

21 September 2016

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Company Announcements Office
ASX Limited
Exchange Centre
20 Bridge Street
SYDNEY NSW 2000

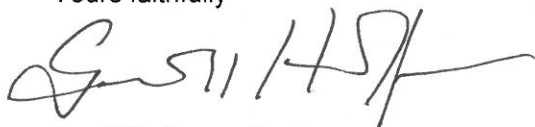
Dear Sir/Madam

Notice of ceasing to be a substantial holder

We act for OrbiMed Advisors LLC and OrbiMed Global Healthcare Master Fund LP (together, **OrbiMed**).

In accordance with section 671B(1)(a) of the Corporations Act 2001 (Cth), we attach a Form 605 (Notice of ceasing to be a substantial holder) from OrbiMed, which has also been provided to Viralytics Limited.

Yours faithfully



Geoff Hoffman, Partner
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ghoffman@claytonutz.com

Our ref 617/80173040

Form 605Corporations Act 2001
Section 671B**Notice of ceasing to be a substantial holder**To Company
Name/Scheme

Viralytics Limited (VLA)

ACN/ARSN

010 657 354

1. Details of substantial holder (1)

Name

OrbiMed Advisors LLC, OrbiMed Global Healthcare GP LLC, OrbiMed Global Healthcare Master Fund LP and Samuel Isaly (together, the "Relevant Interest Holders")

ACN/ARSN (if applicable)

N/A

The holder ceased to be a substantial holder on 16 / 09 / 2016

The previous notice was given to the company on 18 / 12 / 2015

The previous notice was dated 18 / 12 / 2015

2. Changes in relevant interests

Particulars of each change in, or change in the nature of, a relevant interest (2) of the substantial holder or an associate (3) in voting securities of the company or scheme, since the substantial holding notice to the company or scheme are as follows:

Date of change	Person whose relevant interest changes	Nature of change (4)	Consideration given in relation to change (5)	Class (6) and number of securities affected	Person's votes affected
16/09/2016	Relevant Interest Holders	Shares Outstanding	None	12,000,000 Ordinary Shares	4.99%

3. Changes in association

The persons who have become associates (3) of, ceased to be associates of, or have changed the nature of their associate (7) with, the substantial holder in relation to voting interests in the company or scheme are as follows:

Name and ACN/ARSN (if applicable)	Nature of association
See Annexure B	See Annexure B

4. Addresses

The addresses of persons named in this form are as follows:

Name	Address
Relevant Interest Holders	601 Lexington Ave, 54th Floor New York, NY 10022
HSBC Custody Nominees (Australia) Limited	HSBC Centre, Level 32, 580 George Street, Sydney NSW 2000

Signature

print name Geoffrey Hsu

capacity Member

sign here

date

9/20/16

DIRECTIONS

- (1) If there are a number of substantial holders with similar or related relevant interests (eg. a corporation and its related corporations, or the manager and trustee of an equity trust), the names could be included in an annexure to the form. If the relevant interests of a group of persons are essentially similar, they may be referred to throughout the form as a specifically named group if the membership of each group, with the names and addresses of members is clearly set out in paragraph 7 of the form.
 - (2) See the definition of "relevant interest" in sections 608 and 671B(7) of the Corporations Act 2001.
 - (3) See the definition of "associate" in section 9 of the Corporations Act 2001.
 - (4) Include details of:
 - (a) any relevant agreement or other circumstances by which the relevant interest was acquired. If subsection 671B(4) applies, a copy of any document setting out the terms of any relevant agreement, and a statement by the person giving full and accurate details of any contract, scheme or arrangement, must accompany this form, together with a written statement certifying this contract, scheme or arrangement; and
 - (b) any qualification of the power of a person to exercise, control the exercise of, or influence the exercise of, the voting powers or disposal of the securities to which the relevant interest relates (indicating clearly the particular securities to which the qualification applies).
- See the definition of "relevant agreement" in section 9 of the Corporations Act 2001.
- (5) Details of the consideration must include any and all benefits, money and other, that any person from whom a relevant interest was acquired has, or may, become entitled to receive in relation to that acquisition. Details must be included even if the benefit is conditional on the happening or not of a contingency. Details must be included of any benefit paid on behalf of the substantial holder or its associate in relation to the acquisitions, even if they are not paid directly to the person from whom the relevant interest was acquired.
 - (6) The voting shares of a company constitute one class unless divided into separate classes.
 - (7) Give details, if appropriate, of the present association and any change in that association since the last substantial holding notice.

This is Annexure A of 1 page referred to in Form 605 - Notice of Ceasing to be a Substantial Holder

Signed: 

Name: Geoffrey Hsu

Title: Member of the Managing Member of the General Partner

Date: 20/09/2016

1. OrbiMed Global Healthcare Master Fund LP is the beneficial owner of the ordinary shares pursuant to a subscription agreement between VLA and OrbiMed Global Healthcare Master Fund LP dated 10 December 2015 (details of which were contained in an announcement by VLA to ASX on 14 December 2015) and has a relevant interest in those shares under section 608(1)(a) of the Corporations Act 2001 (Cth).
2. OrbiMed Global Healthcare GP LLC may be considered to have a relevant interest in the shares because it is the general partner of OrbiMed Global Healthcare Master Fund LP.
3. OrbiMed Advisors LLC may be considered to have a relevant interest in the shares because it is the managing member of OrbiMed Global Healthcare GP LLC.
4. Samuel Isaly may be considered to have a relevant interest in the shares because he is the managing member of OrbiMed Advisors LLC.

This is Annexure B of 1 page referred to in Form 605 - Notice of Ceasing to be a Substantial Holder

Signed: 

Name: Geoffrey Hsu

Title: Member of the Managing Member of the General Partner

Date: 20/09/2016

1. OrbiMed Global Healthcare Associates Fund LP, OrbiMed Global HealthCare Fund LP and OrbiMed Global Healthcare Fund Ltd may be considered 'associates' of the Relevant Interest Holders within the meaning of section 12 of the Corporations Act 2001 (Cth) because:
 - a. each is a limited partner in OrbiMed Global Healthcare Master Fund LP;
 - b. OrbiMed Advisors LLC is an investment manager of each of OrbiMed Global Healthcare Associates Fund LP, OrbiMed Global HealthCare Fund LP and OrbiMed Global Healthcare Fund Ltd; and
 - c. OrbiMed Global Healthcare GP LLC is a general partner of OrbiMed Global Healthcare Associates Fund LP and OrbiMed Global HealthCare Fund LP.