## Non-consolidated financial statements

## (1) Non-consolidated balance sheet

Accounts receivable - trade  Supplies 55 Advance payments to suppliers 265 Prepaid expenses 110 Other 225 Total current assets 3,355 Non-current assets Property, plant and equipment 110 trangible assets 110 trangible as	(Thous	sands of yen)
Current assets       3,000         Accounts receivable - trade       500         Supplies       50         Advance payments to suppliers       26         Prepaid expenses       11         Other       22         Total current assets       3,355         Non-current assets       1         Property, plant and equipment       9         Intangible assets       3         Investments and other assets       3         Total non-current assets       3         Total assets       3,364         Liabilities       3         Current liabilities       9         Accounts payable - other       9         Accrued expenses       3         Income taxes payable       1         Advance received       3         Other       3         Total current liabilities       18         Total liabilities       18         Net assets       5         Shareholders' equity       5         Share capital       2,350         Capital surplus       2,350	2021 As of June 30,	2022
Cash and deposits       3,000         Accounts receivable - trade       500         Supplies       500         Advance payments to suppliers       260         Prepaid expenses       10         Other       22         Total current assets       3,355         Non-current assets       9         Property, plant and equipment       9         Intangible assets       3         Investments and other assets       3         Total non-current assets       9         Liabilities       3,364         Liabilities       3,364         Liabilities       9         Accounts payable - other       9         Accrued expenses       34         Income taxes payable       11         Advances received       33         Other       3         Total current liabilities       18         Total liabilities       18         Net assets       3         Shareholders' equity       5         Share capital       2,350         Capital surplus       2,350		
Accounts receivable - trade  Supplies 55 Advance payments to suppliers 265 Prepaid expenses 110 Other 225 Total current assets 3,355 Non-current assets Property, plant and equipment 110 Intangible assets 110 Investments and other assets 110 Total assets 110 Total assets 110 Total assets 110 Liabilities Current liabilities Accounts payable - other 110 Accrued expenses 110 Advances received 110 Advances received 110 Other 110 Total current liabilities 118 Total liabilities 118 Total liabilities 118 Net assets Shareholders' equity Share capital 2,350 Capital surplus 2,345		
Supplies         56           Advance payments to suppliers         26           Prepaid expenses         10           Other         29           Total current assets         3,35           Non-current assets         5           Property, plant and equipment         9           Intangible assets         3           Investments and other assets         3           Total non-current assets         9           Total assets         3,364           Liabilities         4           Current liabilities         9           Accounts payable - other         9           Accrued expenses         3           Income taxes payable         15           Advances received         35           Other         3           Total current liabilities         188           Total liabilities         188           Net assets           Shareholders' equity         5           Share capital         2,350           Capital surplus         2,350	,007,138	2,694,990
Advance payments to suppliers       26         Prepaid expenses       10         Other       25         Total current assets       3,355         Non-current assets       5         Property, plant and equipment       5         Intangible assets       2         Investments and other assets       2         Total non-current assets       3,364         Liabilities       3         Current liabilities       90         Accounts payable - other       90         Accrued expenses       30         Income taxes payable       11         Advances received       35         Other       2         Total current liabilities       180         Total liabilities       180         Net assets       5         Shareholders' equity       5         Share capital       2,350         Capital surplus       2,350	_	78
Prepaid expenses         10           Other         25           Total current assets         3,355           Non-current assets         3           Property, plant and equipment         5           Intangible assets         3           Investments and other assets         3           Total non-current assets         3           Total assets         3,366           Liabilities         4           Current liabilities         9           Accounts payable - other         96           Accrued expenses         36           Income taxes payable         15           Advances received         35           Other         35           Total current liabilities         188           Total liabilities         188           Net assets         5hareholders' equity           Share capital         2,350           Capital surplus         2,350	50,906	59,576
Other         25           Total current assets         3,355           Non-current assets         5           Property, plant and equipment         5           Intangible assets         3           Investments and other assets         3           Total non-current assets         3           Total assets         3,364           Liabilities         2           Current liabilities         9           Accounts payable - other         9           Accrued expenses         3           Income taxes payable         11           Advances received         3           Other         3           Total current liabilities         18           Total liabilities         18           Shareholders' equity         5           Share capital         2,350           Capital surplus         2,350	261,479	169,210
Total current assets  Non-current assets  Property, plant and equipment Intangible assets Investments and other assets  Total non-current assets  Total assets  Current liabilities  Current liabilities  Accounts payable - other Accrued expenses Income taxes payable Advances received Other Total current liabilities  Total liabilities  Net assets  Share capital Capital surplus  3,355  3,364  2,356  2,356  2,356  2,356  2,356  2,356  2,356  2,356  2,356  2,356	10,449	22,429
Non-current assets Property, plant and equipment Intangible assets Investments and other assets Total non-current assets  Total assets  Stabilities  Current liabilities  Accounts payable - other Accrued expenses Income taxes payable Advances received Other Total current liabilities  Total liabilities  Net assets  Share capital Capital surplus  Acquipment State Share capital Capital surplus  Acquipment State State State Share capital Capital surplus Acquipment State State State State Share capital Capital surplus State Stat	25,516	18,732
Property, plant and equipment Intangible assets Investments and other assets Total non-current assets  Total assets  Current liabilities  Current liabilities  Accounts payable - other Accrued expenses Income taxes payable Advances received Other  Total current liabilities  Total liabilities  Net assets Shareholders' equity Share capital Capital surplus  Selection  Selection Capital surplus  Selection Capital surplus Capital surplus  Selection Capital surplus Capital surp	,355,490	2,965,018
Intangible assets  Investments and other assets  Total non-current assets  Total assets  Sayable  Current liabilities  Current liabilities  Accounts payable - other Accrued expenses Income taxes payable Advances received Other  Total current liabilities  Total liabilities  188  Total liabilities  Net assets  Shareholders' equity  Share capital Capital surplus  2,356  Capital surplus		
Investments and other assets  Total non-current assets  Total assets  Stabilities  Current liabilities  Accounts payable - other  Accrued expenses Income taxes payable Advances received Other  Total current liabilities  Total liabilities  Net assets  Share holders' equity Share capital Capital surplus  State Accounts payable Advances received Advances	5,574	10,945
Total non-current assets  Total assets  Accounts payable - other  Accrued expenses  Income taxes payable  Advances received  Other  Total current liabilities  Total liabilities  Net assets  Share holders' equity  Share capital  Capital surplus	796	929
Total assets  Liabilities  Current liabilities  Accounts payable - other  Accrued expenses  Income taxes payable  Advances received  Other  Total current liabilities  Total liabilities  Net assets  Share holders' equity  Share capital  Capital surplus  3,364  98  98  98  98  98  98  98  98  98  9	2,852	9,683
Liabilities  Current liabilities  Accounts payable - other  Accrued expenses  Income taxes payable  Advances received  Other  Total current liabilities  Total liabilities  Net assets  Shareholders' equity  Share capital  Capital surplus	9,223	21,558
Current liabilities  Accounts payable - other  Accrued expenses  Income taxes payable  Advances received  Other  Total current liabilities  Total liabilities  Net assets  Shareholders' equity  Share capital  Capital surplus  Capital surplus	,364,713	2,986,577
Accounts payable - other  Accrued expenses 34 Income taxes payable Advances received 35 Other Total current liabilities 188 Total liabilities 188 Net assets Shareholders' equity Share capital Capital surplus 2,356 Capital surplus	•	
Accrued expenses Income taxes payable Advances received 39 Other Total current liabilities Total liabilities Net assets Share holders' equity Share capital Capital surplus 39 39 39 39 39 39 39 39 39 39 39 39 39		
Income taxes payable 15 Advances received 36 Other 5 Total current liabilities 188 Total liabilities 188 Net assets Shareholders' equity Share capital 2,350 Capital surplus 2,349	98,332	58,649
Advances received 39 Other 27 Total current liabilities 188 Total liabilities 188 Net assets Shareholders' equity Share capital 2,356 Capital surplus 2,348	34,287	34,161
Other Total current liabilities Total liabilities  Total liabilities  Net assets Shareholders' equity Share capital Capital surplus  2,356 2,348	15,694	14,020
Total current liabilities 188 Total liabilities 188 Net assets Shareholders' equity Share capital 2,356 Capital surplus 2,348	39,000	46,150
Total liabilities 188  Net assets  Shareholders' equity  Share capital 2,356 Capital surplus 2,349	1,359	2,295
Net assets Shareholders' equity Share capital 2,350 Capital surplus 2,349	188,674	155,277
Shareholders' equity Share capital 2,350 Capital surplus 2,349	188,674	155,277
Share capital 2,350 Capital surplus 2,349		
Capital surplus 2,349		
	,350,451	2,439,195
Poteined comings	,349,451	2,438,195
Retained earnings $\triangle$ 1,527	,527,552	△2,049,081
Total shareholders' equity 3,177	,172,349	2,828,310
Share acquisition rights	3,689	2,989
Total net assets 3,176	,176,039	2,831,299
Total liabilities and net assets 3,364	,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

	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	<del>-</del>	△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
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