

1Q24 Earnings Release

May 8, 2024
Webzen Inc.



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The followings are the subsidiaries of WEBZEN Inc.

WEBZEN Inc.

- WEBZEN ONNET Co., Ltd
- ONNET Europe GmbH.
- WEBZEN Taiwan Inc.
- WEBZEN West, Inc.
- WEBZEN Dublin Ltd.
- WEBZEN Japan Inc.
- WEBZEN Red Star Inc.
- WEBZEN Mega Stone Inc.
- WEBZEN Redcore Inc.
- WEBZEN Cube Inc.
- WEBZEN Appletree Inc.
- WEBZEN Kamp Inc.
- WEBZEN Nova Inc.
- WEBZEN Beat Inc.
- WEBZEN Next Inc.
- WEBZEN Star Inc.
- WEBZEN Red N Inc.
- RisingStar Inc.

Summary of Financial Results



[Consolidated]

(Unit : KRW million)

	1Q24	4Q23	QoQ	1Q23	YoY
Revenue	61,470	70,651	-13%	42,787	44%
Game Sales	61,357	70,555	-13%	42,762	43%
Others	113	96	18%	25	350%
Operating Expenses	43,481	52,384	-17%	33,043	32%
Operating Profit	17,989	18,267	-2%	9,744	85%
Income before tax	23,710	23,351	2%	16,824	41%
Income tax expenses	3,062	2,835	8%	4,136	-26%
Net Income	20,648	20,516	1%	12,688	63%
Other comprehensive income	227	(672)	-	730	-69%
Total comprehensive income	20,875	19,844	5%	13,418	56%

Result Analysis (Consolidated)

Revenue	61.5b	(QoQ -13%,	YoY +44%)
Operating Profit	18.0b	(QoQ -2%,	YoY +85%)
Net Income	20.6b	(QoQ +1%,	YoY +63%)

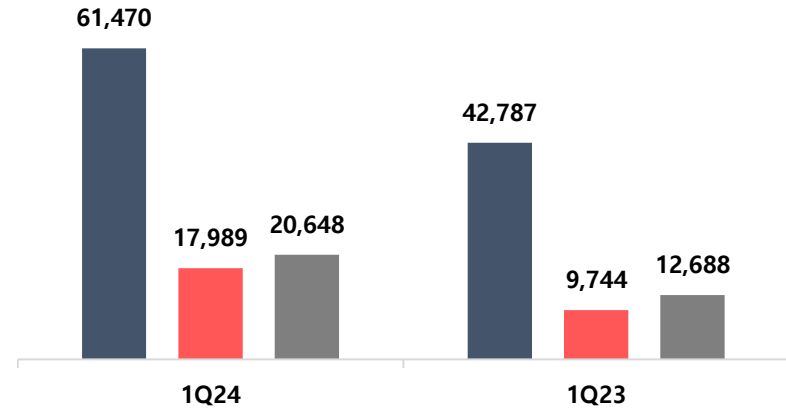
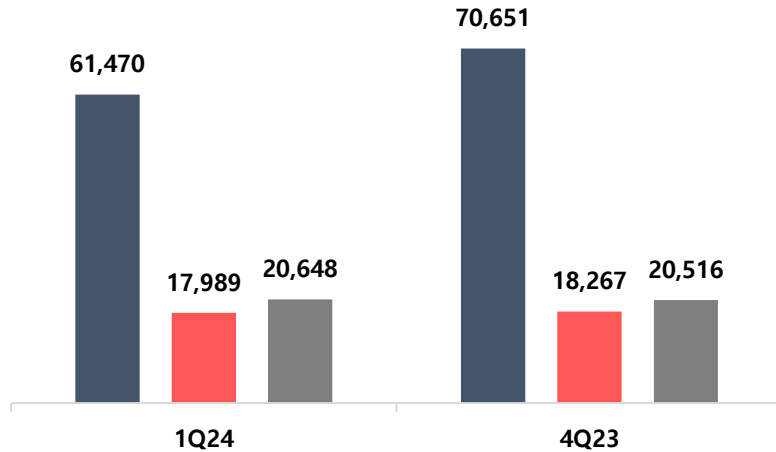
(Unit : KRW million)

QoQ

YoY

■ Revenue ■ Operating Profit ■ Net Income

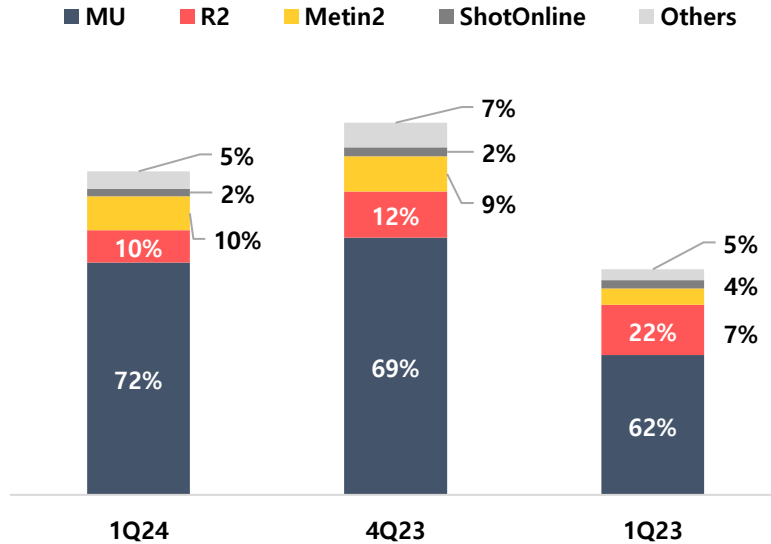
■ Revenue ■ Operating Profit ■ Net Income



Sales Breakdown (Consolidated)

MU	44.1b	(QoQ -10%, YoY +66%)
R2	6.1b	(QoQ -30%, YoY -36%)
Metin2	6.4b	(QoQ -4%, YoY +107%)
ShotOnline	1.4b	(QoQ -16%, YoY -10%)

Sales breakdown



(Unit : KRW million)

	1Q24	4Q23	1Q23
Total	61,357	70,555	42,762
MU(*)	44,068	48,776	26,516
R2(*)	6,122	8,735	9,542
Metin2	6,421	6,678	3,109
ShotOnline	1,413	1,689	1,564
Others	3,332	4,677	2,032

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

Sales Breakdown (Consolidated)

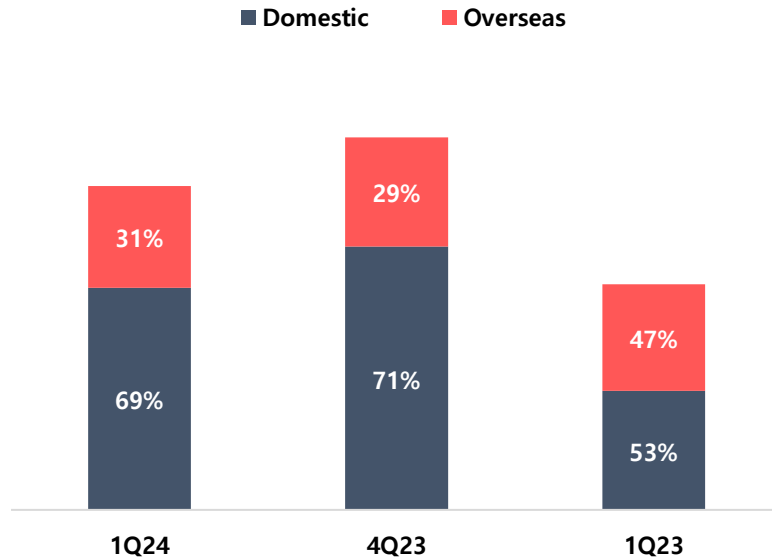


Domestic Sales 42.1b (QoQ -16%, YoY +87%)

Overseas Sales 19.3b (QoQ -7%, YoY -5%)

Portion of Domestic QoQ -2%p, YoY +16%p

Sales breakdown



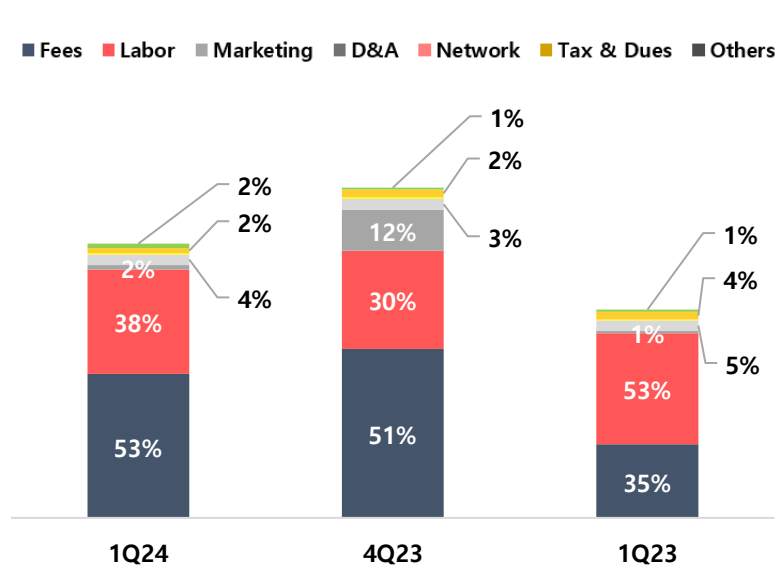
(Unit : KRW million)

	1Q24	4Q23	1Q23
Total	61,357	70,555	42,762
Domestic	42,104	49,924	22,567
Overseas	19,254	20,631	20,195

Expenses Breakdown (Consolidated)

Operating Expenses	43.5b	(QoQ -17%,	YoY +32%)
- Fees	22.9b	(QoQ -15%,	YoY +95%)
- Labor	16.5b	(QoQ +6%,	YoY -6%)
- Marketing	0.7b	(QoQ -89%,	YoY +74%)

Expenses Breakdown



(Unit : KRW million)

	1Q24	4Q23	1Q23
Total	43,481	52,384	33,043
Fees	22,858	26,786	11,707
Labor	16,527	15,601	17,580
Marketing	711	6,486	408
D&A	1,704	1,744	1,626
Network	175	229	179
Taxes & Dues	826	1,242	1,168
Others	680	296	375

Summary of F/S (Consolidated)



(Unit : KRW million)

B/S	2024.03.31	2023.12.31
Current Assets	403,471	382,363
Non-Current Assets	322,885	320,700
Total Assets	726,356	703,064
Current Liabilities	84,104	72,676
Non-Current Liabilities	6,152	6,489
Total Liabilities	90,255	79,165
Contributed Equity	17,655	17,655
Capital Surplus for Equity	149,814	149,814
Accumulated Other Comprehensive Income for Equity	1,390	1,171
Elements of Other Stockholder's Equity	(70,426)	(70,592)
Retained Earnings	535,482	523,642
Non-Controlling Interests	2,186	2,208
Total Equities	636,101	623,899
Total Liabilities and Equities	726,356	703,064

Summary of F/S (Consolidated)



(Unit : KRW million)

I/S	1Q24	4Q23	1Q23
Revenue	61,470	70,651	42,787
Game sales	61,357	70,555	42,762
Others	113	96	25
Operating expenses	43,481	52,384	33,043
Operating Profit	17,989	18,267	9,744
Profit (loss) before tax	23,710	23,351	16,824
Income tax expense	3,062	2,835	4,136
Net Income	20,648	20,516	12,688
Controlling interests	20,671	20,509	12,698
Non-controlling interests	(23)	7	(10)
Other comprehensive income	227	(672)	730
Total comprehensive income	20,875	19,844	13,418
Controlling interests	20,899	19,839	13,429
Non-controlling interests	(24)	5	(11)

Thank you