



### 3. Consolidated financial forecast for the fiscal year ending March 31, 2019 (April 1, 2018 – March 31, 2019)

(Percentages represent changes from the same period of previous fiscal year)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent		Net income per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full year	150	-57.7	-2,200	—	-2,200	—	-2,200	—	-52.59

(Note) The Company manages business results on an annual basis, and therefore only the full-year financial forecasts are disclosed.

#### [Notes]

- (1) Changes in significant subsidiaries during the period (change in scope of consolidation) : None
- (2) Changes in significant accounting policies, changes in accounting estimates and restatement
- 1) Changes in accounting policies due to revisions of accounting standards, etc. : None
- 2) Changes in accounting policies due to other reasons than above 1) : None
- 3) Changes in accounting estimates : None
- 4) Restatements : None
- (3) Number of shares outstanding (common stock)

1) Number of shares outstanding at the end of fiscal term (including treasury stocks)	As of March 31, 2018	41,835,400 shares	As of March 31, 2017	37,218,400 shares
2) Number of treasury stocks at the end of fiscal term	As of March 31, 2018	— shares	As of March 31, 2017	— shares
3) Average number of shares during the fiscal term	Year ended March 31, 2018	38,234,840 shares	Year ended March 31, 2017	34,014,937 shares

#### (Reference) Summary of non-consolidated financial results

Non-consolidated financial results for the fiscal year ended March 31, 2018 (April 1, 2017 – March 31, 2018)

(1) Non-consolidated results of operations (Percentages represent changes from the same period of previous fiscal year)

	Net sales		Operating income		Ordinary income		Net income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Fiscal year ended March 31, 2018	354	-33.1	-1,452	—	-1,569	—	-1,577	—
Fiscal year ended March 31, 2017	529	-35.6	-1,094	—	-1,089	—	-1,113	—

	Net income per share	Fully diluted net income per share
	Yen	Yen
Fiscal year ended March 31, 2018	-41.25	—
Fiscal year ended March 31, 2017	-32.74	—

(2) Non-consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of March 31, 2018	7,237	6,950	95.2	164.78
As of March 31, 2017	5,404	5,199	95.8	139.17

(Reference) Shareholders' equity As of March 31, 2018 6,893 Million yen As of March 31, 2017 5,179 Million yen

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

\* Explanations regarding appropriate use of forecasts and projections of financial results, and other specific notes.

All forecasts and projections contained in this presentation are based on the information currently available to the management and they are not intended to represent our promise to attain them as a goal. Furthermore, due to various reasons, actual results may differ substantially.

## Consolidated Financial Statements

### (1) Consolidated Balance Sheets

(Thousands of yen)

	As of March 31, 2017	As of March 31, 2018
<b>Assets</b>		
Current assets		
Cash and deposits	4,950,570	6,528,759
Accounts receivable - trade	54,944	77,012
Merchandise and finished products	180	990
Work in process	18,557	3,006
Raw materials and supplies	23,573	23,573
Advance payments	136,909	194,581
Other	54,734	72,203
Total current assets	5,239,469	6,900,127
Non-current assets		
Property, plant and equipment		
Facilities attached to buildings, net	38,789	58,563
Machinery and equipment, net	327	191
Tools, furniture and fixtures, net	76,755	207,594
Total property, plant and equipment	115,872	266,349
Intangible assets		
Other	13,789	13,514
Total intangible assets	13,789	13,514
Investments and other assets		
Other	39,169	55,911
Total investments and other assets	39,169	55,911
Total non-current assets	168,831	335,775
Total assets	5,408,300	7,235,902

(Thousands of yen)

	As of March 31, 2017	As of March 31, 2018
<b>Liabilities</b>		
Current liabilities		
Accounts payable - trade	22,554	8,769
Income taxes payable	24,689	35,041
Accounts payable - other	89,179	163,729
Other	24,846	21,566
Total current liabilities	161,268	229,107
Non-current liabilities		
Deferred tax liabilities	4,110	4,700
Net defined benefit liability	25,219	31,465
Asset retirement obligations	16,552	20,059
Total non-current liabilities	45,882	56,225
Total liabilities	207,151	285,332
Net assets		
Shareholders' equity		
Capital stock	3,774,413	5,419,931
Capital surplus	3,757,998	5,403,516
Retained earnings	-2,352,753	-3,929,896
Total shareholders' equity	5,179,658	6,893,551
Subscription rights to shares	20,216	57,019
Non-controlling interests	1,274	—
Total net assets	5,201,149	6,950,570
Total liabilities and net assets	5,408,300	7,235,902

**(2) Consolidated Statements of Income and Comprehensive Income**  
**Consolidated Statements of Income**

(Thousands of yen)

	For the fiscal year ended March 31, 2017	For the fiscal year ended March 31, 2018
Net sales	529,612	354,410
Cost of sales	524,913	315,174
Gross profit	4,699	39,235
Selling, general and administrative expenses	1,118,249	1,600,968
Operating loss	-1,113,550	-1,561,732
Non-operating income		
Interest income	33	46
Subsidy income	12,928	300
Foreign exchange gains	—	246
Other	150	28
Total non-operating income	13,111	621
Non-operating expenses		
Foreign exchange losses	1,953	—
Stock issuance expenses	13,647	11,772
Other	516	409
Total non-operating expenses	16,118	12,181
Ordinary loss	-1,116,556	-1,573,292
Extraordinary losses		
Loss on retirement of non-current assets	372	—
Total extraordinary losses	372	—
Loss before income taxes	-1,116,928	-1,573,292
Income taxes - current	2,676	4,534
Income taxes - deferred	2,395	590
Total income taxes	5,071	5,124
Net loss	-1,122,000	-1,578,417
Net loss attributable to non-controlling interests	-8,339	-1,274
Net loss attributable to owners of parent	-1,113,661	-1,577,142

**Consolidated Statements of Comprehensive Income**

(Thousands of yen)

	For the fiscal year ended March 31, 2017	For the fiscal year ended March 31, 2018
Net loss	-1,122,000	-1,578,417
Comprehensive income	-1,122,000	-1,578,417
Comprehensive income attributable to :		
Comprehensive income attributable to owners of parent	-1,113,661	-1,577,142
Comprehensive income attributable to non-controlling interests	-8,339	-1,274

**(3) Consolidated Statement of Changes in Net Assets**

Fiscal year ended March 31, 2017 (From April 1, 2016 to March 31, 2017)

(Thousands of yen)

	Shareholders' equity				Subscription rights to shares	Non-controlling interests	Total net assets
	Capital stock	Capital surplus	Retained earnings	Total shareholders' equity			
Balance at beginning of current period	1,988,085	1,971,670	-1,239,092	2,720,663			2,720,663
Changes of items during period							
Issuance of new shares	1,786,328	1,786,328		3,572,656			3,572,656
Net loss attributable to owners of parent			-1,113,661	-1,113,661			-1,113,661
Net changes of items other than shareholders' equity					20,216	1,274	21,490
Total changes of items during period	1,786,328	1,786,328	-1,113,661	2,458,995	20,216	1,274	2,480,485
Balance at end of current period	3,774,413	3,757,998	-2,352,753	5,179,658	20,216	1,274	5,201,149

Fiscal year ended March 31, 2018 (From April 1, 2017 to March 31, 2018)

(Thousands of yen)

	Shareholders' equity				Subscription rights to shares	Non-controlling interests	Total net assets
	Capital stock	Capital surplus	Retained earnings	Total shareholders' equity			
Balance at beginning of current period	3,774,413	3,757,998	-2,352,753	5,179,658	20,216	1,274	5,201,149
Changes of items during period							
Issuance of new shares	1,645,517	1,645,517		3,291,035			3,291,035
Net loss attributable to owners of parent			-1,577,142	-1,577,142			-1,577,142
Net changes of items other than shareholders' equity					36,803	-1,274	35,528
Total changes of items during period	1,645,517	1,645,517	-1,577,142	1,713,892	36,803	-1,274	1,749,421
Balance at end of current period	5,419,931	5,403,516	-3,929,896	6,893,551	57,019	—	6,950,570

## Consolidated Statements of Cash Flows

(Thousands of yen)

	For the fiscal year ended March 31, 2017	For the fiscal year ended March 31, 2018
<b>Cash flows from operating activities</b>		
Loss before income taxes	-1,116,928	-1,573,292
Depreciation	41,936	73,210
Amortization of goodwill	771	—
Share-based compensation expenses	20,216	34,574
Loss on retirement of non-current assets	372	—
Increase (decrease) in provision for retirement benefits	6,699	6,246
Interest and dividend income	-33	-46
Subsidy income	-12,928	-300
Decrease (increase) in accounts receivable - trade	51,804	-22,067
Decrease (increase) in inventories	-6,070	14,740
Increase (decrease) in accounts payable - trade	-41,142	-13,785
Increase (decrease) in advances received	12,076	-5,455
Other, net	-34,766	-102,161
<b>Subtotal</b>	<b>-1,077,992</b>	<b>-1,588,338</b>
Interest and dividend income received	33	46
Subsidy income received	12,928	300
Income taxes paid	-2,481	-3,345
<b>Net cash provided by (used in) operating activities</b>	<b>-1,067,512</b>	<b>-1,591,336</b>
<b>Cash flows from investing activities</b>		
Purchase of property, plant and equipment	-97,237	-108,218
Purchase of intangible assets	-6,605	-3,337
Proceeds from purchase of shares of subsidiaries resulting in change in scope of consolidation	7,277	—
<b>Net cash provided by (used in) investing activities</b>	<b>-96,564</b>	<b>-111,556</b>
<b>Cash flows from financing activities</b>		
Proceeds from issuance of subscription rights to shares	45,099	12,174
Proceeds from issuance of shares resulting from exercise of subscription rights to stock	3,514,088	3,268,908
<b>Net cash provided by (used in) financing activities</b>	<b>3,559,188</b>	<b>3,281,082</b>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>2,395,111</b>	<b>1,578,189</b>
Cash and cash equivalents at beginning of period	2,555,458	4,950,570
<b>Cash and cash equivalents at end of period</b>	<b>4,950,570</b>	<b>6,528,759</b>