



Q2 '24

Earnings Report



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# I . Financial Highlights

## 1. Q2 `24 Earnings Overview

**Q2`24 Sales KRW 607 billion YoY 25% ↓ / OP KRW 68 billion YoY 2,149% ↑**

(unit: KRW 100mil.)

Category	Q2 `24	Q1 `24	QoQ	Q2 `23	YoY
<b>Sales <sup>1)</sup></b>	<b>6,068</b>	<b>5,587</b>	<b>8.6%</b>	<b>8,063</b>	<b>-24.7%</b>
Power Plant& Energy	2,491	2,322	7.3%	2,249	10.8%
Construction & Realty Development	3,040	2,783	9.2%	4,254	-43.8%
Glass Manufacturing	785	727	7.9%	710	14.4%
<b>Operating profit</b>	<b>680</b>	<b>512</b>	<b>32.9%</b>	<b>30</b>	<b>2,148.8%</b>
<i>Operating profit Margin</i>	<i>11.2%</i>	<i>9.2%</i>	<i>2.0%p</i>	<i>0.4%</i>	<i>10.8%p</i>
<b>Net income</b>	<b>297</b>	<b>228</b>	<b>30.6%</b>	<b>-228</b>	<b>Turn to surplus</b>
NI attributable to owners of the company	342	227	50.5%	-135	<b>Turn to surplus</b>
EPS (KRW)	2,375	1,578	50.5%	-948	<b>Turn to surplus</b>

<sup>1)</sup> Sales : consolidated adjustments

# I . Financial Highlights

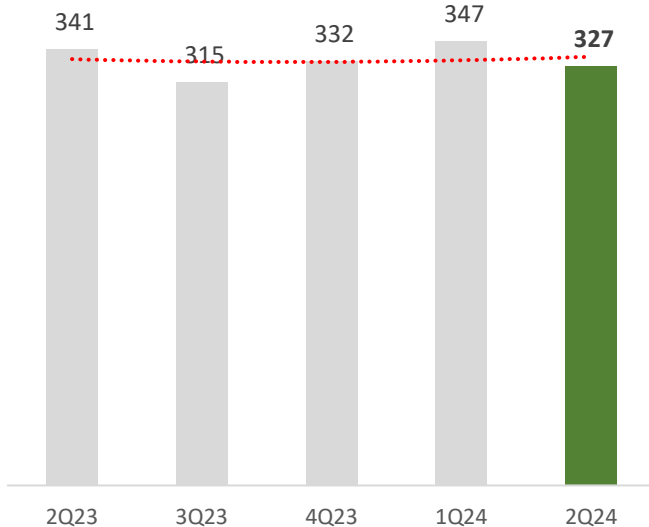
## 2. Q2 `24 sales breakdown (Power Plant & Energy)

**Heat Sales KRW 33 billion / Power Sales KRW 116 billion/ REC Sales KRW 96 billion**

**Heat/Power, Decrease in operational rate due to regular maintenance of major generators.  
REC, Increase in recalculated amounts due to rising base prices in 2023.**

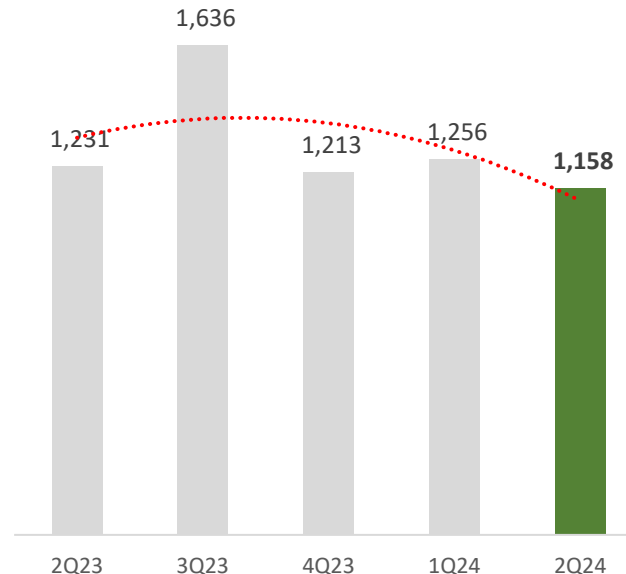
**Heat: QoQ -5.7%, YoY -4.0%**

(unit: KRW 100mil.)



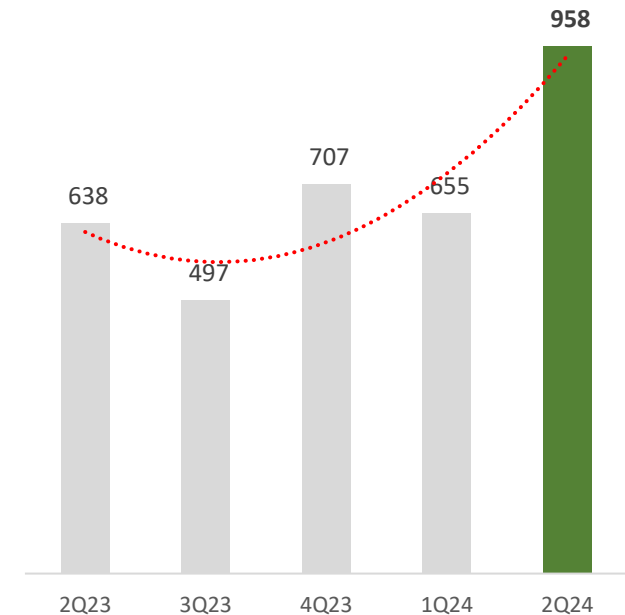
**Power: QoQ -7.8%, YoY -6.0%**

(unit: KRW 100mil.)



**REC: QoQ +46.2%, YoY +50.3%**

(unit: KRW 100mil.)



# I . Financial Highlights

## 2. Q2 `24 sales breakdown (Construction & Realty Development)

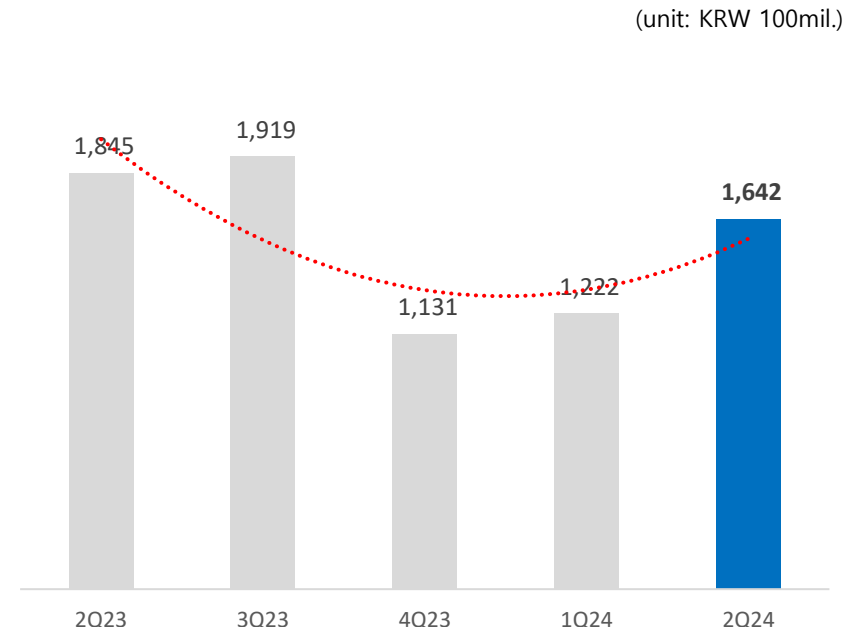
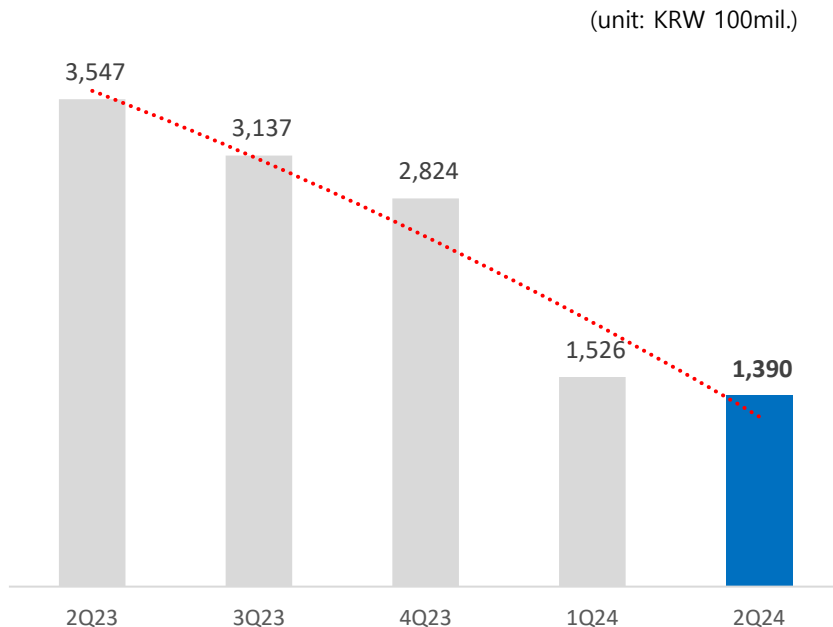
**Sales from Home Building KRW 139 billion / Sales from Plant Const. KRW 164 billion won**

**H1 sales of 576 billion KRW (44%) and orders received of 532 billion KRW (22%)** (compared to the target)

**Improvement in profitability through increased project progress and execution enhancements.**

**Construction sales: QoQ -8.9%, YoY -60.8%**

**Plant Const. sales: QoQ +34.4%, YoY -11.0%**



Note 1: The civil engineering and construction (housing) business has been reclassified to the construction (housing + industrial plant) business.

# I . Financial Highlights

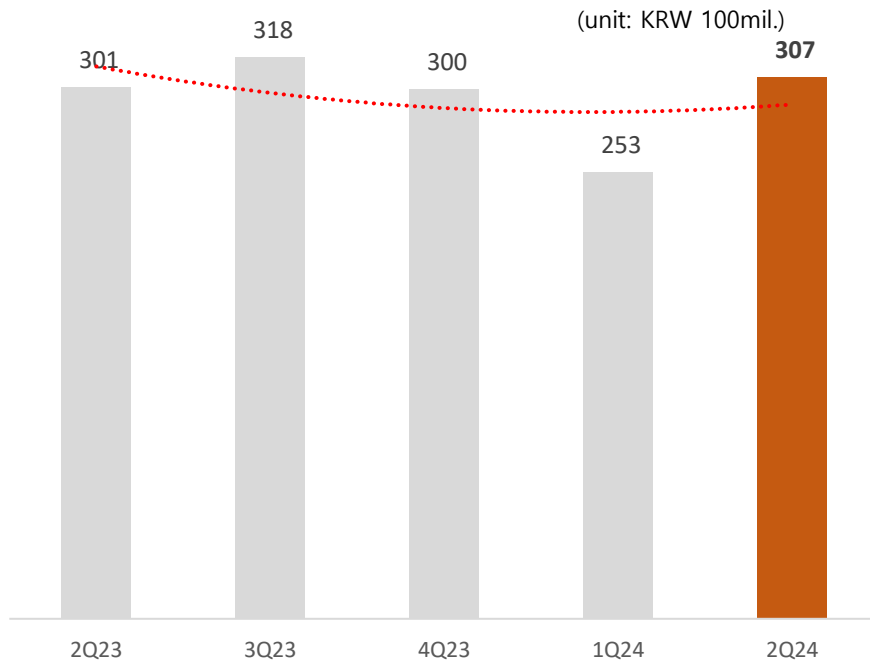
## 2. Q2 `24 sales breakdown (Glass Manufacturing)

**Q2 `24 sales of glass bottle KRW 31 billion / sales of glass kitchenware KRW 27 billion**

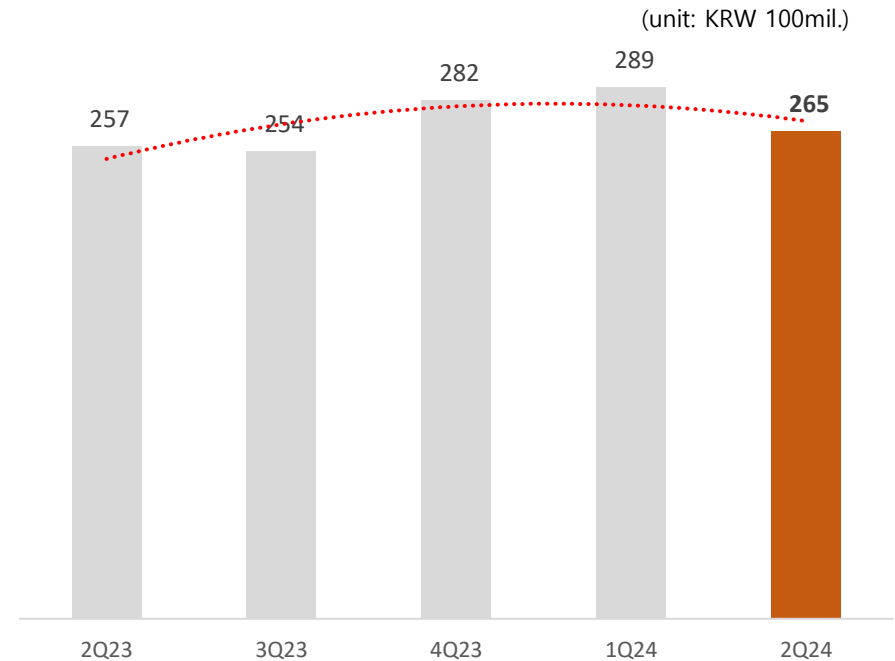
**Glass bottle, Recovery in sales following the completion of furnace maintenance.**

**Glass Kitchenware, Delay in overseas exports due to logistics impacts.**

**Glass bottle sales: QoQ +21.2%, YoY +1.9%**



**Glass Kitchenware sales: QoQ -8.3%, YoY +3.2%**



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**I . Financial Highlights**

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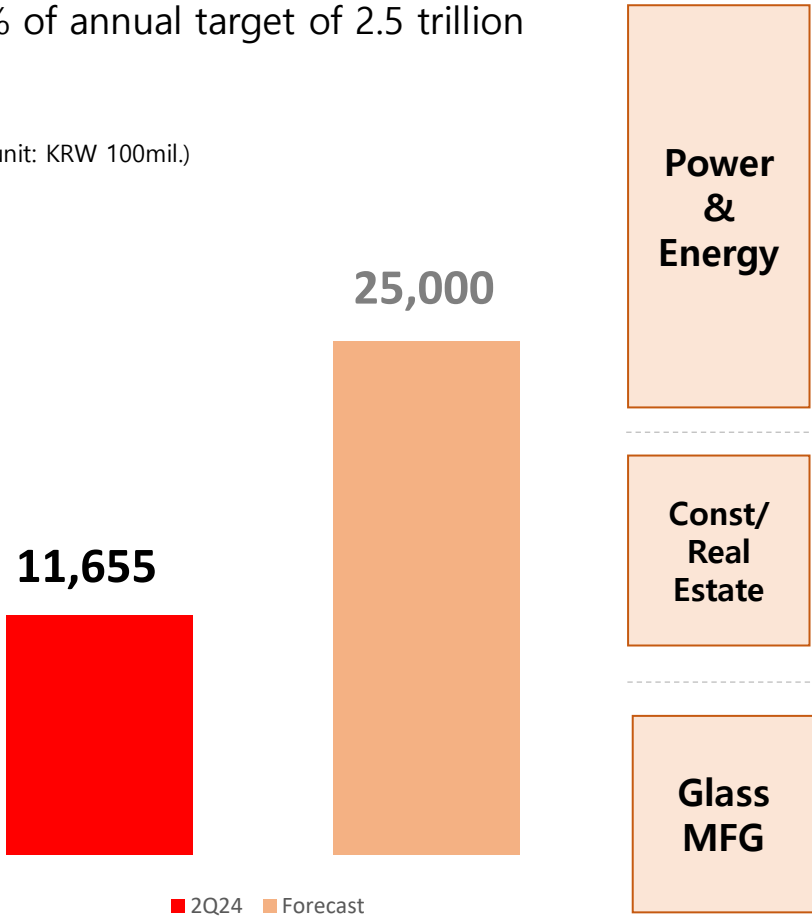


# II. Management Planning

## 1. H2 '24 outlook

47% of annual target of 2.5 trillion

(unit: KRW 100mil.)



**Power & Energy**

- **Cost**(Coal, Woodpallet) : Continued outlook for price stability, expectations for cost improvements.
- **Power** : Slight increase in SMP expected, expansion of operational rate.
- **REC** : Expected increase in profits due to rising base prices. (contract sales prices ↑)

**Const/ Real Estate**

- **Plant Const.** : Increased sales and profits as project progress accelerates. Ongoing expansion of linked orders based on existing overseas projects.

**Glass MFG**

- **Glass Bottle** : Anticipated increase in sales volume through the expansion of new product lines.
- **Kitchenware** : Launch of a new door glass production line, leading to increased sales volume.

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**I . Financial Highlights**

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**II. Management Planning**

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# III. Appendix

## 1. Consolidated financial statements (Consolidated)

(In millions of KRW)	2Q24	1Q24	4Q23	3Q23	2Q23
<b>Sales</b>	<b>606,778</b>	<b>558,741</b>	<b>675,434</b>	<b>800,500</b>	<b>806,258</b>
Power Plant & Energy	249,083	232,188	232,947	251,408	224,889
Construction & Real Estate	304,029	278,312	397,691	507,844	541,414
Glass	78,462	72,702	72,106	74,533	68,557
	298	298	298	298	187
<b>Operating profit</b>	<b>68,022</b>	<b>51,174</b>	<b>13,241</b>	<b>59,705</b>	<b>3,025</b>
Operating profit Margin (%)	11%	9%	2%	7%	0%
Finance income	10,108	10,112	7,480	9,764	8,062
Finance costs	33,352	27,419	22,242	22,743	20,134
<b>Income before taxes</b>	<b>42,170</b>	<b>33,395</b>	<b>-17,657</b>	<b>46,515</b>	<b>-20,365</b>
Income tax expense	12,443	11,069	3,164	9,660	2,421
<b>Net income</b>	<b>29,727</b>	<b>22,770</b>	<b>-11,326</b>	<b>36,856</b>	<b>-22,785</b>
profit, attributable to owners of the company	34,211	22,733	13,666	33,562	-13,543
profit, attributable to non-controlling interests	-4,484	37	-24,992	3,292	-9,242
EBITDA Rate	16%	14%	6%	11%	4%

※ Sales : consolidated adjustments

(In millions of KRW)	2024.06.30	2023.12.31	2022.12.31
<b>Current assets</b>	<b>1,317,331</b>	<b>1,200,550</b>	<b>1,311,038</b>
Cash and cash equivalents	334,195	282,914	282,973
Short-term financial instruments	10,575	2,394	4,028
Account & Other Receivables	449,482	450,594	381,055
<b>Non-current assets</b>	<b>2,035,098</b>	<b>1,766,960</b>	<b>1,743,324</b>
Tangible assets	1,418,522	1,447,932	1,423,351
Intangible assets	11,151	8,903	11,718
Right-of-use assets	54,953	57,048	61,366
investments in real estate	372,191	104,665	112,307
Deferred income tax assets	46,341	45,953	34,330
<b>Total assets</b>	<b>3,352,429</b>	<b>2,967,510</b>	<b>3,054,362</b>
<b>Current liabilities</b>	<b>1,651,387</b>	<b>1,630,402</b>	<b>1,623,194</b>
Accounts & Other payables	370,528	459,602	491,969
Borrowings and debentures	985,833	1,006,121	862,019
Lease liabilities	13,692	6,858	5,818
Current income tax liability	27,183	17,041	29,746
<b>Non-current liabilities</b>	<b>793,783</b>	<b>468,312</b>	<b>564,681</b>
Borrowings and debentures	687,780	373,321	465,771
Lease liabilities	70,734	59,575	62,524
<b>Total liabilities</b>	<b>2,445,170</b>	<b>2,098,714</b>	<b>2,187,875</b>
Capital stock	73,385	73,385	73,385
Capital surplus(Other capital)	426,553	426,556	426,503
Retained earnings	263,931	223,035	224,592
Non-controlling interest	156,944	149,519	172,430
<b>Total shareholders' equity</b>	<b>907,259</b>	<b>868,796</b>	<b>866,487</b>
<b>Total liabilities and equity</b>	<b>3,352,429</b>	<b>2,967,510</b>	<b>3,054,362</b>

# III. Appendix

## 2. Summary Financial Statements (non-Consolidated)

(In millions of KRW)	2Q24	1Q24	4Q23	3Q23	2Q23
<b>Sales</b>	<b>190,007</b>	<b>186,765</b>	<b>193,461</b>	<b>200,684</b>	<b>185,905</b>
Cost of sales	148,529	145,612	163,770	161,722	172,334
<b>Operating profit</b>	<b>38,406</b>	<b>38,226</b>	<b>26,702</b>	<b>36,714</b>	<b>10,909</b>
Ratio of operating gain to revenue (%)	20%	21%	14%	18%	6%
Financial income	5,720	3,427	2,961	2,706	2,601
Financial expense	13,133	11,689	8,892	10,370	9,361
<b>Profit before income tax</b>	<b>31,070</b>	<b>29,934</b>	<b>9,363</b>	<b>29,018</b>	<b>648</b>
Income tax expense	17,072	7,445	3,501	5,839	1,433
<b>Net income</b>	<b>21,356</b>	<b>22,489</b>	<b>5,863</b>	<b>23,178</b>	<b>-785</b>
EBITDA Rate	29%	30%	19%	28%	16%

(In millions of KRW)	2024.06.30	2023.12.31	2022.12.31
<b>Current assets</b>	<b>397,382</b>	<b>323,088</b>	<b>420,424</b>
Cash and cash equivalents	204,631	157,111	113,637
Short-term financial instruments	10,575	-	-
Account & Other Receivables	80,261	69,972	71,381
<b>Non-current assets</b>	<b>1,338,719</b>	<b>1,269,288</b>	<b>1,268,660</b>
Tangible assets	310,341	310,336	318,994
Intangible assets	855,932	887,715	881,630
Right-of-use assets	6,051	4,292	3,010
investments in real estate	51,082	52,817	56,452
<b>Total assets</b>	<b>1,736,101</b>	<b>1,592,376</b>	<b>1,689,084</b>
<b>Current liabilities</b>	<b>788,933</b>	<b>807,372</b>	<b>810,547</b>
Accounts & Other payables	65,225	92,734	142,384
Borrowings and debentures	690,379	688,843	632,980
Lease liabilities	3,173	3,112	2,850
Current income tax liability	22,764	16,044	26,961
<b>Non-current liabilities</b>	<b>281,985</b>	<b>139,136</b>	<b>247,817</b>
Borrowings and debentures	210,438	65,102	172,013
Lease liabilities	56,456	57,741	60,434
Deferred corporate tax liability	769	908	1,318
<b>Total liabilities</b>	<b>1,070,918</b>	<b>946,508</b>	<b>1,058,364</b>
Capital stock	73,385	73,385	73,385
Capital surplus(Other capital)	420,105	420,105	420,105
Retained earnings	248	248	-11,421
Non-controlling interest	171,523	152,067	148,729
<b>Total equity</b>	<b>665,183</b>	<b>645,868</b>	<b>630,720</b>
<b>Total liabilities and equity</b>	<b>1,736,101</b>	<b>1,592,376</b>	<b>1,689,084</b>

**Thank you**

**SGC**