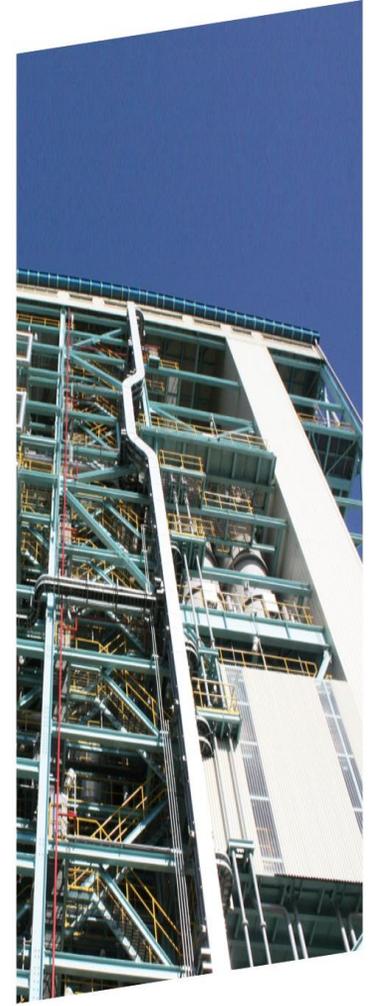




Q1 '23

Earnings Report



Disclaimer

Financial information contained in this document is based on consolidated K-IFRS that have not been reviewed by an independent auditor.

Therefore, the information and financial data of SGC Energy and its subsidiaries contained in this document are subject to change upon an independent auditor's review.

The Company does not make any representation or accept liability, as to the accuracy or completeness of the information contained in this material.

The format and contents of this document are subject to change for future filings and reports. SGC Energy is not liable for providing future updates on all figures included in this document.

Therefore, this presentation contained herein should not be utilized for any legal purposes in regards to investors' investment results. The Company hereby expressly disclaims any and all liability for any loss or damage resulting from the investors' reliance on the information contained herein.

Tel : 82-2-489-8220 / 9412

Fax : 82-2-489-8579

E-mail : es.kim@sgc.co.kr / kjlee@sgc.co.kr

Contents

I . Financial Highlights

II. Management Planning

III. Appendix

I . Financial Highlights

1. Q1 `23 Earnings Overview

Q1`23 Sales KRW 740 billion YoY 19.6% ↑ / OP KRW 31 billion YoY 57.9% ↓

(unit: KRW 100mil.)

Category	Q1 `23	Q4 `22	QoQ	Q1 `22	YoY
Sales ¹⁾	7,419	8,260	-10.2%	6,204	19.6%
Power Plant& Energy	2,776	3,132	-11.4%	2,866	-3.1%
Construction & Realty Development	4,254	4,717	-9.8%	2,924	45.5%
Glass Manufacturing	710	772	-8.0%	693	2.4%
Operating profit	311	672	-53.6%	740	-57.9%
<i>Operating profit Margin</i>	<i>4.2%</i>	<i>8.1%</i>	<i>-3.9%p</i>	<i>11.9%</i>	<i>-7.7%p</i>
Net income	142	567	-75.1%	542	-73.9%
NI attributable to owners of the company	96	552	-82.5%	360	-73.2%
EPS (KRW)	692	3,962	-82.5%	2,582	-73.2%

¹⁾ Sales : consolidated adjustments

I . Financial Highlights

2. Q1 `23 sales breakdown (Power Plant & Energy)

Heat Sales KRW 40 billion / Power Sales KRW 170 billion/ REC Sales KRW 64 billion

**Heat sales down due to unit price drop.
Power sales down due to SMP Cap system.
REC sales went up as more sold to spot market.**

Heat: QoQ -8.2%, YoY -3.8%

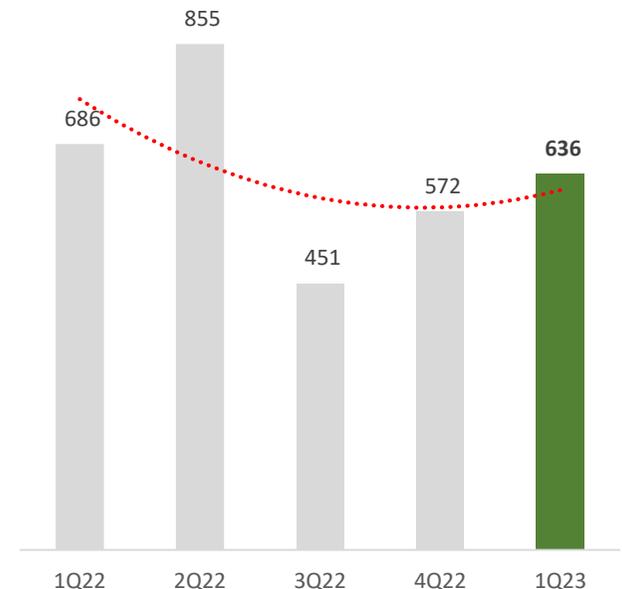
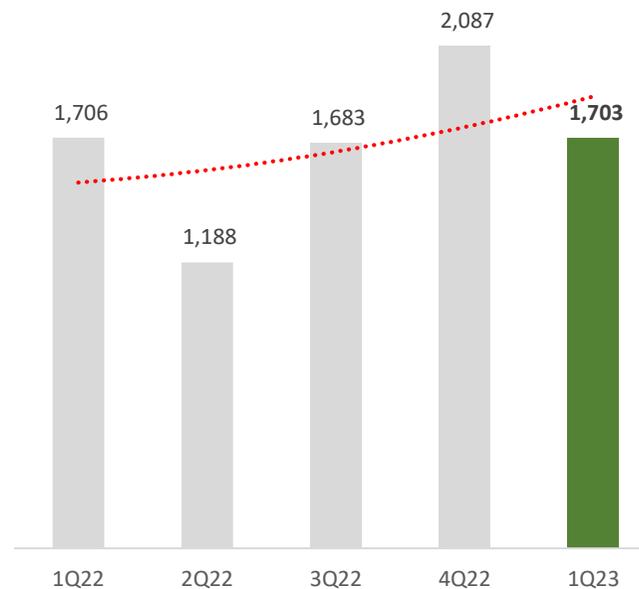
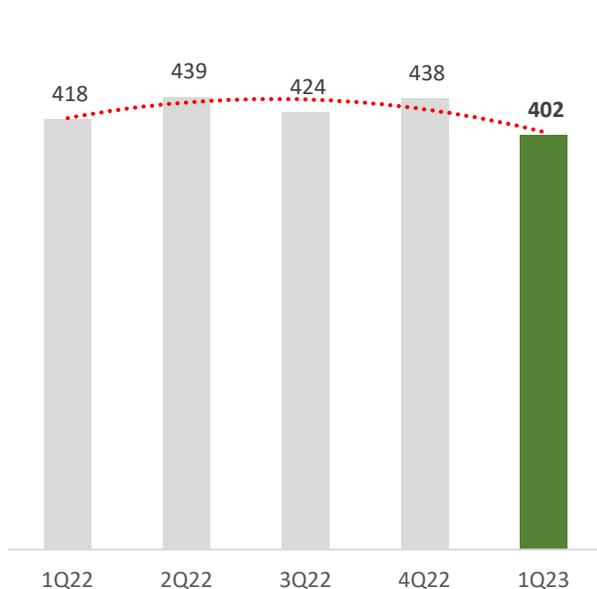
Power: QoQ -18.4%, YoY -0.2%

REC: QoQ +11.1%, YoY -7.4%

(unit: KRW 100mil.)

(unit: KRW 100mil.)

(unit: KRW 100mil.)



I . Financial Highlights

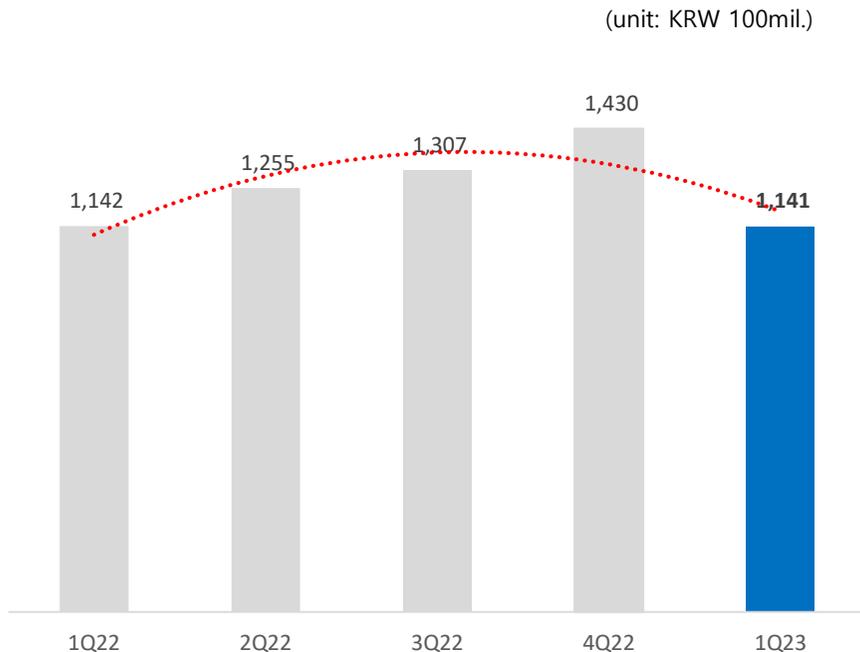
2. Q1 `23 sales breakdown (Construction & Realty Development)

Sales from Home Building KRW 114 billion / Sales from Plant Const. KRW 309 billion won

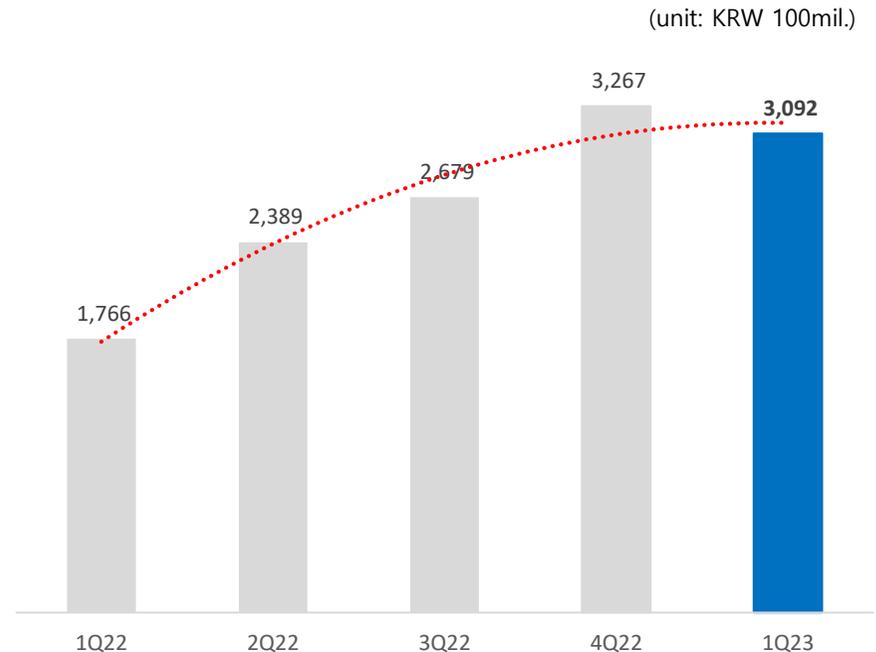
HB sales down to uncertainties in the industry.

PC sales to go up as project progresses.

Home Building sales: QoQ -20.2%, YoY -0.1%



Plant Const. sales: QoQ -5.4%, YoY +75.1%



I . Financial Highlights

2. Q1 `23 sales breakdown (Glass Manufacturing)

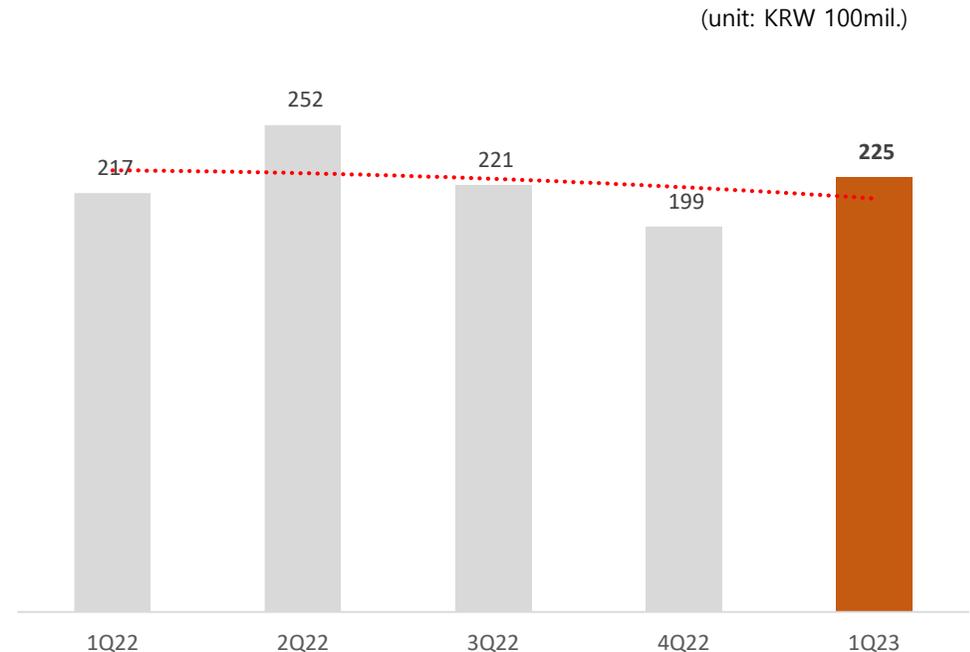
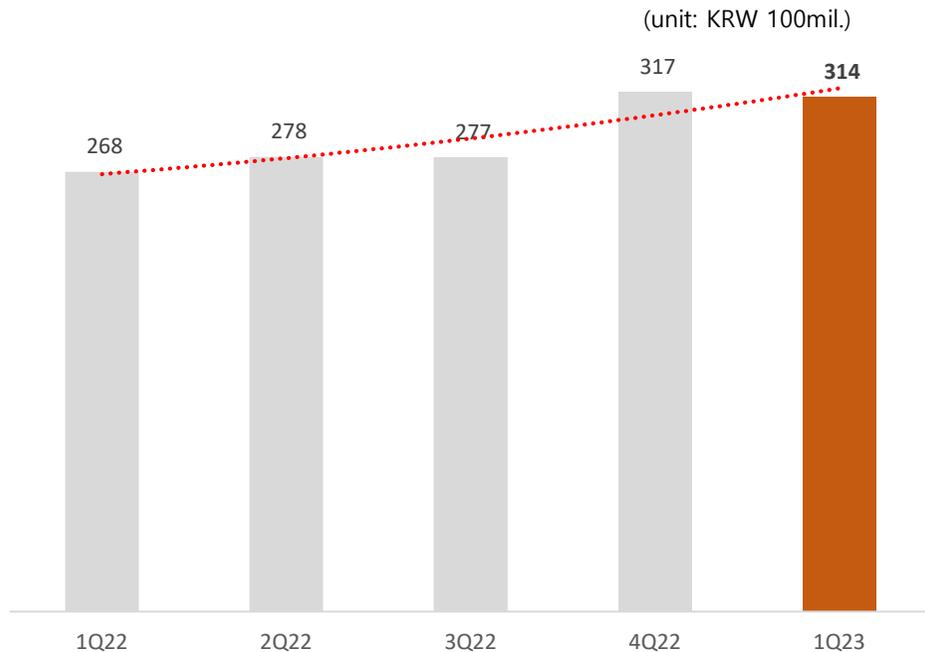
Q1 `23 sales of glass bottle KRW 31 billion / sales of glass kitchenware KRW 23 billion

Glass bottle sales expect to go up due to mark-up.

Kitchenware exports are expect to recover, and new orders for washing machine glass parts are anticipated.

Glass bottle sales: QoQ -1.0%, YoY +17.0%

Glass Kitchenware sales: QoQ +12.8%, YoY +3.7%



I . Financial Highlights

II. Management Planning

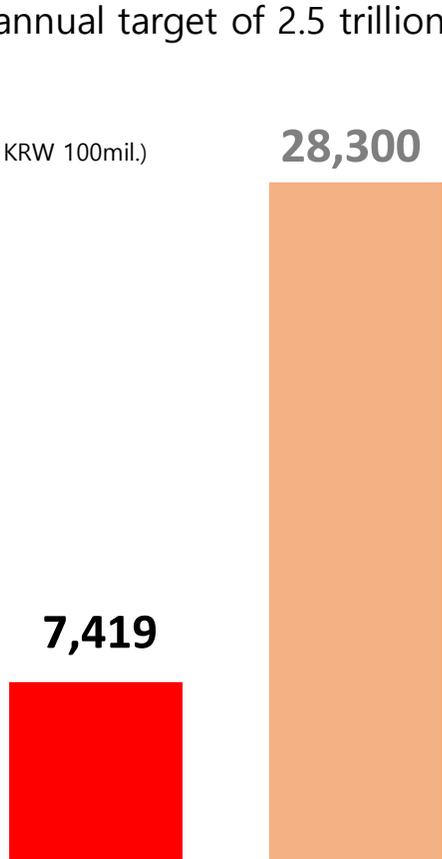
III. Appendix

II. Management Planning

1. Q2 '23 outlook

26% of annual target of 2.5 trillion

(unit: KRW 100mil.)



■ 1Q23 ■ Forecast

Power & Energy

- **Cost** (Coal, Woodpallet) : Profitability improvement expected by price stabilization.
- **Power** : Maintenance & repair schedule, SMP expected to drop
- **REC** : Spot price to rise & supply increase expected
- **Carbon credit** : CC sales expect in H2 as KAU23 trading starts

Const/ Real Estate

- **HB** : Efforts to be made to keep business model and portfolio stable due to uncertainties in the industry.
- **Plant Const.** : Reduce cost expected due to C/O (change order) contract

Glass MFG

- **Glass Bottle** : Sales expected to rise as mark up
- **Kitchenware** : Considering capacity expansion as glass supply is expected to expand

I . Financial Highlights

II. Management Planning

III. Appendix

III. Appendix

1. Consolidated financial statements (Consolidated)

(In millions of KRW)	1Q23	4Q22	3Q22	2Q22	1Q22
Sales	741,860	826,009	707,648	669,228	620,449
Power Plant & Energy	277,594	313,183	263,104	255,981	286,571
Construction & Real Estate	425,431	471,743	400,661	366,939	292,362
Glass	70,985	77,173	70,304	70,875	69,340
	176	15	11	9	-
Operating profit	31,143	67,174	46,766	21,508	73,952
Operating profit Margin (%)	4%	8%	7%	3%	12%
Finance income	16,342	18,542	9,505	6,496	11,641
Finance costs	29,143	16,833	21,025	16,987	11,973
Income before taxes	20,047	80,221	34,797	8,956	74,454
Income tax expense	5,896	23,504	4,726	1,578	20,208
Net income	14,151	56,718	30,070	7,379	54,245
profit, attributable to owners of the company	9,641	55,221	22,341	-750	35,994
profit, attributable to non-controlling interests	4,510	1,497	7,729	8,129	18,251
EBITDA Rate	8%	12%	11%	8%	16%

※ Sales : consolidated adjustments

(In millions of KRW)	2023.03.31	2022.12.31	2021.12.31
Current assets	1,267,611	1,311,038	829,789
Cash and cash equivalents	179,785	282,973	201,030
Short-term financial instruments	10,379	4,028	4,452
Account & Other Receivables	500,173	381,055	303,258
Non-current assets	1,713,688	1,743,324	1,761,761
Tangible assets	1,428,290	1,423,351	1,486,012
Intangible assets	14,094	11,718	9,503
Right-of-use assets	61,120	61,366	66,591
investments in real estate	106,656	112,307	115,339
Deferred income tax assets	33,384	34,330	39,131
Total assets	2,981,299	3,054,362	2,591,550
Current liabilities	1,571,298	1,623,194	1,115,767
Accounts & Other payables	481,968	491,969	320,244
Borrowings and debentures	865,974	862,019	616,953
Lease liabilities	6,202	5,818	5,677
Current income tax liability	13,723	29,746	60,104
Non-current liabilities	557,018	564,681	736,366
Borrowings and debentures	458,502	465,771	625,982
Lease liabilities	62,170	62,524	66,517
Total liabilities	2,128,316	2,187,875	1,852,133
Capital stock	73,385	73,385	73,385
Capital surplus(Other capital)	426,556	426,503	426,480
Retained earnings	210,033	224,592	130,542
Non-controlling interest	173,238	172,430	139,642
Total shareholders' equity	852,983	866,487	739,417
Total liabilities and equity	2,981,299	3,054,362	2,591,550

III. Appendix

2. Summary Financial Statements (non-Consolidated)

(In millions of KRW)	1Q23	4Q22	3Q22	2Q22	1Q22
Sales	221,267	249,664	214,613	209,183	230,002
Cost of sales	196,768	185,146	178,578	206,623	188,525
Operating profit	22,296	62,064	33,869	275	39,587
Ratio of operating gain to revenue (%)	10%	25%	16%	0%	17%
Financial income	4,819	7,499	1,400	851	1,863
Financial expense	11,288	5,655	12,482	9,853	6,882
Profit before income tax	15,729	64,462	22,583	-11,004	34,414
Income tax expense	3,908	15,479	6,103	-2,814	9,066
Net income	11,821	48,984	16,479	-8,190	25,348
EBITDA Rate	19%	33%	25%	9%	26%

(In millions of KRW)	2023.03.31	2022.12.31	2021.12.31
Current assets	339,108	420,424	264,763
Cash and cash equivalents	49,681	113,637	62,109
Short-term financial instruments	-	-	400
Account & Other Receivables	96,195	71,381	102,799
Non-current assets	1,268,720	1,268,660	1,294,336
Tangible assets	318,994	318,994	318,994
Intangible assets	878,652	881,630	907,903
Right-of-use assets	5,692	3,010	1,817
investments in real estate	55,860	56,452	59,969
Total assets	1,607,828	1,689,084	1,559,099
Current liabilities	743,474	810,547	592,608
Accounts & Other payables	130,282	142,384	89,214
Borrowings and debentures	592,208	632,980	480,116
Lease liabilities	3,080	2,850	2,632
Current income tax liability	10,823	26,961	15,829
Non-current liabilities	246,313	247,817	397,988
Borrowings and debentures	171,630	172,013	314,698
Lease liabilities	59,916	60,434	62,821
Deferred corporate tax liability	1,216	1,318	3,598
Total liabilities	989,787	1,058,364	990,596
Capital stock	73,385	73,385	73,385
Capital surplus(Other capital)	420,105	420,105	420,105
Retained earnings	-11,421	-11,421	-11,421
Non-controlling interest	136,050	148,729	86,512
Total equity	618,041	630,720	568,503
Total liabilities and equity	1,607,828	1,689,084	1,559,099

Thank you

SGC