

Appendix 4C

Quarterly report

for entities admitted on the basis of commitments

Name of entity

| |
|---------------|
| AVEXA LIMITED |
|---------------|

ABN

| |
|----------------|
| 53 108 150 750 |
|----------------|

Quarter ended ("current quarter")

| |
|---------------|
| 31 March 2010 |
|---------------|

Consolidated statement of cash flows

| Cash flows related to operating activities | Current quarter \$A'000 | Cumulative to 31 Mar 2010 - \$A'000 |
|--|----------------------------|---|
| 1.1 Receipts from customers | - | - |
| 1.2 Payments for: | | |
| (a) Staff costs | (935) | (2,971) |
| (b) Advertising and marketing | (33) | (170) |
| (c) Research and development | (2,159) | (7,485) |
| (d) Leased assets | (70) | (220) |
| (e) Laboratory consumables | (167) | (413) |
| (f) Occupancy | (504) | (1,150) |
| (g) Consulting | (49) | (190) |
| (h) Legal and professional | (73) | (174) |
| (i) Corporate administration | (143) | (273) |
| (j) Travel and entertainment | (106) | (252) |
| (k) Insurance | 0 | (162) |
| (l) Intellectual property | (55) | (282) |
| (m) Other working capital | (125) | (149) |
| 1.3 Dividends received | - | - |
| 1.4 Interest and other similar items | 93 | 414 |
| 1.5 Interest and other costs of finance paid | - | - |
| 1.6 Income taxes paid | - | - |
| 1.7 Other - GST refunds | (18) | (47) |
| - Property sub-rental proceeds | 74 | 229 |
| - Government grants | 51 | 212 |
| Net operating cash flows | (4,219) | (13,083) |

Appendix 4C
Quarterly report for entities
admitted on the basis of commitments

| | Current quarter \$A'000 | Cumulative to 31 Mar 2010 - \$A'000 |
|--|------------------------------------|--|
| 1.8 Net operating cash flows (carried forward) | (4,219) | (13,083) |
| Cash flows related to investing activities | | |
| 1.9 Payment for acquisition of: | | |
| (a) businesses (item 5) | - | - |
| (b) equity investments | - | - |
| (c) intellectual property | - | - |
| (d) physical non-current assets | - | - |
| (e) other non-current assets – Merger proposal costs | (6) | (65) |
| Break Fees received | - | - |
| 1.10 Proceeds from disposal of: | | |
| (a) businesses (item 5) | - | - |
| (b) equity investments | - | - |
| (c) intellectual property | - | - |
| (d) physical non-current assets | - | - |
| (e) other non-current assets | - | - |
| 1.11 Loans to other entities | - | - |
| 1.12 Loans repaid by other entities | - | - |
| 1.13 Other | - | - |
| Net investing cash flows | (6) | (65) |
| 1.14 Total operating and investing cash flows | (4,225) | (13,148) |
| Cash flows related to financing activities | | |
| 1.15 Net proceeds from issues of shares, options, etc. net of raising costs | (330) | 22,620 |
| 1.16 Proceeds from sale of forfeited shares | - | - |
| 1.17 Proceeds from / (repayment of) borrowings | - | - |
| /1.18 | | |
| 1.19 Dividends paid | - | - |
| 1.20 Other: | | |
| Proceeds from issue of convertible notes | - | 500 |
| Repayment of convertible notes | (500) | (500) |
| Net financing cash flows | (830) | 22,620 |
| Net increase (decrease) in cash held | (5,055) | 9,472 |
| 1.21 Cash at beginning of quarter/year to date | 33,354 | 18,827 |
| 1.22 Exchange rate adjustments to item 1.20 | - | - |
| 1.23 Cash at end of quarter | 28,299 | 28,299 |

+ See chapter 19 for defined terms.

Payments to directors of the entity and associates of the directors

| | | Current qtr to 31 Mar 2010 - \$A'000 |
|------|--|---|
| 1.24 | Aggregate amount of payments to the parties included in item 1.2 | 148 |
| 1.25 | Aggregate amount of loans to the parties included in item 1.11 | Nil |

1.26 Explanation necessary for an understanding of the transactions

| |
|--|
| Cash payments to directors comprises executive director salary plus non-executive director fees for the quarter. |
|--|

Non-cash financing and investing activities

2.1 Details of financing and investing transactions which have had a material effect on consolidated assets and liabilities but did not involve cash flows

| |
|-------|
| None. |
|-------|

2.2 Details of outlays made by other entities to establish or increase their share in businesses in which the reporting entity has an interest

| |
|----------------|
| Not applicable |
|----------------|

Financing facilities available

Add notes as necessary for an understanding of the position. (See AASB 1026 paragraph 12.2).

| | | Amount available \$A'000 | Amount used \$A'000 |
|-----|-----------------------------|-----------------------------|------------------------|
| 3.1 | Loan facilities | None | Not applicable |
| 3.2 | Credit standby arrangements | None | Not applicable |
| 3.3 | Credit card facility | 150 | Nil |

Reconciliation of cash

| Reconciliation of cash at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts is as follows. | | Current quarter \$A'000 | Previous quarter \$A'000 |
|---|----------------------------------|------------------------------------|-----------------------------|
| 4.1 | Cash on hand and at bank | 665 | 935 |
| 4.2 | Deposits at call / Term Deposits | 27,634 | 32,419 |
| 4.3 | Bank overdraft | - | - |
| 4.4 | Other (provide details): | - | - |
| Total: cash at end of quarter (item 1.22) | | 28,299 | 33,354 |

+ See chapter 19 for defined terms.

Acquisitions and disposals of business entities

| | Acquisitions <i>(Item 1.9(a))</i> | Disposals <i>(Item 1.10(a))</i> |
|---|--------------------------------------|------------------------------------|
| 5.1 Name of entity | None | None |
| 5.2 Place of incorporation or registration | Not applicable | Not applicable |
| 5.3 Consideration for acquisition or disposal | Not applicable | Not applicable |
| 5.4 Total net assets | Not applicable | Not applicable |
| 5.5 Nature of business | Not applicable | Not applicable |

Compliance statement

- 1 This statement has been prepared under accounting policies which comply with accounting standards as defined in the Corporations Act (except to the extent that information is not required because of note 2) or other standards acceptable to ASX.
- 2 This statement does give a true and fair view of the matters disclosed.



Director and CEO
Dr Julian Chick

Date: 22 April 2010