

**Innovative Biosensors, Inc.'s Scientific Team and its President and CEO, Joe Hernandez,
Receive *The Daily Record's* 2006 Innovator of the Year Award**

College Park, MD, October 3, 2005 – Innovative Biosensors Inc. (IBI), a company developing rapid, ultra-sensitive tests to detect harmful pathogens, today announced that it is one of several recipients of *The Daily Record's* Innovator of the Year 2006 Award.

During a September 27, 2006, reception, IBI's President and CEO, Joe Hernandez, and IBI's scientific team were recognized for contributions to pathogen detection. IBI's versatile CANARY™ technology was developed by scientists at MIT and IBI's scientists now work closely with MIT to adapt the technology to the needs of various industries in need of rapid detection.

“It is an honor for the development efforts of MIT and IBI scientists to be recognized by *The Daily Record*, an award-winning paper with a distinguished history,” said Joe Hernandez, IBI's Founder and CEO. “Our rapid, ultra-sensitive CANARY™ technology will enable us to revolutionize pathogen testing in the industries we serve, such as human clinical diagnostics and biodefense.”

About *The Daily Record's* Innovator of the Year Awards

Innovator of the Year recognizes Maryland residents and companies that have created new products, services, programs or processes that have had a positive effect on their business, industry or community. Nominations were solicited from the public and judged by a panel of business and community leaders. Winning innovations were selected based on several criteria, including originality, value, impact and implementation difficulty.

About *The Daily Record*

As the only daily statewide source for business and legal news in Maryland, *The Daily Record* has a circulation of more than 30,000. The publication offers news, insight and analysis of Maryland's finance, real estate, investment, construction, technology, health care, government, small business, legal and other economic engines.

About Innovative Biosensors, Inc.

Innovative Biosensors is a privately held company developing novel technologies for the rapid detection of pathogens. The Company's technology is expected to have broad applications in food testing, animal health, and human health care, including drug discovery and development and disease diagnosis. Additional information is available at www.innovativebiosensors.com

This release may contain forward-looking statements that are subject to certain risks and uncertainties, including Innovative Biosensors' mission to develop and commercialize instrument systems, Innovative Biosensors' ability to develop new technologies to conduct rapid diagnosis. Such statements are based on management's current expectations and are subject to a number of factors and uncertainties that could cause actual results to differ materially from those described in the forward-looking statements. Innovative Biosensors cautions investors that there can be no assurance that actual results or business conditions will not differ materially from those projected or suggested in such forward-looking statements as a result of various factors, including, but not limited to, the following: Innovative Biosensors' expectations that they will

incur operating losses in the near future, the early stage of development of Innovative Biosensors' products and technologies, uncertainties related to preclinical and clinical testing and trials, uncertainties surrounding the availability of additional funding, Innovative Biosensors' reliance on research collaborations, the actions of competitors and the development of competing technologies, potential patent infringement claims against Innovative Biosensors' products, processes and technologies, Innovative Biosensors' ability to protect their patents and proprietary rights and uncertainties relating to commercialization rights.

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