

The following information was originally prepared and published by DeNA Co., Ltd. in Japanese as it contains timely disclosure materials to be submitted to the Tokyo Stock Exchange. This English translation is for your convenience only. To the extent there is any discrepancy between this English translation and the original Japanese version, please refer to the Japanese version.



February 8, 2017

Company name: DeNA Co., Ltd.
(TSE First Section Stock Code: 2432)
Name of representative: Isao Moriyasu, President & CEO
Contact person: Kenji Kobayashi, Executive Officer, Head of Corporate Planning
Tel.: 03-6758-7200

Notice Regarding Difference between Consolidated Financial Results Forecast and Actual Results for the Nine Months Ended December 31, 2016, and Recognition of Impairment Loss

DeNA Co., Ltd. (“DeNA”) would like to announce that there was a difference between the actual results announced today and the consolidated financial results forecast, announced on November 4, 2016, for the nine months ended December 31, 2016.

1. Difference between consolidated financial results forecast and actual results for the nine months ended December 31, 2016 (April 1, 2016 – December 31, 2016)
(IFRS)

	Revenue	Operating Profit	Profit for the period attributable to owners of the parent	Basic earnings per share
	Millions of yen	Millions of yen	Millions of yen	Yen
Previously announced financial forecast (A) (Announced November 4, 2016)	108,900	22,300	15,400	106.16
Consolidated financial results for the nine months ended December 31, 2016 (B)	108,720	18,663	28,803	198.55
Difference (B-A)	Δ180	Δ3,637	13,403	
Difference (%)	Δ0.2%	Δ16.3%	87.0%	

2. Reason for difference

Revenue trended at approximately the level we forecasted in our previous announcement. Operating profit in the Game Business, our principal business, showed stable performance. However, we withdrew all articles from the Curation Platform business*, which is categorized under New Businesses and Others, and have not decided on future plans for this business at this time. Therefore, we have recognized an impairment loss (3,859 million yen) on goodwill and other assets related to this business. A difference also occurred in the profit for the period attributable to owners of the parent (shown above). We decided to dissolve and liquidate the overseas subsidiaries associated with the West game business**, and as a result, we recognized an income tax benefit due to deferred tax assets related to the loss on the valuation of shares of related subsidiaries, which was already

written off on Japanese standalone financial statements in the past.

For more detail on our financial results and full year financial guidance, please refer to “Consolidated Financial Results for the Nine Months Ended December 31, 2016 [IFRS]”, which was released today.

*Refer to our disclosure of December 5, 2016, titled “Notice Regarding Establishment of Third-Party Investigative Committee and Withdrawal of All Articles from Entire Curation Platform Services”

**Refer to our disclosure of October 18, 2016, titled “Notice Regarding the Dissolution and Liquidation of Overseas Subsidiaries”

<u>For inquiries please contact:</u> IR Department (ir@dena.com) DeNA Co., Ltd. (http://dena.com)
