



Bone Medical

ASX/MEDIA RELEASE

16 July 2007

CHAIRMAN APPOINTMENT

Bone Medical Limited (ASX: BNE): The Board of Bone Medical Ltd today announced that Executive Chairman, Paul Hopper had resigned his position with the Company due to other obligations within the US market where he has been based for the past two years.

The Board has appointed Dr. Roger New, the scientific founder of Bone as interim Chairman and has initiated a search for a new chairman based in Australia or Europe.

Commenting on his decision to step down as Executive Chairman, Mr. Hopper said from San Diego "Other commitments within the US prevent me from continuing to provide Bone with the appropriate support which is necessary for a company in this exciting stage of development".

"Bone has two promising drugs in advanced stages of clinical development which require intense focus to bring them to fruition. I wish Bone and Dr. New well in their future endeavors", Mr. Paul Hopper ended.

Dr. New is scientific founder of Bone Medical and as Chief Scientific Officer intimately involved in the current clinical activities.

Dr. Roger New said "I would like to thank Mr. Paul Hopper for his support and engagement to Bone. Other obligations make this interim appointment necessary and Bone's Board of Directors will immediately start looking for a new Chairman."

Within the next 4- 6 weeks we are hoping to strengthen Bone's Board of Directors with a couple of industry experienced Directors and we are also hoping to be able to attract more scientific experience to the Board." Dr. New ended.

Further news on organisational restructuring and market update will be provided shortly.

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About Bone Medical Limited

Bone Medical Limited is an international biopharmaceutical development company positioned to exploit the growing market in the treatment of bone disease particularly in osteoporosis and arthritis. Bone has a portfolio of biopharmaceutical development projects for the treatment of bone disease including,

Osteoporosis

- Capsitonin™ oral calcitonin
- oral parathyroid hormone
- bone cell regulators BN005 & BN008

Arthritis

- TNF regulators BN006
- joint protection & collagen tolerance BN007