

May 24, 2001

To whom it may concern

Yahoo Japan Corporation
Masahiro Inoue, President & CEO
Stock code: 4689

**Resolution Made to Issue Stock Options (Subscription Rights) in Accordance with
Article 280-19 of the Commercial Code**

In a meeting of the Board of Directors held on May 24, 2001, it was resolved to issue stock options (subscription rights) to the Directors and employees of Yahoo Japan Corporation in accordance with Article 280-19 of the Commercial Code, as an incentive to improve corporate performance and value.

Implementation of this resolution is conditional to the approval of the Company's "Provision of subscription rights to Directors and employees of the Company in accordance with Article 280-19 of the Commercial Code" at the 6th General Shareholders' Meeting to be held on June 20, 2001.

Terms in providing subscription rights:

1. Persons entitled to receive the subscription rights and the number of shares to be provided

75 Directors and employees (total of 212 shares)

If the Company splits the shares of the Company or issues new shares at any price below market value (excluding conversion of convertible bonds, exercise of subscription rights and issuance of new shares under the temporary measures law to facilitate the implementation of specific new businesses), the number of shares shall be adjusted in accordance with the following formula, with the fractions below one-hundredth of a share caused by such adjustment to be dropped.

The issue price before adjustment means the issue price before the adjustment calculated by the adjustment formula stated in paragraph 3 below, and the issue price after the adjustment means the issue price after adjusted by the said formula.

$$\text{Number of Shares After Adjustment} = \frac{\text{Number of Shares Before} \times \text{Issue Price Before Adjustment}}{\text{Issue Price After Adjustment}}$$

2. Distinction of stocks with par value or without par value subject to the subscription rights and type of such stocks

Common stock with par value of the Company

3. Issue Price

The issue price shall be the average value of the latest selling price of common stocks with par value of the Company at 3:00 p.m. announced by the Japan Securities Dealers Association every day (excluding days when there is no trading) during the month immediately before the month in which the date of the provision of subscription rights falls, with the fractions below ¥1 to be rounded up; provided, however, that if the said price is below the latest selling price of common stocks with par value of the Company at 3:00 p.m., announced by the Japan Securities Dealers Association on the date when the subscription rights are provided (if there is no trading on that day, the latest selling price available at 3:00 p.m. on the date immediately prior to the said date), the latter selling price shall be the issue price.

In this connection, if the Company splits its shares or issues new shares at any price below the market value (excluding conversion of convertible bonds, exercise of subscription rights and issuance of new shares under the temporary measures law to facilitate the implementation of specific new businesses), the issue price shall be adjusted by the following formula, with the fractions below ¥1 caused by such adjustment to be rounded up:

$$\text{Issue Price after Adjustment} = \text{Issue Price before Adjustment} \times \frac{\text{Number of Issued Shares} + \frac{\text{Number of New Shares} \times \text{Subscription Price per Share}}{\text{Share Price before Splitting Shares or Issuing New Shares}}}{\text{Number of Issued Shares} + \text{Number of Increased Shares by Splitting Shares or Issuing New Shares}}$$

4. Period to exercise the subscription rights

From June 21, 2003 to June 20, 2011

5. Conditions for the exercise of the subscription rights

- (1) If a person entitled to the subscription right ceases to be a Director or an employee of the Company for any reason other than death or dies before the period to exercise the subscription rights, such person loses the subscription right. If a person entitled to the subscription right dies after the commencement of such period, his/her inheritors may exercise such person's subscription right.
- (2) The Directors or employees of the Company entitled to the subscription rights shall not transfer, pledge or dispose of such subscription rights in any manner.
- (3) Other conditions, in connection with the exercise of the subscription rights, shall be subject to the agreement for the provision of subscription rights to be entered between the Company and the person entitled to the subscription rights, in accordance with the resolutions of the Board of Directors and the General Shareholders' Meeting of the Company.