Translation

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Summary of Non-Consolidated Financial Results for the Year Ended March 31, 2015 (Based on Japanese GAAP)

May 14, 2015

Company name: RIBOMIC Inc.
Stock exchange listing: Tokyo
Stock code: 4591 URL http://www.ribomic.com/
Representative: President and CEO Yoshikazu Nakamura
Inquiries: Executive Senior Director of Business Administration Masayuki Miyazaki TEL 03-3440-3303

Scheduled date of ordinary general meeting of shareholders: June 25, 2015
Scheduled date to file Securities Report: June 26, 2015
Scheduled date to commence dividend payments: –
Preparation of supplementary material on financial results: Yes
Holding of financial results meeting: Yes

(Amounts less than one million yen are rounded down)

1. Non-consolidated financial results for the year ended March 31, 2015 (from April 1, 2014 to March 31, 2015)

(1) Non-consolidated financial results

Percentages indicate year-on-year changes

	Operating revenues		Operating income		Ordinary income		Net income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Year ended March 31, 2015	479	217.3	6	–	13	–	10	–
Year ended March 31, 2014	151	(10.3)	(414)	–	(210)	–	(211)	–

	Net income per share	Diluted net income per share	Net income/equity	Ordinary income/total assets	Operating income/ operating revenues
	Yen	Yen	%	%	%
Year ended March 31, 2015	0.88	0.78	0.6	0.7	1.3
Year ended March 31, 2014	(20.24)	–	–	–	–

Reference: Share of income of investments accounted for using the equity method
Year ended March 31, 2015 ¥– million
Year ended March 31, 2014 ¥– million

Note: 1. Effective June 28, 2014, the Company implemented a 100-for-1 stock split of its common shares. Net income per share and diluted net income per share are calculated assuming that the stock split was implemented at the beginning of the previous fiscal year (ended March 31, 2014).
2. Diluted net income per share for the year ended March 31, 2014 is not shown because the Company's stock was unlisted and the average share price for the period cannot be determined, and a net loss per share was incurred even though dilutive common shares exist.
3. As the Company's stock became listed on the Mothers section of the Tokyo Stock Exchange on September 25, 2014, diluted net income per share for the fiscal year ended March 31, 2015 is calculated assuming the average of the stock price between the listing date and March 31, 2015 as the average stock price for the period.

(2) Non-consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of March 31, 2015	3,419	3,262	95.4	254.42
As of March 31, 2014	492	353	71.9	33.46

Reference: Equity As of March 31, 2015 ¥3,262 million
As of March 31, 2014 ¥353 million

(3) Non-consolidated cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
Year ended March 31, 2015	134	(1,302)	2,871	2,037
Year ended March 31, 2014	(162)	63	1	330

2. Cash dividends

	Annual dividends per share					Total cash dividends (Total)	Dividend payout ratio (Non-consolidated)	Ratio of dividends to net assets (Non-consolidated)
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
Year ended March 31, 2014	–	–	–	0.00	0.00	–	–	–
Year ended March 31, 2015	–	0.00	–	0.00	0.00	–	–	–
Year ending March 31, 2016 (Forecast)	–	0.00	–	0.00	0.00		–	

3. Forecast of non-consolidated financial results for the year ending March 31, 2016 (from April 1, 2015 to March 31, 2016)

Percentages indicate year-on-year changes

	Operating revenues		Operating income		Ordinary income		Net income		Net income per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	849 ～ 199	76.9 ～ (58.5)	200 ～ (439)	– ～ –	234 ～ (406)	– ～ –	216 ～ (407)	– ～ –	16.86 ～ (31.77)

Note: 1. The Company only provides full-year forecasts as it manages its performance on an annual basis.

4. Notes

(1) 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

(2) Number of issued shares (common shares)

Total number of issued shares at the end of the period (including treasury shares)

As of March 31, 2015	12,821,800 shares	As of March 31, 2014	10,577,800 shares

Number of treasury shares at the end of the period

As of March 31, 2015	– shares	As of March 31, 2014	– shares

Average number of shares during the period

Year ended March 31, 2015	11,721,803 shares	Year ended March 31, 2014	10,468,300 shares

Note: Effective June 28, 2014, the Company implemented a 100-for-1 stock split of its common shares. The number of shares is calculated assuming that the stock split was implemented at the beginning of the previous fiscal year (ended March 31, 2014.)

* Representation regarding the implementation status of audit procedures

This summary of financial results is not subject to audit procedures under the Financial Instruments and Exchange Act, and audit procedures of financial statements under the Act had not yet been completed as of the date of disclosure of this summary of financial results.

* Explanation on appropriate use of business forecasts, and other special notes

1. 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.
2. Supplementary materials will be disclosed via TDnet and will be made available on the Company's website.
3. The Company plans to hold a financial results disclosure presentation for institutional investors and analysts on May 20, 2015.

Non-consolidated financial statements
Non-consolidated balance sheets

(Thousands of yen)

	As of March 31, 2014	As of March 31, 2015
Assets		
Current assets		
Cash and deposits	330,965	3,337,307
Accounts receivable - trade	70,308	31,636
Supplies	5,725	1,060
Prepaid expenses	3,385	4,508
Accounts receivable - other	22,161	12,368
Consumption taxes receivable	10,429	–
Other	122	586
Total current assets	443,097	3,387,469
Non-current assets		
Property, plant and equipment		
Buildings	11,963	11,963
Accumulated depreciation	(10,747)	(11,034)
Buildings, net	1,216	929
Tools, furniture and fixtures	138,714	140,087
Accumulated depreciation	(105,046)	(121,448)
Tools, furniture and fixtures, net	33,667	18,639
Total property, plant and equipment	34,884	19,568
Intangible assets		
Software	496	264
Total intangible assets	496	264
Investments and other assets		
Investment securities	3,077	1,529
Lease deposits	9,848	9,562
Long-term prepaid expenses	1,198	1,191
Total investments and other assets	14,124	12,282
Total non-current assets	49,505	32,114
Total assets	492,602	3,419,584
Liabilities		
Current liabilities		
Accounts payable - other	28,489	13,977
Accrued expenses	5,891	7,425
Income taxes payable	3,910	11,199
Accrued consumption taxes	–	21,481
Advances received	99,000	99,000
Deposits received	1,372	3,523
Total current liabilities	138,665	156,607
Total liabilities	138,665	156,607

(Thousands of yen)

	As of March 31, 2014	As of March 31, 2015
Net assets		
Shareholders' equity		
Capital stock	1,422,421	2,871,591
Deposit for subscriptions to shares	–	900
Capital surplus		
Legal capital surplus	1,395,921	2,844,591
Total capital surplus	1,395,921	2,844,591
Retained earnings		
Other retained earnings		
Retained earnings brought forward	(2,464,404)	(2,454,105)
Total retained earnings	(2,464,404)	(2,454,105)
Total shareholders' equity	353,937	3,262,976
Total net assets	353,937	3,262,976
Total liabilities and net assets	492,602	3,419,584

Non-consolidated statements of income

(Thousands of yen)

	Fiscal year ended March 31, 2014	Fiscal year ended March 31, 2015
Operating revenues	151,220	479,871
Operating expenses		
Research and development expenses	418,697	282,776
Selling, general and administrative expenses	146,998	190,913
Total operating expenses	565,696	473,690
Operating income (loss)	(414,475)	6,180
Non-operating income		
Interest income	157	595
Foreign exchange gains	907	2,718
Subsidy income	176,000	–
Reimbursement of research expenses	26,504	29,798
Other	26	1,055
Total non-operating income	203,594	34,168
Non-operating expenses		
Share issuance cost	–	18,373
Going public expenses	–	8,780
Total non-operating expenses	–	27,153
Ordinary income (loss)	(210,881)	13,195
Extraordinary losses		
Loss on valuation of investment securities	–	1,548
Total extraordinary losses	–	1,548
Income (loss) before income taxes	(210,881)	11,646
Income taxes - current	950	1,348
Total income taxes	950	1,348
Net income (loss)	(211,831)	10,298

Non-consolidated statements of changes in net assets

Fiscal year ended March 31, 2014

(Thousands of yen)

	Shareholders' equity						Total net assets
	Capital stock	Capital surplus		Retained earnings		Total shareholders' equity	
		Legal capital surplus	Total capital surplus	Other retained earnings: Retained earnings brought forward	Total retained earnings		
Balance at beginning of current period	1,421,671	1,395,171	1,395,171	(2,252,573)	(2,252,573)	564,268	564,268
Changes of items during period							
Issuance of new shares	750	750	750			1,500	1,500
Net income (loss)				(211,831)	(211,831)	(211,831)	(211,831)
Total changes of items during period	750	750	750	(211,831)	(211,831)	(210,331)	(210,331)
Balance at end of current period	1,422,421	1,395,921	1,395,921	(2,464,404)	(2,464,404)	353,937	353,937

Fiscal year ended March 31, 2015

(Thousands of yen)

	Shareholders' equity							Total net assets
	Capital stock	Deposit for subscriptions to shares	Capital surplus		Retained earnings		Total shareholders' equity	
			Legal capital surplus	Total capital surplus	Other retained earnings: Retained earnings brought forward	Total retained earnings		
Balance at beginning of current period	1,422,421	–	1,395,921	1,395,921	(2,464,404)	(2,464,404)	353,937	353,937
Changes of items during period								
Issuance of new shares	1,449,170		1,448,670	1,448,670			2,897,840	2,897,840
Application money for stock		900					900	900
Net income					10,298	10,298	10,298	10,298
Total changes of items during period	1,449,170	900	1,448,670	1,448,670	10,298	10,298	2,909,038	2,909,038
Balance at end of current period	2,871,591	900	2,844,591	2,844,591	(2,454,105)	(2,454,105)	3,262,976	3,262,976

Non-consolidated statements of cash flows

(Thousands of yen)

	Fiscal year ended March 31, 2014	Fiscal year ended March 31, 2015
Cash flows from operating activities		
Income (loss) before income taxes	(210,881)	11,646
Depreciation	11,994	18,109
Foreign exchange losses (gains)	(16)	(2,733)
Share issuance cost	–	18,373
Going public expenses	–	8,780
Loss (gain) on valuation of investment securities	–	1,548
Interest income	(157)	(595)
Decrease (increase) in notes and accounts receivable - trade	(49,440)	38,671
Decrease (increase) in inventories	2,095	4,664
Decrease (increase) in accounts receivable - other	(15,316)	9,761
Increase (decrease) in advances received	99,000	–
Increase (decrease) in accounts payable - other	4,657	(14,512)
Other, net	(3,681)	40,558
Subtotal	(161,745)	134,273
Interest income received	157	1,291
Income taxes paid	(936)	(980)
Net cash provided by (used in) operating activities	(162,525)	134,584
Cash flows from investing activities		
Purchase of property, plant and equipment	(36,557)	(2,561)
Purchase of intangible assets	(320)	–
Payments into time deposits	–	(1,300,000)
Proceeds from withdrawal of time deposits	100,000	–
Net cash provided by (used in) investing activities	63,122	(1,302,561)
Cash flows from financing activities		
Proceeds from issuance of common shares	1,500	2,879,466
Payments for going public expenses	–	(8,780)
Other, net	–	900
Net cash provided by (used in) financing activities	1,500	2,871,586
Effect of exchange rate change on cash and cash equivalents	16	2,733
Net increase (decrease) in cash and cash equivalents	(97,885)	1,706,342
Cash and cash equivalents at beginning of period	428,851	330,965
Cash and cash equivalents at end of period	330,965	2,037,307