To All Concerned Parties

Company Name: en-japan inc. (Code: 4849)

Representative: Takatsugu Suzuki, President

Contact: Tomoki Tamai Executive Officer

and Administrative office Director

(Tel: +81-3-3342-4506)

Notice Concerning Posting of Extraordinary Loss

en-japan, Inc. hereby announces that an extraordinary loss (goodwill impairment loss, etc.) is posted in the fourth quarter (January 1 to March 31, 2017) of the fiscal year ended March 31, 2017 as follows.

Details

1. Details of the extraordinary loss (goodwill impairment loss, etc.)

In July 2015, the Company wholly acquired I Tank Japan, Inc., which operates a website on long-term practical internship programs for university students. However, the operating results of the subsidiary have fallen short of the initial plan due to severer price competition in the industry and other factors.

In the light of these circumstances, we carefully studied potential excess earnings in the future. As a result, a goodwill impairment loss of 572 million yen is recorded as an extraordinary loss.

Besides, given the posting of a separate extraordinary loss of 80 million yen, the Company recorded a total extraordinary loss of 652 million yen in the fourth quarter of the fiscal year ended March 31, 2017.

2. Future prospects

The impacts of this extraordinary loss are reflected on the "Fiscal Year Ended March 31, 2017, Earnings Announcement [under Japanese GAAP] (Consolidated)" released as of this date.

End