

KUMHO PETROCHEMICAL CO., LTD. Separate Statements of Income

For the years ended December 31, 2017 and 2016

In millions of won, except earning per share information

	2017	2016
Sales	₩ 3,926,051	3,138,617
Cost of sales	3,567,608	2,858,105
Gross profit	358,443	280,512
Selling, general and administrative expenses	142,092	147,262
Operating income	216,351	133,250
Other income	48,099	60,641
Other expenses	65,994	94,674
Financial income	69,134	32,858
Financial expenses	84,193	86,047
Net profit before income tax	183,397	46,028
Income tax expense	47,975	16,612
Net profit for the year	₩ 135,422	29,416
Earnings per share (In Korean won):		
Basic and diluted earnings per share(common stock)	₩ 4,845	1,047
Basic and diluted earnings per share(preferred stock)	₩ 4,926	1,112

KUMHO PETROCHEMICAL CO., LTD. Separate Statements of Comprehensive Income

For the years ended December 31, 2017 and 2016

In millions of won

	2017	2016
Net profit for the year	₩ 135,422	29,416
Other comprehensive income (loss) for the year, net of income tax	31,824	21,703
1. Items that will not be reclassified subsequently to profit or loss:		
Remeasurements of net defined benefit liability	2,990	11,107
2. Items that will be reclassified subsequently to profit or loss:		
Net change in fair value of available-for-sale financial assets	28,385	10,139
Effective portion of changes in fair value of cash flow hedges	449	457
Total comprehensive income for the year	₩ 167,246	51,119