

**Non-consolidated Financial Results**  
**for the Fiscal Year Ended June 30, 2017**  
**[Japanese GAAP]**

August 9, 2017

Company name: PeptiDream Inc. Tokyo Stock Exchange  
 Stock code: 4587 URL <http://www.peptidream.com/>  
 Representative: Kiichi Kubota, President  
 Inquiries: Yoshiyuki Sekine, Vice President—Head of Business Administration TEL: +81-3-6262-6061  
 Scheduled date of Ordinary General Meeting of Shareholders: September 27, 2017  
 Scheduled filing date of securities report: September 28, 2017  
 Scheduled starting date of dividend payments: —  
 Supplementary briefing materials on financial results: No  
 Explanatory meeting on financial results: Yes

(Amounts of less than one million yen are rounded down)

**1. Financial Results for the Fiscal Year Ended June 30, 2017 (July 1, 2016 to June 30, 2017)**

(1) Operating results (% indicates changes from the previous corresponding period)

	Net sales		Operating income		Ordinary income		Net income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Fiscal Year ended June 30, 2017	4,895	13.1	2,490	(2.3)	2,624	10.6	1,890	19.6
Fiscal Year ended June 30, 2016	4,327	74.9	2,548	83.2	2,372	58.5	1,581	57.5

	Net income per share	Diluted net income per share	Return on equity	Ordinary income to total assets	Operating income to net sales
	Yen	Yen	%	%	%
Fiscal Year ended June 30, 2017	16.54	14.56	16.9	20.5	50.9
Fiscal Year ended June 30, 2016	14.23	12.26	18.5	24.1	58.9

(Reference) Equity in earnings (losses) of affiliates Fiscal Year ended June 30, 2017: - million yen

Fiscal Year ended June 30, 2016: - million yen

(Note) Based on a resolution made by the Board of Directors of the Company at a meeting held on June 13, 2017, the Company conducted a share split of the Company's common stock at a ratio of 2-for-1, effective July 1, 2017. Net income per share and diluted net income per share are calculated assuming the share split was conducted at the beginning of the previous fiscal year.

(2) Financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of June 30, 2017	13,628	12,180	89.4	106.39
As of June 30, 2016	11,956	10,242	85.6	90.69

(Reference) Equity As of June 30, 2017: 12,178 million yen

As of June 30, 2016: 10,237 million yen

(Note) Based on a resolution made by the Board of Directors of the Company at a meeting held on June 13, 2017, the Company conducted a share split of the Company's common stock at a ratio of 2-for-1, effective July 1, 2017. Net assets per share are calculated assuming the share split was conducted at the beginning of the previous fiscal year.

(3) Cash flows

	Cash flow from operating activities	Cash flow from investing activities	Cash flow from financing activities	Balance of cash and cash equivalents
	Million yen	Million yen	Million yen	Million yen
Fiscal Year ended June 30, 2017	1,530	(1,939)	45	6,556
Fiscal Year ended June 30, 2016	1,533	(981)	1,742	6,909

## 2. Payment of Dividends

	Annual dividends					Total dividends (Annual)	Dividend payout ratio	Dividends to net assets
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Million yen	%	%
Fiscal Year ended June 30, 2016	-	0.00	-	0.00	0.00	-	-	-
Fiscal Year ended June 30, 2017	-	0.00	-	0.00	0.00	-	-	-
Fiscal Year ending June 30, 2018 (forecast)	-	0.00	-	0.00	0.00		-	

## 3. Financial Forecasts for the Fiscal Year Ending June 30, 2018 (July 1, 2017 to June 30, 2018)

	Net sales	Operating income	Ordinary income	Net income
	Million yen	Million yen	Million yen	Million yen
Fiscal Year	7,000 or more	2,900 or more	3,100 or more	2,100 or more

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

### [Notes]

#### (1) Changes in accounting policies, changes in accounting estimates and retrospective restatements

- |                                                                                      |        |
|--------------------------------------------------------------------------------------|--------|
| 1) Changes in accounting policies due to amendment to the accounting standards, etc. | : None |
| 2) Changes in accounting policies other than 1) above                                | : None |
| 3) Changes in accounting estimates                                                   | : None |
| 4) Retrospective restatements                                                        | : None |

#### (2) Number of shares issued (common stock)

- Number of shares issued at the end of the period (including treasury stock)
- Number of treasury stock at the end of the period
- Average number of shares during the period

As of June 30, 2017	114,618,400 Shares	As of June 30, 2016	112,881,600 Shares
As of June 30, 2017	150,200 shares	As of June 30, 2016	- shares
Fiscal Year ended June 30, 2017	114,290,144 shares	Fiscal Year ended June 30, 2016	111,152,409 shares

(Note) Based on a resolution made by the Board of Directors of the Company at a meeting held on June 13, 2017, the Company conducted a share split of the Company's common stock at a ratio of 2-for-1, effective July 1, 2017. Number of shares issued at the end of the period and average number of shares during the period have been calculated as if the stock split was conducted at the beginning of the previous fiscal year. The number of treasury shares at the end of the period includes shares in the Company held by the Trust & Custody Services Bank, Ltd. (Trust Account E) (150,200 shares as of June 30, 2017). In addition, the shares in the Company held by the Trust & Custody Services Bank, Ltd. (Trust Account E) are included in treasury shares excluded from calculating the average number of shares during the period (87,650 shares for the fiscal year ended June 30, 2017).

\* Status of implementation of audit procedures

\*Explanation on the appropriate use of operating forecasts and other special instructions

- Financial forecasts and other statements regarding the future presented in these materials are based on information currently available and certain assumptions deemed to be reasonable, and are not meant to be taken as commitment of the Company to achieve such results. Actual performance may differ substantially due to various factors.
- The Company plans to hold an explanatory meeting on financial results for institutional investors on August 23, 2017.