

13. CAPITAL SURPLUS:

Capital surplus as of December 31, 2007 and 2006 is as follows:

	Korean won (In thousands)	
	2007	2006
Paid-in capital in excess of par value	₩	₩
Asset revaluation surplus		
Other capital surplus		
	₩	₩

Other capital surplus is composed of ₩33,381,253 thousand of gain on disposal of investment in Hyundai Mipo Dockyard Co. Ltd., which was transferred to Hyundai Samho Heavy Industries Co., Ltd., ₩10,122,896 thousand of gain on disposal of treasury stock (net of tax effect) and ₩21,830,067 thousand of gain on business combination and others.

Capital surplus is only available for the reduction of accumulated deficit or transfer to capital stock.