AdAlta

next generation protein therapeutics

i-bodies – a new class of protein therapeutics to treat human disease

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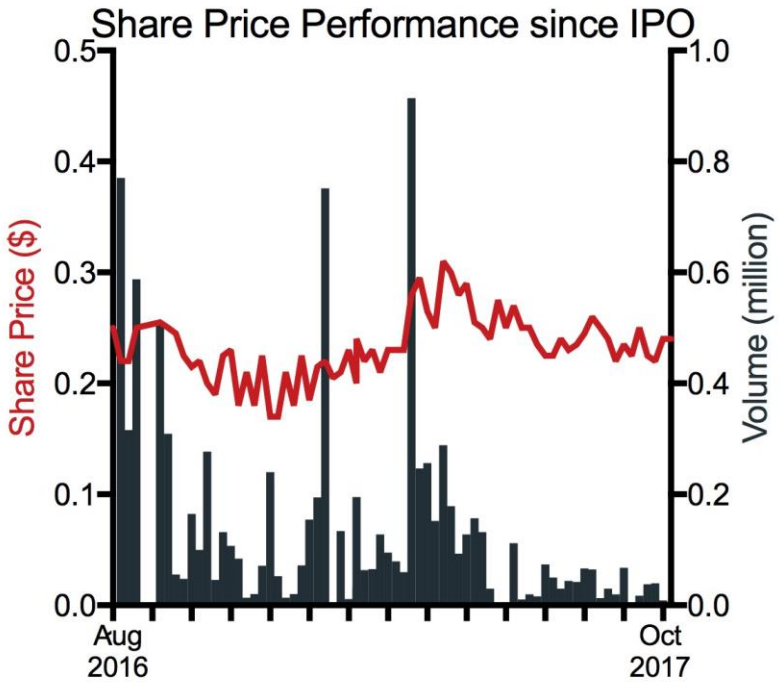
Corporate and investment summary

- A drug discovery and development company using its powerful technology platform to generate a promising new class of protein therapeutics, known as i-bodies, for treating a wide range of human diseases.
- **Investment highlights**
  - Initial focus on treating fibrosis – high unmet medical need
  - Advanced lead fibrosis drug candidate AD-114 with significant pre-clinical validation
  - Fully funded for phase 1 development of lead fibrosis drug and i-body pipeline
  - Orphan drug designation USA FDA
  - Early commercialisation potential
  - Experienced team with strong track record of drug development and ability to deliver

Financial position

Key Financial Details	
ASX code	1AD
Share price (16 October 2017)	AU$0.24
Market capitalisation	AU$24.3m
Shares on issue*	101,257,434
Escrowed shares (August 2018)	24,000,000
Options on issue	969,427
Current cash (30 September 17)	AU$6.87m
Trading range (since listing)	AU$0.325 to $0.165
Average daily volume	32,201

Major Shareholders	%
Yuuwa Capital LP	53.39
Platinum Asset Management	8.05
Citycastle Pty Ltd	5.25
La Trobe University	3.00
National Nominees Limited	2.14
Other shareholders	28.17
Total	100%



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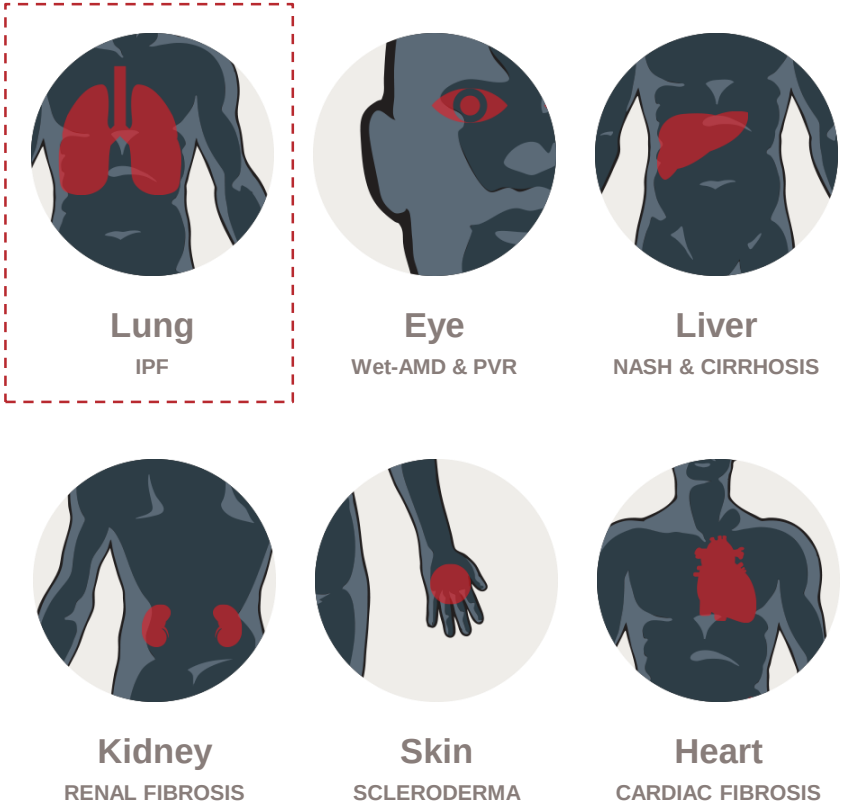
Fibrosis: unmet medical need with multiple indications

- Developing i-bodies as improved therapies for the treatment of fibrosis
  - a condition that is prevalent in 45-50% of all diseases
- Fibrosis can occur in many tissues of the body as a result of inflammation or damage
  - it can result in scarring of vital organs causing irreparable damage and eventual organ failure
- AdAlta's initial focus is on lung fibrosis

Collectively fibrosis represents a large unmet clinical need



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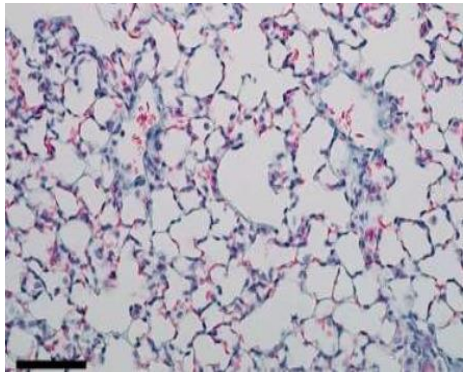
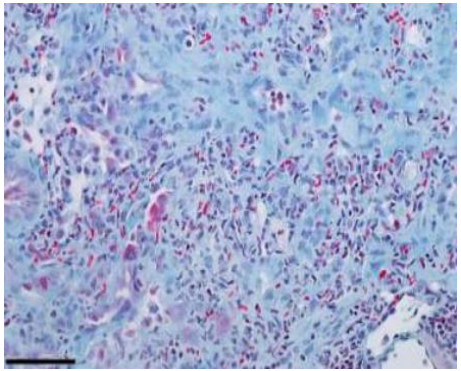
AD-114 prevents lung fibrosis in disease models

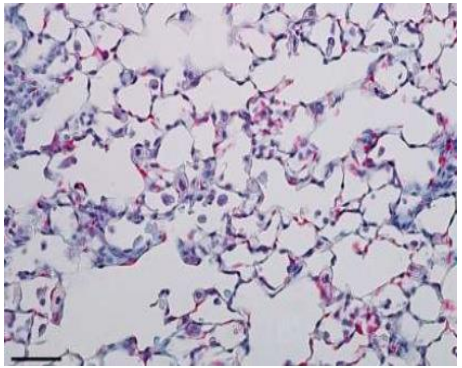
Extensive pre-clinical AD-114 studies have demonstrated positive *in vitro* (in the lab) and *in vivo* (in animals) data



Normal lung tissue



IPF lung tissue
(lung disease mouse model)



IPF lung tissue + AD-114 dosed for 21 days
(lung disease mouse model)

AD-114 reduces collagen content and inflammatory cell infiltration and demonstrates a similar architecture to that of the normal lung in the Bleomycin mouse model

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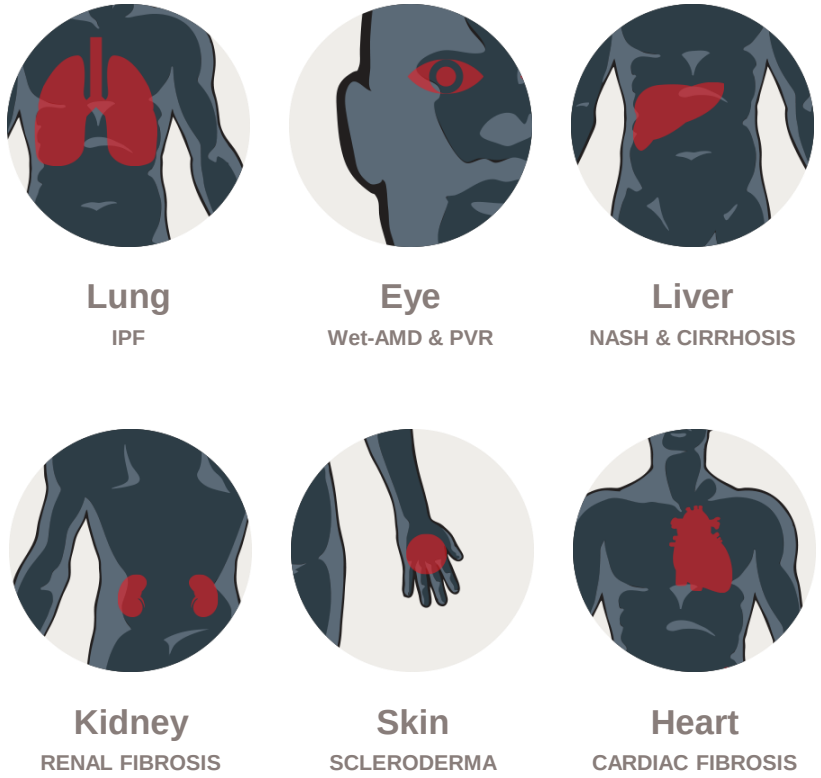
AD-114 has broad application in treating fibrosis

AdAlta data shows that AD-114 can improve fibrosis across a range of fibrotic diseases

- **LUNG:** Idiopathic Pulmonary Fibrosis
- **EYE:** Wet Age Related Macular Degeneration
- **LIVER:** NASH
- **SKIN:** Hypertrophic scar
- **KIDNEY:** Chronic Kidney Disease

AD-114 has demonstrated broad anti-fibrotic and anti-inflammatory effects in several animal models of disease and with human tissues

AD-114 has demonstrated safety in non-human primate studies



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Global market interest in fibrosis treatments

Fibrosis assets acquired at an early stage – typically based on Phase I results

Date	Company	Target	Acquired by	Deal value (US$)	Deal commentary
Sep-15	Adheron Therapeutics	SDP051	Roche	$105M upfront, plus $475M in milestones	SDP-51 at end of Phase I for IPF
Aug-15	Promedior	PRM-151	BMS	$150m upfront + $1.25B	Phase II IPF and myelofibrosis
Nov-14	Galecto Biotech AB	TD139	BMS	$444M	Option to acquire at end of clinical POC (no later than 60 days following Ph 1b for IPF completion)
Aug-14	Intermune	Esbriet / Pirfenidone	Roche	$8.3B	Approval in Europe / Japan, phase III in the US
Jun-13	MicroDose Therapeutx	MMI0100	Teva Pharmaceuticals	$40M upfront $125M milestones	MMI0100 was in pre-clinical development
Mar-12	Stromedix	STX100	Biogen Idec	$75M upfront $487.5M milestones	End of phase I for IPF
Jul-11	Amira / BMS	BMS-986020	BMS	$325M upfront $150M milestones	End of phase I for IPF

Source: Medtrack Pharma Intelligence, Informa (all IPF deals since 2011)

IPF Phase II readouts generate $1.4billion market value

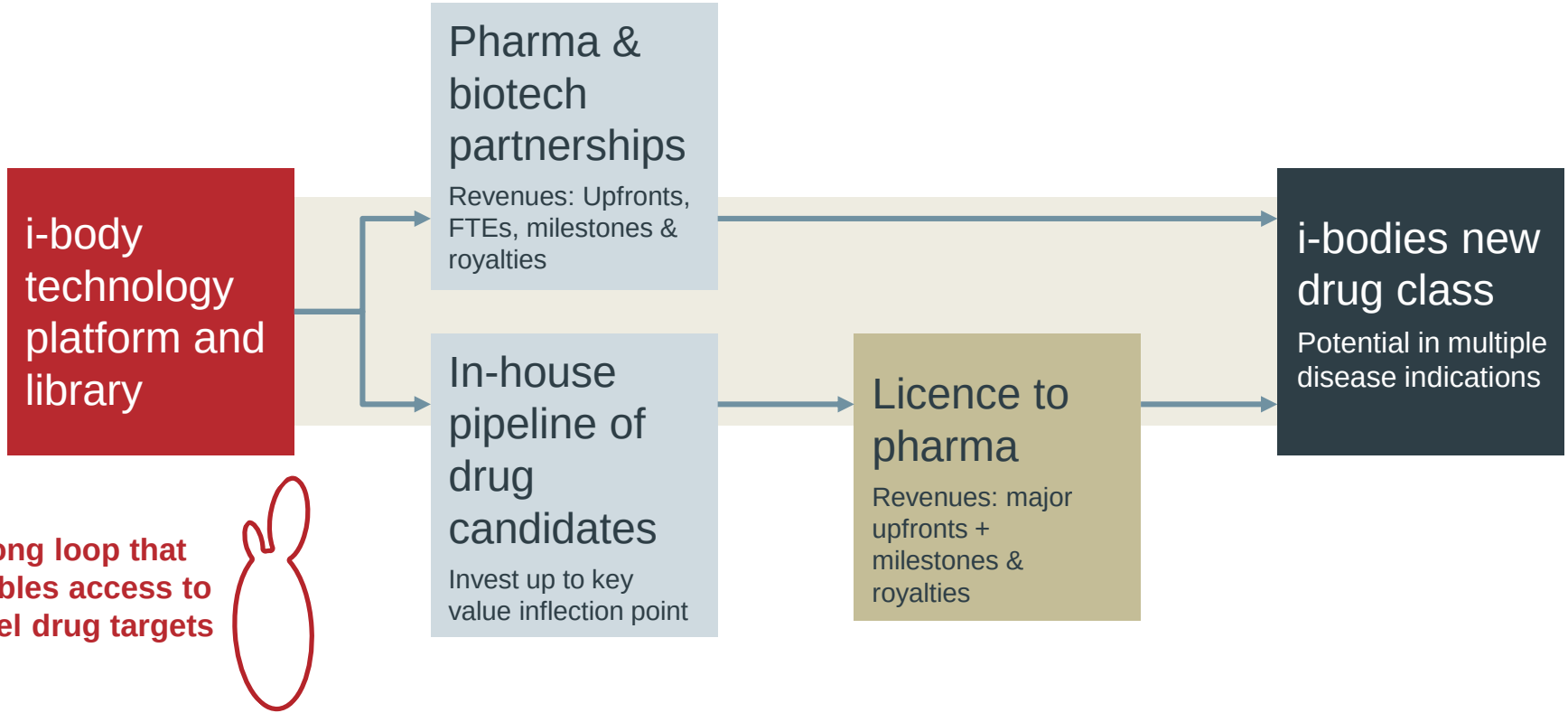
FibroGen

- (NASDAQ:FGEN)
- $869 million added to its market cap on announcement (7 August 2017) of meeting primary endpoint in Phase IIb study
- Pamrevlumab (FG-3019) 103 patients 48 weeks

Galápagos

- (Euronext:GLPG; NASDAQ:GLPG)
- $555 million added to market cap on announcement (9 August 2017) exploratory Phase IIa data
- FLORA trial had 23 IPF patients:17 drug, 6 placebo for 12 weeks

AdAlta business model – strategy to create value



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Market benchmarks

Fibrosis lead AD-114	adheron THERAPEUTICS Sep-15 acquired by Roche $105m + $475m milestones phase I asset	Promedior Aug-15 acquired by BMS $150m + $1.25b milestones phase IIa asset	Galecto Biotech AB Nov-14 acquired by BMS $444m phase I asset
Next gen antibodies	arGEN-X April-16 with Abbvie $40m upfront + $645m milestones & royalties	pieris PHARMACEUTICALS May -17 with AZ $58m upfront + $2.1b milestones & royalties	Ablynx July-17 with Sanofi €31m upfront + €2.4b milestones & royalties
GPCRs	HEPTARES therapeutics Acquired Feb-15 by Sosei $400m Phase Ib asset + 7 pre-clinical leads	receptos Acquired by Celgene July-15 $8b Ph III, Ph II and GPCR platform	Ablynx April-16 with Boehringer €8m payment for Ph1 GPCR nanobody + €125m milestones & royalties

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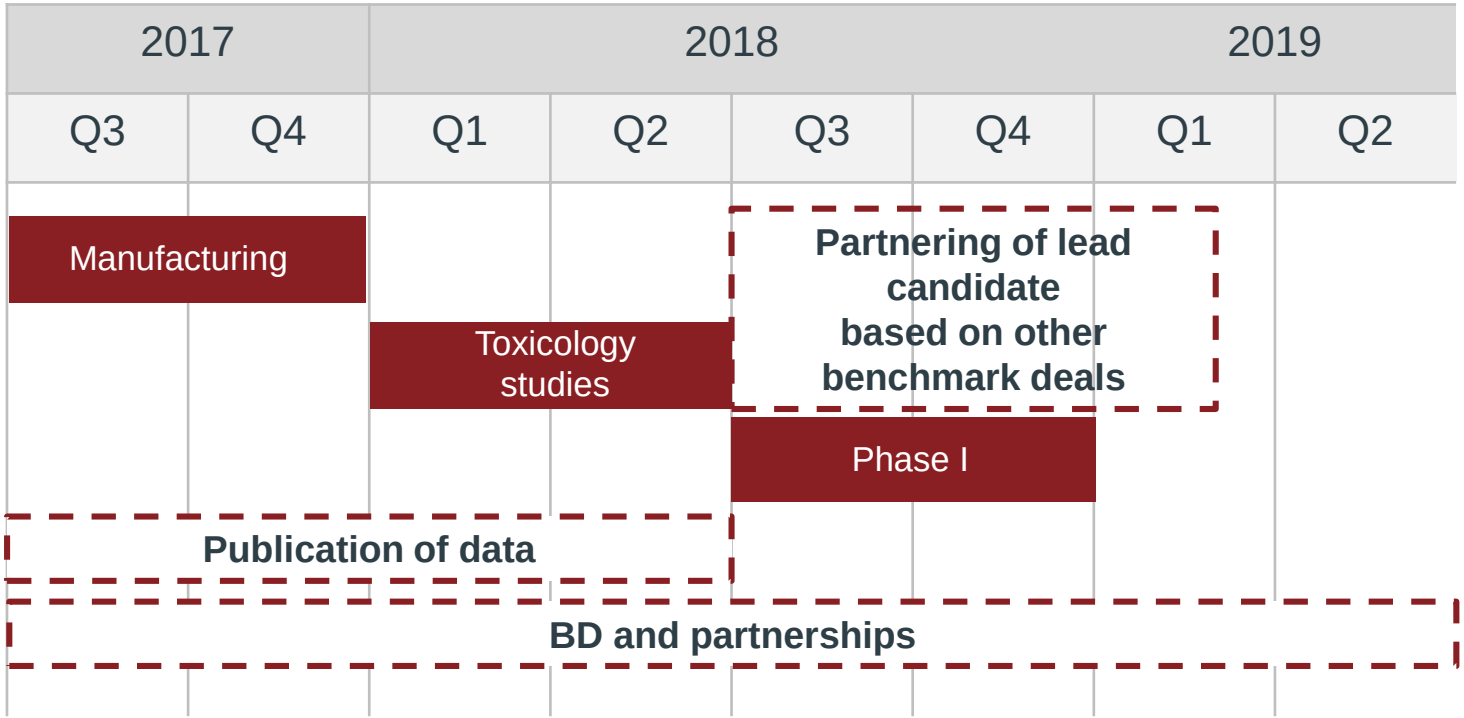
AD-114 development: key milestones



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Expected news flow next 12 months

H1 2017	✓	Orphan Drug Designation (US FDA)
	✓	Presentation at partnering meetings including Biotech Showcase 2017, San Francisco
	✓	Data available from AD-114 NASH animal studies
	✓	Manufactured material for toxicology testing available
H2 2017	✓	Strengthened eye fibrosis, funded by NHMRC Development Grant with Melbourne University, and lung data, funded by Innovation Connection Grant with Alfred Health
	✓	Completion of additional pre-clinical animal models in diseased of the lung, kidney, skin; strengthening broad anti-fibrotic data package of AD-114
	✓	AD-114 pharmacokinetics (half life) and toxicology results in 3 non-human primate studies
	✓	Presentation of AD-114 data at multiple fibrosis conferences
H1 2018	▶	Update on manufacturing
	▶	4 week NHP toxicology study
	▶	Publication of lung data
H2 2018	▶	Phase I study with AD-114

AdAlta summary

- IPO August 2016 raised $10M to meet major milestones: phase I clinical trials of AD-114 in lung fibrosis and development of i-body pipeline
- Initial focus on treating Idiopathic Pulmonary Fibrosis (IPF) and other fibrotic diseases - high unmet clinical need
- AD-114 has significant pre-clinical validation demonstrating broad anti-fibrotic and anti-inflammatory effects as well as safety
- AD-114 orphan drug designation with FDA for treatment of IPF
- Powerful proprietary technology platform to develop a pipeline of i-bodies for the treatment of a wide range of human diseases

Early commercialisation opportunity, with experienced management and Board to drive AD-114 development and secure technology platform partnerships / product licensing deals