

Outline of consolidated financial results for the fiscal year ended March 31, 2017 and consolidated earnings forecast for the fiscal year ending March 31, 2018.

This outline is based on the documents "Earnings Release," "Supplementary Information about Earnings Release," "Notice of Accounting of Non-Operating Expenses (Foreign Exchange Losses)," "Notice of Full-Year Financial Forecast Differences with its Results," and "Notice of Dividend" for the fiscal year ended March 31, 2017.

1. Briefing of consolidated financial results for the fiscal year ended March 31, 2017 (year on year)

- Consolidated statement of Income for the full year

	Previous Fiscal Year	This Fiscal Year	Comparison
Net Sales	504.4 billion yen	489.0 billion yen	-15.3 billion yen
Gross Profit	220.9 billion yen	198.8 billion yen	-22.0 billion yen
(Gross Profit Ratio)	(43.8%)	(40.7%)	
Operating Profit	32.8 billion yen	29.3 billion yen	-3.5 billion yen
(Operating Profit Ratio)	(6.5%)	(6.0%)	
Ordinary Profit	28.7 billion yen	50.3 billion yen	21.5 billion yen
(Ordinary Profit Ratio)	(5.7%)	(10.3%)	
Profit Attributable to Owners of Parent	16.5 billion yen	102.5 billion yen	86.0 billion yen
(Profit Attributable to Owners of Parent Ratio)	(3.3%)	(21.0%)	

(Net sales)

Nintendo's new home console-type video game system, Nintendo Switch, launched worldwide on March 3 and is off to a promising start. In particular, *The Legend of Zelda: Breath of the Wild* has won immense popularity with recorded sales of 2.76 million units and *1-2-Switch* has been generating buzz. Both of these games were released at the same time as the hardware. The sales volume for hardware and software during this period reached 2.74 million units and 5.46 million units respectively.

Sales volume for the Nintendo 3DS software also grew favorably. In addition to *Pokémon Sun and Pokémon Moon*, which released worldwide in November and generated a tremendous amount of

buzz with recorded sales of 15.44 million units, *Super Mario Maker for Nintendo 3DS* sold 2.34 million units and *Kirby: Planet Robobot* sold 1.36 million units. Previously released software in the Pokémon series saw an increase in sales and drove the Nintendo 3DS family hardware sales growth outside of Japan. The worldwide sales volume for the Nintendo 3DS hardware this period was 7.27 million units, a 7% increase on a year-on-year basis, while the Nintendo 3DS software sales volume reached 55.08 million units, a 14% increase on a year-on-year basis.

On the smart device front, we released *Super Mario Run*, a new action game application featuring Mario, in December for the iOS and March for the Android. This title elicited a fantastic response from consumers worldwide. Furthermore, we released *Fire Emblem Heroes*, a full-fledged simulation RPG game application that can be enjoyed casually on smart devices, in February. The game is being enjoyed by both long-time fans of the Fire Emblem series and consumers who have never played the series on dedicated video game systems.

For the Wii U, though *The Legend of Zelda: Breath of the Wild* released worldwide in March and reached sales of 1.08 million units, the Wii U hardware and software sales volume during this period decreased greatly when compared to the same period of the previous fiscal year. A decrease in download and amiibo sales and the appreciation of the yen lead to an overall reduction in net sales compared to the same period of the previous fiscal year.

(Operating profit)

Operating profit was down 10.7% compared to the same period of the previous fiscal year because of the reduction in gross profit of 22.0 billion yen compared to the same period of the previous fiscal year caused by the drop in net sales.

(Ordinary profit)

Ordinary profit increased 74.9% compared to the same period of the previous fiscal year due to the inclusion of our 20.2 billion yen share of profit of entities accounted for using the equity method related to The Pokémon Company and other investments.

(Profit Attributable to Owners of Parent)

Profit attributable to owners of parent increased 521.5% mainly due to the sale of part of our equity in the company that manages the Seattle Mariners Major League Baseball team, which led to a recorded gain on sales of investment securities totaling 64.5 billion yen as extraordinary income.

- Yearly Dividends for This Fiscal Year

According to our dividend policy, the annual dividend per share for this fiscal year will be 430 yen.

2. Modifications to the consolidated financial forecast for the fiscal year ending March 31, 2018

The consolidated financial forecast for the full fiscal year ending March 31, 2018 is as follows.

● Consolidated Financial Forecast

Net Sales	750.0 billion yen
Operating Profit	65.0 billion yen
Ordinary Profit	60.0 billion yen
Profit Attributable to Owners of Parent	45.0 billion yen

Assumed exchange rates are 105 yen per US dollar and 115 yen per euro.

● Consolidated Unit Sales Forecast

Nintendo Switch Hardware	10.0 million units
Nintendo Switch Software	35.0 million units
Nintendo 3DS Hardware	6.0 million units
Nintendo 3DS Software	40.0 million units
Wii U Software	3.0 million units

※ Forecasted software sales units do not include the quantity bundled with hardware.

※ See page 15 of the "Earnings Release for the fiscal year ended March 31, 2017" for more information about the forecast above.

In the dedicated video game business this year we will sustain the Nintendo Switch momentum and grow its installed base while simultaneously maintaining momentum for Nintendo 3DS from the previous fiscal year and utilizing its large installed base in our business.

In our smart-device business, we will endeavor to expand the business by making use of the experience we have gained so far to provide new game applications, while also focusing on continued operations for our released applications so that consumers can enjoy playing them for a long time.

With these efforts we hope to establish a reliable new flow for Nintendo's business.

If we achieve the financial results we are currently forecasting, we forecast that the annual dividend per share will be 190 yen.

Forecasts referred to above are based upon management's assumptions with information available at the time the announcement was made and, therefore, involve known and unknown risks and uncertainties. Please note that such risks and uncertainties may cause actual results to be materially different from the forecasts (earnings forecast, dividend forecast and other forecasts).