



Financials

2007-2008 Quarterly Results

DISCLAIMER : The financial results as presented in this data sheet have been prepared on an unaudited basis, and may be subject to change. The9 Limited assumes no responsibility for individual investment decisions based on the information as contained h

The9 Limited -- Income Statement

(RMB)	Q1 2007	Q2 2007	Q3 2007	Q4 2007	Q1 2008	Q2 2008	Q3 2008	Q4 2008
Gross Revenue	284,697,240	284,621,598	333,329,839	447,480,767	463,751,936	480,268,956	431,056,750	431,052,579
- Online game services	281,304,681	276,501,327	321,723,690	451,447,519	462,198,105	479,129,879	429,341,753	429,643,488
- Game operating support, website solutions and ads	2,623,071	7,339,827	2,155,636	-3,574,062	232,484	154,053	93,288	118,972
- Others	769,488	780,444	9,450,513	-392,690	1,321,347	985,024	1,621,709	1,290,119
Business Taxes	14,695,927	14,633,882	17,363,309	23,829,498	24,326,329	25,206,878	22,613,391	22,492,929
Net Revenues	270,001,313	269,987,716	315,966,530	423,651,269	439,425,607	455,062,078	408,443,359	408,559,650
Cost of services	139,741,064	155,380,871	183,802,302	221,122,594	245,435,246	257,877,952	245,465,001	249,170,341
Gross Profit/ (loss)	130,260,249	114,606,845	132,164,228	202,528,675	193,990,361	197,184,126	162,978,358	159,389,309
Operating Expenses								
- Development costs	9,594,597	11,406,746	8,005,085	12,423,659	12,532,470	15,585,433	21,209,361	24,492,343
- Sales and marketing	16,092,437	22,518,505	31,886,696	32,765,596	22,394,306	26,753,116	24,828,740	29,748,961
- General and Administrative	32,445,657	40,567,082	48,580,085	58,704,868	59,061,535	57,992,007	56,939,318	145,305,184
- Impairment of property, equipment and software, and intangible assets	0	0	0	18,704,416	0	0	0	82,149,755
Income (Loss) from Operations	72,127,558	40,114,512	43,692,362	79,930,136	100,002,050	96,853,570	60,000,939	-122,306,934
- Interest income	4,408,329	9,515,538	18,124,257	18,607,576	12,825,697	14,468,786	15,423,866	13,972,458
- Other income (expense), net	-873,104	4,148,574	-16,120,271	-17,208,818	-24,421,243	-4,674,611	11,211,080	-1,082,325
Income Tax Benefit (expenses)	-8,073,294	-1,102,507	-6,819,088	6,726,258	-10,459,922	-7,040,555	-6,357,157	-24,070,899
Income (loss) before impairment loss on investment and share of loss in equity investments	67,589,489	52,676,117	38,877,260	88,055,152	77,946,582	99,607,190	80,278,728	-133,487,700
Impairment loss on investment	0	0	0	-627,380	-1,902,255	0	0	-24,020,108
Share of loss in equity investments, net of taxes	-1,504,470	-2,064,807	-691,118	-1,418,289	-417,283	-578,966	-250,417	-994,469
Minority Interests	0	0	0	0	0	0	475,663	179,071
Net income (loss)	66,085,019	50,611,310	38,186,142	86,009,483	75,627,044	99,028,224	80,503,974	-158,323,206
Other comprehensive income	0	0	0	13,643,131	0	0	0	0
Comprehensive income	66,085,019	50,611,310	38,186,142	99,652,614	75,627,044	99,028,224	80,503,974	-158,323,206

The9 Limited -- Balance Sheet

(RMB)	Q1 2007	Q2 2007	Q3 2007	Q4 2007	Q1 2008	Q2 2008	Q3 2008	Q4 2008
Cash and cash equivalents	859,597,646	2,087,038,773	2,076,171,417	2,215,281,857	1,783,736,691	1,427,691,745	1,848,141,534	2,152,585,574
Short term investment	-	-	-	-	326,189,000	643,974,080	389,264,840	68,039,221
Accounts receivable	10,417,201	14,060,202	20,651,610	26,654,274	19,842,680	23,689,389	24,649,645	8,323,084
Due from related parties	-	-	-	-	251,533	414,827	515,003	637,708
Advance to suppliers	5,949,176	13,906,012	10,111,742	8,943,273	9,291,434	10,497,662	9,216,364	1,435,781
Deferred costs	34,940,184	38,222,018	43,041,860	47,759,013	58,877,615	46,407,618	60,351,630	68,371,912
Prepayments and other current assets	39,486,507	85,065,070	83,479,358	39,064,809	130,609,192	84,905,483	92,038,694	138,843,227
Prepaid royalties	17,248,311	65,237,951	100,455,847	71,937,382	53,060,645	55,505,287	54,770,343	55,748,737
Deferred tax assets,current	7,559,570	19,277,045	9,734,632	5,118,345	2,331,742	7,564,547	5,341,968	-
Total Current Assets	975,198,595	2,322,807,071	2,343,646,466	2,414,758,953	2,384,190,532	2,300,650,638	2,484,290,021	2,493,985,244
Investment in equity investees	28,613,136	36,548,329	35,857,211	18,236,274	26,694,686	300,745,874	302,609,911	291,642,529
Available-for-sale investment	-	-	-	29,218,400	43,853,130	43,853,130	43,853,130	29,218,400
Property, equipment and software	225,860,116	400,404,029	377,614,217	344,393,472	326,648,948	288,838,979	257,716,912	200,034,094
Goodwill	30,199,751	30,199,751	30,199,751	30,199,751	30,199,751	30,199,751	30,199,751	30,199,751
Land use right	-	84,680,120	84,199,893	83,719,665	83,239,438	82,759,210	82,278,984	81,798,755
Intangible Assets	243,141,511	287,590,794	302,576,240	277,264,136	253,716,189	251,168,844	227,421,271	136,129,801
Prepayment for office building and equipments	244,628,873	14,000,000	14,000,000	18,500,000	21,080,611	28,240,000	38,500,000	-
Long term deposits	454,212	454,212	454,212	454,212	-	-	0	-
Deferred tax assets, non-current	7,788,458	12,509,963	15,453,966	29,356,533	27,495,297	24,433,342	21,357,739	-
Total Fixed Assets	780,686,057	866,387,198	860,355,490	831,342,443	812,928,050	1,050,239,130	1,003,937,698	769,023,330
TOTAL ASSETS	1,755,884,652	3,189,194,269	3,204,001,956	3,246,101,396	3,197,118,582	3,350,889,768	3,488,227,719	3,263,008,574
Accounts Payable	29,478,199	41,254,004	30,018,263	48,946,062	32,782,468	26,499,831	28,201,483	29,758,563
Due to related parties	385,186	141,451	240,863	77,052	-	-	0	-
Income tax payable	18,030,198	62,107,206	2,779,795	2,329,457	4,806,831	7,169,749	9,334,611	56,680
Other taxes payable	16,526,947	15,158,755	29,593,342	55,234,788	47,669,274	58,462,149	77,111,347	99,416,815
Advances from customers	110,928,121	132,056,841	148,970,561	118,156,157	157,422,279	154,459,749	171,826,016	143,464,990
Deferred revenue	119,310,200	132,314,891	150,437,885	166,916,111	184,819,952	194,888,385	194,692,339	201,645,952
Other payables and accruals	42,598,296	64,838,583	43,730,536	48,351,220	47,349,365	73,887,055	78,611,482	69,423,536
Total Current Liabilities	337,257,147	447,871,731	405,771,245	440,010,847	474,850,169	515,366,918	559,777,278	543,766,536
Minority interest							179,071	
Common stock	2,048,292	2,399,459	2,400,343	2,350,463	2,254,182	2,255,337	2,255,351	2,190,645
Additional paid-in capital	958,164,387	2,229,896,942	2,248,618,089	2,218,516,672	2,145,667,620	2,159,892,678	2,172,137,210	2,128,607,581
Statutory reserves	20,745,422	20,745,422	20,745,422	20,745,422	20,745,422	24,836,354	24,836,354	24,836,354
Accumulated other comprehensive loss	-	-	-	13,643,131	13,643,131	13,643,131	13,643,131	13,643,131
Retained earning (Accumulated deficit)	437,669,404	488,280,715	526,466,857	550,834,861	539,958,058	634,895,350	715,399,324	549,964,327
Total Shareholders' Equity (Deficit)	1,418,627,505	2,741,322,538	2,798,230,711	2,806,090,549	2,722,268,413	2,835,522,850	2,928,271,370	2,719,242,038
TOTAL LIABILITIES AND EQUITY	1,755,884,652	3,189,194,269	3,204,001,956	3,246,101,396	3,197,118,582	3,350,889,768	3,488,227,719	3,263,008,574