



November 5, 2021

To Whom It May Concern

Company Name: OUTSOURCING Inc.  
Representative: Haruhiko Doi  
Chairman and CEO  
(First Section of TSE: Securities Code 2427)  
Contact: Kazuhiko Suzuki  
Executive Vice President and  
Executive General Manager in charge  
of Business Management Division  
Phone: +81-3-3286-4888 (main)

### **Notice Regarding Suspicions of Inappropriate Accounting at Our Consolidated Subsidiaries and Postponement of Announcement of Financial Results for the Third Quarter of the Fiscal Year Ending December 2021**

We hereby notify that we have discovered suspicions of inappropriate accounting during the preparing process for the public listing of our consolidated subsidiary, OUTSOURCING TECHNOLOGY, Inc (hereinafter, “OUTSOURCING TECHNOLOGY”). We are currently conducting an intensive investigation of these suspicions of inappropriate accounting, including their specifics and the impacted amounts, and have decided to postpone the announcement of consolidated financial results for the third quarter of the fiscal year ending December 2021 which had been scheduled for Monday, November 15, 2021. The third quarterly securities report for the three months ended September 30, 2021, which was planned to be disclosed on the same day, will be discussed separately.

We sincerely apologize to our shareholders, investors, and other stakeholders for the inconvenience and concern that this may cause.

#### *Particulars*

##### 1. Reason for the postponement of the announcement of financial results

Due to suspicions of inappropriate accounting at our consolidated subsidiaries in the Domestic Engineering Outsourcing Business, we have set up an investigation committee and are currently conducting an investigation. At this point, we have found suspicions at enable Inc., a subsidiary of OUTSOURCING TECHNOLOGY, including the overstatement of work in process, which may cause an impact of several hundred million yen on our consolidated financial statements for the third quarter. We are also conducting an investigation of the past year(s) concerning the above-mentioned overstatement, together with suspicions found at OUTSOURCING TECHNOLOGY and other subsidiaries including the overstatement of revenue and understatement of expenses. We expect the impact on the past year(s) to also be in the order of several hundred million yen, but since careful examination of the impacted amounts will require time, we have decided to postpone the announcement of our financial results.

##### 2. Schedule going forward

The rescheduled date of the postponed announcement of financial results will be promptly announced as soon as we decide the date upon confirming the progress of the investigation. Since this issue is also expected to impact the planned public listing of OUTSOURCING TECHNOLOGY, we may also possibly temporarily withdraw the application for the public listing of OUTSOURCING TECHNOLOGY.

### 3. Impact on financial results

We believe that the impact of this issue on the current fiscal year's financial results will be minor. However, if any event occurs in the future that requires disclosure, we will promptly announce the matter.