

Notice on Reversal of Extraordinary Loss on the Valuation of Shares of Subsidiaries and Affiliates in Non-consolidated Financial Statements

CyberAgent, Inc. expects to record a reversal of the extraordinary loss, which is the loss on the valuation of shares of subsidiaries and affiliates in the non-consolidated financial statements for the second quarter of the fiscal year ending September 30, 2024, as stated below.

1. Details of reversal of extraordinary loss on the valuation of shares of subsidiaries and affiliate in non-consolidated financial statements

In the non-consolidated financial statements for the first quarter of the fiscal year ending September 30, 2024, the Company recorded the loss on the valuation of shares of subsidiaries and affiliates due to the decline in market value of REALGATE, Inc. (TSE 5532), which became a consolidated subsidiary on July 1, 2021, following the acquisition of the majority of its issued shares. However, the Company will record a reversal of the extraordinary loss of 3.3 billion yen due to a recovery of the concerned share price in the non-consolidated financial statements for the second quarter of the fiscal year ending September 30, 2024.

2. Loss on the valuation of shares of subsidiaries and affiliates for the second quarter of the fiscal year ending September 30, 2024

Non-consolidated financial statements	Amount
Total loss on valuation of shares of subsidiaries and affiliates (extraordinary loss) for the second quarter of the fiscal year ending September 30, 2024 (January 1 to March 31, 2024) (=A-B)	-3.3 billion yen (-:Reversal gain)
(A) Total loss on valuation of shares of subsidiaries and affiliates (extraordinary loss) for the first half of the fiscal year ending September 30, 2024 (October 1, 2023, to March 31, 2024)	—billion yen
(B) Total loss on valuation of shares of subsidiaries and affiliates (extraordinary loss) for the previous quarter ended December 31, 2023 (October 1, 2023, to December 31, 2023)	3.3 billion yen

* Valuation of shares of subsidiaries and affiliates in each quarter: reversal method

* The end of fiscal year: September 30

3. Outlook

There are currently no revisions to the full-year and dividend forecast for the fiscal year ending September 30, 2024 that were announced on November 1, 2023.