



BIODIEM LTD

ABN 20 096 845 993

Level 4,

100 Albert Rd,

South Melbourne, Victoria, 3205

Australia

Phone: +613 9692 7240

Web: [www.biodiem.com](http://www.biodiem.com)

30 January 2015

## LETTER TO OPTIONHOLDERS – UPCOMING EXPIRY OF BIODIEM (8 CENT) OPTIONS

Dear Optionholder,

Further to the announcements made by BioDiem Limited ("BioDiem" or "the Company") on 30 December 2014 and 6 January 2015 regarding the upcoming expiry of the 8 cent options on 13 February 2015, the Company would like to remind optionholders that if you intend to exercise your options in the Company, you will need to do so by returning an Option Exercise Notice to the Company's registered office together with payment of the \$0.08 (8cents) for each Ordinary Share applied for, by no later than 5.00pm AEDT on Friday 13 February 2015.

The Company is pleased to advise that of the 24.6 million options originally granted in December 2012, more than 7.7 million options have been exercised to date with at least an additional 2.6 million expected to be exercised before the expiry date.

According to the last information from DFS Equities, 1.1 million shares were traded last month at 7.0 cents, with the last sale price being 6.8 cents for 100,000. As at 22 January, the DFS Equities' *Register of Interest* has only one seller at 5.8 cents (15,000 shares) and one at 8.0 cents (6,666 shares).

A copy of the Notice to Exercise Options is enclosed in this letter, as well as instructions on where to send the form. Please note a Notice of Exercise is only effective when the Company has received payment in full for the quantity of shares being applied for in cleared funds.

If the Notice of Exercise together with payment in cleared funds is not received by the Company on or before 5:00pm AEDT on 13 February 2015, the option(s) will not be exercised and will result in forfeiture of any rights that you as an Optionholder may have had in relation to ordinary shares.

If you have any enquiries concerning this Notice or your option holding, please contact the Company on + 61 3 9692 7240 Monday to Friday between 9am and 5pm AEDT, or on email [jphillips@biodiem.com](mailto:jphillips@biodiem.com).

Yours faithfully,

A handwritten signature in black ink, appearing to read "Julie Phillips". The signature is written in a cursive style with a large loop at the end.

**Julie Phillips**  
Chief Executive Officer

BioDiem Ltd

Phone + 61 3 9692 7240

**BioDiem Limited**

**Options Exercise Notice**

Attention: Company Secretary  
BioDiem Limited  
Level 4, 100 Albert Road  
South Melbourne VIC 3205

I/We hereby give notice of exercise of my/our BioDiem Options and enclose payment of the total exercise price for those BioDiem Options (as set out in the table below) and agree to be bound by the Constitution of BioDiem.

Name of registered BioDiem Options holder	
Number of BioDiem Options being exercised	
Total exercise price to be paid	
Signature of BioDiem Options holder or person authorised to sign on behalf of the holder	
Date of this exercise notice	
Contact phone number	

**Please note that to exercise your BioDiem Options before they lapse, you must return this completed notice and payment of the total exercise price so that it is received by BioDiem (at the address above) before the end of the Exercise Period.**

**As an alternative payment method, you may pay the exercise price via EFT by transferring the exercise price amount to the below account details:**

Account Name: BioDiem Limited  
BSB: 083-155  
Account Number: 53-273-2667

*Please use the registered name of the holder of options as a reference when making payment via EFT.*

**You may also fax or email the exercise notice to the below details, however please note that the Company also requests a signed original to follow in the post.**

Fax: +61 3 9077 9233  
Email: [JPhillips@biodiem.com](mailto:JPhillips@biodiem.com)  
Address: Level 4  
100 Albert Road  
South Melbourne VIC 3205