

Hanon Systems 2017 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	
	2017	2016
	(KRW in Billions)	(KRW in Billions)
Sales	2,822.3	2,918.9
Cost of sales	2,366.7	2,475.7
Gross profit	455.6	443.2
Selling, general and administrative expenses	225.7	243.4
Operating profit	229.9	199.8
Other non-operating income/expenses	(27.0)	4.4
Financial income/expenses	(5.7)	(16.6)
Share of profit in associates	4.4	4.6
Profit before income taxes	201.6	192.2
Income tax expense	58.1	56.0
Net income	143.5	136.2
Profit for the year attributable to:		
Equity holders of the parent company	138.5	128.6
Non-controlling interest	5.0	7.6

Balance Sheet

	June 30	Dec 31
	2017	2016
	(KRW in Billions)	(KRW in Billions)
Cash and cash equivalents	561.1	425.2
Trade receivables	897.7	930.9
Inventories	455.9	429.7
Investments in associates	96.1	95.0
Property, plant and equipment	1,200.3	1,178.1
Intangible assets	382.4	350.3
Other assets	358.7	450.5
Total assets	3,952.2	3,859.7
Trade payables	641.0	700.3
Net defined benefit liabilities	73.7	60.2
Debt	761.9	646.2
Other liabilities	495.6	568.1
Total liabilities	1,972.2	1,974.8
Equity attributable to owners of the Parent company	1,926.6	1,827.6
Non-controlling interests	53.4	57.3
Total stockholders' equity	1,980.0	1,884.9
Total liabilities and equity	3,952.2	3,859.7

Cash Flow Statement

	For the six months ended	
	June 30	
	2017	2016
	(KRW in Billions)	(KRW in Billions)
Net cash inflow from operating activities	238.3	138.6
Investing activities		
Acquisition of property, plant, and equipment	(144.5)	(119.3)
Acquisition of intangible assets	(38.0)	(43.4)
Decrease in net assets held-for-sale	51.8	-
Cash outflow from business combination	-	(31.2)
Other	(2.4)	10.6
Net cash outflow from investing activities	(133.1)	(183.3)
Financing activities		
Net decrease of borrowings	(183.7)	(133.0)
Proceeds from issuance of bond	299.2	299.0
Dividends paid	(80.1)	(130.2)
Dividends paid to non-controlling interests	-	(9.6)
Other	-	3.7
Net cash inflow from financing activities	35.4	29.9
Net increase in cash and equivalents	140.6	(14.8)
Cash and cash equivalents at the beginning of year	425.2	447.1
Net foreign exchange differences	(4.7)	(9.2)
Cash and cash equivalents classified as assets held-for-sale	-	(0.4)
Cash and cash equivalents at the end of year	561.1	422.7