

Hanwha TotalEnergies Petrochemical Co., Ltd. and its subsidiaries

Consolidated financial statements
for the period ended March 31, 2025
(Unaudited)



Hanwha TotalEnergies Petrochemical Co., Ltd. and its subsidiaries
Consolidated statements of financial position
as of March 31, 2025 and December 31, 2024

(Korean won in units)

	2025-03-31	2024-12-31
Assets		
Current assets:		
Cash and cash equivalents	₩ 204,968,761,776	₩ 516,939,873,774
Trade and other accounts receivables, net	1,051,762,732,415	909,764,299,590
Prepaid expenses	21,499,280,162	24,070,904,585
Current income tax assets	1,291,456,650	986,815,530
Other current assets	3,347,696,930	2,741,663,566
Inventories, net	1,804,626,516,686	1,436,321,471,124
Total current assets	3,087,496,444,619	2,890,825,028,169
Non-current assets:		
Long-term investment securities	8,063,173,220	8,063,159,220
Long-term loans, net	801,961,548	846,213,546
Long-term accounts receivables, net	41,216,468,461	34,125,430,801
Long-term prepaid expenses	53,122,879	58,695,052
Property, plant and equipment, net	4,421,447,024,393	4,500,353,971,463
Intangible assets, net	26,175,771,958	27,053,932,555
Defined benefit assets, net	14,041,446,851	17,148,548,189
Other non-current assets	14,500,000	14,500,000
Deferred tax assets	14,234,750,980	7,411,575
Total non-current assets	4,526,048,220,290	4,587,671,862,401
Total assets	₩ 7,613,544,664,909	₩ 7,478,496,890,570

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Hanwha TotalEnergies Petrochemical Co., Ltd. and its subsidiaries
Consolidated statements of financial position
as of March 31, 2025 and December 31, 2024

(Korean won in units)

	<u>2025-03-31</u>	<u>2024-12-31</u>
Liabilities and equity		
Liabilities		
Current liabilities:		
Trade and other		
accounts payable	₩ 1,563,813,097,562	₩ 1,383,526,182,568
Short-term borrowings	553,775,944,597	521,803,030,635
Current portion of bonds payable		
and long-term borrowings	571,712,398,128	711,037,518,500
Income tax payable	313,635,805	390,641,628
Other current liabilities	27,552,531,891	33,013,612,762
Total current liabilities	<u>2,717,167,607,983</u>	<u>2,649,770,986,093</u>
Non-current liabilities:		
Bonds payable, net	1,181,381,153,269	993,471,355,126
Long-term borrowings	357,121,033,008	357,271,045,130
Long-term accounts payable	12,174,381,532	11,747,347,976
Other non-current liabilities	13,463,312,500	13,039,484,011
Deferred tax liabilities	-	16,333,197,462
Total non-current liabilities	<u>1,564,139,880,309</u>	<u>1,391,862,429,705</u>
Total liabilities	4,281,307,488,292	4,041,633,415,798
Equity		
Equity attributable to		
equity holders of the Company:		
Issued capital	95,826,580,000	95,826,580,000
Share premium	864,898,306,667	864,898,306,667
Accumulated other comprehensive income	405,602,759,014	399,316,825,958
Retained earnings	1,965,909,530,936	2,076,821,762,147
	<u>3,332,237,176,617</u>	<u>3,436,863,474,772</u>
Non-controlling interests	-	-
Total equity	3,332,237,176,617	3,436,863,474,772
Total liabilities and equity	₩ 7,613,544,664,909	₩ 7,478,496,890,570

Hanwha TotalEnergies Petrochemical Co., Ltd. and its subsidiaries
Consolidated statements of comprehensive income
for the period ended March 31, 2025 and 2024

(Korean won in units)

	2025 Q1 YTD	2024 Q1 YTD
Sales	₩ 2,913,100,336,273	₩ 2,995,118,329,924
Cost of goods sold	2,948,855,998,826	2,862,002,791,436
Gross profit (loss)	(35,755,662,553)	133,115,538,488
Selling and administrative expenses	81,393,391,724	80,734,518,157
Operating profit (loss)	(117,149,054,277)	52,381,020,331
Finance income	72,264,027,680	75,136,240,968
Finance costs	91,354,109,079	128,016,199,126
Other income	2,724,366,153	6,468,856,634
Other expenses	9,501,495,004	10,604,199,073
Loss before income tax	(143,016,264,527)	(4,634,280,266)
Income tax expenses (benefits)	(32,104,033,316)	(1,049,996,366)
Loss for the period	₩ (110,912,231,211)	₩ (3,584,283,900)
Other comprehensive income		
<i>Other comprehensive income that may be reclassified to profit or loss in subsequent periods:</i>		
Net gain (loss) on valuation of derivatives	6,214,409,846	805,829,908
Exchange differences on translation of foreign operations	71,523,210	787,685,690
Net other comprehensive income to be reclassified to profit or loss in subsequent periods	₩ 6,285,933,056	₩ 1,593,515,598
Other comprehensive income for the year, net of tax	₩ 6,285,933,056	₩ 1,593,515,598
Total comprehensive loss for the period, net of tax	₩ (104,626,298,155)	₩ (1,990,768,302)
Loss attributable to:		
Owners of the parent	(110,912,231,211)	(3,584,283,900)
Non-controlling interests	-	-
	₩ (110,912,231,211)	₩ (3,584,283,900)
Total comprehensive loss attributable to:		
Owners of the parent	(104,626,298,155)	(1,990,768,302)
Non-controlling interests	-	-
	₩ (104,626,298,155)	₩ (1,990,768,302)
Losses per share:		
Basic and diluted, losses for the period	₩ (5,787)	₩ (187)

Hanwha TotalEnergies Petrochemical Co., Ltd. and its subsidiaries
Consolidated statements of changes in equity
for the period ended March 31, 2025 and 2024

(Korean won in units)

	Issued capital	Share premium	Accumulated other comprehensive income	Retained earnings	Equity attributable to equity holders of the Company	Non-controlling interests	Total equity
As of January 1, 2024	₩ 95,826,580,000	₩ 864,898,306,667	₩ 404,703,113,359	₩ 2,359,613,955,502	₩ 3,725,041,955,528	₩ -	₩ 3,725,041,955,528
Loss for the period	-	-	-	(3,584,283,900)	(3,584,283,900)	-	(3,584,283,900)
Net gain on valuation of derivative instruments	-	-	805,829,908	-	805,829,908	-	805,829,908
Exchange differences on translation of foreign operations	-	-	787,685,690	-	787,685,690	-	787,685,690
Total comprehensive income for the period	-	-	1,593,515,598	(3,584,283,900)	(1,990,768,302)	-	(1,990,768,302)
Dividend	-	-	-	-	-	-	-
As of March 31, 2024	₩ 95,826,580,000	₩ 864,898,306,667	₩ 406,296,628,957	₩ 2,356,029,671,602	₩ 3,723,051,187,226	₩ -	₩ 3,723,051,187,226
As of January 1, 2025	₩ 95,826,580,000	₩ 864,898,306,667	₩ 399,316,825,958	₩ 2,076,821,762,147	₩ 3,436,863,474,772	₩ -	₩ 3,436,863,474,772
Loss for the period	-	-	-	(110,912,231,211)	(110,912,231,211)	-	(110,912,231,211)
Net gain on valuation of derivatives	-	-	6,214,409,846	-	6,214,409,846	-	6,214,409,846
Exchange differences on translation of foreign operations	-	-	71,523,210	-	71,523,210	-	71,523,210
Total comprehensive income for the period	-	-	6,285,933,056	(110,912,231,211)	(104,626,298,155)	-	(104,626,298,155)
Dividend	-	-	-	-	-	-	-
As of March 31, 2025	₩ 95,826,580,000	₩ 864,898,306,667	₩ 405,602,759,014	₩ 1,965,909,530,936	₩ 3,332,237,176,617	₩ -	₩ 3,332,237,176,617

Hanwha TotalEnergies Petrochemical Co., Ltd. and its subsidiaries
Consolidated statements of cash flows
for the period ended March 31, 2025 and 2024
(Korean won in units)

	2025 Q1 YTD	2024 Q1 YTD
Cash flows from operating activities		
Loss for the period	₩ (110,912,231,211)	₩ (3,584,283,900)
Non-cash adjustments to reconcile profit for the period to net cash flows	163,664,675,237	146,902,154,619
Working capital adjustments	(349,631,045,078)	(120,051,068,787)
Interest received	2,080,416,217	1,723,953,666
Income taxes paid	(590,806,868)	(509,358,398)
Net cash flows provided by operating activities	(295,388,991,703)	24,481,397,200
Cash flows from investing activities		
Decrease in long-term loans	49,251,998	35,511,996
Increase in long-term loans	(5,000,000)	(91,888,850)
Acquisition of long-term investment securities	(14,000)	(13,001)
Decrease in deposits	77,658,049	21,313,912
Proceeds from disposal of property, plant and equipment	92,315,337	867,749,095
Acquisition of property, plant and equipment	(53,153,680,940)	(45,022,633,730)
Settlement of derivatives	(11,114,530,016)	8,757,635,654
Dividends received	917,589,455	863,745,575
Net cash flows used in investing activities	(63,136,410,117)	(34,568,579,349)
Cash flows from financing activities		
Increase in bonds payable	318,812,468,400	532,789,963,924
Net increase (decrease) in short-term borrowings	31,690,481,330	26,925,279,966
Repayment of current portion of long-term bonds and long-term borrowings	(273,243,800,615)	(537,694,098,813)
Decrease in deposit withheld	(39,874,690)	(10,295,089)
Settlement of derivatives	-	85,480,000,000
Interest paid	(30,691,750,452)	(24,438,190,994)
Net cash flows used in financing activities	46,527,523,973	83,052,658,994
Net increase in cash and cash equivalents	(311,997,877,847)	72,965,476,845
Cash and cash equivalents at the beginning of the period	516,939,873,774	144,980,560,156
Net foreign exchange difference	26,765,849	289,325,522
Cash and cash equivalents at the end of the period	₩ 204,968,761,776	₩ 218,235,362,523