

Non-consolidated Financial Results for the Fiscal Year Ended June 30, 2019 [Japanese GAAP]

August 8, 2019

Company name: PeptiDream Inc. Tokyo Stock Exchange
 Stock code: 4587 URL <https://www.peptidream.com/>
 Representative: Patrick C. Reid, President & Chief Executive Officer
 Inquiries: Toshiyuki Iwata, Head of Investor Relations
 Scheduled date of Ordinary General Meeting of Shareholders: September 26, 2019
 Scheduled filing date of securities report: September 27, 2019
 Scheduled starting date of dividend payments: —
 Supplementary briefing materials on financial results: No
 Explanatory meeting on financial results: Yes

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(Amounts of less than one million yen are rounded down)

1. Financial Results for the Fiscal Year Ended June 30, 2019 (July 1, 2018 to June 30, 2019)

(1) Operating results (% indicates changes from the previous corresponding period)

	Net sales		Operating income		Ordinary income		Net income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Fiscal Year ended June 30, 2019	7,216	12.3	3,579	23.0	3,806	20.7	2,770	18.6
Fiscal Year ended June 30, 2018	6,426	31.3	2,910	16.9	3,154	20.2	2,335	23.5

	Net income per share	Diluted net income per share	Return on equity	Ordinary income to total assets	Operating income to net sales
	Yen	Yen	%	%	%
Fiscal Year ended June 30, 2019	22.42	21.33	17.3	20.8	49.6
Fiscal Year ended June 30, 2018	19.35	17.79	17.4	20.9	45.3

(Reference) Equity in earnings (losses) of affiliates Fiscal Year ended June 30, 2019: (96) million yen
 Fiscal Year ended June 30, 2018: (26) million yen

(2) Financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of June 30, 2019	20,040	17,449	86.6	138.73
As of June 30, 2018	16,502	14,708	88.6	119.31

(Reference) Equity As of June 30, 2019: 17,364 million yen
 As of June 30, 2018: 14,623 million yen

(3) Cash flows

	Cash flow from operating activities	Cash flow from investing activities	Cash flow from financing activities	Balance of cash and cash equivalents
	Million yen	Million yen	Million yen	Million yen
Fiscal Year ended June 30, 2019	4,480	(1,258)	28	6,853
Fiscal Year ended June 30, 2018	1,022	(4,245)	170	3,505

2. Payment of Dividends

	Annual dividends					Total dividends (Annual)	Dividend payout ratio	Dividends to net assets
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Million yen	%	%
Fiscal Year ended June 30, 2018	-	0.00	-	0.00	0.00	-	-	-
Fiscal Year ended June 30, 2019	-	0.00	-	0.00	0.00	-	-	-
Fiscal Year ending December 31, 2019 (forecast)	-	-	-	0.00	0.00		-	

3. Financial Forecasts for the Fiscal Year Ending December 31, 2019 (July 1, 2019 to December 31, 2019) and the Fiscal Year Ending December 31, 2020 (January 1, 2020 to December 31, 2020)

	Net sales	Operating income	Ordinary income	Net income
	Million yen	Million yen	Million yen	Million yen
Fiscal Year ending December 30, 2019	1,000 or more	(900) or more	(800) or more	(600) or more
Fiscal Year ending December 30, 2020	10,000 or more	5,300 or more	5,400 or more	4,000 or more

(Note) As announced in “PeptiDream Announces Change to Fiscal Year and Partial Amendment to Articles of Incorporation” as of today, we plan to change the fiscal year end from the end of June to the end of December, subject to approval at the Ordinary General Meeting of Shareholders scheduled to be held on September 26, 2019. In the 14th fiscal year (Fiscal Year ending December 2019), which is the transitional period for the fiscal year change, we plan to have a six-month period from July 1, 2019 to December 31, 2019.

[Notes]

(1) Changes in accounting policies, changes in accounting estimates and retrospective restatements

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| 1) Changes in accounting policies due to amendment to the accounting standards, etc. | : None |
| 2) Changes in accounting policies other than 1) above | : None |
| 3) Changes in accounting estimates | : None |
| 4) Retrospective restatements | : None |

(2) Number of shares issued (common stock)

- 1) Number of shares issued at the end of the period (including treasury stock)
- 2) Number of treasury stock at the end of the period
- 3) Average number of shares during the period

As of June 30, 2019	125,310,400 Shares	As of June 30, 2018	122,714,400 shares
As of June 30, 2019	143,452 shares	As of June 30, 2018	143,417 shares
Fiscal Year ended June 30, 2019	123,560,471 shares	Fiscal Year ended June 30, 2018	120,662,551 shares

(Note) The number of treasury shares at the end of the period includes shares in the Company held by the Trust & Custody Services Bank, Ltd. (Trust Account E) (143,400 shares as of June 30, 2018, 143,400 shares as of June 30, 2019). In addition, the shares in the Company held by the Trust & Custody Services Bank, Ltd. (Trust Account E) are included in treasury shares excluded from calculating the average number of shares during the period (148,337 shares for the fiscal year ended June 30, 2018, 143,400 shares for the fiscal year ended June 30, 2019).

*These financial results are outside the scope of audit by a certified public accountant or an audit firm.

***Explanation on the appropriate use of operating forecasts and other special instructions**

(Caution regarding forward-looking statements)

Financial forecasts and other statements regarding the future presented in these materials are based on information currently available and certain assumptions deemed to be reasonable and are not meant to be taken as commitment of the Company to achieve such results. Actual performance may differ substantially due to various factors.

(Caution regarding forward-looking statements)

The Company plans to hold an explanatory meeting on financial results for institutional investors on August 9, 2019 and intends to publish the presentation handout materials on its website immediately after the event.