

Ad hoc announcement

MediGene Sharpens Focus through In-House Reorganization

- **Shift of employees and financial resources into clinical development**
- **Positive long-term effect on cash burn rate**

Martinsried/Munich, September 28, 2009. The biotech company MediGene AG (Frankfurt, Prime Standard, TecDAX) announces that, as a result of the firm-wide review undertaken by CEO Dr Frank Matthias, the company is to further sharpen its focus and will achieve this through a restructuring. Within the scope of these measures, MediGene's research department "Early Stage Development" will be closed, and the employees and financial resources therein will be shifted to strengthen the company's advanced drug development projects. Furthermore, the clinical development and manufacturing departments will be reinforced in this process, so these measures will involve few redundancies. The heads of the EndoTAG™-1 and RhuDex™ development projects will directly report to Dr. Axel Mescheder, MediGene's Chief Scientific Officer & Chief Development Officer. MediGene intends to continue with the EndoTAG™ platform technology as a future source of novel drug candidates.

From the point of view of MediGene's executive board, MediGene's core competence is clinical research and development, and in the regulatory processes in the fields of oncology and immunology with the prime near-term focus on the liposome technology and the drug candidate EndoTAG™-1 derived from it. By concentrating on the advanced drug candidates MediGene intends to increase its operational efficiency and to utilize the company know-how and cash in a more targeted way.

Our Head of Affiliated Companies, Dr. Uwe Michaelis, previously MediGene's Vice President Early Stage Development, will apply his many years of expertise to manage the planned spin-off of the AAV and HSV technologies, and to represent MediGene's interests against the already effected spin-off of Immunocore Ltd.

This press release contains forward-looking statements representing the opinion of MediGene as of the date of this release. The actual results achieved by MediGene may differ significantly from the statements made herein. MediGene is not bound to update any of these forward-looking statements.

- ends -

Contact MediGene AG

E-mail: investor@medigene.com

Fax: +49 - 89 - 85 65 - 2920

Julia Hofmann / Dr. Nadja Wolf, Public Relations, Tel.: +49 - 89 - 85 65 - 3324

Dr. Georg Dönges, Investor Relations, Tel.: +49 - 89 - 85 65 - 2946