

Financial Statements for FY2018

Balance Sheet

As of March 31st 2019

Unit: Yen

| Account | Fiscal 2018 | Fiscal 2017 | Increase/Decrease |
|--|----------------------|----------------------|---------------------|
| I Assets | | | |
| <u>1. Current Assets</u> | | | |
| Cash and deposits | 277,217,060 | 218,760,163 | 58,456,897 |
| Advances paid | 5,215,654 | 6,367,487 | -1,151,833 |
| Accounts receivable | 68,006,405 | 78,262,195 | -10,255,790 |
| Allowance for doubtful accounts | 0 | -12,621,479 | 12,621,479 |
| Accrued income | 5,088,760 | 5,244,029 | -155,269 |
| Advance payments | 20,175,361 | 10,812,744 | 9,362,617 |
| Prepaid expenses | 34,088,247 | 36,114,154 | -2,025,907 |
| Supplies | 1,391,529 | 762,057 | 629,472 |
| Total Current Assets | 411,183,016 | 343,701,350 | 67,481,666 |
| <u>2. Fixed Assets</u> | | | |
| <u>(1) Specified Assets</u> | | | |
| Admission fee funds | 993,691,525 | 1,054,723,145 | -61,031,620 |
| Examination system operation funds | 876,757,243 | 1,107,657,185 | -230,899,942 |
| Social service activities funds | 2,052,296,186 | 2,072,980,567 | -20,684,381 |
| Employees' welfare funds | 17,121,732 | 16,178,607 | 943,125 |
| Directors' retirement allowance reserves | 13,366,540 | 8,766,482 | 4,600,058 |
| Retirement benefits provision assets | 1,609,980,441 | 1,523,339,519 | 86,640,922 |
| Adjusted membership fee funds | 37,618,000 | 27,618,000 | 10,000,000 |
| Total Specified Assets | 5,600,831,667 | 5,811,263,505 | -210,431,838 |
| <u>(2) Other Fixed Assets</u> | | | |
| Building | 40,509,560 | 44,324,356 | -3,814,796 |
| Building equipments | 171,399,264 | 184,427,575 | -13,028,311 |
| Furnitures | 29,389,037 | 20,336,530 | 9,052,507 |
| Calligraphic works and paintings, and antiques | 6,770,000 | 6,770,000 | 0 |
| Leasehold right | 69,120,239 | 69,120,239 | 0 |
| Telephone subscription right | 11,052,000 | 11,052,000 | 0 |
| Software | 271,704,545 | 133,537,429 | 138,167,116 |
| Software in progress | 263,394,720 | 0 | 263,394,720 |
| Leased assets | 10,765,890 | 6,190,612 | 4,575,278 |
| Lease and guarantee deposits | 26,164,168 | 27,134,768 | -970,600 |
| Loans to employees | 0 | 750,000 | -750,000 |
| Long-term prepaid expenses | 2,384,820 | 3,208,860 | -824,040 |
| Total Other Fixed Assets | 902,654,243 | 506,852,369 | 395,801,874 |
| Total Fixed Assets | 6,503,485,910 | 6,318,115,874 | 185,370,036 |
| Total Assets | 6,914,668,926 | 6,661,817,224 | 252,851,702 |
| II Liabilities | | | |
| <u>1. Current Liabilities</u> | | | |
| Deposits received | 47,409,303 | 51,480,802 | -4,071,499 |
| Accounts payable | 196,041,865 | 68,156,631 | 127,885,234 |
| Accrued expenses | 202,870,028 | 203,134,421 | -264,393 |
| Long-term accrued expenses due within a year | 68,185,963 | 32,658,361 | 35,527,602 |
| Lease obligations | 2,660,040 | 2,916,684 | -256,644 |
| Income taxes payable | 3,533,500 | 3,593,500 | -60,000 |
| Accrued consumption taxes | 6,268,300 | 9,502,900 | -3,234,600 |
| Accrued bonuses | 48,828,767 | 46,342,393 | 2,486,374 |
| Total Current Liabilities | 575,797,766 | 417,785,692 | 158,012,074 |
| <u>2. Fixed Liabilities</u> | | | |
| Accrued retirement benefits for directors | 14,007,000 | 8,412,000 | 5,595,000 |
| Accrued retirement benefits | 2,273,600,322 | 2,148,622,950 | 124,977,372 |
| Long-term accrued expenses | 186,556,020 | 54,383,006 | 132,173,014 |
| Lease obligations | 6,629,040 | 1,798,200 | 4,830,840 |
| Total Fixed Liabilities | 2,480,792,382 | 2,213,216,156 | 267,576,226 |
| Total Liabilities | 3,056,590,148 | 2,631,001,848 | 425,588,300 |
| III Net Assets | | | |
| General Net Assets | 3,858,078,778 | 4,030,815,376 | -172,736,598 |
| (Amount to be allocated to specified assets) | (3,977,484,686) | (4,279,157,504) | (-301,672,818) |
| Total Net Assets | 3,858,078,778 | 4,030,815,376 | -172,736,598 |
| Total Liabilities and Net Assets | 6,914,668,926 | 6,661,817,224 | 252,851,702 |