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H1 2017 Results

Webcast presentation | 28 July 2017

Disclaimer

This presentation contains forward-looking statements, including (without limitation) statements concerning the progress of our clinical pipeline, the slides captioned "Filgotinib" "Clinical pipeline" "More triple combinations coming" "6 CF patient studies" "FLORA: topline Q3 '17" "Other clinical news flow" and "Outlook", statements regarding the development of the triple combination therapy CF program, statements regarding the expected timing, design and readouts of ongoing and planned clinical trials (i) with filgotinib in RA, IBD, and other potential indications (ii) in the CF program, (iii) with GLPG1690 in IPF, (iv) with GLPG1972 in OA, (v) with MOR106 in atopic dermatitis, and expectations regarding the commercial potential of our product candidates. When used in this presentation, the words "anticipate," "believe," "can," "could," "estimate," "expect," "intend," "is designed to," "may," "might," "will," "plan," "potential," "possible," "predict," "objective," "should," and similar expressions are intended to identify forward-looking statements.

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H1 2017 Results

• **Operational highlights**	Onno van de Stolpe, CEO Piet Wigerinck, CSO
• Financial highlights	Bart Filius, CFO
• 2017 Outlook	Onno van de Stolpe

H1 2017: Solid R&D progress

- Filgotinib: consistent results with DARWIN 3 in RA
- Filgotinib: rollout of multiple Ph 2 studies, more expected
- CF: completion of Ph 1 for components of 1st triple combo
- IPF: orphan status in US for ‘1690, FLORA completed
- OA: 1st dosing ‘1972 in US patients, Servier opt-in ex-US
- 3 new PCCs = 7 proprietary development assets
- 30 June cash ~ €1.3 billion
- Hire of Michele Manto as SVP Commercial Operations

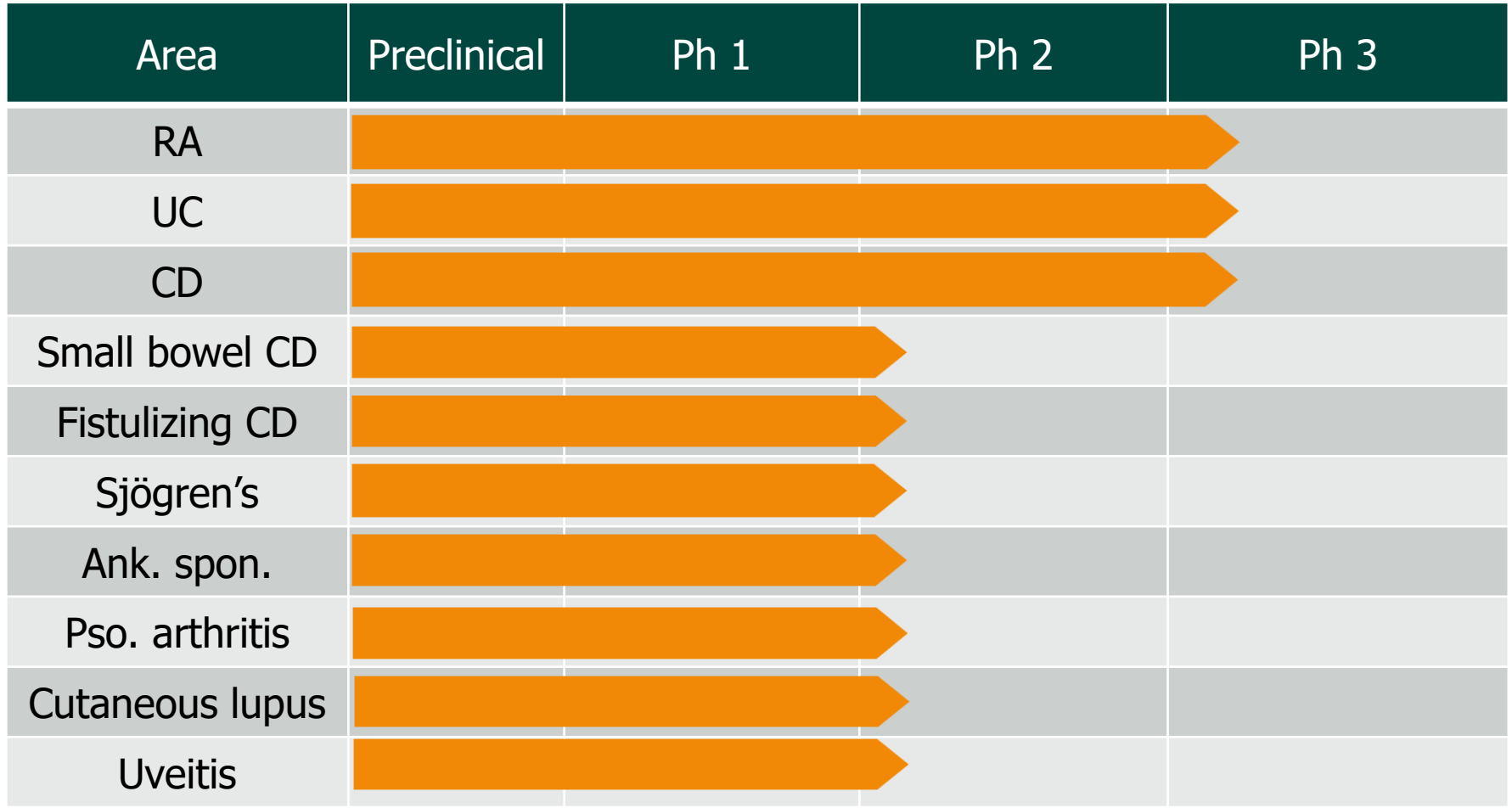
Servier opt-in '1972

- Servier
  - worldwide commercial rights, all indications, ex-US
  - obligation to develop in the clinic
- Galapagos
  - €6 million license fee today
  - total collaboration milestones of €290M
  - future GLPG1972 milestones of €200M
  - US commercial rights
  - royalties on ex-US commercial sales

Phase 2 studies being planned

Filgotinib

Unlocking value in inflammatory diseases



More PoC studies planned

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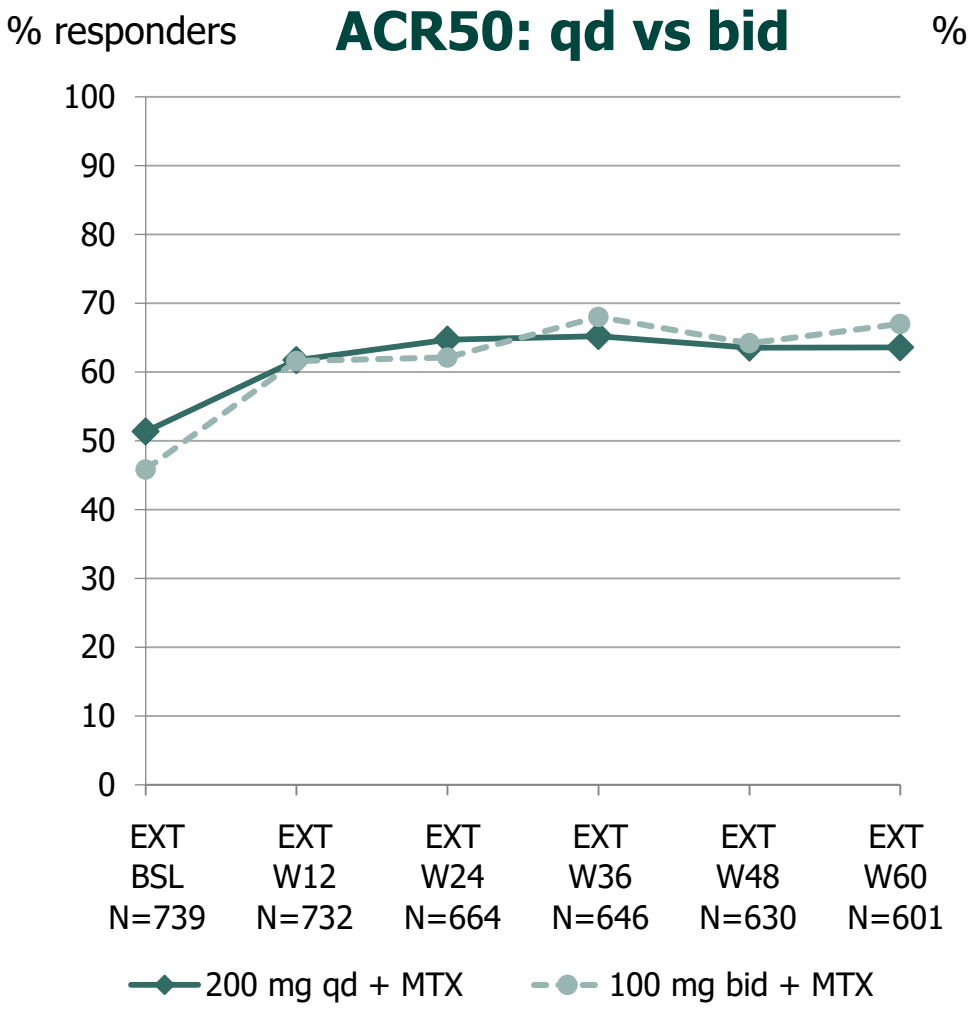
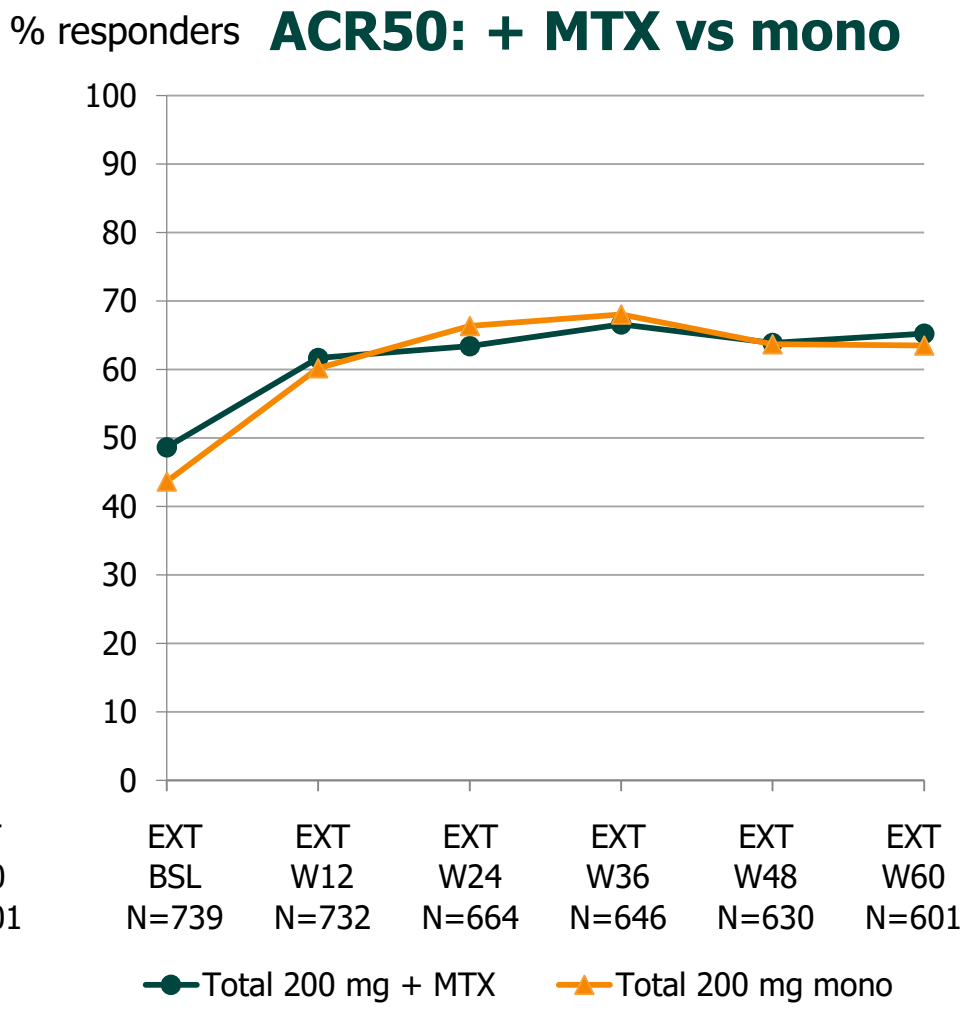
Similar qd vs bid, +MTX vs mono

DARWIN 3, week 60 observed case





Observed case = observed results without any imputation of missing data

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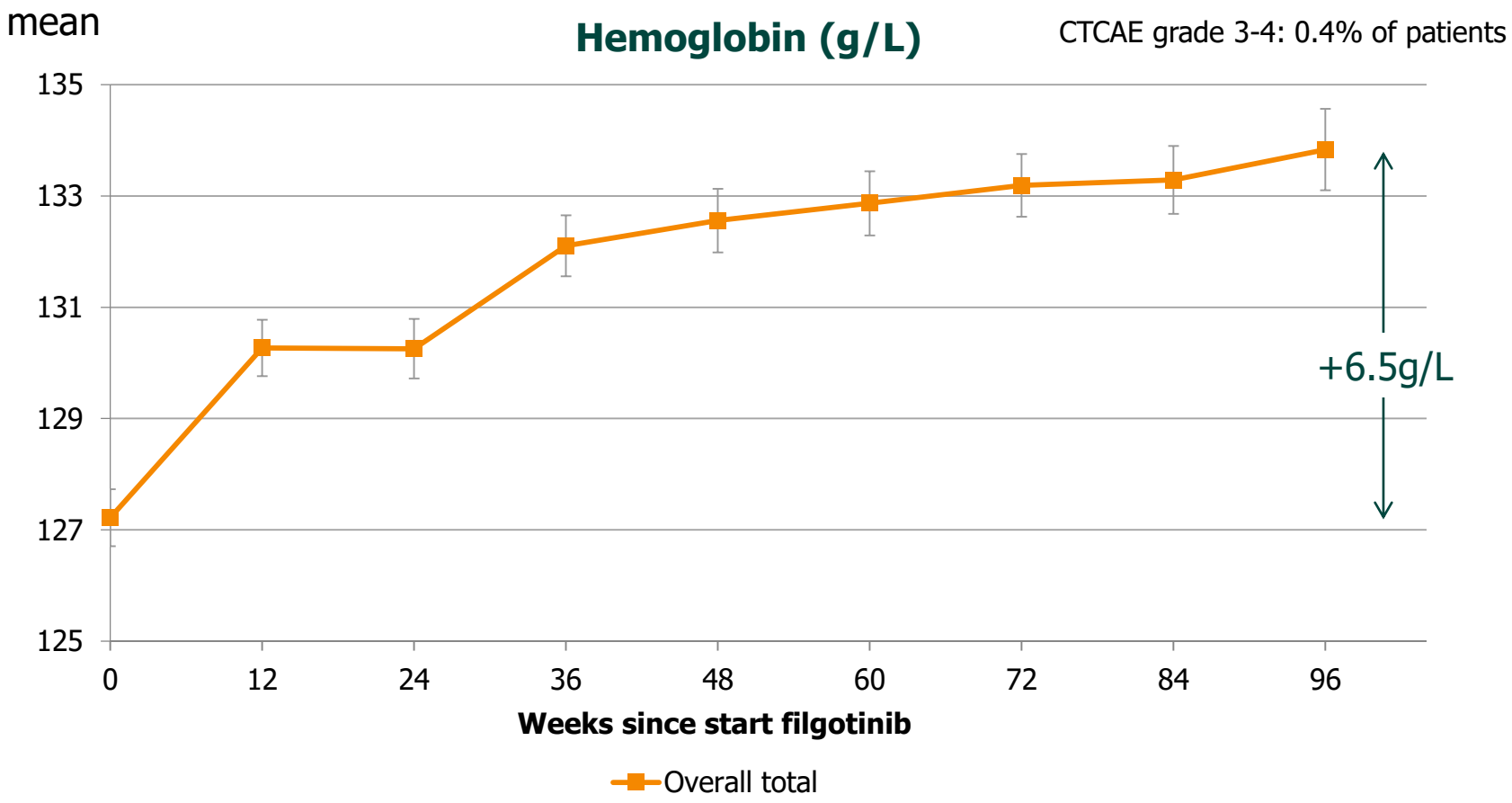
Improved hemoglobin
DARWIN 1, 2, and 3 over time



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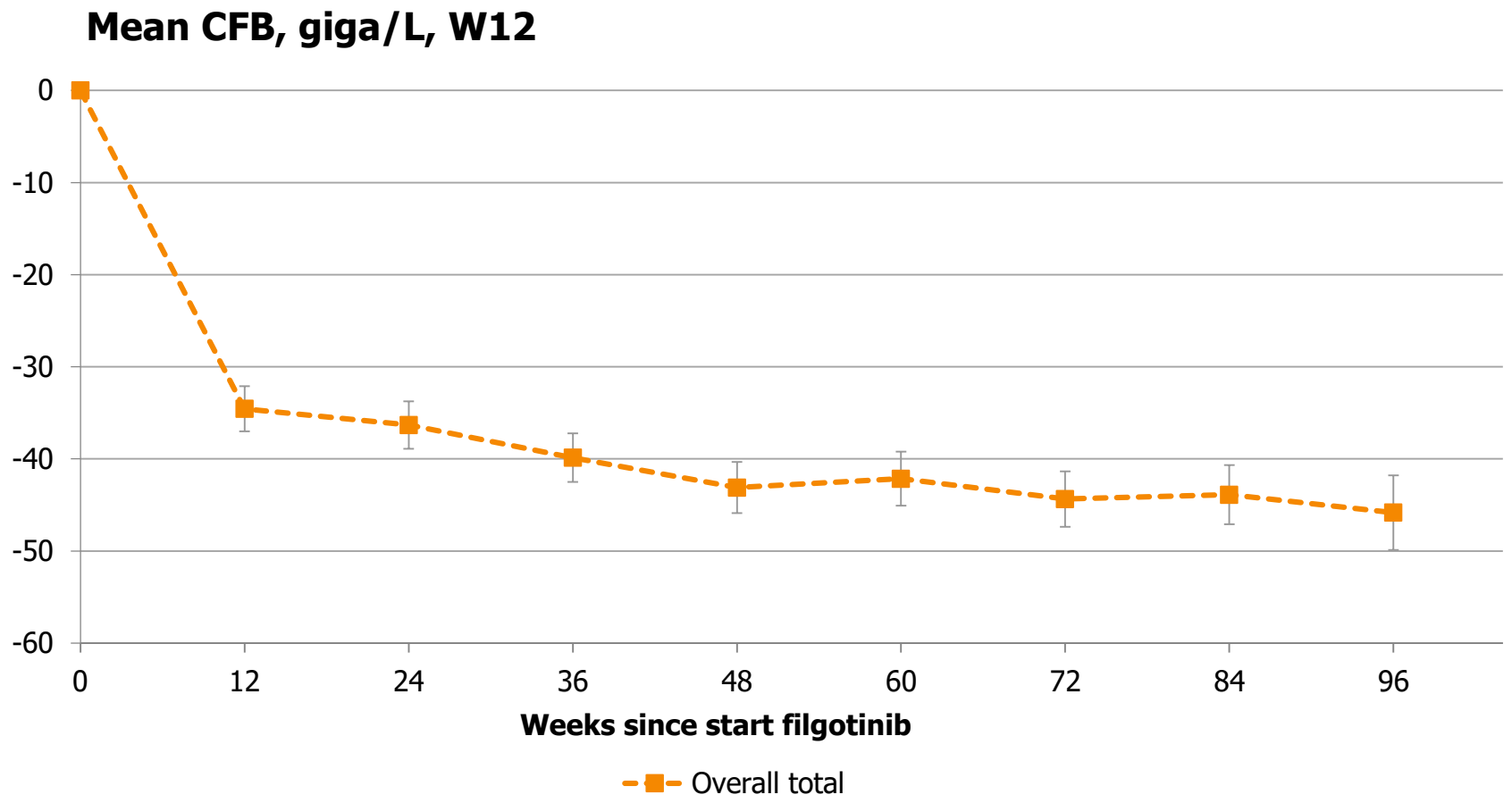
Platelets

DARWIN 1, 2, and 3 over time



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Clinical pipeline

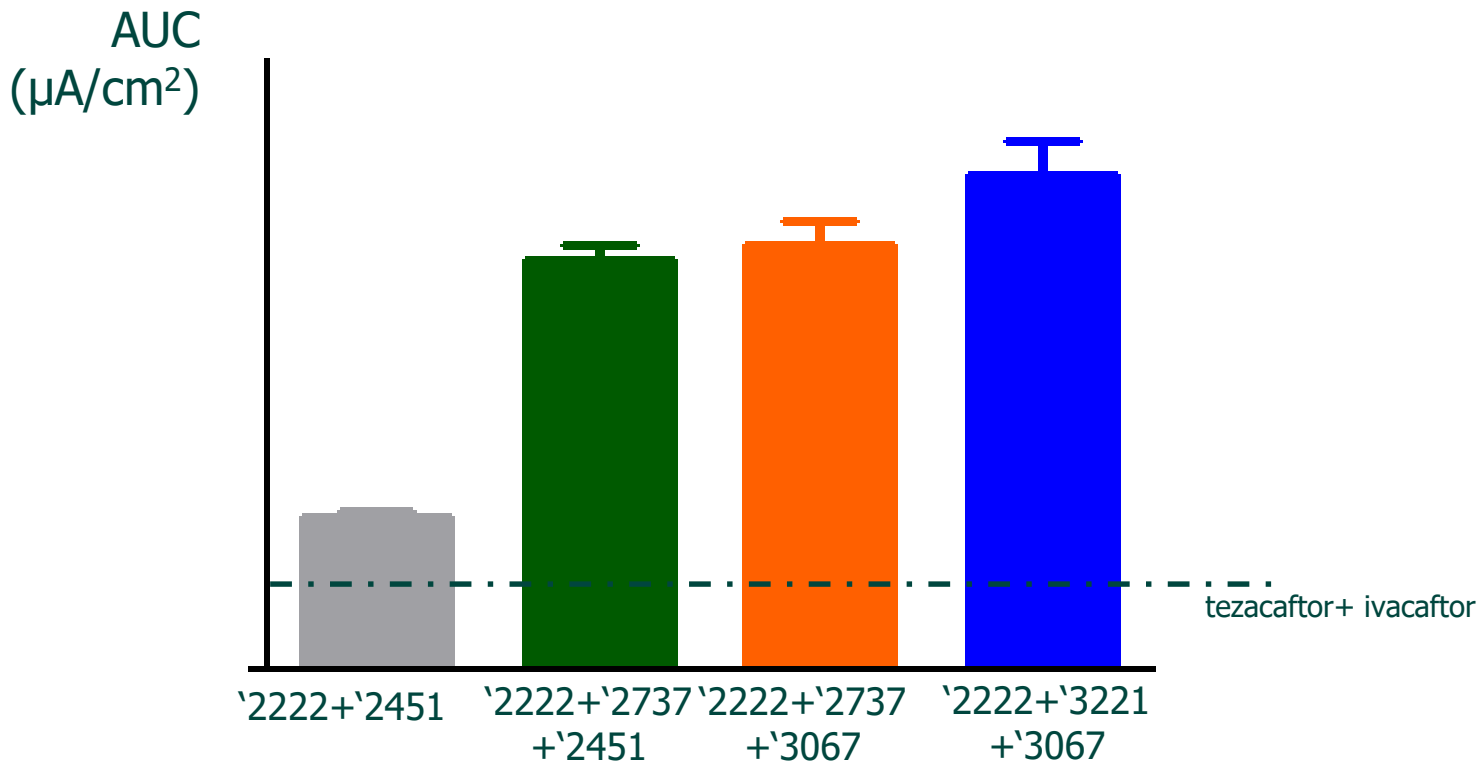
Promising pipeline in addition to filgotinib

Area	Preclinical	Ph 1	Ph 2	Ph 3
CF	Potentiators '3067	'2451	'1837	
CF	C1 '2851	C1 '2222		
CF	C2 '3221	C2 '2737		
IPF	'3499	Autotaxin '1690		
Undisclosed	'2384	GPR84 '1205		
OA	ADAMTS-5 '1972			
Atopic derm	'2534	IL-17C MOR106		
Inflammation	'3121			
Inflammation	'3312			
Pain	'3535			

partnered

More triple combinations coming

HBE assay with homozygous F508del cells



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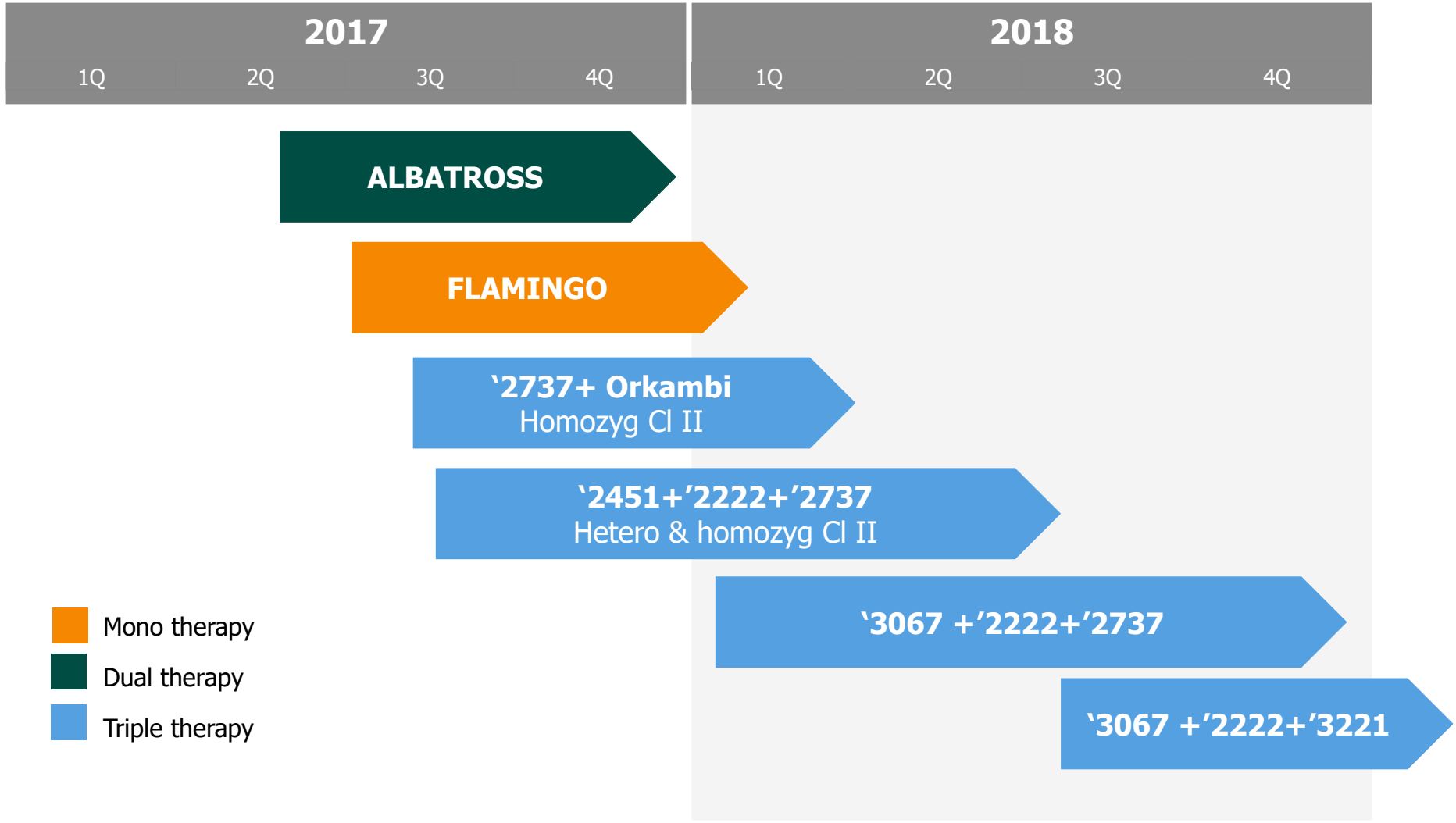
6 CF patient studies



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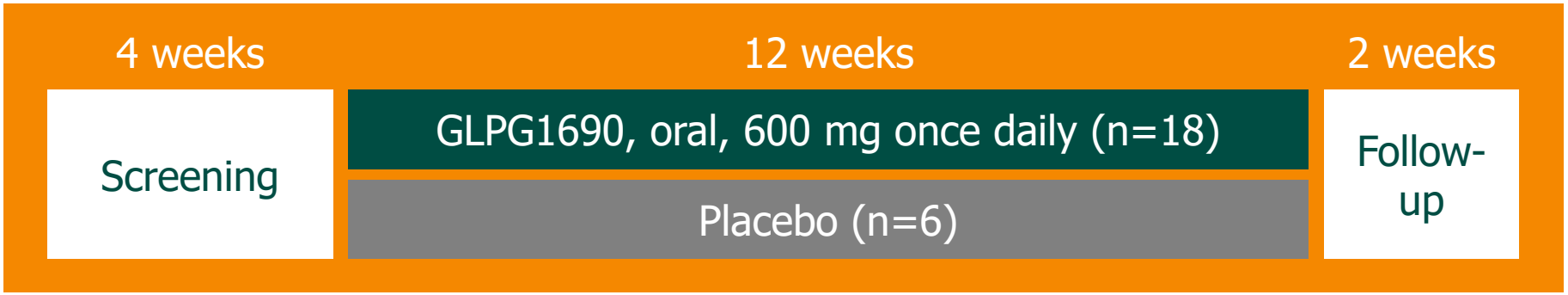
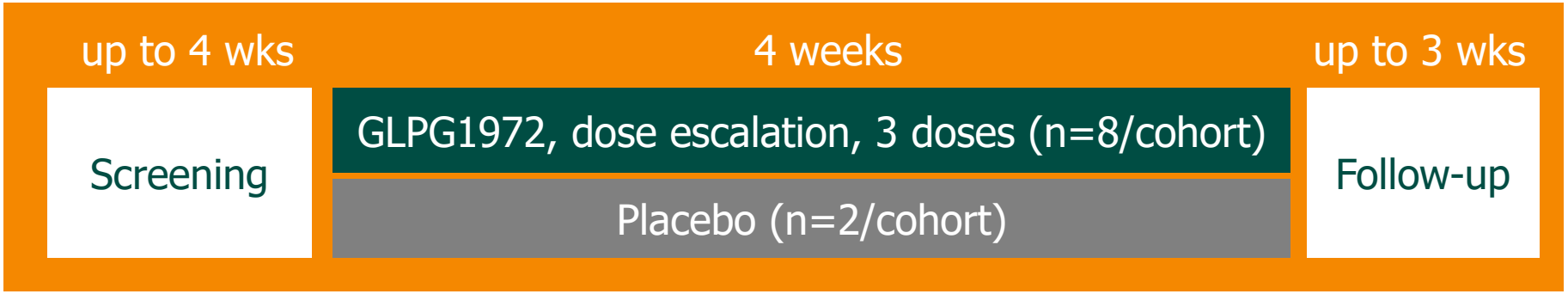
FLORA: topline Q3 '17

GLPG1690 exploratory Ph2a study in IPF



- IPF patients diagnosed by HRCT/biopsy, centrally confirmed
- No pirfenidone/nintedanib 4 weeks prior to screening
- 17 sites in UK, Italy & Ukraine
- Primary endpoints: safety, tolerability, PK/PD
- Secondary endpoints: FVC, QoL, FRI, serum & BALF biomarkers

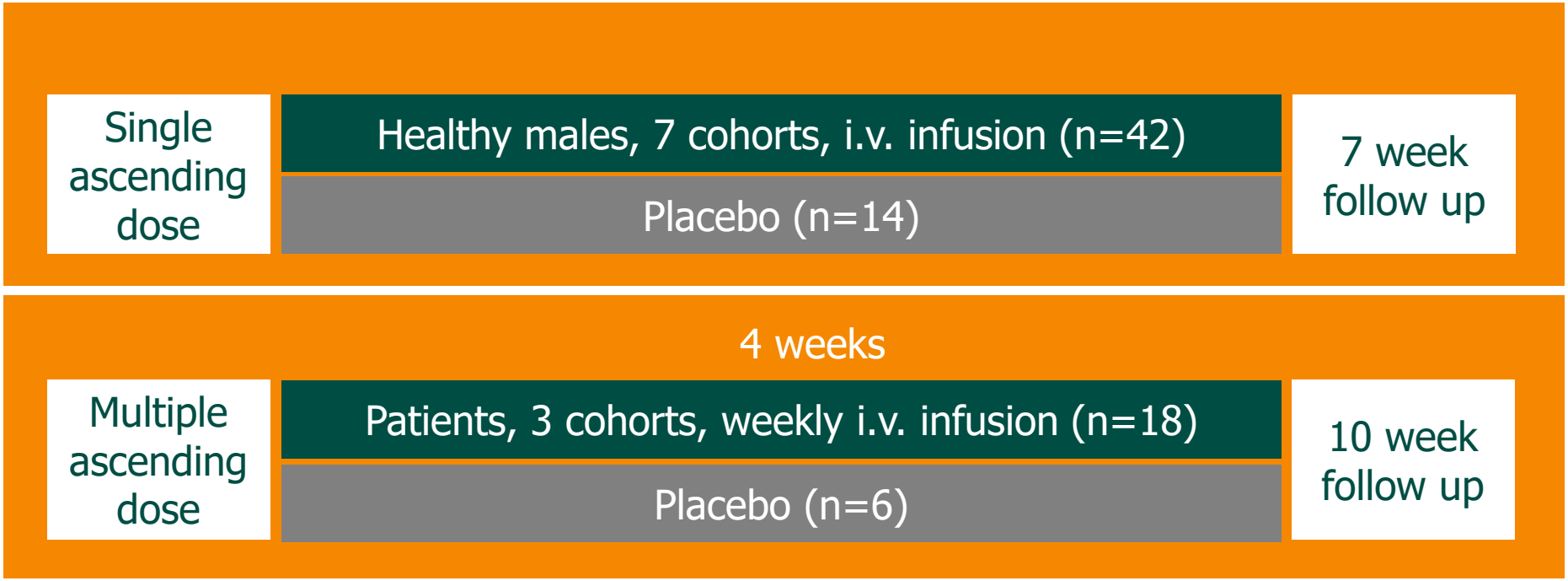
'1972 Ph1b study



- Patients with hip and/or knee osteoarthritis
  - stratified for age
- Primary objectives: safety/tolerability and PK
- Secondary objective: serum neoepitope ARGS
- Exploratory objective: Western Ontario & McMaster Universities osteoarthritis index
- IND open, first patient already dosed early June 2017
  - expected to be fully recruited by end 2017

MOR106: topline Q3 '17

Ph1b in atopic dermatitis



- Primary & secondary objectives: safety/tolerability and PK
- Exploratory objectives
  - Eczema Area & Severity Index, Scoring Atopic Dermatitis, Investigator Global Assessment
  - Dermatology Quality of Life Index
  - effect on Thymus & Activation-Regulated Chemokine (TARC)

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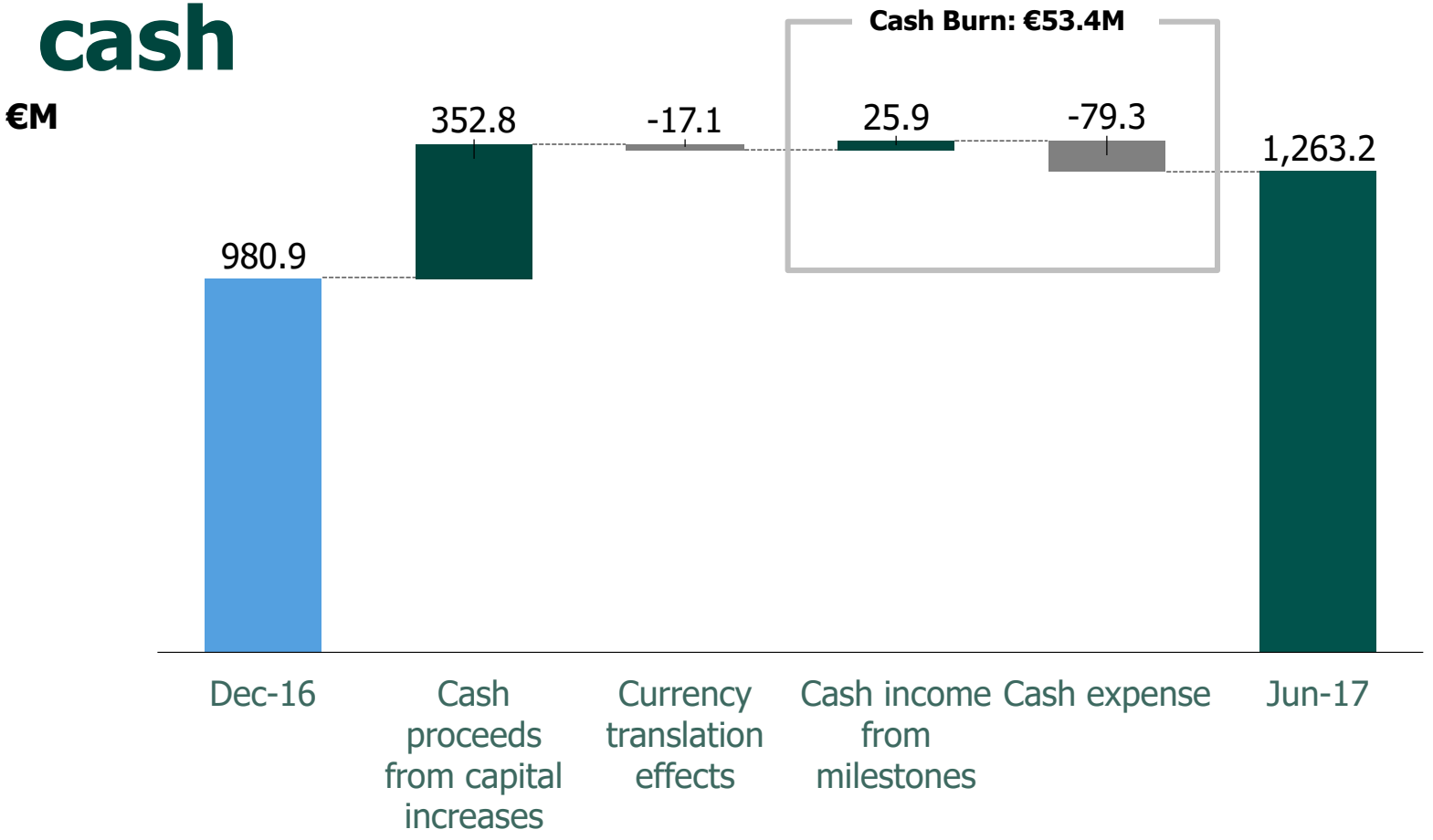
• 2017 Outlook	Onno van de Stolpe

Cash, cash equivalents & restricted cash



Cash burn of €53M in H1 2017, cash of ≈€1.3B post financing

Notes:

- includes restricted cash of €7.7M in Dec '16 and €1.1 M in Jun'17
- excluding tax receivable from Belgian & French governments of €71.5M in Jun'17

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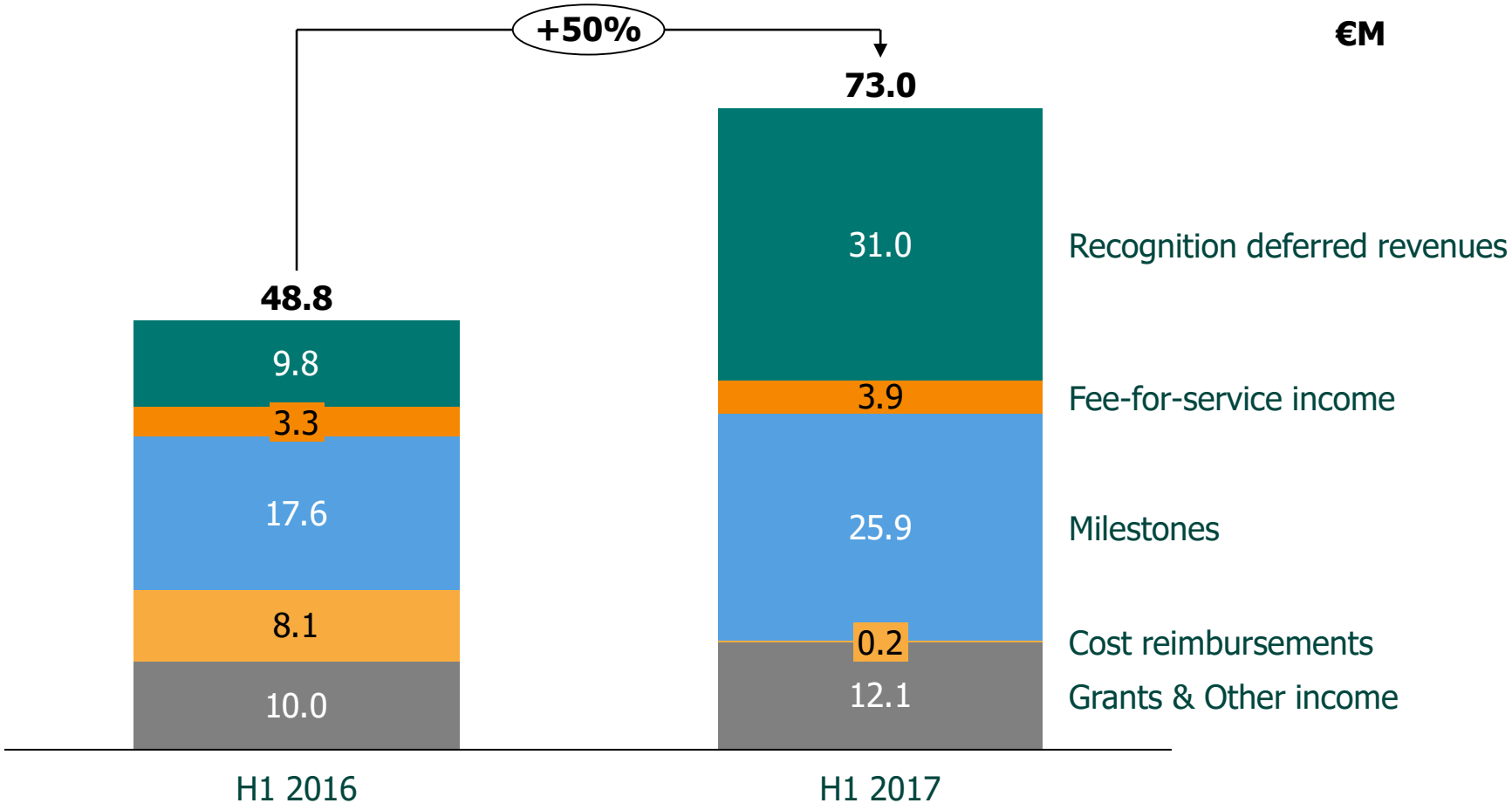
Revenues and other income



Income increases by 50%, driven by CF alliance and filgotinib

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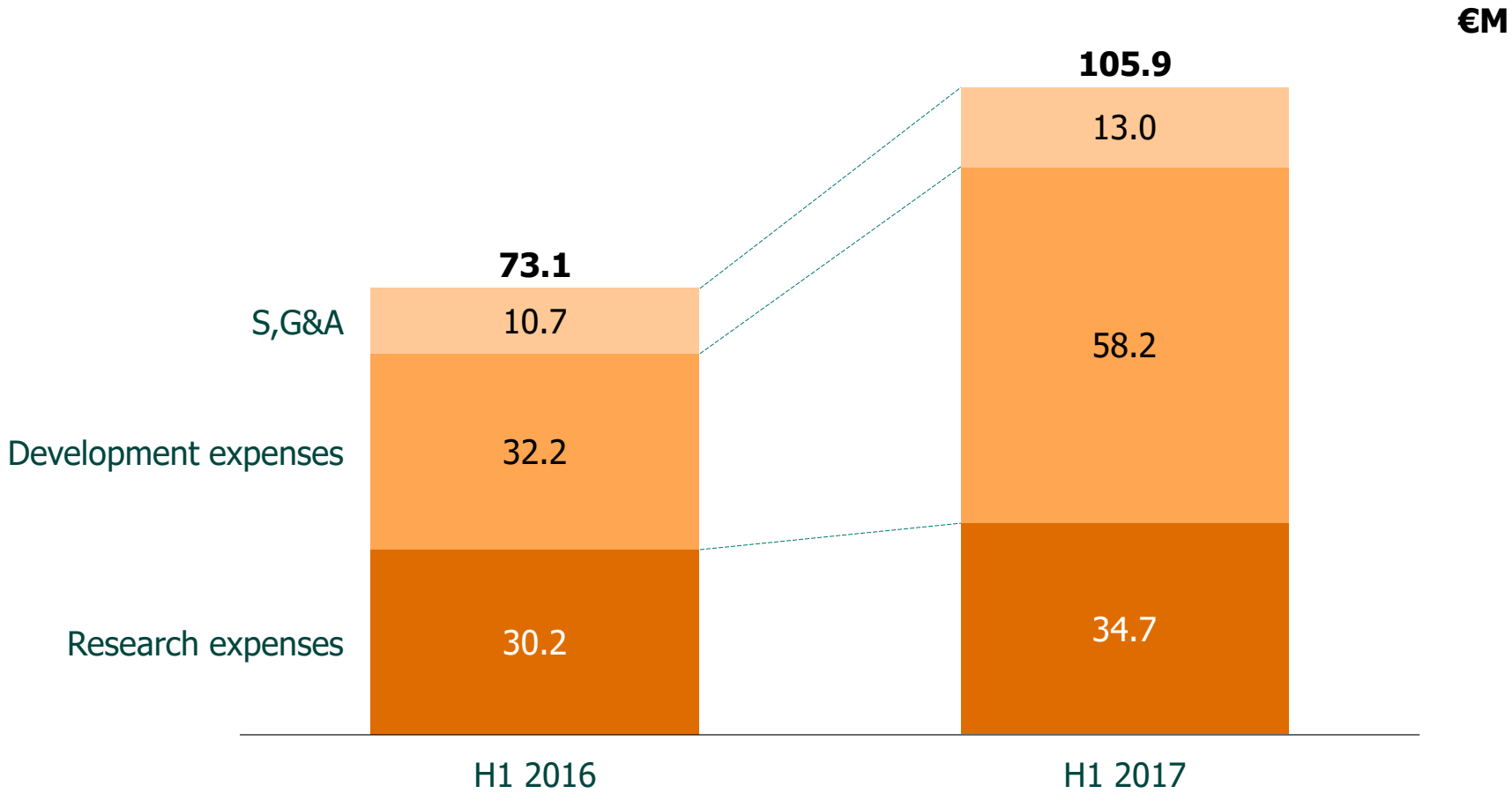
Operating expenses



Development expenses increase in filgotinib, CF, and proprietary programs

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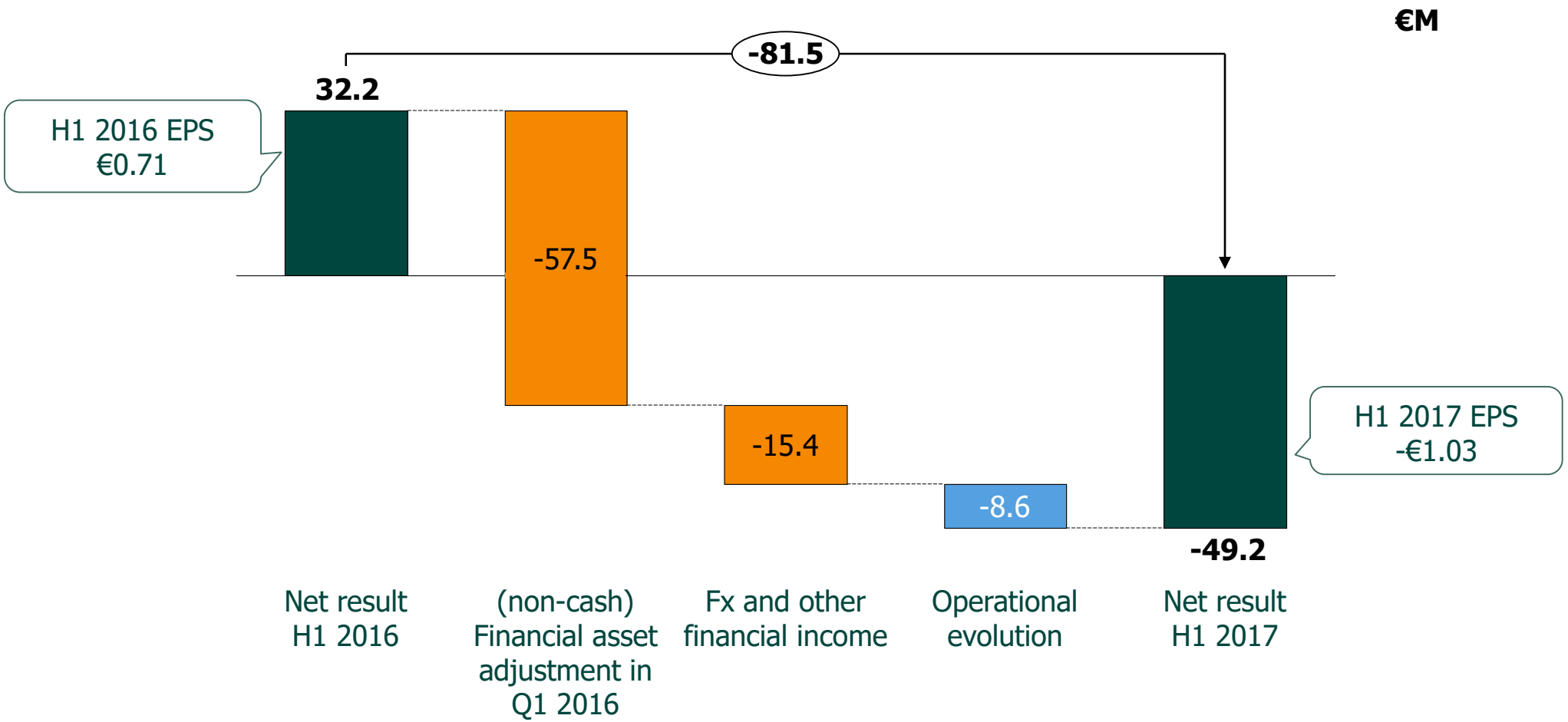
Net result & earnings per share



Net loss of €49.2M

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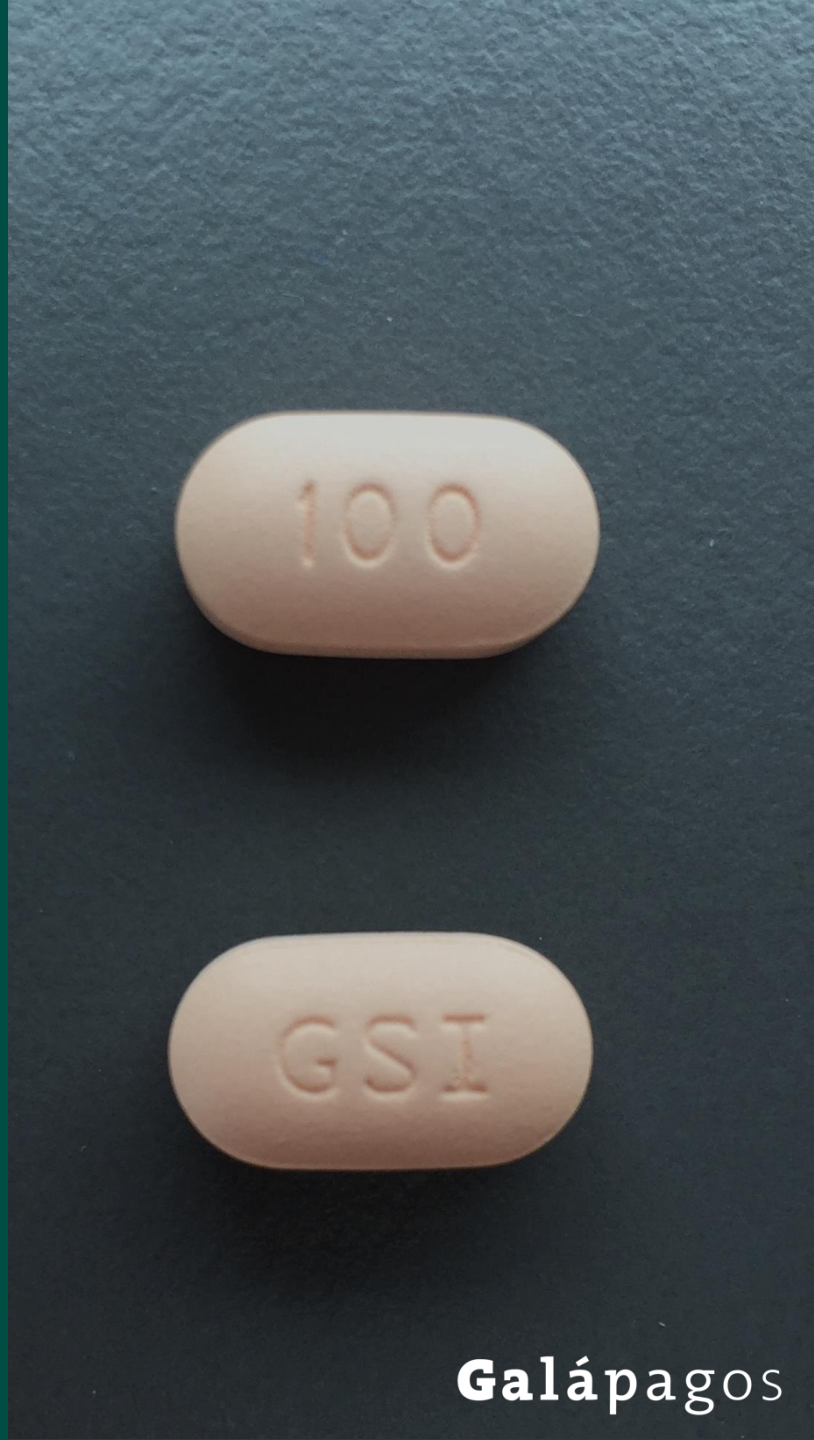
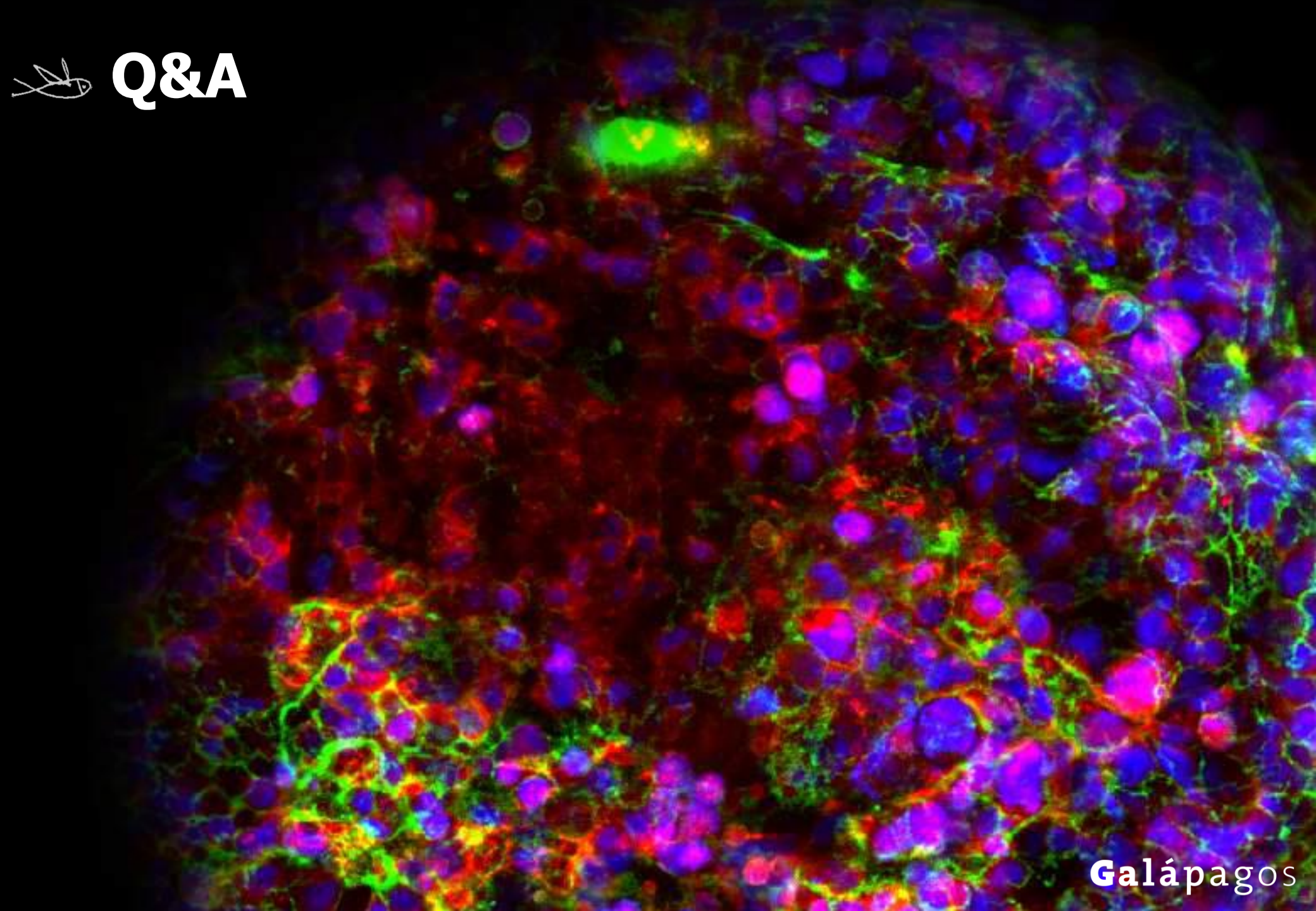
- **2017 Outlook** — Onno van de Stolpe

Outlook

- Filgotinib in Ph3
- Growing number of filgotinib Ph2 studies
- CF triple combo in patients
- Patient data in IPF and AtD
- Growing number of proprietary clinical programs
- Building commercial organization
- Solid balance sheet



Q&A



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