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Lakewood-Amedex Biotherapeutics, Inc. (LABT-NASDAQ)

LABT: Advancing Toward Phase 2a Study of Nu-3 in Infected Diabetic Foot Ulcers

Based on our probability adjusted DCF model that takes into account potential future revenues for Nu-3, Lakewood-Amedex is valued at $12.00 per share. This model is highly dependent upon continued clinical success of the company's assets and will be adjusted accordingly based on future clinical results.

Current Price (08/26/26)	$2.29
Valuation	**$12.00**

OUTLOOK

On August 14, 2026, Lakewood-Amedex Biotherapeutics, Inc. (LABT) filed form 10-Q with financial results for the second quarter of 2026. Since we initiated coverage on June 23, 2026, Lakewood has continued preparations for the Phase 2a clinical trial of Nu-3 in infected diabetic foot ulcers. The study will evaluate 2%, 5%, and 10% concentrations of topical Nu-3 and is intended to provide proof-of-concept data supporting potential advancement into Phase 2b. The company recently announced positive preclinical safety data supporting selection of the Phase 2a doses along with the appointment of David G. Armstrong, DPM, MD, PhD, as Study Chair and Scientific Advisor.

SUMMARY DATA

52-Week High	**$7.67**
52-Week Low	**$1.85**
One-Year Return (%)	**N/A**
Beta	**N/A**
Average Daily Volume (sh)	**128,214**
Shares Outstanding (mil)	**2**
Market Capitalization ($mil)	**$5**
Short Interest Ratio (days)	**N/A**
Institutional Ownership (%)	**N/A**
Insider Ownership (%)	**5**
Annual Cash Dividend	**$0.00**
Dividend Yield (%)	**0.00**
5-Yr. Historical Growth Rates	
Sales (%)	**N/A**
Earnings Per Share (%)	**N/A**
Dividend (%)	**N/A**
P/E using TTM EPS	**N/A**
P/E using 2026 Estimate	**-0.6**
P/E using 2027 Estimate	**1.7**

Risk Level	**High**
Type of Stock	**Small-Value**
Industry	**Med-Drugs**

ZACKS ESTIMATES

Revenue
(in millions of $)

	Q1 (Mar)	Q2 (Jun)	Q3 (Sep)	Q4 (Dec)	Year (Dec)
2025	0.0 A	0.0 A	0.0 A	0.0 A	0.0 A
2026	0.0 A	0.0 A	0.0 E	0.0 E	0.0 E
2027					0.0 E
2028					0.0 E

Earnings per Share

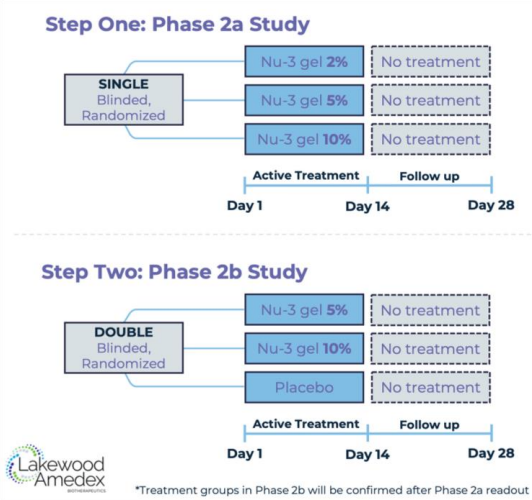
	Q1 (Mar)	Q2 (Jun)	Q3 (Sep)	Q4 (Dec)	Year (Dec)
2025					$5.53 A
2026	$1.32 A	$2.66 A	$0.81 E	$0.76 E	$4.96 E
2027					$1.32 E
2028					$1.16 E

WHAT'S NEW

Business Update

Finalizing Preparations for Phase 2a Trial of Nu-3 in infected diabetic foot ulcers

Lakewood-Amedex Biotherapeutics (LABT) is continuing final preparations for the upcoming Phase 2a clinical trial of Nu-3 in patients with infected diabetic foot ulcers (iDFUs). The trial will evaluate three different doses of Nu-3 gel (2%, 5%, and 10%) in non-hospitalized, diabetic patients with signs of a localized, mild foot infection (NCT07565506). Patients will be treated once daily for 14 days. The primary outcomes of the study will be safety and efficacy, as measured by a reduction in CFUs ≥ 2 logs per pathogen identified at Day 7 and Day 14 compared to Day 0. An overview of the study, along with the planned Phase 2b trial, is given below.



Source: Lakewood-Amedex Biotherapeutics, Inc.

In support of the upcoming Phase 2a study, Lakewood recently announced positive preclinical safety data supporting selection of the Phase 2a doses. Nu-3 was well tolerated at dose levels substantially above those planned for clinical evaluation, with very low systemic exposure and no evidence of impaired wound healing. The results, together with *in vitro* and animal efficacy data, support evaluation of the 2%, 5%, and 10% gel concentrations in the upcoming Phase 2a study. These safety findings are important to the company as they further reduce a key preclinical hurdle ahead of clinical testing.

Lakewood also recently highlighted additional *in vitro* data supporting Nu-3's potential to address antimicrobial resistance. Nu-3 did not induce resistance in a serial passage experiment and demonstrated activity against bacteria carrying a range of resistance mechanisms, including antibiotic target modification, drug metabolizing enzymes, and efflux mechanisms. While these findings remain preclinical, they are consistent with the proposed physical mechanism of action of the Bisphosphocin platform and reinforce the potential differentiation of Nu-3 in the iDFU setting.

Lastly, the company announced the appointment of David G. Armstrong, DPM, MD, PhD, as Study Chair for the upcoming Phase 2a trial and as a Scientific Advisor for the iDFU program. Dr. Armstrong is a leading expert in diabetic foot care, including infection control, wound healing, and limb preservation. He has authored hundreds of peer-reviewed scientific publications and has helped shape modern care for patients with diabetes-related complications.

Financial Update

On August 14, 2026, Lakewood-Amedex filed form 10-Q with financial results for the second quarter of 2026. As expected, the company did not report any revenues for the second quarter of 2026. R&D expenses for the three months ending June 30, 2026 were $503,000 compared to $147,000 for the three months ending June 30, 2025. The increase was primarily due to increased compensation along with manufacturing, regulatory, and other activities supporting the planned Phase 2a trial of Nu-3 in iDFU. G&A expenses for the second quarter of 2026 were approximately $3.3 million compared to $489,000 for the second quarter of 2025. The increase was primarily due to increased professional services along with higher Nasdaq listing and compliance costs.

As of June 30, 2026, Lakewood had approximately $4.6 million in cash and cash equivalents due in part to the net proceeds of approximately $6.8 million from a private placement of Series C Convertible Preferred Stock in April 2026. We estimate the company's current cash position will be sufficient to fund operation through the end of 2026. As of August 3, 2026, Lakewood had approximately 2.4 million shares of common stock and, when factoring in stock options, warrants, and Series C convertible preferred stock, a fully diluted share count of approximately 3.5 million.

Conclusion

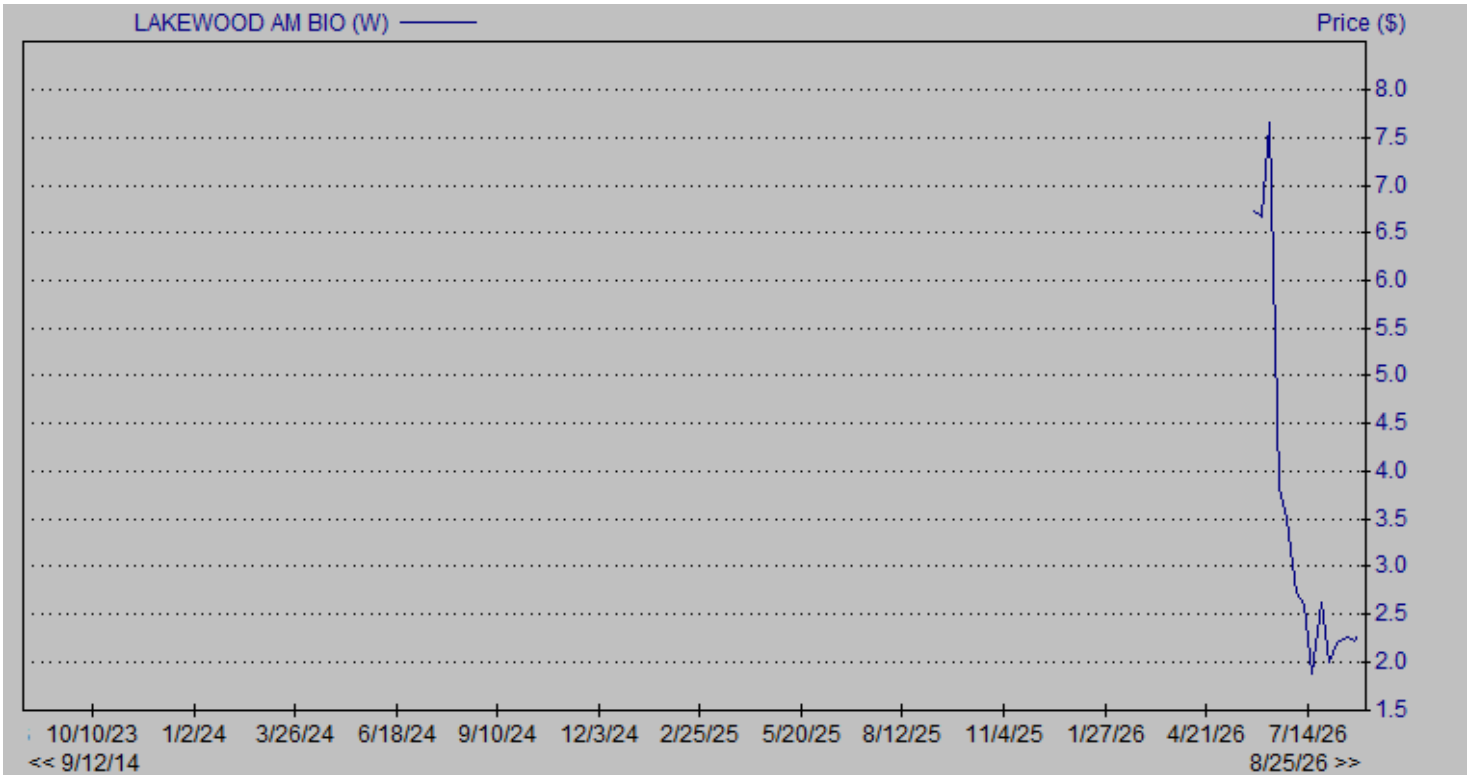
Lakewood has continued to advance towards initiation of the Phase 2a trial of Nu-3 with the addition of a highly regarded DFU expert as Study Chair, positive preclinical safety findings, and selection of the clinical dose levels. We look forward to initiation of the study, with the data generated providing the first meaningful test of whether the encouraging preclinical efficacy, safety, and resistance profile of Nu-3 can translate to patients. With no changes to our model, our valuation remains at $12 per share.

PROJECTED FINANCIALS

Lakewood-Amedex Biotherapeutics	2025 A	Q1 A	Q2 A	Q3 E	Q4 E	2026 E	2027 E	2028 E
Nu-3	$0.0	$0.0	$0.0	$0.0	$0.0	$0.0	$0.0	$0.0
Bisphosphocin Candidate	$0.0	$0.0	$0.0	$0.0	$0.0	$0.0	$0.0	$0.0
License and other revenues	$0.0	$0.0	$0.0	$0.0	$0.0	$0.0	$0.0	$0.0
Total Revenues	**$0.0**	**$0.0**	**$0.0**	**$0.0**	**$0.0**	**$0.0**	**$0.0**	**$0.0**
Cost of revenues	$0.0	$0.0	$0.0	$0.0	$0.0	$0.0	$0.0	$0.0
Research & development	$1.3	$0.2	$0.5	$0.8	$1.0	$2.5	$3.0	$4.0
General & administrative	$2.5	$0.7	$3.3	$0.8	$0.9	$5.7	$3.5	$4.0
Depreciation	$0.0	$0.0	$0.0	$0.0	$0.0	$0.0	$0.0	$0.0
Operating Income	($3.8)	($0.9)	($3.8)	($1.6)	($1.9)	($8.2)	($6.5)	($8.0)
Non-Operating Expenses (Net)	($0.1)	($0.0)	$0.0	($0.0)	($0.0)	($0.0)	($0.1)	($0.1)
Pre-Tax Income	($3.8)	($0.9)	($3.8)	($1.6)	($1.9)	($8.2)	($6.6)	($8.1)
Income Taxes	$0.0	$0.0	$0.0	$0.0	$0.0	$0.0	$0.0	$0.0
Net Income	**($3.8)**	**($0.9)**	**($3.8)**	**($1.6)**	**($1.9)**	**($8.2)**	**($6.6)**	**($8.1)**
Reported EPS	**($5.53)**	**($1.32)**	**($2.66)**	**($0.81)**	**($0.76)**	**($4.96)**	**($1.32)**	**($1.16)**
YOY Growth	-	-	-	-	-	-	-	-
Basic Shares Outstanding	0.7	0.7	1.4	2.0	2.5	1.7	5.0	7.0

Source: Zacks Investment Research, Inc. *David Bautz, PhD*

HISTORICAL STOCK PRICE



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