

Biota Holdings Limited

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Melbourne, Australia — 31 May 2007

Full Year Profit Guidance

Biota Holdings Limited (ASX:BTA) advise that its profit before tax for the year to 30 June 2007 is forecast to be at least \$18 million. The final year results are expected to be released in mid August.

The strong second half expectation assumes fourth quarter royalties arising from Relenza sales to be substantially in line with those of the third quarter, as advised to the market on 26 April 2007.

About Biota

Biota is a leading antiviral drug development company based in Melbourne Australia, with key expertise in respiratory diseases, particularly influenza. Biota developed the first-in-class neuraminidase inhibitor, zanamivir, subsequently marketed by GlaxoSmithKline as Relenza.

Biota research breakthroughs have included a series of candidate drugs aimed at respiratory syncytial virus (RSV) or bronchiolitis, licensed to MedImmune Inc. and novel nucleoside analogues designed to treat hepatitis C virus (HCV) infections, licensed to Boehringer Ingelheim. Biota has clinical trials underway with its lead compound for human rhinovirus (HRV) infection in patients with compromised respiration or immune systems. In addition, Biota has key partnerships with Daiichi-Sankyo for the development of second generation influenza antivirals and with Inverness Medical to market Biota developed FLU OIA influenza diagnostics.

Relenza™ is a registered trademark of the GlaxoSmithKline group of companies.

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*Further information available at www.biota.com.au.

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