

Osta Biotechnologies Inc.
Press Release
For Immediate Distribution

OSTA RECEIVES NOTICE OF ALLOWANCE FROM USPTO ON KEY PATENT

October 7, 2010—**Osta Biotechnologies Inc.** (TSX Venture: OBI) today announced that it has received a Notice of Allowance from the United States Patent and Trademark Office (USPTO) for one of the key patents entitled “Compounds and methods for treating cancer and diseases of the central nervous system”. The company is advancing the preclinical development of novel therapeutic agents for the treatment of cancer and Alzheimer’s disease. To date, the company has obtained promising in-vivo results on the effectiveness of its novel molecules for the treatment of hormone refractory prostate cancer and metastatic melanoma. Subject to the availability of funds, the company plans to complete the preclinical toxicology studies required for filing an IND application to initiate Phase-I human clinical trials in North America.

About Osta Biotechnologies Inc.

Osta is a biopharmaceutical company listed on the TSX Venture Exchange currently focusing on developing therapeutics for Cancer and Alzheimer’s disease.

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