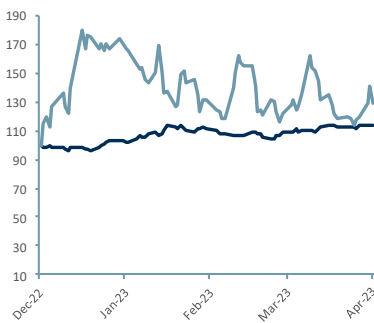


# FLASH NOTE

## VALUE RANGE

7.69 – 8.08



COEP price relative performance vs. Nasdaq Composite showing performance since 52Wk low close price.

### Thursday, 20 April 2023

Intrinsic Price (\$)	8.09
Value Range Low (\$)	7.89
Value Range High (\$)	8.30
Implied MCAP (m)	\$231.34
Implied EV (m)	\$231.24
Nasdaq	COEP
Financial YE	31-Dec
Currency	USD

#### Business Activity

Healthcare

#### Key Metrics

Close Price (\$)	1.41
MCAP (m)	\$27.52
Net Debt (Cash) (m)	-\$1.82
EV (m)	\$25.71
52 Wk Hi	21.42
52 Wk Lo	1.03

#### Key Ratios

Net Cash /	6.60%
Shareholder Equity %	

#### Healthcare Sector Research

#### Nasdaq Market Index

#### Analyst Team

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## Coeptis Therapeutics Inc.

### Deverra - Potential Deal Could Transform COEP

Coeptis Therapeutics Inc. (NASDAQ: COEP), a pre-clinical stage biopharmaceutical Corp, announced an exclusive term sheet (expires 31 Aug 23) to acquire or license Deverra Therapeutics' platform asset onto which COEP's SNAP-CAR and GEAR platforms could 'dovetail' and create a potentially very broad application set of immune technologies. Deverra's proprietary allogeneic stem cell platform side steps patient donor matching to produce a broad range of immune effector cells, which can kill cancer and pathogen infected cells. COEP SNAP-CAR products could plug into Deverra's effector cells. According to Deverra, its platform has been in clinical operation since 2006. If this deal is executed, it has the potential to significantly broaden applications for COEP's SNAP-CAR ('universal wrench') and GEAR platforms.

- Binding exclusivity term sheet to 31 Aug 2023;
- Effector cell generating platform is the key asset;
- CAR-T + GEAR COEP platforms could plug into Deverra platform;
- No HLA matching required – greatly broadens addressable market;
- Other key assets – 2x FDA approved PI INDs for CD34+ NK Cells.

ACF est. \$ (m)	Revenue	EBITDA	FCF	EPS	EPS (diluted)	CPS	CPS (diluted)
2023E	0.0	-13.6	-14.1	-0.22	-0.17	-0.72	-0.49
2024E	0.0	-13.6	-14.1	-0.34	-0.28	-0.72	-0.49

Multiples	EV/ Sales	EV/ EBITDA	EV/ FCF	P/ EPS	P/ EPS (diluted)	P/ CPS	P/ CPS (diluted)
2023E	NM	NM	NM	NM	NM	NM	NM
2024E	NM	NM	NM	NM	NM	NM	NM

## Investment Case

**Coeptis Therapeutics Inc. (NASDAQ: COEP) is a biotech company fighting cancer using novel approaches and combinations ('universal wrench' technology platform). Currently COEP's innovative oncology cell therapy platforms include (CD38-GEAR-NK), an in vitro diagnostic (CD38-Diagnostic) targeting CD38+-related cancers (including unmet need) and SNAP-CAR 'universal wrench' for solid tumors – a pipeline of early-stage buyout candidates. A deal with Deverra would significantly broaden COEP's cell therapy assets.**

**3Q23E Potential Deverra Transaction could be transformational** – if the Deverra deal completes, it will deliver a license of an acquisition to COEP of significant potential future value. The deal potential is in addition of a flexible effector cell generation platform to COEP's flexible SNAP CAR platform, that if it works would create a significant multiplier effect in terms of the possible CAR-T/Effector Cell combinations that could be developed to address a wider range of oncological conditions. The nature of the Deverra platform also suggests to us that applications for the two platforms together could reach beyond the oncology market. The deal currently would also add Deverra's two FDA approved IND P1 clinical trials for AML and severe respiratory disease – both therapies are allogeneic NK cells.

Via the deal, COEP would also gain a highly experienced CSO from Deverra, Colleen Delaney, MD, who management describes as a world-renowned expert in cell and gene therapy research.

### Specific risks assigned to the execution of the Deverra deal:

- Due diligence process;
- Definitive documentation;
- Closing conditions;
- First right of refusal is assigned to a third party and can be exercised.

The risks above are over and above any usual deal risks and may not turn out to be exhaustive.

**Up listing to Nasdaq in 4Q22A:** Under the (SPAC) Bull Horn deal, COEP was valued at USD 175m. COEP is more likely to receive capital to advance its product portfolio, especially its CD38-GEAR-NK therapy and CD38-Diagnostic.

Share Price History	No. of Shares in issue	Fully diluted
NoSh (m)	19.5	28.6
Implied Intrinsic Price	11.85	8.09
Value Range Low	11.26	7.69
Value Range High	12.45	8.50
OTC	COEP	
Financial YE	31-Dec	
Reporting Currency	USD	

NoSh (m)	19.5	
NoSh (m) expected dilution (Exp D)		28.6
NoSh (m) full dilution (FD)		28.6

Key Metrics	\$	adj.
MCAP (m)	27.5	27.5
Net Debt (Cash) (m)	(1.8)	(1.8)
EV (m)	25.7	25.7
52 Wk Hi	21.42	21.42
52 Wk Lo	1.03	1.03
Free Float	49%	49%

*Key Metrics FCF adj.	2023E	2024E
CPS (\$)	-0.72	-0.72
CPS (Exp D) (\$)	-0.49	-0.49
CPS (FD) (\$)	-0.49	-0.49
P/CPS	NM	NM
P/CPS (Exp D)	NM	NM
P/CPS (FD)	NM	NM

*The potential to prevent NK cell fratricide when used in combination with CD38 anti-mAbs has significant revenue and so valuation potential. COEP's CD38-GEAR-NK is such a candidate - we assess, if approved, it should be a major Coeptis revenue generator.*

**VyGen-Bio partnership - CD38-targeted products offer superior treatment options for CD38+ cancers** - COEP has partnered with VyGen-Bio to develop two technology assets targeting CD38+ cancers - CD38-GEAR-NK and CD38-Diagnostics. CD38-GEAR-NK is a cell therapy designed to protect CD38+ NK cells from destruction by anti-CD38 mAbs, a side effect of some cancer treatments.

**CD38-Diagnostic** is a pre-clinical in vitro screening tool intended to pre-determine which cancer patients are most likely to benefit from targeted anti-CD38 mAb therapies. Diagnostic tools offer safer, more targeted administration of anti-CD38 mAbs in CD38 targeted cancers including multiple myeloma, chronic lymphocytic leukemia, and acute myeloid leukemia. The therapy plus diagnostic strategy is also attractive to insurers and broadens market appeal.

**Large addressable market opportunity** – CD38-GEAR-NK first indication target is expected to be multiple myeloma (MM). Value estimates for the MM market vary, however central tendency is around US\$ 17bn YE18/19A with estimates running as high as ~30bn YE26E (e.g., DelveInsight, Fortune Business Insights).

**Rights to CAR-T technologies ('universal wrench') adds future value** - COEP has exclusive rights to the SNAP-CAR (**chimeric antigen receptor T cell**) technology to broaden COEP's therapy portfolio to include solid tumors. COEP plans, initially, to target **breast cancer** and **ovarian cancer** with its CAR-T therapy.

**IND enabling studies** – COEP's IND-enabling studies aim to secure approval for first in-human clinical trials for SNAP-CAR and CD38-GEAR-NK (first indication expectation is multiple myeloma (MM), an incurable plasma cell cancer).

## Catalysts

Positive Deverra deal updates; Research news; Positive pre-clinical results; Further licensing announcements; Initiation of IND studies for SNAP-CAR and GEAR-NK.






## Notes [Intentionally Blank]

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As a result of MiFID II and the unbundling of commissions in the UK and Europe and various comparable unbundling legislation originating in the US, over time, the payment models for research have changed. This also means that nano to mid-cap and even some larger cap companies can no longer obtain research via their broker or investment banking relationship as it is no longer commercially viable to do so.

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We recommend readers in any market or geography request the following checks are carried out and answered as indicated below in order to obtain investment research that is as independent and with as few biases as possible:

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<b>Is the research provided by a broker and paid for after it has been produced.</b>	<b>NO</b>	
<b>Is the research potentially cross subsidized by other investment banking services.</b>	<b>NO</b>	
<b>Is the research potentially or actually paid for in shares or other financial instruments.</b>	<b>NO</b>	
<b>Has the research been paid for in advance of production via cleared funds.</b>	<b>YES</b>	

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Christopher Nicholson  
 Managing Director  
 Head of Research  
 ACF Equity Research Ltd

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