



May 23, 2002

Dear Sir or Madam,

Address: 26-1 Sakuragaoka-cho, Shibuya-ku, Tokyo

Company name: Global Media Online Inc.

Company representative: Masatoshi Kumagai, Representative Director and President

OTC issues: Code No. 9449

Contact person: Yoshihiro Himeji, Director and General Manager of Management Department

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Merger of Server Companies of GMO Group

We hereby notify you that the Company has decided to merge iSLE Inc. and Rapid Site Japan Inc., both wholly-owned subsidiaries of the Company, in a bid to further strengthen the server business of GMO Group on July 1, 2002.

NOTE

We will provide highly satisfactory services to corporate and individual customers by integrating the technological capability and marketing know-how, etc. of iSLE Inc. and Rapid Site Japan Inc. through the consolidation of these two companies.

1. Profile of the New Company

Trading name	iSLE Inc.
Representative	Mitsuru Aoyama
Capital share	¥419,500,000
Head office	26-1, Sakuragaoka-cho, Shibuya-ku Tokyo
Number of employees	79 persons

2. Profile of the Two Companies

Trading name	iSLE Inc. (surviving company)	Rapid Site Japan Inc. (merging into ISLE)
Representative	Mitsuru Aoyama	Mitsuru Aoyama
Details of business	Server business	Server business
Capital share	¥419,500,000	¥10,000,000
Date of establishment	December, 1993	November, 1997
Head office	26-1, Sakuragaoka-cho, Shibuya-ku Tokyo	26-1, Sakuragaoka-cho, Shibuya-ku Tokyo
Sales	¥825,040,000 for the term ending June 2001	¥434,690,000 for the term ending June 2001

Number of employees	66 persons	13 persons
Merger ratio	1	1

- * Because of a change in the accounting term, the financial results of Rapid Site Japan Inc. for the term ending June 2001 are the financial results for nine months from October 2000 to June 2001.

3. Consolidation and Reorganization of the GMO Group

The GMO Group, of which Global Media Online is the core company, engages in Internet provider-related businesses, namely access, server, and domain businesses, as well as Internet advertisement media businesses, namely advertisement media, opt-in mail, and advertisement sales businesses.

GMO Group has aggressively pursued an M&A strategy to build up a strong corporate group, and has strengthened its server business and Internet advertisement media business.

GMO Group will promote consolidation and reorganization to increase the value of the entire group, quickly implement the business strategy of the group, and aim to establish systems to maximize overall capability.

Business area	Before consolidation and reorganization	After consolidation and reorganization
Internet provider-related businesses	Global Media Online	Global Media Online
	iSLE	iSLE (after merger)
	Rapid Site	
Internet advertisement media business	Free ML.com	GMO Media and Solutions (after merger)
	Mail-in	
	Mag Promotion	
	Daiichi Tsushin Co. Ltd.	Daiichi Tsushin Co. Ltd.
	Kabegami.com	Kabegami.com
	Iweb Technology Japan	Iweb Technology Japan
	MagClick	MagClick (after merger)
	MediaRep.com	
Number of major companies	11 companies	7 companies

- * 1 iSLE became a wholly-owned subsidiary of the Company in May 2001.
- * 2 Rapid Site became a wholly-owned subsidiary of the Company in April 2002.
- * 3 Mail-in became a wholly-owned subsidiary of the Company in September 2001.
- * 4 Daiichi Tsushin Co. Ltd. became a wholly-owned subsidiary of the Company in February 2002.
- * 5 Media Rep.com became a wholly-owned subsidiary of the Company in October 2001.
- * 6 Three companies: Free ML.com, Mail-in and MagPromotion merged in April 2002, and became GMO Media and Solutions.
- * 7 MagClick and Media Rep.com merged in January 2002.