NEWS RELEASE

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Cannuflow Receives CE Mark Approval for Entire Product Line Can Now Commercialize Its Products Worldwide

SAN JOSE, Calif. – January 5, 2009 – Cannuflow Inc., a leading developer and supplier of state-of-the-art fluid management devices for shoulder, knee and hip arthroscopy, today announced that it received CE Mark approval for its entire line of advanced fluid-management devices for knee, shoulder, and hip arthroscopy, enabling commercialization of the products in the European Union and countries in Asia, Latin America and other regions of the world that recognize the CE mark.

Cannuflow's core products include the innovative ClearVu[®], TwoVu[®], EntreVu[®] EX, and TwoVu EX cannulas and the ExtravaStopper[®] portal plug, the latest addition to its product line. It's EntreVu EX, TwoVu EX, and ExtravaStopper technologies feature breakthrough anti-extravasation capabilities for controlling fluid extravasation during shoulder and hip arthroscopy.

"We are very pleased to have CE mark approval for our entire product line and look forward to working with surgeons and the rest of the medical community in bringing these important technologies to patients worldwide," said Ted Kucklick, Cannuflow's President. "Now we can begin commercializing our products throughout the European Union and in other parts of the world that require the CE mark. We plan a limited product launch in selected countries in those regions this year and a more comprehensive launch in 2010."

About Cannuflow

A privately held Silicon Valley-based company, Cannuflow[®] develops, manufactures and markets specialty arthroscopy medical products that deliver innovative solutions to the chronic arthroscopic fluid-management problems of flow, visibility and extravasation. Designed to enhance procedure efficiency and safety, the company's ClearVu[®], TwoVu[®], EntreVu[®] EX, TwoVu EX, and ExtravaStopper[®] devices easily integrate into surgeons' existing surgical techniques. For more information on Cannuflow and its complete line of products, visit the Cannuflow website at www.cannuflow.com.