GMO INTERNET

August 19, 2013

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
URL:	http://www.gmo.jp/en

Subsidiaries to be Established in Malaysia and Hong Kong

GMO Internet consolidated subsidiary, GMO Payment Gateway, Inc. (TSE: 3769) today announces that it will establish wholly-owned indirect subsidiaries in Malaysia and Hong Kong.

1. 1 Overview of GMO Payment Gateway, Inc.

(1) Company Name	GMO Payment Gateway, Inc.
(2) Address	1-14-6 Dogenzaka, Shibuya-ku Tokyo
(3) CEO	Issei Ainoura
(4) Business Description	Credit card and other payment processing services, ancillary services
(5) Capital	JPY691 million (June 30, 2013)

1.2. Overview of GMO PAYMENT GATEWAY PTE.LTD. (Direct parent to new companies)

(1) Company Name	GMO PAYMENT GATEWAY PTE.LTD.
(2) Address	137 TELOK AYER STREET #05 -07 SINGAPORE(068602)
(3) Representative	Ryu Muramatsu (Vice-President, GMO Payment Gateway, Inc.)
(4) Business Description	(i) Payment processing solutions and ancillary services (ii) Marketing strategy planning and execution (iii) Research and development (iv) Management of foreign subsidiaries
(5) Capital	SGD 700,000 (approx. JPY 53 million)
(6) Major Shareholder and Ownership Ratio	GMO Payment Gateway, Inc. (100%)

2. Reasons for Establishing Subsidiaries

GMO Internet Group operates in four business segments, Web Infrastructure & Ecommerce, Internet Media, Internet Securities, and Social & Smartphone. Under the corporate catchphrase, Internet for Everyone, the group's resources are focused on high-growth Internet industry sectors.

GMO Payment Gateway, is part of the Group's Web Infrastructure & Ecommerce segment, and provides non-face-to-face (NF2F) payment processing solutions primarily to Japanese ecommerce companies operating in the Japanese market in ecommerce.

Demand for NF2F payment processing solutions in local currencies is growing, as more and more Japanese online businesses look to expand into foreign markets. GMO Payment Gateway PTE. LTD. (Singapore) was established in response to this demand in October 2012. As the headquarters for GMO Payment Gateway's overseas operations, the company will partner with local payment services to provide global payment solution, GMO-PG Global Payment. The decision to establish companies in Malaysia and Hong Kong was informed by feedback and current needs of customers.

3. Overview of Indirect Subsidiaries

(1) Company Name	GMO PAYMENT GATEWAY MALAYSIA SDN. BHD.	
(2) Address	Kuala Lumpur, Malaysia	
(3) Representative	Ryu Muramatsu (Vice-President, GMO Payment Gateway, Inc.)	
(4) Business Description	(i) Payment processing solutions and ancillary services (ii) Marketing strategy planning and execution (iii) Research and development	
(5) Capital	MYR 500,000 (approx. JPY15 million / tentative)	
(6) Fiscal Year Close	September 30	
(7) Date to be Established	September 2013 (tentative)	
(8) Major Shareholder and Ownership Ratio	GMO PAYMENT GATEWAY PTE.LTD. 100%	
(9) Relationships with the Company	Capital Relationship	None
	Executive Relationship	None
	Transactional Relationship	None
	Related Parties	None

(1) Company Name	GMO PAYMENT GATEWAY HONG KONG LTD.
(2) Address	People's Republic of China, Hong Kong Special Administrative Region

(3) Representative	Ryu Muramatsu (Vice-President, GMO Payment Gateway, Inc.)	
(4) Business Description	(i) Payment processing solutions and ancillary services (ii) Marketing strategy planning and execution (iii) Research and development	
(5) Capital	HKD 1.85 million (approx. JPY23.3 million / tentative)	
(6) Fiscal Year Close	September 30	
(7) Date to be Established	September 2013 (tentative)	
(8) Major Shareholder and Ownership Ratio	GMO PAYMENT GATEWAY PTE.LTD. 100%	
(9) Relationships with the Company	Capital Relationship	None
	Executive Relationship	None
	Transactional Relationship	None
	Related Parties	None

5. Outlook

No material impact on results is expected in the current fiscal year.

(Reference) Forecast Earnings in the Current Fiscal Year (Announced February 6, 2013)

	Consolidated Net Sales	Consolidated Operating Profit	Consolidated Ordinary Profit	Consolidated Net Profit
Current Fiscal Year (FYE12/2013)	JPY 83,000 million	JPY 10,500 million	JPY 10,500 million	JPY 4,800 million
Previous Fiscal Year (Actual) (FYE12/2012)	JPY 74,376 million	JPY 9,149 million	JPY 9,175 million	JPY 4,518 million