



Friday 4th December, 2009

General Manager
The Company Announcements Office
Australian Stock Exchange Limited
Australia Square
Sydney NSW 1215

IMPORTANT UPDATE

Dear Sir/Madam,

Update on Joint Venture Entity ("JVE")

As announced on September 21st 2009⁽¹⁾ Safety Medical Products Limited ("SafetyMed"; ASX Code SFP) signed a letter of intent to establish a Joint Venture Entity with a major Hungarian Medical Products Manufacturer, Dispomedicor Zrt ('Dispomedicor') under which SafetyMed will have the opportunity to directly purchase up to a 40% stake in Dispomedicor.

Negotiation have progressed further and Dispomedicor have provided SafetyMed with details of the company's unaudited total revenue of AUD\$22 million (HUF3,630 million) and unaudited net profit of AUD\$1 million (HUF187 million) for the year ended 31 December 2008. Dispomedicor currently holds approximately 70% of the Hungarian syringe market and exports approximate 37% of its' products to a number of countries including Germany, Czech Republic, Slovakia, Turkey and Greece.

Dispomedicor are well placed to expand their production facilities and distribution networks.

SafetyMed now plan to commence more detailed due diligence and identify potential investors. SafetyMed's shareholders have an opportunity to further invest in this global JVE opportunity through the extended Share Purchase Plan that closes on 6 December 2009.

For further information please contact:

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Safety Medical Products Limited
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⁽¹⁾ To view the September announcement in full please visit;
<http://clients.weblink.com.au/clients/safetymed/article.asp?view=5174156>



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SafetyMed® is a registered trademark of Safety Medical Products Ltd

About Safety Medical Products Limited

SafetyMed is a company focused on developing and marketing a unique range of innovative Safety Products led by its flagship SecureTouch Retractable Syringe.

About Dispomedicor

Manufacturer and supplier of disposable medical devices such as hypodermic syringes, hypodermic needles, infusion and transfusion devices, catheters, tubes and urine collection devices. Dispomedicor also offers medical grade sterilisation services including both gamma ray and ethylene oxide processes.

Dispomedicor's website can be found at-www.dispomedicor.hu

Dispomedicor has a number of subsidiaries and divisions including:

Pharmico

Manufacturer and supplier of cotton based medical products such as surgical dressings, bandages, swabs and diapers.

Pharmico's website can be found at-www.pharmico.hu

Freesia

Manufacturer and supplier of cotton based feminine Hygiene products such as tampons, pads and liners.

Freesia's website can be found at-www.freesia.hu

Medicor

Manufacturer and supplier of medical surgical instruments such as scalpels, scissors, knives and forceps.

Medicor's website can be found at-www.medicor.t-online.hu