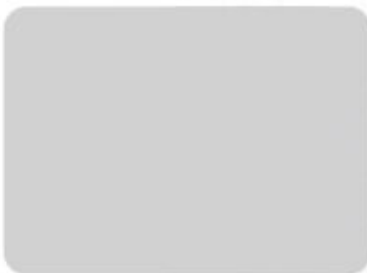


January, 2008

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Business Plan 2008

INVESTOR RELATIONS



 **GS** Engineering & Construction



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02_ Business Plan 2008

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Highlights (4Q. 2007 Summary)

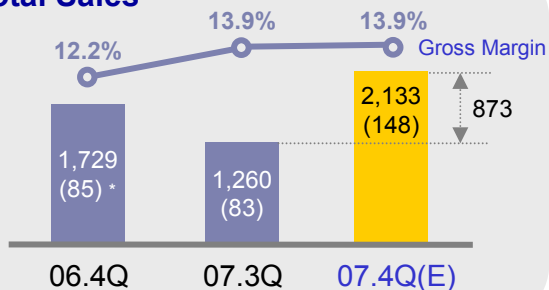
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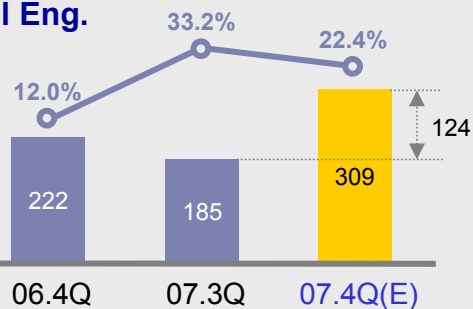
Sales revenue and operating profit increased significantly compared to last year and previous quarter.

(Unit: KRW bn)

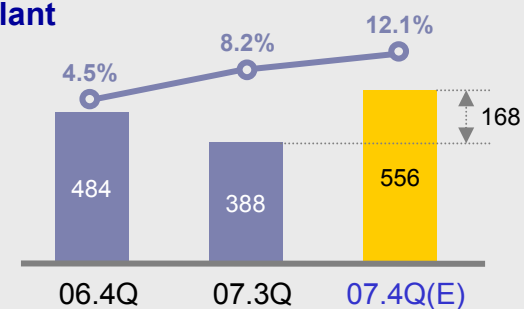
Total Sales



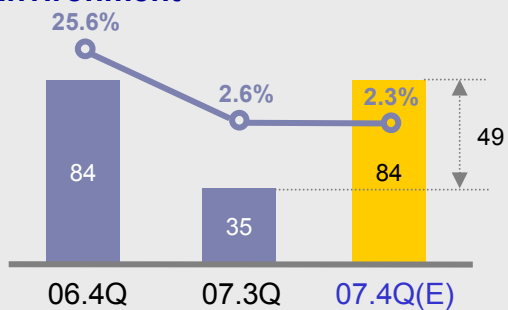
Civil Eng.



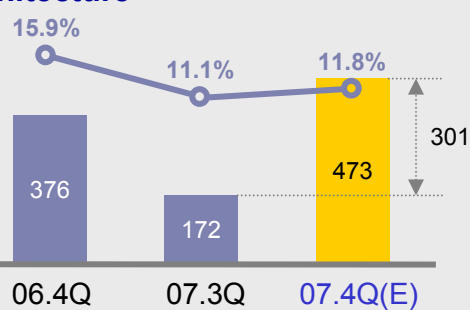
Plant



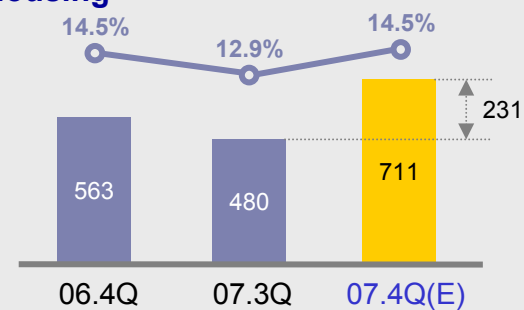
Environment



Architecture



Housing





Highlights

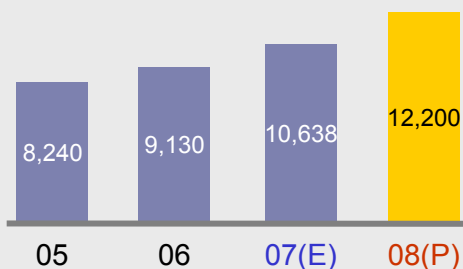
www.gsconstir.co.kr



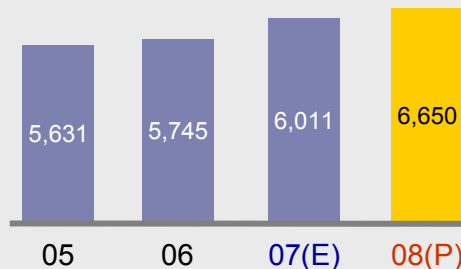
New orders and sales revenues will continuously go up, and profits will increase.

(Unit: KRW bn)

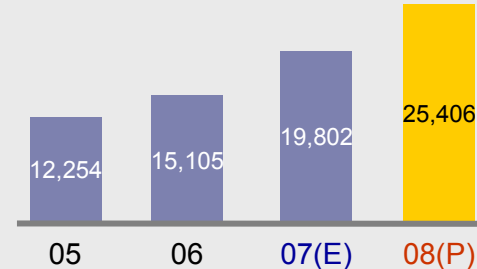
New Orders



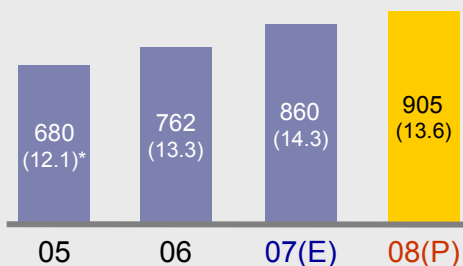
Sales Revenues



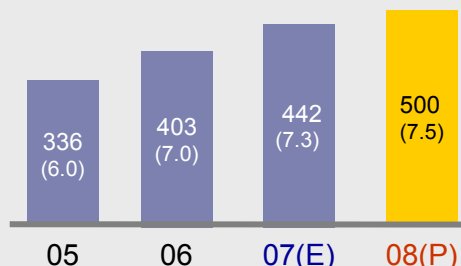
Order Backlogs



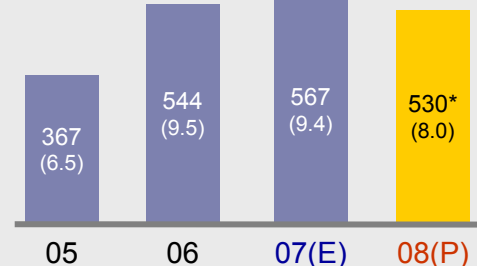
Gross Profit



Operating Profit



Ordinary Profit



*(): Margin

*Not included gain on foreign currency transaction



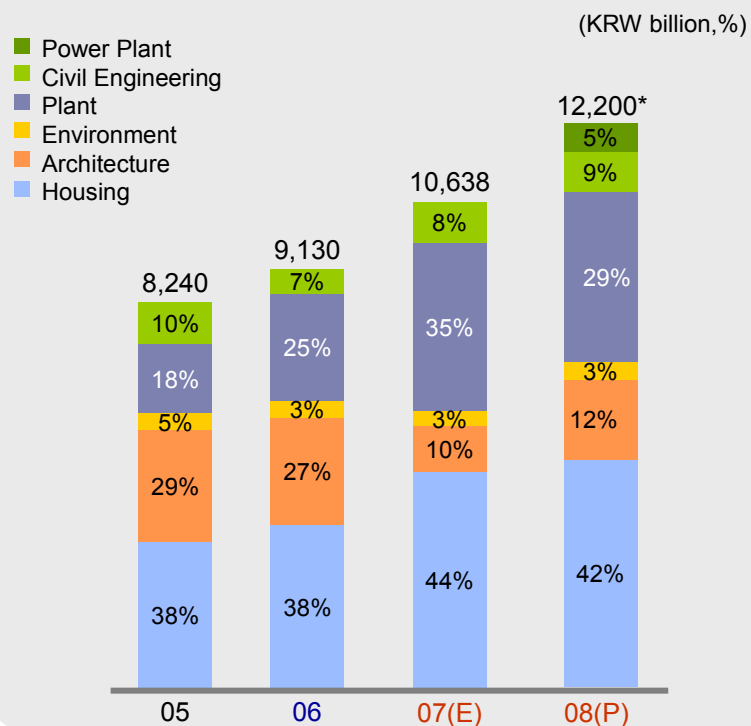
Business Plan 2008– New Orders & Order Backlogs

www.gsconstir.co.kr



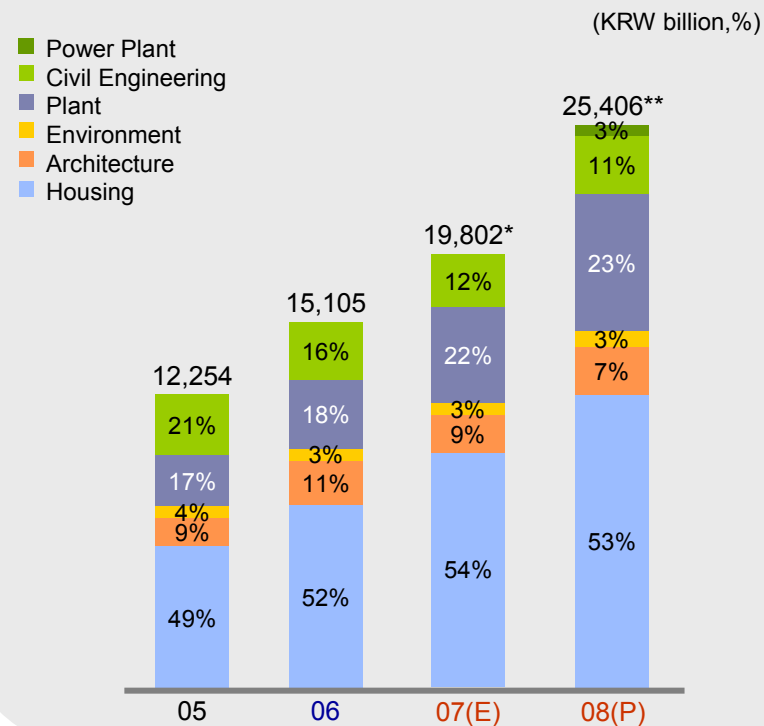
New orders and order backlogs will continuously rise based on balanced business portfolio.

New Orders



*Power plant division is separated from Plant

Order Backlogs



*Not included Provisional Order Backlogs in Housing 17.5 KRW trillion

**Not included Provisional Order Backlogs in Housing 16.1 KRW trillion



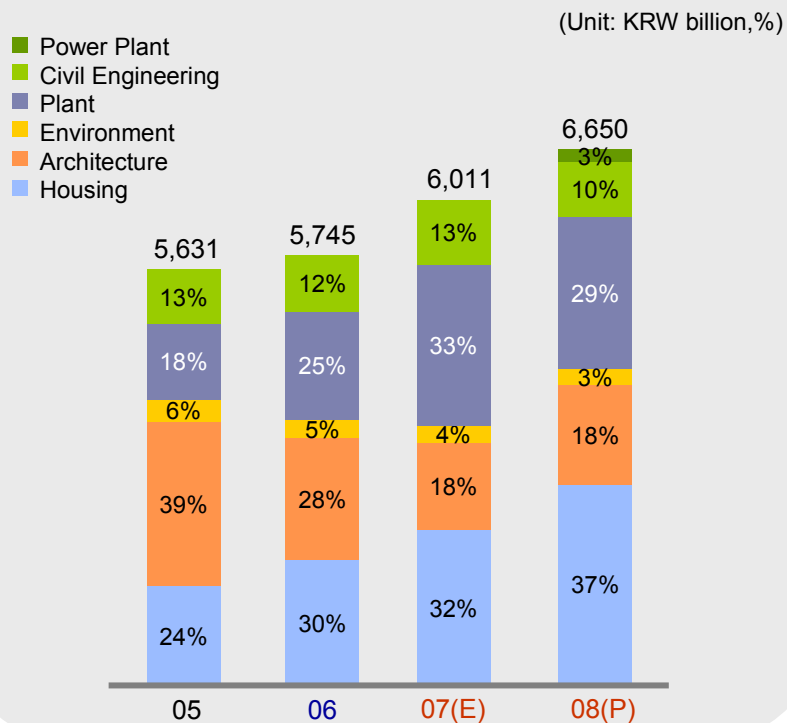
Business Plan 2008 – Sales Revenues & Gross Profit

www.gsconstir.co.kr

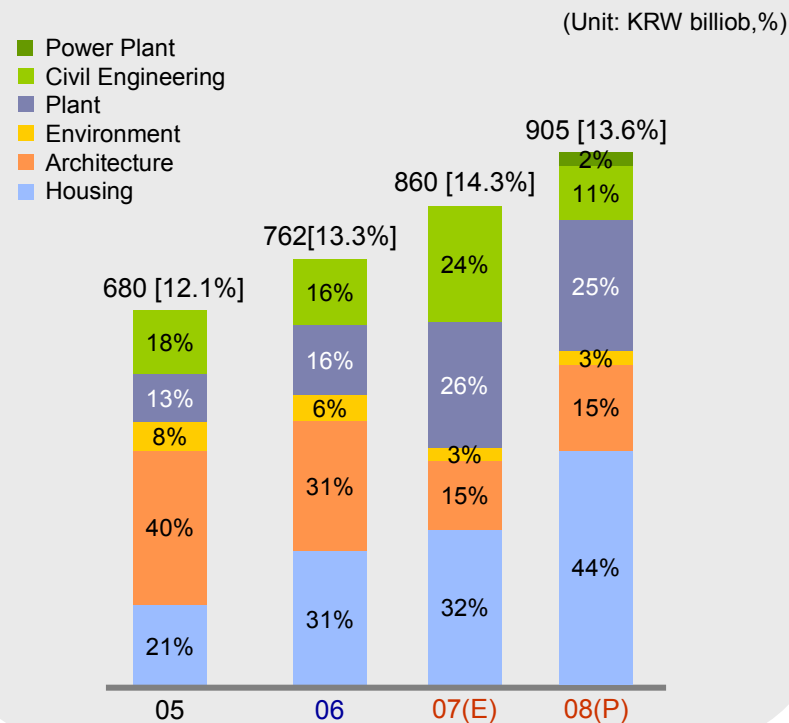


Sales revenue and gross profit of each business division will increase.

Sales Revenues



Gross Profit





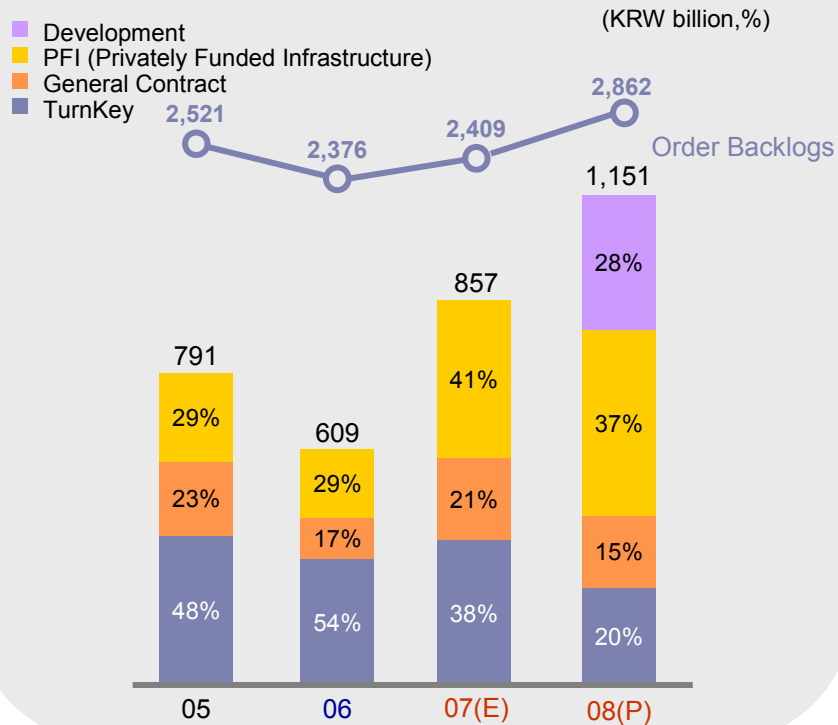
Business Plan 2008 – Civil Engineering

www.gsconstir.co.kr

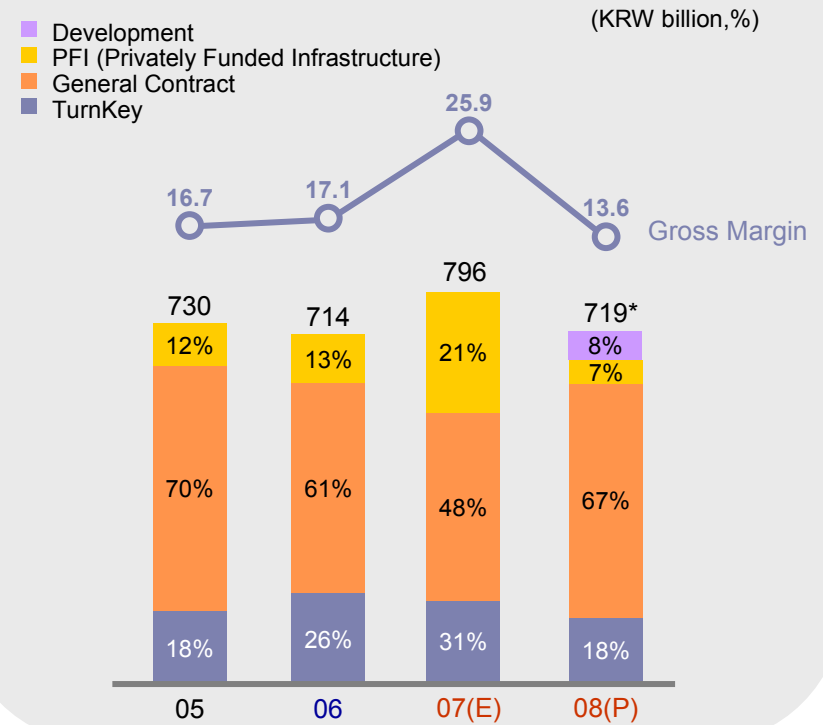


New orders will be highly increased due to development projects. However, end of high profit projects will cause sales revenue and gross profit decrease.

New Orders & Order Backlogs



Sales Revenues & Gross Margin



*Including sewer pipe business (44)



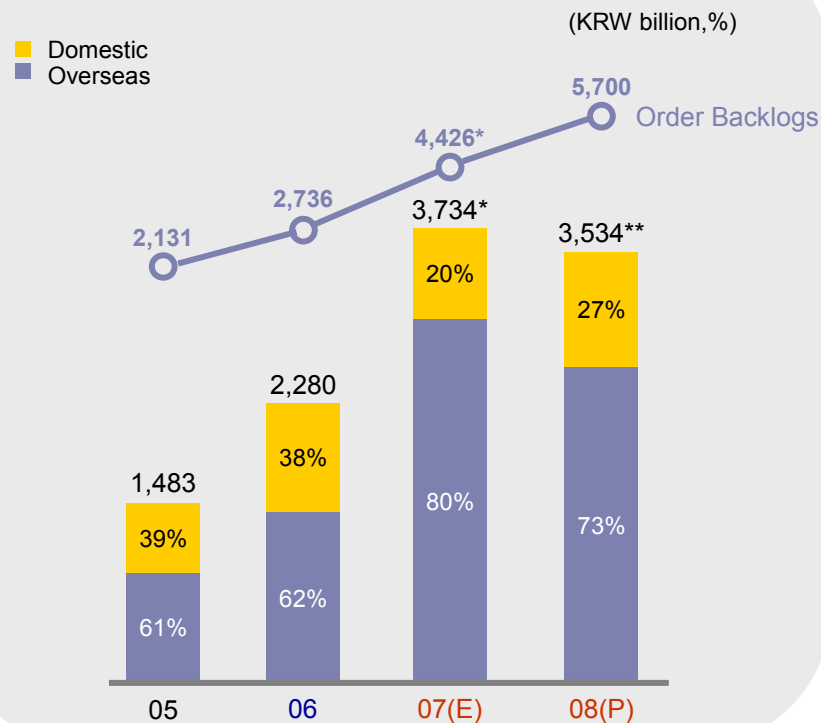
Business Plan 2008 - Plant

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New orders and sales revenue will be similar compared to last year due to increased overseas orders and competitive power.

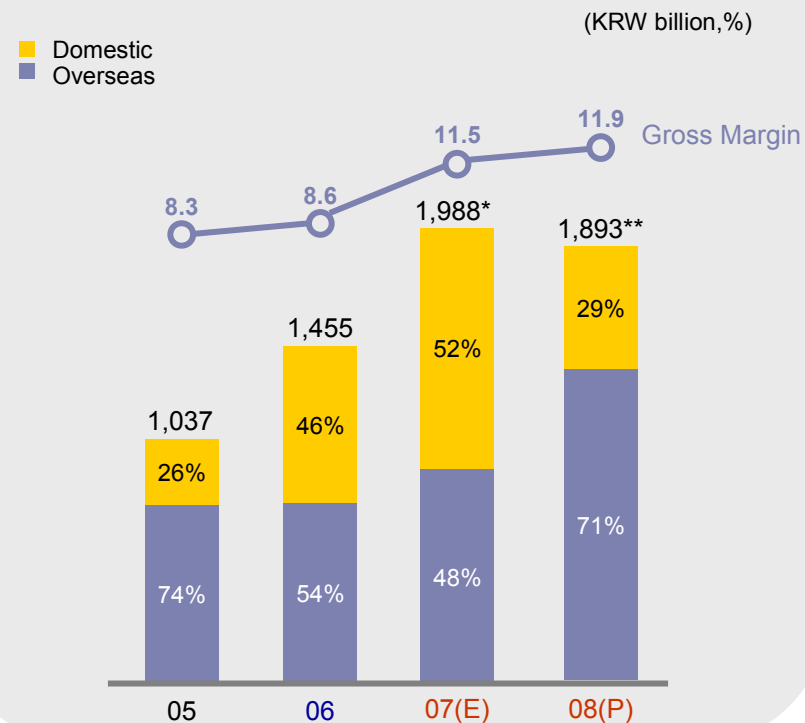
New Orders & Order Backlogs



*Including power plant business (New Orders 272, Order Backlogs 383)

**Power plant division separated from Plant division.
(New orders from Power plant 566)

Sales Revenues & Gross Margin



*Including power plant business (185)

**Power plant division separated from Plant division.
(Sales revenues from Power plant 176)



Business Plan 2008 - Environment

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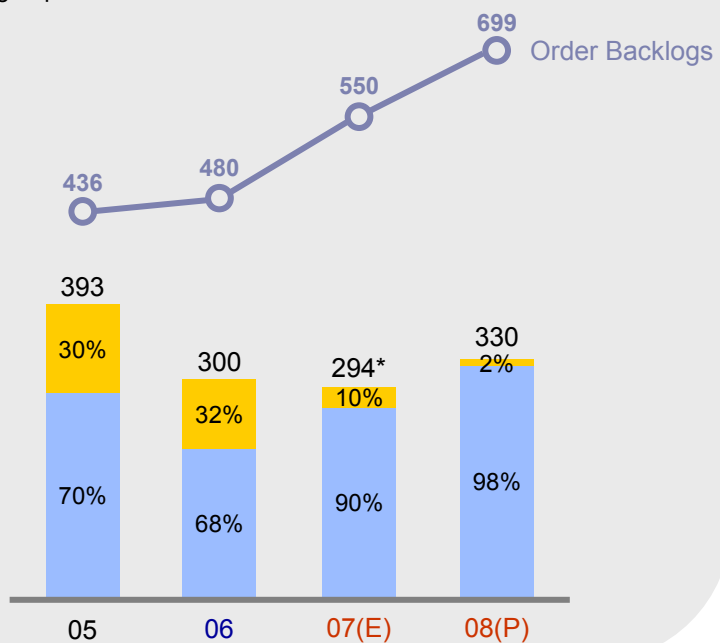


New orders will be increased in non-group area, but sales revenue will be down because of adjustment of business portfolio.

New Orders & Order Backlogs

(Unit: KRW billion, %)

■ Group
■ Non-group

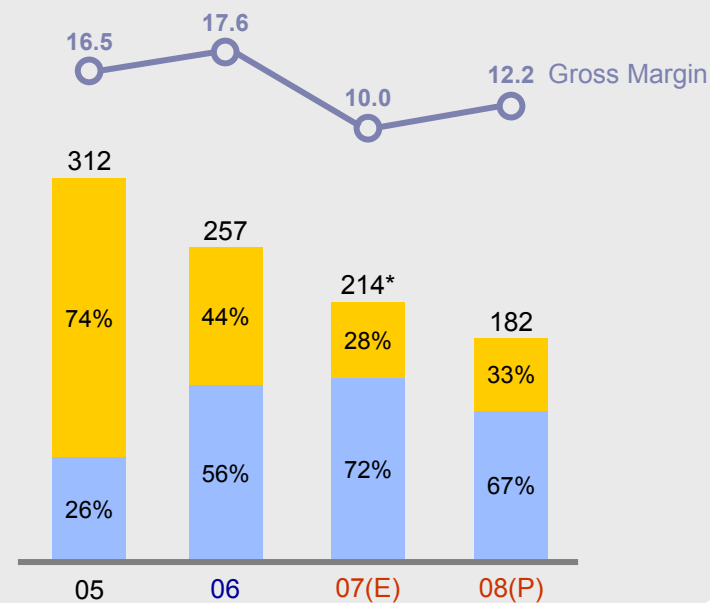


*Including sewer pipe business (78)

Sales Revenues & Gross Margin

(Unit: KRW billion, %)

■ Group
■ Non-group



*Including sewer pipe business (38)



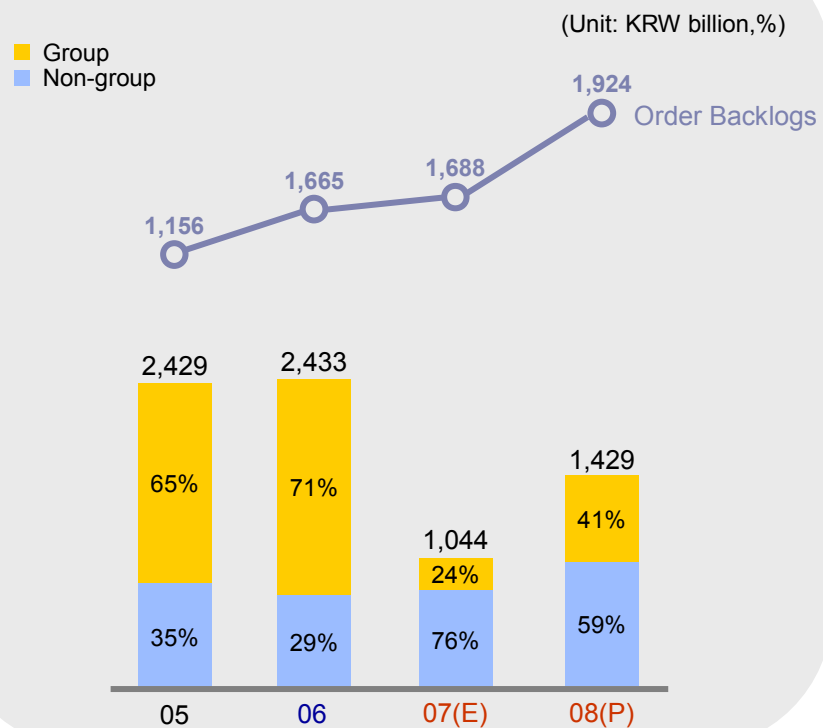
Business Plan 2008 - Architecture

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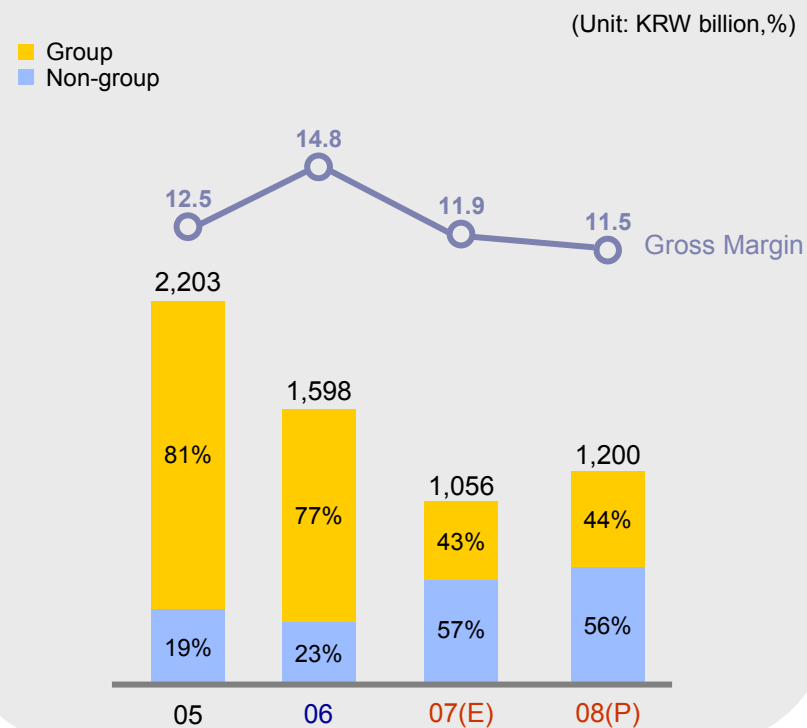


New orders and sales revenues will increase with group works

New orders & Order Backlogs



Sales Revenues & Gross Margin





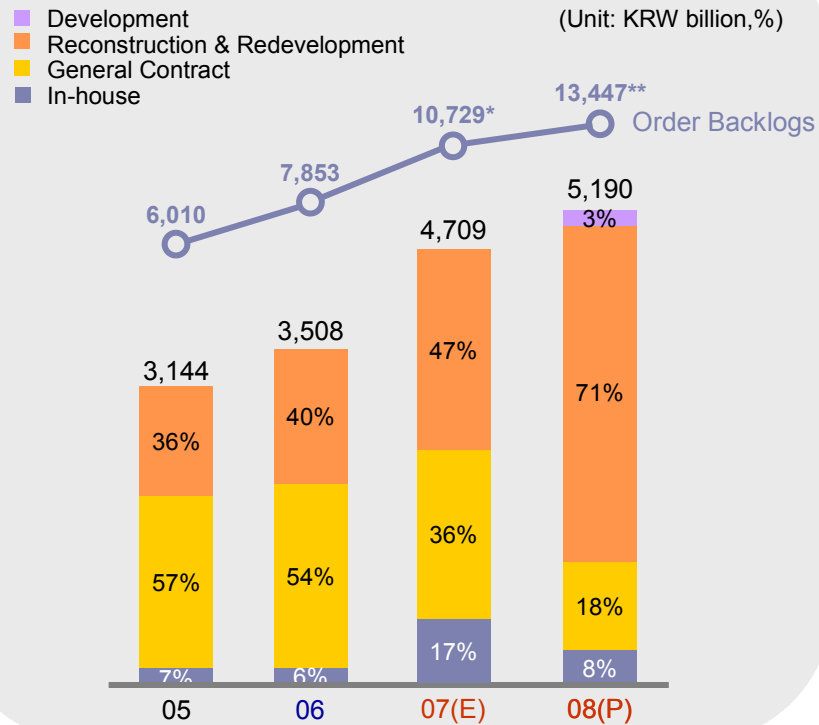
Business Plan 2008 - Housing

www.gsconstir.co.kr

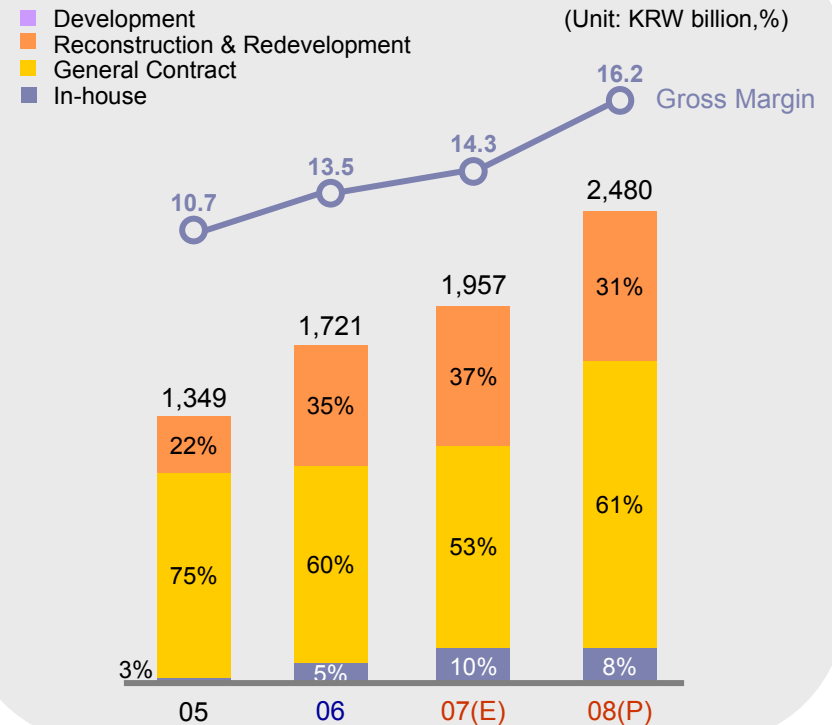


Sales revenues and gross margin will increase with redevelopment, reconstruction and general contracts.

New Orders & Order Backlogs



Sales Revenues & Gross Margin



*Not included Provisional Order Backlogs in Housing 17.5 KRW trillion

**Not included Provisional Order Backlogs in Housing 16.1 KRW trillion



Business Plan 2008 – Power Plant

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Power Plant division was separated from plant division in 2008.

New Orders & Order Backlogs

(Unit: KRW billion, %)

Domestic
Overseas

774
Order Backlogs

566

38%

62%

05

06

07(E)

08(P)

Sales Revenues & Gross Margin

(Unit: KRW billion, %)

Domestic
Overseas

11.3
Gross Margin

176

64%

36%

05

06

07(E)

08(P)

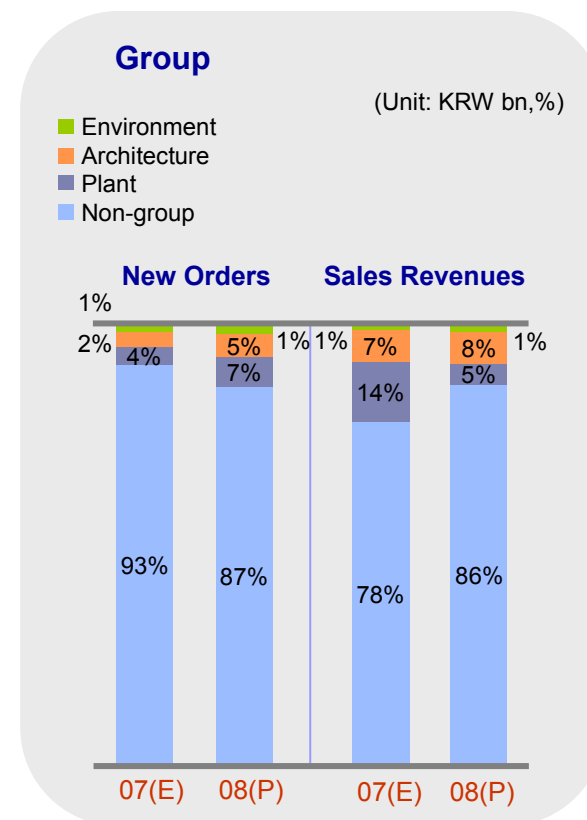
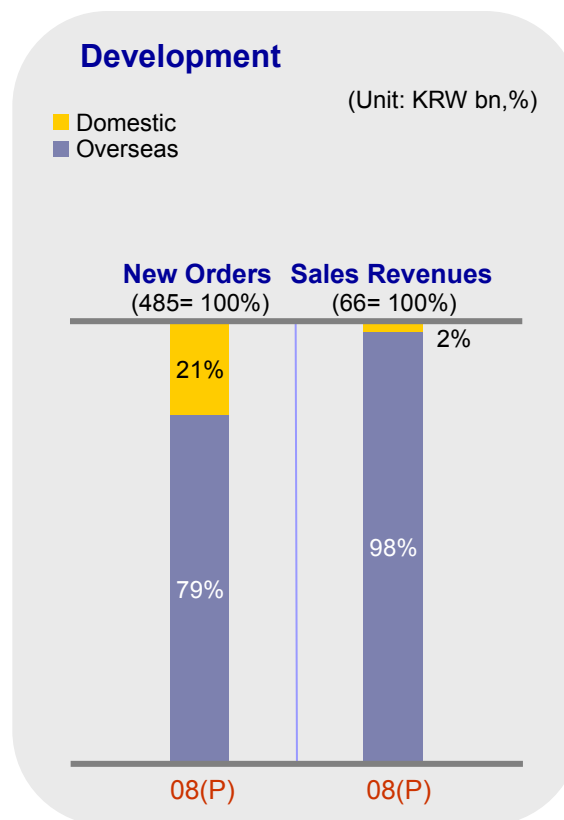
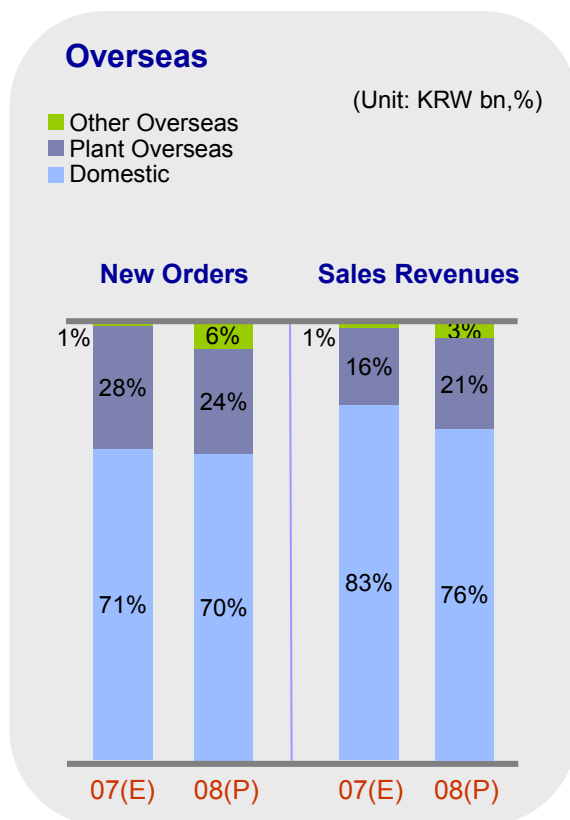


Business Plan 2008 – Overseas / Development/ Group Works

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Overseas new orders and sales revenues will increase, and new order and sales revenues of group works will rise due to group investment increase.





Business Outlook – New Orders & Sales Revenues

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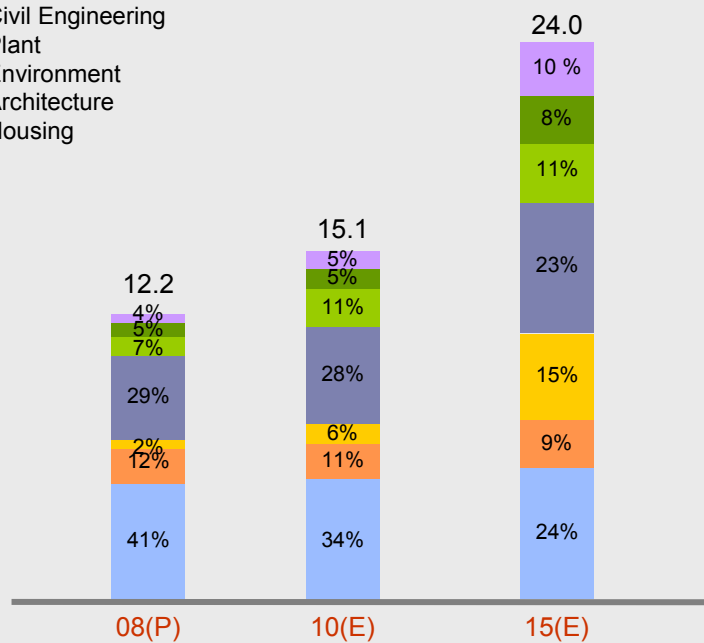


GS E&C will achieve 24 trillion KRW of new orders and 18 trillion KRW sales revenues in 2015 based on balanced growth in each division .

New Orders

(Unit: KRW trillion, %)

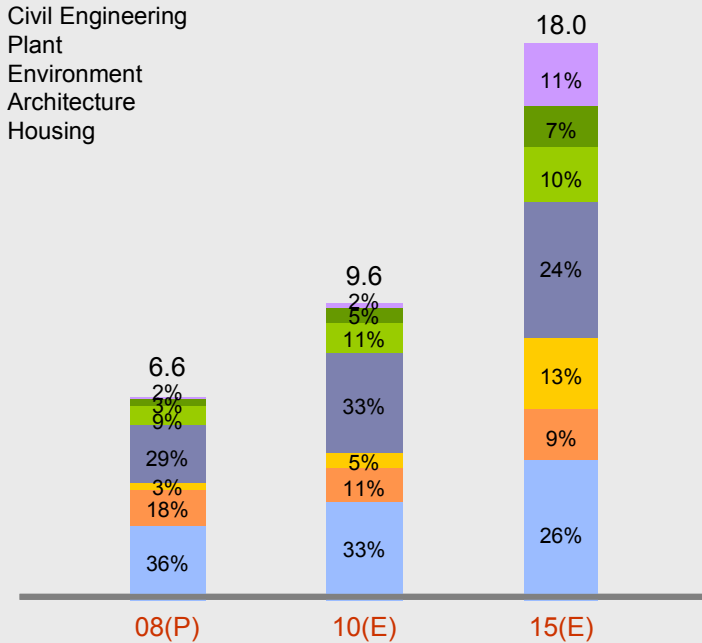
- Development
- Power Plant
- Civil Engineering
- Plant
- Environment
- Architecture
- Housing



Sales Revenues

(Unit: KRW trillion, %)

- Development
- Power Plant
- Civil Engineering
- Plant
- Environment
- Architecture
- Housing





Financial Status – Balance Sheet (Summary)

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(Unit: KRW bn,%)

Account	03	04	05	06	07(E)
Total Asset	2,690	3,303	3,826	4,751	5,724
Cash & Deposits	102	266	361	537	386
Trade Receivables	875	1,095	1,412	1,738	2,118
Inventories	121	159	197	195	424
Investment & Etc.	676	679	494	691	874
Tangible Assets	709	844	905	1,038	1,089
Total Liabilities	1,535	2,006	2,375	2,967	3,591
Total Payables	621	794	890	1,260	1,357
Borrowings	160	228	208	65	463
Total Shareholders' Equity	1,155	1,297	1,451	1,784	2,133
Capital Stock	255	255	255	255	255
D/E Ratio	132.8	154.7	163.7	166.3	168.4



Financial Status – Income Statement (Summary)

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(Unit: KRW bn)

Account		03	04	05	06	07(E)
Sales Revenue	Civil Engineering	574	574	730	714	796
	Plant	580	499	1,037	1,455	1,988
	Environment	-	276	312	257	214
	Architecture	1,258	1,615	2,203	1,598	1,056
	Housing	1,056	1,085	1,349	1,721	1,957
Total		3,468	4,049	5,631	5,745	6,011
Gross Profit		521	492	680	762	859
Selling and Administrative Expenses		250	263	344	359	417
Operating Profit		271	229	336	403	442
Ordinary Profit		262	242	367	544	567
Net Profit		162	156	265	387	400



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