

Non-consolidated Financial Results for the Six Months Ended December 31, 2016 [Japanese GAAP]

February 14, 2017

Company name: PeptiDream Inc. Tokyo Stock Exchange
 Stock code: 4587 URL <http://www.peptidream.com/>
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 Scheduled filing date of quarterly securities report: February 14, 2017
 Scheduled starting date of dividend payments: —
 Supplementary briefing materials on quarterly financial results: No
 Explanatory meeting on quarterly financial results: Yes

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

1. Financial Results for the Six Months Ended December 31, 2016 (July 1, 2016 to December 31, 2016)

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

	Net sales		Operating income		Ordinary income		Profit	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Six Months Ended December 31, 2016	1,163	12.5	345	(5.9)	499	37.4	350	42.0
Six Months Ended December 31, 2015	1,034	166.9	367	-	363	414.4	246	416.9

	Profit per share	Diluted profit per share
	Yen	Yen
Six Months Ended December 31, 2016	6.14	5.40
Six Months Ended December 31, 2015	4.47	3.84

(2) Financial position

	Total assets	Net assets	Equity ratio
	Million yen	Million yen	%
As of December 31, 2016	11,193	10,551	94.2
As of June 30, 2016	11,956	10,242	85.6

(Reference) Equity As of December 31, 2016: 10,548 million yen
 As of June 30, 2016: 10,237 million yen

2. Payment of Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal Year ended June 30, 2016	-	0.00	-	0.00	0.00
Fiscal Year ending June 30, 2017	-	0.00			
Fiscal Year ending June 30, 2017 (forecast)			-	0.00	0.00

(Note) Revision to the forecast for dividends announced most recently: No

3. Financial Forecasts for the Fiscal Year Ending June 30, 2017 (July 1, 2016 to June 30, 2017)

Regarding the financial forecasts for the fiscal year ending June 30, 2017, as many of the Company's management and business results targets span numerous fiscal years, it is extremely difficult to make projections for business results figures for a single fiscal year. As a result, the Company will no longer announce business results forecasts from the fiscal year ending June 30, 2017.

In order to contribute to investor analysis, information regarding forecasts for the fiscal year ending June 30, 2017 is provided in "1. Analysis of Operating Results and Financial Position (1) Analysis of Operating Results, Forecast for the fiscal year ending June 30, 2017" on page 3 of the "Non-consolidated Financial Results for the Fiscal Year Ended June 30, 2016 [Japanese GAAP]" announced on August 9, 2016. Furthermore, a "Medium-term outlook" for the fiscal year ending June 30, 2018 onward is also provided for reference.

[Notes]

(1) Adoption of accounting policies specific to the preparation of quarterly financial statements : None

(2) 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 |

(3) Number of shares issued (common stock)

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

As of December 31, 2016	57,276,800 shares	As of June 30, 2016	56,440,800 shares
As of December 31, 2016	75,100 shares	As of June 30, 2016	- shares
Six months ended December 31, 2016	57,063,987 shares	Six months ended December 31, 2015	55,259,374 shares

* Presentation regarding the implementation status of the quarterly review procedures

These quarterly financial results are outside the scope of quarterly review procedures under the Financial Instruments and Exchange Act. At the time of disclosure of these quarterly financial results, review procedures for the quarterly financial statements under the Financial Instruments and Exchange Act have not been completed.

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

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