

Translation

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Summary of Non-Consolidated Financial Results for the Nine Months Ended December 31, 2016 (Based on Japanese GAAP)

February 13, 2017

Company name: RIBOMIC Inc.
 Stock exchange listing: Tokyo
 Stock code: 4591 URL <http://www.ribomic.com/>
 Representative: President and CEO Yoshikazu Nakamura
 Executive Senior Director of Business
 Inquiries: Administration Masayuki Miyazaki TEL 03-3440-3303
 Scheduled date to file Quarterly Securities Report: February 14, 2017
 Scheduled date to commence dividend payments: –
 Preparation of supplementary material on quarterly financial results: No
 Holding of quarterly financial results meeting: No

(Amounts less than one million yen are rounded down)

1. Non-consolidated financial results for the nine months ended December 31, 2016 (from April 1, 2016 to December 31, 2016)

(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	%
Nine months ended December 31, 2016	75	(21.0)	(477)	–	(463)	–	(450)	–
Nine months ended December 31, 2015	95	(77.6)	(336)	–	(314)	–	(314)	–

	Earnings per share	Diluted earnings per share
	Yen	Yen
Nine months ended December 31, 2016	(34.06)	–
Nine months ended December 31, 2015	(24.35)	–

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 December 31, 2016	2,793	2,631	94.2
As of March 31, 2016	3,183	3,039	95.5

Reference: Equity As of December 31, 2016 ¥2,631 million
 As of March 31, 2016 ¥3,039 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, 2016	–	0.00	–	0.00	0.00
Year ending March 31, 2017	–	0.00	–		
Year ending March 31, 2017 (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, 2017 (from April 1, 2016 to March 31, 2017)

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	95	(21.4)	(785)	–	(719)	–	(720)	–	(54.80)

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

2. The company provides its forecasts on a conservative basis for the fiscal year ending on March 31, 2017.

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: Yes

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 December 31, 2016	13,284,600 shares	As of March 31, 2016	13,144,800 shares
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Number of treasury shares at the end of the period

As of December 31, 2016	– shares	As of March 31, 2016	– shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Nine months ended December 31, 2016	13,226,160 shares	Nine months ended December 31, 2015	12,935,644 shares
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* Representation regarding the implementation status of quarterly review procedures

This summary of quarterly financial results is not subject to quarterly review procedures under the Financial Instruments and Exchange Act, and the review procedures for the quarterly financial statements under the Act have not been completed as of the disclosure of this summary of quarterly financial results.

* 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, 2016	As of December 31, 2016
Assets		
Current assets		
Cash and deposits	1,860,329	2,051,096
Securities	1,199,835	599,982
Supplies	5,137	1,764
Prepaid expenses	6,371	25,144
Other	40,908	43,400
Total current assets	3,112,581	2,721,388
Non-current assets		
Property, plant and equipment	54,147	57,520
Intangible assets	144	242
Investments and other assets	16,546	14,382
Total non-current assets	70,838	72,145
Total assets	3,183,419	2,793,533
Liabilities		
Current liabilities		
Accounts payable - other	24,125	64,706
Accrued expenses	7,660	10,211
Income taxes payable	8,421	9,420
Advances received	99,000	18,000
Other	4,981	59,932
Total current liabilities	144,189	162,270
Total liabilities	144,189	162,270
Net assets		
Shareholders' equity		
Capital stock	2,921,824	2,942,670
Deposit for subscriptions to shares	—	780
Capital surplus	2,894,824	2,915,670
Retained earnings	(2,777,418)	(3,227,858)
Total shareholders' equity	3,039,230	2,631,263
Total net assets	3,039,230	2,631,263
Total liabilities and net assets	3,183,419	2,793,533

Non-consolidated statements of income (cumulative)

	(Thousands of yen)	
	Nine months ended December 31, 2015	Nine months ended December 31, 2016
Operating revenues	95,226	75,185
Operating expenses		
Research and development expenses	263,919	349,941
Selling, general and administrative expenses	167,994	203,003
Total operating expenses	431,913	552,945
Operating loss	(336,687)	(477,760)
Non-operating income		
Reimbursement of research expenses	19,805	—
Subsidy income	—	5,998
Foreign exchange gains	90	7,277
Interest income	1,041	858
Interest on securities	2,195	694
Other	60	235
Total non-operating income	23,193	15,064
Non-operating expenses		
Share issuance cost	553	307
Total non-operating expenses	553	307
Ordinary loss	(314,047)	(463,002)
Extraordinary income		
Gain on sale of investment securities	—	13,471
Total extraordinary income	—	13,471
Loss before income taxes	(314,047)	(449,531)
Income taxes	907	907
Loss	(314,955)	(450,439)