

4Q 2024 Earning Release

2025 February 6th



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1. 4Q 2024 HD HHI Consolidated Earnings

4Q24 Earnings

- ✓ Sales : Increased by 11.0% QoQ due to increased work volumes and the reflection of higher newbuilding price
- ✓ OP : Increased by 36.9% QoQ driven by profit improvement in the Shipbuilding division due to higher newbuild price and sales

(Unit : bn KRW)

Categories	4Q23	3Q24	4Q24	QoQ	YoY	FY23	FY24	YoY(%)
Sales	3,413.1	3,609.2	4,005.6	11.0	17.4	11,963.9	14,486.5	21.1
Operating Profit	138.7	206.1	282.2	36.9	103.5%	178.6	705.2	294.8
OPM(%)	4.1	5.7	7.0	+1.3p	+2.9p	1.5	4.9	+3.4p
Non-operating Income	-97.7	-119.1	197.5	-	-	-144.2	92.9	-
Net Income	31.0	72.2	366.6	407.8	1,082.6	9.7	621.5	2,416.2
Net Income in Controlling Interest	31.0	72.2	366.6	407.8	1,082.6	24.7	621.5	2,416.2

Note 1 : K-IFRS Consolidated Financial Statements Basis

2. Consolidated Financial Results by Business Segments

Financial Results by Business Segments

(Unit : bn KRW)

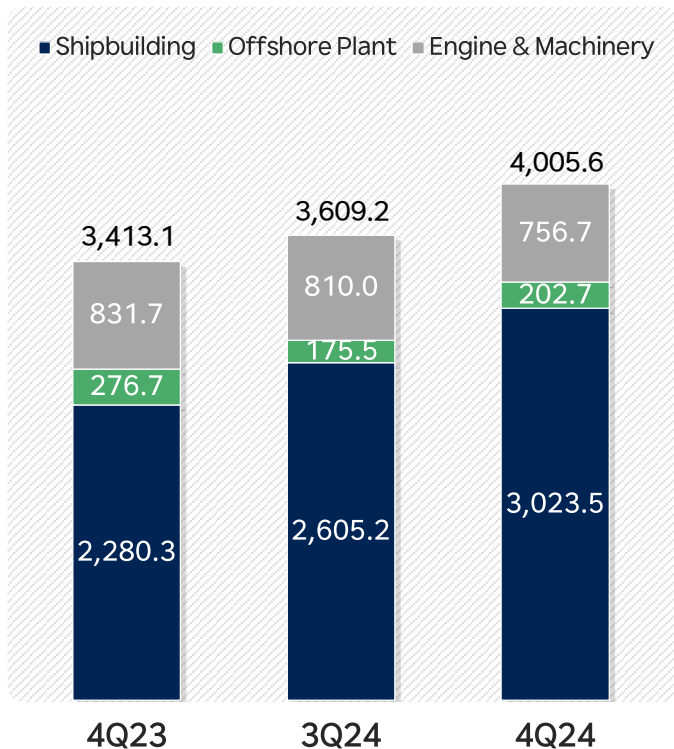
Categories		4Q 2023			3Q 2024			4Q 2024			2023FY			2024 FY		
		Sales	Operating Profit	%	Sales	Operating Profit	%	Sales	Operating Profit	%	Sales	Operating Profit		Sales	Operating Profit	
Ship-building	Commercial Shipbuilding	2,137.7	36.8	1.7	2,353.1	147.8	6.3	2,712.3	232.5	8.6	7,482.7	130.2	1.7	9,478.6	603.6	6.4
	Naval Shipbuilding	142.6	10.7	7.5	252.1	16.7	6.6	311.2	24.8	8.0	418.8	18.6	4.4	1,144.7	99.0	8.6
Sub-Total		2,280.3	47.5	2.1	2,605.2	164.5	6.3	3,023.5	257.3	8.5	7,901.5	148.8	1.9	10,623.3	702.6	6.6
Offshore Plant		276.7	104.6	37.8	175.5	0.4	0.2	202.7	4.1	2.0	1,269.7	-37.2	-2.9	649.1	-100.1	-15.4
Engine & Machinery		831.7	49.6	6.0	810.0	98.9	12.2	756.7	93.1	12.3	2,709.8	286.5	10.6	3,134.4	359.0	11.5
Others		24.4	-63.0	-	18.5	-57.6	-	22.7	-72.3	-	82.9	-219.5	-	79.7	-256.3	-
Total		3,413.1	138.7	4.1	3,609.2	206.1	5.7	4,005.6	282.2	7.0	11,963.9	178.6	1.5	14,486.5	705.2	4.9

Note 1 : K-IFRS Consolidated Financial Statements Basis

2. Consolidated Financial Results by Business Segments

Sales Analysis by Segments

(Unit : bn KRW)



Shipbuilding

- Increase in work volumes and a higher proportion of sales from high-priced vessels

QoQ

16.1%

YoY

32.6%

Offshore Plant

- Expanded project revenue recognition due to an increase in working days

15.5%

-26.7%

Engine & Machinery

- Sales temporarily decreased due to timing differences in HHI's engine delivery schedule

-6.6%

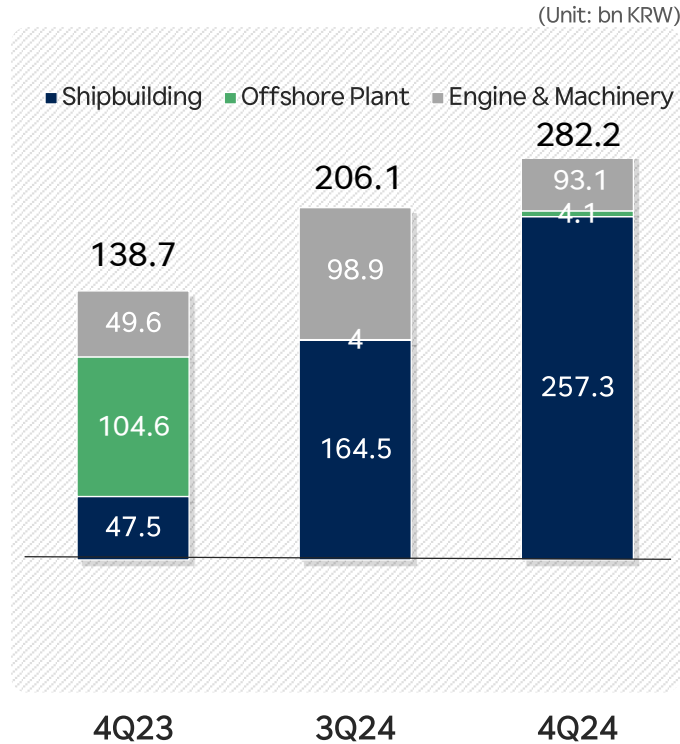
-9.0%

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 reflection of higher newbuild prices and sales growth

QoQ

56.4%

YoY

441.7%

Offshore Plant

- OP increased due to sales growth
- The L/D reversal of Shenandoah project had minimal impact due to setting of provisions in the plant division

925.0%

-96.1%

Engine & Machinery

- OP decreased due to decreased sales, but OP margin improved due to improved product mix

-5.9%

87.7%

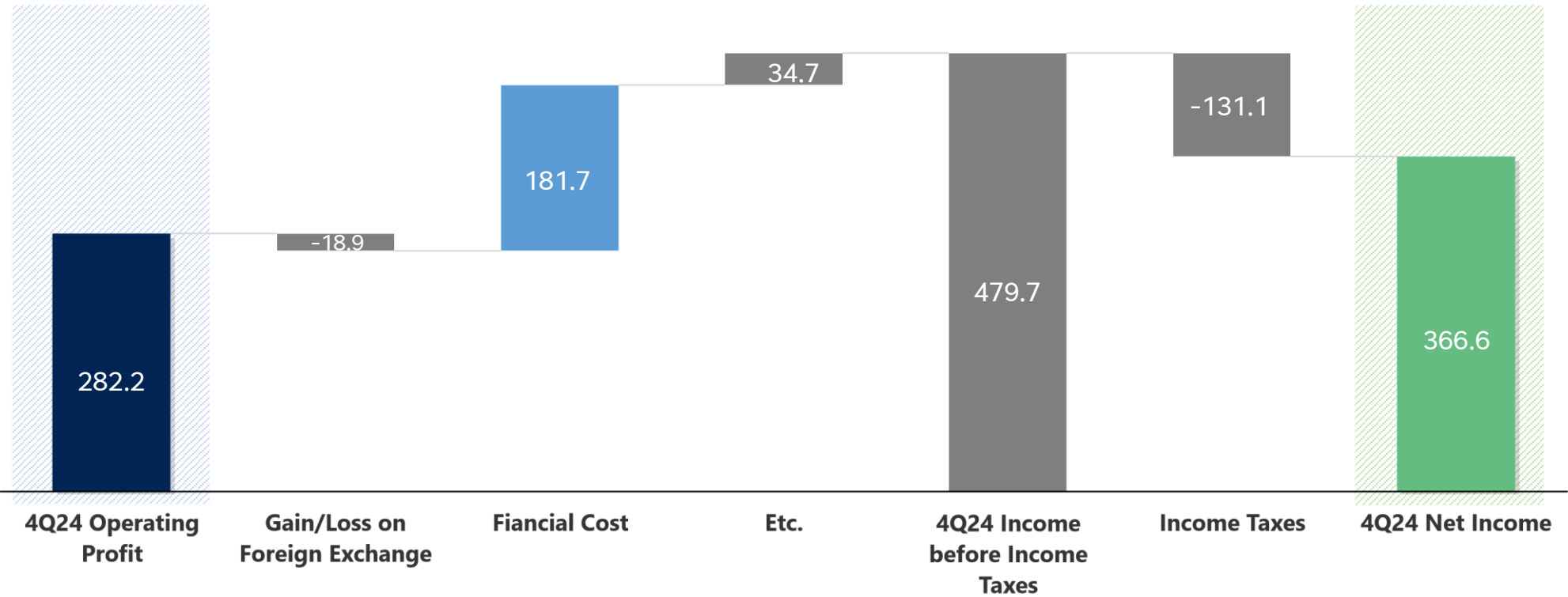
Note 1 : K-IFRS Consolidated Financial Statements Basis

Note 2 : Shipbuilding segment includes naval vessels

3. Non-Operating Profit and Net Income

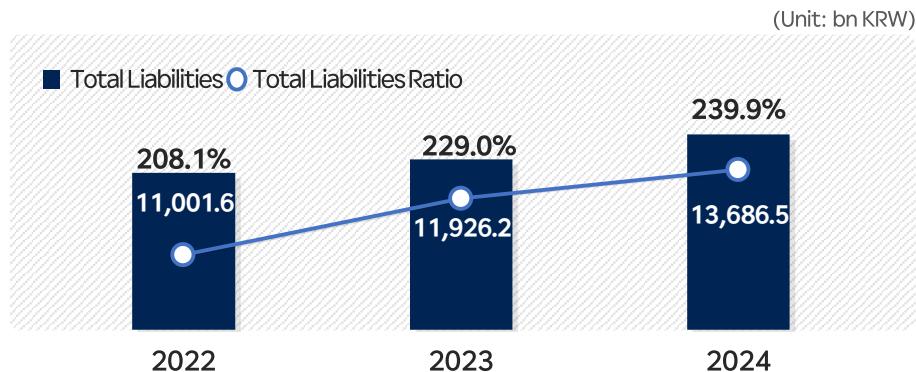
4Q 24 Non-operating Profit and Net Income

(Unit: bn KRW)

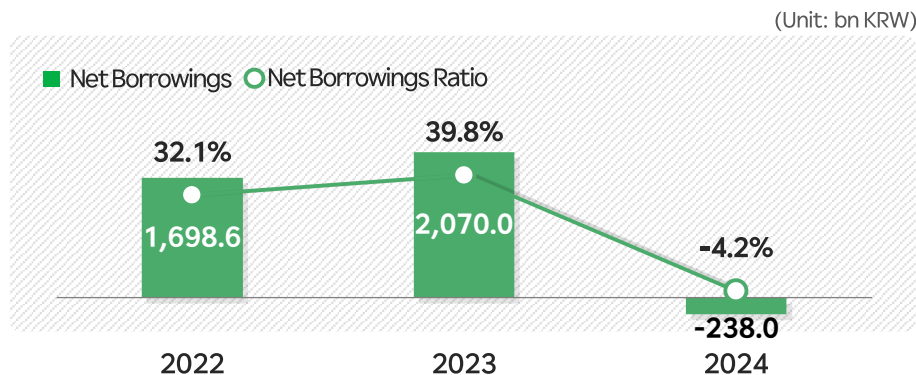


4. Financial Ratios

Consolidated Liabilities Ratio



Net Borrowings Ratios



Consolidated Statement of Financial Positions

(Unit: bn KRW)

Categories	2024	2023	2022
Current Assets (A)	10,403.1	8,799.7	8,000.9
Cash & Cash Equivalents	1,388.9	1,059.0	905.1
Total Assets	19,390.9	17,133.6	16,289.4
Current Liabilities (B)	11,796.2	9,945.0	9,072.0
Debt (C)	1,150.9	3,129.0	2,603.7
Total Liabilities (D)	13,686.5	11,926.2	11,001.6
Others	4,416.1	4,434.6	4,442.5
Retained Earnings	1,288.3	772.8	845.3
Total Equity (E)	5,704.4	5,207.4	5,287.8
Current Ratio (A/B)	88.2%	88.5%	88.2%
Liabilities Ratio (D/E)	239.9%	229.0%	208.1%
Borrowing Ratio (C/E)	20.2%	60.1%	49.1%

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

