

12th October 2016

Healthcare

## Bone Therapeutics

Price EUR9.60

Enrico Bastianelli resigns; Thomas Lienard (CBO) named interim CEO

Fair Value EUR30 (+213%)

BUY

Bloomberg	BONE.FP
Reuters	BONE.PA
12-month High / Low (EUR)	21.1 / 9.6
Market Cap (EURk)	65,760
Avg. 6m daily volume (000)	5.30

### ANALYSIS

- Bone Therapeutics announced yesterday that CEO, Enrico Bastianelli will stand down from his position for personal reasons and will be replaced temporarily by Thomas Lienard, currently Chief Business Officer.
- Thomas Lienard joined Bone Therapeutics one year ago in November 2015 and has participated alongside the company's management team in the refocusing on the allogeneic technology platform (ALLOB). As such, we would expect the transition to be seamless for the company. Moreover, it worth noting that Thomas Lienard has considerable experience in the pharma space, having held key Management and Marketing positions at Lundbeck and Eli Lilly. This bodes well for the company's maturing pipeline and necessary reflexions around commercialisation strategy and deals that may be penned soon (e.g. osteoporosis and spine indications). In the medium term, we do not rule out that both the company's management and board opt for someone with a more scientific profile to lead the company and interact with KOL.

	1 M	3 M	6 M	31/12/15
Absolute perf.	-19.4%	-41.8%	-45.5%	-50.7%
Healthcare	-1.3%	-6.3%	0.3%	-10.2%
DJ Stoxx 600	-1.5%	2.2%	2.2%	-7.0%

	2014	2015e	2016e	2017e
P/E	x	x	x	x
Div yield (%)	NM	NM	NM	NM

### VALUATION

- We reiterate our BUY recommendation and EUR30 fair value.

### NEXT CATALYSTS

- Q4 2016/Q1 2017: initiation of Osteonecrosis US trial and Osteoporosis phase II trial with ALLOB.
- H1 2017: interim efficacy results for 16 patients in the Delayed-Union phase II trial. Should 12 patients be qualified as responders, the study could be prematurely stopped and move onto phase III. Seven patients out of the eight for whom results have been reported have already responded.

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## Distribution of stock ratings

BUY ratings 72%

NEUTRAL ratings 0%

SELL ratings 28%

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