



ASX/MEDIA RELEASE

PLACEMENT & RIGHTS ISSUE

SYDNEY 18 FEBRUARY, 2013 – Australia’s largest manufacturer of orthopaedic devices, Advanced Surgical Design and Manufacture Limited (ASDM) (ASX: AMT), today announced that it has completed a placement with an upcoming Rights Issue.

ASDM has completed the placement of 5,407,349 shares at \$0.11 each for a total of \$594,808.39 pursuant to section 7.1 of the listing rules (the 15% rule).

Further to the placement, ASDM has also entered into an agreement with Kaz Capital, a Director related entity of the Company, to raise approximately a further \$1,500,000 via a non-renounceable pro-rata rights issue. The rights issue is expected to be conducted on a 1-for-3 basis and be priced at \$0.11 per share.

Further details of the offer will be announced in the upcoming days.

The proceeds of the Placement & Rights Issue will be directed to the following:

Use of Funds	Amount
Working capital	\$1.3m
Sales channel development	\$0.7m
Costs of the Offer	\$0.1m
Total Proceeds	\$2.1m

The participant in the placement has signalled its intention to exercise its rights under an upcoming Rights Issue indicating its ongoing support of the Company.

Contact Details: Company

Mr Peter Kazacos – Chairman
Advanced Surgical Design & Manufacture Limited
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ABOUT ADVANCED SURGICAL DESIGN AND MANUFACTURE

ASDM is Australia's largest manufacturer of orthopaedic devices. Our focus is to deliver responsive customer service through our extensive capabilities. Our goal is to build a large and highly profitable medical company.

Our principal product is the Active Total Knee, which has significantly improved the quality of life for 7,500 people globally.

We also exclusively distribute Small Bone Innovations, Orthofix Spinal Implants, SpineGuard and ArthroSurface Inc implantable orthopaedic devices, accessories and surgical instruments.

The company continues to build upon its extensive patent and product development portfolio. We have extensive research relationships with universities, companies and surgeon inventors. Our partnerships are building innovative products which will deliver significant shareholder wealth.