



# 2Q 2024 Earning Release

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2024 July 25th



# Disclaimer

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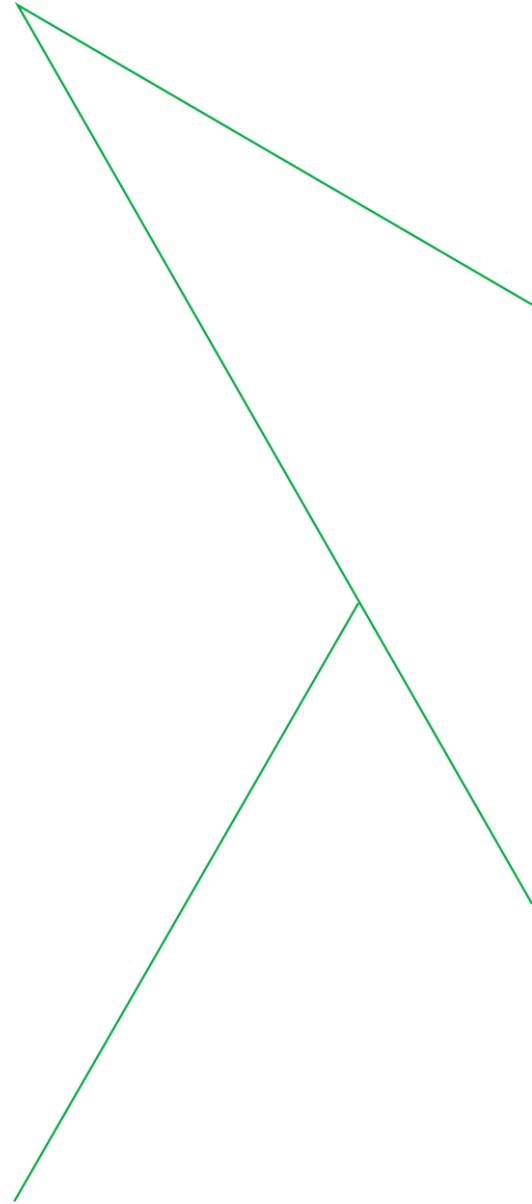
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# 1. 2Q 2024 HD HHI Consolidated Earnings

## 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)

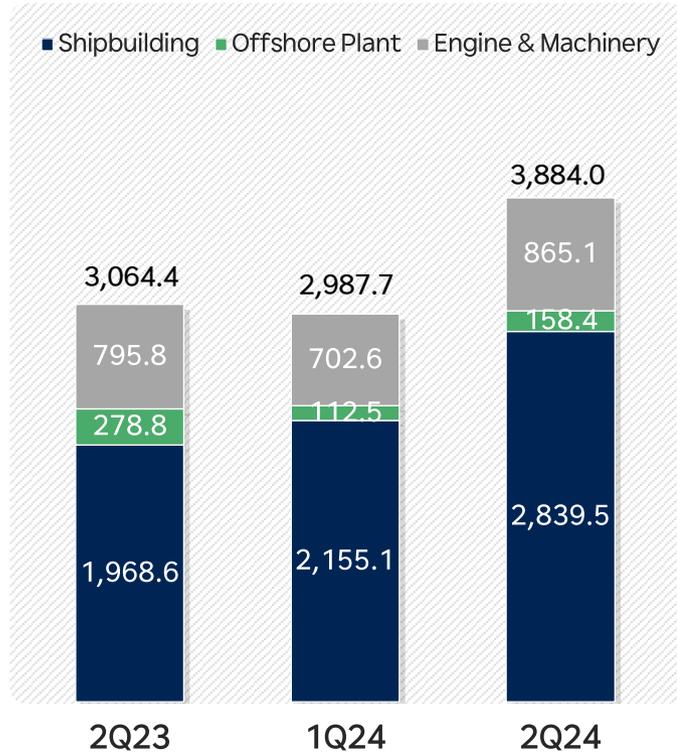
Categories		2Q 2023			1Q 2024			2Q 2024		
		Sales	Operating Profit		Sales	Operating Profit		Sales	Operating Profit	
				%			%			%
Ship-building	Commercial Shipbuilding	1,882.8	28.5	1.5	1,973.9	52.8	2.7	2,439.3	170.4	7.0
	Naval Shipbuilding	85.8	4.2	4.9	181.2	27.0	14.9	400.2	30.5	7.6
	Sub-Total	1,968.6	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	-
<b>Total</b>		<b>3,064.4</b>	<b>68.5</b>	<b>2.2</b>	<b>2,987.7</b>	<b>21.3</b>	<b>0.7</b>	<b>3,884.0</b>	<b>195.6</b>	<b>5.0</b>

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

QoQ

31.8%

YoY

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%

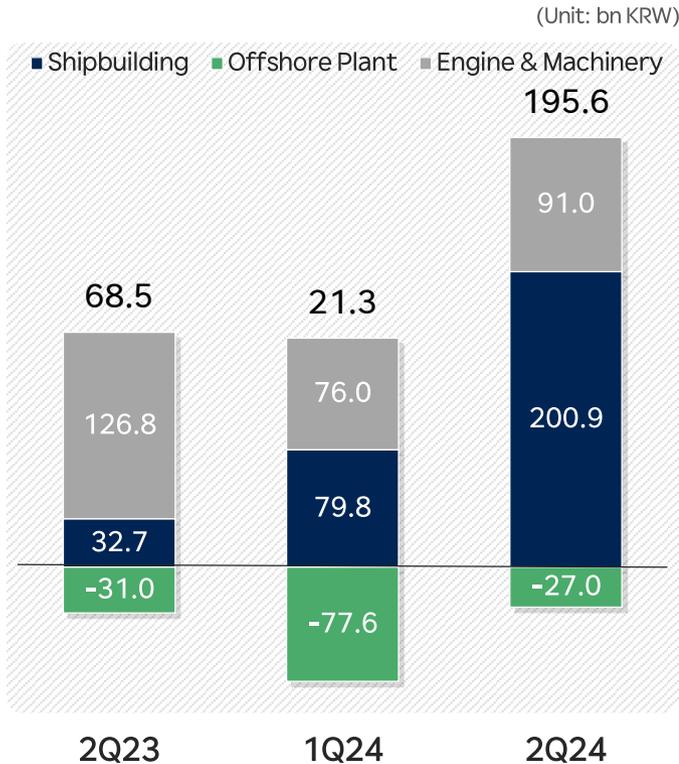
8.7%

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	YoY
Shipbuilding	+151.8%	+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

	QoQ	YoY
Offshore Plant	Loss Continued	Loss Continued

#### Engine & Machinery

- Improved OP due to increased sales

	QoQ	YoY
Engine & Machinery	+19.7%	-28.2%

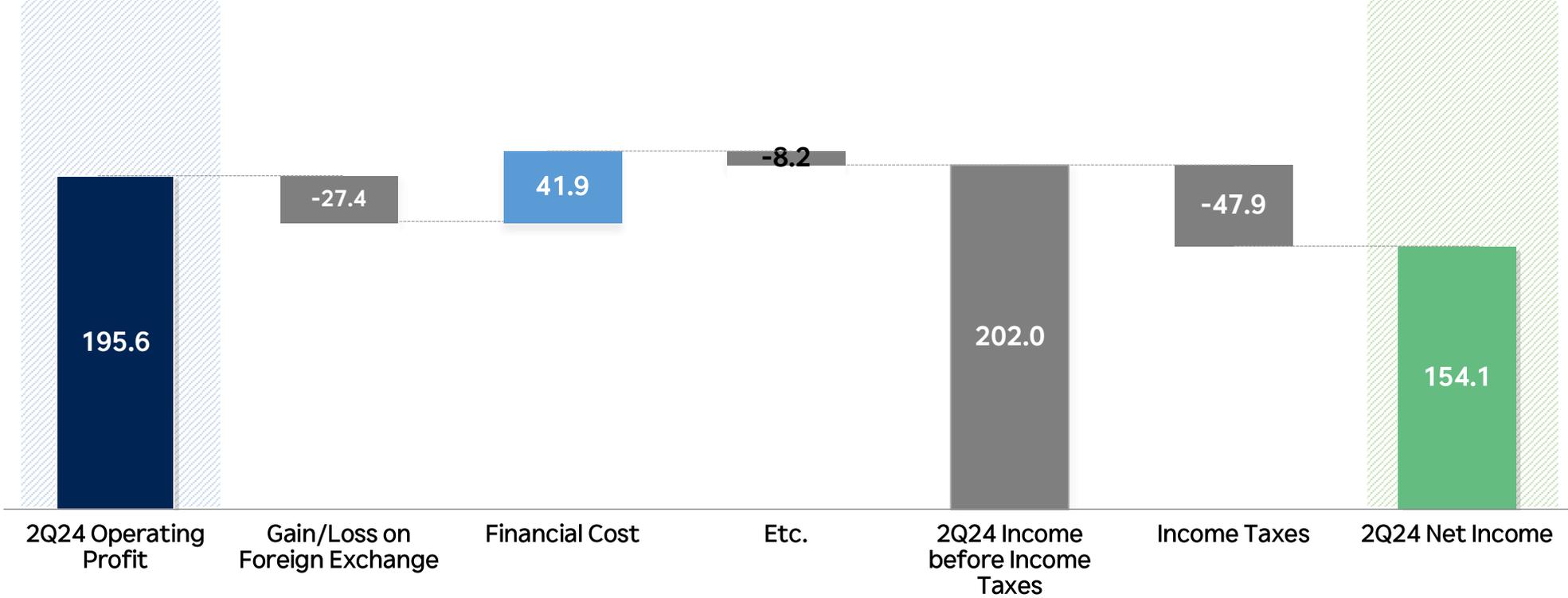
Note 1 : K-IFRS Consolidated Financial Statements Basis

Note 2 : Shipbuilding segment includes naval vessels

### 3. Non-Operating Profit and Net Income

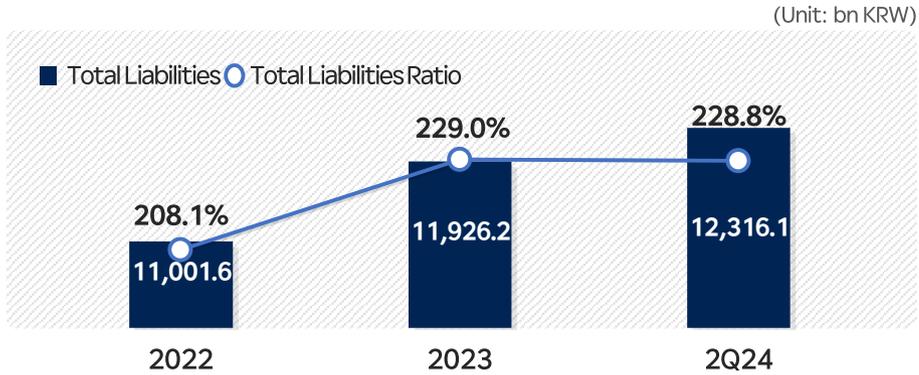
## 2Q 24 Non-operating Profit and Net Income

(Unit: bn KRW)

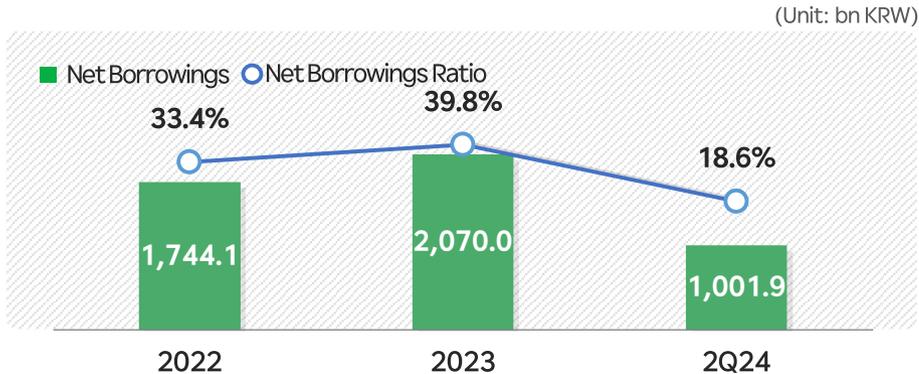


## 4. Financial Ratios

### 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
<b>Total Assets</b>	<b>17,698.4</b>	<b>17,133.6</b>	<b>16,289.4</b>
Current Liabilities (B)	10,459.0	9,945.0	9,072.0
Debt (C)	1,902.9	3,129.0	2,594.7
<b>Total Liabilities (D)</b>	<b>12,316.1</b>	<b>11,926.2</b>	<b>11,001.6</b>
Others	4,415.0	4,434.6	4,442.5
Retained Earnings	967.3	772.8	845.3
<b>Total Equity (E)</b>	<b>5,382.3</b>	<b>5,207.4</b>	<b>5,287.8</b>
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

