

# Revision to Strategy – Complete Pullout of Loans and Credit Business

## Summary – Elimination of Downside Risk

### Complete Pullout of Loans and Credit Business

- Decision based on concern regarding shareholder returns and uncertainty in the business environment.
- All stock held in GMO LOAN-CREDIT HOLDINGS Inc. (91.1%) is being transferred to its executive team and the company is being excluded from the consolidation from the second half of the term.
- ¥6.4 billion shrinkage loss (withdrawal loss) to be recorded in the consolidation as a result of the transfer.
- Downside risk eliminated - we now hold only share warrants **leaving open the possibility of recovering capital invested.**

### Financial Strategy and Sale of GMO Internet Securities and Other Stock

- In consideration of financial balance all stock held in GMO Internet Securities (95.9%) is being transferred to Masatoshi Kumagai. A sale gain of ¥2.8 billion will be recorded in the consolidation.
- **The company will be excluded from the Internet Finance segment.**
- Off-market sale of around 10% of GMO-HS to yield sale gains of around ¥1 billion
- Pullout of the loans and credit business to harm shareholders' equity - sale of securities allows us to regain our financial base and dramatically reduce balance sheet.

### Growth Strategy after Pullout of Loans and Credit Business

- To fully utilize our strengths in the stable infrastructure and media segments

TSE Stock Code: 9449

