

Company Name: GMO Internet, Inc.  
 (TSE First Section, Code: 9449)  
 Address: 26-1 Sakuragaoka-cho Shibuya-ku Tokyo JAPAN  
 Representative: Masatoshi Kumagai, Founder, Chairman and Group CEO  
 Contact: Masashi Yasuda, Executive Vice President and CFO, Head of  
 Group Management Division  
 Telephone: +81 3 5456 2555  
 URL: <https://www.gmo.jp/en>

## Announcement Concerning Differences between Financial Results for Fiscal 2019 and 2018

GMO Internet announces the following differences between financial results for fiscal 2019 and 2018.

### 1. Differences between the actual financial results for fiscal 2019 and the previous

(Millions of yen, except per share figures)	Net sales	Operating profit	Ordinary profit	Profit attributable to owners of parent	Net profit per share
Actual for fiscal 2018 (A)	185,177	21,787	19,135	-20,707	-179.92
Actual for fiscal 2019 (B)	196,171	25,279	24,506	8,337	73.16
Change (B-A)	10,933	3,491	5,371	29,044	-
% change	5.9%	16.0%	28.1%	-	-

#### (1) Reasons for the differences

The Internet Infrastructure segment recorded solid performance in all businesses in the segments including Payment, Ecommerce Solutions, and Provider, and our customer base expanded with the total number of contract exceeding 10 million. The Cryptocurrency segment recorded profit due to cost reduction attributable to the successful business restructuring of the Cryptocurrency mining business and also due to the absence of valuation loss on proprietary positions which was temporarily recorded in FY2018. In our incubation business, we posted gain via the sale of stocks in investees that have achieved IPOs.

As a result, for the current consolidated fiscal year, the Group recorded net sales of JPY 196,171 million (up

5.9% year-on-year), operating profit of JPY 25,279 million (up 16.0% year-on-year), ordinary profit of JPY 24,506 million (up 28.1% year-on-year) and net profit attributable to owners of the parent of JPY 8,337 million (JPY - 20,707 million in the same period last year mainly due to an extraordinary loss of JPY 35,385 million related to the cryptocurrency mining business restructuring). For details, please see the press release dated February 12, 2019, entitled “Fiscal Year 2019 Consolidated Financial Results (Japanese GAAP).”

## 2. Differences between the actual non-consolidated financial results for fiscal 2019 and the previous

(Millions of yen, except per share figures)	Net sales	Operating profit	Ordinary profit	Net profit	Net profit per share
Actual for fiscal 2018 (A)	47,761	499	6,338	12,658	109.98
Actual for fiscal 2019 (B)	56,021	624	6,459	4,592	40.30
Change (B-A)	8,259	125	120	-8,065	-
% change	17.3%	25.1%	1.9%	-63.7%	-

### (1) Reasons for the Differences

Net sales and operating profit increased mainly due to the growth in provider contracts. Although there was a drop in dividend income due to the decline in the ownership ratio of the Group companies, ordinary profit increased. On the other hand, net profit decreased due to the absence of the sale of shares in listed subsidiaries in FY2018.