



MEMBERSHIP

August 2, 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 Three Months Ended June 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	%
Three months ended June 30, 2024	246,638	(46.5)	54,510	(70.6)	113,469	(55.3)	80,954	(55.3)
Three months ended June 30, 2023	461,341	50.0	185,441	82.4	253,766	52.2	181,019	52.1

[Notes]

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

Comprehensive income: Three months ended June 30, 2024: 135,446 million yen [(43.0)%] Three months ended June 30, 2023: 237,507 million yen [30.2%]

	Profit per share	Diluted profit per share
	yen	yen
Three months ended June 30, 2024	69.53	-
Three months ended June 30, 2023	155.48	-

(2) Consolidated financial positions

	Total assets	Net assets	Capital adequacy ratio
	million yen	million yen	%
As of June 30, 2024	3,180,510	2,587,929	81.3
As of March 31, 2024	3,151,394	2,604,998	82.6

[Reference]

Shareholders equity : As of June 30, 2024: 2,586,683 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	-				
Year ending March 31, 2025 (forecast)		-	-	-	129.00

[Notes]

Revisions to previously announced dividend forecast: Not applicable

Dividends are paid twice a year after the end of the second quarter and at the fiscal year-end based on profit levels achieved in each fiscal year as our basic policy. As for the dividend forecast for the fiscal year ending March 31, 2025, only the annual dividend is described because the financial forecast for the year is prepared only on a full fiscal year basis and the dividend cannot be separately forecasted between the interim and the fiscal year-end.

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	1,350,000	(19.3)	400,000	(24.4)	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: Not applicable

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 Jun. 30, 2024: | 1,298,690,000 shares | As of Mar. 31, 2024: | 1,298,690,000 shares |
| 2) Number of treasury shares | | | |
| As of Jun. 30, 2024: | 134,451,580 shares | As of Mar. 31, 2024: | 134,451,510 shares |
| 3) Average number of shares | | | |
| Three months ended | | Three months ended | |
| Jun. 30, 2024: | 1,164,238,449 shares | Jun. 30, 2023: | 1,164,229,290 shares |

[Notes]

1. Review of the Japanese-language originals of the attached consolidated quarterly financial statements by certified public accountants or an audit firm: Yes (voluntary)
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 quarter (April through June 2024) of this fiscal year, *Paper Mario: The Thousand-Year Door* (released in May) and *Luigi's Mansion 2 HD* (released in June) got off to a good start posting sales of 1.76 million units and 1.19 million units respectively.

The total number of million-seller titles during this period reached three, including titles from other software publishers. Hardware sales totaled 2.10 million units, and software sales totaled 30.64 million units. Hardware and software sales in the first quarter 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 46.3% and software sales were down 41.3% year-on-year.

Turning to our digital business for our dedicated video game platform, digital sales totaled 80.7 billion yen, down 32.6% year-on-year, mainly due to a decrease in the 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 14.7 billion yen, down 53.8% year-on-year, due to a decrease in the revenue related to the movie.

The end result is that overall sales reached 246.6 billion yen with sales outside of Japan of 183.1 billion yen accounting for 74.2% of the total, and operating profit was 54.5 billion yen. Income such as foreign exchange gains of 30.6 billion yen helped bring ordinary profit to 113.4 billion yen and profit attributable to owners of parent to 80.9 billion yen.

2. Consolidated Financial Position

Total assets increased by 29.1 billion yen compared to the previous fiscal year-end to 3,180.5 billion yen as of June 30, 2024, mainly due to an increase in inventories and other current assets, despite a decrease in securities. Total liabilities increased by 46.1 billion yen compared to the previous fiscal year-end to 592.5 billion yen mainly due to an increase in notes and accounts payable - trade, and other current liabilities, despite a decrease in income taxes payable. Net assets decreased by 17.0 billion yen compared to the previous fiscal year-end to 2,587.9 billion yen mainly due to a decrease in retained earnings.

3. Consolidated Financial Forecast

There are no changes to the original financial forecast for this fiscal year that was published on May 7, 2024.

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 *Nintendo World Championships: NES Edition*, which was released in July, we have other titles planned for release, such as *Emio – The Smiling Man: Famicom Detective Club* (August) and *The Legend of Zelda: Echoes of Wisdom* (September). Other software publishers also 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.

Consolidated Balance Sheets

million yen

Description	As of March 31, 2024	As of June 30, 2024
(Assets)		
Current assets		
Cash and deposits	1,484,350	1,489,330
Notes and accounts receivable-trade	93,608	76,610
Securities	768,355	673,799
Inventories	155,987	212,879
Other	71,092	122,215
Allowance for doubtful accounts	(91)	(121)
Total current assets	2,573,302	2,574,713
Non-current assets		
Property, plant and equipment	108,518	111,788
Intangible assets	16,405	21,764
Investments and other assets	453,168	472,243
Total non-current assets	578,092	605,796
Total assets	3,151,394	3,180,510
(Liabilities)		
Current liabilities		
Notes and accounts payable-trade	58,084	126,217
Provisions	4,389	1,752
Income taxes payable	94,596	33,035
Other	322,206	363,275
Total current liabilities	479,276	524,279
Non-current liabilities		
Provisions	120	51
Retirement benefit liability	23,955	25,470
Other	43,042	42,777
Total non-current liabilities	67,119	68,300
Total liabilities	546,396	592,580
(Net assets)		
Shareholders' equity		
Share capital	10,065	10,065
Capital surplus	15,120	15,120
Retained earnings	2,646,967	2,575,406
Treasury shares	(271,033)	(271,033)
Total shareholders' equity	2,401,119	2,329,558
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	30,415	35,863
Foreign currency translation adjustment	172,226	221,261
Total accumulated other comprehensive income	202,642	257,124
Non-controlling interests	1,237	1,246
Total net assets	2,604,998	2,587,929
Total liabilities and net assets	3,151,394	3,180,510

Consolidated Statements of Income

million yen

Description	Three months ended June 30, 2023	Three months ended June 30, 2024
Net sales	461,341	246,638
Cost of sales	180,242	94,178
Gross profit	281,098	152,460
Selling, general and administrative expenses	95,656	97,950
Operating profit	185,441	54,510
Non-operating income		
Interest income	10,779	16,132
Foreign exchange gains	47,202	30,644
Other	10,455	12,344
Total non-operating income	68,437	59,122
Non-operating expenses		
Interest expenses	32	50
Loss on sale of investment securities	0	69
Other	79	42
Total non-operating expenses	111	162
Ordinary profit	253,766	113,469
Extraordinary income		
Gain on sale of non-current assets	0	4
Total extraordinary income	0	4
Extraordinary losses		
Loss on disposal of non-current assets	13	19
Total extraordinary losses	13	19
Profit before income taxes	253,753	113,454
Total income taxes	72,765	32,490
Profit	180,987	80,964
Profit (Loss) attributable to non-controlling interests	(31)	9
Profit attributable to owners of parent	181,019	80,954

Consolidated Statements of Comprehensive Income

million yen

Description	Three months ended June 30, 2023	Three months ended June 30, 2024
Profit	180,987	80,964
Other comprehensive income		
Valuation difference on available-for-sale securities	7,810	5,437
Foreign currency translation adjustment	48,337	44,104
Share of other comprehensive income of entities accounted for using equity method	372	4,940
Total other comprehensive income	56,520	54,482
Comprehensive income	237,507	135,446
(Comprehensive income attributable to)		
Comprehensive income attributable to owners of parent	237,539	135,437
Comprehensive income attributable to non-controlling interests	(31)	9

Notes to Consolidated Financial Statements

(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 three-month period ended June 30, 2024 multiplied by a reasonably estimated annual effective tax rate with the effects of deferred taxes reflected.

(Segment information, etc.)

Segment information is omitted as Nintendo (the Company and its consolidated subsidiaries) operates as a single business segment.

(Significant changes in shareholders' equity)

There are no applicable items.

(Going Concern Assumption)

There are no applicable items.

(Notes to quarterly consolidated statements of cash flows)

The Company has not prepared a quarterly statement of cash flows for the three months ended June 30, 2024. Depreciation including amortization related to intangible fixed assets and goodwill for the three months ended June 30, 2024 is as follows.

	million yen	
	Previous fiscal year (From April 1, 2023 to June 30, 2023)	Current fiscal year (From April 1, 2024 to June 30, 2024)
Depreciation and amortization	7,015	3,297

As of the first 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>)