

**KUMHO PETROCHEMICAL CO., LTD.**  
**NON-CONSOLIDATED STATEMENTS OF DISPOSITION OF ACCUMULATED DEFICIT**  
**FOR THE YEARS ENDED DECEMBER 31, 2009 AND 2008**

	2009	2008
	(In millions of Korean won, except for dividend per share in Korean won)	
<b>UNAPPROPRIATED RETAINED EARNINGS</b>		
(ACCUMULATED DEFICIT BEFORE DISPOSITION)		
Beginning of the year	₩1,007	(₩4,679)
Decrease in retained earnings of associates	(2,118)	(5,868)
Cumulative effect of change in accounting policy	-	18,222
Net loss	(614,839)	(19,746)
End of the year	(615,950)	(12,071)
 <b>REVERSAL OF VOLUNTARY RESERVE</b>		
Reserve of improvement of financial structure	-	2,101
Other voluntary reserve	381,000	30,000
Legal reserve	8,269	-
Other capital surplus	3,115	-
Revaluation surplus	161,393	-
Additional paid-in capital	62,173	-
Sub-total	615,950	32,101
 <b>APPROPRIATIONS</b>		
Legal reserve	-	1,730
Dividends (Note 25)		
Cash dividend		
[Dividend per share (dividend ratio)]		
Common stocks: ₩- (-%) for 2009 and ₩750 (15%) for 2008		
Preferred stocks: ₩- (-%) for 2009 and ₩800 (16%) for 2008]	-	17,293
Sub-total	-	19,023
 <b>UNAPPROPRIATED RETAINED EARNINGS</b>		
TO BE CARRIED FORWARD TO SUBSEQUENT YEAR	₩-	₩1,007

See accompanying notes to non-consolidated financial statements.