

15. CAPITAL ADJUSTMENTS:

As of December 31, 2007 and 2006, capital adjustments are as follows:

	Korean won (In thousands)	
	2007	2006
Treasury stock	(696,729,513)	(351,821,818)

The Company has been operating special money in trust for treasury stock amounting to ₩705,000 million since January 2000 for the purpose of stabilizing the share price of the Company, and disposed amounting to ₩392,000 million in 2003. In addition, pursuant to the resolution of the board of directors on January 10, 2007, the Company determined to acquire 2,280 thousand shares for the purpose of stabilizing the share price of the Company, and completed the acquisition by March 22, 2007. The acquisition cost of treasury stock amounting to ₩696,729,513 thousand (13,786,544 shares of treasury stock) was recorded as capital adjustments as of December 31, 2007.

Also, pursuant to the resolution of the board of directors on January 31, 2008, the Company determined to acquire 2,280 thousand shares for the purpose of stabilizing the share price of the Company, and will complete the acquisition by May 2, 2008.