

**Excorp Medical (HK), Ltd Established**

August 8, 2008

Excorp Medical (HK), Ltd is our wholly-owned subsidiary established August 8, 2008. We plan to conduct a short demonstration trial at Hong Kong University (HKU) in 2009. Initially the bioartificial liver system will be made available through the private hospital system. This is a strategic advancement as the data from the HKU are admissible by the US FDA and will provide additional Phase I/II data to further confirm the design of the US Phase III pivotal trial. And the commercial activity in HK will validate the business model for investors on an international basis.

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