

Translation

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Oct 15, 2021

Company Name: Money Forward, Inc.
Representative: Yosuke Tsuji
Representative Director, President and CEO
(Securities Code: 3994,
Stock Exchange: TSE First Section)
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Notice Regarding Additional Risk of Uncollectibility of Receivables at a Consolidated Subsidiary

Money Forward, Inc. (the “Company”) disclosed “Notice Regarding Risk of Uncollectibility of Receivables at a Consolidated Subsidiary” on April 2, 2021 and “Notice Regarding Additional Risk of Uncollectibility of Receivables at a Consolidated Subsidiary” on July 15, 2021 to announce that the risk of uncollectibility of receivables of its consolidated subsidiary, Money Forward Kessai, Inc. (“Kessai”) for ZINEYOU, Inc. (the “Counterparty”) had arisen and the Company expected to record a provision for allowance for doubtful accounts of 19 million yen out of 81 million yen of concessional receivables related to *Money Forward Early Payment* and *Money Forward Kessai*. However, the additional risk of uncollectibility of receivables related to *Money Forward Kessai* has arisen as the bankruptcy process has progressed.

Accordingly, Kessai has recorded a provision for allowance for doubtful accounts in the consolidated financial statements for the nine months ended August 31, 2021, as described below.

1. Overview of Kessai

(1) Name	Money Forward Kessai, Inc.
(2) Location	21F Tamachi Station Tower S, 3-1-21 Shibaura, Minato-ku, Tokyo
(3) Job title and name of representative	Representative Director and President, Naomichi Tomiyama
(4) Description of business	Development and offering of BPO and online invoicing service, <i>Money Forward Kessai</i> , and accounts receivable financing service, <i>Money Forward Early Payment</i>
(5) Share capital	100 million yen

2. Overview of the Counterparty

(1)	Name	ZINEYOU, Inc.	
(2)	Location	2F, 1-13-4 Toranomom, Minato-ku, Tokyo	
(3)	Job title and name of representative	Representative Director and CEO, Jou Hayano	
(4)	Description of business	Management of KITCHEN BROTHERS, a food ordering platform for restaurants	
(5)	Date of establishment	May 1, 2015	
(6)	Relationship between the Kessai and the counterparty	Capital relationship	None
		Personnel relationship	None
		Business relationship	Offering of <i>Money Forward Kessai</i> and <i>Money Forward Early Payment</i>
		Related party relationship	None

3. Type and amount of receivables to the Counterparty and provision of allowance for doubtful receivables

Transferred receivables, etc.: 81 million yen (Percentage of consolidated net assets 0.19%)

Provision of allowance for doubtful receivables as of the nine months ended August 31, 2021: 36 million yen

* Amounts above include the amounts for *Money Forward Kessai* (transferred receivables, etc.: 31 million yen, provision of allowance for doubtful receivables: 14 million yen) as well as the amounts for *Money Forward Early Payment* (transferred receivables, etc.: 50 million yen, provision of allowance for doubtful receivables: 5 million yen), which was previously disclosed, and the provision for allowance for doubtful accounts of 17 million yen related to the additional risk of uncollectibility of receivables related to *Money Forward Kessai*.

4. Future outlook

There is no change in full-year guidance due to the recognition of provision of allowance for doubtful receivables.