

Financial Review

89	Independent Auditors' Report
91	Consolidated Statements of Financial Position
93	Consolidated Statements of Income
94	Consolidated Statements of Comprehensive Income
95	Consolidated Statements of Changes in Equity
97	Consolidated Statements of Cash Flows
99	Independent Auditors' Report
101	Separate Statements of Financial Position
103	Separate Statements of Income
104	Separate Statements of Comprehensive Income
105	Separate Statements of Changes in Equity
106	Separate Statements of Cash Flows

Independent Auditors' Report

Based on a report originally issued in Korean

The Board of Directors and Shareholders Kumho Petrochemical Co., Ltd.:

We have audited the accompanying consolidated statements of financial position of Kumho Petrochemical Co., Ltd. and its subsidiaries (the "Group") as of December 31, 2012 and 2011 and the related consolidated statements of income, comprehensive income, changes in equity and cash flows for the years then ended. Management is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with Korean International Financial Reporting Standards. Our responsibility is to express an opinion on these consolidated financial statements based on our audits. We did not audit the financial statements of Kumho P&B Chemicals Co., Ltd, a subsidiary, whose financial statements represent 16.65% and 14.70% of consolidated total assets as of December 31, 2012 and 2011 and 18.62% and 19.16% of consolidated total sales for the year ended December 31, 2012 and 2011. Other auditors audited those financial statements and our report, insofar as it relates to the subsidiary, is based solely on the report of other auditors.

We conducted our audits in accordance with auditing standards generally accepted in the Republic of Korea. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the consolidated financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.