

## Part 2

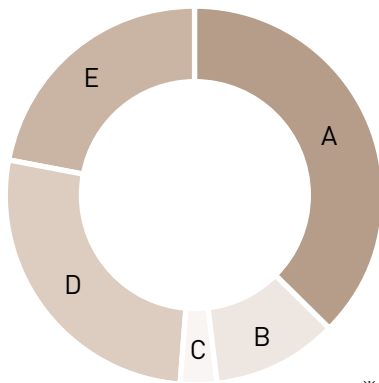
# Glance of Paradise

All employees and executives of Paradise are striving to bring its shareholders more profits and triumph through "Shareholder focused management policy"



## Shareholders Information

### Shareholder Structure



※ Total outstanding shares : 90,942,672 shares (as end of 2006)

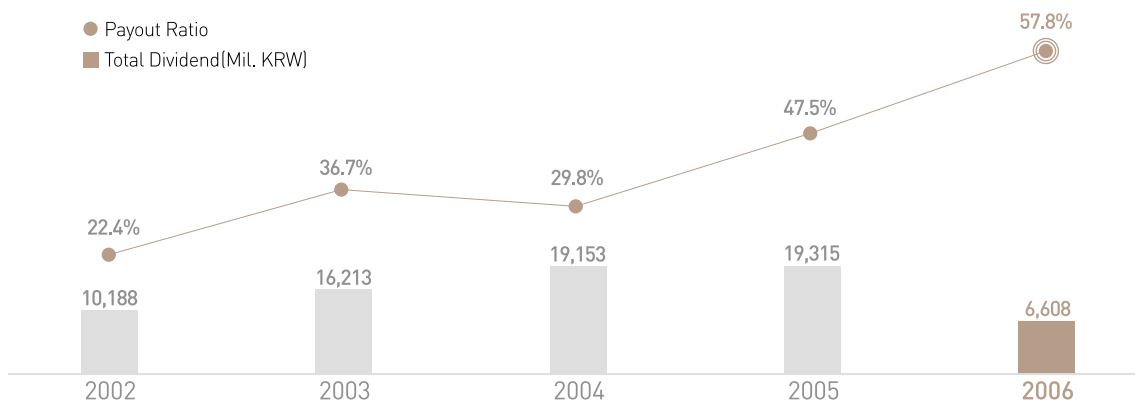
A	Major shareholder (Paradise Global)	37.39%
B	Related parties	10.71%
C	Treasury stock	3.12%
D	Minor shareholders	26.78%
E	Foreign investors	22.00%

※ As end of 2006, Paradise uses 20.0 Bil. KRW worth of trust funds to stabilize the stock price

### Dividend Policy

Category		2002	2003	2004	2005	2006
Total Dividend (Mil. KRW)		10,188	16,213	19,153	19,315	6,608
Net Income (Mil. KRW)		45,480	44,182	64,230	40,672	11,441
Payout Ratio		22.4%	36.7%	29.8%	47.5%	57.8%
Dividend per Share (KRW)	Others	125	200	225	225	75
	Major Shareholders	100	175	200	200	75
Dividend Rate	Others	25%	40%	45%	45%	15%
	Major Shareholders	20%	35%	40%	40%	15%

※ Plan to maintain our shareholder focused dividend policy.



## Financial Highlights

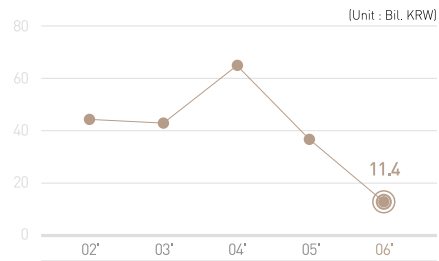
Category	2002	2003	2004	2005	2006
<b>Operating Results (Mil. KRW)</b>					
Revenue	239,093	230,640	243,192	271,700	236,559
Operating Income	60,559	52,256	50,757	53,254	14,884
Net Income	45,480	44,182	64,230	40,672	11,441
EBITDA <sup>Note(1)</sup>	70,659	59,985	58,633	64,094	25,855
<b>Financial Position (Mil. KRW)</b>					
Total assets	428,845	427,207	449,729	492,342	454,045
Cash & liquid assets <sup>Note(2)</sup>	276,383	270,343	264,116	269,550	221,683
Total liabilities	111,471	96,110	60,207	78,206	57,436
Interest-bearing debt	55,002	26,782	661		
Shareholders' equity	317,374	331,097	389,522	414,136	396,609
<b>Per Share Data (KRW)</b>					
EPS (Earnings Per Share)	582	481	716	447	128
DPS (Dividend Per Share) <sup>Note(3)</sup>	125	200	225	225	75
<b>Financial Ratios (%)</b>					
Operating Income margin	25.3	22.7	20.9	19.6	6.3
Net Income margin	19.0	19.2	26.4	15.0	4.8
EBITDA margin	29.6	26.0	24.1	23.6	10.9
ROA (Return on Assets)	11.8	10.3	14.6	8.6	2.4
ROE (Return on Equity)	17.7	13.6	17.8	10.1	2.8
Debt-to-Equity ratio	35.1	29.0	15.5	18.9	14.5
<b>Cash Flows (Mil. KRW)</b>					
Beginning	73,792	64,941	59,548	67,951	46,934
CF from Operating activities	53,841	52,634	56,509	75,429	2,355
CF from Investing activities	(96,393)	(8,436)	1,691	(75,381)	31,661
CF from Financing activities	33,701	(49,591)	(49,797)	(21,065)	(29,107)
Ending	64,941	59,548	67,951	46,934	51,843

Note (1) EBITDA = EBIT + Depreciation + Amortization

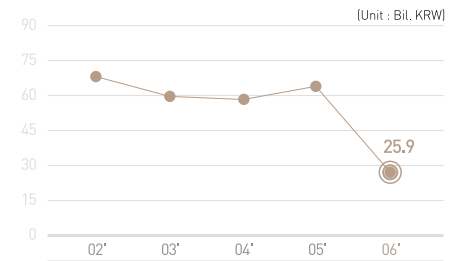
Note (2) Cash & liquid assets are including cash and cash equivalents, time deposits, marketable debt securities and its investment in monetary trust funds. Equity securities not included

Note (3) Minority shareholders based

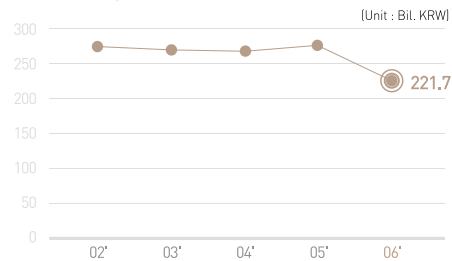
### Net Income



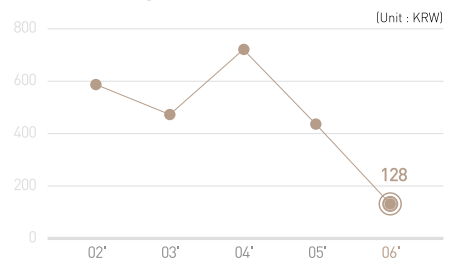
### EBITDA



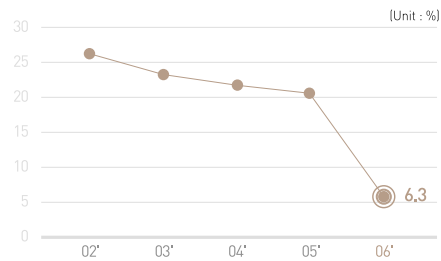
### Cash & liquid assets



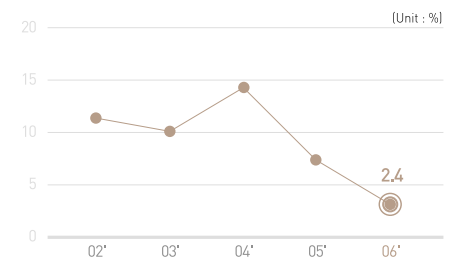
### EPS (Earnings Per Share)



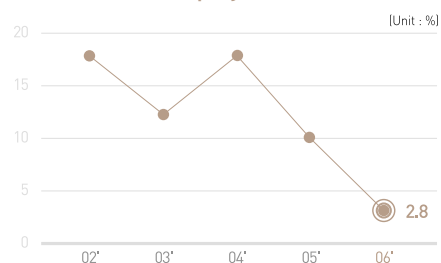
### Operating Income margin



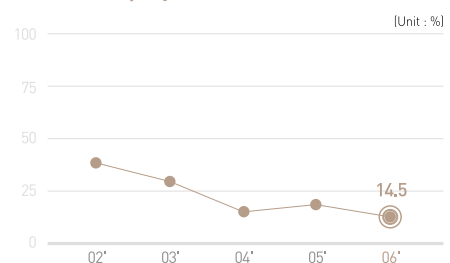
### ROA (Return on Assets)



### ROE (Return on Equity)



### Debt-to-Equity ratio



## Number of Customers by Countries & Sales Breakdown by Games

### Number of Customers by Countries

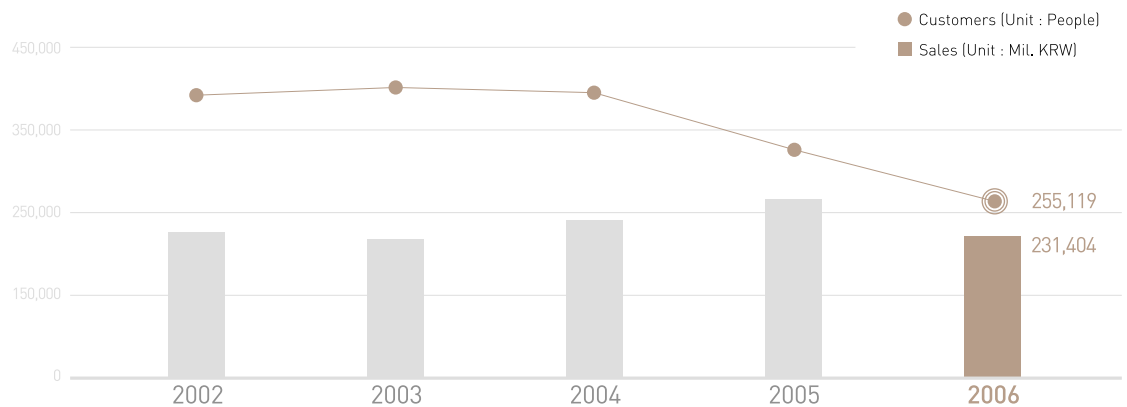
[Unit : People]

Category	2002	2003	2004	2005	2006	Ratio
Japan	157,221	118,166	134,175	116,754	82,229	32%
China	50,089	53,488	66,656	82,412	89,251	35%
Taiwan	19,641	52,074	57,584	40,448	30,716	12%
Hong Kong	54,017	56,743	42,208	33,681	14,999	6%
Southeast Asia	45,997	40,255	32,123	27,360	15,207	6%
Others	51,906	65,591	42,193	21,540	22,717	9%
<b>Total</b>	<b>378,871</b>	<b>386,317</b>	<b>374,939</b>	<b>322,195</b>	<b>255,119</b>	<b>100%</b>

### Sales Breakdown by Games

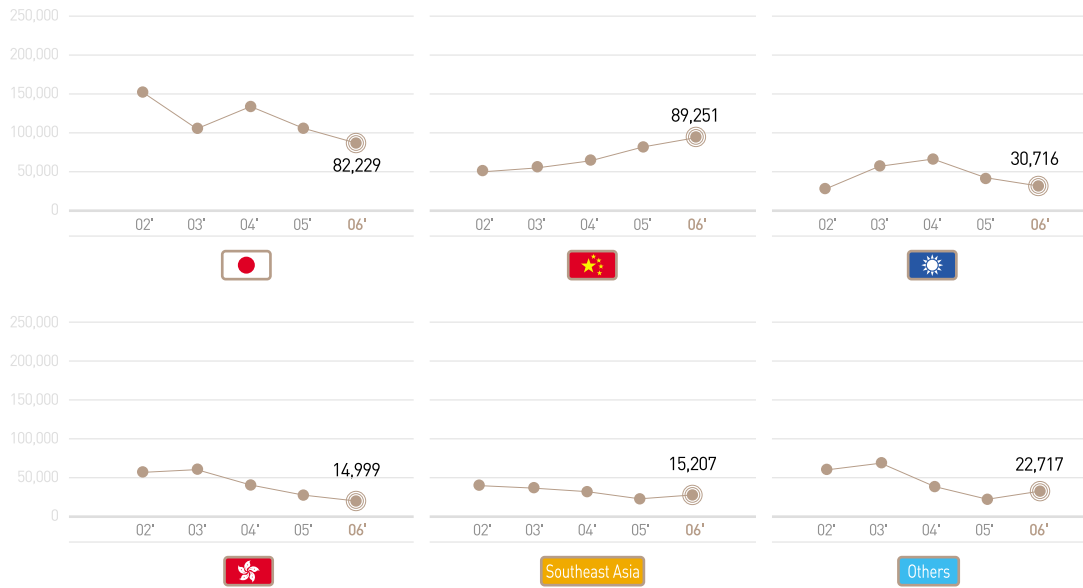
[Unit : Mil. KRW]

Category	2002	2003	2004	2005	2006	Ratio
Baccarat	148,653	141,142	136,273	164,364	142,022	62%
Blackjack	42,310	40,049	47,051	50,690	49,858	22%
Roulette	25,058	25,114	29,340	27,129	19,216	8%
Slotmachine	12,298	11,839	14,607	12,904	7,793	3%
Others	10,774	12,496	15,921	14,874	12,515	5%
<b>Total</b>	<b>239,093</b>	<b>230,640</b>	<b>243,192</b>	<b>269,961</b>	<b>231,404</b>	<b>100%</b>



### Number of Customers by Countries

[Unit : People]



### Sales Breakdown by Games

[Unit : Mil. KRW]

