

Notification on Discrepancy Between Consolidated Results Forecast and Final Results

This notification concerns the discrepancy between the consolidated results forecast for the fiscal year ended February 2021 (March 1, 2020 - February 28, 2021), announced when the results for the second quarter of the fiscal year ended February 2021 were released on October 9, 2020, and the final results released today.

1. Discrepancy between consolidated results forecast and final results for the year (March 1, 2020 - February 28, 2021)

(Millions of yen)

	Net Sales	Operating Income	Ordinary Income	Net Income Attributable to Parent Company	Net Income per Share
Previously release projection (A)	(Millions of yen) 18,700	(Millions of yen) 260	(Millions of yen) 290	(Millions of yen) 3	Yen 0.07
Results (B)	19,142	594	629	234	4.32
Difference (B - A)	442	334	338	230	—
% Change	2.4%	128.8%	116.5%	6,014.2%	—
(Reference) Prior FY Consolidated Results (Fiscal Year Ended February 2020)	21,261	2,889	2,892	1,897	34.94

2. Reason for Discrepancy

Since the release of the "Summary of 2Q Business Results for the Year Ending February 28, 2021" on October 9, 2020, the Company, despite the impact of the COVID-19 pandemic, has continued to bring back students, with 26,867 enrolled students as of the end of February 2021, which is 97.1% the number in the same month of the previous year. This has been the result of a focused effort to reassure customers and continue their learning. During winter courses in particular, this effort included having most students preparing for entrance exams take most of their classes online. The result was that net sales, operating income, ordinary income, and net income attributable to parent company all vastly exceeded the previously announced forecast.