

20 December 2007

**Phorm, Inc.**  
**("Phorm" or the "Company")**

**Grant of Options**

The Company (AIM: PHRM and PHRX) announces that, on 19 December 2007, the following share options were granted to Directors:

Kent Ertugrul, Chief Executive Officer, was granted options to acquire 250,000 common shares in the Company at a price of £18.05 per share.

Virasb Vahidi, Chief Operating Officer, was granted options to acquire 100,000 common shares in the Company at a price of £18.05 per share.

The term of the options is a 10 year period based on certain vesting performance milestones regarding the progress of the Company's business to be satisfied by 31 December 2008 and 30 June 2009 or such later dates as set by the Remuneration Committee of the Company.

Virasb Vahidi has also been granted additional options to acquire 25,000 common shares in the Company at a price of £18.05 per share. The term of these 25,000 options is for ten years and they vest immediately.

For Enquiries

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