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## MEDIA RELEASE

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### **Ypsomed initiates arbitration proceedings against Insulet Corp.**

**Burgdorf, 21.12.2018, 07:00 a.m. – No agreement has been reached between Ypsomed and Insulet Corp., its former supplier of Omnipod® devices on the amount of the expiration fee payable to Ypsomed under the terms of the distribution agreement that expired in June 2018. After unsuccessful attempts to amicably agree on the amount, Ypsomed has decided to file for arbitration. Ypsomed continues to estimate the expiration fee to amount to approximately CHF 50 million.**

Under the terms of the distribution agreement with Insulet for Omnipod® devices which expired on June 30, 2018, Ypsomed is entitled to an expiration fee. The amount depends on the number of Omnipod® deliveries to existing customers in the 12 months after expiration of the distribution agreement. As communicated in the semiannual report 2018/19, Ypsomed estimates this compensation payment to amount to approximately CHF 50 million, assuming continued supply to existing customers and limited attrition. After the expiration of the agreement, the parties held talks to jointly determine and agree on the amount of the expiration fee. Such talks have been unsuccessful and Ypsomed has decided to initiate arbitration proceedings as provided in the distribution agreement.

Ypsomed is confident of its position and determined to enforce its rights in arbitration. Ypsomed does not expect any effects on operative results from the dispute.

For further information, please contact Thomas Kutt, Head of Investor Relations at Ypsomed Holding AG, at the telephone number +41 34 424 35 55 or by e-mail ([thomas.kutt@ypsomed.com](mailto:thomas.kutt@ypsomed.com)).

#### **About the Ypsomed Group**

The Ypsomed Group is a leading developer and manufacturer of injection and infusion systems for self-medication and a renowned diabetes specialist with over 30 years' experience. As a leader in innovation and technology, Ypsomed is the preferred partner for pharmaceutical and biotech companies for the supply of pens, autoinjectors and infusion systems to administer liquid drugs. Ypsomed promotes and sells its product portfolio under the umbrella brands mylife™ Diabetescare directly to patients or through pharmacies and clinics and under YDS Ypsomed Delivery Systems as business-to-business to pharmaceutical companies. Ypsomed has its headquarters in Burgdorf, Switzerland, and operates a global network of manufacturing sites, subsidiaries and distributors. The Ypsomed Group employs almost 1'500 employees. Additional information is available under [www.ypsomed.com](http://www.ypsomed.com).