

4<sup>th</sup> Quarter 2013

**Organizational downsizing and cost reductions implemented, and the board  
has presented a proposal to secure financing of DiaGenic**

Ruben Ekbråten, Acting CEO  
20 February, 2014

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# Agenda

- ◆ Highlights
- ◆ Product development
- ◆ Organizational update
- ◆ Finance
- ◆ Outlook

# Highlights

- On 10 October, DiaGenic announced the results from a calibration study for an optimized MCItect® test based on a larger study population
- On 28 October DiaGenic announced that its management and board of directors will seek to restructure the company, and/or divest all or selected company assets. As a consequence, the Board decided to give notice of termination to the staff; a process which was fully executed by the end of October
- On 22 November DiaGenic's Extraordinary General Meeting resolved to elect Hanne Skaarberg Holen (chairman), Øystein Stray Spetalen and Martin Nes as members of the board of directors
- Q4 2013 pre-tax earnings were NOK -6.7 million compared with NOK -10.9 million in Q4 2012

# Significant events after end of period

- ◆ DiaGenic has entered into an agreement with its largest creditor that significantly reduced DiaGenic's financial liabilities going forward.
- ◆ Proposed rights issue of NOK 50 million at a subscription price of NOK 0.50 per share and with tradable subscription rights. The Company has secured a full underwriting of the Rights Issue. The proposed Rights Issue remains subject to shareholder approval
- ◆ DiaGenic reports final results from an exploratory study that examines the agreement between gene expression in blood and brain amyloid PET imaging. In a patient population of 144 patients, a gene expression biomarker was identified that demonstrated an agreement of 69% with brain amyloid PET imaging.

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# MCItect® re-calibration results

- MCItect® is a prospective blood test in development aiming to select patients with amnestic Mild Cognitive Impairment who will convert to Alzheimer dementia within 2 years.
- In October results from MCItect re-calibration study were announced:
  - 157 patients from 19 centers in Europe and the U.S. diagnosed with amnestic mild cognitive impairment (MCI), that either remained stable or progressed to Alzheimer's disease dementia during a two-year period
  - The total prediction accuracy of this enhanced version of MCItect® was 75%, with 75% sensitivity and 73% specificity

# AMYtect™ study results

- ◆ AMYtect™ is an IVD blood test to identify patients with brain amyloid that correlates with brain amyloid PET imaging
- ◆ Developed under a collaborative research agreement with GE Healthcare
- ◆ In January 2014 final results from an exploratory study were announced:
  - 144 patients of which 118 were diagnosed with suspected mild cognitive impairment and 26 were healthy control
  - An exploratory gene signature candidate showed an agreement between gene expression in blood and brain amyloid PET imaging of 69%

# Product development going forward

- The Company has suspended any further research and development activities until the Company has decided on the way forward. This includes any further development work on MCItect® and AMYtect®
- The Company has also taken the necessary steps to minimise the future operating expenditure

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- Finance
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# Organizational update

- All the staff and management were given notice of termination in October 2013
- On 22 November the extraordinary general meeting resolved to elect Hanne Holen (chairman), Øystein Stray Spetalen and Martin Nes as members of the board of directors in DiaGenic
- Effective from 1<sup>st</sup> February Ruben Ekbråten was appointed Acting Chief Executive Officer of DiaGenic
- Effective from 1st February 2014 DiaGenic has changed address to: Sjølyst plass 2, 0278 Oslo, Norway

# Agenda

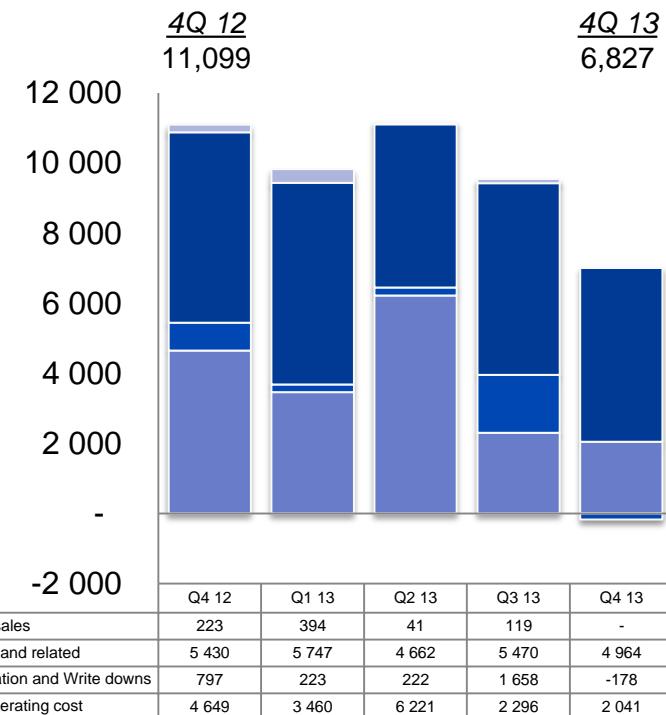
- Highlights
- Product development
- Organizational update
- **Finance**
- Outlook

# Finance, Profit & Loss

**P&L 4Q**  
(*thousand NOK*)

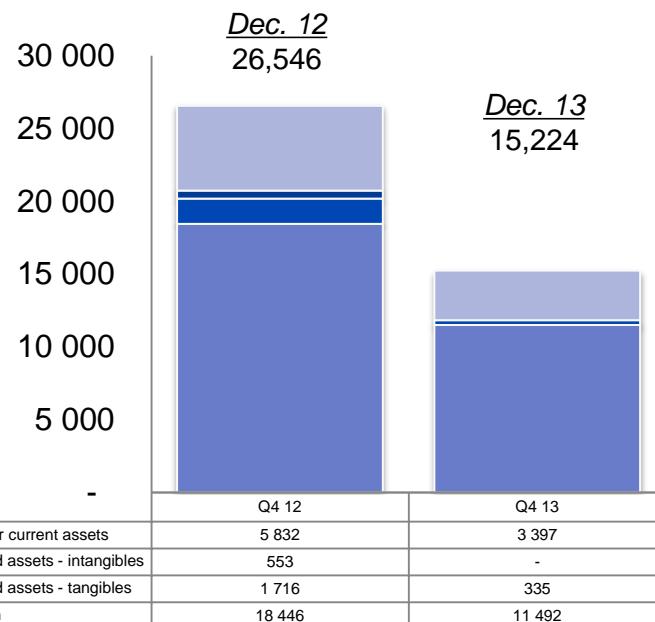
	4Q '13	4Q '12
Revenues and grants	212	545
Depreciation and adj. of assets to est. realizable values	178	(572)
<b>Sum Operating Cost</b>	<b>6,827</b>	<b>11,099</b>
Operating loss	(6,804)	(11,057)
Net finance	102	200
<b>Net income</b>	<b>(6,703)</b>	<b>(10,857)</b>
Other Comprehensive Income	1,030	(4,974)

**Operating Cost**  
(*thousand NOK*)

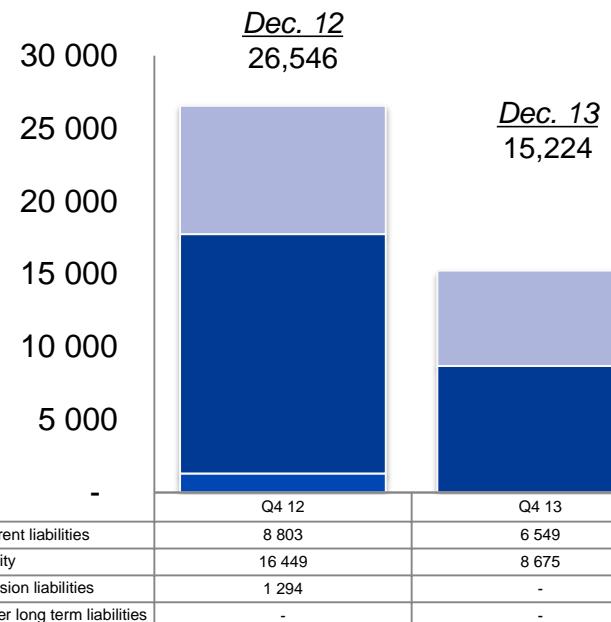


# Finance, Financial position

**Assets**  
(thousand NOK)

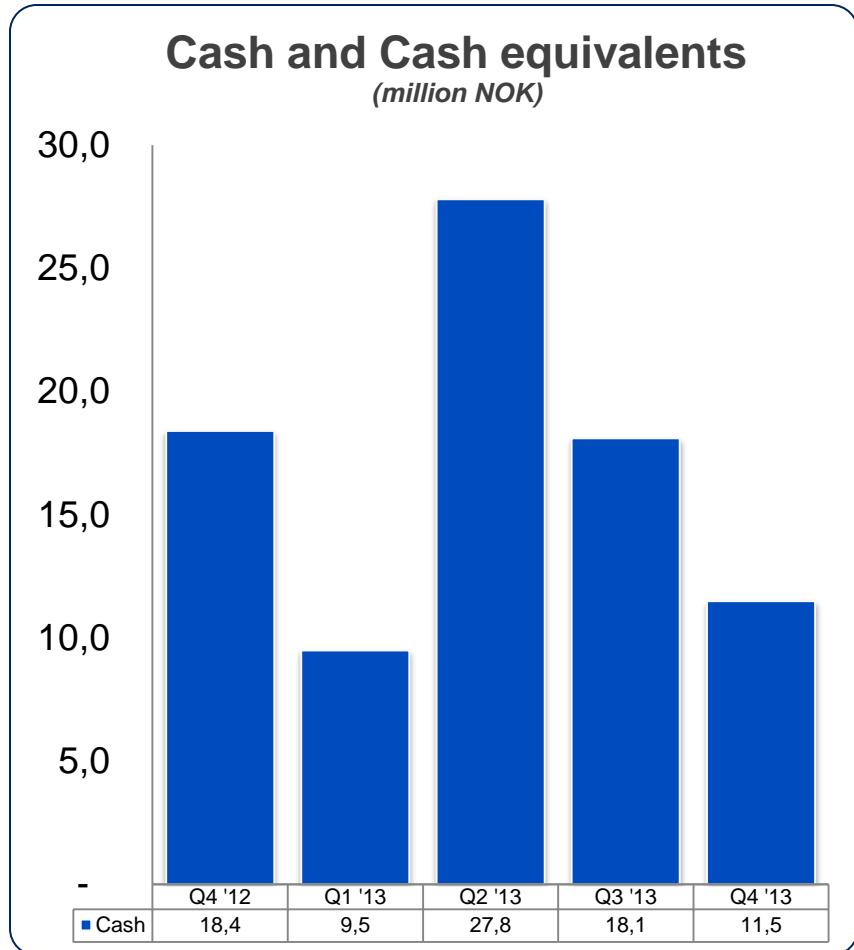


**Equity and liabilities**  
(thousand NOK)



In January 2014 DiaGenic entered into an agreement with its landlord to terminate a long term facility lease agreement in exchange for a final payment of NOK 1.5 million. This is not included in the financial statements as of 31 December 2013.

# Finance, Cash position



- NOK 11.5 million in cash at end of December 2013
- According to estimate the Company's working capital is funded to Q3 2014, after cost reduction measures, but not including the proposed rights issue

# Finance, Proposed rights issue

- The Board has proposed a rights issue of NOK 50 million
  - Subscription price of NOK 0.50 per share
  - Approx. 12.25 tradable subscription rights for each share held in DiaGenic as per 25<sup>th</sup> February
- The Company has secured a full underwriting of the Rights Issue through an underwriting syndicate
- The proposed Rights Issue remains subject to shareholder approval at the extraordinary general meeting to be held on 25<sup>th</sup> February

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# Outlook

- ◆ Secure financing of the Company through the proposed rights issue
- ◆ Continue the restructuring process to enable the Company to pursue growth and development in its existing business, through new opportunities within biotech/pharmaceuticals or other areas

# Thank you!

- Q&A

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