

Financial Results for the First Quarter of the Fiscal Year Ending March 31, 2018 [Japanese GAAP] (Consolidated)

August 14, 2017

Name of Company BrightPath Biotherapeutics Co., Ltd. Listed Market Mothers, TSE
TSE Code 4594 URL <https://www.brightpathbio.com/>
Representative (Title) President & CEO (Name) Kenichi Nagai
Contact (Title) Director/CFO (Name) Teruhiko Sakai (TEL) +81-3-5840-7697
Scheduled date of submission of quarterly report : August 14, 2017
Scheduled date of dividend payment commencement : –
Supplementary materials for quarterly financial statements : None
Briefing of quarterly financial results : None

(Millions of yen, rounded down to the nearest million)

1. Consolidated financial results for the first quarter of the fiscal year ending March 31, 2018 (April 1, 2017 – June 30, 2017)

(1) Consolidated results of Operation (Percentages represent changes from the same quarter of previous year)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Three months ended June 30, 2017	90	–	-262	–	-262	–	-263	–
Three months ended June 30, 2016	–	–	–	–	–	–	–	–

(Note) Comprehensive income Three months ended June 30, 2017 -264 Million yen (–%)
Three months ended June 30, 2016 – Million yen (–%)

	Net income per share for the quarter	Fully diluted net income per share for the quarter
Three months ended June 30, 2017	Yen -7.08	Yen –
Three months ended June 30, 2016	–	–

(Notes)

- Figures for the first quarter of the fiscal year ended March 31, 2017 are not stated, because the company began preparing quarterly consolidated financial statements from the third quarter of the fiscal year ending March 31, 2017.
- Fully diluted net income per share for the quarter is not stated as net loss was recorded for this period although there are residual shares.

(2) Consolidated financial Positions

	Total assets	Net assets	Equity ratio
	Million yen	Million yen	%
As of June 30, 2017	5,099	4,947	96.4
As of March 31, 2017	5,408	5,201	95.8

(Reference) Shareholders' equity As of June 30, 2017 4,917 Million yen As of March 31, 2017 5,179 Million yen

2. Dividends

	Annual Dividends per share				
	End of 1Q	End of 2Q	End of 3Q	Year-end	Annual
	Yen	Yen	Yen	Yen	Yen
Fiscal Year ended March 31, 2017	–	0.00	–	0.00	0.00
Fiscal Year ending March 31, 2018	–	–	–	–	–
Fiscal Year ending March 31, 2018 (Forecast)	–	0.00	–	0.00	0.00

(Notes) Corrections to most recently disclosed dividend projections : None

3. Consolidated financial forecast for the fiscal year ending March 31, 2018 (April 1, 2017 – March 31, 2018)

(Percentages represent changes from the same period of previous 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	280	-47.1	-2,000	-	-2,000	-	-2,000	-	-53.73

(Notes) Corrections to most recently disclosed financial results projections : None

[Notes]

- (1) Changes in significant subsidiaries during the period (change in scope of consolidation) : None
- (2) Application of special accounting methods for the preparation of quarterly consolidated financial statements : None
- (3) Changes in significant accounting policies, changes in accounting estimates and restatements
- 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

(4) Number of shares outstanding (common stock)

1) Number of shares outstanding at the end of fiscal term (including treasury stocks)	As of June 30, 2017	37,231,400 shares	As of March 31, 2017	37,218,400 shares
2) Number of treasury stocks at the end of fiscal term	As of June 30, 2017	– shares	As of March 31, 2017	– shares
3) Average number of shares during the fiscal term (cumulative from beginning of quarter)	Three months ended June 30, 2017	37,220,735 shares	Three months ended June 30, 2016	31,998,537 shares

* These quarterly financial results are outside the scope of quarterly review.

* 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.

Quarterly Consolidated Financial Statements
(1) Quarterly Consolidated Balance Sheets

(Thousands of yen)

	As of March 31, 2017	As of June 30, 2017
Assets		
Current assets		
Cash and deposits	4,950,570	4,598,684
Accounts receivable - trade	54,944	46,835
Merchandise and finished products	180	2,460
Work in process	18,557	24,066
Raw materials and supplies	23,573	23,573
Advance payments - other	136,909	170,635
Other	54,734	56,023
Total current assets	5,239,469	4,922,279
Non-current assets		
Property, plant and equipment		
Facilities attached to buildings, net	38,789	47,891
Machinery and equipment, net	327	293
Tools, furniture and fixtures, net	76,755	72,076
Total property, plant and equipment	115,872	120,261
Intangible assets		
Other	13,789	12,898
Total intangible assets	13,789	12,898
Investments and other assets		
Other	39,169	44,051
Total investments and other assets	39,169	44,051
Total non-current assets	168,831	177,211
Total assets	5,408,300	5,099,490
Liabilities		
Current liabilities		
Accounts payable - trade	22,554	13,323
Accounts payable - other	89,179	50,584
Income taxes payable	24,689	8,802
Other	24,846	26,071
Total current liabilities	161,268	98,782
Non-current liabilities		
Net defined benefit liability	25,219	28,442
Asset retirement obligations	16,552	19,636
Deferred tax liabilities	4,110	4,935
Total non-current liabilities	45,882	53,013
Total liabilities	207,151	151,795

(Thousands of yen)

	As of March 31, 2017	As of June 30, 2017
Net assets		
Shareholders' equity		
Capital stock	3,774,413	3,775,063
Capital surplus	3,757,998	3,758,648
Retained earnings	-2,352,753	-2,616,091
Total shareholders' equity	5,179,658	4,917,620
Subscription rights to shares	20,216	30,074
Non-controlling interests	1,274	-
Total net assets	5,201,149	4,947,694
Total liabilities and net assets	5,408,300	5,099,490

(2) Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statements of Income

For the First Three Months Ended June 30, 2017

(Thousands of yen)

	For the three months ended June 30, 2017
Net sales	90,638
Cost of sales	87,836
Gross profit	2,801
Selling, general and administrative expenses	264,874
Operating loss	-262,073
Non-operating income	
Miscellaneous income	12
Total non-operating income	12
Non-operating expenses	
Foreign exchange losses	80
Total non-operating expenses	80
Ordinary loss	-262,140
Loss before income taxes	-262,140
Income taxes - current	1,647
Income taxes - deferred	825
Total income taxes	2,472
Net loss	-264,612
Net loss attributable to non-controlling interests	-1,274
Net loss attributable to owners of parent	-263,338

Quarterly Consolidated Statements of Comprehensive Income
For the Three Months Ended June 30, 2017

(Thousands of yen)

	For the three months ended June 30, 2017
Net loss	-264,612
Comprehensive income	-264,612
Comprehensive income attributable to :	
Comprehensive income attributable to owners of parent	-263,338
Comprehensive income attributable to non-controlling interests	-1,274