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Arrowhead Research (Nasdaq/ARWR/Buy/\$1.69)

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NeuroMetrix (Nasdaq/NURO/Buy/\$2.12)

1) Arrowhead Research (Nasdaq/ARWR/Buy/\$1.69) – Arrowhead Research will be presenting at two investor conferences in the near future:

- Master Investor, the UK's leading investment show, on Saturday, April 27 at 2:05 p.m. BST at the Business Design Centre in London. Dr. Chris Anzalone, Arrowhead's CEO will be presenting. Details can be found on the event website at <http://masterinvestor.co.uk/>; and
- The Needham Healthcare Conference on Tuesday, April 30 at 8:40 a.m. Eastern time at the Westin Grand Central Hotel in New York City. Dr. Bruce Given, the Company's COO and Head of R&D will be making the presentation. A live webcast of the presentation can be accessed by visiting the News & Events section of Arrowhead's website, <http://www.arrowheadresearch.com/presentations>. A replay will also be archived on the website and available for 60 days.

We currently rate ARWR shares a Buy with a \$4.00 price target. *RMW*

2) NeuroMetrix (Nasdaq/NURO/\$2.12) – NeuroMetrix reported financial results for their Q1/2013 this morning and will hold a conference call at 8 am. Results included revenues of \$1.4 million, down from \$2.1 million in Q1/12, but Q1/13 revenues included \$348,000 in sales from new diabetes-related products with the balance of \$1.05 million in revenue derived from the legacy business. Gross profit improved during the quarter to 59% from 46% in the year earlier period, while NeuroMetrix was able to reduce operating costs to \$3.1 million this year, down from \$3.7 million last year. Net loss for the quarter was \$2.3 million or \$1.06 per share, an improvement from the net loss of \$2.8 million or \$1.99 per share in Q1/2012. Operating cash burn was \$1.8 million for the Company in the first quarter, and at the end of March NeuroMetrix had \$6.9 million in cash on hand. The Company reported several advancements related to the recent launch of its SENSUS device for pain management during the first quarter, including initial shipment of 145 devices and filing of a 510(k) for expanded indications relating to use of SENSUS during sleep. NeuroMetrix also announced yesterday the signing of a sales distribution agreement for its DPNCheck device with Omron Healthcare in Japan and earlier in the quarter had signed a similar agreement with Handok Pharmaceuticals for the South Korean market. We currently rate NURO shares a Buy with a \$6.30 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:

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Please find Important Disclosures beginning on Page 2.

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Ratings Distribution	Company Coverage		Investment Banking	
	# of Companies	% of Total	# of Companies	% of Totals
Market Outperform (Buy)	13	81%	8	62%
Market Perform (Neutral)	3	19%	1	33%
Market Underperform (Sell)	0	0%	0	0%
Total	16	100%	9	56%

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