

Hanon Systems 2017 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	
	Mar 31	
	2017	2016
	(KRW in Billions)	(KRW in Billions)
Sales	1,449.0	1,428.1
Cost of sales	1,210.0	1,194.7
Gross profit	239.0	233.4
Selling, general and administrative expenses	111.8	128.6
Operating profit	127.2	104.8
Other non-operating income/expenses	(22.6)	2.4
Financial income/expenses	(3.8)	(5.8)
Share of profit in associates	2.4	2.7
Profit before income taxes	103.2	104.1
Income tax expense	29.0	31.8
Net income	74.2	72.3
Profit for the year attributable to:		
Equity holders of the parent company	71.4	68.5
Non-controlling interest	2.8	3.8

Balance Sheet

	Mar 31	Dec 31
	2017	2016
	(KRW in Billions)	(KRW in Billions)
Cash and cash equivalents	732.4	425.2
Trade receivables	919.9	930.9
Inventories	415.2	429.7
Investments in associates	96.7	95.0
Property, plant and equipment	1,138.6	1,178.1
Intangible assets	365.1	350.3
Other assets	358.0	450.5
Total assets	4,025.9	3,859.7
Trade payables	691.0	700.3
Net defined benefit liabilities	62.7	60.2
Debt	827.5	646.2
Other liabilities	503.7	568.1
Total liabilities	2,084.9	1,974.8
Equity attributable to owners of the Parent company	1,883.9	1,827.6
Non-controlling interests	57.1	57.3
Total stockholders' equity	1,941.0	1,884.9
Total liabilities and equity	4,025.9	3,859.7

Cash Flow Statement

	For the three months ended	
	Mar 31	
	2017	2016
	(KRW in Billions)	(KRW in Billions)
Net cash inflow from operating activities	174.9	62.7
Investing activities		
Acquisition of property, plant, and equipment	(78.1)	(45.6)
Acquisition of intangible assets	(22.2)	(20.8)
Decrease in net assets held-for-sale	51.8	-
Other	(1.7)	4.4
Net cash outflow from investing activities	(50.2)	(62.0)
Financing activities		
Net decrease of borrowings	(104.8)	(192.2)
Proceeds from issuance of bond	299.2	299.0
Dividends paid to non-controlling interests	-	(9.7)
Other	-	1.0
Net cash inflow from financing activities	194.4	98.1
Net increase in cash and equivalents	319.1	98.8
Cash and cash equivalents at the beginning of year	425.1	447.1
Net foreign exchange differences	(11.8)	(5.9)
Cash and cash equivalents at the end of year	732.4	540.0