

Rule 2.7, 3.10.3, 3.10.4, 3.10.5

Appendix 3B

New issue announcement, application for quotation of additional securities and agreement

Information or documents not available now must be given to ASX as soon as available. Information and documents given to ASX become ASX's property and may be made public.

Introduced 1/7/96. Origin: Appendix 5. Amended 1/7/98, 1/9/99, 1/7/2000, 30/9/2001, 11/3/2002, 1/1/2003.

Name of entity

Neuren Pharmaceuticals Limited

ARBN

111 496 130

We (the entity) give ASX the following information.

Part 1 - All issues

You must complete the relevant sections (attach sheets if there is not enough space).

- | | | |
|---|--|--|
| 1 | +Class of +securities issued or to be issued | Fully paid Ordinary Shares |
| 2 | Number of +securities issued or to be issued (if known) or maximum number which may be issued | 617,887,310 |
| 3 | Principal terms of the +securities (eg, if options, exercise price and expiry date; if partly paid +securities, the amount outstanding and due dates for payment; if +convertible securities, the conversion price and dates for conversion) | Pari passu with existing ordinary shares |

+ See chapter 19 for defined terms.

<p>4 Do the +securities rank equally in all respects from the date of allotment with an existing +class of quoted +securities?</p> <p>If the additional securities do not rank equally, please state:</p> <ul style="list-style-type: none"> • the date from which they do • the extent to which they participate for the next dividend, (in the case of a trust, distribution) or interest payment • the extent to which they do not rank equally, other than in relation to the next dividend, distribution or interest payment 	<p>Yes</p>				
<p>5 Issue price or consideration</p>	<p>A\$0.013 per share</p>				
<p>6 Purpose of the issue (If issued as consideration for the acquisition of assets, clearly identify those assets)</p>	<p>To fund corporate overhead and operating costs and expand opportunities for NNZ-2566, Motiva® and other development programmes wherever possible.</p>				
<p>7 Dates of entering +securities into uncertificated holdings or despatch of certificates</p>	<p>22 July 2011</p>				
<p>8 Number and +class of all +securities quoted on ASX (including the securities in clause 2 if applicable)</p>	<table border="1"> <thead> <tr> <th data-bbox="686 1422 989 1467">Number</th> <th data-bbox="989 1422 1283 1467">+Class</th> </tr> </thead> <tbody> <tr> <td data-bbox="686 1467 989 1686">1,235,774,620</td> <td data-bbox="989 1467 1283 1686">Ordinary Shares</td> </tr> </tbody> </table>	Number	+Class	1,235,774,620	Ordinary Shares
Number	+Class				
1,235,774,620	Ordinary Shares				

+ See chapter 19 for defined terms.

	Number	+Class
9	Number and +class of all +securities not quoted on ASX (including the securities in clause 2 if applicable)	
	20,000,000	Ordinary Share Options exercisable at A\$0.0445 before 18 November 2013
	4,629,630	Ordinary Share Options exercisable at A\$0.0389 before 4 December 2013
	40,306,174	Ordinary Share Options exercisable at A\$0.0457 before 23 December 2013
	14,234,876	Ordinary Share Options exercisable at A\$0.0337 before 17 February 2014
	3,597,122	Ordinary Share Options exercisable at A\$0.0334 before 22 March 2014
	26,000,000	Ordinary Share Options exercisable at A\$0.03 before 25 March 2015
	3,787,879	Ordinary Share Options exercisable at A\$0.0317 before 21 April 2014
	4,504,505	Ordinary Share Options exercisable at A\$0.0266 before 21 May 2014
	5,347,594	Ordinary Share Options exercisable at A\$0.0224 before 21 June 2014
	5,917,160	Ordinary Share Options exercisable at A\$0.0203 before 21 July 2014
	6,172,840	Ordinary Share Options exercisable at A\$0.0194 before 20 August 2014
	6,896,552	Ordinary Share Options exercisable at A\$0.0174 before 21 September 2014
	7,352,941	Ordinary Share Options exercisable at A\$0.0163 before 20 October 2014
	7,352,941	Ordinary Share Options exercisable at A\$0.0163 before 19 November 2014
	7,352,941	Ordinary Share Options exercisable at A\$0.0163 before 20 December 2014
	4,411,765	Ordinary Share Options exercisable at A\$0.0163 before 19 January 2015
4,411,765	Ordinary Share Options exercisable at A\$0.0163 before 18 February 2015	
4,918,033	Ordinary Share Options exercisable at A\$0.0146 before 21 March 2015	
4,687,500	Ordinary Share Options exercisable at A\$0.0154 before 20 April 2015	
20,844,444	Ordinary Share Options exercisable at A\$0.0162 before 6 June 2015	
10	Dividend policy (in the case of a trust, distribution policy) on the increased capital (interests)	Not applicable

+ See chapter 19 for defined terms.

Part 2 - Bonus issue or pro rata issue

11	Is security holder approval required?	No
12	Is the issue renounceable or non-renounceable?	Renounceable
13	Ratio in which the +securities will be offered	One (1) Share for each (1) Share held on the record date
14	+Class of +securities to which the offer relates	Ordinary Shares
15	+Record date to determine entitlements	27 June 2011
16	Will holdings on different registers (or subregisters) be aggregated for calculating entitlements?	No
17	Policy for deciding entitlements in relation to fractions	Not applicable
18	Names of countries in which the entity has +security holders who will not be sent new issue documents <small>Note: Security holders must be told how their entitlements are to be dealt with. Cross reference: rule 7.7.</small>	Hungary, Ireland, Malaysia, Singapore, United Kingdom, United States of America
19	Closing date for receipt of acceptances or renunciations	14 July 2011
20	Names of any underwriters	Not applicable
21	Amount of any underwriting fee or commission	Not applicable
22	Names of any brokers to the issue	Not applicable
23	Fee or commission payable to the broker to the issue	Not applicable
24	Amount of any handling fee payable to brokers who lodge acceptances or renunciations on behalf of +security holders	None

+ See chapter 19 for defined terms.

25	If the issue is contingent on +security holders' approval, the date of the meeting	Not applicable
26	Date entitlement and acceptance form and prospectus or Product Disclosure Statement will be sent to persons entitled	29 June 2011
27	If the entity has issued options, and the terms entitle option holders to participate on exercise, the date on which notices will be sent to option holders	15 June 2011
28	Date rights trading will begin (if applicable)	21 June 2011
29	Date rights trading will end (if applicable)	7 July 2011
30	How do +security holders sell their entitlements <i>in full</i> through a broker?	Eligible shareholders must provide appropriate instructions to their stockbroker and provide to them any information requested by them in order to effect their instructions as soon as possible.
31	How do +security holders sell <i>part</i> of their entitlements through a broker and accept for the balance?	See item 30
32	How do +security holders dispose of their entitlements (except by sale through a broker)?	Eligible shareholders must complete a renunciation form (obtainable from Link Market Services Limited, the Company's share registry) in favour of the transferee and send that, together with their Entitlement and Acceptance Form and the transferee's cheque for any acceptance money, so that they are received before the close of the offer as set out in the offer documents.
33	+Despatch date	22 July 2011

+ See chapter 19 for defined terms.

Part 3 - Quotation of securities

You need only complete this section if you are applying for quotation of securities

34 Type of securities
(tick one)

(a) Securities described in Part 1

(b) All other securities

Example: restricted securities at the end of the escrowed period, partly paid securities that become fully paid, employee incentive share securities when restriction ends, securities issued on expiry or conversion of convertible securities

Entities that have ticked box 34(a)

Additional securities forming a new class of securities

Tick to indicate you are providing the information or documents

35 If the +securities are +equity securities, the names of the 20 largest holders of the additional +securities, and the number and percentage of additional +securities held by those holders

36 If the +securities are +equity securities, a distribution schedule of the additional +securities setting out the number of holders in the categories
1 - 1,000
1,001 - 5,000
5,001 - 10,000
10,001 - 100,000
100,001 and over

37 A copy of any trust deed for the additional +securities

+ See chapter 19 for defined terms.

Entities that have ticked box 34(b)

38	Number of securities for which +quotation is sought					
39	Class of +securities for which quotation is sought					
40	<p>Do the +securities rank equally in all respects from the date of allotment with an existing +class of quoted +securities?</p> <p>If the additional securities do not rank equally, please state:</p> <ul style="list-style-type: none"> • the date from which they do • the extent to which they participate for the next dividend, (in the case of a trust, distribution) or interest payment • the extent to which they do not rank equally, other than in relation to the next dividend, distribution or interest payment 					
41	<p>Reason for request for quotation now</p> <p>Example: In the case of restricted securities, end of restriction period</p> <p>(if issued upon conversion of another security, clearly identify that other security)</p>					
42	Number and +class of all +securities quoted on ASX (<i>including</i> the securities in clause 38)	<table border="1" style="margin: auto; border-collapse: collapse;"> <thead> <tr> <th style="padding: 5px;">Number</th> <th style="padding: 5px;">+Class</th> </tr> </thead> <tbody> <tr> <td style="height: 50px;"></td> <td></td> </tr> </tbody> </table>	Number	+Class		
Number	+Class					

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Quotation agreement

- 1 +Quotation of our additional +securities is in ASX's absolute discretion. ASX may quote the +securities on any conditions it decides.

- 2 We warrant the following to ASX.
 - The issue of the +securities to be quoted complies with the law and is not for an illegal purpose.
 - There is no reason why those +securities should not be granted +quotation.
 - An offer of the +securities for sale within 12 months after their issue will not require disclosure under section 707(3) or section 1012C(6) of the Corporations Act.

Note: An entity may need to obtain appropriate warranties from subscribers for the securities in order to be able to give this warranty

 - Section 724 or section 1016E of the Corporations Act does not apply to any applications received by us in relation to any +securities to be quoted and that no-one has any right to return any +securities to be quoted under sections 737, 738 or 1016F of the Corporations Act at the time that we request that the +securities be quoted.
 - We warrant that if confirmation is required under section 1017F of the Corporations Act in relation to the +securities to be quoted, it has been provided at the time that we request that the +securities be quoted.
 - If we are a trust, we warrant that no person has the right to return the +securities to be quoted under section 1019B of the Corporations Act at the time that we request that the +securities be quoted.

- 3 We will indemnify ASX to the fullest extent permitted by law in respect of any claim, action or expense arising from or connected with any breach of the warranties in this agreement.

- 4 We give ASX the information and documents required by this form. If any information or document not available now, will give it to ASX before +quotation of the +securities begins. We acknowledge that ASX is relying on the information and documents. We warrant that they are (will be) true and complete.



Sign here: Date: 15 June 2011
(Chief Financial Officer)

Print name: Rob Turnbull

+ See chapter 19 for defined terms.