

# 3Q22

# Earnings Release

2022.11.04

WEBZEN Inc.



**Some contents may reflect forward-looking statements and have been prepared based on the expectations according to the data 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.

**WEBZEN Inc.**

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- A red bracket on the left side of the list, starting from the level of 'WEBZEN Inc.' and extending vertically to encompass all the listed subsidiaries.
- WEBZEN ONNET Co., Ltd**
  - ONNET Europe GmbH.**
  - WEBZEN Taiwan Inc.**
  - WEBZEN America, Inc.**
  - WEBZEN West, Inc.**
  - WEBZEN Dublin Ltd.**
  - WEBZEN Japan Inc.**
  - WEBZEN Bluerock Inc.**
  - WEBZEN Black Engine Inc.**
  - WEBZEN Redcore Inc.**
  - WEBZEN Cube Inc.**
  - WEBZEN Dream Inc.**
  - WEBZEN Kamp Inc.**
  - WEBZEN Nova Inc.**
  - WEBZEN Beat Inc.**
  - WEBZEN Next Inc.**

# Summary of Financial Results



[Consolidated]

(Unit : KRW million)

	3Q22	2Q22	QoQ	3Q21	YoY
Revenue	59,558	69,594	-14%	66,417	-10%
Game Sales	59,527	69,536	-14%	66,371	-10%
Others	31	58	-46%	46	-31%
Operating Expenses	42,142	43,965	-4%	50,077	-16%
Operating Profit	17,416	25,629	-32%	16,339	7%
Income before Tax	27,393	30,195	-9%	20,696	32%
Income Tax Expenses	8,577	9,585	-11%	6,281	37%
Net Income	18,816	20,610	-9%	14,415	31%
Other Comprehensive Income	585	307	91%	406	44%
Total Comprehensive Income	19,401	20,917	-7%	14,820	31%

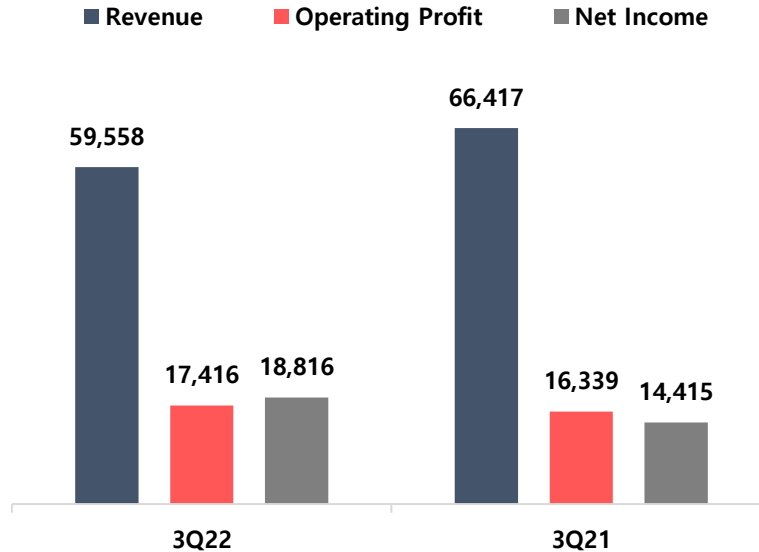
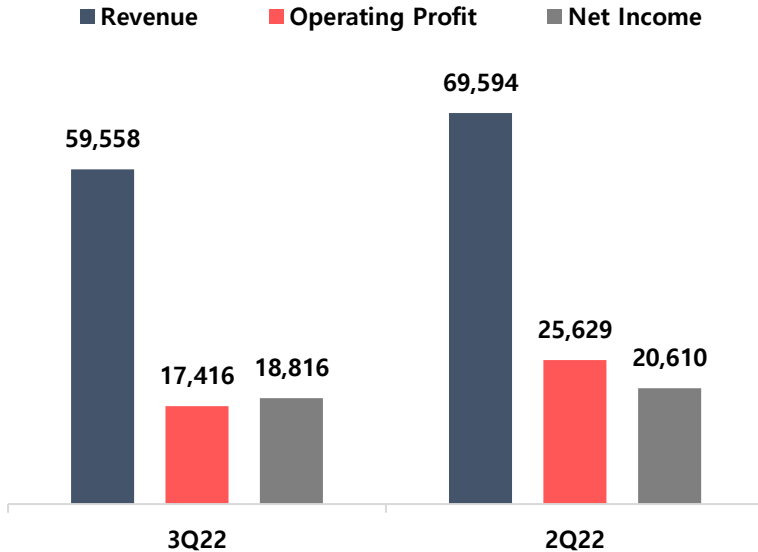
# Result Analysis(Consolidated)

- Revenue 59.6b (QoQ -14%, YoY -10%)
- Operating Profit 17.4b (QoQ -32%, YoY +7%)
- Net Income 18.8b (QoQ -9%, YoY +31%)

(Unit : KRW million)

QoQ

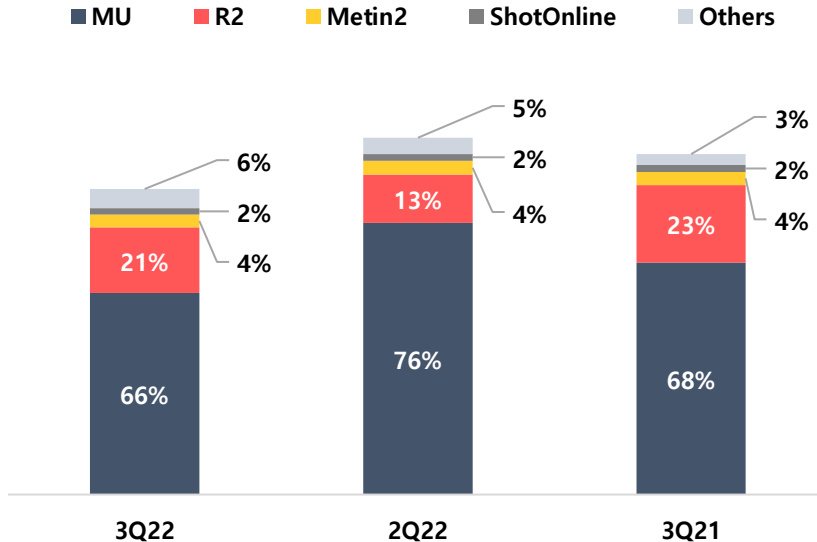
YoY



# Sales Breakdown(Consolidated)

- MU 39.3b (QoQ -26%, YoY -13%)
- R2 12.8b (QoQ +36%, YoY -15%)
- Metin2 2.5b (QoQ -7%, YoY -2%)
- Shot Online 1.2b (QoQ -8%, YoY -10%)

## Sales breakdown



(Unit : KRW million)

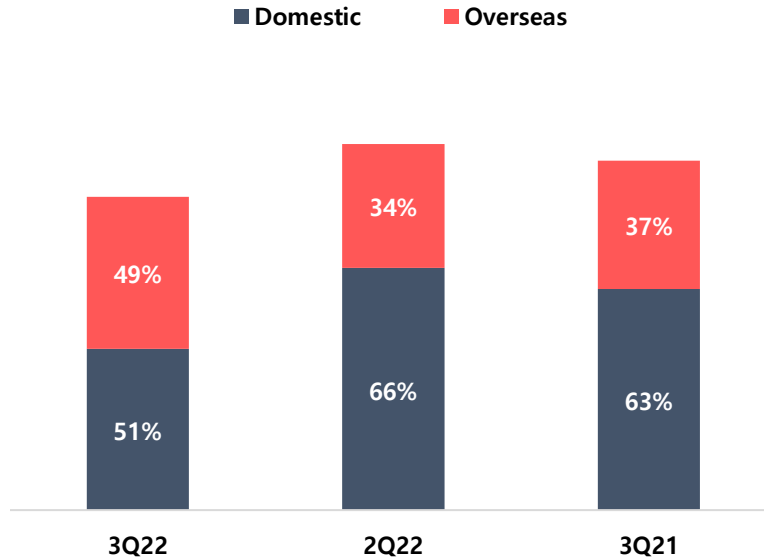
	3Q22	2Q22	3Q21
<b>Total</b>	<b>59,527</b>	<b>69,536</b>	<b>66,371</b>
MU(*)	39,279	52,966	45,211
R2(*)	12,775	9,371	15,088
Metin2	2,516	2,714	2,561
Shot Online	1,216	1,317	1,355
Others	3,741	3,169	2,156

(\*) 'MU' and 'R2' include IP Games sales.

# Sales Breakdown(Consolidated)

- Domestic Sales 30.6b (QoQ -33%, YoY -27%)
- Overseas Sales 28.9b (QoQ +23%, YoY +19%)
- Portion of Overseas QoQ +15%P, YoY +12%P

## Sales breakdown



(Unit : KRW million)

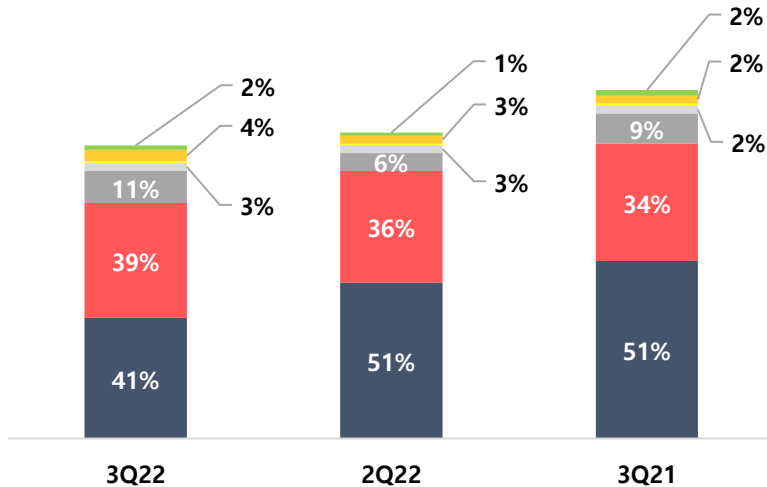
	3Q22	2Q22	3Q21
<b>Total</b>	<b>59,527</b>	<b>69,536</b>	<b>66,371</b>
Domestic	30,644	46,028	42,002
Overseas	28,883	23,509	24,369

# Expenses Breakdown(Consolidated)

- Operating Expenses 42.1b (QoQ -4%, YoY -16%)
  - Fees 17.4b (QoQ -23%, YoY -32%)
  - Labor tendencies 16.5b (QoQ +3%, YoY -2%)
  - Marketing 4.6b (QoQ +78%, YoY +6%)

## Expenses Breakdown

■ Fees ■ Labor ■ Marketing ■ D&A ■ Network ■ Taxes&Dues ■ Others



(Unit : KRW million)

	3Q22	2Q22	3Q21
<b>Total</b>	<b>42,142</b>	<b>43,965</b>	<b>50,077</b>
Fees	17,355	22,426	25,543
Labor	16,501	16,038	16,855
Marketing	4,591	2,580	4,337
D&A	1,185	1,189	1,139
Network	210	143	304
Tax & Dues	1,646	1,147	1,073
Others	654	443	826



# Summary of F/S(Consolidated)



(Unit : KRW million)

B/S	2022.09.30	2021.12.31
Current Assets	373,691	355,239
Non-Current Assets	268,381	260,026
<b>Total Assets</b>	<b>642,072</b>	<b>615,265</b>
Current Liabilities	69,190	96,733
Non-Current Liabilities	15,049	12,620
<b>Total Liabilities</b>	<b>84,239</b>	<b>109,353</b>
Contributed Equity	17,655	17,655
Capital Surplus for Equity	149,814	149,925
Accumulated Other Comprehensive Income for Equity	1,326	336
Elements of Other Stockholder's Equity	(80,024)	(72,640)
Retained Earnings	466,815	408,776
Non-Controlling Interests	2,247	1,859
<b>Total Equities</b>	<b>557,833</b>	<b>505,911</b>
<b>Total Liabilities and Equities</b>	<b>642,072</b>	<b>615,265</b>

# Summary of F/S(Consolidated)



(Unit : KRW million)

I/S	3Q22	2Q22	3Q21
Revenue	59,558	69,594	66,417
Game Sales	59,527	69,536	66,371
Others	31	58	46
Operating Expenses	42,142	43,965	50,077
Operating Profit	17,416	25,629	16,339
Profit (loss) before tax	27,393	30,195	20,696
Corporate Tax	8,577	9,585	6,281
Net Income	18,816	20,610	14,415
Other Comprehensive Income	585	307	406
Total Comprehensive Income	19,401	20,917	14,820
Controlling Interests	19,382	20,918	14,865
Non-Controlling Interests	19	(1)	(45)

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