

Hanon Systems 2016 Q4 Disclosure

Financial Consolidated Statement Information

The Company maintains its accounting records in Korean won and prepares statutory financial statements in Korean language (Hangul) in conformity with K-IFRS.

Income Statement

	For the years ended	
	Dec 31	
	2016	2015
	(KRW in Billions)	(KRW in Billions)
Sales	5,703.7	5,558.1
Cost of sales	4,804.8	4,697.0
Gross profit	898.9	861.1
Selling, general and administrative expenses	476.3	501.5
Operating profit	422.6	359.6
Other non-operating income/expenses	6.1	(9.8)
Financial income/expenses	(22.0)	(16.6)
Share of profit in associates	9.0	12.5
Profit before income taxes	415.7	345.7
Income tax expense	111.9	102.3
Net income	303.8	243.4
Profit for the year attributable to:		
Equity holders of the parent company	292.2	230.5
Non-controlling interest	11.6	12.9

Balance Sheet

	Dec 31	
	2016	
	(KRW in Billions)	(KRW in Billions)
Cash and cash equivalents	425.2	447.1
Trade receivables	930.9	999.1
Inventories	429.7	382.2
Investments in associates	95.0	89.2
Property, plant and equipment	1,178.1	1,092.7
Intangible assets	350.3	207.4
Other assets	450.5	241.7
Total assets	3,859.7	3,459.4
Trade payables	700.3	724.8
Net defined benefit liabilities	60.2	60.2
Debt	646.2	401.1
Other liabilities	568.1	473.9
Total liabilities	1,974.8	1,660.0
Equity attributable to owners of the Parent company	1,827.6	1,744.7
Non-controlling interests	57.3	54.7
Total stockholders' equity	1,884.9	1,799.4
Total liabilities and equity	3,859.7	3,459.4

Cash Flow Statement

	For the years ended	
	Dec 31	
	2016	2015
	(KRW in Billions)	(KRW in Billions)
Net cash inflow from operating activities	389.2	447.5
Investing activities		
Acquisition of property, plant, and equipment	(249.7)	(226.9)
Acquisition of intangible assets	(85.7)	(40.9)
Cash outflow from business consolidation	(123.1)	-
Other	6.6	11.9
Net cash outflow from investing activities	(451.9)	(255.9)
Financing activities		
Net decrease of borrowings	(51.1)	(3.8)
Proceeds from issuance of bond	299.0	-
Dividends paid	(183.6)	(103.6)
Dividends paid to non-controlling interests	(19.7)	(4.4)
Other	3.7	-
Net cash inflow (outflow) from financing activities	48.3	(111.8)
Net increase (decrease) in cash and equivalents	(14.4)	79.8
Cash and cash equivalents at the beginning of year	447.1	381.3
Net foreign exchange differences	(5.1)	(14.0)
Non-current assets held for sale	(2.4)	-
Cash and cash equivalents at the end of year	425.2	447.1