

Consolidated Balance Sheet

(Thousands of yen)

	FY2013 (as of March 31, 2014)
Assets	
Current assets	
Cash and deposits	4,341,264
Accounts receivable — trade	66,126
Merchandise and finished goods	19,669
Work in process	9,932
Raw materials and supplies	170,054
Accounts receivable — other	398,516
Other	60,568
Allowance for doubtful accounts	(362)
Total current assets	5,065,769
Non-current assets	
Property, plant and equipment	
Buildings and structures, net	838,231
Rental assets, net	110,127
Other, net	176,988
Total property, plant and equipment	1,125,347
Intangible assets	50,754
Investments and other assets	192,896
Total non-current assets	1,368,999
Total assets	6,434,768
Liabilities	
Current liabilities	
Accounts payable — trade	26,210
Income taxes payable	26,469
Other	222,277
Total current liabilities	274,956
Non-current liabilities	
Deferred tax liabilities	16,303
Asset retirement obligations	68,762
Other	78,917
Total non-current liabilities	163,983
Total liabilities	438,938
Net assets	
Shareholders' equity	
Capital stock	5,428,919
Capital surplus	5,364,919
Retained earnings	(4,799,064)
Total shareholders' equity	5,994,773
Accumulated other comprehensive income	
Foreign currency translation adjustment	1,055
Total accumulated other comprehensive income	1,055
Total net assets	5,995,828
Total liabilities and net assets	6,434,768

Consolidated Statement of Income

(Thousands of yen)

	FY2013 (from April 1, 2013, to March 31, 2014)
Net sales	456,375
Cost of sales	245,988
Gross profit	210,387
Selling, general and administrative expenses	
Research and development expenses	716,171
Other	648,457
Total selling, general and administrative expenses	1,364,629
Operating loss	(1,154,242)
Non-operating income	
Interest income	372
Subsidy income	465,421
Research consignment income	92,712
Other	22,143
Total non-operating income	580,650
Non-operating expenses	
Interest expenses	4,969
Share issuance cost	31,967
Loss on reduction of non-current assets	71,216
Other	1,135
Total non-operating expenses	109,289
Ordinary loss	(682,881)
Extraordinary income	
Gain on bargain purchase	4,330
Total extraordinary income	4,330
Loss before income taxes and minority interests	(678,550)
Income taxes — current	11,516
Income taxes — deferred	(1,895)
Total income taxes	9,621
Loss before minority interests	(688,171)
Net loss	(688,171)

Consolidated Statement of Comprehensive Income

(Thousands of yen)

	FY2013 (from April 1, 2013, to March 31, 2014)
Loss before minority interests	(688,171)
Other comprehensive income	
Foreign currency translation adjustment	1,055
Total other comprehensive income	1,055
Comprehensive income	(687,116)
(Comprehensive income attributable to)	
Comprehensive income attributable to owners of parent	(687,116)
Comprehensive income attributable to minority interests	—

Consolidated Statement of Changes in Equity

FY2013 (from April 1, 2013 to March 31, 2014)

(Thousands of yen)

	Shareholders' equity			Total shareholders' equity
	Capital stock	Capital surplus	Retained earnings	
Balance at beginning of current period	3,349,075	3,285,075	(4,110,892)	2,523,257
Changes during period				
Issuance of new shares	2,079,844	2,079,844	—	4,159,688
Net loss	—	—	(688,171)	(688,171)
Net changes in items other than shareholders' equity	—	—	—	—
Total changes during period	2,079,844	2,079,844	(688,171)	3,471,516
Balance at end of current period	5,428,919	5,364,919	(4,799,064)	5,994,773

	Accumulated other comprehensive income		Total net assets
	Foreign currency translation adjustment	Total accumulated other comprehensive income	
Balance at beginning of current period	—	—	2,523,257
Changes during period			
Issuance of new shares	—	—	4,159,688
Net loss	—	—	(688,171)
Net changes in items other than shareholders' equity	1,055	1,055	1,055
Total changes during period	1,055	1,055	3,472,571
Balance at end of current period	1,055	1,055	5,995,828

Consolidated Statement of Cash Flows

(Thousands of yen)

	FY2013 (from April 1, 2013, to March 31, 2014)
Cash flows from operating activities	
Loss before income taxes and minority interests	(678,550)
Depreciation and amortization	179,672
Loss on reduction of non-current assets	71,216
Increase (decrease) in allowance for doubtful accounts	219
Interest income	(372)
Interest expenses	4,969
Share issuance cost	31,967
Gain on bargain purchase	(4,330)
Decrease (increase) in accounts receivable — trade	(48,258)
Decrease (increase) in inventories	(18,303)
Increase (decrease) in accounts payable — trade	8,863
Decrease (increase) in accounts receivable — other	(146,409)
Other	71,395
Subtotal	(527,921)
Interest and dividend income received	675
Interest expenses paid	(4,969)
Income taxes paid	(7,373)
Net cash provided by (used in) operating activities	(539,588)
Cash flows from investing activities	
Proceeds from withdrawal of time deposits	400,000
Purchase of property, plant and equipment	(226,614)
Purchase of intangible assets	(17,428)
Purchase of shares of subsidiaries and associates	(6,000)
Payments of loans receivable from subsidiaries and associates	(1,643)
Payments for transfer of business	(15,000)
Other	(11,516)
Net cash provided by (used in) investing activities	121,796
Cash flows from financing activities	
Repayments of long-term loans payable	(55,552)
Proceeds from issuance of common shares	4,159,688
Other	(53,995)
Net cash provided by (used in) financing activities	4,050,140
Effect of exchange rate change on cash and cash equivalents	324
Net increase (decrease) in cash and cash equivalents	3,632,672
Cash and cash equivalents at beginning of period	708,591
Cash and cash equivalents at end of period	4,341,264