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**Consolidated Financial Results**  
for the Six Months Ended June 30, 2025  
[IFRS]

August 13, 2025

Company name: NEXON Co., Ltd.

Stock exchange listing: Tokyo Stock Exchange

Stock code: 3659

URL: <https://www.nexon.co.jp/en/ir/>

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Scheduled date for filing of semi-annual securities report: August 13, 2025

Scheduled date of commencing dividend payments: September 25, 2025

Supplementary briefing material on financial results: Yes

Financial results briefing: Yes (online earnings presentation for institutional investors, analysts and media)

(Amounts are rounded to nearest million yen)

1. Consolidated Financial Results for the Six Months Ended June 30, 2025 (from January 1, 2025 to June 30, 2025)

(1) Consolidated Operating Results (cumulative)

(% changes year-over-year)

(Millions of yen)

	Revenue		Operating Profit		Profit before tax		Profit		Profit attributable to owners of parent		Total comprehensive income	
Six months ended June 30, 2025	232,784	0.8%	79,309	6.6%	67,545	(41.6)%	42,206	(44.0)%	43,030	(43.2)%	86,687	(42.2)%
Six months ended June 30, 2024	230,892	5.7%	74,370	(11.3)%	115,673	0.8%	75,339	(3.1)%	75,796	(2.0)%	149,871	11.7%

	Basic earnings per share		Diluted earnings per share	
	Yen		Yen	
Six months ended June 30, 2025	53.04		52.93	
Six months ended June 30, 2024	90.44		90.06	

(2) Consolidated Financial Position

(Millions of yen)

	Total assets	Total equity	Equity attributable to owners of parent	Ratio of equity attributable to owners of parent to total assets
As of June 30, 2025	1,275,121	1,052,042	1,041,793	81.7%
As of December 31, 2024	1,256,771	1,030,525	1,019,013	81.1%

## 2. Dividends

(Yen)

	Annual Dividends				
	End of 1st Quarter	End of 2nd Quarter	End of 3rd Quarter	End of Year	Total
FY 2024	—	7.50	—	15.00	22.50
FY 2025	—	15.00			
FY 2025 (Forecast)			—	15.00	30.00

(Note) Revision of most recently announced dividend forecasts: No

Please see “Notice of Interim Dividends of Surplus” announced today for details on the interim dividend for FY2025.

## 3. Consolidated Financial Results Forecast for the Nine Months Ending September 30, 2025 (from January 1, 2025 to September 30, 2025)

(% changes year-over-year)

(Millions of yen)

	Revenue		Operating Profit		Profit before tax		Profit		Profit attributable to owners of parent		Basic earnings per share
3rd Quarter (cumulative)	349,351	(4.7)%	112,039	(11.0)%	104,200	(32.6)%	68,293	(34.4)%	69,429	(32.5)%	Yen 85.96
	~	~	~	~	~	~	~	~	~	~	~
	359,898	(1.8)%	120,463	(4.3)%	112,624	(27.1)%	74,678	(28.2)%	75,814	(26.3)%	93.86

(Notes) As it is difficult to reasonably estimate financial results for the year ending December 31, 2025 at the moment, only the financial results forecast for the nine months ending September 30, 2025 is disclosed. Also, as it is difficult to estimate specific figures, disclosure is made with a range. For details, please refer to “1. Overview of Operating Results, etc. (3) Explanation on Future Forecast Information including Consolidated Financial Results Forecast” on page 4 of the Appendix.

\*(Notes)

(1) Significant Changes in the Scope of Consolidation during the Period : No

(2) Changes in Accounting Policies and Changes in Accounting Estimates

1) Changes in accounting policies required by IFRS: No

2) Changes in accounting policies other than 1) above: No

3) Changes in accounting estimates: No

(3) Number of Shares Issued (ordinary shares)

1) Total number of shares issued at the end of the period (including treasury shares):

As of June 30, 2025: 823,403,516 shares

As of December 31, 2024: 842,443,413 shares

2) Total number of treasury shares at the end of the period:

As of June 30, 2025: 24,152,069 shares

As of December 31, 2024: 19,450,212 shares

3) Average number of shares during the period (cumulative):

Six months ended June 30, 2025: 811,305,202 shares

Six months ended June 30, 2024: 838,090,620 shares

(Note) “Total number of treasury shares at the end of the period” includes Nexon’s shares held by our consolidated subsidiaries, Stiftelsen Embark Incentive and NEXON Employee Benefit Trust (as of June 30, 2025: 1,684,969 shares; as of December 31, 2024: 2,491,629 shares). The number of treasury shares deducted in the calculation of the average number of shares during the period includes Nexon’s shares held by the consolidated subsidiaries (as of June 30, 2025: 2,259,052 shares; as of June 30, 2024: 1,270,500 shares).

\* Semi-annual financial results reports are exempt from review conducted by certified public accountants or an audit firm.

\* Explanation of the Proper Use of Financial Results Forecasts and Other Notes

(Caution Concerning Forward-Looking Statements)

The forward-looking statements including the financial results forecast herein are based on information currently available to the Company and certain assumptions that can be deemed reasonable, and are not intended as the Company’s commitment to achieve such forecasts. Actual results may differ significantly from these forecasts due to a wide range of factors. For conditions prerequisite to the financial results forecast and the points to be noted in the use thereof, please refer to “1. Overview of Operating Results, etc. (3) Explanation on Future Forecast Information including Consolidated Financial Results Forecast” on page 4 of the Appendix.

(Method of Obtaining Supplementary Briefing Material on Financial Results)

The supplementary briefing materials on financial results are available on the Company’s website.

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## 1. Overview of Operating Results, etc.

### (1) Overview of Operating Results for the Period

As for the global economy during the six months ended June 30, 2025, there was a sense of uncertainty as economic recovery slowed down, with some regions seemingly coming to a standstill and the impact of last-minute demand due to tariff hikes and the subsequent drop in demand was felt.

Looking ahead, the movement toward recovery may weaken as the impact of trade policy spreads. We need to pay attention to downside risks due to the impact of future U.S. policy trends including its trade policy, and the impact of fluctuations in financial and capital markets.

Under these circumstances, with its live game operations capability as a foundation, Nexon Group is centralizing its organizational structure around an IP Growth Initiative which can snowball growth within its established IP and develop new blockbusters. The new IP Growth Initiative is a strategy for creating vertical growth by revitalizing and extending established blockbusters such as *Dungeon&Fighter* and *MapleStory* with new content, on new platforms, and in new markets. The strategy includes hyperlocalization, a concept that recognizes the cultural differences between markets and deploys teams to customize content to match the unique player preferences in each region. Additionally, the strategy's horizontal growth initiatives aim to develop new blockbusters from other Nexon Group games and franchises like *Mabinogi*, plus new games in development such as *ARC Raiders*.

For the six months ended June 30, 2025, revenue increased year over year driven by revitalize momentum in key titles such as *Dungeon&Fighter* (PC) and *MapleStory*, contributions from *MABINOgi MOBILE* and *The First Berserker: Khazan*, both of which launched in March, and the successful regional expansion of *MapleStory Worlds*. Revenues by key franchises are as follows:

*Dungeon&Fighter*'s franchise revenue decreased year over year compared to *Dungeon&Fighter Mobile*'s launch in China a year ago, which was partially offset by growth from *Dungeon&Fighter* (PC) and a contribution from *The First Berserker: Khazan*. In Korea, MAUs and PUs of *Dungeon&Fighter* (PC) both nearly doubled year over year, and revenue more than doubled year over year. In China, performance steadily improved in the six months ended June 30, 2025, as the Labor Day update and the Anniversary update resonated with players and June MAUs and PUs rose to their highest levels this year.

*MapleStory*'s franchise revenue grew year over year driven by its PC version's strong performance in Korea and the regional expansion of *MapleStory Worlds*. For *MapleStory* in Korea, the summer update in June delivered a significant increase in active players and an all-time high market share in PC Cafes. For *MapleStory Worlds*, which expanded into Asia excluding China and Japan in April, the service was well received especially in Taiwan. These successes led to a significant year-over-year increase in revenue.

For *EA SPORTS FC™ ONLINE*, while revenue decreased year over year in the six months ended June 30, 2025, Q2 revenue grew not only year over year but also quarter over quarter, driven by a 7th anniversary content update despite typically weak seasonality.

As for other key titles, *MABINOgi MOBILE*, which launched in Korea on March 27, resonated well with players with a focus on peaceful lifestyle elements that differentiate this game from traditional combat-focused MMORPGs. Following the March launch, the game maintained its momentum with strong MAUs, PUs, and ARPPU, which significantly contributed to the results.

In terms of expenses, costs increased year over year as the decrease in HR costs due to lower performance-based bonuses was more than offset by increased royalty expenses for *MABINOgi MOBILE* and increased fees to creators for *MapleStory Worlds*. Selling, general and administrative expenses increased year over year primarily due to an increase in R&D expenses attributable to increased headcount and increased platform fees. Other expenses decreased year over year as the impairment loss of goodwill was recorded in the first half of last year. In addition, profit before tax and profit attributable to owners of parent decreased year over year as a result of a foreign exchange loss recorded in the six months ended June 30, 2025, while a foreign exchange gain was recorded in the same period last year.

As a result, for the six months ended June 30, 2025, Nexon Group recorded revenue of ¥232,784 million (up 0.8% year-over-year), operating profit of ¥79,309 million (up 6.6% year-over-year), profit before tax of ¥67,545 million (down 41.6% year-over-year) and profit attributable to owners of parent of ¥43,030 million (down 43.2% year-over-year).

Business results by reportable segments for the six months ended June 30, 2025 are as follows:

#### (a) Japan

Revenue for the six months ended June 30, 2025 amounted to ¥2,679 million (down 7.6% year-over-year), and

segment loss amounted to ¥1,844 million (segment loss of ¥1,386 million for the six months ended June 30, 2024).

(b) Korea

Revenue for the six months ended June 30, 2025 amounted to ¥212,085 million (down 0.1% year-over-year), and segment profit amounted to ¥83,746 million (down 5.2% year-over-year). Revenue in Korea includes royalty income of NEOPLE INC. (a subsidiary of NEXON Korea Corporation, our consolidated subsidiary) attributable to license agreements in China.

(c) China

Revenue for the six months ended June 30, 2025 amounted to ¥815 million (down 56.3% year-over-year), and segment loss amounted to ¥112 million (segment profit of ¥861 million for the six months ended June 30, 2024).

(d) North America

Revenue for the six months ended June 30, 2025 amounted to ¥14,078 million (up 45.3% year-over-year), and segment profit amounted to ¥1,144 million (segment loss of ¥2,193 million for the six months ended June 30, 2024).

(e) Other

Revenue for the six months ended June 30, 2025 amounted to ¥3,127 million (down 24.6% year-over-year), and segment loss amounted to ¥4,956 million (segment loss of ¥4,654 million for the six months ended June 30, 2024).

(2) Overview of Financial Position for the Period

(a) Assets, liabilities and equity

(Assets)

Total assets as of June 30, 2025 amounted to ¥1,275,121 million, an increase of ¥18,350 million from December 31, 2024. Major components include an increase of ¥61,000 million in other financial assets, an increase of ¥54,435 million in cash and cash equivalents, a decrease of ¥58,830 million in other deposits, a decrease of ¥23,988 million in trade and other receivables, and a decrease of ¥18,710 million in deferred tax assets.

(Liabilities)

Total liabilities as of June 30, 2025 amounted to ¥223,079 million, a decrease of ¥3,167 million from December 31, 2024. Major components include a decrease of ¥1,547 million in lease liabilities, a decrease of ¥14,661 million in provisions, an increase of ¥8,518 million in trade and other payables, and an increase of ¥1,903 million in other current liabilities.

(Equity)

Equity as of June 30, 2025 totaled ¥1,052,042 million, an increase of ¥21,517 million from December 31, 2024. Major components of changes in equity include an increase of ¥43,030 million in retained earnings due to recording of profit attributable to owners of parent, an increase of ¥44,220 million in other components of equity primarily due to recording of financial assets measured at fair value through other comprehensive income, and a decrease of ¥56,188 million in purchases of treasury shares.

As a result, the ratio of equity attributable to owners of parent to total assets was 81.7% (81.1% as of December 31, 2024).

(b) Cash flows

Cash and cash equivalents (collectively, “cash” ) as of June 30, 2025 was ¥386,366 million, an increase of ¥54,435 million from December 31, 2024. The increase includes ¥(12,513) million in effects of a decrease due to exchange rate changes on cash.

Cash flows from each activity for the six months ended June 30, 2025 and their significant components are as follows:

(Cash flows from operating activities)

Net cash provided by operating activities was ¥88,059 million, compared to ¥34,309 million for the six months ended June 30, 2024. Major components of the increase include profit before tax of ¥67,545 million, and a decrease in trade and other receivables of ¥23,865 million. Major components of the decrease include income taxes paid of ¥25,457 million.

Net cash provided by operating activities increased year over year due to a decrease in trade and other receivables.

(Cash flows from investing activities)

Net cash provided by investing activities was ¥49,734 million, compared to ¥67,856 million for the six months ended June 30, 2024. Major cash inflows include a net decrease in time deposits of ¥60,648 million. Major cash outflows include purchase of investments accounted for using equity method of ¥8,319 million.

Net cash used in investing activities decreased year over year due to decreases in time deposits.

(Cash flows from financing activities)

Net cash used in financing activities was ¥70,845 million, compared to ¥32,421 million for the six months ended June 30, 2024. Major cash outflows include purchases of treasury shares of ¥56,188 million.

Net cash used in financing activities increased year over year due to increases in purchases of treasury shares.

### (3) Explanation on Future Forecast Information including Consolidated Financial Results Forecast

In our consolidated business outlook, we disclose our expectations for the following quarter as a range to provide more accurate information to our shareholders and investors, since it is difficult to derive full-year consolidated forecasts due to uncertainties in projecting the speed of growth of PC online game and mobile game markets in which Nexon Group's main businesses operate, and because our revenue is largely dependent on such uncertain factors as users' preferences and whether or not we have any hit titles. "Consolidated Financial Results Forecast for the nine months ending September 30, 2025" is the sum of our actual consolidated financial results for the six months ended June 30, 2025 and our consolidated business outlook for the three months ending September 30, 2025. Please refer to the table below for our consolidated financial results forecast for the three months ending September 30, 2025.

For the nine months ending September 30, 2025, Nexon Group expects consolidated revenue in the range of ¥349,351~¥359,898 million (down 4.7%~1.8% year-over-year), operating profit in the range of ¥112,039~¥120,463 million (down 11.0%~4.3% year-over-year), profit before tax in the range of ¥104,200~¥112,624 million (down 32.6%~27.1% year-over-year), profit in the range of ¥68,293~¥74,678 million (down 34.4%~28.2% year-over-year), profit attributable to owners of parent in the range of ¥69,429~¥75,814 million (down 32.5%~26.3% year-over-year), and basic earnings per share in the range of ¥85.96~¥93.86. Nexon Group operates its businesses around the world, in Japan, South Korea, China, the United States and other countries. Major exchange rates for Q3 2025 are expected to be 1 U.S. dollar=¥146.74, 100 South Korean Won=¥10.68 and 1 Chinese Yuan=¥20.49. In general, the exchange rates of the Korean Won and the Chinese Yuan to Japanese Yen are assumed to be linked to the exchange rate of U.S. Dollar to Japanese Yen. Based on this assumption, we expect that every one Japanese Yen move against the U.S. Dollar will have an impact of approximately ¥825 million on revenue and approximately ¥230 million on operating profit for the three months ending September 30, 2025.

In the three months ending September 30, 2025, we expect revenue to decrease year over year due to the launch of *Dungeon&Fighter Mobile* in China and the global release of *The First Descendant* last year. On the other hand, we anticipate double-digit growth from our key titles, *Dungeon&Fighter* (PC) and *MapleStory*, as well as strong performances from *MABINOGI MOBILE* and *MapleStory Worlds*. Outlook by key franchise is as follows.

For *Dungeon&Fighter*, we expect franchise revenue to decline year over year. We anticipate modest sequential revenue growth from *Dungeon&Fighter Mobile* driven by a series of major updates during the third quarter beginning with the July level cap increase. For *Dungeon&Fighter* (PC), we expect strong year-over-year growth in both China and Korea while anticipating a sequential decline in revenue.

For *MapleStory*, we expect franchise revenue to increase year over year. We expect the PC version in Korea to more than double year over year, driven by the strong momentum generated by the summer update. For *MapleStory Worlds*, we expect the momentum from Q2 to continue in Q3 and anticipate a significant revenue increase year over year.

For *EA SPORTS FC™ ONLINE* and *EA SPORTS FC™ MOBILE*, total revenues are expected to be roughly flat both year over year and quarter over quarter. We expect sustained player engagement with the TOTS (Team of the Season) update and major events including the Legendary Players' exhibition match.

As for other major titles, *MABINOGE MOBILE* is expected to make another significant contribution in Q3 although we anticipate its momentum following a successful launch to gradually settle down.

On the cost side in Q3, we anticipate year-over-year increases in royalty expenses and platform fees due to *MABINOGE MOBILE*. We also expect increased marketing expenses associated with promotions for *MABINOGE MOBILE* and *ARC Raiders* as well as *FC* and *MapleStory* franchises. In addition, we anticipate increased fees to creators tied to revenue growth in *MapleStory Worlds*. However, we expect a decrease in HR costs due to lower performance-based bonuses.

In the three months ending September 30, 2025, we expect a gain of ¥4 billion associated with the liquidation of a subsidiary fund.

Our business outlook is based on information currently available to us, which includes various uncertainties. Therefore, actual performance may vary from our outlook due to changes in the business conditions.

(Reference)

Consolidated financial results forecast for the three months ending September 30, 2025 (from July 1, 2025 to September 30, 2025)

(% changes from the previous fiscal year)

(Millions of yen)

	Revenue		Operating profit		Profit before tax		Profit		Profit attributable to owners of parent		Basic earnings per share
3rd Quarter	116,567	(14.0)%	32,730	(36.5)%	36,655	(5.8)%	26,087	(9.1)%	26,398	(2.3)%	Yen 33.02
	~ 127,114	~ (6.3)%	~ 41,154	~ (20.1)%	~ 45,079	~ 15.9%	~ 32,472	~ 13.2%	~ 32,783	~ 21.3%	~ 41.01



## 2. Condensed Semi-annual Consolidated Financial Statements and Major Notes

### (1) Condensed Semi-annual Consolidated Statement of Financial Position

	(Millions of yen)	
	As of December 31, 2024	As of June 30, 2025
Assets		
Current assets		
Cash and cash equivalents	331,931	386,366
Trade and other receivables	88,717	64,729
Other deposits	268,934	210,104
Other financial assets	49,471	44,986
Other current assets	13,220	11,815
Total current assets	752,273	718,000
Non-current assets		
Property, plant and equipment	28,365	28,519
Goodwill	44,567	45,995
Intangible assets	34,815	35,474
Right-of-use assets	34,998	34,106
Investments accounted for using equity method	63,669	65,642
Other financial assets	268,310	333,795
Other non-current assets	1,130	3,656
Deferred tax assets	28,644	9,934
Total non-current assets	504,498	557,121
Total assets	1,256,771	1,275,121

	(Millions of yen)	
	As of December 31, 2024	As of June 30, 2025
Liabilities and equity		
Liabilities		
Current liabilities		
Trade and other payables	15,651	24,169
Deferred income	23,861	24,775
Income taxes payable	19,103	18,426
Lease liabilities	7,120	7,239
Other financial liabilities	—	2,487
Provisions	28,232	13,550
Other current liabilities	13,695	15,598
Total current liabilities	107,662	106,244
Non-current liabilities		
Deferred income	14,641	15,099
Lease liabilities	32,878	31,212
Other financial liabilities	1,089	305
Provisions	598	619
Other non-current liabilities	9,992	10,114
Deferred tax liabilities	59,386	59,486
Total non-current liabilities	118,584	116,835
Total liabilities	226,246	223,079
Equity		
Share capital	50,797	52,069
Capital surplus	30,079	31,071
Treasury shares	(49,158)	(53,523)
Other components of equity	207,098	251,318
Retained earnings	780,197	760,858
Total equity attributable to owners of parent	1,019,013	1,041,793
Non-controlling interests	11,512	10,249
Total equity	1,030,525	1,052,042
Total liabilities and equity	1,256,771	1,275,121

## (2) Condensed Semi-annual Consolidated Statement of Profit or Loss

For the six months ended June 30, 2024 and 2025

(Millions of yen)

	Six months ended June 30	
	2024 (From January 1, 2024 to June 30, 2024)	2025 (From January 1, 2025 to June 30, 2025)
Revenue	230,892	232,784
Cost of sales	(84,744)	(86,469)
Gross profit	146,148	146,315
Selling, general and administrative expenses	(65,145)	(68,338)
Other income	494	1,702
Other expenses	(7,127)	(370)
Operating profit	74,370	79,309
Finance income	45,005	14,032
Finance costs	(1,126)	(22,945)
Reversal of loss on revaluation	692	—
Share of loss of investments accounted for using equity method	(3,268)	(372)
Impairment loss on equity method investments	—	(2,479)
Profit before tax	115,673	67,545
Income tax expense	(40,334)	(25,339)
Profit	75,339	42,206
Profit attributable to:		
Owners of parent	75,796	43,030
Non-controlling interests	(457)	(824)
Profit	75,339	42,206
Earnings per share		
(attributable to owners of parent)	(Yen)	(Yen)
Basic earnings per share	90.44	53.04
Diluted earnings per share	90.06	52.93

For the three months ended June 30, 2024 and 2025

(Millions of yen)

	Three months ended June 30	
	2024	2025
	(From April 1, 2024 to June 30, 2024)	(From April 1, 2025 to June 30, 2025)
Revenue	122,474	118,850
Cost of sales	(44,187)	(47,225)
Gross profit	78,287	71,625
Selling, general and administrative expenses	(32,422)	(35,173)
Other income	295	1,452
Other expenses	(936)	(206)
Operating profit	45,224	37,698
Finance income	19,325	9,110
Finance costs	(608)	(18,257)
Share of profit (loss) of investments accounted for using equity method	(2,507)	1,128
Impairment loss on equity method investments	—	(835)
Profit before tax	61,434	28,844
Income tax expense	(22,046)	(12,961)
Profit	39,388	15,883
Profit attributable to:		
Owners of parent	39,878	16,758
Non-controlling interests	(490)	(875)
Profit	39,388	15,883
Earnings per share		
(attributable to owners of parent)	(Yen)	(Yen)
Basic earnings per share	47.66	20.82
Diluted earnings per share	47.49	20.77

(3) Condensed Semi-annual Consolidated Statement of Comprehensive Income  
For the six months ended June 30, 2024 and 2025

(Millions of yen)

	Six months ended June 30	
	2024 (From January 1, 2024 to June 30, 2024)	2025 (From January 1, 2025 to June 30, 2025)
Profit	75,339	42,206
Other comprehensive income		
Items that will not be reclassified to profit or loss		
Net change in fair value of equity instruments designated as measured at fair value through other comprehensive income	27,075	70,542
Remeasurements of defined benefit plans	(5)	1
Gain on revaluation of intangible assets	6,452	1,198
Share of other comprehensive income of investments accounted for using equity method	840	2,319
Income taxes	(9,924)	(19,011)
Total of items that will not be reclassified to profit or loss	24,438	55,049
Items that may be reclassified to profit or loss		
Exchange differences on translation of foreign operations	50,094	(10,568)
Total of items that may be reclassified to profit or loss	50,094	(10,568)
Total other comprehensive income	74,532	44,481
Comprehensive income	149,871	86,687
Comprehensive income attributable to:		
Owners of parent	149,777	87,661
Non-controlling interests	94	(974)
Comprehensive income	149,871	86,687

For the three months ended June 30, 2024 and 2025

(Millions of yen)

	Three months ended June 30	
	2024 (From April 1, 2024 to June 30, 2024)	2025 (From April 1, 2025 to June 30, 2025)
Profit	39,388	15,883
Other comprehensive income		
Items that will not be reclassified to profit or loss		
Net change in fair value of equity instruments designated as measured at fair value through other comprehensive income	13,061	36,855
Remeasurements of defined benefit plans	(3)	(5)
Gain on revaluation of intangible assets	(585)	5,165
Share of other comprehensive income of investments accounted for using equity method	45	(98)
Income taxes	(3,216)	(10,947)
Total of items that will not be reclassified to profit or loss	9,302	30,970
Items that may be reclassified to profit or loss		
Exchange differences on translation of foreign operations	33,051	31,827
Total of items that may be reclassified to profit or loss	33,051	31,827
Total other comprehensive income	42,353	62,797
Comprehensive income	81,741	78,680
Comprehensive income attributable to:		
Owners of parent	81,872	79,071
Non-controlling interests	(131)	(391)
Comprehensive income	81,741	78,680

## (4) Condensed Semi-annual Consolidated Statement of Changes in Equity

For the six months ended June 30, 2024 (From January 1, 2024 to June 30, 2024)

(Millions of yen)

	Equity attributable to owners of parent						Non-controlling interests	Total
	Share capital	Capital surplus	Treasury shares	Other components of equity	Retained earnings	Total		
Balance at beginning of period	47,510	26,719	(45,046)	159,857	707,227	896,267	10,308	906,575
Profit	—	—	—	—	75,796	75,796	(457)	75,339
Other comprehensive income	—	—	—	73,981	—	73,981	551	74,532
Comprehensive income	—	—	—	73,981	75,796	149,777	94	149,871
Issuance of new shares	1,622	1,622	—	—	—	3,244	—	3,244
Share issuance costs	—	(13)	—	—	—	(13)	—	(13)
Dividends	—	—	—	—	(4,214)	(4,214)	—	(4,214)
Share-based payment transactions	—	—	—	684	—	684	—	684
Forfeiture of share acquisition rights	—	—	—	(10)	8	(2)	2	—
Changes in ownership interest in subsidiaries	—	71	—	—	—	71	74	145
Purchase of treasury shares	—	(7)	(28,332)	—	—	(28,339)	—	(28,339)
Disposal of treasury shares	—	2	7	—	—	9	—	9
Cancellation of treasury shares	—	—	50,000	—	(50,000)	—	—	—
Transfer from other components of equity to retained earnings	—	—	—	1,463	(1,463)	—	—	—
Total transactions with owners, etc.	1,622	1,675	21,675	2,137	(55,669)	(28,560)	76	(28,484)
Balance at end of period	49,132	28,394	(23,371)	235,975	727,354	1,017,484	10,478	1,027,962

For the six months ended June 30, 2025 (From January 1, 2025 to June 30, 2025)

(Millions of yen)

	Equity attributable to owners of parent						Non-controlling interests	Total
	Share capital	Capital surplus	Treasury shares	Other components of equity	Retained earnings	Total		
Balance at beginning of period	50,797	30,079	(49,158)	207,098	780,197	1,019,013	11,512	1,030,525
Profit	—	—	—	—	43,030	43,030	(824)	42,206
Other comprehensive income	—	—	—	44,631	—	44,631	(150)	44,481
Comprehensive income	—	—	—	44,631	43,030	87,661	(974)	86,687
Issuance of new shares	1,272	1,272	—	—	—	2,544	—	2,544
Share issuance costs	—	(6)	—	—	—	(6)	—	(6)
Dividends	—	—	—	—	(12,382)	(12,382)	—	(12,382)
Share-based payment transactions	—	—	—	(390)	—	(390)	—	(390)
Forfeiture of share acquisition rights	—	—	—	(21)	13	(8)	8	—
Changes in ownership interest in subsidiaries	—	(242)	—	—	—	(242)	(297)	(539)
Purchase of treasury shares	—	(31)	(56,157)	—	—	(56,188)	—	(56,188)
Disposal of treasury shares	—	(1)	1,792	—	—	1,791	—	1,791
Cancellation of treasury shares	—	—	50,000	—	(50,000)	—	—	—
Total transactions with owners, etc.	1,272	992	(4,365)	(411)	(62,369)	(64,881)	(289)	(65,170)
Balance at end of period	52,069	31,071	(53,523)	251,318	760,858	1,041,793	10,249	1,052,042



## (5) Condensed Semi-annual Consolidated Statement of Cash Flows

(Millions of yen)

	Six months ended June 30	
	2024 (From January 1, 2024 to June 30, 2024)	2025 (From January 1, 2025 to June 30, 2025)
Cash flows from operating activities		
Profit before tax	115,673	67,545
Depreciation and amortization	4,896	5,542
Share-based payment expenses	1,720	3,717
Interest and dividend income	(12,724)	(11,860)
Interest expenses	988	1,038
Impairment losses	6,375	239
Loss (gain) on revaluation	(692)	—
Share of loss (profit) of investments accounted for using equity method	3,268	372
Impairment loss on equity method investments	—	2,479
Loss (gain) on sale of investments accounted for using equity method	—	41
Loss (gain) on valuation of securities	(6,667)	(1,158)
Loss (gain) on sale and redemption of securities	(778)	(803)
Foreign exchange loss (gain)	(13,804)	13,200
Decrease (increase) in trade and other receivables	(41,718)	23,865
Decrease (increase) in other current assets	(2,616)	344
Increase (decrease) in trade and other payables	2,652	8,776
Increase (decrease) in deferred income	(1,441)	1,383
Increase (decrease) in provisions	2,382	(14,101)
Increase (decrease) in other current liabilities	(2,795)	4,596
Increase (decrease) in loss allowances	(5,780)	18
Other	(1,201)	(2,565)
Subtotal	47,738	102,668
Interest received	9,137	9,120
Dividends received	2,620	2,757
Interest paid	(984)	(1,029)
Income taxes paid	(24,202)	(25,457)
Net cash provided by (used in) operating activities	34,309	88,059
Cash flows from investing activities		
Net decrease (increase) in restricted deposits	(6,925)	(830)
Net decrease (increase) in time deposits	(46,188)	60,648
Purchase of property, plant and equipment	(1,810)	(2,317)
Proceeds from sale of property, plant and equipment	53	22
Purchase of intangible assets	(1,164)	(818)
Payments associated with increase in long-term prepaid expenses	(743)	(2,443)
Purchase of securities by investment funds under consolidated subsidiaries	(5,678)	(7,275)
Proceeds from sale of securities by investment funds under consolidated subsidiaries	7,416	12,824
Purchase of securities	(8,910)	(2,384)
Proceeds from sales and redemption of securities	878	1,038
Purchase of investments accounted for using equity method	(2,016)	(8,319)
Proceeds from sale of investments accounted for using equity method	—	13
Payments for short-term loans receivable	(1,468)	(41)
Payments for long-term loans receivable	(908)	(954)
Collection of long-term loans receivable	7	6
Other	(400)	564
Net cash provided by (used in) investing activities	(67,856)	49,734

	(Millions of yen)	
	Six months ended June 30	
	2024	2025
	(From January 1, 2024 to June 30, 2024)	(From January 1, 2025 to June 30, 2025)
Cash flows from financing activities		
Proceeds from exercise of employee share options	2,269	823
Purchase of treasury shares	(28,339)	(56,188)
Purchase of treasury shares of subsidiaries	—	(538)
Dividends paid	(4,214)	(12,382)
Repayments of lease liabilities	(2,146)	(2,568)
Other	9	8
Net cash provided by (used in) financing activities	(32,421)	(70,845)
Net increase (decrease) in cash and cash equivalents	(65,968)	66,948
Cash and cash equivalents at beginning of period	280,515	331,931
Effect of exchange rate changes on cash and cash equivalents	15,475	(12,513)
Cash and cash equivalents at end of period	230,022	386,366

(6) Notes to Condensed Semi-annual Consolidated Financial Statements

(Notes on Going Concern Assumption)

Not applicable.

(Notes on Segment Information)

(a) Outline of reportable segments

Reportable segments of Nexon Group are components of Nexon Group, for which separate financial statements are available, that are evaluated regularly by the board of directors in deciding how to allocate management resources and in assessing performance.

Nexon Group is engaged in production, development and distribution of PC online games and mobile games, and the Company (in Japan) and its local consolidated subsidiaries (overseas) develop overall strategies and operate business activities for their respective products and services in each region as independent units. Accordingly, Nexon Group is comprised of geographical business segments based on production, development, and distribution of PC online games and mobile games. Nexon Group has formed its reportable segments by consolidating business segments based on the geographic location since subsidiaries in the same region, due to their business characteristics, receive similar impact of the foreign exchange fluctuation risk on their operating results and the ratio of the impact to operating results is high. There are five reportable segments: “Japan” , “Korea” , “China” , “North America” and “Other” which includes Europe and Asian countries.

Furthermore, IFRS 15 *Revenue from Contracts with Customers* is applied by Nexon Group. We have therefore presented the revenue arising from our contracts with customers by breaking it down into PC online, mobile and other revenues based on such contracts with customers.

(b) Revenue, profit or loss by reportable segment

Information on the segments of Nexon Group is as follows:

(For the six months ended June 30)

For the six months ended June 30, 2024 (From January 1, 2024 to June 30, 2024)

(Millions of yen)

	Reportable Segments					Total	Adjustments (Note 3)	Consolidated
	Japan	Korea	China	North America	Other			
Revenue								
Revenue from external customers								
PC online	2,387	120,043	1,861	6,935	4,142	135,368	—	135,368
Mobile	503	91,459	—	2,752	—	94,714	—	94,714
Other	9	788	—	6	7	810	—	810
Total revenue from external customers	2,899	212,290	1,861	9,693	4,149	230,892	—	230,892
Intersegment revenue	641	3,689	—	681	949	5,960	(5,960)	—
Total	3,540	215,979	1,861	10,374	5,098	236,852	(5,960)	230,892
Segment profit (loss) (Note 1)	(1,386)	88,356	861	(2,193)	(4,654)	80,984	19	81,003
Other income and expenses, net								(6,633)
Operating profit								74,370
Finance income and costs, net (Note 5)								43,879
Reversal of loss on revaluation (Note 6)								692
Share of loss of investments accounted for using equity method								(3,268)
Profit before tax								115,673

(Notes) 1. Segment profit (loss) is calculated by deducting cost of sales and selling, general and administrative expenses from revenue.

2. Price for intersegment transactions is based on the general market price.

3. Adjustments in segment profit (loss) of ¥19 million represent elimination of intersegment transactions.

4. For PC online and mobile, performance obligations are fulfilled and revenues are recognized over a certain period of time mainly because control over services is transferred over a certain period of time.

5. Major component of finance income is foreign exchange gain of ¥18,879 million and gain on reversal of loss allowances of ¥5,663 million on loans made to an equity-method company and accrued interest, which were recognized due to its consolidation.

6. Reversal of loss on revaluation recognized in profit or loss due to the revaluation of an intangible asset (investment in crypto-assets made through an exchange).

For the six months ended June 30, 2025 (From January 1, 2025 to June 30, 2025)

(Millions of yen)

	Reportable Segments					Total	Adjustments (Note 3)	Consolidated
	Japan	Korea	China	North America	Other			
Revenue								
Revenue from external customers								
PC online	2,293	144,041	815	10,907	3,115	161,171	—	161,171
Mobile	386	67,246	—	3,074	—	70,706	—	70,706
Other	0	798	—	97	12	907	—	907
Total revenue from external customers	2,679	212,085	815	14,078	3,127	232,784	—	232,784
Intersegment revenue	488	5,497	—	882	1,464	8,331	(8,331)	—
Total	3,167	217,582	815	14,960	4,591	241,115	(8,331)	232,784
Segment profit (loss) (Note 1)	(1,844)	83,746	(112)	1,144	(4,956)	77,978	(1)	77,977
Other income and expenses, net								1,332
Operating profit								79,309
Finance income and costs, net (Note 5)								(8,913)
Share of loss of investments accounted for using equity method								(372)
Impairment loss on equity method investments								(2,479)
Profit before tax								67,545

(Notes) 1. Segment profit (loss) is calculated by deducting cost of sales and selling, general and administrative expenses from revenue.

2. Price for intersegment transactions is based on the general market price.

3. Adjustments in segment profit (loss) of ¥(1) million represent elimination of intersegment transactions.

4. For PC online and mobile, performance obligations are fulfilled and revenues are recognized over a certain period of time mainly because control over services is transferred over a certain period of time.

5. Major component of finance cost is foreign exchange loss of ¥21,626 million.

(For the three months ended June 30)

For the three months ended June 30, 2024 (From April 1, 2024 to June 30, 2024)

(Millions of yen)

	Reportable Segments					Total	Adjustments (Note 3)	Consolidated
	Japan	Korea	China	North America	Other			
Revenue								
Revenue from external customers								
PC online	1,100	50,653	549	2,859	1,319	56,480	—	56,480
Mobile	249	64,245	—	1,099	—	65,593	—	65,593
Other	8	390	—	3	—	401	—	401
Total revenue from external customers	1,357	115,288	549	3,961	1,319	122,474	—	122,474
Intersegment revenue	440	1,793	—	333	462	3,028	(3,028)	—
Total	1,797	117,081	549	4,294	1,781	125,502	(3,028)	122,474
Segment profit (loss) (Note 1)	(601)	49,556	53	(1,002)	(2,145)	45,861	4	45,865
Other income and expenses, net								(641)
Operating profit								45,224
Finance income and costs, net (Note 5)								18,717
Share of loss of investments accounted for using equity method								(2,507)
Profit before tax								61,434

(Notes) 1. Segment profit (loss) is calculated by deducting cost of sales and selling, general and administrative expenses from revenue.

2. Price for intersegment transactions is based on the general market price.

3. Adjustments in segment profit (loss) of ¥4 million represent elimination of intersegment transactions.

4. For PC online and mobile, performance obligations are fulfilled and revenues are recognized over a certain period of time mainly because control over services is transferred over a certain period of time.

5. A major component of finance income is foreign exchange gain of ¥8,226 million.

For the three months ended June 30, 2025 (From April 1, 2025 to June 30, 2025)

(Millions of yen)

	Reportable Segments					Total	Adjustments (Note 3)	Consolidated
	Japan	Korea	China	North America	Other			
Revenue								
Revenue from external customers								
PC online	966	74,675	378	6,306	1,658	83,983	—	83,983
Mobile	128	31,911	—	2,329	—	34,368	—	34,368
Other	0	399	—	88	12	499	—	499
Total revenue from external customers	1,094	106,985	378	8,723	1,670	118,850	—	118,850
Intersegment revenue	255	2,528	—	527	969	4,279	(4,279)	—
Total	1,349	109,513	378	9,250	2,639	123,129	(4,279)	118,850
Segment profit (loss) (Note 1)	(1,179)	39,344	(126)	1,258	(2,830)	36,467	(15)	36,452
Other income and expenses, net								1,246
Operating profit								37,698
Finance income and costs, net (Note 5)								(9,147)
Share of profit of investments accounted for using equity method								1,128
Impairment loss on equity method investments								(835)
Profit before tax								28,844

(Notes) 1. Segment profit (loss) is calculated by deducting cost of sales and selling, general and administrative expenses from revenue.

2. Price for intersegment transactions is based on the general market price.

3. Adjustments in segment profit (loss) of ¥(15) million represent elimination of intersegment transactions.

4. For PC online and mobile, performance obligations are fulfilled and revenues are recognized over a certain period of time mainly because control over services is transferred over a certain period of time.

5. Major component of finance cost is foreign exchange loss of ¥17,471 million.

(c) Information on each region

Revenue from external customers are as follows:

(For the six months ended June 30)

For the six months ended June 30, 2024 (From January 1, 2024 to June 30, 2024)

	Revenue by major business			(Millions of yen)
	PC online	Mobile	Other	Total
Main regional market				
Japan	3,166	4,980	40	8,186
Korea	76,346	29,143	721	106,210
China	38,866	46,652	4	85,522
North America and Europe	8,981	7,970	12	16,963
Rest of World	8,009	5,969	33	14,011
Total	135,368	94,714	810	230,892

(Notes) 1. Revenue is classified into country or region category based on the customers' location.

2. The category of country or region is based on geographic proximity.

3. Main countries or regions in each category:

(1) North America and Europe: USA, Canada and Europe

(2) Rest of World: Central and South America and Asian countries

For the six months ended June 30, 2025 (From January 1, 2025 to June 30, 2025)

	Revenue by major business			(Millions of yen)
	PC online	Mobile	Other	Total
Main regional market				
Japan	3,607	3,320	25	6,952
Korea	94,765	29,688	805	125,258
China	36,327	28,105	19	64,451
North America and Europe	17,047	3,249	17	20,313
Rest of World	9,425	6,344	41	15,810
Total	161,171	70,706	907	232,784

(Notes) 1. Revenue is classified into country or region category based on the customers' location.

2. The category of country or region is based on geographic proximity.

3. Main countries or regions in each category:

(1) North America and Europe: USA, Canada and Europe

(2) Rest of World: Central and South America and Asian countries



(For the three months ended June 30)

For the three months ended June 30, 2024 (From April 1, 2024 to June 30, 2024)

	Revenue by major business			(Millions of yen)
	PC online	Mobile	Other	Total
Main regional market				
Japan	1,766	2,763	27	4,556
Korea	35,760	12,762	348	48,870
China	12,150	44,186	4	56,340
North America and Europe	3,692	3,347	5	7,044
Rest of World	3,112	2,535	17	5,664
Total	56,480	65,593	401	122,474

(Notes) 1. Revenue is classified into country or region category based on the customers' location.

2. The category of country or region is based on geographic proximity.

3. Main countries or regions in each category:

(1) North America and Europe: USA, Canada and Europe

(2) Rest of World: Central and South America and Asian countries

For the three months ended June 30, 2025 (From April 1, 2025 to June 30, 2025)

	Revenue by major business			(Millions of yen)
	PC online	Mobile	Other	Total
Main regional market				
Japan	1,582	1,380	21	2,983
Korea	52,624	17,958	424	71,006
China	16,818	10,039	14	26,871
North America and Europe	8,216	1,227	14	9,457
Rest of World	4,743	3,764	26	8,533
Total	83,983	34,368	499	118,850

(Notes) 1. Revenue is classified into country or region category based on the customers' location.

2. The category of country or region is based on geographic proximity.

3. Main countries or regions in each category:

(1) North America and Europe: USA, Canada and Europe

(2) Rest of World: Central and South America and Asian countries

(Significant Subsequent Events)

Share buyback

Nexon's Board of Directors has approved, on August 13, 2025, the matters pertaining to the share buyback pursuant to the provisions of Article 156 as replaced and applied mutatis mutandis pursuant to the provisions of Article 165(3) of the Companies Act.

(a) Reason for the share buyback

To improve capital efficiency and ensure flexibility of capital policy

(b) Details of the buyback

- |   |   |
|---|---|
| (i) Class of shares:                        | Ordinary shares of Nexon  |
| (ii) Total number of shares to be acquired: | 11,000,000 shares (maximum)<br>(1.4% of the total number of shares outstanding excluding treasury shares as of July 31, 2025) |
| (iii) Total acquisition amount of shares:   | JPY 25,000 million (maximum)  |
| (iv) Acquisition period:                    | August 14, 2025 to October 31, 2025   |
| (v) Acquisition method:                     | Purchase at market on the Tokyo Stock Exchange  |