



Corporate Overview

February 3, 2020

Forward-Looking Statements

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Zynerba Pharmaceuticals (NASDAQ: ZYNE)





A Rare/Near-Rare Neuropsychiatric Company

- Deep pipeline focused on high unmet medical needs; translating into multi-billion dollar market opportunity with Zygel™ (CBD gel)
 - Four clinical shots on goal: FXS, DEE, ASD, 22q
 - Achieved patient screening target in pivotal CONNECT-FX FXS trial
 - Achieved target enrollment in Phase 2 BRIGHT ASD study
- Experienced team
 - Proven development and commercialization track record in transdermal delivery, orphan diseases, neurology, psychiatry
- Well capitalized
 - Cash runway expected into the second half of 2021 - beyond the expected NDA filing and potential approval in FXS
- Multiple expected near term milestones





Deep Clinical Pipeline

Indication	Preclinical	Phase 1	Phase 2	Pivotal	Expected Milestones
Fragile X Syndrome (FXS)*					
	CONNECT-FX: Patient screening target achieved				Topline pivotal data in 2Q2020
Developmental and Epileptic Encephalopathies (DEE)					
	BELIEVE 1: Complete				Meet with FDA in 1H2020 to discuss clinical path forward
Autism Spectrum Disorder (ASD)					
	BRIGHT: Target enrollment achieved				Topline Phase 2 data in 2Q2020
22q Deletion Syndrome (22q)					
	INSPIRE				Topline Phase 2 data in 2Q2020

*Orphan Drug Designation



Zygel (ZYN002) Cannabidiol (CBD) Gel

Differentiated



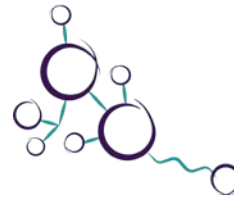
First & only patent-protected, permeation-enhanced, pharmaceutically-produced CBD gel

Transdermal

CBD

Formulation delivers CBD through the epidermis and into the circulatory system

Unique MOA



CBD modulates multiple receptors and mediates numerous pathways, including the endocannabinoid pathway

Neuropsych Indications



Potential utility in rare / near-rare neuropsychiatric conditions

FDA Fast Track and Orphan Drug designations in FXS





Fragile X Syndrome (FXS)

Fragile X Syndrome (FXS) Overview



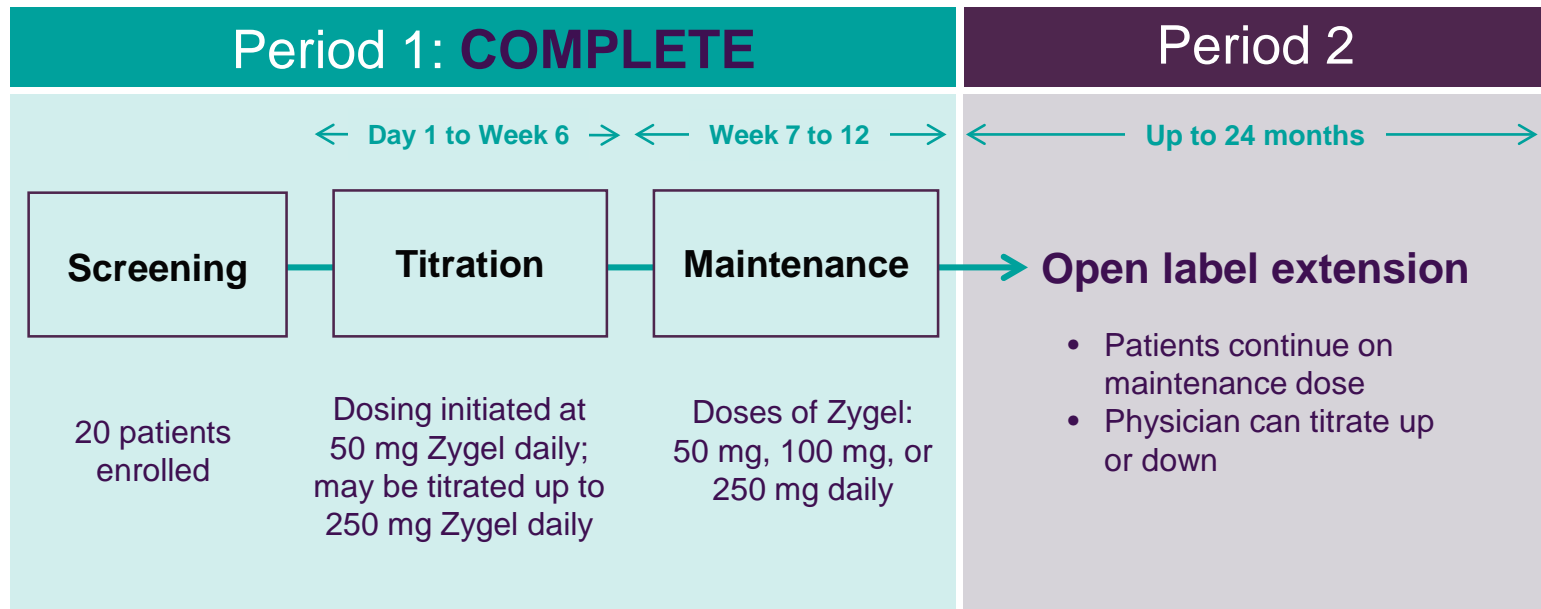
- Rare genetic developmental disability
- Leading known cause of both inherited intellectual disability and autism spectrum disorder
- Symptoms linked to deficiencies in the endocannabinoid (EC) system
 - System of neurotransmitters regulating emotional responses, behavioral reactivity to context, social interaction
 - FMR1 mutation causes dysregulation of the EC system
 - Results in core cognitive, social, and behavioral symptoms of FXS
 - CBD may modulate EC system
 - Increases availability of endocannabinoids (anandamide, 2-AG) by inhibiting metabolism
- Affects ~71K people in U.S.
- No approved drugs indicated for FXS





FAB-C Open Label Phase 2 Trial Design

Treatment of **F**ragile X Syndrome **A**nxiety and **B**ehavioral **C**hallenges with CBD

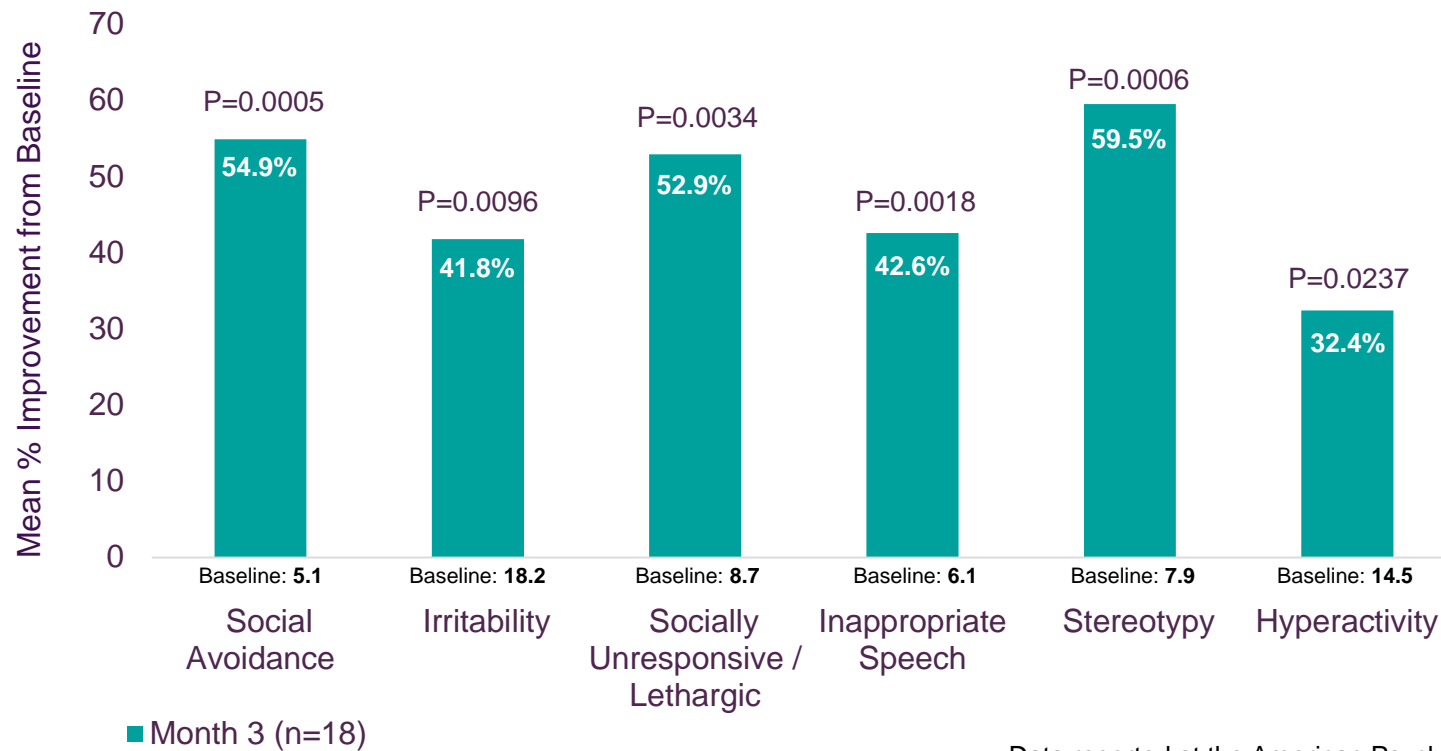


Data From Three Month FAB-C Phase 2 Trial



Month Three: ABC-C_{FXS} Mean Score

Percent Improvement in Behavioral Symptoms of FXS



Data reported at the American Psychiatric Association (APA) meeting, May 2019

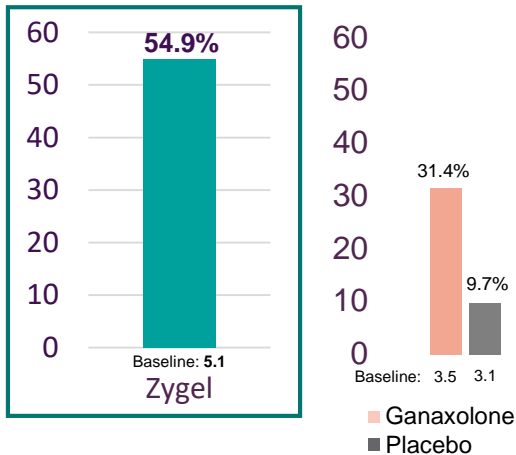


FAB-C ABC-C_{FXS} Subscales

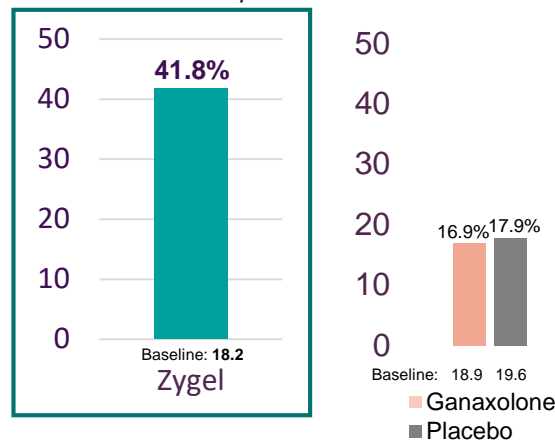


Third Party Data* Suggest PBO Rate of 10 to 18 Percent

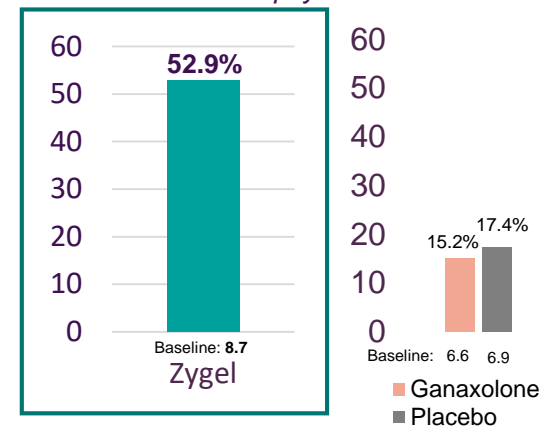
Social Avoidance
Seeks isolation



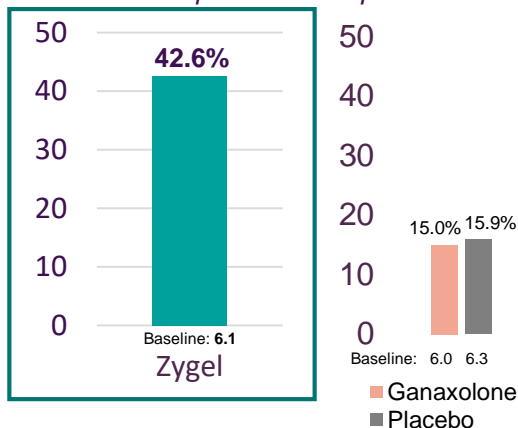
Irritability
Temper tantrums



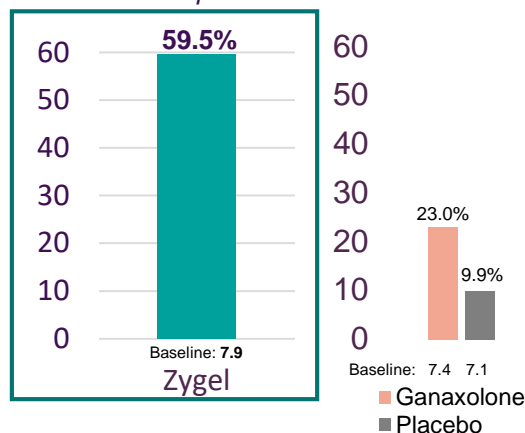
Socially Unresponsive / Lethargic
Does not pay attention



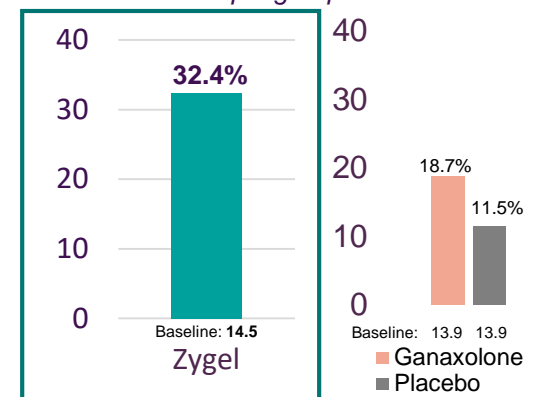
Inappropriate Speech
Repeats words / phrases



Stereotypy
Repetitive movements



Hyperactivity
Disrupts group activities



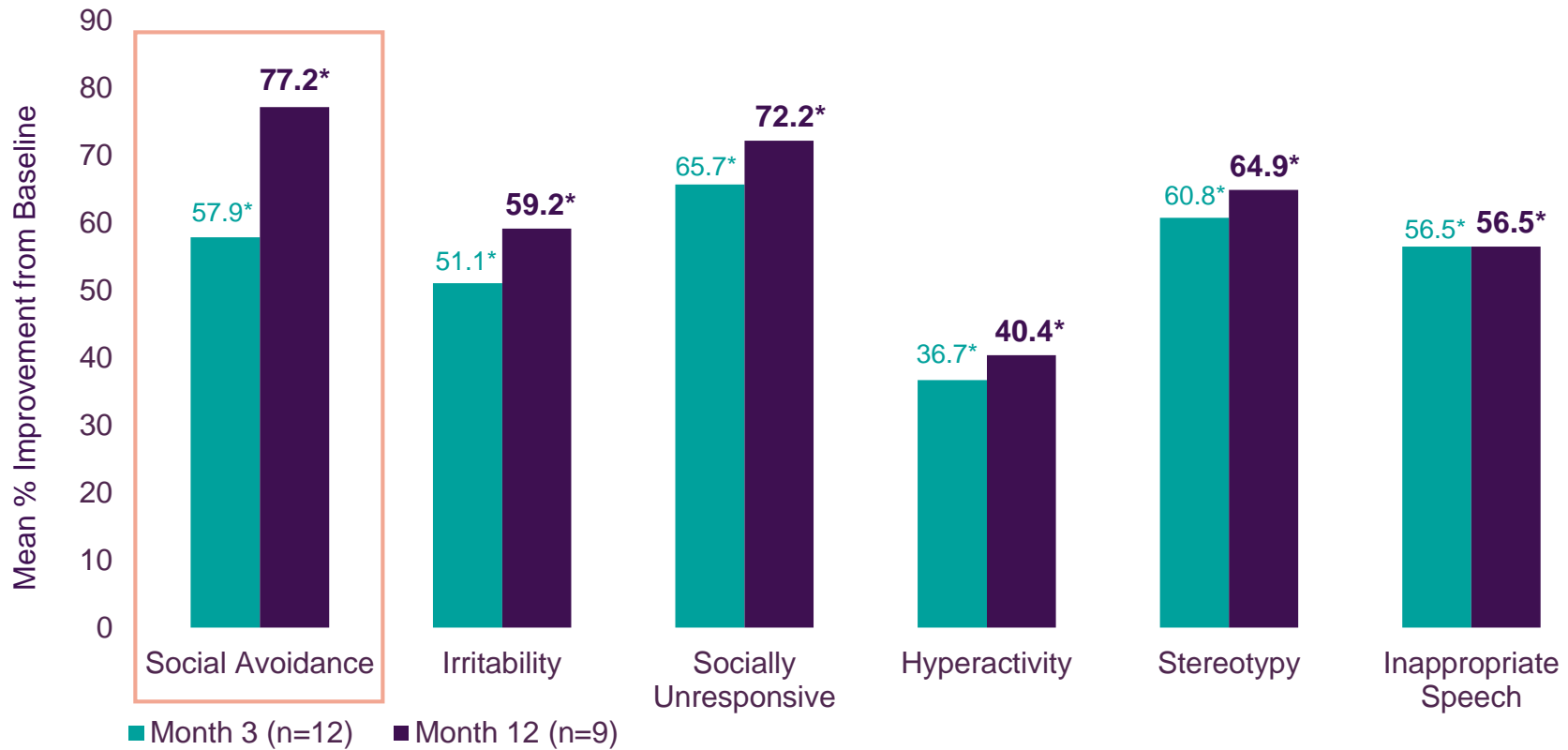
* Ligsay, A., Van Dijk, A., Nguyen, D. V., Lozano, R., Chen, Y., Bickel, E. S., et al. (2017). A randomized double-blind, placebo-controlled trial of ganaxolone in children and adolescents with fragile x syndrome. *Journal of Neurodevelopmental Disorders*, 9:26.

Three Month FAB-C Data vs. 12 Months of Treatment

Sustained Improvements in FXS Behavioral Symptoms Through 12 Months of Treatment



Improvements in Patients Completing 12 Months



*P ≤ 0.05

Data reported at the American Psychiatric Association (APA) meeting, May 2019





FAB-C Open Label Phase 2

Zygel Safety Summary Through 12 Months

- Well tolerated, consistent with previously reported data; no SAEs
- No clinically meaningful trends in vital signs, ECG, or clinical safety labs including LFTs; no THC detected in plasma
- Discontinuations
 - Two siblings discontinued in Period 1
 - One for worsening of pre-existing eczema (not considered Tx-related)
 - One due to administrative reasons
 - Three patients discontinued in Period 2 (administrative reasons; non-compliance)
- Little to no redness at application site
 - One patient developed moderate application site rash (resolved, did not recur); remains in the study
- TEAEs mild or moderate
 - Most common: Gastroenteritis (14%), URTI (12%)
 - All resolved during study period

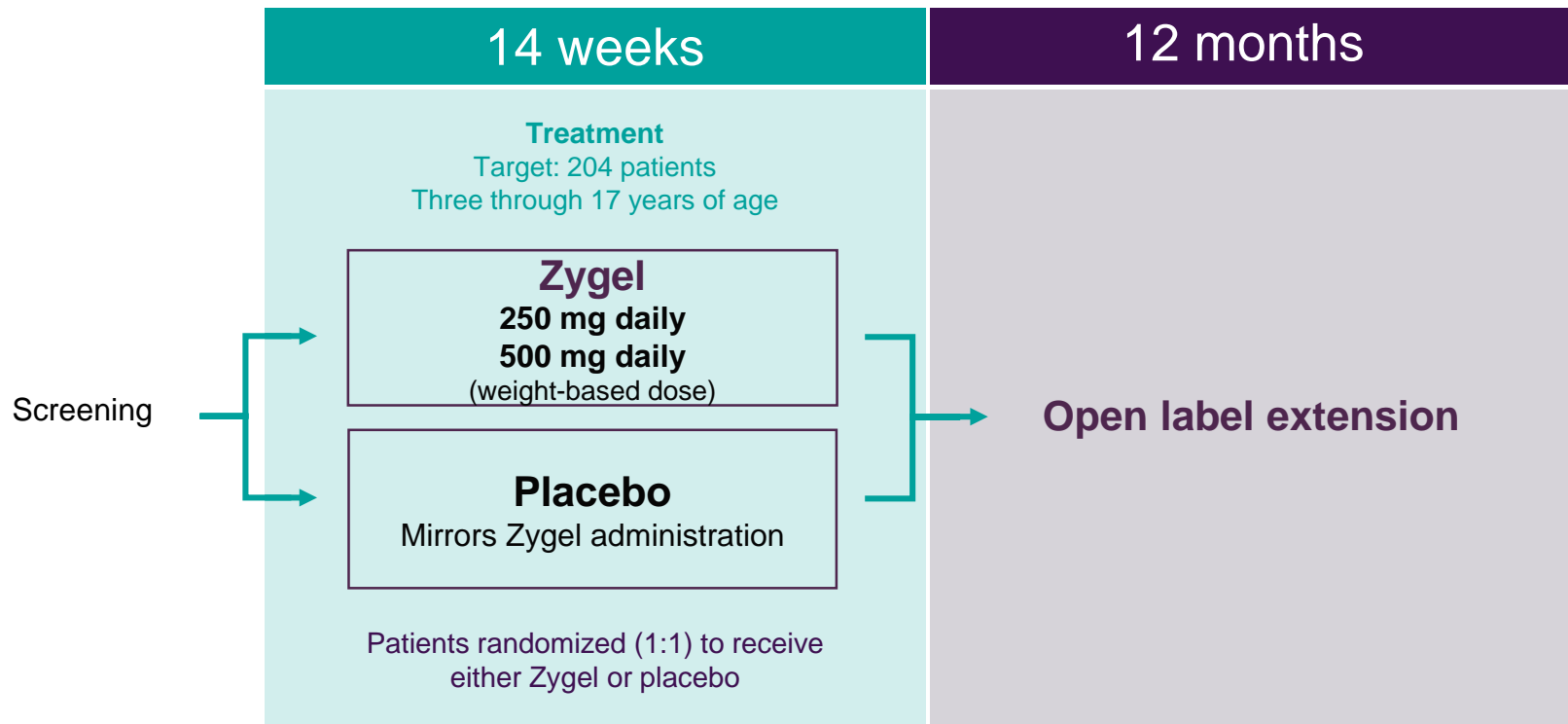




CONNECT-FX: A Pivotal Trial In FXS

Patient Screening Target Achieved; Topline Data Expected in 2Q2020

Clinical study Of CaNNabidiol (CBD) in ChildrEn and AdolesCentS with Fragile X (CONNECT-FX)



CONNECT-FX: A Pivotal Trial In FXS



- Primary endpoint:
 - Change from baseline to end of treatment in ABC-C_{FXS} Social Avoidance subscale
- Key secondary endpoints:
 - Change from baseline to end of the treatment in
 - ABC-C_{FXS} Irritability subscale score
 - ABC-C_{FXS} Socially Unresponsive/Lethargic subscale score
 - Improvement in CGI-I (anchored to FXS behaviors) at end of treatment
- Aligned with FDA's 'Voice of the Patient' Guidance
 - Capturing qualitative data on clinical relevance of FXS behaviors
 - New data presented at SSBP (September 2019) further validate core FXS behaviors from the perspective of caregivers
- Top line results expected in 2Q2020



CONNECT-FX Enrollment Status and Demographics



As of January 10, 2020

Patients	n*
Randomized (target=204)	178
Screened but not yet randomized	15
Completed 14-week Tx period	141
Percent of completed patients enrolling in CONNECT-FX OLE	96%

*As of January 10, 2020

Demographic data in 178 enrolled pts*	
Number of male patients	135 (76%)
Mean age in study	9.6 years



Baseline Behavior Severity: CONNECT-FX vs Ph2 FAB-C



Prospective inclusion criteria expected to provide a more severely impacted population which we believe should enhance ability to demonstrate a strong signal of activity and minimize response variability

ABC-C _{FXS} Subscale	CONNECT-FX baseline score*	Phase 2 FAB-C baseline score
Social Avoidance (12 point scale)	7.2	5.1
Irritability (54 point scale)	28.1	18.2
Socially Unresponsive / Lethargic (39 point scale)	13.2	8.7
Hyperactivity (30 point scale)	18.5	14.5
Stereotypy (18 point scale)	9.4	7.9
Inappropriate Speech (12 point scale)	6.9	6.1

Note: Higher baseline scores denote more severe behaviors

*As of January 10, 2020



CONNECT-FX



- With positive results in pivotal trial, Zynerba intends to request a meeting with the FDA to:
 - Determine acceptability of data as basis for NDA filing by YE 2020
 - Seek advice on marketing authorization preparation
- Potential approval by mid-year 2021
- Zynerba believes the indication may be the treatment of behavioral symptoms associated with FXS

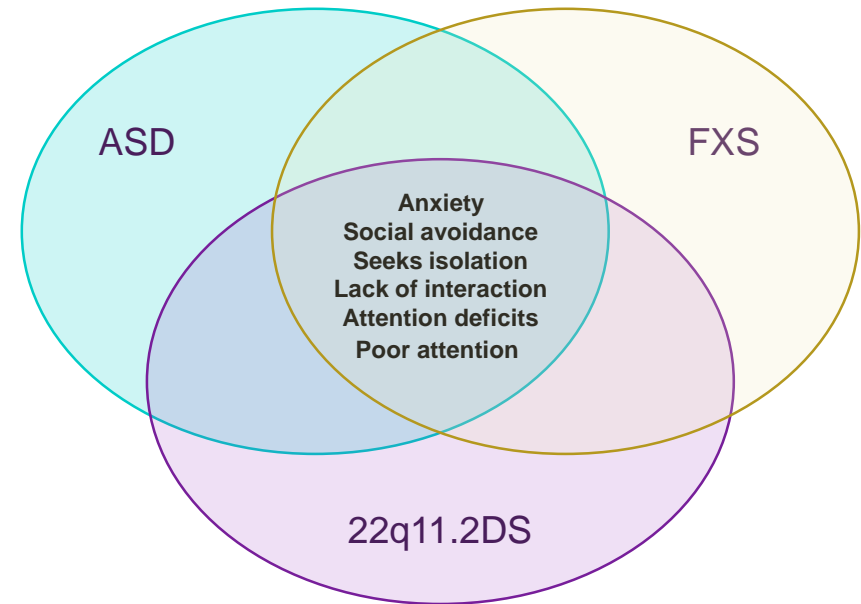


Improvements in Behavior May Provide a Read-Through to Other Zygel Studies



- Presented data at SSBP* showing constellation of shared socio-behavioral symptoms in ASD, FXS, and 22q11.2DS
- These include anxiety leading to:
 - Isolation and social avoidant behaviors
 - Irritability
 - Attention deficits
 - Poor communication

Common behavioral Features of ASD, FXS, and 22q11.2DS*





Autism Spectrum Disorder (ASD) in pediatric patients



ASD in Pediatrics Overview

- Near-rare disorder affecting ~1MM pediatric and adolescent pts
- DSM-5 diagnosis
 - Includes Autistic disorder, Asperger's syndrome, and Pervasive Development Disorder-not otherwise specified (PDD-NOS)
- Symptoms include
 - Anxiety
 - Restricted, repetitive patterns of behavior
 - Impairments in social communication
 - Deficits in verbal and non-verbal communication
 - Deficits in developing, understanding and maintaining relationships
- Most diagnosed after age 4; can be diagnosed as early as age 2
- Significant unmet medical need
 - Accelerating rate of diagnosis but only two FDA approved products
 - Both atypical antipsychotics have significant side effect profile
 - Neither approved to address the key symptoms of social impairment and anxiety



Developing Zygel in ASD



- Newer studies suggest ASD is linked to disruption in the EC system
 - Altered anandamide signaling may contribute to ASD-related social and communication impairments
 - EC system modulates many cellular functions and molecular pathways altered in ASD: imbalanced GABAergic, glutamatergic transmission, oxidative stress, immune dysregulation and altered energy metabolism
- Clinical and anecdotal data show improvement in social avoidance and anxiety in children with CBD
 - CBD may modulate the EC system and improve certain autism-related behaviors
- Recent US patent directed to methods of treating ASD with synthetic cannabidiol provides IP protection to 2038
- Target enrollment achieved in Phase 2 study in pediatric and adolescent patients with ASD
- Top line results expected in 2Q2020

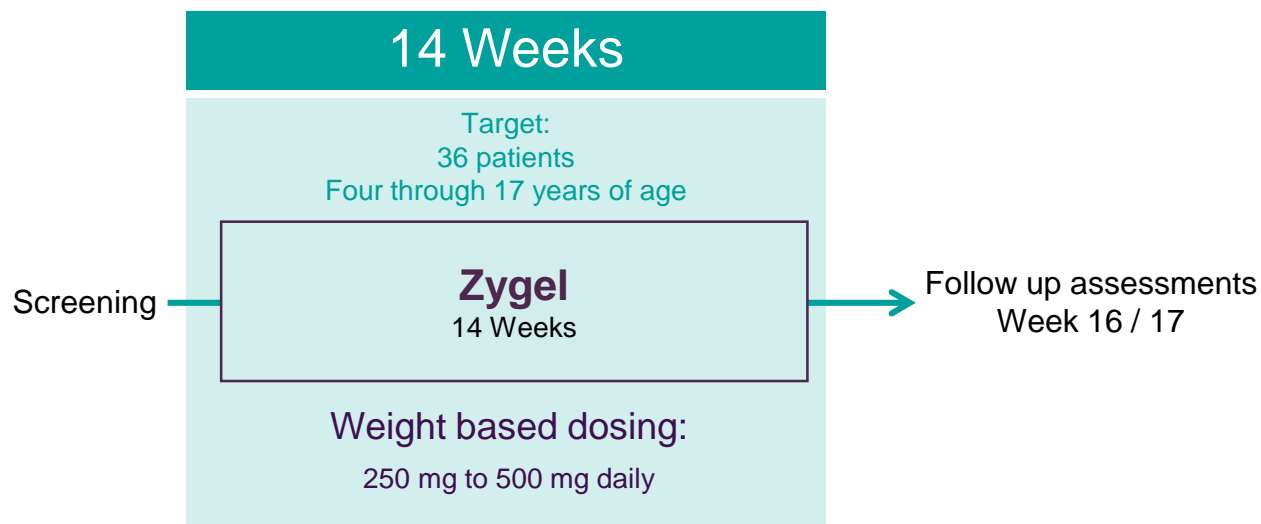




BRIGHT Phase 2 Trial in ASD

Target Enrollment Achieved; Topline Data Expected in 2Q2020

Open-Label Tolerability and Efficacy Study of ZYN002 Administered as a Transdermal Gel to Children and Adolescents with Autism Spectrum Disorder



Efficacy assessments (week 14 vs baseline) include:

- Aberrant Behavior Checklist
- Parent Rated Anxiety Scale – Autism Spectrum Disorder
- Autism Impact Measure
- Clinical Global Impression – Severity and Improvement



BRIGHT Trial Patient Demographics



36 patients enrolled in the BRIGHT trial:

- 94% of patients have moderate to severe symptoms of ASD at baseline as measured by the Autism Diagnostic Observation Schedule (ADOS-2)
- Mean baseline ABC-C Irritability subscale: 30.0
- 33 (92%) are male
- Mean age: 9.3 years

As of January 10, 2020





22q11.2 Deletion Syndrome (22q)

22q Overview



- Most common contiguous gene deletion syndrome
- Rare disorder: ~81K patients in US
- Midline condition with abnormalities affecting palate, face, heart and other organs; surgically corrected in infancy
- Neuropsychiatric illnesses (anxiety disorders, ASD) and learning disabilities common and impactful
 - 22q associated with increased anxiety, withdrawn behavior and social interaction problems
 - Early onset of neuropsychiatric symptoms disrupts development and QOL, and heightens risk of later psychotic disorders
 - 25-fold increased risk of developing schizophrenia vs. 1% lifetime risk in general population



22q Patient Management



- Two primary stages of 22q patient management:
 - During infancy, doctors address acute physical concerns, such as anomalies of heart and palate, with surgery
 - Once the physical concerns are stabilized, focus shifts to managing neuropsychiatric symptoms, such as anxiety and autistic behaviors
- No approved drugs indicated for 22q





Developing Zylgel in 22q

- CBD may treat neuropsychiatric symptoms in 22q due to activity as:
 - Modulator of endocannabinoid system
 - Agonist at serotonin_{1A} receptors
 - Antagonist at GPR55 receptors
- Early control of anxiety may delay the development of psychosis
- Phase 2 study underway in pediatric and adolescent patients with 22q
- Top line results expected in 2Q2020

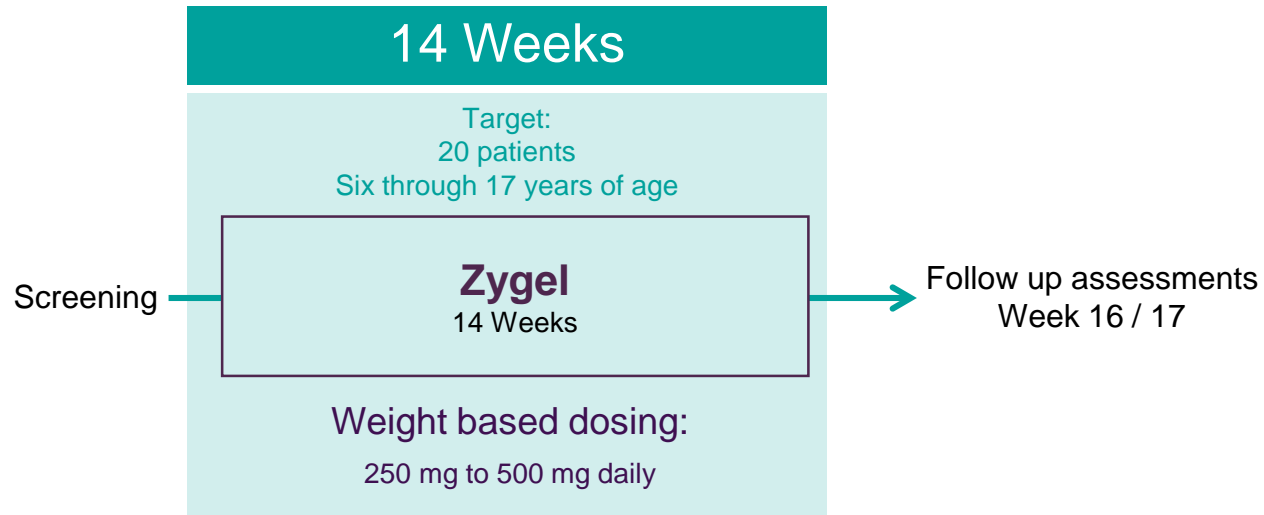




INSPIRE Phase 2 Trial in 22q

Enrollment Ongoing; Topline Data Expected in 2Q2020

Assessing the Impact of Zygel (Transdermal CBD Gel) on Pediatric Behavioral and Emotional Symptoms of 22q11.2 Deletion Syndrome



Efficacy assessments (week 14 vs baseline) include:

- Aberrant Behavior Checklist-Community (ABC-C)
- Anxiety, Depression and Mood Scale (ADAMS)
- Qualitative Caregiver Reported Behavioral Problem Survey
- Clinical Global Impression – Severity and Improvement





DEE

Developmental and Epileptic Encephalopathies

DEE Patients are Medically Fragile



- Group of rare / ultra rare childhood-onset epilepsies with impaired or regressed developmental progress
- Cognitive impairment, psychiatric problems, and behavioral disturbances are phenotypic
- Medically fragile population
 - Comorbidities include cerebral palsy, chronic respiratory infections, gait disturbances, movement disorders, scoliosis, and feeding problems
 - Many wheelchair bound with feeding tubes
- Most common and debilitating seizure types in DEEs are:
 - Focal impaired-awareness seizures (FIAS) – formerly known as complex partial
 - Focal to bilateral tonic-clonic and generalized tonic-clonic seizures – commonly known as convulsive seizures (CS)

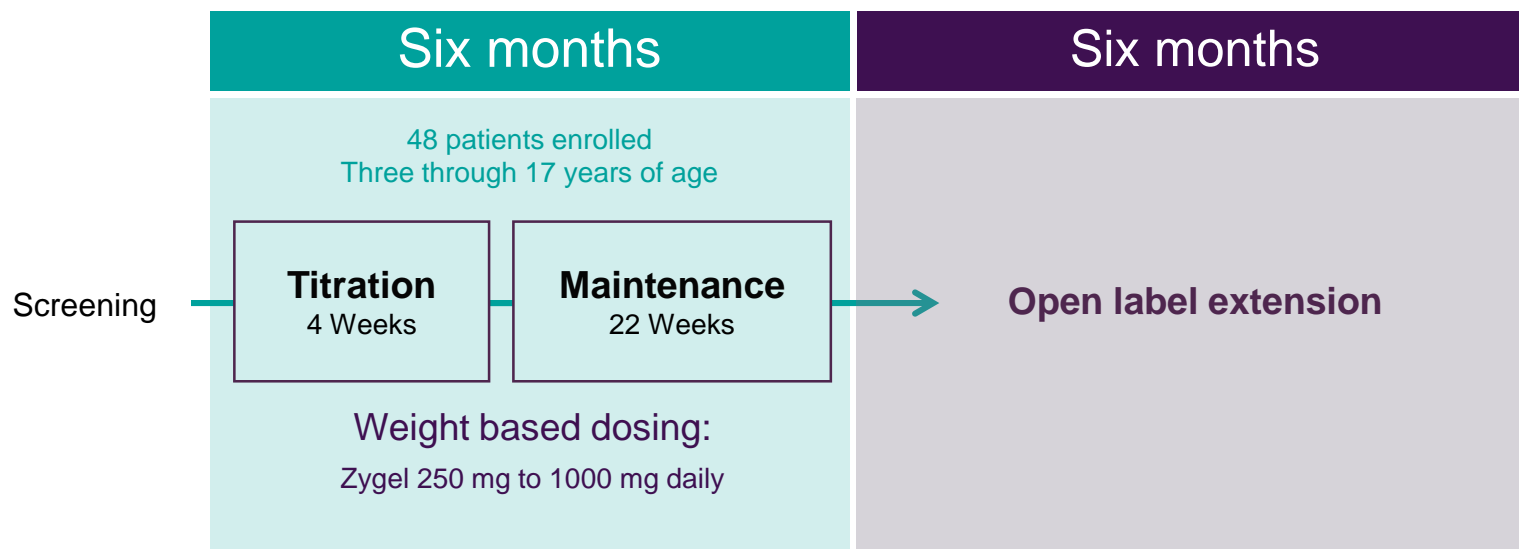




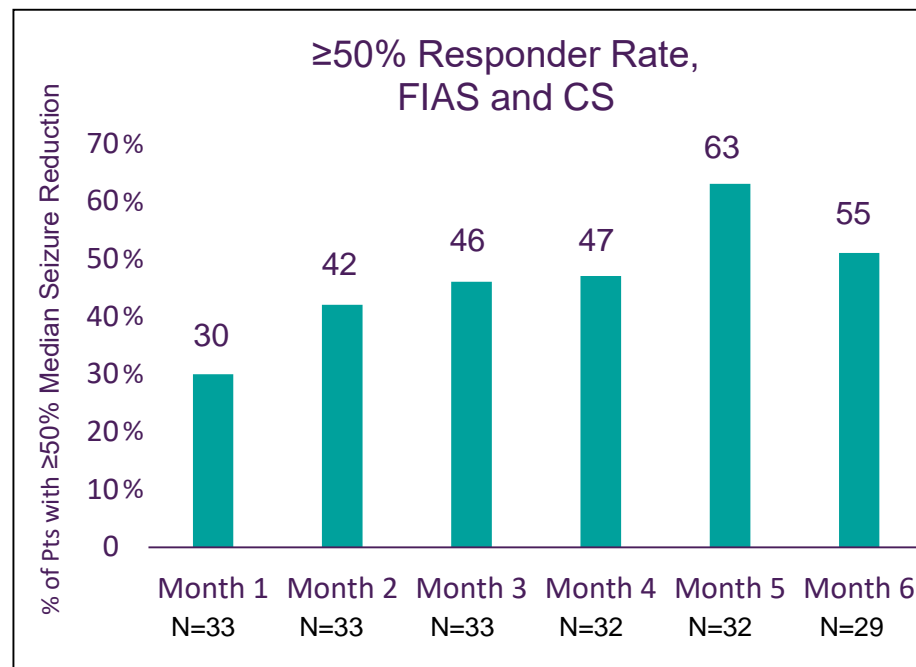
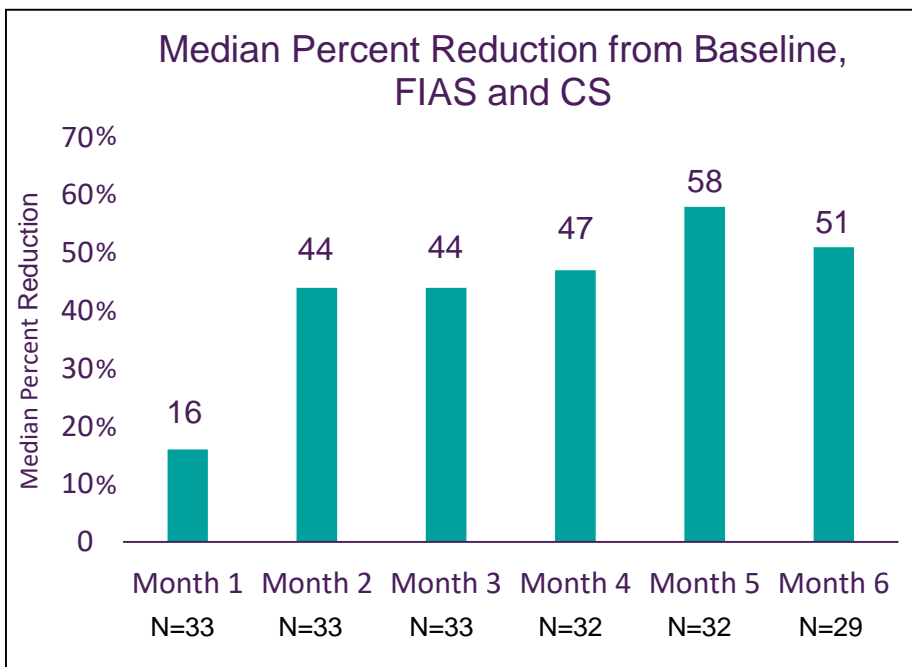
BELIEVE 1 Phase 2 Trial in DEE

Completed; Reported Positive Topline Results on 9/18/19

Open Label Study to Assess the Safety and Efficacy of ZYN002 Administered as a Transdermal Gel to Children and Adolescents with Developmental and Epileptic Encephalopathy



BELIEVE 1: Clinically Meaningful Seizure Reductions from Baseline and Sustained through Six Months in DEE



BELIEVE 1 Safety

Well Tolerated in this Six Month Trial



- All events in six month period, whether unrelated or related to study, drug are reported as adverse events (AEs) (e.g.: influenza, runny nose, ingrown toenail, scrapes, etc.)
- AEs common in this medically fragile population, and expected in a six-month trial
 - As a result, most patients experienced an AE
 - Most were mild and transient
 - Only one patient discontinued due to an AE (application site reaction)
 - Low rate of serious adverse events (SAE)
 - Only two SAEs deemed possibly drug-related (LRTI and status epilepticus)
 - No drug-related hepatic, gastrointestinal, or lethargy-related SAEs
- Tolerability profile consistent with the safety database for Zygel
 - May compare favorably to tolerability profiles of reported safety data from oral CBD solution¹ and other currently available AEDs²

¹Devinsky - *Lancet Neurol* 2016

²Moavero – *Expert Opin Drug Saf*, 2018



BELIEVE 1: Qualitative Assessments of Behavioral and Cognitive Improvements



- Parents and caregivers provided qualitative assessment on their child's overall experiences with Zygel
- Improvements were seen in seizure intensity and duration, and socio-behavioral and cognitive impairments
- Improvements in >25% of children:
 - 58% reported improved vitality (e.g. alertness / awareness, energy)
 - 51% reported improvement in seizures
 - 47% reported improved cognition and concentration
 - 44% reported improved socially avoidant behaviors
 - 28% reported that their child attended school on time / more often
- Improvements in socio-behavioral and cognitive impairments provide additional confidence in design of FXS, ASD and 22q11.2DS (22q) studies



Compelling Results Suggest a Pathway to Pivotal Trials



Anticipate Meeting with FDA in 1H2020

- Efficacy results:
 - Clinically meaningful reductions in seizures beginning in month two and sustained through six months
 - Suggest improvements on important behavioral symptoms
- Safety results:
 - Zygel was well tolerated
 - Consistent with previously reported Zygel studies
 - May compare favorably to tolerability profiles of reported safety data from oral CBD solution¹ and other currently available AEDs²
- Zynerva approach to FDA approval will likely focus on most common and disabling seizure types in DEE, rather than patient syndromes

¹Devinsky - *Lancet Neurol* 2016

²Moavero – *Expert Opin Drug Saf*, 2018

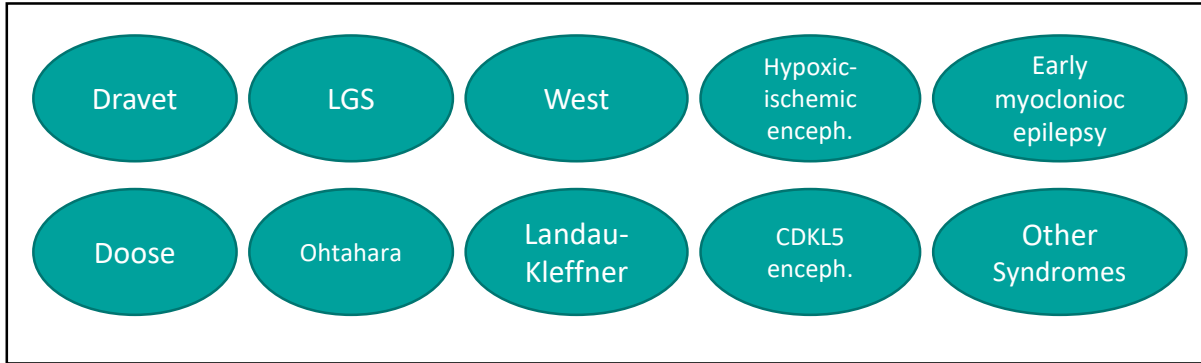


Planned Approach to FDA

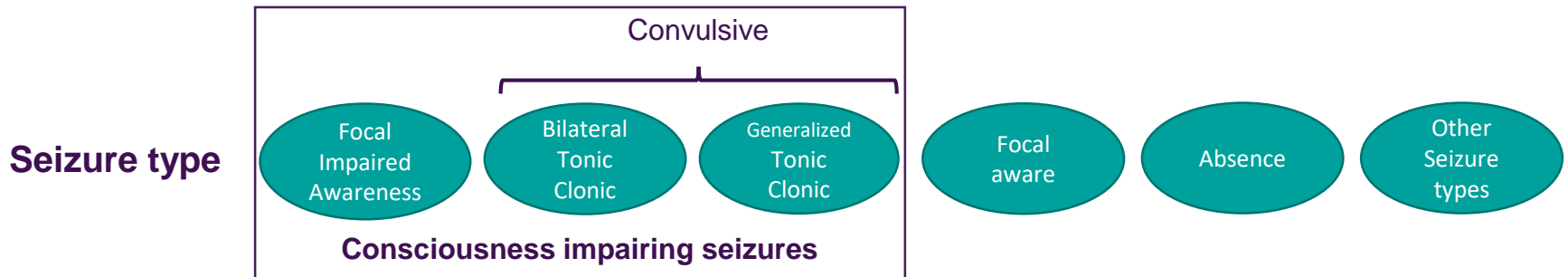
All DEE Patients with Consciousness Impairing Seizures



Syndromes and encephalopathies



Zynerba Planned Approach







Financial Strength

- Clean balance sheet
 - No debt, 23.2M shares outstanding (as of November 1, 2019)
- Cash and cash equivalent position of \$77.5M as of September 30, 2019
- Cash expected to be sufficient to fund operations and capital requirements into the second half of 2021
 - Beyond the expected NDA submission and potential approval in FXS



Expected Clinical Milestones in 2020

		1Q	2Q	3Q	4Q
	FXS		Report pivotal CONNECT-FX topline results		NDA submission
	DEE	Meet with FDA to discuss DEE pivotal program			
	ASD		Report Ph. 2 BRIGHT topline results		
	22q		Report Ph. 2 INSPIRE topline results		





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February 3, 2020