

CONSOLIDATED FINANCIAL STATEMENTS

Nintendo Co., Ltd. and Consolidated Subsidiaries



October 25, 2007



Nintendo Co., Ltd.
11-1 Kamitoba hokotate-cho,
Minami-ku, Kyoto 601-8501
Japan

FINANCIAL HIGHLIGHTS

1. Consolidated Results for the Six Months Ended September 2006 and 2007, and Year Ended March 31, 2007

(1) Consolidated operating results

(Amounts below one million are rounded down)

	Net sales		Operating income		Income before income taxes and extraordinary items		Net income	
	million yen	%	million yen	%	million yen	%	million yen	%
Six months ended Sept. 30, '07	694,803	132.5	188,784	181.3	215,376	127.5	132,421	143.7
Six months ended Sept. 30, '06	298,817	69.4	67,111	242.2	94,676	66.6	54,345	48.4
Year ended Mar. 31, '07	966,534	-	226,024	-	288,839	-	174,290	-

	Net income per share	Diluted income per share
	yen	yen
Six months ended Sept. 30, '07	1,035.36	-
Six months ended Sept. 30, '06	424.86	-
Year ended Mar. 31, '07	1,362.61	-

(2) Consolidated financial position

	Total assets	Net assets	Capital adequacy ratio	Net assets per share
	million yen	million yen	%	yen
As of Sept. 30, '07	1,659,239	1,152,250	69.4	9,008.34
As of Sept. 30, '06	1,263,030	989,319	78.3	7,733.31
As of Mar. 31, '07	1,575,597	1,102,018	69.9	8,614.97

(3) Consolidated cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents - ending
	million yen	million yen	million yen	million yen
Six months ended Sept. 30, '07	25,848	106,995	(79,533)	746,557
Six months ended Sept. 30, '06	19,993	(25,485)	(40,994)	580,835
Year ended Mar. 31, '07	274,634	(174,603)	(50,137)	688,737

2. Cash dividends

	Dividend per share		
	Interim	Year-end	Annual
	yen	yen	yen
Year ended Mar. 31, '07	70.00	620.00	690.00
Year ending Mar. 31, '08	140.00		1,090.00
Year ending Mar. 2008 (forecast)		950.00	

3. Forecast for the fiscal year ending March 2008 (April 1, 2007 - March 31, 2008)

	Net sales		Operating income		Income before income taxes and extraordinary items		Net income		Net income per share
	million yen	%	million yen	%	million yen	%	million yen	%	yen
Year ending Mar. 2008	1,550,000	60.4	420,000	85.8	460,000	59.3	275,000	57.8	2,150.16

4. Others

(1) Changes for important subsidiaries during the six months ended September 30, 2007

Not applicable

(2) Changes on the basis of consolidated financial statements preparation

- ① Related to accounting standard revisions etc. Applicable
 ② Other changes Not applicable

[Note] Please refer to "Changes on the Basis of Consolidated Financial Statements Preparation" at page 13 for details.

(3) Outstanding shares (common shares)

① Number of shares outstanding (including treasury stock)					shares
As of Sept. 30, '07:	141,669,000	As of Sept. 30, '06:	141,669,000	As of Mar. 31, '07:	141,669,000
② Number of treasury stock					shares
As of Sept. 30, '07:	13,773,215	As of Sept. 30, '06:	13,759,852	As of Mar. 31, '07:	13,765,987
③ Average number of shares					shares
As of Sept. 30, '07:	127,899,242	As of Sept. 30, '06:	127,911,816	As of Mar. 31, '07:	127,908,919

(Reference) Non-consolidated results

1. Non-consolidated results for the years ended September 2006 and 2007, and year ended March 31, 2007

(1) Non-consolidated operating results

	Net sales		Operating income		Income before income taxes and extraordinary items		Net income	
	million yen	%	million yen	%	million yen	%	million yen	%
Six months ended Sept. 30, '07	634,996	121.7	166,987	139.5	186,257	100.4	109,935	190.1
Six months ended Sept. 30, '06	286,393	59.2	69,727	148.0	92,923	50.7	37,897	(4.3)
Year ended Mar. 31, '07	898,639	-	212,288	-	263,403	-	142,743	-

	Net income per share
	yen
Six months ended Sept. 30, '07	859.55
Six months ended Sept. 30, '06	296.28
Year ended Mar. 31, '07	1,115.98

(2) Non-consolidated financial position

	Total assets	Net assets	Capital adequacy ratio	Net assets per share
	million yen	million yen	%	yen
As of Sept. 30, '07	1,400,267	975,302	69.7	7,625.76
As of Sept. 30, '06	1,078,404	852,378	79.0	6,663.94
As of Mar. 31, '07	1,366,267	947,076	69.3	7,404.64

[Note]

Consolidated results for the year ending March 31, 2008 is revised and forecast figures after revision are set forth above. Please refer to "Notice of Financial Forecast Modifications" and "Notice of Dividend Forecast Modification" (both dated October 25, 2007) announced today for details.

Forecasts announced by the Company 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.

Please note such risks and uncertainties may cause the actual results to be materially different from the forecasts (earnings forecast, dividend forecast, and other forecasts).

With respect to the forecast, please refer to page 3 for the forward-looking conditions.

OPERATING RESULTS

1. Analysis of Operations

(1) Six months ended September 30, 2007

Throughout the six months ended September 30, 2007, the Japanese economy continued to show a pattern of recovery while concerns still remain over crude oil price trends and the impact of a slowdown in the U.S. economy. Intensified capital investments due to improvement in corporate earnings, as well as steady consumer spending led by improvements in employment, helped to support the Japanese economy. Looking overseas, in the U.S., instability in the financial markets could have a negative impact on its economy, despite making sustained and moderate improvements. The European economy showed steady performance supported by capital investments and exports.

In the video game industry, market expansion which had been led by handheld gaming machines is now expected to be accelerated by the new console gaming hardware.

Under such circumstances, Nintendo has continued to execute its strategy of expanding the gaming audience and therefore, has introduced unique products. "Nintendo DS" has gained wide-spread popularity with its software lineup known as "Touch! Generations" by which Nintendo has expanded the definition of video games. In addition, Nintendo's gaming console, "Wii", has been attracting all the members of family and has impacted how families view entertainment in the household.

Consolidated net sales for the half year ended September 30, 2007 resulted in 694.8 billion yen, including overseas sales of 541.0 billion yen, which accounted for 77.9% of total sales. Income before income taxes and extraordinary items was 215.3 billion yen. Net income was 132.4 billion yen.

With respect to sales by business category within the electronic entertainment products division, "Nintendo DS" has continued to enjoy favorable sales worldwide, reaching a total of 13.35 million units in these six months. As for "Nintendo DS" software, for instance, "Pokémon Diamond and Pearl" was released overseas after a launch in Japan last year and sold a total of 6.95 million units worldwide (12.17 million units life-to-date). In addition, both "Brain Age: Train Your Brain in Minutes a Day!" and the sequel version (which was released overseas during the half year) performed well, reaching a total of 5.19 million units (17.19 million units life-to-date). In addition, a number of long-term selling titles such as "Nintendogs" and "New Super Mario Bros." contributed to handheld software sales growth in the six months ended September 30, 2007.

As for the console business, "Wii" hardware sold a total of 7.33 million units in the first six months of the 2008 fiscal year. "Wii" software, such as "Mario Party 8", (which consists of more than 70 mini-games that allow the player to operate "Wii Remote" in its unique ways), sold a total of 2.89 million units. "Wii Sports" and "Wii Play", released in the last fiscal year, have continued to enjoy favorable sales as well. As a result, net sales in the electronic entertainment products division were 693.2 billion yen, while sales in the other products division (playing cards, karuta, etc.) were 1.5 billion yen.

With respect to results by geographic segment, sales in Japan were 635.0 billion yen including inter-segment sales of 475.1 billion yen. Operating income was 167.1 billion yen. Sales in the Americas were 268.4 billion yen including inter-segment sales of 1.0 billion yen. Operating income was 14.8 billion yen. Sales in Europe were 246.0 billion yen. Operating income was 23.7 billion yen.

(2) Outlook for fiscal year ending March 31, 2008

Nintendo will continue to pursue expansion of the gaming population and offer various entertainment options that take root in our daily lives using the "Wii". Nintendo will aim to integrate health in entertainment with the launch of health-oriented software "Wii Fit" by using the "Balance Wii Board" which will enable you to measure your body balance and assist in your personal fitness while having fun at the same time. Nintendo's goal is to achieve higher internet connection rates and commence "WiiWare" which is to be purchased and downloaded as software for "Wii" exclusive use, offering various games rich in ideas. Moreover, Nintendo expects to satisfy both novice and skilled gamers alike by releasing "Super Mario Galaxy" and other software to be released such as "Super Smash Bros. Brawl".

Capitalizing on the widespread installed base of "Nintendo DS", Nintendo will continue to introduce multiple software lineups that will attract wide ranging user demographics.

With regard to consolidated performance forecasts for the fiscal year ending March 31, 2008, net sales are projected to reach 1,550 billion yen, operating income 420 billion yen, income before income taxes and extraordinary items 460 billion yen, net income 275 billion yen. Exchange rates used for the forecast are 115 yen per U.S. dollar and 160 yen per Euro.

[Note] Forecasts announced by the Company 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. Please note such risks and uncertainties may cause the actual results to be materially different from the forecasts (earnings forecast, dividend forecast, and other forecasts).

2. Financial Positions

Total assets increased overall by 83.6 billion yen compared to the previous fiscal year-end to 1,659.2 billion yen, due to an increase in trade accounts receivable accelerated by strong sales and inventories for this holiday season sales even though cash and deposits decreased due to payments of income taxes and dividends. Total liabilities increased by 33.4 billion yen compared to the previous fiscal year-end to 506.9 billion yen, mainly due to an increase in expenses related to the growth in sales. Net assets increased by 50.2 billion yen compared to the previous fiscal year-end to 1,152.2 billion yen, resulting from the fact that net income ended in 132.4 billion yen while dividends for the previous fiscal year amounted to 79.2 billion yen.

The ending balance of "Cash and cash equivalents" (collectively, Cash) as of September 30, 2007 increased by 57.8 billion yen compared to the previous fiscal year-end to 746.5 billion yen. Net increase (decrease) of Cash and contributing factors during the six months period ended September 30, 2007 are as follows.

Cash flows from operating activities:

Net cash from operating activities increased by 25.8 billion yen, primarily due to the fact that income before income taxes and minority interests ended in 217.6 billion yen, whereas notes and trade accounts receivable and inventories showed gains and income taxes amounted to 96.3 billion yen.

Cash flows from investing activities:

Net cash from investing activities increased by 106.9 billion yen mainly resulting from the decrease in time deposits exceeding the increase.

Cash flows from financing activities:

Net cash from financing activities decreased by 79.5 billion yen mainly due to payments for cash dividends.

Cash flow index trend

	As of March 31, 2004	As of March 31, 2005	As of March 31, 2006	As of March 31, 2007	As of September 30, 2007
Capital adequacy ratio	88.1 %	81.4 %	83.9 %	69.9 %	69.4 %
Capital adequacy ratio at market value	139.1	134.4	194.0	278.0	460.9

[Notes] Capital adequacy ratio: Total owners' equity and valuation and translation adjustments divided by Total assets

Capital adequacy ratio at market value: Total market value of stocks divided by Total assets

*Percentage figures are calculated on a consolidated basis.

*Total market value of stocks is calculated by multiplying closing price and the number of shares outstanding (excluding treasury stock) at the end of the period.

3. Basic Policy of Profit Distribution and Dividends

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 in preparation for changes in the business environment and intensified competition. As for direct profit returns to our shareholders, dividends are paid based on profit levels achieved in each fiscal period.

The annual dividend per share will be established at the higher of the amount calculated by dividing 33% of consolidated operating income by the total number of outstanding shares, excluding treasury stock, as of the end of the fiscal year rounded up to the 10 yen digit, and the amount calculated based on the 50% consolidated net income standard rounded up to the 10 yen digit.

The interim dividend for the six months ended September 30, 2007 has been established at 140 yen as set forth in the initial announcement. Dividend for the fiscal year ending March 31, 2008 will be 1,090 yen (interim : 140 yen, year-end : 950 yen) if earnings are in line with the financial forecast herein.

Retained earnings are maintained for effective use in research of new technology and development of new products, capital investments and securing materials, enhancement of selling power including advertisement, and common stock buyback whenever deemed appropriate.

COMPANY GROUP INFORMATION

Among Nintendo Co., Ltd. ("the Company") and its related companies, which are composed of the Company, twenty-two subsidiaries, and eight affiliates as of September 30, 2007, the main business is manufacturing and distribution of electronic entertainment products.

This information is omitted since nothing significant has changed from the one set forth in the Annual Securities Report filed on June 29, 2007.

MANAGEMENT POLICY

1. Basic Management Policy and 2. Target Management Index are omitted since nothing significant has changed from the ones set forth in the financial statements announced on June 29, 2007. Please refer to the following URL for further information.

(Nintendo homepage)

<http://www.nintendo.co.jp/ir/en/index.html>

3. Medium and Long Term Management Strategy and Challenges

Nintendo established its basic strategy of expanding the gaming audience some years ago after identifying that the market was stagnating due to the "Gamer Drift" phenomenon. Nintendo believed that the road to a bright future in the gaming industry would be achieved through expanding the size of the gaming population. To achieve this, Nintendo is offering brand new entertainment that takes root in our daily lives by expanding the definition of video games for all of our customers, regardless of age, gender or gaming experience.

"Nintendo DS" has been positioned as "a machine that enriches the owner's daily life". Nintendo has positioned "Wii" as "a machine that puts smiles on surrounding people's faces", encouraging communication among family members as each of them find something personally relevant and motivated to turn on the power every day in order to enjoy "the new life with 'Wii'".

In the challenging and competitive gaming industry, which consistently requires new and innovative products, it is essential for our human resources to be even more flexible and positive. By capitalizing on being the only hardware platform producer with powerful in-house software development teams, Nintendo will strive to expand its business and increase revenue and profit while adding new ideas to gaming and, as a result, continuing the pursuit of Nintendo's objective of expanding the gaming population.

CONSOLIDATED BALANCE SHEETS

Description	Date		As of September 30, 2006		As of September 30, 2007		As of March 31, 2007	
	Amount	%	Amount	%	Amount	%		
(Assets)	million yen		million yen		million yen			
I Current assets								
1 Cash and deposits	783,630		912,668		962,197			
2 Notes and trade accounts receivable	71,358		152,494		89,666			
3 Securities	57,154		122,444		115,971			
4 Inventories	58,270		135,485		88,609			
5 Deferred income taxes	28,634		45,520		35,631			
6 Other current assets	97,873		119,013		104,483			
7 Allowance for doubtful accounts	(2,022)		(2,557)		(1,886)			
Total current assets	1,094,900	86.7	1,485,069	89.5	1,394,673	88.5		
II Fixed assets								
1 Property, plant, and equipment								
(1) Buildings and structures	18,418		17,749		18,022			
(2) Land	32,663		31,520		32,595			
(3) Others	5,467		8,650		6,981			
Total property, plant, and equipment	56,549		57,919		57,600			
2 Intangible fixed assets	519		492		505			
3 Investments and other assets								
(1) Investments in securities	84,588		93,434		92,412			
(2) Deferred income taxes	11,132		18,433		14,414			
(3) Other investments and other assets	15,359		3,900		16,001			
(4) Allowance for doubtful accounts	(20)		(10)		(10)			
Total investments and other assets	111,060		115,757		122,818			
Total fixed assets	168,130	13.3	174,170	10.5	180,924	11.5		
Total assets	1,263,030	100.0	1,659,239	100.0	1,575,597	100.0		

Description	Date		As of September 30, 2006		As of September 30, 2007		As of March 31, 2007	
	Amount	%	Amount	%	Amount	%		
(Liabilities)	million yen		million yen		million yen			
I Current liabilities								
1 Notes and trade accounts payable	154,285		305,690		301,080			
2 Accrued income taxes	46,089		92,255		90,013			
3 Reserve for bonuses	1,555		1,651		1,779			
4 Reserve for directors' bonuses	130		376		-			
5 Other current liabilities	66,660		101,676		75,563			
Total current liabilities	268,722	21.3	501,649	30.3	468,436		29.8	
II Non-current liabilities								
1 Non-current accounts payable	863		836		698			
2 Reserve for employees' retirement and severance benefits	4,125		4,502		4,443			
Total non-current liabilities	4,989	0.4	5,338	0.3	5,142		0.3	
Total liabilities	273,711	21.7	506,988	30.6	473,578		30.1	
(Net assets)								
I Owners' equity								
1 Common stock	10,065		10,065		10,065			
2 Additional paid-in capital	11,585		11,593		11,586			
3 Retained earnings	1,109,301		1,273,414		1,220,293			
4 Treasury stock	(155,214)		(155,738)		(155,396)			
Total owners' equity	975,737	77.3	1,139,335	68.7	1,086,549		69.0	
II Valuation and translation adjustments								
1 Unrealized gains on other securities	9,910		6,822		8,898			
2 Translation adjustments	3,513		5,971		6,432			
Total valuation and translation adjustments	13,423	1.0	12,794	0.7	15,331		0.9	
III Minority interests	157	0.0	121	0.0	138		0.0	
Total net assets	989,319	78.3	1,152,250	69.4	1,102,018		69.9	
Total liabilities and net assets	1,263,030	100.0	1,659,239	100.0	1,575,597		100.0	

CONSOLIDATED STATEMENTS OF INCOME

Description	Six months ended September 30, 2006		Six months ended September 30, 2007		Year ended March 31, 2007	
	Amount	%	Amount	%	Amount	%
	million yen	%	million yen	%	million yen	%
I Net sales	298,817	100.0	694,803	100.0	966,534	100.0
II Cost of sales	162,974	54.5	413,048	59.4	568,722	58.8
Gross margin	135,842	45.5	281,754	40.6	397,812	41.2
III Selling, general, and administrative expenses	68,730	23.0	92,969	13.4	171,787	17.8
Operating income	67,111	22.5	188,784	27.2	226,024	23.4
IV Other income	27,958	9.3	27,259	3.9	63,830	6.6
1 Interest income	15,443		20,891		33,987	
2 Foreign exchange gains	10,057		2,149		25,741	
3 Other	2,456		4,218		4,101	
V Other expenses	393	0.1	666	0.1	1,015	0.1
1 Sales discount	321		510		919	
2 Other	72		156		95	
Income before income taxes and extraordinary items	94,676	31.7	215,376	31.0	288,839	29.9
VI Extraordinary gains	253	0.1	3,885	0.5	1,482	0.2
1 Reversal of allowance for doubtful accounts	7		-		338	
2 Reversal of unrealized losses on investments in securities	245		-		-	
3 Gains on sales of fixed assets	-		3,885		252	
4 Gains on sales of investments in securities	-		-		891	
VII Extraordinary losses	1	0.0	1,623	0.2	720	0.1
1 Losses on disposal of fixed assets	1		16		384	
2 Unrealized losses on investments in securities	-		1,606		335	
Income before income taxes and minority interests	94,929	31.8	217,639	31.3	289,601	30.0
Provision for income taxes and enterprise taxes	42,588	14.3	97,398	14.0	126,764	13.1
Prior year income taxes	2,661	0.9	-	-	2,379	0.3
Income taxes deferred	(4,647)	(1.6)	(12,103)	(1.8)	(13,796)	(1.4)
Minority interests	(18)	(0.0)	(76)	(0.0)	(37)	(0.0)
Net income	54,345	18.2	132,421	19.1	174,290	18.0

CONSOLIDATED STATEMENT OF NET ASSETS

Six months period ended September 30, 2006 (April 1, 2006 - September 30, 2006)

million yen

	Owners' equity				
	Common stock	Additional paid-in capital	Retained earnings	Treasury stock	Total owners' equity
Balance as of March 31, 2006	10,065	11,585	1,096,073	(155,112)	962,611
Amount of changes in the six months period					
* Dividends from retained earnings	-	-	(40,932)	-	(40,932)
* Directors' bonuses	-	-	(185)	-	(185)
Net income	-	-	54,345	-	54,345
Purchase of treasury stock	-	-	-	(102)	(102)
Disposal of treasury stock	-	0	-	0	0
Net amount of changes in the six months period other than owners' equity	-	-	-	-	-
Total amount of changes in the six months period	-	0	13,227	(102)	13,125
Balance as of September 30, 2006	10,065	11,585	1,109,301	(155,214)	975,737

million yen

	Valuation and translation adjustments		Minority interests
	Unrealized gains on other securities	Translation adjustments	
Balance as of March 31, 2006	10,717	762	176
Amount of changes in the six months period			
* Dividends from retained earnings	-	-	-
* Directors' bonuses	-	-	-
Net income	-	-	-
Purchase of treasury stock	-	-	-
Disposal of treasury stock	-	-	-
Net amount of changes in the six months period other than owners' equity	(807)	2,751	(18)
Total amount of changes in the six months period	(807)	2,751	(18)
Balance as of September 30, 2006	9,910	3,513	157

[Note] * Allocated at the annual general meeting of shareholders' held in June 2006.

CONSOLIDATED STATEMENT OF NET ASSETS

Six months period ended September 30, 2007 (April 1, 2007 - September 30, 2007)

million yen

	Owners' equity				
	Common stock	Additional paid-in capital	Retained earnings	Treasury stock	Total owners' equity
Balance as of March 31, 2007	10,065	11,586	1,220,293	(155,396)	1,086,549
Amount of changes in the six months period					
Dividends from retained earnings	-	-	(79,299)	-	(79,299)
Net income	-	-	132,421	-	132,421
Purchase of treasury stock	-	-	-	(344)	(344)
Disposal of treasury stock	-	6	-	2	8
Net amount of changes in the six months period other than owners' equity	-	-	-	-	-
Total amount of changes in the six months period	-	6	53,121	(342)	52,786
Balance as of September 30, 2007	10,065	11,593	1,273,414	(155,738)	1,139,335

million yen

	Valuation and translation adjustments		Minority interests
	Unrealized gains on other securities	Translation adjustments	
Balance as of March 31, 2007	8,898	6,432	138
Amount of changes in the six months period			
Dividends from retained earnings	-	-	-
Net income	-	-	-
Purchase of treasury stock	-	-	-
Disposal of treasury stock	-	-	-
Net amount of changes in the six months period other than owners' equity	(2,075)	(461)	(17)
Total amount of changes in the six months period	(2,075)	(461)	(17)
Balance as of September 30, 2007	6,822	5,971	121

CONSOLIDATED STATEMENT OF NET ASSETS

Year ended March 31, 2007 (April 1, 2006 - March 31, 2007)

million yen

	Owners' equity				
	Common stock	Additional paid-in capital	Retained earnings	Treasury stock	Total owners' equity
Balance as of March 31, 2006	10,065	11,585	1,096,073	(155,112)	962,611
Amount of changes in the fiscal year					
* Dividends from retained earnings	-	-	(40,932)	-	(40,932)
Dividends from retained earnings	-	-	(8,953)	-	(8,953)
* Directors' bonuses	-	-	(185)	-	(185)
Net income	-	-	174,290	-	174,290
Purchase of treasury stock	-	-	-	(284)	(284)
Disposal of treasury stock	-	1	-	1	2
Net amount of changes in the fiscal year other than owners' equity	-	-	-	-	-
Total amount of changes in the fiscal year	-	1	124,219	(283)	123,937
Balance as of March 31, 2007	10,065	11,586	1,220,293	(155,396)	1,086,549

million yen

	Valuation and translation adjustments		Minority interests
	Unrealized gains on other securities	Translation adjustments	
Balance as of March 31, 2006	10,717	762	176
Amount of changes in the fiscal year			
* Dividends from retained earnings	-	-	-
Dividends from retained earnings	-	-	-
* Directors' bonuses	-	-	-
Net income	-	-	-
Purchase of treasury stock	-	-	-
Disposal of treasury stock	-	-	-
Net amount of changes in the fiscal year other than owners' equity	(1,819)	5,670	(37)
Total amount of changes in the fiscal year	(1,819)	5,670	(37)
Balance as of March 31, 2007	8,898	6,432	138

[Note] * Allocated at the annual general meeting of shareholders' held in June 2006.

CONSOLIDATED STATEMENTS OF CASH FLOWS

Description	Period	Six months ended September 30, 2006	Six months ended September 30, 2007	Year Ended March 31, 2007
		Amount	Amount	Amount
		million yen	million yen	million yen
I Cash flows from operating activities:				
Income before income taxes and minority interests		94,929	217,639	289,601
Depreciation and amortization		2,032	3,474	5,968
Increase (decrease) in allowance for doubtful accounts		472	699	313
Interest and dividends income		(15,707)	(21,122)	(34,510)
Interest expenses		0	0	0
Foreign exchange losses (gains)		(10,006)	(1,051)	(21,375)
Equity in losses (earnings) of non-consolidated subsidiary and affiliates		(1,292)	(2,424)	(798)
Decrease (increase) in notes and trade accounts receivable		(26,007)	(62,915)	(42,687)
Decrease (increase) in inventories		(26,334)	(45,850)	(54,669)
Increase (decrease) in notes and trade accounts payable		36,179	(4,136)	168,070
Increase (decrease) in consumption taxes payable		794	(1,279)	3,416
Other, net		17,844	18,633	24,707
Sub-total		72,904	101,667	338,037
Interest and dividends received		15,012	20,561	32,921
Interest paid		(0)	(0)	(0)
Income taxes paid		(67,924)	(96,379)	(96,324)
Net cash provided by (used in) operating activities		19,993	25,848	274,634
II Cash flows from investing activities:				
Increase in time deposits		(319,182)	(285,373)	(776,866)
Decrease in time deposits		328,775	429,477	651,372
Payments for acquisition of securities		(51,254)	(133,855)	(112,957)
Proceeds from sales and redemption of securities		48,528	108,678	117,001
Payments for acquisition of property, plant and equipment		(1,160)	(4,037)	(6,144)
Proceeds from sales of property, plant and equipment		7	4,888	372
Payments for investments in securities		(30,930)	(14,327)	(52,069)
Proceeds from sales and redemption of investments in securities		-	1,207	6,173
Other, net		(267)	336	(1,485)
Net cash provided by (used in) investing activities		(25,485)	106,995	(174,603)
III Cash flows from financing activities:				
Payments for acquisition of treasury stock		(110)	(344)	(282)
Cash dividends paid		(40,884)	(79,190)	(49,857)
Other, net		0	2	2
Net cash provided by (used in) financing activities		(40,994)	(79,533)	(50,137)
IV Effect of exchange rate changes on cash and cash equivalents		10,182	4,509	21,704
V Net increase (decrease) of cash and cash equivalents		(36,304)	57,820	71,597
VI Cash and cash equivalents - Beginning		617,139	688,737	617,139
VII Cash and cash equivalents - Ending		580,835	746,557	688,737

CHANGES ON THE BASIS OF CONSOLIDATED FINANCIAL STATEMENTS PREPARATION

(Changes in accounting policies)

(Depreciation procedure for important depreciable assets) Effective as of the consolidated accounting period ended September 30, 2007, the Company and its domestic subsidiaries have changed their depreciation procedure based on an amendment in corporation tax law (partial amendment in income tax law No. 6 dated March 30, 2007 and partial amendment in income tax law enforcement order No. 83 dated March 30, 2007) for the tangible assets acquired on and after April 1, 2007. The impact on operating income, income before income taxes and extraordinary items, and income before income taxes and minority interests is minor.

(Additional information)

As for tangible assets acquired on and before March 31, 2007, differences between 5% equivalent of acquisition price and memorandum value are equally depreciated over 5 years from the year after tangible assets are thoroughly depreciated to the limits of depreciable amount. The impact on operating income, income before income taxes and extraordinary items, and income before income taxes and minority interests is minor.

NOTES PERTAINING TO CONSOLIDATED FINANCIAL STATEMENTS**a. Notes pertaining to consolidated balance sheets, statements of income, statements of net assets, and statements of cash flows**

(Consolidated balance sheets information)

	million yen As of September 30, 2006	million yen As of September 30, 2007	million yen As of March 31, 2007
Accumulated depreciation of property, plant, and equipment	40,642	46,201	43,265

(Consolidated statements of cash flows information)

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

	million yen As of September 30, 2006	million yen As of September 30, 2007	million yen As of March 31, 2007
Cash and deposits account	783,630	912,668	962,197
Time deposits (over 3 months)	(225,718)	(225,308)	(360,838)
Short-term investments due within 3 months after acquisition	22,923	59,198	87,378
Cash and cash equivalents - Ending	580,835	746,557	688,737

b. Segment Information

1. Segment Information by Business Categories

Considering similarities of categories, characteristics, manufacturing method, or sales market of what Nintendo deals in, the electronic entertainment product segment accounts for over 90% of total sales and operating income of all business category segments, with no other segments to be reported on the basis of disclosure rules. Therefore, this information is not applicable to Nintendo's business.

2. Segment Information by Seller's Location

Six months period ended September 30, 2006

million yen

	Japan	The Americas	Europe	Other	Total	Eliminations or corporate	Consolidated
Net sales							
(1) Sales to third parties	124,474	92,823	78,040	3,478	298,817	-	298,817
(2) Inter-segment sales	161,919	1,207	2	40	163,171	(163,171)	-
Total	286,393	94,031	78,043	3,519	461,988	(163,171)	298,817
Operating expenses	216,788	94,028	74,996	3,551	389,364	(157,659)	231,705
Operating income	69,605	3	3,046	(32)	72,623	(5,511)	67,111

Six months period ended September 30, 2007

million yen

	Japan	The Americas	Europe	Other	Total	Eliminations or corporate	Consolidated
Net sales							
(1) Sales to third parties	159,878	267,397	246,084	21,442	694,803	-	694,803
(2) Inter-segment sales	475,176	1,059	0	119	476,355	(476,355)	-
Total	635,055	268,456	246,085	21,561	1,171,158	(476,355)	694,803
Operating expenses	467,878	253,595	222,357	19,644	963,475	(457,456)	506,018
Operating income	167,177	14,861	23,727	1,917	207,683	(18,898)	188,784

Year ended March 31, 2007

million yen

	Japan	The Americas	Europe	Other	Total	Eliminations or corporate	Consolidated
Net sales							
(1) Sales to third parties	331,385	352,377	266,156	16,614	966,534	-	966,534
(2) Inter-segment sales	567,384	2,345	15	121	569,866	(569,866)	-
Total	898,770	354,723	266,171	16,735	1,536,401	(569,866)	966,534
Operating expenses	686,529	340,345	249,219	16,833	1,292,928	(552,418)	740,509
Operating income	212,240	14,378	16,952	(98)	243,472	(17,448)	226,024

3. Overseas sales

Six months ended September 30, 2006

million yen

	The Americas	Europe	Other	Total
I Overseas sales	93,150	78,051	6,439	177,641
II Consolidated net sales				298,817
III Ratio of overseas sales to consolidated net sales	31.2%	26.1%	2.1%	59.4%

Six months ended September 30, 2007

million yen

	The Americas	Europe	Other	Total
I Overseas sales	267,893	246,101	27,016	541,012
II Consolidated net sales				694,803
III Ratio of overseas sales to consolidated net sales	38.6%	35.4%	3.9%	77.9%

Year ended March 31, 2007

million yen

	The Americas	Europe	Other	Total
I Overseas sales	353,242	266,205	23,602	643,050
II Consolidated net sales				966,534
III Ratio of overseas sales to consolidated net sales	36.5%	27.5%	2.5%	66.5%

NON-CONSOLIDATED BALANCE SHEETS

Date Description	As of September 30, 2006		As of September 30, 2007		As of March 31, 2007	
	Amount	%	Amount	%	Amount	%
(Assets)	million yen		million yen		million yen	
I Current assets						
1 Cash and deposits	650,623		735,344		796,140	
2 Notes receivable	2,511		362		1,517	
3 Trade accounts receivable	113,866		288,138		192,654	
4 Inventories	20,482		34,839		20,234	
5 Deferred income taxes	17,559		24,265		22,002	
6 Other current assets	98,625		140,969		148,322	
7 Allowance for doubtful accounts	(6)		(3)		(2)	
Total current assets	903,662	83.8	1,223,916	87.4	1,180,869	86.4
II Fixed assets						
1 Property, plant and equipment						
(1) Buildings	12,676		12,351		12,631	
(2) Land	25,184		25,077		25,077	
(3) Others	2,668		3,985		3,632	
Total property, plant and equipment	40,529		41,414		41,341	
2 Intangible assets	459		308		337	
3 Investments and other assets						
(1) Investments in securities	76,992		84,090		84,992	
(2) Investments in affiliates	32,487		32,791		32,604	
(3) Deferred income taxes	9,102		14,067		10,434	
(4) Other investments and other assets	17,436		3,689		15,697	
(5) Allowance for doubtful accounts	(2,266)		(10)		(10)	
Total investments and other assets	133,752		134,628		143,719	
Total fixed assets	174,741	16.2	176,351	12.6	185,398	13.6
Total assets	1,078,404	100.0	1,400,267	100.0	1,366,267	100.0

Date Description	As of September 30, 2006		As of September 30, 2007		As of March 31, 2007	
	Amount	%	Amount	%	Amount	%
	million yen		million yen		million yen	
(Liabilities)						
I Current liabilities						
1 Notes payable	5,767		8,463		8,919	
2 Trade accounts payable	145,780		292,477		287,029	
3 Other accounts payable	15,023		21,421		21,837	
4 Accrued income taxes	38,985		77,687		78,294	
5 Reserve for bonuses	1,555		1,628		1,779	
6 Reserve for directors' bonuses	130		370		-	
7 Other current liabilities	17,937		22,239		20,650	
Total current liabilities	225,180	20.9	424,288	30.3	418,510	30.6
II Non-current liabilities						
1 Non-current accounts payable	845		676		680	
Total non-current liabilities	845	0.1	676	0.0	680	0.1
Total liabilities	226,025	21.0	424,965	30.3	419,191	30.7
(Net assets)						
I Owners' equity						
1 Common stock	10,065		10,065		10,065	
2 Additional paid-in capital						
(1) Capital reserve	11,584		11,584		11,584	
(2) Other additional paid-in capital	1		9		2	
Total additional paid-in capital	11,585		11,593		11,586	
3 Retained earnings						
(1) Legal reserve	2,516		2,516		2,516	
(2) Other retained earnings						
Special reserve	42		40		40	
General reserve	860,000		860,000		860,000	
Unappropriated retained earnings	113,473		240,003		209,368	
Total other retained earnings	973,516		1,100,044		1,069,408	
Total retained earnings	976,032		1,102,560		1,071,925	
4 Treasury stock	(155,214)		(155,738)		(155,396)	
Total owners' equity	842,468	78.1	968,480	69.2	938,181	68.7
II Valuation and translation adjustments						
1 Unrealized gains on other securities	9,909		6,821		8,895	
Total valuation and translation adjustments	9,909	0.9	6,821	0.5	8,895	0.6
Total net assets	852,378	79.0	975,302	69.7	947,076	69.3
Total liabilities and net assets	1,078,404	100.0	1,400,267	100.0	1,366,267	100.0

NON-CONSOLIDATED STATEMENTS OF INCOME

Description	Period		Six months ended September 30, 2006		Six months ended September 30, 2007		Year Ended March 31, 2007	
	Amount	%	Amount	%	Amount	%		
	million yen		million yen		million yen			
I Net sales	286,393	100.0	634,996	100.0	898,639	100.0		
II Cost of sales	177,659	62.0	428,697	67.5	596,507	66.4		
Gross margin	108,734	38.0	206,299	32.5	302,132	33.6		
III Selling, general, and administrative expenses	39,006	13.7	39,312	6.2	89,843	10.0		
Operating income	69,727	24.3	166,987	26.3	212,288	23.6		
IV Other income	23,632	8.3	19,895	3.1	52,423	5.8		
1 Interest income	11,495		13,094		24,055			
2 Foreign exchange gains	10,174		2,877		23,131			
3 Other	1,962		3,923		5,236			
V Other expenses	436	0.2	625	0.1	1,308	0.1		
1 Sales discount	390		591		1,233			
2 Other	45		34		75			
Income before income taxes and extraordinary items	92,923	32.4	186,257	29.3	263,403	29.3		
VI Extraordinary gains	801	0.3	-	-	4,056	0.4		
VII Extraordinary losses	1,553	0.5	1,660	0.2	2,067	0.2		
Income before income taxes	92,171	32.2	184,596	29.1	265,392	29.5		
Provision for income taxes and enterprise taxes	38,765	13.6	79,140	12.5	112,221	12.5		
Prior year income taxes	17,798	6.2	-	-	17,798	1.9		
Income taxes deferred	(2,290)	(0.8)	(4,478)	(0.7)	(7,371)	(0.8)		
Net income	37,897	13.2	109,935	17.3	142,743	15.9		

NON-CONSOLIDATED STATEMENT OF NET ASSETS

Six months period ended September 2006 (April 1, 2006 - September 30, 2006)

million yen

	Owners' equity		
	Common stock	Additional paid-in capital	
		Capital reserve	Other additional paid-in capital
Balance as of March 31, 2006	10,065	11,584	0
Amount of changes in the six months period			
* Reversal of special reserve	-	-	-
* Dividends from retained earnings	-	-	-
* Directors' bonuses	-	-	-
* General reserve	-	-	-
Net income	-	-	-
Purchase of treasury stock	-	-	-
Disposal of treasury stock	-	-	0
Net amount of changes in the six months period other than owners' equity	-	-	-
Total amount of changes in the six months period	-	-	0
Balance as of September 30, 2006	10,065	11,584	1

million yen

	Owners' equity					Valuation and translation adjustments	
	Legal reserve	Retained earnings			Treasury stock	Total owners' equity	Unrealized gains on other securities
		Other retained earnings					
		Special reserve	General reserve	Unappropriated retained earnings			
Balance as of March 31, 2006	2,516	44	810,000	166,686	(155,112)	845,785	10,716
Amount of changes in the six months period							
* Reversal of special reserve	-	(2)	-	2	-	-	-
* Dividends from retained earnings	-	-	-	(40,932)	-	(40,932)	-
* Directors' bonuses	-	-	-	(180)	-	(180)	-
* General reserve	-	-	50,000	(50,000)	-	-	-
Net income	-	-	-	37,897	-	37,897	-
Purchase of treasury stock	-	-	-	-	(102)	(102)	-
Disposal of treasury stock	-	-	-	-	0	0	-
Net amount of changes in the six months period other than owners' equity	-	-	-	-	-	-	(806)
Total amount of changes in the six months period	-	(2)	50,000	(53,212)	(102)	(3,316)	(806)
Balance as of September 30, 2006	2,516	42	860,000	113,473	(155,214)	842,468	9,909

[Note] *Allocated at the annual general meeting of shareholders' held in June 2006.

NON-CONSOLIDATED STATEMENT OF NET ASSETS

Six months ended September 2007 (April 1, 2007 - September 30, 2007)

million yen

	Owners' equity		
	Common stock	Additional paid-in capital	
		Capital reserve	Other additional paid-in capital
Balance as of March 31, 2007	10,065	11,584	2
Amount of changes in the six months period			
Dividends from retained earnings	-	-	-
Net income	-	-	-
Purchase of treasury stock	-	-	-
Disposal of treasury stock	-	-	6
Net amount of changes in the six months period other than owners' equity	-	-	-
Total amount of changes in the six months period	-	-	6
Balance as of September 30, 2007	10,065	11,584	9

million yen

	Owners' equity						Valuation and translation adjustments
	Retained earnings				Treasury stock	Total owners' equity	Unrealized gains on other securities
	Legal reserve	Other retained earnings					
		Special reserve	General reserve	Unappropriated retained earnings			
Balance as of March 31, 2007	2,516	40	860,000	209,368	(155,396)	938,181	8,895
Amount of changes in the six months period							
Dividends from retained earnings	-	-	-	(79,299)	-	(79,299)	-
Net income	-	-	-	109,935	-	109,935	-
Purchase of treasury stock	-	-	-	-	(344)	(344)	-
Disposal of treasury stock	-	-	-	-	2	8	-
Net amount of changes in the six months period other than owners' equity	-	-	-	-	-	-	(2,073)
Total amount of changes in the six months period	-	-	-	30,635	(342)	30,299	(2,073)
Balance as of September 30, 2007	2,516	40	860,000	240,003	(155,738)	968,480	6,821

NON-CONSOLIDATED STATEMENT OF NET ASSETS

Year ended March 2007 (April 1, 2006 - March 31, 2007)

million yen

	Owners' equity		
	Common stock	Additional paid-in capital	
		Capital reserve	Other additional paid-in capital
Balance as of March 31, 2006	10,065	11,584	0
Amount of changes in the fiscal year			
* Reversal of special reserve	-	-	-
Reversal of special reserve	-	-	-
* Dividends from retained earnings	-	-	-
Dividends from retained earnings	-	-	-
* Directors' bonuses	-	-	-
* General reserve	-	-	-
Net income	-	-	-
Purchase of treasury stock	-	-	-
Disposal of treasury stock	-	-	1
Net amount of changes in the fiscal year other than owners' equity	-	-	-
Total amount of changes in the fiscal year	-	-	1
Balance as of March 31, 2007	10,065	11,584	2

million yen

	Owners' equity					Valuation and translation adjustments	
	Retained earnings				Treasury stock	Total owners' equity	Unrealized gains on other securities
	Legal reserve	Other retained earnings					
Special reserve		General reserve	Unappropriated retained earnings				
Balance as of March 31, 2006	2,516	44	810,000	166,686	(155,112)	845,785	10,716
Amount of changes in the fiscal year							
* Reversal of special reserve	-	(2)	-	2	-	-	-
Reversal of special reserve	-	(2)	-	2	-	-	-
* Dividends from retained earnings	-	-	-	(40,932)	-	(40,932)	-
Dividends from retained earnings	-	-	-	(8,953)	-	(8,953)	-
* Directors' bonuses	-	-	-	(180)	-	(180)	-
* General reserve	-	-	50,000	(50,000)	-	-	-
Net income	-	-	-	142,743	-	142,743	-
Purchase of treasury stock	-	-	-	-	(284)	(284)	-
Disposal of treasury stock	-	-	-	-	1	2	-
Net amount of changes in the fiscal year other than owners' equity	-	-	-	-	-	-	(1,821)
Total amount of changes in the fiscal year	-	(4)	50,000	42,681	(283)	92,395	(1,821)
Balance as of March 31, 2007	2,516	40	860,000	209,368	(155,396)	938,181	8,895

[Note] *Allocated at the annual general meeting of shareholders' held in June 2006.

Others

(1) Consolidated sales information

million yen

Business category	Main products	Six months ended September 30, 2006	Six months ended September 30, 2007	Year ended March 31, 2007
Electronic entertainment products	Hardware			
	Handheld	155,696	210,793	374,063
	Console	3,814	200,928	156,478
	Others	9,096	40,966	54,258
	Hardware total	168,607	452,687	584,800
	Software			
	Handheld	117,554	152,528	291,916
Console	10,684	83,008	82,361	
Royalty, content income, etc.	1,108	5,074	5,301	
Software total	129,346	240,611	379,578	
Electronic entertainment products total		297,954	693,299	964,379
Other	Playing cards, Karuta, etc.	862	1,503	2,154
	Total	298,817	694,803	966,534

(2) Other consolidated information

million yen

	Six months ended September 30, 2006	Six months ended September 30, 2007	Year ended March 31, 2007	Year ending March 31, 2008 (forecast)
Capital investments	4,025	5,160	11,232	10,000
Depreciation expenses of tangible assets	1,961	3,358	5,093	6,500
Research and development expenses	19,156	18,084	37,725	45,000
Marketing expenses	28,178	46,335	82,339	115,000
Foreign exchange gains	10,057	2,149	25,741	-
Foreign exchange losses	-	-	-	9,000
Number of employees (At year-end)	3,257	3,586	3,373	-
Average exchange rates 1 US \$ =	115.38	119.34	117.02	117.17
1 Euro =	145.97	162.31	150.09	161.15

(3) Balance of assets in major foreign currencies without exchange contracts (Non-consolidated)

million U.S. dollars / euros

		As of September 30, 2006		As of September 30, 2007		As of March 31, 2007		As of March 31, 2008
		Balance	Exchange rate	Balance	Exchange rate	Balance	Exchange rate	Estimated exchange rates
US \$	Cash and deposits	2,934	1 US \$ =	2,592	1 US \$ =	2,940	1 US \$ =	1 US \$ =
	Trade accounts receivable	499	117.90 yen	1,130	115.43 yen	779	118.05 yen	115.00 yen
Euro	Cash and deposits	752	1 Euro =	972	1 Euro =	693	1 Euro =	1 Euro =
	Trade accounts receivable	271	149.77 yen	862	163.38 yen	522	157.33 yen	160.00 yen

(Note) Trade accounts payable as of September 30, 2007 : 293 million U.S. dollars.

(4) Consolidated sales units, number of new titles, and sales unit forecast

				Actual		Sales units in ten thousands		
				Actual	Actual	Number of new titles released		
				Apr.-Sept. '06	Apr.-Sept. '07	Life-to-date	Forecast	
						Sept. '07	Apr. '07-Mar. '08	
Game Boy Advance	Hardware	Japan	8	7		1,673		
		The Americas	100	55		4,165		
		Other	58	39		2,210		
		Total	166	102		8,048		
	of which Game Boy Advance SP	Hardware	Japan	6	0		651	
			The Americas	100	54		2,401	
			Other	51	36		1,231	
			Total	156	90		4,282	
	Software	Japan	170	22		7,259		
		The Americas	1,355	487		21,344		
		Other	455	129		8,660		
		Total	1,980	638		37,263	1,000	
New titles	Japan	14			786			
	The Americas	75	18		1,010			
	Other	52	11		915			
Nintendo DS	Hardware	Japan	461	368		1,971		
		The Americas	240	432		1,606		
		Other	309	535		1,788		
		Total	1,009	1,335		5,364	2,800	
	of which Nintendo DS Lite	Hardware	Japan	440	368		1,316	
			The Americas	223	432		1,073	
			Other	186	507		1,104	
			Total	848	1,307		3,493	
	Software	Japan	2,064	2,001		9,513		
		The Americas	1,194	2,440		8,242		
		Other	1,059	3,109		8,193		
		Total	4,316	7,550		25,948	16,500	
New titles	Japan	100	207		652			
	The Americas	52	121		393			
	Other	47	138		400			
Nintendo GameCube	Hardware	Japan	2	0		402		
		The Americas	27	8		1,288		
		Other	6	0		476		
		Total	35	8		2,166		
	Software	Japan	30	6		2,747		
		The Americas	788	166		13,778		
		Other	80	14		4,248		
		Total	898	185		20,774	250	
	New titles	Japan	6	-		275		
		The Americas	28	3		552		
		Other	14	1		453		
	Wii	Hardware	Japan	-	167		367	
The Americas			-	309		546		
Other			-	257		404		
Total			-	733		1,317	1,750	
Software		Japan	-	577		1,190		
		The Americas	-	1,900		3,349		
		Other	-	1,220		2,043		
		Total	-	3,697		6,581	9,700	
New titles		Japan	-	36		74		
		The Americas	-	67		114		
		Other	-	47		92		

[Notes]

- 1 New titles-Other include new titles in the European and Australian markets.
- 2 Actual sales units of software include quantity bundled with hardware.
- 3 Software forecast figures do include quantity bundled with hardware for the results ended September 30, 2007, however, software forecast figures in and after October 2007 do not include quantity bundled with hardware.