

Translation

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Summary of Non-Consolidated Financial Results for the Six Months Ended September 30, 2020 (Based on Japanese GAAP)

November 12, 2020

Company name: RIBOMIC Inc.
 Stock exchange listing: Tokyo
 Stock code: 4591 URL <https://www.ribomic.com/>
 Representative: President and CEO Yoshikazu Nakamura
 Executive Senior Director of Business
 Inquiries: Administration Takaaki Imano TEL 03(3440)3745
 Scheduled date to file Quarterly Securities Report: November 13, 2020
 Scheduled date to commence dividend payments: –
 Preparation of supplementary material on quarterly financial results: Yes
 Holding of quarterly financial results meeting: Yes (for institutional investors and analysts)

(Amounts less than one million yen are rounded down)

1. Non-consolidated financial results for the six months ended September 30, 2020 (from April 1, 2020 to September 30, 2020)

(1) Non-consolidated operating results (cumulative)

Percentages indicate year-on-year changes

	Operating revenues		Operating income		Ordinary income		Profit	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Six months ended September 30, 2020	4	4.7	(563)	–	(587)	–	(588)	–
Six months ended September 30, 2019	3	–	(400)	–	(398)	–	(399)	–

	Earnings per share	Diluted earnings per share
	Yen	Yen
Six months ended September 30, 2020	(25.01)	–
Six months ended September 30, 2019	(25.91)	–

Note : Diluted earnings per share is not shown because a loss per share was incurred even though dilutive common shares exist.

(2) Non-consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of September 30, 2020	6,944	6,601	95.0
As of March 31, 2020	2,269	2,180	95.3

Reference: Equity As of September 30, 2020 ¥6,600 million
 As of March 31, 2020 ¥2,164 million

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended March 31, 2020	–	0.00	–	0.00	0.00
Year ending March 31, 2021	–	0.00			
Year ending March 31, 2021 (Forecast)			–	0.00	0.00

Note: Revisions to the cash dividends forecast most recently announced: No

3. Forecast of non-consolidated financial results for the year ending March 31, 2021 (from April 1, 2020 to March 31, 2021)

Percentages indicate year-on-year changes

	Operating revenues		Operating income		Ordinary income		Profit		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	118	(2.0)	(1,561)	—	(1,484)	—	(1,485)	—	(57.77)

Notes: 1. Revisions to the non-consolidated financial results forecast most recently announced: No

2. The company only provides full-year forecasts as it manages its performance on an annual basis.

4. Notes

(1) Application of special accounting methods for preparing quarterly non-consolidated financial statements: No

(2) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements

Changes in accounting policies due to revisions to accounting standards and other regulations: No

Changes in accounting policies due to other reasons: No

Changes in accounting estimates: No

Restatement of prior period financial statements: No

(3) Number of issued shares (common shares)

Total number of issued shares at the end of the period (including treasury shares)

As of September 30, 2020	27,908,784 shares	As of March 31, 2020	17,555,784 shares
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Number of treasury shares at the end of the period

As of September 30, 2020	— shares	As of March 31, 2020	— shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Six months ended September 30, 2020	23,528,997 shares	Six months ended September 30, 2019	15,409,683 shares
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* This quarterly financial results summary is not subject to quarterly review procedures by certified public accountants or auditing firms.

* Explanation on appropriate use of business forecasts, and other special notes

Business forecasts and other forward-looking statements contained in this report are based on information currently available to the company and on certain assumptions that the company considers to be reasonable, and do not constitute guarantees of future performance. Actual results may differ significantly from these forecasts due to various factors.

Quarterly non-consolidated financial statements
Non-consolidated balance sheets

(Thousands of yen)

	As of March 31, 2020	As of September 30, 2020
Assets		
Current assets		
Cash and deposits	1,601,728	4,030,829
Accounts receivable - trade	108,830	—
Securities	399,994	2,700,000
Supplies	6,364	3,815
Advance payments - trade	2,390	69,136
Prepaid expenses	18,764	36,792
Consumption taxes receivable	34,028	20,862
Other	3,493	2,550
Total current assets	2,175,594	6,863,988
Non-current assets		
Property, plant and equipment	55,812	43,614
Intangible assets	1,626	1,311
Investments and other assets	36,704	35,811
Total non-current assets	94,143	80,737
Total assets	2,269,737	6,944,726
Liabilities		
Current liabilities		
Accounts payable - other	24,230	142,484
Accrued expenses	10,202	9,064
Income taxes payable	28,038	34,880
Advances received	6,875	93,750
Other	19,442	63,140
Total current liabilities	88,788	343,319
Total liabilities	88,788	343,319
Net assets		
Shareholders' equity		
Capital stock	4,029,956	6,542,185
Capital surplus	4,002,956	6,515,185
Retained earnings	(5,868,737)	(6,457,225)
Total shareholders' equity	2,164,174	6,600,145
Share acquisition rights	16,773	1,261
Total net assets	2,180,948	6,601,406
Total liabilities and net assets	2,269,737	6,944,726

Non-consolidated statements of income (cumulative)

	(Thousands of yen)	
	Six months ended September 30, 2019	Six months ended September 30, 2020
Operating revenues	3,832	4,011
Operating expenses		
Research and development expenses	228,011	378,002
Selling, general and administrative expenses	176,690	189,599
Total operating expenses	404,702	567,602
Operating loss	(400,869)	(563,591)
Non-operating income		
Interest income	583	137
Gain on money held in trust	166	154
Subsidy income	6,018	—
Refunded consumption taxes	68	146
Other	44	62
Total non-operating income	6,882	501
Non-operating expenses		
Share issuance cost	3,788	20,414
Foreign exchange losses	898	4,377
Total non-operating expenses	4,686	24,792
Ordinary loss	(398,673)	(587,882)
Loss before income taxes	(398,673)	(587,882)
Income taxes	605	605
Loss	(399,278)	(588,487)

Non-consolidated statements of cash flows

(Thousands of yen)

	Six months ended September 30, 2019	Six months ended September 30, 2020
Cash flows from operating activities		
Loss before income taxes	(398,673)	(587,882)
Depreciation	5,865	13,371
Interest income	(583)	(137)
Foreign exchange losses (gains)	1,343	2,936
Share issuance cost	3,788	20,414
Decrease (increase) in trade receivables	—	108,830
Decrease (increase) in inventories	5,229	2,548
Decrease (increase) in advance payments - trade	4,067	(66,746)
Increase (decrease) in advances received	500	86,875
Increase (decrease) in accounts payable - other	(13,039)	118,422
Other, net	35,175	46,472
Subtotal	(356,328)	(254,895)
Interest income received	798	381
Income taxes paid	(1,139)	(1,079)
Net cash provided by (used in) operating activities	(356,669)	(255,593)
Cash flows from investing activities		
Purchase of property, plant and equipment	(399)	(1,027)
Net decrease (increase) in short-term investment securities	0	(2,300,022)
Payments into time deposits	(401,738)	—
Proceeds from withdrawal of time deposits	401,688	401,790
Other, net	—	150
Net cash provided by (used in) investing activities	(449)	(1,899,109)
Cash flows from financing activities		
Proceeds from issuance of shares	235,475	4,988,530
Other, net	(2,809)	—
Net cash provided by (used in) financing activities	232,666	4,988,530
Effect of exchange rate change on cash and cash equivalents	(1,343)	(2,936)
Net increase (decrease) in cash and cash equivalents	(125,796)	2,830,891
Cash and cash equivalents at beginning of period	1,012,293	1,199,938
Cash and cash equivalents at end of period	886,497	4,030,829