Translation

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Summary of Non-Consolidated Financial Results for the Year Ended March 31, 2024 (Based on Japanese GAAP)

May 14, 2024

Company name: RIBOMIC Inc.
Stock exchange listing: Tokyo
Stock code: 4591 URL https://www.ribomic.com/
Representative: President and CEO Yoshikazu Nakamura
Inquiries: Board Director of Business Administration Division Hisato Oiwa TEL 03(3440)3303
Scheduled date of ordinary general meeting of shareholders: June 25, 2024
Scheduled date to file Securities Report: June 26, 2024
Scheduled date to commence dividend payments: –
Preparation of supplementary material on financial results: Yes
Holding of financial results meeting: Yes (for institutional investors and analysts)

(Amounts less than one million yen are rounded down)

1. Non-consolidated financial results for the year ended March 31, 2024 (from April 1, 2023 to March 31, 2024)

(1) Non-consolidated operating results

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	%
Year ended March 31, 2024	—	—	(1,116)	–	(982)	–	(1,024)	–
Year ended March 31, 2023	65	(18.5)	(1,786)	–	(1,649)	–	(1,653)	–

	Earnings per share	Diluted earnings per share	Profit/equity	Ordinary income/total assets	Operating income/net revenues
	Yen	Yen	%	%	%
Year ended March 31, 2024	(28.70)	–	(26.4)	(24.2)	–
Year ended March 31, 2023	(53.14)	–	(36.4)	(34.6)	–

Reference: Share of income of investments accounted for using the equity method.
Year ended March 31, 2024 ¥ — Million
Year ended March 31, 2023 ¥ — Million

Note：Diluted earnings per share is not shown because a net loss per share was incurred even though dilutive common shares exist.

(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, 2024	3,547	3,391	95.5	94.09
As of March 31, 2023	4,583	4,384	95.7	122.85

Reference: Equity As of March 31, 2024 ¥3,387 Million
As of March 31, 2023 ¥4,384 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, 2024	(932)	177	27	2,099
Year ended March 31, 2023	(1,708)	276	1,333	2,825

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, 2023	–	0.00	–	0.00	0.00	–	–	–
Year ended March 31, 2024	–	0.00	–	0.00	0.00	–	–	–
Year ending March 31, 2025 (Forecast)	–	0.00	–	0.00	0.00		–	

3. Forecast of non-consolidated financial results for the year ending March 31, 2025 (from April 1, 2024 to March 31, 2025)

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	1	—	(1,436)	–	(1,404)	–	(1,405)	–	(31.52)

Note: 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, 2024	36,022,040 shares	As of March 31, 2023	35,694,340 shares

Number of treasury shares at the end of the period

As of March 31, 2024	19,012 shares	As of March 31, 2023	6,101 shares

Average number of shares during the period

Year ended March 31, 2024	35,691,593 shares	Year ended March 31, 2023	31,109,327 shares

* This financial results report is exempt from the audit procedures.

* 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 are disclosed via TDnet and available on the company's website.

3. The company plans to hold a financial results meeting for institutional investors and analysts on May 22, 2024.

Non-consolidated financial statements
Non-consolidated balance sheets

(Thousands of yen)

	As of March 31, 2023	As of March 31, 2024
Assets		
Current assets		
Cash and deposits	2,825,182	2,099,743
Securities	1,500,000	1,300,000
Supplies	2,070	2,274
Advance payments - trade	107,694	12,773
Prepaid expenses	36,542	27,297
Accounts receivable - other	360	2,758
Consumption taxes receivable	70,191	61,508
Other	333	349
Total current assets	4,542,376	3,506,706
Non-current assets		
Property, plant and equipment		
Buildings	22,851	22,851
Accumulated depreciation	(16,035)	(16,035)
Accumulated impairment loss	(6,816)	(6,816)
Buildings, net	0	0
Tools, furniture and fixtures	229,473	277,211
Accumulated depreciation	(185,166)	(192,860)
Accumulated impairment loss	(44,306)	(84,351)
Tools, furniture and fixtures, net	0	0
Total property, plant and equipment	0	0
Investments and other assets		
Shares of subsidiaries and associates	22,552	22,552
Leasehold deposits	11,325	11,325
Long-term prepaid expenses	7,401	6,673
Total investments and other assets	41,279	40,550
Total non-current assets	41,279	40,551
Total assets	4,583,655	3,547,257
Liabilities		
Current liabilities		
Accounts payable - other	122,308	96,824
Accrued expenses	12,038	12,397
Income taxes payable	32,906	1,210
Deposits received	6,005	8,277
Other	26,000	37,100
Total current liabilities	199,303	155,810
Total liabilities	199,303	155,810

(Thousands of yen)

	As of March 31, 2023	As of March 31, 2024
Net assets		
Shareholders' equity		
Capital Stock	722,040	63,648
Capital surplus		
Legal capital surplus	5,315,313	4,348,000
Total capital surpluses	5,315,313	4,348,000
Retained earnings		
Other retained earnings		
Retained earnings brought forward	(1,653,002)	(1,024,237)
Total retained earnings	(1,653,002)	(1,024,237)
Treasury shares	(0)	(1)
Total shareholders' equity	4,384,351	3,387,409
Share acquisition rights	—	4,038
Total net assets	4,384,351	3,391,447
Total liabilities and net assets	4,583,655	3,547,257

Non-consolidated statements of income

(Thousands of yen)

	Fiscal year ended March 31, 2023	Fiscal year ended March 31, 2024
Operating revenues	65,969	―
Operating expenses		
Research and development expenses	1,491,239	764,327
Selling, general and administrative expenses	360,771	351,866
Total operating expenses	1,852,011	1,116,193
Operating loss	(1,786,041)	(1,116,193)
Non-operating income		
Interest income	1,387	361
Gain on money held in trust	966	1,166
Subsidy income	123,636	125,344
Foreign exchange gains	20,996	10,178
Other	58	1
Total non-operating income	147,045	137,052
Non-operating expenses		
Share issuance cost	10,309	3,683
Total non-operating expenses	10,309	3,683
Ordinary loss	(1,649,305)	(982,824)
Extraordinary income		
Gain on reversal of share acquisition rights	673	―
Total Extraordinary income	673	―
Extraordinary losses		
Impairment losses	3,160	40,202
Total extraordinary losses	3,160	40,202
Loss before income taxes	(1,651,792)	(1,023,027)
Income taxes – current	1,210	1,210
Total income taxes	1,210	1,210
Loss	(1,653,002)	(1,024,237)

Non-consolidated statements of changes in equity

Fiscal year ended March 31, 2023

(Thousands of yen)

	Shareholders' equity							Share acquisition rights	Total net assets
	Share capital	Capital surplus		Retained earnings		Treasury shares	Total shareholders' equity		
		Legal capital surplus	Total capital surplus	Other retained earnings: Retained earnings brought forward	Total retained earnings				
Balance at beginning of period	238,294	6,139,732	6,139,732	(1,684,754)	(1,684,754)	－	4,693,273	673	4,693,946
Changes of items during period									
Capital reduction	(188,294)	(1,496,459)	(1,496 ,459)				(1,684,754)		(1,684,754)
Deficit disposition				1,684,754	1,684,754		1,684,754		1,684,754
Issuance of new shares	672,040	672,040	672,040				1,344,081		1,344,081
Loss				(1,653,002)	(1,653,002)		(1,653,002)		(1,653,002)
Purchase of treasury shares						(0)	(0)		(0)
Net changes of items other than shareholders' equity								(673)	(673)
Total changes of items during period	483,746	(824,418)	(824,418)	31,751	31,751	(0)	(308,921)	(673)	(309,594)
Balance at end of current period	722,040	5,315,313	5,315,313	(1,653,002)	(1,653,002)	(0)	4,384,351	－	4,384,351

Fiscal year ended March 31, 2024

(Thousands of yen)

	Shareholders' equity							Share acquisition rights	Total net assets
	Share capital	Capital surplus		Retained earnings		Treasury shares	Total shareholders' equity		
		Legal capital surplus	Total capital surplus	Other retained earnings: Retained earnings brought forward	Total retained earnings				
Balance at beginning of period	722,040	5,315,313	5,315,313	(1,653,002)	(1,653,002)	(0)	4,384,351	－	4,384,351
Changes of items during period									
Capital reduction	(672,040)	(980,961)	(980,961)				(1,653,002)		(1,653,002)
Deficit disposition				1,653,002	1,653,002		1,653,002		1,653,002
Issuance of new shares	13,648	13,648	13,648				27,296		27,296
Loss				(1,024,237)	(1,024,237)		(1,024,237)		(1,024,237)
Purchase of treasury shares						(1)	(1)		(1)
Net changes of items other than shareholders' equity								4,038	4,038
Total changes of items during period	(658,392)	(967,313)	(967,313)	628,764	628,764	(1)	(996,942)	4,038	(992,904)
Balance at end of current period	63,648	4,348,000	4,348,000	(1,024,237)	(1,024,237)	(1)	3,387,409	4,038	3,391,447

Non-consolidated statements of cash flows

(Thousands of yen)

	Fiscal year ended March 31, 2023	Fiscal year ended March 31, 2024
Cash flows from operating activities		
Loss before income taxes	(1,651,792)	(1,023,027)
Depreciation	480	10,502
Impairment losses	3,160	40,202
Interest income	(1,387)	(361)
Loss (gain) on money held in trust	(966)	(1,166)
Foreign exchange losses (gains)	(21,877)	(2,396)
Share issuance costs	10,309	3,683
Share-based compensation expenses	6,594	6,264
Decrease (increase) in inventories	304	(203)
Decrease (increase) in advance payments	14,236	94,920
Increase (decrease) in advances received	(3,666)	—
Increase (decrease) in accounts payable - other	(35,361)	(53,462)
Other, net	(29,740)	(8,146)
Subtotal	(1,709,671)	(933,189)
Interest income received	2,356	1,512
Income taxes paid	(1,310)	(1,080)
Net cash provided by (used in) operating activities	(1,708,626)	(932,757)
Cash flows from investing activities		
Purchase of property, plant and equipment	(23,930)	(22,727)
Net decrease (increase) in short-term investment securities	300,000	200,000
Other, net	284	—
Net cash provided by (used in) investing activities	276,353	177,272
Cash flows from financing activities		
Proceeds from issuance of common shares	1,332,450	27,121
Other, net	1,321	528
Net cash provided by (used in) financing activities	1,333,771	27,649
Effect of exchange rate change on cash and cash equivalents	21,887	2,396
Net increase (decrease) in cash and cash equivalents	(76,613)	(725,439)
Cash and cash equivalents at beginning of period	2,901,796	2,825,182
Cash and cash equivalents at end of period	2,825,182	2,099,743