



CEFAR AB will operate together with COMPEX SA as part of acquisition by ENCORE MEDICAL CORPORATION

Malmö, Sweden
November 8, 2007

The shareholders of Cefar AB yesterday reached an agreement to sell 100% of Cefar AB to Compex's parent company, Encore Medical Corporation.

Encore is a diversified orthopaedic device company, based in Austin, Texas. Encore has leading positions in rehabilitation, pain management and physical therapy, trading under market-leading orthopaedic and rehabilitation brands such as Chattanooga, Ormed, Compex, and Empi.

Encore was recently acquired in a leveraged-buyout transaction by the Blackstone Group, the world's leading private equity firm. As a Blackstone portfolio company, Encore is very well capitalized, and can provide consistent funding for investment and growth. As part of Encore, Cefar will be teamed with the leading competitors in the European electro stimulation market.

For more details on Encore, please visit the website encoremed.com

Encore has decided that Cefar AB and Compex SA will operate together, its European electro stimulation subsidiary. By merging these companies, we have created the leading global electro-stimulation business, in both the medical and the consumer markets. The merged company will be headquartered in Sweden, and Björn Lenander will be leading the post-merger integration process. Mats Dörning, the former principal owner of Cefar, will continue to work in an advisory capacity with the merged Cefar/Compex, and with Encore more broadly.

As noted above, Encore's vision for the corporation between CEFAR AND COMPEX is to develop both the professional/medical and consumer markets for electro stimulation, continuing to trade under both the CEFAR and COMPEX brands. The merged company is well positioned to support Encore's growth objectives for electro stimulation, including investments in:

- building awareness and acceptance of electrotherapy in pain and other indications (particularly as a safe and efficacious complement to pharmacotherapy);
- innovating consumer and medical products with additional functionality and convenience; and
- developing new medical applications to stimulate rapid market growth.

By joining Cefar and Compex together, we are convinced that we can develop the electro stimulation market faster and better than ever before.

We thank you for your confidence and support. We look forward to the ongoing discussions that will further develop and strengthen our business relationship.

Yours sincerely,

Björn Lenander
CEO Cefar AB

Peter Baird
Group President – Therapeutic Devices
Encore Medical