

*September 26, 2013***Agenus (Nasdaq/AGEN/Buy/\$2.80)**

Robert M. Wasserman**Director of Research****561-208-2905****rwasserman@dawsonjames.com****Arrowhead Research (Nasdaq/ARWR/Buy/\$5.42)**

1) Agenus (Nasdaq/AGEN/Buy/\$2.80) – Agenus announced a non-exclusive license agreement with VaxLogic, LLC for the use of Agenus' QS-21 Stimulon adjuvant in the development of select addiction, allergy and respiratory disease vaccine candidates. VaxLogic, a division of PharmLogic, supports the development of vaccines in conjunction with Cornell University and also works with other universities, research hospitals, and laboratories to advance new vaccine treatments. VaxLogic's vaccine candidates in early development include nicotine addiction, poison ivy, peanut allergies, insect allergies, shellfish allergy, allergic rhinitis, and allergic asthma. Agenus will receive an upfront payment and certain milestone and royalty payments should VaxLogic's vaccine candidates advance through clinical development and regulatory approval. In addition, Agenus will receive an equity stake in VaxLogic. Agenus' QS-21 Stimulon adjuvant is currently a key component of 21 development programs. We currently rate AGEN shares a Buy with a 12-18 month price target of \$6.00. **RMW**

2) Arrowhead Research (Nasdaq/ARWR/Buy/\$5.42) – Arrowhead Research shares were mentioned in this morning's *Wall Street Journal* MarketWatch column entitled "3 longs and 3 shorts to watch" from technician Harry Boxer. The author sites Arrowhead's recent trading break-out and the highest volume so far this year and mentions a \$6.75-\$7 trading target for the stock. For a link to the article see:

<http://www.marketwatch.com/story/3-longs-and-3-shorts-to-watch-2013-09-25/print?guid=B7A3EC1C-EBF2-4A63-A4FA-4E37D2F6A279>

We currently rate ARWR shares a Buy with a \$6.50 price target. **RMW**

Morning Notes provide current information we believe might be noteworthy to investors regarding the subject companies. Morning Notes are not intended to be complete research reports. More detailed information concerning the rated companies referenced in this Note, including the full reports, basis for price targets and other disclosures, may be found at:

<http://www.DawsonJames.com/portal.html>.

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- 2) **Neutral:** the analyst believes the price of the stock is fairly valued for the next 12-18 months;
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Ratings Distribution	Company Coverage		Investment Banking	
	# of Companies	% of Total	# of Companies	% of Totals
Market Outperform (Buy)	14	82%	8	57%
Market Perform (Neutral)	3	18%	2	67%
Market Underperform (Sell)	0	0%	0	0%
Total	17	100%	10	59%

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