

KUMHO PETROCHEMICAL CO., LTD.  
Separate Statements of Changes in Equity  
For the years ended December 31, 2013 and 2012

(In millions of won)

|                                                                               |   | Capital        | Capital surplus | Capital adjustment | Accumulated other comprehensive income | Retained earnings | Total Equity     |
|-------------------------------------------------------------------------------|---|----------------|-----------------|--------------------|----------------------------------------|-------------------|------------------|
| <b>Balance at January 1, 2012</b>                                             | ₩ | 167,456        | 276,206         | (40,066)           | 22,617                                 | 780,366           | 1,206,579        |
| <b>Total comprehensive income for the year</b>                                |   |                |                 |                    |                                        |                   |                  |
| Profit for the year                                                           |   |                |                 |                    |                                        | 96,116            | 96,116           |
| Net change in fair value of available-for-sale financial assets               |   |                |                 |                    | 22,614                                 |                   | 22,614           |
| Effective portion of changes in fair value of cash flow hedges                |   |                |                 |                    |                                        |                   | -                |
| Defined benefit plan actuarial losses                                         |   |                |                 |                    |                                        | (4,869)           | (4,869)          |
| <b>Transactions with owners of the Company, recognized directly in equity</b> |   |                |                 |                    |                                        |                   |                  |
| Dividends                                                                     |   |                |                 |                    |                                        | (55,949)          | (55,949)         |
| <b>Balance at December 31, 2012</b>                                           | ₩ | <u>167,456</u> | <u>276,206</u>  | <u>(40,066)</u>    | <u>45,231</u>                          | <u>815,664</u>    | <u>1,264,491</u> |
| <b>Balance at January 1, 2013</b>                                             | ₩ | 167,456        | 276,206         | (40,066)           | 45,231                                 | 815,664           | 1,264,491        |
| <b>Total comprehensive income for the year</b>                                |   |                |                 |                    |                                        |                   |                  |
| Profit(loss) for the year                                                     |   |                |                 |                    |                                        | (30,967)          | (30,967)         |
| Net change in fair value of available-for-sale financial assets               |   |                |                 |                    | (17,110)                               |                   | (17,110)         |
| Defined benefit plan actuarial losses                                         |   |                |                 |                    |                                        | 4,530             | 4,530            |
| <b>Transactions with owners of the Company, recognized directly in equity</b> |   |                |                 |                    |                                        |                   |                  |
| Dividends                                                                     |   |                |                 |                    |                                        | (55,948)          | (55,948)         |
| <b>Balance at December 31, 2013</b>                                           | ₩ | <u>167,456</u> | <u>276,206</u>  | <u>(40,066)</u>    | <u>28,121</u>                          | <u>733,279</u>    | <u>1,164,996</u> |