



UBIC's AI-based Technology

Presenter: Hideki Takeda

Corporate Officer, CTO Director, Behavior Informatics Laboratories of UBIC Director of UBIC MEDICAL

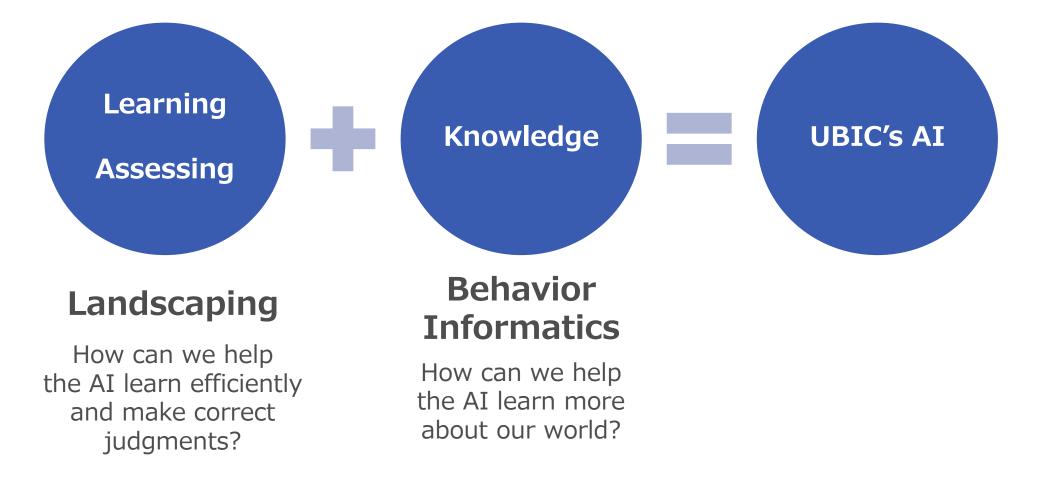
Date: Nov. 13, 2015



©UBIC, Inc. 2015 All Rights Reserved

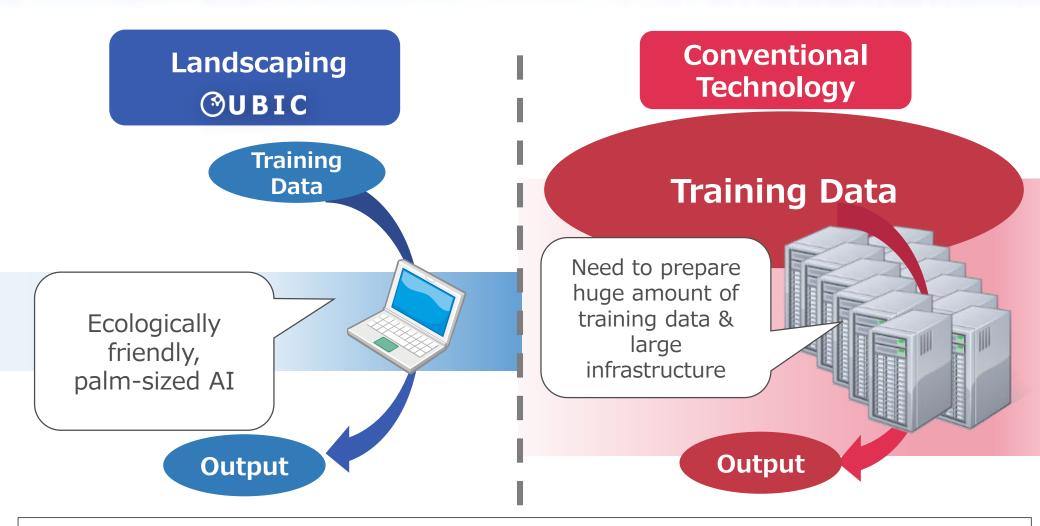
UBIC, Inc. Proprietary and Confidential.

The elements of UBIC's AI



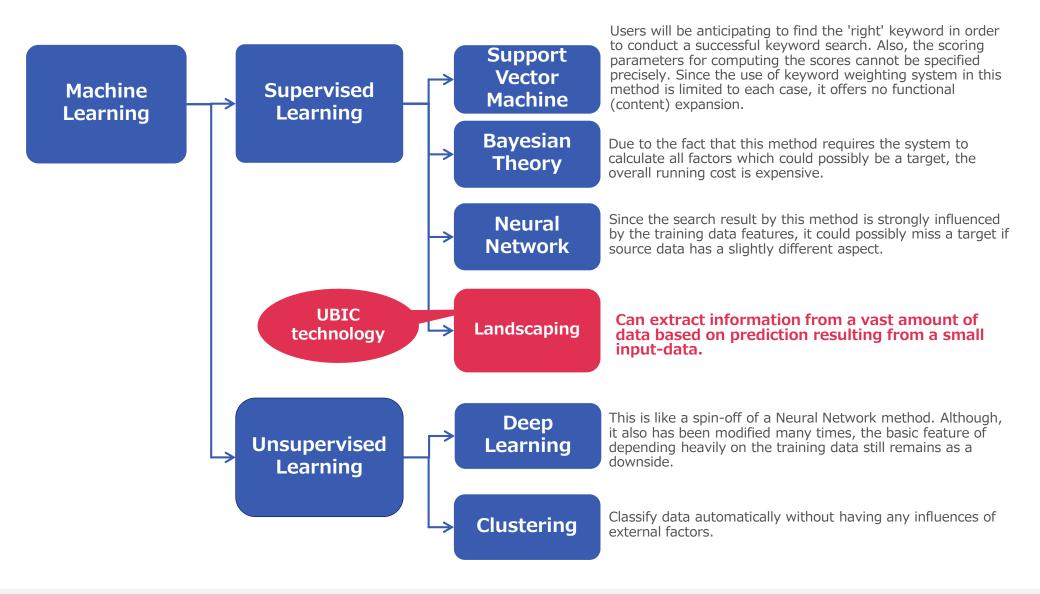
() U B

Small quantity of input - sort out big data



Even though users have to sort out vast amount of data for their first time, they can easily do this with our AI, for it requires only a small amount of input data to develop intelligence, and installation cost is lower than conventional ones.

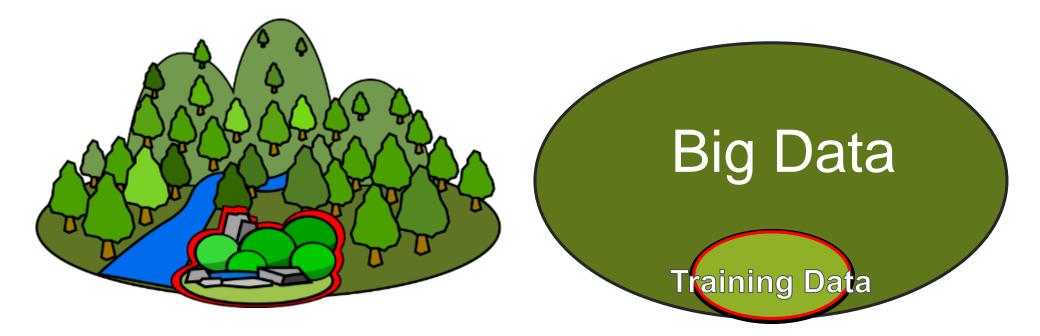
What is Landscaping?











Just like how the terrain under your feet at a Japanese garden blends with the entire landscape, the training data's vision and perspective can reflect the universe of big data.

() U B 1

Landscaping

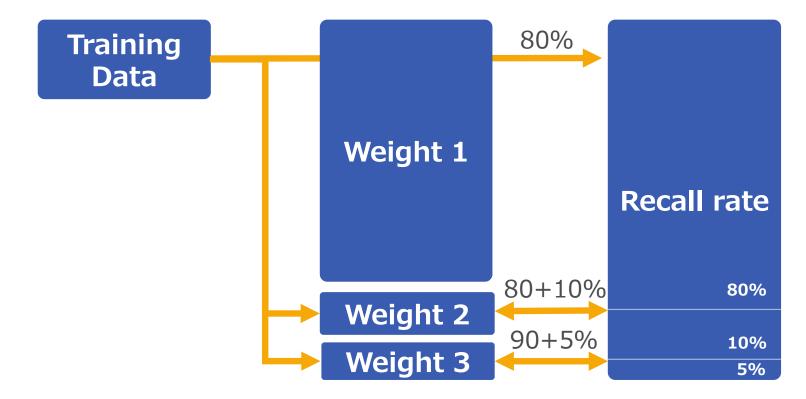
A cut-out from a large landscape picture would show artistic expressions depending on where the cut was made. UBIC's AI can detect such kind of sense of beauty and learn from it intelligently.

 (\mathfrak{S})

UΒ

What is landscaping? - Weight Refinement

The system can automatically optimize search by selecting necessary keywords and weighting them adequately.



Data's recall rate = a mechanism that works to maintain precision while automatically aiming toward a more comprehensive search.

What is landscaping? - Mutual Information

Mutual Information is a basic information that appropriately expresses the connection between "important documents" and "existence of keyword in the document".

An Example of Naive Bayes vs. Mutual Information

• Naive Bayes:

The probability of important documents given that a specific keyword exists in them. ⇒Only a portion is taken into account.

• Mutual Information:

This takes into account both factors which are "existing keyword in a document" and "important document."

 \Rightarrow More complete and comprehensive.

	Keyword <mark>exists</mark>	Keyword does not exist
It is an important document	True Positive	False Negative
It is an unimportant document	False Positive	True Negative

Even if the input data is small, AI can enhance the adequacy of its judgment by this wide search zone.

Grant Programs of Japan Agency for Medical Research and Development (AMED)

Japan Agency for Medical Research and Development

is an independent administrative institution under the jurisdiction of the Cabinet Office. With an aim to accelerate the operational flow from basic research to practical application, AMED engages in medical R&D and establishment/maintenance of medical research environment which takes place at universities and research institutions nationwide.

Budget as of FY2015: JPY 124,800,000,000

 $(\mathfrak{O} \mathbf{U} \mathbf{B} \mathbf{I} \mathbf{C})$

UBIC MEDICAL chosen to take part in project commissioned by AMED

In this project, we will be cooperating with leading partners in the medical field: Keio University. We aim to develop a medical device that can assess the mental symptoms objectively in real time.



institution to cooperate Keio Gijuku Advanced Media, Inc. UBIC MEDICAL, Inc. System Friend K. K. SemcoTechno K. K. SoftBankCorporation Japan Microsoft Co., Ltd.

About Keio University:

Founded in 1920 as the first Japanese private university. Formerly known as School of Western Studies from 1858. Established the Medical school in 1873, and added official university medical departments in 1917. The Keio University Hospital was founded in 1920. As one of the leading medical educational institutions of the nation, Keio University has been producing many qualified doctors to the world. Statistics as of May 1, 2015: 28,855 students and 10 departments.

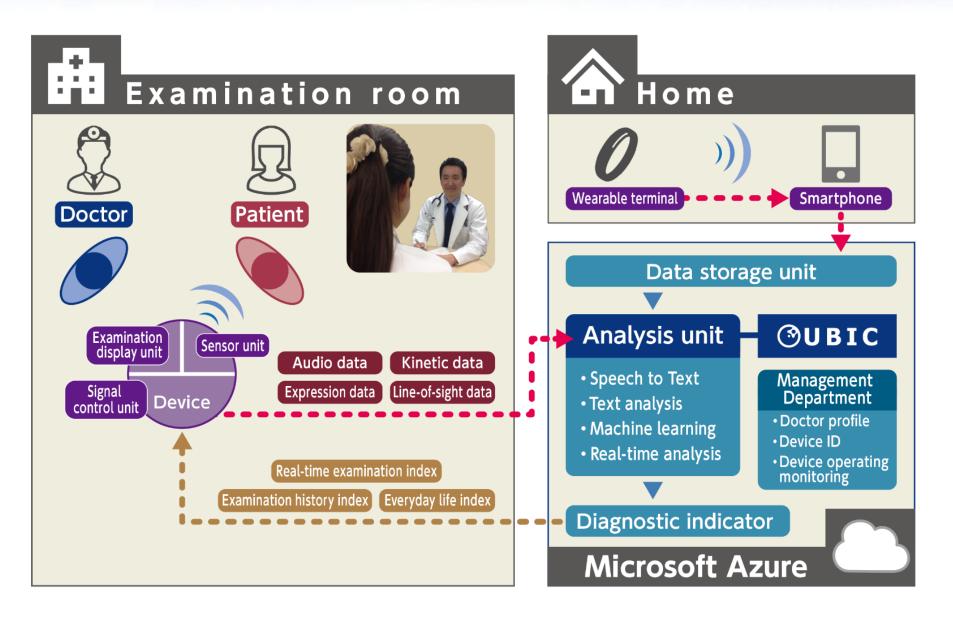
() U B



PROMPT

Project for Objective Measures using computational Psychiatry Technology

Project outline



 $\bigcirc UBIC$

A visit to a psychiatrist



Today, psychiatrists generally interview and listen to their patients. However; many psychiatric critics argue that such method poses many problems.

- Usually, the psychiatrist's subjectively-based assessment would determine the severity of the illness.
- The assessments can vary greatly among doctors.
- Diagnostic delay in mental ailments; the acceptable time to start a treatment is yet ambiguous; configuration of a treatment are based on the doctor's experience and feelings; etc.
- <u>No</u> clear measurements to allow doctors to assess the outcome or impact of drug effect.

Psychiatric diagnosis are primarily based on the doctor's personal skills. Unlike other medical treatments, it is difficult to give an "objective" assessment.

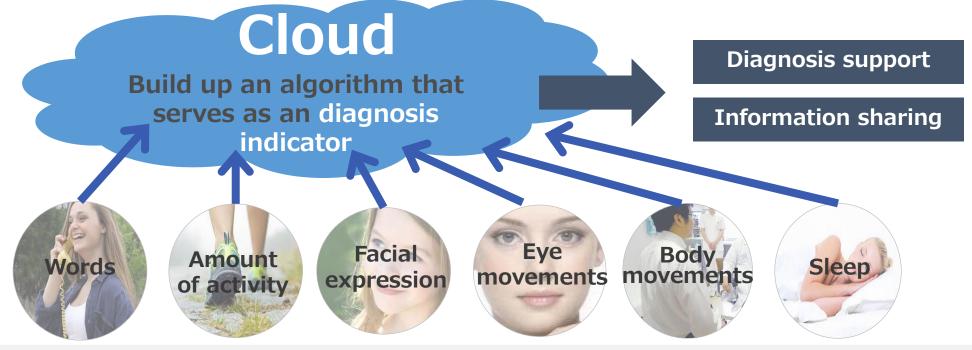
©UBIC, Inc. 2015 All Rights Reserved

(୬UB1

Conversation analysis with AI

With our proven track record of analyzing electronic medical records, and ESI for eDiscovery, UBIC MEDICAL launches on a project focusing on analyzing data (text data) that had been extracted from patient's spoken dialogue, so as to estimate the severity of the mental illness "objectively".

After bringing together all of the findings from each company, we will apply the latest technology to the project to quantify—the patient's everyday life, conversation, verbal sounds, facial expression—to enhance the level of objectivity. We will then develop an indicator which serves to show severity of mental illness, by executing machine learning by using multi modal data.



() U B 1

Lit i View PATENT EXPLORER

an AI-based Intellectual Property Strategy Support System

OUBIC

The issues managers of IP department encounters

Having a problem?

In order to protect the company's original technology, we need assistance from an expert who has advanced skills in order to carry out a patent survey.

Need advanced and professional skills

Since the scope of technological information involved in a patent survey is wide, we will have to look through a broader range of data.

Massive amount of data

We outsource our document review because the task is complex. However, it is costly and is taking a lot of time.

Increase in time and cost

Resolving the issue

Issues of IP Manager

Immense data

Require advanced knowledge and expert skills

Increase in time and cost

() U B I

Solve issues by using AI technology ! Lit i View PATENT EXPLORER

Prioritize massive amount of data to boost operational efficiency. Can analyze data based on exceptional tacit knowledge, instead of depending on skill of an individual.

A new approach to enhance the precision level and review speed.

PATENT EXPLORER Features

AI-based technology

The PATENT EXPLORER is equipped with UBIC's original AI that have been upgraded by meeting the actual demands of speed and precision required in a litigation or fraud investigation.

Can dramatically improve productivity rate of a document review.

Can boost efficiency on your patent survey because PATENT EXPLORER can go through a learning process where it acquires tacit knowledge and gains the ability to make judgements like an expert.

High Precision

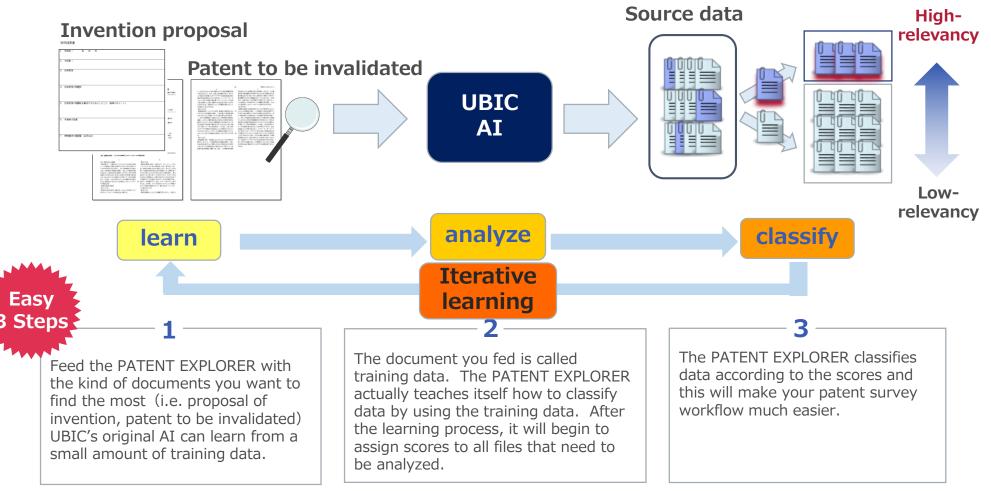
Our development goes a step further from the conventional search: keyword search, similarity search, and conceptual search. Our software can obtain higher precision by feeding on user's feedbacks during its iterative re-learning process.

Prospects of expanding into various areas.

Whether it is a prior-art search or an invalidity search, the PATENT EXPLORER will extract the data which you need with more efficiency.

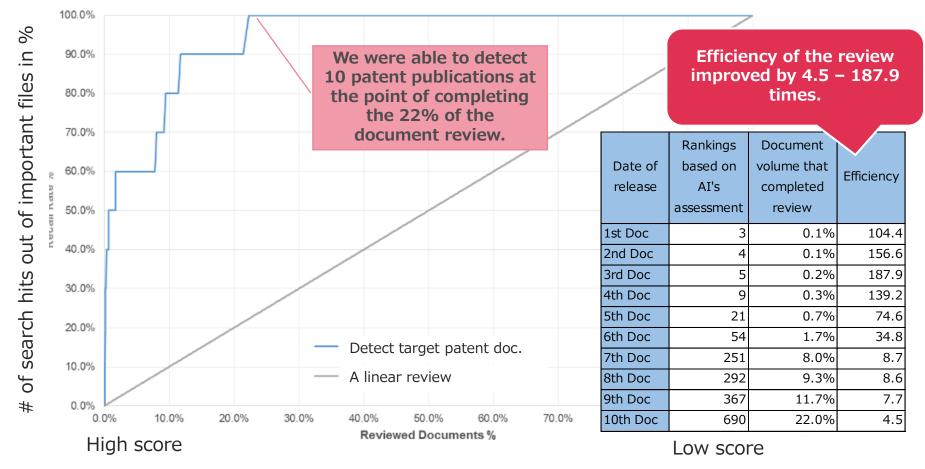
PATENT EXPLORER: the data analysis workflow

You can gather some target data and let the PATENT EXPLORER learn from them. It will then gain the ability to classify documents automatically, and at the end show you paragraphs that it found to be highly relevant to your target. In addition, it can go through an iterative re-learning process to improve its precision level.



Verify efficiency of case study A

According to the case study, the AI was able to detect 10 out of 3,132 cases of patent documents. (Only Y patent document was set as the search source, but the document search can also be accomplished by using a mix of Y and X patent documents as the search source.)



Reviewed Documents Ratio vs Recall Rate

Review completion in % (reviewing in order from highly prioritized paragraphs)

()) U B 1

Patent Information Fair and Conference

Name: 2015 Patent Information and Fair Conference http://www.pifc.jp/



- Date: November 4-6, 2015 Wed-Fri (3 days)
- Time: 10:00 17:00

Venue: Science Museum (Kitanomaru Park, Tokyo)

Organizers: Japan Institute for Promoting Invention and Innovation, Japan Patent Information Organization, Fuji Sankei Business i, Sankei Shimbun Co., Ltd.

Patent Information Fair and Conference: UBIC Exhibition Booth

A mini-seminar was held every 30 minutes at our booth to introduce Lit i View PATENT EXPLORER. According to the Nikkei Newspaper dated October 29th, many people traveled a distance to visit the booths, and the aisles were crowded with people.



Patent Information Fair and Conference: Business presentation

On November 6th, Takeda Hideki, CTO of UBIC spoke about "UBIC's latest case studies which reveals how the data analysis utilizing AI made the patent survey easier." Guest speaker and joint partner, Yousuke Morita of Toyota Technical Development, joined to share about the results brought forth by PATENT EXPLORER via verification experiments during the development phase and also talked about what kind of effects we can anticipate. With arrival of 170 guests, the 90 seats of the conference room were soon filled. The organizers took account of this and changed the location to a wider hall.



This presentation was prepared by:

Meisan Takahama building 7F, 2-12-23, Kounan, Minato-ku, Tokyo 108-0075, Japan

> TEL: 03-5463-7577 FAX: 03-5463-7578

Safe Harbor Statement

This presentation contains forward-looking statements, including financial projections. In some cases, you can identify forward-looking statements by terms such as "may," "will," "should," "could," "would," "expects," "plans," "anticipates," "believes," "estimates," "projects," "predicts," "potential," and similar expressions. Forward-looking statements involve risks and uncertainties that may cause actual results, performance or financial condition to be materially different from the expectations of future results, performance or financial condition expressed or implied in any forward-looking statements. Such factors include, but are not limited to the following: UBIC's goals and strategies; UBIC's expansion plans; the expected growth of the data center services market; expectations regarding demand for, and market acceptance of, UBIC's services; UBIC's expectations regarding keeping and strengthening its relationships with customers; UBIC's plans to invest in research and development to enhance its solution and service offerings; and general economic and business conditions in the regions where UBIC provides solutions and services. Further information regarding these and other risks is included in UBIC's reports filed with, or furnished to the Securities and Exchange Commission. Actual outcomes and results may differ materially from what is expressed or forecasted in such forward-looking statements due to numerous potential risks and uncertainties. Forward-looking statements made during this presentation speak only as of the date on which they are made, and we do not undertake any obligation to update any forward-looking statement to reflect events or circumstances after the date of this presentation.

The Company makes no expressed or implied representation or warranty as to whether it can attain the projected financial information or the accuracy of any other forward-looking statements set forth in this presentation or as to the accuracy or completeness of the assumptions from which the forward-looking statements are derived. The Company does not have any obligation to update or revise any forward-looking statement to reflect any change in its expectations or any change in events, conditions, or circumstances on which any such statement is based.