

8 Feb 2007

CANCELLATION OF OPTIONS

Under the terms of Medical Developments International Limited's Executive Share Option Plan, the unquoted employee share options issued to former CEO Dr Simon Fisher have lapsed, and will be cancelled, following Dr Fisher's resignation from the company. (No consideration is payable in respect of this cancellation.)

The options to be cancelled are as follows:

Series	Number	Exercise Price	Expiry Date
1	250,000	\$0.85	31/3/07
2	250,000	\$1.00	31/8/07
3	250,000	\$1.50	31/8/08
4	500,000	\$1.75	31/8/09
5	500,000	\$2.00	31/8/10

Jeremy Payling
Company Secretary