

1Q 2023 Earnings Release



HD HYUNDAI
HEAVY INDUSTRIES

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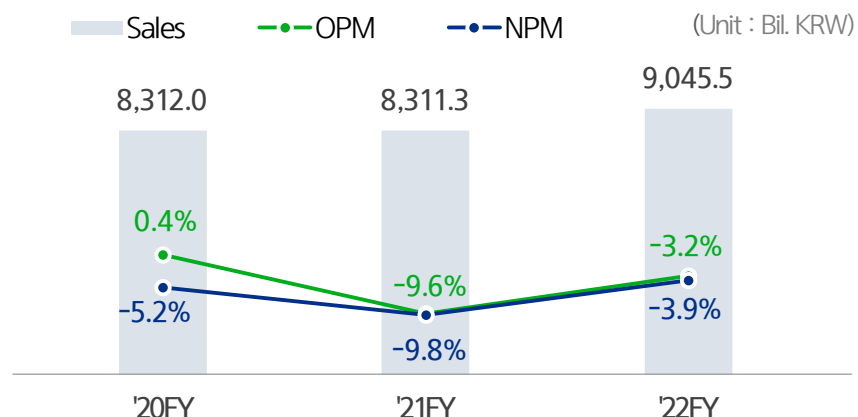
Condensed Consolidated Financial Statements



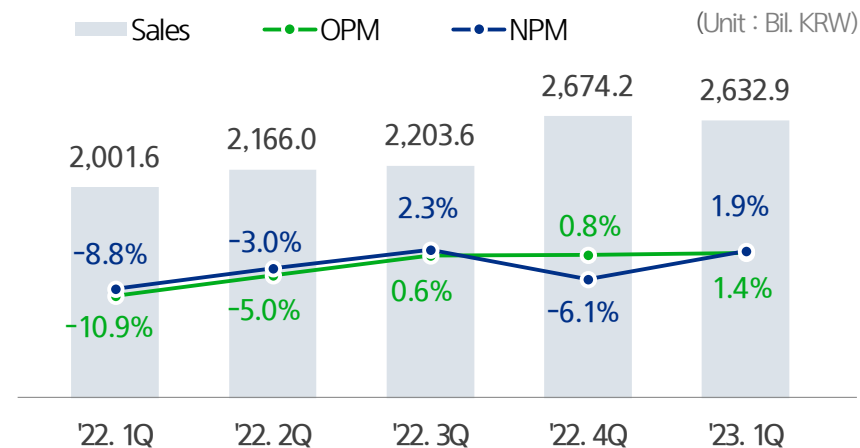
1. 1Q Consolidated Earnings

1Q sales increased YoY, positive operating profit for 3 consecutive quarters

Annual Sales and Operating Profit



Quarterly Sales and Operating Profit



1Q Consolidated Highlights (QoQ)

- Sales KRW 2,632.9 bn**

- QoQ -1.5% (YoY +31.5%)

Despite seasonal factors and decreased sales in Engine & Machinery sector, similar sales level recorded due to increase in shipbuilding work volume and construction progress of offshore projects

- Operating Profit KRW 36.1 bn (OPM 1.4%)**

- QoQ +62.6% (YoY Turned to Profit)

Operating profit increased QoQ due to increase in shipbuilding work volume and rise of vessel prices

- Net Income KRW 50.2 bn (NPM 1.9%)**

- QoQ Turned to Profit (YoY Turned to Profit)

Turned to Profit due to positive operational profit, gain on F/X caused by rise in exchange rates

2. Consolidated Financial Results by Business Segments

(Unit : Bil. KRW)

	1Q 2023			4Q 2022			1Q 2022		
	Sales	OP	OPM(%)	Sales	OP	OPM(%)	Sales	OP	OPM(%)
Shipbuilding	1,658.1	47.5	2.9	1,626.8	-7.5	-0.5	1,361.8	-103.8	-7.6
Naval Shipbuilding	108.0	9.3	8.6	127.6	-1.8	-1.4	194.9	-11.7	-6.0
Subtotal	1,766.1	56.8	3.2	1,754.4	-9.3	-0.5	1,556.7	-115.5	-7.4
Offshore Engineering & Industrial Plant	460.5	-5.7	-1.2	350.7	36.2	10.3	88.3	-91.1	-103.2
Engine & Machinery	388.3	33.3	8.6	548.0	45.3	8.3	340.7	34.1	10.0
Others	18.0	-48.3	-	21.1	-50.0	-	15.9	-44.9	-
Total	2,632.9	36.1	1.4	2,674.2	22.2	0.8	2,001.6	-217.4	-10.9

Note1) Before distribution of common expense

2-1. Analysis on Consolidated Sales by Business Segments

Annual) Consolidated Sales Trend by Business Segments

(Unit : bn KRW)

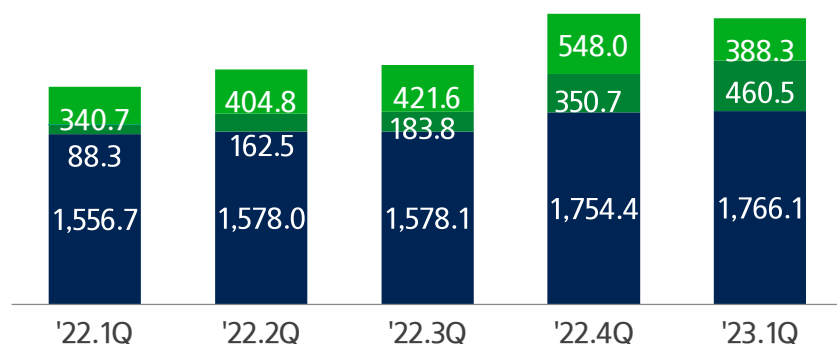
■ Shipbuilding ■ Offshore Plant ■ Engine & Machinery



Quarterly) Consolidated Sales Trend by Business Segments

(Unit : bn KRW)

■ Shipbuilding ■ Offshore Plant ■ Engine & Machinery



Note 1 : Others excluded

Consolidated Sales Analysis (QoQ)

Shipbuilding
(+0.7%)

▲ Sales increased due to rise of vessel prices, despite the seasonality on work days

Offshore Plant
(+31.3%)

▲ Sales increased due to construction progress of projects received in '21 such as P-78 FPSO

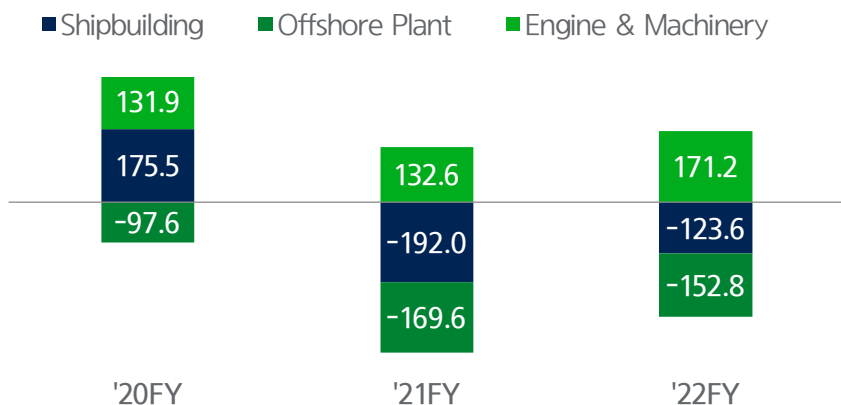
Engine & Machinery
(-29.1%)

▼ Sales decreased due to decreased delivery of marine propulsion engine

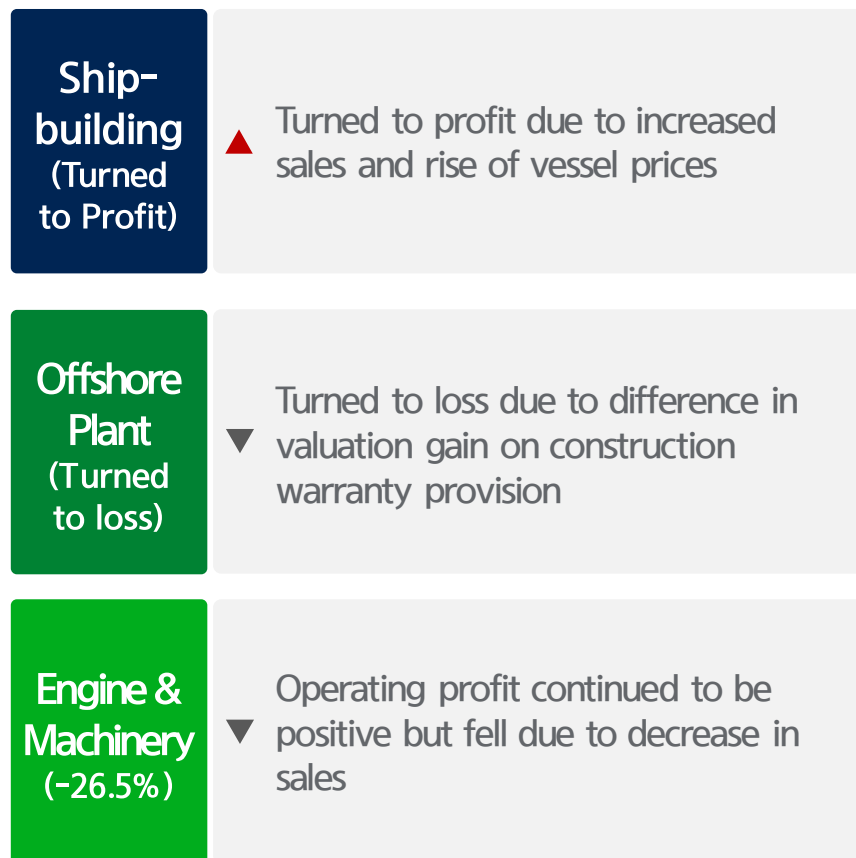
2-2. Analysis on Consolidated Operating Profit by Business Segments

Annual) Consolidated OP Trend by Business Segments

(Unit : bn KRW)

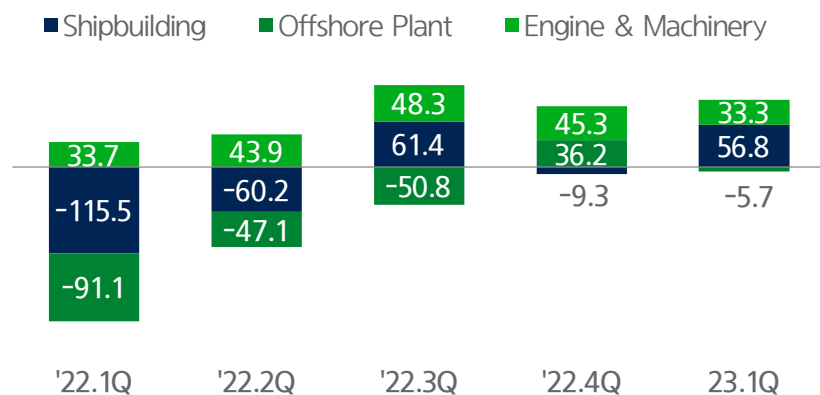


Consolidated Operating Profit Analysis



Quarterly) Consolidated OP Trend by Business Segments

(Unit : bn KRW)



Note 1 : Before distribution of common expense

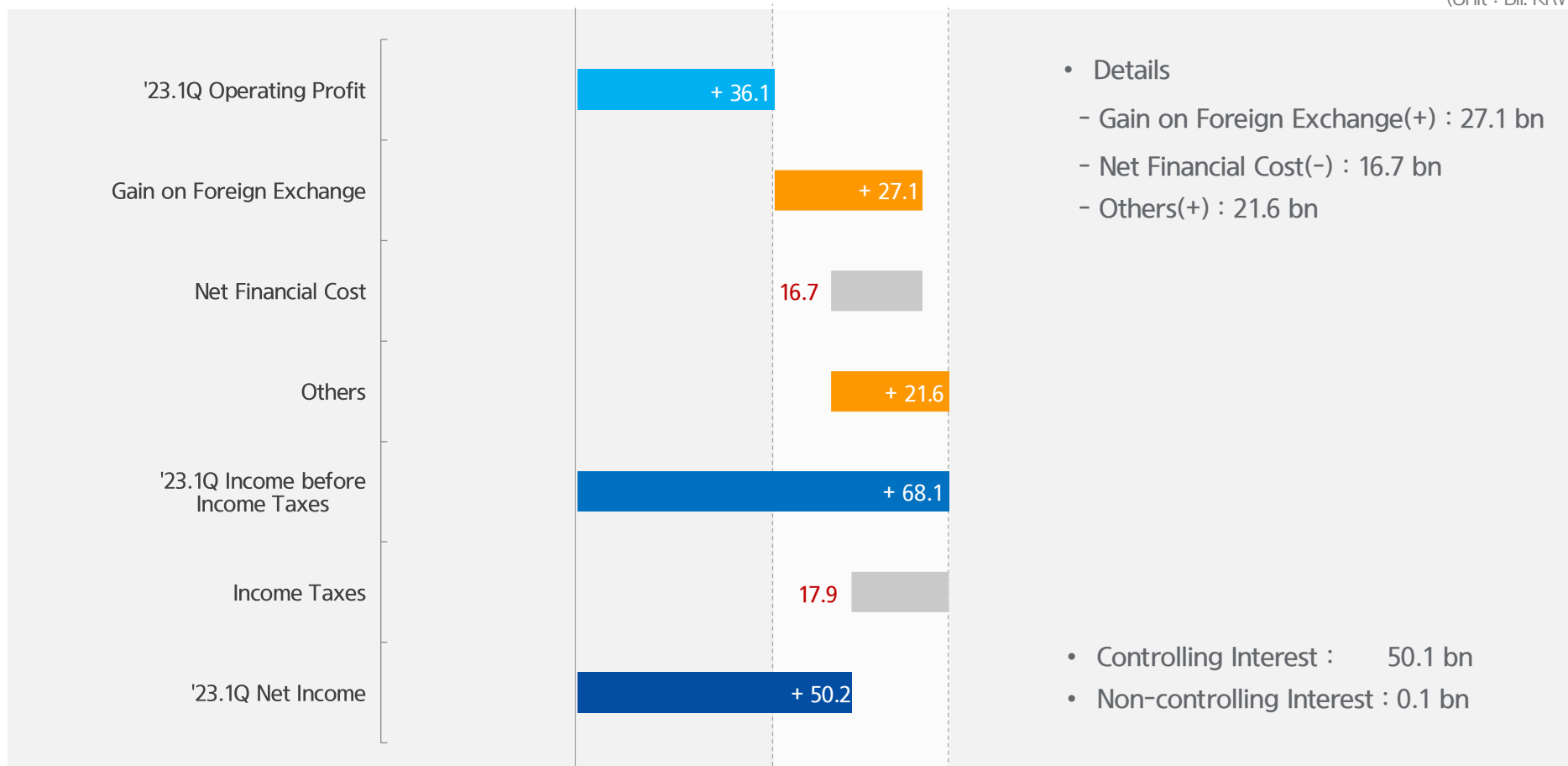
Note 2 : Others excluded

3. Consolidated Non-Operating Profit and Net Income

1Q Non-Operating Profit recorded KRW 32.0 bn, Net Income KRW 50.2 bn

1Q 2023 Non-Operating Profit and Net Income

(Unit : Bil. KRW)

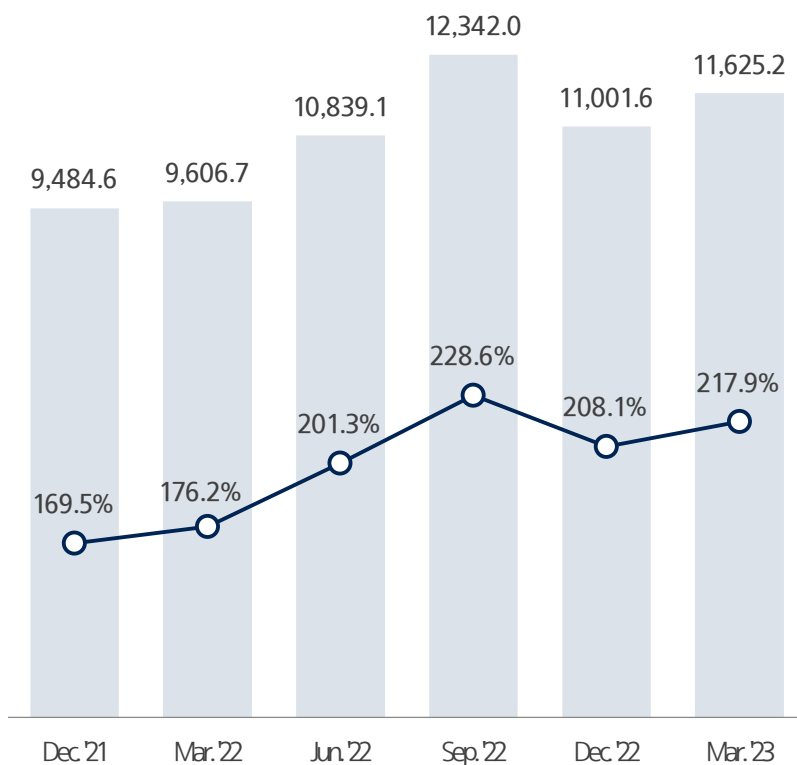


4. Financial Ratios

Consolidated Financial Ratios

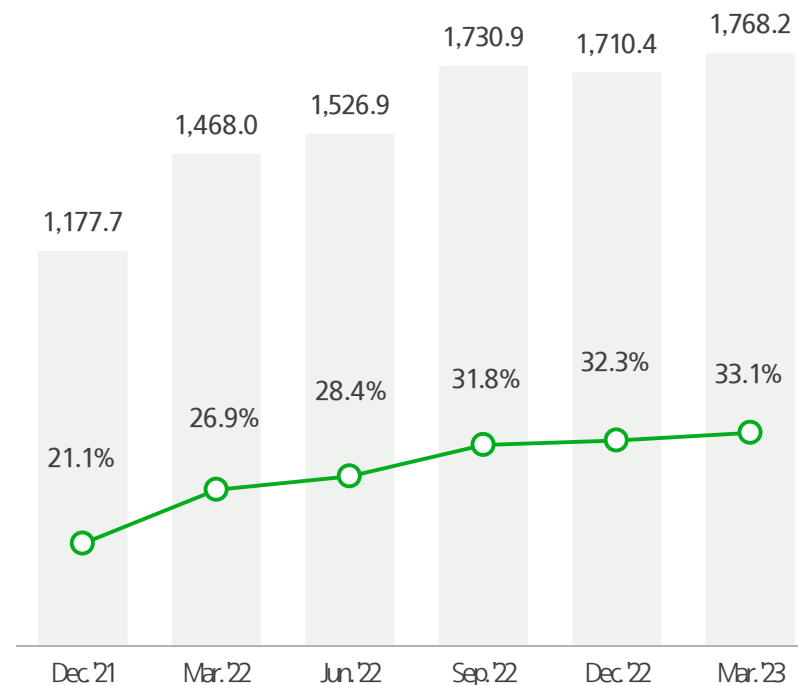
- **Liabilities Ratio 217.9%**

(Unit : Bil. KRW) ■ Total Liabilities ○ Total Liabilities Ratio



- **Net Borrowings Ratio 33.1%**

(Unit : Bil. KRW) ■ Net Borrowings ○ Net Borrowings Ratio



Note1 : Cash and cash equivalents including short-term investments exceed borrowings

[Appendix]

Condensed Financial Statements



Consolidated Income Statement

(Unit : bn KRW)

Category	1Q23			4Q22	1Q22
		QoQ	YoY		
Sales	2,632.9	-1.5%	31.5%	2,674.2	2,001.6
Cost of Sales	2,506.9	-2.6%	20.0%	2,574.5	2,089.5
Gross Profit	126.0	26.4%	Turned to Profit	99.7	-87.9
Operating Profit	36.1	62.6%	Turned to Profit	22.2	-217.4
OPM(%)	1.4	+0.6p	+12.3p	0.8	-10.9
Non-operating Income	32.0	-	-	-182.6	-20.8
EBIT	68.1	-	-	-160.4	-238.2
Income Taxes	17.9	-	-	1.4	-62.3
Net Income	50.2	Turned to Profit	Turned to Profit	-161.8	-175.9

Note 1 : K-IFRS Consolidated Financial Statements Basis

Consolidated Statement of Financial Positions

(Unit : bn KRW)

Category	As of Mar. 31 2023	As of Dec. 31 2022	As of Dec. 31 2021
Current Assets	8,644.9	8,000.9	7,886.1
(Cash & Cash Equivalents)	844.7	744.1	2,137.4
Non-current Assets	8,314.5	8,288.5	7,192.6
Total Assets	16,959.4	16,289.4	15,078.7
Current Liabilities	9,607.0	9,072.0	7,048.6
(Short-term borrowings)	1,528.8	1,444.6	1,506.8
Non-current Liabilities	2,018.0	1,929.6	2,436.0
(Long-term borrowings)	1,245.7	1,159.0	1,959.0
Total Liabilities	11,625.0	11,001.6	9,484.6
Common stock	443.9	443.9	443.9
Others	3,994.7	3,998.5	3,998.5
Retained Earnings	895.7	845.4	1,151.7
Non-controlling interests	0.1	0	0
Total Equity	5,334.4	5,287.8	5,594.1

Note 1 : K-IFRS Consolidated Financial Statements Basis



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