Translation

Notice: This document is an excerpt translation of the original Japanese document and is only for reference purposes. In the event of any discrepancy between this translated document and the original Japanese document, the latter shall prevail.

Summary of Non-Consolidated Financial Results for the Nine Months Ended December 31, 2019 (Based on Japanese GAAP)

February 7, 2020

Company name: RIBOMIC Inc.
Stock exchange listing: Tokyo
Stock code: 4591 URL https://www.ribomic.com/
Representative: President and CEO Yoshikazu Nakamura
Inquiries: Executive Senior Director of Business Administration Masayuki Miyazaki TEL 03(3440)3745
Scheduled date to file Quarterly Securities Report: February 7, 2020
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 nine months ended December 31, 2019 (from April 1, 2019 to December 31, 2019)

(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	%
Nine months ended December 31, 2019	5	–	(654)	–	(651)	–	(652)	–
Nine months ended December 31, 2018	0	(100.0)	(672)	–	(683)	–	(684)	–

	Earnings per share	Diluted earnings per share
	Yen	Yen
Nine months ended December 31, 2019	(41.70)	–
Nine months ended December 31, 2018	(47.65)	–

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 December 31, 2019	2,207	1,867	84.5
As of March 31, 2019	2,569	1,483	57.7

Reference: Equity As of December 31, 2019 ¥1,866 million
As of March 31, 2019 ¥1,481 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, 2019	–	0.00	–	0.00	0.00
Year ending March 31, 2020	–	0.00	–		
Year ending March 31, 2020 (Forecast)				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, 2020 (from April 1, 2019 to March 31, 2020)

Percentages indicate year-on-year changes

	Operating revenues		Operating income		Ordinary income		Profit		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	116	–	(1,055)	–	(987)	–	(988)	–	(68.69)

Notes: 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.

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 December 31, 2019	16,097,284 shares	As of March 31, 2019	14,389,900 shares

Number of treasury shares at the end of the period

As of December 31, 2019	– shares	As of March 31, 2019	– shares

Average number of shares during the period (cumulative from the beginning of the fiscal year)

Nine months ended December 31, 2019	15,639,717 shares	Nine months ended December 31, 2018	14,364,094 shares

* 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, 2019	As of December 31, 2019
Assets		
Current assets		
Cash and deposits	1,413,982	1,315,352
Securities	999,994	699,994
Supplies	8,182	2,437
Advance payments - trade	48,179	88,632
Prepaid expenses	8,914	23,430
Consumption taxes receivable	22,273	17,016
Other	487	3,374
Total current assets	2,502,014	2,150,237
Non-current assets		
Property, plant and equipment	25,654	18,523
Intangible assets	2,404	1,820
Investments and other assets	38,962	37,268
Total non-current assets	67,021	57,612
Total assets	2,569,036	2,207,849
Liabilities		
Current liabilities		
Accounts payable - other	35,471	31,198
Accrued expenses	11,272	14,003
Income taxes payable	18,455	15,219
Advances received	6,750	5,237
Other	14,067	74,917
Total current liabilities	86,016	140,577
Non-current liabilities		
Convertible bond-type bonds with share acquisition rights	1,000,000	200,000
Total non-current liabilities	1,000,000	200,000
Total liabilities	1,086,016	340,577
Net assets		
Shareholders' equity		
Capital stock	3,261,040	3,779,454
Capital surplus	3,234,040	3,752,454
Retained earnings	(5,013,695)	(5,665,897)
Total shareholders' equity	1,481,385	1,866,011
Share acquisition rights	1,634	1,261
Total net assets	1,483,019	1,867,272
Total liabilities and net assets	2,569,036	2,207,849

Non-consolidated statements of income (cumulative)

(Thousands of yen)

	Nine months ended December 31, 2018	Nine months ended December 31, 2019
Operating revenues	–	5,758
Operating expenses		
Research and development expenses	428,233	396,807
Selling, general and administrative expenses	244,515	263,897
Total operating expenses	672,749	660,705
Operating loss	(672,749)	(654,947)
Non-operating income		
Interest income	557	756
Subsidy income	–	6,018
Other	451	756
Total non-operating income	1,008	7,530
Non-operating expenses		
Share issuance cost	11,468	3,878
Other	178	–
Total non-operating expenses	11,647	3,878
Ordinary loss	(683,388)	(651,294)
Extraordinary losses		
Loss on retirement of non-current assets	214	–
Total extraordinary losses	214	–
Loss before income taxes	(683,602)	(651,294)
Income taxes	907	907
Loss	(684,510)	(652,201)