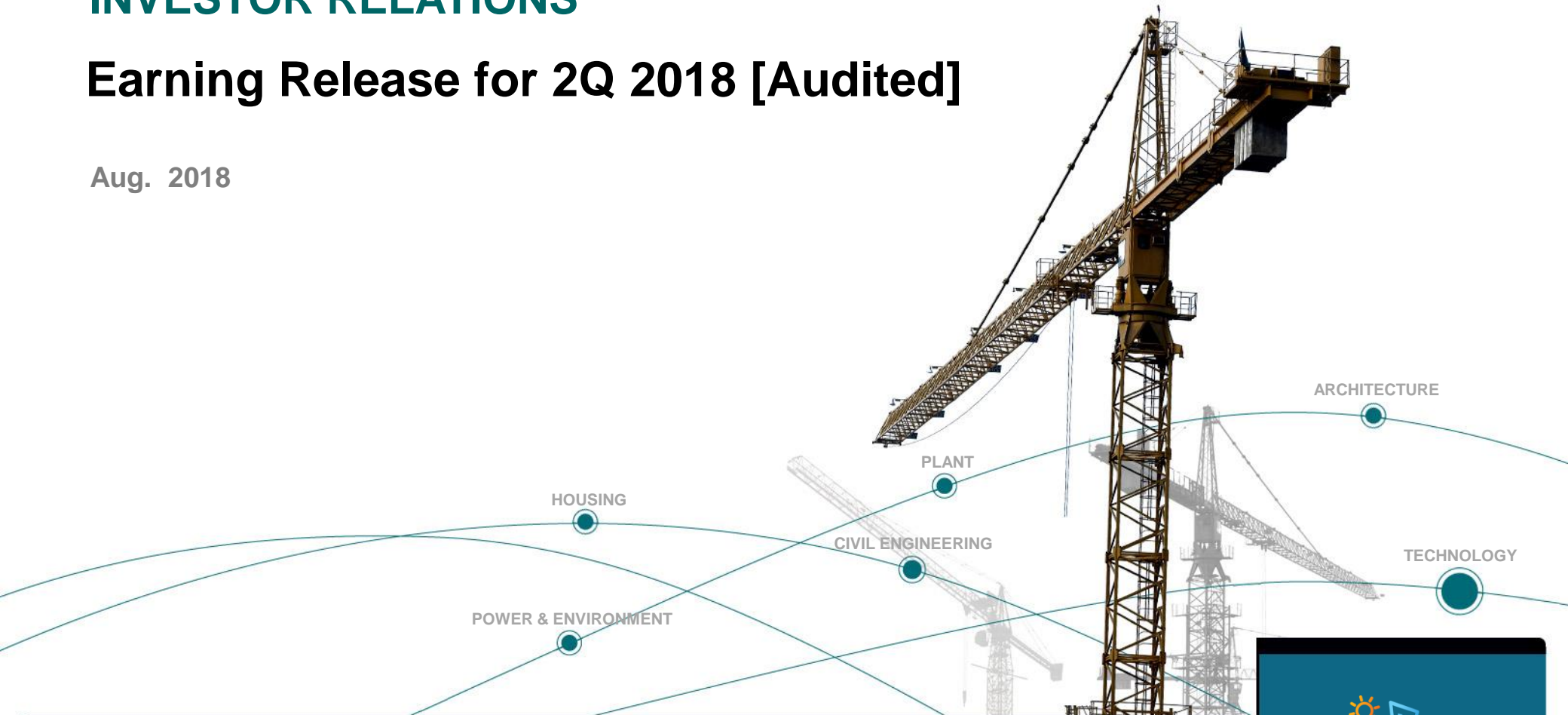


# INVESTOR RELATIONS

## Earning Release for 2Q 2018 [Audited]

Aug. 2018





This material contains forward-looking statements that include our current beliefs and expectations on market factors and information obtained outside GS E&C, which are subject to uncertainties. Due to the volatility of these factors, actual results may differ from those set forth in the presented statements. Information found here should not be solely relied upon for making any investment decision, this material is provided as a reference purpose only for the investors. GS E&C shall not be responsible for any trading or investment decisions made based on this information.

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## Summary(Yearly Basis)



(Unit : KRW bn)

	1H17	1H18	Changes
New Orders	5,579	5,326	-4.5%
Sales Revenue	5,695	6,709	17.8%
Gross Profit (%)	346 (6.1%)	835 (12.5%)	141.3%
Operating Profit (%)	145 (2.5%)	609 (9.1%)	320.0%
Ordinary Profit (%)	-60 (-1.0%)	501 (7.5%)	Surplus Operation

## Summary(Quarterly Basis)



(Unit : KRW bn)

	2Q17	1Q18	2Q18	2Q17:2Q18	1Q18:2Q18
New Orders	3,637	1,972	3,354	-7.8%	70.1%
Sales Revenue	2,994	3,127	3,582	19.6%	14.6%
Gross Profit (%)	189 (6.3%)	504 (16.1%)	332 (9.3%)	75.7%	-34.1%
Operating Profit (%)	86 (2.9%)	390 (12.5%)	219 (6.1%)	154.7%	-43.8%
Ordinary Profit (%)	18 (0.6%)	311 (9.9%)	190 (5.3%)	955.6%	-38.9%





(Unit : KRW bn)

Division	1Q18	2Q18	1H18	Ach. Rate	18Y(P)
Domestic	1,698	2,608	4,306	51%	8,394
Overseas	274	746	1,020	37%	3,056
Infra (civil)	220 (* -)	125 (* -)	345 (* -)		
Plant	304 (*181)	567 (*355)	871 (*536)		
Power	10 (*10)	335 (*78)	345 (*88)		
Building	279 (*83)	718 (*313)	997 (*396)		
Housing	1,159 (* -)	1,609 (* -)	2,768 (* -)		
<b>Total</b>	<b>1,972</b>	<b>3,354</b>	<b>5,326</b>	<b>47%</b>	<b>11,450</b>

\*Overseas

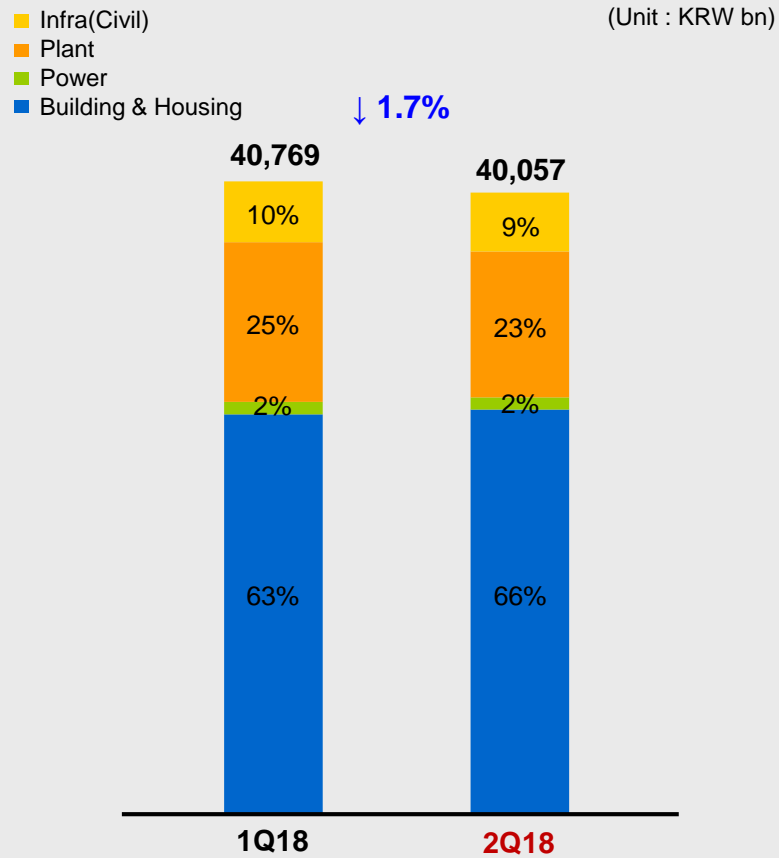
(Unit : KRW bn)

Division	Major New Projects
Infra	<ul style="list-style-type: none"> <li>- Semangeum - Jeonju Highway(Block 1) (78)</li> <li>- Coal Terminal Construction on Donghae port (53)</li> <li>- Oksan-Ochang Highway O&amp;M (43)</li> </ul>
Plant	<ul style="list-style-type: none"> <li>- Bo-ryeong LNG Terminal 2-2 (193)</li> <li>- Guangdong D-Project Environmental Facility (60)</li> <li>- MFC FEED Project (15)</li> </ul>
Power	<ul style="list-style-type: none"> <li>- Dangjin Biomass Power Station (251)</li> <li>- Guangdong CA-Project 220kV Substation (10)</li> </ul>
Building & Housing	<ul style="list-style-type: none"> <li>- Gaepo The H-Xi (846)</li> <li>- Gumi Wonpyung Redevelopment (409)</li> <li>- Daeya Housing Redevelopment (360)</li> <li>- Uiwang Naeson Redevelopment (249)</li> </ul>

# Order Backlogs



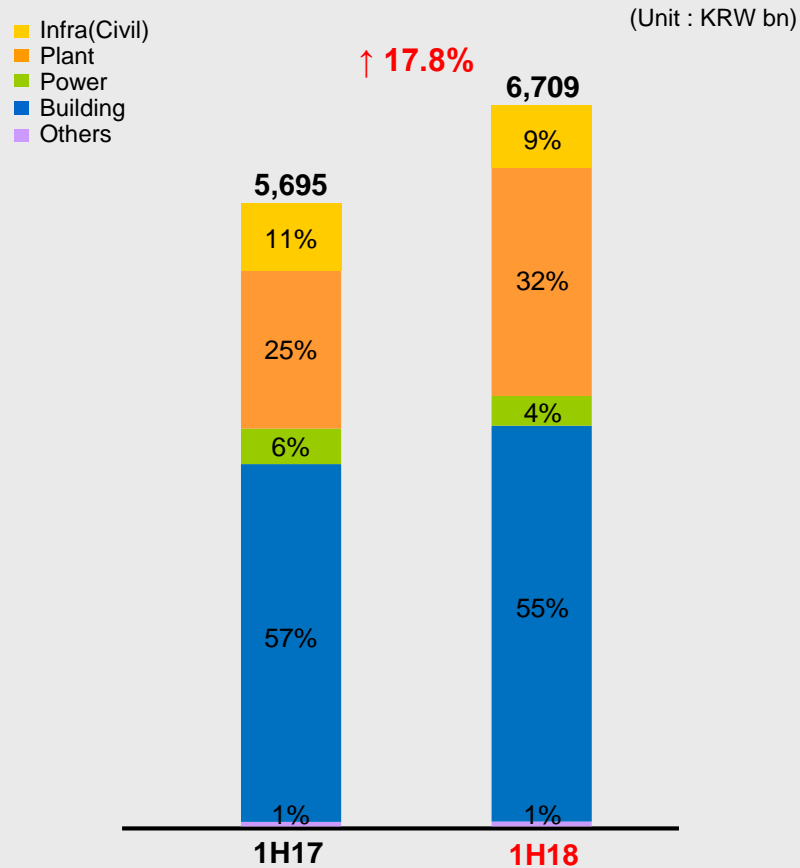
## Order Backlogs



## Order Backlogs by Division

(Unit : KRW bn)

Division	1Q18	2Q18	Changes
Infrastructure	3,911	3,799	-2.9%
Plant	10,303	9,412	-8.6%
Power	818	785	-4.0%
Building & Housing	25,737	26,061	1.3%
Domestic	29,665	29,945	0.9%
Overseas	11,104	10,112	-8.9%
<b>Total</b>	<b>40,769</b>	<b>40,057</b>	<b>-1.7%</b>

**Sales Revenue****Sales Revenue by Division**

(Unit : KRW bn)

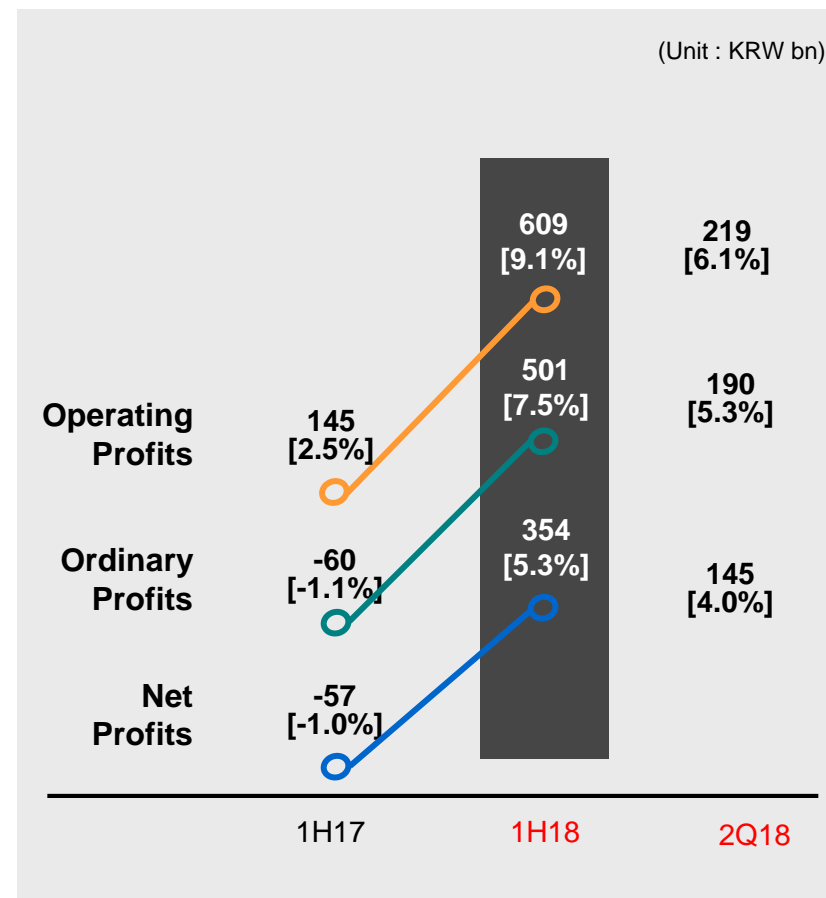
Division	1H17	2Q17	1H18	2Q18	1H:1H
Infra	636	344	586	317	-7.9%
Plant	1,443	759	2,117	1,126	46.7%
Power	340	185	265	136	-22.1%
Building & Housing	3,235	1,685	3,700	1,984	14.4%
Others	41	21	41	19	0.0%
Domestic	3,949	2,079	3,940	2,101	-0.2%
Overseas	1,746	915	2,769	1,481	58.6%
<b>Total</b>	<b>5,695</b>	<b>2,994</b>	<b>6,709</b>	<b>3,582</b>	<b>17.8%</b>

# Profits

## Gross Profit Margin

Division	1H17	1H18	2Q18(E)
Infra(Civil)	6.8%	9.1%	10.4%
Plant	-17.4%	12.2%	5.1%
Power	-9.0%	5.2%	4.1%
Building & Housing	18.0%	13.8%	12.0%
Others	2.8%	-2.2%	-13.7%
Domestic	15.0%	13.8%	12.7%
Overseas	-14.2%	10.6%	4.4%
<b>Total</b>	<b>6.1%</b>	<b>12.5%</b>	<b>9.3%</b>

## Profits [Margin rate]





# Financial Status – Statements of Financial Position (Summary)



(Unit : KRW bn, %)

Account	15Y	16Y	17Y	1H18
<b>Total Assets</b>	<b>13,005</b>	<b>13,377</b>	<b>13,697</b>	<b>12,581</b>
Cash and cash equivalents	2,429	2,356	2,442	1,748
Trade and other receivable	4,749	4,997	4,763	4,557
Inventories	796	825	1,091	1,058
Short-Term financial instrument and other current assets	1,577	1,558	1,286	928
Tangible Assets	1,339	978	897	855
<b>Total Liabilities</b>	<b>9,657</b>	<b>10,023</b>	<b>10,457</b>	<b>9,244</b>
Trade and other payables	2,067	2,388	2,474	2,306
Borrowings	3,462	3,433	3,905	2,694
<b>Total Equity</b>	<b>3,348</b>	<b>3,354</b>	<b>3,240</b>	<b>3,337</b>
Capital Stock	355	355	358	386
Debt ratio	288.5	298.9	322.8	277.1

# Financial Status – Statements of Income (Summary)



(Unit : KRW bn)

Account		15Y	16Y	17Y	1H18
Sales Revenue	Infra(Civil)	1,266	1,383	1,298	586
	Plant	4,907	4,108	2,926	2,117
	Power	911	663	728	265
	Building & Housing	3,311	4,814	6,646	3,700
	Others	178	68	81	21
Total		10,573	11,036	11,679	6,709
Gross Profit		548	488	803	835
Selling & Administrative Expenses		426	345	485	226
Operating Profit		122	143	319	609
Ordinary Profit		31	21	(161)	501
Net Profit		29	(20)	(164)	354



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