WEBZEN

Global Digital Entertainment Leader

Investor Relations

FY2007 Q4 Earnings Release

※ The financial results for FY2007 Q3 have been prepared on an unaudited basis, and may be subject to change during the independent auditing process

Results Summary

Revenue decreased 7.8% / Ordinary Profit turn over to Black ink

Unit: KRW mm

	2007 Q4	2007 Q3	QoQ	2006 Q4	YoY
Revenue	6,964	7,556	-7.8%	5,348	30.2%
Operating Expense	10,725	11,146	-3.8%	11,181	-4.1%
Operating Profit	-3,761	-3,590	Loss increase	-5,834	Loss decrease
Operating Profit Margin					
Ordinary Profit	2,698	-2,585	Turn Over	-3,804	Turn Over
Ordinary profit margin					
Net Income	2,271	-3,265	Turn Over	-10,876	Turn Over

Not an offer for sale, or solicitation of any offer to buy any securities. Any investment decision must be made solely based on the information contained in the prospectus.
The forward-looking statements, based on our current expectations or estimates, involve substantial risks and uncertainties and speak only as of the date of this presentation.
Copyright 2007 by WEBZEN Inc. Investor Relations

Revenue Breakdown

Domestic revenue decreased 8.3% / Overseas royalty revenue similar to Q3

Unit: KRW mm

	2007 Q4	2007 Q3	QoQ	2006 Q4	YoY
Revenue	6,964	7,556	-7.8%	5,348	30.2%
Domestic	4,523	4,941	-8.3%	4,698	-3.6%
Overseas	2,430	2,614	-7.0%	648	275.0%
Other	11	9	22.2%	8	37.5%

Not an offer for sale, or solicitation of any offer to buy any securities. Any investment decision must be made solely based on the information contained in the prospectus.
The forward-looking statements, based on our current expectations or estimates, involve substantial risks and uncertainties and speak only as of the date of this presentation.
Copyright 2007 by WEBZEN Inc. Investor Relations

Domestic Revenue Breakdown

Domestic revenue decreased 8.3%

Unit: KRW mm

	2007 Q4	2007 Q3	QoQ	2006 Q4	YoY
MU	3,838	4,057	-5.4%	4,338	-11.6%
Individual	3,107	3,235	-4.0%	3,334	-6.8%
Internet Café	731	822	-11.1%	1,004	-27.3%
Soul of the Ultimate Nation (SUN)	685	876	-21.9%	351	94.3%
Individual	428	522	-18.2%	253	68.1%
Internet Café	257	353	-27.2%	98	159.6%
TOTAL	4,523	4,933	-8.3%	4,689	-3.6%

Not an offer for sale, or solicitation of any offer to buy any securities. Any investment decision must be made solely based on the information contained in the prospectus.
The forward-looking statements, based on our current expectations or estimates, involve substantial risks and uncertainties and speak only as of the date of this presentation.
Copyright 2007 by WEBZEN Inc. Investor Relations

Overseas Royalty Revenue Breakdown

Overseas royalty revenue decreased 7%

Unit: KRW mm

	2007 Q4	2007 Q3	QoQ	2006 Q4	YoY
MU	**870**	**817**	*6.5%*	**643**	*34.3%*
China	141	123	*14.6%*	67	*110.4%*
Taiwan	107	100	*7.0%*	105	*0.9%*
Japan	498	482	*3.3%*	390	*27.7%*
Singapore	3	3	*0*	3	*0*
Philippines	42	41	*2.4%*	57	*-27.6%*
Vietnam	11	14	*-21.4%*	8	*37.5%*
US	68	54	*25.9%*	16	*300%*
Soul of the Ultimate Nation (SUN)	**1,560**	**1,797**	*-13.2%*	-	-
Taiwan	178	171	*4.1%*	-	-
China	1072	1,626	*-34.1%*	-	-
Japan	310				
TOTAL	**2,430**	**2,614**	*-7.0%*	**643**	*275.0%*

Not an offer for sale, or solicitation of any offer to buy any securities. Any investment decision must be made solely based on the information contained in the prospectus.
The forward-looking statements, based on our current expectations or estimates, involve substantial risks and uncertainties and speak only as of the date of this presentation.
Copyright 2007 by WEBZEN Inc. Investor Relations

Total Operating Costs

Total Operating Costs decreased 4.7% from previous quarter

Unit: KRW mm

	2007 Q4	2007 Q3	QoQ	2006 Q4	YoY
Total Operating Costs	10,617	11,146	-4.7%	11,181	-5.0%
Labor costs	5,224	5,645	-7.5%	5,489	-4.8%
Depreciation	470	450	4.4%	773	-39.2%
Commission Paid	1,693	1,770	-4.4%	1,484	14.0%
Marketing Expenses	620	855	-27.5%	881	-29.6%
Sales Commission	133	154	-13.6%	254	-47.6%
Other	2,477	2,272	9.0%	2,299	7.7%

Not an offer for sale, or solicitation of any offer to buy any securities. Any investment decision must be made solely based on the information contained in the prospectus.
The forward-looking statements, based on our current expectations or estimates, involve substantial risks and uncertainties and speak only as of the date of this presentation.
Copyright 2007 by WEBZEN Inc. Investor Relations

Non-Operating Items

Non-operating profit continuous in Q4

Unit: KRW mm

	2007 Q4	2007 Q3	QoQ	2006 Q4	YoY
Non-Operating Income	6,153	1,005	512%	2,030	203.1%
Interest Income	886	894	-0.9%	974	-9.1%
Profit (Loss) on foreign exchange	109	-22		-107	
Gain on Equity method	-1,342	-829		-1,191	
Gain on disposal of marketable securities	2,540	859	195.7%	2,320	
Other	3,960	103		34	

Not an offer for sale, or solicitation of any offer to buy any securities. Any investment decision must be made solely based on the information contained in the prospectus.
The forward-looking statements, based on our current expectations or estimates, involve substantial risks and uncertainties and speak only as of the date of this presentation.
Copyright 2007 by WEBZEN Inc. Investor Relations

Equity Method

Increase in equity method loss from previous quarter

Unit: KRW mm

	2007 Q4	2007 Q3	QoQ	2006 Q4	YoY
9Webzen	-322	-59	-	-396	-
Webzen Taiwan	-665	-1	-	-19	-
Webzen China	0	-212	-	-16	-
Webzen America	-354	-557	-	-761	-
Total	-1,342	-829	-	-1,192	-

Not an offer for sale, or solicitation of any offer to buy any securities. Any investment decision must be made solely based on the information contained in the prospectus.
The forward-looking statements, based on our current expectations or estimates, involve substantial risks and uncertainties and speak only as of the date of this presentation.
Copyright 2007 by WEBZEN Inc. Investor Relations

FY 2007 Results Summary

Revenue increased 28.4% YoY, Operating loss/Ordinary loss/Net loss decreased YoY

Unit: KRW mm

	FY2007	FY2006	YoY
Revenue	28,216	21,950	28.5%
Operating Profit	-13,999	-30,115	Loss decrease
(OP Margin, %)	-	-	-
Ordinary Profit	-6,957	-30,115	-
Net Income	-9,536	-31,519	-

Not an offer for sale, or solicitation of any offer to buy any securities. Any investment decision must be made solely based on the information contained in the prospectus.
The forward-looking statements, based on our current expectations or estimates, involve substantial risks and uncertainties and speak only as of the date of this presentation.
Copyright 2007 by WEBZEN Inc. Investor Relations

FY 2007 Revenue Summary

Domestic revenue increased 9.5%, Overseas revenue increased 113%

Unit: KRW mm

	FY2007	FY2006	YoY
Revenue	28,214	21,949	28.5%
Domestic	19,652	17,946	9.5%
Individual	14,773	13,480	9.6%
Internet Café	4,824	4,395	9.8%
Other	55	71	-22.5%
Overseas	8,562	4,003	113.9%

Not an offer for sale, or solicitation of any offer to buy any securities. Any investment decision must be made solely based on the information contained in the prospectus.
The forward-looking statements, based on our current expectations or estimates, involve substantial risks and uncertainties and speak only as of the date of this presentation.
Copyright 2007 by WEBZEN Inc. Investor Relations

FY 2007 Expense Summary

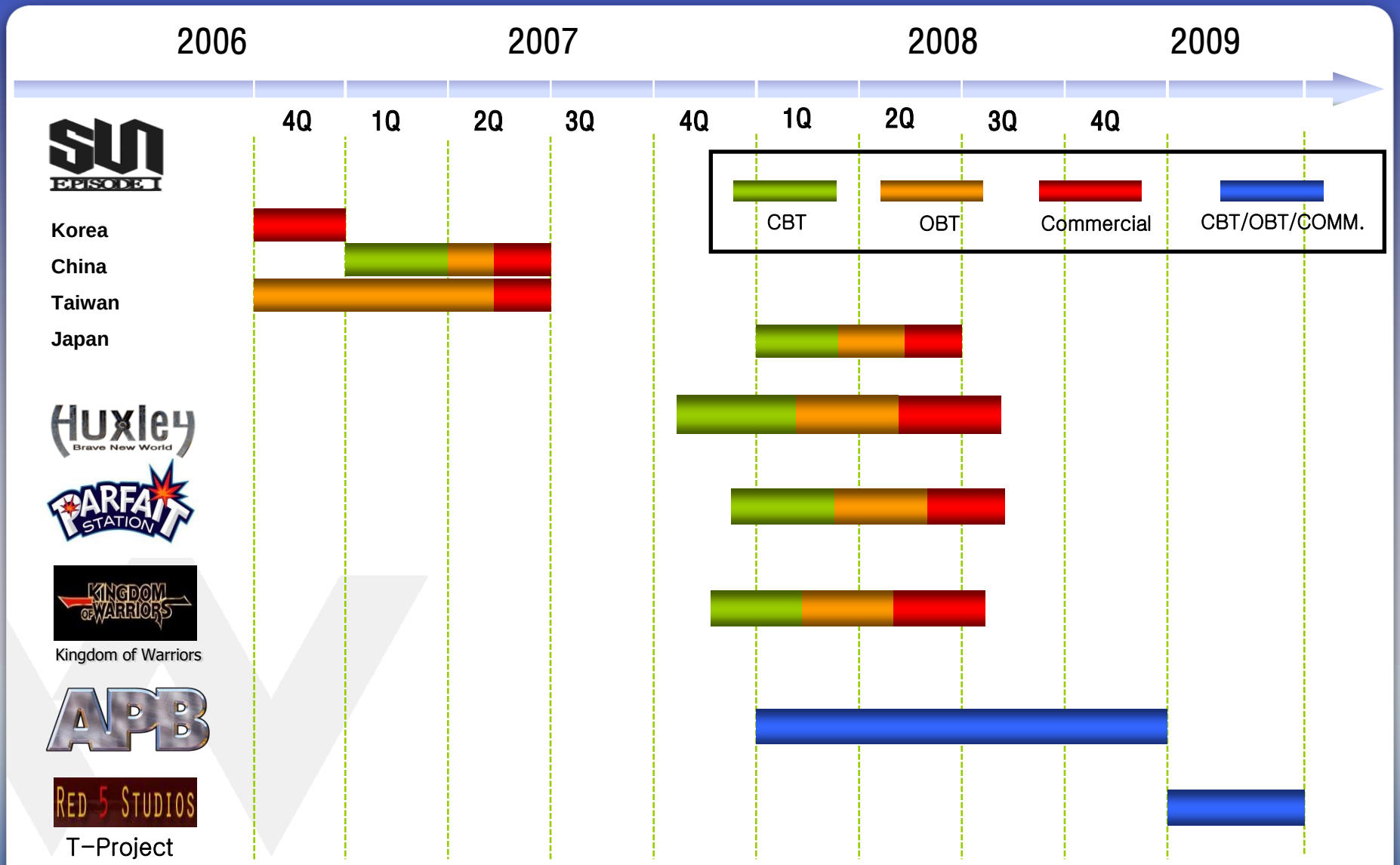
Labor costs increased 23%, Marketing costs increased 6%

Unit: KRW mm

	FY2007	FY2006	YoY
Labor cost (R&D costs)	21,610 (6,431)	24,186 (9,027)	-10.7%
Marketing cost	1,948	8,431	-76.9%
Commission paid	6,404	5,988	6.9%
Depreciation	1,973	2,609	-24.4%

Not an offer for sale, or solicitation of any offer to buy any securities. Any investment decision must be made solely based on the information contained in the prospectus.
The forward-looking statements, based on our current expectations or estimates, involve substantial risks and uncertainties and speak only as of the date of this presentation.
Copyright 2007 by WEBZEN Inc. Investor Relations

Schedule



Not an offer for sale, or solicitation of any offer to buy any securities. Any investment decision must be made solely based on the information contained in the prospectus.
The forward-looking statements, based on our current expectations or estimates, involve substantial risks and uncertainties and speak only as of the date of this presentation.
Copyright 2007 by WEBZEN Inc. Investor Relations

2008 Guide line

Due to the commercialized three new titles including Huxley and substantial Management will be lead into Black ink

Unit: KRW mm

	FY2007	2008(E)	YoY
Revenue	28,214	41,004	45%
Operation Profit	-13,999	4,000	Turn over

- ✓ *Prepare for long term growth basis: Launching New Title successfully*
  - *Diversified the line up: Huxley, Parfait Station and Kingdom of Warrior*
- ✓ *Strength the Global Business*
  - *SUN will be commercialized in Japan*
  - *Huxley expected to commercialize in China / Europe and North America*
- ✓ *To maximize profit with the continuous growth*
  - *Operated the management efficiently and controlling the Budget strictly*

Not an offer for sale, or solicitation of any offer to buy any securities. Any investment decision must be made solely based on the information contained in the prospectus.
The forward-looking statements, based on our current expectations or estimates, involve substantial risks and uncertainties and speak only as of the date of this presentation.
Copyright 2007 by WEBZEN Inc. Investor Relations

T H A N K Y O U

Investor Relations

For more details please contact:
IR Team +822-3498-6818