

*June 7, 2013***Oculus Innovative Sciences (Nasdaq/OCLS/Buy/\$3.34)**

Robert M. Wasserman

Director of Research

561-208-2905

rwasserman@dawsonjames.com**ARCA Biopharma (Nasdaq/ABIO/Not Rated/\$1.51)**

1) Oculus Innovative Sciences (Nasdaq/OCLS/Buy/\$3.34) – Oculus announced yesterday that the Company had signed two new Separation agreements with its wholly-owned subsidiary Ruthigen, and expects to sign a third such agreement in the near future, with an effective date for all three the closing date of Ruthigen’s proposed IPO. The agreements include technology licensing and potential milestone payments from Ruthigen in the event that new product indications or Territories are signed or approved within the next five years. We currently rate OCLS shares Buy with a \$12 price target. **RMW**

2) ARCA Biopharma (Nasdaq/ABIO/Not Rated/\$1.51) – ARCA Biopharma announced yesterday that a paper had been published in the journal *JACC:Heart Failure* entitled “Prevention of Atrial Fibrillation by Bucindolol is Dependent on the Beta-1 389 Arg/Gly Adrenergic Receptor Polymorphism”. The lead author on the paper was cardiologist-electrophysiologist Ryan G. Aleong of the University of Colorado. The authors investigated the efficacy of ARCA’s developmental drug Gencaro (bucindolol hydrochloride) in reducing the incidence of new onset atrial fibrillation in patients with advanced heart failure with reduced left ventricular ejection fraction (HFREF) and the impact of cardiac adrenergic receptor (AR) genotypes on these results. The study was based on a post-hoc analysis of the Phase 3 clinical trial of 2,708 HFREF patients in the earlier BEST trial, including a DNA substudy of 1,040 patients in the trial. The study found that in the overall study population, patients who had received Gencaro had a 41% lower risk of new onset overall but a 74% lower risk for those patients in the DNA substudy who possessed the beta-1 AR genotype. ABIO shares are not rated at this time. **RMW**

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Ratings Distribution	Company Coverage		Investment Banking	
	# of Companies	% of Total	# of Companies	% of Totals
Market Outperform (Buy)	14	88%	8	57%
Market Perform (Neutral)	2	13%	1	50%
Market Underperform (Sell)	0	0%	0	0%
Total	16	100%	9	56%

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