FOR IMMEDIATE RELEASE

Attention: editors, Healthcare writers

**SOUTHMEDIC HAS ENTERED INTO AN AGREEMENT WITH CAREFUSION FOR EXCLUSIVE DISTRIBUTION OF SOUTHMEDIC’S OXYARM™ LINE OF PRODUCTS TO THE ACUTE CARE MARKETS IN THE UNITED STATES – JULY 1, 2012**

BARRIE, Ontario, June 29, 2012 - Southmedic, a Canadian medical device developer, contract manufacturer, and national distributor, has partnered with CareFusion for exclusive distribution of Southmedic’s OxyArm line of products.

The OxyArm Family of products is an innovative oxygen delivery system that works on the Venturi principal allowing for an open oxygen delivery system that can achieve higher FiO2 on lower flow rates.

Through the agreement between Carefusion and Southmedic our customers benefit from continued access to market-leading technologies that help improve the cost, quality and safety of patient care.

Southmedic and CareFusion are excited about this new partnership.

CareFusion (NYSE: CFN) a global corporation serving the health care industry with products and services that help hospitals measurably improve the safety and quality of care. The company develops market-leading technologies including Alaris® infusion pumps, Pyxis® automated dispensing and patient identification systems, AVEA®, AirLife™ and LTV® series ventilation and respiratory products, ChloraPrep® products, MedMined® services for data mining surveillance, V. Mueller® surgical instruments, and an extensive line of products that support interventional medicine. CareFusion employs more than 14,000 people across its global operations. More information may be found at [www.carefusion.com](http://www.carefusion.com/).

Under the agreement, CareFusion, through its Air*Life*™ [Respiratory Consumables](http://www.carefusion.com/medical-products/respiratory/consumables/) business, will serve as the exclusive U.S. Acute Care distributor of Southmedic’s extensive portfolio of differentiated Oxygen and Aerosol therapy products.

For more information visit our website at [www.southmedic.com](http://www.southmedic.com/) or contact June Beard at

1-800-463-7146 (toll free in North America) or 1-705-726-9383.