

ENTEROMEDICS INC.
Non-GAAP disclosure of Operating Expenses

	For the three months ended,	
	<u>2017</u>	<u>2016</u>
Operating Expenses		
Selling, general and administrative	\$ 5,928,986	\$ 6,141,177
Research and development	<u>1,124,413</u>	<u>1,432,381</u>
	7,053,399	7,573,558
Less non-cash items included in operating activities:		
Depreciation and amortization	(29,112)	(39,393)
Stock-based compensation	<u>(2,246,400)</u>	<u>(1,092,488)</u>
Operating expenses as adjusted for non-cash items	<u>\$ 4,777,887</u>	<u>\$ 6,441,677</u>