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Toll Free: 866-928-0928 ♦ www.DawsonJames.com ♦ 1 N. Federal Highway, 5th floor ♦ Boca Raton, FL 33432*August 13, 2014***Arrowhead Research (Nasdaq/ARWR/Neutral/\$13.00)**

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- 1) **Arrowhead Research (Nasdaq/ARWR/Neutral/\$13.00)** – Arrowhead reported financial results for their Q3/2014 (June) and provided a clinical update on their ARC-520 Phase 2a study in hepatitis B patients last night. The Company has reported that they have completed dosing of both 1 mg/kg and 2 mg/kg cohorts and that initial blinded data suggest that the magnitude of HBsAg knockdown in humans is similar to that shown in earlier primate studies. Safety issues have been minimal so far in the study, and the Company has already started a third dose cohort group (3mg/kg) and may also explore dosing more frequently than once monthly in a future Phase 2b study. Arrowhead reported a net loss of \$11.6 million or (\$0.22) per share while several equity offerings and recent inflows from exercise of warrants and stock options have helped bring cash balances to \$188.5 million at the end of the June quarter, up from \$24.5 million at the start of the year. We currently rate ARWR shares Neutral at this time. *RMW*

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	# of Companies	% of Total	# of Companies	% of Totals
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Market Underperform (Sell)	0	0%	0	0%
Total	20	100%	12	60%

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