

For Immediate Release

Company Name: GMO Internet Inc.
(TSE First Section, Code: 9449)
Address: 26-1 Sakuragaoka-cho Shibuya-ku Tokyo JAPAN
Representative: Masatoshi Kumagai, CEO and Representative
Director
Contact: Masashi Yasuda, Managing Director
Telephone: +81 3 5456 2555 (Switchboard)
URL: <http://www.gmo.jp>

Completion of Payment for New Stock Issued in Allocation of Shares to Third Party

Payment was completed today for new stock issued in the allocation of shares to a third party agreed to by the GMO Internet Inc. Board of Directors meeting on December 13th, 2006.

- (1) Number of New Shares to be Issued: 10,000,000 common shares
- (2) Issue Price: ¥763 /per share
- (3) Total Value of Stock Issue: ¥7,630,000,000
- (4) Capital Incorporation: ¥382/ per share
- (5) Aggregate Capital Incorporation: ¥3,820,000,000
- (6) Application Period: December 22, 2006 to December 29, 2006
- (7) Payment Date: December 29, 2006
- (8) Purchaser and Allocated No. of Shares: All these issued shares will be allocated to Masatoshi Kumagai, the CEO of GMO Internet Inc.
- (9) Each of the points is conditional on notification in accordance with Securities and Exchange Laws.

(For Reference)

1. Changes in Issued Stock (Changes in Capital)

Current Number of Shares Outstanding: 62,128,378 (December 13, 2006)

(Current Capital: ¥3,328,299,187)

Increase in Number of Shares: 10,000,000

(Increase in Capital: ¥3,820,000,000)

Total Number of Shares after Increase in Capital: 72,128,378

(Capital after increase in capital ¥7,148,299,187)

2. Application of Funds

Total issue costs of the increase in capital through allocation of shares to a third party will be roughly ¥26 million. When this amount is subtracted from the total value of the stock issue (¥7.63 billion) the remainder is ¥7.603 billion. This amount will be allocated to strengthening our financial base through loans and investment in a subsidiary and other reinforcement of capital.