



GMO PAYMENT GATEWAY

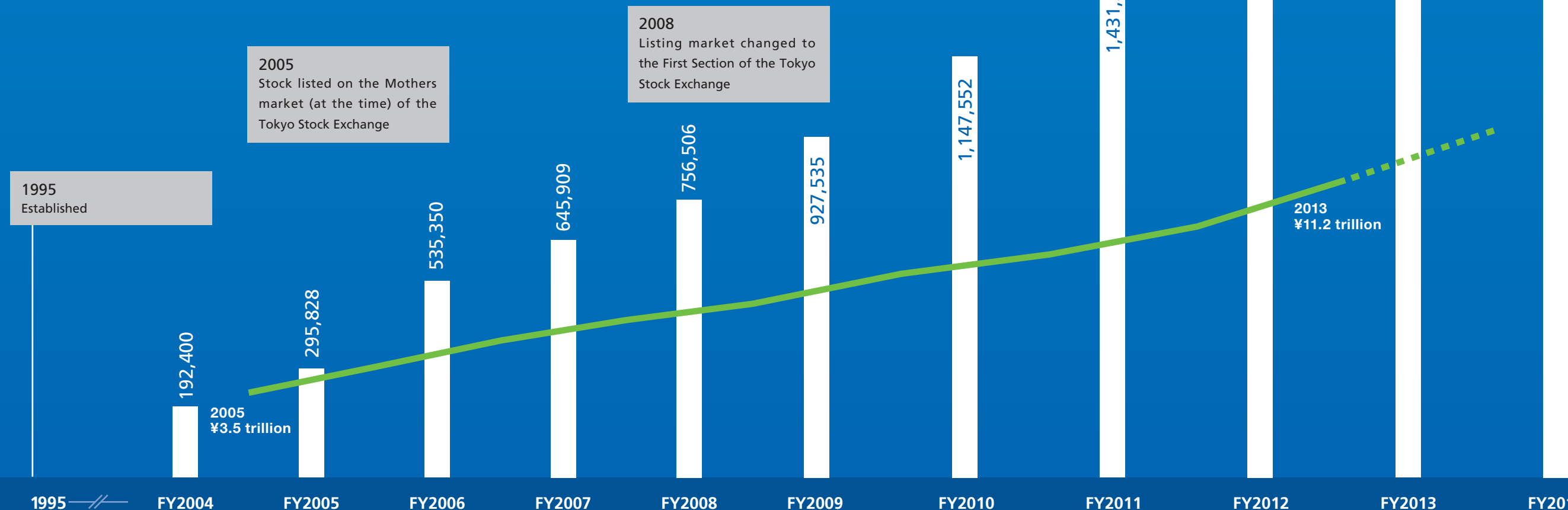
GMO Payment Gateway, Inc.

21th Annual Report Fiscal Year 2014 2013.10.1-2014.9.30

Achieve Average Ordinary Income Growth of Over 20%

GMO Payment Gateway, a payment processing services company listed on the First Section of the Tokyo Stock Exchange, has successfully achieved the goal it set upon listing of average ordinary income growth of 20% or more.

Going forward, GMO-PG is committed to creating electronic commerce (EC) environments featuring even higher levels of security and convenience, while continuing to grow alongside its customers as an “EC Growth Company” dedicated to raising Japan’s EC ratio.



Ordinary Income Growth rate of at least 10x

P3 Interview with Management

Ordinary Income in fiscal 2014 (year ended September 30) was over 10 times higher than fiscal 2004.

EC Market Size

Thanks to the strong performance of EC shopping malls and individual EC merchants, the size of the B2C EC market, in the narrow sense, rose to approximately ¥11.2 trillion in 2013, with the EC ratio of 3.7%.

Ordinary Income (Thousand yen)
EC Market Size

Sources: Ministry of Economy, Trade and Industry, FY2013 E-Commerce Market Survey
Nomura Research Institute, Information Technology Navigator 2014

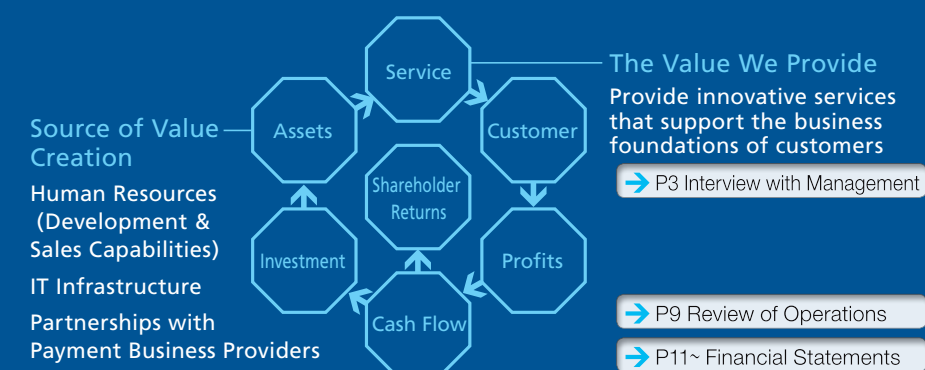
Role of GMO Payment Gateway

GMO Payment Gateway's primary role as a payment processing service provider is providing linkages for “contracts” “payment information” and “settlement” between online shops and other merchants and payment businesses such as credit card companies.



Value Creation Process

Pivoting on payment processing services, we work for sustained growth, while creating innovative services that enable us to grow with our customers' businesses.





Front row: **Issei Ainoura**, President & Representative Director Back row from left: **Yuichi Hisada**, Managing Director
Ryu Muramatsu, Executive Vice President **Satoru Isozaki**, Executive Vice President

Always, Together With Customers

Striving to be a "Growth Company Driving Development of EC in Japan"

GMO Payment Gateway has sustained average ordinary income growth of 20% since the Company was publicly listed on the TSE Mothers market (at the time) in 2005.

So what are the sources of that growth?

And, to achieve the goal of "ordinary income of over ¥10.0 billion in 2020", what will be the focus?

We asked President Ainoura, Executive Vice President Muramatsu, Executive Vice President Isozaki and Managing Director Hisada to tell us about GMO-PG's corporate value creation.

Quick adaptation to rapidly changing times, while continuing to manage with a constant focus on the future

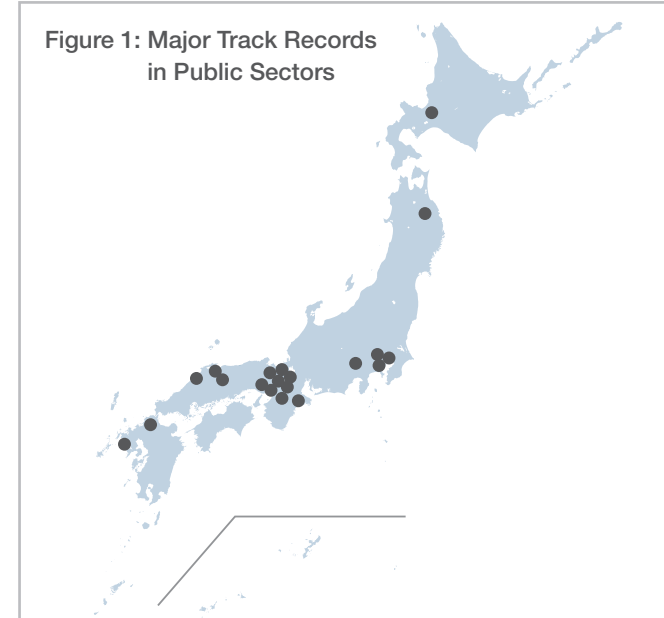
Ainoura: GMO Payment Gateway has reached a milestone, the 10th anniversary since our stock was listed in 2005. And over these years what has enabled us to "maintain average ordinary income growth of over 20%", which we have consistently pursued as a company, is none other than the support we have so generously received from our shareholders and all other stakeholders, and for this we are deeply grateful. However, listing itself was not our goal, and just as that occasion represented a new beginning, this 10th anniversary of our listing is also only a point along a longer road.

Muramatsu: Our business plan is based on a 30-year span, and our goal for the more immediate future is "ordinary income in excess of ¥10.0 billion in 2020". Over the past ten years, we have been able to grow sales and ordinary income nearly tenfold; so I think that we will be able to move past this milestone year in very good shape.

Isozaki: Likening growth to a rocket, I think the payment service we began providing NHK in 2006 was like our booster. This led to opportunities to help the Tokyo Metropolitan Government with water bill and auto tax payments and the Ministry of Health, Labour and Welfare with national pension premium payments, and other projects. The name GMO Payment Gateway has become synonymous with payment processing services in area of public dues and utility payments. (Figure 1)

Muramatsu: Technology innovation takes place at an extremely fast pace; consumption formats too are constantly changing. Face-to-face to online; cash to credit, and now you can just use a smartphone to make purchases. Our mission, amidst such changes, is to create an infrastructure that allows new forms of payment to be continuously realized as demanded by the times.

Figure 1: Major Track Records
in Public Sectors



Source of growth is the personal qualities of our employees

All employees converge on the same vector

Ainoura: Our business is made possible by the growth of our customers. In the truest sense, our success is directly linked to the success of our customers. What I mean is we are not simply selling payment services; in order to "grow and succeed alongside our customers" we must learn the problems they face in their businesses and devise ways of solving them.

Hisada: Payment services are an essential part of today's society, and each of our employees interacts with customers with the understanding that they represent a company that provides necessary social infrastructure. Our employees have great faith in the possibilities of payment services and all engage in business activities along the same vector, while looking forward to changes in the EC market — this is the distinctive characteristic of our human resources.

Muramatsu: At the same time, we also must not forget the perspective of "continuing growth while maintaining balance". In each section of planning, sales and systems, good balanced growth itself is what makes growth possible in the true sense. And to achieve this, human resources development is indispensable. We conduct employee seminars on various topics, but I think there are very few companies like ours, in which the president and other members of top management serve as instructors.

Ainoura: A balanced mindset is also important. I always tell our employees to maintain a high-level balance between "amiability and IQ". Through such day-to-day communication, all employees are able to share in the same mindset and spirit. "A company is its people". I firmly believe that the source of our growth lies in the personal qualities of our employees cultivated through human resources development.



“Continue evolving by continuing capital and developmental investment at 10% or more of sales”

Five strengths for realizing continued growth

Ainoura: Specifically our strengths as a company are: “business model”, “sales power”, “systems power”, “people power”, and “planning capability/new businesses”. First, our “business model” is made up of four sources of profit: initial from new installation charges, stock from monthly management charges, fee based on the number of payment processing transactions, and spread based on the monetary value of payments processed by customers. Balanced growth from these four sources produces a profit structure for both profit stability and growth acceleration.

Hisada: The company’s sales division is not named the Sales Division, but the Innovation Partners Division, reflecting our desire to contribute to our customers’ growth as a partner in innovation. Structuring our sales system in line with customer sectors, formats and scale allows us to make proposals more closely in tune with their specific conditions and needs—this constitutes our “sales power”.

Isozaki: “Systems power” consists of three elements. The first is technical capacity and the second is developmental capacity. For customers, it goes without saying that “systems must function no matter the place or time”. In addition, how stably they can be provided is also important. We therefore work to develop technology to meet infrastructure and security requirements and to further strengthen our products and services. The third element is knowledge. Meeting the requirements of leading-edge

customers may not be possible if existing products and services are used. What is needed at such an occasion is knowledge about payment processing. I think one of our major strengths is being able to draw on the knowledge of a systems engineer with expertise in applications to resolve customer issues in a short period of time.

Ainoura: Next is “people power” and in addition to the abovementioned human resources development, we offer a challenging environment even for young employees and a system for evaluating individual performance regardless of gender or nationality. We cultivate people power based on the motto, “One step by a hundred people beats a hundred steps by one”.

Muramatsu: Finally, regarding “planning capability/new businesses”, we currently are expanding our business into areas connected to solutions for customers, pivoting on payment services. We provide the GMO-PG online advertising service for example, as well as GMO-PG Global Payment for overseas payment processing and GMO Global Payment Fund, a fund specializing in payment and settlement, and it is on these axes that we are working to realize synergies and develop business overseas, particularly in Southeast Asia. (Figure 2)

Contributing to customer growth in expanding EC market

Muramatsu: The EC market has been expanding on the



“Aim to become a corporate group capable of 20% profit growth over the long term”



spread of the Internet and rise of smartphones, but Japan’s EC ratio is lower at 3.7%, compared to other countries; so it is thought that there is still much room for growth going forward. There is a range of latent potential, from new methods for boosting sales to effective ad development and new payment services like deferred payment. GMO Payment Gateway is moving into these frontiers in Japan of course but also overseas more quickly than anyone else and with the latest technology in order to further raise corporate value.

Ainoura: In the EC market, we will also expand beyond B2C (consumer transactions) into B2B (business-to-

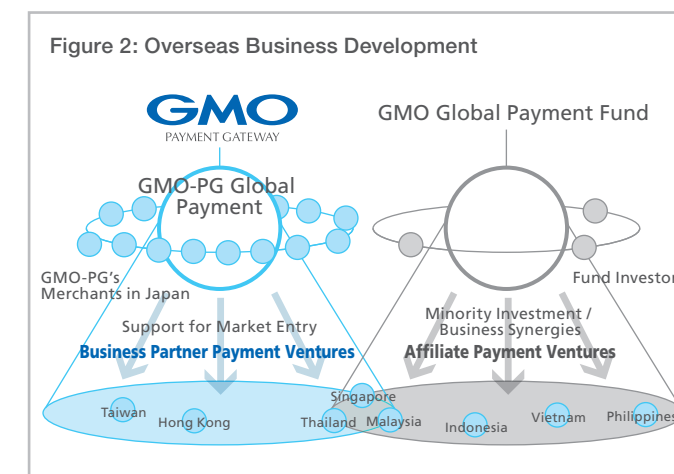
business transactions) and C2C (consumer-to-consumer transactions) as well as effect fusions with face-to-face markets through O2O* and other approaches. GMO Payment Gateway will continue promoting the realization of this vision of the future, while sharing it with stakeholders as we strive to be a “Growth Company Driving Development of EC in Japan”.

Isozaki: As a platformer providing payment services, we would like to continue being a company that innovates together with our customers. And as we innovate, we will expand the company’s range of business, while providing services to customers with even greater added value.

Hisada: When I hear comments like “Our success rate has gone up” or “We were able to achieve greater growth” from customers who do business with us, it is a great source of joy, and we intend to further refine this stance.

Ainoura: Moving forward, we will engage in business management with the ambition and awareness of “continuing to evolve by continuing to make capital and developmental investment of over 10% of sales each year with a view to becoming a corporate group that can sustain 20% profit growth over the long term”. In addition, profits will be redistributed to shareholders in accordance with our basic dividend policy of targeting 35% of consolidated net income to reciprocate the support shareholders have provided. We thank you for your ongoing guidance and encouragement.

*O2O is a strategy for linking offline and online purchasing activities.



We asked the authorized NPO called Japan Association for the World Food Programme about what led them to implement GMO-PG's payment and online advertising services and how specifically the services are utilized.

Customer Perspective

Japan Association for the World Food Programme

The Japan Association for the World Food Programme solicits donations from people in Japan to support the activities of the World Food Programme, the food aid agency of the United Nations, which has a mission of eradicating hunger and poverty around the world. Many donations are now made over the Internet, and so we implemented the payment system of GMO-PG, a company offering both system security and operational expertise. We also use the company's online advertising system. GMO-PG made the kind of proposals that only payment processing providers can make, and the company's representative in charge of the project provided support based on a thorough understanding of the objectives of the WFP's activities, helping to broaden the scope of WFP fundraising in Japan.

Client Overview

The Japan Association for the World Food Programme is the official representative in Japan of the World Food Programme, the food aid agency of the United Nations. In this role the association solicits donations from individuals, groups and corporations and also conducts publicity activities.



WFP

©JAWFP

Providing Payment Services to Diverse Customers

Leveraging know-how gained from consulting and payment processing implementation and support for 49,725 merchants (GMO Payment Gateway Group as of September 30, 2014), GMO-PG provides optimal processing and high value-added services for customers. While solving issues latent in operations, we work to expand business together with our customers.

EC sales

- Department stores
- Supermarkets
- Apparel retailers
- Bookstores



Service industry

- Travel agencies
- Rental car companies
- Hotels



Public

- Municipalities
- Electric/water/gas utilities
- Tax payments



Game/content providers

- Games
- Music streaming
- Electronic books



Growth strategy for maintaining 20% ordinary income growth over the next ten years

Trends in Base Markets

- EC market expansion; increasing EC ratio
- Acceleration of EC in tax sector
- Rapid expansion of C2C market
- Non-face-to-face transactions in B2B EC market
- Rise of Southeast Asia as growth center

1. Short-term

Target market strategy

- Further strengthen B2C EC
- EC initiatives in services, tax sector, etc.
- Capture B2B, C2C markets

2. Medium-term

Product strategy

- Expand added-value services like GMO Payment Later and transaction lending

3. Long-term

Business area strategy

- Develop into Southeast Asia
- Respond to latest technologies

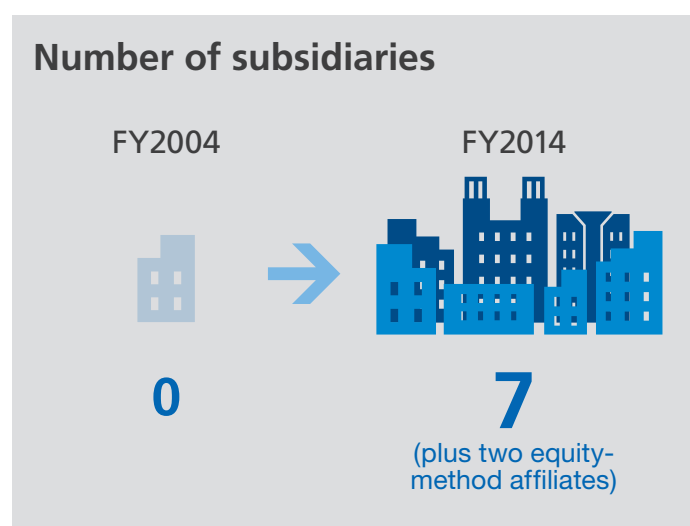
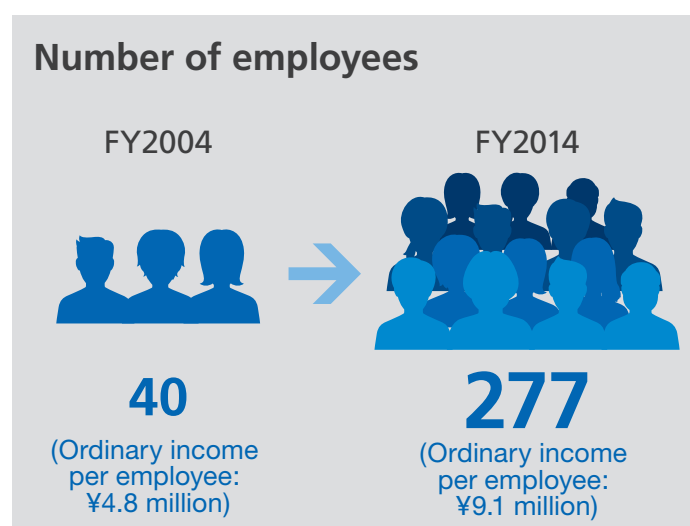
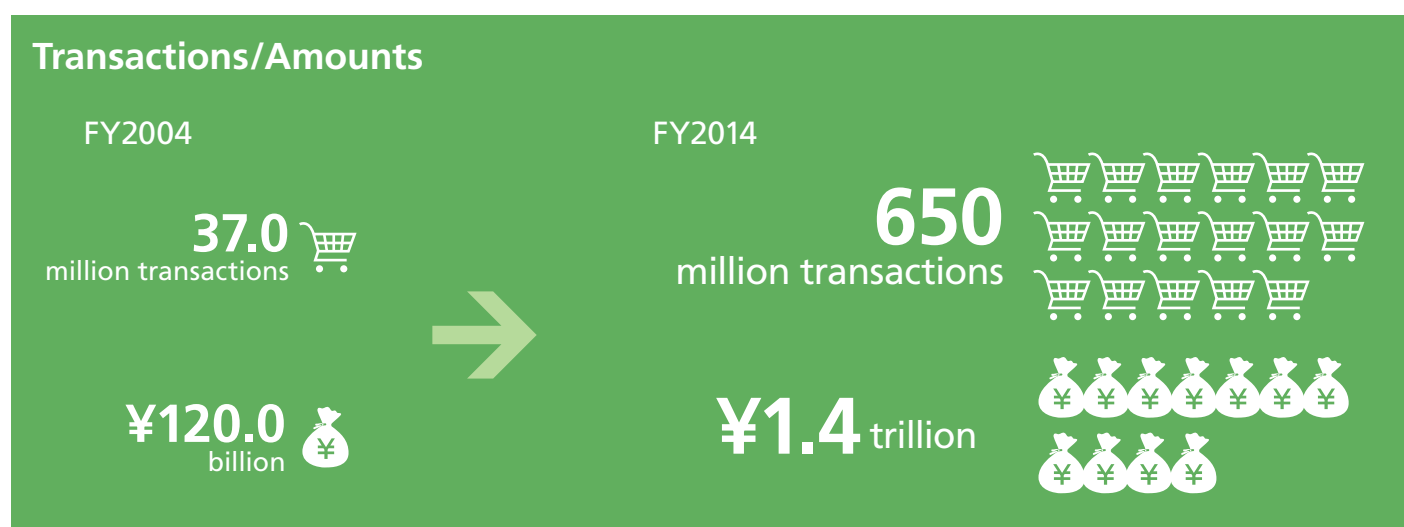
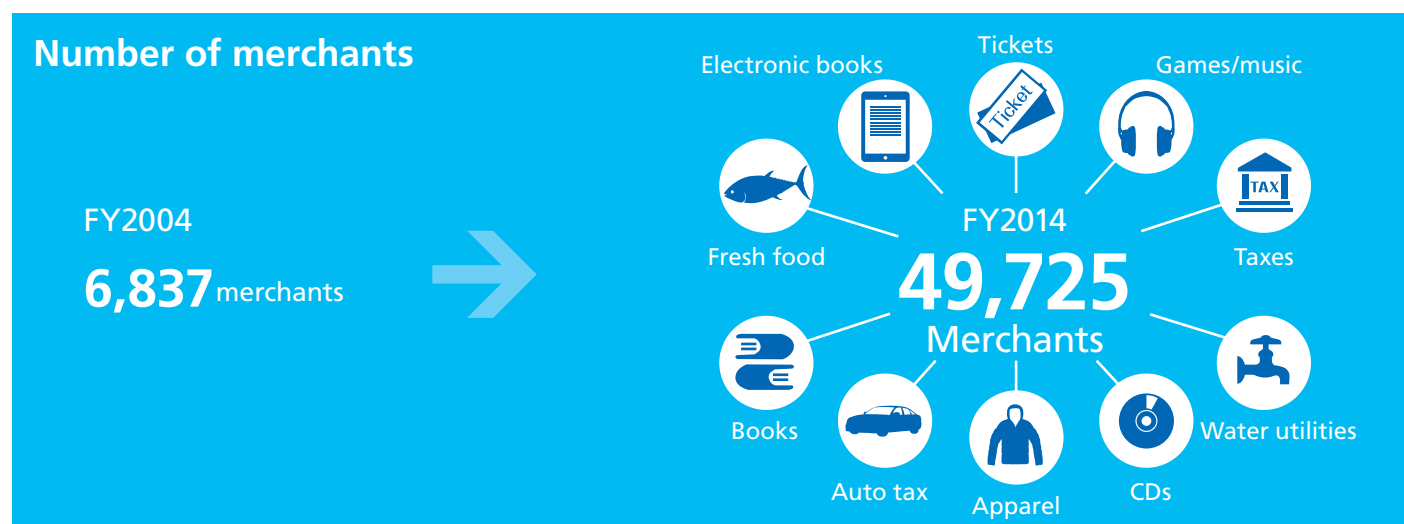
CLOSE UP

Creating Business Opportunities in Southeast Asia

Southeast Asia is a market where EC market expansion is expected in conjunction with the rapid spread of smartphones and the Internet. We are currently helping our merchants based in Japan enter overseas markets through GMO-PG Global Payment, which provides services for various countries and regions, including Singapore, Indonesia and Thailand in Southeast Asia, and Hong Kong and Taiwan. We are also promoting the creation of business opportunities in Southeast Asia by ramping up investment through GMO Global Payment Fund, a fund specialized in payment and settlement, to invest in payment-related companies in Southeast Asia and thereby strengthen alliances with the payment ventures of local business partners.

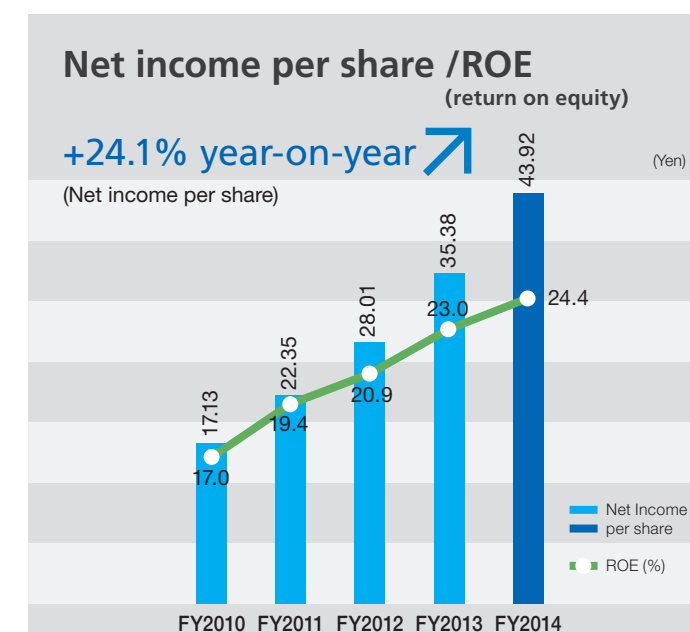
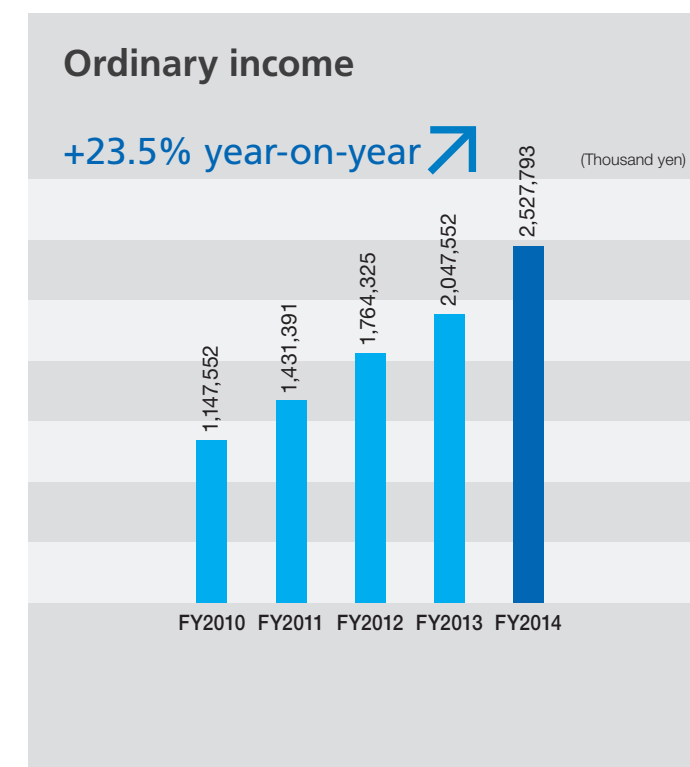
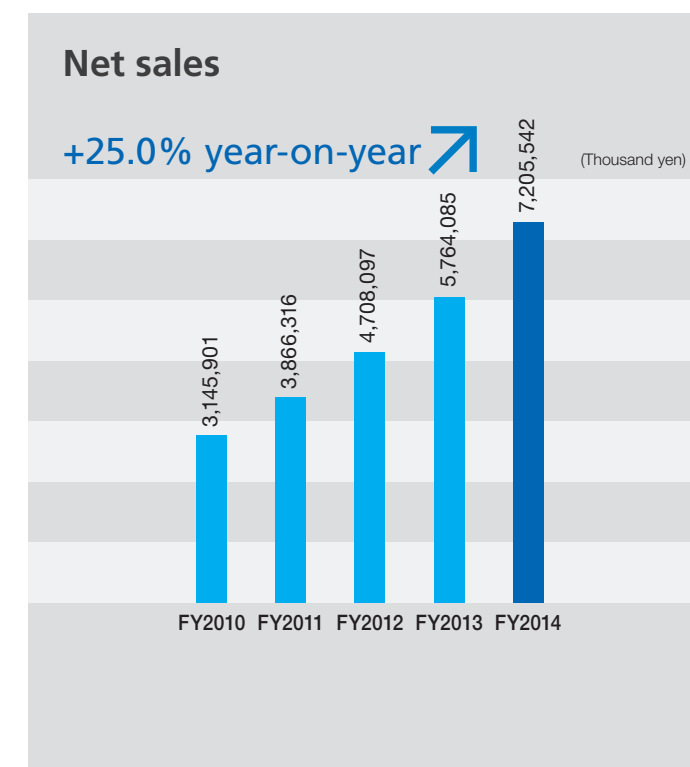


GMO-PG By The Numbers



All shares in a consolidated subsidiary called Social Appli Payment Service, Inc. were transferred to MTI Ltd. on September 30, 2014.

Increases in Sales, Profits, and Dividends for the 13th Consecutive Term



A 200-for-1 common stock split and a 2-for-1 common stock split were conducted on July 1, 2012 and October 1, 2014 respectively. Net income per share information lists figures that have been retroactively revised in light of the impact of these stock splits to make it easier to compare between periods.



Our basic dividend policy is to target "a payout ratio of around 35% of consolidated net income" and on the basis of this policy, we paid a dividend of ¥30, which represents an increase of ¥5.5 from the previous year. A 200-for-1 stock split was conducted for shares of common stock on July 1, 2012. Dividend information since FY2011 lists figures that have been retroactively revised in light of the impact of this split to make it easier to compare between periods.

Consolidated balance sheet

(Thousand yen)

	As of September 30, 2013	As of September 30, 2014
Assets		
Current assets	19,670,940	22,476,019
Cash and deposits ①	18,393,932	20,386,175
Accounts receivable-trade	652,397	792,588
Merchandise	385	2,165
Supplies	381	531
Advance payments-trade	379,736	585,395
Prepaid expenses	58,767	58,823
Deferred tax assets	123,786	150,097
Accounts receivable-other	69,197	504,077
Other	18,130	52,343
Allowance for doubtful accounts	(25,772)	(56,177)
Noncurrent assets	1,627,298	2,137,039
Tangible assets	262,920	231,947
Buildings	68,801	57,298
Tools, furniture and fixtures	90,957	61,075
Lease assets	103,162	113,573
Intangible assets	668,612	764,469
Goodwill	41,423	30,694
Lease assets	14,191	16,785
Right of trademark	426	272
Software	455,527	661,723
Other	157,044	54,992
Investments and other assets	695,764	1,140,621
Investment securities	421,165	650,739
Shares of subsidiaries and affiliates	2,010	2,507
Bonds of subsidiaries and affiliates	11,000	11,000
Investments in other securities of subsidiaries and affiliates	35,296	264,442
Long-term loans receivable from directors and employees	3,746	1,910
Claims provable in bankruptcy, claims provable in rehabilitation and other	11,904	12,434
Long-term prepaid expenses	6,114	7,722
Lease and guarantee deposits	155,476	149,210
Deferred tax assets	59,248	51,384
Allowance for doubtful accounts	(10,198)	(10,729)
Total assets	21,298,239	24,613,058

① Cash and deposits

The cash and deposits in assets increase/decrease as the deposits received in liabilities increase/decrease. Therefore the amount of money GMO-PG can use for its business is the amount after deduction of the amount equal to the deposits which are planned to be paid to our merchants every month.

(Thousand yen)

	As of September 30, 2013	As of September 30, 2014
Liabilities		
Current liabilities	15,537,011	17,624,339
Accounts payable-trade	188,761	229,278
Lease obligations	34,090	41,747
Accounts payable-other	227,045	692,310
Income taxes payable	477,216	644,375
Accrued consumption taxes	66,046	171,628
Advances received	8,842	7,850
Deposits received ②	14,337,566	15,589,857
Unearned revenue	1,372	1,256
Provision for bonuses	156,000	206,137
Provision for directors' bonuses	35,420	34,840
Other	4,648	5,056
Noncurrent liabilities	127,407	173,339
Lease obligations	90,756	97,084
Long-term lease and guarantee deposited	6,650	6,254
Provision for directors' remuneration Board Incentive Plan Trust	30,000	70,000
Total liabilities	15,664,418	17,797,678
Net assets		
Shareholders' equity	5,609,646	6,727,143
Capital stock	696,111	708,118
Capital surplus	956,032	968,040
Retained earnings	4,222,226	5,315,707
Treasury stock	(264,723)	(264,723)
Accumulated other comprehensive income	13,717	81,506
Valuation difference on available-for-sale securities	7,968	64,821
Foreign currency translation adjustment	5,748	16,685
Subscription rights to shares	10,456	3,774
Minority interests	—	2,956
Total net assets	5,633,820	6,815,379
Total liabilities and net assets	21,298,239	24,613,058

② Deposits received

This item is due to proceeds (amount of money which is paid from credit card companies, etc. to merchants through GMO-PG) paid to merchants receiving services being recorded at the end of every month.

Consolidated statements of income

(Thousand yen)

	FY2013 (From October 1, 2012 to September 30, 2013)	FY2014 (From October 1, 2013 to September 30, 2014)
Net sales ③	5,764,085	7,205,542
Cost of sales	1,030,813	1,436,281
Gross profit	4,733,271	5,769,260
Selling, general and administrative expenses	2,684,406	3,292,851
Operating income	2,048,865	2,476,408
Non-operating income	44,013	87,503
Interest income	3,074	7,905
Dividends income	16	4,263
Gain on investments in partnerships	—	21,367
Earnings on reversal of dividends payable	1,172	770
Rent income	14,497	13,941
Commissions received	—	19,118
Exchange earnings	23,259	16,495
Other	1,993	3,641
Non-operating expenses	45,326	36,119
Interest expenses	7,241	1,675
Equity in losses of affiliates	11,407	15,836
Loss on investment in silent partnership	5,176	4,521
Loss on investments in partnerships	4,990	—
Rent expenses	14,201	13,659
Other	2,310	426
Ordinary income ④	2,047,552	2,527,793
Extraordinary income ⑤	16,770	32,357
Income from securities sold	16,770	32,357
Extraordinary loss	18,289	19,732
Loss on retirement of noncurrent assets	5,991	14,330
Loss on valuation of investment securities	12,298	—
Other	—	5,402
Income before income taxes	2,046,032	2,540,417
Income taxes-current	872,859	1,075,020
Income taxes-deferred	(43,853)	(49,929)
Income before minority interests	1,217,025	1,515,326
Minority interest in loss	—	(462)
Net income	1,217,025	1,515,788

③ Net sales

Despite the negative rebound from last-minute demand associated with the consumption tax increase in April 2014, sales were steady and increased for the year by 25.0% over the previous year.

④ Ordinary income

With the goal of becoming a corporate group capable of sustaining ordinary income growth of 20% or more over the medium-to-long term, we invested in new businesses, integrated data centers and conducted other activities, and as a result, ordinary income grew by 23.5% year on year, meaning we successfully reached our goal of at least 20% growth.

⑤ Extraordinary income

As a part of efforts to strengthen alliance-based businesses, we promoted capital and operational alliances through partial stakes in key merchants and important business partners. However, two of these companies went public due to business expansion, including transactions with GMO-PG, and we sold a portion of our stakes in them, which resulted in recording extraordinary income of ¥32,357 thousand.

Consolidated statements of cash flows

(Thousand yen)

	FY2013 (From October 1, 2012 to September 30, 2013)	FY2014 (From October 1, 2013 to September 30, 2014)
Net cash provided by (used in) operating activities	6,954,257	3,088,604
Net cash provided by (used in) investing activities	(755,003)	(666,417)
Net cash provided by (used in) financing activities	(632,002)	(444,357)
Effect of exchange rate change on cash and cash equivalents	16,871	13,135
Increase (decrease) in cash and cash equivalents	5,584,123	1,990,965
Balance of cash and cash equivalents at the beginning of the period	12,774,220	18,358,343
Balance of cash and cash equivalents at the end of the period	18,358,343	20,349,309

Consolidated statements of changes in net assets

FY2014 (From October 1, 2013 to September 30, 2014) (Thousand yen)

	Shareholder's equity					Accumulated other comprehensive income			Subscription rights to shares	Minority interests	Total net assets
	Capital stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Total other comprehensive income			
Balance at the end of the previous period	696,111	956,032	4,222,226	(264,723)	5,609,646	7,968	5,748	13,717	10,456	—	5,633,820
Changes of items during the period											
Issuance of new shares	12,007	12,007			24,015						24,015
Dividends from surplus			(422,307)		(422,307)						(422,307)
Net income			1,515,788		1,515,788						1,515,788
Changes of items other than shareholders' equity during the period, net						56,852	10,936	67,789	(6,682)	2,956	64,063
Total changes of items during the period	12,007	12,007	1,093,480	—	1,117,496	56,852	10,936	67,789	(6,682)	2,956	1,181,559
Balance at the end of the period	708,118	968,040	5,315,707	(264,723)	6,727,143	64,821	16,685	81,506	3,774	2,956	6,815,379

IR Site

GMO-PG's website provides corporate and financial information and introduces business activities and trends to shareholders and investors. For a more detailed understanding of GMO-PG, please visit the website.
→URL <http://corp.gmo-pg.com/ir/>

Corporate Governance

Basic Approach to Corporate Governance

In order to maintain both management efficiency and legal compliance while continuing to develop in a sound manner, we have established necessary governance systems and conduct related policies. Corporate governance is positioned as one of the most important tasks of management, and in order to fulfill this commitment as well, we intend to practice an even more transparent form of management through timely disclosure of management information to shareholders and investors.

Overview of Corporate Governance System

GMO Payment Gateway has adopted a system in which two external directors are appointed to serve as independent executives who provide recommendations and opinions from an independent perspective, while overseeing the activities of the full-time directors. There is also a Board of Auditors consisting of five members charged with auditing the company in coordination with the Internal Audit Office and accounting auditors. Its five members include three external auditors (two of whom are independent executives). Decisions on the execution of important business, decisions on important matters such as decisions on director remuneration, and decisions for strengthening governance are all made by the Board of Directors, which is comprised of the aforementioned directors.

Compliance

The GMO-PG Group recognizes the scope of compliance as consisting of a) laws and ordinances, etc., b) ethics and social norms, c) rules, regulations and procedures, etc., and d) company vision, etc., and recognizing that this entails “adapting to social requirements” including legal requirements (in other words, full-set compliance). With these recognitions, we work to raise the compliance awareness of all employees.

In the term under review, in addition to actively raising awareness of the aforementioned, the Corporate Support Division led an effort to build and implement a compliance training program for all employees. The program is conducted in stages based on levels of comprehension and rank, with employee understanding and achievement monitored by the Internal Audit Office established in October 2007. In addition, the Internal Audit Office, based on an annual audit plan, confirms compliance with related laws and ordinances, the articles of incorporation, company rules and other regulations, and if areas in need of improvement are identified, corrective measures are taken and then further confirmation is conducted on their status.

The company also has an internal reporting (whistleblower) system in addition to the normal reporting system based on the chain of command for cases in which an incident occurs internally that is thought to constitute a compliance violation.

Information Security

The GMO-PG Group has a mission of contributing to the realization of payment systems that are safe and convenient for consumers and businesses with a view to the establishment of infrastructure for payment processing in Japan. In conducting corporate activities in accordance with this mission, we utilize our own information assets and also handle the information assets of many stakeholders, which include personal information. As a company that creates added value for credit cards and other types of payment formats, we are striving for even higher levels of performance, and protection of these information assets from outside threats is a top priority of management. Based on this recognition, we build and operate information security systems and implement necessary protective procedures and appropriate security measures for our own information assets and those of stakeholders.

ISO 27001 Certification

We are the first publicly listed payment processing service provider to acquire ISO/IEC 27001:2005 certification (domestic standard JIS Q 27001:2006), the global standard for information security management, for all our business sites.



Full Conformance with PCIDSS

GMO-PG’s services fully conform to PCIDSS Ver. 2.0, the global security standard in the credit card industry established jointly by the following five international credit card brand companies: JCB, American Express, Discover, MasterCard and VISA. We provide all customers with secure credit card payments and the peace of mind this entails.



P-Mark Certification

GMO-PG has acquired PrivacyMark System certification, a standard for companies that establish systems with appropriate measures for protecting personal information in conformance with the Japan Industrial Standard on the handling of personal information, JIS Q 15001: 2006 Personal Information Protection Management Systems—Requirements.



Company Profile (As of the end of September 2014)

Name	GMO Payment Gateway, Inc. (3769; Tokyo Stock Exchange, First section)
Date of establishment	March 1995
Location	1-14-6, Dogenzaka, Shibuya-ku, Tokyo, Japan
Capital stock	¥708 million
Additional paid-in capital	¥968 million
Number of employees	277 (consolidated)
Business outline	Credit card payment processing services and all related operations
Organization memberships	Japan Consumer Credit Association (JCA) Japan Multi-Payment Network Promotion Association (JAMPA) EC Payment Forum Japan Association of New Economy Japan E-Commerce Consultant Association (JECCICA)
Subsidiaries	GMO Epsilon, Inc. GMO Payment Service, Inc. GMO PAYMENT GATEWAY PTE. LTD.
Affiliated companies	Consumer Open Center, Ltd.

Members of the Board (As of December 21, 2014)

Chairman & Director	Masatoshi Kumagai
President & Representative Director	Issei Ainoura
Executive Vice President	Ryu Muramatsu
Executive Vice President	Satoru Isozaki
Managing Director	Yuichi Hisada
Director	Yasuhiko Kimura
Director	Tadashi Ohshima
Director	Tomoyuki Murakami
Director	Shinichi Sugiyama
Director	Yusuke Arai
External Director	Masaya Onagi
External Director	Akio Sato
Auditor (Full-time)	Yasuhiro Kanda
External Auditor	Akihiro Suzuki
External Auditor	Masashi Yasuda
Auditor	Takashi Iinuma
External Auditor	Kazuo Ikeda

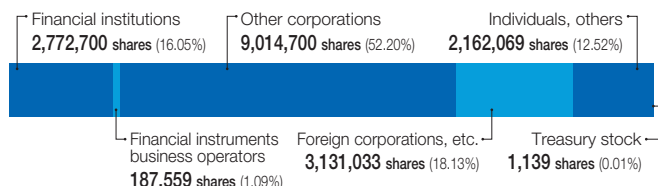
GMO-PG board members (not including External Directors) / Presidents of group companies

 Chairman & Director Masatoshi Kumagai	 President & Representative Director Issei Ainoura	 Executive Vice President, Corporate Value Creation Strategy Division Director, GMO PAYMENT GATEWAY PTE. LTD. Ryu Muramatsu	 Executive Vice President, General Manager of System Division Satoru Isozaki	 Managing Director, General Manager of Innovation Partners Division Yuichi Hisada	 Director, General Manager of Corporate Support Division Yasuhiko Kimura
 Director, General Manager of Customer Delight Division Tadashi Ohshima	 Director, Deputy General Manager of Innovation Partners Division Tomoyuki Murakami	 Director, Deputy General Manager of System Division Shinichi Sugiyama	 Director, President & Representative Director, GMO Epsilon, Inc. Yusuke Arai	 President & Representative Director, GMO Payment Service, Inc. Katsunari Mukai	 President & Representative Director, Consumer Open Center Ltd. Akira Takano

Stock Information (As of the end of September 2014)

Total number of shares authorized	51,200,000
Total number of shares issued	17,269,200
Number of shareholders	3,100

Number of shares for each shareholder



Major shareholders

Shareholder name	Number of shares	Percentage
GMO Internet, Inc.	8,924,800	51.68
Japan Trustee Services Bank, Ltd. (Trust account)	893,500	5.17
JP Morgan Chase Oppenheimer JASDEC Lending Account	555,600	3.21
Issei Ainoura	500,000	2.89
The Master Trust Bank of Japan, Ltd. (Trust account)	385,000	2.22
State Street Bank and Trust Company	272,589	1.57
The Chase Manhattan Bank, N.A. London S.L. Omnibus Account	219,400	1.27
State Street Bank and Trust Company	214,700	1.24
The Nomura Trust and Banking Co., Ltd. (Trust account)	207,700	1.20
Trust & Custody Services Bank, Ltd. (Trust account for securities investment)	197,100	1.14

Note: Shareholding ratios are calculated on the total number of shares issued less treasury stock (1,139 shares).

Shareholder Memo

Business year	October 1 to September 30
Day of decision of the end-of-term dividend	September 30
Day of decision of the mid-term dividend	March 31
Annual meeting of shareholders	December
Shareholder registry administrator	Mitsubishi UFJ Trust and Banking Corporation
Contact	Transfer Agent Department, Mitsubishi UFJ Trust and Banking Corporation 7-10-11 Higashi-suna, Koto-ku, Tokyo 137-8081 Tel 0120-232-711 (Toll-free)
Stock listing	Tokyo Stock Exchange
Method of public notice	By electronic public notice Public notice URL http://corp.gmo-pg.com/ir/ (In the case of an accident or other inevitable reason the electronic public notice is not possible, it will be published in the Nikkei)

[Information]

- Note
 - (1) With regard to the shareholder's address change, specification of the dividend transfer account, purchase request and other procedures, these are principally done at the account administration organization (securities company, etc.) at which the account has been opened. Please contact the securities company at which you opened your account. Please note that the shareholder registry administrator (Mitsubishi UFJ Trust and Banking Corporation) does not handle these matters.
 - (2) With regard to unreceived dividends, payment will be executed at the Mitsubishi UFJ Trust and Banking Corporation.
- About the Dividend Statements

The enclosed "Dividend Statements" combines the "Payment Notice" which is made based on the Act on Special Measures concerning Taxation. It can be used as certification of the dividend amount after the receipt of the dividend, or as a document for the income tax return.

Shareholders receiving the dividend in their securities account (Distribution method proportional to the number of shares) should confirm this with the securities company which made the transaction.
- With regard to the procedures for shares recorded on special accounts, please contact Tokyo Securities Transfer Agent Co, Ltd., the administrating organization for special accounts.
Contact address: Business Center, Tokyo Securities Transfer Agent Co, Ltd.
2-8-4 Izumi, Suginami-ku, Tokyo 168-8522
Tel 0120-49-7009 (Toll-free)

GMO Payment Gateway, Inc.

URL <http://www.gmo-pg.com/>

Tokyo Head Office Humax Shibuya Building 7F, 1-14-6 Dogenzaka, Shibuya-ku, Tokyo 150-0043 TEL 03-3464-2740

Osaka Branch Grand Front Osaka Tower B 23F, 3-1 Ofukacho, Kita-ku, Osaka 530-0011 TEL 06-7634-3070

Fukuoka Branch Tenjin Miyuki Building 8F, 4-2-20 Tenjin, Chuo-ku, Fukuoka 810-0001 TEL 092-688-9018

