

Hanon Systems 2018 Q2 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 six months ended	
	June 30	
	2018	2017
	(KRW in Billions)	(KRW in Billions)
Sales	2,905.3	2,822.3
Cost of sales	2,472.9	2,366.7
Gross profit	432.4	455.6
Selling, general and administrative expenses	236.4	225.7
Operating profit	196.0	229.9
Other non-operating income/expenses	(4.2)	(27.0)
Financial income/expenses	(7.6)	(5.7)
Share of profit in associates	3.2	4.4
Profit before income taxes	187.4	201.6
Income tax expense	49.0	58.1
Net income	138.4	143.5
Profit for the year attributable to:		
Equity holders of the parent company	133.6	138.5
Non-controlling interest	4.8	5.0

Balance Sheet

	June 30	Dec 31
	2018	2017
	(KRW in Billions)	(KRW in Billions)
Cash and cash equivalents	401.1	567.3
Trade receivables	949.7	883.1
Inventories	501.6	468.6
Investments in associates	97.0	96.6
Property, plant and equipment	1,306.2	1,262.0
Intangible assets	486.1	437.7
Lease assets	170.3	-
Other assets	463.4	404.3
Total assets	4,375.4	4,119.6
Trade payables	698.8	732.9
Net defined benefit liabilities	75.7	62.8
Borrowings	364.5	158.0
Debentures	599.1	598.9
Other liabilities	539.2	535.5
Total liabilities	2,277.3	2,088.1
Equity attributable to owners of the Parent company	2,018.1	1,978.7
Non-controlling interests	80.0	52.8
Total stockholders' equity	2,098.1	2,031.5
Total liabilities and equity	4,375.4	4,119.6

Cash Flow Statement

	For the six months ended	
	June 30	
	2018	2017
	(KRW in Billions)	(KRW in Billions)
Net cash inflow from operating activities	131.8	238.3
Investing activities		
Acquisition of property, plant, and equipment	(182.4)	(144.5)
Acquisition of intangible assets	(56.5)	(38.0)
Decrease in net assets held-for-sale	-	51.8
Other	(1.3)	(2.4)
Net cash outflow from investing activities	(240.2)	(133.1)
Financing activities		
Net decrease of borrowings	44.5	(183.7)
Proceeds from issuance of bond	-	299.2
Repayment of lease liabilities	(20.9)	-
Dividends paid	(85.4)	(80.1)
Capital inflow from non-controlling interests	3.6	-
Net cash inflow from financing activities	(58.2)	35.4
Net increase in cash and equivalents	(166.6)	140.6
Cash and cash equivalents at the beginning of year	567.3	425.2
Net foreign exchange differences	3.2	(4.7)
Cash and cash equivalents classified as assets held-for-sale	(2.8)	-
Cash and cash equivalents at the end of year	401.1	561.1