

2Q 2019 Earning Release

24 July, 2019



This company has adopted its financial statements under Korean International Financial Reporting Standards(K-IFRS).

This IR presentation has been prepared based on internally audited figures and final figures may change due to the results of independent auditors' review.

2Q '19 Results

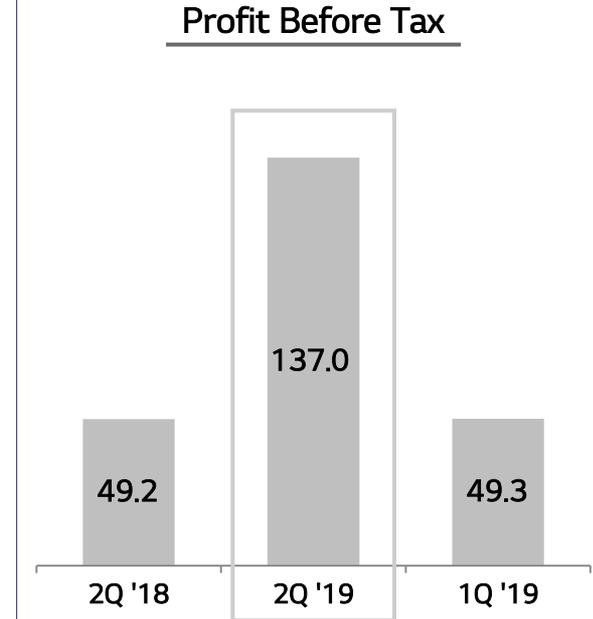
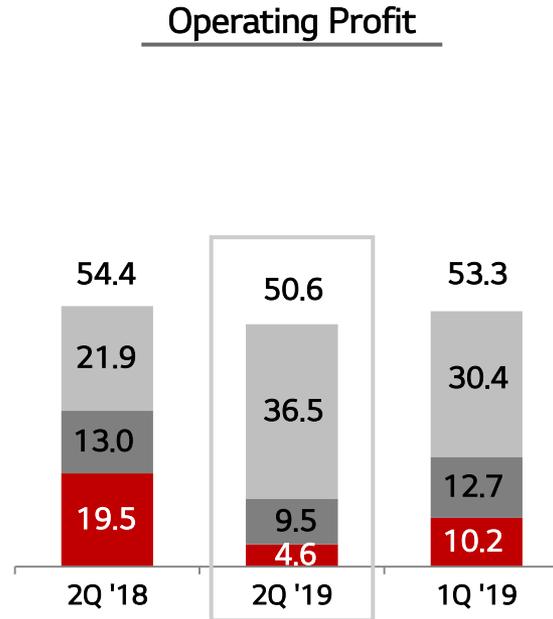
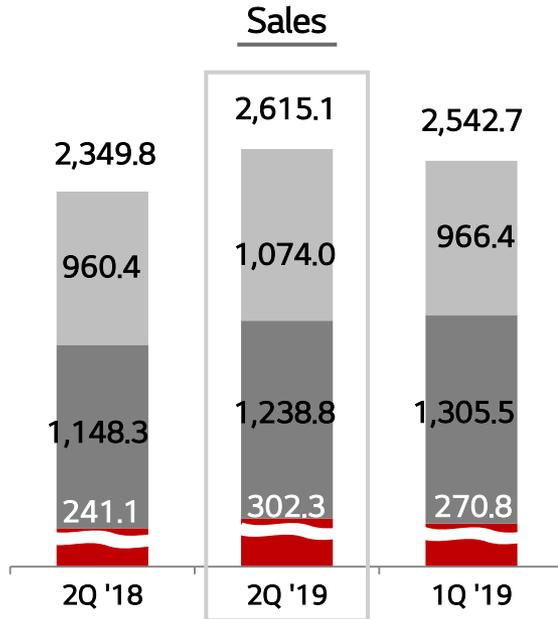
(KRW Bn)	2Q '18	YoY	2Q '19	QoQ	1Q '19
Sales	2,349.8	+11.3%	2,615.1	+2.8%	2,542.7
Operating Profit	54.4	Δ7.0%	50.6	Δ5.1%	53.3
Profit Before Tax	49.2	+178.5%	137.0	+177.9%	49.3
Net Profit	27.7	+266.8%	101.6	+13.9%	89.2

2Q '19 Results

Earnings Analysis

Resources Infra & Industrial Logistics

(KRW Bn)



Operating Profit

[YoY Δ 3.8]

- Resources Δ 14.9
- Weak coal and CPO prices
- Infra & Industrial Δ 3.5
- Decrease profit in project management
- Logistics +14.6
- Volume growth in sea freight shipment and W&D

[QoQ Δ 2.7]

- Resources Δ 5.6
- Weak CPO prices
- Infra & Industrial Δ 3.2
- Decrease profit in petrochemicals trading
- Logistics +6.1
- Volume growth in W&D

Profit before Tax

[YoY +87.8]

- Operating Profit Δ 3.8
- Non-Operating Profit +91.6
- Disposal of stake in LG Twin Towers

[QoQ +87.7]

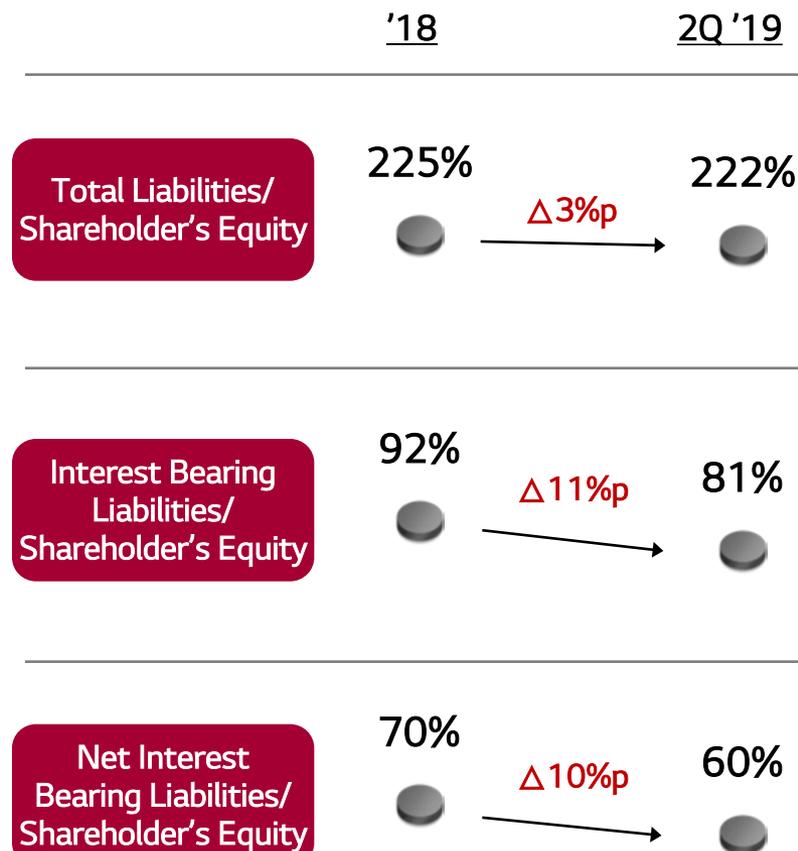
- Operating Profit Δ 2.7
- Non-Operating Profit +90.4
- Disposal of stake in LG Twin Towers

Financial Highlights

Financial Positions

(KRW Bn)	'18	2Q '19
Assets	5,038.0	5,670.2
Cash & Cash Equivalents	342.0	368.9
Trade Receivables	1,067.9	1,182.1
Inventories	514.1	748.7
Investments/Intangible Assets	1,462.5	1,531.5
Others	1,651.5	1,839.0
Liabilities	3,488.5	3,910.3
Trade Payables	1,184.0	1,403.2
Borrowings	1,430.6	1,427.3
Others	873.9	1,079.8
Shareholders' Equity	1,549.5	1,759.9
Capital Stock	193.8	193.8
Surplus, etc.	1,355.7	1,566.1
Net Borrowings ¹⁾	1,083.8	1,052.3

Financial Ratio



1) Net Borrowings = Borrowings - (Cash & Cash Equivalents + Short term financial instrument)

Balance Sheet (K-IFRS Consolidated)

(KRW Bn)

Items	2018				2019	
	1Q	2Q	3Q	4Q	1Q	2Q
Assets	5,322.5	5,292.8	5,362.7	5,038.0	5,696.1	5,670.2
Current Assets	2,908.4	2,785.6	2,796.0	2,558.3	2,981.6	3,005.8
Cash & Cash Equivalents	444.3	333.8	323.5	342.0	352.2	368.9
Trade Receivables	1,171.7	1,139.8	1,212.8	1,067.9	1,224.5	1,182.1
Inventories	463.3	557.4	519.3	514.1	628.0	748.7
Other Current Assets	829.1	754.6	740.4	634.3	776.9	706.1
Non-Current Assets	2,414.1	2,507.2	2,566.7	2,479.7	2,714.5	2,664.4
Tangible Assets	564.0	588.5	653.4	669.0	836.7	814.0
Investments	651.7	678.0	666.6	586.4	602.0	624.7
Intangible Assets	881.2	903.9	904.6	876.1	898.2	906.8
Other Non-Current Assets	317.2	336.8	342.1	348.2	377.6	318.9
Liabilities	3,811.5	3,730.8	3,807.9	3,488.5	4,047.1	3,910.3
Current Liabilities	2,466.6	2,332.5	2,460.1	2,167.4	2,646.3	2,619.6
Trade Payables	1,154.4	1,148.5	1,229.8	1,184.0	1,386.4	1,403.2
Short-term Borrowings	193.4	216.6	242.2	63.3	119.1	108.4
Current Portion of Bonds and Long-Term Borrowings	141.3	124.1	225.8	243.6	257.0	321.7
Other Current Liabilities	977.5	843.3	762.3	676.5	883.8	786.3
Non-Current Liabilities	1,344.9	1,398.3	1,347.8	1,321.1	1,400.8	1,290.7
Bonds Payables	429.0	478.9	389.1	389.2	389.3	319.4
Long-term Borrowings	765.3	761.9	800.5	734.5	702.4	677.8
Other Non-Current Liabilities	150.6	157.5	158.2	197.4	309.1	293.5
Equity	1,511.0	1,562.0	1,554.8	1,549.5	1,649.0	1,759.9

Income Statement (K-IFRS Consolidated)

(KRW Bn)

Items	2018					2019		
	1Q	2Q	3Q	4Q	Total	1Q	2Q	Total
Sales	2,387.4	2,349.8	2,572.0	2,679.0	9,988.2	2,542.7	2,615.1	5,157.8
Cost of Sales	2,201.2	2,157.4	2,387.4	2,531.2	9,277.1	2,353.9	2,416.2	4,770.1
Gross Profit	186.2	192.4	184.6	147.8	711.1	188.8	198.9	387.7
SG&A Expenses	125.5	138.0	137.6	144.2	545.4	135.5	148.3	283.8
Operating Profit	60.7	54.4	47.0	3.6	165.7	53.3	50.6	103.9
Non-Operating Profit	8.9	(5.2)	(3.0)	(9.8)	(9.1)	(4.0)	86.4	82.4
Finance Income/Costs	(7.4)	(16.4)	(13.0)	(12.0)	(48.7)	(11.5)	(11.9)	(23.3)
Gain(loss) of Equity Method	15.3	13.6	8.9	71.3	109.1	6.6	3.4	10.0
Other Income and Expenses	1.0	(2.4)	1.1	(69.1)	(69.5)	0.9	94.9	95.7
Profit Before Tax	69.6	49.2	44.0	(6.2)	156.6	49.3	137.0	186.3
Income Tax	147.7	21.5	14.5	8.9	192.6	(39.9)	35.4	(4.6)
Net Income	(78.1)	27.7	29.5	(15.1)	(36.0)	89.2	101.6	190.9
Owners of the Parent	(87.5)	18.4	23.2	(24.4)	(70.4)	82.6	88.4	171.0
Non-Controlling Interests	9.4	9.3	6.3	9.3	34.4	6.6	13.2	19.9