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May 23, 2024

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Representative: Takashi Miyamoto, President
(Securities Code: 3668
Tokyo Stock Exchange Prime Market)
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Notice of Establishment of Digital Gemstone Fund 1 by Consolidated Subsidiary

COLOPL, Inc. (the "Company") hereby announces that our consolidated subsidiary, Brilliantcrypto, Inc. is planning to establish Digital Gemstone Fund 1 (the "Digital Gemstone Fund"), an investment business for the said gemstones with a view to various uses on the Web3 of gems in the digital world created by the blockchain game "Brilliantcrypto" distributed by Brilliantcrypto, Inc. in the future. The Company and PrivateBANK, Co., Ltd. will participate as partners in the Digital Gemstone Fund.

Notes

1. Purpose of Establishing the Digital Gemstone Fund

With the Group's mission, "'Entertainment in Real Life': Making everyday more enjoyable and wonderful through entertainment", our group provides new experiences with the latest technology and creative ideas. In recent years, the fields of blockchain technology and XR/metaverse have been attracting worldwide attention and expected to grow in the future.

The Group is working to enhance its corporate value by quickly responding to the rapidly changing market and environment by establishing a subsidiary, Brilliantcrypto, Inc. to develop and distribute of GameFi and other services utilizing blockchain technology or cryptocurrency and NFT. Brilliantcrypto, Inc. is pursuing a project to create a new economic zone in the Metaverse by creating gems in the digital world through gameplay and enabling people to bring those gems into diverse Metaverse.

The blockchain game "Brilliantcrypto" distributed by Brilliantcrypto, Inc. is a game in which users become miners and aim to acquire NFT gems from mines. Since even developers cannot arbitrarily generate NFT gems, the Group itself needs to mine or purchase NFT gems for use in future business development. Under these circumstances, the Group has decided to establish the Digital Gemstone Fund for the purpose of investing in NFT gems.

2. Outline of the Digital Gemstone Fund

(1)	Name	Digital Gemstone Fund 1
(2)	Address	9-7-2 Akasaka, Minato-ku, Tokyo
(3)	Basis for Establishment, etc.	Silent Partnership under the Commercial Code
(4)	Purpose of Composition	Investment in NFT gems for the blockchain game "Brilliantcrypto" distributed by Brilliantcrypto, Inc.
(5)	Composition Date	June 2024 (planned)

(6)	Total Amount of Investment	Up to 1 million US dollars (planned)	
(7)	Investors and Investment Ratio	Brilliantcrypto, Inc. 80.0% COLOPL, Inc. (the Company) 10.0% PrivateBANK, Co., Ltd. 10.0%	
(8)	Overview of Managing Partners	Name	Brilliantcrypto, Inc.
		Address	9-7-2 Akasaka, Minato-ku, Tokyo
		Title and Name of Representative	Representative Director and President: Naruatsu Baba
		Main business	Development and distribution of GameFi and other services utilizing blockchain technology or cryptocurrency and NFT,etc.
		Paid-in capital	450 million yen
(9)	Relationship between the Company and the Fund	Capital Relationship	The Company plans to invest 10.0% in the Digital Gemstone Fund.
		Personal Relationship	Brilliantcrypto, Inc. a wholly owned subsidiary of the Company, will be the operator of the Digital Gemstone Fund.
		Business Relationship	There is no business relationship between the Company and the Digital Gemstone Fund. Brilliantcrypto, Inc. a wholly owned subsidiary of the Company, will be the operator of the Digital Gemstone Fund.

3. Schedule

Date of Contract Execution	June 2024 (planned)
Date of Payment of Investment Amount	Undecided *Investment will be made sequentially according to the capital call method.

4. Future Outlook

At present, the impact of this matter on our group's business performance is negligible, but if a significant impact on business performance is expected in the future, we will promptly disclose such information.

This disclosure is made voluntarily as it is not subject to the timely disclosure requirement of the Tokyo Stock Exchange.

End.