

Consolidated Statements of Income (K-IFRS)

(Unit: KRW Million)	1Q16	2Q16	3Q16	4Q16	2016	1Q17	2Q17	3Q17	4Q17	2017	1Q18	2Q18	2018
Sales Revenues	242,483	376,519	391,391	453,839	1,464,233	443,787	468,443	515,413	544,685	1,972,326	555,421	588,933	1,144,355
Advertising	129,385	136,203	126,925	141,482	533,995	133,302	151,398	151,491	159,539	595,729	154,644	166,381	321,025
% of mobile ad	45%	46%	50%	52%	48%	53%	54%	58%	56%	61%	61%	61%	61%
Content	91,588	190,405	198,365	221,521	701,879	223,694	234,394	261,495	265,891	985,474	285,613	302,768	588,381
Game	70,315	78,293	73,186	78,461	320,255	80,288	78,653	93,947	89,149	342,037	105,591	111,638	217,229
Music	3,378	90,501	95,519	106,940	296,338	110,324	117,089	122,067	129,600	478,540	126,269	130,461	256,730
Web literature and Emoticon	17,895	21,611	24,385	21,395	85,286	33,081	38,653	45,481	47,681	164,896	53,753	60,669	114,421
Others	21,509	49,911	66,101	90,836	228,358	86,791	82,651	102,427	119,255	391,123	115,165	119,784	234,949
Operating Expenses	221,394	349,900	361,136	415,668	1,348,098	405,453	423,804	468,047	509,643	1,806,947	545,020	561,343	1,106,363
Labor costs	62,282	75,734	76,716	83,776	298,507	84,808	88,064	84,668	102,602	360,141	109,973	107,933	217,906
Fringe benefits	10,448	16,001	12,566	15,085	54,099	12,757	12,992	13,499	13,447	52,695	15,258	15,890	31,148
Depreciation	13,005	14,460	14,317	14,412	56,195	14,816	14,919	15,338	15,659	60,733	15,985	16,268	32,253
Rental fees	5,340	7,408	8,059	8,467	29,274	8,751	8,886	9,242	9,236	36,115	10,210	11,069	21,279
Commissions	64,923	142,980	146,618	161,997	516,517	160,386	178,765	189,755	201,456	730,363	210,281	223,014	433,295
Advertising	7,709	15,967	23,936	36,141	83,753	24,959	21,929	33,460	36,105	116,453	47,941	45,311	93,252
Bad debt expenses	814	-1,332	-1,823	1,182	-1,159	141	45	-144	1,112	1,154	877	926	1,803
Amortization	8,487	16,718	15,107	17,273	57,584	16,773	16,352	16,439	19,521	69,085	14,583	16,749	31,332
Content fees	17,369	19,655	22,913	19,794	79,731	24,923	28,321	33,658	34,448	121,350	39,988	45,685	85,672
Ad Agency fees	20,580	20,937	19,357	22,654	83,527	19,051	23,974	21,975	23,576	88,577	22,390	23,695	46,085
Event fees	116	374	294	1,002	1,786	110	327	407	943	1,787	383	751	1,134
	3,894	13,426	16,386	25,992	59,698	30,344	21,229	39,939	41,735	133,247	46,835	42,860	89,695
Others	6,429	7,574	6,690	7,893	28,586	7,634	8,001	9,810	9,803	35,247	10,315	11,193	21,508
Operating Profit	21,090	26,619	30,256	38,171	116,135	38,333	44,638	47,366	35,042	165,380	10,402	27,590	37,992
Operating Profit Margin	8.7%	7.1%	7.7%	8.4%	7.9%	8.6%	9.5%	9.2%	6.4%	8.4%	1.9%	4.7%	3.3%
Other Revenues	3,438	2,206	3,744	15,869	25,257	2,388	3,784	16,148	13,927	36,247	12,858	12,504	25,363
Reversal of allowance for doubtful accounts	0	0	0	0	0	3	0	0	0	3	50	0	50
Gain on disposal of tangible assets	546	35	99	682	1,363	19	332	103	133	588	35	164	200
Gain of disposal of equity method investees	966	757	1,496	9,161	12,380	267	527	11,164	10,258	22,216	6,902	2,876	9,779
Miscellaneous income	1,737	861	1,581	2,048	6,227	1,848	2,266	2,943	2,784	9,841	3,316	5,584	8,900
Others	189	552	567	3,978	5,288	252	659	1,938	751	3,601	2,554	3,880	6,434
Other Expenses	5,839	5,179	6,329	14,059	31,406	14,952	9,878	6,181	59,557	90,568	14,205	13,415	27,620
Loss on disposal of intangible assets	0	0	12	-6	7	2	0	58	106	165	0	256	257
Impairment losses on intangible assets	590	1,548	-32	8,087	10,193	3,963	4,205	24	44,045	52,238	146	48	194
Loss on disposal of equity method investees	0	27	295	0	322	0	10	-10	4,032	4,031	1,483	32	1,516
Impairment losses on equity method investees	261	7	0	1,936	2,203	7,170	0	545	6,143	13,858	5,761	2,351	8,113
Commissions	131	836	383	536	1,886	917	809	1,401	1,430	4,557	1,133	2,292	3,425
Donations	691	379	1,650	1,345	4,065	523	1,639	1,802	714	4,679	254	5,213	5,467
Miscellaneous Losses	2,450	1,444	1,703	857	6,454	787	1,219	529	150	2,685	778	1,484	2,261
Others	1,716	939	2,318	1,305	6,278	1,591	1,995	1,834	2,937	8,356	4,650	1,737	6,388
Financial Income	3,756	9,081	2,648	9,187	24,673	4,737	4,585	11,390	58,234	78,947	14,559	35,388	49,947
Interest income	2,737	2,565	1,966	2,224	9,492	2,319	3,122	3,256	5,892	14,589	8,479	11,232	19,711
Dividend income	413	246	0	0	659	0	78	81	2,323	2,481	69	223	292
Gain on foreign currency transactions	82	4,879	205	687	5,852	204	105	251	249	809	1,766	4,363	6,129
Gain on foreign currency translation	503	1,137	449	6,258	8,347	116	1,237	1,009	-1,888	474	360	18,464	18,824
Gain on valuation derivatives	-2	23	3	-1	22	-22	0	0	51,731	51,708	0	0	0
Gain on transactions of derivatives	24	0	24	20	69	30	0	0	0	30	0	0	0
Gain on disposal of LT AFS	0	231	0	0	231	2,090	42	6,795	-72	8,855	3,149	15	3,164
Gain on disposal of other assets	0	0	0	0	0	0	0	0	0	0	736	1,092	1,828
Financial Expenses	3,276	9,351	7,106	4,246	23,979	9,895	3,540	3,116	29,193	45,744	8,585	7,140	15,725
Interest expenses	1,942	5,487	3,500	3,379	14,308	3,081	2,918	3,018	2,223	11,240	2,430	2,150	4,580
Loss on foreign currency transactions	237	527	151	645	1,560	205	60	250	436	951	1,052	235	1,287
Loss on foreign currency translation	1,097	763	3,455	-393	4,921	6,268	562	-169	3,527	10,188	2,316	-765	1,550
Loss on Retirement of Bonds	0	2,575	0	0	2,575	0	0	0	0	0	0	0	0
Loss on valuation of HTM	1	0	0	0	1	0	0	0	0	0	0	0	0
Loss on disposal of LT AFS	0	0	0	217	217	342	0	17	0	358	0	617	617
Impairment losses on LT AFS	0	0	0	109	109	0	0	0	9,753	9,753	0	30	30
Loss on valuation of LT AFS	0	0	0	0	0	0	0	0	0	0	2,788	4,590	7,378
Loss on valuation of derivative instruments	0	0	0	288	288	0	0	0	13,253	13,253	0	283	283
Equity-method Income	-2,513	-2,237	-2,122	-3,511	-10,384	-2,367	-3,570	-2,535	17,509	9,036	22,151	5,083	27,234
Gain on Equity method investments	156	262	688	-92	1,015	1,777	172	170	24,356	26,475	28,490	8,614	37,105
Loss on Equity method investments	2,669	2,500	2,811	3,419	11,399	4,144	3,742	2,705	6,847	17,438	6,339	3,531	9,870
Profit before Income Tax Expenses	16,656	21,139	21,089	41,412	100,296	18,244	36,020	63,071	35,962	153,298	37,181	60,011	97,191
Income Tax Expenses	5,707	7,900	7,463	13,771	34,840	-36,241	23,518	23,170	17,758	28,204	22,531	34,527	57,058
Net Profit from Continued Operations	10,950	13,239	13,626	27,641	65,455	54,886	12,503	39,902	18,204	125,094	14,649	25,484	40,134
Net Profit from Discontinued Operations	0	0	0	0	0	0	0	0	0	0	0	0	0
Net Profit	10,950	13,239	13,626	27,641	65,455	54,886	12,503	39,902	18,204	125,094	14,649	25,484	40,134
Net Profit of Controlling Interests	13,176	8,834	12,215	23,449	57,674	53,715	11,303	32,055	11,524	108,597	13,854	21,356	35,210
Net Profit of Non-controlling Interests	-2,226	4,405	1,411	4,191	7,781	771	1,199	7,847	6,680	16,497	796	4,128	4,924
EBITDA	42,582	57,797	59,679	69,856	229,914	69,922	75,910	79,143	70,222	295,198	40,970	60,607	101,577

QoQ	QoQ(%)	YoY	YoY(%)
+33,512	+6.0%	+120,491	+25.7%
+11,738	+7.6%	+14,984	+9.9%
0.4%p	-	6.9%p	-
+17,155	+6.0%	+68,374	+29.2%
+6,048	+5.7%	+32,986	+41.9%
+4,192	+3.3%	+13,372	+11.4%
+6,916	+12.9%	+22,016	+57.0%
+4,619	+4.0%	+37,133	+44.9%
+16,324	+3.0%	+137,539	+32.5%
-2,040	-1.9%	+19,869	+22.6%
+632	+4.1%	+2,898	+22.3%
+283	+1.8%	+1,349	+9.0%
+859	+8.4%	+2,183	+24.6%
+12,733	+6.1%	+44,249	+24.8%
-2,630	-5.5%	+23,382	+106.6%
+49	+5.6%	+881	+1,956.0%
+2,165	+14.8%	+396	+2.4%
+5,697	+14.2%	+17,364	+61.3%
+1,304	+5.8%	-279	-1.2%
+368	+96.0%	+424	+129.7%
-3,975	-8.5%	+21,631	+101.9%
+878	+8.5%	+3,193	+39.9%
+17,188	+165.2%	-17,048	-38.2%
2.8%p	-	-4.8%p	-
-354	-2.8%	+8,720	+230.4%
-50	-100.0%	+0	-
+129	+365.1%	-168	-50.6%
-4,026	-58.3%	+2,350	+446.0%
+2,268	+68.4%	+3,318	+146.4%
+1,325	+51.9%	+3,220	+488.6%
-791	-5.6%	+3,537	+35.8%
+256	+128,964.7%	+256	#####
-97	-66.7%	-4,157	-98.8%
-1,451	-97.8%	+23	+230.0%
-3,410	-59.2%	+2,351	-
+1,159	+102.4%	+1,483	+183.4%
+4,959	+1,953.5%	+3,574	+218.0%
+706	+90.8%	+265	+21.7%
-2,913	-62.6%	-258	-12.9%
+20,829	+143.1%	+30,803	+671.9%
+2,753	+32.5%	+8,110	+259.8%
+154	+224.1%	+145	+185.4%
+2,598	+147.1%	+4,258	+4,045.6%
+18,104	+5,026.0%	+17,227	+1,392.4%
+0	-	+0	-
+0	-	+0	-
-3,134	-99.5%	-27	-64.7%
+355	+48.3%	+1,092	-
-1,445	-16.8%	+3,600	+101.7%
-280	-11.5%	-768	-26.3%
-816	-77.6%	+176	+293.0%
-3,081	-	-1,328	-236.1%
+0	-	+0	-
+0	-	+0	-
+617	-	+617	-
+30	-	+30	-
+1,802	+64.7%	+4,590	-
+283	-	+283	-
-17,068	-77.1%	+8,653	-
-19,876	-69.8%	+8,442	+4,905.3%
-2,808	-44.3%	-211	-5.6%

Consolidated Statements of Financial Position (K-IFRS)

(Unit: KRW Million)

Accounts	2016.12.31	2017.03.31	2017.06.30	2017.09.30	2017.12.31	2018.03.31	2018.06.30
Assets							
Current Assets	1,216,958	1,234,450	1,520,075	2,143,548	1,993,096	3,218,752	3,005,101
Cash and Cash Equivalents	641,644	618,541	744,582	953,532	1,116,793	1,797,944	1,670,638
Short-term Financial Instruments	236,748	273,176	372,168	440,407	394,152	977,562	876,752
Derivatives Instruments Assets	3,942	1,919	1,919	1,919	53,650	217	217
Accounts Receivable	173,853	166,003	177,099	185,940	179,238	180,628	173,920
Other Current Financial Assets	83,340	84,597	91,965	301,392	134,445	121,069	124,806
Inventory Assets	12,555	12,691	15,526	15,173	21,560	22,491	34,626
Other Current Assets	64,876	77,522	116,816	245,184	93,258	118,840	124,142
Non-Current Assets	4,267,159	4,260,188	4,289,978	4,350,550	4,356,332	4,506,122	4,731,616
Long-term Financial Instruments	10,000	10,000	10,559	10,508	10,472	10,685	12,101
Long-term Available for Sales	93,182	106,633	116,231	172,651	160,038	215,466	403,086
Equity Method Investments	117,076	98,155	120,928	134,655	161,950	210,444	235,688
Other Non-current Financial Assets	35,269	37,567	36,670	34,535	40,092	44,710	46,818
Tangible Assets	253,854	263,425	267,044	264,623	271,044	277,416	275,741
Intangible Assets	3,733,166	3,719,432	3,713,619	3,703,579	3,689,582	3,710,940	3,720,578
Other Non-current Assets	6,585	6,706	6,451	9,436	8,789	8,751	7,560
Deferred Income Tax Assets	18,028	18,270	18,475	20,563	14,366	27,709	30,044
Total Assets	5,484,117	5,494,638	5,810,052	6,494,098	6,349,428	7,724,874	7,736,717
Liabilities							
Current Liabilities	806,020	770,121	832,658	1,060,838	1,040,863	1,201,099	1,697,822
Trade Payables and Other Payables	263,130	247,581	256,083	264,211	280,380	313,583	325,369
Other Current Financial Liabilities	17,228	10,783	16,275	17,511	42,247	24,241	21,317
Income Taxes Payable	30,944	34,482	40,950	114,476	115,123	147,062	50,178
Provisions	1,350	1,325	1,179	586	1,934	2,356	3,999
Other Current Liabilities	285,727	300,484	356,598	505,793	428,789	480,069	538,792
Short-term Borrowings	200,224	152,075	154,197	150,435	307	460	0
Dividend Payable	0	16,000	0	0	0	13,470	0
Current Portion of Long-term Borrowings	42	17	0	452	169,830	219,858	758,166
Derivatives Instruments Liabilities	7,375	7,375	7,375	7,375	2,254	0	0
Non-Current Liabilities	975,153	977,551	985,241	988,035	800,745	771,624	253,191
Non-Current Trade Payables and Other Payables	2,396	2,440	1,987	2,487	1,547	670	821
Long-term Borrowings	250	250	0	0	0	6,484	2,000
Corporate Bond	319,255	319,329	319,449	319,527	149,777	99,852	39,926
Convertible Bond	476,422	476,341	476,563	474,794	471,031	468,417	0
Non-Current Provisions	4,099	4,227	4,353	4,037	4,211	4,232	4,893
Defined Benefit Liability	1,440	6,967	12,203	17,220	1,963	6,473	14,027
Other Long-term Employee Benefits Liabilities	28,373	30,021	31,618	33,064	32,075	34,236	36,397
Deferred Income Tax Liabilities	142,919	137,839	138,929	136,387	139,502	150,186	153,904
Other Non-Current Financial Liabilities	0	138	139	518	640	1,074	1,223
Total Liabilities	1,781,173	1,747,672	1,817,899	2,048,873	1,841,609	1,972,723	1,951,013
Equity							
Paid-in Capital	33,858	33,908	33,941	33,970	34,004	38,187	38,193
Capital Surplus	3,105,014	3,103,430	3,235,681	3,552,564	3,603,587	4,752,062	4,739,692
Capital Adjustments	-11,232	-10,935	-9,446	-7,827	-6,026	-4,570	-2,917
Accumulated Other Comprehensive Income	920	-3,006	-1,335	8,084	-4,968	-19,144	-21,192
Retained Earnings	303,952	347,660	358,964	391,019	402,542	416,165	440,588
Non-controlling Interests	270,432	275,908	374,349	467,416	478,681	569,450	591,341
Total Equity	3,702,944	3,746,966	3,992,153	4,445,225	4,507,820	5,752,151	5,785,704
Total Liabilities & Equity	5,484,117	5,494,638	5,810,052	6,494,098	6,349,428	7,724,874	7,736,717

Separate Statements of Income(K-IFRS)																	
(Unit: KRW Million)																	
	1Q16	2Q16	3Q16	4Q16	2016	1Q17	2Q17	3Q17	4Q17	2017	1Q18	2Q18	2018	QoQ	QoQ(%)	YoY	YoY(%)
Sales Revenues	203,027	206,774	210,165	241,239	861,205	225,889	244,545	257,994	250,273	978,700	244,578	252,523	497,101	+7,945	+3.2%	+7,978	+3.3%
Advertising	124,481	130,580	120,915	136,054	512,030	125,076	143,128	141,496	154,640	564,341	146,378	160,791	307,169	+14,413	+9.8%	+17,663	+12.3%
Content	63,958	56,644	63,996	72,499	257,098	64,333	65,746	79,128	52,963	262,170	49,759	43,939	93,698	-5,820	-11.7%	-21,807	-33.2%
Game	51,562	42,726	48,570	56,091	198,949	46,720	46,522	59,270	32,401	184,913	27,026	21,220	48,246	-5,806	-21.5%	-25,303	-54.4%
Music	3,378	2,991	3,155	3,369	12,893	2,938	2,669	2,600	2,532	10,740	2,298	2,285	4,583	-13	-0.6%	-384	-14.4%
Web literature and Emoticon	9,018	10,928	12,270	13,040	45,256	14,675	16,555	17,257	18,030	66,517	20,435	20,434	40,869	-0	-0.0%	+3,879	+23.4%
Others	14,588	19,550	25,254	32,685	92,077	36,479	35,671	37,370	42,669	152,190	48,441	47,792	96,234	-649	-1.3%	+12,122	+34.0%
Operating Expenses	173,069	191,670	199,705	225,767	790,211	209,397	216,952	228,439	226,361	881,149	228,192	223,005	451,197	-5,187	-2.3%	+6,053	+2.8%
Labor costs	45,349	48,830	49,214	52,044	195,438	51,811	50,796	49,161	52,271	204,038	54,844	51,112	105,956	-3,732	-6.8%	+316	+0.6%
Fringe benefits	7,927	11,693	8,421	10,596	38,637	8,414	7,885	7,625	6,981	30,904	8,359	7,737	16,095	-622	-7.4%	-148	-1.9%
Depreciation	12,354	12,793	12,491	12,276	49,915	12,477	12,344	12,370	12,624	49,815	12,673	12,684	25,357	+10	+0.1%	+339	+2.7%
Rental fees	2,205	2,525	2,396	2,616	9,741	2,480	2,308	2,273	2,164	9,226	2,420	2,440	4,860	+20	+0.8%	+132	+5.7%
Commissions	55,595	57,520	64,514	72,184	249,814	73,040	78,828	89,740	77,344	318,952	75,084	70,322	145,406	-4,762	-6.3%	-8,506	-10.8%
Advertising	3,885	8,418	13,858	22,248	48,410	9,014	8,347	9,390	9,863	36,613	5,850	2,677	8,527	-3,172	-54.2%	-5,669	-67.9%
Bad debt expenses	908	116	-320	-216	489	82	-28	62	47	162	193	381	575	+188	+97.2%	+410	-
Amortization	5,800	5,906	5,708	5,561	22,975	5,417	5,277	4,821	4,578	20,092	4,439	4,413	8,851	-26	-0.6%	-864	-16.4%
Content fees	10,863	11,722	13,438	11,646	47,669	11,062	12,728	13,091	15,728	52,609	16,651	17,480	34,131	+829	+5.0%	+4,752	+37.3%
Ad Agency fees	20,012	21,152	19,281	22,562	83,007	18,987	23,910	21,843	23,416	88,155	22,274	29,557	51,831	+7,283	+32.7%	+5,647	+23.6%
Event fees	110	359	242	693	1,404	120	299	372	682	1,474	296	702	998	+406	+137.4%	+403	+134.5%
	2,012	4,500	5,549	7,967	20,028	11,251	9,181	13,236	16,414	50,083	21,096	18,810	39,906	-2,286	-10.8%	+9,628	+104.9%
Others	6,049	6,135	4,913	5,589	22,685	5,241	5,078	4,457	4,251	19,026	4,013	4,690	8,703	+676	+16.8%	-388	-7.6%
Operating Profit	29,958	15,105	10,460	15,472	70,995	16,492	27,593	29,555	23,911	97,551	16,386	29,518	45,904	+13,132	+80.1%	+1,925	+7.0%
Operating Profit Margin	14.8%	7.3%	5.0%	6.4%	8.2%	7.3%	11.3%	11.5%	9.6%	10.0%	6.7%	11.7%	9.2%	5.0%p		0.4%p	
Other Revenues	1,660	960	1,780	2,082	6,482	1,460	2,445	240,651	50	244,605	50,042	3,545	53,587	-46,497	-92.9%	+1,100	+45.0%
Reversal of allowance for doubtful accounts	0	0	0	0	0	0	0	0	0	0	0	0	0	+0	-	+0	-
Disposal gains on tangible assets	46	35	91	24	196	1	325	92	134	551	21	137	157	+116	+565.4%	-188	-57.9%
Disposal gains on other assets	0	0	0	0	0	0	0	1,598	0	1,598	0	0	0	+0	-	+0	-
Disposal gains on equity method investees	0	0	0	0	0	0	2	236,883	-2,687	234,198	47,376	0	47,376	-47,376	-100.0%	-2	-100.0%
Miscellaneous	1,488	685	1,385	1,453	5,011	1,385	1,840	1,513	2,233	6,971	1,906	2,251	4,158	+345	+18.1%	+411	+22.4%
Others	127	240	304	605	1,275	74	278	564	371	1,287	740	1,157	1,896	+417	+56.4%	+879	+316.5%
Other Expenses	2,980	6,197	4,203	19,712	33,092	3,123	13,814	4,430	64,892	86,259	4,973	7,317	12,289	+2,344	+47.1%	-6,498	-47.0%
Loss on disposal of intangible assets	0	0	12	-12	0	0	0	0	0	0	0	22	22	+22	-	+22	-
Impairment losses on intangible assets	590	0	0	882	1,472	0	0	19	749	769	4	1	4	-3	-78.4%	+1	-
Impairment losses on equity method investees	0	4,235	0	16,298	20,533	0	10,997	0	61,477	72,474	0	1,592	1,592	+1,592	-	-9,405	-85.5%
Loss on disposal of equity method investees	0	26	12	0	38	0	10	24	0	34	6	0	6	-6	-100.0%	-10	-100.0%
Commissions	131	1,165	331	292	1,919	843	402	1,255	931	3,431	989	962	1,951	-26	-2.7%	+560	+139.4%
Donations	691	377	1,649	1,326	4,043	481	1,620	1,784	573	4,459	239	3,662	3,902	+3,423	+1,430.4%	+2,042	+126.0%
Miscellaneous losses	44	32	62	674	812	631	685	346	58	1,719	610	646	1,256	+36	+5.9%	-39	-5.7%
Others	1,524	362	2,135	253	4,275	1,169	100	1,001	1,103	3,374	3,125	431	3,556	-2,694	-86.2%	+331	+330.0%
Financial Income	3,557	6,427	517	19,246	29,747	35,067	2,037	1,671	4,549	43,324	17,829	39,812	57,641	+21,983	+123.3%	+37,775	+1,854.2%
Interest income	1,882	1,146	517	672	4,217	667	861	551	1,806	3,885	4,281	6,642	10,923	+2,361	+55.1%	+5,781	+671.4%
Dividend income	1,674	246	0	0	1,921	34,400	78	78	4,809	39,365	11,140	1,022	12,163	-10,118	-90.8%	+944	+1,209.4%
Gain on foreign currency transactions	0	4,623	0	0	4,623	0	0	74	0	74	1,671	4,232	5,903	+2,561	+153.3%	+4,232	-
Gain on foreign currency translation	1	181	0	5,045	5,227	0	1,098	968	-2,066	0	0	17,359	17,359	+17,359	-	+16,261	+1,480.7%
Gain on disposal of LT AFS	0	231	0	0	231	0	0	0	0	0	736	1,099	1,835	+363	+49.2%	+1,099	-
Gain on valuation derivatives	0	0	0	13,528	13,528	0	0	0	0	0	0	9,457	9,457	+9,457	-	+9,457	-
Financial Expenses	1,788	8,510	6,974	4,234	21,507	23,399	-1,018	1,741	27,673	51,795	9,207	1,439	10,646	-7,769	-84.4%	+2,456	-
Interest expense	1,383	5,672	4,336	4,233	15,623	4,034	4,136	4,123	3,534	15,826	3,478	3,502	6,979	+24	+0.7%	-634	-15.3%
Loss on foreign currency transactions	0	201	0	0	201	0	0	158	1	159	749	116	865	-633	-84.5%	+116	-
Loss on foreign currency translation	406	62	2,639	1	3,107	4,861	503	-409	2,113	7,068	1,795	-720	1,075	-2,515	-	-1,223	-
Losses on Retirement of Bonds	0	2,575	0	0	2,575	0	0	0	0	0	0	0	0	+0	-	+0	-
Loss on disposal of LT AFS	0	0	0	0	0	0	0	0	0	0	0	272	272	+272	-	+272	-
Impairment losses on LT AFS	0	0	0	0	0	0	0	0	0	0	1,632	-178	1,454	-1,809	-	-178	-
Loss on valuation of derivative instruments	0	0	0	0	0	14,503	-5,656	-2,130	22,025	28,742	1,553	-1,553	0	-3,106	-	+4,103	-
Profit Before Income Tax Expenses	30,407	7,784	1,580	12,853	52,625	26,497	19,278	265,705	-64,054	247,426	70,077	64,120	134,196	-5,957	-8.5%	+44,841	+232.6%
Income Tax Expenses	7,054	4,628	-100	2,872	14,453	-48,911	10,690	60,826	7,267	29,872	16,693	19					

Seperated Statements of Financial Position (K-IFRS)

(Unit: KRW Million)

Accounts	2016.12.31	2017.03.31	2017.06.30	2017.09.30	2017.12.31	2018.03.31	2018.06.30
Assets							
Current Assets	511,067	493,467	519,002	870,913	632,508	1,677,009	1,350,858
Cash and Cash Equivalents	279,217	261,861	187,675	417,539	388,574	997,491	747,162
Short-term Financial Instruments	37,190	16,899	118,695	98,223	14,834	474,376	402,011
Derivatives Instruments Assets	0	0	0	0	0	0	0
Accounts Receivable	95,980	77,233	80,744	83,978	77,955	80,305	73,810
Other Current Financial Assets	73,826	109,965	103,587	236,590	128,318	98,893	102,457
Inventory Assets	3,483	3,647	6,431	8,033	5,508	6,907	6,781
Other Current Assets	21,371	23,862	21,869	26,549	17,319	19,038	18,636
Non-Current Assets	4,318,230	4,345,826	4,343,702	4,404,420	4,324,369	4,388,836	4,689,080
Long-term Financial Instruments	10,000	10,000	10,000	10,000	10,000	10,000	10,000
Long-term Available for Sales	55,437	54,948	57,583	108,975	97,059	95,576	236,736
Equity Method Investments	2,337,040	2,368,459	2,368,945	2,442,759	2,368,582	2,443,398	2,607,287
Other Non-current Financial Assets	10,442	9,849	9,289	8,851	9,304	9,973	9,864
Tangible Assets	203,866	206,547	207,211	203,381	208,084	204,132	205,992
Intangible Assets	1,694,581	1,689,813	1,684,701	1,624,592	1,620,416	1,618,499	1,613,864
Deferred Income Tax Assets	0	0	0	0	0	0	0
Other Non-current Assets	6,865	6,210	5,973	5,861	10,925	7,259	5,337
Total Assets	4,829,297	4,839,293	4,862,703	5,275,333	4,956,878	6,065,845	6,039,938
Liabilities							
Current Liabilities	813,859	760,308	768,571	972,057	948,931	1,019,728	1,252,991
Trade Payables and Other Payables	174,592	148,533	133,333	146,400	163,318	170,482	170,369
Other Current Financial Liabilities	2,400	2,610	3,441	2,756	11,099	1,994	1,551
Income Taxes Payable	7,168	6,646	14,477	73,666	81,507	104,652	39,119
Provisions	279	173	0	0	0	0	0
Short-term Borrowings	200,000	150,000	150,000	150,000	0	0	0
Dividend Payable	0	10,006	0	0	0	10,050	0
Other Current Liabilities	429,420	442,339	467,319	599,235	693,007	732,551	1,041,952
Non-Current Liabilities	640,280	637,236	642,516	640,879	450,237	391,545	95,722
Non-Current Trade Payables and Other Payable	118	118	240	165	162	162	159
Long-term Borrowings	250	250	0	0	0	0	0
Corporate Bond	319,255	319,329	319,449	319,527	149,777	99,852	39,926
Convertible Bond	248,928	248,990	249,052	247,122	243,197	240,267	0
Exchangeable Bond	0	0	0	0	0	0	0
Non-Current Provisions	3,549	3,567	3,585	3,267	3,285	3,298	3,312
Defined Benefit Liability	0	2,709	6,125	8,465	0	0	1,896
Other Long-term Employee Benefits Liabilities	24,913	26,327	27,672	29,004	24,715	26,118	27,481
Other Non-Current Financial Liabilities	0	0	0	55	110	152	194
Deferred Income Tax Liabilities	43,266	35,947	36,392	33,275	28,992	21,696	22,754
Total Liabilities	1,454,139	1,397,544	1,411,087	1,612,936	1,399,168	1,411,272	1,348,713
Equity							
Paid-in Capital	33,858	33,908	33,941	33,970	34,004	38,187	38,193
Capital Surplus	3,057,264	3,058,151	3,058,510	3,061,268	3,036,434	4,086,797	4,087,116
Capital Adjustments	-11,232	-10,935	-9,446	-7,827	-6,026	-4,570	-2,917
Accumulated Other Comprehensive Income	5,046	5,001	4,400	5,895	-4,472	-10,407	-20,046
Retained Earnings	290,222	355,623	364,212	569,091	497,769	544,565	588,879
Total Equity	3,375,158	3,441,749	3,451,616	3,662,397	3,557,710	4,654,573	4,691,225
Total Liabilities & Equity	4,829,297	4,839,293	4,862,703	5,275,333	4,956,878	6,065,845	6,039,938

Number of Employees (Kakao)

Name	2Q16	3Q16	4Q16	1Q17	2Q17	3Q17	4Q17	1Q18	2Q18	QoQ	YoY
Kakao	2,541	2,655	2,630	2,627	2,603	2,538	2,446	2,529	2,533	▲4	▽70
Kakao Subsidiaries	2,403	2,501	2,529	2,637	2,798	3,102	3,386	3,809	4,073	▲264	▲1,275
Consolidated total	4,944	5,156	5,159	5,264	5,401	5,640	5,832	6,338	6,606	▲268	▲1,205

* The above number of employees include full-time and part-time employees only (not assistances and interns)

* Subsidiaries (68 Companies) : DGH, Path Mobile Inc, DK Service, DK Techin, DK Business, DK China, DK China Yajiao, Imageon, Buzzpia, Beijing Kakao, Ultra Caption, Ultra Interactive, Kakao Japan, Kidsnote, Kakao Investment, TNK Factory, Kakao Ventures(former K Cube Ventures), K-cube Venture Fund, Kakao Venture Fund, Locnall, KakaoFriends, Valuepotion Pte. LTD, Kakao Games, Kakao Friends Games(former Supernova Eleven), Ngle, Kakao Games Europe B.V, Kakao Games USA, Inc., Kakao VX Co., LTD., TEASIK MAUMGOLF CO.,LTD, GSWING SPORTING GOODS CO., LTD, About Time, Podotree, PT. Path Mobile Indonesia, Linkage Lab, Kakao Digital Content Fund, Kakao Game Growth Share Fund, Kakao M(former LOEN ENTERTAINMENT), Starship entertainment., PLAN A, MTECHCREW, Fave Entertainment, Cre.Ker Entertainment, Mun Hwa In, Krispy Studio, Mega Monster(former Story Plant), House of Music Co., LTD., Parking Square, Numberworks, KVG SG Pte. Ltd., Kakao CCVC Jeju Creative Economy Innovation Fund, Kakao Makers, Kakao Brain, Tangram Design Lab, Hasys, K-Venture Group(TIPS), Kakao Pay, Kakao Mobility, Acciio, JOH, E&T Story Entertainment, Samyang C&C, Nylon Korea Media, Luxy, Kiwi Plus, Kakao G corp., Ground X corp., Ground A corp., Ground One corp.

* Including 678 employees of Kakao M and its subsidiaries

* Subsidiaries above represent subsidiaries included in the calculation of labor costs on Consolidated Income Statement, not based on K-IFRS