



29 December 2010

Mr Rohan Abeyewardene
Company Advisor
ASX Limited

Tissue Therapies Ltd – Price Query

Dear Rohan,

Please find below our response to your letter dated 29 December 2010.

1. **Is the Company aware of any information concerning it that has not been announced which, if known, could be an explanation for recent trading in the securities of the Company?**

No.

2. **If the answer to question 1 is yes, can an announcement be made immediately? If not, why not and when it is expected that an announcement will be made?**

Not applicable.

3. **Is there any reason to think that there may be a change in the Company's result so that the figure for the half year ending 31 December 2010 would vary from the previous corresponding period by more than 15%? If so, please provide details as to the extent of the likely variation.**

No.

4. **Is there any reason to think that the Company may record any material abnormal or extraordinary profit for the half year period ending 31 December 2010? If so, please provide details.**

No.

5. **Is there any other explanation that the Company may have for the price change in the securities of the Company?**

No.

6. Please confirm that the Company is in compliance with the listing rules and, in particular, listing rule 3.1.

The Company can confirm that it is in compliance with the listing rules and in particular listing rule 3.1.

If you have any queries regarding the above, please contact our Chief Executive Officer, Dr Steven Mercer.

Yours sincerely,

A handwritten signature in black ink, appearing to read 'S. Mercer', with a long horizontal flourish extending to the right.

Dr Steven Mercer
CEO
Email s.mercer@tissuetherapies.com