

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.



February 14, 2024

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 and Non-operating Expenses

freee K.K. (the “Company”) announces that the Company recognized extraordinary losses for the six months ended December 31 2023 (from October 1, 2023 to December 31, 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 ended June 30, 2023, the Company has defined the period from the fiscal year ended 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 and the fiscal year ended June 30, 2023, based on the Mid to Long-Term Strategy, the Company recognized other non-current assets as an impairment loss of 1,275 million yen under extraordinary losses for the six months ended December 31 2023 in accordance with the “Accounting Standard for Impairment of Non-current Assets” under the Japanese GAAP.

2.Non-operating Expenses

By setting a credit line based on the resolution by the Company’s Board of Directors on November 14th, 2023 etc., the Company recorded commission expenses of 96 million yen for the six months ended December 31 2023.