

Summary

Consolidated Financial Results for the Fiscal Year Ended March 31, 2024 <JGAAP>

May 15, 2024

Company name: TAC CO., Ltd.
 Listing: Tokyo Stock Exchange
 Company code number: 4319
 URL: <https://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 26, 2024
 Scheduled date to commence dividend payments: June 27, 2024
 Scheduled date to submit the annual securities report: June 27, 2024
 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 2024 (From April 1, 2023 to March 31, 2024)

(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	%
FY2023 (Apr.1,2023-Mar.31,2024)	19,001	-3.6	-307	—	-329	—	-219	—
FY2022 (Apr.1,2022-Mar.31,2023)	19,711	-3.7	319	-22.8	324	-26.7	214	-51.7

(Note) Comprehensive income: FY 2023(2024/3) -221 million yen (—%), FY 2022(2023/3) 215 million yen (-54.2%)

	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
	Yen	Yen	%	%	%
FY2023 (Apr.1,2023-Mar.31,2024)	-12.12	—	-3.6	-1.6	-1.6
FY2022 (Apr.1,2022-Mar.31,2023)	11.69	—	3.5	1.5	1.6

(Note) Share of profit of entities accounted for using equity method: FY2023 (2024/3) 1 million yen, FY2022 (2023/3) -1 million yen

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Yen in Millions	Yen in Millions	%	Yen
FY2023 (As of Mar.31,2024)	20,790	5,872	28.2	323.28
FY2022 (As of Mar.31,2023)	20,795	6,203	29.8	341.58

(Note) Equity: FY 2023 (2024/3) 5,862 million yen, FY2022 (2023/3) 6,194 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 the end of the period
	Yen in Millions	Yen in Millions	Yen in Millions	Yen in Millions
FY2023 (Apr.1,2023-Mar.31,2024)	-524	-43	206	5,745
FY2022 (Apr.1,2022-Mar.31,2023)	-28	436	-21	6,103

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	2nd quarter	3rd quarter	4th quarter	Total			
FY2022 (Apr.1,2022-Mar.31,2023)	Yen —	Yen 3.00	Yen —	Yen 3.00	Yen 6.00	109	51.3	1.8
FY2023 (Apr.1,2023-Mar.31,2024)	—	3.00	—	3.00	6.00	108	—	1.8
FY 2024 (Forecast)	—	2.00	—	2.00	4.00		48.4	

**3. Forecasts of consolidated financial results for the fiscal year ending March 2025
(From April 1, 2024 to March 31, 2025)**

(% 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	10,112	-0.1	495	95.7	470	107.3	313	79.9	17.26
Full year	19,220	1.1	270	—	220	—	150	—	8.27

*** 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)

FY2023	18,504,000 shares	FY2022	18,504,000 shares
FY2023	370,168 shares	FY2022	370,168 shares
FY2023	18,133,832 shares	FY2022	18,366,031 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 2024
(From April 1, 2023 to March 31, 2024)**

(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	%
FY2023 (Apr.1,2023-Mar.31,2024)	18,230	-3.9	-445	—	-407	—	-247	—
FY2022 (Apr.1,2022-Mar.31,2023)	18,972	-3.8	178	-22.4	235	-21.2	168	-51.6

	Profit per share		Fully diluted profit per share	
	Yen		Yen	
FY2023 (Apr.1,2023-Mar.31,2024)	-13.67		—	
FY2022 (Apr.1,2022-Mar.31,2023)	9.20		—	

(2) Non-consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Yen in Millions	Yen in Millions	%	Yen
FY2023 (As of Mar.31,2024)	18,937	4,268	22.5	235.37
FY2022 (As of Mar.31,2023)	19,006	4,640	24.4	255.92

(Note) Shareholders' equity: FY 2023 (2024/3) 4,268 million yen, FY 2022 (2023/3) 4,640 million yen

* 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)

	FY2022 (As of March 31, 2023)	FY2023 (As of March 31, 2024)
Assets		
Current assets		
Cash and deposits	6,103,857	5,745,728
Accounts receivable - trade	3,835,409	4,259,617
Securities	200,000	—
Merchandise and Finished goods	467,535	601,275
Work in process	38,993	5,723
Raw materials and supplies	372,397	329,702
Other	588,720	683,554
Allowance for doubtful accounts	-2,672	-2,872
Total current assets	11,604,241	11,622,728
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	1,889,428	1,788,086
Machinery, equipment and vehicles, net	2,901	1,738
Tools, furniture and fixtures, net	267,486	230,981
Land	2,744,159	2,744,159
Leased assets, net	69,046	90,898
Total property, plant and equipment	4,973,022	4,855,864
Intangible assets		
Other	231,137	303,489
Total intangible assets	231,137	303,489
Investments and other assets		
Investment securities	579,264	532,733
Investments in capital of subsidiaries and associates	0	—
Deferred tax assets	424,711	620,279
Long-term time deposits	100,000	100,000
Guarantee deposits	2,133,262	2,012,262
Insurance funds	626,382	642,965
Other	148,981	126,327
Allowance for doubtful accounts	-25,782	-25,779
Total Investments and other assets	3,986,819	4,008,789
Total non-current assets	9,190,978	9,168,143
Total assets	20,795,219	20,790,872

(Yen in Thousands)

	FY2022 (As of March 31, 2023)	FY2023 (As of March 31, 2024)
Liabilities		
Current Liabilities		
Notes and accounts payable - trade	495,021	580,431
Short-term loans payable	1,400,000	1,500,000
Current portion of long-term loans payable	828,645	2,417,684
Income taxes payable	40,962	37,440
Provision for loss on abandonment of sales return	333,995	377,550
Provision for bonuses	202,241	183,826
Asset retirement obligations	67,381	56,498
Advances received	5,483,604	5,462,715
Other	1,894,416	1,836,970
Total current liabilities	10,746,269	12,453,117
Non-current liabilities		
Long-term loans payable	3,069,926	1,732,258
Long-term accounts payable - directors' retirement benefits	25,077	25,077
Provision for repairs	37,300	37,300
Asset retirement obligations	658,138	599,748
Other	55,183	71,328
Total non-current liabilities	3,845,626	2,465,712
Total liabilities	14,591,895	14,918,830
Net assets		
Shareholders' equity		
Capital stock	940,200	940,200
Capital surplus	790,547	790,547
Retained earnings	4,515,132	4,186,563
Treasury shares	-75,155	-75,155
Total shareholders' equity	6,170,725	5,842,155
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	-17,487	-33,460
Foreign currency translation adjustment	40,918	53,576
Total accumulated other comprehensive income	23,431	20,115
Non-controlling interests	9,167	9,771
Total net assets	6,203,324	5,872,042
Total liabilities and net assets	20,795,219	20,790,872

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

(Consolidated statement of income)

(Yen in Thousands)

	FY2022 (Apr.1,2022-Mar.31,2023)	FY2023 (Apr.1,2023-Mar.31,2024)
Net sales	19,711,739	19,001,497
Cost of sales	11,979,343	12,012,969
Gross profit	7,732,396	6,988,527
Selling, general and administrative expenses	7,413,355	7,295,940
Operating profit (loss)	319,041	-307,412
Non-operating income		
Interest income	8,765	7,181
Dividend income	36	117
Commission income	5,255	5,652
Gain on sale of investment securities	—	3,499
Gain on investments in investment securities	2,372	15,576
Share of profit of entities accounted for using equity method	—	1,180
Insurance claim income	25,816	—
Other	6,960	4,333
Total non-operating income	49,206	37,541
Non-operating expenses		
Interest expenses	34,300	33,092
Commission expenses	7,466	8,090
Share of loss of entities accounted for using equity method	1,475	—
Foreign exchange losses	—	9,207
Other	479	9,708
Total non-operating expenses	43,722	60,099
Ordinary profit (loss)	324,525	-329,970
Extraordinary income		
Gain on liquidation of investment securities	—	13,224
Total extraordinary income	—	13,224
Extraordinary losses		
Loss on sales and retirement of non-current assets	2,369	13,912
Impairment loss	15,441	—
Loss on valuation of investment securities	—	6,499
Loss on valuation of investments in capital of subsidiaries and associates	6,385	—
Total extraordinary losses	24,196	20,412
Profit (loss) before income taxes	300,329	-337,158
Income taxes - current	135,441	69,664
Income taxes - deferred	-51,200	-188,518
Total income taxes	84,241	-118,853
Profit (loss)	216,087	-218,304
Profit attributable to non-controlling interests	1,346	1,461
Profit (loss) attributable to owners of parent	214,740	-219,766

(Consolidated statement of comprehensive income)

(Yen in Thousands)

	FY2022 (Apr.1,2022-Mar.31,2023)	FY2023 (Apr.1,2023-Mar.31,2024)
Profit (loss)	216,087	-218,304
Other comprehensive income		
Valuation difference on available-for-sale securities	-1,664	-15,973
Foreign currency translation adjustment	1,272	12,657
Total other comprehensive income	-391	-3,316
Comprehensive income	215,695	-221,621
(Breakdown)		
Comprehensive income attributable to owners of parent	214,349	-223,082
Comprehensive income attributable to non-controlling interests	1,346	1,461

(3) Consolidated statement of changes in net assets

Previous fiscal year (April 1, 2022 - March 31, 2023)

(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	4,411,415	-25	6,142,138
Changes of items during period					
Dividends of surplus			-111,023		-111,023
Profit (loss) attributable to owners of parent			214,740		214,740
Purchase of treasury shares				-75,130	-75,130
Net changes of items other than shareholders' equity					
Total changes of items during period	—	—	103,717	-75,130	28,586
Balance at end of current period	940,200	790,547	4,515,132	-75,155	6,170,725

	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	-15,822	39,645	23,823	8,710	6,174,672
Changes of items during period					
Dividends of surplus					-111,023
Profit (loss) attributable to owners of parent					214,740
Purchase of treasury shares					-75,130
Net changes of items other than shareholders' equity	-1,664	1,272	-391	457	65
Total changes of items during period	-1,664	1,272	-391	457	28,652
Balance at end of current period	-17,487	40,918	23,431	9,167	6,203,324

Current fiscal year (April 1, 2023 - March 31, 2024)

(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	4,515,132	-75,155	6,170,725
Changes of items during period					
Dividends of surplus			-108,802		-108,802
Profit (loss) attributable to owners of parent			-219,766		-219,766
Purchase of treasury shares					—
Net changes of items other than shareholders' equity					
Total changes of items during period	—	—	-328,569	—	-328,569
Balance at end of current period	940,200	790,547	4,186,563	-75,155	5,842,155

	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	-17,487	40,918	23,431	9,167	6,203,324
Changes of items during period					
Dividends of surplus					-108,802
Profit (loss) attributable to owners of parent					-219,766
Purchase of treasury shares					—
Net changes of items other than shareholders' equity	-15,973	12,657	-3,316	603	-2,712
Total changes of items during period	-15,973	12,657	-3,316	603	-331,282
Balance at end of current period	-33,460	53,576	20,115	9,771	5,872,042

(4) Consolidated statement of cash flows

(Yen in Thousands)

	FY2022 (Apr.1,2022-Mar.31,2023)	FY2023 (Apr.1,2023-Mar.31,2024)
Cash flows from operating activities		
Profit (loss) before income taxes	300,329	-337,158
Depreciation	417,592	408,876
Impairment loss	15,441	—
Increase (decrease) in allowance for doubtful accounts	-5,389	197
Increase (decrease) in provision for bonuses	5,090	-18,415
Increase (decrease) in provision for loss on abandonment of sales return	31,777	43,555
Interest and dividend income	-8,801	-7,299
Insurance claim income	-25,816	—
Interest expenses	34,300	33,092
Commission expenses	7,466	8,090
Share of loss (profit) of entities accounted for using equity method	1,475	-1,180
Loss (gain) on sales and retirement of non-current assets	2,369	13,912
Loss (gain) on sale of investment securities	—	-3,499
Loss(gain) on investments in investment securities	-2,372	-15,576
Loss (gain) on liquidation of investment securities	—	-13,224
Loss on valuation of investments in capital of subsidiaries and associates	6,385	—
Loss (gain) on valuation of investment securities	—	6,499
Decrease (increase) in notes and accounts receivable - trade	-253,362	-423,763
Decrease (increase) in inventories	-82,391	-57,775
Decrease (increase) in other receivable	11,201	-57,116
Increase (decrease) in notes and accounts payable - trade	-20,089	85,221
Increase (decrease) in advances received	-460,095	-20,889
Increase (decrease) in other liabilities	27,761	-85,136
Other, net	20,678	14,428
Sub-total	23,549	-427,161
Interest and dividend income received	10,126	8,773
Interest expenses paid	-34,436	-33,043
Income taxes paid	-338,686	-101,947
Income taxes refund	102	28,993
Proceeds from compensation for forced relocation	306,496	—
Proceeds from subsidy income	4,285	332
Net cash provided by (used in) operating activities	-28,562	-524,052
Cash flows from investing activities		
Payments into time deposits	-100,000	—
Proceeds from sale and redemption of securities	—	200,000
Purchase of property, plant and equipment	-286,305	-133,931
Payments for restoration	-123,629	-92,550
Purchase of intangible assets	-104,330	-156,573
Proceeds from sales and redemption of investment securities	174,363	35,515
Proceeds from liquidation of investment securities	—	13,224
Payments for guarantee deposits	-2,041	-43,837
Proceeds from collection of guarantee deposits	828,771	135,532
Proceeds from maturity of insurance funds	49,376	—
Other, net	—	-1,000
Net cash provided by (used in) investing activities	436,204	-43,620

(Yen in Thousands)

	FY2022 (Apr.1,2022-Mar.31,2023)	FY2023 (Apr.1,2023-Mar.31,2024)
Cash flows from financing activities		
Net increase (decrease) in short-term loans payable	100,000	100,000
Proceeds from long-term loans payable	1,000,000	1,200,000
Repayments of long-term loans payable	-897,292	-948,629
Purchase of treasury shares	-75,543	—
Cash dividends paid	-110,702	-108,392
Dividends paid to non-controlling interests	-889	-857
Repayments of lease obligations	-29,594	-28,410
Other, net	-7,090	-7,090
Net cash provided by (used in) financing activities	-21,113	206,619
Effect of exchange rate change on cash and cash equivalents	756	2,922
Net increase (decrease) in cash and cash equivalents	387,285	-358,129
Cash and cash equivalents at the beginning of the period	5,716,572	6,103,857
Cash and cash equivalents at the end of the period	6,103,857	5,745,728

(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 for the current consolidated fiscal year. The increase of ¥31,867 thousand due to the change in the estimate is added to the asset retirement obligation balance before the change.

There is no impact on operating loss, ordinary loss, and loss before income taxes due to the change in the estimates for the current consolidated fiscal year.

(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 and the breakdown of revenue

Previous fiscal year (April 1, 2022 - March 31, 2023)

(Yen in Thousands)

	Reporting segments				Total
	Personal Education	Corporate Training	Publishing	Manpower Business	
Net sales					
Goods or services transferred at a point in time	25,394	865,129	4,426,410	116,126	5,433,060
Goods or services transferred over time	9,946,494	3,558,324	—	357,568	13,862,387
Revenue from contracts with customers	9,971,889	4,423,453	4,426,410	473,694	19,295,448
External customers	9,971,889	4,423,453	4,426,410	473,694	19,295,448
Intersegment and transfer	2,286	—	46	44,298	46,631
Total	9,974,175	4,423,453	4,426,456	517,993	19,342,079
Segment profit(loss)	-1,074,686	966,208	1,216,665	70,031	1,178,219
Other					
Depreciation	282,320	54,742	15,099	8,857	361,019
Amortization of goodwill	—	—	—	—	—

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

Current fiscal year (April 1, 2023 - March 31, 2024)

(Yen in Thousands)

	Reporting segments				Total
	Personal Education	Corporate Training	Publishing	Manpower Business	
Net sales					
Goods or services transferred at a point in time	32,248	821,102	4,246,722	117,841	5,217,914
Goods or services transferred over time	9,730,990	3,624,605	—	358,516	13,714,111
Revenue from contracts with customers	9,763,238	4,445,707	4,246,722	476,357	18,932,026
External customers	9,763,238	4,445,707	4,246,722	476,357	18,932,026
Intersegment and transfer	2,482	—	128	33,815	36,426
Total	9,765,720	4,445,707	4,246,850	510,172	18,968,452
Segment profit(loss)	-1,029,170	1,011,882	847,943	63,397	894,053
Other					
Depreciation	280,036	49,343	16,088	3,731	349,200
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, 2022 - Mar.31, 2023)	Current fiscal year (Apr.1, 2023 - Mar.31, 2024)
Total net sales of the reporting segments	19,342,079	18,968,452
Adjustment of tuition advances	416,291	69,471
Elimination of Intersegment transactions	-46,631	-36,426
Net sales of the consolidated financial statements	19,711,739	19,001,497

Profit (loss)	Previous fiscal year (Apr.1, 2022 - Mar.31, 2023)	Current fiscal year (Apr.1, 2023 - Mar.31, 2024)
Total operating profit of the reporting segments	1,178,219	894,053
Adjustment of tuition advances	416,291	69,471
Corporate expenses *	-1,275,469	-1,270,937
Operating profit (loss) of the consolidated financial statements	319,041	-307,412

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

(Related information)

Previous fiscal year (April 1, 2022 - March 31, 2023)

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, 2023 - March 31, 2024)

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, 2022 - March 31, 2023)

In the personal education segment, impairment loss on construction (buildings and structures) and tools, furniture and fixtures that are no longer expected to be used due to reduced floor space is ¥15,441 thousand. The impairment loss, posted as extraordinary loss, has not been allocated to reporting segments.

Current fiscal year (April 1, 2023 - March 31, 2024)

None

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

Previous fiscal year (April 1, 2022 - March 31, 2023)

None

Current fiscal year (April 1, 2023- March 31, 2024)

None

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

Previous fiscal year (April 1, 2022 - March 31, 2023)

None

Current fiscal year (April 1, 2023 - March 31, 2024)

None

(Revenue recognition)

Information that breaks down revenue from contracts with customers is as presented in "Notes (Segment Information)".

(Per share information)

	Previous fiscal year (Apr.1, 2022 - Mar.31, 2023)	Current fiscal year (Apr.1, 2023 - Mar.31, 2024)
Net assets per share	¥ 341.58	¥ 323.28
Profit (loss) per share	¥ 11.69	¥ -12.12

(Note)

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

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

	Previous fiscal year (Apr.1,2022-Mar.31,2023)	Current fiscal year (Apr.1,2023-Mar.31,2024)
Profit (loss) attributable to owners of parent (Yen in thousands)	214,740	-219,766
Amount not attributable to common stockholders (Yen in thousands)	—	—
Profit (loss) attribute to owners to parent related to common stock (Yen in thousands)	214,740	-219,766
Average number of shares outstanding during the year (shares)	18,366,031	18,133,832

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

	Previous fiscal year (Mar.31, 2023)	Current fiscal year (Mar.31, 2024)
Total net assets (Yen in thousands)	6,203,324	5,872,042
Amount deducted from the total net assets (Yen in thousands)	9,167	9,771
[Non-controlling interests (Yen in thousands)	(9,167)	(9,771)
Net assets related to common stock (Yen in thousands)	6,194,156	5,862,271
Number of common stock used to calculate net asset per share at the end of the fiscal year (shares)	18,133,832	18,133,832

(Significant subsequent events)

None