



MEMBERSHIP

October 24, 2012

CONSOLIDATED FINANCIAL HIGHLIGHTS



Nintendo Co., Ltd.
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Japan

Consolidated Results for the Six Months Ended September 2011 and 2012

(1) Consolidated operating results

(Amounts below one million yen are rounded down)

	Net sales		Operating income		Ordinary income		Net income	
	million yen	%	million yen	%	million yen	%	million yen	%
Six months ended September 30, 2012	200,994	(6.8)	(29,159)	-	(47,248)	-	(27,996)	-
Six months ended September 30, 2011	215,738	(40.6)	(57,346)	-	(107,872)	-	(70,273)	-

[Note] Percentages for net sales, operating income etc. show increase (decrease) from the same period of the previous fiscal year.

	Net income per share
	yen
Six months ended September 30, 2012	(218.93)
Six months ended September 30, 2011	(549.53)

(2) Consolidated financial positions

	Total assets	Net assets	Capital adequacy ratio
	million yen	million yen	%
As of September 30, 2012	1,407,448	1,128,990	80.2
As of March 31, 2012	1,368,401	1,191,025	87.0

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, 2012	-	0.00	-	100.00	100.00
Year ending March 31, 2013	-	0.00	-	-	-
Year ending March 31, 2013 (forecast)	-	-	-	100.00	100.00

Consolidated Financial Forecast for the Fiscal Year Ending March 31, 2013

	Net sales		Operating income		Ordinary income		Net income		Net income per share
	million yen	%	million yen	%	million yen	%	million yen	%	yen
Year ending March 31, 2013	810,000	25.1	20,000	-	10,000	-	6,000	-	46.92

[Notes] This forecast is changed from the forecast in the report of "Consolidated Financial Statements" released on Apr. 26, 2012.

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

Others

(1) Changes for important subsidiaries during the six-month period ended September 30, 2012 : Not applicable

(2) Application of peculiar methods for accounting procedures : Applicable

[Notes] Please refer to "3. Other Information: Application of peculiar methods for accounting procedures" at page 3 for details.

(3) Changes in accounting procedures:

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

[Notes] Please refer to "3. Other Information: Changes in accounting procedures" at page 3 for details.

(4) Outstanding shares (common shares)

① Number of shares outstanding (including treasury stock)			
As of Sept. 30, 2012 :	141,669,000 shares	As of March 31, 2012 :	141,669,000 shares
② Number of treasury stock			
As of Sept. 30, 2012 :	13,791,778 shares	As of March 31, 2012 :	13,791,286 shares
③ Average number of shares			
Six months ended		Six months ended	
Sept. 30, 2012 :	127,877,541 shares	Sept. 30, 2011 :	127,878,721 shares

[Notes]

1. This earnings release report is not subject to audit procedures based on the Financial Instruments and Exchange Act. At the time of disclosure of this report, the audit procedures for the financial statements are in progress.

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. Please note such risks and uncertainties may cause the actual results to be materially different from the forecasts (earnings forecast, dividend forecast, and other forecasts). As for the information related to the forecasts, please refer to "Notice of Semi-Annual Financial Forecast Differences with its Results and Full-Year Financial Forecast Modifications" released today, on October 24, 2012.

1. Consolidated Operating Results

Nintendo continues to pursue its basic strategy of “Gaming Population Expansion” by offering compelling products that anyone can enjoy, regardless of age, gender or gaming experience. Based on this strategy, Nintendo has revitalized the gaming market by enhancing the sales of “Nintendo 3DS.”

During the six months ended September 30, 2012, for the “Nintendo 3DS” hardware, “Nintendo 3DS XL,” with screens approximately 1.9 times larger than those of “Nintendo 3DS,” was launched as a new size variation of “Nintendo 3DS” in Japan and Europe in July, and in the U. S. in August. As a result, the worldwide hardware sales of the “Nintendo 3DS” series were 5.06 million units. As for the “Nintendo 3DS” software, a side-scrolling 2D action title, “New Super Mario Bros. 2,” with which people can easily enjoy because of its simple play style, was released in both packaged and downloadable formats, and marked a total of over three million units in sales. In addition, Nintendo’s evergreen titles, such as “SUPER MARIO 3D LAND” and “Mario Kart 7” released last fiscal year, kept selling well, and there were some hit software titles from the third-party developers. With significant contributions from these titles, the “Nintendo 3DS” software sales were 19.03 million units.

Regarding the “Nintendo DS” series (DS, DS Lite, DSi and DSi XL), the latest title from the Pokémon series, “Pokémon Black Version 2/Pokémon White Version 2,” released in Japan in June, and in the U.S. and Europe in October, reached a total of 4.26 million units in sales. However, the worldwide sales of “Nintendo DS” series hardware and software only reached 0.98 and 17.3 million units respectively due to an accelerated generational change to “Nintendo 3DS” in the handheld device segment.

With respect to the “Wii” system, although “Mario Party 9,” the latest title in the Mario Party series, sold over one million units, the “Wii” hardware and software sales were 1.32 and 23.74 million units respectively, mainly due to few new title releases.

Affected by the appreciation of the yen and the above results, among other factors, net sales were 200.9 billion yen (of which overseas sales were 127.1 billion yen or 63.3% of the total sales). Due to factors such as the case that the “Wii U” hardware, which started to be manufactured in this September quarter, will have a negative impact on Nintendo’s profits, the operating loss was 29.1 billion yen. In addition, as a result of exchange losses totaling 23.2 billion yen, ordinary loss was 47.2 billion yen and net loss was 27.9 billion yen.

2. Consolidated Financial Forecast

The financial forecast announced on April 26, 2012 has been revised.

Please refer to "Notice of Semi-Annual Financial Forecast Differences with its Results and Full-Year Financial Forecast Modifications" released today, on October 24, 2012, for details.

3. Other Information

Application of peculiar methods for accounting procedures

With respect to certain consolidated subsidiaries, corporate income tax amount is calculated by taking the amount of income before income taxes through the six-month period ended September 30, 2012 multiplied by reasonably estimated annual effective tax rate with the effects of deferred taxes reflected.

Changes in accounting procedures

Following the revision of the Corporation Tax Act, Nintendo and its domestic consolidated subsidiaries have computed depreciation by the method on the basis of the revised Corporation Tax Act over property, plant and equipment acquired on or after April 1, 2012 since the three-month period ended June 30, 2012.

Its impact is immaterial on operating loss, ordinary loss and loss before income taxes and minority interests.

4. Consolidated Balance Sheets

million yen

Description	As of Mar. 31, 2012	As of Sept. 30, 2012
(Assets)		
Current assets		
Cash and deposits	462,021	478,153
Notes and accounts receivable-trade	43,378	45,732
Short-term investment securities	496,301	402,446
Inventories	78,446	117,176
Other	62,788	136,760
Allowance for doubtful accounts	(2,149)	(362)
Total current assets	1,140,786	1,179,906
Noncurrent assets		
Property, plant and equipment	87,856	83,892
Intangible assets	7,706	8,193
Investments and other assets	132,052	135,455
Total noncurrent assets	227,615	227,541
Total assets	1,368,401	1,407,448
(Liabilities)		
Current liabilities		
Notes and accounts payable-trade	86,700	173,630
Income taxes payable	1,008	744
Provision	2,565	2,364
Other	65,164	80,709
Total current liabilities	155,438	257,449
Noncurrent liabilities		
Provision	14,444	13,721
Other	7,493	7,286
Total noncurrent liabilities	21,937	21,008
Total liabilities	177,376	278,458
(Net assets)		
Shareholders' equity		
Capital stock	10,065	10,065
Capital surplus	11,734	11,734
Retained earnings	1,419,784	1,378,999
Treasury stock	(156,682)	(156,687)
Total shareholders' equity	1,284,901	1,244,112
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	1,570	(466)
Foreign currency translation adjustment	(95,528)	(114,810)
Total accumulated other comprehensive income	(93,957)	(115,277)
Minority interests	81	154
Total net assets	1,191,025	1,128,990
Total liabilities and net assets	1,368,401	1,407,448

5. Consolidated Statements of Income

million yen

Description	Six months ended Sept. 30, 2011	Six months ended Sept. 30, 2012
Net sales	215,738	200,994
Cost of sales	183,721	156,648
Gross profit	32,016	44,346
Selling, general and administrative expenses	89,363	73,506
Operating income (loss)	(57,346)	(29,159)
Non-operating income		
Interest income	3,870	2,926
Equity in earnings of affiliates	271	1,626
Other	698	840
Total non-operating income	4,840	5,392
Non-operating expenses		
Sales discounts	148	202
Foreign exchange losses	52,433	23,273
Other	2,784	5
Total non-operating expenses	55,366	23,481
Ordinary income (loss)	(107,872)	(47,248)
Extraordinary income		
Gain on sales of noncurrent assets	50	-
Total extraordinary income	50	-
Extraordinary loss		
Loss on disposal of noncurrent assets	62	23
Total extraordinary loss	62	23
Income (loss) before income taxes and minority interests	(107,884)	(47,271)
Total income taxes	(37,593)	(19,330)
Income (loss) before minority interests	(70,290)	(27,941)
Minority interests in income (loss)	(17)	55
Net income (loss)	(70,273)	(27,996)

6. Consolidated Statements of Comprehensive Income

million yen

Description	Six months ended Sept. 30, 2011	Six months ended Sept. 30, 2012
Income (loss) before minority interests	(70,290)	(27,941)
Other comprehensive income		
Valuation difference on available-for-sale securities	(1,199)	(2,038)
Foreign currency translation adjustment	(28,670)	(19,285)
Share of other comprehensive income of associates accounted for using equity method	(0)	0
Total other comprehensive income	(29,870)	(21,323)
Comprehensive income	(100,160)	(49,264)
(Comprehensive income attributable to)		
Comprehensive income attributable to owners of the parent	(100,143)	(49,316)
Comprehensive income attributable to minority interests	(17)	52

7. Others

(1) Consolidated sales information

million yen

Category		Six months ended Sept. 30, 2011	Six months ended Sept. 30, 2012
Electronic entertainment products	Hardware	125,507	104,746
	Software	89,582	95,602
	Total electronic entertainment products	215,089	200,349
Other	Playing cards, Karuta, etc.	648	645
Total		215,738	200,994

(2) Geographical sales breakdown

million yen

		Japan	The Americas	Europe	Other	Total
Six months ended September 30, 2012	Net sales	73,831	66,266	52,731	8,165	200,994
	Component ratio	36.7%	33.0%	26.2%	4.1%	100.0%
Six months ended September 30, 2011	Net sales	44,918	73,899	80,508	16,412	215,738
	Component ratio	20.8%	34.3%	37.3%	7.6%	100.0%

(3) Other consolidated information

million yen

		Six months ended September 30, 2011	Six months ended September 30, 2012	Year ending March 31, 2013 (Forecast)
Depreciation of property, plant and equipment		4,414	5,174	12,000
Research and development expenses		26,009	25,301	55,000
Advertising expenses		34,574	21,010	80,000
Average exchange rates	1 USD =	79.82 yen	79.41 yen	79.71 yen
	1 Euro =	113.79 yen	100.64 yen	100.32 yen

Consolidated net sales in U.S. dollars	0.8 billion	0.7 billion	-
Consolidated net sales in Euros	0.7 billion	0.5 billion	-
Non-consolidated purchases in U.S. dollars	1.3 billion	1.3 billion	-

(4) Balance of major assets and liabilities in foreign currencies influenced by exchange rate fluctuations (non-consolidated)

million U.S. dollars/euros

		As of Mar. 31, 2012		As of Sept. 30, 2012		As of Mar. 31, 2013
		Balance	Exchange rate	Balance	Exchange rate	Estimated exchange rate
USD	Cash and deposits	1,226	1 USD = 82.19 yen	1,891	1 USD = 77.60 yen	1 USD = 80.00 yen
	Accounts receivable-trade	295		694		
	Accounts payable-trade	312		941		
Euro	Cash and deposits	1,576	1 Euro = 109.80 yen	1,232	1 Euro = 100.24 yen	1 Euro = 100.00 yen
	Accounts receivable-trade	262		357		

(5) Consolidated sales units, number of new titles, and sales units forecast

			Actual		Sales Units in Ten Thousands Number of New Titles Released	
			Apr. - Sept. '11	Apr. - Sept. '12	Life-to-date Sept. '12	Forecast Apr. '12-Mar. '13
Nintendo DS	Hardware	Japan	16	1	3,299	
		The Americas	105	79	5,854	
		Other	137	19	6,097	
		Total	258	98	15,250	250
	Software	Japan	339	367	21,058	
		The Americas	1,605	842	38,218	
		Other	955	522	32,485	
		Total	2,899	1,730	91,761	3,700
	New titles	Japan	36	11	1,839	
		The Americas	85	29	1,700	
Other		78	41	2,057		
Nintendo 3DS	Hardware	Japan	107	209	794	
		The Americas	81	139	738	
		Other	119	158	688	
		Total	307	506	2,219	1,750
	of which Nintendo 3DS XL Hardware	Japan	-	82	82	
		The Americas	-	55	55	
		Other	-	73	73	
		Total	-	210	210	
	Software	Japan	183	706	2,037	
		The Americas	325	675	2,334	
Other		305	522	2,075		
Total		813	1,903	6,445	7,000	
New titles	Japan	33	53	166		
	The Americas	35	40	146		
	Other	29	48	157		
Wii	Hardware	Japan	32	19	1,264	
		The Americas	126	41	4,612	
		Other	177	73	3,842	
		Total	335	132	9,718	500
	Software	Japan	337	259	7,211	
		The Americas	1,828	1,156	46,175	
		Other	1,479	959	30,834	
		Total	3,645	2,374	84,220	5,050
	New titles	Japan	15	6	453	
		The Americas	64	31	1,206	
Other		60	36	1,193		
Wii U	Hardware	-	-	-	550	
	Software	-	-	-	2,400	

[Notes]

- 1 Nintendo DS means Nintendo DS, Nintendo DS Lite, Nintendo DSi and Nintendo DSi XL.
- 2 Software sales units and the number of new titles for Nintendo DS do not include those of Nintendo DSiWare.
- 3 Software sales units and the number of new titles for Nintendo 3DS are those of Nintendo 3DS Game Card (packaged and downloadable versions).
- 4 Software sales units and the number of new titles for Wii do not include those of Virtual Console and WiiWare.
- 5 Forecasted Wii U software sales units are those of packaged and downloadable versions.
- 6 Actual software sales units of each platform include the quantity bundled with hardware.
- 7 While forecasted software sales units include the quantity bundled with hardware for six months ended September 30, 2012, they do not include the quantity to be bundled with hardware on and after October 1, 2012.
- 8 "New titles - Other" sections count the number of new titles released only in Europe on and after April 1, 2012.