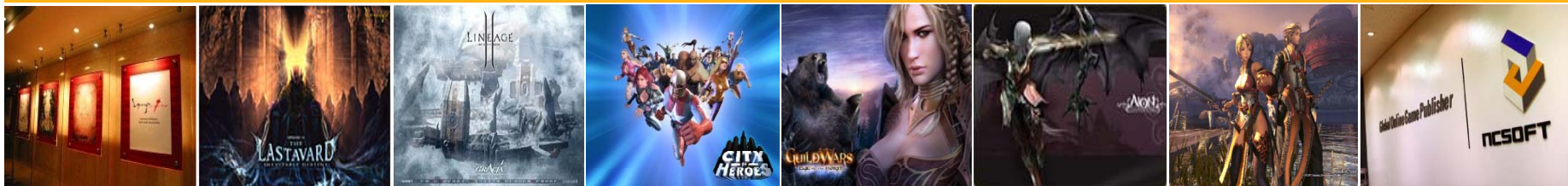


1Q 2009 Earnings Release

May 11, 2009



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■ Disclaimer

The financial results for 1Q of 2009 have been prepared on an un-audited basis, and may be subject to change during independent auditing process.

Some of the information and data in the material have been prepared based on assumptions. There can be no assurance that the assumptions used by NCSOFT are correct and even if they are, that the effect of such assumptions on NCSOFT's business and results of operations will be as projected.

Therefore, NCSOFT will not be responsible for individual investment decisions based solely on this material.

※ Consolidated subsidiaries : NC Interactive(100%), NC Europe(100%), NC Japan(60%), NC Taiwan(85%).

■ Contents

I. Consolidated Earnings

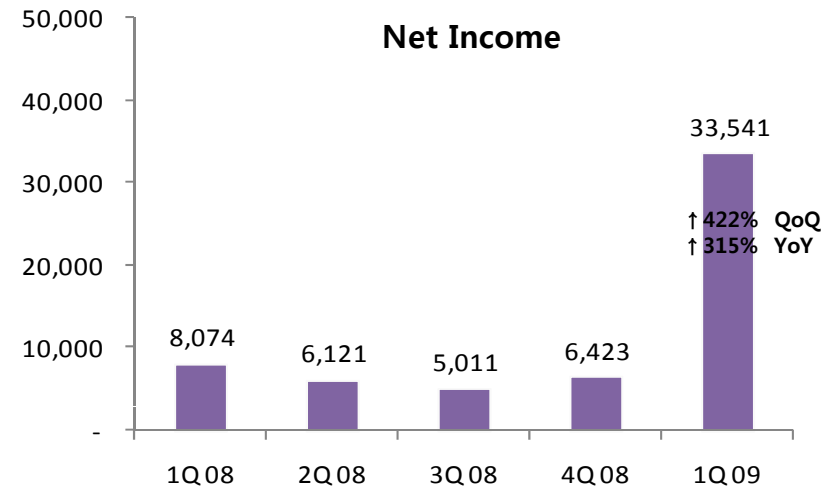
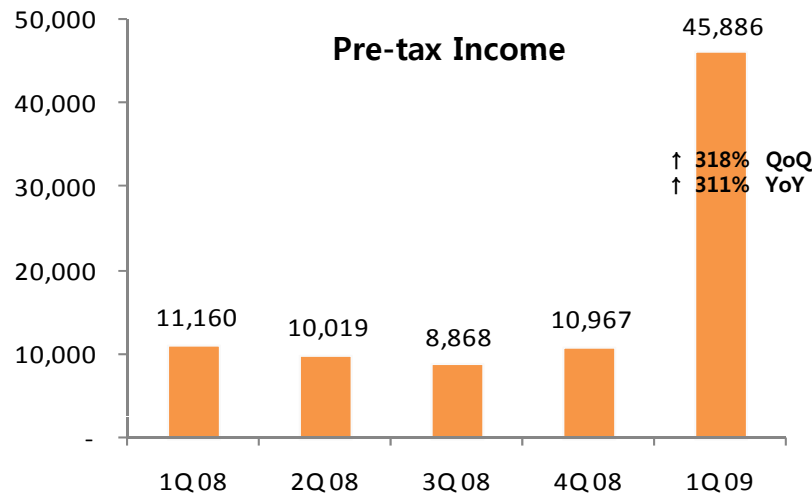
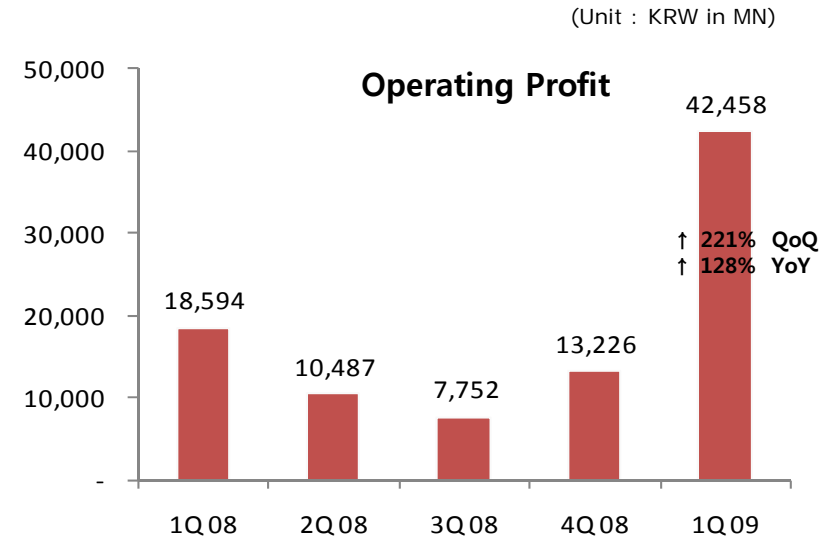
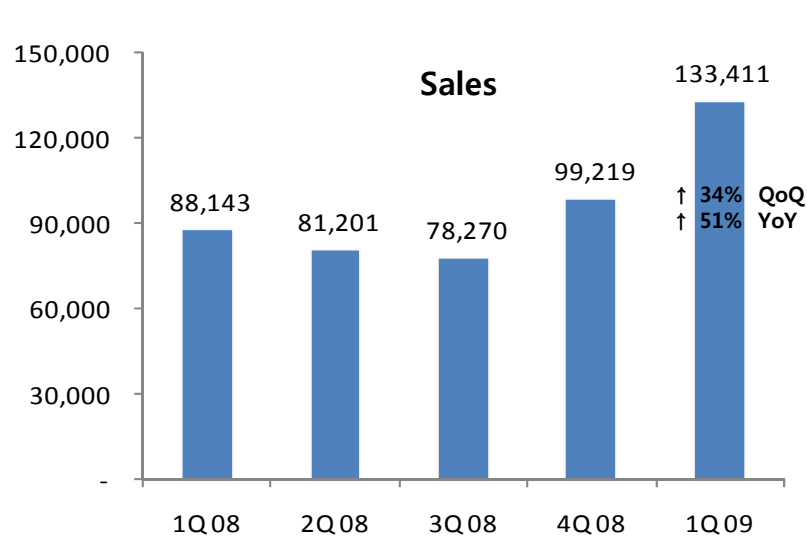
1. Financial highlights
2. Sales Breakdown
3. Costs Breakdown
4. AION

II. Appendix

5. Parent Earnings
6. Summarized Financial Statements

1. Financial Highlights

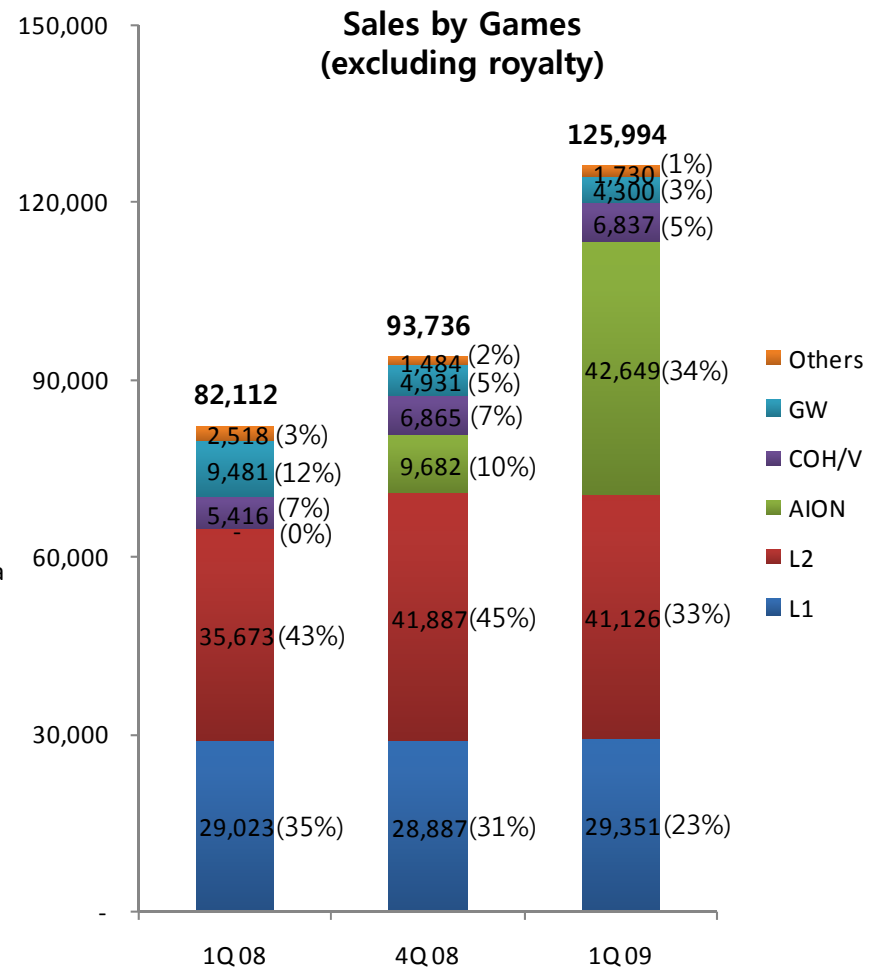
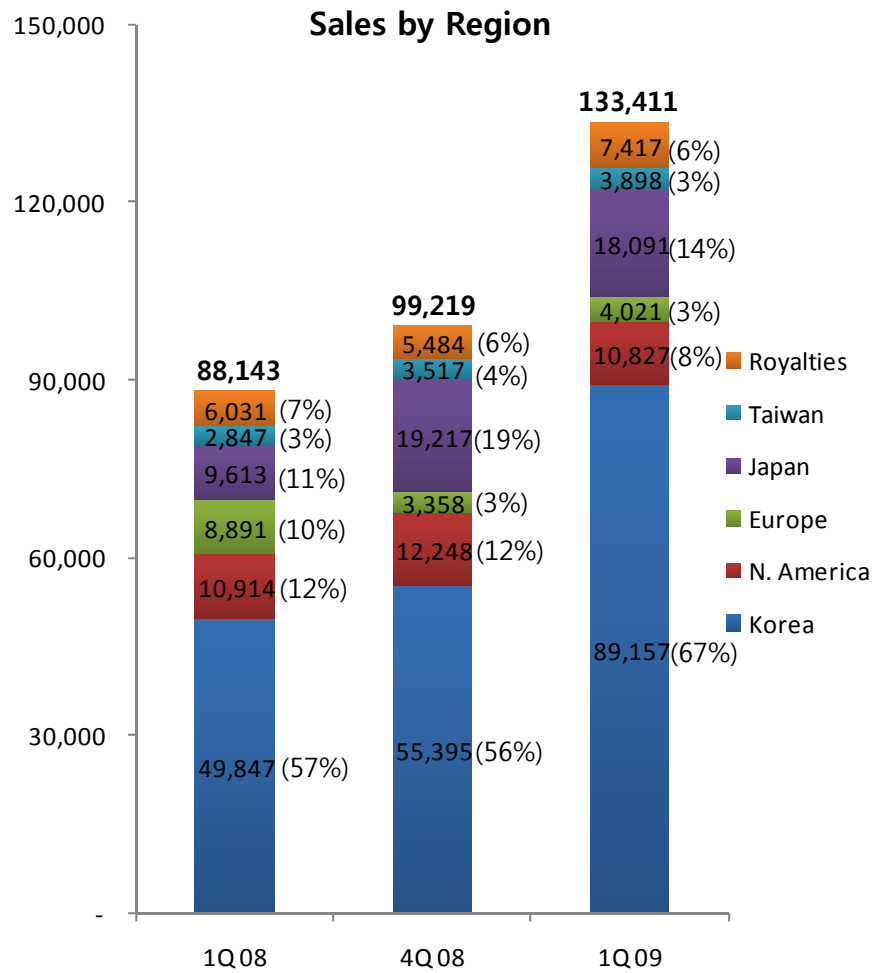
Profit surge resulted from top-line growth by AION and insignificant costs increase



2. Sales Breakdown

AION emerged as a new growth driver thanks to successful launch

(Unit : KRW in MN)



L1 : Lineage 1 COH/V : City of Heroes/Villains

L2 : Lineage 2 GW : Guild Wars

3. Costs Breakdown

Costs slightly increased due to payroll and sales variables costs rise

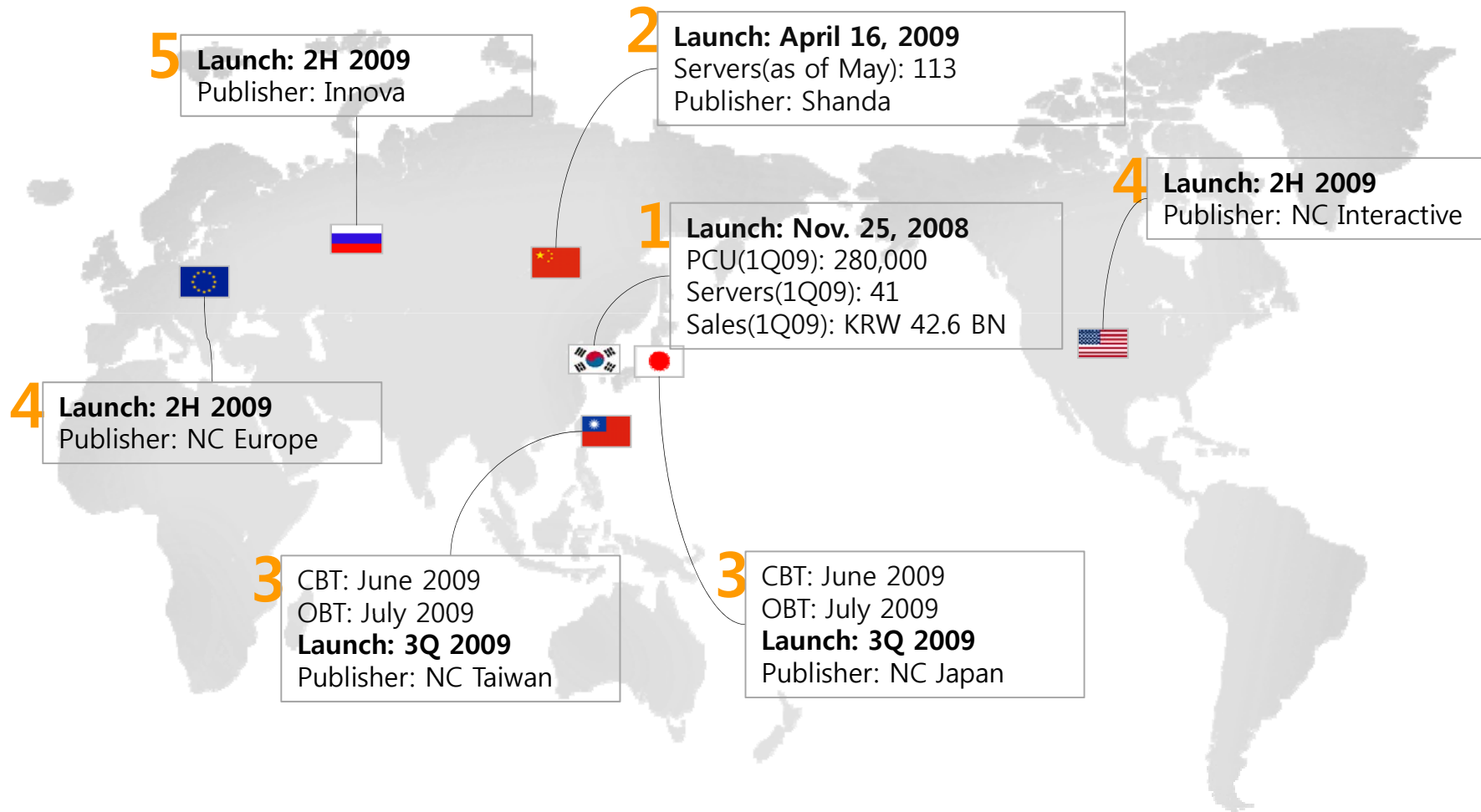
(Unit : KRW in MN)

	1Q 08	2Q 08	3Q 08	4Q 08	1Q 09	QoQ	YoY
Payroll	36,192	37,797	37,576	43,346	48,177	11%	33%
Sales variables costs	10,542	6,755	6,545	8,535	12,768	50%	21%
- Royalties	4,533	1,480	1,147	994	1,611	62%	-64%
- Payment processing fees	2,465	2,737	2,543	3,843	4,405	15%	79%
- Sales commissions	1,530	1,265	1,328	1,636	4,566	179%	198%
- Box production costs	1,235	891	954	980	889	-9%	-28%
- Other variables	779	382	573	1,083	1,297	20%	67%
Advertising	1,521	2,230	2,809	5,226	1,284	-75%	-16%
D&A	4,591	5,135	5,619	6,690	6,245	-7%	36%
- Depreciation	3,669	4,041	4,409	7,405	4,441	-40%	21%
- Amortization	922	1,094	1,210	- 715	1,804	-352%	96%
Others(*)	16,702	18,797	17,968	22,197	22,478	1%	35%
Total	69,550	70,714	70,518	85,994	90,953	6%	31%

* (1Q 09) Others : Bandwidth costs(2,632), Rent(2,661), Wage for outsourced staff(3,556), Outsourced R&D(1,416), etc.

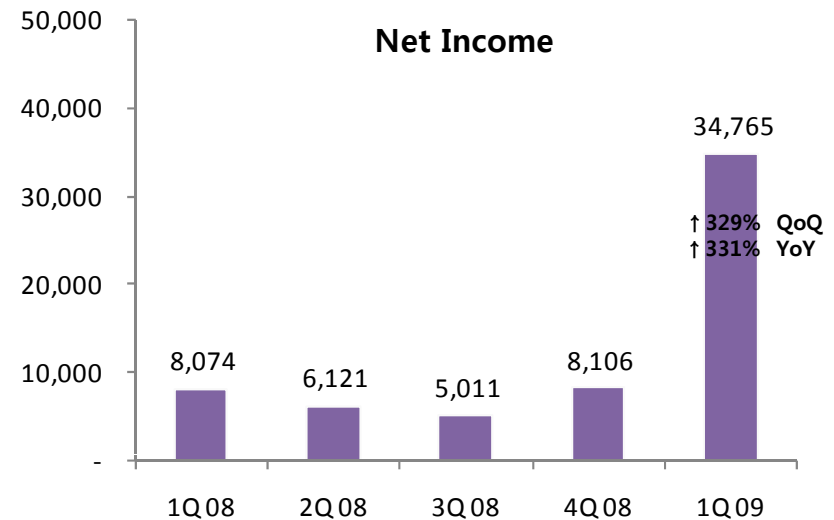
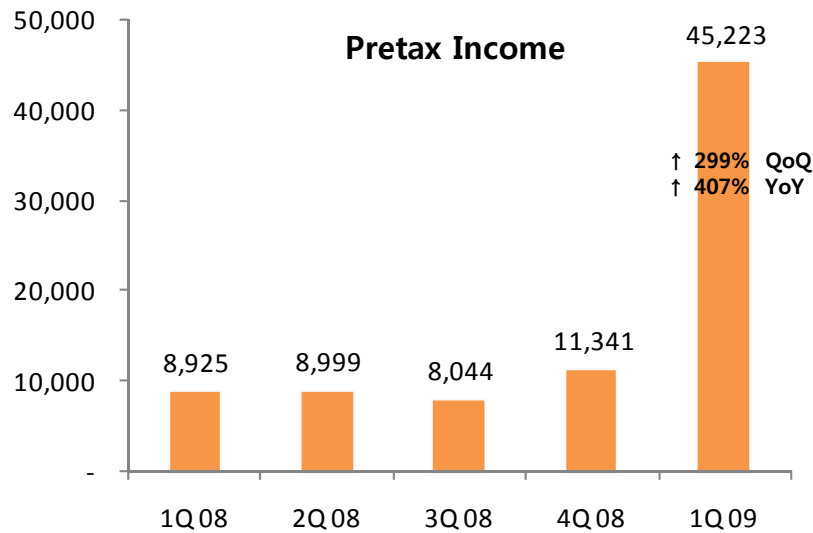
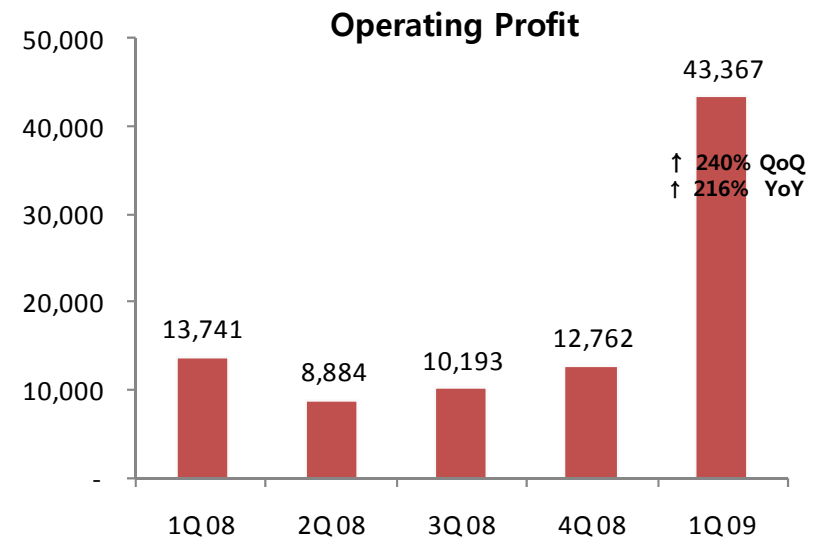
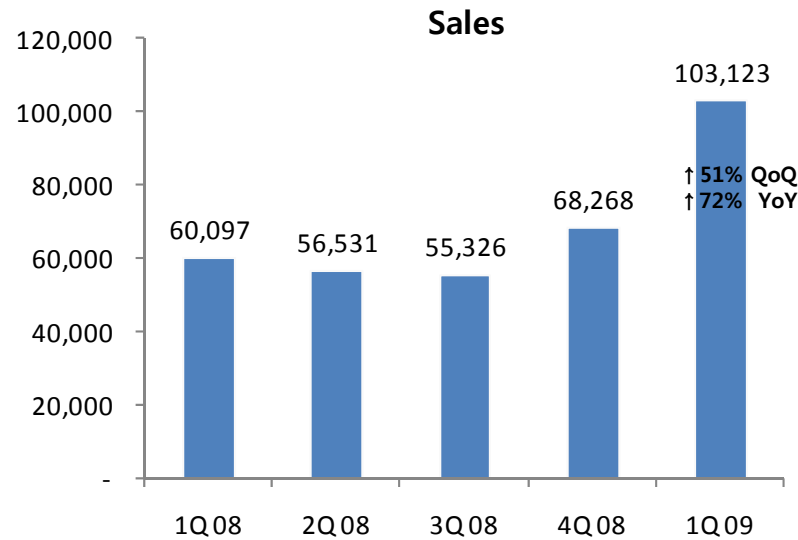
4. AION Global Launching Schedule

Launch expected in Japan & Taiwan by 3Q 2009 and in N. America & Europe by 2H 2009



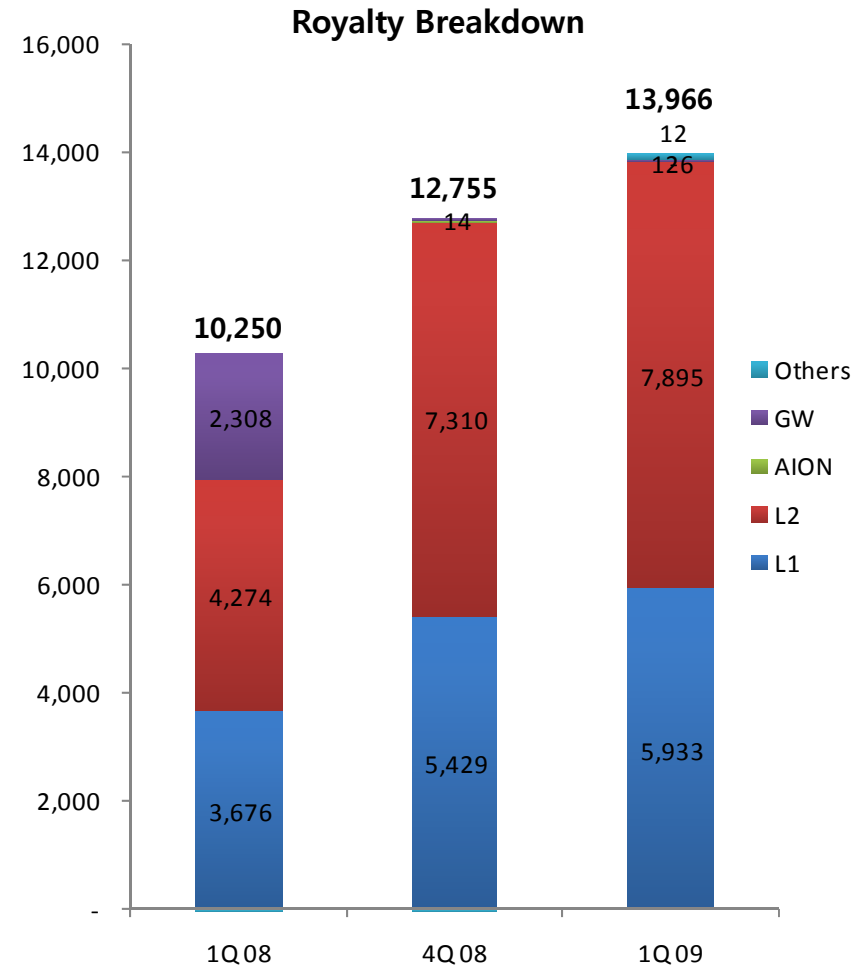
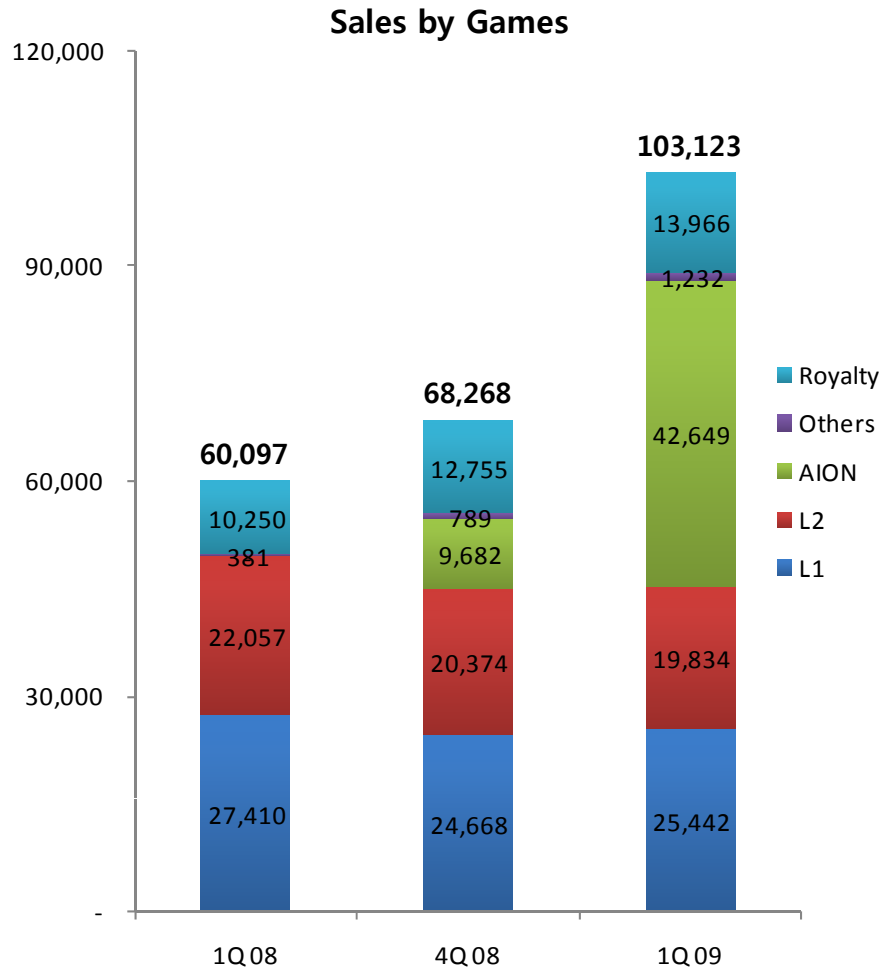
5-1. Financial Highlights (Parent)

(Unit : KRW in MN)



5-2. Sales Breakdown (Parent)

(Unit : KRW in MN)



■ 5-3. Costs Breakdown (Parent)

(Unit : KRW in MN)

	1Q 08	2Q 08	3Q 08	4Q 08	1Q 09	QoQ	YoY
Payroll	28,129	28,566	27,871	31,153	36,401	17%	29%
Sales variables costs	5,205	3,108	3,248	4,477	8,601	92%	65%
- Royalties	1,641	97	77	175	161	-8%	-90%
- Payment processing fees	1,487	1,615	1,550	1,975	2,806	42%	89%
- Sales commissions	1,530	1,265	1,328	1,636	4,566	179%	198%
- Other variables	547	131	293	691	1,069	55%	96%
Advertising	1,074	1,655	1,223	3,958	405	-90%	-62%
D&A	2,255	2,678	2,991	3,336	2,987	-10%	32%
- Depreciation	1,779	2,138	2,452	2,655	2,273	-14%	28%
- Amortization	476	540	539	681	714	5%	50%
Others	9,692	11,641	9,800	12,582	11,361	-10%	17%
Total	46,357	47,648	45,132	55,506	59,756	8%	29%

■ 5-4. Equity Method Gain/Loss (Parent)

(Unit : KRW in MN)

	1Q 08	2Q 08	3Q 08	4Q 08	1Q 09	QoQ	YoY
Domestic Subsidiaries	- 381	- 389	- 149	- 198	- 617	212%	62%
Orion Soft	- 46	- 97	- 25	12	- 76	-730%	63%
J interactive	- 54	- 29	190	- 240	- 66	-73%	22%
Next Play	- 178	- 217	- 274	66	- 321	-585%	81%
Crazy Diamond	- 103	- 47	- 41	- 37	- 154	322%	NA
Overseas Subsidiaries	3,125	- 2,719	- 6,886	- 6,659	- 1,469	-78%	-147%
NC Interactive	2,068	769	- 630	1,416	- 3,242	-329%	-257%
Arenanet	1,131	- 2,499	- 3,170	- 5,598	- 166	-97%	-115%
NC Europe	80	- 1,060	- 2,629	- 3,496	-	-100%	-100%
NC Japan	819	708	317	972	1,017	5%	24%
Ncsoft Japan	- 321	- 22	7	224	123	-45%	-138%
NC China	- 288	- 375	- 336	16	843	5170%	-393%
NCRC	- 237	- 216	- 386	- 182	- 17	-91%	-93%
NC Taiwan	194	155	62	252	69	-73%	-64%
NC True	- 322	- 177	- 121	- 264	- 96	-64%	-70%
Total	2,744	- 3,108	- 7,036	- 6,857	- 2,086	-70%	-176%

■ 5-5. Quarterly Sales by Subsidiaries (Parent)

(Unit : KRW in MN)

	1Q 08	2Q 08	3Q 08	4Q 08	1Q 09	QoQ	YoY
NC Interactive	11,106	10,983	10,299	12,743	10,985	-14%	-1%
Arenanet	4,532	1,479	1,146	975	1,248	28%	-72%
NC Europe	8,891	5,251	4,955	3,358	4,021	20%	-55%
NC Japan	9,633	10,690	9,887	19,350	18,139	-6%	88%
NC Taiwan	2,847	2,899	2,899	3,517	3,898	11%	37%
NC China	956	1,018	1,223	1,900	2,810	48%	194%
NC True	383	447	458	666	690	4%	80%
Total	38,348	32,767	30,867	42,508	41,791	-2%	9%

6-1. Summarized B/S

Consolidated

(Unit : KRW in MN)

	2007	2008	1Q 2009
Current Asset	367,361	311,429	374,062
Quick Assets	364,577	309,407	371,944
Inventories	2,784	2,022	2,118
Non-current Assets	178,643	215,219	221,588
Investment Assets	15,753	16,002	24,227
Property, Plant and Equipment	124,811	162,764	163,643
Intangible Assets	14,873	16,990	16,935
Others	23,205	19,463	16,784
Total Assets	546,003	526,648	595,650
Current Liabilities	89,690	90,013	109,390
Non-current Liabilities	7,122	10,989	13,059
Total Liabilities	96,811	101,002	122,450
Capital Stock	10,237	10,237	10,507
Capital Surplus	148,262	148,475	169,347
Capital Adjustments	(40,847)	(92,852)	(95,005)
Accumulated Other Comprehensive Income	(9,723)	5,048	9,201
Retained Earnings	336,447	344,208	367,785
Minority interest	4,816	10,530	11,366
Total Stockholders Equity	449,192	425,646	473,201
Total Liabilities and Stockholders Equity	546,003	526,648	595,650

Parent

(Unit : KRW in MN)

	2007	2008	1Q 2009
Current Asset	309,248	234,339	306,529
Quick Assets	309,248	234,339	306,529
Inventories	0	0	0
Non-current Assets	193,995	239,491	243,403
Investment Assets	53,824	65,483	70,498
Property, Plant and Equipment	115,922	154,911	154,108
Intangible Assets	4,136	4,990	4,382
Others	20,113	14,106	14,414
Total Assets	503,243	473,830	549,932
Current Liabilities	52,089	48,057	72,783
Non-current Liabilities	6,778	10,195	12,420
Total Liabilities	58,867	58,252	85,203
Capital Stock	10,237	10,237	10,507
Capital Surplus	148,262	148,475	169,347
Capital Adjustments	(40,847)	(92,852)	(95,005)
Accumulated Other Comprehensive Income	(9,723)	5,048	9,201
Retained Earnings	336,447	344,669	370,679
Total Stockholders Equity	444,376	415,578	464,729
Total Liabilities and Stockholders Equity	503,243	473,830	549,932

6-2. Summarized P/L

Consolidated

(Unit : KRW in MN)

	2007	2008	1Q 2009
Sales	329,716	346,834	133,411
Cost of goods sold	72,033	104,448	30,647
Gross profit	257,683	242,386	102,764
Selling & Administrative expense	208,199	192,327	60,306
Operating income	49,484	50,059	42,458
Non-operating income	19,869	22,709	6,719
Non-operating expense	7,250	31,755	3,291
Income before income tax expenses	62,103	41,013	45,886
Income Taxes Expenses	16,160	13,346	11,642
Minority interest	896	2,038	703
Net income	45,047	25,630	33,541

Parent

(Unit : KRW in MN)

	2007	2008	1Q 2009
Sales	222,555	240,222	103,123
Cost of goods sold	31,116	63,493	19,014
Gross profit	191,439	176,730	84,110
Selling & Administrative expense	144,557	131,150	40,743
Operating income	46,881	45,580	43,367
Non-operating income	26,889	27,114	7,585
Non-operating expense	15,442	35,385	5,729
Income before income tax expenses	58,328	37,309	45,223
Income Taxes Expenses	13,281	9,996	10,457
Net income	45,047	27,312	34,765



Thank you