



November 14, 2024

To all shareholders:

Company name:	Monstarlab Holdings Inc.
Representative:	Hiroki Inagawa, Representative Director/Group CEO (Code: 5255, TSE Growth Market)
Inquiries:	Sumito Suzuki, CFO (TEL. 03-4455-7243)

### **Notice Regarding the Recording of “Other Income”**

Monstarlab Holdings Inc. hereby announces that other income was recorded for the third quarter of the fiscal year ending December 2024 (from July 1, 2024, to September 30, 2024).

#### **1. Recording of Gains/Losses Associated with the Commencement of Bankruptcy Proceedings**

As announced in the "Notice Regarding Changes in Subsidiaries (Bankruptcy or Liquidation of Subsidiaries and Sub-subsidiaries)" dated September 19, 2024, the Board of Directors resolved on September 19, 2024, to file for the commencement of bankruptcy proceedings for our consolidated subsidiary, Monstarlab Denmark ApS (hereinafter referred to as "MLDK"). On September 27, 2024, MLDK's bankruptcy proceedings commenced as per the court's decision. Consequently, during the third quarter of the current consolidated accounting period, we recorded JPY 855 million as other income due to debt forgiveness and related impacts for MLDK and its subsidiaries, including Monstarlab UK Limited and Monstarlab Czech Republic s.r.o.

#### **2. Recording of Gains/Losses on the Sale of Subsidiary Shares**

As announced in the "Notice Regarding the Transfer of Subsidiary Shares (Change in Subsidiary)" dated September 19, 2024, the Company resolved to transfer shares of its consolidated subsidiary, Genieology Design DMCC. The share transfer agreement was signed on September 20, 2024, and the transfer was executed on September 23, 2024. Consequently, during the third quarter of the current consolidated accounting period, JPY 295 million was recorded as other income from gains on the sale of subsidiary shares.

#### **3. Impact on Performance**

For details regarding the impact of recording this other income on our performance, please refer to the "Summary of Consolidated Financial Results for the third Quarter of the Fiscal Year Ending December 31, 2024 [IFRS]" released today.