

25 January 2015

**ASX Release**

***Re: PLACEMENT OF SHARES***

The ASX has advised **IM Medical Limited** (the Company) that, as a result of the Company having no main undertaking and an insufficient level of operations for an extended period of time, the ASX will not reinstate trading in the Company's securities until such time as the Company has completed a transaction and re-complied with Chapters 1 and 2 of the Listing Rules.

As a result, the mandate for the recently announced placement to raise \$1,000,000 at \$0.00075 per share has been terminated on the basis that the participants were expecting to receive quoted securities in a non-suspended company.

The Company is now considering options in relation to raising capital and undertaking a transaction that will enable the Company to re-comply with Chapters 1 and 2 of the Listing Rules and be reinstated to trading on the ASX.

The Company notes the ASX policy, which provides that if a company is suspended for a period of more than two years, then the company will be delisted from the ASX.

Richard Wadley  
Director  
(03) 9607 8280