

Modulation of inflammatory and disease biomarkers following 4 week treatment with AVX-470, an oral anti-TNF antibody, in ulcerative colitis patients

Deborah S. Hartman, Brenda Lemos, Emma Erlich, Rutvij Patel, Skaison Kim, Daniel E. Tracey, M. Scott Harris, Barbara S. Fox Avaxia Biologics, Inc. 128 Spring Street, Lexington, MA

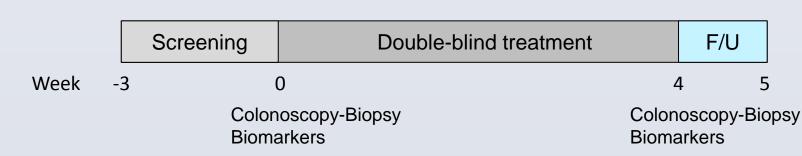
BACKGROUND & AIMS

AVX-470 is an oral, bovine-derived, polyclonal antibody designed to target tumor necrosis factor (TNF) locally in the gastrointestinal tract without significant systemic exposure. AB1101 was a double-blind, placebo-controlled first-in-human trial in patients with active ulcerative colitis (UC). AVX-470 administration was well tolerated, and was associated with dose-dependent increases in clinical and endoscopic remission (Fox et al, Am J Gastro 109: S2 (pp S494), data shown below).

| Parameter | Placebo (n = 9) | 0.2 g/d (n = 8) | 1.6 g/d (n = 12) | 3.5 g/d (n = 7) | Pooled Active (n = 27) |
|----------------------|--------------------|--------------------|---------------------|--------------------|------------------------------|
| Clinical Response | 1/9 (11.1) | 3/8 (37.5) | 2/12 (16.7) | 2/7 (28.6) | 7/25 (25.9) |
| Clinical Remission | 0 | 0 | 0 | 1/7 (14.3) | 1/27 (3.7) |
| Endoscopic Response | 0 | 0 | 1/12 (8.3) | 1/7 (14.3) | 2/27 (7.4) |
| Endoscopic Remission | 0 | 0 | 1/12 (8.3) | 1/7 (14.3) | 2/27 (7.4) |

This study aimed to characterize AVX-470 modulation of TNF, MPO, and epithelial cell apoptosis in colon, and correlate change in inflammatory markers in tissue and serum with clinical and endoscopic response.

METHODS



- 36 patients with active UC, 33 patients completed 4 week treatment
- 13 study centers located in US, Canada, Belgium and Hungary
- 3 ascending-dose cohorts, enteric coated capsule dosage form - AVX-470 was given orally at 0.2 g/d BID, 1.6 g/d BID, and 3.5 g/d TID in divided doses
 - -Within each cohort, patients were randomized 3:1 to AVX-470 or placebo
- Colonoscopy with central reading at Baseline and Week 4
- Biopsy tissue taken from cecum/ascending, transverse, descending, sigmoid, & rectum

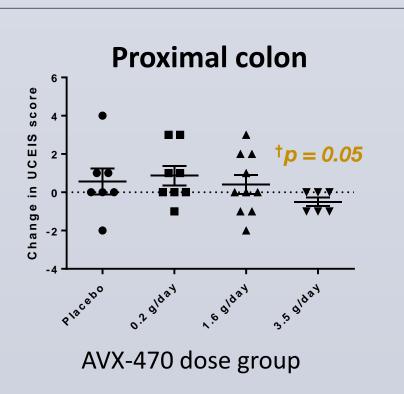
IHC Staining Methods

Immunohistochemical (IHC) Methods: Standard IHC techniques were used to stain formalin-fixed, paraffin-embedded colon tissue biopsy sections with rabbit polyclonal antibodies to TNF (IHC World) and MPO (Abcam). TUNEL staining was performed using the TdT-FragEL DNA Fragmentation Detection Kit (Calbiochem). Digital image analysis was performed as follows: Levels of TNF and MPO were quantitated in the lamina propria and epithelial layers in 5 representative fields per sample, and geometric means were calculated. The number of cells positive for TUNEL staining were manually counted in the epithelial compartment (epithelial lumen + crypts), and means were calculated.

CLINICAL OUTCOME: Dose dependent improvement in endoscopy scores (UCEIS)

Graph shows mean <u>+</u> SEM of change relative to baseline at Week 4. Dose dependent improvement in endoscopy scores was seen in proximal (right) but not distal colon (data not shown). †two-tailed, unpaired T-test, 0.2 vs 3.5 g/day group.

| Proximal colon | Ascending and transverse regions |
|----------------|-------------------------------------|
| Distal colon | Descending and rectosigmoid regions |



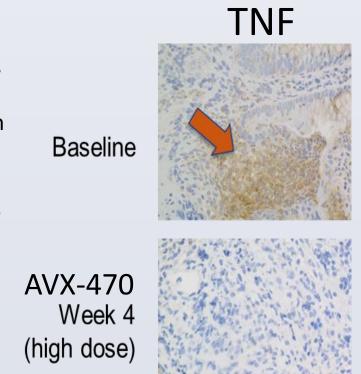
RESULTS

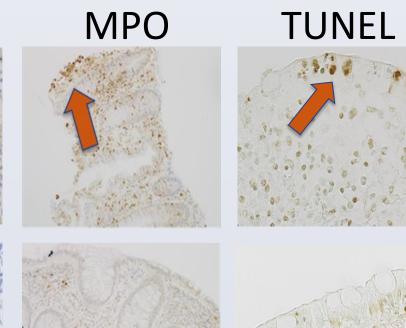
AB1101: First-In-Patient Clinical Trial in UC All Endpoints Met

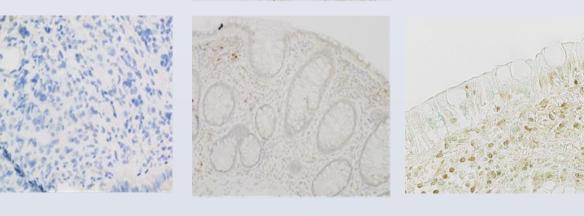
| Endpoint | Outcome | |
|-------------------|---|--|
| Safety | Safe and well-tolerated | |
| Pharmacokinetics | Antibody in tissue and stool, not in serum | |
| Immunogenicity | No induction of anti-drug antibodies | |
| Dharmanadynamica | Inhibition of markers of local inflammation (TNF, MPO, TUNEL) | |
| Pharmacodynamics | Inhibition of systemic markers of disease (CRP, IL-6) | |
| Clinical efficacy | Induction of clinical, histological and endoscopic response | |

Biomarkers in Colon Biopsy Tissues

Representative images of IHC staining (brown color, arrows) in sigmoid colon biopsy samples in the high dose group. TNF & MPO staining in lamina propria and epithelial cell layers is dramatically reduced at Week 4. Apoptosis in the intestinal epithelial layer (IEC), indicated by TUNEL staining, is also reduced after AVX-470 treatment. Magnification 400x.



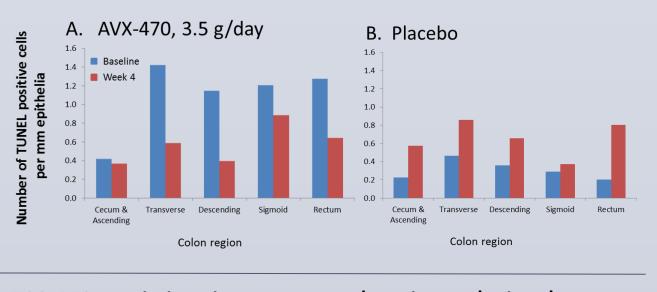




TNF MPO TNF levels Decreased MPO levels are reduced seen in 4 of in all 5 colon 5 colon regions at regions in Week 4 in the AVXthe 3.5 g/d 470 0.2 and 3.5 g/day AVX-470 treatment treatment group. groups.

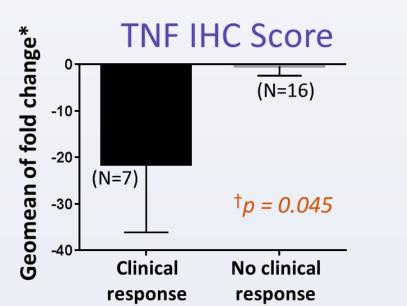
IEC TUNEL

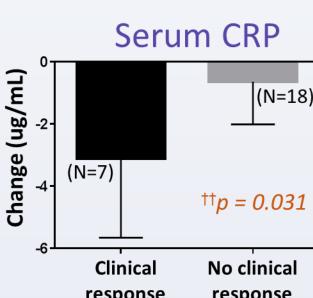
Mean levels of IEC TUNEL staining were substantially reduced in patients from the AVX-470 treated group at Week 4, and in contrast, mean levels of IEC TUNEL staining were increased in the placebo group.



- Decrease in TNF and IEC TUNEL staining is seen predominantly in the proximal colon, consistent with reduction in endoscopy scores (left panel).
- MPO reduction is seen in both proximal & distal colon.

Reductions in levels of TNF in colon and serum CRP correlate with clinical response

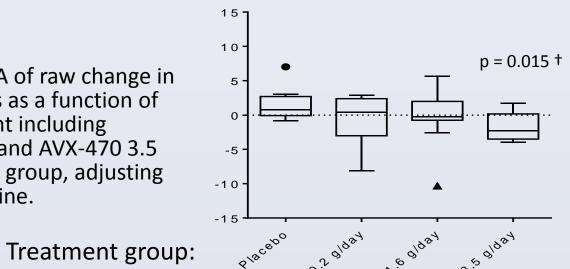




Mean + SEM of change relative to baseline at Week 4 †two-tailed, unpaired T-test; †† Wilcoxon matched-pairs signed rank test. *Across 5 colon regions (ascending, transverse, descending, sigmoid, rectum), AVX-470 treatment.

AVX-470 reduces serum IL-6 levels

†ANCOVA of raw change in IL6 levels as a function of treatment including placebo and AVX-470 3.5 g/d dose group, adjusting for baseline.

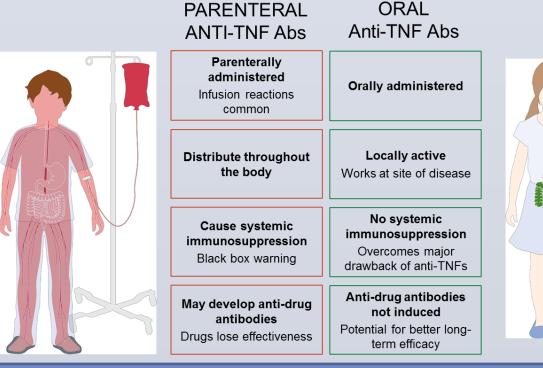


following 4 weeks dosing. Serum IL-6 levels quantified by SIMOA ELISA analysis.

CONCLUSIONS

- AVX-470 mediated reduction in colon TNF levels and serum CRP levels was correlated with clinical response.
- Reduction in colon TNF and IEC TUNEL levels was proportionately greatest in the proximal colon, which correlated with changes in endoscopic activity. This suggests a linear gradient of response from the proximal to distal colon following oral dosing of AVX-470.
- These results show AVX-470 mediated reduction of inflammation, apoptosis of intestinal epithelial cells, and disease activity through local drug action in the colon.

This outcome advances the development of AVX-470, the first anti-TNF antibody that is orally delivered and stays in the digestive tract, with the potential for better safety. AVX-470 is especially well-suited for the treatment of pediatric **IBD** patients.



CONTACT

Deborah S. Hartman, Vice President Research Avaxia Biologics Inc., 128 Spring St, Lexington, MA, 02421 email: dhartman@avaxiabiologics.com