



Gala Inc. to Acquire 100% of Subsidiary nFlavor Corp.

Tokyo, Japan – March 29, 2010 – Gala Inc. today announced that its board of directors resolved to acquire 100% of the outstanding stock of its subsidiary, nFlavor Corp.

1. Purpose

As stated in the press release dated February 10, 2010, Gala Inc. subsidiaries Aeonsoft Inc. and nFlavor Corp. will undergo a merger. Gala Inc. will acquire 100% of the outstanding stock of nFlavor Corp., which will result in complete ownership of the post-merget company.

2. Schedule

Board Resolution	March 29, 2010
Effective date of stock purchase agreement	April 23, 2010 (scheduled date)
Date of transfer of ownership	April 23, 2010 (scheduled date)

3. Number of shares held pre/post acquisition

Number of shares held prior to transfer	199,50 (80.61% of outstanding shares held)
Number of shares to be acquired	48,000(for KRW 2,158 million, or about JPY 175 million based on the exchange rate as of March 29, 2010)
Number of shares to be held after transfer	247,500 (100% of outstanding shares held)

4. Impact on financial results

The impact on Gala Inc.'s financial results will be minimal.

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