



BIODIEM LTD
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23 February 2015

NOTIFICATION OF EXERCISE OF (8 CENT) BIODIEM OPTIONS

Dear Shareholders,

Further to the announcement made on 30 January 2015 regarding the expiry of the Company's options, BioDiem Limited ("BioDiem" or "the Company") is pleased to advise that of the 24.6 million options originally granted in December 2012, 10.4 million options have now been exercised raising a total of approximately AU\$834,400.

The remaining 14.2 million options which were not exercised have now lapsed and have expired without conversion to shares.

During the past year the Company received strong support from its Optionholders, and in the past four months received applications for the exercise of 4.3 million options forming part of the total 10.4 million options exercised.

Optionholders who have recently exercised their options into ordinary shares will receive an updated holding statement in due course.

The Company would like to take this opportunity to thank its Optionholders for the support they have shown via the exercise of their options, and the continued support of all shareholders.

If you have any enquiries concerning this letter, please contact the Company on + 61 3 9692 7240 Monday to Friday between 8:30am and 5:30pm AEDT.

Shareholders are also asked to maintain up-to-date contact details with our share registry, Computershare. This can be done via its website, www.computershare.com.au.

Yours faithfully,

A handwritten signature in black ink, appearing to read "Julie Phillips".

Julie Phillips
Chief Executive Officer
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