

Non-consolidated financial statements
(1) Non-consolidated balance sheet

(Thousands of yen)

	As of December 31, 2021	As of June 30, 2022
Assets		
Current assets		
Cash and deposits	3,007,138	2,694,990
Accounts receivable - trade	—	78
Supplies	50,906	59,576
Advance payments to suppliers	261,479	169,210
Prepaid expenses	10,449	22,429
Other	25,516	18,732
Total current assets	3,355,490	2,965,018
Non-current assets		
Property, plant and equipment	5,574	10,945
Intangible assets	796	929
Investments and other assets	2,852	9,683
Total non-current assets	9,223	21,558
Total assets	3,364,713	2,986,577
Liabilities		
Current liabilities		
Accounts payable - other	98,332	58,649
Accrued expenses	34,287	34,161
Income taxes payable	15,694	14,020
Advances received	39,000	46,150
Other	1,359	2,295
Total current liabilities	188,674	155,277
Total liabilities	188,674	155,277
Net assets		
Shareholders' equity		
Share capital	2,350,451	2,439,195
Capital surplus	2,349,451	2,438,195
Retained earnings	△1,527,552	△2,049,081
Total shareholders' equity	3,172,349	2,828,310
Share acquisition rights	3,689	2,989
Total net assets	3,176,039	2,831,299
Total liabilities and net assets	3,364,713	2,986,577

(2) Non-consolidated statement of income (cumulative)

(Thousands of yen)

	Six months ended June 30, 2021	Six months ended June 30, 2022
Business revenue	126,297	620
Business expenses		
Research and development expenses	208,487	400,033
Other selling, general and administrative expenses	104,649	115,734
Total Business expenses	313,137	515,768
Operating loss	△186,840	△515,147
Non-operating income		
Interest income	13	16
Subsidy income	23,333	—
Other	1	90
Total non-operating income	23,348	106
Non-operating expenses		
Share issuance costs	6,931	1,540
Foreign exchange losses	510	3,727
Other	0	—
Total non-operating expenses	7,442	5,267
Ordinary loss	△170,934	△520,309
Loss before income taxes	△170,934	△520,309
Income taxes - current	1,390	1,220
Loss	△172,325	△521,529

(3) Non-consolidated statement of cash flows

(Thousands of yen)

	Six months ended June 30, 2021	Six months ended June 30, 2022
Cash flows from operating activities		
Loss before income taxes	△170,934	△520,309
Depreciation	429	1,421
Interest income	△13	△16
Share issuance costs	6,931	1,540
Decrease (increase) in trade receivables	341	△78
Decrease (increase) in inventories	△38,412	△8,670
Increase (decrease) in advances received	12,500	7,150
Decrease (increase) in advance payments to suppliers	△76,910	92,268
Decrease (increase) in prepaid expenses	△7,799	△12,773
Increase (decrease) in accounts payable - other	△14,348	△45,883
Increase (decrease) in accrued expenses	△2,060	△126
Increase (decrease) in income taxes payable - factor based tax	△7,772	△285
Other, net	22,845	7,719
Subtotal	△275,203	△478,042
Interest and dividends received	13	16
Income taxes paid	△1,702	△2,608
Net cash provided by (used in) operating activities	△276,892	△480,634
Cash flows from investing activities		
Purchase of property, plant and equipment	—	△495
Purchase of intangible assets	—	△230
Payments of guarantee deposits	—	△6,037
Net cash provided by (used in) investing activities	—	△6,762
Cash flows from financing activities		
Proceeds from issuance of shares	247,637	175,249
Net cash provided by (used in) financing activities	247,637	175,249
Effect of exchange rate change on cash and cash equivalents	—	—
Net increase (decrease) in cash and cash equivalents	△29,255	△312,148
Cash and cash equivalents at beginning of period	3,616,677	3,007,138
Cash and cash equivalents at end of period	3,587,421	2,694,990