



Manager of Company Announcements  
ASX Limited  
Level 6  
20 Bridge Street  
SYDNEY NSW 2000

21 January 2010  
By e-lodgement

### **UNILIFE APPROVES ISSUE OF OPTIONS TO CONSULTANT**

Unilife Medical Solutions Limited (**Company** or **Unilife**) (ASX: UNI / OTCPK: UNIFF) has today issued 6,000,000 options (**Options**) to subscribe for ordinary shares in the Company to one of its key consultants, Edward Fine, in connection with the amendment of his Consultancy Agreement with the Company. Mr Fine has advised the Company since its listing on ASX and the Company anticipates that his role with the Unilife group will increase substantially as a result of its redomiciliation in the United States of America.

The issue of these Options has been the subject of recent discussions between the Company and Mr Fine over the last six months and upon reaching agreement of the terms at the end of last week it was agreed (notwithstanding the imminent redomiciliation of the Unilife Group in the United States of America) that, as part of the finalisation of the Company's affairs prior to its removal from the official list of ASX, it was appropriate to issue these Options prior to the implementation of the scheme of arrangement.

The Options have an exercise price of A\$1.055 per option (based on the closing price of the Company's on its last day of trading prior to suspension on 15 January 2010) and will expire on 30 January 2015 (**Expiry Date**). Exercise of the Options will be subject to vesting conditions linked to the Company's share price. In the event that Mr Fine ceases to provide services to the Company in accordance with the terms of his Consultancy Agreement, those Options that have not already vested will automatically be forfeited.

Upon implementation of the schemes of arrangement to redomicile the Unilife group in the United States of America, these Options will be replaced with options over shares in Unilife Corporation on a 6:1 basis in the same manner as all other standalone options. The replacement options will vest and become exercisable upon the closing price of Unilife Corporation's CDIs on ASX reaching the prices set out in the table below for 20 out of any 30 consecutive trading days at any time between the date of the issue of the Options and their Expiry Date:

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**Unilife Corporation**

A corporation with limited liability incorporated in Delaware, USA. ARBN: 141 042 757

633 Lowther Road, Lewisberry, PA 17339 **T** + 1 717 938 9323 **F** + 717 938 9364 **E** [info@unilife.com](mailto:info@unilife.com) **W** [www.unilife.com](http://www.unilife.com)

<b>Number of Options which vest</b>	<b>CDI Price</b>
250,000	A\$1.75
166,666	A\$2.00
250,000	A\$2.25
166,667	A\$2.75
166,667	A\$3.22

The Options may be exercised at any time between their vesting date and 74 days after the end of the calendar year in which such Options vest and in any event cannot be exercised after the Expiry Date (**Exercise Period**). Options not exercised during the Exercise Period will automatically lapse.

Approval for the issue of the Options will not be sought from the Company's shareholders as the issue was made under the Company's 15% issue capacity in accordance with ASX Listing Rule 7.1.

**—ends—**

**Shareholder / Analyst Enquiries:**

Stuart Fine

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