This PDF document is an updated note on the company. A comprehensive version of the report on the company, including this latest update, is available on our website and various professional platforms.

On **June 13, 2018**, Solasia Pharma announced it has entered into a committed credit line agreement.

The company announced it has resolved in the Board of Directors meeting held on the same day to enter into a committed credit line agreement with Sumitomo Mitsui Banking Corporation (SMBC).

Solasia has been meeting its needs for working capital under a financial strategy of utilizing cash and cash equivalents (JPY2.8 bn as of March 31, 2018) and overdraft facilities (total of JPY2.6 bn; signed in November 2017). Regarding the signing of the committed line of credit, after discussions with SMBC and the bank's assessment of Solasia's businesses, the company was able to secure an additional loan capacity without collateral. Solasia thinks the agreement will be beneficial to its financial strategy from the standpoint of further diversification and financial resource enhancement.

Terms of the agreement

Contracting party: Sumitomo Mitsui Banking Corporation

Maximum loan amount:	JPY1.0bn
Contract date:	June 15, 2018
Maturity date:	December 30, 2019
Collateral:	None

The impact of this agreement on earnings is negligible, and the company has not changed its consolidated FY12/18 earnings forecasts announced on February 9, 2018.

On **the same day**, the company announced a development plan for pipeline product SP-04 (drug for cancer chemotherapy induced peripheral neuropathy, brand name: PledOx®).

Solasia announced a development plan for SP-04 in Japan, South Korea, Taiwan, and Hong Kong as follows.

The licensor PledPharma AB (headquartered in Stockholm, Sweden; Stockholm Stock Exchange: PLED) has already completed Phase II clinical trials for SP-04 in Europe and the US as well as Phase I clinical trials in the US that included Japanese healthy volunteers.

Of the regions where Solasia holds development rights, the company will begin Phase III clinical trials in Japan, South Korea, Taiwan, and Hong Kong in 2H FY12/18. These trials will be a part of the global Phase III clinical trials led by PledPharma, which have evolved from the latter's Phase III clinical trials to begin in the US and Europe.

The overview of the Phase III clinical development plan has been set as follows, based on the consultation with the European Medicines Agency (EMA), the US Food and Drug Administration (FDA), and the Pharmaceuticals and Medical Devices Agency (PMDA).

Trials overview

- ▷ Description: Phase III, global, multicenter, double-blind, randomized, placebo-controlled study
- ▷ Purpose: Study the effect of suppressing peripheral neuropathy associated with administration of oxaliplatin (via PledOx® administration) in comparison with a placebo
- ▷ Study design
  - ➢ POLAR-M study: Targets colorectal cancer patients who undergo FOLFOX therapy with distant metastases
  - ➢ POLAR-A study: Targets colorectal cancer patients who undergo FOLFOX therapy as an adjuvant therapy for postoperative surgery

- ▷ Primary outcome measures: For both the POLAR-M and POLAR-A studies, evaluate the ratio of subjects with moderate or higher chronic peripheral neuropathy at 9 months after the administration of SP-04 (first day of FOLFOX therapy)
- ▷ Estimated enrollment: 420 patients for POLAR-M study (120 patients in Solasia's regions), 280 patients for POLAR-A study (80 patients)

The impact of this development has been factored into Solasia's consolidated FY12/18 earnings forecasts announced on February 9, 2018. The forecasts remain unchanged.

This note is the most recent addition to the full report.

We offer corporate clients comprehensive report coverage, a service that allows them to better inform investors and other stakeholders by presenting a continuously updated third-party view of business fundamentals, independent of investment biases. Shared Research can be found on the web at http://www.sharedresearch.jp.

Disclaimer

This document is provided for informational purposes only. No investment opinion or advice is provided, intended, or solicited. Shared Research Inc. offers no warranty, either expressed or implied, regarding the veracity of data or interpretations of data included in this report. We shall not be held responsible for any damage caused by the use of this report.

 Our officers and employees may currently, or in the future, have a position in securities of the companies mentioned in this report, which may affect this report's objectivity.

Japanese Financial Instruments and Exchange Law (FIEL) Disclaimer

The report has been prepared by Shared Research under a contract with the company described in this report ("the company"). Opinions and views presented are ours where so stated. Such opinions and views attributed to the company are interpretations made by Shared Research. We represent that if this report is deemed to include an opinion by us that could influence investment decisions in the company, such opinion may be in exchange for consideration or promise of consideration from the company to Shared Research.

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