

Translation

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Summary of Non-Consolidated Financial Results for the Three Months Ended June 30, 2017 (Based on Japanese GAAP)

August 8, 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 03-3440-3745
 Scheduled date to file Quarterly Securities Report: August 10, 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 three months ended June 30, 2017 (from April 1, 2017 to June 30, 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	%
Three months ended June 30, 2017	17	(28.4)	(158)	–	(162)	–	(163)	–
Three months ended June 30, 2016	24	(36.4)	(148)	–	(147)	–	(148)	–

	Earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended June 30, 2017	(12.29)	–
Three months ended June 30, 2016	(11.23)	–

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, 2017	2,408	2,285	94.7
As of March 31, 2017	2,495	2,438	97.7

Reference: Equity As of June 30, 2017 ¥2,280 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	–				
Year ending March 31, 2018 (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, 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
Full year	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
	65	(30.3)	(1,002)	—	(873)	—	(875)	—	(65.86)

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, 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 June 30, 2017	13,313,600 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 June 30, 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)

Three months ended June 30, 2017	13,308,622 shares	Three months ended June 30, 2016	13,192,338 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 June 30, 2017
Assets		
Current assets		
Cash and deposits	1,783,733	1,732,851
Accounts receivable - trade	2,075	—
Securities	599,987	499,990
Supplies	6,166	4,799
Prepaid expenses	8,876	27,619
Other	32,261	75,505
Total current assets	2,433,100	2,340,767
Non-current assets		
Property, plant and equipment	48,198	48,769
Intangible assets	192	483
Investments and other assets	14,475	18,947
Total non-current assets	62,866	68,200
Total assets	2,495,967	2,408,967
Liabilities		
Current liabilities		
Accounts payable - other	29,714	43,907
Accrued expenses	7,853	8,927
Income taxes payable	15,108	6,464
Advances received	—	50,574
Other	4,426	13,409
Total current liabilities	57,103	123,282
Total liabilities	57,103	123,282
Net assets		
Shareholders' equity		
Capital stock	2,943,060	2,947,661
Deposit for subscriptions to shares	3,765	—
Capital surplus	2,916,060	2,920,661
Retained earnings	(3,424,022)	(3,587,526)
Total shareholders' equity	2,438,864	2,280,797
Subscription rights to shares	—	4,887
Total net assets	2,438,864	2,285,684
Total liabilities and net assets	2,495,967	2,408,967

Non-consolidated statements of income (cumulative)

	(Thousands of yen)	
	Three months ended June 30, 2016	Three months ended June 30, 2017
Operating revenues	24,999	17,900
Operating expenses		
Research and development expenses	106,694	95,763
Selling, general and administrative expenses	66,992	80,629
Total operating expenses	173,687	176,393
Operating loss	(148,687)	(158,493)
Non-operating income		
Interest income	343	74
Interest on securities	399	40
Gain on money held in trust	—	48
Other	252	—
Total non-operating income	995	162
Non-operating expenses		
Share issuance cost	164	4,632
Other	—	9
Total non-operating expenses	164	4,642
Ordinary loss	(147,856)	(162,972)
Extraordinary losses		
Loss on retirement of non-current assets	—	228
Total extraordinary losses	—	228
Loss before income taxes	(147,856)	(163,201)
Income taxes	302	302
Loss	(148,158)	(163,504)