

**ASX**

AUSTRALIAN SECURITIES EXCHANGE

MARKET RELEASE

28 November 2008

Xceed Capital Limited

SUSPENSION FROM OFFICIAL QUOTATION

The securities of Xceed Capital Limited (the "Company") will be suspended from quotation immediately, at the request of the Company, pending the release of information regarding the funding of ongoing operations and development of PolyNovo Biomaterials Limited.

Security Code: XCD
 XCDO

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Australian Securities Exchange
Exchange Plaza
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Dear Wayne

Request for Voluntary Suspension

Xceed Capital Limited (ASX: XCD) ('Xceed') was granted a trading halt of its securities on Thursday 27 November 2008. This trading halt was pending an announcement to the market regarding the results of the Annual General Meeting of Metabolic Pharmaceuticals Limited (ASX: MBP) ('Metabolic') which was held at 2pm EDST on 27 November 2008, as Metabolic's shareholders were considering the proposed acquisition of Xceed's 64% owned subsidiary, PolyNovo Biomaterials Limited ('PolyNovo').

Metabolic announced yesterday that the resolutions to approve the proposed acquisition of PolyNovo were not passed by its shareholders, and as a result, the Conditions Precedent to the sale cannot be satisfied and the sale will not proceed.

The directors of Xceed are now considering other alternatives to fund the ongoing operations and development of PolyNovo Biomaterials Limited, and requests that the ASX places the company's securities in voluntary suspension. Xceed will provide a further update to the market before the commencement of trading on Friday 5th December 2008.

The company sees no reason why the suspension should not be granted.

Yours sincerely

Xceed Capital Limited

ADELA RICHARDS

Company Secretary