A. Company Information

I. Overview of the Tosei Group

1. Trends in principal management benchmarks

Term	68th term First nine months	69th term First nine months	68th term
Accounting period	From December 1, 2016 to August 31, 2017	From December 1, 2017 to August 31, 2018	From December 1, 2016 to November 30, 2017
Revenue (¥ thousand) [Third quarter of the current fiscal year]	41,978,288 [15,618,203]	45,308,339 [12,787,644]	57,754,328
Profit before tax (¥ thousand)	8,521,644	9,843,160	9,049,467
Profit attributable to owners of the parent (¥ thousand) [Third quarter of the current fiscal year]	5,755,489 [1,823,623]	6,645,209 [2,192,874]	6,155,169
Comprehensive income for the period attributable to owners of the parent (¥ thousand)	5,769,556	6,680,059	6,165,615
Total equity (¥ thousand)	45,750,993	51,837,227	46,158,867
Total assets (¥ thousand)	122,644,825	134,998,602	122,550,281
Basic earnings per share (¥) [Third quarter of the current fiscal year]	119.20 [37.77]	137.15 [45.18]	127.48
Diluted earnings per share (¥)	—	136.88	127.41
Ratio of equity attributable to owners of the parent to total assets (%)	37.3	38.4	37.7
Net cash from (used in) operating activities (¥ thousand)	5,363,558	2,233,975	7,089,159
Net cash from (used in) investing activities (¥ thousand)	410,983	(1,759,666)	(18,800)
Net cash from (used in) financing activities (¥ thousand)	(4,073,491)	2,973,209	(4,962,180)
Cash and cash equivalents at end of period (¥ thousand)	23,342,594	27,197,189	23,750,239

Notes: 1. Filing company's trends in principal management benchmarks are not disclosed as the Company prepares quarterly consolidated financial statements.
2. Revenue does not include consumption taxes.
3. Diluted earnings per share for the 68th term First nine months is not presented because there were no potential shares that have dilutive effects.
4. The above indexes are based on the quarterly consolidated financial statements and consolidated financial statements that were prepared in compliance with the International Financial Reporting Standards (hereinafter "IFRS").

2. Business description

During the nine months ended August 31, 2018, there were no significant changes in business activities operated by the Tosei Group (the Company and its subsidiaries and affiliates) from the previous fiscal year.

With respect to changes in principal subsidiaries and affiliates, Masuda Kenzai-ten Co., Ltd. and Sanki-shoji Co., Ltd. were acquired through M&A transaction and Tosei Hotel Ueno Co. and Tosei Hotel Service Co., Ltd. were established as a subsidiary. Those four companies have been included in the scope of consolidation.