

# HYUNDAI HEAVY INDUSTRIES CO., LTD.

## BALANCE SHEETS December 31, 2000 and 1999

	In Thousands of			
	Korean Won		U.S. Dollars (Note 3)	
	2000	1999	2000	1999
<b>ASSETS</b>				
<b>Current assets:</b>				
Cash and cash equivalents	\ 53,058,513	\ 37,620,935	\$ 42,120	\$ 29,865
Short-term financial instruments (Note 4)	197,549,848	148,688,125	156,823	118,035
Marketable securities (Note 5)	82,461,178	84,471,904	65,461	67,057
Trade accounts receivable, less allowance for doubtful accounts of \ 44,796,828 thousand in 2000 and \ 42,870,353 thousand in 1999 (Notes 14 and 25 )	1,993,824,361	2,030,522,114	1,582,777	1,611,909
Other accounts receivable, less allowance for doubtful accounts of ₩ 68,268,372 thousand in 2000 and ₩ 66,827,756 thousand in 1999 (Note 15)	588,662,053	214,944,875	467,303	170,632
Inventories (Note 6)	479,251,864	324,926,898	380,449	257,940
Advance payments	121,542,313	75,671,200	96,485	60,071
Accrued income	8,846,168	28,556,541	7,023	22,669
Other current assets	28,812,739	15,590,499	22,874	12,376
<b>Total current assets</b>	<b>3,554,009,037</b>	<b>2,960,993,091</b>	<b>2,821,315</b>	<b>2,350,554</b>
<b>Non-current assets:</b>				
Property, plant and equipment, net of accumulated depreciation (Note 9)	4,264,773,770	4,248,118,399	3,385,547	3,372,325
Investments (Note 7)	1,547,496,198	2,923,614,085	1,228,464	2,320,881
Long-term financial instruments (Note 4)	117,653,856	23,752,020	93,398	18,855
Intangible assets (Note 10)	125,302,847	116,294,738	99,470	92,319
Other assets (Note 8)	101,024,345	180,307,403	80,197	143,137
<b>Total assets</b>	<b>\ 9,710,260,053</b>	<b>\ 10,453,079,736</b>	<b>\$ 7,708,391</b>	<b>\$ 8,298,071</b>

The accompanying notes are an integral part of these statements.

Continued;

# HYUNDAI HEAVY INDUSTRIES CO., LTD.

## BALANCE SHEETS, Continued December 31, 2000 and 1999

### LIABILITIES AND SHAREHOLDERS' EQUITY

#### Current liabilities:

Trade accounts payable (Note 25)	\ 727,358,734	\ 582,490,971	\$ 577,406	\$ 462,405
Short-term borrowings (Note 11)	1,311,037,149	810,974,127	1,040,753	643,784
Current maturities of long-term borrowings and other long-term liabilities (Note 12)	1,182,470,934	716,092,179	938,692	568,462
Advances from customers	1,788,121,272	1,519,017,443	1,419,482	1,205,857
Income taxes payable	4,298,286	108,328,553	3,412	85,996
Other current liabilities	126,247,305	151,612,903	100,221	120,355
Total current liabilities	5,139,533,680	3,888,516,176	4,079,966	3,086,859
Debentures, less discount of ₩43,759,152 thousand in 2000 ₩45,705,847 thousand in 1999 (Note 12)	1,098,747,174	1,362,254,153	872,229	1,081,412
Long-term borrowings, net of current maturities (Note 12)	195,168,839	65,003,776	154,933	51,603
Accrued severance benefits, less transfers to National Pension Fund and others of ₩637,088,078 thousand in 2000 and of ₩566,517,570 thousand in 1999 (Note 13)	70,318,959	81,645,368	55,822	64,813
Deferred income tax liabilities (Note 23)		88,472,928	-	70,233
Other long-term liabilities	13,170,304	12,699,993	10,455	10,082
Total liabilities	6,516,938,956	5,498,592,394	5,173,405	4,365,002
Commitments and contingencies (Notes 14 and 15)				
Shareholders' equity:				
Capital stock (Notes 1)				
Common stock	380,000,000	380,000,000	301,659	301,659
Capital surplus (Note 17)	2,727,879,538	2,727,879,538	2,165,499	2,165,499
Retained earnings (Note 18)	961,010,779	1,241,159,282	762,889	985,282
Capital adjustments (Notes 7 and 20)	(875,569,220)	605,448,522	(695,061)	480,629
Total shareholders' equity	3,193,321,097	4,954,487,342	2,534,986	3,933,069
Total liabilities and shareholders' equity	\ 9,710,260,053	\ 10,453,079,736	\$ 7,708,391	\$ 8,298,071

The accompanying notes are an integral part of these statements.