



November 9, 2017

Listed Company Name	TACHI-S CO., LTD.
Name of Representative	Taro Nakayama, President, CEO&COO (Code 7239: Tokyo Stock Exchange, 1st section)
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Announcement of Extraordinary Income (Gain on Bargain Purchase) and Extraordinary Loss (Loss on Step Acquisitions)

As announced in “Announcement of Completion of Stock Acquisition (Subsidiary Acquisition) of Successor Company After Absorption-Type Split of Fuji Kiko Co., Ltd.’s Seat Business” on October 2, 2017, TACHI-S CO., LTD. (the “Company”) has acquired all issued shares of TF-METAL Co., Ltd. from Fuji Kiko Co., Ltd. on October 2, 2017. Because of this, we expect to record extraordinary income (gain on bargain purchase) and extraordinary loss (loss on step acquisitions) in the consolidated third quarter of FY2017. Details are as follows. Furthermore, we will announce the final amount at a later date as it is currently being investigated.

1. Recording extraordinary income (gain on bargain purchase)

The Company expects to record a gain on bargain purchase of 3.9 billion yen as extraordinary income due to the subsidiary acquisition of TF-METAL Co., Ltd. (including its subsidiaries. The same applies hereinafter).

2. Recording extraordinary loss (loss on step acquisitions)

The Company expects to record a loss on step acquisitions of 200 million yen as extraordinary loss to the subsidiary acquisition of TF-METAL Co., Ltd.

3. Effect on results

The effect of this extraordinary income (gain on bargain purchase) and extraordinary loss (loss on step acquisitions) on results is contained in the consolidated results forecast in “Consolidated Financial Highlights for the Second Quarter of FY2017” announced today (November 9, 2017).