

## RESONANCE CONTRACTED BY MAJOR GLOBAL PHARMA COMPANY FOR CLINICAL DRUG TRIAL WORTH \$6.33 MILLION OVER 18 MONTHS

Resonance Health Ltd (ASX: RHT) (**Resonance** or the **Company**) advises that it has been contracted by Sun Pharmaceutical Industries Limited, an international, publicly listed pharmaceutical company with global operations (**Customer**) to provide clinical research organisation (**CRO**), laboratory analysis, and imaging services (collectively, **Services**), for their clinical trial in Australia of a new drug compound (**Clinical Trial**).

### New Clinical Trial

The newly executed clinical trial agreement (**Agreement**) is worth an estimated AUD \$6.33 million in revenue to the Resonance group over the next ~18 months, with the first payments of AUD \$1.055 million due within 30 days of Agreement execution. Resonance, through its wholly owned subsidiary, CRO Services Pty Ltd (**CRO Services**), will serve as CRO and Local Sponsor for the Customer and will engage and make payment to the institutions, trial sites, and the vendors needed to conduct the Clinical Trial.

Whilst the Company will receive the first payment within 30 days of Agreement execution, provision of the Services under the Agreement (and the remaining payments) are subject to (among other things) receipt of regulatory approvals to commence the Clinical Trial including human research ethics committee approval (**Regulatory Approvals**).

Resonance will provide its imaging analysis services at various timepoints throughout the Clinical Trial along with exploratory laboratory biomarker assessment services, from the Company's new laboratory in Bentley Tech Park, Western Australia. Resonance, in consultation with the Customer, has identified several trial sites and investigators in Western Australia, and the Company expects patient recruitment for the Clinical Trial could commence in late 2023, subject to obtaining Regulatory Approvals.

This contract win highlights Resonance's strategy of providing its technology and services to the burgeoning and highly technical global pharma and clinical trials markets, as envisaged by its launch of the Resonance Clinical initiative in October 2022 (see ASX release, 25 October 2022).

The material commercial terms of the Agreement are summarised at Annex A.

Resonance Health CEO, Mr Andrew Harrison commented:

*"The Agreement is a direct outcome of the Resonance Clinical initiative announced in October 2022 and I acknowledge the enormous amount of work performed over the past couple of years to position the Company and enable the successful procurement of a pharma services agreement of this magnitude. In revenue and range of services terms, this is a very material agreement for the Company."*

Resonance and CRO Services Director, Mr Mitchell Wells commented:

*"The Resonance Clinical initiative is about capability expansion and growth acceleration, targeted specifically at the prolific global clinical trial marketplace, and leveraging Australia's attractiveness as a place to perform*

clinical trials for global pharma companies. I thank our shareholders for their support while we have made the necessary changes and investment in our business to position ourselves for these growth opportunities.

*This Clinical Trial is hopefully the first of more to follow with this important customer. In addition to this being good for Resonance, this is good for Australia and Western Australia, and it speaks to our ability to draw some of the world's largest pharma companies to Australia for trialling new drug innovations. I look forward to working with our CEO, our talented personnel, and with our customer on the Clinical Trial."*

This announcement has been authorised for release in accordance with the delegated authority of the Board of Directors of Resonance Health Ltd. For further information please contact:

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**About Resonance Health**

Resonance Health is an Australian healthcare technology and services company. The Company's services are used globally by clinicians in the management of human diseases and by pharmaceutical and therapeutic companies in their clinical trials. Resonance Health has gained endorsement by leading physicians worldwide for providing high quality quantitative assessments essential in managing diseases and drug development.

Resonance Health's dedication to scientific rigour and quality has enabled it to achieve regulatory clearances for a range of Software-as-Medical Devices (**SaMDs**) in the USA, Europe, UK, and Australia, and to proudly carry ISO 13485 certification for the design and manufacture of medical devices. Regulatory cleared SaMD products, some of which incorporate Artificial Intelligence (**AI**), include:

- **FerriScan®**, a core-lab product that provides an accurate assessment of liver iron concentration (**LIC**) through non-invasive MRI-based technology, for use in the assessment of individuals with iron overload conditions. Internationally recognised as the gold standard in LIC assessment.
- **FerriSmart®**, an AI-trained, non-invasive MRI-based device for the automated real-time assessment of LIC in patients, calibrated against the global gold standard, FerriScan®.
- **HepaFat-Scan®**, an MRI-based solution which provides a reliable non-invasive assessment of liver-fat in liver tissue for use in the assessment of individuals with confirmed or suspected fatty-liver-disease.
- **HepaFat-AI®**, an AI-trained, non-invasive device for the automated real-time multi-metric assessment of liver-fat in patients, for the assessment of individuals with confirmed or suspected fatty liver disease.
- **LiverSmart®**, an AI-trained, non-invasive MRI-based multi-parametric device combining FerriSmart® and HepaFat-AI® into a consolidated report providing accurate assessment of LIC and liver fat.
- **CardiacT2\***, the most widely accepted MRI method for assessing heart iron loading. Resonance Health offers a dual analysis of FerriScan® and CardiacT2\*. CardiacT2\* is TGA and CE Marking regulatory cleared.

The Company has a development pipeline of additional medical imaging analysis products and services, including the **MRI Liver Fibrosis Project**, aimed at accurately assessing the presence and progression of liver fibrosis utilising non-invasive MRI analysis.

Stakeholders, including clinicians, patients, and shareholders, are encouraged to register their interest at [www.resonancehealth.com](http://www.resonancehealth.com) and to follow Resonance Health on Facebook, LinkedIn, and Twitter.

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## Annex A

### MATERIAL TERMS OF AGREEMENT

Term	Summary
1. Purpose	CRO Services has been appointed by the Customer as CRO and Australian local sponsor to arrange and manage the Clinical Trial.
2. Key services	CRO Services will facilitate the Clinical Trial in Australia through engagement with institutions (who will be responsible for the conduct of the Clinical Trial, through Principal Investigators), regulators (including the Commonwealth Therapeutic Goods Administration ( <b>TGA</b> )), and Clinical Trial sites.
3. Conditions precedent	Commencement of the Clinical Trial is subject to the Regulatory Approvals and CRO Services executing standard-form Clinical Trial Agreements with each of the institutions and Clinical Trial sites, and to the procurement of requisite insurance coverage by the Customer and CRO Services.
4. Payment	The total sum payable by the Customer to CRO Services is AU\$6.33 million, assuming the Clinical Trial runs its full expected duration. As local sponsor, CRO Services will make payment to the institutions and other vendors for the Clinical Trial. The Customer will pay the contract sum in 11 staged payments commencing with 15% payable on signing of the Agreement and the final 10% on delivery of the final Clinical Trial report. If the Clinical Trial is terminated for any reason, only those costs incurred up until the date of termination, are payable.
5. Term and Termination	<p>The Agreement commences on its signing and will terminate in these scenarios:</p> <ol style="list-style-type: none"> <li>1. When the Customer makes its final payment to CRO Services.</li> <li>2. With 30 days' prior written notice by a party; in the event of breach of the Agreement or the Protocol by the other party which remains unremedied within 30 days of written notice specifying the breach; or where the other party is insolvent or subject to external administration or receivership.</li> <li>3. Immediately, where a party believes that continuing the Clinical Trial poses an unacceptable risk to any of the Clinical Trial participants.</li> <li>4. By the Customer without cause, with 90 days' notice (in which case, the Customer will pay CRO Services for services performed up to termination).</li> </ol>
6. Intellectual property	All intellectual property in the Study vests in the Customer.
7. Assignment and subcontracting	The Agreement can be assigned or novated by either party with the other party's consent. CRO Services may subcontract any of its obligations with the Customer's prior consent, but remains responsible for all subcontracted obligations.
8. Governing law	The laws of Western Australia.
9. Other	The Agreement includes other terms that are standard for clinical trials performed in Australia, consistent with the standard-form used for Australian clinical trials.