

# HYUNDAI HEAVY INDUSTRIES CO., LTD.

## STATEMENTS OF OPERATIONS

For the years ended December 31, 2001 and 2000

	In Thousands of			
	Korean Won		U.S. Dollars (Note 3)	
	2001	2000	2001	2000
Sales (Notes 20 and 25 )	\ 7,404,230,486	\ 6,626,143,323	\$ 5,583,463	\$ 4,996,715
Cost of sales (Notes 20 and 25)	6,190,606,889	5,346,964,274	4,668,281	4,032,097
Gross profit	1,213,623,597	1,279,179,049	915,182	964,618
Selling and administrative expenses (Note 21)	681,312,555	525,436,477	513,772	396,227
Operating income	532,311,042	753,742,572	401,410	568,391
Non-operating income:				
Interest and dividend income	142,807,445	129,883,235	107,690	97,944
Foreign exchange gain	85,653,695	49,039,488	64,591	36,980
Gain on foreign currency translation	7,760,312	23,851,176	5,852	17,986
Gain on disposition of marketable securities	5,593,425	746	4,218	1
Gain on disposition of investments (Note 15)	9,144,221	5,150,047	6,896	3,884
Others (Note 15 and 22)	72,432,925	31,233,444	54,621	23,553
	323,392,023	239,158,136	243,868	180,348
Non-operating expenses:				
Interest expense	350,553,527	378,095,168	264,349	285,118
Foreign exchange loss	78,006,095	62,906,895	58,824	47,438
Loss on foreign currency translation	22,371,977	64,365,634	16,871	48,538
Equity in investee loss (Note 8)	217,463,418	314,728,971	163,987	237,334
Loss on disposition of marketable securities	2,318,163	16,129,082	1,748	12,163
Loss on disposition of property, plant and equipment	6,608,181	6,152,864	4,983	4,640
Loss on disposal of investments (Notes 15 and 25)	51,306,291	222,869,695	38,690	168,064
Loss on impairment of investments (Note 8)	60,411,943	-	45,556	-
Others (Notes 13,15 and 22)	118,566,449	146,289,647	89,410	110,316
	907,606,044	1,211,537,956	684,418	913,611
Ordinary loss	(51,902,979)	(218,637,248)	(39,140)	(164,872)
Income tax expense (Note 23)	26,217,842	(57,104,086)	19,771	(43,062)
Net loss	\ (78,120,821)	\ (161,533,162)	\$ (58,911)	\$ (121,810)
Loss per share (Note 24)	\ (1,376)	\ (2,548)	\$ (1)	\$ (2)
(in Korean Won and U.S. Dollars)				

The accompanying notes are an integral part of these statements.