November 2, 2026

To Whom It May Concern

Company Name: GungHo Online Entertainment, Inc.
Name of Representative: Representative Director, President & CEO Kazuya Sakai
(Code: 3765, Tokyo Stock Exchange Prime Market)
Contact: Executive Officer, CFO/IRO Head of Corporate Planning Division Kazumasa Takayama
(TEL: 03-6895-1650 (Main))

Notice Regarding Demand by a Shareholder to File an Action

We hereby announce that on October 30, 2026, the Company received a "Request for Filing of Lawsuit against Director" dated October 29, 2026 (the "Request") from a shareholder of the Company, addressed to the Company's corporate auditors.

The Request demands that the Company file an action to enforce liability against Mr. Kazuki Morishita, who served as the Company's Representative Director and President at the time of the misconduct committed by a former employee of the Company (the "Misconduct"), as disclosed in the Company's press release dated August 14, 2025, titled "Notice Regarding Misconduct by a Former Employee," and who currently serves as Chairman of the Board and Chief Development Officer. The Request alleges that Mr. Morishita breached his duty to establish an internal control system, and seeks payment of 356 million yen, plus delay damages thereon, from Mr. Morishita as defendant for damages the Company suffered as a result of the Misconduct.

The Company's corporate auditors will investigate the contents of the Request and consider how to respond.
We will promptly announce any decision made by the Company regarding whether to file an action to enforce liability.

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