GMO INTERNET

January 27, 2015

Company Name:	GMO Internet, Inc.
	(TSE First Section, Code: 9449)
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Representative:	Masatoshi Kumagai, CEO and Representative Director
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Notification of Sale of Share Holdings in Two Indirect Subsidiaries

GMO Internet, Inc. consolidated subsidiary, GMO CLICK HOLDINGS, today convened a Board of Directors meeting that resolved to sell its entire holdings in consolidated subsidiary GMO CLICK INVESTMENT, Inc. to FJNext Co., Ltd. (TSE:8935).

1. Objective of Sale

GMO CLICK HD consolidated subsidiary, GMO CLICK INVESTMENT consolidated subsidiary, Gyokuhokan, Inc. operates a Japanese inn in the Shizuoka region, acquired by GMO CLICK INVESTMENT as part of its business rejuvenation business.

GMO CLICK HD was established to strengthen corporate governance and promote business diversification in the Internet securities segment. The company has recently been reviewing business priorities with a view to improving corporate value by maximizing the group's resources including systems development and operational expertise, operational efficiency, and human resource talent. As a result of a decision to focus resources on the group's core Internet securities business segment, it was decided to sell the GMO CLICK INVESTMENT business after determining that GMO Internet Group stakeholders would welcome the decision. FJNext, the company to acquire the business already operates several properties in the Shizuoka region.

As a result of the share transfer, GMO CLICK INVESTMENT and Gyokuhokan will be excluded from the GMO Internet consolidation.

2. GMO CLICK HOLDINGS, Inc. (Consolidated subsidiary to transfer share ownership)

(As of 3/2014)

(1) Company Name	GMO CLICK HOLDINGS, Inc.
(2) Address	20-1 Sakuragaokacho, Shibuya-ku, Tokyo JAPAN
(3) Representatives	Chairman Hideyuki Takashima CEO Hiroyasu Kito
(4) Business Description	Financial instruments trading, corporate rejuvenation, information services for investors provided by subsidiary, management and administration of group companies and ancillary operations.
(5) Capital	JPY 100,000,000

3.1 GMO CLICK Investment Inc. (indirectly-owned consolidated subsidiary to be transferred)

(As of 3/2014)

(1) Company Name	GMO CLICK INVESTMENT, Inc.	
(2) Address	20-1 Sakuragaokacho, Shibuya-ku, Tokyo JAPAN	
(3) CEO	CEO Hiroyasu Kito	
(4) Business Description	Investment in business regeneration support	
(5) Capital	JPY 100,000,000	
(6) Date Established	November 11, 2011	
(7) Major Shareholders and Ownership Ratio	GMO CLICK HOLDINGS, Inc. 100%	
(8) Related Party Relationships with GMO Internet, Inc.	Capital Relationship	Wholly-owned subsidiary of GMO Internet consolidated subsidiary GMO CLICK HD.
	Executive Relationship	Three Directors on the Board of consolidated subsidiary GMO CLICK HD serve concurrently on the Board of GMO CLICK INVESTMENT.
	Transactional Relationship	No reportable transactional relationship.

(9) Operating Results and Financial Condition in the Three Most Recent Fiscal Years

Fiscal Term	FYE3/2012	FYE3/2013	FYE3/2014
Net Assets	JPY 496,506,000	JPY 471,953,000	JPY 460,818,000
Total Assets	JPY 500,001,000	JPY 632,259,000	JPY 627,906,000
Net Assets per Share	JPY 49,354.51	JPY 46,913.84	JPY 45,806.97
Net Sales	—	—	JPY 44,180,000

Operating Profit	-JPY 7,249,000	-JPY 32,726,000	-JPY 7,458,000
Ordinary Profit	-JPY 8,993,000	-JPY 33,964,000	-JPY 11,594,000
Net Profit	-JPY 6,493,000	-JPY 24,553,000	-JPY 11,135,000
Net Profit per Share	-JPY 877.63	-JPY 2,440.67	-JPY 1,106.88
Dividend per Share	—	—	—

3.2 Gyokuhokan, Inc. (indirectly-owned consolidated subsidiary to be transferred)

(As of 3/2014)

(1) Company Name	Gyokuhokan, Inc.	
(2) Address	Kawazucho, Kamogun, Shizuoka-ken	
(3) CEO	Chikako Sawada	
(4) Business Description	Japanese hotel business	
(5) Capital	JPY 15,000,000	
(6) Date Established	December 6, 2014	
(7) Major Shareholders and Ownership Ratio	GMO CLICK INVESTMENT, Inc. 100%	
(8) Related Party Relationships with GMO Internet, Inc.	Capital Relationship	Wholly-owned subsidiary of GMO Internet consolidated subsidiary GMO INVESTMENT.
	Executive Relationship	Two Directors on the Board of consolidated subsidiary GMO CLICK HD serve concurrently on the Board of Gyokuhokan.
	Transactional Relationship	No reportable transactional relationship.

(9) Operating Results and Financial Condition in the Three Most Recent Fiscal Years

Fiscal Term	FYE3/2012	FYE3/2013	FYE3/2014
Net Assets	—	JPY 26,780,000	-JPY 23,351,000
Total Assets	—	JPY 29,036,000	JPY 74,632,000
Net Assets per Share	—	JPY 44,634.12	-JPY 38,918.95
Net Sales	—	—	JPY 219,135,000
Operating Profit	—	-JPY 3,975,000	-JPY 54,948,000
Ordinary Profit	—	-JPY 4,240,000	-JPY 56,322,000
Net Profit	—	-JPY 3,219,000	-JPY 50,131,000
Net Profit per Share	—	-JPY 5,365.88	-JPY 83,553.07

Dividend per Share	—	—	—

4. FJNext Co. Ltd. (company to acquire ownership)

(as of 3/2014)

(1) Company Name	FJNext Co. Ltd.	
(2) Address	6-5-1 Nishi-Shinjuku, Tokyo, JAPAN	
(3) CEO	Yukiharu Hida	
(4) Business Description	Real estate, planning and development, sales and agent	
(5) Capital	JPY2,774,000,000	
(6) Date Established	July 1980	
(7) Net Assets	JPY 25,534,000,000 (consolidated)	
(8) Total Assets	JPY 39,827,000,000 (consolidated)	
(9) Major Shareholders and Ownership Ratio	Yukiharu Hida	22.2%
	Shoto Investment Club, Inc.	13.8%
	MM York, Inc.	11.3%
(8) Related Party Relationships with GMO Internet, Inc.	Capital Relationship	No reportable capital relationship between GMO Internet or any affiliated person or company and FJNext.
	Executive Relationship	No reportable executive relationship between GMO Internet or any affiliated person or company and FJNext.
	Transactional Relationship	No reportable transactional relationship between GMO Internet or any affiliated person or company and FJNext.
	Related Party Relationship	Not applicable

5. Number of Shares to be Transferred, Acquisition Price and Share Ownership before and after the Transaction

(1)	Number of Shares Held before the Transaction	10,060 shares (voting rights: 10,600) (ownership ratio: 100%)
(2)	Number of Shares to be transferred	10,060 shares (voting rights: 10,600) (ownership ratio: 100%)
(3)	Number of Shares Held after the Transaction	0 shares (voting rights: 0) (ownership ratio: 0%)
(4)	Acquisition Price	JPY300,000,000 (tentative)

6. Schedule

Board of Directors resolution	January 27, 2015
Agreement to be executed	February 2, 2015 (tentative)
Share transfer date	March 1, 2015 (tentative)

7. Outlook

GMO CLICK INVESTMENT will be excluded from the group consolidation as a result of this transaction. However, impact on operating results in immaterial.

(Reference) Consolidated Results Forecast (published February 6, 2014)

	Consolidated Net Sales	Consolidated Operating Profit	Consolidated Ordinary Profit	Consolidated Net Profit
Current Forecast (FYE12/2014)	JPY 105,000 million	JPY 12,500 million	JPY 12,500 million	JPY 5,500 million
Previous Term Results (FYE12/2013)	JPY 93,704 million	JPY 11,000 million	JPY 10,941 million	JPY 5,244 million