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**Kintara (NASDAQ/KTRA) – Neutral Rated**

*February 13, 2024*

**Kintara Therapeutics Announces Initiation of REM-001 Clinical Trial for the Treatment of Cutaneous Metastatic Breast Cancer**

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Kintara announced the initiation of a REM-001 15-patient clinical trial in cutaneous metastatic breast cancer (CMBC) patients. The trial is planned as an open-label 15-patient study in CMBC patients to evaluate REM-001. Recall that REM-001 is a photodynamic therapy (PDT) photosensitizer agent and is designed to test the 0.8 mg dose optimizing the study design in advance of a Phase 3 trial initiation. The primary endpoint in the study is Best Overall Objective Response Rate (bORR) (complete response or partial response) of the target treatment fields at any time from treatment up to, and including, week 24. The company had 216k in cash and equivalents in the last reported quarter (Sept. 23), the company is on a June calendar year. We expect a capital raise if the company is going to continue to operate.

**Investment Highlights**

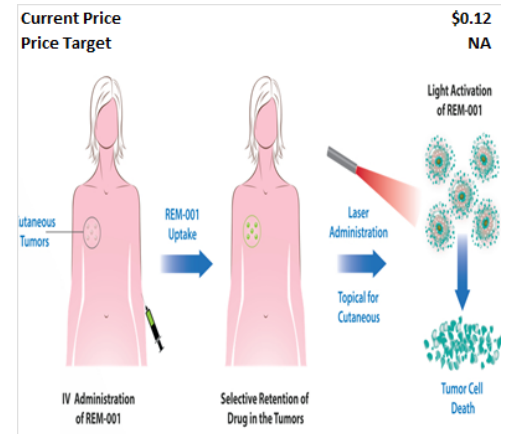
**REM-001:** REM-001 is a second-generation photodynamic therapy (PDT) photosensitizer agent that has undergone late-stage clinical development in previous clinical trials showing a complete response in approximately 80% of evaluable tumor sites. REM-001 Therapy consists of three parts, a laser light source, a light delivery device and the drug REM-001 (collectively, REM-001 Therapy). REM-001 is a second-generation photosensitizer drug that has undergone late-stage clinical development, and which we believe possesses multiple advantages over earlier-generation PDT compounds. Our lead indication for REM-001 Therapy is unresectable cutaneous metastatic breast cancer (CMBC), a disease that may affect individuals with advanced breast cancer and for which effective treatment options are limited. For this and similar cutaneous applications, the light delivery device is a simple and easy-to-use fiber optic wand that the physician employs to directly illuminate the tumor with light.

**REM-001** has been granted orphan drug designations for the treatment of recurrent basal cell carcinoma nevus syndrome (BCCNS) and ovarian cancer. In addition, the FDA has granted a fast-track designation for REM-001 in CMBC.

**Almost a year ago Kintara stated:** REM-001 was studied in four Phase 2/3 clinical trials in patients with CMBC who had previously received chemotherapy and/or failed radiation therapy. With clinical efficacy to date of 80% complete responses of CMBC evaluable lesions, and with an existing robust safety database of approximately 1,100 patients across multiple indications, Kintara is focused on securing the funding necessary to restart a 15-patient study in CMBC patients in advance of a Phase 3 study.

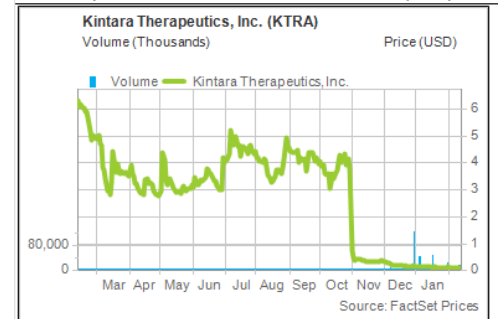
**Valuation.** We have removed VAL-083 from our model. We have not yet added our model REM-001. As a result, we are neutral rated as we work to access the risk and market opportunity for REM-001

**Risk Factors:** Investment Risk, Market Share Risk, Regulatory Risk, Commercial Risk, and Financial Risk.



Source: Kintara

Stock Data			
52-Week Range	\$0.11	-	\$6.35
Shares Outstanding (mil.)	3.4		
Market Capitalization (mil.)	\$0.4		
Enterprise Value (mil.)	-\$8		
Debt to Capital	0%		
Book Value/Share	\$5.28		
Price/Book	0		
Average Three Months Trading Volume (K)	7,413		
Insider Ownership	1.7%		
Institutional Ownership	2.2%		
Short interest (mil.)	4.8%		
Dividend / Yield	\$0.00/0.0%		



**Please find Important Disclosures beginning on Page 3.**

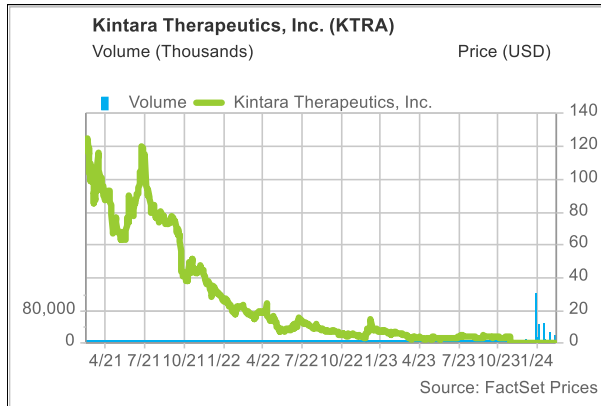
**Exhibit 1. Income Statement**

Kintara Pharmaceuticals Inc. (KTRA): Income Statement ('000)	6. 2018 YE	6. 2019 A	6. 2020 A	6. 2021 YE	6. 2022 YE	6. 2023 YE	1Q24A	2Q24E	3Q24E	4Q24E	6. 2024 YE	6. 2025 YE	6. 2026 YE	6. 2027 YE	6. 2028 YE	6. 2029 YE	6. 2030 YE
FYE-Jun 30	6.2018	6.2019 A	6.2020A	6.2021	6.2022	6.2023	3Q23A	4Q23E	1Q24E	2Q24E	6.2024	6.2025	6.2026	6.2027	6.2028	6.2029	6.2030
<b>Revenue (\$000)</b>																	
REM-001					0		-	-	-	-	0	0	0	0	0	0	0
VAL-083 U.S.							0	0	0	0	0						
VAL-083 ROW							-	-	-	-	-	-	-	-	-	-	-
License Fees and Royalties (China sales)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total Revenue</b>	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Expenses</b>																	
Cost of Goods Sold	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
COGS % of revenue				10%	10%	10%	10%	10%	10%	10%	10%	10%	10%	10%	10%	10%	10%
Sales, General and administrative expenses	4,042	4,736	4,515	8,467	7,509	5,485	1,103	1,103	2,500	2,600	10,000	10,100	10,201	10,303	10,406	10,510	10,615
SG&A % of revenue																	
Research and Development	7,133	3,662	4,684	12,895	15,173	9,311	1,859	1,859	3,000	3,120	12,000	12,120	12,241	12,364	12,487	12,612	12,738
R&D % of revenue																	
Non-GAAP, Adj				16594													
<b>Total expenses</b>	<b>11,175</b>	<b>8,398</b>	<b>9,198</b>	<b>37,956</b>	<b>22,682</b>	<b>14,796</b>	<b>2,962</b>	<b>2,962</b>	<b>5,500</b>	<b>5,720</b>	<b>17,144</b>	<b>19,562</b>	<b>19,758</b>	<b>19,955</b>	<b>20,155</b>	<b>20,357</b>	<b>20,560</b>
Oper. Inc. (Loss)	(11,175)	(8,398)	(9,198)	(37,956)	(22,682)	(14,796)	(2,962)	(2,962)	(5,500)	(5,720)	(17,144)	(19,562)	(19,758)	(19,955)	(20,155)	(20,357)	(20,560)
Change in fair value of derivative liability	60	(434)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Change in fair value of derivative liability due to change in warrant terms		126															
Issuance of shares to Valent																	
Loss on exchange of warrants																	
Foreign exchange gain	(57)	18	3	5	7	60	-	-	-	-	-	-	-	-	-	-	-
Interest expense			(75)	50	14	87	-	-	-	-	-	-	-	-	-	-	-
Interest income	33	(61)	-	16	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total non-operating income</b>	<b>36</b>	<b>(350)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Pretax Income</b>	<b>(11,138)</b>	<b>(8,048)</b>	<b>(9,126)</b>	<b>(38,012)</b>	<b>(22,661)</b>	<b>(14,649)</b>	<b>(2,962)</b>	<b>(2,962)</b>	<b>(5,500)</b>	<b>(5,720)</b>	<b>(17,144)</b>	<b>(19,562)</b>	<b>(19,758)</b>	<b>(19,955)</b>	<b>(20,155)</b>	<b>(20,357)</b>	<b>(20,560)</b>
Income Tax Benefit (Provision)					(2,740)							(3,521)	(4,347)	(4,590)	(4,837)	(5,089)	(7,196)
<b>Tax Rate</b>					<b>0%</b>	<b>0%</b>	<b>0%</b>	<b>0%</b>	<b>0%</b>	<b>0%</b>	<b>0%</b>	<b>18%</b>	<b>22%</b>	<b>23%</b>	<b>24%</b>	<b>25%</b>	<b>35%</b>
<b>GAAP Net Income (loss)</b>	<b>(11,281)</b>	<b>(8,048)</b>	<b>(9,126)</b>	<b>(38,012)</b>	<b>(24,857)</b>	<b>(14,649)</b>	<b>(3,137)</b>	<b>(2,962)</b>	<b>(5,500)</b>	<b>(5,720)</b>	<b>(17,319)</b>	<b>(16,041)</b>	<b>(15,411)</b>	<b>(15,366)</b>	<b>(15,318)</b>	<b>(15,267)</b>	<b>(13,364)</b>
Preferred stock dividend	176.24	80.43	8.62	730	(8.00)	370											
<b>Net and comprehensive loss available to common stockholders</b>	<b>(11,315)</b>	<b>(9,178)</b>	<b>(9,135)</b>	<b>(38,012)</b>	<b>(25,131)</b>	<b>(15,019)</b>	<b>(3,137)</b>	<b>(2,962)</b>	<b>(5,500)</b>	<b>(5,720)</b>	<b>(17,319)</b>	<b>(16,041)</b>	<b>(15,411)</b>	<b>(15,366)</b>	<b>(15,318)</b>	<b>(15,267)</b>	<b>(13,364)</b>
<b>GAAP-EPS</b>	<b>(0.55)</b>	<b>(1.28)</b>	<b>(0.87)</b>	<b>(1.85)</b>	<b>(0.52)</b>	<b>(9.27)</b>	<b>(1.83)</b>	<b>(0.14)</b>	<b>(0.25)</b>	<b>(0.26)</b>	<b>(2.48)</b>	<b>(0.74)</b>	<b>(0.70)</b>	<b>(0.70)</b>	<b>(0.69)</b>	<b>(0.69)</b>	<b>(0.60)</b>
Non GAAP EPS (dil)	(0.55)	(0.87)	(0.87)	(1.85)	(0.47)	(9.27)	(1.83)	(0.14)	(0.25)	(0.26)	(2.47)	(0.70)	(0.65)	(0.62)	(0.60)	(0.57)	(0.48)
Wgtd Avg Shrs (Bas) - '000s	20,861	2,575	10,444	32,297	48,702	1,620	1,718	21,720	21,741	21,763	16,736	21,818	21,905	21,993	22,081	22,169	22,258
Wgtd Avg Shrs (Dil) - '000s	20,861	2,575	10,444	32,297	63,799	1,620	1,718	21,735	21,953	22,172	16,894	22,732	23,655	24,615	25,615	26,655	27,737

Source: Company reports and Dawson James

**Important Disclosures:**

**Price Chart:**



**Price target and ratings changes over the past three years:**

- Update – January 11, 2021 – Buy \$4.00
- Update – January 21, 2021 – Buy \$4.00
- Update – February 1, 2021 – Buy \$4.00
- Update – February 25, 2021 – Buy \$5.00
- Update – April 14, 2021 – Buy \$5.00
- Update – May 18, 2021 – Buy \$5.00
- Update – May 26, 2021 – Buy \$5.00
- Update – July 1, 2021 – Buy \$5.00
- Update – August 17, 2021 – Buy \$5.00
- Update – September 22, 2021 – Buy \$5.00
- Update – December 2, 2021 – Buy \$5.00
- Update – January 19, 2022 – Buy \$5.00
- Update – February 14, 2022 – Buy \$5.00
- Update – March 18, 2022 – Buy \$5.00
- Price Target Change – April 12, 2022 – Buy \$3.00
- Rating Change – Buy to Neutral May 16, 2022 – NA
- Update – Neutral September 8, 2022 – NA
- Update – Neutral September 26, 2022 – NA
- Update – Neutral September 29, 2022 – NA
- Update – Neutral October 19, 2022 – NA
- Update – Neutral November 10, 2022 – NA
- Update – Neutral November 18, 2022 – NA
- Update – Neutral December 15, 2022 – NA
- Update – Neutral February 21, 2023 – NA
- Update – Neutral May 2, 2023 – NA
- Update – Neutral May 11, 2023 – NA
- Update – Neutral June 30, 2023 – NA
- Update – Neutral September 19, 2023 – NA
- Update – Neutral September 26, 2023 – NA
- Update – Neutral October 31, 2023 – NA
- Update – Neutral February 13, 2024 – NA

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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 30-Jan-24

	Company Coverage		Investment Banking	
Ratings Distribution	# of Companies	% of Total	# of Companies	% of Totals
Market Outperform (Buy)	20	58.82%	4	11.80%
Market Perform (Neutral)	14	41.18%	2	5.90%
Market Underperform (Sell)	0	0%	0	0.00%
Total	34	100%	6	17.70%

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