

Form 605

Corporations Act 2001
Section 671B

Notice of ceasing to be a substantial holder

To Company Name/Scheme PHARMAXIS LTD.
ACN/ARSN 082 811 630

1. Details of substantial holder (1)
Name (a) CM CAPITAL INVESTMENTS PTY LTD
(b) CIBC AUSTRALIA VC FUND LLC.
ACN/ARSN (if applicable) (a) 098 048 830

The holder ceased to be a substantial holder on 29 / 11 / 06
The previous notice was given to the company on 7 / 11 / 06
The previous notice was dated 7 / 11 / 06

2. Changes in relevant interests

Particulars of each change in, or change in the nature of, a relevant interest (2) of the substantial holder or an associate (3) in voting securities of the company or scheme, since the substantial holder was last required to give a substantial holding notice to the company or scheme are as follows:

| Date of change | Person whose relevant interest changed | Nature of change (4) | Consideration given in relation to change (5) | Class (6) and number of securities affected | Person's votes affected |
|-----------------|--|----------------------|---|---|-------------------------|
| <u>29/11/06</u> | <u>CM CAPITAL INVESTMENTS</u> | <u>SALE</u> | <u>\$6,955,701.12</u> | <u>2415,174 ORDINARY</u> | <u>2,415,174</u> |
| <u>29/11/06</u> | <u>CIBC AUSTRALIA VC FUND LLC</u> | <u>SALE</u> | <u>\$2,260,298.88</u> | <u>784,826 ORDINARY</u> | <u>784,826</u> |

3. Changes in association

The persons who have become associates (3) of, ceased to be associates of, or have changed the nature of their association (7) with, the substantial holder in relation to voting interests in the company or scheme are as follows:

| Name and ACN/ARSN (if applicable) | Nature of association |
|-----------------------------------|-----------------------|
| <u>N/A</u> | <u>N/A</u> |
| | |

4. Addresses

The addresses of persons named in this form are as follows:

| Name | Address |
|-------------------------------|---|
| <u>CM CAPITAL INVESTMENTS</u> | <u>LT, 167 EAGLE ST, BRISBANE, QLD 4000</u> |
| <u>CI</u> | |

Signature

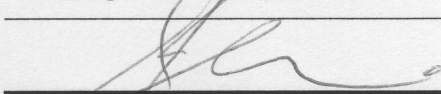
print name

STEPHEN LANE

capacity

DIRECTOR

sign here



date

30 / 11 / 06