

Biologistics Gets New Investment

HOUSTON - The Houston Angel Network (HAN) is pleased to announce a new investment in BiologicsMD, LLC. BiologicsMD is developing a prescription drug solution for osteoporosis called PTH-CBD. The medication directly targets the bone and acts as a compound which binds itself to the bone. PTH-CBD also stimulates new bone growth. Pre-clinical animal testing has shown promising results which include improved increases in bone density and the ability to be taken less frequency than required by current leading medications. PTH-CBD also causes fewer side effects.

"Usually, pharma deals do not work for angels. The capital demand is huge, running into tens or even hundreds of millions of dollars, and getting to the phase III trial can take literally decades. Angels really need deals where you can exit after injecting \$10 million or less, and few angels have the patience to wait longer than ten years for results," says HAN member and investor David Steakley. "BiologicsMD is different -- the innovation is really in the delivery mechanism, using a drug, parathyroid hormone, which is already the standard of care for treating osteoporosis, in conjunction with a novel collagen binding molecule. Consequently, the duration and cost of the trials is greatly reduced. The company will likely be in a position for some kind of liquidity event possibly within the next 18 to 24 months. For a pharma deal, that's moving at light speed."

Paul Mlakar, Jr., President of BiologicsMD was appreciative of the relationship with HAN, "HAN is a great fit for BiologicsMD. We are very happy to have David onboard and to be able to develop relationships with others within HAN. Finding a good fit is important because the long-term investor relationship is like working on a marriage."

The Houston Angel Network is the largest and most active angel network in Texas. Its members have invested more than \$27M in 68 deals since its inception in 2001. In 2010, HAN members invested \$3.4M in 11 companies. The typical HAN member is an SEC-accredited investor seriously interested in providing capital to early stage Texas companies.

For more information regarding membership or for an application to join, please contact Managing Director, Kala Marathi, at kmarathi@houstonangelnetwork.org or 832-476-9291.

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