March 19, 2026

To Whom it May Concern

Company name	GungHo Online Entertainment, Inc.
Representative	Kazuya Sakai Representative Director & President, CEO (Securities code：3765)
Contact person	Kazumasa Takayama Corporate Officer, CFO & IRO, and Executive General Manager of Corporate Planning Division (TEL：03-6895-1650)

(Correction / Correction of Numerical Data) Partial Correction of Financial Results for Fiscal Year Ended December 31, 2025 [Japanese GAAP] (Consolidated)

GungHo Online Entertainment, Inc. ("the Company") hereby announces that there have been corrections made to the above-mentioned disclosure material released on February 13, 2026. As numerical data has also been corrected, the corrected numerical data is also sent.

1. Reason for corrections
   After the release of the "Financial Results for the Year Ended December 31, 2025 [Japanese GAAP] (Consolidated)", the Company has found errors in the Consolidated Statement of Cash Flows. The primary cause of these errors was the application of incorrect foreign exchange rates, among other factors. Accordingly, the Company hereby corrects the relevant items as follows.

2. Details of corrections
   The corrected portions are indicated by underlines.

1. Consolidated financial results for the fiscal year ended December 31, 2025 (from January 1, 2025 to December 31, 2025)

(3) Status of consolidated cash flows

[Before correction]

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Balance of cash and cash equivalents at the end of the year
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
Fiscal year ended December 31, 2025	<u>149</u>	(28,676)	(8,827)	31,021
Fiscal year ended December 31, 2024	17,132	(47,588)	(12,217)	68,171

[After correction]

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Balance of cash and cash equivalents at the end of the year
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
Fiscal year ended December 31, 2025	<u>(355)</u>	(28,676)	(8,827)	31,021
Fiscal year ended December 31, 2024	17,132	(47,588)	(12,217)	68,171

(3) Overview of the cash flow for the current fiscal year

[Before correction]

(Cash flows from operating activities)

Funds <u>obtained from</u> operating activities were <u>149</u> million yen. This was mainly because the Company recorded a profit before income taxes and minority interests of 6,576 million yen and payment of income taxes which amounted to <u>4,804</u> million yen.

[After correction]

(Cash flows from operating activities)

Funds <u>used for</u> operating activities were <u>355</u> million yen. This was mainly because the Company recorded a profit before income taxes and minority interests of 6,576 million yen and payment of income taxes which amounted to <u>6,607</u>million yen.

3. Consolidated Financial Statements

(4) Consolidated Cash Flow Statements

[Before correction]

(Millions of yen)

	Fiscal year ended December 31, 2024	Fiscal year ended December 31, 2025
Cash flows from operating activities		
Profit before income taxes	19,838	6,576
Depreciation	951	1,012
Share-based payment expenses	205	182
Impairment losses	174	203
Increase (decrease) in allowance for doubtful accounts	(8)	7
Interest and dividend income	(1,955)	(1,809)
Interest expenses	15	29
Foreign exchange losses (gains)	(104)	(71)
Decrease (increase) in trade receivables	430	3,360
Decrease (increase) in inventories	5	(30)
Increase (decrease) in trade payables	(329)	(20)
Increase/decrease in consumption taxes payable/consumption taxes refund receivable	503	(2,787)
Decrease (increase) in other current assets	(101)	(1,725)
Increase (decrease) in other current liabilities	3,111	(1,865)
Other, net	(341)	65
Subtotal	22,396	3,128
Interest and dividends received	1,684	1,854
Interest paid	(15)	(29)
Income taxes paid	(6,933)	(4,804)
Net cash provided by (used in) operating activities	17,132	149
Cash flows from investing activities		
Payments into time deposits	(90,572)	(171,492)
Proceeds from withdrawal of time deposits	45,342	144,373
Net decrease (increase) in short-term investment securities	(1,330)	(633)
Purchase of investment securities	—	(63)
Purchase of property, plant and equipment and intangible assets	(243)	(605)
Payments of leasehold and guarantee deposits	(478)	(277)
Purchase of shares of subsidiaries resulting in change in scope of consolidation	(308)	—
Other, net	3	22
Net cash provided by (used in) investing activities	(47,588)	(28,676)
Cash flows from financing activities		
Net decrease (increase) in treasury shares	(9,865)	(5,002)
Dividends paid	(1,809)	(3,350)
Other, net	(542)	(474)
Net cash provided by (used in) financing activities	(12,217)	(8,827)
Effect of exchange rate change on cash and cash equivalents	1,196	203
Net increase (decrease) in cash and cash equivalents	(41,476)	(37,150)
Cash and cash equivalents at beginning of period	109,648	68,171
Cash and cash equivalents at end of period	68,171	31,021

[After correction]

(Millions of yen)

	Fiscal year ended December 31, 2024	Fiscal year ended December 31, 2025
Cash flows from operating activities		
Profit before income taxes	19,838	6,576
Depreciation	951	1,012
Share-based payment expenses	205	182
Impairment losses	174	203
Increase (decrease) in allowance for doubtful accounts	(8)	6
Interest and dividend income	(1,955)	(1,809)
Interest expenses	15	29
Foreign exchange losses (gains)	(104)	(71)
Decrease (increase) in trade receivables	430	3501
Decrease (increase) in inventories	5	(29)
Increase (decrease) in trade payables	(329)	(174)
Increase/decrease in consumption taxes payable/consumption taxes refund receivable	503	(984)
Decrease (increase) in other current assets	(101)	(1,676)
Increase (decrease) in other current liabilities	3,111	(1,945)
Other, net	(341)	(404)
Subtotal	22,396	4,417
Interest and dividends received	1,684	1,864
Interest paid	(15)	(29)
Income taxes paid	(6,933)	(6,607)
Net cash provided by (used in) operating activities	17,132	(355)
Cash flows from investing activities		
Payments into time deposits	(90,572)	(171,492)
Proceeds from withdrawal of time deposits	45,342	144,373
Net decrease (increase) in short-term investment securities	(1,330)	(633)
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Cash flows from financing activities		
Net decrease (increase) in treasury shares	(9,865)	(5,002)
Dividends paid	(1,809)	(3,350)
Other, net	(542)	(474)
Net cash provided by (used in) financing activities	(12,217)	(8,827)
Effect of exchange rate change on cash and cash equivalents	1,196	707
Net increase (decrease) in cash and cash equivalents	(41,476)	(37,150)
Cash and cash equivalents at beginning of period	109,648	68,171
Cash and cash equivalents at end of period	68,171	31,021