

Balance Sheet  
Pola Pharma Inc.  
As of March 31, 2019

(JPY)

<b>Assets</b>	
<b>Current Assets</b>	
Cash and Deposits	1,110,101,121
Trade Receivable	4,004,097,018
Inventories	2,025,652,355
Inter-Company Loan	1,600,000,000
Other Short-term assets	263,667,544
<b>Total Current Assets</b>	<b>9,003,518,038</b>
<b>Non-Current Assets</b>	
<b>Property and Equipment</b>	
Buildings	
Leasehold Improvement	4,792,592
Machinery & Equipment	0
Office Equipment	13,810,774
Accumulated impairment	(18,603,366)
<b>Total Property and Equipment</b>	<b>0</b>
<b>Stock investment in Subsidiaries</b>	<b>765,915,851</b>
<b>Other Assets</b>	<b>124,369,913</b>
<b>Total Non-Current Assets</b>	<b>890,285,764</b>
<b>Total Assets</b>	<b>9,893,803,802</b>
<b>Liabilities</b>	
<b>Current Liabilities</b>	
Trade Payable	1,266,526,606
Non-Trade Accounts Payable	597,568,625
Provision for Income tax	17,182,657
Other Liabilities	499,783,110
<b>Total Current Liabilities</b>	<b>2,381,060,998</b>
<b>Non-Current Liabilities</b>	
Advance received	1,300,000,000
<b>Total Non-Current Liabilities</b>	<b>1,300,000,000</b>
<b>Total Liability</b>	<b>3,681,060,998</b>
<b>Equity</b>	
<b>Equity</b>	
Share Capital	100,000,000
Capital Reserve	6,432,019,108
Deficits	(319,276,304)
<b>Total Equity</b>	<b>6,212,742,804</b>
<b>Total Liabilities and Equity</b>	<b>9,893,803,802</b>

## Income Statements

Pola Pharma Inc.

From January 1, 2019

To March 31, 2019

(JPY)

Product Sales		2,349,561,097
Cost of Sales		1,682,848,424
<b>Gross Profit</b>		<b>666,712,673</b>
Selling, General and Administrative Expenses		
Personnel Expenses		518,872,949
Research and Development		26,951,414
Other Operating Expenses		526,135,208
<b>Total Selling, General and Administrative Expenses</b>		<b>1,071,959,571</b>
<b>Operating Loss</b>		<b>(405,246,898)</b>
Non-Operating Income		
Interest Income	810,967	
Miscellaneous Income	621,616	
Total Non-Operating Income		1,432,583
<b>Ordinary Loss</b>		<b>(403,814,315)</b>
Extraordinary Gain	300,000,000	
<b>Extraordinary Gain</b>		<b>300,000,000</b>
Loss before Income Tax		(103,814,315)
Income Tax		17,375,857
Net Loss		(121,190,172)

## Statements of Shareholders' Equity

Pola Pharma Inc.

From January 1, 2019

To March 31, 2019

<JPY>

	Share Capital	Capital Reserve	Retained Earnings	Total Shareholders'
Balance at December 31st, 2018	100,000,000	6,432,019,108	(198,086,132)	6,333,932,976
Changes of items during the period				
Net Income (Loss)			(121,190,172)	(121,190,172)
Total changes of items during the period	0	0	(121,190,172)	(121,190,172)
Balance at March 31st, 2019	<u>100,000,000</u>	<u>6,432,019,108</u>	<u>(319,276,304)</u>	<u>6,212,742,804</u>