

Announcement to market

13 February 2009

Cynotech Holdings advises that we have received notice to convert 16,407,359 convertible preference shares to ordinary shares by March 10th 2009. This equates to 75% of the convertible preference shares on issue.

After conversion, the number of convertible preference shares on issue will be:

Current on Issue	21,884,046
Conversion	<u>(16,407,359)</u>
Balance on Issue	5,476,787

Ordinary shares on issue will be:

Current on Issue	104,273,039
Conversion	<u>16,407,359</u>
Balance on Issue	120,680,398

Additional shareholders may elect to convert convertible preference shares to ordinary shares, and these subsequent advices to convert will be announced to the market as they occur.

-Ends-

Steven Grozev
Company Secretary
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