

October 16, 2020

Company name: Meiko Network Japan Co., Ltd.  
Representative: Kazuhito Yamashita,  
President & Representative Director  
Stock code: 4668 (TSE First Section)  
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### **Recording of a Loss Resulting from a Revised Valuation of Affiliated Companies (Non-consolidated)**

Meiko Network Japan Co., Ltd. (the “Company”) hereby announces that, at the meeting of its Board of Directors held on October 15, 2020, the Company resolved as follows to record a loss resulting from a revised valuation of affiliated companies (non-consolidated) as an extraordinary loss in relation to the fourth quarter accounting period (June 1 to August 31, 2020) for the fiscal year ended August 31, 2020.

#### 1. Recording of a Loss Resulting from a Revised Valuation of Affiliated Companies (Non-consolidated)

The Company can no longer expect a recovery to the real value for its affiliated companies: two consolidated subsidiaries of the Company in its Meiko Gijuku business – K.LINE Co., Ltd. and K.M.G. Corporation Co., Ltd. – and two companies in its Japanese language business – Waseda EDU Co., Ltd. and International Human Resource Development Co., Ltd. Therefore, the Company has recorded a 2,006-million-yen loss resulting from a revised valuation of affiliated companies (non-consolidated) as an extraordinary loss for the fiscal year ended August 31, 2020.

This loss resulting from a revised valuation of affiliated companies (non-consolidated) has been offset in the consolidated financial statements of the Company.