Enteropeptidase inhibitor SCO-792



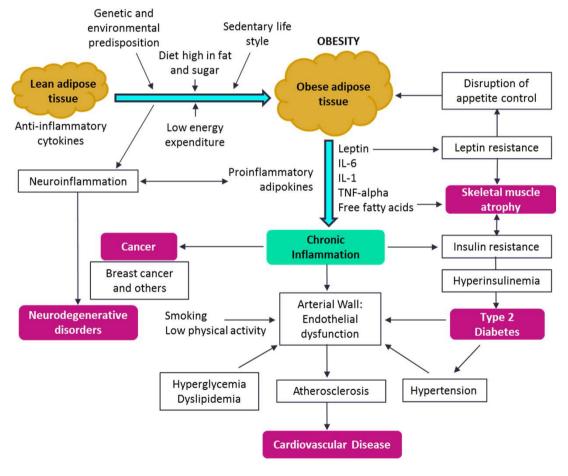
Disease overview of obesity



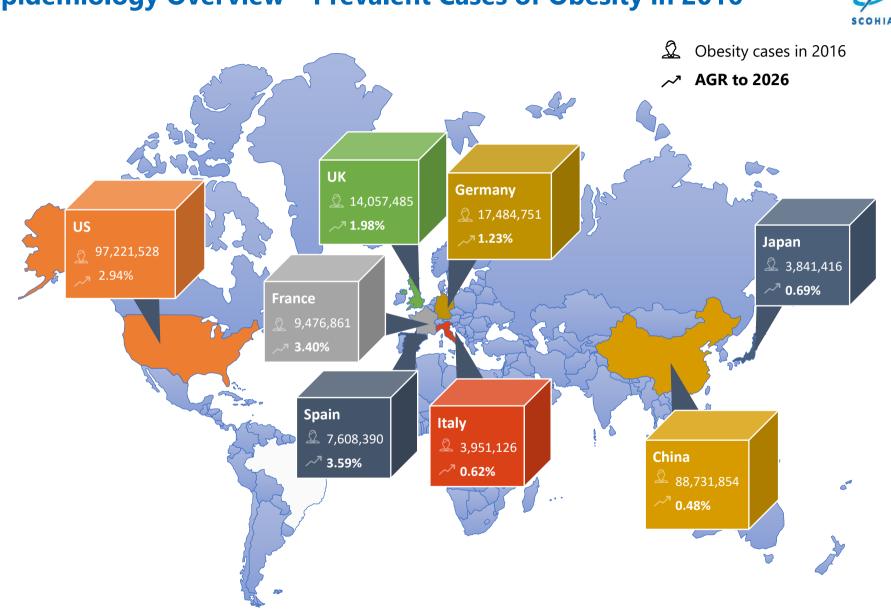
Key Facts

- Caused by a complex interplay of genetic, behavioral, and environmental factors, which lead to a chronic positive energy balance and excessive fat accumulation².
- It has become an epidemic and recognized as one of the major health issues due to its associated high rates of morbidity, mortality, and health cost².
- Over 1.9 billion people were overweight or obese worldwide in 2016; of these, over 650 million were obese.
- Associated with elevated BP, blood lipids, and glucose, and accompanied by endothelial dysfunction, and inflammation

Obesity is a preventable chronic condition, defined as abnormal or excessive fat accumulation characterized by raised body mass index (BMI \geq 30), which is a major risk factor for chronic diseases such as cardiovascular diseases (CVD), diabetes, musculoskeletal disorders, and several major cancers¹.



Obesity: Competitive Landscape to 2026, GlobalData



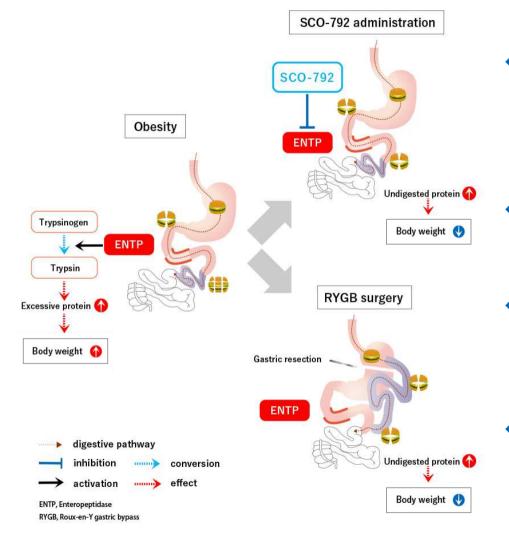
Epidemiology Overview – Prevalent Cases of Obesity in 2016



SCO-792 Enteropeptidase Inhibitor

Inhibiting duodenum enteropeptidase, thereby reducing protein digestion leads to the therapeutic efficacy



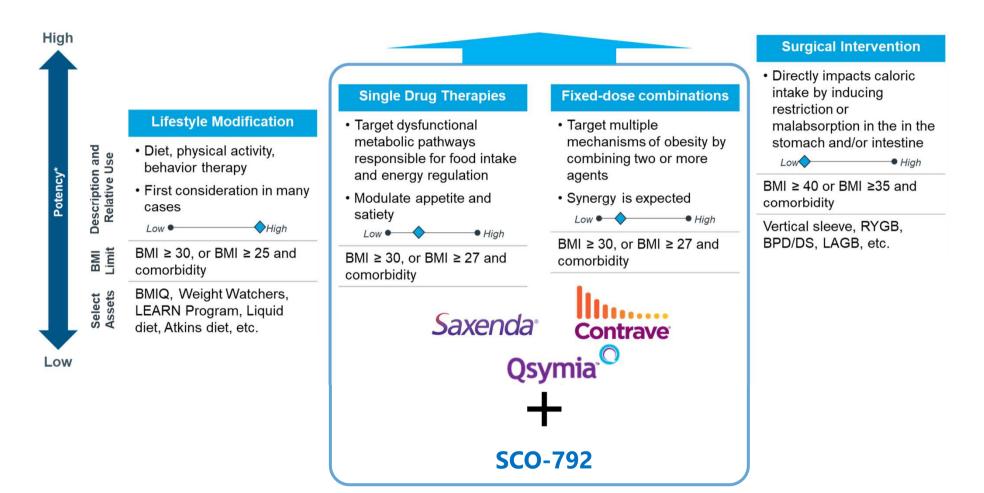


- A first-in-class enteropeptidase inhibitor
 - Highly effective to inhibit enteropeptidase
 - Reversible competitive inhibition and slow dissociation
 - Low systemic exposure
 - Good tox profiles
- Robust efficacy in pre-clinical disease models
 - Marked therapeutic effects on obesity, kidney diseases and NASH in the condition of once-daily dose
- Ph1/Ph2a study completed
 - Low oral absorption
 - Good safety and tolerability
 - Body weight loss effect with time dependency
- Robust patent protection



SCO-792 Target Product Profile

The use of bariatric surgeries is more potent than other interventions in current treatment options. After launch of SCO-792, Best combination therapy with several classes of existing anti-obesity and SCO-792 has the same potency as bariatric surgeries.



*Potency includes many factors, such as the amount, rate, and sustainability of weight loss, and the long-term resolution of adiposopathy and fat mass disease. Potency varies greatly for each individual (i.e., long-term adherence to a lifestyle program can be as potent as gastric bypass surgery). Source: Obesity Medication Association; American Society for Metabolic and Bariatric Surgery





SCO-792 Target Product Profile



Target Indication	Core Segments	Target Position	Benchmark			
Obesity	BMI ≥ 30, or BMI ≥ 27 and comorbidity	 First-in-class Best combination with several classes of existing anti-obesity and anti-diabetes drugs Potential indication hopping to CKD and NASH 	5%< /year body weight loss			
Key Claim	Target Position	SCOHIA sight				
Safety	Safer than existing drugs	 High safety profile compared to existing anorectic drugs [Our Data] ✓ High safety of SCO-792 was confirmed in a 12-week into obese T2DM patients dosed ≤1500 mg/day 	ervention study in			
Efficacy	"Equivalence to existing drugs when treated alone" or "More potency when treated in combination with existing drugs"	 Sustained weight loss derived from anorectic-independent effects, such as calorie loss and microbiome changes Best combination with existing anorectic drugs accompanied by additive effects [Our data] Statistically significant weight-loss effect confirmed in 12-week treated obese T2DM patients Anorectic-independent effects confirmed in preclinical studies 				
Characteristic Profile	Could be treated in combination with various drugs without increasing safety risk	Due to its low oral absorption, combination available with various existing drugs and low risk in treating patients with renal and/or hepatic dysfunction [Our data] < Extremely low exposure observed in the Ph1 study				
Dosage and administration	Once daily oral	Once daily dosing, the requisite for most metabolic disease drugs [Our data] Weight loss observed in a 12-week intervention study in obese T2DM patients with once-daily dose of 250 mg/day or 500 mg/day				

Table of Contents



1. Product Strategy 2. Anti-obese effect 2-1. Clinical 2-2. Pre-clinical 3. Other indication 4-1. Kidney disease 4-2. NASH **4. Intellectual Property**



Table of Contents

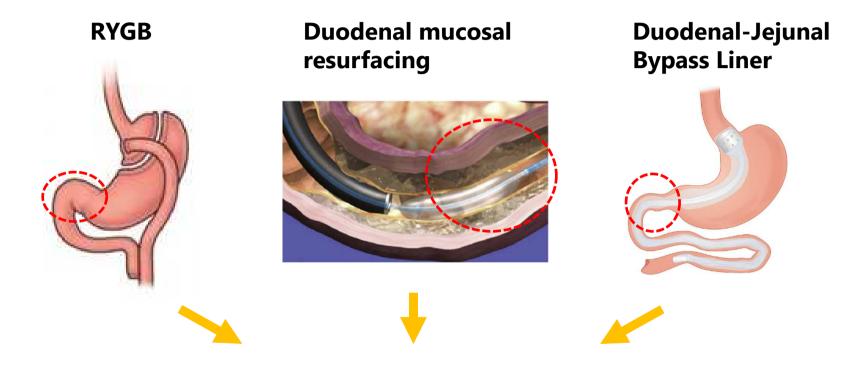


1. Product Strategy

2. Anti-obese effect
2-1. Clinical
2-2. Pre-clinical
3. Other indication
4-1. Kidney disease
4-2. NASH
4. Intellectual Property



Three Very Effective Treatments Bypass Duodenum in Human; Undiscovered Role of Duodenum for Metabolic and Body Weight Controls



Bypassing duodenum -> Treatment effect

Duodenum is the place where digestive enzymes are mixed with foods. An inhibitor of protein digestion might show metabolic benefits.



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Duodenum is The Place, where Digestive Enzymes are Mixed with Foods



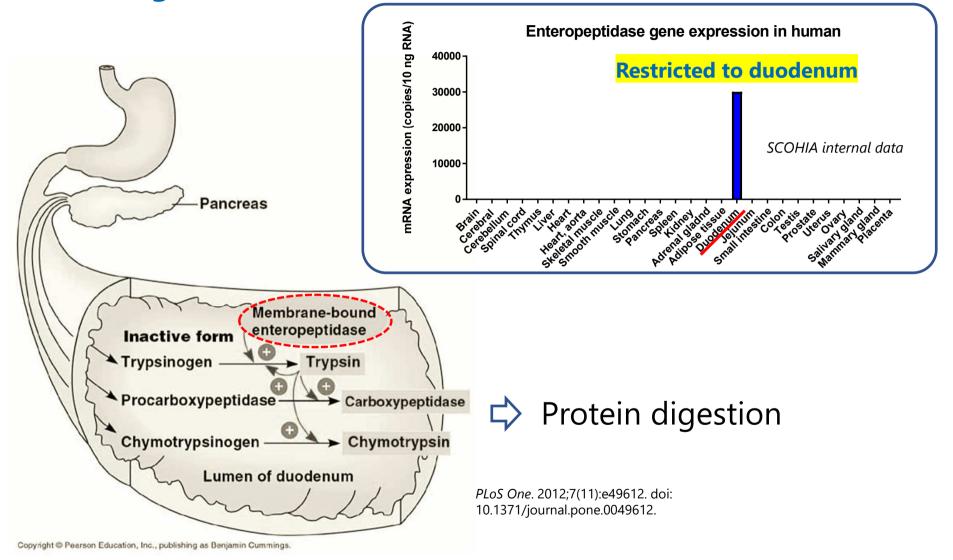
Energy source	Calories per gram	Drugs
Fats	9	Lipase inhibitors
Carbohydrates	4	Alpha glucosidase inhibitors (SGLT1,2 dual inhibitor in clinical trials)
Proteins	4	No drug available

 Both lipase and glucosidase inhibitors show treatment benefits in a clinical setting

 Treatment benefits of protease inhibitors on metabolic and body weight controls are largely unknown



Duodenal Enteropeptidase is a Key Molecule Regulating Protein Digestion



Congenital enteropeptidase deficiency in human is known to induce lean phonotype

Curr Pharm Biotechnol. 2014;14(13):1093-8.

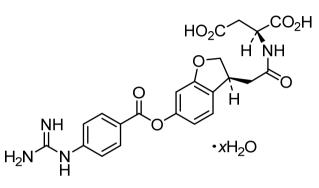


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Profiles of SCO-792



MW: 470.43 Human ENTP IC50: 5.4 nM MDR1(A to B): < 0.5 Bioavailability (%):

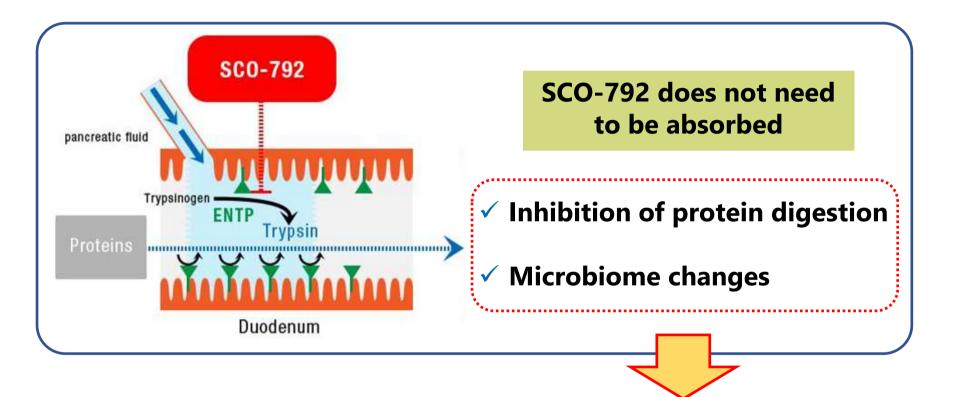


Monkey	Dog	Rat	Mouse
0.2	0.6	0.4	3.3

- Low membrane permeability & Low oral absorption
- Low drug absorption mitigates unfavorable safely concerns
- Selective to enteropeptidase



SCO-792 Inhibits Duodenum Enteropeptidase, thereby Induces Therapeutic Effects on Obesity, Kidney Diseases and NASH



Metabolic Benefits :

- Corrects obesity
- Ameliorative effect for DKD/CKD and NASH



Table of Contents



1. Product Strategy 2. Anti-obese effect 2-1. Clinical 2-2. Pre-clinical 3. Other indication 4-1. Kidney disease 4-2. NASH **4. Intellectual Property**



Summary of Ph1 & Ph2a Clinical Trials

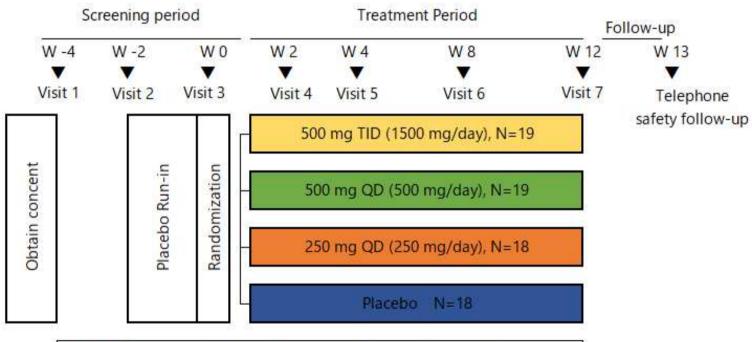


Phase/ Protocol No.	Objectives	Design and Population	Dosage, Regimen, Route, Duration
Phase 1 TAK-792-1001 Completed	Safety and tolerability, PK/PD, Racial difference, Food effects	Design Randomized, single-center, double-blind, placebo-controlled, dose escalation Population Japanese healthy adult males: : 48 subjects Caucasian healthy adult males: : 24 subjects	Dosage SCO-792 30 mg, 100 mg, 250 mg, 500 mg, 750 mg, 1250 mg or placebo Regimen, Route Single oral administration under the fasted conditions Duration 1 day
Phase 1 CT17001 Completed	Safety and tolerability, PK/PD	Design Randomized, single-center, double blind, placebo-controlled, dose escalation Population Japanese healthy adult males: : 36 subjects.	Dosage SCO-792 250 mg, 500 mg, 750 mg or Placebo Regimen, Route oral administration, before meal Duration
Phase 2a CT19648 Completed	Safety and tolerability, Efficacy for hypoglycemic effect and weight loss effect	Design Randomized, multi-center, double blind, placebo-controlled, parallel-group comparison Population Obese Type 2 Diabetes Mellitus treated with Metformin Monotherapy : 74 subjects.	7 days Dosage SCO-792 250 mg QD, 500 mg QD, 500 mg TID or Placebo Regimen oral administration, before meal Duration 12 weeks
Phase 2a CT19649 On going	Safety and tolerability, Efficacy for renoprotective effect	Design Randomized, multi-center, double blind, placebo-controlled, parallel-group comparison Population Type 2 Diabetes Mellitus and albuminuria treated with RAS inhibitors : 72 subjects.	Dosage SCO-792 250 mg QD, 500 mg QD, 500 mg TID or Placebo Regimen oral administration, before meal Duration 12 weeks

Ph2a DM/Obesity Study _ Title



A Randomized, Multi-center, Double-blind, Placebo-controlled, Parallel-group Comparison, Phase 2a Study to Evaluate the Safety, Tolerability and Efficacy of SCO-792 in Subjects with Obese Type 2 Diabetes Mellitus on Metformin



JapicCTI-194848

All subjects remain on their stable dose of metformin ≥1000 mg/day



Ph2a DM/Obesity Study _ *Patients Characteristics*



The baseline HbA1c was about 8% for all groups, and the baseline BMI was over 35 kg/m² (obese class 2) for all groups. These were appropriate populations for evaluating the hypoglycemic and body weight loss effect of SCO-792.

Variable (Unit)		Statistic	Placebo	SCO-792 250 mg QD	SCO-792 500 mg QD	SCO-792 500 mg TID	All Subjects
			(N=18)	(N=18)	(N=19)	(N=19)	(N=74)
Age (years)		Mean (SD)	53.7 (10.02)	51.1 (10.01)	50.2 (10.14)	52.7 (12.30)	51.9 (10.54)
Age Group (years)	<50	n (%)	7 (38.9)	7 (38.9)	10 (52.6)	6 (31.6)	30 (40.5)
	>=50	n (%)	11 (61.1)	11 (61.1)	9 (47.4)	13 (68.4)	44 (59.5)
Gender	Male	n (%)	9 (50.0)	8 (44.4)	10 (52.6)	7 (36.8)	34 (45.9)
	Female	n (%)	9 (50.0)	10 (55.6)	9 (47.4)	12 (63.2)	40 (54.1)
HbA1c (%)		Mean (SD)	7.99 (0.843)	8.01 (1.324)	8.23 (1.129)	8.09 (1.182)	8.08 (1.114)
HbA1c Group (%)	<8.0	n (%)	10 (55.6)	12 (66.7)	10 (52.6)	13 (68.4)	45 (60.8)
	>=8.0	n (%)	8 (44.4)	6 (33.3)	9 (47.4)	6 (31.6)	29 (39.2)
Weight (kg)		Mean	106.400	102.164	119.162	101.211	107.314
		(SD)	(18.8301)	(17.5405)	(25.2035)	(17.3784)	(20.9354)
BMI (kg/m2)		Mean (SD)	38.29 (6.510)	37.57 (8.086)	40.48 (8.354)	37.18 (5.828)	38.39 (7.236)
BMI Group (%)	<35.0	n (%)	5 (27.8)	8 (44.4)	6 (31.6)	9 (47.4)	28 (37.8)
	35.0<=	n (%)	13 (72.2)	10 (55.6)	13 (68.4)	10 (52.6)	46 (62.2)

Source: Listing 16.2.4.1



Ph2a DM/Obesity Study _ Safety



Low risk and high tolerability profile of SCO-792 was observed in 12 weeks administration. No major difference in the number of adverse events between SCO-792 and placebo and no SCO-792 dose dependent risks were observed.

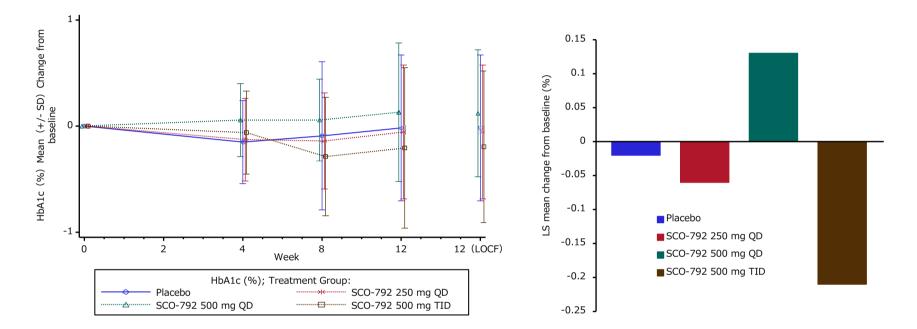
Category		Placebo	SCO-792			All Subjects	
		Flacebo	250 mg QD	500 mg QD	500 mg TID	An Oubjects	
Safety population		(N=18)	(N=18)	(N=19)	(N=19)	(N=74)	
		Preferred Term			Statistic : n (%)		
TEAE	Total :		13 (72.2)	15 (83.3)	11 (57.9)	14 (73.7)	53 (71.6)
		TEAEs reported in at least 2 se	ubjects in any trea	atment group			
		Diarrhoea	2 (11.1)	4 (22.2)	3 (15.8)	2 (10.5)	11 (14.9)
		Frequent bowel movements	1 (5.6)	1 (5.6)	0	2 (10.5)	4 (5.4)
		Constipation	2 (11.1)	0	0	0	2 (2.7)
		Toothache	0	0	0	2 (10.5)	2 (2.7)
		Upper respiratory tract infection	2 (11.1)	2 (11.1)	1 (5.3)	2 (10.5)	7 (9.5)
		Urinary tract infection	0	2 (11.1)	0	4 (21.1)	6 (8.1)
		γ-glutamyltransferase increased	2 (11.1)	0	0	0	2 (2.7)
		Headache	1 (5.6)	0	2 (10.5)	1 (5.3)	4 (5.4)
		Contusion	0	1 (5.6)	0	2 (10.5)	3 (4.1)
		Cough	0	1 (5.6)	0	2 (10.5)	3 (4.1)
		Nephrolithiasis	0	2 (11.1)	0	0	2 (2.7)
IP-related TEAE			5 (27.8)	6 (33.3)	7 (36.8)	6 (31.6)	24 (32.4)
	Mild		9 (50.0)	11 (61.1)	9 (47.4)	8 (42.1)	37 (50.0)
Severity	Moderate		4 (22.2)	4 (22.2)	1 (5.3)	6 (31.6)	15 (20.3)
	Severe		0	0	1 (5.3)	0	1(1.4)

Source: Table 14.3.1.1.1,, Table 14.3.1.3.1

AE: adverse event.; IP: investigational product.; TEAE: treatment-emergent AE.; N = Total number of subjects randomized.; n = Number of subjects with at least one TEAE in each category (subjects with multiple events in each category are counted only once in each category).; % = Percentage of subjects in each category calculated relative to the total number of subjects in the relevant population



No hypoglycemic effect of SCO-792 was observed from the result of the central tendency in HbA1c.



Number of subjects with on assessment available at week 12 0		Placebo (N=18)	SCO-792 250 mg QD (N=18)	SCO-792 500 mg QD (N=19)	SCO-792 500 mg TID (N=19)
Week 0 [Baseline]	n	18	18	19	19
	mean	7.99	8.01	8.23	8.09
	[SD]	0.843	1.324	1.129	1.182
Week 12 [Observed data]	n	18	18	16	17
	mean	7.98	7.96	8.22	7.81
	[SD]	1.183	1.532	1.460	1.252
Change from baseline to Week 12 [observed data]		-0.02 [0.16]	-0.06 [0.16]	0.13 [0.17]	-0.21 [0.17]
Difference of LS means between each		Deference	-0.04 [0.23]	0.15 [0.23]	-0.19 [0.23]
treatment [SE] (95% CI) vs P	lacebo	Reference	(-0.49, 0.42)	(-0.32, 0.62)	(-0.65, 0.27)

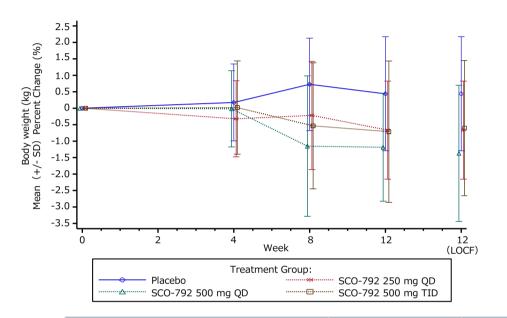
Source: Figure 14.2.1.1.1, Table 14.2.1.1.1, Table 14.2.1.1.3.1 These efficacy analysis using efficacy evaluable population

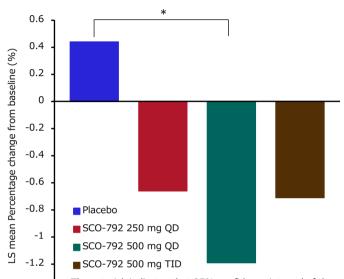






Body weight loss effect of SCO-792 was observed from the result of the central tendency in body weight.





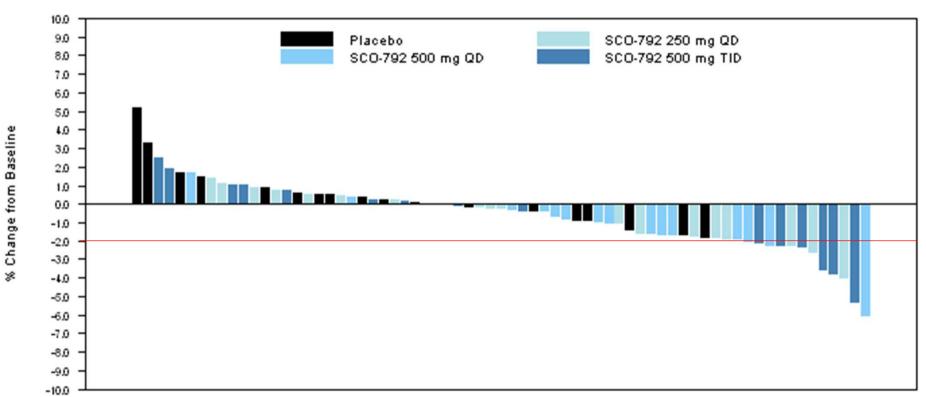
The asterisk indicates that 95% confidence interval of the point estimate difference between placebo vs.SCO-792 did not include 0.

Number of subjects with on assessment available at week 12		Placebo (N=18)	SCO-792 250 mg QD (N=18)	SCO-792 500 mg QD (N=19)	SCO-792 500 mg TID (N=19)
Week 0 [Baseline]	n	18	18	19	19
Unit : kg	mean	106.400	102.164	119.162	101.211
	[SD]	18.8301	17.5405	25.2035	17.3784
Week 12 [Observed data]	n	18	18	16	17
Unit : kg	mean	106.836	101.444	117.375	101.094
	[SD]	18.9646	17.1571	24.0362	17.6653
Percentage change from	Mean	0.440	-0.665	-1.186	-0.711
baseline to Week 12	SD	1.7308	1.4899	1.6365	2.1471
[observed data]	LS means [SE]	0.44 [0.42]	-0.66 [0.42]	-1.19 [0.44]	-0.71 [0.43]
Difference of LS means bet	ween each	Deference	-1.10 [0.59]	-1.63 [0.61]	-1.15 [0.60]
treatment [SE] (95% CI) vs Placebo		Reference	(-2.28, 0.07)	(-2.84, -0.41)	(-2.34, 0.04)

-1.4 -



The individual response of body weight showed the body weight loss effect of SCO-792.



Individual % change in Body Weight

Proportion of subjects achieving target reductions in body weight at Week 12

		Placebo (N=18)	SCO-792 250 mg QD (N=18)	SCO-792 500 mg QD (N=19)	SCO-792 500 mg TID (N=19)	All Subjects (N=74)
2% reduction from baseline at Week 12	n (%)	0	3 (16.7)	3 (15.8)	6 (31.6)	12 (16.2)

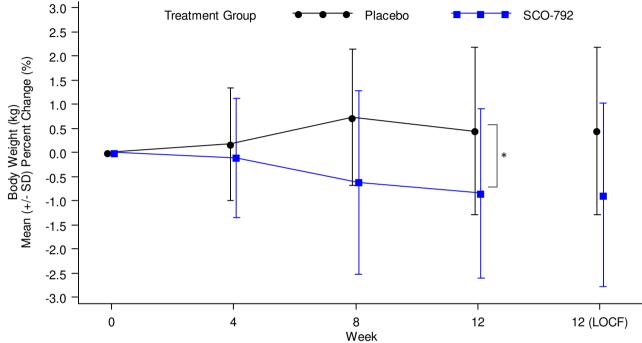
Source: Add-1, Table 14.2.5.1



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Body weight loss effect of SCO-792 with time dependency was observed, and the effect was significantly reduced compared to placebo.

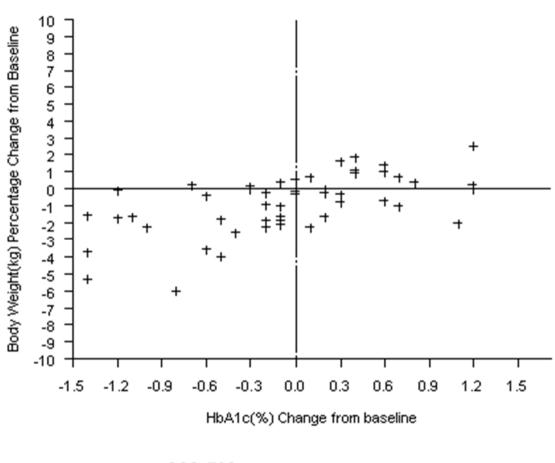


The asterisk indicates that 95% confidence interval of the point estimate difference between placebo vs.SCO-792 did not include 0.

Number of subjects with on assessme	nt available at week 12	Placebo	SCO-792
Week 0 [Baseline]	n	18	56
Unit : kg	mean	106.40	107.61
	[SD]	18.830	21.720
Week 12 [Observed data]	n	18	51
Unit : kg	mean	106.84	106.33
	[SD]	18.965	20.742
	mean	0.440	-0.844
Percentage change from baseline to Week 12 [observed data]	SD	1.7308	1.7574
	LS means [SE]	0.44 [0.41]	-0.84 [0.25]
Difference of LS means between each CI) vs Placebo	treatment [SE] (95%	Reference	-1.28 [0.48] (-2.24, -0.33)



A correlation was found between body weight loss and hypoglycemic effects in SCO-792.



+ SCO-792 Pearson correlation: coefficient = 0.59 Spearman's correlation: coefficient = 0.60

Source:Figure Add-7







Summary

- SCO-792 showed hypoglycemic and weight-loss effects in animal models in the preclinical studies, whose data we expected to observe in humans.
- However, in the Ph2a exploratory study of a 12-week treatment of SCO-792, no hypoglycemic effect was observed. On the other hand, SCO-792 showed a superior weight-loss effect to the placebo group.
- Preclinical studies suggest that SCO-792 exerts a gradual weight-loss effect. Therefore, a 12-week administration might have been insufficient to demonstrate the maximum effect.
- We are evaluating the possibility of further development as an anti-obesity treatment with new target product profiles.



Table of Contents

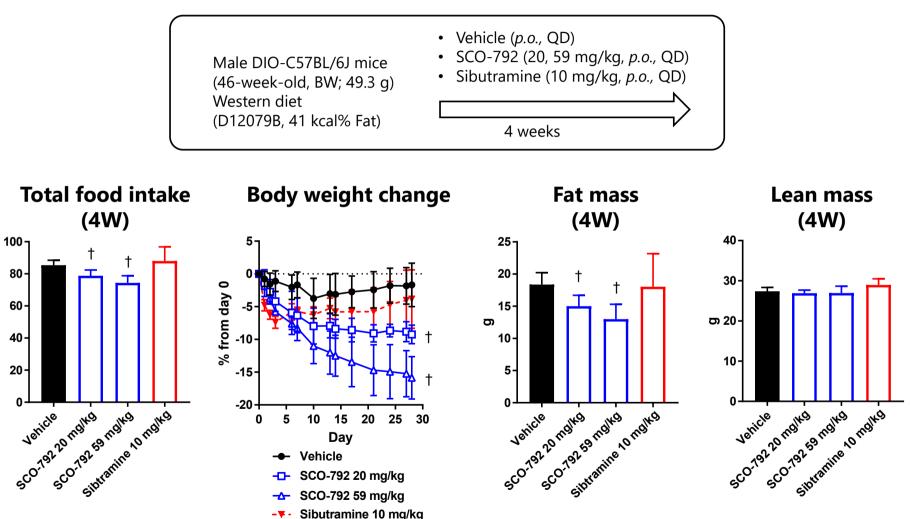


1. Product Strategy 2. Anti-obese effect 2-1. Clinical 2-2. Pre-clinical 3. Other indication 4-1. Kidney disease **4-2. NASH 4. Intellectual Property**



SCO-792 Induced a Decrease in Food Intake Followed by a Sustained Reduction in Body Weight in Diet-induced Obese (DIO) Mice



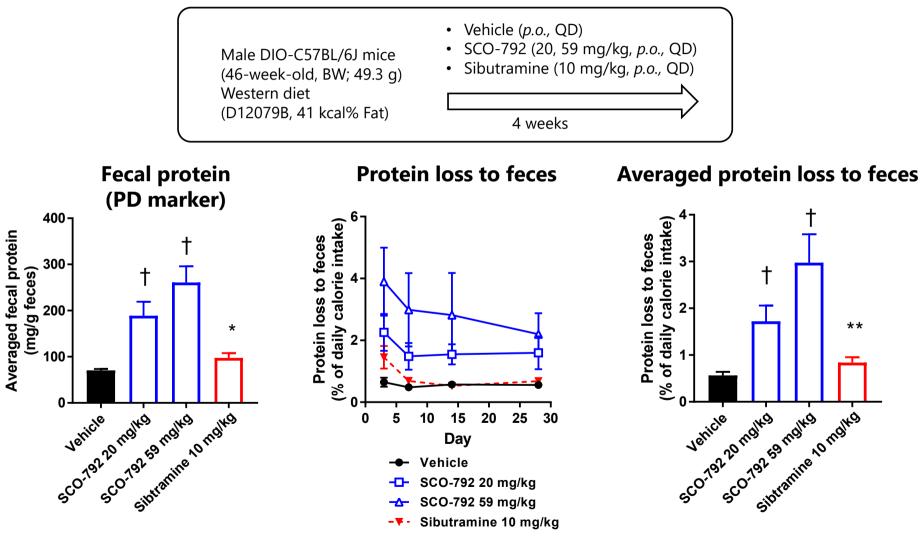


Means + SD (n=4-6), $^{\dagger}p$ < 0.025 vs. vehicle by one-tailed Williams' test.



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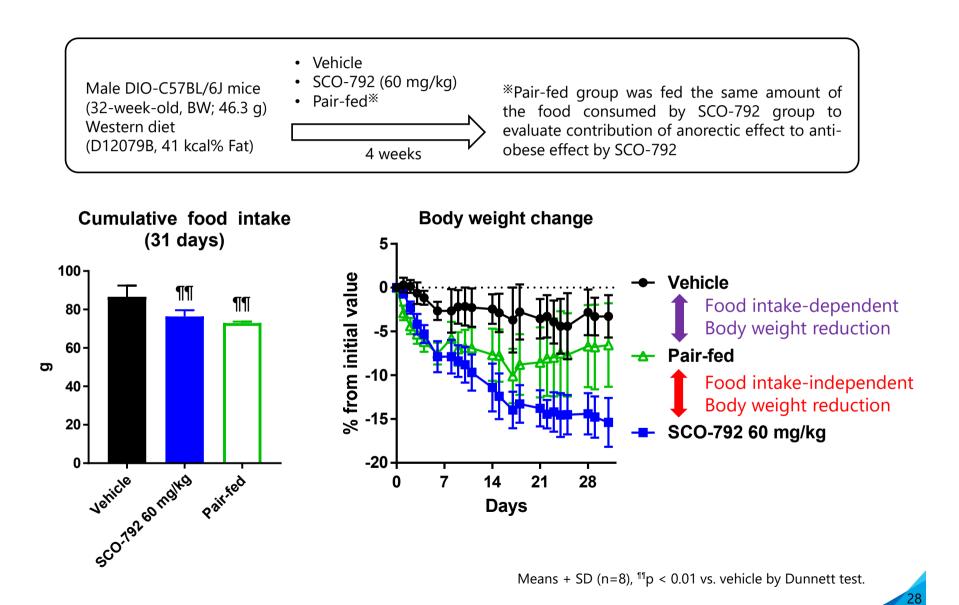
SCO-792 Induced Calorie Loss by the Excretion of Proteins



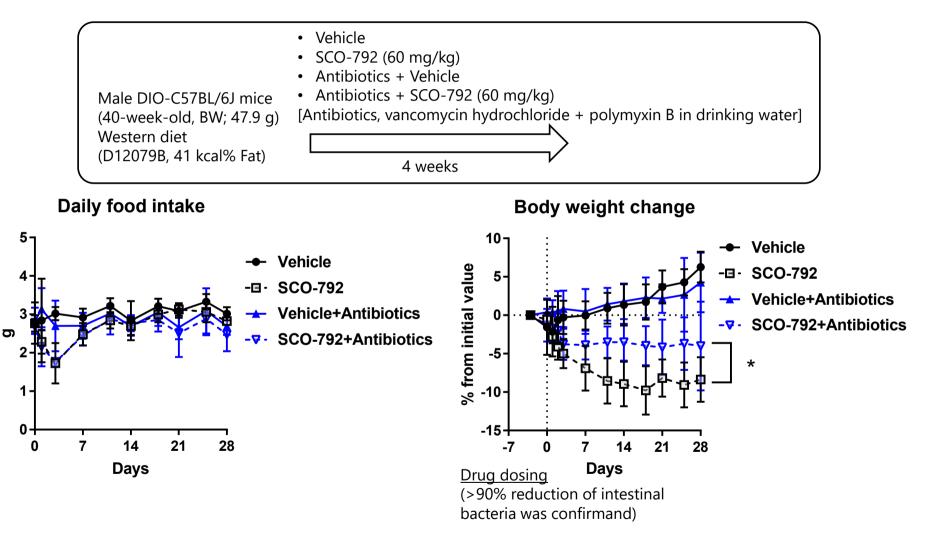
Means + SD (n=4-6), [†]p < 0.025 vs. vehicle by one-tailed Williams' test, *p < 0.05, **p < 0.01 vs. vehicle by Student's *t*-test.

Food Intake Reduction-independent Mechanism is Involved in Body Weight Reduction in DIO Mice





>90% Loss of Gut Bacteria Attenuates SCO-792-induced Efficacy in DIO Mice



BW lowering was attenuated

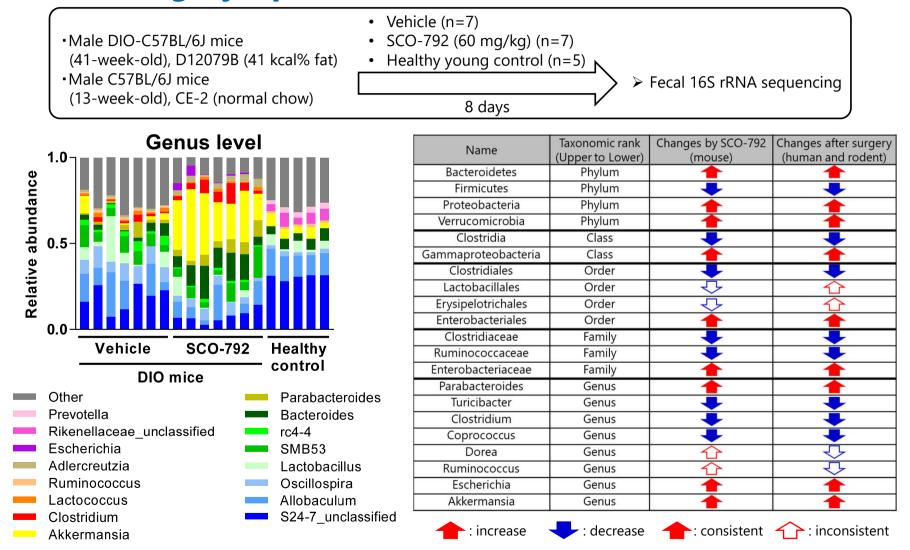
Additional data are available (DOI: <u>10.1016/j.phrs.2020.105337</u>)

Food intake inhibition was unchanged



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SCO-792 Induced the Specific Changes in the Microbiota Composition in DIO Mice Similar to Those Observed in Bariatric Surgery-operated Human and Rodent



Additional data are available (DOI: <u>10.1016/j.phrs.2020.105337</u>)

These enterobacteria were identified from a meta-analysis including 9 human studies and 12 animal experiments (The enterobacteria altered to the same direction in \geq 75% of studies) (*Eur J Endocrinol.* (2018) 178:43-56) 30

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Putative Anti-obese Mechanisms of SCO-792



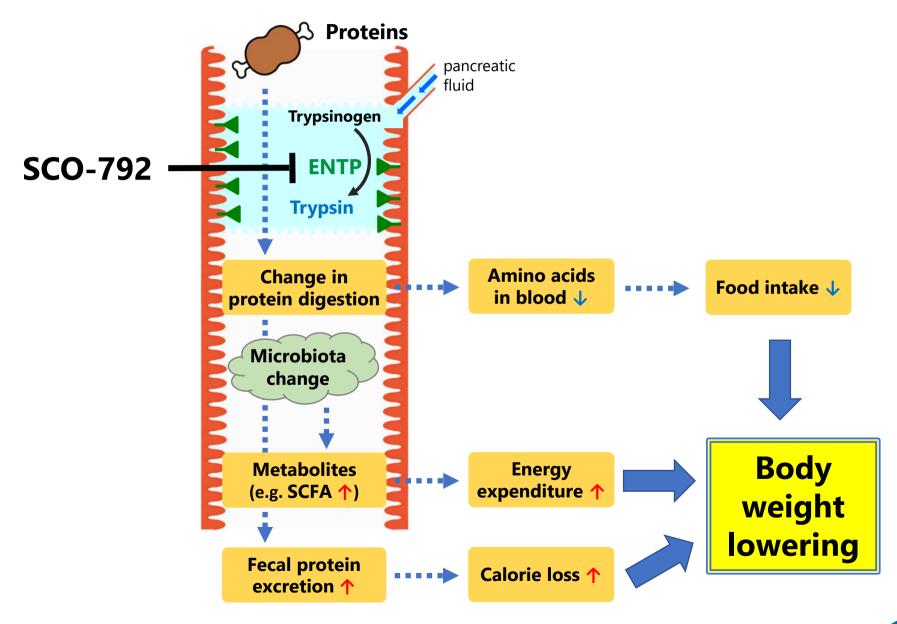


Table of Contents

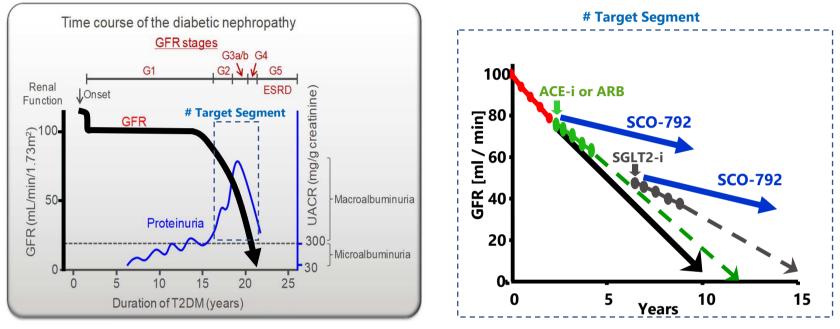


1. Product Strategy 2. Anti-obese effect 2-1. Clinical 2-2. Pre-clinical 3. Other indication 4-1. Kidney disease 4-2. NASH **4. Intellectual Property**



High unmet medical needs exist for Diabetic Kidney Disease





GFR, glomerular filtration rate; UACR, urinary albumin creatinine ratio

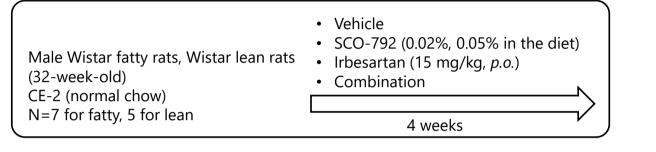
Natural GFR decline is accelerated by glomerular and tubular injury.

ACE-i / ARB and SGLT2-i treatment are not sufficient to delay progression to ESRD resulting from GFR decline.

More efficacious treatment options are required, and SCO-792 in combination with existing therapies could be an ideal solution.



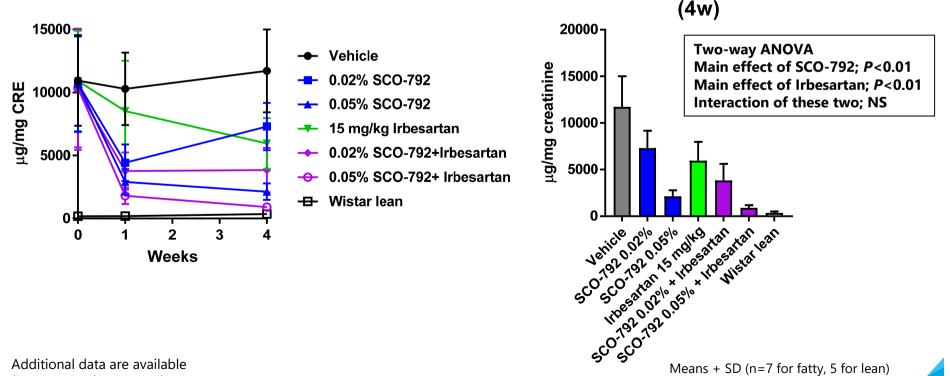
Combining SCO-792 and Angiotensin Receptor Blocker Additively Ameliorated Albuminuria in Wistar Fatty Rats, SCOHIA a Diabetic Kidney Disease Model



Urine albumin-to-creatinine ratio

Means + SD (n=7 for fatty, 5 for lean)

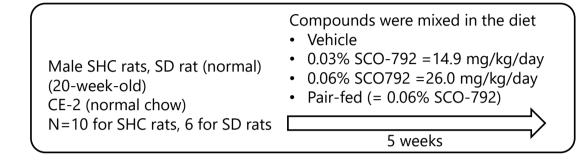
Urine albumin-to-creatinine ratio



Additional data are available (DOI: 10.1111/dom.14190)

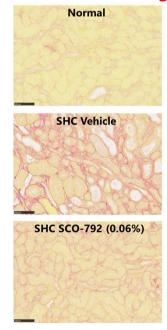
SCO-792 Inhibited GFR Decline and Renal Fibrosis in SHC Rats, a Non-diabetic Chronic Kidney Disease Model





Fibrosis score Glomerular filtration rate (GFR) 5-12₇ ** 4 10 SHC Vehicle mL/min/kg 3 -- SHC_SCO-792 (0.03%) - SHC SCO-792 (0.06%) 2. SHC Pair-fed 1--O · Normal Vehicle Λ 0.000% 0.0000 zairfed Jen 0 0 2 3 1 Weeks SCO-792

Sirius Red staining



Glomerular filtration rate and renal plasma flow were measured by FITC-inulin and para-aminohippurate, respectively. Means + SD (n=10 for SHC rats, 6 for Normal rats), $\frac{1}{7}$ < 0.025 vs. vehicle-treated SHC rats by one-tailed Williams' test, p < 0.05 vs. vehicle-treated SHC rats by Student's *t*-test, **p < 0.01 vs. SCO-792 0.06% by Student's *t*-test, ##p < 0.01 0.01 vs. SCO-792 0.06% by Aspin-Welch test.

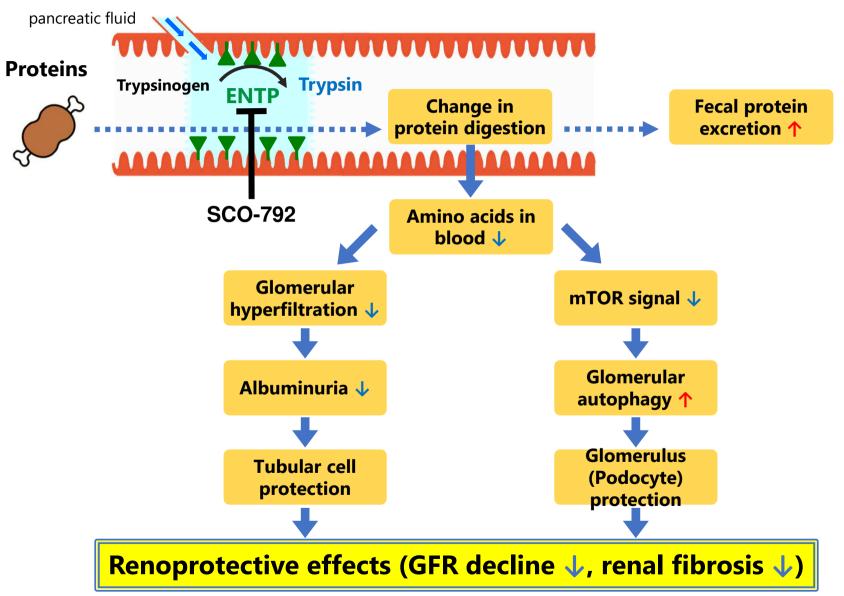
SHC

Jen

Normal

Additional data are available (DOI: 10.1093/ndt/gfaa349)

Putative Renoprotective Mechanisms of SCO-792



Created by referencing following publications

• DOI: <u>10.1111/dom.14190</u>





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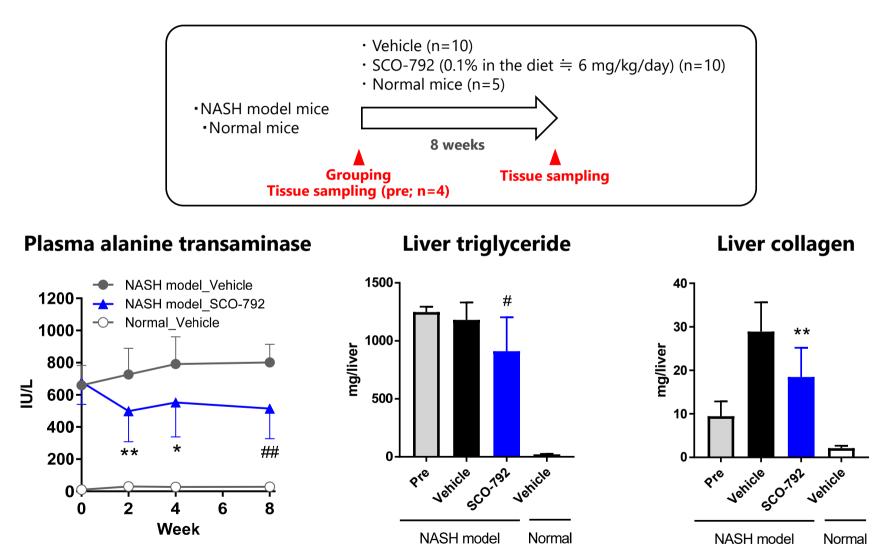
Table of Contents



1. Product Strategy 2. Anti-obese effect 2-1. Clinical 2-2. Pre-clinical 3. Other indication 4-1. Kidney disease 4-2. NASH **4. Intellectual Property**



SCO-792 Improved Liver Steatosis and Fibrosis in NASH Model Mice



Means + SD (n=10 for vehicle and SCO-792, 5 for WT mice, 4 for pre) *p < 0.05, **p < 0.01 vs. vehicle by Student's *t*-test, #p < 0.05, #p < 0.01 vs. vehicle by Aspin-Welch test.



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Table of Contents



Product Strategy
 Anti-obese effect
 2-1. Clinical
 2-2. Pre-clinical
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 4-1. Kidney disease
 4-2. NASH

4. Intellectual Property



Intellectual Property Right



- Patent Protection Term
 - Until 2035 without patent term extension
- FTO (Freedom to Operate)
 - No serious concerns identified globally





