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## Announcement Regarding Booking of Extraordinary Income and Extraordinary Losses

freee K.K. (the “Company”) announces that the Company recognized extraordinary income and extraordinary losses for the three months ended March 31, 2023 (from January 1, 2023 to March 31, 2023).

### 1.Extraordinary Income

The Company invested in sweep Inc. (“sweep”) in June 2021, and in January 2023, the Company acquired additional shares and made it a wholly owned subsidiary. Due to the acquisition of sweep in January 2023, the company recognized an extraordinary income of 72 million yen related to the step acquisition in the consolidated financial statements for three months ended March 31.

### 2.Extraordinary Losses

#### (1)Impairment Loss

As stated in “Announcement Regarding Mid to Long-term Strategy and Booking of Impairment Loss Based on the Strategy” of August 12, 2022 (hereinafter the “Announcement”), under the mid to long-term strategy (hereinafter the “Mid to Long-Term Strategy”), the first year of which is the fiscal year ending June 30, 2023, the Company has defined the period from the fiscal year ending June 30, 2023 as a time to accelerate investment for mid to long-term growth. In addition, as stated in “2. Booking of Extraordinary Loss (3) Future Outlook” of the Announcement, the Company has assumed that for non-current assets, after they are recognized as assets, impairment losses may be recognized on them for every fiscal quarter.

As with the impairment loss recognized for the fiscal year ended June 30, 2022, based on the Mid to Long-Term Strategy, the Company recognized the goodwill related to the acquisition of sweep and other non-current assets as an impairment loss of 877 million yen under extraordinary losses for the three months ended March 31, 2023 in accordance with the “Accounting Standard for Impairment of Non-current Assets” under the Japanese GAAP. Combined with the impairment loss for the six months ended December 31, 2022 (2,065 million yen), the impairment loss for the nine months ended March

31, 2023 amounted to 2,942 million yen.

(2) Loss on Valuation of Investment Securities

Due to impairment incurred as a result of the assessment of the financial position and prospects of the investment securities held by the Company, the Company recognized loss on valuation of investment securities of 49 million yen as an extraordinary loss in the consolidated financial statements for three months ended March 31. Combined with the loss on valuation of investment securities for the six months ended December 31, 2022 (46 million yen), the loss on valuation of investment securities for the nine months ended March 31, 2023 amounted to 96 million yen.