



April 12, 2024

To Whom It May Concern

Company name	GungHo Online Entertainment, Inc.
Representative	Kazuki Morishita, Representative Director & President, CEO (Securities code: 3765)
Contact person	Kazuya Sakai, Director & CFO, Executive General Manager of Finance Accounting Division (TEL: 03-6895-1650)

Notice Regarding the Decision on the Details of the Issuance of Stock Option as Stock-based Compensation (Stock Acquisition Rights)

GungHo Online Entertainment, Inc. (the “Company”) announced in the press release titled “Notice Regarding Grantees of Stock Options as Stock-based Compensation (Stock Acquisition Rights) and Number of Allotment” that the Company passed a resolution at the Board of Directors meeting held on April 11, 2024 to issue the grantees of stock acquisition rights and the number of allotment on the subscription of stock acquisition rights to be granted as stock options as a stock-based compensation scheme for the Company’s Managing Directors and Executive Officers and recruit shareholders accepting the subscription.

This is to notify you that the details of the issuance of these stock acquisition rights have been decided today.

1. Payment amount of the Stock Acquisition Rights

198,172 yen per stock acquisition right (1,981.72 yen per share)

The Company shall provide the grantees of the allotted Stock Acquisition Rights with the right to claim for remuneration which is equivalent to the aggregate amount to be paid for the allocated Stock Acquisition Rights, and set off the payment liability for the Stock Acquisition Rights by the right to claim for remuneration, replacing the monetary payment for the Stock Acquisition Rights.

(Reference)

- (1) “Notice on Issuance of Stock Options as Stock-based Compensation (Stock Acquisition Rights)” dated March 28, 2024.
- (2) “Notice Regarding Grantees of Stock Options as Stock-based Compensation (Stock Acquisition Rights) and Number of Allotment” dated April 12, 2024.