

INSTITUTIONAL RESEARCH Biotechnology UPDATE REPORT

Member FINRA/SIPC

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Fortress Biotech (NASDAQ/FBIO)

BUY: Journey Reports \$34.5M in Revenues

Journey Medical (DERM-Not Rated) a Fortress partner company reported strong revenues, \$34.5M up sequentially from \$17.2M. The company reported positive topline results from its two Phase 3 clinical trials evaluating DFD-29 for the treatment of rosacea. Management expects to submit a New Drug Application ("NDA") to the FDA by year-end.

Investment Highlights

Dermatology Journey Medical (DERM-not rated) announced positive topline data from the two DFD-29 (Minocycline Hydrochloride Modified Release Capsules, 40 mg) Phase 3 clinical trials for the treatment of rosacea and achieved the co-primary and all secondary endpoints with subjects completing the 16-week treatment with no significant safety issues. DFD-29 demonstrated statistical superiority compared to Oracea.

A Unique Model That Manages Risk but Keeps the Upside. We have known the senior management of Fortress for more than a decade and have the highest respect for the track record of this team to create shareholder value while finding, developing to key inflection points and finally commercializing valuecreating therapeutics. The platform value of the Fortress Machine should not be underestimated, and we believe that has happened, triggering the need for the 1:15 reverse split.

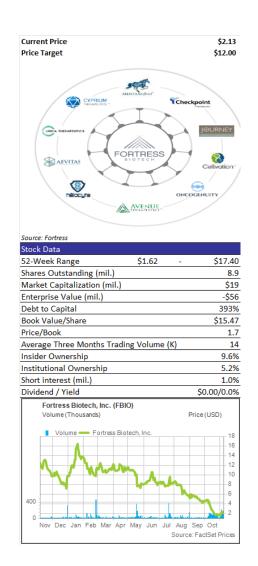
We believe the value of Fortress goes beyond just the sum of the parts of the therapeutics in its pipeline (there are many) and the multiple ownership stakes in its public companies. Fortress also has real value in the company's ability to discover and license product leveraging across the company's infra-structure (access to a pool of CEO/CFO/CMO/CSO's and the right boards) as well as established vendors (CRO's, investment banks, regulatory expertise) to create the next company.

Valuation: How to value Fortress? Fortress is a complex group of companies. Suffice to say; we model the contributions and Fortress holdings in many companies. Our valuation is based on an out-year 2030 share count. For each individual product, we make certain assumptions about the timing and probability of success and apply these assumptions to our model. We apply a probability of success in our therapeutic models. This ranges from as low as 30% to as high as 70% based on what we feel is the therapeutic risk that the product will advance. In addition to the success factor, we apply a 30% discount rate (r) in our Free Cash Flow to the Firm (FCFF), Discounted EPS (dEPS), and Sum of the Parts (SOP) models. We then average the result and round to the nearest whole number to derive our 12-month price target of \$12.0.

Risks to our thesis include the following: (1) commercial; (2) regulatory; (3) clinical; (4) financial; and (5) intellectual property. We review these and other risks in the Risk Analysis section of this report.

November 8, 2023

Jason Kolbert Managing Director & Senior Analyst jkolbert@dawsonjames.com





Risk Analysis

In addition to the typical risks associated with development-stage specialty pharmaceutical companies, potential risks specific to Fortress Biotech 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. Fortress Biotech 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.



Exhibit 1. Income Statement

| Exhibit 1. Income Statement | 2019A | 2020A | 20214 | 2022A | 10224 | 20224 | 20225 | 4Q23E | 2023E | 2024E | 20255 | 20265 | 20275 | 20285 | 2020E | 20205 |
|--|------------------|----------------------------|------------------|------------------|-------------------|-------------------|-------------------|-------------------|-----------------------|-----------------------|------------------------|------------------------|------------------------|----------------------|---------------------|----------------------|
| Probability Revenue Forecast: ('000) | 2019A | 2020A | 2021A | 2022A | 1Q23A | 2Q23A | 3Q23E | 4Q23E | 2023E | 2024E | 2025E | 2026E | 2027E | 2028E | 2029E | 2030E |
| Avenue Therapeutics: IV Tramadol end use sales | | | s - | s - | s - | s - : | s - | s - | s - | s - | s - | s - | s - | s - | s - | s - |
| Percent Owned by Fortress | 32% | 32% | 32% | . 32% | 32% | 32% | . 32% | . 32% | 32% | . 32% | . 32% | . 32% | 32% | 32% | . 32% | 32% |
| Revenues Attributed back to Fortress | | | r - 1 | - | | - | | | - | - | - | - | - | | r - I | - |
| Mustang Bio - Bubble Boy (MB-107) | | | | | | \$- S | | | \$- | \$ 73,125 | \$ 101,250 | \$ 150,938 | \$ 268,125 | \$ 255,938 | \$ 230,625 | \$ 195,000 |
| Percent Owned by Fortress | 30% | 30% | 30% | 30% | 30% | 30% | 30% | 30% | 30% | 30% | 30% | 30% | 30% | 30% | 30% | 30% |
| Revenues Attributed back to Fortress | 0 | 0 | - | | - | | | | | 21,938 | 30,375 | 45,281 | 80,438 | 76,781 \$ 112,500 | 69,188 | 58,500 \$ 112,500 |
| Cyprium -CUTX-101 - Menkes Disease Percent Owned by Fortress | 89% | 89% | \$ - 89% | 89% | \$ - 89% | \$ - \$ 89% | 5 - 89% | 5 - 89% | \$ - 89% | \$ - 89% | \$ 22,500 89% | \$ 67,500 89% | \$ 112,500 89% | \$ 112,500 89% | \$ 112,500 89% | \$ 112,500 89% |
| Revenues Attributed back to Fortress | 09% | 09% | 09% | 09% | 89% | 89% | 89% | 09% | 69% | 0970 | 20.025 | 60.075 | 100.125 | 100.125 | 100.125 | 100.125 |
| CheckPoint (Cosibelimab PD-L1) | | | | s - | s - | s - : | s - | s - | s - | s - | \$ 94,112 | \$ 282,336 | | \$ 470,559 | \$ 564,671 | \$ 658,783 |
| Percent Owned by Fortress | 32% | 32% | 32% | 32% | 32% | 32% | 32% | 32% | 32% | 32% | 32% | 32% | 32% | 32% | 32% | 32% |
| Revenues Attributed back to Fortress | | | | - | | - | | - | - | - | 30,116 | 90,347 | 120,463 | 150,579 | 180,695 | 210,811 |
| CK-101 end use sales | | | | | | \$ - 5 | | s - | \$ - | \$ - | \$ 271,206 | \$ 542,413 | \$ 813,619 | \$ 867,861 | \$ 922,102 | \$ 976,343 |
| Percent Owned by Fortress | 32% | 32% | 32% | 32% | 32% | 32% | 32% | 32% | 32% | 32% | 32% | 32% | 32% | 32% | 32% | 32% |
| Revenues Attributed back to Fortress | - | | | | | - | | - | | - | 86,786 | 173,572 | | 277,715 | 295,073 | 312,430 |
| Journey Medical Corporation (Dermatology) | 34,921 | 44,531 | 63,134 | 65,246 | 11,089 | 16,961 | 17,225 | 26,496 | 71,771 | 78,948 | 86,842 | 95,527 | 105,079 | 115,587 | 127,146 | 139,861 |
| Percent Owned by Fortress Revenues Attributed back to Fortress | 100% 34,921 | 100% 44,531 | 100% 63.134 | 47% 30,666 | 47% 5,212 | 47% 7,972 | 47% 8,096 | 47% 12,453 | 47% 33,732 | 47% 37,105 | 47% 40,816 | 47% 44,898 | 47% | 47% 54,326 | 47% 59,759 | 47% 65,734 |
| Other Revenue Back to Fortress | 1,708 | 44,531 | 5,656 | 4,254 | 1,076 | 425 | 1,170 | 2,008 | 4,679 | 5,147 | 5,662 | 6,228 | | 7,536 | 8,290 | 9,119 |
| Fortress Revenues | 36,629 | 45,599 | 68,791 | 70,995 | 12,165 | 17.386 | 9.266 | 14,461 | 53,278 | 64,190 | 213,780 | 420,402 | | 667,063 | 713,128 | 756,719 |
| | 30,023 | 43,388 | 00,731 | 70,885 | 12,105 | 17,500 | 3,200 | 14,401 | 55,270 | 04,130 | 213,700 | 420,402 | 017,022 | 007,003 | 713,120 | 730,713 |
| | | | | | | | | | | | | | | | , P | |
| Avenue Therapeutic (IV Tramadol) Royalties (4.5% on sales > \$325M) | | | | | | | | | | | | | | | , P | |
| Associate Milestones | | | \$ - | | | | | | | | | | | | , P | |
| | | | | | | | | | | | | | | | , P | |
| Mustang Bio - Bubble Boy (MB-107) Prob. Adj. Royalties - 4.5% | | | | \$- | \$- | \$- \$ | \$- | \$- | \$- | \$ 3,290.63 | \$ 4,556 | \$ 6,792 | \$ 12,066 | \$ 11,517 | \$ 10,378 | \$ 8,775 |
| Associate Milestones | | | | | | | | | | | | | 1 | | , [,] | |
| Cyprium - CUTX-101 Menke's Disease - Prob. Adj. Royalties - 4.5% | | | | s . | s . | < | s - 2 | s - 2 | s - | \$ - | \$ 5.625 | \$ 16.875 | \$ 28.125 | \$ 28,125 | \$ 28.125 | \$ 28,125 |
| Associate Milestones | | | | 3 - | 3 - | ۵ - · | Þ - | Þ - | φ - | \$ 10,000 | \$ 10,000 | \$ 10,000 | \$ 10,000 | | \$ 10,000 | \$ 10,000 |
| | | | | | | | | | | φ 10,000 | φ 10,000 | φ 10,000 | • 10,000 | ¢ 10,000 | ¢ 10,000 | \$ 10,000 |
| CheckPoint (Cosibelmab PD-L1) - Prob. Adj. Royalties - 4.5% | | | | \$ - | s - | \$ - 5 | \$- | \$- | \$- | \$- | \$- | \$- | \$ 4,235 | \$ 12,705 | \$ 16,940 | \$ 21,175 |
| Associate Milestones | | | | | | | | | | | | | | | , P | |
| | | | | | | | | | - | - | | | | | la | |
| CheckPoint (CK-101 - TKI) - Prob. Adj. Royalties -25% Associate Milestones | | | \$ 2,400 | | s - | \$ - S | \$- | ş - | \$ - | \$ - \$ 50,000 | \$ 12,204 \$ 50,000 | \$ 24,409 \$ 50,000 | \$ 36,613 \$ 35,000 | \$ 39,054 | \$ 41,495 | \$ 43,935 |
| | - | | | 4.748 | \$ - | 3 - 3 | ¢ - | Þ - | | \$ 50,000 | \$ 50,000 | \$ 50,000 | \$ 35,000 | 3 - | | 112.011 |
| Total Royalties & Milestones | - | | 72,666 | 4,748 | 12,429 | 17,386 | - | - | 29,815 | 63,291 | 82,386 | 108,076 | 126,039 | 101,401 | 106,938 | 112,011 |
| Expenses: Fortress | | | | | | | | | | | | | | | , P | |
| Costs of Goods Sold (Journey Medical) | 10,532 | 14,594 | 32,084 | 30,775 | 6,449 | 7,767 | | | 14,216 | - | - | - | - | - | ا ۲ | |
| %COGS | 29% | 33% | 51% | 30,773 47% | 0% | 0% | - 0% | - 0% | 20% | - 0% | - 0% | - 0% | 0% | - 0% | - 0% | - 0% |
| | | | | | | | | | | | | | | | | |
| Research and Development (Consolidated) | 75,236 | 64,108 | 113,240 | 134,199 | 35,276 | 32,139 | 36,636 | 38,045 | 140,909 | 147,954 | 155,352 | 163,120 | 171,276 | 179,839 | 188,831 | 198,273 |
| Fortress | | 2,780 | - | | | | | | | | | | | | (| |
| Avenue | | 2,866 | | | | | | | | | | | | | , P | |
| Checkpoint | | 11,735 | | | | | | | | | | | | | , P | |
| Mustang | | 39,475 | | | | | | | | | | | | | , P | |
| Journey Other** | | 1.606 | | | | | | | | | | | | | , | |
| Research and Development- licenses acquired | 6.090 | 1,820 | 15.625 | 677 | 4.230 | 3 | 185 | 192 | 711 | 746 | 784 | 823 | 864 | 907 | 953 | 1,000 |
| General and Administrative (Consolidated) | 55,590 | 61,166 | 86,843 | 113.656 | 25.341 | 24.139 | 26.664 | 39.785 | 115,929 | 118,248 | 120.613 | 123.025 | 125.485 | 127,995 | 130.555 | 133,166 |
| Fortress | , | 23,341 | | ., | .,. | , | ., | | | ., . | ., | ., | ., | , | | , |
| Avenue | | 2347 | | | | | | | | | | | | | , P | |
| Checkpoint | | 6518 | | | | | | | | | | | | | , | |
| Journey Medical Corp. (SG&A) | | 25,659 | | | | | | | | | | | | | | |
| Mustang | | 6810 | | | | | | | | | | | 1 | | , [,] | |
| Journey Other** | | 1,184 | 9540 | | | | | | | | | | | | / | |
| Total Operating expenses | 147,448 | 142,146 | 257,332 | 279,307 | 71,296 | 67,941 | 63,485 | 78,023 | 271,765 | 266,948 | 276,748 | 286,968 | 297,625 | 308,742 | 320,339 | 332,439 |
| Total Operating expenses (Adjusted) | | 69,164 | | | | | | | | | | | | | | |
| | | | | | | | | | | | | | | | , I | |
| Operating Income (Loss) | 110,819 | (96,546) | (188,541) | (203,564) | (58,867) | (50,105) | (54,219) | (63,561) | (226,753) | (139,468) | 19,417 | 241,510 | 446,036 | 459,722 | 499,727 | 536,290 |
| Operating Income (Loss) adjusted | - | (23,565) | - | - 1 | - | - | - 1 | | - 1 | - | - | - | | - | - ' | - |
| Interest income (expense), net | 2,559 | 2,687 | 649 | 1,398 | 1,036 | 715 | 382 | 396 | 1,468 | 1,541 | 1,618 | 1,699 | 1,784 | 1,873 | 1,967 | 2,065 |
| Interest expense and financing fee | (11,849) | (12,441) | (15,308) | (13,642) | (4,296) | (6,425) | (3,724) | (3,868) | (14,324) | (15,040) | (15,792) | (16,582) | | (18,282) | (19,196) | (20,155) |
| Change in FV of derivative liability | | (1,147) | 39,294 | | (47) | (512) | | | , | | | | , | | | |
| Change in FV of subsidiary convertible note | | | (447) | | 6,678 | (3,369) | | | | | | | 1 | | , [,] | |
| Change in FV of investments | (27) | 533 | | | 351 | 395 | | | | | | | 1 | | , [,] | |
| Gain on deconsolidation of Caelum Total Other Income | 18,476 9,159 | (10,369) | 24,188 | (9,900) | 3.722 | (9,196) | (3,343) | (3,471) | (12,856) | (13,499) | (14,174) | (14,883) | (15,627) | (16,408) | (17.229) | (18,090) |
| Pretax Income (loss from continuing operations) | (101,660) | (10,369) | (164,353) | (213,464) | (55,145) | (59,301) | (57,562) | (67,033) | (12,656) (239,609) | (13,499) (152,967) | (14,174) 5,243 | 226,627 | 430,409 | (16,408) 443,314 | (17,229) 482,499 | (18,090) 518,200 |
| Income Tax Benefit (Provision) | (101,000) | (100,100) | (447) | 449 | - | - | - | - (20,000) | - (200,000) | (15,297) | 786 | 40,793 | | 93,096 | 110,975 | 129,550 |
| Tax Rate | 0% | 0% | 0% | 0% | 0% | 0% | 0% | 0% | 0% | 10% | 15% | 18% | 20% | 21% | 23% | 25% |
| | | | | | | | | | | | | | I | | ا ا | |
| GAAP Net Income (Loss) | (101,660) | (130,480) | (164,826) | (213,913) | (55,145) | (59,301) | (57,562) | (67,033) | (239,609) | (137,670) | 4,457 | 185,834 | 344,327 | 350,218 | 371,524 | 388,650 |
| Addjusted (Non-GAAP) Loss Less: net loss attributable to non-controlling interests | 61,700 | (35,842) 55,264 | 100,123 | 127,338 | 33,608 | 34.525 | 31.121 | 32.318 | 119,698 | 112,516 | 105,765 | 99,419 | 93.454 | 87.847 | 82.576 | 77.621 |
| Net Income (loss) attributable to common stockholders | (39,960) | (53,560) | (64,703) | (86,575) | (21,537) | 34,525 (26,784) | (26,440) | (34,714) | (109,476) | (25,154) | 110,221 | 285,253 | | 438,065 | 454,100 | 466,271 |
| | | | (04,703) | (0.97) | (0.21) | (0.24) | (3.58) | (4,70) | (103,470) (8,73) | (0.44) | 1.91 | 4.92 | 7.52 | 7.50 | 7.74 | 7.92 |
| GAAP-EPS | (0.73) | (0.76) | | | | | | | | | | | | | | |
| GAAP-EPS GAAP-EPS (Dil) | (0.73) (0.60) | (0.76) (0.76) | (0.79) | (0.97) | (0.21) | (0.24) | (3.58) | (4.70) | (8.73) | (0.44) | 1.91 | 4.92 | 7.52 | 7.50 | 7.74 | 7.92 |
| GAAP-EPS GAAP-EPS (Dil) Adjusted Non-GAAP EPS (DIL) | (0.60) | (0.76) (0.50) | (0.79) | (0.97) | (0.21) | (0.24) | (3.58) | (4.70) | | | | | | | | |
| GAAP-EPS GAAP-EPS (DII) Adjusted Non-GAAP EPS (DIL) Wgld Avg Shrs (Bas) - '000s | (0.60) 54,711 | (0.76) (0.50) 71,077 | (0.79) 81,700 | (0.97) 88,875 | (0.21) 101,886 | (0.24) 110,660 | (3.58) 7,385 | (4.70) 7,392 | 56,831 | 57,486 | 57,716 | 57,947 | 58,179 | 58,412 | 58,646 | 58,881 |
| GAAP-EPS GAAP-EPS (DII) Adjusted Non-GAAP EPS (DIL) | (0.60) | (0.76) (0.50) | (0.79) | (0.97) | (0.21) | (0.24) | (3.58) | (4.70) | | | | | | | | |

Source: Company reports and Dawson James

Source: Dawson James estimates and company reports



Companies that may be mentioned in this report, working with Fortress and/or part of valuation discussion:

Alexion (ALXN/NASDAQ)-Not covered.

Astra Zeneca (AZN/NASDAQ) - Not Covered

InvaGen Pharmaceuticals – (Private).

St. Jude Children's Research Hospital (Private).

Mustang Bio (MBIO/NASDAQ) - Not covered.

Checkpoint Therapeutics (CKPT/NASDAQ) – Not covered.

Avenue Therapeutics (ATXI/ NASDAQ) – Not covered.

Caelum Biosciences (Private).

Journey Medical Corporation (DERM).

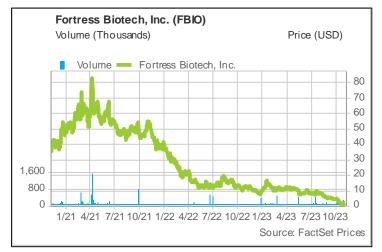
Cyprium Therapeutics (Private).

Fuji Yakuhin (subsidiary of Fuji-Japan – Not Covered)

Dr. Reddy's Laboratories Ltd. (RDY-Not Covered)

Important Disclosures:

Price Chart:



Price target and rating changes over the past three years: Initiated - Buy August 26, 2019, Price Target \$19.00 Update - Buy September 17, 2019, Price Target \$19.00 Update - Buy November 4, 2019, Price Target \$19.00 Update - Buy December 11, 2019, Price Target \$19.00 Update - Buy December 23, 2019, Price Target \$19.00 Update - Buy January 15, 2020, Price Target \$19.00 Update - Buy February 14, 2020, Price Target \$19.00 Update - Buy February 20, 2020, Price Target \$19.00 Update - Buy March 30, 2020, Price Target \$19.00 Update - Buy May 14, 2020, Price Target \$19.00 Update - Buy July 31, 2020, Price Target \$19.00 Update – Buy September 8, 2020, Price Target \$19.00 Price Target Change - Buy October 12, 2020, Price Target \$15.00 Update - Buy October 20, 2020, Price Target \$15.00 Price Target Change - Buy November 10, 2020, Price Target \$16.00 Update - Buy December 14, 2020, Price Target \$16.00 Update - Buy February 2, 2021, Price Target \$16.00



Price Target Change - Buy February 17, 2021, Price Target \$21.00 Price Target Change - Buy February 24, 2021, Price Target \$22.00 Price Target Change - Buy April 7, 2021, Price Target \$24.00 Update - Buy April 13, 2021, Price Target \$24.00 Update - Buy May 10, 2021, Price Target \$24.00 Update - Buy May 20, 2021, Price Target \$24.00 Update - Buy June 11, 2021, Price Target \$24.00 Update - Buy June 15, 2021, Price Target \$24.00 Update - Buy August 17, 2021, Price Target \$24.00 Update - Buy September 29, 2021, Price Target \$24.00 Update - Buy October 26, 2021, Price Target \$24.00 Update - Buy November 19, 2021, Price Target \$24.00 Update – Buy February 17, 2022, Price Target \$24.00 Update - Buy March 28, 2022, Price Target \$24.00 Update – Buy May 17, 2022, Price Target \$24.00 Update - Buy August 11, 2022, Price Target \$24.00 Update - Buy October 7, 2022, Price Target \$24.00 Update - Buy January 25, 2023, Price Target \$24.00 Update - Buy April 12, 2023, Price Target \$24.00 Update - Buy July 3, 2023, Price Target \$24.00 Update - Buy July 12, 2023, Price Target \$24.00 Update - Buy July 26, 2023, Price Target \$24.00 Update - Buy July 27, 2023, Price Target \$24.00 Update - Buy August 9, 2023, Price Target \$24.00 Update - Buy August 18, 2023, Price Target \$24.00 Price Target Change - Buy October 10, 2023, Price Target \$12.00 Update - Buy October 19, 2023, Price Target \$12.00 Update - Buy November 8, 2023, Price Target \$12.00

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The Firm does not make a market in the securities of the subject company(s). The Firm has not engaged in investment banking relationships with the subject company in the prior twelve months, as a manager or co-manager of a public offering and has not received compensation resulting from those relationships. The Firm may seek compensation for investment banking services in the future from the subject company(s). The Firm has not received other compensation from the subject company(s) in the last 12 months for services unrelated to managing or co-managing of a public offering.

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Although the statements in this report have been obtained from and are based upon recognized statistical services, issuer reports or communications, or other sources that the Firm believes to be reliable, we cannot guarantee their accuracy. All opinions and estimates included in this report constitute the analyst's judgment as of the date of this report and are subject to change without notice.

Information about valuation methods and risks can be found in the "VALUATION" and "RISK ANALYSIS" sections of this report.

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Rating Definitions:

- **Buy:** the analyst believes the price of the stock will appreciate and produce a total return 1) of at least 20% over the next 12-18 months;
- 2) Neutral: the analyst believes the price of the stock is fairly valued for the next 12-18 months:
- Sell: the analyst believes the price of the stock will decline by at least 20% over the next 3) 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 | 3-Nov-23 | | | |
|----------------------------|----------------|------------|----------------|--------|
| | Company | | Investment | |
| | Coverage | | Banking | |
| | | | | % of |
| Ratings Distribution | # of Companies | % of Total | # of Companies | Totals |
| Market Outperform (Buy) | 22 | 64.70% | 3 | 8.80% |
| Market Perform (Neutral) | 12 | 35.30% | 2 | 5.90% |
| Market Underperform (Sell) | 0 | 0% | 0 | 0.00% |
| Total | 34 | 100% | 5 | 14.70% |

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Analyst Certification:

The analyst(s) whose name appears on this research report certifies that 1) all of the views expressed in this report accurately reflect his (their) personal views about any and all of the subject securities or issuers discussed; and 2) no part of the research analyst's compensation was, is, or will be directly or indirectly related to the specific recommendations or views expressed by the research analyst in this research report; and 3) all Dawson James employees, including the analyst(s) responsible for preparing this research report, may be eligible to receive non-product or service-specific monetary bonus compensation that is based upon various factors, including total revenues of Dawson James and its affiliates as well as a portion of the proceeds from a broad pool of investment vehicles consisting of components of the compensation generated by investment banking activities, including but not limited to shares of stock and/or warrants, which may or may not include the securities referenced in this report.