

Hanon Systems 2018 Q1 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 three months ended	
	March 31	
	2018	2017
	(KRW in Billions)	(KRW in Billions)
Sales	1,386.9	1,449.0
Cost of sales	1,175.5	1,210.0
Gross profit	211.4	239.0
Selling, general and administrative expenses	116.2	111.8
Operating profit	95.2	127.2
Other non-operating income/expenses	(3.2)	(22.6)
Financial income/expenses	(3.2)	(3.8)
Share of profit in associates	1.3	2.4
Profit before income taxes	90.1	103.2
Income tax expense	24.5	29.0
Net income	65.6	74.2
Profit for the year attributable to:		
Equity holders of the parent company	63.3	71.4
Non-controlling interest	2.3	2.8

Balance Sheet

	March 31	Dec 31
	2018	2017
	(KRW in Billions)	(KRW in Billions)
Cash and cash equivalents	506.8	567.3
Trade receivables	944.0	883.1
Inventories	471.6	468.6
Investments in associates	98.7	96.6
Property, plant and equipment	1,281.9	1,262.0
Intangible assets	459.1	437.7
Lease assets	171.9	-
Other assets	507.6	404.3
Total assets	4,441.6	4,119.6
Trade payables	703.9	732.9
Net defined benefit liabilities	70.1	62.8
Borrowings	365.5	158.0
Debentures	599.0	598.9
Other liabilities	606.5	535.5
Total liabilities	2,345.0	2,088.1
Equity attributable to owners of the Parent company	2,022.6	1,978.7
Non-controlling interests	74.0	52.8
Total stockholders' equity	2,096.6	2,031.5
Total liabilities and equity	4,441.6	4,119.6

Cash Flow Statement

	For the three months ended	
	March 31	
	2018	2017
	(KRW in Billions)	(KRW in Billions)
Net cash inflow from operating activities	23.9	174.9
Investing activities		
Acquisition of property, plant, and equipment	(102.2)	(78.1)
Acquisition of intangible assets	(24.5)	(22.2)
Decrease in net assets held-for-sale	-	51.8
Other	2.9	(1.7)
Net cash outflow from investing activities	(123.8)	(50.2)
Financing activities		
Net decrease of borrowings	44.7	(104.8)
Proceeds from issuance of bond	-	299.2
Repayment of lease liabilities	(12.7)	-
Net cash inflow from financing activities	32.0	194.4
Net increase in cash and equivalents	(67.9)	319.1
Cash and cash equivalents at the beginning of year	567.3	425.2
Net foreign exchange differences	10.2	(11.9)
Cash and cash equivalents classified as assets held-for-sale	(2.8)	-
Cash and cash equivalents at the end of year	506.8	732.4