

# 1Q22 Business Results

22 Apr. 2022



# Disclaimer



The financial numbers and statements included in the following presentation represent statements made before the external review by independent public accountants for the financial results of 1Q22, and are presented here today solely for the purpose of offering the investor an understanding of the company.

Part of the presentation is subject to change in the process of final reviewing by independent public accountants.

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# Income Statement



(Billion KRW)	'21.1Q	%	'21.4Q	%	'22.1Q	%	YoY	QoQ
Revenue	1,855	100%	1,923	100%	1,907	100%	2.8%	-0.8%
Gross Profit	108	5.8%	122	6.4%	134	7.0%	24.3%	9.8%
SG&A	81	4.4%	123	6.4%	83	4.3%	2.7%	-32.9%
Operating Profit	27	1.5%	-1	-0.1%	52	2.7%	87.8%	TB
Income before tax	31	1.7%	-17	-0.9%	21	1.1%	-31.9%	TB
Net Income	22	1.2%	-21	-1.1%	13	0.7%	-41.0%	TB

## YoY

► Revenue • Auto : 4WD volume rise, UTR rise in Mexico  
Machinery : machine tools volume rise

► OP • Improved volume and product mix,  
rise of exchange rate

## QoQ

• Auto : OEM's Volume decline  
Machinery : machine tools(+), FA(-)

• Auto : Mix improved, decrease of one-off cost  
Machinery : Reduction of the deficit for machine tools  
One-off profit in defense business

# Biz Area Performance

(Billion KRW)		'21. 1Q	%	'22. 1Q	%	YoY
Auto Parts	Module	454		486		7.1%
	Parts	1,232		1,229		-0.2%
	<b>Revenue</b>	<b>1,686</b>		<b>1,715</b>		1.7%
	<b>Operating Profit</b>	<b>42</b>	2.5%	<b>49</b>	2.9%	17.6%
Machinery	Machine Tools / RnA	121		142		17.4%
	Defense	48		50		3.3%
	<b>Revenue</b>	<b>169</b>		<b>192</b>		13.4%
	<b>Operating Profit</b>	<b>-15</b>	-8.6%	<b>2</b>	1.1%	

## Operating Profit

- ▶ Auto
  - (+) : Volume rise (Engine UTR ex.Mexico) & product mix improvement
  - (-) : Sluggish business in China
- ▶ Machinery
  - (+) : Cost reduction for machine tool production and sales

# Biz Area Performance

(Billion KRW)	1Q	2Q	3Q	4Q	2020	1Q	2Q	3Q	4Q	2021	'22. 1Q
<b>Revenue</b>	<b>1,648</b>	<b>1,214</b>	<b>1,839</b>	<b>1,891</b>	<b>6,592</b>	<b>1,855</b>	<b>1,980</b>	<b>1,770</b>	<b>1,923</b>	<b>7,528</b>	<b>1,907</b>
Autoparts	1,471	1,051	1,668	1,732	5,922	1,686	1,783	1,577	1,729	6,776	1,715
Machinery	177	163	171	159	670	169	197	193	193	752	192
<b>Operating Profit</b>	<b>85</b> (5.1%)	<b>-39</b> (-3.2%)	<b>13</b> (0.7%)	<b>13</b> (0.7%)	<b>72</b> (1.1%)	<b>27</b> (1.5%)	<b>45</b> (2.3%)	<b>31</b> (1.8%)	<b>-1</b> (-0.1%)	<b>103</b> (1.4%)	<b>52</b> (2.7%)
Autoparts	75 (5.1%)	-35 (-3.3%)	19 (1.1%)	32 (1.9%)	91 (1.5%)	42 (2.5%)	59 (3.3%)	39 (2.5%)	8 (0.4%)	148 (2.2%)	49 (2.9%)
Machinery	10 (5.6%)	-4 (-2.3%)	-5 (-3.1%)	-20 (-12.3%)	-19 (-2.8%)	-15 (-8.6%)	-14 (-7.2%)	-8 (-3.9%)	-9 (-4.5%)	-45 (-6.0%)	2 (1.1%)

# Balance Sheet



(Billion KRW)	2021-End	2022. 1Q-End	Change
<b>Assets</b>	<b>7,750</b>	<b>7,949</b>	<b>199</b>
Cash & cash equivalents*	1,647	1,954	307
Account receivable	1,494	1,419	-75
Tangible assets	815	857	42
<b>Liabilities</b>	<b>4,054</b>	<b>4,242</b>	<b>188</b>
Account payable	959	939	-21
Debt	2,536	2,752	216
(Net debt)	(889)	(798)	(91)
<b>Equity</b>	<b>3,695</b>	<b>3,707</b>	<b>11</b>
<b>Liability/Equity</b>	<b>110%</b>	<b>114%</b>	

\* Cash & cash equivalents : Cash + short-term financial instruments

# Cash Flow



(Billion KRW)

(Billion KRW)	2022. March-End
Cash flows from operating	125
Net Profit	13
D&A	70
Changes in operating assets and liabilities	-
Cash flows from investing	-59
Increase of tangible & intangible assets	24
Increase of short-term financial instruments	35
Cash flows from financing	196
Decrease of debt	196
Net foreign exchange difference	7

Cash at Beginning  
(Incl. ST financial instruments)

**435**  
**(1,647)**

Change  
(Incl. ST financial instruments)

**+269**  
**(307)**

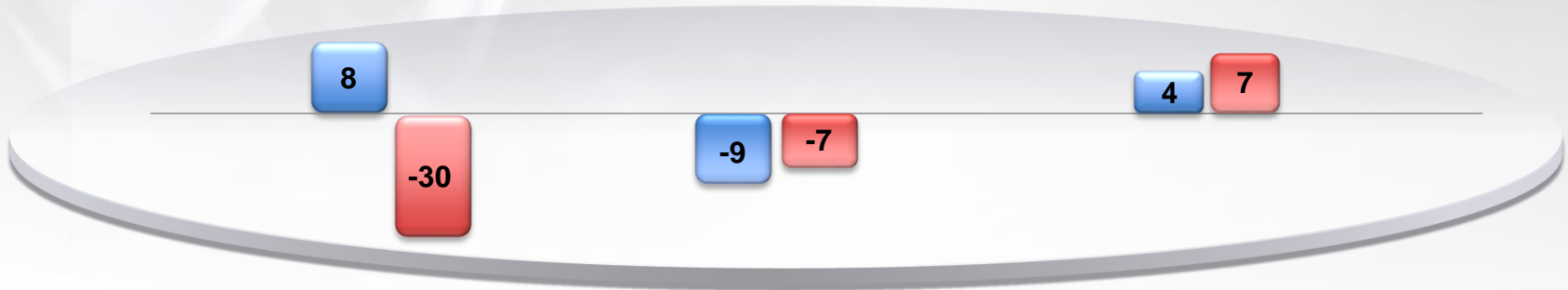
Cash at End  
(Incl. ST financial instruments)

**704**  
**(1,954)**



# Other Operating Inc&Exp >>>

(Billion KRW)



■ '21. 1Q

■ '22. 1Q

Foreign exchange  
Inc&Exp

Finance Inc&Exp

Other Inc&Exp



**Thank You**