



March 28, 2025

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  
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## Notice Regarding Dividend from Retained Earnings

GungHo Online Entertainment, Inc. (the “Company”) hereby announces that it resolved at a Board of Directors meeting held on March 28, 2025 to pay a dividend from retained earnings for the date of record on December 31, 2024 as follows.

### 1. Details of dividend

	Resolved	Latest Dividend Forecast (Announced on February 14, 2025)	(Reference) (Fiscal year ended December 31, 2023)
Date of record	December 31, 2024	See left	December 31, 2023
Dividend per share	60.00 yen	See left	30.00 yen
Total dividends	3,349 million yen	—	1,796 million yen
Effective date	March 31, 2025	—	March 12, 2024
Source of dividend	Retained earnings	—	Retained earnings

### 2. Reason

The Company recognizes that one of its important management challenges is to achieve profits on an ongoing basis and to provide a stable return to shareholders. In determining the specific total amount of returns to shareholders, the Company comprehensively considers the management environment, business performance, financial soundness, and investment for growth, while striving to increase its corporate value over the long term. Its basic policy for returning profits to shareholders is to combine stable dividends in line with profit levels and forecasts with flexible share buybacks.

As for a more detailed basic policy, dividends will be to maintain a consolidated dividend payout ratio of 30% or more, and to implement such dividend payout on a stable and continuous basis. Share buybacks are positioned as a flexible capital policy aimed at enhancing capital efficiency, taking into account market stock prices and our financial condition, and will be continuously implemented based on decisions at the Board of Directors meetings.

The Company has a policy to effectively use internal reserves in order to bolster its financial structure and business platform and pursue operations aggressively towards achieving further growth in the future, among others.

According to the above-mentioned dividend policy, the Company resolved to pay 60.00 yen per share as ordinary dividend. GungHo will keep on working to further growth in order to meet the expectations of shareholders.

The Company does not set a basic policy on the frequency of dividend payments. However, the Articles of Incorporation stipulate that dividends from retained earnings may be paid on June 30 and December 31 every year, as well as on other record dates, by resolutions of the Board of Directors meetings.

Reference: Breakdown of annual dividend

	Dividend per share		
Date of record	Second quarter-end date	Fiscal year-end date	Annual dividend
Dividend for the year ended December 31, 2024	0.00 yen	60.00 yen	60.00 yen
Dividend for the year ended December 31, 2023	0.00 yen	30.00 yen	30.00 yen