

*June 10, 2015***AxoGen (Nasdaq/AXGN/Buy/\$3.26)**

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**1) AxoGen (Nasdaq/AXGN/Buy/\$3.26)** – AxoGen reported yesterday positive results from a pilot study of cavernous nerve reconstruction during radical prostatectomy procedures using the Company’s Avance Nerve Graft. Cavernous nerves are those responsible for controlling erectile function and continence in men, and in many cases injury to these nerves during prostatectomy can add to the complications associated with prostatectomy surgery, necessary in certain cases of advanced prostate cancer. The study, titled “Robot Assisted (da Vinci) Cavernous Nerve reconstruction with Avance Nerve Graft following Radical Prostatectomy” included twelve subjects who had at least one cavernous neurovascular bundle resected and repaired with Avance during their prostatectomy and were evaluated up to 24 months after surgery. The potential market for this added use of AxoGen’s Avance nerve repair products is large, with over 138,000 men undergoing cancer-related prostatectomies each year in the US, according to a recent CDC study, and as many as 90% of these patients reporting serious difficulties in recovering prior functions following the surgery, for example erectile dysfunction or incontinence. Recovery rates of these functions in the study were positive, with no Avance-related adverse events, and in addition the use of AxoGen’s nerve repair products reduced the need for autograft nerve usage, which require a second surgical site to harvest nerves elsewhere in a patient’s body. We currently rate AXGN shares a Buy with a 12-18 month price target of \$5. **RMW**

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	# of Companies	% of Total	# of Companies	% of Totals
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Market Perform (Neutral)	6	25%	4	67%
Market Underperform (Sell)	0	0%	0	0%
<b>Total</b>	<b>24</b>	<b>100%</b>	<b>16</b>	<b>67%</b>

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