

Paris, 17 March 2016

Quantum Genomics raises €5.54m via private placement in the United States

- Capital increase via private placement, subscribed by US investment funds managed by Sabby Management
- Issue of shares with redeemable equity warrants, raising an additional €3.58m if the warrants are exercised in full

Capital increase launched with a priority period, on the same terms, amounting to €2.94m which may be increased to €3.04m if the Increase Option is exercised in full

- Capital increase via public offering of new shares with redeemable equity warrants, raising an additional €1.96m if the warrants are exercised in full

Quantum Genomics (Alternext - FR0011648971 - ALQGC), a biopharmaceutical company whose purpose is to develop new therapies for unmet medical needs in the field of cardiovascular diseases, announces the completion of a capital increase via private placement in the amount of €5.54 million by the issuance of 923,644 shares with redeemable equity warrants at €6.00 per share.

On announcing the transaction, Quantum Genomics revealed that US investment funds managed by Sabby Management LLC ("Sabby Management") have taken an equity stake in the company. Based in New Jersey, Sabby Management manages investment funds and invests primarily in the healthcare, pharmaceutical and biotechnology sectors.

Having completed this transaction, Quantum Genomics announces the launch of a capital increase in the form of a Public Offering, with preferential subscription rights (PSR) removed but with a priority period introduced, in the amount of €2.94 million, by issuing 490,686 shares with redeemable equity warrants (ABSAR) at a unit price of €6.00, which may be increased to €3.04 million by issuing 506,329 ABSAR if the 3.19% Increase Option is exercised in full. The subscription period will open on March 16, 2016 and close on March 23, 2016.

The goal of these two initiatives – to raise funds totalling €8.49 million (€8.58 million if the Increase Option is exercised in full), with potentially an additional €5.48 million if the BSAR are exercised in full (€5.54 million if the Increase Option is exercised in full) – is to accelerate Quantum Genomics' development programs by funding, in particular:

- The launch of a Phase II multicentric human clinical trial in Europe of its drug candidate QGC101 for the treatment of heart failure. Quantum Genomics still expects the trial to begin in mid-2016;
- Clinical trials planned in the United States, following the recent formation of a US Clinical Ethics Committee and the opening of an office in New York on March 1, 2016. To conduct the Phase IIb clinical trials for high blood pressure among a targeted population, scheduled for 2017, Quantum Genomics intends to begin regulatory discussions with the US Food and Drug Administration (FDA) this year, 2016.

Lionel Ségard, Chairman & CEO of Quantum Genomics, says:

"We are pleased to welcome Sabby Management as a shareholder, a respected investment fund manager specializing in biotechnology. Its trust demonstrates the growing attractiveness of Quantum Genomics in the United States and the interest in our therapeutic innovation.

The arrival of this US fund at our table is a further illustration of the desire to strengthen our presence on the other side of the Atlantic, one of the main target markets for our drug candidates. This follows the formation of a Clinical Advisory Board in the United States and the opening of an office in New York on March 1, 2016.

We also intend to offer our shareholders the ability to participate, on the same terms as this investor, in the fund-raising through a public offering, so that all those who have already placed their trust in us can benefit from the accelerated development of our products."

Key features of the capital increase via private placement

• Type of transaction and type of offering

This transaction is to increase capital by issuing shares with redeemable equity warrants (*actions à bons de souscription d'actions remboursables / ABSAR*), each with a share subscription warrant (BSA), including the removal of preferential subscription rights, in the form of an offering defined by Article L. 411-2 II-2 of the French Monetary and Financial Code (private placement of up to 20% of share capital per year) ("Private Placement").

• Legal framework of the issue

Using the authorizations granted in Resolution Four of the Combined Ordinary and Extraordinary General Meeting of December 22, 2015, the Board of Directors on March 14, 2016 decided in principle to proceed with this capital increase, including the removal of preferential subscription rights, in the form of a private placement of up to 20% of existing share capital and without it being offered to the public, on the terms and conditions set out in this press release.

In accordance with Article 211-3 of the AMF General Regulations, this offer of securities does not require a Prospectus to be submitted to the AMF for approval.

Number of securities issued and resulting dilution

The transaction will involve 923,644 new shares issued at €6.00 per share, resulting in a total dilution of 11.76%. Based on existing capital of 6,927,334 shares prior to the transaction, the capital increase would raise the total number of shares to 7,850,978.

The new shares will carry entitlements from January 1, 2016 and will be tradable on the Alternext market from March 16, 2016. They will be admitted on the same listing line as the existing shares (ISIN: FR0011648971) and will be identical to them as soon as they are admitted for trading.

For indicative purposes, the percentage of equity owned by a shareholder with 1.00% of share capital prior to the transaction, would be 0.88% after the transaction.

Characteristics of redeemable equity warrants

Each new share issued comes with a redeemable equity warrant, the total being 923,644 redeemable equity warrants (BSAR).

BSARs entitle Holders to subscribe to new Quantum Genomics shares at a parity of 2 BSARs for 1 share, at an exercise price of €7.75 per share.

BSARs may be exercised at any time until September 15, 2018. They are subject to an early redemption clause, at the Company's discretion, if the Quantum Genomics share price exceeds €12.00 for 10 consecutive trading days: BSARs will be redeemable at €0.01 per BSAR if the average share price (weighted by the trading volume of Quantum Genomics shares) over the 10 trading days preceding the publication date of the redemption notice exceeds €12.00.

If all BSARs are exercised in full, 461,822 new additional shares will be created (resulting in a maximum dilution, including the new shares issued via private placement, in the order of 0.83%) representing a potential €9.12 million total proceeds from the issuance.

Pursuant to Article L. 228-103 of the French Commercial Code, BSAR Holders are grouped into a body with legal personality protecting their joint interests (the "*masse*").

General Meetings of BSAR Holders are convened to decide any change to the issue contract and any matter that applicable law submits to its authorisation.

They are also convened to decide any matter relating to a merger or demerger of the Company, pursuant to Articles L. 228-65, I, 3, L. 236-13 and L. 236-18 of the French Commercial Code which apply in the same way as Article L. 278-73.

In accordance with applicable legislation, each BSAR entitles its Holder to exercise one vote at General Meetings of BSAR Holders.

A General Meeting of BSAR Holders on first convocation may validly deliberate only if the Holders present or represented comprise at least one quarter of the BSARs with voting rights. A General Meeting of BSAR Holders on second convocation may validly deliberate only if the BSAR Holders present or represented comprise at least one fifth of the BSARs with voting rights.

Resolutions of General Meetings of BSAR Holders are passed by a two-thirds majority of the BSAR Holders present or represented.

In accordance with Article L.228-47 of the French Commercial Code, the lead representative of the BSAR Holders body will be Aether Financial Services.

The representative of the body, unless otherwise decided by the General Meeting of BSAR Holders, will have the power, on behalf of the body of BSAR Holders, to sign all documents relating to the defence of the common interests of BSAR Holders.

The duties of the representative of the BSAR Holders body will be performed in accordance with applicable laws and regulations.

The terms and conditions governing the convocation, meeting, organisation and holding of General Meetings of BSAR Holders are those set out in applicable laws and regulations.

The BSAR adjustment rules are those generally adopted for this type of transaction.

Theoretical value of a share subscription warrant (BSA)

The theoretical value of a BSA is €0.60, assuming a volatility of 30%, based on the weighted average trading volume over the last 20 trading days which is €6.98 (Black & Scholes formula).

The BSA share subscription price of €6.00 represents a 14.0% discount relative to the weighted average. The theoretical value of a BSA equates to an additional discount of 8.6%.

Sabby Management undertaking not to participate in the capital increase open to the public

To permit shareholders to benefit from the same investment opportunity on the same terms, Sabby Management has agreed not to participate in the capital increase described below.

Sabby Management also reserves the right to adjust its position based on changes in the Quantum Genomics share price.

Abstention undertaking by the Company and its corporate officers

As part of the private placement:

- the Company promises not to issue shares or other transferable securities giving access to capital for a period of 150 days following the settlement/delivery of the private placement, subject to the following exceptions;
- the members of the Board of Directors and certain named executives together representing 11.1% of share capital promise not to sell the shares that they hold, for a period of 90 days following the settlement/delivery date of the private placement, subject to the usual exceptions.

Key features of the capital increase via public offering

Type of transaction and type of offering

This transaction is to increase capital in the form of a public offering, by issuing shares with redeemable equity warrants (*actions à bons de souscription d'actions remboursables / ABSAR*), each with a share subscription warrant (BSA), including the removal of preferential subscription rights but with a priority period.

Legal framework of the issue

Using the authorizations granted in Resolution Two of the Combined Ordinary and Extraordinary General Meeting of December 22, 2015, the Board of Directors meeting of March 14, 2016 decided in principle to proceed with this capital increase, including the removal of preferential subscription rights, in the form of a public offering, on the terms and conditions set out in this press release.

In accordance with Article 211-3 of the AMF General Regulations, this offer of securities does not require a Prospectus to be submitted to the AMF for approval.

Structure of the Offering

The ABSAR issue includes the removal of preferential subscription rights but includes a priority period for existing shareholders.

Quantum Genomics shareholders registered as at March 15, 2016, will enjoy a priority period of three trading days (March 16, 2016 to 5pm March 21, 2016 inclusive), a right that is non-tradable and non-transferable, during which they have a priority right to subscribe:

- on a non-reducible basis at a parity of 1 ABSA for 16 existing shares owned; and
- on a reducible basis.

During the priority period, existing shareholders can subscribe on an irreducible basis up to their percentage shareholding in Quantum Genomics. Any new shares not absorbed by subscribers on an irreducible basis will be distributed and allocated to the shareholders who subscribed on a reducible basis. Reducible subscription orders will be serviced up to the limit of their request and prorated to the number of existing shares held on March 21, 2016, rounded down to the nearest whole number of shares.

Depending on the size of the demand expressed during the priority period, the initial number of ABSARs may be increased by 3.19%, i.e., by up to 15,643 ABSARs. Any potential Increase Option will be decided on March 24, 2016 and will be reported in a press release by the Company and a Euronext notice announcing the result of the Offering. If an Increase Option is put in place it will be for the sole purpose of satisfying reducible orders that otherwise could not be met.

Subscription orders are irrevocable.

Number of securities issued and resulting percentage dilution

This issue will result in 490,686 new shares at a price of €6.00 per share that may be increased to 506,329 new shares if the Increase Option is exercised in full. Based on pre-transaction share capital of 7,850,978 shares (including the new shares issued via the private placement mentioned earlier), the capital increase open to the public now results in a total share capital of 8,341,664 shares or 8,357,307 if the Increase Option is exercised in full.

For indicative purposes, the percentage of equity owned by a shareholder with 1.00% of share capital prior to the transaction, would be 0.94% after the transaction.

The new shares will carry entitlements from January 1, 2016 and will be tradable on the Alternext market from 25 March 2016. They will be admitted to the same listing line as the existing shares (ISIN: FR0011648971) and will be identical to them as soon as they are admitted for trading.

Subscription Undertakings

- Téthys subscription undertaking: Téthys has signed an undertaking to subscribe irreducibly to 49,859 ABSARs in the amount of €299,154 and to place a reducible order for 152,672 ABSARs in the amount of €916,032.
- Alix AM subscription undertaking: Alix AM has signed an undertaking to subscribe irreducibly to 62,913 ABSARs in the amount of €377,478 and to place a reducible order for 240,884 ABSARs in the amount of €1.44 million.

The subscription undertakings received cover the entire capital increase.

Financial intermediaries

Share subscriptions and payments by shareholders whose shares are in administered registered form or bearer shares will be accepted until March 21, 2016, inclusive, by their authorised financial intermediary acting in their name and for their account.

Share subscriptions and payments by shareholders whose shares are in pure registered form will be accepted free of charge until March 21, 2016, inclusive, by BNP Paribas Securities Services - Grands Moulins de Pantin - 9 rue du Débarcadère - 93500 Pantin – France.

Share subscriptions by shareholders during the priority period will be centralized by Invest Securities SA (73 Boulevard Haussmann – 75008 Paris, France).

Characteristics of redeemable equity warrants

Each new share issued comes with a redeemable equity warrant (BSAR), totalling 490,686 BSARs, or 506,329 if the Increase Option is exercised in full.

BSARs entitle the Holder to subscribe to one new Quantum Genomics share at a parity of 2 BSARs for 1 share, at an exercise price of €7.75 per share.

BSARs may be exercised at any time, until September 16, 2018. They are subject to an early redemption clause, at the Company's discretion, if the Quantum Genomics share price exceeds €12.00 for 10 consecutive trading days: BSARs will be redeemable at €0.01 per BSAR if the average share price (weighted by the trading volume of Quantum Genomics shares) over the 10 trading days preceding the publication date of the redemption notice exceeds €12.00.

If the BSARs are exercised in full, 253,164 new additional shares would be created, representing €1,962,021 proceeds from the issuance.

Pursuant to Article L. 228-103 of the French Commercial Code, BSAR Holders are grouped into a body with legal personality protecting their joint interests (the "masse").

General Meetings of BSAR Holders are convened to authorize any change to the issuance contract and any matter that applicable law submits to its authorisation.

They are also convened to decide any matter relating to a merger or demerger of the Company, pursuant to Articles L. 228-65, I, 3, L. 236-13 and L. 236-18 of the French Commercial Code which apply in the same way as Article L. 278-73.

In accordance with applicable laws, each BSAR entitles its Holder to exercise one vote at a General Meeting of BSAR Holders.

A General Meeting of BSAR Holders on first convocation may only validly deliberate if the Holders present or represented possess at least one quarter of the BSARs with voting rights. A General

Meeting of BSAR Holders on second convocation may only validly deliberate if the BSAR Holders present or represented possess at least one fifth of the BSARs with voting rights.

Resolutions of General Meetings of BSAR Holders are passed by a two-thirds majority of the BSAR Holders present or represented.

In accordance with Article L.228-47 of the French Commercial Code, the lead representative of the BSAR Holders group will be Aether Financial Services.

The representative of the body, unless otherwise decided by the General Meeting of BSAR Holders, will have the power, on behalf of the body of BSAR Holders, to sign all documents relating to the defence of the common interests of BSAR Holders.

The mission of the representative of the BSAR Holders body will be performed in accordance with applicable laws and regulations.

The terms and conditions governing the convocation, meeting, organisation and holding of General Meetings of BSAR Holders are those set out in applicable laws and regulations.

The BSAR adjustment rules are those usually adopted for this type of transaction.

Theoretical value of stock options (BSA)

The theoretical value of a BSA is €0.60, assuming a volatility of 30%, based on the weighted average trading volume over the last 20 trading days which is €6.98 (Black & Scholes formula).

The BSA share subscription price of €6.00 represents a 14.0% discount relative to the weighted average. The theoretical value of a BSA equates to an additional discount of 8.6%.

Provisional timeline for the transaction

15 March 2016	Press release circulated before start of trading describing the main features of the transaction
16 March 2016	Subscription period opens. Priority period opens. Euronext circulates the Notice of Issue of ABSARs.
21 March 2016	Priority period closes.
23 March 2016	Subscription period closes.
24 March 2016	Euronext circulates the Notice of Admission of the ABSARs for trading on the Euronext Alternext market in Paris.
29 March 2016	Settlement/delivery of the new shares.

Risk factors

Investors are advised, before making any decision to invest, to pay particular attention to the risks described in Section 9 (INFORMATION REGARDING RISKS AND UNCERTAINTIES FACING THE COMPANY) in the 2014 Management Report which is available on the Quantum Genomics website / Investors page / Financial Documents / Annual Information.

This Offering, amounting to less than €5 million, represents no more than 50% of the Company's existing share capital, and under Article 211-3 of the AMF General Regulations does not require a Prospectus to be submitted for French Financial Markets Authority (AMF) approval.

The Private Placement to institutional investors will be conducted using a procedure known as bookbuilding (*construction d'un livre d'ordres*) managed by Invest Securities acting as Joint Lead Manager and Joint Bookrunner.

Disclaimer

In France, the Offering of shares by Quantum Genomics in the form of a Private Placement complies with Article L. 411-2 of the French Monetary and Financial Code and applicable regulations. It does not constitute a Public Offering in the sense of Article L. 411-1 of the French Monetary and Financial Code and does not require a Prospectus to be submitted to the French Financial Markets Authority (AMF) for approval.

As a Member State of the European Economic Area that has transposed Directive 2003/71/EC of the European Parliament and the Council of 4 November 2003 (as amended by Directive 2010/73/EU, to the extent that it has been transposed in each of the Member States of the European Economic Area) (the "Prospectus Directive"), nothing has been done or will be done to permit a Public Offering of the transferable securities that are the subject of this press release to make it necessary to publish a Prospectus in any Member State. Consequently, the Company's securities cannot and will not be offered in any Member State apart from France, unless in accordance with the exemptions in Article 3(2) of the Prospectus Directive, if it has been transposed into one or more of the Member States concerned or otherwise not requiring the publication by Quantum Genomics of a Prospectus pursuant to Article 3(2) of the Prospectus Directive and/or applicable regulations in those Member States.

This press release and the information in it is intended only for (i) persons outside the United Kingdom, (ii) investment professionals in the sense of Article 19(5) of the UK Financial Services and Markets Act 2000 (Financial Promotion) Order 2005 ("Financial Promotion Order") or (iii) persons referred to in Article 49(2) (a) to (d) ("high net worth companies, unincorporated associations etc.") of the Financial Promotion Order (together referred to as "Authorised Persons"). An invitation, offer or agreement to subscribe to or purchase transferable securities is available only to Authorised Persons and may be contracted only by Authorised Persons. This press release is intended solely for Authorised Persons and may not be used by anyone other than an Authorised Person.

This press release and the information in it does not constitute an offering or inducement to buy or subscribe to Quantum Genomics securities in the United States or in any jurisdiction where the transaction is restricted. Securities cannot be offered or sold in the United States unless they are registered, or are exempt from registration, under the 1933 US Securities Act as amended ("US Securities Act"), it being understood that Quantum Genomics is not and will not be registered under the US Securities Act and that Quantum Genomics has no intention of publicly offering Quantum Genomics securities in the United States.

In accordance with Article 211-3 of the AMF General Regulations, potential investors are reminded that:

- *The Offering does not require a Prospectus to be submitted to the French Financial Markets Authority (AMF) for approval.*
- *The individuals and entities mentioned in Article L. 411-2, II, 2 of the French Monetary and Financial Code cannot participate in this Offering unless they do so on their own account under the terms and conditions in D. 411-1, D. 411-2, D. 734-1, D. 744-1, D. 754-1 and D. 764-1 of that Code.*
- *Information concerning the shares subscribed or acquired may not be directly or indirectly publicly disclosed except as permitted by Articles L. 411-1, L. 411-2, L. 412-1 and L. 621-8 to L. 621-8-3 of the French Monetary and Financial Code.*

The circulation of this press release may, in certain countries, be subject to special regulations. Persons in possession of this press release must inform themselves of any potential local restrictions and comply with them.

A decision to buy or subscribe to Quantum Genomics shares should be made solely on the basis of published information about Quantum Genomics. Invest Securities is not liable for information not independently verified by Invest Securities.

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ABOUT QUANTUM GENOMICS

Quantum Genomics is a biopharmaceutical company with the mission of developing new therapies for unmet medical needs in the field of cardiovascular diseases, especially high blood pressure and heart failure.

Quantum Genomics is developing a new therapeutic approach based on BAPAI (Brain Aminopeptidase A Inhibition). This is the result of more than 20 years of academic research in the laboratories of the Collège de France, INSERM, CNRS and the University of Paris Descartes.

Quantum Genomics is listed on the Alternext market in Paris (ISIN code FR0011648971, Ticker ALQGC).



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