

2Q 2024 Earning Release

2024 July 25th



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1. 2Q 2024 HD HHI Consolidated Earnings

2Q24 Earnings



Sales : Increased QoQ +30.0% due to increased working days and elevated vessel price



OP: Increased QoQ +818.3% due to reflection of losses related to industrial accident in the previous quarter, stabilization of construction process, and increased sales reflection of high priced vessel

(Unit : bn KRW)

Categories	2Q23	1Q24	2Q24	QoQ	YoY
Sales	3,064.4	2,987.7	3,884.0	30.0%	26.7%
Operating Profit	68.5	21.3	195.6	818.3%	185.5%
OPM(%)	2.2%	0.7%	5.0%	+4.3%p	+2.8%p
Non-operating Income	-35.1	8.3	6.4	-	-
EBIT	24.1	28.6	154.1	438.8%	539.4%
Net Income in Controlling Interest	24.1	28.6	154.1	438.8%	539.4%

Note 1 : K-IFRS Consolidated Financial Statements Basis

2. Consolidated Financial Results by Business Segments

Financial Results by Business Segments

(Unit : bn KRW)

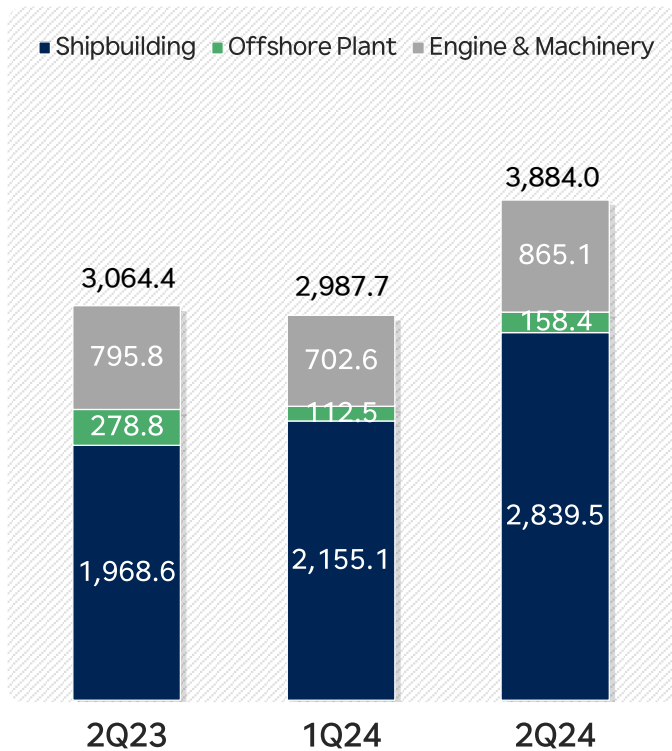
Categories		2Q 2023			1Q 2024			2Q 2024		
		Sales	Operating Profit		Sales	Operating Profit		Sales	Operating Profit	
				%			%			%
Ship-building	Commercial Shipbuilding	1,882.8	28.5	1.5	1,973.9	52.8	2.7	2,439.3	170.4	7.0
	Naval Shipbuilding	85.8	4.2	4.9	181.2	27.0	14.9	400.2	30.5	7.6
	Sub-Total	1,968.6	32.7	1.7	2,155.1	79.8	3.7	2,839.5	200.9	7.1
Offshore Plant		278.8	-31.0	-11.1	112.5	-77.6	-69.0	158.4	-27.0	-17.0
Engine & Machinery		795.8	126.8	15.9	702.6	76.0	10.8	865.1	91.0	10.5
Others		21.2	-60.0	-	17.5	-56.9	-	21.0	-69.3	-
Total		3,064.4	68.5	2.2	2,987.7	21.3	0.7	3,884.0	195.6	5.0

Note 1 : K-IFRS Consolidated Financial Statements Basis

2. Consolidated Financial Results by Business Segments

Sales Analysis by Segments

(Unit : bn KRW)



Shipbuilding

- Sales Increased due to increased working days and elevated sales reflection of high priced ships

31.8%

44.2%

Offshore Plant

- Sales increased due to base effect of work suspension due to industrial accident in the previous quarter

40.8%

-43.2%

Engine & Machinery

- Sales increased due to increased engine orders from higher shipbuilding backlog

23.1%

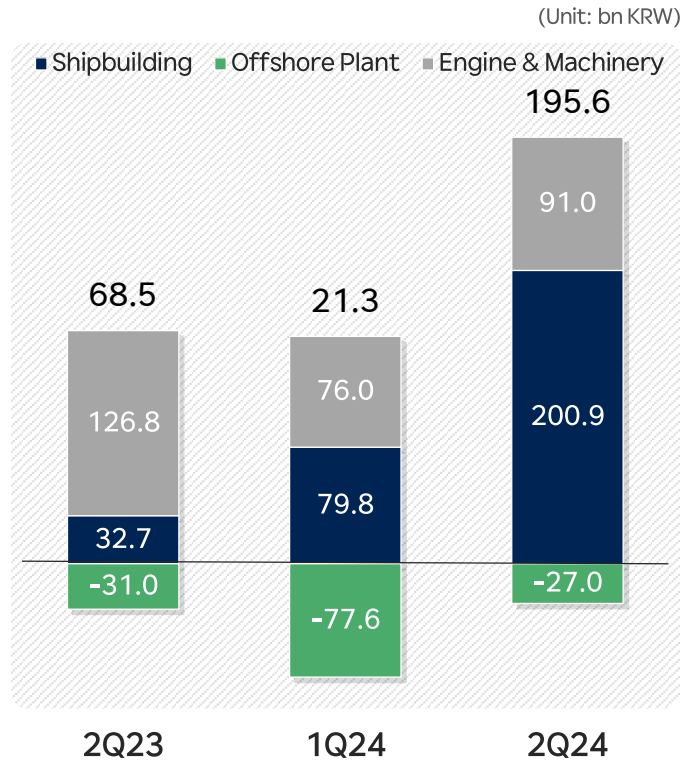
8.7%

Note 1 : K-IFRS Consolidated Financial Statements Basis

Note 2 : Shipbuilding segment includes naval vessels

2. Consolidated Financial Results by Business Segments

Operating Profit Analysis by Segments



Shipbuilding

- OP increased due to elevated sales reflection of high-priced vessels received after '22
- OP improved due stabilization of construction process

QoQ

+151.8%

YoY

+514.4%

Offshore Plant

- Continued to loss due to fixed cost burden caused by lower sales
- Narrowed loss due to base effect of cost reflection from an industrial accident in the previous quarter

Loss
Continued

Loss
Continued

Engine & Machinery

- Improved OP due to increased sales

+19.7%

-28.2%

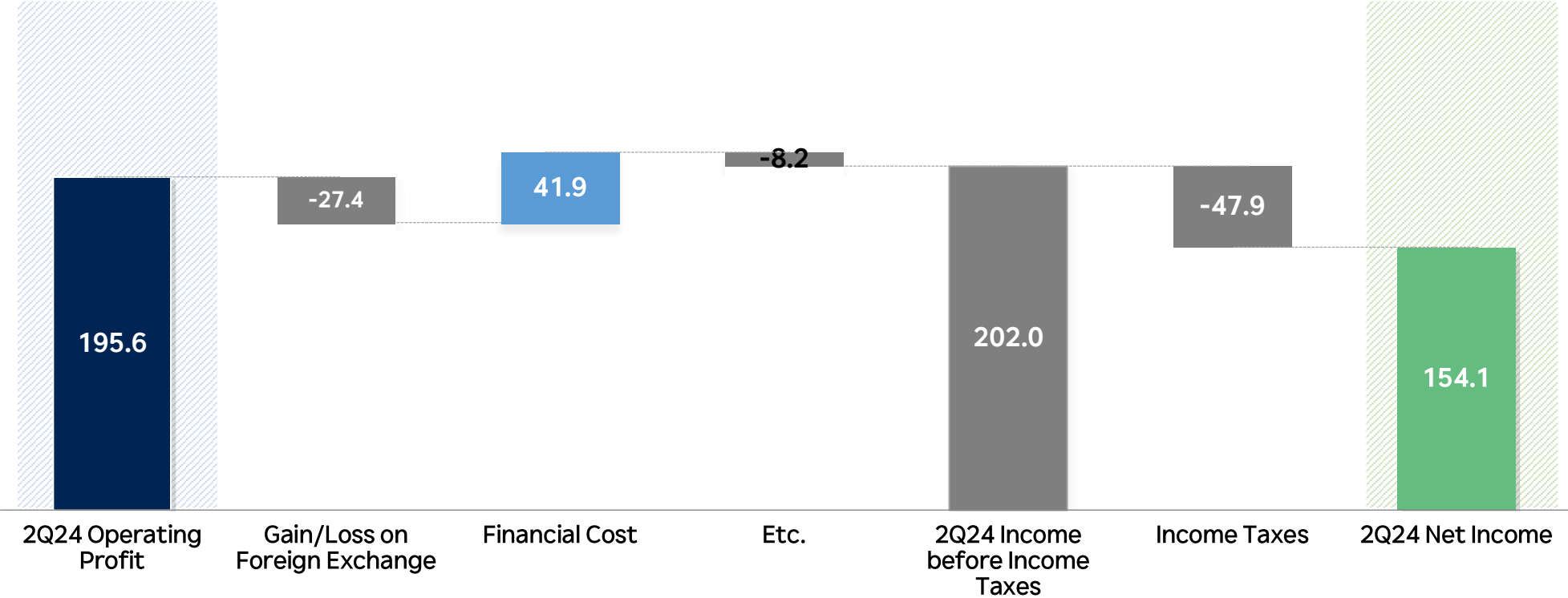
Note 1 : K-IFRS Consolidated Financial Statements Basis

Note 2 : Shipbuilding segment includes naval vessels

3. Non-Operating Profit and Net Income

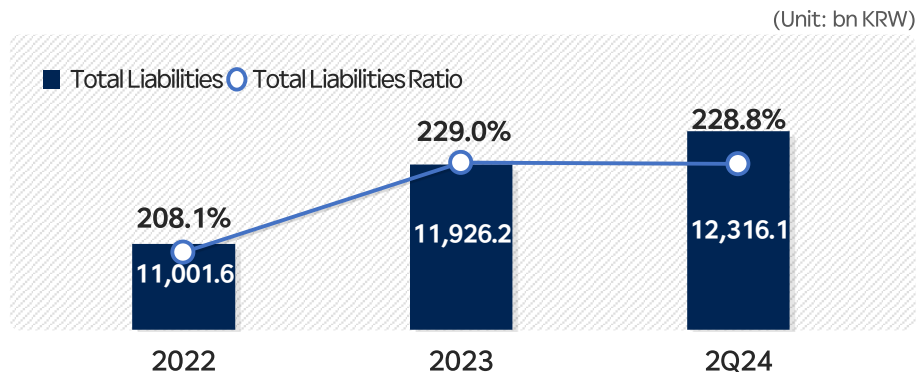
2Q 24 Non-operating Profit and Net Income

(Unit: bn KRW)

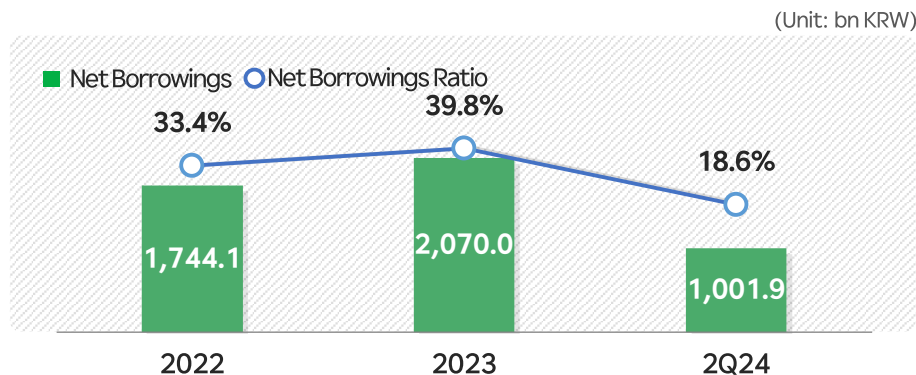


4. Financial Ratios

Consolidated Liabilities Ratio



Net Borrowings Ratios



Consolidated Statement of Financial Positions

(Unit: bn KRW)

Categories	2Q24	2023	2022
Current Assets (A)	9,085.8	8,799.7	8,000.9
Cash & Cash Equivalents	901.0	1,059.0	905.1
Total Assets	17,698.4	17,133.6	16,289.4
Current Liabilities (B)	10,459.0	9,945.0	9,072.0
Debt (C)	1,902.9	3,129.0	2,594.7
Total Liabilities (D)	12,316.1	11,926.2	11,001.6
Others	4,415.0	4,434.6	4,442.5
Retained Earnings	967.3	772.8	845.3
Total Equity (E)	5,382.3	5,207.4	5,287.8
Current Ratio (A/B)	86.9%	88.5%	88.2%
Liabilities Ratio (D/E)	228.8%	229.0%	208.1%
Borrowing Ratio (C/E)	35.4%	60.1%	49.1%

Note 1 : Cash & Cash Equivalents figure includes short-term financial instruments

