

Summary

Consolidated Financial Results for the Fiscal Year Ended March 31, 2021 <JGAAP>

May 14, 2021

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, 2021
 Scheduled date to commence dividend payments: June 28, 2021
 Scheduled date to submit the annual securities report: June 28, 2021
 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 2021 (From April 1, 2020 to March 31, 2021)

(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	%
FY2020 (Apr.1,2020-Mar.31,2021)	19,749	-2.9	404	149.5	646	147.9	405	292.7
FY2019 (Apr.1,2019-Mar.31,2020)	20,331	-0.7	162	-52.4	260	-36.4	103	-66.6

(Note) Comprehensive income: FY 2020(2021/3) 430million yen (372.3%), FY 2019(2020/3) 91 million yen (-72.9%)

	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	%	%	%
FY2020 (Apr.1,2020-Mar.31,2021)	21.92	-	7.2	3.2	2.0
FY2019 (Apr.1,2019-Mar.31,2020)	5.58	-	1.9	1.2	0.8

(Note) Share of profit of entities accounted for using equity method: FY2020 (2021/3) 7 million yen, FY2019 (2020/3) 7 million yen

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Yen in Millions	Yen in Millions	%	Yen
FY2020 (As of Mar.31,2021)	20,417	5,815	28.4	313.88
FY2019 (As of Mar.31,2020)	20,253	5,478	27.0	295.67

(Note) Equity: FY 2020 (2021/3) 5,808 million yen, FY2019 (2020/3) 5,471 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
FY2020 (Apr.1,2020-Mar.31,2021)	1,443	270	-864	5,118
FY2019 (Apr.1,2019-Mar.31,2020)	586	-153	-1,334	4,257

2. Dividends

	Annual dividends per share					Total amount of dividends (annual)	Payout ratio (consolidated)	Ratio of dividends to net assets (consolidated)
	1st quarter	2nd quarter	3rd quarter	4th quarter	Total			
FY2019 (Apr.1,2019-Mar.31,2020)	Yen -	Yen 2.00	Yen -	Yen 3.00	Yen 5.00	Yen in Millions 92	% 89.5	% 1.7
FY2020 (Apr.1,2020-Mar.31,2021)	-	2.00	-	3.00	5.00	92	22.8	1.6
FY 2021 (Forecast)	-	3.00	-	3.00	6.00		29.2	

**3. Forecasts of consolidated financial results for the fiscal year ending March 2022
(From April 1, 2021 to March 31, 2022)**

(% 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	10,940	7.8	1,000	10.2	989	-6.9	659	-10.2	35.61
Full year	20,500	3.8	600	48.3	578	-10.6	380	-6.3	20.54

*** 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)

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

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

FY2020	18,504,000 shares	FY2019	18,504,000 shares
FY2020	68 shares	FY2019	68 shares
FY2020	18,503,932 shares	FY2019	18,503,932 shares

(Reference) Summary of the non-consolidated financial results

**1. Non-Consolidated financial results for the fiscal year ended March 2021
(From April 1, 2020 to March 31, 2021)**

(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	%
FY2020 (Apr.1,2020-Mar.31,2021)	19,058	-2.7	223	451.9	484	62.3	301	68.0
FY2019 (Apr.1,2019-Mar.31,2020)	19,577	-0.0	40	-60.0	298	50.9	179	20.0

	Profit per share		Fully diluted profit per share	
	Yen		Yen	
FY2020 (Apr.1,2020-Mar.31,2021)	16.30		-	
FY2019 (Apr.1,2019-Mar.31,2020)	9.70		-	

(2) Non-consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Yen in Millions	Yen in Millions	%	Yen
FY2020 (As of Mar.31,2021)	18,838	4,418	23.5	238.76
FY2019 (As of Mar.31,2020)	18,774	4,197	22.4	226.86

(Note) Shareholders' equity: FY 2020 (2021/3) 4,418 million yen, FY 2019 (2020/3) 4,197 million yen

**2. Forecasts of non-consolidated financial results for the fiscal year ending March 2022
(From April 1, 2021 to March 31, 2022)**

(% 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	10,600	8.2	960	32.5	983	9.3	659	4.2	35.61
Full year	19,800	3.9	500	123.8	514	6.2	340	12.7	18.37

* 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**

(Yen in Thousands)

	FY2019 (As of Mar.31,2020)	FY2020 (As of Mar.31,2021)
Assets		
Current assets		
Cash and deposits	4,287,322	5,149,331
Notes and accounts receivable - trade	3,860,003	3,792,077
Securities	200,085	200,011
Merchandise and Finished goods	514,042	541,892
Work in process	10,116	1,898
Raw materials and supplies	341,476	350,485
Other	511,232	473,062
Allowance for doubtful accounts	-7,310	-6,793
Total current assets	9,716,969	10,501,967
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	1,813,021	1,825,773
Machinery, equipment and vehicles, net	7,878	5,459
Tools, furniture and fixtures, net	136,342	142,629
Land	2,744,159	2,744,159
Leased assets, net	45,435	42,105
Total property, plant and equipment	4,746,837	4,760,127
Intangible assets		
Other	300,168	233,301
Total intangible assets	300,168	233,301
Investments and other assets		
Investment securities	1,349,053	965,555
Investments in capital of subsidiaries and associates	6,385	6,385
Deferred tax assets	455,211	370,032
Long-term time deposits	100,000	—
Guarantee deposits	2,806,899	2,790,446
Insurance funds	604,882	617,056
Other	199,070	205,241
Allowance for doubtful accounts	-32,277	-32,272
Total Investments and other assets	5,489,224	4,922,446
Total non-current assets	10,536,230	9,915,875
Total assets	20,253,199	20,417,842

(Yen in Thousands)

	FY2019 (As of Mar.31,2020)	FY2020 (As of Mar.31,2021)
Liabilities		
Current Liabilities		
Notes and accounts payable - trade	495,222	633,888
Short-term loans payable	790,000	1,190,000
Current portion of long-term loans payable	1,141,360	720,558
Income taxes payable	18,783	133,345
Provision for sales returns	499,824	458,892
Provision for loss on abandonment of sales return	313,257	269,052
Provision for bonuses	192,146	198,633
Asset retirement obligations	78,762	106,489
Advances received	6,176,689	6,294,969
Other	1,019,461	1,293,127
Total current liabilities	10,725,508	11,298,957
Non-current liabilities		
Long-term loans payable	3,256,063	2,535,505
Long-term accounts payable - directors' retirement benefits	25,077	25,077
Provision for repairs	37,300	37,300
Asset retirement obligations	693,765	679,168
Other	37,353	26,193
Total non-current liabilities	4,049,559	3,303,244
Total liabilities	14,775,067	14,602,201
Net assets		
Shareholders' equity		
Capital stock	940,200	940,200
Capital surplus	790,547	790,547
Retained earnings	3,764,284	4,077,451
Treasury shares	-25	-25
Total shareholders' equity	5,495,006	5,808,173
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	-30,666	-19,388
Foreign currency translation adjustment	6,685	19,288
Total accumulated other comprehensive income	-23,980	-100
Non-controlling interests	7,105	7,567
Total net assets	5,478,131	5,815,641
Total liabilities and net assets	20,253,199	20,417,842

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

(Consolidated statement of income)

(Yen in Thousands)

	FY2019 (Apr.1,2019-Mar.31,2020)	FY2020 (Apr.1,2020-Mar.31,2021)
Net sales	20,331,697	19,749,802
Cost of sales	12,587,325	12,065,610
Gross profit	7,744,372	7,684,192
Reversal of provision for sales returns	505,634	499,824
Provision for sales returns	499,824	458,892
Gross profit - net	7,750,182	7,725,123
Selling, general and administrative expenses	7,588,051	7,320,549
Operating profit	162,130	404,573
Non-operating income		
Interest income	15,832	11,278
Dividend income	36	36
Commission income	6,356	5,102
Gain on investments in investment securities	10,056	18,209
Share of profit of entities accounted for using equity method	7,478	7,945
Insurance claim income	95,625	—
Subsidy income	—	166,749
Compensation income	—	74,580
Other	15,380	14,011
Total non-operating income	150,765	297,912
Non-operating expenses		
Interest expenses	42,514	38,464
Commission expenses	7,220	8,132
Other	2,417	9,635
Total non-operating expenses	52,153	56,231
Ordinary profit	260,742	646,254
Extraordinary income		
Settlement received	24,228	—
Gain on sales of non-current assets	—	376
Total extraordinary income	24,228	376
Extraordinary losses		
Loss on sales and retirement of non-current assets	10,850	25,378
Impairment loss	5,133	4,678
Special retirement payments	155,680	—
Total extraordinary losses	171,664	30,057
Profit before income taxes	113,307	616,573
Income taxes - current	50,872	129,404
Income taxes - deferred	-42,523	80,201
Total income taxes	8,348	209,605
Profit	104,959	406,968
Profit attributable to non-controlling interests	1,640	1,281
Profit attributable to owners of parent	103,318	405,686

(Consolidated statement of comprehensive income)

(Yen in Thousands)

	FY2019 (Apr.1,2019-Mar.31,2020)	FY2020 (Apr.1,2020-Mar.31,2021)
Profit	104,959	406,968
Other comprehensive income		
Valuation difference on available-for-sale securities	-4,590	11,278
Foreign currency translation adjustment	-8,407	12,602
Share of other comprehensive income of entities accounted for using equity method	-741	—
Total other comprehensive income	-13,739	23,880
Comprehensive income	91,219	430,848
(Breakdown)		
Comprehensive income attributable to owners of parent	89,579	429,567
Comprehensive income attributable to non-controlling interests	1,640	1,281

(3) Consolidated statement of changes in net assets

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

(Yen in Thousands)

	Shareholders' equity				Total shareholders' equity
	Capital stock	Capital surplus	Retained earnings	Treasury shares	
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

Current fiscal year (April 1, 2020 - March 31, 2021)

(Yen in Thousands)

	Shareholders' equity				Total shareholders' equity
	Capital stock	Capital surplus	Retained earnings	Treasury shares	
Balance at beginning of current period	940,200	790,547	3,764,284	-25	5,495,006
Changes of items during period					
Dividends of surplus			-92,519		-92,519
Profit attributable to owners of parent			405,686		405,686
Net changes of items other than shareholders' equity					
Total changes of items during period	—	—	313,167	—	313,167
Balance at end of current period	940,200	790,547	4,077,451	-25	5,808,173

	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	-30,666	6,685	-23,980	7,105	5,478,131
Changes of items during period					
Dividends of surplus					-92,519
Profit attributable to owners of parent					405,686
Net changes of items other than shareholders' equity	11,278	12,602	23,880	462	24,342
Total changes of items during period	11,278	12,602	23,880	462	337,509
Balance at end of current period	-19,388	19,288	-100	7,567	5,815,641

(4) Consolidated statement of cash flows

(Yen in Thousands)

	FY2019 (Apr.1,2019-Mar.31,2020)	FY2020 (Apr.1,2020-Mar.31,2021)
Cash flows from operating activities		
Profit (loss) before income taxes	113,307	616,573
Depreciation	303,742	309,813
Impairment loss	5,133	4,678
Increase (decrease) in allowance for doubtful accounts	-9,590	-521
Increase (decrease) in provision for bonuses	1,266	6,486
Increase (decrease) in provision for sales returns	-5,810	-40,931
Increase (decrease) in provision for loss on abandonment of sales return	-1,927	-44,205
Interest and dividend income	-15,868	-11,314
Insurance claim income	-95,625	—
Subsidy income	—	-166,749
Compensation income	—	-74,580
Interest expenses	42,514	38,464
Commission expenses	7,220	8,132
Share of loss (profit) of entities accounted for using equity method	-7,478	-7,945
Settlement received	-24,228	—
Loss (gain) on sales and retirement of non-current assets	10,850	25,002
Loss(gain) on investments in investment securities	-10,056	-18,209
Decrease (increase) in notes and accounts receivable - trade	10,697	68,569
Decrease (increase) in inventories	-80,958	-28,641
Decrease (increase) in other receivable	-24,085	53,011
Increase (decrease) in notes and accounts payable - trade	-29,441	138,421
Increase (decrease) in advances received	132,319	118,279
Increase (decrease) in beneficiary right in safeguarding and trust system for advance payment	537,709	—
Increase (decrease) in other liabilities	-143,842	268,894
Other, net	-10,309	14,667
Sub-total	705,539	1,277,898
Interest and dividend income received	28,683	33,636
Interest expenses paid	-42,612	-38,517
Income taxes paid	-137,206	-70,101
Income taxes refund	32,252	73,717
Proceeds from subsidy income	—	166,749
Net cash provided by operating activities	586,655	1,443,383
Cash flows from investing activities		
Proceeds from withdrawal of time deposits	—	100,000
Purchase of securities	-100,000	—
Purchase of property, plant and equipment	-259,369	-143,613
Proceeds from sales of property, plant and equipment	—	1,260
Payments for restoration	-97,935	-104,564
Purchase of intangible assets	-65,865	-27,953
Purchase of investment securities	-303,378	-100,208
Proceeds from sales and redemption of investment securities	281,301	505,381
Collection of loans receivable	12,350	26,923
Payments for guarantee deposits	-87,680	-195,355
Proceeds from collection of guarantee deposits	213,062	208,736
Purchase of insurance funds	-318,894	—
Proceeds from maturity of insurance funds	573,323	—
Other	—	10
Net cash provided by (used in) investing activities	-153,086	270,616

(Yen in Thousands)

	FY2019 (Apr.1,2019-Mar.31,2020)	FY2020 (Apr.1,2020-Mar.31,2021)
Cash flows from financing activities		
Net increase (decrease) in short-term loans payable	-600,000	400,000
Proceeds from long-term loans payable	700,000	—
Repayments of long-term loans payable	-1,289,894	-1,141,360
Cash dividends paid	-110,667	-91,876
Dividends paid to non-controlling interests	-796	-819
Repayments of lease obligations	-25,675	-22,506
Other, net	-7,220	-8,132
Net cash provided by (used in) financing activities	-1,334,253	-864,694
Effect of exchange rate change on cash and cash equivalents	-7,526	12,627
Net increase (decrease) in cash and cash equivalents	-908,211	861,934
Cash and cash equivalents at the beginning of the year	5,165,236	4,257,025
Cash and cash equivalents at the end of the year	4,257,025	5,118,959

(5) Note for Consolidated Financial Statement

(Going-Concern Assumption)

None

(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 ¥ 39,868 thousands 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, 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.

Current fiscal year (April 1, 2020 - March 31, 2021)

(Yen in Thousands)

	Reporting segments				Total
	Personal Education	Corporate Training	Publishing	Manpower Business	
I Net sales					
(1) External customers	11,271,930	4,113,770	4,000,549	429,858	19,816,108
(2) Intersegment and transfer	1,705	—	—	50,242	51,948
Total	11,273,636	4,113,770	4,000,549	480,100	19,868,056
Segment profit (loss)	-565,251	1,011,779	1,139,932	35,456	1,621,916
II Other					
Depreciation	187,548	44,793	8,255	10,148	250,745
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, 2019 - Mar.31, 2020)	Current fiscal year (Apr.1, 2020 - Mar.31, 2021)
Total net sales of the reporting segments	20,465,142	19,868,056
Adjustment of tuition advances	-67,211	-66,305
Elimination of Intersegment transactions	-66,234	-51,948
Net sales of the consolidated financial statements	20,331,697	19,749,802

Profit (loss)	Previous fiscal year (Apr.1, 2019 - Mar.31, 2020)	Current fiscal year (Apr.1, 2020 - Mar.31, 2021)
Total operating profit of the reporting segments	1,366,246	1,621,916
Adjustment of tuition advances	-67,211	-66,305
Corporate expenses *	-1,136,904	-1,151,037
Operating profit of the consolidated financial statements	162,130	404,573

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

(Related information)

Previous 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 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, 2020 - March 31, 2021)

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, 2019 - March 31, 2020)

In the personal education segment, although an impairment loss of ¥ 5,113 thousands was recorded for the constructions (buildings and structures) and tools, furniture 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.

Current fiscal year (April 1, 2020 - March 31, 2021)

In the personal education segment, impairment loss of constructions (buildings and structures) and tools, furniture and fixtures that are no longer expected to be used due to reduce floor is ¥4,678 thousands. The impairment loss, 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, 2019 - March 31, 2020)

None

Current fiscal year (April 1, 2020- March 31, 2021)

None

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

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

None

Current fiscal year (April 1, 2020 - March 31, 2021)

None

(Per share information)

	Previous fiscal year (Apr.1, 2019 - Mar.31, 2020)	Current fiscal year (Apr.1, 2020 - Mar.31, 2021)
Net assets per share	¥ 295.67	¥ 313.88
Profit per share	¥ 5.58	¥ 21.92

(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.1,2019-Mar.31,2020)	Current fiscal year (Apr.1,2020-Mar.31,2021)
Profit attributable to owners of parent (thousands of yen)	103,318	405,686
Amount not attributable to common stockholders (Yen in thousands)	—	—
Profit attribute to owners to parent related to common stock (Yen in thousands)	103,318	405,686
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, 2020)	Current fiscal year (Mar.31, 2021)
Total net assets (thousands of yen)	5,478,131	5,815,641
Amount deducted from the total net assets (thousands of yen)	7,105	7,567
[Non-controlling interests (thousands of yen)	(7,105)	(7,567)
Net assets related to common stock (thousands of yen)	5,471,026	5,808,073
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)

None