



2013 3Q

Earnings Release

2013.11.12

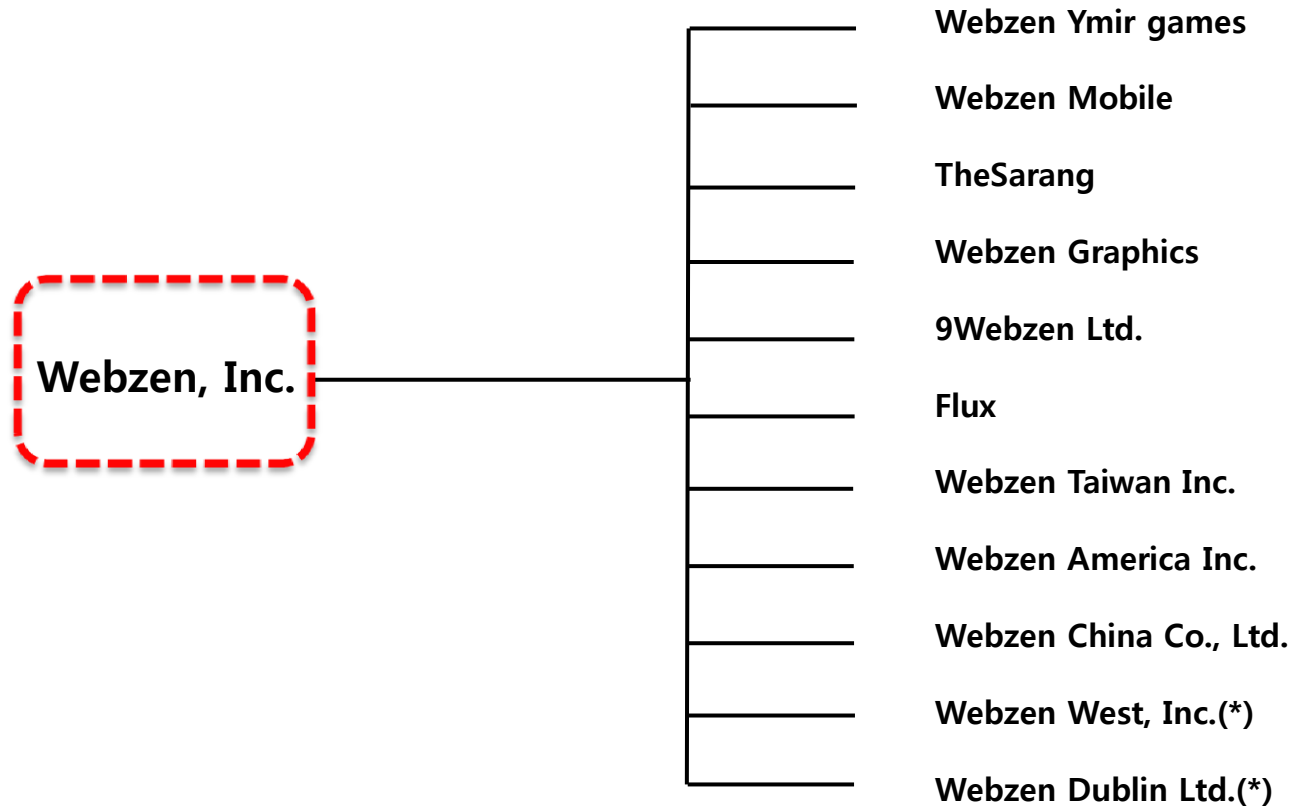
Webzen

Consolidated corporations

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K-IFRS introduced since 1Q11, the followings are the subsidiaries of Webzen



(*) Webzen West, Inc. has been acquired by Webzen Inc. since February 15, 2013
Webzen Dublin Ltd. is wholly owned by Webzen West, Inc.

Summary of financial Results

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[Consolidated Results]

(Unit : KRW million)

구 분	3Q13	2Q13	QoQ	3Q12	YoY
Revenue	19,967	16,238	23%	14,120	41%
Revenues on Online-game Service	19,967	16,237	23%	13,901	44%
Other revenues	1	1	-55%	219	-99%
Total Operating Expenses	16,189	18,318	-12%	12,086	34%
Operating Profit (Loss)	3,778	(2,080)	Turn a profit	2,034	86%
Profit (Loss) before tax	3,593	(1,265)	Turn a profit	1,641	119%
Income tax expenses	812	614	32%	1,069	-24%
Profit (Loss)	2,782	(1,879)	Turn a profit	572	386%

Results analysis (3Q)

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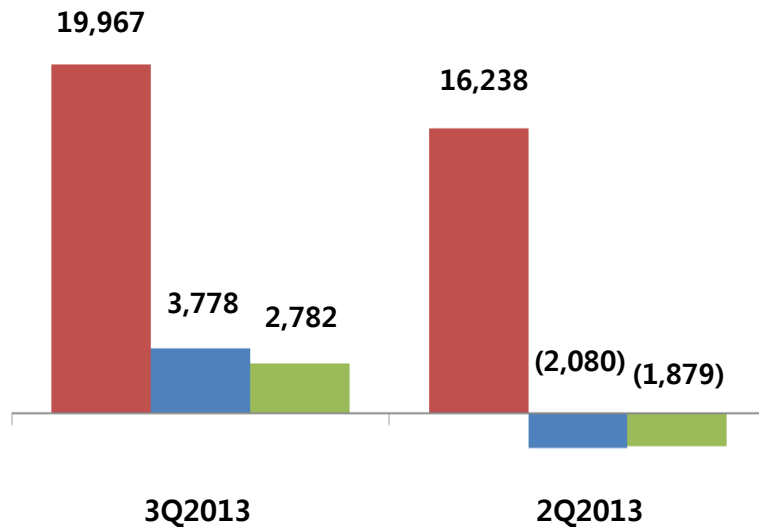


- ▶ Revenue : QoQ ↑ 23%, YoY ↑ 41% based on consolidated
- ▶ Operating Profit : QoQ Turn a profit, YoY ↑ 86% based on consolidated
- ▶ Profit (Loss) : QoQ Turn a profit , YoY ↑ 386% based on consolidated

QoQ (consolidated)

Revenue Operating Profit Profit(Loss)

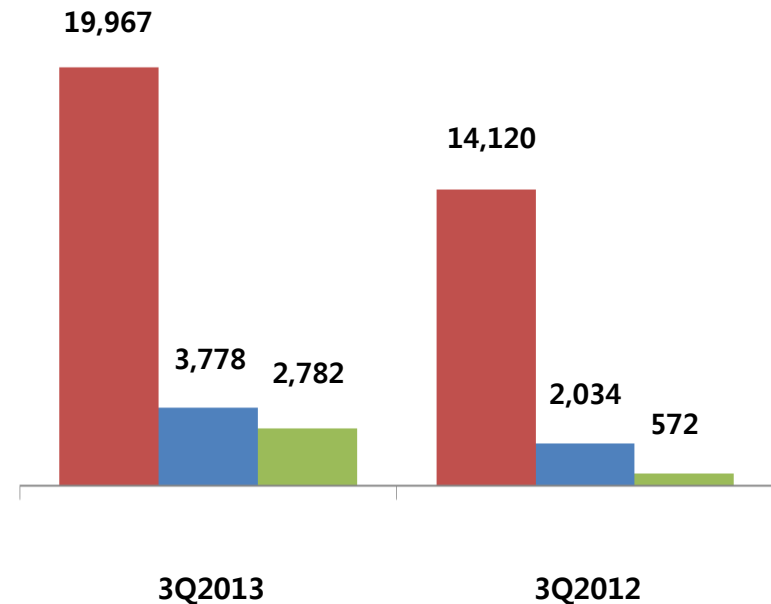
(Unit : KRW million)



YoY (consolidated)

Revenue Operating Profit Profit(Loss)

(Unit : KRW million)



Summary of financial Results

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[Parent]

(Unit : KRW million)

구 분	3Q13	2Q13	QoQ	3Q12	YoY
Revenue	13,836	9,236	50%	9,821	41%
Revenues on Online-game Service	13,156	9,072	45%	9,589	37%
Other revenues	680	163	316%	232	193%
Total Operating Expenses	8,794	9,356	-6%	9,719	-10%
Operating Profit (Loss)	5,042	(120)	Turn a profit	103	4,816%
Profit (Loss) before tax	5,453	182	2,888%	(10)	Turn a profit
Income tax expenses	725	221	227%	741	-2%
Profit (Loss)	4,728	(39)	Turn a profit	(751)	Turn a profit

Results analysis (3Q)

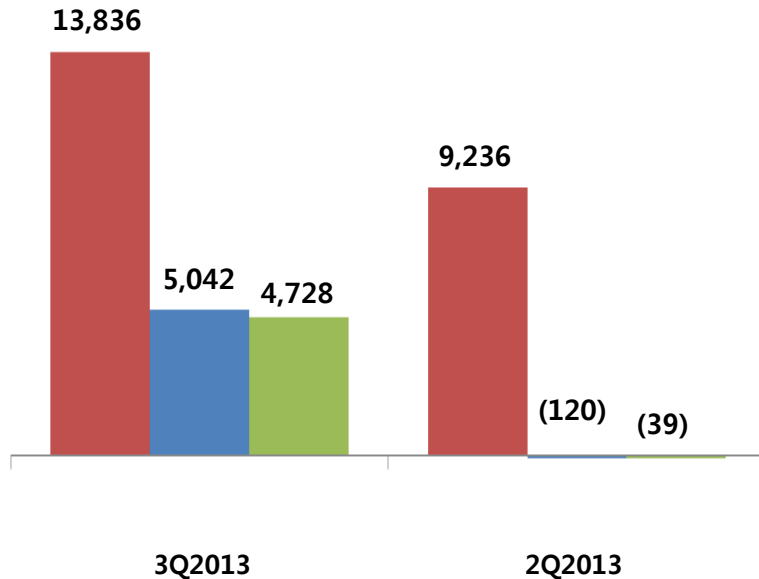
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- ▶ Revenue : QoQ ↑ 50% , YoY ↑ 41% based on Parent
- ▶ Operating Profit : QoQ Turn a profit , YoY ↑ 4,816% based on Parent
- ▶ Profit (Loss) : QoQ Turn a profit , YoY Turn a profit based on Parent

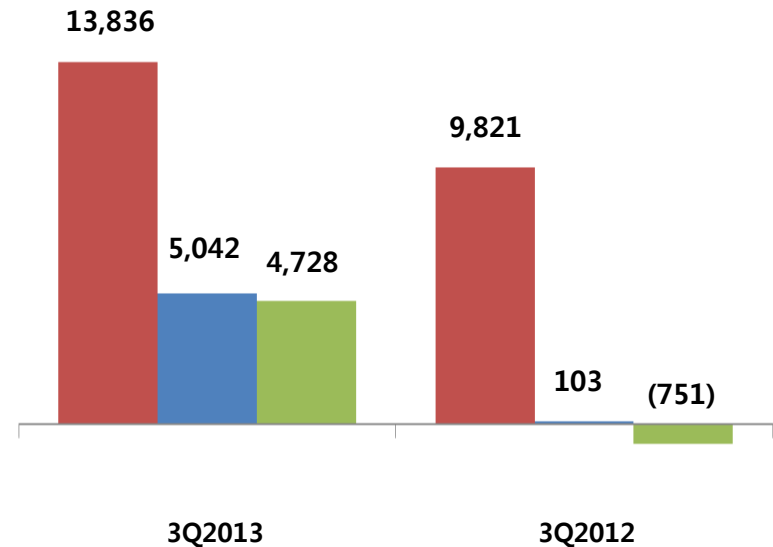
QoQ (Parent)

■ Revenue ■ Operating Profit ■ Profit(Loss)
(Unit : KRW million)



YoY (Parent)

■ Revenue ■ Operating Profit ■ Profit(Loss)
(Unit : KRW million)



Sales breakdown (by products)

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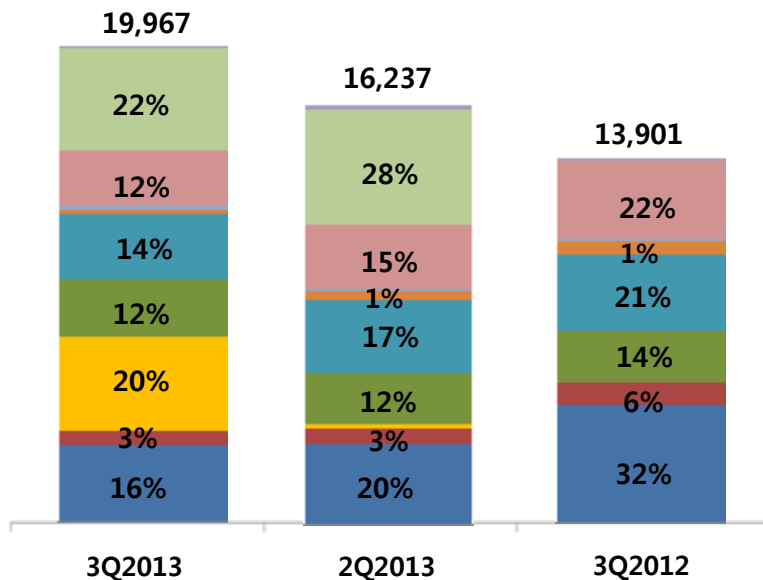


- ▶ MU 3.2bil (QoQ ↑ 2%, YoY ↓ 28%), R2 2.3bil (QoQ ↑ 17%, YoY ↑ 20%)
- ▶ C9 2.8bil (QoQ ↓ 1%, YoY ↓ 4%), Metin2 2.3bil (QoQ ↓ 6%, YoY ↓ 23%)
- ▶ gpotato.com(Webzen West/Webzen Dublin) Publishing sales 4.3bil (QoQ ↓ 4%)

(Unit : KRW million)

Sales breakdown (by products)

■ MU ■ R2 ■ C9 ■ gpotato.com
■ SUN ■ Archlord ■ Metin2 ■ BATTERY



	3Q2013	2Q2013	3Q2012
Total	19,967	16,237	13,901
MU	3,236	3,174	4,468
SUN	617	527	865
BATTERY	3,931	201	28
R2	2,350	2,008	1,966
C9	2,782	2,816	2,902
Archlord	198	345	512
Metin1	143	113	126
Metin2	2,318	2,463	3,014
gpotato.com(*)	4,323	4,483	0
Others	69	106	21

*G-Potato Game Portal(Game service platform operated by Gala-Net) hosts a diverse portfolio of games such as Flyff, Rappelz etc

Sales breakdown (by markets)

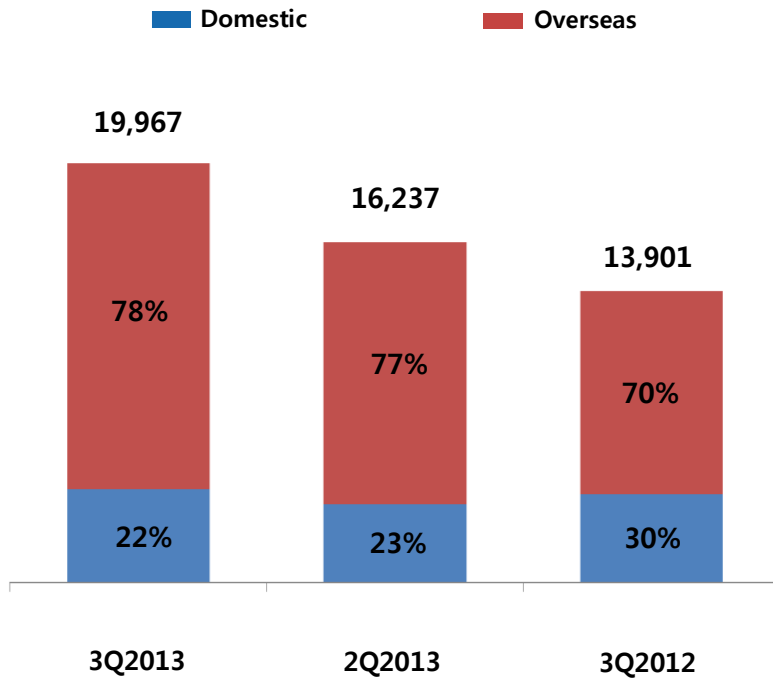
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- ▶ Overseas Sales : 15.5bil - QoQ ↑ 24% , YoY ↑ 60%
- ▶ Domestic Sales : 4.5bil - QoQ ↑ 19% , YoY ↑ 5%
- ▶ Portion of Overseas : QoQ ↑ 1%P , YoY ↑ 8%P

(Unit : KRW million)

Sales Breakdown (by markets)



	3Q2013	2Q2013	3Q2012
Total	19,967	16,237	13,901
Domestic	4,453	3,736	4,233
Overseas	15,513	12,501	9,669

Summary of F/S(Consolidated)

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(Unit : KRW million)

구 분	2013.09.30	2012.12.31
Current Assets	45,647	63,455
Non-Current Assets	121,414	95,566
Total Assets	167,060	159,021
Current Liabilities	23,402	16,130
Non-Current Liabilities	12,604	17,253
Total Liabilities	36,006	33,383
Contributed Equity	17,655	17,655
Capital Surplus for Equity	148,462	147,983
Accumulated Other Comprehensive Income for Equity	961	1,158
Elements of Other Stockholder's Equity	(41,348)	(43,528)
Retained Earnings	5,313	2,334
Non-Controlling Interests	11	37
Total Equities	131,054	125,639

Summary of F/S(Consolidated)

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(Unit : KRW million)

구 분	3Q2013	2Q2013	3Q2012
Revenue	19,967	16,238	14,120
Revenues on Online-Game Service	19,967	16,237	13,901
Other Revenues	1	1	219
Total Operating Expenses	16,189	18,318	12,086
Operating Profit (Loss)	3,778	(2,080)	2,034
Profit (Loss) Before Tax	3,593	(1,265)	1,641
Corporate Tax	812	614	1,069
Profit (Loss)	2,782	(1,879)	572
Other Comprehensive Income	162	448	309
Total Comprehensive Income	2,944	(1,431)	880
Owners of parent company	2,962	(1,427)	624
Non-controlling interests	(18)	(4)	256

Summary of F/S(Parent)

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(Unit : KRW million)

구 분	2013.09.30	2012.12.31
Current Assets	28,027	48,630
Non-Current Assets	141,559	106,057
Total Assets	169,585	154,688
Current Liabilities	17,802	13,766
Non-Current Liabilities	8,598	14,086
Total Liabilities	26,400	27,852
Contributed Equity	17,655	17,655
Capital Surplus for Equity	148,462	147,983
Accumulated Other Comprehensive Income for Equity	31	205
Retained Earnings	(41,348)	(43,528)
Non-Controlling Interests	18,386	4,520
Total Equities	143,186	126,835

Summary of F/S(Parent)

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(Unit : KRW million)

구 분	3Q2013	2Q2013	3Q2012
Revenue	13,836	9,236	9,821
Revenues on Online-Game Service	13,156	9,072	9,589
Other Revenues	680	163	232
Total Operating Expenses	8,794	9,356	9,719
Operating Profit (Loss)	5,042	(120)	103
Profit (Loss) Before Tax	5,453	182	(10)
Corporate Tax	725	221	741
Profit (Loss)	4,728	(39)	(751)
Other Comprehensive Income	6	(182)	122
Total Comprehensive Income	4,734	(221)	(630)

Thank you