



Nintendo Co., Ltd.
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Minami-ku, Kyoto 601-8501
Japan

CONSOLIDATED FINANCIAL STATEMENTS

Nintendo Co., Ltd. and Consolidated Subsidiaries

FINANCIAL HIGHLIGHTS

Six months ended September 30, 2001 and 2002, and year ended March 31, 2002

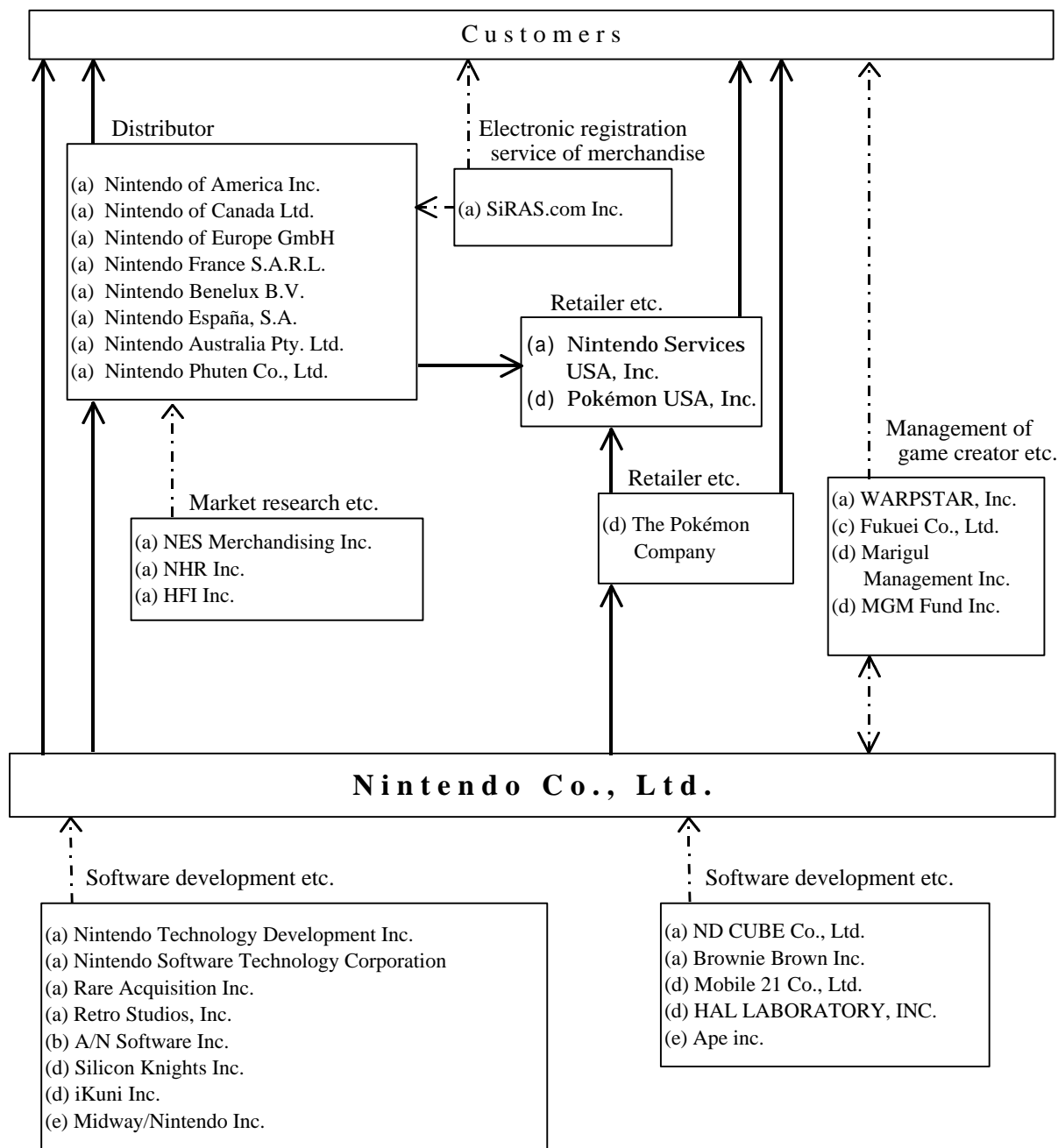
The amounts presented herein are rounded down under one million yen except as otherwise denominated.

Numbers in parentheses are negative.

	Sept. 30 2001	Sept. 30 2002	Yen in Millions Mar. 31 2002
Net sales	225,722	208,002	554,886
Percentage change from previous half year	18.4%	(7.8%)	
Operating income	51,221	27,924	119,151
Percentage change from previous half year	29.6%	(45.5%)	
Income before income taxes and extraordinary items	51,557	8,416	186,618
Percentage change from previous half year	(17.8%)	(83.7%)	
Net income	34,349	18,974	106,444
Percentage change from previous half year	14.4%	(44.8%)	
Net income per share	¥242.47	¥133.95	¥751.39
Financial position			
Total assets (1)	1,065,615	1,161,847	1,156,715
Shareholders' equity (2)	858,411	934,675	935,075
Ratio of net worth to total assets (2) / (1)	80.6%	80.4%	80.8%
Shareholders' equity per share	¥6,059.41	¥6,598.18	¥6,600.82
Cash flows			
Cash flows from operating activities	(18,546)	(56,539)	56,234
Cash flows from investing activities	(65,151)	13,174	(5,117)
Cash flows from financing activities	(8,528)	(11,379)	(17,146)
Cash and cash equivalents - Ending	680,987	778,597	863,116
Scope of consolidation and equity method application			
Consolidated subsidiaries			20
(of which, newly added ... 1 excluded ... 3)			
Non-consolidated subsidiary with equity method applied			1
Affiliates with equity method applied			8
(of which, newly added ... 0 excluded ... 4)			

COMPANY GROUP INFORMATION

Nintendo Co., Ltd. ("the Company") and its related companies, which are composed of the Company, twenty-two subsidiaries, and ten affiliates as of September 30, 2002, operate manufacturing and sales of electronic entertainment products as a major business. Chart of business by the Company and its related companies are as follows.



→ Sales channel
 - - - - -> Other channel

The number of companies

(a) Consolidated subsidiaries -----	20
(b) Non-consolidated subsidiary with equity method applied -----	1
(c) Non-consolidated subsidiary with equity method non-applied -----	1
(d) Affiliates with equity method applied -----	8
(e) Affiliates with equity method non-applied -----	2

MANAGEMENT POLICY

1. Basic management policy

Nintendo Co., Ltd. (“the Company”) and its consolidated subsidiaries (together with the Company, “Nintendo”) strive to create new and unique hardware systems and interactive video games, in both the home entertainment and handheld gaming environments.

Nintendo seeks to provide consumers with a “world of entertainment”, which is both innovative and fun with creative elements they have never experienced.

2. Basic policy of profit distribution

It is the Company's basic policy to internally provide the capital necessary to fund future growth, including capital investments, and to maintain a strong and liquid financial position. From our shareholders' perspective, it is our policy to keep the level of dividends stable for a long period of time.

Retained earnings are maintained for development of new products, capital investments, reinforcement of sales systems, and the possibility of a common stock share buyback.

3. View and policy of stock trading unit reduction

To assist new investors and to make the Company's common stocks more widely available, the Company changed the number of stock trading units from 1,000 shares to 100 shares in 1991. A further reduction of stock trading units would require a significant amount of cost and will require in-depth consideration from cost-effectiveness and stock liquidity viewpoints.

4. Medium and long term management strategy and challenges

In today's competitive video game market, dramatic improvements have been made in hardware capabilities by utilizing new technologies; however, it is becoming increasingly more difficult to create new and unique games which utilize the full capabilities of the new hardware. Nintendo is focusing more time and more resources on developing a new world of video game entertainment featuring its well-known franchise of characters while creating new characters and game concepts. The Company has expanded and strengthened its R&D functions and works constantly to increase its profits through innovation and cost management.

OPERATING RESULT

1. Review of operations

During the six month period ended September 30, 2002, the business environment surrounding the world economy was sluggish and concerns about the future have been growing strong. As for the Japanese economy, while recovery has been seen in some sectors of business, bad debts of banks and deflation problems have not yet been solved. Furthermore, with the effect of low share prices, the Japanese economy is yet in a crucial situation. The U.S. economy has experienced some pattern of recovery due to steady consumer spending in the first half of this period. Thereafter, the accounting fraud scandals caused share prices to drop, throwing a shade over economic recovery. With the effect, the European economy continued in a stagnated situation.

In the video game industry, with the permeation of new generation home entertainment consoles throughout the world, competition has become even more intense.

Under such circumstances, Nintendo launched NINTENDO GAMECUBE (a new home entertainment console) in Europe after its release in Japan and the U.S. markets and has been developing unique high quality software in which users can enjoy better than ever before.

As a result, consolidated net sales for six month ended September 30, 2002 were 208 billion yen, including overseas sales of 172.7 billion yen, which accounted for 83.1% of the sales. Income before income taxes and extraordinary items was 8.4 billion yen because of the trend of yen appreciation. Net income was 18.9 billion yen due to sale of the stock of our affiliates etc.

With respect to sales by business category, in the electronic products division, GAME BOY ADVANCE hardware sales continued to be strong as new color versions were introduced worldwide. In addition, software titles such as “Super Mario Advance 2” were well received by consumers. On the other hand, NINTENDO GAMECUBE, although there was an impact by the price cuts on hardware initiated by competitors in the U.S. market, sold steadily and the wireless controller WAVEBIRD gained popularity. As for its software, “Super Mario Sunshine” became a worldwide million seller. Total net sales in the electronic entertainment products division were 207.3 billion yen, while sales in other products division (playing cards, karuta, etc.) were 0.6 billion yen.

With respect to geographic segment information, sales in Japan was 223.9 billion yen, 101.2 billion yen in The Americas, and 66 billion yen in Europe.

2. Cash Flows

Cash and cash equivalents (cash) as at September 30, 2002 was 778.5 billion yen (as at previous fiscal year-end was 863.1 billion yen), as the decrease of cash from operating activities exceeded the increase from investing and financing activities.

Cash flows from operating activities:

Net cash provided by operating activities decreased by 56.5 billion yen (18.5 billion yen decrease in the previous consolidated semi-annual fiscal year). Payment for income taxes decreased, however, factors such as the decrease in income before income taxes and minority interests and the increase of inventory caused this.

Cash flows from investing activities:

Net cash used in investing activities increased by 13.1 billion yen (65.1 billion yen decrease in the previous consolidated semi-annual fiscal year). The amount of time deposits made during this period was less than the deposits which became due in this period. Sale of the stocks of our affiliates during this period was another reason of the increase.

Cash flows from financing activities:

Net cash used in financing activities decreased by 11.3 billion yen (8.5 billion yen decrease in the previous consolidated semi-annual fiscal year). The increase in cash dividends was a major factor.

3. Annual Outlook

Utilizing its advantage as a platform holder of consoles as well as handheld devices, Nintendo offers a first-time ever new style of gaming that is created with the combination of hardware and software, such as a link of NINTENDO GAMECUBE with GAME BOY ADVANCE and the addition of CARD e-READER which enables interaction with playing cards. Based on this approach, Nintendo devotes its strength into developing fun and entertaining software that has never been seen and offers users a fulfilling lineup of high quality software.

4. Litigations

Nintendo, on October 1, 1998, strengthened its compliance with The European Commission by internally investigating its past trade practices in Europe, disclosing such information, and took corrective measures.

Then the Commission, in April 2000, after expressing objection that the acts fall upon "limitation of competition within the EU common market" which is prohibited by Item 81 in the EU treaty, determined to apply a fine of 149 million euros (17.95 billion yen).

Nintendo finds this fine to be unjustly high and is in the process of appealing to the European Court of First Instance.

CONSOLIDATED BALANCE SHEETS

As of September 30, 2001 and 2002, and March 31, 2002

	Yen in Millions					
	Sept. 30 2001		Sept. 30 2002		Mar. 31 2002	
[Assets]						
Current assets:						
Cash and deposits -----	782,390		797,969		894,547	
Notes and trade accounts receivable -----	67,210		69,798		45,861	
Marketable securities -----	5,737		12,839		10,108	
Inventories -----	42,848		100,021		43,868	
Deferred income taxes - current -----	34,772		34,265		34,467	
Other current assets -----	17,879		34,509		15,168	
Allowance for doubtful accounts -----	(5,526)		(5,907)		(6,251)	
	945,312	88.7 %	1,043,495	89.8 %	1,037,770	89.7 %
Fixed assets:						
Property, plant and equipment						
Buildings and structures -----	25,237		22,916		26,196	
Land -----	34,090		33,229		35,045	
Other property, plant and equipment -----	5,488		4,935		5,440	
	64,816	6.1 %	61,081	5.3 %	66,681	5.8 %
Intangible assets -----	195	0.0 %	207	0.0 %	174	0.0 %
Investments and other assets						
Investments in securities -----	33,129		39,109		32,589	
Deferred income taxes - non-current -----	14,186		12,502		12,496	
Other investments and other assets -----	8,255		5,526		7,092	
Allowance for doubtful accounts -----	(279)		(75)		(89)	
	55,291	5.2 %	57,062	4.9 %	52,089	4.5 %
	120,303	11.3 %	118,351	10.2 %	118,945	10.3 %
Total -----	1,065,615	100.0 %	1,161,847	100.0 %	1,156,715	100.0 %

As of September 30, 2001 and 2002, and March 31, 2002

Yen in Millions

	Sept. 30 2001		Sept. 30 2002		Mar. 31 2002	
[Liabilities]						
Current liabilities:						
Notes and trade accounts payable -----	98,737		137,195		106,685	
Accrued income taxes -----	19,291		13,681		30,376	
Reserve for bonuses -----	1,498		1,557		1,610	
Other current liabilities -----	79,043		68,119		73,535	
	198,571	18.6 %	220,553	19.0 %	212,208	18.3 %
Non-current liabilities:						
Non-current accounts payable -----	402		275		299	
Reserve for employee retirement and severance benefits -----	4,198		4,661		4,416	
Reserve for directors retirement and severance benefits -----	1,626		1,669		1,687	
	6,228	0.6 %	6,605	0.6 %	6,403	0.6 %
Total liabilities -----	204,799	19.2 %	227,159	19.6 %	218,611	18.9 %
[Minority interests]						
Minority interests -----	2,404	0.2 %	11	0.0 %	3,028	0.3 %
[Shareholders' equity]						
Common stock -----	10,065	1.0 %	-	- %	10,065	0.9 %
Additional paid-in capital -----	11,584	1.1 %	-	- %	11,584	1.0 %
Consolidated retained earnings -----	841,137	78.9 %	-	- %	904,732	78.2 %
Unrealized gains on other securities -----	2,417	0.2 %	-	- %	3,848	0.3 %
Translation adjustments -----	(6,723)	(0.6 %)	-	- %	5,025	0.4 %
Treasury stock, at cost -----	(69)	(0.0 %)	-	- %	(180)	(0.0 %)
Total shareholders' equity -----	858,411	80.6 %	-	- %	935,075	80.8 %
Common stock -----	-	- %	10,065	0.8 %	-	- %
Additional paid-in capital -----	-	- %	11,584	1.0 %	-	- %
Retained earnings -----	-	- %	912,204	78.5 %	-	- %
Unrealized gains on other securities -----	-	- %	3,333	0.3 %	-	- %
Translation adjustments -----	-	- %	(2,267)	(0.2 %)	-	- %
Treasury stock, at cost -----	-	- %	(245)	(0.0 %)	-	- %
Total shareholders' equity -----	-	- %	934,675	80.4 %	-	- %
Total -----	1,065,615	100.0 %	1,161,847	100.0 %	1,156,715	100.0 %

CONSOLIDATED STATEMENTS OF INCOME

Six months ended September 30, 2001 and 2002, and year ended March 31, 2002

Yen in Millions

	Sept. 30 2001		Sept. 30 2002		Mar. 31 2002	
Net sales -----	225,722	100.0 %	208,002	100.0 %	554,886	100.0 %
Cost of sales -----	130,458	57.8 %	141,879	68.2 %	334,620	60.3 %
Gross margin -----	95,263	42.2 %	66,123	31.8 %	220,266	39.7 %
Selling, general and administrative expenses -----	44,041	19.5 %	38,199	18.4 %	101,114	18.2 %
Operating income -----	51,221	22.7 %	27,924	13.4 %	119,151	21.5 %
Other income						
Interest income -----	12,264		8,756		22,904	
Foreign exchange gain -----	-		-		43,419	
Other -----	1,237		1,221		2,391	
Total other income -----	13,502	6.0 %	9,977	4.8 %	68,715	12.3 %
Other expenses						
Sales discount -----	219		96		473	
Equity in losses of non-consolidated subsidiary and affiliates -----	-		223		127	
Foreign exchange loss -----	12,936		29,105		-	
Other -----	10		60		647	
Total other expenses -----	13,166	5.9 %	29,484	14.2 %	1,248	0.2 %
Income before income taxes and extraordinary items -----	51,557	22.8 %	8,416	4.0 %	186,618	33.6 %
Extraordinary income -----	3,851	1.7 %	19,248	9.3 %	1,284	0.2 %
Extraordinary loss -----	223	0.1 %	186	0.1 %	4,879	0.8 %
Income before income taxes and minority interests -----	55,186	24.4 %	27,478	13.2 %	183,023	33.0 %
Provision for income taxes and enterprise tax -----	21,435	9.5 %	9,180	4.4 %	74,351	13.4 %
Income taxes deferred -----	(71)	(0.0 %)	(598)	(0.3 %)	2,445	0.4 %
Minority interests -----	(527)	(0.3 %)	(78)	(0.0 %)	(218)	(0.0 %)
Net income -----	34,349	15.2 %	18,974	9.1 %	106,444	19.2 %

CONSOLIDATED STATEMENTS OF RETAINED EARNINGS

Six months ended September 30, 2001 and 2002, and year ended March 31, 2002

Yen in Millions

	Sept. 30 2001	Sept. 30 2002	Mar. 31 2002
Consolidated retained earnings, beginning of period -----	815,457	-	815,457
Decrease			
Cash dividends -----	8,500	-	17,000
Directors' bonuses -----	170	-	170
Total decrease -----	8,670	-	17,170
Net income -----	34,349	-	106,444
Consolidated retained earnings, end of period -----	841,137	-	904,732
(Additional paid-in capital)			
Additional paid-in capital, beginning of period -----	-	11,584	-
Additional paid-in capital, end of period -----	-	11,584	-
(Retained earnings)			
Retained earnings, beginning of period -----	-	904,732	-
Increase			
Net income -----	-	18,974	-
Total increase -----	-	18,974	-
Decrease			
Cash dividends -----	-	11,332	-
Directors' bonuses -----	-	170	-
Total decrease -----	-	11,502	-
Retained earnings, end of period -----	-	912,204	-

CONSOLIDATED STATEMENTS OF CASH FLOWS

Six months ended September 30, 2001 and 2002, and year ended March 31, 2002

	Sept. 30 2001	Sept. 30 2002	Yen in Millions Mar. 31 2002
Cash flows from operating activities:			
Income before income taxes and minority interests -----	55,186	27,478	183,023
Depreciation and amortization -----	2,730	2,315	5,639
Increase in allowance for doubtful accounts -----	209	282	248
Interest and dividends income -----	(12,335)	(8,958)	(23,029)
Interest expenses -----	0	1	0
Foreign exchange loss (gain) -----	10,594	27,782	(42,093)
Gain on sales of marketable securities -----	(5)	-	(5)
Reversal of unrealized loss on investments in securities -----	(2,864)	-	-
Unrealized loss on investments in securities -----	203	143	4,458
Equity in losses of non-consolidated subsidiary and affiliates -----	(1)	223	127
Gain on sales of investments in affiliates -----	-	(19,177)	-
Decrease (increase) in notes and trade accounts receivable -----	(13,361)	(24,773)	10,983
Decrease (increase) in inventories -----	(20,607)	(56,566)	(21,308)
Increase (decrease) in notes and trade accounts payable -----	10,265	15,119	22,189
Increase in consumption taxes payable -----	540	589	498
Directors' bonuses paid -----	(170)	(170)	(170)
Other, net -----	5,770	(4,805)	2,244
Sub-total	36,154	(40,514)	142,807
Interest and dividends received -----	12,419	8,838	23,201
Interest paid -----	(0)	(1)	(0)
Income taxes paid -----	(67,119)	(24,861)	(109,773)
Net cash provided by (used in) operating activities	(18,546)	(56,539)	56,234
Cash flows from investing activities:			
Increase in time deposits -----	(103,295)	(27,588)	(140,959)
Decrease in time deposits -----	44,492	37,265	155,057
Payments for acquisition of marketable securities -----	(30,666)	(25,493)	(59,746)
Proceeds from sale of marketable securities -----	35,762	22,220	59,202
Payments for acquisition of property, plant and equipment -----	(9,800)	(1,545)	(13,096)
Proceeds from sale of property, plant and equipment -----	822	347	886
Payments for investments in securities -----	(12,000)	(17,000)	(24,033)
Proceeds from investments in securities -----	9,998	8,659	17,968
Sales of business entities -----	-	17,463	-
Other, net -----	(465)	(1,153)	(396)
Net cash provided by (used in) investing activities	(65,151)	13,174	(5,117)
Cash flows from financing activities:			
Proceeds from stock issued to minority interests -----	5	-	5
Payments for acquisition of treasury stock -----	(150)	(50)	(270)
Proceeds from sale of treasury stock -----	113	-	113
Cash dividends paid -----	(8,496)	(11,329)	(16,994)
Net cash provided by (used in) financing activities	(8,528)	(11,379)	(17,146)
Effect of exchange rate changes on cash and cash equivalents -----	(12,777)	(29,774)	43,154
Net increase (decrease) of cash and cash equivalents --	(105,004)	(84,519)	77,123
Cash and cash equivalents - Beginning -----	785,992	863,116	785,992
Cash and cash equivalents - Ending -----	680,987	778,597	863,116

BASIS OF CONSOLIDATED FINANCIAL STATEMENTS

1. Scope of consolidation

Consolidated subsidiaries	20	Nintendo of America Inc.	NES Merchandising Inc.	NHR Inc.	HFI Inc.
		Nintendo of Canada Ltd.	Nintendo of Europe GmbH	Nintendo France S.A.R.L.	
		Nintendo España, S.A.	Nintendo Benelux B.V.	Nintendo Australia Pty. Ltd.	
		Rare Acquisition Inc.	Nintendo Phuten Co., Ltd.		
		Nintendo Technology Development Inc.	Nintendo Software Technology Corporation		
		SiRAS.com Inc.	Nintendo Services USA, Inc.	Retro Studios, Inc	
		ND CUBE Co., Ltd.	Brownie Brown Inc.	WARPSTAR, Inc.	

Retro Studios, Inc. is newly consolidated (effective with this six month consolidated accounting period) because of the additional share acquisition. Rare Limited, Rare Inc., and Rare Toys & Games, Inc. are excluded from consolidation as the stock of Rare Limited and Rareware Limited have been sold.

Non-consolidated subsidiaries	2	Fukuei Co., Ltd.	A/N Software Inc.
		Above two companies are excluded from consolidation as they are not considered to be significant.	

2. Scope of equity method companies

Non-consolidated subsidiary with equity method applied	1	A/N Software Inc.			
Affiliates with equity method applied	8	Marigul Management Inc.	MGM Fund Inc.	The Pokémon Company	
		Mobile 21 Co., Ltd.	HAL LABORATORY, INC.	Silicon Knights Inc.	iKuni Inc.
		Pokémon USA, Inc.			

Retro Studios, Inc., because of becoming a consolidated subsidiary, Rareware Limited and Left Field Productions, because of sale of the stock, and MONEGI Co., because of liquidation as of September 30, 2002 are excluded from the scope of equity method affiliates.

With respect to (equity method applied) companies with different six-month end from consolidated six-month end (i.e., September 30), their financial statements are used as they are.

3. Semi-annual consolidated accounting period

Although six-month periods of Nintendo Phuten Co., Ltd. and Retro Studios, Inc. end on June 30, which are different from consolidated six-month end, their financial statements through that period are used for consolidation as the variance of six-month end are within three months (so-called three month rule applicable). Important transactions between their six-month end and September 30 are reconciled for consolidation.

4. Accounting policies

(1) A valuation basis and method of important assets

(A) Securities

Held-to-maturity bonds

Amortized cost method (by straight-line method)

Other securities

Marketable other securities

Market price method, based on the market value at balance sheet date
(Losses are charged to income, and unrealized gains, net of tax are charged to shareholders' equity.)

Non-marketable other securities

Cost, determined by the moving average method

(B) Derivatives

Market price method

(C) Inventories

Lower of cost, determined by the moving average method, or market

(2) Depreciation method for fixed assets

(A) Tangible assets

The Company and its domestic consolidated subsidiaries

Declining balance method (Some equipments are depreciated over economic useful lives.)

Buildings (exclusive of structures) acquired on or after April 1, 1998 are depreciated using the straight-line method.

Overseas consolidated subsidiaries

Straight-line method over the estimated useful lives of the assets

Estimated useful lives of the principal assets:

Buildings and structures: 3 to 60 years

(B) Intangible assets

Straight-line method

As for software for the in-house use, straight-line method based on usable period (mainly five years) is applied.

(3) Allowance and reserve

(A) Allowance for doubtful accounts

The Company and its domestic consolidated subsidiaries are calculating the allowance for general accounts receivables with actual percentage of credit losses to provide against losses on bad debts, as well as calculating the allowance for each doubtful account with an estimated amount of probable bad debts. Overseas consolidated subsidiaries are calculating the allowance for each doubtful account with an estimated amount of probable bad debts.

(B) Reserve for bonuses

The Company is calculating the reserve for bonuses with estimated prorated amounts to be paid.

(C) Reserve for employee retirement and severance benefits

The Company and certain consolidated subsidiaries are calculating the reserve for employee retirement and severance benefits with actuarially calculated amounts at the end of the six month period, on the basis of the cost of retirement benefits and plan assets at the end of the fiscal year.

(D) Reserve for directors retirement and severance benefits

The Company is calculating the reserve for directors retirement and severance benefits with estimated amounts to be paid at the end of this six month period, based on the Company's internal rules.

(4) Translation basis of assets and/or liabilities denominated in foreign currencies

Receivables and/or payables denominated in foreign currencies are translated into Japanese yen by the spot exchange rates at the end of the semi-annual fiscal year. Exchange gains or losses are charged to income. With respect to financial statements of overseas consolidated subsidiaries, balance sheets are translated into Japanese yen at exchange rates in effect at the balance sheet date for assets and liabilities. The average exchange rates for the semi-annual fiscal year are used for translation of revenue and expenses. The difference resulting from translation in this manner are shown as Minority Interests and Translation Adjustments in Shareholders' equity.

(5) Lease transactions

Finance leases that are deemed to transfer ownership of the leased assets to lessees are to be capitalized, while other finance leases are permitted to be accounted for as operating lease transactions if certain "as if capitalized" information is disclosed in the notes to the lessee's financial statements.

(6) Consumption tax

The consumption tax and the provincial consumption tax are recorded as asset / liability when they are received / paid.

5. Funds in consolidated statements of cash flows

Funds (cash and cash equivalents) in consolidated statements of cash flows cover cash on hand, deposits which are able to be withdrawn at any time, and short-time investments which are able to be cashed easily, with little risk of value fluctuation, for which the term of redemption comes within three months from the acquisition date.

ADDITIONAL INFORMATION

New Accounting Standards on Treasury stock and Legal reserves

Effective with the six-month period ended September 30, 2002, the Company adopted the provisions of Corporate Accounting Standard No. 1 with respect to the financial reporting for Treasury stock and Legal reserves. The impact due to the adoption is minimal in determining net income for this semi-annual accounting period.

In addition, pursuant to the revision of Interim Financial Statement Regulations, Shareholders' equity section in the balance sheet as of September 30, 2002 is reported in accordance with this revised Regulations.

Information about Earnings per share

Effective with the six-month period ended September 30, 2002, the Company adopted the provisions of Corporate Accounting Standard No. 2 with respect to the financial reporting for net income per share. There is no impact to the amount of net income per share for this semi-annual accounting period due to the adoption.

NOTES

Consolidated balance sheets information;

	Sept. 30 2001	Sept. 30 2002	Yen in Millions Mar. 31 2002
Accumulated depreciation of tangible assets	32,120	33,302	33,530

Consolidated statements of cash flows information;

Reconciliation between cash and cash equivalents - ending and the amount shown on consolidated balance sheets

	Sept. 30 2001	Sept. 30 2002	Yen in Millions Mar. 31 2002
Cash and deposits account	782,390	797,969	894,547
Bonds etc. due within three months period	350	-	-
Time deposits (over 3 months)	(101,752)	(19,372)	(31,430)
Cash and cash equivalents - Ending	680,987	778,597	863,116

Lease transaction information;

1. Finance lease

Pro forma information of leased assets under finance leases that do not transfer ownership of the leased assets to the lessee on an "as if capitalized" basis is as follows:

	Sept. 30 2001	Sept. 30 2002	Yen in Millions Mar. 31 2002
(1) Acquisition cost and accumulated depreciation			
Acquisition cost	529	771	829
Accumulated depreciation	240	467	411
Net leased assets	289	304	417
(2) Obligations under finance leases			
Due within one year	138	198	220
Due after one year	150	105	196
Total	289	304	417
(3) Lease payments and depreciation expense			
Lease payments	78	115	214
Depreciation expense	78	115	214

(4) Calculation method of depreciation expense

Straight-line method over lease period, with zero residual value.

2. Operating lease

The minimum rental commitments under noncancelable operating leases as of the end of each period are as follows:

Due within one year	151	540	459
Due after one year	403	3,976	4,224
Total	554	4,517	4,683

SEGMENT INFORMATION

1. Segment information by business categories

Because the company operates predominantly in one industry segment which is accounted for over 90% of total sales, operating income, this information is not applicable to our business.

2. Segment information by seller's location

Yen in Millions

<u>Six months ended Sept 30, 2001</u>	Domestic	The Americas	Europe	Other	Total	Eliminations or unallocated assets	Consolidated
Net sales and operating income							
Net sales							
(1) Sales to third parties	73,435	97,020	52,040	3,224	225,722	-	225,722
(2) Inter segment sales	109,332	544	2,447	0	112,325	(112,325)	-
Total	182,768	97,564	54,488	3,225	338,047	(112,325)	225,722
Cost of sales and selling, general and administrative expenses	150,850	83,347	48,334	3,047	285,580	(111,080)	174,500
Operating income	31,917	14,217	6,153	178	52,467	(1,245)	51,221

<u>Six months ended Sept 30, 2002</u>	Domestic	The Americas	Europe	Other	Total	Eliminations or unallocated assets	Consolidated
Net sales and operating income							
Net sales							
(1) Sales to third parties	37,836	100,946	66,027	3,192	208,002	-	208,002
(2) Inter segment sales	186,147	269	17	-	186,435	(186,435)	-
Total	223,984	101,215	66,045	3,192	394,438	(186,435)	208,002
Cost of sales and selling, general and administrative expenses	202,300	91,162	62,863	3,312	359,639	(179,560)	180,078
Operating income	21,684	10,053	3,181	(120)	34,798	(6,874)	27,924

<u>Year ended March 31, 2002</u>	Domestic	The Americas	Europe	Other	Total	Eliminations or unallocated assets	Consolidated
Net sales and operating income							
Net sales							
(1) Sales to third parties	171,331	283,427	94,259	5,868	554,886	-	554,886
(2) Inter segment sales	275,923	932	3,425	0	280,281	(280,281)	-
Total	447,254	284,360	97,684	5,868	835,167	(280,281)	554,886
Cost of sales and selling, general and administrative expenses	382,489	252,984	92,132	5,768	733,375	(297,640)	435,735
Operating income	64,764	31,375	5,551	100	101,792	17,358	119,151

3. Sales to overseas customers

Yen in Millions

<u>Six months ended Sept 30, 2001</u>	The Americas	Europe	Other	Total
Sales for overseas customers	97,520	59,126	5,855	162,502
Consolidated net sales				225,722
Percentage of sales to overseas customers to consolidated net sales	43.2%	26.2%	2.6%	72.0%
<u>Six months ended Sept 30, 2002</u>	The Americas	Europe	Other	Total
Sales for overseas customers	101,440	66,029	5,312	172,782
Consolidated net sales				208,002
Percentage of sales to overseas customers to consolidated net sales	48.8%	31.7%	2.6%	83.1%
<u>Year ended March 31, 2002</u>	The Americas	Europe	Other	Total
Sales for overseas customers	284,521	116,161	10,620	411,304
Consolidated net sales				554,886
Percentage of sales to overseas customers to consolidated net sales	51.3%	20.9%	1.9%	74.1%

SECURITIES INFORMATION

As of September 30, 2001

Yen in Millions

1. Marketable other securities

	Acquisition Cost	Book Value	Difference
Stocks	5,003	8,626	3,622
Bonds	25,507	16,200	(9,306)
Total	<u>30,511</u>	<u>24,827</u>	<u>(5,684)</u>

2. Contents and book value of major non-marketable securities

(1) Held-to-maturity bonds		
Commercial paper		2,999
Unlisted foreign bonds		2,388
(2) Other securities		
Unlisted foreign bonds		7,000

As of September 30, 2002

Yen in Millions

1. Marketable other securities

	Acquisition Cost	Book Value	Difference
Stocks	13,721	19,287	5,566

2. Contents and book value of major non-marketable securities

(1) Held-to-maturity bonds		
Commercial paper		12,839
(2) Other securities		
Unlisted foreign bonds		6,000
Preferred subscription certificate		11,000

As of March 31, 2002

Yen in Millions

1. Marketable other securities

	Acquisition Cost	Book Value	Difference
Stocks	13,847	20,360	6,512

2. Contents and book value of major non-marketable securities

(1) Held-to-maturity bonds		
Commercial paper		5,443
Unlisted foreign bonds		4,665
(2) Other securities		
Unlisted foreign bonds		6,000
Preferred subscription certificate		5,000

DERIVATIVE TRANSACTIONS INFORMATION

Six months ended September 30, 2001 and 2002, and year ended March 31, 2002

Yen in Millions

	Sept. 30 2001			Sept. 30 2002		
	Contract amount <Option fee>	Fair market value	Unrealized Gain(loss)	Contract amount <Option fee>	Fair market value	Unrealized Gain(loss)
Option contracts:						
Written						
Call:						
U.S. dollars	61,839			-		
	< 565>	634	(69)	< ->	-	-
Purchased						
Put:						
U.S. dollars	61,839			-		
	< 565>	439	(126)	< ->	-	-
Total	-	-	(195)	-	-	-

	Mar. 31 2002		
	Contract amount <Option fee>	Fair market value	Unrealized Gain(loss)
Option contracts:			
Written			
Call:			
U.S. dollars	-		
	< ->	-	-
Purchased			
Put:			
U.S. dollars	-		
	< ->	-	-
Total	-	-	-

SIGNIFICANT SUBSEQUENT EVENTS

Not applicable

PRODUCTION, ORDER AND SALES INFORMATION

Six months ended September 30, 2001 and 2002, and year ended March 31, 2002

Yen in Millions

1. Production

		Sept. 30 2001	Sept. 30 2002	Mar. 31 2002
Electronic entertainment products				
(Hardware)				
Handheld	-----	97,338	62,324	180,707
Console	-----	19,305	98,070	107,191
Others	-----	9,926	18,438	28,197
		126,570	178,834	316,096
(Software)				
Handheld	-----	81,352	48,397	160,439
Console	-----	18,635	51,385	63,281
Others	-----	-	-	-
		99,988	99,783	223,721
Sub-Total		226,558	278,617	539,817
Others	-----	749	259	1,278
Total		227,308	278,876	541,096

2. Order

		Sept. 30 2001		Sept. 30 2002		Mar. 31 2002	
		Orders received	Back orders	Orders received	Back orders	Orders received	Back orders
Electronic entertainment products							
(Hardware)							
Handheld	-----	44,971	17,350	33,560	13,044	79,065	3,916
Console	-----	3,469	884	16,274	1,414	13,266	849
Total		48,441	18,234	49,834	14,459	92,331	4,765

3. Sales

		Sept. 30 2001	Sept. 30 2002	Mar. 31 2002
Electronic entertainment products				
(Hardware)				
Handheld	-----	92,874	47,957	189,753
Console	-----	16,002	48,375	99,256
Others	-----	12,365	18,614	26,878
		121,241	114,947	315,887
(Software)				
Handheld	-----	80,432	43,307	164,779
Console	-----	17,860	46,703	63,858
Royalty income and content income	-----	5,152	2,362	8,130
Others	-----	43	29	130
		103,488	92,403	236,898
Sub-Total		224,730	207,351	552,785
Others	-----	991	651	2,100
Total		225,722	208,002	554,886

Nintendo Co., Ltd.

11-1 Kamitoba hokotate-cho,
Minami-ku, Kyoto 601-8501
Japan

NON-CONSOLIDATED FINANCIAL STATEMENTS**FINANCIAL HIGHLIGHTS**

Six months ended September 30, 2001 and 2002, and year ended March 31, 2002

The amounts presented herein are rounded down under one million yen except as otherwise denominated.

Numbers in parentheses are negative.

	Yen in Millions		
	Sept. 30 2001	Sept. 30 2002	Mar. 31 2002
Net sales -----	182,723	223,933	447,101
Percentage change from previous half year -----	30.5%	22.6%	
Operating income -----	31,999	21,769	65,033
Percentage change from previous half year -----	48.3%	(32.0%)	
Income before income taxes and extraordinary items -----	41,409	19,628	144,788
Percentage change from previous half year -----	(20.0%)	(52.6%)	
Net income -----	30,355	16,464	80,323
Percentage change from previous half year -----	17.5%	(45.8%)	
Net income per share -----	¥214.27	¥116.22	¥567.00
<hr/>			
Cash dividends per share			
Interim -----	¥60.00	¥70.00	-
Annual -----	-	-	¥140.00
<hr/>			
Financial position			
Total assets (1) -----	939,875	1,038,841	1,026,478
Shareholders' equity (2) -----	807,201	854,301	849,919
Ratio of net worth to total assets (2)/(1) -----	85.9%	82.2%	82.8%
Shareholders' equity per share -----	¥5,697.80	¥6,030.80	¥5,999.69

[Notes]

Average number of shares issued and outstanding for the six months ended September 30, 2002 : 141,658,611 shares

Number of shares issued and outstanding as of September 30, 2002 (excluding treasury stock) : 141,656,467 shares

Stock trading unit : 100 shares

Change of accounting policies : None

NON-CONSOLIDATED BALANCE SHEETS

As of September 30, 2001 and 2002, and March 31, 2002

Yen in Millions

	Sept. 30 2001		Sept. 30 2002		Mar. 31 2002	
[Assets]						
Current assets:						
Cash and deposits -----	661,178		701,972		764,274	
Notes receivable -----	2,975		4,345		2,101	
Trade accounts receivable -----	74,844		118,306		69,505	
Marketable securities -----	5,387		-		4,665	
Inventories -----	21,335		24,866		17,552	
Deferred income taxes - current -----	18,813		23,459		23,794	
Other current assets -----	15,329		27,858		11,564	
Allowance for doubtful accounts -----	(598)		(379)		(406)	
	799,265	85.0 %	900,430	86.7 %	893,052	87.0 %
Fixed assets:						
Property, plant and equipment						
Buildings -----	16,751		15,748		16,209	
Land -----	25,596		25,596		25,596	
Other property, plant and equipment -----	3,169		1,999		2,344	
	45,517	4.9 %	43,344	4.2 %	44,149	4.3 %
Intangible assets -----	138	0.0 %	142	0.0 %	117	0.0 %
Investments and other assets						
Investments in affiliates -----	41,215		39,925		39,817	
Deferred income taxes - non-current -----	13,942		11,196		10,754	
Other investments and other assets -----	44,533		48,787		43,412	
Allowance for doubtful accounts -----	(4,736)		(4,984)		(4,825)	
	94,954	10.1 %	94,924	9.1 %	89,157	8.7 %
	140,610	15.0 %	138,411	13.3 %	133,425	13.0 %
Total -----	939,875	100.0 %	1,038,841	100.0 %	1,026,478	100.0 %

As of September 30, 2001 and 2002, and March 31, 2002

Yen in Millions

	Sept. 30 2001		Sept. 30 2002		Mar. 31 2002	
[Liabilities]						
Current liabilities:						
Notes payable -----	27,202		20,682		20,459	
Trade accounts payable -----	67,612		114,218		82,433	
Other accounts payable -----	5,486		15,776		20,434	
Accrued income taxes -----	11,441		1,021		22,146	
Advances received -----	498		1,143		1,071	
Reserve for bonuses -----	1,498		1,557		1,610	
Other current liabilities -----	15,451		26,849		24,739	
	129,192	13.7 %	181,249	17.5 %	172,896	16.8 %
Non-current liabilities:						
Non-current accounts payable -----	402		275		299	
Reserve for employee retirement and severance benefits -----	1,452		1,345		1,675	
Reserve for directors retirement and severance benefits -----	1,626		1,669		1,687	
	3,482	0.4 %	3,290	0.3 %	3,662	0.4 %
Total liabilities -----	132,674	14.1 %	184,540	17.8 %	176,558	17.2 %
[Shareholders' equity]						
Common stock -----	10,065	1.1 %	-	- %	10,065	1.0 %
Additional paid-in capital -----	11,584	1.2 %	-	- %	11,584	1.1 %
Legal reserve -----	2,516	0.3 %	-	- %	2,516	0.2 %
Retained earnings -----	780,617	83.1 %	-	- %	822,085	80.1 %
Optional reserve -----	660,053		-		660,053	
Unappropriated -----	120,564		-		162,032	
Unrealized gains on other securities -----	2,417	0.2 %	-	- %	3,848	0.4 %
Treasury stock, at cost -----	-	- %	-	- %	(180)	(0.0 %)
Total shareholders' equity -----	807,201	85.9 %	-	- %	849,919	82.8 %
Common stock -----	-	-	10,065	1.0 %	-	-
Additional paid-in capital -----	-	-	11,584	1.1 %	-	-
Retained earnings -----	-	-	829,563	79.8 %	-	-
Legal reserve -----	-	-	2,516		-	-
Optional reserve -----	-	-	560,050		-	-
Unappropriated -----	-	-	266,996		-	-
Unrealized gains on other securities -----	-	-	3,333	0.3 %	-	-
Treasury stock, at cost -----	-	-	(245)	(0.0 %)	-	-
Total shareholders' equity -----	-	-	854,301	82.2 %	-	-
Total -----	939,875	100.0 %	1,038,841	100.0 %	1,026,478	100.0 %

NON-CONSOLIDATED STATEMENTS OF INCOME

Six months ended September 30, 2001 and 2002, and year ended March 31, 2002

	Yen in Millions					
	Sept. 30 2001		Sept. 30 2002		Mar. 31 2002	
Net sales -----	182,723	100.0 %	223,933	100.0 %	447,101	100.0 %
Cost of sales -----	130,260	71.3 %	186,158	83.1 %	328,194	73.4 %
Gross margin -----	52,463	28.7 %	37,775	16.9 %	118,906	26.6 %
Selling, general and administrative expenses -----	20,463	11.2 %	16,006	7.2 %	53,873	12.1 %
Operating income -----	31,999	17.5 %	21,769	9.7 %	65,033	14.5 %
Other income -----	21,508	11.8 %	26,786	12.0 %	80,752	18.1 %
Other expenses -----	12,099	6.6 %	28,927	12.9 %	996	0.2 %
Income before income taxes and extraordinary items -----	41,409	22.7 %	19,628	8.8 %	144,788	32.4 %
Extraordinary income -----	3,274	1.7 %	66	0.0 %	1,000	0.2 %
Extraordinary loss -----	243	0.1 %	152	0.1 %	9,249	2.1 %
Income before income taxes -----	44,440	24.3 %	19,541	8.7 %	136,539	30.5 %
Provision for income taxes and enterprise tax -----	13,852	7.6 %	2,812	1.2 %	58,813	13.1 %
Income taxes deferred -----	232	0.1 %	265	0.1 %	(2,597)	(0.6 %)
Net income -----	30,355	16.6 %	16,464	7.4 %	80,323	18.0 %
Retained earnings brought forward -----	90,209		250,532		90,209	
Interim cash dividends -----	-		-		8,499	
Unappropriated retained earnings -----	120,564		266,996		162,032	

BASIS OF NON-CONSOLIDATED FINANCIAL STATEMENTS

1. A valuation basis and method of important assets

(A) Securities

Held-to-maturity bonds	Amortized cost method (by straight-line method)
Securities of subsidiaries and affiliates	Cost, determined by the moving average method
Other securities	
Marketable other securities	Market price method, based on the market value at balance sheet date (Losses are charged to income, and unrealized gains, net of tax are charged to shareholders' equity.)
Non-marketable other securities	Cost, determined by the moving average method

(B) Derivatives

Market price method

(C) Inventories

Lower of cost, determined by the moving average method, or market

2. Depreciation method of fixed assets

(A) Tangible assets

Declining balance method (Some equipments are depreciated over economic useful lives.)

Buildings (exclusive of structures) acquired on or after April 1, 1998 are depreciated using the straight-line method.

Estimated useful lives of the principal assets are as follows:

Buildings : 3 to 50 years

(B) Intangible assets

Straight-line method

As for software for the in-house use, straight-line method based on usable period (mainly five years) is applied.

3. Allowance and reserve

(A) Allowance for doubtful accounts

The allowance for general accounts receivables is calculated with actual percentage of credit losses to provide against losses on bad debts. And that for each doubtful account is calculated with an estimated amount of probable bad debt.

(B) Reserve for bonuses

The reserve for bonuses is calculated with estimated prorated amounts to be paid.

(C) Reserve for employee retirement and severance benefits

The reserve for employee retirement and severance benefits is calculated with actuarially calculated amounts to be required at the end of this six-month period, on the basis of the cost of retirement benefits and plan assets at the end of the fiscal year.

(D) Reserve for directors retirement and severance benefits

The reserve for directors retirement and severance benefits is calculated with estimated amounts to be paid at the end of this six-month period, based on the Company's internal rules.

4. Translation basis of assets and/or liabilities denominated in foreign currencies

Receivables and/or payables denominated in foreign currencies are translated into Japanese yen by the spot exchange rates at the end of the semi-annual fiscal year. Exchange gains or losses are charged to income.

5. Lease transactions

Finance leases that are deemed to transfer ownership of the leased assets to the lessee are to be capitalized, while other finance leases are permitted to be accounted for as operating lease transactions if certain "as if capitalized" information is disclosed in the notes to the lessee's financial statements.

6. Consumption tax

The consumption tax and the provincial consumption tax are recorded as asset / liability when they are received / paid.

ADDITIONAL INFORMATION

New Accounting Standards on Treasury stock and Legal reserves

Effective with the six-month period ended September 30, 2002, the Company adopted the provisions of Corporate Accounting Standard No.1 with respect to the financial reporting for Treasury stock and Legal reserves. The impact due to the adoption is minimal in determining net income for this semi-annual accounting period.

In addition, pursuant to the revision of Interim Financial Statement Regulations, Shareholders' equity section in the balance sheet as of September 30, 2002 is reported in accordance with this revised Regulations.

With this change, Treasury stock, at cost, which was previously included in Other current assets in the balance sheet, is now reported as a reduction of Shareholders' equity. The amount included in Other current assets in the previously reported six-month period was 69 million yen.

Information about Earnings per share

Effective with the six-month period ended September 30, 2002, the Company adopted the provisions of Corporate Accounting Standard No.2 with respect to the financial reporting for net income per share. There is no impact to the amount of net income per share for this semi-annual accounting period due to the adoption.

NOTES TO NON-CONSOLIDATED FINANCIAL STATEMENTS

Balance sheets information;

Yen in Millions

	Sept. 30 2001	Sept. 30 2002	Mar. 31 2002
1. Accumulated depreciation of tangible assets	19,669	21,376	21,406
2. Guaranteed liabilities	279	361	348
<i><DM and EUR in thousands></i>	<i><DM5,000></i>	<i><EUR3,000></i>	<i><EUR3,000></i>

Statements of income information;

Yen in Millions

	Sept. 30 2001	Sept. 30 2002	Mar. 31 2002
1. Major items included in other income are as follows:			
Interest income	8,283	7,399	15,257
Dividend income	12,370	18,716	15,967
Foreign exchange gain	-	-	47,832
2. Major items included in other expenses are as follows:			
Sales discount	211	100	501
Foreign exchange loss	11,883	28,817	-
3. Depreciation and amortization			
Tangible assets	1,601	1,470	3,577
Intangible assets	404	18	465

Lease transaction information;

Yen in Millions

	Sept. 30 2001	Sept. 30 2002	Mar. 31 2002
Pro forma information of leased assets under finance leases that do not transfer ownership of the leased assets to the lessee on an “as if capitalized” basis is as follows:			
1. Acquisition cost and accumulated depreciation			
Acquisition cost	336	376	374
Accumulated depreciation	134	202	160
Net leased assets	201	174	214
2. Obligations under finance leases:			
Due within one year	92	103	104
Due after one year	108	70	109
Total	201	174	214
3. Lease payments and depreciation expense			
Lease payments	54	55	110
Depreciation expense	54	55	110
4. Calculation method of depreciation expense			
Straight-line method over lease period, with zero residual value.			

Securities information;

Any securities of subsidiaries and affiliates do not have market value in this six-month period.

Significant subsequent events;

Not applicable

1. CONSOLIDATED ACTUAL SALES UNITS AND NUMBER OF NEW TITLES

			Sales Units in Ten Thousands Number of New Titles Released			
			Six months Apr-Sept '01	Six months Apr-Sept '02	Life-to-date through Sept '02	Twelve months Apr '01-Mar '02
GAME BOY ADVANCE	Hardware	Domestic	276	108	705	492
		Overseas	575	471	1,689	1,217
		Total	850	578	2,394	1,709
	Software	Domestic	483	498	1,793	1,024
		Overseas	1,425	1,646	5,329	3,682
		Total	1,907	2,144	7,122	4,705
	New titles	Domestic	47	95	263	143
Overseas		56	94	243	149	
NINTENDO GAMECUBE	Hardware	Domestic	51	34	191	157
		Overseas	0	254	477	223
		Total	51	288	668	380
	Software	Domestic	71	201	608	406
		Overseas	0	1,820	2,850	1,030
		Total	71	2,021	3,458	1,437
	New titles	Domestic	3	28	50	22
Overseas		-	62	104	42	

[Notes] Overseas titles include solely new titles in the United States market.

2. OTHER CONSOLIDATED INFORMATION

			Yen in Millions		
			Six months Apr-Sept '01	Six months Apr-Sept '02	Twelve months Apr '01-Mar '02
Capital investment			4,507	1,587	9,220
Depreciation expenses of tangible assets			2,288	2,270	5,078
Research and development fees			8,904	6,876	16,791
Marketing expenses			19,046	15,211	42,320
			As of Sept. 30, 2001	As of Sept. 30, 2002	As of Mar. 31, 2002
Number of Employees			3,067	2,981	3,073

3. BALANCE OF ASSETS IN MAJOR FOREIGN CURRENCIES**WITHOUT EXCHANGE CONTRACT (NON-CONSOLIDATED)**

			U.S. Dollars / Euros in Millions				
			As of Sept. 30, 2001	As of Sept. 30, 2002	As of Mar. 31, 2002	Exchange rate Sept. 30, 2002	Exchange rate Mar. 31, 2002
US\$ Cash and Deposits			2,513	3,775	3,057	US\$1.00 =	
US\$ Accounts Receivable			298	483	337	¥ 122.60	¥ 133.25
EUR Cash and Deposits			1,210	1,428	1,637	€ 1.00 =	
EUR Accounts Receivable			269	404	134	¥ 120.37	¥ 116.14

[Notes] Amount of Euro as of Sept. 30, 2001 is converted from Deutsche Mark. However, Euro Accounts Receivable includes some amount denominated in Euro.