

Translation

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Summary of Non-Consolidated Financial Results for the Three Months Ended June 30, 2018 (Based on Japanese GAAP)

August 9, 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: August 10, 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 three months ended June 30, 2018 (from April 1, 2018 to June 30, 2018)

(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	%
Three months ended June 30, 2018	0	(100.0)	(266)	–	(277)	–	(277)	–
Three months ended June 30, 2017	17	(28.4)	(158)	–	(162)	–	(163)	–

	Earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended June 30, 2018	(19.41)	–
Three months ended June 30, 2017	(12.29)	–

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 June 30, 2018	3,213	2,038	63.4
As of March 31, 2018	2,326	2,227	95.6

Reference: Equity As of June 30, 2018 ¥2,037 million
 As of March 31, 2018 ¥2,224 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, 2018	–	0.00	–	0.00	0.00
Year ending March 31, 2019	–				
Year ending March 31, 2019 (Forecast)		0.00	–	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, 2019 (from April 1, 2018 to March 31, 2019)

Percentages indicate year-on-year changes

	Operating revenues		Operating income		Ordinary income		Profit		Earnings per share
Full year	Millions of yen 4	% (93.5)	Millions of yen (1,090)	% —	Millions of yen (997)	% —	Millions of yen (998)	% —	Yen (70.25)

Note: 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, 2019.

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 June 30, 2018	14,381,900 shares	As of March 31, 2018	14,213,100 shares
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Number of treasury shares at the end of the period

As of June 30, 2018	— shares	As of March 31, 2018	— shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Three months ended June 30, 2018	14,314,641 shares	Three months ended June 30, 2017	13,308,622 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, 2018	As of June 30, 2018
Assets		
Current assets		
Cash and deposits	1,580,937	2,029,990
Securities	599,987	999,987
Supplies	3,212	4,135
Prepaid expenses	7,822	27,509
Consumption taxes receivable	33,832	43,151
Other	14,327	23,617
Total current assets	2,240,119	3,128,392
Non-current assets		
Property, plant and equipment	45,850	43,402
Intangible assets	423	363
Investments and other assets	40,526	41,065
Total non-current assets	86,800	84,832
Total assets	2,326,919	3,213,224
Liabilities		
Current liabilities		
Accounts payable - other	65,267	94,121
Accrued expenses	10,558	11,661
Income taxes payable	17,332	7,971
Other	6,589	60,640
Total current liabilities	99,748	174,395
Non-current liabilities		
Convertible bond-type bonds with share acquisition rights	—	1,000,000
Total non-current liabilities	—	1,000,000
Total liabilities	99,748	1,174,395
Net assets		
Shareholders' equity		
Capital stock	3,214,482	3,259,540
Capital surplus	3,187,482	3,232,540
Retained earnings	(4,177,070)	(4,454,885)
Total shareholders' equity	2,224,893	2,037,195
Share acquisition rights	2,278	1,634
Total net assets	2,227,171	2,038,829
Total liabilities and net assets	2,326,919	3,213,224

Non-consolidated statements of income (cumulative)

	(Thousands of yen)	
	Three months ended June 30, 2017	Three months ended June 30, 2018
Operating revenues	17,900	—
Operating expenses		
Research and development expenses	95,763	178,398
Selling, general and administrative expenses	80,629	88,150
Total operating expenses	176,393	266,549
Operating loss	(158,493)	(266,549)
Non-operating income		
Interest income	74	173
Foreign exchange gains	—	440
Other	88	73
Total non-operating income	162	688
Non-operating expenses		
Share issuance cost	4,632	11,436
Other	9	—
Total non-operating expenses	4,642	11,436
Ordinary loss	(162,972)	(277,297)
Extraordinary losses		
Loss on retirement of non-current assets	228	214
Total extraordinary losses	228	214
Loss before income taxes	(163,201)	(277,512)
Income taxes	302	302
Loss	(163,504)	(277,814)