



ASX Company Announcement

14 October 2009

Capital Raising

The Directors of Sun Biomedical Limited (ASX:SBN) wish to advise the following:

- (a) the Company has entered into an agreement to place 116,276,907 ordinary shares to sophisticated and professional investors who are clients of Patersons Securities Limited at 0.1 cents per ordinary share to raise approximately \$116,277; and
- (b) the Company is proposing to undertake a renounceable Rights Issue of New Ordinary Shares whereby 891,456,287 New Ordinary Shares will be issued at a price of 0.1 cents per New Ordinary Share on the basis of one New Ordinary Share for every one Share held to raise approximately \$891,456. This Offer is to be fully underwritten by Patersons Securities Limited.

The funds raised will be used for working capital to identify and assess potential growth opportunities and acquisitions in 2009 and 2010.

The Company intends to lodge a copy of the Offer Document for the renounceable Rights Issue with ASX in due course.

If you have any questions regarding this renounceable Rights Issue, please telephone the Company's Share Registry, Computershare Investor Services Pty Limited, on 1 300 728 275 (within Australia) or +61 3 9946 4451 (outside Australia).

Terry Cuthbertson
Chairman