



22 December 2003

The Manager
Company Announcements Office
Australian Stock Exchange Limited
Exchange Centre
20 Bridge Street
Sydney NSW 2000

Dear Sir,

GTG Expands in New Zealand

GTG is pleased to inform the market of its steady expansion into New Zealand.

1. Licensing

GTG previously reported on 11 September 2003, that we had reached agreement with the Fonterra subsidiary, Vialactia, on the terms for the first New Zealand license to the GTG non-coding patents. We are delighted to report this license has now been formally executed.

Meanwhile, GTG is in serious negotiations with 7 other parties in New Zealand whose research and commercial ambitions would benefit by taking a license to the GTG non-coding patents. Further announcements will be made when appropriate.

2. Genetic Testing Services

GTG has also identified new opportunities where GTG could assist New Zealand medical organisations to undertake new and sophisticated genetic tests for susceptibility to certain human diseases. GTG also believes it can similarly assist New Zealand livestock



producers to test their herds - both for progeny testing and also for the presence of desirable traits.

As previously reported, GTG is now in a position to be able to bring new and novel genetic tests from USA and Europe for the first time to Australia and also New Zealand.

3. **Contract Research**

GTG can now also offer access to its AgGenomics facilities to certain New Zealand agricultural producers who may require large-scale testing of animal or plant specimens.

4. **Collaborative Research**

GTG has also been approached by leading New Zealand institutes seeking the support and expertise of GTG to help bring novel New Zealand inventions and discoveries to global markets. Such new opportunities are now under active consideration by GTG.

5. **Summary**

GTG continues to support and work with several New Zealand organisations, to help improve the quality of human health care and also to improve the efficiency of New Zealand's agricultural output. In support of these activities, GTG is now building its infrastructure in New Zealand and its relationships with New Zealand enterprises.

Yours faithfully,

Dr Mervyn Jacobson
Executive Chairman