



February 14, 2024

To all shareholders:

Company name: Monstarlab Holdings Inc.
Representative: Hiroki Inagawa, Representative Director/Group CEO
(Code: 5255, TSE Growth Market)
Inquiries: Yoshihiro Nakahara, Director/Executive Vice President and CFO
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Notice of Recognition of Other Revenue

Monstarlab Holdings Inc. (hereinafter, the “Company”) announces that it has recognized certain other revenue for the fiscal year ended December 31, 2023 (from January 1, 2023 to December 31, 2023).

1. Recognition of a Gain on Sale of Shares of Subsidiaries and Associates

As announced in the “Notice of Change in Subsidiary (from a Consolidated Subsidiary to an Entity Accounted for Using the Equity Method)” dated December 20, 2023, the Board of Directors of the Company approved the transfer of 6,500 shares of ECAP DMCC, a subsidiary of the Company, out of the current shareholding of 10,000 shares (voting rights ownership percentage: 100%) to its founder at its meeting held on December 20, 2023 (hereinafter, the “Transaction”), and the Company has completed the Transaction on December 21, 2023. In relation to the Transaction, the Company recognized a gain on sale of shares of subsidiaries and associates and a share of loss (profit) of entities accounted for using equity method through remeasurement of such shares. As a result, the Company recognized 194 million yen in other revenue for the current fiscal year.

2. Impact on Earnings

The impact of the other revenue mentioned above on earnings has been reflected in the “Summary of Consolidated Financial Results for the Fiscal Year ended December 31, 2023 (IFRS)” announced today.