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TAIPEI, Taiwan, January 31, 2005– Gamania Digital Entertainment Company today announced its 2004 un-audited financial results ended December 31, 2004. Net sales revenue in 2004 increased 2.1% YoY to NT\$1,943.2 million; operating income over the same period increased 88.6% YoY to NT\$ 383.1 million, mainly due to lowered operating costs and expenses. In addition, net income after tax was NT\$79.9 million in 2004, a significant turnaround compare to net loss after tax of NT\$245.6 million in 2003; EPS before tax and after tax was NT\$0.41 and NT\$0.52, respectively.

Un-audited annual sales revenue, gross profit, and net income before tax and after tax in 2004 achieved 96.5%, 99.3%, 94.8% and 107.6% of the 2004 full-year financial forecast respectively. Moreover, the well-controlled operating costs and expenses resulted in the 183.2% achievement of operating income.

Net sales in 4Q04 was NT\$441.5 million, resulting in the gross profit of NT\$229.6 million and operating income of NT\$62.3 million. Lowered sales and profitability is due to the fact that fourth quarter is traditionally the off-peak season for online-games and there were limited new game update packages in 4Q04.

Gamania is expected to release a variety of new MMORPGs in 2005, the Asian edition of "EverQuest II", a popular fantasy genre game, Chinese martial arts game "Xian Muo Dao ", and cute-character genre casual game –"Mabinogi". We expect our new game products to attract new gamers, hence boosting our operating and financial performance in 2005. Besides, we will continue our cost control efforts to further improve our overall profitability.

2004 Un-audited Financial Results

(NT\$1,000)	FY 2004 Un-audited F/S	FY 2004 Financial Forecast	F/Y 2003 Audited F/S
Item	Amount	Amount	Amount
Net Sales Revenue	1,943,204	2,013,353	1,903,584
Gross Profit	1,007,545	1,014,455	893,622
Operating Income	383,093	209,088	203,161
Net Income before tax	62,108	65,522	(273,282)
Net Income after tax	79,941	74,287	(245,560)
EPS (NT\$, after tax)	*0.52	**0.47	***(-1.60)

*Based on 152,286 thousands weighted average outstanding shares.

** Based on 158,799 thousands weighted average outstanding shares.

*** Based on 153,823 thousands weighted average outstanding shares.