



***Silverwood Partners Advises PolyMedica Corporation (Nasdaq: PLMD)  
in Connection with Divestiture of Women's Health Products Division***

**SHERBORN, MA – October 3, 2005** – Silverwood Partners today announced that PolyMedica Corporation (Nasdaq/NM: PLMD) has sold its Woburn-based Women's Health Products Division ("WHPD") to Amerifit Nutrition, Inc. for a price of \$45 million. Amerifit Nutrition, Inc. is a portfolio company of Charterhouse Group, Inc., a New York City-based private equity firm. Silverwood Partners initiated this transaction and was the exclusive financial advisor to PolyMedica Corporation.

Commenting on the divestiture, Patrick Ryan, PolyMedica's president and chief executive officer, said, "this transaction represents an opportunity for us to allocate additional resources to our stated strategic initiatives in our core diabetes and mail-order pharmacy markets, where we see tremendous opportunities for further growth."

WHPD manufactures and markets the AZO line of over-the-counter products, as well as a line of prescription urology products. WHPD is included in the Company's pharmaceuticals segment for reporting purposes, and the Division accounted for \$16.8 million in net revenues and \$6.8 million in operating income for the fiscal year ended March 31, 2005. The Company expected this Division to report revenues and earnings in fiscal year 2006 at levels similar to fiscal year 2005. As a result of the sale of WHPD, the Company expects to receive approximately \$38 million in after-tax cash proceeds and record a one-time, after-tax gain of \$0.80 - \$0.85 in diluted earnings per share.

***About PolyMedica***

PolyMedica Corporation is a leading provider of healthcare products and services to patients suffering from chronic diseases. With over 800,000 active patients, the Company is the nation's largest provider of blood glucose testing supplies and related services to people with diabetes. In addition, PolyMedica provides its patients with a full range of prescription medications through Liberty's mail-order pharmacy. By communicating with patients on a regular basis, providing the convenience of home delivery, and submitting claims for payment directly to Medicare and other insurers on behalf of their patients, Liberty provides a simple and reliable way for patients to obtain their supplies and medications and encourages compliance with their physicians' orders. More information about PolyMedica can be found on the Company's website at [www.polymedica.com](http://www.polymedica.com).

***About Silverwood Partners***

Silverwood Partners is a sector focused investment bank that provides M&A and private capital raising advisory services to information, communications, financial services, and digital imaging technology companies, and healthcare, industrial and consumer companies. Silverwood delivers acquisition, divestiture or corporate sale advisory, strategic-financial advisory and institutional financing services to companies in its targeted business sectors. For additional information, visit Silverwood's Website at [www.silverwoodpartners.com](http://www.silverwoodpartners.com).

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**SILVERWOOD PARTNERS**

Silverwood Farm Place, 32 Pleasant Street, Sherborn, MA 01770

Tel: 508.651.2194 • Fax: 508.651.9590

[www.silverwoodpartners.com](http://www.silverwoodpartners.com)

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***Important Information***

***This release may include forward-looking statements, as defined by the Private Securities Litigation Reform Act of 1995, about the future performance of one or more public companies. There are a number of factors that could cause actual events or results to differ materially from those indicated by such forward-looking statements, such as the competitive market in which any company operates, market acceptance of a public company's existing and new products, a public company's ability to anticipate customer needs and the other factors set forth under the caption "Certain Factors That May Affect Future Results," or similar, in a public company's filings with the Securities and Exchange Commission. In addition, any forward-looking statements contained herein represent an estimate only as of the date of such statement and should not be relied upon as representing an estimate as of any subsequent date.***

***Press Contact***

Jonathan Hodson-Walker  
Managing Partner  
Silverwood Partners  
T. 508-651-2194  
E. [jhw@silverwoodpartners.com](mailto:jhw@silverwoodpartners.com)