

T +61 3 9522 6900

F +61 3 9510 9292

E cytopia@cytopia.com.au

www.cytopia.com.au

ACN 079 253 606



Cytopia Limited

PO Box 6492

Level 5

St Kilda Road Central

Baker Heart Research

Melbourne VIC 8008

Institute Building

Australia

Commercial Road

Melbourne VIC 3004

Australia

MEDIA RELEASE

9 June 2006

Cytopia appoints new Chief Executive Officer

Cytopia Limited (ASX:CYT) today announced that its Managing Director and CEO, Dr Kevin Healey, will step down from his executive role with the company on 9th June, 2006. Mr Andrew Macdonald, Cytopia's Chief Financial Officer, has been appointed as CEO and a director of the company from this date.

Dr Healey has been Managing Director of Cytopia Limited (formerly Medica Holdings Limited) since August 1997. He will remain as a non-executive director of the company and will act as a consultant to the company on corporate strategy and business development.

In mentioning his reasons for stepping down Dr Healey said that he was happy that Cytopia was in a strong position for significant growth and that he was keen to apply his experience and lessons learnt to a wider cross section of early-stage companies.

"Cytopia has made excellent progress having taken its own cancer drug candidate into clinical testing and completing what is arguably Australia's most significant and largest pharma partnering deal", Dr Healey said.

"This is a tribute to the dedication and skill of Cytopia's staff and senior management and the strong technology platform which is building a pipeline of drug development opportunities."

Cytopia's Executive Chairman Bob Watson said the company has a succession strategy in place for all key positions and the depth of talent to ensure the ongoing development of its programs.

"We are pleased that the strength of our management team allows the Cytopia board to confidently appoint Mr Macdonald as our CEO", said Mr Watson. "Mr Macdonald has brought very strong leadership and commercial skills to Cytopia and has worked closely with Dr Healey in jointly laying the foundations for the next phase in the growth of the company."

Mr Macdonald joined Cytopia in August 2005 as CFO, following other senior executive roles for various public and private companies including Biota Holdings, Willis Ltd, and Sharinga Networks. He has worked in both the USA and the UK and brings extensive international experience to the company.

Mr Macdonald said that he was looking forward to delivering on commercialisation progress across the scientific programs in Cytopia, as well as seeking other growth opportunities for the company.

“We are at an exciting stage of development in the company, with a major pharmaceutical deal being announced, a drug candidate in the clinic and a range of compounds coming out of our various kinase programs,” he said. “Given our scientific assets, and the highly skilled team we now have in Australia and the USA, I am confident that we will continue to generate value for our stakeholders.”

Mr Watson paid tribute to Dr Healey’s role as founder of Cytopia and his ability to keep the company well funded and on course towards becoming an internationally competitive company.

“Since co-founding the company in 1997, Dr Healey has worked tirelessly to transform the company from its origins as a small biotechnology investment company to one of the leading Australian drug discovery companies,” said Mr Watson. “We are exceptionally well positioned with the breadth of our current programs.”

About Cytopia

Cytopia Ltd is an Australian biotechnology company focused on the discovery and development of new drugs to treat cancer, immune disorders and cardiovascular diseases. Cytopia conducts its research and development via subsidiaries based in Melbourne and New York and specialises in discovering new molecules that can inhibit enzymes known as kinases, an exciting new class of drugs.

For more information please contact either:

Mr Robert Watson
Executive Chairman
T: +61 3 9522 6900

E: bob.watson@cytopia.com.au

Mr. Andrew Macdonald
CEO and CFO
T: +61 3 9522 6920

E: andrew.macdonald@cytopia.com.au

or, visit our website at: www.cytopia.com.au