

Note: This document is an English translation of the original Japanese language document and has been prepared solely for reference purposes. No warranties or assurances are given regarding the accuracy or completeness of this English translation. In the event of any discrepancy between this English translation and the original Japanese language document, the original Japanese language document shall prevail in all respects.



August 14, 2023

Company Name	freee K.K.
Representative	Daisuke Sasaki, CEO and Representative Director
Code No.	4478 Tokyo Stock Exchange Growth
Contact	Masahiro Hara, CFO (TEL. +81-3-6630-3231)

Announcement Regarding Booking of Extraordinary Losses

freee K.K. (the “Company”) announces that the Company recognized extraordinary losses for the three months ended June 30, 2023 (from April 1, 2023 to June 30, 2023).

1.Extraordinary Losses

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 Why Inc. and other non-current assets as an impairment loss of 1,275 million yen under extraordinary losses for the three months ended June 30, 2023 in accordance with the “Accounting Standard for Impairment of Non-current Assets” under the Japanese GAAP. Combined with the impairment loss for the nine months ended March 31, 2023 (2,942 million yen), the impairment loss for the fiscal year ended June 30, 2023 amounted to 4,217 million yen.