

Summary

Consolidated Financial Results for the Fiscal Year Ended March 31, 2020 <JGAAP>

May 15, 2020

Company name: TAC CO., Ltd.
 Listing: Tokyo Stock Exchange
 Company code number: 4319
 URL: <http://www.tac-school.co.jp>
 Representative: Toshio Tada, Representative Director
 Contact: Shoji Nonaka, Manager of IR department Tel: +81-3-5276-8913
 Scheduled date of ordinary general meeting of shareholders: June 25, 2020
 Scheduled date to commence dividend payments: June 26, 2020
 Scheduled date to submit the annual securities report: June 26, 2020
 Supplemental information for financial statements: Yes
 Results briefing session: Yes (for investors and analysts)

(Amounts rounded down to the nearest million yen)

1. Consolidated financial results for the fiscal year ended March 2020 (From April 1, 2019 to March 31, 2020)

(1) Consolidated financial results

(% indicates changes from the previous corresponding period)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Yen in Millions	%	Yen in Millions	%	Yen in Millions	%	Yen in Millions	%
FY2019 (Apr.1,2019-Mar.31,2020)	20,331	-0.7	162	-52.4	260	-36.4	103	-66.6
FY2018 (Apr.1,2018-Mar.31,2019)	20,474	-2.3	340	-59.1	409	-44.3	309	-30.0

(Note) Comprehensive income: FY 2019(2020/3) 91 million yen (-72.9%), FY 2018(2019/3) 337 million yen (-17.3%)

	Profit per share	Fully diluted profit per share	Ratio of return on equity	Ratio of ordinary profit to total assets	Ratio of operating profit to net sales
	Yen	Yen	%	%	%
FY2019 (Apr.1,2019-Mar.31,2020)	5.58	-	1.9	1.2	0.8
FY2018 (Apr.1,2018-Mar.31,2019)	16.74	-	5.7	1.9	1.7

(Note) Share of profit of entities accounted for using equity method: FY2019 (2020/3) 7 million yen, FY2018 (2019/3) 9 million yen

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Yen in Millions	Yen in Millions	%	Yen
FY2019 (As of Mar.31,2020)	20,253	5,478	27.0	295.67
FY2018 (As of Mar.31,2019)	21,486	5,498	25.6	296.83

(Note) Equity: FY 2019 (2020/3) 5,471 million yen, FY2018 (2019/3) 5,492 million yen

(3) Consolidated statement of cash flow

	Net cash provided by (used in) operating activities	Net cash provided by (used in) investing activities	Net cash provided by (used in) financing activities	Cash and cash equivalents at end of period
	Yen in Millions	Yen in Millions	Yen in Millions	Yen in Millions
FY2019 (Apr.1,2019-Mar.31,2020)	586	-153	-1,334	4,257
FY2018 (Apr.1,2018-Mar.31,2019)	93	372	-242	5,165

2. Dividends

	Annual dividends per share					Total amount of dividends (annual) Yen in Millions	Payout ratio (consolidated) %	Ratio of dividends to net assets (consolidated) %
	1st quarter Yen	2nd quarter Yen	3rd quarter Yen	4th quarter Yen	Total Yen			
FY2018 (Apr.1,2018-Mar.31,2019)	-	4.00	-	4.00	8.00	148	47.8	2.7
FY2019 (Apr.1,2019-Mar.31,2020)	-	2.00	-	3.00	5.00	92	89.5	1.7
FY 2020 (Forecast)	-	2.00	-	3.00	5.00		22.6	

**3. Forecasts of consolidated financial results for the fiscal year ending March 2021
(From April 1, 2020 to March 31, 2021)**

(% indicates changes from the previous corresponding period)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Profit per share
	Yen in Millions	%	Yen in Millions	%	Yen in Millions	%	Yen in Millions	%	Yen
Half year	10,950	-0.7	1,040	-10.1	1,037	-17.3	601	-22.1	32.48
Full year	20,350	0.1	690	325.6	684	162.3	410	296.8	22.16

*** Notes**

(1) Significant changes in scope of consolidation (Changes in consolidated subsidiaries): None

(2) Changes in accounting policies, changes in accounting estimates, and restatements

(2)-1 Changes in accounting policies due to the revision of accounting standards: None

(2)-2 Changes in accounting policies other than (2)-1: None

(2)-3 Changes in accounting estimates: Yes

(2)-4 Restatements: None

(3) Number of shares issued (common stocks)

(3)-1 Number of shares issued at the end of the fiscal year (including treasury shares)

FY2019	18,504,000 shares	FY2018	18,504,000 shares
FY2019	68 shares	FY2018	68 shares
FY2019	18,503,932 shares	FY2018	18,503,932 shares

(3)-2 Number of treasury shares at the end of the fiscal year

(3)-3 Average number of shares during the period

(Reference) Summary of the non-consolidated financial results

**1. Non-Consolidated financial results for the fiscal year ended March 2020
(From April 1, 2019 to March 31, 2020)**

(1) Non-consolidated financial results

(% indicates changes from the previous corresponding period)

	Net sales		Operating profit		Ordinary profit		Profit	
	Yen in Millions	%	Yen in Millions	%	Yen in Millions	%	Yen in Millions	%
FY2019 (Apr.1,2019-Mar.31,2020)	19,577	-0.0	40	-60.0	298	50.9	179	20.0
FY2018 (Apr.1,2018-Mar.31,2019)	19,584	-2.3	101	-84.2	197	-63.4	149	-48.6

	Profit per share		Fully diluted profit per share	
	Yen		Yen	
FY2019 (Apr.1,2019-Mar.31,2020)	9.70		-	
FY2018 (Apr.1,2018-Mar.31,2019)	8.08		-	

(2) Non-consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Yen in Millions	Yen in Millions	%	Yen
FY2019 (As of Mar.31,2020)	18,774	4,197	22.4	226.86
FY2018 (As of Mar.31,2019)	19,909	4,133	20.8	223.40

(Note) Shareholders' equity: FY 2019 (2020/3) 4,197 million yen, FY 2018 (2019/3) 4,133 million yen

**2. Forecasts of non-consolidated financial results for the fiscal year ending March 2021
(From April 1, 2020 to March 31, 2021)**

(% indicates changes from the previous corresponding period)

	Net sales		Operating profit		Ordinary profit		Profit		Profit per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Half year	10,720	0.7	1,010	-1.0	1,041	-18.2	634	-24.5	34.26
Full year	19,800	1.1	560	—	590	98.1	370	106.2	20.00

* This "Consolidated Financial Results" are outside the scope of the audit.

* Explanation of proper use of financial forecasts and other special notes:

- 1.The above forecasts are based on the information available at this time and on assumptions deemed to be reasonable. Therefore, the actual financial results may differ significantly from the forecasts due to various factors.
2. Due to the COVID-19 pandemic, we decided to cancel our offline results briefing session for investors and analysts, originally scheduled on May 20, 2020. Instead of the offline session, we will provide movies with materials that we planned to distribute in the session, as the results briefing session for investors and analysts.

Consolidated financial statements and notes**(1) Consolidated balance sheet**

(Yen in Thousands)

	FY2018 (As of Mar.31,2019)	FY2019 (As of Mar.31,2020)
Assets		
Current assets		
Cash and deposits	5,195,516	4,287,322
Notes and accounts receivable - trade	3,871,213	3,860,003
Securities	100,099	200,085
Merchandise and Finished goods	409,347	514,042
Work in process	29,097	10,116
Raw materials and supplies	346,231	341,476
Beneficiary right in safeguarding and trust system for advance payments	537,709	—
Other	415,491	511,232
Allowance for doubtful accounts	-3,121	-7,310
Total current assets	10,901,585	9,716,969
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	1,566,722	1,813,021
Machinery, equipment and vehicles, net	5,847	7,878
Tools, furniture and fixtures, net	132,760	136,342
Land	2,744,159	2,744,159
Leased assets, net	58,759	45,435
Total property, plant and equipment	4,508,249	4,746,837
Intangible assets		
Other	331,329	300,168
Total intangible assets	331,329	300,168
Investments and other assets		
Investment securities	1,319,903	1,349,053
Investments in capital of subsidiaries and associates	15,810	6,385
Deferred tax assets	410,661	455,211
Long-term time deposits	100,000	100,000
Guarantee deposits	2,933,307	2,806,899
Insurance funds	747,116	604,882
Other	264,251	199,070
Allowance for doubtful accounts	-46,056	-32,277
Total Investments and other assets	5,744,995	5,489,224
Total non-current assets	10,584,573	10,536,230
Total assets	21,486,158	20,253,199

(Yen in Thousands)

	FY2018 (As of Mar.31,2019)	FY2019 (As of Mar.31,2020)
Liabilities		
Current Liabilities		
Notes and accounts payable - trade	542,932	495,222
Short-term loans payable	1,390,000	790,000
Current portion of long-term loans payable	1,232,294	1,141,360
Income taxes payable	51,079	18,783
Provision for sales returns	505,634	499,824
Provision for loss on abandonment of sales return	315,185	313,257
Provision for bonuses	190,880	192,146
Asset retirement obligations	8,764	78,762
Advances received	6,044,370	6,176,689
Other	1,238,144	1,019,461
Total current liabilities	11,501,284	10,725,508
Non-current liabilities		
Long-term loans payable	3,755,023	3,256,063
Long-term accounts payable - directors' retirement benefits	25,077	25,077
Provision for repairs	37,300	37,300
Asset retirement obligations	628,843	693,765
Other	39,897	37,353
Total non-current liabilities	4,486,141	4,049,559
Total liabilities	15,987,426	14,775,067
Net assets		
Shareholders' equity		
Capital stock	940,200	940,200
Capital surplus	790,547	790,547
Retained earnings	3,771,989	3,764,284
Treasury shares	-25	-25
Total shareholders' equity	5,502,711	5,495,006
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	-26,075	-30,666
Foreign currency translation adjustment	15,834	6,685
Total accumulated other comprehensive income	-10,241	-23,980
Non-controlling interests	6,262	7,105
Total net assets	5,498,732	5,478,131
Total liabilities and net assets	21,486,158	20,253,199

(2) Consolidated statement of income and consolidated statement of comprehensive income

(Consolidated statement of income)

(Yen in Thousands)

	FY2018 (Apr.1,2018-Mar.31,2019)	FY2019 (Apr.1,2019-Mar.31,2020)
Net sales	20,474,965	20,331,697
Cost of sales	12,376,278	12,587,325
Gross profit	8,098,687	7,744,372
Reversal of provision for sales returns	413,117	505,634
Provision for sales returns	505,634	499,824
Gross profit - net	8,006,170	7,750,182
Selling, general and administrative expenses	7,665,403	7,588,051
Operating profit	340,767	162,130
Non-operating income		
Interest income	18,904	15,832
Dividend income	27	36
Commission fee	4,642	6,356
Gain on investments in investment securities	11,850	10,056
Share of profit of entities accounted for using equity method	9,014	7,478
Insurance claim income	70,589	95,625
Other	6,618	15,380
Total non-operating income	121,645	150,765
Non-operating expenses		
Interest expenses	46,649	42,514
Commission fee	5,155	7,220
Other	768	2,417
Total non-operating expenses	52,573	52,153
Ordinary profit	409,839	260,742
Extraordinary income		
Settlement received	—	24,228
Total extraordinary income	—	24,228
Extraordinary losses		
Loss on sales and retirement of non-current assets	3,688	10,850
Impairment loss	1,616	5,133
Special retirement payments	—	155,680
Total extraordinary losses	5,305	171,664
Profit before income taxes	404,534	113,307
Income taxes - current	149,449	50,872
Income taxes - deferred	-56,231	-42,523
Total income taxes	93,218	8,348
Profit	311,315	104,959
Profit attributable to non-controlling interests	1,598	1,640
Profit attributable to owners of parent	309,716	103,318

(Consolidated statement of comprehensive income)

(Yen in Thousands)

	FY2018 (Apr.1,2018-Mar.31,2019)	FY2019 (Apr.1,2019-Mar.31,2020)
Profit	311,315	104,959
Other comprehensive income		
Valuation difference on available-for-sale securities	28,625	-4,590
Foreign currency translation adjustment	-2,682	-8,407
Share of other comprehensive income of entities accounted for using equity method	-224	-741
Total other comprehensive income	25,718	-13,739
Comprehensive income	337,034	91,219
(Breakdown)		
Comprehensive income attributable to owners of parent	335,435	89,579
Comprehensive income attributable to non-controlling interests	1,598	1,640

(3) Consolidated statement of changes in net assets

Previous fiscal year (April 1, 2018 - March 31, 2019)

(Yen in Thousands)

	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of current period	940,200	790,547	3,591,799	-25	5,322,522
Changes of items during period					
Dividends of surplus			-129,527		-129,527
Profit attributable to owners of parent			309,716		309,716
Net changes of items other than shareholders' equity					
Total changes of items during period	—	—	180,189	—	180,189
Balance at end of current period	940,200	790,547	3,771,989	-25	5,502,711

	Accumulated other comprehensive income			Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Total accumulated other comprehensive income		
Balance at beginning of current period	-54,700	18,740	-35,960	5,421	5,291,983
Changes of items during period					
Dividends of surplus					-129,527
Profit attributable to owners of parent					309,716
Net changes of items other than shareholders' equity	28,625	-2,906	25,718	840	26,559
Total changes of items during period	28,625	-2,906	25,718	840	206,748
Balance at end of current period	-26,705	15,834	-10,241	6,262	5,498,732

Current fiscal year (April 1, 2019 - March 31, 2020)

(Yen in Thousands)

	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of current period	940,200	790,547	3,771,989	-25	5,502,711
Changes of items during period					
Dividends of surplus			-111,023		-111,023
Profit attributable to owners of parent			103,318		103,318
Net changes of items other than shareholders' equity					
Total changes of items during period	—	—	-7,704	—	-7,704
Balance at end of current period	940,200	790,547	3,764,284	-25	5,495,006

	Accumulated other comprehensive income			Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Total accumulated other comprehensive income		
Balance at beginning of current period	-26,075	15,834	-10,241	6,262	5,498,732
Changes of items during period					
Dividends of surplus					-111,023
Profit attributable to owners of parent					103,318
Net changes of items other than shareholders' equity	-4,590	-9,148	-13,739	843	-12,895
Total changes of items during period	-4,590	-9,148	-13,739	843	-20,600
Balance at end of current period	-30,666	6,685	-23,980	7,105	5,478,131

(4) Consolidated statement of cash flows

(Yen in Thousands)

	FY2018 (Apr.1,2018-Mar.31,2019)	FY2019 (Apr.1,2019-Mar.31,2020)
Cash flows from operating activities		
Profit (loss) before income taxes	404,534	113,307
Depreciation	292,632	303,742
Impairment loss	1,616	5,133
Increase (decrease) in allowance for doubtful accounts	-611	-9,590
Increase (decrease) in provision for bonuses	15,677	1,266
Increase (decrease) in provision for sales returns	92,516	-5,810
Increase (decrease) in provision for loss on abandonment of sales return	-28,269	-1,927
Interest and dividend income	-18,931	-15,868
Insurance claim income	-70,589	-95,625
Interest expenses	46,649	42,514
Commission fee	—	7,220
Share of loss (profit) of entities accounted for using equity method	-9,014	-7,478
Settlement received	—	-24,228
Loss (gain) on sales and retirement of non-current assets	3,688	10,850
Loss(gain) on investments in investment securities	-11,850	-10,056
Decrease (increase) in notes and accounts receivable - trade	-90,047	10,697
Decrease (increase) in inventories	-91,641	-80,958
Decrease (increase) in other receivable	-17,772	-24,085
Increase (decrease) in notes and accounts payable - trade	51,921	-29,441
Increase (decrease) in advances received	-240,053	132,319
Increase (decrease) in beneficiary right in safeguarding and trust system for advance payment	22,937	537,709
Increase (decrease) in other liabilities	11,791	-143,842
Other, net	5,320	-10,309
Sub-total	370,505	705,539
Interest and dividend income received	26,888	28,683
Interest expenses paid	-46,760	-42,612
Income taxes paid	-256,817	-137,206
Income taxes refund	1	32,252
Net cash provided by operating activities	93,818	586,655
Cash flows from investing activities		
Purchase of securities	-100,000	-100,000
Proceeds from sales and redemption of securities	700,000	—
Purchase of property, plant and equipment	-106,579	-259,369
Proceeds from sales of property, plant and equipment	66	—
Payments for restoration	-7,235	-97,935
Purchase of intangible assets	-99,679	-65,865
Purchase of investment securities	-203,495	-303,378
Proceeds from sales and redemption of investment securities	98,664	281,301
Collection of loans receivable	9,271	12,350
Payments for guarantee deposits	-22,739	-87,680
Proceeds from collection of guarantee deposits	8,836	213,062
Purchase of insurance funds	-264,104	-318,894
Proceeds from maturity of insurance funds	359,738	573,323
Net cash provided by (used in) investing activities	372,744	-153,086

	(Yen in Thousands)	
	FY2018 (Apr.1,2018-Mar.31,2019)	FY2019 (Apr.1,2019-Mar.31,2020)
Cash flows from financing activities		
Net increase (decrease) in short-term loans payable	600,000	-600,000
Proceeds from long-term loans payable	949,900	700,000
Repayments of long-term loans payable	-1,638,935	-1,289,894
Cash dividends paid	-128,730	-110,667
Dividends paid to non-controlling interests	-758	-796
Repayments of lease obligations	-23,897	-25,675
Other, net	—	-7,220
Net cash provided by (used in) financing activities	-242,420	-1,334,253
Effect of exchange rate change on cash and cash equivalents	-2,057	-7,526
Net increase (decrease) in cash and cash equivalents	222,084	-908,211
Cash and cash equivalents at the beginning of the year	4,943,151	5,165,236
Cash and cash equivalents at the end of the year	5,165,236	4,257,025

(5) Note for Consolidated Financial Statement

(Going-Concern Assumption)

Not applicable.

(Changes in accounting estimates)

(Change in estimates of asset retirement obligation)

Based on the new information of recent restorations, we changed the estimates of our asset retirement obligation that was recorded as restoration obligations based on the real estate lease contracts of our school buildings.

The increase of 179 million yen due to the change in the estimate is added to the asset retirement obligation balance before the change.

(Segment information)

1. Summary of reporting segments

TAC's reporting segments are components of the company about which separate financial information is available that is evaluated regularly by the board of directors in deciding how to allocate resources and in assessing performance.

TAC principally plans and operates preparatory courses to acquire license qualifications and is divided into four reporting segments: "Personal Education", "Corporate Training", "Publishing" and "Manpower Business". Classifications are based on similarity of target market and type of products.

Details of each segment are as follows:

- Personal Education segment: Preparatory courses for individual members including working people and university students.
- Corporate Training segment: Training programs to acquire license qualifications and specialized knowledge required for work in private companies, accounting firms, universities and colleges, etc.
- Publishing segment: Sales of original textbooks using the know-how accumulated over the years through personal education and corporate training programs at bookstores and university co-ops, and sales of various books at each school.
- Manpower Business segment: Manpower placement, manpower dispatching and job advertisement

2. Methods to determine net sales, profit or loss, assets, liabilities and other items by reporting segment

The accounting methods used for reporting segment complies with the accounting policy used for reporting the consolidated financial statements.

In the business of TAC, total tuition fees are paid by the student upon application for a particular course which is credited to tuition advances (liability) and reduced to recognize sales on an accrual basis in the relevant accounting periods (monthly basis) in which the service is provided to the student. Sales recorded in the income statement are sales subsequent to adjustment of tuition advances (sales on an accrual basis). Unless applications for educational courses are made, no transfer will be made from tuition advances. Accordingly, we attach great importance to sales before adjustment of tuition advances (sales on a cash basis) for business management purposes. For this reason, sales and operating profit/loss before adjustment of tuition advances (cash basis) are used for reporting segments.

Profit by reporting segment is stated on operating profit basis. Intersegment profit or transfer is based on market prices.

3. Information about net sales, profit or loss, assets, liabilities and other items by the reporting segments

Previous fiscal year (April 1, 2018 - March 31, 2019)

(Yen in Thousands)

	Reporting segments				Total
	Personal Education	Corporate Training	Publishing	Manpower Business	
I Net sales					
(1) External customers	11,790,613	4,256,276	3,562,269	643,980	20,253,139
(2) Intersegment and transfer	3,530	—	—	61,021	64,551
Total	11,794,143	4,256,276	3,562,269	705,001	20,317,691
Segment profit (loss)	-545,228	988,826	686,409	105,469	1,235,476
II Other					
Depreciation	185,479	30,262	10,692	10,283	236,718
Amortization of goodwill	—	—	—	—	—

(Note) Segment assets are not reported as they are not allocated to segments.

Current fiscal year (April 1, 2019 - March 31, 2020)

(Yen in Thousands)

	Reporting segments				Total
	Personal Education	Corporate Training	Publishing	Manpower Business	
I Net sales					
(1) External customers	11,761,954	4,423,046	3,678,392	535,514	20,398,908
(2) Intersegment and transfer	16,208	—	—	50,026	66,234
Total	11,778,163	4,423,046	3,678,392	585,540	20,465,142
Segment profit (loss)	-520,019	1,061,889	730,540	93,835	1,366,246
II Other					
Depreciation	178,286	45,807	10,428	9,820	244,342
Amortization of goodwill	—	—	—	—	—

(Note) Segment assets are not reported as they are not allocated to segments.

4. Difference between the total amounts of the reporting segments and the amounts of the consolidated financial statements, and the main components of the difference (matters related to adjustment of difference)

(Yen in Thousands)

Net sales	Previous fiscal year (Apr.1, 2018 - Mar.31, 2019)	Current fiscal year (Apr.1, 2019 - Mar.31, 2020)
Total net sales of the reporting segments	20,317,691	20,465,142
Adjustment of tuition advances	221,826	-67,211
Elimination of Intersegment transactions	-64,551	-66,234
Net sales of the consolidated financial statements	20,474,965	20,331,697

Profit (loss)	Previous fiscal year (Apr.1, 2018 - Mar.31, 2019)	Current fiscal year (Apr.1, 2019 - Mar.31, 2020)
Total operating profit of the reporting segments	1,235,476	1,366,246
Adjustment of tuition advances	221,826	-67,211
Corporate expenses *	-1,116,535	-1,136,904
Operating profit of the consolidated financial statements	340,767	162,130

* "Corporate expenses" are mainly general administration expenses that do not belong to any reporting segments.

(Related information)

Previous fiscal year (April 1, 2018 - March 31, 2019)

1. Information by each product and service

Descriptions are omitted since similar information is reported in the "Segment information".

2. Geographical information

(1) Net sales

Descriptions are omitted since net sales to external customers in Japan exceed over 90% of net sales reported on the consolidated statement of income.

(2) Property, plant and equipment

Descriptions are omitted since amount of the property, plant and equipment located in Japan exceeds 90% of the amount of property, plant and equipment in the consolidated balance sheet.

3. Information by each major customer

Descriptions are omitted since no single customer accounts for 10% or more of the net sales in the consolidated statement of income.

Current fiscal year (April 1, 2019 - March 31, 2020)

1. Information by each product and service

Descriptions are omitted since similar information is reported in the "Segment information".

2. Geographical information

(1) Net sales

Descriptions are omitted since net sales to external customers in Japan exceed over 90% of net sales reported on the consolidated statements of income.

(2) Property, plant and equipment

Descriptions are omitted since amount of the property, plant and equipment located in Japan exceeds 90% of the amount of property, plant and equipment in the consolidated balance sheet.

3. Information by each major customer

Descriptions are omitted since no single customer accounts for 10% or more of the net sales in the consolidated statement of income.

(Information related to impairment on non-current assets by each reporting segment)

Previous fiscal year (April 1, 2018 - March 31, 2019)

In the personal education segment, impairment of features (Buildings and Structures) that are no longer expected to be used due to reduce floor is ¥1,616 thousands. The features posted as extraordinary loss, have not been allocated to reporting segments.

Current fiscal year (April 1, 2019 - March 31, 2020)

In the individual education business segment, although an impairment loss of ¥ 5,113 thousand was recorded for the crops (buildings and structures) and tools, equipment and fixtures due to the decline in profitability at Hiroshima school, it is reported as an extraordinary loss, it is not included in the reporting segment.

(Information on amortization of goodwill and unamortized balance by each reporting segment)

Previous fiscal year (April 1, 2018 - March 31, 2019)

Not applicable.

Current fiscal year (April 1, 2019- March 31, 2020)

Not applicable.

(Information on gain on negative goodwill by each reporting segment)

Previous fiscal year (April 1, 2018 - March 31, 2019)

Not applicable.

Current fiscal year (April 1, 2019 - March 31, 2020)

Not applicable.

(Per share information)

	Previous fiscal year (Apr.1, 2018 - Mar.31, 2019)	Current fiscal year (Apr.1, 2019 - Mar.31, 2020)
Net assets per share	¥ 296.83	¥ 295.67
Profit per share	¥ 16.74	¥ 5.58

(Note)

1. Fully diluted profit per share is not stated since TAC does not have residual securities.

2. The basis of calculations of profit per share is as follows:

	Previous fiscal year (Apr.1,2018-Mar.31,2019)	Current fiscal year (Apr.1,2019-Mar.31,2020)
Profit attributable to owners of parent (thousands of yen)	309,716	103,318
Amount not attributable to common stockholders (Yen in thousands)	—	—
Profit attribute to owners to parent related to common stock (Yen in thousands)	309,716	103,318
Average number of shares outstanding during the year (shares)	18,503,932	18,503,932

3. The basis of calculations of net assets per share is as follows:

	Previous fiscal year (Mar.31, 2019)	Current fiscal year (Mar.31, 2020)
Total net assets (thousands of yen)	5,498,732	5,478,131
Amount deducted from the total net assets (thousands of yen)	6,262	7,105
[Non-controlling interests (thousands of yen)	(6,262)	(7,105)
Net assets related to common stock (thousands of yen)	5,492,470	5,471,026
Number of common stock used to calculate net asset per share at the end of the fiscal year (shares)	18,503,932	18,503,932

(Significant subsequent events)

Not applicable.