



INSTITUTIONAL RESEARCH

Healthcare and Technology

MORNING NOTE

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NeuroMetrix (Nasdaq/NURO/Buy/\$0.70)

Capnia (Nasdaq/CAPN/Buy/\$1.90)

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1) NeuroMetrix (Nasdaq/NURO/Buy/\$0.70) – NeuroMetrix announced this morning that the US Patent and Trademark Office (USPTO) has issued US Patent #9,173,581 to the Company. The patent covers the core technology deployed in its DPNCheck pain relief management device, including a novel integrated design that enables accurate and rapid measurement of sural nerve conduction, which is a standard neuropathy biomarker. Additional claims in the patent relate to automation algorithms and biosensors and further helps establish NeuroMetrix’s market position strength in offering easy-to-use, automated and accurate point-of-care neuropathy testing. We currently rate NURO shares a Buy with a 12-18 month price target of \$2.50. **RMW**

2) Capnia (Nasdaq/CAPN/Buy/\$1.90) – Capnia shares were strong yesterday with good volume on a mention by *theStreet.Com* of an insider purchase of 50,000 shares by Chairman Ernest Mario on Wednesday, for \$1.77 per share on average. Dr. Mario is the former CEO of Reliant Pharmaceuticals and Alza Corporation, and now holds approximately 1.9 million shares of the Company, or 15% of the total, after a number of insider purchases this fall. We currently rate CAPN shares a Buy with a 12-18 month price target of \$12.70. **RMW**

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Please find Important Disclosures beginning on Page 2.

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	# of Companies	% of Total	# of Companies	% of Totals
Market Outperform (Buy)	17	71%	11	65%
Market Perform (Neutral)	7	29%	5	71%
Market Underperform (Sell)	0	0%	0	0%
Total	24	100%	16	67%

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