



ASX

AUSTRALIAN SECURITIES EXCHANGE

MARKET RELEASE

19 July 2013

Psivida Corp

TRADING HALT

The securities of Psivida Corp (the "Company") will be placed in Trading Halt Session State at the request of the Company, pending the release of an announcement by the Company. Unless ASX decides otherwise, the securities will remain in Trading Halt Session State until the earlier of the commencement of normal trading on Tuesday 23 July, 2013 or when the announcement is released to the market.

Security Code: PVA

Jill Hewitt
Senior Adviser, Listings Compliance(Perth)

**pSivida Corp.
400 Pleasant Street
Watertown, MA 02472**

July 18, 2013

Tonia Oliveira | Senior Adviser, Listings Compliance Perth
ASX Compliance Pty Limited | Level 8 Exchange Plaza, 2 The Esplanade | Perth WA 6000

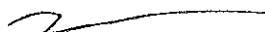
Dear Tonia:

In accordance with ASX Listing Rule 17.1, pSivida Corp. (the "Company") requests an immediate trading halt of its securities (ASX code: PVA) until pSivida's issuance of a press release in the US, which the Company expects will be between 6:30 a.m. and 7:00 a.m. US ET on July 19, 2013.

In requesting the trading halt, the Company provides the following information:

- The trading halt is necessary as the Company expects to make an announcement to the market in relation to a proposed capital raising;
- Unless otherwise requested by the Company, the Company requests that the trading halt be lifted upon pSivida's issuance of a press release in the US, which we expect will be between 6:30 a.m. and 7:00 a.m. US ET on July 19, 2013.
- The Company is not aware of any reason why the trading halt should not be granted or of any other information necessary to inform the market about the trading halt.

Very truly yours,



Lori Freedman
Vice President, Corporate Affairs,
General Counsel and Secretary