

Hyundai Heavy Industries Co., Ltd.
Notes to Non-Consolidated Financial Statements

December 31, 2009 and 2008

10. Intangible Assets

(a) Intangible assets as of December 31, 2009 and 2008 were as follows:

<i>(In thousands of Won)</i>		<u>2009</u>	<u>2008</u>
Development costs	₩	270,363,193	242,161,165
Usage right for donated properties		18,095,848	20,135,131
	₩	<u>288,459,041</u>	<u>262,296,296</u>

(b) Details of changes in intangible assets for the years ended December 31, 2009 and 2008 are summarized as follows:

		<u>Development Cost</u>		<u>Usage right for donated properties</u>	
		<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>
Beginning balance	₩	242,161,165	213,873,947	20,135,131	22,174,415
Capitalized		72,139,257	69,711,128	-	-
Amortization		(43,937,229)	(41,423,910)	(2,039,283)	(2,039,284)
Ending balance	₩	<u>270,363,193</u>	<u>242,161,165</u>	<u>18,095,848</u>	<u>20,135,131</u>

Research costs amounting to ₩ 19,629 million and ₩ 17,857 million, and ordinary development costs amounting to ₩ 72,728 million and ₩ 79,443 million are included in selling and administrative expenses for the years ended December 31, 2009 and 2008, respectively. The amortized development costs of ₩ 43,937 million and ₩ 41,424 million are included in the cost of sales and selling and administration expenses for the years ended December 31, 2009 and 2008, respectively.