November 5, 2024

CONSOLIDATED FINANCIAL HIGHLIGHTS

Nintendo Co., Ltd.
11-1 Hokotate-cho, Kamitoba,
Minami-ku, Kyoto 601-8501
Japan

(Amounts below one million yen are rounded down)

Consolidated Results for the Six Months Ended September 30, 2023 and 2024

(1) Consolidated operating results

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	million yen	%	million yen	%	million yen	%	million yen	%
Six months ended September 30, 2024	523,299	(34.3)	121,513	(56.6)	147,100	(61.3)	108,658	(59.9)
Six months ended September 30, 2023	796,237	21.2	279,910	27.0	380,007	17.8	271,298	17.7

[Notes]

Percentages for net sales, operating profit etc. show increase(decrease) from the previous fiscal year.

Comprehensive income: Six months ended September 30, 2024: 86,933 million yen [(74.8)%] Six months ended September 30, 2023: 344,374 million yen [6.0%]

	Profit per share	Diluted profit per share
	yen	yen
Six months ended September 30, 2024	93.33	-
Six months ended September 30, 2023	233.03	-

(2) Consolidated financial positions

	Total assets	Net assets	Capital adequacy ratio
	million yen	million yen	%
As of September 30, 2024	3,071,364	2,539,337	82.6
As of March 31, 2024	3,151,394	2,604,998	82.6

[Reference]

Shareholders equity : As of September 30, 2024: 2,538,253 million yen As of March 31, 2024: 2,603,761 million yen

Dividends

	Dividend per share				
	End of 1st quarter	End of 2nd quarter	End of 3rd quarter	Year-end	Annual
	yen	yen	yen	yen	yen
Year ended March 31, 2024	-	80.00	-	131.00	211.00
Year ending March 31, 2025	-	35.00			
Year ending March 31, 2025 (forecast)			-	94.00	129.00

[Notes]

Revisions to previously announced dividend forecast: Applicable

Please refer to "Notice of Dividend (end of 2nd quarter) and Dividend (year-end) Forecast" announced on November 5, 2024 for more details.

Consolidated Financial Forecast for the Fiscal Year Ending March 31, 2025

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Profit per share
	million yen	%	million yen	%	million yen	%	million yen	%	yen
Year ending March 31, 2025	1,280,000	(23.4)	360,000	(31.9)	420,000	(38.3)	300,000	(38.9)	257.68

[Notes]

Percentages for net sales, operating profit etc. show decrease from the previous fiscal year.

Revisions to previously announced financial forecast: Applicable

Please refer to "Notice of Full-Year Financial Forecast Modifications" announced on November 5, 2024 for more details.

Others

(1) Significant changes in the scope of consolidation during the period: : Not applicable

(2) Application of accounting procedures specific to the preparation of quarterly consolidated financial statements : Applicable

(3) Changes in accounting procedures:
1) Related to accounting standard revisions etc. : Not applicable
2) Other changes : Not applicable
3) Changes in accounting estimates : Not applicable
4) Modified restatements : Not applicable

(4) Outstanding shares (common shares)
1) Number of shares outstanding (including treasury shares)

As of Sep. 30, 2024:	1,298,690,000 shares	As of Mar. 31, 2024:	1,298,690,000 shares

2) Number of treasury shares

As of Sep. 30, 2024:	134,441,692 shares	As of Mar. 31, 2024:	134,451,510 shares

3) Average number of shares

Six months ended Sep. 30, 2024:	1,164,242,059 shares	Six months ended Sep. 30, 2023:	1,164,232,981 shares

[Notes]
1. This earnings release report is not subject to review procedures by a certified public accountant or audit firm.
2. Forecasts announced by the Company (Nintendo Co., Ltd.) referred to above were prepared based on management's assumptions with information available at this time and therefore involve known and unknown risks and uncertainties such as fluctuation in foreign exchange rates and other changes in the market environment. Please note such risks and uncertainties may cause the actual results (earnings, dividend, and other results) to be materially different from the forecasts.

1. Consolidated Operating Results

Regarding the Nintendo Switch business during the first half (April through September 2024) of this fiscal year, *Paper Mario Thousand-Year Door*, released in May, sold 1.94 million units, *Luigi's Mansion 2 HD*, released in June, sold 1.57 million units, and *The Legend of Zelda: Echoes of Wisdom*, released in September, got off to a good start posting sales of 2.58 million units. In addition, we saw stable sales in titles released through the end of the previous fiscal year, with *Mario Kart 8 Deluxe* selling 2.31 million units (for cumulative sales of 64.27 million units).

As a result of these factors, the total number of million-seller titles during this period reached nine, including titles from other software publishers. Hardware sales totaled 4.72 million units, and software sales totaled 70.28 million units. Hardware and software sales in the first half of last fiscal year were substantially driven by the May 2023 release of *The Legend of Zelda: Tears of the Kingdom*, so compared to then, hardware sales were down 31.0% and software sales were down 27.6% year-on-year.

Turning to our digital business for our dedicated video game platform, digital sales totaled 159.9 billion yen, down 26.5% year-on-year, mainly due to a decrease in sales of Nintendo Switch downloadable versions of packaged software.

In the mobile and IP related business, sales rose significantly in the same period of last fiscal year, thanks to the high level of audience engagement with *The Super Mario Bros. Movie*, which was released in April 2023. For this period, sales came to 31.2 billion yen, down 43.3% year-on-year, due to a decrease in revenue related to the movie.

The end result is that overall sales reached 523.2 billion yen, with sales outside of Japan of 391.0 billion yen accounting for 74.7% of the total. Operating profit came to 121.5 billion yen. Despite foreign exchange losses of 22.4 billion yen, interest income of 30.8 billion yen and other factors resulted in ordinary profit of 147.1 billion yen, and profit attributable to owners of parent of 108.6 billion yen.

2. Consolidated Financial Position

Total assets decreased by 80.0 billion yen compared to the previous fiscal year-end to 3,071.3 billion yen as of September 30, mainly due to a decrease in cash and deposits and securities, despite an increase in inventories. Total liabilities decreased by 14.3 billion yen compared to the previous fiscal year-end to 532.0 billion yen mainly due to a decrease in income taxes payable and other current liabilities, despite an increase in notes and accounts payable-trade. Net assets decreased by 65.6 billion yen compared to the previous fiscal year-end to 2,539.3 billion yen mainly due to a decrease in retained earnings and foreign currency translation adjustment.

3. Consolidated Financial Forecast

Although Nintendo Switch hardware and software unit sales through the first half of the fiscal year were both below our initial expectations, many people continue to play with Nintendo Switch even in its eighth year since launch.

For hardware, by continuing to convey the appeal of Nintendo Switch, we try to not only put one system in every home, but several in every home, or even one for every person. Another objective is to continually release new offerings so more consumers keep playing Nintendo Switch even longer and we can maximize hardware sales. For software, in addition to *Super Mario Party Jamboree*, released in October, we have other titles planned for release, such as *Mario & Luigi: Brothership* (November), and *Donkey Kong Country Returns HD* (January 2025). Other software publishers plan to release a wide variety of titles, and we will strive to invigorate the platform by continually introducing new titles in addition to the existing titles.

We have modified the Nintendo Switch hardware and software sales unit forecasts for the fiscal year. in consideration of the sales trend through the six months ended September 30, 2024, and revised the financial forecast originally published on May 7, 2024. For details, please see "Notice of Full-Year Financial Forecast Modifications" issued today (November 5, 2024).

3. Consolidated Balance Sheets

million yen

Description	As of March 31, 2024	As of September 30, 2024
(Assets)		
Current assets		
Cash and deposits	1,484,350	1,337,234
Notes and accounts receivable-trade	93,608	108,530
Securities	768,355	679,139
Inventories	155,987	264,155
Other	71,092	66,969
Allowance for doubtful accounts	(91)	(122)
Total current assets	**2,573,302**	**2,455,907**
Non-current assets		
Property, plant and equipment	108,518	110,978
Intangible assets	16,405	22,520
Investments and other assets		
Investment securities	290,620	323,280
Other	162,547	158,677
Total investments and other assets	453,168	481,957
Total non-current assets	**578,092**	**615,456**
Total assets	**3,151,394**	**3,071,364**
(Liabilities)		
Current liabilities		
Notes and accounts payable-trade	58,084	129,659
Provisions	4,389	4,879
Income taxes payable	94,596	34,836
Other	322,206	296,437
Total current liabilities	**479,276**	**465,812**
Non-current liabilities		
Provisions	120	51
Retirement benefit liability	23,955	23,381
Other	43,042	42,781
Total non-current liabilities	**67,119**	**66,214**
Total liabilities	**546,396**	**532,026**
(Net assets)		
Shareholders' equity		
Share capital	10,065	10,065
Capital surplus	15,120	15,186
Retained earnings	2,646,967	2,603,110
Treasury shares	(271,033)	(271,014)
Total shareholders' equity	**2,401,119**	**2,357,348**
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	30,415	33,529
Foreign currency translation adjustment	172,226	147,375
Total accumulated other comprehensive income	**202,642**	**180,905**
Non-controlling interests	**1,237**	**1,084**
Total net assets	**2,604,998**	**2,539,337**
Total liabilities and net assets	**3,151,394**	**3,071,364**

4. Consolidated Statements of Income

million yen

Description	Six months ended September 30, 2023	Six months ended September 30, 2024
Net sales	796,237	523,299
Cost of sales	324,204	205,366
Gross profit	**472,033**	**317,932**
Selling, general and administrative expenses	192,123	196,418
Operating profit	**279,910**	**121,513**
Non-operating income		
Interest income	23,456	30,846
Share of profit of entities accounted for using equity method	15,588	12,848
Foreign exchange gains	57,773	-
Other	3,587	4,658
Total non-operating income	100,406	48,354
Non-operating expenses		
Foreign exchange losses	-	22,475
Other	308	292
Total non-operating expenses	308	22,767
Ordinary profit	**380,007**	**147,100**
Extraordinary income		
Gain on sale of non-current assets	3	6
Total extraordinary income	3	6
Extraordinary losses		
Loss on disposal of non-current assets	31	42
Total extraordinary losses	31	42
Profit before income taxes	**379,980**	**147,063**
Total income taxes	108,732	38,393
Profit	**271,247**	**108,670**
Profit (Loss) attributable to non-controlling interests	(51)	11
Profit attributable to owners of parent	**271,298**	**108,658**

5. Consolidated Statements of Comprehensive Income

million yen

Description	Six months ended September 30, 2023	Six months ended September 30, 2024
Profit	**271,247**	**108,670**
Other comprehensive income		
Valuation difference on available-for-sale securities	3,011	3,142
Foreign currency translation adjustment	63,806	(34,532)
Share of other comprehensive income of entities accounted for using equity method	6,308	9,652
Total other comprehensive income	73,126	(21,736)
Comprehensive income	**344,374**	**86,933**
(Comprehensive income attributable to)		
Comprehensive income attributable to owners of parent	344,425	86,922
Comprehensive income attributable to non-controlling interests	(51)	11

6. Notes to Consolidated Financial Statements

(Going Concern Assumption)

There are no applicable items.

(Significant changes in shareholders' equity)

There are no applicable items.

(Application of accounting procedures specific to the preparation of quarterly consolidated financial statements)

(Calculation of tax expenses)

With respect to certain consolidated subsidiaries, corporate income tax amount is calculated by taking the amount of profit before income taxes through the six-month period ended September 30, 2024 multiplied by a reasonably estimated annual effective tax rate with the effects of deferred taxes reflected.

As of the second quarter of the fiscal year ending March 2025, supplementary information previously disclosed in the "Others" section of the Consolidated Financial Highlights has been relocated to the Financial Results Explanatory Material, available on our website.（https://www.nintendo.co.jp/ir/en/events/index.html）