

ASX/MEDIA RELEASE

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SYDNEY 4 NOVEMBER, 2015 – Manufacturer and distributor of orthopaedic devices, Allegra Orthopaedics Limited (Allegra) (ASX: AMT), advises that it has today entered into an agreement with Signature Orthopaedics Pty Ltd (Signature) which is an Australian based company. Under the terms of the agreement, Allegra will outsource its manufacturing activities associated with the manufacture of its highly acclaimed Active Knee product range.

Signature has a world class manufacturing facility in Lane Cove that will ensure Allegra's Active Knee product will continue to be produced to the highest possible standard.

To facilitate the outsourcing, relevant equipment is being sold to Signature and some personnel are being transferred.

Allegra's Board decided to outsource its manufacturing activities as part of its strategic plan, as it will enable the company to scale its production of Active Knee more effectively as Allegra focuses on new growth opportunities.

The company's Executive Chairman, Peter Kazacos said, "We are very excited to be working closely with Signature Orthopaedics, and we believe both companies will benefit greatly from this outsourcing arrangement".

Contact Details:

Peter Kazacos – Executive Chairman

Allegra Orthopaedics

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ABOUT ALLEGRA ORTHOPAEDICS

Allegra Orthopaedics' focus is to deliver responsive customer service through our extensive capabilities. Our goal is to build a strong and profitable medical company.

Our principal product is the Active Total Knee, which has significantly improved the quality of life for people globally.

Allegra Orthopaedics Limited

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We also exclusively distribute ArthroSurface, Inc range of implantable orthopaedic devices.

Allegra Orthopaedics is the global licensee to a composite biocompatible ceramic material known as Sr-HT-Gahnite from The University of Sydney for veterinary and orthopaedic solutions. In preliminary studies, Sr-HT-Gahnite has duplicated the mechanical strength of bone and pre-clinical studies currently being performed indicate good bioactivity and ingrowth of bone into the synthetic scaffold prepared from this ceramic material. Importantly, it is 100 times mechanically stronger than synthetic bone substitute materials in clinical use.

The company continues to build upon its extensive patent and product development portfolio. We have extensive research relationships with universities, companies and surgeon inventors. Our partnerships are building innovative products which will deliver significant shareholder wealth.

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