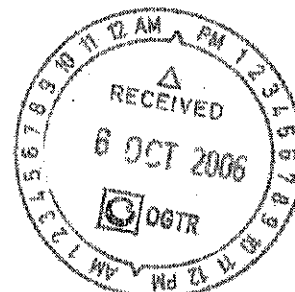


Bayer CropScience



BioScience

3 October 2006



Office of the Gene Technology Regulator
MDP 54
PO Box 100
Woden ACT 2606

Attention: Applications Entry Point

Dear Sir/Madam:

Annual Report: Licence No. DIR 021/2002

I refer to the requirements of the above licence, (viz. condition No 16 through to 20), to provide the OGTR with an annual report within 90 days of the licence issue date anniversary.

During the period of 26th July 2005 to the 25th of July 2006, no Intentional commercial activities were undertaken with InVigor Hybrid canola in Australia.

A report to the Victorian Canola Taskforce titled "Investigation of the unintended presence of genetically modified (GM) Topas 19/2 canola in commercial crops of conventional (non-GM) ATR Grace canola" was released by the OGTR. The report examined the adventitious presence of material from DIR 021/2002 in conventional canola as briefly described in last years Annual Report. No adverse impact on the safety to humans and the environment has been reported from this incident.

Research and innovation trials were carried out during July 2005 – July 2006 under State Exemptions Orders in South Australia and Victoria. Details of the activities are as follows:

South Australia 30 ha

Victoria 33 ha

Total area, 63 ha

Note, this does not include plantings of InVigor Hybrid canola as part of DIR 57/2005 trials.

During the period from July 2005 through to July 2006, no adverse effects had been noticed at any of the trial sites. No unexpected adverse effects have been reported to us resulting from dealings with GM canola approved under Licence No. DIR 021/2002.

Yours sincerely,

