

KUMHO PETROCHEMICAL CO., LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF INCOME

For the years ended December 31, 2018 and 2017

In millions of won, except earning per share information

	2018	2017
Sales	₩ 5,584,911	5,064,779
Cost of sales	4,854,226	4,636,527
Gross profit	730,685	428,252
Selling, general and administrative expenses	176,052	165,626
Operating income	554,633	262,626
Other income	51,009	53,072
Other expenses	43,973	87,496
Financial income	26,168	76,868
Financial expenses	89,011	104,371
Share of profit of equity accounted investees	118,084	89,089
Net profit before income tax	616,910	289,788
Income tax expense	113,828	72,141
Net profit for the year	₩ 503,082	217,647
Profit attributable to:		
Owners of the Group	491,221	213,577
Non-controlling interests	11,861	4,070
Net profit for the year	₩ 503,082	217,647
Earnings per share (In Korean won) :		
Basic and diluted earnings per share(common stock)	17,597	7,647
Basic and diluted earnings per share(preferred stock)	₩ 17,597	7,727

KUMHO PETROCHEMICAL CO., LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

For the years ended December 31, 2018 and 2017

In millions of won

	2018	2017
Net profit for the year	₩ 503,082	217,647
Other comprehensive income (loss) for the year, net of income tax	(18,009)	33,282
1. Items that will not be reclassified subsequently to profit or loss :		
Remeasurements of net defined benefit liability	(11,652)	5,031
Net change in fair value of financial assets	(6,234)	-
2. Items that will be reclassified subsequently to profit or loss :		
Net change in fair value of available-for-sale financial assets	-	33,997
Foreign currency translation differences for foreign operations	(197)	(2,867)
Effective portion of changes in fair value of cash flow hedges	43	427
Net change in unrealized gain on valuation of investments in associates	(149)	(2,421)
Net change in retained earnings of investments in associates	180	(885)
Total comprehensive income for the year	₩ 485,073	250,929
Total comprehensive income attributable to:		
Owners of the Group	₩ 472,607	245,031
Non-controlling interests	12,466	5,898
Total comprehensive income for the year	₩ 485,073	250,929