



MARKET RELEASE

4 July 2014

Pharmaxis Ltd

TRADING HALT

The securities of Pharmaxis Ltd (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, 8 July 2014 or when the announcement is released to the market.

Security Code: PXS

Stephanie Yong
Senior Adviser, Listings Compliance (Sydney)

4 July 2014

ASX Limited
Adviser, Issuers (Sydney)
Exchange Centre
20 Bridge Street
Sydney NSW 2000

Attention: Stephanie Yong

By email: stephanie.yong@asx.com.au

Dear Ms Yong,

Request for Trading Halt

Pursuant to ASX Listing Rule 17.1, Pharmaxis Ltd (ABN 75 082 811 630) (**Company**) requests a trading halt in its securities from the commencement of trading today, Friday 4 July 2014.

In accordance with ASX Listing Rule 17.1, we advise that:

- the trading halt is requested following receipt by the Company of communication from its financier, NovaQuest Pharma Opportunities Fund III, LP (**Financier**) which will require consideration by the board, advice and/or further discussions with the Financier;
- the Company will be better placed to advise the market following these events – the trading halt is necessary otherwise trading in the Company's securities may take place in an uninformed market;
- the Company wishes the trading halt to remain in place until the earlier of the time it makes an announcement to the market concerning the outcome of the discussions and the commencement of trading on Tuesday 8 July 2014; and
- 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 or ASX about the trading halt.

Please contact me if you have any queries regarding this request.

Yours sincerely



David McGarvey
Chief Financial Officer/ Company Secretary