

February 8, 2016

Company Name: GMO Internet, Inc.
(TSE First Section, Code: 9449)
Address: 26-1 Sakuragaoka-cho Shibuya-ku Tokyo JAPAN
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GMO Internet Signs Memorandum of Understanding with Thai Domain and Hosting Internet Group, NetDesign for Share Acquisition

GMO Internet Inc. Board of Directors today agreed to execute a Memorandum of Understanding with the two individual shareholders of Thai domain and hosting group, NetDesign that will see the company become a subsidiary. Under the agreement, NetDesign management will establish a holdings company in May of this year and GMO Internet will acquire shares in that company. The aim of the acquisition is to accelerate growth of the Group's Internet Infrastructure segment in South East Asia.

1. Reason for the Share Acquisition

GMO Internet Group is a comprehensive Internet services group comprising four business segments; Internet Infrastructure, Online Advertising & Media, Internet Securities, and Mobile Entertainment. The Internet Infrastructure segment is expanding globally and in October 2015, the Group launched Internet Infrastructure services in the South East Asian region under its global brand, Z.com.

Founded in 1999, NetDesign is the Thai Internet services group focused around domain, hosting, Internet infrastructure and IT education. The Group holds a strong market share in domain and hosting in Thailand. With powerful local company, NetDesign joining the Group, GMO Internet Group aims to accelerate the establishment of the Z.com brand in South East Asia and leverage the Group's Number 1 infrastructure products (in Japan) to contribute to the further growth and development of the Internet industry in Thailand.

2. Outline of the Subsidiary

(1) Name	To be confirmed	
(2) Address	Bangkok, Thailand	
(3) CEO	Chalermruth Narkvichien	
(4) Business Description	Internet infrastructure business, IT training business	
(5) Capital	To be confirmed	
(6) Date of Establishment	May 2016 (tentative)	
(7) Investment Ratio	Chalermruth Narkvichien	50%
	Somkiat Apisuttimaitree	49.9%
(8) Party Relationships	Reportable Related Capital	None
	Executive	None
	Transactional	None
	Related Party	None

3.1. Outline of the Second-tier Subsidiary

(1) Name	NetDesign Host Co. Ltd.	
(2) Address	No. 1 Fortune Town, 22nd Floor, Ratchadapisek Road, Dindang Sub-district, Dindang District, Bangkok, Thailand	
(3) CEO	Chalermruth Narkvichien	
(4) Business Description	Internet infrastructure business	
(5) Capital	1 million baht	
(6) Date of Establishment	March 2004	
(7) Investment Ratio	Chalermruth Narkvichien	50%
	Somkiat Apisuttimaitree	49.9%
(8) Party Relationships	Reportable Related Capital	None
	Executive	None
	Transactional	None
	Related Party	None

3.2. Outline of the Second-tier Subsidiary

(1) Name	NetDesign Co. Ltd.	
(2) Address	No. 207-207/1-2 Phayathai Road, Patoomwan Sub-district, Patoomwan District, Bangkok, Thailand	
(3) CEO	Chalermruth Narkvichien	
(4) Business Description	IT education business	
(5) Capital	1 million baht	
(6) Date of Establishment	March 2005	
(7) Investment Ratio	Chalermruth Narkvichien	50%
	Somkiat Apisuttimaitree	49.9%
(8) Party Relationships	Reportable Related Capital	None
	Executive	None
	Transactional	None
	Related Party	None

3.3. Outline of the Second-tier Subsidiary

(1) Name	NetDesign Paragon Co. Ltd.	
(2) Address	No. 991 Pagagon Shopping Mall, Room 4 A9, Rama 1 Road, Patoomwan Sub-district, Patoomwan District, Bangkok, Thailand	
(3) CEO	Chalermruth Narkvichien	
(4) Business Description	IT education business	
(5) Capital	10 million baht	
(6) Date of Establishment	March 2006	
(7) Investment Ratio	Chalermruth Narkvichien	50%
	Somkiat Apisuttimaitree	49.9%
(8) Party Relationships	Reportable Related Capital	None
	Executive	None
	Transactional	None
	Related Party	None

4. Outline of Parties from which Shares will be Acquired

(1) Name	Chalermruth Narkvichien
(2) Address	Bangkok, Thailand
(3) Relationship between the listed company and the individual	There are no reportable capital, executive or transactional relationships between the company and this individual.

(1) Name	Somkiat Apisuttimaitree
(2) Address	Bangkok, Thailand
(3) Relationship between the listed company and the individual	There are no reportable capital, executive or transactional relationships between the company and this individual.

5. Number of Shares to be Acquired, Acquisition Price and Number of Shares Held Prior to and After the Acquisition

(1) No. of shares held prior to the acquisition	0 (Voting rights: 0) (Ratio of Voting rights: 0%)
(2) No. of shares to be acquired	To be confirmed
(3) Acquisition price	Not disclosed in accordance with terms of agreement
(4) No. of shares held after the acquisition	No. of shares: To be confirmed (Voting rights: To be confirmed) (Ratio of voting rights: To be confirmed)

6. Schedule

February 8, 2016	Determination by Board of Directors, Execution of Memorandum of Understanding
Late May, 2016	Execution of Share Transfer Agreement (tentative)
Late May, 2016	Date of share acquisition (tentative)

6. Outlook

The impact of this transaction on consolidated earnings for the fiscal year 12/2016 is immaterial.

Ref. NetDesign Group Business

IT education Business	http://www.NetDesign.ac.th
Domain & Hosting Business	http://www.NetDesignHost.com
Web Development Business	http://www.NetDesignSoft.com
Ecommerce solution business	http://www.ShopUp.com
Online advertising business	http://www.NetDesignRank.com
Publishing business	http://www.NetDesignBook.com