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MARTY FELSENTHAL JOINS HLM VENTURE PARTNERS
TO LEAD NEW WEST COAST OFFICE

Boston, MA. , July 23, 2007 -- HLM Venture Partners, a leading venture capital firm focused on health care information technology, health care services, and medical technology, announced today that Marty Felsenthal is joining the firm as a Partner. Mr. Felsenthal will be responsible for identifying new investment opportunities in emerging health care services companies and the opening of HLM's San Francisco office.

"Marty has an excellent track record. He has helped create a number of platform investment opportunities in companies such as Vantage Oncology and Vericare and has worked with many other leading venture-backed health care service and health care information technology companies, including Titan Health, Ancillary Care Management, and Payerpath." says Ed Cahill, a Partner at HLM Venture Partners, "He has been a very active investor in these and other companies. Over the past 5 years, he has recruited more than 20 executives to the portfolio companies with whom he worked." Prior to joining HLM, Mr. Felsenthal was a Partner at Salix Ventures where he focused on investing in health care services and health care information technology companies and managed that firm's San Francisco office.

Mr. Cahill says that HLM plans to open its San Francisco office by September and will be relocating Boston-based Partner Dan Galles to join Mr. Felsenthal. Mr. Galles joined HLM in 2001 and has led its investments in Confluent Surgical, Inc. and Pathway Medical Technologies, Inc.

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“With Marty’s strong background in health care services and Dan’s extensive experience in financing medical technology companies, we will be able to build on our already extensive history of health care venture financing on the West Coast,” says Mr. Cahill. “It’s a strategically important area for us, with over half of our medical device deals originating on the West Coast, as well as numerous opportunities in the health care services and health care information technology areas.”

HLM has invested in numerous West Coast companies, including Spinal Kinetics, a maker of artificial cervical discs; Guava Technologies, a developer of cellular analysis systems; Satiety, a developer of devices to treat obesity; Pathway Medical Technologies, a developer of medical devices for the treatment of arterial disease; Cbr Systems, a San Bruno, CA.-based stem cell bank; CIPHERGEN, a provider of tools and services used in protein-based biology research; and Trizetto Group, a health care information technology company.

HLM raised \$216 million in its latest fund, HLM Venture Partners II, L.P., which closed in November 2006. Following a strategy of investing in well managed, innovative emerging health care companies that improve the quality of health care while attempting to reduce overall costs, HLM is targeting investments in early- to mid-stage companies where it can provide between \$8 million and \$12 million over the life of the company. To date, the Fund has backed BioProcessors Corporation, MedVentive, Inc., Pathway Medical Technologies, Inc., Phreesia, Inc., Satiety, Inc. and Socios Mayores en Salud.

Both Mr. Galles and Mr. Felsenthal worked earlier in their careers at Alex. Brown & Sons in the health care investment banking group with HLM’s Partners Ed Cahill and Russ Ray.

Mr. Felsenthal graduated from Princeton University with a B.A. from the Woodrow Wilson School of Public and International Affairs and received his M.B.A. from Stanford University. He is a Chartered Financial Analyst.

Mr. Galles holds a B.S. from the Wharton School of the University of Pennsylvania and an M.B.A. from Northwestern University.

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