

Translation

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Summary of Non-Consolidated Financial Results for the Nine Months Ended December 31, 2017 (Based on Japanese GAAP)

February 13, 2018

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)3745
 Scheduled date to file Quarterly Securities Report: February 14, 2018
 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, 2017 (from April 1, 2017 to December 31, 2017)

(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, 2017	50	(33.0)	(512)	–	(517)	–	(518)	–
Nine months ended December 31, 2016	75	(21.0)	(477)	–	(463)	–	(450)	–

	Earnings per share	Diluted earnings per share
	Yen	Yen
Nine months ended December 31, 2017	(38.72)	–
Nine months ended December 31, 2016	(34.06)	–

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, 2017	2,169	2,008	92.4
As of March 31, 2017	2,495	2,438	97.7

Reference: Equity As of December 31, 2017 ¥2,003 million
 As of March 31, 2017 ¥2,438 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, 2017	–	0.00	–	0.00	0.00
Year ending March 31, 2018	–	0.00	–		
Year ending March 31, 2018 (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, 2018 (from April 1, 2017 to March 31, 2018)

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	65	(30.3)	(1,002)	–	(873)	–	(875)	–	(65.86)

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.

3. The company provides its forecasts on a conservative basis for the fiscal year ending on March 31, 2018.

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 December 31, 2017	13,462,900 shares	As of March 31, 2017	13,286,600 shares
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Number of treasury shares at the end of the period

As of December 31, 2017	– shares	As of March 31, 2017	– 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, 2017	13,385,537 shares	Nine months ended December 31, 2016	13,226,160 shares
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* This quarterly financial results summary is not subject to quarterly review procedures.

* 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, 2017	As of December 31, 2017
Assets		
Current assets		
Cash and deposits	1,783,733	1,329,088
Accounts receivable – trade	2,075	–
Securities	599,987	599,994
Supplies	6,166	3,643
Prepaid expenses	8,876	25,933
Other	32,261	127,210
Total current assets	2,433,100	2,085,870
Non-current assets		
Property, plant and equipment	48,198	42,697
Intangible assets	192	523
Investments and other assets	14,475	40,415
Total non-current assets	62,866	83,636
Total assets	2,495,967	2,169,506
Liabilities		
Current liabilities		
Accounts payable - other	29,714	41,850
Accrued expenses	7,853	10,965
Income taxes payable	15,108	8,871
Advances received	–	15,474
Other	4,426	84,018
Total current liabilities	57,103	161,180
Total liabilities	57,103	161,180
Net assets		
Shareholders' equity		
Capital stock	2,943,060	2,986,526
Deposit for subscriptions to shares	3,765	–
Capital surplus	2,916,060	2,959,526
Retained earnings	(3,424,022)	(3,942,325)
Total shareholders' equity	2,438,864	2,003,727
Subscription rights to shares	–	4,599
Total net assets	2,438,864	2,008,326
Total liabilities and net assets	2,495,967	2,169,506

Non-consolidated statements of income (cumulative)

	(Thousands of yen)	
	Nine months ended December 31, 2016	Nine months ended December 31, 2017
Operating revenues	75,185	50,400
Operating expenses		
Research and development expenses	349,941	343,852
Selling, general and administrative expenses	203,003	219,422
Total operating expenses	552,945	563,274
Operating loss	(477,760)	(512,874)
Non-operating income		
Subsidy income	5,998	—
Foreign exchange gains	7,277	96
Interest income	858	237
Refunded consumption taxes	171	145
Other	758	231
Total non-operating income	15,064	711
Non-operating expenses		
Share issuance cost	307	5,003
Total non-operating expenses	307	5,003
Ordinary loss	(463,002)	(517,166)
Extraordinary income		
Gain on sales of investment securities	13,471	—
Total extraordinary income	13,471	—
Extraordinary losses		
Loss on retirement of non-current assets	—	228
Total extraordinary losses	—	228
Loss before income taxes	(449,531)	(517,395)
Income taxes	907	907
Loss	(450,439)	(518,303)