

[Reference translation – in case of any discrepancy, the original Japanese version shall prevail.]



October 28, 2020

Press Release

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Notice Regarding Recognition of Impairment Loss of Investments in Associates, Impairment Loss of Intangible Assets, and Impairment Loss of Other Current Assets

LINE Corporation (hereinafter “LINE”) announces that it has recognized a impairment loss of investments in associates, impairment loss of intangible assets, and impairment loss of other current assets in the third quarter (July 1 until September 30, 2020) for the fiscal year ending December 31, 2020.

1. Impairment loss of investments in associates

Upon giving full consideration on the financial position and operating results of the four affiliates accounted for using the equity method, LINE recognized JPY 16,302 million in impairment loss of investments in associates in the third quarter consolidated financial statements for the fiscal year ending December 31, 2020.

2. Impairment loss of intangible assets and other current assets

Due to cancellation of certain system development, LINE Group recognized JPY 1,174 million in impairment loss of intangible assets in the third quarter consolidated financial statements for the fiscal year ending December 31, 2020.

In addition, LINE Group recognized JPY 1,305 million in impairment loss due to reduced recoverability of intangible assets and other current assets in the third quarter consolidated financial statements for the fiscal year ending December 31, 2020.

3. Future Projections

JPY 16,302 million in impairment loss of investments in associates and JPY 2,479 million in impairment loss of intangible assets and other current assets have been recognized on the Summary of Consolidated Financial Results for the Nine Months Ended September 30, 2020 announced today.