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On March 17, 2021, SanBio Co., Ltd. announced earnings results for full-year FY01/21.

Cumulative (JPYmn)	FY01/19				FY01/20				FY01/21				FY01/21	
	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4	% of FY	1H Est.
Operating revenue	158	416	569	742	189	428	424	447	-	-	-	-	-	-
YoY	27.9%	66.3%	53.2%	51.2%	19.5%	2.9%	-25.4%	-39.7%	-	-	-	-	-	-
Operating expenses	1,163	2,031	3,048	4,476	1,438	2,813	4,053	5,933	1,242	2,571	4,188	5,802	-	-
YoY	1.5%	-15.3%	-13.9%	-8.1%	23.7%	38.5%	33.0%	32.6%	-13.6%	-8.6%	3.3%	-2.2%	-	-
Operating expenses / Operating revenue	733.8%	488.8%	535.8%	603.5%	759.4%	657.6%	955.2%	1,326.7%	-	-	-	-	-	-
R&D expenses	972	1,669	2,497	3,721	1,096	2,014	2,862	4,328	857	1,799	2,974	4,072	-	-
YoY	4.7%	-16.6%	-16.8%	-10.5%	12.7%	20.6%	14.6%	16.3%	-21.8%	-10.7%	3.9%	-5.9%	-	-
Other operating expenses	190	362	551	754	343	799	1,191	1,606	385	772	1,214	1,730	-	-
YoY	-12.1%	-9.0%	1.9%	5.9%	80.0%	120.6%	116.1%	112.8%	12.4%	-3.4%	1.9%	7.8%	-	-
Operating profit	-1,004	-1,616	-2,479	-3,734	-1,249	-2,385	-3,629	-5,486	-1,242	-2,571	-4,188	-5,802	-	-2,710
YoY	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Operating profit margin	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Recurring profit	-836	-1,040	-1,548	-2,920	-727	-2,040	-3,271	-5,147	-1,506	-3,206	-4,840	-6,530	-	-2,759
YoY	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Recurring profit margin	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Net income	-838	-1,042	-1,549	-2,921	-736	-2,049	-3,281	-5,158	-1,507	-3,207	-4,842	-3,386	-	-2,760
YoY	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Net margin	-	-	-	-	-	-	-	-	-	-	-	-	-	-

Quarterly (JPYmn)	FY01/19				FY01/20				FY01/21				FY01/21	
	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4	% of FY	FY Est.
Operating revenue	158	257	153	173	189	238	-3	23	-	-	-	-	-	-
YoY	27.9%	104.0%	26.3%	44.9%	19.5%	-7.3%	-102.2%	-86.8%	-	-	-	-	-	-
SG&A expenses	1,163	869	1,017	1,427	1,438	1,375	1,240	1,880	1,242	1,329	1,617	1,613	-	-
YoY	1.5%	-30.7%	-10.9%	7.5%	23.7%	58.3%	22.0%	31.7%	-13.6%	-3.3%	30.4%	-14.2%	-	-
Operating expenses / Operating revenue	733.8%	337.8%	663.3%	826.4%	759.4%	576.7%	-	-	-	-	-	-	-	-
R&D expenses	972	697	828	1,224	1,096	918	849	1,465	857	941	1,176	1,097	-	-
YoY	4.7%	-35.0%	-17.1%	5.8%	12.7%	31.8%	2.5%	19.7%	-21.8%	2.6%	38.5%	-25.1%	-	-
Other operating expenses	190	172	189	203	343	457	392	415	385	387	442	516	-	-
YoY	-12.1%	-5.2%	32.0%	18.4%	80.0%	165.5%	107.4%	103.8%	12.4%	-15.2%	12.8%	24.5%	-	-
Operating profit	-1,004	-612	-864	-1,255	-1,249	-1,136	-1,244	-1,857	-1,242	-1,329	-1,617	-1,613	-	-5,761
YoY	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Operating profit margin	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Recurring profit	-836	-204	-508	-1,372	-727	-1,312	-1,232	-1,875	-1,506	-1,700	-1,634	-1,691	-	-6,490
YoY	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Recurring profit margin	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Net income	-838	-204	-508	-1,371	-736	-1,313	-1,232	-1,877	-1,507	-1,700	-1,634	1,456	-	-3,363
YoY	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Net margin	-	-	-	-	-	-	-	-	-	-	-	-	-	-

Source: Shared Research based on company data

Note: Figures may differ from company data due to differences in rounding methods.

Full-year FY01/21 results

- ▷ Operating loss JPY5.8bn (JPY5.5bn loss in FY01/20)
- ▷ Recurring loss JPY6.5bn (JPY5.1bn loss in FY01/20)
- ▷ Net loss* JPY3.4bn (JPY5.2bn loss in FY01/20)

*Net loss attributable to owners of the parent

- ▷ The company did not generate operating revenue in FY01/21.
- ▷ Operating loss: JPY5.8bn (JPY5.5bn operating loss in FY01/20). R&D expenses totaled JPY4.1bn (versus JPY4.3bn in FY01/20) for manufacturing expenses in preparation for applying for approval of the SB623 development program targeting chronic motor deficit from traumatic brain injury (TBI).
- ▷ Non-operating income: The company booked non-operating expenses of JPY634mn due to foreign exchange losses resulting from forex market fluctuations. The forex losses were from foreign currency denominated assets.
- ▷ Recurring loss: Recurring loss widened by JPY1.4bn to JPY6.5bn due mainly to the increase in non-operating expenses.
- ▷ Progress versus forecast: Operating loss stood at 100.7% of recent company full-year forecast, recurring loss at 84.5%, and net loss attributable to owners of the parent at 100.7%.

Full-year company forecast

Earnings (JPYmn)	FY01/20			FY01/21			FY01/22		
	1H Act.	2H Act.	FY Act.	1H Act.	2H Act.	FY Act.	1H Est.	2H Est.	FY Est.
Operating revenue	428	19	447	-	-	-	-	-	-
YoY	2.9%	-94.0%	-39.7%	-	-	-	-	-	-
Operating expenses	2,813	3,120	5,933	2,571	3,231	5,802			
YoY	38.5%	27.7%	32.6%	-8.6%	3.5%	-2.2%			
Operating expenses / Operating revenue	657.6%	16,036.2%	1,326.7%	-	-	-			
Cost of revenue	-	-	-	-	-	-			
YoY	-	-	-	-	-	-			
R&D expenses	2,014	2,314	4,328	1,799	2,273	4,072			
YoY	20.6%	12.8%	16.3%	-10.7%	-1.8%	-5.9%			
Other operating expenses	799	806	1,606	772	958	1,730			
YoY	120.6%	105.6%	112.8%	-3.4%	18.8%	7.8%			
Operating profit	-2,385	-3,101	-5,486	-2,571	-3,231	-5,802	-3,492	-2,294	-5,786
YoY	-	-	-	-	-	-	-	-	-
Operating profit margin	-	-	-	-	-	-	-	-	-
Recurring profit	-2,040	-3,107	-5,147	-3,206	-3,325	-6,530	-3,550	-2,326	-5,876
YoY	-	-	-	-	-	-	-	-	-
Recurring profit margin	-	-	-	-	-	-	-	-	-
Net income	-2,049	-3,109	-5,158	-3,207	-179	-3,386	-3,551	-2,326	-5,877
YoY	-	-	-	-	-	-	-	-	-
Net margin	-	-	-	-	-	-	-	-	-

Source: Shared Research based on company data

Note: Figures may differ from company data due to differences in rounding methods.

- ▷ FY01/22 company forecast: The company does not expect to generate operating revenue in FY01/22. It forecasts operating loss of JPY5.8bn (versus JPY5.8bn loss in FY01/21), recurring loss of JPY5.9bn (JPY6.5bn loss), and net loss attributable to owners of the parent of JPY5.9bn (JPY3.4bn loss).

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Contact Details

Shared Research Inc.

3-31-12 Sendagi Bunkyo-ku Tokyo, Japan

<https://sharedresearch.jp>

Phone: +81 (0)3 5834-8787

Email: info@sharedresearch.jp