

NAVER Corporation and its subsidiaries

Condensed consolidated interim financial statements
for the three months ended March 31, 2025
with the independent auditor's review report

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Independent Auditors' Review Report

Based on a report originally issued in Korean

The Shareholders and Board of Directors NAVER Corporation

Reviewed consolidated financial statements

We have reviewed the accompanying condensed consolidated financial statements of NAVER Corporation and its subsidiaries (the "Group"), which comprise the condensed consolidated statement of financial position as of March 31, 2025, and the related condensed consolidated statements of comprehensive income, changes in equity and cash flows for the three months ended March 31, 2025, and notes, comprising of material accounting policy information and other explanatory information.

Management's responsibility

Management is responsible for the preparation and fair presentation of these interim condensed consolidated interim financial statements in accordance with Korean International Financial Reporting ("KIFRS") 1034 *Interim Financial Reporting*, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's responsibility

Our responsibility is to issue a report on these condensed consolidated interim financial statements based on our review.

We conducted our review in accordance with the Review Standards for Quarterly and Semiannual Financial Statements established by the Securities and Futures Commission of the Republic of Korea. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Korean Standards on Auditing ("KSA") and, consequently, does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed consolidated interim financial statements referred to above do not present fairly, in all material respects, in accordance with KIFRS 1034 *Interim Financial Reporting*.



Other matters

The condensed consolidated interim statements of comprehensive income, changes in equity, and cash flows for the three-month period ended March 31, 2024, presented for comparative purposes, were reviewed by another auditor. The review report dated May 10, 2024, stated that nothing had come to their attention that caused them to believe that those condensed consolidated interim financial statements were not fairly prepared, in all material respects, in accordance with KIFRS 1034 *Interim Financial Reporting*.

Moreover, the statement of financial position of the Group as of December 31, 2024, and the related consolidated statements of comprehensive income, changes in equity and cash flows for the year then ended, which are not accompanying this report, have been audited by another auditor in accordance with KSA and their report thereon, dated March 11, 2025, expressed an unqualified opinion. The accompanying condensed consolidated statement of financial position of the Group as of December 31, 2024, presented for comparative purposes, is not different from that audited by another auditor from which it was derived in all material respects.

The procedures and practices utilized in the Republic of Korea to review such condensed consolidated interim financial statements may differ from those generally accepted and applied in other countries.

KPMG Samjong Accounting Corp.

KPMG Samjong Accounting Corp.

Seoul, Korea

May 12, 2025

This report is effective as of May 12, 2025, the review report date. Certain subsequent events or circumstances, which may occur between the review report date and the time of reading this report, could have a material impact on the accompanying condensed consolidated interim financial statements and notes thereto. Accordingly, the readers of the review report should understand that the above review report has not been updated to reflect the impact of such subsequent events or circumstances, if any.

NAVER Corporation and its subsidiaries

Condensed consolidated interim financial statements
for the three months ended March 31, 2025 and 2024

“The accompanying condensed consolidated interim financial statements, including all footnotes and disclosures, have been prepared by, and are the responsibility of the Group”

Su yeon, Choi
Chief Executive Officer
NAVER Corporation

NAVER Corporation and its subsidiaries
Condensed consolidated interim statements of financial position
as of March 31, 2025 and December 31, 2024
(Korean won)

| | Notes | March 31, 2025 (Unaudited) | December 31, 2024 |
|---|-------|-------------------------------|-----------------------------|
| Assets | | | |
| Current assets | | | |
| Cash and cash equivalents | | ₩ 4,721,082,033,746 | ₩ 4,195,524,637,851 |
| Short-term financial instruments | | 2,769,148,228,031 | 2,859,768,247,306 |
| Financial assets at fair value through profit or loss | 4 | 376,492,153,350 | 412,653,427,012 |
| Trade and other receivables | 7 | 1,639,475,411,002 | 1,655,220,886,505 |
| Inventories | | 21,515,348,620 | 21,743,796,031 |
| Other current assets | | 211,612,264,449 | 214,754,613,981 |
| Current tax assets | | 17,557,930,751 | 15,246,426,142 |
| | | <u>9,756,883,369,949</u> | <u>9,374,912,034,828</u> |
| Non-current assets | | | |
| Property, plant and equipment | 6 | ₩ 2,919,911,494,250 | ₩ 2,909,592,132,861 |
| Right-of-use-assets | 7 | 297,220,424,081 | 317,538,095,513 |
| Intangible assets | 8 | 3,673,420,797,047 | 3,657,186,453,124 |
| Investment properties | 9 | 97,126,726,397 | 97,070,332,897 |
| Long-term financial instruments | | 71,812,953,752 | 71,155,872,000 |
| Financial assets at fair value through profit or loss | 4 | 2,170,558,958,333 | 2,124,997,152,940 |
| Financial assets at fair value through other comprehensive income | 4 | 1,339,005,499,161 | 1,218,556,164,988 |
| Investments in associates and joint ventures | 10 | 18,068,229,027,106 | 17,406,149,463,680 |
| Deferred tax assets | | 415,159,743,431 | 473,629,416,181 |
| Trade and other receivables | 7 | 437,586,486,006 | 452,109,661,559 |
| Other non-current assets | | 67,106,651,312 | 64,979,255,449 |
| | | <u>29,557,138,760,876</u> | <u>28,792,964,001,192</u> |
| Total assets | | ₩ 39,314,022,130,825 | ₩ 38,167,876,036,020 |
| Liabilities | | | |
| Current liabilities | | | |
| Trade and other payables | | ₩ 1,310,059,484,750 | ₩ 1,558,832,501,211 |
| Financial liabilities at fair value through profit or loss | 4,11 | 576,429,217,445 | 561,037,204,645 |
| Short-term borrowings | 11 | 138,766,297,470 | 135,389,909,719 |
| Current portion of long-term borrowings | 11 | 200,000,000,000 | 200,000,000,000 |
| Current portion of long-term debentures | 11 | 1,619,984,930,666 | - |
| Current tax liabilities | | 468,338,157,892 | 377,616,038,486 |
| Provisions | 13 | 4,862,350,015 | 4,186,275,528 |
| Lease liabilities | 7 | 195,403,447,406 | 208,497,038,211 |
| Other current liabilities | | 3,214,513,369,158 | 3,046,601,701,872 |
| | | <u>7,728,357,254,802</u> | <u>6,092,160,669,672</u> |
| Non-current liabilities | | | |
| Trade and other payables | | ₩ 88,239,942,864 | ₩ 91,281,385,940 |
| Financial liabilities at fair value through profit or loss | 4 | - | 15,392,012,800 |
| Long-term borrowings | 11 | 904,790,016,000 | 863,059,968,000 |
| Debentures | 11 | 394,462,483,607 | 2,007,288,715,797 |
| Net defined benefit liabilities | 12 | 792,924,472,973 | 762,686,537,059 |
| Provisions | 13 | 19,190,109,974 | 19,283,443,136 |
| Lease liabilities | 7 | 374,095,540,866 | 387,635,118,602 |
| Deferred tax liabilities | | 982,119,920,638 | 927,727,840,271 |
| Other non-current liabilities | | 224,867,261 | 448,496,406 |
| | | <u>3,556,047,354,183</u> | <u>5,074,803,518,011</u> |
| Total liabilities | | ₩ 11,284,404,608,985 | ₩ 11,166,964,187,683 |

(continued)

NAVER Corporation and its subsidiaries
Condensed consolidated interim statements of financial position
as of March 31, 2025 and December 31, 2024

(Korean won)

| | Notes | March 31, 2025 (Unaudited) | December 31, 2024 |
|--|-------|------------------------------------|------------------------------------|
| (cont'd) | | | |
| Equity | | | |
| Equity attributable to owners of the Parent Company | | | |
| Share capital | 14 | ₩ 16,481,339,500 | ₩ 16,481,339,500 |
| Capital surplus | | 1,459,501,452,187 | 1,422,685,316,697 |
| Other components of equity | | (1,220,426,160,554) | (1,944,224,642,757) |
| Retained earnings | | 26,207,229,629,984 | 25,964,961,560,851 |
| | | <u>26,462,786,261,117</u> | <u>25,459,903,574,291</u> |
| Non-controlling interests | | 1,566,831,260,723 | 1,541,008,274,046 |
| Total equity | | <u>28,029,617,521,840</u> | <u>27,000,911,848,337</u> |
| Total liabilities and equity | | <u>₩ 39,314,022,130,825</u> | <u>₩ 38,167,876,036,020</u> |

The accompanying notes are an integral part of these condensed consolidated interim financial statements.

NAVER Corporation and its subsidiaries
Condensed consolidated interim statements of comprehensive income
for the three months ended March 31, 2025 and 2024

(Korean won)

| | Notes | 2025(Unaudited) | 2024(Unaudited) |
|---|-------|----------------------------|--------------------------|
| Operating revenue | 5 | ₩ 2,786,783,351,907 | ₩ 2,526,055,415,876 |
| Operating expenses | | (2,281,482,017,970) | (2,086,762,309,546) |
| Operating profit | | 505,301,333,937 | 439,293,106,330 |
| Other income | | 20,569,523,614 | 475,970,739,049 |
| Other expenses | | (29,515,879,215) | (120,506,558,287) |
| Interest income | | 56,722,199,643 | 32,033,719,959 |
| Finance income | | 76,736,750,376 | 92,785,423,830 |
| Finance costs | | (47,042,287,766) | (174,240,267,540) |
| Share of loss of associates and joint ventures | 10 | (2,663,118,605) | (85,162,388,623) |
| Profit before income tax | | 580,108,521,984 | 660,173,774,718 |
| Income tax expense | 15 | (156,447,192,194) | (104,370,464,201) |
| Profit for the period | | ₩ 423,661,329,790 | ₩ 555,803,310,517 |
| Profit for the period attributable to: | | | |
| Owners of the Parent Company | ₩ | 424,841,996,575 | ₩ 510,564,240,340 |
| Non-controlling interests | | (1,180,666,785) | 45,239,070,177 |
| Other comprehensive income (loss): | | | |
| Items that will be reclassified subsequently to profit or loss: | | | |
| Gain on foreign exchange translation of overseas operations | ₩ | 1,062,177,891 | ₩ 139,391,625,015 |
| Share of other comprehensive income (loss) of associates and joint ventures | | 608,272,681,958 | (283,183,468,311) |
| | | 609,334,859,849 | (143,791,843,296) |
| Items that will not be reclassified subsequently to profit or loss: | | | |
| Gain (Loss) on valuation of equity instruments at fair value – other comprehensive income | | 104,017,904,696 | (34,813,047,459) |
| Gain (Loss) on disposal of equity instruments at fair value – other comprehensive income | | (14,096,082,132) | 286,782,283 |
| Share of other comprehensive income (loss) of associates and joint ventures | | 18,209,535,290 | (18,887,680,551) |
| Remeasurements of net defined benefit liabilities | | - | 13,814,549 |
| | | 108,131,357,854 | (53,400,131,178) |
| Total comprehensive income for the period, net of tax | | ₩ 1,141,127,547,493 | ₩ 358,611,336,043 |
| Owners of the Parent Company | | 1,131,263,765,016 | 306,399,809,631 |
| Non-controlling interests | | 9,863,782,477 | 52,211,526,412 |
| Earnings per share attributable to the equity holders of the Parent Company | | | |
| Basic earnings per ordinary share | ₩ | 2,781 | ₩ 3,369 |
| Diluted earnings per ordinary share | | 2,748 | 3,309 |

The accompanying notes are an integral part of these condensed consolidated interim financial statements.

NAVER Corporation and its subsidiaries
Condensed consolidated interim statements of changes in equity
for the three months ended March 31, 2025 and 2024

(Korean won)

| | Notes | Share capital | Capital surplus | Other components of equity | Retained earnings | Non-controlling interests | Total |
|---|-------|-------------------------|----------------------------|------------------------------|-----------------------------|----------------------------|-----------------------------|
| As of January 1, 2024 | | ₩ 16,481,339,500 | ₩ 1,242,632,248,504 | ₩ (2,597,430,397,696) | ₩ 24,544,359,050,688 | ₩ 1,031,956,574,557 | ₩ 24,237,998,815,553 |
| Total comprehensive income for the period: | | | | | | | |
| Profit for the period | | - | - | - | 510,564,240,340 | 45,239,070,177 | 555,803,310,517 |
| Loss on valuation of equity instruments at fair value through other comprehensive income | | - | - | (34,433,717,353) | - | (379,330,106) | (34,813,047,459) |
| Gain on disposal of equity instruments at fair value through other comprehensive income | | - | - | - | 145,637,117 | 141,145,166 | 286,782,283 |
| Gain on foreign exchange translation of overseas operations | | - | - | 132,093,905,944 | - | 7,297,719,071 | 139,391,625,015 |
| Share of other comprehensive loss of associates and joint ventures | | - | - | (301,982,689,942) | - | (88,458,920) | (302,071,148,862) |
| Remeasurements of net defined benefit liabilities | | - | - | - | 12,433,525 | 1,381,024 | 13,814,549 |
| Transactions with shareholders: | | | | | | | |
| Dividends | 16 | - | - | - | (118,984,856,180) | - | (118,984,856,180) |
| Transaction of share-based payment | 14 | - | 40,717,263,044 | (9,301,690,012) | - | 8,929,404,099 | 40,344,977,131 |
| Transactions with non-controlling interests | | - | 8,082,182,229 | 36,170,629 | - | 16,697,116,720 | 24,815,469,578 |
| As of March 31, 2024 (Unaudited) | | ₩ 16,481,339,500 | ₩ 1,291,431,693,777 | ₩ (2,811,018,418,430) | ₩ 24,936,096,505,490 | ₩ 1,109,794,621,788 | ₩ 24,542,785,742,125 |
| As of January 1, 2025 | | ₩ 16,481,339,500 | ₩ 1,422,685,316,697 | ₩ (1,944,224,642,757) | ₩ 25,964,961,560,851 | ₩ 1,541,008,274,046 | ₩ 27,000,911,848,337 |
| Total comprehensive income for the period: | | | | | | | |
| Profit (loss) for the period | | - | - | - | 424,841,996,575 | (1,180,666,785) | 423,661,329,790 |
| Gain (Loss) on valuation of equity instruments at fair value through other comprehensive income | | - | - | 104,079,194,347 | - | (61,289,651) | 104,017,904,696 |
| Gain (Loss) on disposal of equity instruments at fair value through other comprehensive income | | - | - | - | (14,137,260,832) | 41,178,700 | (14,096,082,132) |
| Gain (Loss) on foreign exchange translation of overseas operations | | - | - | (9,550,955,287) | - | 10,613,133,178 | 1,062,177,891 |
| Share of other comprehensive income of associates and joint ventures | | - | - | 626,030,790,213 | - | 451,427,035 | 626,482,217,248 |
| Remeasurements of net defined benefit liabilities | | - | - | - | - | - | - |
| Transactions with shareholders: | | | | | | | |
| Dividends | 16 | - | - | - | (168,436,666,610) | - | (168,436,666,610) |
| Transaction of share-based payment | 14 | - | 29,004,726,781 | 4,219,375,375 | - | 22,572,664,915 | 55,796,767,071 |
| Transactions with non-controlling interests | | - | 7,811,408,709 | (979,922,445) | - | (6,613,460,715) | 218,025,549 |
| As of March 31, 2025 (Unaudited) | | ₩ 16,481,339,500 | ₩ 1,459,501,452,187 | ₩ (1,220,426,160,554) | ₩ 26,207,229,629,984 | ₩ 1,566,831,260,723 | ₩ 28,029,617,521,840 |

The accompanying notes are an integral part of these condensed consolidated interim financial statements.

NAVER Corporation and its subsidiaries
Condensed consolidated interim statements of cash flows
for the three months ended March 31, 2025 and 2024

(Korean won)

| | 2025(Unaudited) | | 2024(Unaudited) | |
|---|------------------------|--------------------------|------------------------|--------------------------|
| Cash flows from operating activities | | | | |
| Cash generated from operations | ₩ | 626,341,159,915 | ₩ | 645,821,283,331 |
| Interest received | | 54,171,493,246 | | 29,453,478,414 |
| Interest paid | | (26,264,692,757) | | (27,191,527,753) |
| Dividends received | | 2,796,134,972 | | 2,674,022,639 |
| Income taxes paid | | (50,329,341,029) | | (28,956,798,069) |
| Net cash provided by operating activities | | 606,714,754,347 | | 621,800,458,562 |
| Cash flows from investing activities | | | | |
| Increase in short-term financial instruments | ₩ | (1,165,969,974,200) | ₩ | (1,292,778,641,406) |
| Decrease in short-term financial instruments | | 1,258,685,783,711 | | 602,743,874,363 |
| Increase in long-term financial instruments | | (53,520,389,715) | | - |
| Decrease in long-term financial instruments | | 53,200,000,000 | | - |
| Acquisition of financial assets at fair value through profit or loss | | (125,998,470,549) | | (464,806,701,008) |
| Proceeds from disposal of financial assets at fair value through profit or loss | | 127,851,142,989 | | 474,213,432,584 |
| Acquisition of property, plant and equipment | | (194,898,010,296) | | (69,795,662,361) |
| Proceeds from disposal of property, plant and equipment | | 3,822,117,674 | | 647,265,222 |
| Collection of lease receivables | | 9,122,097,242 | | 916,063,623 |
| Acquisition of intangible assets | | (9,826,360,878) | | (3,989,516,207) |
| Proceeds from disposal of intangible assets | | 195,015,752 | | - |
| Acquisition of Investment properties | | (56,393,500) | | - |
| Acquisition of financial assets at fair value through other comprehensive income | | (4,999,985,536) | | (19,800,000) |
| Proceeds from disposal of financial assets at fair value through other comprehensive income | | 6,423,026,461 | | 376,682,776 |
| Acquisition of investments in associates and joint ventures | | (4,822,045,241) | | (23,586,311,283) |
| Proceeds from disposal of investments in associates and joint ventures | | 18,203,762,535 | | 13,531,534,922 |
| Net cash flow from disposal of subsidiaries | | - | | 37,267,975,512 |
| Increase in short-term loans | | (700,000,000) | | (80,000,000) |
| Decrease in short-term loans | | 260,000,000 | | 100,000,000 |
| Increase in long-term loans | | - | | (50,000,000) |
| Decrease in long-term loans | | 250,000,000 | | - |
| Cash inflows from other investing activities | | 2,567,190,138 | | 549,600,089 |
| Cash outflows from other investing activities | | (727,902,712) | | (1,830,480,151) |
| Net cash used in investing activities | | (80,939,396,125) | | (726,590,683,325) |
| Cash flows from financing activities | | | | |
| Increase in short-term borrowings | ₩ | 1,427,505,000 | ₩ | - |
| Repayments of short-term borrowings | | - | | (216,420,110,010) |
| Increase in long-term borrowings | | - | | 185,000,000,000 |
| Proceeds from issuance of debentures | | - | | 199,320,560,000 |
| Repayments of debentures | | - | | (250,000,000,000) |
| Repayment of lease liabilities | | (57,512,836,746) | | (54,407,649,579) |
| Increase in financial liabilities at fair value through profit or loss | | - | | 5,199,160,694 |
| Paid-in capital increase of subsidiaries | | 1,224,274 | | - |
| Cash inflows from stock-based compensations | | 6,119,219,670 | | 4,490,119,600 |
| Cash inflows from transactions with non-controlling interests | | 240,258,599 | | 450,000,000 |
| Cash outflows from transactions with non-controlling interests | | (20,000,000) | | (145,170,329,947) |
| Cash inflows from other financing activities | | 484,505,200 | | - |
| Cash outflows from other financing activities | | (159,307,610) | | (167,102,631) |
| Net cash used in financing activities | | (49,419,431,613) | | (271,705,351,873) |
| Effects of exchange rate changes on cash and cash equivalents | | 49,201,469,286 | | 37,400,637,721 |
| Net increase (decrease) in cash and cash equivalents | | 525,557,395,895 | | (339,094,938,915) |
| Cash and cash equivalents at the beginning of the period | | 4,195,524,637,851 | | 3,576,456,533,329 |
| Cash and cash equivalents at the end of the period | ₩ | 4,721,082,033,746 | ₩ | 3,237,361,594,414 |

The accompanying notes are an integral part of these condensed consolidated interim financial statements.

NAVER Corporation and its subsidiaries
Notes to the condensed consolidated interim financial statements
for the three months ended March 31, 2025 and 2024 (Unaudited)

1. General

NAVER Corporation (the “Company”) was established on June 2, 1999 under the Commercial Code of the Republic of Korea to provide internet portal services. The Company’s headquarters is located at 95, Jeongjail-ro, Bundang-gu, Seongnam-si, Gyeonggi-do, Korea.

On October 29, 2002, the Company listed its shares on the Korean Securities Dealers’ Automated Quotations market. On November 28, 2008, the Company transferred its share listing to the Korea Composite Stock Price Index market. As of March 31, 2025, the major shareholders of the Company comprise National Pension Service (9.16%) and others.

The Company and its subsidiaries (collectively referred to as the “Group”) are engaged in providing online search and information services.

A. Consolidated Subsidiaries

Details of the consolidated subsidiaries as of March 31, 2025 and December 31, 2024 are as follows:

| | Location | Primary business | Ownership interest held by the Group (%) (*1) | | Closing month |
|--|--------------|---|---|-------------------|---------------|
| | | | March 31, 2025 | December 31, 2024 | |
| NAVER Corporation: | | | | | |
| NAVER Cloud Corporation | Korea | Cloud service management | 100.00 | 100.00 | December |
| NAVER I&S Corp | Korea | Business support, workforce supply, and employee dispatch | 100.00 | 100.00 | December |
| NAVER WEBTOON COMPANY Corporation | Korea | Webtoon service development and management | 100.00 | 100.00 | December |
| Snow Corporation | Korea | Camera and communication application development service | 90.00 | 90.00 | December |
| Audiensori Corporation | Korea | Audio content production and distribution | 100.00 | 100.00 | December |
| N Visions Co., Ltd. | Korea | Exhibition and performance planning business | 100.00 | 100.00 | December |
| NAVER LABS Corporation | Korea | New technology development and research | 100.00 | 100.00 | December |
| NAVER Financial Corporation | Korea | Electronic financial business | 89.21 | 89.21 | December |
| Alpha Next Media Innovation Fund | Korea | Investment | 96.30 | 96.30 | December |
| TBT Global Growth Fund I | Korea | Investment | 89.91 | 89.91 | December |
| NAVER-KTB Audio Contents Fund | Korea | Investment | 99.00 | 99.00 | December |
| SpringCamp Early Stage Fund 1 | Korea | Investment | 99.00 | 99.00 | December |
| SpringCamp Early Stage Fund 2 | Korea | Investment | 91.95 | 91.95 | December |
| SVA Content Media Private Equity Fund II | Korea | Investment | 99.83 | 99.83 | December |
| Do Ventures Annex Fund, LP | U.S.A | Investment | 99.00 | 99.00 | December |
| NAVER J.Hub Corporation | Japan | Global business support | 100.00 | 100.00 | December |
| NAVER CHINA CORPORATION | China | Software development and distribution | 100.00 | 100.00 | December |
| NAVER U.Hub Inc | U.S.A | Global business support | 100.00 | 100.00 | December |
| NAVER France SAS | France | Europe IT investment and research and development | 100.00 | 100.00 | December |
| WEBTOON Entertainment Inc | U.S.A | Webtoon service development and management | 61.73 | 62.49 | December |
| NAVER VIETNAM COMPANY LIMITED | Vietnam | Online live broadcast service and local marketing | 99.96 | 99.96 | December |
| NAVER Synergy Fund | Korea | Investment | 98.81 | 98.81 | December |
| NAVER HANDS Corporation | Korea | Standard workplace operation for the disabled | 100.00 | 100.00 | December |
| NW MEDIA CONTENTS INC. | U.S.A | Content production | 100.00 | 100.00 | December |
| PROTON PARENT, INC. | U.S.A | Investment | 99.27 | 99.27 | December |
| NAVER Arabia Regional Headquarter | Saudi Arabia | Global business support | 100.00 | - | December |
| PROTON PARENT, INC.: | | | | | |
| Poshmark, Inc. | U.S.A | Commerce platform | 100.00 | 100.00 | December |

NAVER Corporation and its subsidiaries
Notes to the condensed consolidated interim financial statements
for the three months ended March 31, 2025 and 2024 (Unaudited)

| | Location | Primary business | Ownership interest held by the Group (%) (*1) | | Closing month |
|---|-----------|--|---|-------------------|---------------|
| | | | March 31, 2025 | December 31, 2024 | |
| Poshmark, Inc.: | | | | | |
| Poshmark Canada Inc. | Canada | Commerce platform | 100.00 | 100.00 | December |
| Poshmark Limited | U.K | Commerce platform | 100.00 | 100.00 | December |
| Poshmark Pty Ltd. | Australia | Commerce platform | - | 100.00 | December |
| Poshmark India Private Limited | India | Commerce platform | 99.99 | 99.99 | December |
| Poshmark Online Marketplace Private Limited | India | Commerce platform | 100.00 | 100.00 | December |
| NAVER France SAS: | | | | | |
| C-Fund | France | Investment | 99.00 | 99.00 | December |
| C-FUND Subfund 2 | France | Investment | 99.00 | 99.00 | December |
| C-FUND Subfund 3 | France | Investment | 99.75 | 99.75 | December |
| C-FUND Subfund 4 | France | Investment | 99.00 | 99.00 | December |
| C-FUND Subfund 5 | France | Investment | 99.75 | 99.75 | December |
| NAVER Cloud Corporation: | | | | | |
| NAVER Cloud Asia Pacific Pte Ltd. | Singapore | IT infrastructure operations | 100.00 | 100.00 | December |
| NAVER CLOUD AMERICA INC. | U.S.A | IT infrastructure operations | 100.00 | 100.00 | December |
| NAVER Cloud Europe GmbH | Germany | IT infrastructure operations | 100.00 | 100.00 | December |
| NAVER Cloud Japan Corporation | Japan | IT infrastructure operations | 100.00 | 100.00 | December |
| Chengdu NCC Technology Corporation | China | Software development | 100.00 | 100.00 | December |
| Naver Cloud Trust Services Corp. | Korea | IT infrastructure operations | 100.00 | 100.00 | December |
| LINE WORKS Corporation | Japan | Groupware service operations and distribution | 77.93 | 77.93 | December |
| NITService Corp. | Korea | Infrastructure operations and security services | 100.00 | 100.00 | December |
| NAVER I&S Corp: | | | | | |
| InComms Corp | Korea | Customer center operations | 100.00 | 100.00 | December |
| Green Web Service Corp | Korea | Monitoring, advertisement operations | 100.00 | 100.00 | December |
| N Tech Service Corp. | Korea | Software consulting, development and distribution | 100.00 | 100.00 | December |
| CommPartners Corp. | Korea | Customer center operations | 100.00 | 100.00 | December |
| WEBTOON Entertainment Inc: | | | | | |
| NAVER WEBTOON Ltd. | Korea | Webtoon service development and operations | 100.00 | 100.00 | December |
| LINE Digital Frontier Corporation | Japan | Japan Webtoon service development and operations | 100.00 | 100.00 | December |
| Wattpad Webtoon Studios Inc. | Canada | Global contents development | 100.00 | 100.00 | December |
| Wattpad Corporation | Canada | Global web novel platform | 100.00 | 100.00 | December |
| Wattpad Webtoon Studios Inc.: | | | | | |
| Wattpad Webtoon Studios Inc. | U.S.A | Global contents development | 100.00 | 100.00 | December |
| Wattpad Studios (Cell Phone Swap) Inc | Canada | Global web novel platform support | 100.00 | 100.00 | December |
| Bootcamp Partnership Limited | Canada | Film distribution | 100.00 | 100.00 | December |
| Wattpad Corporation | | | | | |
| Wattpad Inc. | U.S.A | Global web novel platform support | 100.00 | 100.00 | December |
| NAVER WEBTOON Ltd.: | | | | | |
| STUDIO LICO Corp. | Korea | Contents production and reinforcement | 100.00 | 100.00 | December |
| Studio N Corporation | Korea | Film production and distribution | 100.00 | 100.00 | December |
| MUNPIA INC. | Korea | Web novel platform | 61.12 | 61.12 | December |
| MUNPIA INC: | | | | | |
| Studio JHS Co., Ltd. | Korea | Contents production | 100.00 | 100.00 | December |
| NAVER WEBTOON COMPANY Corporation: | | | | | |
| Watong Entertainment Limited | Hongkong | Webtoon service operations | 100.00 | 100.00 | December |
| Watong Entertainment Limited: | | | | | |
| Broccoli Entertainment Corporation | China | Webtoon service operations | 100.00 | 100.00 | December |
| Broccoli Entertainment Corporation: | | | | | |
| Dongman Entertainment Corporation | China | Webtoon service operations | 100.00 | 100.00 | December |
| Snow Corporation: | | | | | |
| SpringCamp Early Stage Fund 4 | Korea | Investments | 57.60 | 57.60 | December |
| Semicolon Studio Corp. | Korea | Video contents production and distribution | 100.00 | 100.00 | December |
| SNOW China Limited. | China | Mobile service operations | 96.22 | 96.22 | December |
| SNOW Japan Corporation | Japan | Mobile service operations | 100.00 | 100.00 | December |
| SNOW Inc. | U.S.A | Mobile service operations | 100.00 | 100.00 | December |
| SNOW VIETNAM COMPANY LIMITED | Vietnam | Mobile service operations | 99.00 | 99.00 | December |
| Cake Corporation | Korea | Language learning application development and operations | 60.00 | 60.00 | December |
| KREAM Corporation (*2) | Korea | Sneakers trading platform operations | 43.63 | 43.69 | December |

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| | Location | Primary business | Ownership interest held by the Group (%) (*1) | | Closing month |
|--|-----------|---|---|-------------------|---------------|
| | | | March 31, 2025 | December 31, 2024 | |
| KREAM Corporation: | | | | | |
| Namain Corp. | Korea | Sneakers trading platform operations | 100.00 | 100.00 | December |
| SVA Soda | Korea | Investments | 99.52 | 99.52 | December |
| PAP Corporation | Korea | E-Commerce business | 68.43 | 68.43 | December |
| SPRINGCAMP COLLABORATIVE FUND I | Korea | Investments | 90.00 | 90.00 | December |
| Famous Studio Corp. | Korea | Clothes, accessories, news distribution | 100.00 | 100.00 | December |
| SODA Inc. | Japan | Sneakers trading platform operations | 64.95 | 64.95 | May |
| KREAM PAY Corporation | Korea | Financial support service | 100.00 | - | December |
| SNOW China Limited.: | | | | | |
| SNOW China (Beijing) Co., Ltd. | China | Mobile service operations | 100.00 | 100.00 | December |
| SNOW China (Beijing) Co., Ltd.: | | | | | |
| Yiruike Information Technology (Beijing) Co., Ltd. | China | Mobile service operations | 100.00 | 100.00 | December |
| SODA Inc.: | | | | | |
| SODA Singapore INT PTE. LTD | Singapore | Sneakers trading platform operations | 100.00 | 100.00 | May |
| Monokabu Inc. | Japan | Sneakers trading platform operations | 100.00 | 100.00 | May |
| SODA inc.(U.S.A) | U.S.A | Sneakers trading platform operations | 100.00 | 100.00 | May |

(*1) The ownership interest held by the Group is a sum of ownership interests with voting right.

(*2) Although the Group holds less than 50% of the ownership interest in KREAM Corporation, the Group is considered to have control over the entity due to its significant influence, considering the composition of shareholders and the Board of Directors. Accordingly, KREAM Corporation is classified as a subsidiary.

B. Changes in Scope of Consolidation

Changes in the scope of consolidation for the three months ended March 31, 2025 are as follows:

| | Subsidiaries |
|---|--|
| Acquisition of control due to new establishment | KREAM PAY Corporation, NAVER Arabia Regional Headquarter |
| Liquidation | Poshmark Pty Ltd. |

2. Material Accounting Policies

A. Basis of Preparation

The Group prepares interim condensed consolidated financial statements in the Korean language in accordance with Korean International Financial Reporting Standards ("KIFRS") 1034 *Interim Financial Reporting*, as promulgated under the *Act on External Audit of Stock Companies*. These interim condensed consolidated financial statements have been translated into English from the original Korean version. In the event of any discrepancies in interpretation between the English translation and the Korean version of the financial statements or the independent auditor's review report, the Korean version, which is the official version for regulatory reporting purposes, shall prevail.

The interim condensed consolidated financial statements do not include all the information and disclosures required for annual financial statements and should be read in conjunction with the Group's annual consolidated financial statements as of December 31, 2024.

B. Application of New standards, interpretations and amendments

The accounting policies adopted in the preparation of the interim condensed consolidated financial statements are consistent with those followed in the preparation of the Group's annual consolidated financial statements for the year ended December 31, 2024, except for the adoption of new standards and interpretations effective as of January 1, 2025. The Group has not early adopted any other standard, interpretation, or amendment that has been issued but is not yet effective.

(1) New standards, interpretations and amendments adopted by the Group

Several other amendments and interpretations became effective for the first time in 2025, but did not have an impact on the interim condensed consolidated financial statements of the Group.

Amendments to KIFRS 1021

This amendment clarifies how to report foreign currency transactions in the functional currency and how to translate the functional currency of a foreign operation into the parent company's presentation currency when the foreign exchange market is not functioning properly. It introduces a provision to assess the convertibility of two currencies. Furthermore, if the exchangeability of two currencies is assessed and determined to be lacking, a provision to estimate the applicable spot exchange rate has been introduced. These amendments do not have a significant impact on the consolidated financial statements.

(2) New standards, interpretations and amendments not adopted by the Group

The following are major new or revised standards that have been enacted or issued but are not yet effective for fiscal years beginning on or after January 1, 2025, and have not been early adopted by the Group.

Amendments to KIFRS 1109, KIFRS 1107

To address questions raised in practice and incorporate new requirements, KIFRS 1109 *Financial Instruments*, and KIFRS 1107 *Financial Instruments: Disclosures*, have been revised. These amendments are effective for annual periods beginning on or after January 1, 2026, with early adoption permitted. The key amendments are summarized below, and the Group is currently reviewing the impact of these amendments on its consolidated financial statements.

- Allows financial liabilities to be settled (derecognized) through electronic payment systems before their settlement date, if certain criteria are met.
- Clarifies and adds additional guidance for assessing whether a financial asset meets the criteria of consisting solely of principal and interest payments.
- Requires disclosure of the impact on entities of contractual terms that change the timing or amount of contractual cash flows and the extent of entities' exposure to each type of financial instrument.
- Provides additional disclosures for equity instruments that are designated to be measured at fair value through other comprehensive income.

B. Application of New standards, interpretations and amendments (cont'd)

Annual Improvement of KIFRS Volume 11

Annual Improvement to KIFRS Volume 11 was announced to enhance consistency in requirements across standards, clarify ambiguous provisions, and improve understandability. These amendments will be effective for fiscal years beginning on or after January 1, 2026, with early adoption permitted. The key amendments are as follows, and the Group is currently reviewing the impact of these amendments on its consolidated financial statements.

- KIFRS 1101 *First-time Adoption of KIFRS*: Application of hedge accounting upon first-time adoption of KIFRS.
- KIFRS 1107 *Financial Instruments: Disclosures*: Derecognition gains and losses, and application guidance.
- KIFRS 1109 *Financial Instruments*: Accounting for derecognition of lease liabilities and definition of transaction price.
- KIFRS 1110 *Consolidated Financial Statements*: Determination of a de facto agent.
- KIFRS 1007 *Statement of Cash Flows*: Cost Method

C. Accounting Policies

Material accounting policies and methods of computation applied in the preparation of the interim condensed consolidated financial statements are consistent with those applied in the consolidated financial statements for the year ended December 31, 2024, except for the changes due to the application of amendments and newly enacted standards and interpretations as described in Note 2.B and below.

(1) Income tax expense

Income tax expense for the interim period is recognized based on management's best estimate of the weighted average annual income tax rate expected for the full fiscal year. The estimated average annual effective tax rate is applied to the pre-tax income for the interim period.

The Group has implemented a consolidated tax payment scheme, under which the Parent Company and its domestic subsidiaries in Korea are treated as a single taxpayer. The Group has calculated the estimated average annual effective tax rate based on the taxable unit defined under this scheme.

3. Material Accounting Estimates and Assumptions

The preparation of financial statements requires the Group to make estimates and assumptions about the future. These estimates and judgements are continuously evaluated and are based on historical experience and other relevant factors, including expectations about future events that are considered reasonable under the circumstances. Actual outcomes may differ from these accounting estimates.

Material accounting estimates and assumptions applied in the preparation of these interim condensed consolidated financial statements are consistent with those applied in the consolidated financial statements for the year ended December 31, 2024, except for changes in the estimates used in determining income tax expense.

4. Fair Value

There are no significant changes in the business or economic environment that affect the fair value of financial assets and liabilities of the Group for the three months ended March 31, 2025.

A. Fair Value Hierarchy

To provide an indication of the reliability of the inputs used in determining fair value, the Group classifies its financial instruments into the three levels prescribed by the applicable accounting standards. Financial instruments that are measured at fair value are categorized within the following fair value hierarchy:

- Level 1 : The fair value of financial instruments traded in active markets (such as publicly traded derivatives and equity securities) is based on quoted market prices at the end of the reporting period. The instrument is classified as Level 1.
- Level 2 : The fair value of financial instruments that are not traded in an active market (e.g., unlisted derivatives) is determined using valuation techniques which maximize the use of observable market data and minimize the use of entity-specific estimates. If all significant inputs required to measure fair value are observable, the instrument is classified as Level 2.
- Level 3 : If one or more of the significant inputs is not based on observable market data, the instrument is classified as Level 3.

Fair value hierarchy classifications of the financial instruments that are measured at fair value as of March 31, 2025 and December 31, 2024 are as follows (Korean won in thousands):

| | March 31, 2025 | | | |
|---|--------------------------|----------------|-----------------|-----------------|
| | Level 1 | Level 2 | Level 3 | Total |
| Financial assets | | | | |
| Financial assets at fair value through profit or loss | ₩ 13,101,048 | ₩ 363,391,425 | ₩ 2,170,558,639 | ₩ 2,547,051,112 |
| Financial assets at fair value through other comprehensive income | 1,088,129,647 | - | 250,875,852 | 1,339,005,499 |
| Financial liabilities | | | | |
| Financial liabilities at fair value through profit or loss | - | - | 576,429,217 | 576,429,217 |
| | | | | |
| | December 31, 2024 | | | |
| | Level 1 | Level 2 | Level 3 | Total |
| Financial assets | | | | |
| Financial assets at fair value through profit or loss | ₩ 26,102,374 | ₩ 386,551,372 | ₩ 2,124,996,834 | ₩ 2,537,650,580 |
| Financial assets at fair value through other comprehensive income | 971,536,709 | - | 247,019,456 | 1,218,556,165 |
| Financial liabilities | | | | |
| Financial liabilities at fair value through profit or loss | - | - | 576,429,217 | 576,429,217 |

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B. Transfers between Fair Value Hierarchy Levels of Recurring Fair Value Measurements

The Group recognizes transfers between levels of the fair value hierarchy at the end of each reporting period. There are no transfers between Level 1 and Level 2 for the three months ended March 31, 2025.

The following table presents the changes in Level 3 financial instruments for the three months ended March 31, 2025 and 2024 (Korean won in thousands):

| | 2025 | | | 2024 | | |
|--|---|---|--|---|---|--|
| | Financial assets at fair value through profit or loss | Financial assets at fair value through comprehensive income | Financial liabilities at fair value through profit or loss | Financial assets at fair value through profit or loss | Financial assets at fair value through comprehensive income | Financial liabilities at fair value through profit or loss |
| Beginning balance | ₩2,124,996,834 | ₩ 247,019,456 | ₩ 576,429,217 | ₩2,226,950,028 | ₩ 202,551,305 | ₩ 703,659,783 |
| Total profit or loss | | | | | | |
| Amounts recognized in profit or loss | (822,199) | - | - | (71,843,409) | - | - |
| Amounts recognized in other comprehensive income | - | (303,897) | - | - | 16,166,368 | - |
| Acquisitions/Borrowings | 41,254,235 | 4,999,986 | - | 24,122,593 | 19,800 | 5,199,160 |
| Disposals/Repayments | (6,464,072) | (550,160) | - | (57,518,227) | - | - |
| Transfer to Level 1 | - | (522,861) | - | - | - | - |
| Others (*) | (253,368) | 233,328 | - | (142,849,052) | (14,019,103) | (181,257,501) |
| Exchange differences | 11,847,209 | - | - | 7,016,940 | (173,590) | 735,750 |
| Ending balance | <u>₩2,170,558,639</u> | <u>₩ 250,875,852</u> | <u>₩ 576,429,217</u> | <u>₩1,985,878,873</u> | <u>₩ 204,544,780</u> | <u>₩ 528,337,192</u> |

(*) It includes account reclassification due to changes in the ownership interest of financial assets held by the Group and classification as non-current assets held for sale in accordance with the disposal plan.

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C. Valuation Techniques and Inputs

Valuation techniques and inputs used for the fair value measurements of financial instruments categorized in Levels 2 and Level 3 of the fair value hierarchy as of March 31, 2025 and December 31, 2024, are as follows (Korean won in thousands):

| March 31, 2025 | | | | | | | |
|--|-------------------|--------------|---------------------------------------|--|--|---|----------------|
| | Fair value | Level | Valuation techniques | Major inputs | Unobservable inputs | Range of unobservable inputs | |
| Financial assets at fair value through profit or loss | | | | | | | |
| Compound financial instruments and equity securities | ₩ 1,542,836,450 | 3 | Option pricing model | Underlying assets price, Volatility of underlying assets | Volatility of the underlying assets | 9.32% ~ 87.10% | |
| | | | Market approach and others | PBR, EV/SALES, PSR, PER, Recent transaction price, Net asset value | EV/SALES, PSR, PER, PBR | 1.33 ~ 12.54 0.16 ~ 66.39 10.88 1.89 ~ 12.38 | |
| | | | | Present value method | Credit risk adjusted discount rate | Discount rate | 9.70% ~ 30.00% |
| | | | | Present value method | Credit risk adjusted discount rate | - | - |
| Beneficiary certificates and funds | 19,898,099 | 2 | Present value method | Credit risk adjusted discount rate | - | - | |
| | 627,722,189 | 3 | Net asset value method | Net asset value | (*) | (*) | |
| Debt securities | 343,523,326 | 2 | Present value method | Credit risk adjusted discount rate | - | - | |
| Financial assets at fair value through other comprehensive income | | | | | | | |
| Equity securities | 250,875,852 | 3 | Present value method, Market approach | EV/SALES, PSR and others | EV/SALES, PSR, Discount rate | 1.41 ~ 3.64 0.40 ~ 7.25 11.1% ~ 12.8% | |
| Financial liabilities at fair value through profit or loss | | | | | | | |
| Derivatives | 576,429,217 | 3 | Option pricing model | Volatility of underlying assets | Volatility of the underlying assets, Discount rate | 47.98% ~ 72.64% 12.68% ~ 17.18% | |

(*) As various inputs are used in determining the prices of underlying assets, no further disclosure is provided.

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C. Valuation Techniques and Inputs (cont'd)

| December 31, 2024 | | | | | | |
|--|-----------------|-------|---------------------------------------|--|--|---|
| | Fair value | Level | Valuation techniques | Major inputs | Unobservable inputs | Range of unobservable inputs |
| Financial assets at fair value through profit or loss | | | | | | |
| | | | Option pricing model | Underlying asset price, Volatility of underlying assets | Volatility of the underlying assets | 9.32% ~ 87.10% |
| Compound financial instruments and equity securities | ₩ 1,433,139,082 | 3 | Market approach and others | PBR, EV/SALES, PSR, PER Recent transaction price, Net asset value | EV/SALES PSR PER PBR | 1.33 ~ 12.54 0.16 ~ 66.39 10.88 1.89 ~ 12.38 |
| | 18,200,417 | 2 | Present value method | Credit risk adjusted discount rate | Discount rate | 9.70% ~ 30.00% |
| Beneficiary certificates and funds | 691,857,752 | 3 | Market approach and others | Underlying asset price | (*) | (*) |
| Debt securities | 368,350,955 | 2 | Present value method | Credit risk adjusted discount rate | - | - |
| Financial assets at fair value through other comprehensive income | | | | | | |
| Equity securities | 247,019,456 | 3 | Present value method, Market approach | Recent transaction price, EV/SALES, PSR and others | EV/SALES PSR Discount rate | 1.41 ~ 3.64 0.40 ~ 7.25 11.1% ~ 12.8% |
| Financial liabilities at fair value through profit or loss | | | | | | |
| Derivatives | 576,429,217 | 3 | Option pricing model | Volatility of underlying assets | Volatility of underlying assets Discount rate | 47.98% ~ 72.64% 12.68% ~ 17.18% |

(*) As various inputs are used in determining the prices of underlying assets, no further disclosure is provided.

D. Valuation Processes for Fair Value Measurements Categorized Within Level 3

The Group's investment management team and treasury team perform the fair value measurements required for financial reporting purposes, including those for Level 3 measurements. These teams report directly to the director of the finance department ("Director"). Discussions of valuation processes and results are held between the Director and the teams at least quarterly, in accordance with the Group's quarterly reporting schedule.

5. Operating Segment Information

A. The Group operates in a single operating segment. Operating information by service types is reported to the Chief Operating Decision Maker. The amounts reported for the Group's operating segment do not differ from those presented in the consolidated statements of comprehensive income.

B. Operating revenues by service types for the three months ended March 31, 2025 and 2024 are as follows (Korean won in thousands):

| | 2025 | | 2024 | |
|----------------------|------------------------|--------------|------------------------|--------------|
| | Operating revenue | Ratio (%) | Operating revenue | Ratio (%) |
| Search platform (*1) | ₩ 1,012,652,854 | 36.3 | ₩ 905,353,821 | 35.8 |
| Commerce (*2) | 787,883,865 | 28.3 | 703,451,413 | 27.9 |
| Fintech (*3) | 392,736,743 | 14.1 | 353,909,776 | 14.0 |
| Contents (*4) | 459,264,267 | 16.5 | 446,319,978 | 17.7 |
| Enterprise (*5) | 134,245,623 | 4.8 | 117,020,428 | 4.6 |
| | <u>₩ 2,786,783,352</u> | <u>100.0</u> | <u>₩ 2,526,055,416</u> | <u>100.0</u> |

(*1) Search, display and others

(*2) Commerce advertising, brokerage, sales and membership

(*3) Pay service and platform service

(*4) Webtoon, SNOW and others

(*5) NCP, Works, Labs and others

C. The revenue from external customers by region for the three months ended March 31, 2025 and 2024, and non-current assets as of March 31, 2025 and December 31, 2024 are as follows (Korean won in thousands):

| | Revenue from external customers | | Non-current assets (*) | |
|----------|---------------------------------|------------------------|------------------------|------------------------|
| | 2025 | 2024 | March 31, 2025 | December 31, 2024 |
| Domestic | ₩ 2,364,076,293 | ₩ 2,141,801,166 | ₩ 3,599,128,699 | ₩ 3,612,893,375 |
| Japan | 257,510,779 | 213,884,730 | 640,386,560 | 601,210,681 |
| U.S.A | 133,216,553 | 133,434,563 | 2,730,784,710 | 2,745,223,262 |
| Others | 31,979,727 | 36,934,957 | 84,486,124 | 87,038,952 |
| | <u>₩ 2,786,783,352</u> | <u>₩ 2,526,055,416</u> | <u>₩ 7,054,786,093</u> | <u>₩ 7,046,366,270</u> |

(*) Financial instruments (including investments in associates and joint ventures) and deferred tax assets are not included.

D. The revenue from contracts with customers by category for the three months ended March 31, 2025 and 2024 is as follows (Korean won in thousands):

| | 2025 | 2024 |
|---|------------------------|------------------------|
| By timing of revenue recognition | | |
| Recognized at a point in time | ₩ 2,107,363,700 | ₩ 1,904,911,754 |
| Recognized over time | <u>679,419,652</u> | <u>621,143,662</u> |
| | <u>₩ 2,786,783,352</u> | <u>₩ 2,526,055,416</u> |

6. Property, Plant and Equipment

A. Changes in property, plant and equipment for the three months ended March 31, 2025 and 2024 are as follows (Korean won in thousands):

| | <u>2025</u> | | <u>2024</u> |
|--|------------------------|----------|----------------------|
| Beginning balance | ₩ 2,909,592,133 | ₩ | 2,741,621,328 |
| Acquisition, capital expenditures, and other additions | 119,332,608 | | 77,814,617 |
| Depreciation | (113,192,031) | | (94,088,900) |
| Disposals, retirements and impairments | (1,433,286) | | (1,955,236) |
| Disposal of subsidiaries | - | | (5,773,825) |
| Others (*) | 5,612,070 | | (468,619) |
| Ending balance | <u>₩ 2,919,911,494</u> | <u>₩</u> | <u>2,717,149,365</u> |

(*) Others include effects of foreign currency exchange rate changes and other items.

B. Depreciation expense is classified as 'operating expenses' in the interim condensed consolidated financial statements.

7. Leases

A. Amounts recognized in the interim condensed consolidated statements of financial position

Details of amounts recognized in the interim condensed consolidated statements of financial position as of March 31, 2025 and December 31, 2024 are as follows (Korean won in thousands):

| | <u>March 31, 2025</u> | <u>December 31, 2024</u> |
|---------------------------------|------------------------|--------------------------|
| Right-of-use assets (*1) | | |
| Properties | ₩ 146,215,494 ₩ | 141,252,525 |
| Vehicles | 2,898,557 | 2,768,622 |
| IDC buildings | 67,759,986 | 74,034,579 |
| Machinery | 78,044,371 | 96,920,798 |
| Leased internet line | 2,288,774 | 2,546,427 |
| Equipment | 13,242 | 15,145 |
| | <u>₩ 297,220,424 ₩</u> | <u>317,538,096</u> |
| Lease receivables (*2) | | |
| Current | ₩ 53,103,856 ₩ | 52,394,282 |
| Non-current | 295,699,561 | 304,906,843 |
| | <u>₩ 348,803,417 ₩</u> | <u>357,301,125</u> |
| Lease liabilities (*2) | | |
| Current | ₩195,403,447 ₩ | 208,497,038 |
| Non-current | 374,095,541 | 387,635,119 |
| | <u>₩ 569,498,988 ₩</u> | <u>596,132,157</u> |

(*1) The outstanding balances of right-of-use assets are net of accumulated depreciation.

(*2) The outstanding balances of lease receivables and lease liabilities are net of present value discount.

Additions to right-of-use assets for the three months ended March 31, 2025 amounted to ₩ 26,334 million (2024: ₩ 2,795 million).

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B. Amounts recognized in the interim condensed consolidated statements of comprehensive income

Details of the amounts recognized in the interim condensed consolidated statements of comprehensive income for the three months ended March 31, 2025 and 2024 are as follows (Korean won in thousands):

| | <u>2025</u> | <u>2024</u> |
|---|---------------------|---------------------|
| Depreciation of right-of-use assets | | |
| Properties | ₩ 10,922,088 | ₩ 16,373,477 |
| Vehicles | 354,196 | 325,067 |
| IDC buildings | 18,027,873 | 17,180,114 |
| Machinery | 18,827,551 | 19,416,972 |
| Leased internet line | 561,266 | 565,268 |
| Equipment | 1,904 | 18,238 |
| | <u>₩ 48,694,878</u> | <u>₩ 53,879,136</u> |
| Interest expense relating to lease liabilities (included in 'finance costs') | ₩ 5,773,594 | ₩ 7,149,282 |
| Expense relating to short-term leases and leases of low-value assets | 447,355 | 105,193 |
| Expense relating to variable lease payments not included in lease liabilities | 3,436,138 | 3,929,693 |

The total cash outflow and inflow for leases for the three months ended March 31, 2025, are ₩ 67,170 million (2024: ₩ 65,592 million), and ₩ 13,704 million (2024: ₩ 1,725 million), respectively.

8. Intangible Assets

A. Changes in intangible assets for the three months ended March 31, 2025 and 2024 are as follows (Korean won in thousands):

| | <u>2025</u> | <u>2024</u> |
|--------------------------------------|------------------------|------------------------|
| Beginning balance | ₩ 3,657,186,453 | ₩ 3,445,599,902 |
| Acquisition and capital expenditures | 11,365,688 | 4,056,939 |
| Amortization | (15,943,807) | (13,635,977) |
| Disposals and retirement | (210,169) | - |
| Impairment | (425,039) | (950,491) |
| Disposal of subsidiaries | - | (19,656,851) |
| Others (*) | 21,447,671 | 100,191,102 |
| Ending balance | <u>₩ 3,673,420,797</u> | <u>₩ 3,515,604,624</u> |

(*) Others include changes in the scope of consolidation, effects of foreign currency exchange rate changes and other items.

B. Amortization expense is classified as 'operating expenses' in the interim condensed consolidated financial statements.

C. Cryptocurrency

Details of the cryptocurrencies held by the Group as of March 31, 2025 and December 31, 2024 are as follows (Korean won in thousands):

| Name of cryptocurrency | Listed or not | Exchange | Subsequent measurement | Acquisition method | Quantity held | Acquisition cost(*2) | March 31, 2025 | | December 31, 2024 | |
|------------------------|---------------|----------|------------------------|--------------------|---------------|----------------------|------------------|-----------------|-------------------|-----------------|
| | | | | | | | Market value(*3) | Carrying amount | Market value(*3) | Carrying amount |
| WEMIX | O | Bithumb | Cost model | Partnership(*1) | 866,700 | ₩ 3,326,493 | ₩ 683,151 | ₩ 683,151 | ₩ 997,924 | ₩ 997,924 |

(*1) The Group acquired WEMIX through a partnership agreement with WEMIX PTE. LTD., as WEMIX Block Partner.

(*2) As WEMIX was acquired over multiple periods, its acquisition cost was determined as the sum of the product of the monthly average price on the major Korean exchanges (Bithumb, Upbit) and the quantity acquired during each month.

(*3) Fair value is based on the daily average market price quoted on the exchange.

No cryptocurrency was disposed of during the three months ended March 31, 2025.

Cryptocurrencies are accounted for as other intangible assets in the interim condensed consolidated financial statements. They are subsequently measured at cost and tested for impairment using the market price quoted on the exchange.

Given the high volatility of cryptocurrency prices, impairment losses (or reversals) may significantly impact carrying amounts across reporting periods. The interim condensed consolidated financial statements do not reflect any potential future adjustments that may arise from such uncertainties.

9. Investment Properties

A. Changes in investment properties for the three months ended March 31, 2025 and 2024 are as follows (Korean won in thousands):

| | <u>March 31, 2025</u> | <u>March 31, 2024</u> |
|-------------------|-----------------------|-----------------------|
| Beginning balance | ₩ 97,070,333 | ₩ 53,430,246 |
| Acquisition | 56,393 | - |
| Others (*) | - | 26,328,676 |
| Ending balance | <u>₩ 97,126,726</u> | <u>₩ 79,758,922</u> |

(*) During the three months ended March 31, 2024, an amount of ₩26,329 million was reclassified from right-of-use assets to investment properties as a result of changes in the scope of consolidation.

B. Income from investment properties for the three months ended March 31, 2025 and 2024 are as follows (Korean won in thousands):

| | <u>2025</u> | <u>2024</u> |
|--|------------------|-------------|
| Rental income from investment properties | <u>₩ 219,708</u> | <u>₩ -</u> |

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10. Investments in Associates and Joint Ventures

A. Details of investments in associates and joint ventures as of March 31, 2025 and December 31, 2024 are as follows (Korean won in thousands):

| | Primary business | Location | Closing month | March 31, 2025 | | December 31, 2024 |
|---|---|----------------|---------------|----------------|-----------------|-------------------|
| | | | | Ownership (%) | Carrying amount | Carrying amount |
| Associates | | | | | | |
| A Holdings Corporation | Mobile service development | Japan | March | 50.00 | ₩15,741,625,853 | ₩15,029,188,551 |
| IPX Corporation | Character and doll wholesale and retail | Korea | March | 22.36 | 45,063,772 | 48,118,534 |
| Netmania Co., Ltd. | Software development and distribution | Korea | December | 27.17 | 1,126,644 | 1,141,150 |
| BonAngels Pacemaker Fund | Investment | Korea | December | 22.73 | 3,157,540 | 3,366,464 |
| Korea Contents Mutual Aid Association (*1) | Mutual Aid Association | Korea | December | 52.47 | 9,588,501 | 9,593,459 |
| Arointech inc | Software development and distribution | Korea | December | 29.85 | 584,016 | 645,385 |
| NAVER KIP Cheer up! Gamers Fund | Investment | Korea | December | 50.00 | 278,913 | 250,851 |
| N Space Co., Ltd. | Space service business | Korea | December | 49.04 | 3,283,422 | 3,309,978 |
| K-Fund I (*1) | Investment | France | December | 74.81 | 333,291,166 | 342,868,573 |
| Mirae Asset-NAVER New Growth Fund I | Investment | Korea | December | 50.00 | 63,312,340 | 63,392,678 |
| YG NAVER Contents & Lifestyle Fund (*1) | Investment | Korea | December | 90.91 | 43,350,253 | 44,928,365 |
| Soran Media Venture Fund (*1) | Investment | Korea | December | 66.67 | 314,089 | 334,378 |
| Mirae Asset-Naver Asia Growth Fund (*3) | Investment | Korea | December | 16.67 | 81,509,624 | 87,170,139 |
| Mirae Asset - Naver Asia Growth Investment Pte. Ltd. | Investment | Singapore | December | 40.00 | 344,613,728 | 361,279,410 |
| Alliance Internet Corp. | Revenue support for internet business start-up | Korea | December | 23.53 | 3,379,020 | 3,326,227 |
| DHP private equity fund 3 | Investment | Korea | December | 25.16 | 142,133 | 142,133 |
| Artificial Intelligence Research Institute (*3) (*5) | AI technology investment | Korea | December | 14.29 | - | - |
| Smart Korea Naver-Stonebridge Rising Investment Association | Investment | Korea | December | 37.74 | 8,226,127 | 8,594,268 |
| Carousell Pte Ltd (*3) | Platform Investment | Singapore | December | 8.21 | 48,528,909 | 48,644,730 |
| Onestore Co., Ltd. | E-Commerce business | Korea | December | 24.18 | 27,497,159 | 30,578,268 |
| China Ventures Fund I, Limited Partnership (*1) | Investment | Canada | December | 70.33 | 300,366,959 | 300,473,247 |
| YN CULTURE & SPACE | Record production and planning | Korea | December | 24.98 | 14,856,117 | 14,901,378 |
| WEVERSE COMPANY Inc | Content production | Korea | December | 44.50 | 270,081,896 | 268,493,499 |
| Cafe24 Corp (*3) (*5) | Hosting and related service | Korea | December | 13.74 | 33,080,768 | 31,621,829 |
| K-Fund II | Investment | France | December | 39.25 | 75,686,335 | 70,708,412 |
| FUTURE INNOVATION PRIVATE EQUITY FUND III | Investment | Korea | December | 25.38 | 72,835,443 | 74,803,356 |
| CHINA VENTURES FUND II, L.P. | Investment | Cayman Islands | December | 25.00 | 91,661,419 | 91,882,027 |
| ICART GROUP PTE. LTD. (*3) (*5) | Online daily necessities and fresh food platforms | Singapore | December | 10.89 | - | - |
| Mirae Asset Partnership Growth Fund I (*1) | Investment | Korea | December | 90.00 | 3,152,177 | 3,156,398 |
| TBT Global Growth Fund III | Investment | Korea | December | 36.76 | 13,845,546 | 13,964,530 |
| STL 18th Private Equity Fund | Investment | Korea | December | 22.20 | 18,983,087 | 19,370,706 |
| Smart Spring Fund | Investment | Korea | December | 35.71 | 7,200,457 | 7,199,590 |
| Makma | Content distribution | France | December | 22.00 | 789,147 | 773,447 |
| AXIS Co., LTD (*4) | Software development and distribution | Korea | December | 23.65 | - | - |
| Studio Horang Co., Ltd. | Webtoon production | Korea | December | 41.50 | 274,136 | 217,410 |

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| | Primary business | Location | Closing month | March 31, 2025 | | December 31, |
|--|---|-----------|---------------|----------------|-----------------|-------------------------|
| | | | | Ownership (%) | Carrying amount | 2024 Carrying amount |
| The Grimm entertainment Co.,Ltd.(*4) | Webtoon production | Korea | December | 34.98 | - | - |
| Big Picture Comics Co., Ltd. | Webtoon production | Korea | December | 35.00 | 1,875,398 | 1,872,477 |
| JQ COMICS Co., Ltd. | Webtoon production | Korea | December | 35.06 | 415,570 | 314,748 |
| ZK Studio Co., Ltd. | Webtoon production | Korea | December | 40.00 | 331,120 | 344,515 |
| Su Comics Co., Ltd. | Webtoon production | Korea | December | 40.00 | 221,987 | 217,359 |
| Studio Mul Co., Ltd. | Content production | Korea | December | 35.00 | 4,194,266 | 4,369,507 |
| A2Z Inc (*5) | Content distribution | Korea | December | 26.53 | 41,038,507 | 40,517,105 |
| Sam Studio Co., Ltd. | Content production | Korea | December | 35.00 | 856,260 | 920,344 |
| Only Won Entertainment Co., Ltd. | Content distribution | Korea | December | 35.00 | 316,932 | 384,038 |
| Studio hohoe Co.,Ltd. | Content distribution | Korea | December | 33.02 | 722,415 | 770,648 |
| GEULGGUN | Content distribution | Korea | December | 22.22 | 74,130 | 91,574 |
| Studio 389 Co., Ltd. (*4) | Content distribution | Korea | December | 30.02 | - | - |
| Yumistudio Co., Ltd. | Content distribution | Korea | December | 35.00 | 2,048,561 | 2,100,518 |
| J Peul Media Co., Ltd. (*5) | Content distribution | Korea | December | 25.00 | 8,616,938 | 8,307,016 |
| Cinamon. Inc (*3) (*4) | Visual novel game development and service | Korea | December | 19.97 | - | - |
| Studio Paran Inc. | Publishing | Korea | December | 35.06 | 654,778 | 662,873 |
| BY4M Studio Co., Ltd. (*3) | Content distribution | Korea | December | 1.63 | 3,344,516 | 2,973,887 |
| A2Z-IP Fund (*5) | Investment | Korea | December | 20.00 | 1,220,386 | 1,280,086 |
| SHINE PARTNERS CO., LTD. (*3)(*5) | Webtoon production | Japan | December | 5.56 | 550,965 | 527,217 |
| Vi-Frost (*3)(*5) | Webtoon and web novel production | Korea | December | 15.87 | 51,838 | 97,713 |
| Studio Ppuri Co., Ltd.(*5) | Animation production and distribution | Korea | December | 20.00 | 1,721,586 | 1,715,192 |
| XTORM CO., LTD(*4) | Animation production and distribution | Korea | December | 25.00 | - | - |
| SGRSOFT Co., Ltd. (*3) | Software development | Korea | December | 10.88 | 352,173 | 362,794 |
| Fast Cowell Private Equity Fund | Investment | Korea | December | 21.13 | 651,546 | 656,409 |
| LaiQu Technology (ShenZhen) Company Limited (*5) | Software development and distribution | China | December | 21.30 | - | - |
| Pala Inc. (*5) | Software development and distribution | Korea | December | 43.22 | - | - |
| Spring Camp Inc. | Investment | Korea | December | 45.00 | 9,875,133 | 10,030,408 |
| Springcamp-KIF Early Stage Fund | Investment | Korea | December | 20.51 | 3,124,977 | 3,124,821 |
| Seno Corporation | Content production | Hongkong | December | 45.00 | 120,426 | 122,053 |
| Sasom Company Limited(*4) | Platform investment | Thailand | December | 29.73 | - | - |
| Gorilla NCORE Metaverse 1(*5) | Investment | Korea | December | 37.68 | 11,765,348 | 11,765,348 |
| Chicment Co., Ltd. | E-Commerce business | Korea | December | 30.00 | 2,900,761 | 2,936,348 |
| CravingCollector Inc. | Second-hand fashion trading platform | Korea | December | 42.47 | 580,911 | 723,575 |
| Purpleduck Corp.(*1) | Animation production and distribution | Korea | December | 76.92 | 1,301,594 | 1,278,862 |
| Studio 1991 | Animation production and distribution | Korea | December | 30.07 | 220,716 | 225,791 |
| STUDIO YELL Co. | Animation production and distribution | Korea | December | 35.00 | 72,653 | 70,162 |
| Shake Hands Sdn Bhd(*5) | Sneakers trading platform operations | Malaysia | December | 22.47 | - | - |
| YLAB Corporation (*3) | Content production | Korea | December | 9.31 | 5,777,542 | 6,009,434 |
| Genius studio Corp. | Content production | Korea | December | 35.00 | 68,831 | 91,300 |
| PT Karunia International Citra Kencana | Sneakers trading platform operations | Indonesia | December | 40.29 | 3,936,608 | 4,043,767 |
| Teampus Corp | Online ticket sales | Korea | December | 43.13 | 6,603,824 | 6,755,253 |

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| | Primary business | Location | Closing month | March 31, 2025 | | December 31, |
|---|---|----------|---------------|----------------|------------------------|------------------------|
| | | | | Ownership (%) | Carrying amount | 2024 |
| | | | | | | Carrying amount |
| BravoBeaver Incheon Corp. | Stationery production | Korea | December | 23.64 | 315,738 | 351,740 |
| Silicon Cube Co.,Ltd (*5) | Applied software development and distribution | Korea | December | 41.36 | - | - |
| LOCUS CORPORATION (*5) | Animation and VFX | Korea | December | 22.04 | 7,679,055 | 7,815,379 |
| Jakga Company Inc. (*5) | Content production | Korea | December | 49.21 | 2,927,234 | 3,880,611 |
| NAMOO ACTORS CO., Ltd. | Talent management | Korea | December | 20.00 | 6,256,208 | 6,319,487 |
| CELSYS,Inc.(*3) | Content production | Japan | December | 10.25 | 27,385,186 | 25,968,089 |
| No.9 Inc.(*3) | Content production | Japan | December | 9.10 | 4,861,233 | 4,673,812 |
| Playlist Corporation(*5) | Web contents production and distribution | Korea | December | 50.00 | 25,788,032 | 25,560,034 |
| NAVER Z CO., LTD.(*5) | Mobile service development and operations | Korea | December | 49.90 | 149,402,218 | 161,627,794 |
| Havit Corporation (*4) | Mobile service development | Korea | December | 28.57 | - | - |
| | | | | | <u>₩18,001,910,796</u> | <u>₩17,336,299,458</u> |
| Joint Ventures | | | | | | |
| Mirai Fund Limited Liability Partnership (*2) | Investment | Japan | December | 90.00 | ₩ 55,288,444 | ₩ 58,532,442 |
| Cineplay Co., Ltd | Online information service and online advertising | Korea | December | 49.00 | 84,981 | 130,705 |
| China Lab Co.,Ltd. | Database and online information service | Korea | December | 49.00 | 924,007 | 980,038 |
| Designpress Co., Ltd. | Online information service and internet contents business | Korea | December | 49.00 | 725,406 | 728,020 |
| Inter Biz Co., Ltd. | Online information service and internet contents business | Korea | December | 49.00 | 973,269 | 987,546 |
| Agro Plus Co., Ltd. | Online information service and internet contents business | Korea | December | 49.00 | 550,611 | 581,565 |
| Sseom Lab Co., Ltd. | Online information service and internet contents business | Korea | December | 49.00 | 1,101,819 | 1,101,819 |
| Animal and Human Story Inc. (*4) | Online information service and internet contents business | Korea | December | 49.00 | - | - |
| Law&Media Co., Ltd. | Online information service and internet contents business | Korea | December | 49.00 | 196,363 | 223,728 |
| Yeopeul Co., Ltd. | Online information service and internet contents business | Korea | December | 49.00 | 1,639,466 | 1,586,788 |
| School Jaem Co., Ltd. | Online information service and internet contents business | Korea | December | 49.00 | 692,759 | 646,848 |
| Studio TooN Corp | Animation production and distribution | Korea | December | 49.00 | 2,974,807 | 3,236,964 |
| STUDIO WHITE Limited Liability Partnership | Content production | Japan | December | 40.01 | <u>1,166,299</u> | <u>1,113,543</u> |
| | | | | | <u>₩ 66,318,231</u> | <u>₩ 69,850,006</u> |
| | | | | | <u>₩18,068,229,027</u> | <u>₩17,406,149,464</u> |

(*1) As of March 31, 2025, although the Group holds more than 50% ownership in the investees, the Group does not have control over these entities by virtue of agreements and classifies them as associates.

(*2) As of March 31, 2025, although the Group holds more than 50% ownership in the investees, the Group has joint control in accordance with the agreement and classifies them as investment in joint venture.

(*3) As of March 31, 2025, although the Group holds less than 20% ownership in the investees, the Group has significant influence over the entities by virtue of agreements and classifies them as associates.

(*4) The Group discontinued recognizing its share of losses using the equity method as the investment's carrying amount fell below zero due to accumulated losses before the current period.

(*5) The Group recognized impairment loss before the current period as the carrying amounts exceeded the recoverable amounts.

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10. Investments in Associates and Joint Ventures (cont'd)

B. Changes in investments in associates and joint ventures for the three months ended March 31, 2025 and 2024 are as follows (Korean won in thousands):

| | 2025 | | |
|--|----------------------------------|--------------------------------------|-------------------------|
| | Investments in associates | Investments in joint ventures | Total |
| Beginning balance | ₩ 17,336,299,458 | ₩ 69,850,006 | ₩ 17,406,149,464 |
| Acquisition | 4,822,045 | - | 4,822,045 |
| Disposals | (17,612,846) | - | (17,612,846) |
| Valuation of investments using the equity method | | | |
| Share of income(loss) of associates and joint ventures | 376,276 | (3,039,395) | (2,663,119) |
| Share of other comprehensive income(loss) of associates and joint ventures | 679,000,699 | (492,380) | 678,508,319 |
| Dividends | (970,657) | - | (970,657) |
| Others | (4,179) | - | (4,179) |
| Ending balance | <u>₩ 18,001,910,796</u> | <u>₩ 66,318,231</u> | <u>₩ 18,068,229,027</u> |
| | 2024 | | |
| | Investments in associates | Investments in joint ventures | Total |
| Beginning balance | ₩ 17,477,658,389 | ₩ 111,205,711 | ₩ 17,588,864,100 |
| Acquisition | 22,510,939 | 1,067,643 | 23,578,582 |
| Disposals | (107,155,037) | - | (107,155,037) |
| Reclassified into assets held for sale (*1) | (18,091,593) | - | (18,091,593) |
| Replaced with associates (*2) (*3) | 245,384,282 | - | 245,384,282 |
| Valuation of investments using the equity method | | | |
| Share of loss of associates and joint ventures | (84,504,600) | (657,789) | (85,162,389) |
| Share of other comprehensive loss of associates and joint ventures | (294,965,740) | (30,222,203) | (325,187,943) |
| Dividends | (149,180) | - | (149,180) |
| Others | 12,218,535 | - | 12,218,535 |
| Ending balance | <u>₩ 17,252,905,995</u> | <u>₩ 81,393,362</u> | <u>₩ 17,334,299,357</u> |

(*1) During the three months ended March 31, 2024, the entire shares in Digital Media Partners II, L.P., and Do Ventures Fund I, I-A were reclassified as assets held for sale.

(*2) During the three months ended March 31, 2024, the Group has lost its control over NAVER Z Co.,LTD., Jakga Company Inc., and SPRINGCAMP COLLABORATIVE FUND II. The Group reclassified these entities from subsidiaries to associates.

(*3) During the three months ended March 31, 2024, the Group obtained significant influence over CELSYS, Inc. and reclassified it from a financial instrument to an associate.

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10. Investments in Associates and Joint Ventures (cont'd)

C. The Group discontinued recognizing its share of losses in AXIS and seven other entities using the equity method as their carrying amounts fell below zero due to accumulated losses. The unrecognized accumulated losses amount to ₩ 5,683 million as of March 31, 2025.

D. The Group discontinued recognizing its share of losses in Silicon Cube Co.,Ltd, LaiQu Technology (ShenZhen) Company Limited, and four other entities using the equity method as their carrying amounts fell below zero due to accumulated losses. The unrecognized accumulated losses amount to ₩ 1,595 million as of March 31, 2025.

11. Borrowings and Debentures

A. Details of borrowings as of March 31, 2025 and December 31, 2024 are as follows (Korean won in thousands and foreign currency in thousands):

| | Financial Institution | Latest maturity | Interest rate (%) | March 31, 2025 | | December 31, 2024 | |
|--|--|-----------------|-------------------|-----------------|-------------------------------|-------------------|-------------------------------|
| | | | | Carrying amount | Foreign currency amount | Carrying amount | Foreign currency amount |
| Short-term borrowings | | | | | | | |
| Foreign currency | DAG Ventures VI, L.P.(*) | - | 10.00 | ₩ 2,953,680 | HKD 15,667 | ₩ 2,965,744 | HKD 15,667 |
| Foreign currency | Goodwater Capital II, L.P.(*) | - | 10.00 | 1,475,394 | HKD 7,825 | 1,481,419 | HKD 7,825 |
| Foreign currency | Mistletoe Singapore Pte. Ltd.(*) | - | 10.00 | 2,953,729 | HKD 15,667 | 2,965,793 | HKD 15,667 |
| Foreign currency | SCC Growth IV Holdco A, Ltd.(*) | - | 10.00 | 44,036,223 | HKD 233,577 | 44,216,077 | HKD 233,577 |
| Foreign currency | SenseView Investment Limited (*) | - | 10.00 | 7,384,673 | HKD 39,170 | 7,414,834 | HKD 39,170 |
| Foreign currency | SNOW Limited Liability Partnership (*) | - | 10.00 | 29,401,958 | HKD 155,954 | 29,522,043 | HKD 155,954 |
| Foreign currency | CitiBank | 2025.04.15 | TORF 3M+0.1 | 49,088,000 | JPY 5,000,000 | 46,824,000 | JPY 5,000,000 |
| Foreign currency | Individuals | 2026.01.31 | 0.00 | 1,472,640 | JPY 150,000 | - | - |
| | | | | 138,766,297 | JPY 5,150,000 HKD 467,860 | 135,389,910 | JPY 5,000,000 HKD 467,860 |
| Current portion of long-term borrowings | | | | | | | |
| Local currency | Shinhan Bank | 2025.12.03 | 2.99 | 200,000,000 | - | 200,000,000 | - |
| | | | | 200,000,000 | - | 200,000,000 | - |
| Long-term borrowings | | | | | | | |
| Foreign currency | Mizuho Bank | 2028.09.25 | TIBOR 3M+0.60 | 343,616,000 | JPY 35,000,000 | 327,768,000 | JPY 35,000,000 |
| Foreign currency | SMBC Corporation | 2028.09.25 | TIBOR 3M+0.60 | 343,616,000 | JPY 35,000,000 | 327,768,000 | JPY 35,000,000 |
| Foreign currency | MUFG Bank, Ltd. | 2027.09.24 | TIBOR 3M+0.59 | 217,558,016 | JPY 22,160,000 | 207,523,968 | JPY 22,160,000 |
| | | | | 904,790,016 | JPY 92,160,000 | 863,059,968 | JPY 92,160,000 |
| | | | | ₩ 1,243,556,313 | JPY 97,310,000 HKD 467,860 | ₩ 1,198,449,878 | JPY 97,160,000 HKD 467,860 |

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11. Borrowings and Debentures (cont'd)

(*) SNOW China Limited., a subsidiary of the Group, issued Redeemable Convertible Preferred Stock (“RCPS”). If an event beyond the Group’s control, such as changes in the regulatory environment, occurs, the holder of RCPS may request a repayment from the Group at an amount that is calculated by applying a compounded annual interest rate of 10% to the issue amount. Accordingly, the Group has classified this RCPS as borrowings.

B. Details of debentures and convertible debentures as of March 31, 2025 and December 31, 2024 are as follows (Korean won in thousands and foreign currency in thousands):

| Debentures | Issuer | Issue date | Latest maturity | Interest rate (%) | March 31, 2025 | | December 31, 2024 | |
|---|-------------------|-------------------|------------------------|--------------------------|-----------------|-------------------------|--------------------------|-------------------------|
| | | | | | Carrying amount | Foreign currency amount | Carrying amount | Foreign currency amount |
| Debentures in won(4 th -2) | NAVER Corporation | 2021.02.25 | 2026.02.25 | 1.60 | ₩ 450,000,000 | - ₩ | 450,000,000 | - |
| Debentures in won(5 th -1) | | 2024.01.24 | 2027.01.24 | 3.79 | 170,000,000 | - | 170,000,000 | - |
| Debentures in won(5 th -2) | | 2024.01.24 | 2029.01.24 | 3.84 | 30,000,000 | - | 30,000,000 | - |
| Unsubordinated unsecured debentures in foreign currency | | 2021.03.29 | 2026.03.29 | 1.50 | 1,173,200,000 | USD 800,000 | 1,176,000,000 | USD 800,000 |
| | | 2021.05.12 | 2027.04.30 | 1.14 | 137,446,400 | JPY 14,000,000 | 131,107,200 | JPY 14,000,000 |
| | | 2023.11.01 | 2028.11.01 | 1.43 | 14,726,400 | JPY 1,500,000 | 14,047,200 | JPY 1,500,000 |
| | | | 2030.11.01 | 1.76 | 14,726,400 | JPY 1,500,000 | 14,047,200 | JPY 1,500,000 |
| | | | 2035.11.01 | 2.41 | 29,452,800 | JPY 3,000,000 | 28,094,400 | JPY 3,000,000 |
| Less: Discount on debentures | | | | | USD (2,024) | USD (2,517) | | |
| | | | | | ₩ (5,104,586) | JPY (147,618) | ₩ (6,007,284) | JPY (160,418) |
| | | | | | | USD 797,976 | USD 797,483 | |
| | | | | | ₩ 2,014,447,414 | JPY 19,852,382 | ₩ 2,007,288,716 | JPY 19,839,582 |
| Less: Current portion of long-term debentures | | | | | (1,619,984,931) | USD (797,976) | - | - |
| Long-term debentures | | | | | | | USD 797,483 | |
| | | | | | ₩ 394,462,483 | JPY 19,852,382 | ₩ 2,007,288,716 | JPY 19,839,582 |
| Convertible debentures | | | | | | March 31, 2025 | December 31, 2024 | |
| | Issuer | Issue date | Latest maturity | Interest rate (%) | | Carrying amount | Carrying amount | |
| Debentures in won(1 st)(*) | KREAM Corporation | 2024.07.31 | 2027.07.30 | 6.75 | ₩ | 15,392,013 | ₩ | 15,392,013 |
| Less: Current portion of long-term convertible debentures | | | | | | (15,392,013) | - | |
| Long-term convertible debentures | | | | | ₩ | - | ₩ | 15,392,013 |

(*) The Group classifies and measures convertible debentures as financial liabilities at fair value through profit or loss.

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11. Borrowings and Debentures (cont'd)

C. Details of conditions of issuance of debentures as of March 31, 2025 are as follows:

(1) Debentures

| | <u>Payment of principal and interest</u> | <u>Financial ratios maintenance (*)</u> | <u>Restriction on settlement of security right (*)</u> | <u>Limit on the sale of assets (*)</u> | <u>Restriction on changes in governance</u> |
|--|--|---|--|--|--|
| Debentures in won(4 th -2) | | | | | Change in largest shareholder |
| Debentures in won(5 th -1) | Interest paid quarterly and lump-sum | Debt ratio below 300% | Equity capital below 500% | Within 100% of total assets | Exclusion from the group of companies restricted from mutual investment under Fair Trade Act |
| Debentures in won(5 th -2) | repayment at maturity for principal | | | | |
| Unsubordinated unsecured bonds in foreign currency | Interest paid semi-annually and lump-sum repayment at maturity for principal | - | Restrictions on the settlement of security rights exceeding a specified amount under contractual terms | Restriction on the sale of significant assets under the contract | Restriction on the mergers and other transactions under contractual terms |

(*) The above financial ratio maintenance, restrictions on the settlement of security rights and limits on the sale of assets are applied based on the consolidated financial statements.

(2) Convertible debentures

| <u>Issuer</u> | <u>Category</u> | <u>1st registered coupon on unsecured private convertible bond</u> | |
|-------------------|----------------------------|---|----------------|
| | Issue amount | ₩ | 14,000,000,000 |
| | Interest payment | | Coupon rate 0% |
| | Yield to maturity | | APR 6.75% |
| | Issue date | | July 31, 2024 |
| | Latest maturity | | July 30, 2027 |
| | Conversion price | ₩ | 3,864,922 |
| | Conversion request period | From the date 18 months after the issue date through the day preceding the maturity date | |
| KREAM Corporation | | 1. When the price of paid-in capital increase or equity-linked bonds, including convertible bonds, is less than the conversion price | |
| | | 2. When the number of ordinary shares is changed due to share split, share merger or capital reduction without compensation | |
| | Refixing option conditions | 3. When the number of issued shares is increased by bonus issue or stock dividends | |
| | | 4. When an amount equal to 70% of the appraised value used to calculate the exchange ratio in the merger is less than the then-current conversion price | |
| | | 5. When an amount equal to 70% of the offering price in case of IPO listing is less than the then-current conversion price | |
| | Call option for issuer | Callable within the exercise period (July 31, 2025 ~ January 30, 2026) up to 30% of the issue price | |

12. Net Defined Benefit Liabilities

The Group operates a defined benefit plan. The annuity is calculated based on length of employment and final salary, and parts of the pension are saved in funds and operated by external agencies.

A. The amounts recognized in the interim condensed consolidated statements of comprehensive income for the three months ended March 31, 2025 and 2024 are as follows (Korean won in thousands):

| | 2025 | 2024 |
|----------------------|---------------------|---------------------|
| Current service cost | ₩ 29,388,324 | ₩ 25,311,571 |
| Interest expense | 8,510,568 | 8,299,166 |
| | <u>₩ 37,898,892</u> | <u>₩ 33,610,737</u> |

B. Details of net defined benefit liabilities as of March 31, 2025 and December 31, 2024 are as follows (Korean won in thousands):

| | March 31, 2025 | December 31, 2024 |
|---|-----------------------|--------------------------|
| Present value of funded defined benefit obligations | ₩ 27,221,438 | ₩ 20,416,210 |
| Present value of unfunded defined benefit obligations | <u>778,512,720</u> | <u>755,078,710</u> |
| | 805,734,158 | 775,494,920 |
| Fair value of plan assets | <u>(12,809,685)</u> | <u>(12,808,383)</u> |
| | <u>₩ 792,924,473</u> | <u>₩ 762,686,537</u> |

13. Provisions

Details of provisions as of March 31, 2025 and 2024 and changes in provisions for the three months ended March 31, 2025 and 2024 are as follows (Korean won in thousands):

A. As of March 31, 2025 and for the three months then ended

| | <u>Provision for litigation</u> | <u>Provision for restoration</u> | <u>Others</u> | <u>Total</u> |
|-------------------------|-------------------------------------|--------------------------------------|------------------|-------------------|
| Beginning balance | ₩ 1,721,379 | ₩ 20,633,623 | ₩ 1,114,717 | ₩ 23,469,719 |
| Additional provisions | - | 585,522 | 361,870 | 947,392 |
| Used during the period | - | (202,965) | - | (202,965) |
| Unused amounts reversed | - | (148,458) | - | (148,458) |
| Others (*) | 30,742 | 11,241 | (55,211) | (13,228) |
| Ending balance | <u>1,752,121</u> | <u>20,878,963</u> | <u>1,421,376</u> | <u>24,052,460</u> |
| Current | ₩ 1,752,121 | ₩ 1,734,597 | ₩ 1,375,632 | ₩ 4,862,350 |
| Non-current | ₩ - | ₩ 19,144,366 | ₩ 45,744 | ₩ 19,190,110 |

(*) Others include effects of foreign currency exchange rate changes and other items.

B. As of March 31, 2024 and for the three months then ended

| | <u>Provision for litigation</u> | <u>Provision for restoration</u> | <u>Others</u> | <u>Total</u> |
|-------------------------|-------------------------------------|--------------------------------------|------------------|-------------------|
| Beginning balance | ₩ 1,561,272 | ₩ 18,023,677 | ₩ 1,247,753 | ₩ 20,832,702 |
| Additional provisions | - | 501,942 | 69,840 | 571,782 |
| Unused amounts reversed | - | (244,892) | - | (244,892) |
| Others (*) | 11,721 | (651,994) | 208,418 | (431,855) |
| Ending balance | <u>1,572,993</u> | <u>17,628,733</u> | <u>1,526,011</u> | <u>20,727,737</u> |
| Current | ₩ 1,572,993 | ₩ 3,699,178 | ₩ 1,508,796 | ₩ 6,780,967 |
| Non-current | ₩ - | ₩ 13,929,555 | ₩ 17,215 | ₩ 13,946,770 |

(*) Others include effects of foreign currency exchange rate changes and other items.

14. Issuance and Acquisition of Shares

A. The Company's total number of authorized shares is 300,000,000 shares. As of March 31, 2025, the Company has issued 158,437,008 ordinary shares (par value - ₩ 100 per share) and 9,138,491 treasury shares (excluding retired shares). The Company's share capital and share premium as of March 31, 2025 amount to ₩ 16,481,340 thousand and ₩ 132,920,605 thousand, respectively. The par value of outstanding shares, amounting to ₩ 15,843,701 thousand, differs from the share capital (₩ 16,481,340 thousand) due to the retirement of shares.

B. The Company disposed of 369,222 treasury shares through the exercise of stock options and recognized gains on disposal of treasury shares amounting to ₩ 26,974 million for the three months ended March 31, 2025.

15. Income Tax Expense

Income tax expense is recognized based on management's best estimate of the weighted average annual income tax rate expected for the full fiscal year. As of March 31, 2025, the estimated average annual effective tax rate used for the year ending December 31, 2025 is 26.97% (2024: 15.81%).

The Group expects to be subject to the Global Minimum Tax, effective January 1, 2024. While the Company is reviewing the potential impact of this additional tax on its financial statements, it is expected to be immaterial as of the reporting date. Accordingly, the Group has not recognized any income tax expense related to the additional tax for the three months ended March 31, 2025.

The Group is applying the temporary relief provisions for the accounting of deferred income taxes arising from the Global Minimum Tax, and any additional tax will be recognized as current income tax in the period in which it is incurred.

16. Dividends

Year-end dividend (Dividend record date: February 28, 2025 and December 31, 2023)

| | <u>2025</u> | <u>2024</u> |
|--|--------------------|--------------------|
| Shares eligible for dividends (*) | 149,058,997 Shares | 150,613,742 Shares |
| Dividends per share (Korean won) | ₩ 1,130 ₩ | 790 |
| Cash dividends (Korean won in thousands) | ₩ 168,436,667 ₩ | 118,984,856 |

(*) At the 25th Annual General Meeting of Shareholders, the Articles of Incorporation were amended to separate the voting rights record date from the dividend record date. Accordingly, the cash dividend record date for the 26th reporting period is February 28, 2025.

17. Commitments and Contingencies

A. As of March 31, 2025, the Group has entered into borrowing agreements with six Korean financial institutions, including Kookmin Bank, with a total credit limit up to ₩ 705,000 million and a leased asset agreement with KB Kookmin Card Co., Ltd. up to ₩ 348,540 million. Additionally, the Group has borrowing agreements with Sumitomo Mitsui Banking Corporation, Mizuho Corporate Bank and five other institutions with total credit limits up to JPY 97,310 million and USD 180 million.

B. As of March 31, 2025, the Group has received guarantees totaling ₩ 251,176 million related to performance guarantees and others from Seoul Guarantee Insurance Company, Korea Software Financial Cooperative and others. The Group has also received a payment guarantee of ₩ 1,025 million (with a limit of ₩ 4,900 million) from Shinhan Bank. Additionally, the Group has provided investments amounting to ₩ 3,477 million as collateral for payment guarantee from Korea Software Financial Cooperative.

C. As of March 31, 2025, customer advance payments totaling ₩ 167,432 million, classified as cash and cash equivalents, have been entrusted to Shinhan Bank in accordance with the 'Guidelines for Electronic Financial Service Provider to Protect User Funds'.

D. As of March 31, 2025, the Group has entered into an agreement to compensate for a portion of the losses arising from uncollected loans related to MIRAE ASSET CAPITAL CO., LTD.'s loans to small business owners.

E. As of March 31, 2025, the Group has entered into an agreement to allow subscribers of its deferred payment service to repay deferred payment amounts at a later date, in accordance with the designation of innovative finance by the Financial Services Commission.

F. As of March 31, 2025, the Group has entered into contracts to acquire land amounting to ₩ 51,000 million (outstanding commitment: ₩ 100 million).

G. As of March 31, 2025, the Group is a defendant in 44 lawsuits related to patent infringement and claims for damages (aggregate amount of the lawsuits: ₩ 9,305 million) and a plaintiff in 9 lawsuits related to claims for damages (aggregate amount of the lawsuits: ₩ 29,435 million). The outcomes of these cases remain uncertain as of the reporting date, and the Group's management recognizes provisions for potential losses when the recognition criteria are met.

H. Details of significant remaining capital commitments related to funds owned by the Group as of March 31, 2025 are as follows (Korean won in thousands and foreign currency):

| | Currency | Agreed amount | Accumulated investment | Outstanding amount |
|--|-----------------|----------------------|-------------------------------|---------------------------|
| Vista Equity Partners Fund VIII-A, L.P. | USD | 50,000,000 | 23,702,620 | 26,297,380 |
| K-Fund II | EUR | 100,000,000 | 83,258,845 | 16,741,155 |
| TBT Global Growth Fund III | KRW | 25,000,000 | 15,000,000 | 10,000,000 |
| General Atlantic Investment Partners 2021 LP | USD | 150,000,000 | 143,552,541 | 6,447,459 |
| Mirae Asset-Naver Asia Growth Investment Pte, Ltd. | KRW | 500,000,000 | 490,761,782 | 9,238,218 |

I. As of March 31, 2025, the Group has entered into group injury insurance policies for executives and employees with KB insurance Co., Ltd.

J. As of March 31, 2025, the Group holds shares of CJ Logistics Corporation, CJ ENM Co., Ltd. and Studio Dragon Corporation to strengthen and maintain strategic partnership with affiliates of the CJ corporate group. The shares acquired by the Group have rights of first refusal and sale claim rights in accordance with the mutual share exchange agreement.

17. Commitments and Contingencies (cont'd)

K. With the resolution of the Board of Directors on March 16, 2021, the Group conducted a mutual exchange of treasury shares with affiliates of the SHINSEGAE corporate group (SHINSEGAE INTERNATIONAL Inc. and E-MART Inc.) to strengthen and maintain strategic partnership. In connection with this exchange, the Group entered into a mutual agreement for rights of first refusal and sale claim rights. The shares acquired by the Group are subject to disposal restrictions for a certain period.

L. With the resolution of the Board of Directors on August 10, 2021, the Group entered into a contribution in kind agreement using the parent company's treasury shares to strengthen and maintain strategic partnership with Cafe24 Corp. In connection with this contract, the Group entered into an agreement for right of first refusal and right to nominate directors. The shares acquired by the Group are subject to disposal restrictions for a certain period.

M. As of March 31, 2025, the Group provides time deposits of ₩ 62,200 million as collateral for the employees' loans with financial institutions, JPY 1,250 million as collateral for the issuance of Japanese electronic money. In addition, long- and short-term financial instruments amounting to ₩ 13,760 million are deposited for shared corporate growth program. Amounts of ₩ 36,451 million, ₩ 1,800 million, and ₩ 500 million are pledged to Shinhan Bank for leasehold deposits related to associates, payment guarantees for the Naver Pay service and others, and restoration of leasehold facilities, respectively. Additionally, ₩ 400 million is pledged to Nonghyup Bank for the credit line with Nonghyup Card.

N. As of March 31, 2025, the Group has entered into a mutual agreement for right of first refusal and sale claim right related to the Group's investments in MIRAE ASSET SECURITIES CO., LTD. (exchange of treasury shares). The shares held by the Group are subject to disposal restrictions for a certain period.

O. As of March 31, 2025, the Group has drag-along rights related to its investments in Tving Co., Ltd. that are exercisable in accordance with the contract terms. The shares are subject to disposal restrictions for a certain period.

P. As of March 31, 2025, the Group and WEVERSE COMPANY Inc., an associate, have entered into an agreement on the right of first refusal and tag-along right in relation to the acquisition of shares of WEVERSE COMPANY Inc. WEVERSE COMPANY Inc. may request the Group to sell its shares if certain conditions are met. The shares held by the Group are subject to disposal restrictions for a certain period.

Q. In relation to certain RCPS (issue price: ₩ 345,803 million) issued by the Group, the Group grants investors put options to sell all or part of their shares to the Group in the event of a significant negative impact on the Group due to significant breach of contract or law.

R. In relation to RCPS (issue price: ₩ 44,455 million) issued by Playlist Corporation, an associate, the Group grants investors put options to sell all or part of their shares to the Group in the event of a significant negative impact on the Group due to significant breach of contract or law.

S. In relation to shares in PROTON PARENT, INC., the Group grants non-controlling shareholders put options to sell all or part of their shares to the Group if certain conditions are met. The Group recognizes ₩ 14,693 million related thereto as 'other payables' as of March 31, 2025.

T. Under a shareholders' agreement with Premier Luna Inc., the Group grants Premier Luna put options to sell all of the investment shares held by Premier Luna at a certain price if the Group fails to fulfill its obligations as a major shareholder in connection with the public listing of the securities of MUNPIA INC.

U. With the resolution of the Board of Directors on February 1, 2024, the Group entered into a ₩ 100 billion loan agreement with NAVER Z CO., LTD., an associate. As of March 31, 2025, the Group lent ₩ 60 billion under this agreement, and the remaining ₩ 40 billion is planned to be lent in 2025, subject to the fulfillment of the agreed conditions.

17. Commitments and Contingencies (cont'd)

V. Other than those described in Note 17, as of March 31, 2025, the Group has the right to exercise all or part of the rights of first refusal and drag-along rights related to its investments in associates and joint ventures, such as YN CULTURE & SPACE, Carousell Pte Ltd, J Peul Media Co., Ltd., and A2Z Inc.

18. Related Party Transactions

A. Details of subsidiaries as of March 31, 2025 and December 31, 2024 are described in Note 1.A, and details of associates and joint ventures as of March 31, 2025 and December 31, 2024 are described in Note 10.A.

B. Details of other related parties that have sales and other transactions or outstanding receivables/payables balances with the Group as of March 31, 2025 and December 31, 2024 are as follows:

| | March 31, 2025 | December 31, 2024 |
|-----------|---|--|
| Other (*) | NAVER Connect Foundation, THE HAPPYBEAN FOUNDATION, DOHANDS Co., Ltd., Studio Swing Bat Co., Ltd., Studio Pat Co., Ltd., HD Junction, Inc., FASSTO, Contents First Inc., Astron Security Co., Ltd., LINE Games Corporation, MYSTIC Story Inc., N3CLOUD INC., HUNIVERSE GLOBAL Co., Ltd. | NAVER Connect Foundation, THE HAPPYBEAN FOUNDATION, DOHANDS Co., MESHKOREA Co., Studio Swing Bat Co., Ltd., Studio Pat Co., Ltd., HD Junction, Inc., FASSTO, Contents First Inc., Astron Security Co., Ltd., LINE Games Corporation, MYSTIC Story Inc., N3CLOUD INC., HUNIVERSE GLOBAL Co., Ltd. |

(*) Although these entities are not related parties of the Group in accordance with KIFRS 1024, they either belong to the same large enterprise group under the Monopoly Regulation and Fair Trade Act or are the entities issuing compound financial instruments over which the Group is determined to have significant influence.

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18. Related Party Transactions (cont'd)

C. Transaction with related parties including operating revenues and expenses for the three months ended March 31, 2025, and 2024 are as follows (Korean won in thousands):

| | 2025 | | | |
|--|---|--|---|---|
| | Operating revenue and others(*3) | Operating expenses and others(*3) | Purchase of non-current asset: | Disposal of non-current assets |
| Associate: | | | | |
| LY Corporation(*2) | ₩ 93,697,969 | ₩ 17,263,547 | - | - |
| NAVER Z CORP. | 2,101,997 | - | 16,211 | 6,939 |
| LINE Plus Corporation(*2) | 1,635,012 | 367,407 | - | - |
| WEVERSE COMPANY Inc | 1,098,885 | 54,183 | - | - |
| LINE Pay Plus Corporation(*2) | 567,186 | - | - | - |
| PayPayCorporation(*2) | 447,638 | 155,811 | - | - |
| Cafe24 Corp. | 406,975 | 6,117,293 | - | - |
| LOCUS Corporation | 198,493 | - | - | - |
| PT Karunia Internasional Citra Kencana | 192,137 | 164,295 | - | - |
| IPX Corporation | 177,913 | 46,394 | - | - |
| The Grimm entertainment Co.,Ltd. | 167,061 | 3,095,499 | - | - |
| LINE Friends Square Corporation(*2) | 151,148 | - | - | - |
| IZE PRESS LLC.(*2) | 107,795 | - | - | - |
| ZaiZai Entertainment Corp.(*2) | 104,645 | - | - | - |
| LINE Company (Thailand) Limited(*2) | 104,599 | 301,587 | - | - |
| REDICE Studio Inc.(*2) | 91,388 | 3,274,231 | - | - |
| LINE Taiwan Limited(*2) | 88,834 | 478,892 | - | - |
| Reverse Corp.(*2) | 83,730 | 2,389,837 | - | - |
| One Store Co., Ltd. | 82,921 | 556,765 | - | - |
| BIFROST | 66,039 | 101,412 | - | - |
| JQ COMICS Co., Ltd. | 54,604 | 812,296 | - | - |
| YLAB CORPORATION | 42,054 | 2,073,102 | - | - |
| SGRSOFT Co., Ltd. | 34,895 | 126,139 | - | - |
| Studio hohoe Co.,Ltd. | 28,351 | 231,754 | - | - |
| Su Comics Co., Ltd. | 14,840 | 137,417 | - | - |
| Studio 389 Co., Ltd. | 13,106 | 979,854 | - | - |
| LY Communications Corporation(*2) | 3,502 | 2,396,178 | - | - |
| Studio Paran Inc. | 3,413 | 606,256 | - | - |
| Studio Mul Co., Ltd. | 2,683 | 313,272 | - | - |
| ROKMEDIA(*2) | 166 | 324,161 | - | - |
| Arointech inc | - | 126,573 | - | - |
| Bride Company Co., Ltd.(*2) | - | 140,345 | - | - |
| Studio1991 | - | 145,387 | - | - |
| PT.LINE PLUS INDONESIA(*2) | - | 149,455 | - | - |
| Noi Company Co., Ltd.(*2) | - | 158,038 | - | - |
| Makma | - | 170,430 | - | - |
| Big Picture Comics Co., Ltd. | - | 191,064 | - | - |
| No.9 Inc. | - | 999,668 | - | - |
| J Peul Media Co., Ltd. | - | 2,041,356 | - | - |
| Others | 389,268 | 574,577 | - | - |
| Joint venture: | | | | |
| Cineplay Co., Ltd | 342 | 159,250 | - | - |
| Inter Biz Co., Ltd | 128 | 203,197 | - | - |
| Animal and Human Story Co., Ltd. | 6 | 119,800 | - | - |
| Designpress Co., Ltd. | - | 120,351 | - | - |
| Agro Plus Co., Ltd. | - | 124,733 | - | - |
| School Jaem Co., Ltd | - | 177,050 | - | - |
| Sseom Lab Co., Ltd. | - | 179,172 | - | - |
| Others | 6,321 | 183,365 | - | - |
| Other: | | | | |
| N3CLOUD INC. | 1,954,156 | 382,090 | - | - |
| NAVER Connect Foundation(*1) | 1,560,947 | 4,079 | - | - |
| Happybean foundation(*1) | 653,348 | 1,000 | - | - |
| Contents First | 227,477 | 258,456 | - | - |
| HUNIVERSE GLOBAL CO.,LTD. | 156,767 | - | - | - |
| DOHANDS CORPORATION | - | 928,729 | - | - |
| Others | 63,393 | 37,939 | - | - |

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18. Related Party Transactions (cont'd)

(*1) Although these entities are not related parties of the Group in accordance with KIFRS 1024, they belong to the same large enterprise group under the Monopoly Regulation and Fair Trade Act and the amounts herein are the transaction amounts after the entities are designated to belong to the same large enterprise group.

(*2) The entities are subsidiaries of associates.

(*3) The amounts above exclude ₩ 5,707 million of receipt as revenue and ₩ 1,102 million of payment as expenses on behalf of the related parties.

| | 2024 | | | |
|---------------------------------------|---|--|---|---|
| | Operating revenue and others(*3) | Operating expenses and others(*3) | Purchase of non-current assets | Disposal of non-current assets |
| Associate: | | | | |
| LY Corporation(*2) | ₩ 25,931,060 | ₩ 17,785,241 | ₩ - | - |
| Goodus Data, Inc | 1,886,490 | 334,265 | - | - |
| LINE Plus Corporation(*2) | 1,248,110 | 703,011 | - | - |
| WEVERSE COMPANY Inc | 1,205,616 | - | - | - |
| LINE Taiwan Limited(*2) | 1,049,399 | 2,223,778 | - | - |
| NAVER Z CORP. | 628,908 | - | 4,706 | - |
| LINE Pay Plus Corporation(*2) | 406,909 | - | - | - |
| IPX Corporation | 383,945 | 20,139 | - | - |
| LOCUS Corporation | 200,699 | - | - | - |
| LINE Biz Plus Corporation(*2) | 146,188 | - | - | - |
| Reverse Corp.(*2) | 111,496 | 2,068,574 | - | - |
| Playlist Corporation | 100,201 | - | - | - |
| LINE Company (Thailand) Limited(*2) | 86,578 | 259,153 | - | - |
| REDICE Studio Inc.(*2) | 45,123 | 2,475,155 | - | - |
| Studio hohoe Co.,Ltd. | 31,562 | 426,787 | - | - |
| Studio 389 Co., Ltd. | 29,506 | 615,952 | - | - |
| J Peul Media Co., Ltd. | 23,771 | 2,312,471 | - | - |
| Cafe24 Corp. | 21,964 | 5,853,400 | - | - |
| Studio Mul Co., Ltd. | 17,358 | 842,342 | - | - |
| Only Won Entertainment Co., Ltd. | 15,494 | 268,557 | - | - |
| JQ COMICS Co., Ltd. | 14,355 | 469,958 | - | - |
| Chicment Co., Ltd. | 7,454 | 188,500 | - | - |
| The Grimm entertainment Co.,Ltd. | 5,336 | 3,335,302 | - | - |
| ROKMEDIA(*2) | 2,886 | 668,332 | - | - |
| Sam Studio Co., Ltd. | 1,004 | 180,028 | - | - |
| Yumistudio Co., Ltd. | 733 | 339,766 | - | - |
| One Store Co., Ltd. | 690 | 174,775 | - | - |
| YLAB CORPORATION | 553 | 1,701,556 | - | - |
| Big Picture Comics Co., Ltd. | 231 | 224,108 | - | - |
| Studio Paran Inc. | 155 | 443,974 | - | - |
| Studio1991 | 104 | 287,293 | - | - |
| Arointech inc | 60 | 121,224 | - | - |
| PT.LINE PLUS INDONESIA(*2) | - | 129,760 | - | - |
| PayPayCorporation(*2) | - | 135,362 | - | - |
| Bride Company Co., Ltd.(*2) | - | 158,508 | - | - |
| Noi Company Co., Ltd.(*2) | - | 160,449 | - | - |
| Makma | - | 190,862 | - | - |
| LY Communications Corporation(*2) | - | 2,272,232 | - | - |
| Z Intermediate Global Corporation(*2) | - | 471,273 | - | - |
| Others | 602,170 | 643,153 | - | - |
| Joint venture: | | | | |
| Animal and Human Story Co., Ltd. | 57 | 166,800 | - | - |
| Tech Plus Co., Ltd. | 3 | 127,100 | - | - |
| Agro Plus Co., Ltd. | - | 106,500 | - | - |
| Sseom Lab Co., Ltd. | - | 158,300 | - | - |
| Cineplay Co., Ltd | - | 255,600 | - | - |
| China Lab Co.,Ltd | - | 462,183 | - | - |
| Others | 8,210 | 289,244 | - | - |
| Other: | | | | |
| NAVER Connect Foundation(*1) | 1,992,039 | 1,619 | - | - |
| Happybean foundation(*1) | 371,224 | - | - | - |
| Contents First | 274,749 | 199,412 | - | - |
| Others | 84,056 | 127,944 | - | - |

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18. Related Party Transactions (cont'd)

(*1) Although these entities are not related parties of the Group in accordance with KIFRS 1024, they belong to the same large enterprise group under the Monopoly Regulation and Fair Trade Act and the amounts herein are the transaction amounts after the entities are designated to belong to the same large enterprise group.

(*2) The entities are subsidiaries of associates.

(*3) The amounts above exclude ₩ 1,855 million of receipt as revenue and ₩ 1,283 million of payment as expenses on behalf of the related parties.

D. Outstanding balances of receivables due from and payables due to related parties as of March 31, 2025 and December 31, 2024 are as follows (Korean won in thousands):

| | March 31, 2025 | | | |
|-------------------------------------|--------------------------|---|-----------------------|------------------------------------|
| | Receivables | | Payables | |
| | Trade receivables | Other receivables and others(*2) | Other payables | Accrued expenses and others |
| Associate: | | | | |
| LY Corporation(*3) | ₩ 48,206,170 | ₩ 16,553,466 | ₩ 27,118,140 | ₩ 24,417,599 |
| LINE Plus Corporation(*3) | 761,534 | 192,783 | 383,370 | 225,509 |
| NAVER Z CORP. | 489,831 | 64,078,948 | 18,831 | 888,495 |
| WEVERSE COMPANY Inc | 412,718 | 30,420,415 | - | 2,734,263 |
| PayPayCorporation(*3) | 389,519 | - | - | 116,238 |
| LINE Pay Plus Corporation(*3) | 198,509 | 11,542 | - | - |
| IZE PRESS LLC.(*3) | 109,238 | - | - | - |
| One Store Co., Ltd. | 99,300 | 22,332 | 241,512 | - |
| REDICE Studio Inc.(*3) | 53,399 | 1,563,181 | 886,720 | - |
| LINE Company (Thailand) Limited(*3) | 50,303 | - | 138,527 | - |
| Reverse Corp.(*3) | 42,474 | 142,160 | 582,040 | - |
| LINE Taiwan Limited(*3) | 37,872 | - | 401,759 | 11,956 |
| The Grimm entertainment Co.,Ltd. | 29,315 | 3,372,830 | 397,650 | - |
| JQ COMICS Co., Ltd. | 20,492 | 15,078 | 198,163 | - |
| Cafe24 Corp. | 5,437 | - | 2,110,873 | - |
| Studio Mul Co., Ltd. | 1,591 | 511 | 105,927 | - |
| LY Communications Corporation(*3) | 1,134 | - | 833,072 | 247,752 |
| Studio 389 Co., Ltd. | 530 | 1,220,934 | 275,278 | - |
| Genius Studio Co., Ltd. | 17 | 167,527 | - | - |
| LOCUS Corporation | - | 17,852,249 | - | - |
| J Peul Media Co., Ltd. | - | 1,116,291 | 582,655 | - |
| YLAB CORPORATION | - | 1,013,640 | 131,142 | - |
| Studio Paran Inc. | - | 538,102 | 720,675 | - |
| STL 18th Private Equity Fund | - | 452,055 | - | - |
| Namoo Actors Corp. | - | 315,600 | - | - |
| Purpleduck Corp. | - | 301,210 | - | - |
| Creative Guild(*3) | - | 127,337 | 24,883 | - |
| ROKMEDIA(*3) | - | 96,734 | 101,355 | - |
| No.9 Inc. | - | - | 832,979 | 31,249 |
| Others(*4) | 421,257 | 445,044 | 566,039 | 2,458 |
| Joint venture: | | | | |
| STUDIO TOON CORP. | - | 115,247 | - | - |
| Others | 2,285 | 1,261 | 472 | - |
| Other: | | | | |
| N3CLOUD INC. | 1,419,033 | - | 170,650 | - |
| NAVER Connect Foundation(*1) | 981,733 | 6,300 | - | - |
| Happybean foundation(*1) | 127,634 | 501,766 | 12,909,167 | 135,729 |
| Studio Pat Co., Ltd. | - | 337,691 | - | - |
| Others | 22,956 | 66,439 | 55,554 | - |

(*1) Although these entities are not related parties of the Group in accordance with KIFRS 1024, they belong to the same large enterprise group under the Monopoly Regulation and Fair Trade Act and the amounts herein are the transaction amounts after the entities are designated to belong to the same large enterprise group.

(*2) Lease receivables are included.

(*3) The entities are subsidiaries of associates.

(*4) The balance of other receivables and others presents the amount after deducting the allowance for losses of ₩ 2,412 million.

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18. Related Party Transactions (cont'd)

| | December 31, 2024 | | | |
|-----------------------------------|-------------------|-------------------------------------|----------------|--------------------------------|
| | Receivables | | Payables | |
| | Trade receivables | Other receivables and others(*2) | Other payables | Accrued expenses and others |
| Associate: | | | | |
| LY Corporation(*3) | ₩ 74,741,382 | ₩ 13,458,860 | ₩ 28,893,391 | ₩ 6,165,791 |
| LINE Plus Corporation(*3) | 734,459 | 968,772 | 2,772,353 | 225,509 |
| NAVER Z CORP. | 564,466 | 63,431,160 | 48,007 | 1,424,771 |
| WEVERSE COMPANY Inc | 359,666 | 31,190,891 | - | 2,736,794 |
| PayPayCorporation(*3) | 350,154 | - | 66,362 | - |
| LINE Pay Plus Corporation(*3) | 211,251 | 120,024 | - | - |
| One Store Co., Ltd. | 98,765 | 25,428 | 149,617 | - |
| IPX Corporation | 59,988 | 211,770 | - | - |
| REDICE Studio Inc.(*3) | 46,084 | 1,584,337 | 954,407 | - |
| Reverse Corp.(*3) | 43,532 | 150,585 | 503,602 | - |
| LINE Taiwan Limited(*3) | 38,124 | - | 590,625 | 18,247 |
| LINE Financial Corporation(*3) | 28,165 | 121,572 | - | - |
| LINE studio Corp.(*3) | 26,107 | 233,578 | - | - |
| JQ COMICS Co., Ltd. | 16,416 | 25,660 | 243,910 | - |
| Studio 389 Co., Ltd. | 12,013 | 783,456 | 20,289 | - |
| Playlist Corporation | 6,288 | 38,479 | 946,000 | - |
| Cafe24 Corp. | 5,586 | - | 2,274,841 | - |
| LOCUS Corporation | 1,859 | 17,653,756 | - | - |
| LY Communications Corporation(*3) | 1,776 | - | 797,587 | 260,983 |
| Genius Studio Co., Ltd. | 20 | 175,000 | - | - |
| The Grimm entertainment Co.,Ltd. | - | 5,522,086 | 37,036 | - |
| YLAB CORPORATION | - | 2,697,347 | 137,007 | - |
| J Peul Media Co., Ltd. | - | 1,064,690 | 457,769 | - |
| Namoo Actors Corp. | - | 315,600 | - | - |
| Studio Paran Inc. | - | 138,102 | 192,048 | - |
| Creative Guild(*3) | - | 134,416 | 17,767 | - |
| ROKMEDIA(*3) | - | 93,405 | 109,748 | - |
| No.9 Inc. | - | - | 712,722 | 35,770 |
| Others(*4) | 217,543 | 372,948 | 820,318 | 7,184 |
| Joint venture: | | | | |
| Inter Biz Co., Ltd | - | - | 89,353 | - |
| Others | 2,186 | 73,703 | 111,477 | - |
| Other: | | | | |
| N3CLOUD INC. | 1,387,539 | - | 169,916 | - |
| NAVER Connect Foundation(*1) | 987,562 | 30,388 | 4,296 | - |
| Happybean foundation(*1) | 149,318 | 544,849 | 1,486,415 | 135,729 |
| Studio Pat Co., Ltd. | - | 340,609 | 137 | - |
| Others | 108,675 | 50,449 | 53,093 | - |

(*1) Although these entities are not related parties of the Group in accordance with KIFRS 1024, they belong to the same large enterprise group under the Monopoly Regulation and Fair Trade Act and the amounts herein are the transaction amounts after the entities are designated to belong to the same large enterprise group.

(*2) Lease receivables are included.

(*3) The entities are subsidiaries of associates.

(*4) The balance of other receivables and others presents the amount after deducting the allowance for losses of ₩2,412 million.

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18. Related Party Transactions (cont'd)

E. Fund transactions with related parties for the three months ended March 31, 2025 and 2024 are as follows (Korean won in thousands):

| | 2025 | | | |
|---|----------------------------------|--|--------------|--------------------|
| | Contributions in cash | Dividends received and others | Loans | Collections |
| Associate: | | | | |
| K-Fund II | ₩ 3,546,702 | ₩ - | ₩ - | - |
| China Ventures Fund I, Limited Partnership | 922,495 | - | - | - |
| CHINA VENTURES FUND II, L.P. | 352,848 | - | - | - |
| Mirae Asset - Naver Asia Growth Investment Pte. Ltd. | - | 12,277,608 | - | - |
| MiraeAsset-Naver Asia Growth Fund | - | 4,500,000 | - | - |
| Smart Korea Naver-Stonebridge Rising Investment Association | - | 800,000 | - | - |
| CELSYS, Inc. | - | 370,657 | - | - |
| STL 18th Private Equity Fund | - | 147,945 | - | - |
| Soran Media Venture Fund | - | 35,238 | - | - |
| Purpleduck Corp. | - | - | 300,000 | - |
| WEVERSE COMPANY Inc | - | - | - | 1,082,426 |
| Other: | | | | |
| Happybean foundation | - | - | - | 66,365 |
| | | | | |
| | 2024 | | | |
| | Contributions in cash | Dividends received and others | Loans | Collections |
| Associate: | | | | |
| TBT Global Growth Fund III | ₩ 7,500,000 | ₩ - | ₩ - | - |
| K-Fund II | 3,501,509 | 1,822,759 | - | - |
| Smart Korea Naver-Stonebridge Rising Investment Association | 2,000,000 | - | - | - |
| Do Ventures Fund I, I-A | 1,333,500 | - | - | - |
| CHINA VENTURES FUND II, L.P. | 927,573 | - | - | - |
| China Ventures Fund I, Limited Partnership | 898,735 | - | - | - |
| Springcamp early Fund 1 | 150,000 | - | - | - |
| Mirae Asset - Naver Asia Growth Investment Pte. Ltd. | - | 11,059,596 | - | - |
| Mirae Asset-NAVER New Growth Fund I | - | 500,000 | - | - |
| STL 18th Private Equity Fund | - | 149,180 | - | - |
| Z Intermediate Global Corporation(*1) | - | - | - | 83,590,310 |
| LINE Plus Corporation(*1) | - | - | - | 8,215,546 |
| NAVER Z CORP.(*2) | - | - | 60,000,000 | - |
| WEVERSE COMPANY Inc | - | - | - | 1,015,476 |
| Joint venture: | | | | |
| STUDIO WHITE Limited Liability Partnership | 1,075,373 | - | - | - |
| Other: | | | | |
| NAVER Cultural Foundation | - | - | - | 18,043 |
| Happybean foundation | - | - | - | 46,389 |

(*1) This refers to the proceeds from the partial disposal of shares in NAVER Z CO., LTD.

(*2) In the case of lending transactions, the amounts include transactions that occurred prior to the exclusion from the consolidation scope.

Besides the transactions above, the Group paid ₩ 9,758 million and ₩ 84,563 million to the associates LINE Plus Corporation and Z Intermediate Global Corporation, respectively, as the capital reduction refund for the subsidiary Snow Corporation during the three months ended March 31, 2024.

F. There are no payment guarantees provided by the Group to the related parties as of March 31, 2025.

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18. Related Party Transactions (cont'd)

G. Compensation to key management

The compensation paid or payable to key management (executive directors) for their services for the three months ended March 31, 2025 and 2024 are as follows (Korean won in thousands):

| | 2025 | 2024 |
|------------------------------|-------------|-------------|
| Short-term employee benefits | ₩ 879,866 | ₩ 717,500 |
| Retirement benefits | 111,076 | 85,678 |
| Share-based payment expenses | 236,475 | 477,849 |