

**FOR IMMEDIATE RELEASE:**



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### **Cryobanks International, Inc. Finalizes Ground Breaking Agreement for Latest Facility in the United Arab Emirates**

Altamonte Springs, FL, September 26, 2006 – Cryobanks International, Inc. (CII), a pioneer in the field of cord blood processing and storage announced today that it has finalized an agreement to license its proprietary technology in the United Arab Emirates (UAE).

This agreement was entered into with the existing Cryobanks' licensee in India. According to Dhara Jaipuria, Chairman of Cryobanks International India, "This historic agreement will bring one of the most advanced life saving technologies in the field to the people of UAE. We are privileged to team with the leader in the field; Cryobanks International."

Ground breaking will commence immediately and the facility is expected to be operational in Dubai in late March or early April of 2007.

Cryobanks UAE is the ninth licensing agreement signed by CII. There are facilities currently operating in Athens, Greece and New Delhi, India. Seven additional locations will open in India over the course of the next 36 months. Additionally, CII has more than 40 locations scheduled to open worldwide over the next few years.

Dwight Brunoehler, CEO and Founder of Cryobanks International, Inc., stated that "the demand for this quality, highly-credentialed technology is tremendous. Cryobanks is poised at the center of this worldwide demand and we are working around the clock to bring this technology to everyone requesting it. These are very exciting times."

## About Cryobanks:

Cryobanks International is a corporation located in Altamonte Springs, Fl., which is to be acquired by BioStem, Inc. (OTCBB: BTEM). The Company is a leader in the collection, processing, and banking of stem cells derived from the umbilical cord immediately after birth. The units of cord blood (CB) are processed and stored by the company for use in unrelated transplants (where the donor is a histocompatible match, but is anonymous and unrelated to the recipient) and for personal storage and use. In recent years, cord blood transplants (CBTs) have become widely recognized as a safe, effective, and in many ways preferable, alternative to bone marrow transplant (BMT). There is tremendous potential need for CBTs in the United States and worldwide. Cryobanks International is well poised to help meet that need, equipped with an inventory of over 9,000 cord blood units. For more information about Cryobanks International call 1-800-869-8608 or visit the website at [www.cryo-intl.com](http://www.cryo-intl.com).

## Safe Harbor Statement

This press release contains “forward-looking statements” by BioStem, Inc. These statements relate to future events or financial performance and transactions, and involve known and unknown risks, uncertainties and other factors that may cause actual results, levels of activity, performance or achievements, to be materially different from those contemplated by the forward-looking statements. There can be no assurance that the acquisition described herein will successfully close. We undertake no ongoing obligation, other than that imposed by law, to update these statements. Factors that could affect results, levels of activity, performance or achievements and cause them to materially differ from those contained in the forward-looking statements include the failure to complete the acquisition of Cryobanks, and other factors that can be found in BioStem’s filings with the Securities and Exchange Commission, which can be found at [www.sec.gov](http://www.sec.gov).

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