



**Exhibit 1. Income Statement**

| DARE: Income Statement (\$'000)               |                 |                 |                 |                 |                |              |                 |                 |                 |                 |                |                  |                  |                  |                  |                  |                  |
|---|-----------------|-----------------|-----------------|-----------------|----------------|--------------|-----------------|-----------------|-----------------|-----------------|----------------|------------------|------------------|------------------|------------------|------------------|------------------|
| : YE December                                 | 2018A           | 2019A           | 2020A           | 2021A           | 1Q22A          | 2Q22A        | 3Q22E           | 4Q22E           | 2022E           | 2023E           | 2024E          | 2025E            | 2026E            | 2027E            | 2028E            | 2029E            | 2030E            |
| <b>Revenue:</b>                               |                 |                 |                 |                 |                |              |                 |                 |                 |                 |                |                  |                  |                  |                  |                  |                  |
| DARE-BV1                                      |                 |                 |                 | -               |                |              |                 |                 |                 | -               | 61,058         | 90,740           | 132,156          | 157,122          | 204,318          | 233,807          | 265,341          |
| Ovaprene                                      |                 |                 |                 |                 |                |              |                 |                 |                 | -               | 97,747         | 312,168          | 539,450          | 780,176          | 1,034,949        | 1,304,400        | 1,589,181        |
| Sildenafil Cream                              |                 |                 |                 |                 |                |              |                 |                 |                 |                 | -              | 1,479,033        | 2,245,765        | 2,947,017        | 3,446,180        | 3,715,473        | 3,865,579        |
| <b>Total Product Sales</b>                    |                 |                 |                 |                 |                |              |                 |                 |                 |                 | <b>158,805</b> | <b>1,881,942</b> | <b>2,917,371</b> | <b>3,884,315</b> | <b>4,685,447</b> | <b>5,253,680</b> | <b>5,720,100</b> |
| DARE-BV1 Royalty Revenue (US)                 |                 |                 |                 | -               |                |              |                 |                 |                 | -               | 15,264         | 22,685           | 33,039           | 39,281           | 51,079           | 58,452           | 66,335           |
| Ovaprene Royalty Revenue (US)                 |                 |                 |                 |                 |                |              |                 |                 |                 | -               | 24,437         | 50,350           | 77,805           | 106,873          | 137,626          | 170,139          | 204,490          |
| Ovaprene Royalty Revenue (EU)                 |                 |                 |                 |                 |                |              |                 |                 |                 |                 |                | 27,692           | 57,057           | 88,171           | 121,111          | 155,961          | 192,805          |
| Sildenafil Cream Royalty Revenue (US)         |                 |                 |                 |                 |                |              |                 |                 |                 |                 |                | 230,994          | 330,448          | 406,307          | 455,238          | 473,630          | 492,765          |
| Sildenafil Cream Royalty Revenue (EU)         |                 |                 |                 |                 |                |              |                 |                 |                 |                 |                | 138,765          | 230,994          | 330,448          | 406,307          | 455,238          | 473,630          |
| <b>Total royalties, collaborative revenue</b> |                 |                 |                 |                 |                |              |                 |                 | <b>10,000</b>   |                 | <b>39,701</b>  | <b>470,485</b>   | <b>729,343</b>   | <b>971,079</b>   | <b>1,171,362</b> | <b>1,313,420</b> | <b>1,430,025</b> |
| <b>Total Revenue Received by Dare</b>         |                 |                 |                 |                 |                |              |                 |                 | <b>10,000</b>   |                 | <b>39,701</b>  | <b>470,485</b>   | <b>729,343</b>   | <b>971,079</b>   | <b>1,171,362</b> | <b>1,313,420</b> | <b>1,430,025</b> |
| <b>Expenses:</b>                              |                 |                 |                 |                 |                |              |                 |                 |                 |                 |                |                  |                  |                  |                  |                  |                  |
| Costs of Goods Sold                           |                 |                 |                 | -               | -              | -            | -               | -               | 1,700           | -               | 6,749          | 79,983           | 123,988          | 165,083          | 199,131          | 223,281          | 243,104          |
| %COGS   |                 |                 | 17%             | 17%             | 17%            | 17%          | 17%             | 17%             | 17%             | 17%             | 17%            | 17%              | 17%              | 17%              | 17%              | 17%              | 17%              |
| General & Administrative                      | 4,656           | 5,266           | 6,550           | 8,351           | 2,570          | 2,793        | 2,388           | 1,435           | 9,186           | 10,105          | 11,115         | 12,227           | 13,449           | 14,794           | 16,274           | 17,901           | 19,691           |
| Research & Development                        | 6,414           | 8,546           | 20,769          | 30,618          | 5,805          | 6,798        | 8,359           | 11,187          | 32,148          | 33,756          | 37,131         | 36,389           | 35,661           | 34,948           | 33,550           | 32,208           | 31,564           |
| License Expense                               | 625             | 533             | 83              | 100             | 25             | 25           | 25              | 30              | 105             | 110             | 116            | 122              | 128              | 134              | 141              | 148              | 155              |
| Impairment of Goodwill                        | 5,188           |                 |                 |                 |                |              |                 |                 |                 |                 |                |                  |                  |                  |                  |                  |                  |
| <b>Total Expenses</b>                         | <b>16,882</b>   | <b>14,345</b>   | <b>27,402</b>   | <b>39,069</b>   | <b>8,401</b>   | <b>9,616</b> | <b>10,772</b>   | <b>12,651</b>   | <b>41,439</b>   | <b>43,971</b>   | <b>48,362</b>  | <b>48,737</b>    | <b>49,238</b>    | <b>49,876</b>    | <b>49,964</b>    | <b>50,257</b>    | <b>51,410</b>    |
| Operating Income (Loss)                       | (16,882)        | (14,345)        | (27,402)        | (39,069)        | (8,401)        | 384          | (10,772)        | (12,651)        | (31,439)        | (43,971)        | (8,661)        | 51,990           | 118,664          | 184,448          | 259,853          | 334,295          | 412,220          |
| Other income (expense)                        | 143             | 81              | 2               | 2               | 2              | 30           | 0               | (30)            | 2               | 2               | 2              | 2                | 2                | 2                | 2                | 2                | 2                |
| Trigger Down Dvd & Fx                         |                 | (790)           | (7)             | 2,520           |                | (136)        |                 | 397             |                 |                 |                |                  |                  |                  |                  |                  |                  |
| <b>Pretax Income</b>                          | <b>(16,739)</b> | <b>(15,054)</b> | <b>(27,408)</b> | <b>(38,696)</b> | <b>(8,399)</b> | <b>278</b>   | <b>(10,772)</b> | <b>(12,681)</b> | <b>(31,574)</b> | <b>(43,969)</b> | <b>(8,659)</b> | <b>51,992</b>    | <b>118,666</b>   | <b>184,451</b>   | <b>259,855</b>   | <b>334,297</b>   | <b>412,223</b>   |
| Income Taxes                                  |                 |                 |                 |                 |                |              |                 |                 |                 |                 |                | 7,799            | 23,733           | 55,335           | 85,752           | 123,690          | 152,522          |
| <b>Tax Rate</b>                               |                 |                 |                 |                 |                |              |                 |                 |                 |                 | <b>0%</b>      | <b>15%</b>       | <b>20%</b>       | <b>30%</b>       | <b>33%</b>       | <b>37%</b>       | <b>37%</b>       |
| <b>GAAP Net Income (Loss)</b>                 | <b>(16,817)</b> | <b>(15,061)</b> | <b>(27,408)</b> | <b>(38,645)</b> | <b>(8,399)</b> | <b>278</b>   | <b>(10,772)</b> | <b>(12,681)</b> | <b>(31,574)</b> | <b>(43,969)</b> | <b>(8,659)</b> | <b>51,992</b>    | <b>118,666</b>   | <b>184,451</b>   | <b>259,855</b>   | <b>334,297</b>   | <b>412,223</b>   |
| Fx Translation                                | (79)            |                 | 11              | 64              | (9)            |              |                 |                 |                 |                 |                |                  |                  |                  |                  |                  |                  |
| <b>GAAP Total Comprehensive Income (Loss)</b> | <b>-</b>        | <b>(15,061)</b> | <b>(27,397)</b> | <b>(38,759)</b> | <b>(8,408)</b> | <b>278</b>   | <b>(10,772)</b> | <b>(12,681)</b> | <b>(31,574)</b> | <b>(43,969)</b> | <b>(8,659)</b> | <b>51,992</b>    | <b>118,666</b>   | <b>184,451</b>   | <b>259,855</b>   | <b>334,297</b>   | <b>412,223</b>   |
| <b>GAAP-EPS</b>                               | <b>(1.57)</b>   | <b>(0.97)</b>   | <b>(0.91)</b>   | <b>(0.63)</b>   | <b>(0.10)</b>  | <b>0.00</b>  | <b>(0.13)</b>   | <b>(0.15)</b>   | <b>(0.37)</b>   | <b>(0.50)</b>   | <b>(0.09)</b>  | <b>0.54</b>      | <b>1.19</b>      | <b>1.78</b>      | <b>2.40</b>      | <b>2.97</b>      | <b>3.52</b>      |
| <b>Fully Diluted EPS</b>                      | <b>(1.69)</b>   | <b>(0.90)</b>   | <b>(0.91)</b>   | <b>(0.63)</b>   | <b>(0.10)</b>  | <b>0.00</b>  | <b>(0.13)</b>   | <b>(0.15)</b>   | <b>(0.37)</b>   | <b>(0.50)</b>   | <b>(0.09)</b>  | <b>0.54</b>      | <b>1.19</b>      | <b>1.78</b>      | <b>2.40</b>      | <b>2.97</b>      | <b>3.52</b>      |
| Wgtd Avg Shrs (Bas) - '000s                   | 10,732          | 15,799          | 30,091          | 61,154          | 83,944         | 84,683       | 85,530          | 86,385          | 85,135          | 88,566          | 92,162         | 95,905           | 99,799           | 103,851          | 108,068          | 112,456          | 117,022          |
| Wgtd Avg Shrs (Dil) - '000s                   | 11,422          | 16,736          | 30,091          | 61,154          | 83,944         | 84,683       | 85,530          | 86,385          | 85,135          | 88,566          | 92,162         | 95,905           | 99,799           | 103,851          | 108,068          | 112,456          | 117,022          |

Source: Dawson James estimates, company reports

**Risk Analysis**

In addition to the typical risks associated with development stage specialty pharmaceutical companies, potential risks specific to Daré are as follows:

**Financial risk.** The company may need to raise capital in the marketplace in order to successfully push its products into the next phase, and there can be no assurances that the company will be able to successfully raise capital and or do so on favorable terms.

**Clinical and regulatory risk.** Lead products must start and complete clinical trials. Trials may not produce results sufficient for regulatory approval.

**Partnership risk.** Daré may seek partnerships for clinical development support and commercialization. We have no specific knowledge of any discussions with possible partners today, and there can be no assurances that the company will be able to secure a favorable partnership.

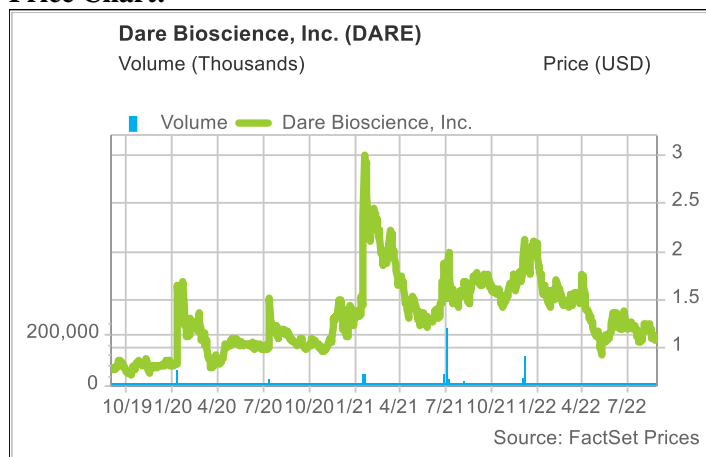
**Commercial risk.** There are no assurances that the company will be able to secure favorable pricing, commercially launch products, and achieve significant market share to become profitable.

**Legal and intellectual property risk.** The company may have to defend its patents and technical know-how, and there can be no assurances that the patents will not be infringed or will be held as valid if challenged, and or that the company may infringe on third parties' patents.

Companies mentioned in this report:

**Important Disclosures:**

**Price Chart:**



Price target and rating changes over the past three years:

- Initiation – Buy – 7/18/2018 – Price Target \$8.00
- Update Report – Buy – 9/6/2018 – Price Target \$8.00
- Transfer of Coverage – Buy – 7/18/2019 – Price Target \$4.00
- Update Report – Buy – 8/13/2019 – Price Target \$4.00
- Update Report – Buy – 8/15/2019 – Price Target \$4.00
- Update Report – Buy – 9/10/2019 – Price Target \$4.00
- Update Report – Buy – 11/11/2019 – Price Target \$4.00
- Update Report – Buy – 11/12/2019 – Price Target \$4.00
- Update Report – Buy – 12/11/2019 – Price Target \$4.00
- Update Report – Buy – 1/13/2020 – Price Target \$4.00
- Update Report – Buy – 1/27/2020 - Price Target \$4.00
- Price Target Change – Buy – 3/31/2020 – Price Target changed from \$4.00 to \$3.00
- Update Report – Buy – 5/15/2020 - Price Target \$3.00
- Update Report – Buy – 9/1/2020 - Price Target \$3.00
- Update Report – Buy – 11/13/2020 - Price Target \$3.00
- Price Target Change – Buy – 12/7/2020 - Price Target changed from \$3.00 to \$4.00

Price Target Change – Buy – 3/30/2021 - Price Target changed from \$4.00 to \$3.00

Update Report – Buy – 4/27/2021 - Price Target \$3.00

Update Report – Buy – 5/13/2021 - Price Target \$3.00

Update Report – Buy – 6/29/2021 - Price Target \$3.00

Update Report – Buy – 8/9/2021 - Price Target \$3.00

Update Report – Buy – 8/12/2021 - Price Target \$3.00

Update Report – Buy – 11/23/2021 - Price Target \$3.00

Update Report – Buy – 12/8/2021 - Price Target \$3.00

Update Report – Buy – 2/28/2022 - Price Target \$3.00

Update Report – Buy – 3/31/2022 - Price Target \$3.00

Update Report – Buy – 4/20/2022 - Price Target \$3.00

Update Report – Buy – 5/12/2022 - Price Target \$3.00

Update Report – Buy – 7/1/2022 - Price Target \$3.00

Update Report – Buy – 8/10/2022 - Price Target \$3.00

Update Report – Buy – 8/24/2022 - Price Target \$3.00

Update Report – Buy – 8/30/2022 - Price Target \$3.00

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- 2) **Neutral:** the analyst believes the price of the stock is fairly valued for the next 12-18 months;
- 3) **Sell:** the analyst believes the price of the stock will decline by at least 20% over the next 12-18 months and should be sold.

The following chart reflects the range of current research report ratings for all companies, followed by the analysts of the Firm. The chart also reflects the research report ratings relating to those companies for which the Firm has performed investment banking services.

Current as of 29-Aug-22

|                             | <b>Company Coverage</b> |            | <b>Investment Banking</b> |             |
|-----------------------------|-------------------------|------------|---------------------------|-------------|
| <b>Ratings Distribution</b> | # of Companies          | % of Total | # of Companies            | % of Totals |
| Market Outperform (Buy)     | 28                      | 90%        | 5                         | 18%         |
| Market Perform (Neutral)    | 2                       | 6%         | 0                         | 0%          |
| Market Underperform (Sell)  | 1                       | 3%         | 0                         | 0%          |
| Total                       | 31                      | 100%       | 5                         | 16%         |

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