

**Summary****Consolidated Financial Results  
for the Fiscal Year Ended March 31, 2018 <JGAAP>**

May 15, 2018

Company name: TAC CO., LTD.

Listing: Tokyo Stock Exchange

Company code number: 4319

URL: <http://www.tac-school.co.jp>

Representative: Hiroaki Saito, Representative Director

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Scheduled date of ordinary general meeting of shareholders: June 26, 2018

Scheduled date to commence dividend payments: June 27, 2018

Scheduled date to submit the annual securities report: June 27, 2018

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 2018 (From April 1, 2017 to  
March 31, 2018)****(1) Consolidated financial results**

(% indicates changes from the previous corresponding period)

	Net Sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Fiscal 2017 (2018/3)	20,951	2.5	833	16.9	735	6.2	442	-9.7
Fiscal 2016 (2017/3)	20,440	2.2	713	17.7	692	9.0	490	129.6

(Note) Comprehensive income:

Fiscal 2017(2018/3) 407 million yen (-14.2%)      Fiscal 2016(2017/3) 474 million yen (149.2%)

	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
Fiscal 2017 (2018/3)	Yen 23.93	Yen -	% 8.6	% 3.4	% 4.0
Fiscal 2016 (2017/3)	26.49	-	10.3	3.2	3.5

(Note) Share of profit of entities accounted for using equity method:

Fiscal 2017(2018/3) 5 million yen      Fiscal 2016(2017/3) 4 million yen

**(2) Consolidated financial position**

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
Fiscal 2017 (2018/3)	21,618	5,291	24.5	285.70
Fiscal 2016 (2017/3)	22,069	4,959	22.5	267.76

(Note) Equity:

Fiscal 2017 (2018/3) 5,286 million yen      Fiscal 2016 (2017/3) 4,954 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
Fiscal 2017 (2018/3)	Millions of yen 534	Millions of yen -960	Millions of yen -1,209	Millions of yen 4,943
Fiscal 2016 (2017/3)	331	-556	-31	6,584

**2. Dividends**

	Annual dividends per share					Total amount of dividends (annual)	Payout ratio (consolidated)	Ratio of dividends to net assets (consolidated)
	End of 1Q	End of 2Q	End of 3Q	Year-end	Total			
Fiscal 2016 (2017/3)	Yen -	Yen 2.00	Yen -	Yen 2.00	Yen 4.00	Millions of yen 74	% 15.1	% 1.6
Fiscal 2017 (2018/3)	Yen -	Yen 2.00	Yen -	Yen 3.00	Yen 5.00	Millions of yen 92	% 20.9	% 1.8
Fiscal 2018 (Forecast)	Yen -	Yen 4.00	Yen -	Yen 4.00	Yen 8.00		% 33.6	

**3. Forecasts of consolidated financial results for the fiscal year ending March 2019 (From April 1, 2018 to March 31, 2019)**

(% indicates changes from the previous corresponding period)

	Net Sales	Operating profit	Ordinary profit	Profit attributable to owners of parent	Profit per share				
Half year	Millions of yen 11,260	% 1.3	Millions of yen 1,140	% 9.6	Millions of yen 1,125	% 13.3	Millions of yen 700	% 5.6	Yen 37.83
Full year	Millions of yen 21,200	% 1.2	Millions of yen 910	% 9.1	Millions of yen 880	% 19.6	Millions of yen 550	% 24.2	Yen 29.72

**\* 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: None

(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) FY17 18,504,000 shares FY16 18,504,000 shares

(3)-2 Number of treasury shares at the end of the fiscal year FY17 68 shares FY16 68 shares

(3)-3 Average number of shares during the period FY17 18,503,932 shares FY16 18,503,932 shares

(Reference) Summary of the non-consolidated financial results

**1. Non-Consolidated financial results for the fiscal year ended March 2018 (From April 1, 2017 to March 31, 2018)**

(1) Non-consolidated financial results

(% indicates changes from the previous corresponding period)

	Net Sales		Operating profit		Ordinary profit		Profit	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Fiscal 2017 (2018/3)	20,054	2.4	640	37.1	540	12.8	290	-16.5
Fiscal 2016 (2017/3)	19,579	1.9	466	-4.0	478	-13.3	348	179.7

	Profit per share	Fully diluted profit per share
	Yen	Yen
Fiscal 2017 (2018/3)	15.72	-
Fiscal 2016 (2017/3)	18.84	-

(2) Non-consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
Fiscal 2017 (2018/3)	20,205	4,085	20.2	220.78
Fiscal 2016 (2017/3)	20,848	3,909	18.8	211.26

(Note) Shareholders' equity:

Fiscal 2017 (2018/3) 4,085 million yen Fiscal 2016 (2017/3) 3,909 million yen

**2. Forecasts of non-consolidated financial results for the fiscal year ending March 2019 (From April 1, 2018 to March 31, 2019)**

(% 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	10,760	1.1	1,062	17.9	1,082	21.5	648	5.8	35.02
Full year	20,200	0.7	730	14.1	740	37.0	440	51.2	23.78

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

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

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.

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

(Thousands of yen)

	Previous fiscal year (as of March 31, 2017)	Current fiscal year (as of March 31, 2018)
<b>Assets</b>		
<b>Current assets</b>		
Cash and deposits	6,542,716	4,973,428
Notes and accounts receivable - trade	3,447,710	3,781,337
Securities	65,750	700,100
Merchandise and Finished goods	275,209	333,344
Work in process	33,028	28,252
Raw materials and supplies	322,579	331,436
Deferred tax assets	357,378	359,183
Beneficiary right in safeguarding and trust system for advance payments	470,399	560,647
Other	598,458	397,761
Allowance for doubtful accounts	-3,530	-3,668
<b>Total current assets</b>	<b>12,109,700</b>	<b>11,461,824</b>
<b>Non-current assets</b>		
Property, plant and equipment		
Buildings and structures, net	1,768,597	1,657,284
Machinery, equipment and vehicles, net	13,324	8,616
Tools, furniture and fixtures, net	75,842	121,257
Land	2,744,159	2,744,159
Leased assets, net	13,361	72,746
<b>Total property, plant and equipment</b>	<b>4,615,285</b>	<b>4,604,063</b>
Intangible assets		
Other	266,484	351,879
<b>Total intangible assets</b>	<b>266,484</b>	<b>351,879</b>
<b>Investments and other assets</b>		
Investment securities	1,046,667	1,168,401
Investments in capital of subsidiaries and associates	33,634	15,010
Deferred tax assets	-	7,879
Long-term time deposits	100,000	100,000
Guarantee deposits	2,925,967	2,919,939
Insurance funds	919,488	919,657
Other	98,310	115,830
Allowance for doubtful accounts	-46,097	-46,120
<b>Total Investments and other assets</b>	<b>5,077,970</b>	<b>5,200,599</b>
<b>Total non-current assets</b>	<b>9,959,741</b>	<b>10,156,542</b>
<b>Total assets</b>	<b>22,069,442</b>	<b>21,618,367</b>

	(Thousands of yen)	
	Previous fiscal year (as of March 31, 2017)	Current fiscal year (as of March 31, 2018)
<b>Liabilities</b>		
<b>Current Liabilities</b>		
Notes and accounts payable - trade	450,866	473,104
Short-term loans payable	800,000	790,000
Current portion of long-term loans payable	1,812,252	1,473,696
Income taxes payable	242,190	162,250
Provision for sales returns	353,500	413,117
Provision for loss on abandonment of sales return	358,944	343,454
Provision for bonuses	74,021	175,202
Asset retirement obligations	10,314	4,629
Advances received	6,262,681	6,284,424
Other	1,020,568	1,163,733
<b>Total current liabilities</b>	<b>11,385,340</b>	<b>11,283,611</b>
<b>Non-current liabilities</b>		
Long-term loans payable	4,916,384	4,202,656
Deferred tax liabilities	20,786	-
Long-term accounts payable - directors' retirement benefits	119,397	119,397
Provision for repairs	37,300	37,300
Asset retirement obligations	625,903	627,651
Other	5,029	55,766
<b>Total non-current liabilities</b>	<b>5,724,801</b>	<b>5,042,772</b>
<b>Total liabilities</b>	<b>17,110,141</b>	<b>16,326,383</b>
<b>Net assets</b>		
<b>Shareholders' equity</b>		
Capital stock	940,200	940,200
Capital surplus	790,547	790,547
Retained earnings	3,223,053	3,591,799
Treasury shares	-25	-25
<b>Total shareholders' equity</b>	<b>4,953,775</b>	<b>5,322,522</b>
<b>Accumulated other comprehensive income</b>		
Valuation difference on available-for-sale securities	-13,837	-54,700
Foreign currency translation adjustment	14,712	18,740
<b>Total accumulated other comprehensive income</b>	<b>874</b>	<b>-35,960</b>
<b>Non-controlling interests</b>	<b>4,650</b>	<b>5,421</b>
<b>Total net assets</b>	<b>4,959,300</b>	<b>5,291,983</b>
<b>Total liabilities and net assets</b>	<b>22,069,442</b>	<b>21,618,367</b>

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

(Consolidated statement of income)

	(Thousands of yen)	
	Previous fiscal year April 1, 2016 - March 31, 2017	Current fiscal year April 1, 2017 - March 31, 2018
Net sales	20,440,094	20,951,466
Cost of sales	12,295,334	12,333,301
Gross profit	8,144,759	8,618,164
Reversal of provision for sales returns	368,248	353,500
Provision for sales returns	353,500	413,117
Gross profit - net	8,159,507	8,558,547
Selling, general and administrative expenses	7,446,358	7,724,590
Operating profit	713,149	833,957
Non-operating income		
Interest income	19,554	23,019
Dividend income	2,667	21
Commission fee	4,427	3,922
Gain on investments in investment securities	4,333	13,698
Share of profit of entities accounted for using equity method	4,420	5,448
Other	8,320	4,185
Total non-operating income	43,724	50,294
Non-operating expenses		
Interest expenses	64,300	54,407
Commission fee	-	53,132
Bad debts expenses	-	20,000
Other	78	21,084
Total non-operating expenses	64,378	148,624
Ordinary profit	692,494	735,627
Extraordinary income		
Subsidy income	14,915	-
Settlement received	120,000	-
Total extraordinary income	134,915	-
Extraordinary losses		
Loss on sales and retirement of non-current assets	1,169	404
Impairment loss	3,128	12,037
Loss on valuation of investment securities	47,931	-
Loss on valuation of investments in capital of subsidiaries and associates	-	20,092
Total extraordinary losses	52,228	32,535
Profit before income taxes	775,180	703,092
Income taxes - current	317,354	271,246
Income taxes - deferred	-33,789	-12,436
Total income taxes	283,564	258,809
Profit	491,616	444,282
Profit attributable to non-controlling interests	1,503	1,520
Profit attributable to owners of parent	490,112	442,762

## (Consolidated statement of comprehensive income)

(Thousands of yen)

	Previous fiscal year April 1, 2016 - March 31, 2017	Current fiscal year April 1, 2017 - March 31, 2018
Profit	491,616	444,282
Other comprehensive income		
Valuation difference on available-for-sale securities	-10,411	-40,863
Foreign currency translation adjustment	-5,798	3,751
Share of other comprehensive income of entities accounted for using equity method	-417	276
Total other comprehensive income	-16,627	-36,835
Comprehensive income	474,988	407,447
(Breakdown)		
Comprehensive income attributable to owners of parent	473,484	405,927
Comprehensive income attributable to non-controlling interests	1,503	1,520

(3) Consolidated statement of changes in net assets

Previous fiscal year (April 1, 2016 - March 31, 2017)

(Thousands of yen)

	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of current period	940,200	790,547	2,788,452	-25	4,519,175
Changes of items during period					
Dividends of surplus			-55,511		-55,511
Profit attributable to owners of parent			490,112		490,112
Net changes of items other than shareholders' equity					
Total changes of items during period	-	-	434,600	-	434,600
Balance at end of current period	940,200	790,547	3,223,053	-25	4,953,775

	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	-3,426	20,928	17,502	3,863	4,540,540
Changes of items during period					
Dividends of surplus					-55,511
Profit attributable to owners of parent					490,112
Net changes of items other than shareholders' equity	-10,411	-6,215	-16,627	787	-15,840
Total changes of items during period	-10,411	-6,215	-16,627	787	418,760
Balance at end of current period	-13,837	14,712	874	4,650	4,959,300

Current fiscal year (April 1, 2017 - March 31, 2018)

(Thousands of yen)

	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of current period	940,200	790,547	3,223,053	-25	4,953,775
Changes of items during period					
Dividends of surplus			-74,015		-74,015
Profit attributable to owners of parent			442,762		442,762
Net changes of items other than shareholders' equity					
Total changes of items during period	-	-	368,746	-	368,746
Balance at end of current period	940,200	790,547	3,591,799	-25	5,322,522

	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	-13,837	14,712	874	4,650	4,959,300
Changes of items during period					
Dividends of surplus					-74,015
Profit attributable to owners of parent					442,762
Net changes of items other than shareholders' equity	-40,863	4,028	-36,835	771	-36,063
Total changes of items during period	-40,863	4,028	-36,835	771	332,683
Balance at end of current period	-54,700	18,740	-35,960	5,421	5,291,983

(4) Consolidated statement of cash flows

	(Thousands of yen)	
	Previous fiscal year April 1,2016 - March 31,2017	Current fiscal year April 1,2017 - March 31,2018
<b>Cash flows from operating activities</b>		
Profit (loss) before income taxes	775,180	703,092
Depreciation	292,985	290,246
Impairment loss	3,128	12,037
Increase (decrease) in allowance for doubtful accounts	-38,596	20,160
Increase (decrease) in provision for bonuses	172	101,181
Increase (decrease) in provision for sales returns	-14,747	59,617
Increase (decrease) in provision for loss on abandonment of sales return	88,599	-15,490
Interest and dividend income	-22,222	-23,040
Interest expenses	64,300	54,407
Commission fee	-	53,132
Share of loss (profit) of entities accounted for using equity method	-4,420	-5,448
Loss (gain) on sales and retirement of non-current assets	1,169	404
Loss(gain) on investments in investment securities	-4,333	-13,698
Loss (gain) on valuation of investment securities	47,931	-
Loss on valuation of investments in capital	-	20,092
Decrease (increase) in notes and accounts receivable - trade	-394,447	-333,329
Decrease (increase) in inventories	-44,674	-62,216
Decrease (increase) in other receivable	38,697	-9,117
Increase (decrease) in notes and accounts payable - trade	-1,649	22,124
Increase (decrease) in advances received	206,264	21,742
Increase (decrease) in Beneficiary right in safeguarding and trust system for advance payment	-27,622	-90,247
Increase (decrease) in other liabilities	-223,039	56,262
Other, net	4,162	25,027
Sub-total	<u>746,837</u>	<u>886,940</u>
Interest and dividend income received	22,370	30,687
Interest expenses paid	-64,371	-54,300
Income taxes paid	-373,420	-329,116
Income tax refund	8	0
Net cash provided by operating activities	<u>331,424</u>	<u>534,212</u>
<b>Cash flows from investing activities</b>		
Proceeds from withdrawal of time deposits	100,000	200,000
Purchase of securities	-	-700,000
Proceeds from sales and redemption of securities	100,000	-
Purchase of property, plant and equipment	-150,835	-105,855
Payments for restoration	-623	-15,287
Purchase of intangible assets	-96,110	-152,995
Purchase of investment securities	-632,083	-569,923
Payments of loans receivable	-25,000	-20,000
Collection of loans receivable	-	6,000
Proceeds from sales and redemption of investment securities	157,851	411,268
Payments for guarantee deposits	-14,502	-28,452
Proceeds from collection of guarantee deposits	4,418	34,540
Other, net	50	-20,000
Net cash provided by (used in) investing activities	<u>-556,835</u>	<u>-960,705</u>

	Previous fiscal year April 1, 2016 - March 31, 2017	Current fiscal year April 1, 2017 - March 31, 2018
<b>Cash flows from financing activities</b>		
Net increase (decrease) in short-term loans payable	100,000	-10,000
Proceeds from long-term loans payable	1,700,000	1,050,000
Repayments of long-term loans payable	-1,752,634	-2,102,284
Cash dividends paid	-55,019	-73,424
Dividends paid to non-controlling interests	-716	-748
Repayments of lease obligations	-22,638	-22,115
Other, net	-	-50,788
Net cash provided by (used in) financing activities	-31,008	-1,209,361
Effect of exchange rate change on cash and cash equivalents	-4,644	-4,998
Net increase (decrease) in cash and cash equivalents	-261,063	-1,640,854
Cash and cash equivalents at the beginning of the year	6,845,069	6,584,005
Cash and cash equivalents at the end of the year	6,584,005	4,943,151

**(5) Note for Consolidated Financial Statement**

(Going-Concern Assumption)

Not applicable.

(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, 2016 - March 31, 2017)					(Thousands of yen)
	Reporting segments				Total
	Personal Education	Corporate Training	Publishing	Manpower Business	
I Net sales					
(1) External customers	12,479,131	4,156,113	3,335,144	656,710	20,627,099
(2) Intersegment and transfer	1,954	-	410	61,590	63,955
Total	12,481,085	4,156,113	3,335,555	718,300	20,691,054
Segment profit (loss)	172,387	1,110,636	641,579	92,238	2,016,842
II Other					
Depreciation	212,518	17,647	9,296	5,033	244,495
Amortization of goodwill	-	-	-	-	-

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

## Current fiscal year (April 1, 2017 - March 31, 2018) (Thousands of yen)

	Reporting segments				Total
	Personal Education	Corporate Training	Publishing	Manpower Business	
I Net sales					
(1) External customers	12,533,956	4,318,485	3,416,397	698,276	20,967,115
(2) Intersegment and transfer	2,141	-	58	56,704	58,903
Total	12,536,097	4,318,485	3,416,455	754,981	21,026,019
Segment profit (loss)	162,470	1,135,488	596,569	104,502	1,999,030
II Other					
Depreciation	199,927	22,003	9,690	6,151	237,772
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)

(Thousands of yen)

Sales	Previous fiscal year	Current fiscal year
Total net sales of the reporting segments	20,691,054	21,026,019
Adjustment of tuition advances	-187,004	-15,649
Elimination of Intersegment transactions	-63,955	-58,903
Net sales of the consolidated financial statements	20,440,094	20,951,466

(Thousands of yen)		
Profit	Previous fiscal year	Current fiscal year
Total operating profit of the reporting segments	2,016,842	1,999,030
Adjustment of tuition advances	-187,004	-15,649
Corporate expenses *	-1,116,688	-1,149,423
Operating profit of the consolidated financial statements	713,149	833,957

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

(Related information)

Previous fiscal year (April 1, 2016 - March 31, 2017)

1. Information by each product and service

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

2. Geographical information

(1) Sales

Descriptions are omitted since 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, 2017 - March 31, 2018)

1. Information by each product and service

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

2. Geographical information

(1) Sales

Descriptions are omitted since sales to external customers in Japan comprise 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, 2016 - March 31, 2017)

In the personal education segment, impairment of features (Buildings and Structures) that are no longer expected to be used due to reduce floor is ¥3,128 thousand. The features posted as extraordinary loss, have not been allocated to reporting segments.

Current fiscal year (April 1, 2017 - March 31, 2018)

In the personal education segment, impairment of features (Buildings and Structures) that are no longer expected to be used due to reduce floor is ¥932 thousand and impairment of features (Buildings and Structures) of the school in Sapporo is ¥11,104 thousand due to the decrease in profitability. The features posted as extraordinary loss, have not been allocated to reporting segments.

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

Previous fiscal year (April 1, 2016 - March 31, 2017)

Not applicable.

Current fiscal year (April 1, 2017 - March 31, 2018)

Not applicable.

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

Previous fiscal year (April 1, 2016 - March 31, 2017)

Not applicable.

Current fiscal year (April 1, 2017 - March 31, 2018)

Not applicable.

**(Per share information)**

	Previous fiscal year April 1, 2016 - March 31, 2017	Current fiscal year April 1, 2017 - March 31, 2018
Net assets per share	¥ 267.76	¥ 285.70
Profit per share	¥ 26.49	¥ 23.93

(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 April 1, 2016 - March 31, 2017	Current fiscal year April 1, 2017 - March 31, 2018
Profit attributable to owners of parent (thousands of yen)	490,112	442,762
Amount not attributable to common stockholders (thousands of yen)	-	-
Amount attributable to common stock (thousands of yen)	490,112	442,762
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 March 31, 2017	Current fiscal year March 31, 2018
Total net assets (thousands of yen)	4,959,300	5,291,983
Amount deducted from the total net assets (thousands of yen)	4,650	5,421
[Non-controlling interests (thousands of yen)]	(4,650)	(5,421)
Net assets related to common stock (thousands of yen)	4,954,650	5,286,562
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.