



25 February 2004

HALF YEAR REPORT AND ACCOUNTS FOR PERIOD ENDED 31 DECEMBER 2003

Attached is the Appendix 4D – Half Yearly Report – for Starpharma Pooled Development Limited (ASX:SPL) for the 6 months ended 31 December 2003.

Operating Result

The results for the half year include a 42% reduction in the operating loss of the economic entity during the period, compared with the corresponding period of the previous year. Whilst part of this improvement has resulted from the successful conversion of the former controlled entity Dendritic Nanotechnologies Ltd to a US incorporated associated entity (Dendritic Nanotechnologies, Inc), two thirds of the savings are attributable to reductions in expenditure by the Australian group, as set out in the report.

Cash flows

In the half year period ended 31 December 2002 there was significant capital expenditure relating to the fit out of the group's new corporate headquarters and state of the art chemistry laboratories. There have been no significant capital outlays in the current half year period.

The group's cash position was significantly improved by an issue of 13,335,000 new shares at \$0.52 on 10 September 2003 raising \$6,605,782 (after issue costs).

The share placement received strong institutional investor support and we are very pleased that the institutional investor base has continued to increase following the fund-raising.

A handwritten signature in black ink, appearing to read 'John W Raff'.

John W Raff
Chief Executive Officer

Starpharma Pooled Development Limited (SPL) is a registered pooled development fund with investments in wholly owned subsidiary biopharmaceutical companies focused on the development and application of dendrimer nanotechnologies as drugs against major diseases. SPL also has a 49.9% equity in a US based company – Dendritic Nanotechnologies, Inc. (DNT) – established with the US pioneer of dendrimer nanotechnology Dr Donald Tomalia.

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Mr Ben Rogers
Company Secretary
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**STARPHARMA POOLED
DEVELOPMENT Limited**
ABN 20 078 532 180

**ASX Half-year information – 31 December
2003**

Lodged with the ASX under Listing Rule 4.2A

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STARPHARMA POOLED DEVELOPMENT Ltd
Half-year ended 31 December 2003
(Previous corresponding period:
Half-year ended 31 December 2002)

Results for Announcement to the Market

				\$
Revenue from ordinary activities	up/down	11%	to	771,341
Profit/(loss) from ordinary activities after tax attributable to members	up/down	42%	to	(2,379,082)
Net profit/(loss) for the period attributable to members	up/down	42%	to	(2,379,082)

Dividends/distributions	Amount per security	Franked amount per security
Final dividend	Nil	Nil
Interim dividend	Nil	Nil

Record date for determining entitlements to the dividend

Not Applicable

No dividends have been paid or declared by the entity since the beginning of the current reporting period. No dividends were paid for the previous corresponding period.

Explanation of Revenue

Revenue consisted of grant income from a Commonwealth Government R&D START Grant of \$508,648 (2002: \$353,965), Interest revenue of \$257,696 (2002: \$326,084), and other revenue of \$4,997 (2002: \$14,388).

Explanation of Net Profit/(loss)

The consolidated loss of \$2,379,082 is after fully expensing all research and development expenditure and patenting costs.



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This interim financial report does not include all the notes of the type normally included in an annual financial report. Accordingly, this report is to be read in conjunction with the annual report for the year ended 30 June 2003 and any public announcements made by Starpharma Pooled Development Ltd during the interim reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

STARPHARMA POOLED DEVELOPMENT Ltd

Directors' report

Your directors present their report on the consolidated entity consisting of Starpharma Pooled Development Limited and the entities it controlled at the end of, or during, the half-year ended 31 December 2003.

This interim financial report should be read in conjunction with the annual financial report for the year ended 30 June 2003.

Directors

The following persons were directors of Starpharma Pooled Development Limited ("the Company") during the whole of the half-year and up to the date of this report:

P M Colman
R Dobinson
L Gorr
P J Jenkins
J W Raff

R J D Oliver was a director of the Company until his retirement on 6 August 2003.

P T Bartels was appointed as a director of the Company on 6 August 2003.

Review of Operations

The Company is a Pooled Development Fund with investments directed towards the commercialisation of dendrimer nanotechnology, primarily in pharmaceutical applications. The Company has established four wholly-owned subsidiary companies - Angiostar Pty Ltd, Preclin Pty Ltd, Starpharma Pty Ltd, and Viralstar Pty Ltd. At the date of this report Starpharma Pooled Development Ltd also owned 49.99% of the issued shares of Dendritic Nanotechnologies, Inc, a Delaware incorporated company.

New Chairman

Mr Peter Bartels was appointed a director of the Company and elected Chairman of the Board on 6 August 2003 following the retirement of Mr Richard Oliver, who had been Chairman since the establishment of the Company in 1996. Mr Bartels has significant previous board and management experience and also has broad-based experience in the pharmaceutical industry.

Share Placement

On 10 September 2003 the Company announced the placement of 13,335,000 new shares at \$0.52 to Australian institutional and sophisticated investors, raising \$6.9 million before expenses associated with the issue. These funds are being directed towards the development of the VivaGel™ product and other existing pipeline products in the respiratory, oncology and exotic disease areas.

VivaGel™ Human Trials

VivaGel™ is a product developed by Starpharma Pty Ltd ("Starpharma") to be used as a preventative against the transmission of HIV during sexual intercourse, and was highly successful in preventing infection in monkey trials using a humanized strain of simian immunodeficiency virus (SHIV).

On 31 July 2003 the Company announced that Starpharma had gained clearance to proceed with human clinical trials of VivaGel™ under US Food and Drug Administration (FDA) regulations.

The Company considers the success of the Investigational New Drug (IND) submission to the FDA to be a major achievement as it was the first dendrimer based nano-drug to gain US regulatory clearance for human trials. In addition there have been very few locally developed new chemical entity drugs to proceed to Phase I trials in Australia under the rigorous requirements of the US regulatory system.

On 16 September 2003 the Company announced that Starpharma had signed a clinical trial agreement with Victorian-based company, Institute of Drug Technology Australia Limited (IDT). The agreement provided for IDT to conduct the Phase I human clinical trials on VivaGel™ at CMAX, their Adelaide based clinical trial unit. Commencement of volunteer enrolment for the trials was announced on 13 November 2003 following final ethics approval from the Royal Adelaide Hospital Ethics Committee. The Phase I safety studies are currently underway with the volunteer patients.

Collaboration with AGT Biosciences Limited

On 18 September 2003 the Company announced that Starpharma had entered into a collaboration with ASX-listed drug discovery company AGT Biosciences Limited on a project to develop drug therapies for Type 2 Diabetes. Multivalent dendrimer based molecules are currently being synthesised and tested as part of this collaboration.

Dendritic Nanotechnologies, Inc (“DNT”)

The Company has a 49.99% equity interest in DNT and has commercialization rights to pharmaceutical applications relating to DNT’s dendrimer intellectual property through Starpharma Pty Ltd.

Significant activities of DNT during the period included the following:

8 October 2003: Investment and Commercialization Success Award from the Michigan Economic Development Corp in recognition of DNT’s innovation, marketplace success and contributions to the economy of the State of Michigan.

18 November 2003: The granting of two new US Patents was announced: Convergent self-branching polymerization – related to novel techniques for production of low cost large dendritic structures, and core shell tecto dendrimers – covering the building of larger nanotech structures using multiple dendrimer arrays. DNT has royalty-free license rights to these and a number of other dendrimer patents on which Dr Donald Tomalia is named as an inventor.

Additional US Army Grant Funding.

DNT, through its relationship with Central Michigan University, continued to benefit from US Army grant funding. Extension of a grant to support The Center for Dendrimer Based Nanotechnology was announced, with DNT receiving benefits through the funds being applied to purchase of state-of-the-art nanoscience equipment, attract key nanoscience experts, and support several subcontracts.

DNT was also advised of its successful application to be a part of the Institute for Soldier Nanotechnology (“ISN”), a consortium managed by Massachusetts Institute of Technology to develop nanotechnology

for the army of the future. DNT is one of only seven industrial charter members including DuPont, Raytheon, Dow Corning, Nomadics, Carbon Nanotechnologies and Triton Systems to this program. Involvement in the ISN is providing DNT with access to many leading scientists in synergistic technologies, enhancing the ability to address diverse technical opportunities. It has also significantly increased DNT's profile as a key player in nanotechnology in the US.

16 December 2003: Jean Fréchet, Professor of Chemistry at the University of California Berkeley campus, joined the Board of DNT. Prof Fréchet is an advisor to a number of the world's leading technology and chemical companies and is an international leader in the area of nanotechnology. His appointment as a director is regarded as further evidence of DNT's profile as a significant participant in the US nanotechnology industry.

Summary

Starpharma's lead development product VivaGel™ is advancing well through development and continues to show considerable promise both from a financial and humanitarian point of view. A range of commercial relationships and product extensions based on the active ingredient of VivaGel™ are under consideration. Starpharma also has a number of other nanotechnology based products in its development pipeline in the areas of respiratory diseases, angiogenesis inhibitors and bio-defense agents. Dendrimer nanotechnology is also becoming increasingly important as a versatile linker molecule in applications such as targeted vaccine development, radiotherapy, and drug delivery. A key feature is Starpharma's ability to produce nano-sized molecules (much larger than traditional drugs) to purity and quality specifications required by international regulatory authorities. Starpharma is one of only a few international companies with in-house nanotech GLP (Good Laboratory Practice) analytical facilities meeting US Food and Drug Administration requirements.

The Company's equity investment in DNT is considered to be both a valuable investment and a means of opening up an international profile for Starpharma's technology.

The Company has the expertise, infrastructure, intellectual property and financial resources to enter a new phase of growth as an internationally competitive biologically based nanotech company.

Operating Loss

For the half-year ended 31 December 2003 the consolidated entity incurred an operating loss after income tax of \$2,379,082 (31 December 2002: \$4,077,351).

Significant Changes in the State of Affairs

In the opinion of the directors there were no significant changes in the state of affairs of the economic entity that occurred during the half-year under review not otherwise disclosed in this report or in the financial statements.

Events Occurring After Balance Date

On 23 January 2004 the Company announced the results of a General Meeting of shareholders convened to consider a proposal to give Directors the discretion to relinquish the company's status as a pooled development fund (PDF). Shareholders voted in support of the proposal, giving the Company the discretion to apply to the PDF Registration Board at any time prior to the Company's next Annual General Meeting (to be held in November 2004) to have its PDF registration declaration revoked. The Company announced that it was not

relinquishing its PDF status at that time, and would only proceed with this course of action if circumstances arose where the Board considered this to be in the best interests of shareholders.

This report is made in accordance with a resolution of the directors.

A handwritten signature in black ink, appearing to read 'Peter T Bartels', written in a cursive style.

Peter T Bartels
Director

23rd February 2004
Melbourne

STARPHARMA POOLED DEVELOPMENT Ltd
Consolidated statement of financial performance
For the half-year ended 31 December 2003

	2003	Consolidated Half-Year 2002
	\$	\$
Revenue from ordinary activities	771,341	694,437
Expenses from ordinary activities		
Administration expense	(1,026,988)	(1,565,057)
Research and development expense	(1,660,922)	(3,353,495)
Occupancy expense	(157,291)	(33,867)
Depreciation (plant and equipment)	(297,126)	(239,266)
Borrowing	(11,993)	-
Other expense from ordinary activities	-	(10,559)
Share of net profits of associate accounted for using the equity method	3,897	-
PROFIT (LOSS) FROM OPERATING ACTIVITIES BEFORE TAX	(2,379,082)	(4,507,807)
Income tax on ordinary activities	-	-
PROFIT (LOSS) FROM OPERATING ACTIVITIES AFTER TAX	(2,379,082)	(4,507,807)
(Profit) Loss attributable to outside equity interest	-	430,456
PROFIT (LOSS) FROM OPERATING ACTIVITIES AFTER TAX	(2,379,082)	(4,077,351)

STARPHARMA POOLED DEVELOPMENT Ltd
Consolidated statement of financial position
As at 31 December 2003

	Consolidated	
	31 December 2003 \$	30 June 2003 \$
ASSETS		
CURRENT ASSETS		
Cash assets	11,825,330	7,891,543
Receivables	392,578	420,257
Other	70,285	147,540
TOTAL CURRENT ASSETS	12,288,193	8,459,340
NON CURRENT ASSETS		
Property, plant and equipment	1,747,553	2,005,400
Investments accounted for using the equity method	226,721	250,700
TOTAL NON-CURRENT ASSETS	1,974,274	2,256,100
TOTAL ASSETS	14,262,467	10,715,440
LIABILITIES		
CURRENT LIABILITIES		
Payables	397,795	720,809
Provisions	219,198	205,729
Interest-bearing liabilities	60,007	60,007
Other	-	282,243
TOTAL CURRENT LIABILITIES	677,000	1,268,788
NON-CURRENT LIABILITIES		
Interest-bearing liabilities	143,516	203,522
TOTAL NON-CURRENT LIABILITIES	143,516	203,522
TOTAL LIABILITIES	820,516	1,472,310
NET ASSETS	13,441,951	9,243,130
EQUITY		
Contributed equity	39,639,839	33,034,058
Foreign currency translation reserve	(74,487)	(46,609)
Retained profits (Accumulated losses)	(26,123,401)	(23,744,319)
TOTAL EQUITY	13,441,951	9,243,130

STARPHARMA POOLED DEVELOPMENT Ltd
Consolidated statement of cash flows
For the half-year ended 31 December 2003

	2003	Consolidated Half-year	2002
	\$		\$
CASH FLOWS FROM OPERATIONS			
Receipts from trade and other debtors	4,997		-
Grant Income (Inclusive of GST)	346,569		322,927
Interest received	263,932		408,514
Interest expense	(11,993)		-
Payments to suppliers and employees (Inclusive of GST)	(3,176,214)		(5,454,494)
NET CASH INFLOWS (OUTFLOWS) FROM OPERATING ACTIVITIES	(2,572,709)		(4,723,053)
CASH FLOWS FROM INVESTING ACTIVITIES			
Proceeds from sale of property, plant and equipment	-		27,000
Payments for property, plant and equipment	(39,279)		(1,470,199)
NET CASH INFLOWS (OUTFLOWS) FROM INVESTING ACTIVITIES	(39,279)		(1,443,199)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from issue of shares	6,934,201		-
Share issue transaction costs	(328,419)		-
Lease repayments	(60,007)		-
NET CASH INFLOWS (OUTFLOWS) FROM FINANCING ACTIVITIES	6,545,775		-
NET INCREASE (DECREASE) IN CASH HELD	3,933,787		(6,166,252)
CASH AT THE BEGINNING OF THE PERIOD	7,891,543		17,434,235
CASH AT THE END OF THE PERIOD	11,825,330		11,267,983

STARPHARMA POOLED DEVELOPMENT Ltd
Notes to the half-year report
For the period ended 31 December 2003

Note 1. Basis of preparation of half-year financial report

This general purpose financial report for the interim half-year reporting period ended 31 December 2003 has been prepared in accordance with Accounting Standard AASB 1029 Interim Financial Reporting, other mandatory professional reporting requirements (Urgent Issues Group Consensus Views), other authoritative pronouncements of the Australian Accounting Standards Board and the Corporations Act 2001.

This interim financial report does not include all the notes of the type normally included in an annual financial report. Accordingly, this report is to be read in conjunction with the annual report for the year ended 30 June 2003 and any public announcements made by Starpharma Pooled Development Ltd during the interim reporting period in accordance with the continuous disclosure requirements of the Corporations Act 2001.

The accounting policies adopted are consistent with those of the previous financial year and corresponding interim reporting period.

Note 2. Segment note

Business Segments

The consolidated entity operates in the following business segments:

- Virology – development and commercialisation of dendrimers for prevention and treatment of virus diseases, particularly sexually transmitted diseases.
- Angiogenesis – development and commercialisation of dendrimers that inhibit angiogenesis.
- Other Pharmaceuticals – development of dendrimers with novel pharmaceutical activity.

Geographical Segments

The consolidated entity operates in the one geographical segment of Australia.

Equity Accounted Investment

The consolidated entity owns 49.99% of Dendritic Nanotechnologies, Inc. a research, development and commercialisation company located in Michigan, USA which in the determination of the half year result to and balance sheet as at 31 December 2003, is accounted for using the equity method. As at and for the half year ended 31 December 2002, the consolidated entity owned 55% of DNT Ltd.

Prior Year Comparison

The consolidated entity owned 55% of Dendritic Nanotechnologies Ltd as at 31 December 2002. Therefore, the subsidiary's results enter into the determination of that half-year result and segment disclosures.

Half-year ending 31 December 2003

Primary Basis - Business Segments

REVENUE	Virology	Angiogenesis	Other Pharmaceuticals	Unallocated	Consolidated Total
External Revenue	-	508,648	-	262,693	771,341
Total Segment Revenue	-	508,648	-	262,693	771,341
SEGMENT RESULT					
Profit/(Loss) from Ordinary Activities before Income Tax	(1,086,355)	(646,389)	(370,165)	(276,173)	(2,379,082)

DEPRECIATION & AMORTISATION

Depreciation	118,850	118,850	29,713	29,713	297,126
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LIABILITIES

Total Segment Liabilities	-	-	-	820,516	820,516
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ASSETS

Total Segment Assets	974,855	974,855	243,714	12,069,043	14,262,467
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SEGMENT ASSETS ACQUIRED DURING THE REPORTING PERIOD

Property, Plant & Equipment	15,712	15,712	3,928	3,927	39,279
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Half-year ending 31 December 2002**Primary Basis - Business Segments**

REVENUE	Virology	Angiogenesis	Other Pharmaceuticals	Dendritic Nanotechnologies Limited	Unallocated	Consolidated Total
External Revenue	134,700	219,265	-	53	340,419	694,437
Total Segment Revenue	134,700	219,265	-	53	340,419	694,437

SEGMENT RESULT

Profit/(Loss) from Ordinary Activities before Income Tax	(1,149,390)	(713,848)	(622,537)	(1,282,137)	(739,895)	(4,507,807)
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DEPRECIATION & AMORTISATION

Depreciation	78,996	78,996	19,749	41,774	19,749	239,266
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LIABILITIES

Total Segment Liabilities	-	170,000	-	40,390	619,493	829,883
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ASSETS

Total Segment Assets	863,606	863,606	215,901	440,711	11,205,134	13,588,958
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SEGMENT ASSETS ACQUIRED DURING THE REPORTING PERIOD

Property, Plant & Equipment	475,610	475,610	136,319	90,550	136,319	1,314,408
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Note 3. Material factors affecting the revenues and expenses of the economic entity for the current period

There was a reduction of \$1,698,269 in the operating loss of the economic entity during the current period compared with the corresponding period of the previous year. This is attributable to the following factors:

Loss of Control of Dendritic Nanotechnologies Ltd

The revenues and expenses of the economic entity were affected by the change in the level of control of the former controlled entity Dendritic Nanotechnologies Ltd (“DNT Ltd”). From 27th March 2003 Dendritic Nanotechnologies Ltd became a wholly owned subsidiary of the US entity Dendritic Nanotechnologies, Inc. (“DNT Inc”) and the Company held 49.99% of the issued shares in DNT Inc. The revenues and expenses of DNT Ltd were included in the consolidated results of the Company during the half year ended 31st December 2002, but as control in DNT Ltd ceased on 27th March 2003 from that date the accounts of DNT Ltd and DNT Inc have been excluded from the consolidated accounts prepared by the Company. The operating result of the Company for the half year ended 31st December 2002 includes a net loss of \$851,681 attributable to DNT Ltd.

Reductions in Operating Costs

During the previous half year period there were significant cost outlays related to chemicals and other supplies for the new laboratory premises occupied by the Company from July 2002. In addition during the previous period there were a number of abnormal outlays for scale-up GMP synthesis, pre-clinical toxicology studies and preparation of the Investigational New Drug application (IND) to the US Food and Drug Administration for VivaGel™. A reduction in these outlays during the current period accounted for the balance of the reduction in expenses compared with the corresponding period of the previous year.

Note 4. Material factors affecting the assets, liabilities and equity of the economic entity for the current period

New Equity

An issue of 13,335,000 new shares by Starpharma Pooled Development Ltd at \$0.52 on 10 September 2003 raised \$6,605,782 (after issue costs).

DNT Inc – Associated Entity

DNT Inc has been treated as an associated company with effect from 28th March 2003.

There were no other material factors affecting the assets, liabilities and equity of the economic entity for the current period not otherwise disclosed in this report.

Note 5. Material factors affecting the cash flows of the economic entity for the current period

In the comparative half year period capital expenditure of \$1,430,920 relating to the fit out of the chemistry laboratory and corporate headquarters on Level 6 of the Baker Heart Research Building was incurred. There was no significant capital expenditure in the half year ended 31 December 2003.

Cash at bank at the end of the current period included the proceeds of the share placement referred to in Note 4.

Note 6. Changes in accounting policies

The accounting policies adopted are consistent with those of the previous year.

Note 7. Events occurring after balance date

On 23 January 2004 the Company announced the results of a General Meeting of shareholders convened to consider a proposal to give Directors the discretion to relinquish the company's status as a pooled development fund (PDF). Shareholders voted in support of the proposal, giving the Company the discretion to apply to the PDF Registration Board at any time prior to the Company's next Annual General Meeting (to be held in November 2004) to have its PDF registration declaration revoked. The Company announced that it was not relinquishing its PDF status at that time, and would only proceed with this course of action if circumstances arose where the Board considered this to be in the best interests of shareholders.

STARPHARMA POOLED DEVELOPMENT Ltd
Directors' Declaration

The directors declare that the financial statements and notes set out on pages 8 to 14:

- (a) comply with Accounting Standards, the Corporations Regulations 2001 and other mandatory professional reporting requirements, and
- (b) give a true and fair view of the consolidated entity's financial position as at 31 December 2003 and of its performance, as represented by the results of its operations and its cash flows, for the half-year ended on that date.

In the directors' opinion:

- (a) the financial statements and notes are in accordance with the Corporations Act 2001; and
- (b) there are reasonable grounds to believe that Starpharma Pooled Development Ltd will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the directors.



Peter T Bartels
Director

Melbourne, 23rd February 2004

Independent review report to the members of Starpharma Pooled Development Limited

Statement

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the financial report of Starpharma Pooled Development Limited, set out on pages 8 to 15:

- does not give a true and fair view, as required by the Corporations Act 2001 in Australia, of the financial position of the Starpharma Pooled Development Limited Group (defined below) as at 31 December 2003 and of its performance for the half-year ended on that date, and
- is not presented in accordance with the Corporations Act 2001, Accounting Standard AASB 1029: Interim Financial Reporting and other mandatory financial reporting requirements in Australia, and the Corporations Regulations 2001.

This statement must be read in conjunction with the rest of our review report.

Scope

The financial report and directors' responsibility

The financial report comprises the statement of financial performance, statement of financial position, statement of cash flows, accompanying notes to the financial statements, and the directors' declaration for the Starpharma Pooled Development Limited Group (the consolidated entity), for the half-year ended 31 December 2003. The consolidated entity comprises both Starpharma Pooled Development Limited (the company) and the entities it controlled during that half-year.

The directors of the company are responsible for the preparation and true and fair presentation of the financial report in accordance with the Corporations Act 2001. This includes responsibility for the maintenance of adequate accounting records and internal controls that are designed to prevent and detect fraud and error, and for the accounting policies and accounting estimates inherent in the financial report.

Review approach

We conducted an independent review in order for the company to lodge the financial report with the Australian Securities and Investments Commission. Our review was conducted in accordance with Australian Auditing Standards applicable to review engagements.

We performed procedures in order to state whether, on the basis of the procedures described, anything has come to our attention that would indicate that the financial report does not present fairly, in accordance with the Corporations Act 2001, Accounting Standard AASB 1029: Interim Financial Reporting and other mandatory financial reporting requirements in Australia, a view which is consistent with our understanding of the consolidated entity's financial position, and its performance as represented by the results of its operations and cash flows.

We formed our statement on the basis of the review procedures performed, which included:

- inquiries of company personnel, and
- analytical procedures applied to financial data.

When this review report is included in a document containing information in addition to the financial report, our procedures include reading the other information to determine whether it contains any material inconsistencies with the financial report.

These procedures do not provide all the evidence that would be required in an audit, thus the level of assurance provided is less than that given in an audit. We have not performed an audit, and accordingly, we do not express an audit opinion.

While we considered the effectiveness of management's internal controls over financial reporting when determining the nature and extent of our procedures, our review was not designed to provide assurance on internal controls.

Our review did not involve an analysis of the prudence of business decisions made by directors or management.

Independence

In conducting our review, we followed applicable independence requirements of Australian professional ethical pronouncements and the Corporations Act 2001.

PricewaterhouseCoopers

PricewaterhouseCoopers

John Yeoman

John Yeoman
Partner

Melbourne
23 February 2004

STARPHARMA POOLED DEVELOPMENT Ltd
Supplementary Appendix 4D information

Additional dividend/distribution information

No dividends have been paid or declared by the entity since the beginning of the current reporting period.

No dividends were paid during the previous corresponding period.

Accumulated Losses

	31 December 2003	30 June 2003
	\$	\$
Accumulated losses at the beginning of the financial period	(23,744,319)	(16,024,436)
Net profit (loss) attributable to members of STARPHARMA POOLED DEVELOPMENT Ltd	(2,379,082)	(7,719,783)
Retained profits at the end of the financial period	(26,123,401)	(23,744,319)

NTA Backing

	2003	2002
Net tangible asset backing per ordinary share	\$0.13	\$0.10

Associates and Joint Venture entities

Name	Ownership interest		Aggregate share of profits/(losses), where material		Contribution to net profit, where material	
	2003 %	2002 %	2003 \$	2002 \$	2003 \$	2002 \$
Dendritic Nanotechnologies Inc.	49.99	-	(3,896)	-	(3,896)	-

Other significant information

Earnings per share		
	2003	2002
	Cents	Cents
Basic Earnings/(Loss) per share	(2.5)	(4.6)
Diluted Earnings/(Loss) per Share	(2.5)	(4.6)
Weighted average number of shares used as the denominator		
	2003	2002
	Number	Number
Weighted average number of shares used as the denominator in calculating basic earnings per share	102,235,000	88,900,000
Potential ordinary shares not considered dilutive:		
As at 31 st December 2003 the company had on issue:		
240,000 options over unissued capital exercisable on or before the 31 st December 2005 at the price of 93.75 cents per ordinary share.		
220,000 options over unissued capital exercisable on or before the 11 th April 2007 at the price of 93.75 cents per ordinary share.		
200,000 options over unissued capital exercisable on or before the 30 th June 2007 at the price of 93.75 cents per ordinary share.		

Other Supplementary Information

Appendix 4D items 4, 5, 6, 8 and 9 are not applicable.

Audit

This report is based on accounts which have been subject to review.

Compliance Statement

This preliminary final report was approved by a resolution of the board of directors of the Company on 23rd February 2004.



B.P. Rogers
Company Secretary
23rd February 2004