

Hanwha TotalEnergies Petrochemical Co., Ltd. and its subsidiaries

Consolidated financial statements
for the period ended June 30, 2025
(Unaudited)



Hanwha TotalEnergies Petrochemical Co., Ltd. and its subsidiaries
Consolidated statements of financial position
as of June 30, 2025 and December 31, 2024
(Korean won in units)

	2025-06-30	2024-12-31
Assets		
Current assets:		
Cash and cash equivalents	₩ 190,745,510,175	₩ 516,939,873,774
Trade and other accounts receivables, net	804,571,357,635	909,764,299,590
Prepaid expenses	15,118,720,744	24,070,904,585
Current income tax assets	621,904,230	986,815,530
Other current assets	110,462,427,499	2,741,663,566
Inventories, net	1,668,291,141,461	1,436,321,471,124
Total current assets	2,789,811,061,744	2,890,825,028,169
Non-current assets:		
Long-term investment securities	8,063,173,220	8,063,159,220
Long-term loans, net	740,709,550	846,213,546
Long-term accounts receivables, net	3,790,362,173	34,125,430,801
Long-term prepaid expenses	44,486,685	58,695,052
Property, plant and equipment, net	4,356,852,112,978	4,500,353,971,463
Intangible assets, net	25,449,673,119	27,053,932,555
Defined benefit assets, net	10,393,770,560	17,148,548,189
Other non-current assets	14,500,000	14,500,000
Deferred tax assets	73,037,982,513	7,411,575
Total non-current assets	4,478,386,770,798	4,587,671,862,401
Total assets	₩ 7,268,197,832,542	₩ 7,478,496,890,570

(Continued)

Hanwha TotalEnergies Petrochemical Co., Ltd. and its subsidiaries
Consolidated statements of financial position
as of June 30, 2025 and December 31, 2024
(Korean won in units)

	2025-06-30	2024-12-31
Liabilities and equity		
Liabilities		
Current liabilities:		
Trade and other		
accounts payable	₩ 2,034,583,981,538	₩ 1,383,526,182,568
Short-term borrowings	38,624,244,783	521,803,030,635
Current portion of bonds payable		
and long-term borrowings	485,700,060,480	711,037,518,500
Income tax payable	224,881,503	390,641,628
Other current liabilities	21,671,274,649	33,013,612,762
Total current liabilities	2,580,804,442,953	2,649,770,986,093
Non-current liabilities:		
Bonds payable, net	1,137,697,151,606	993,471,355,126
Long-term borrowings	393,059,285,227	357,271,045,130
Long-term accounts payable	20,944,739,256	11,747,347,976
Deferred tax liabilities	-	16,333,197,462
Other non-current liabilities	13,923,150,235	13,039,484,011
Total non-current liabilities	1,565,624,326,324	1,391,862,429,705
Total liabilities	4,146,428,769,277	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	399,984,596,974	399,316,825,958
Retained earnings	1,761,059,579,624	2,076,821,762,147
	3,121,769,063,265	3,436,863,474,772
Non-controlling interests	-	-
Total equity	3,121,769,063,265	3,436,863,474,772
Total liabilities and equity	₩ 7,268,197,832,542	₩ 7,478,496,890,570

Hanwha TotalEnergies Petrochemical Co., Ltd. and its subsidiaries
Consolidated statements of comprehensive income
for the period ended June 30, 2025 and 2024
(Korean won in units)

	2025 Q2 YTD	2024 Q2 YTD
Sales	₩ 5,595,138,284,205	₩ 5,843,735,406,791
Cost of goods sold	5,795,694,229,448	5,631,056,385,416
Gross profit (loss)	(200,555,945,243)	212,679,021,375
Selling and administrative expenses	158,690,712,241	160,615,075,016
Operating profit (loss)	(359,246,657,484)	52,063,946,359
Finance income	168,369,584,586	139,028,939,201
Finance costs	199,754,372,210	222,045,746,390
Other income	6,911,036,361	10,243,295,430
Other expenses	21,668,360,712	21,136,605,425
Loss before income tax	(405,388,769,459)	(41,846,170,825)
Income tax benefits	(89,626,586,936)	(9,356,406,459)
Loss for the period	₩ (315,762,182,523)	₩ (32,489,764,366)
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	2,608,690,862	(165,026,512)
Exchange differences on translation of foreign operations	(1,940,919,846)	1,564,152,845
Net other comprehensive income to be reclassified to profit or loss in subsequent periods	₩ 667,771,016	₩ 1,399,126,333
Other comprehensive income for the year, net of tax	₩ 667,771,016	₩ 1,399,126,333
Total comprehensive loss for the period, net of tax	₩ (315,094,411,507)	₩ (31,090,638,033)
Loss attributable to:		
Owners of the parent	(315,762,182,523)	(32,489,764,366)
Non-controlling interests	-	-
	₩ (315,762,182,523)	₩ (32,489,764,366)
Total comprehensive loss attributable to:		
Owners of the parent	(315,094,411,507)	(31,090,638,033)
Non-controlling interests	-	-
	₩ (315,094,411,507)	₩ (31,090,638,033)
Losses per share:		
Basic and diluted, loss per share attributable to owners of parent	₩ (16,476)	₩ (1,695)

Hanwha TotalEnergies Petrochemical Co., Ltd. and its subsidiaries

Consolidated statements of changes in equity

for the period ended June 30, 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	-	-	-	(32,489,764,366)	(32,489,764,366)	-	(32,489,764,366)
Net gain on valuation of derivative instruments	-	-	(165,026,512)	-	(165,026,512)	-	(165,026,512)
Exchange differences on translation of foreign operations	-	-	1,564,152,845	-	1,564,152,845	-	1,564,152,845
Reclassification of revaluation surplus at FVOCI	-	-	(215,465,861)	215,465,861	-	-	-
Total comprehensive income for the period	-	-	1,183,660,472	(32,274,298,505)	(31,090,638,033)	-	(31,090,638,033)
As of June 30, 2024	₩ 95,826,580,000	₩ 864,898,306,667	₩ 405,886,773,831	₩ 2,327,339,656,997	₩ 3,693,951,317,495	₩ -	₩ 3,693,951,317,495
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	-	-	-	(315,762,182,523)	(315,762,182,523)	-	(315,762,182,523)
Net gain on valuation of derivatives	-	-	2,608,690,862	-	2,608,690,862	-	2,608,690,862
Exchange differences on translation of foreign operations	-	-	(1,940,919,846)	-	(1,940,919,846)	-	(1,940,919,846)
Total comprehensive income for the period	-	-	667,771,016	(315,762,182,523)	(315,094,411,507)	-	(315,094,411,507)
As of June 30, 2025	₩ 95,826,580,000	₩ 864,898,306,667	₩ 399,984,596,974	₩ 1,761,059,579,624	₩ 3,121,769,063,265	₩ -	₩ 3,121,769,063,265

Hanwha TotalEnergies Petrochemical Co., Ltd. and its subsidiaries
Consolidated statements of cash flows
for the period ended June 30, 2025 and 2024
(Korean won in units)

	2025 Q2 YTD	2024 Q2 YTD
Cash flows from operating activities		
Loss for the period	₩ (315,762,182,523)	₩ (32,489,764,366)
Non-cash adjustments to reconcile profit for the period to net cash flows	210,292,162,326	293,690,671,856
Working capital adjustments	417,345,911,462	(172,522,838,261)
Interest received	4,230,075,839	4,096,293,962
Income taxes paid	(256,359,435)	(159,686,656)
Net cash flows provided by operating activities	315,849,607,669	92,614,676,535
Cash flows from investing activities		
Decrease in long-term loans	110,503,996	52,690,700
Increase in long-term loans	(5,000,000)	(168,888,850)
Acquisition of long-term investment securities	(14,000)	(13,001)
Decrease in deposits	89,647,140	21,912,691
Increase in deposits	-	(7,953,426)
Proceeds from disposal of property, plant and equipment	140,321,291	2,517,222,291
Acquisition of property, plant and equipment	(107,452,675,746)	(132,177,979,050)
Proceeds from disposal of intangible assets	-	10,000,000,000
Acquisition of intangible assets	-	(5,007,800,000)
Settlement of derivatives	(7,040,492,763)	(1,079,881,892)
Dividends received	917,589,455	863,745,575
Net cash flows used in investing activities	(113,240,120,627)	(124,986,944,962)
Cash flows from financing activities		
Increase in bonds payable	318,812,468,400	532,789,963,924
Net increase (decrease) in short-term borrowings	(482,372,062,259)	58,852,144,567
Repayment of current portion of long-term bonds and long-term borrowings	(358,776,049,587)	(842,504,829,781)
Increase in long-term borrowings	40,000,000,000	300,000,000,000
Increase in deposit withheld	11,483,314	4,967,274
Decrease in deposit withheld	(10,094,577)	(1,073,324)
Settlement of derivatives	7,331,580,000	85,480,000,000
Interest paid	(53,045,446,993)	(44,022,835,127)
Net cash flows used in financing activities	(528,048,121,702)	90,598,337,533
Net increase in cash and cash equivalents	(325,438,634,660)	58,226,069,106
Cash and cash equivalents at the beginning of the period	516,939,873,774	144,980,560,156
Net foreign exchange difference	(755,728,939)	618,591,181
Cash and cash equivalents at the end of the period	₩ 190,745,510,175	₩ 203,825,220,443