



**Living Cell Technologies Ltd**

*PO Box 3014, Auburn VIC 3123*

ABN: 14 104 028 042

**COMPANY ANNOUNCEMENT**

**LCT announces \$6.4m capital placement following positive clinical data**

*30 October 2007, Auckland, New Zealand and Melbourne, Australia:* Living Cell Technologies Ltd (ASX:LCT, OTC: LVCLY) announces that it has closed a further private placement bringing a total of \$6.4million in additional share capital to the company.

The terms of the placement provide for up to 17.7 million ordinary shares to be issued at 36 cents per share, conditional upon shareholder approval at a general meeting of shareholders on November 27. This financing is in addition to the investments being made by NaviGroup Management Ltd.

The funds will be used as working capital to further LCT's DiabeCell® clinical trials in Russia and New Zealand, as well as ongoing expansion of the pig breeding herd to meet clinical requirements.

Dr Paul Tan, CEO of Living Cell Technologies, commented, "This investment follows on our release of preliminary positive results for our Phase I/IIa clinical trial for DiabeCell® in type I diabetes. We are encouraged by both initial patient response, and the support we are receiving from the global investment community. The combined cash infusion from this placement, as well as our recently announced agreement with NaviGroup will enable us to continue with our clinical development plans as well as enhance and expand our production facilities."

The Company recently entered into a binding agreement with NaviGroup Management for an initial placement of A\$2.2 million, with the option, subject to shareholder approval, for them to invest up to an aggregate amount of approximately A\$6.6 million.

The first NaviGroup closing of A\$2.2 million is due on or before November 2. The agreement also gives NaviGroup an option, subject to shareholder approval, to subscribe for an additional A\$6.6 million in shares at the lower of 20 cents per share or 80% of the 30-day average closing bid price per ordinary share of the Company.

The combination of the NaviGroup investment and the private placement by Taylor Collison could raise up to approximately A\$15 million for the Company.

**For further information: [www.lctglobal.com](http://www.lctglobal.com)**

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**About Living Cell Technologies: [www.lctglobal.com](http://www.lctglobal.com)**

*Living Cell is developing live cell therapy products to treat life threatening human diseases. The company owns a biocertified pig herd that it uses as a source of cells for treating diabetes and neurological disorders. For patients with type 1 diabetes, the company transplants microencapsulated islet cells so that near-normal blood glucose levels may be achieved without the need for administration of insulin or at significantly reduced levels. The company entered clinical trials for its diabetes product in 2007.*

Further background information on the trial is available at

<http://www.lctglobal.com/news/167.php>

<http://www.lctglobal.com/news/149.php>

#### **LCT disclaimer**

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