



FY2015

Earnings Release

2016.02.12

Webzen Inc.

Disclaimer

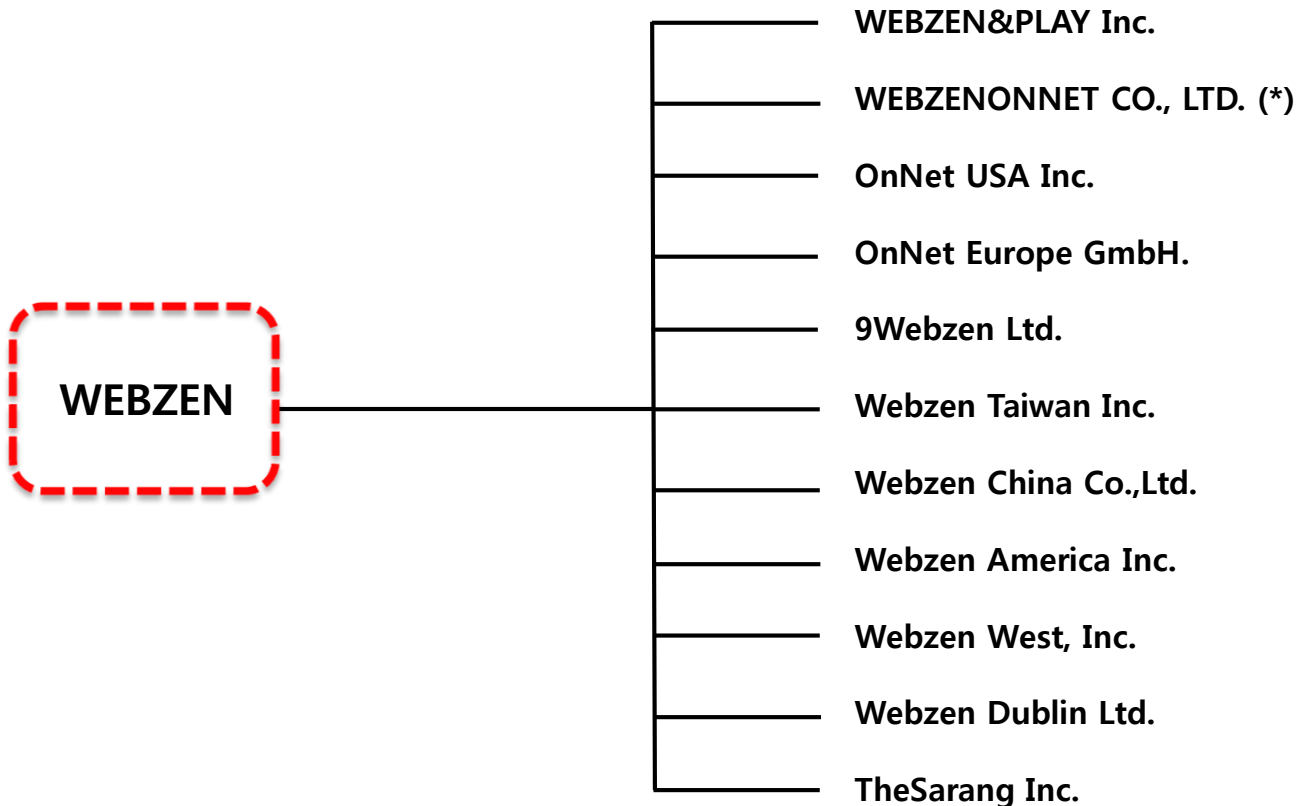
Some contents may reflect forward-looking statements and have been prepared based on the expectations according to the dates on which these statements were made.

There can be no assurance that the forward-looking statements used by WEBZEN are correct as results can differ from expectations.

Therefore WEBZEN will not be responsible for individual investment decisions based solely on this material.

WEBZEN disclaims any duty to update the information in this material to reflect future events or circumstances.

The followings are the subsidiaries of Webzen Inc.



(*) As of Sep. 2015, WEBZEN has acquired 86.21% shares of OnNet.
(Subsidiaries : OnNet USA Inc. & OnNet Europe GmbH.)

Summary of financial Results

A Global Contents Company loved by customers



[Consolidated]

(Unit : KRW million)

	FY2015	FY2014	Changes in Amount	YoY
Revenue	242,222	73,472	168,750	230%
Revenues on Game Services	241,994	73,307	168,687	230%
Operating Expenses	167,502	59,245	108,257	183%
Operating Profit	74,720	14,227	60,493	425%
Income before tax	65,851	11,383	54,468	479%
Income tax expenses	5,616	2,970	2,646	89%
Net Income	60,235	8,413	51,822	616%
Other comprehensive income	(1,428)	(1,740)	311	18%
Total comprehensive income	58,807	6,674	52,133	781%

Summary of financial Results

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[Parent]

(Unit : KRW million)

	FY2015	FY2014	Changes in Amount	YoY
Revenue	232,167	57,562	174,605	303%
Revenues on Game Services	230,896	56,250	174,646	310%
Operating Expenses	158,371	44,489	113,882	256%
Operating Profit	73,796	13,073	60,723	465%
Income before tax	60,868	10,274	50,594	492%
Income tax expenses	4,863	2,373	2,490	105%
Net Income	56,005	7,901	48,104	609%
Other comprehensive income	(403)	(20)	(383)	-
Total comprehensive income	55,601	7,881	47,720	606%

Results analysis

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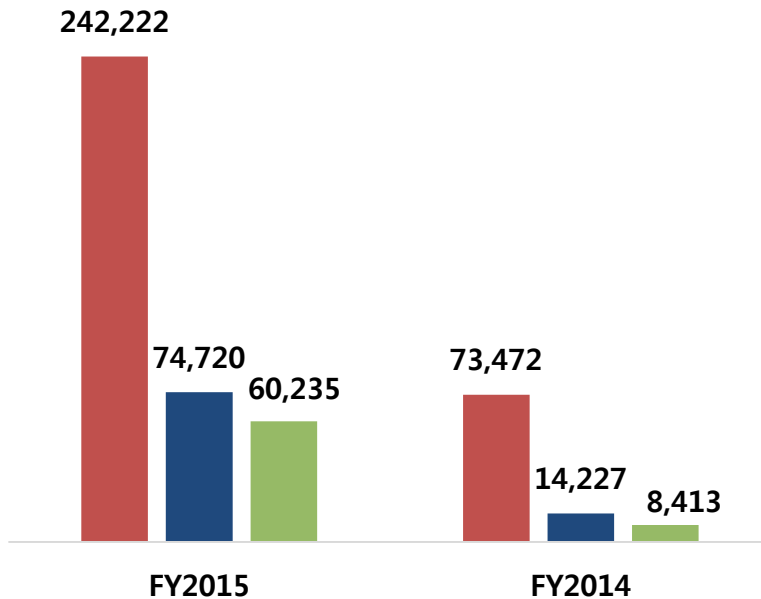


[Based on Consolidated]

- ▷ Revenue 242.2b (YoY ↑ 230%)
- ▷ Operating Profit 74.7b (YoY ↑ 425%)
- ▷ Net Income 60.1b (YoY ↑ 616%)

YoY (Consolidated)

■ Revenue ■ OP ■ NI



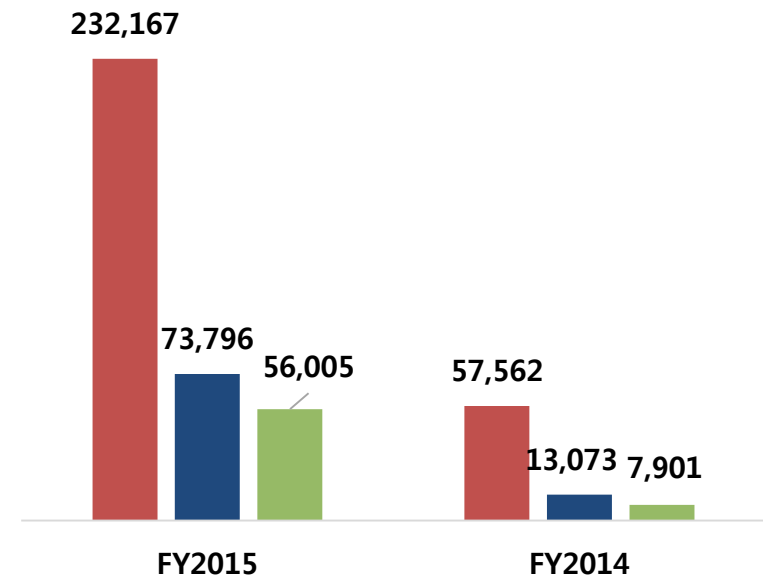
[Based on Parent]

- ▷ Revenue 232.2b (YoY ↑ 303%)
- ▷ Operating Profit 73.8b (YoY ↑ 465%)
- ▷ Net Income 56.0b (YoY ↑ 609%)

YoY (Parent)

(Unit : KRW million)

■ Revenue ■ OP ■ NI



Sales breakdown (Consolidated)

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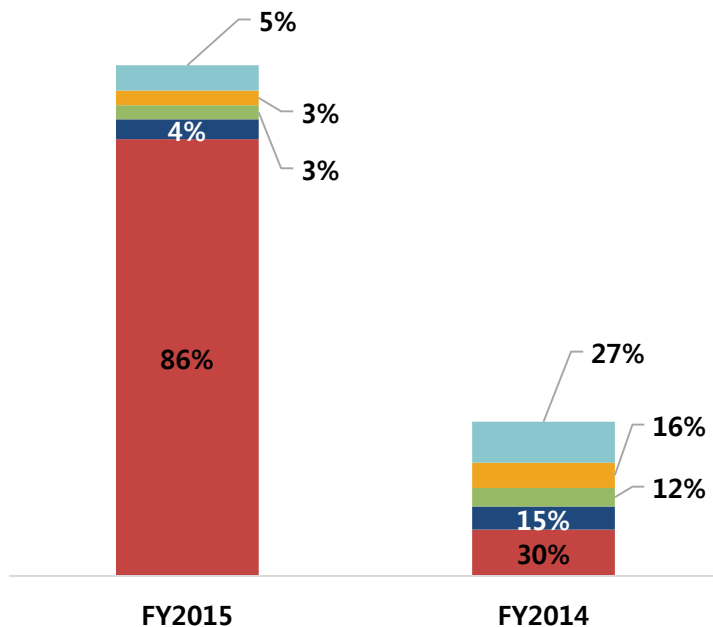


- ▶ Total Revenue on Game Services 242.0b (YoY ↑ 230%)
- ▶ MU 207.0b (YoY ↑ 836%) , R2 9.5b (YoY ↓ 12%)
- ▶ Metin2 6.6b (YoY ↓ 26%) , Webzen.com 6.9b (YoY ↓ 42%)

Sales breakdown (by products)

(Unit : KRW million)

■ MU ■ R2 ■ Metin2 ■ webzen.com ■ Others



	FY2015	FY2014	YoY
Total	241,994	73,307	230%
MU (*)	206,970	22,113	836%
R2	9,485	10,832	-12%
Metin2	6,640	8,934	-26%
webzen.com	6,920	11,933	-42%
Others	11,978	19,496	-39%

(*) MU includes the sales of MU IP franchising games (such as 大天使之劍, 全民奇迹, MU Origin etc.)

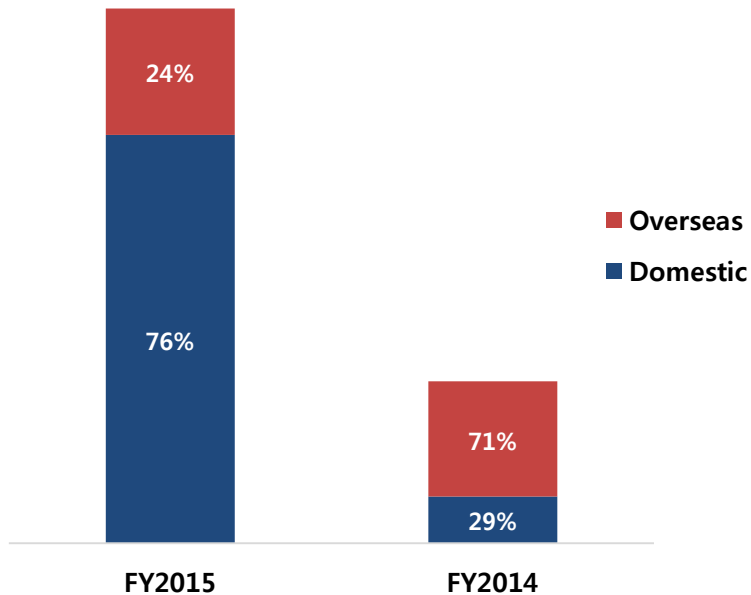
Sales breakdown (Consolidated)

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- ▷ Domestic Sales : 183.1b (YoY ↑ 767% based on consolidated)
- ▷ Overseas Sales : 58.8b (YoY ↑ 13% based on consolidated)
- ▷ Portion of Domestic : YoY ↑ 47%P

Sales breakdown (by markets)



(Unit : KRW million)

	FY2015	FY2014	YoY
Total	241,994	73,307	230%
Domestic	183,116	21,134	767%
Overseas	58,877	52,173	13%

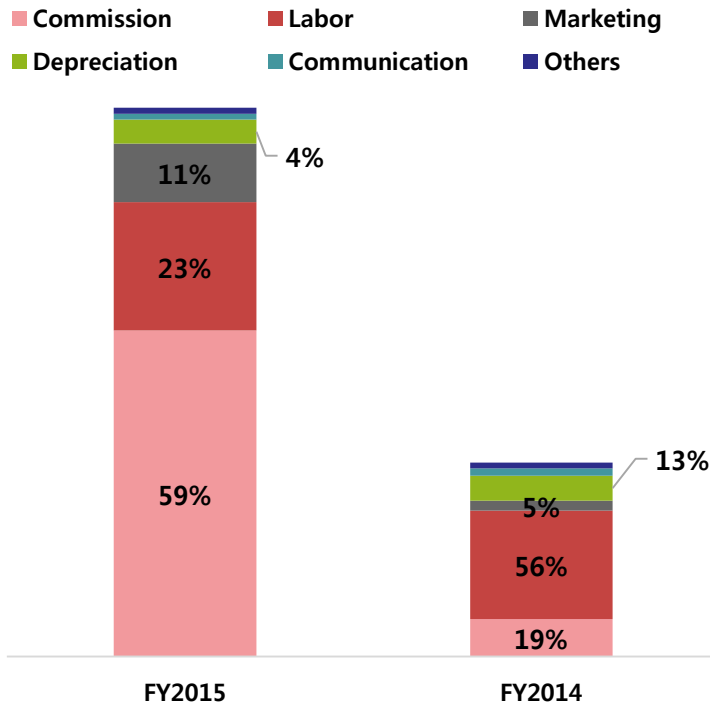
Expenses breakdown (Consolidated)

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- ▶ Operating Expenses 167.5b (YoY ↑ 183% based on consolidated)
- ▶ Commission 99.6b (YoY ↑ 770% based on consolidated)
- ▶ Labor 39.1b (YoY ↑ 18% based on consolidated)
- ▶ Marketing 17.8b (YoY ↑ 484% based on consolidated)

Expenses Breakdown (by nature)



(Unit : KRW million)

	FY2015	FY2014	YoY
Operating Expenses	167,502	59,245	183%
Commission	99,573	11,441	770%
Labor	39,135	33,129	18%
Marketing	17,837	3,054	484%
Depreciation	7,321	7,587	-4%
Communication	1,725	2,209	-22%
Others	1,912	1,825	5%

Summary of F/S(Consolidated)

고객에게 사랑 받는 세계적인 게임 콘텐츠 기업



(단위: 백만원)

	2015.12.31	2014.12.31
Current Assets	171,985	55,179
Non-Current Assets	105,676	105,168
Total Assets	277,661	160,347
Current Liabilities	67,864	10,552
Non-Current Liabilities	8,936	10,298
Total Liabilities	76,800	20,850
Contributed Equity	17,655	17,655
Capital Surplus for Equity	150,211	149,565
Accumulated Other Comprehensive Income for Equity	(399)	240
Elements of Other Stockholder's Equity	(38,365)	(39,048)
Retained Earnings	70,744	11,010
Non-Controlling Interests	1,015	76
Total Equities	200,861	139,497

Summary of F/S(Consolidated)

고객에게 사랑 받는 세계적인 게임 콘텐츠 기업



(단위: 백만원)

	FY2015	FY2014
Revenue	242,222	73,472
Revenues on Online-Game Service	241,994	73,307
Total Operating Expenses	167,502	59,245
Operating Profit (Loss)	74,720	14,227
Profit (Loss) Before Tax	65,851	11,383
Corporate Tax	5,616	2,970
Profit (Loss)	60,235	8,413
Other Comprehensive Income (Loss)	(1,428)	(1,740)
Total Comprehensive Income (Loss)	58,807	6,674

Summary of F/S(Parent)

(단위: 백만원)

	2015.12.31	2014.12.31
Current Assets	154,036	44,941
Non-Current Assets	125,308	122,997
Total Assets	279,345	167,938
Current Liabilities	63,497	8,506
Non-Current Liabilities	7,758	8,157
Total Liabilities	71,254	16,663
Contributed Equity	17,655	17,655
Capital Surplus for Equity	150,095	149,565
Accumulated Other Comprehensive Income for Equity	93	50
Elements of Other Stockholder's Equity	(38,365)	(39,048)
Retained Earnings	78,611	23,053
Total Equities	208,090	151,275

Summary of F/S(Parent)

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(단위: 백만원)

	FY2015	FY2014
Revenue	232,167	57,562
Revenues on Online-Game Service	230,896	56,250
Total Operating Expenses	158,371	44,489
Operating Profit (Loss)	73,796	13,073
Profit (Loss) Before Tax	60,868	10,274
Corporate Tax	4,863	2,373
Profit (Loss)	56,005	7,901
Other Comprehensive Income (Loss)	(403)	(20)
Total Comprehensive Income (Loss)	55,601	7,881

Thank you