

Company Name: GMO Internet Group, Inc.
(TSE Prime Market, 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 Group CFO,
Deputy to Group CEO, Head of Group Management Division
Telephone: +81 3 5456 2555
URL: <https://www.gmo.jp/en>

(Corrections) Notice concerning partial corrections to “Recording extraordinary loss (provision for loss contracts with regard to stock in GMO Aozora Net Bank)”

GMO Internet Group, Inc. (the Company) partially corrects the press release “Recording extraordinary loss (provision for loss contracts with regard to stock in GMO Aozora Net Bank)” published on October 25, 2022. Corrections are underlined.

1. Reasons for the corrections

The corrections were due to finding failure to show the total value of impact in the non-consolidated financial statement.

2. Details of corrections

[Before correction]

1. Details of the extraordinary loss
(omission of a middle part)

By taking a comprehensive view of the future operational forecasts and progress on the business plans of the GMO Aozora Net Bank, regarding the difference between the price of the stocks calculated based on the new business plans and the purchase price for the class shares of GMO Aozora Net Bank the Group will acquire based on the shareholders' agreement in the future, it has been decided to record an extraordinary loss of JPY 6.3 billion as a provision for loss contracts.

[After correction]

1. Details of the extraordinary loss
(omission of a middle part)

By taking a comprehensive view of the future operational forecasts and progress on the business plans of the GMO Aozora Net Bank, regarding the difference between the price of the stocks calculated based on the new business plans and the purchase price for the class shares of GMO Aozora Net Bank the Group will acquire based on the shareholders' agreement in the future, it has been decided to record an extraordinary loss of JPY 6.3 billion as a provision for loss contracts in the consolidated financial statement.

Regarding our stock holding in GMO Aozora Net Bank, the actual price has been declining significantly compared to the acquisition cost, resulting in a loss on the valuation of stocks of subsidiaries and affiliates of JPY 0.96 billion in the non-consolidated financial statement. Regarding the class shares of GMO Aozora Net Bank, it has also been decided to record a provision for loss contracts of JPY 3.17 billion for the same reason as the consolidated financial statement. The Company will record a loss on the valuation of stocks of subsidiaries and affiliates in the non-consolidated financial statement only and cancel it in the consolidated financial statement, so it will not affect the consolidated results.