

Hyundai Heavy Industries Co., Ltd.  
Consolidated Balance Sheets

As of December 31, 2008 and 2007

(In thousands of Won, except share data)

	<i>Note</i>	<b>2008</b>	<b>2007</b>
<b>Assets</b>			
Cash and cash equivalents	3,28	₩ 1,672,784,482	1,591,004,816
Short-term financial instruments	3	3,786,226,969	4,660,447,718
Short-term investment securities	5	624,090,236	919,842,435
Trade accounts and notes receivable, net of allowance for doubtful accounts of ₩ 143,741 million in 2008 and ₩ 86,977 million in 2007	18,27,28	5,456,731,195	3,515,476,980
Accounts receivable-other, net of allowance for doubtful accounts of ₩ 218,693 million in 2008 and ₩ 225,677 million in 2007	19,27,28	303,170,634	135,828,661
Inventories	4	3,533,418,832	1,690,330,093
Advanced payments, net of allowance for doubtful accounts of ₩ 21,366 million in 2008 and ₩ 14,965 million in 2007		1,574,809,218	720,229,508
Accrued income, net of allowance for doubtful accounts of ₩ 75 million in 2008 and ₩ 10 million in 2007		156,000,376	80,092,935
Financial assets, net of allowance for doubtful accounts of ₩ 992million in 2008 and ₩ 360 million in 2007		36,397,751	5,420,361
Foreign exchange forward contracts	18	2,560,139,449	195,615,525
Deferred income tax assets	24	280,619,161	74,570,378
Other current assets, net of allowance for doubtful accounts of ₩ 349 million in 2008 and ₩ 2 million in 2007	6	783,481,046	586,444,700
<b>Total current assets</b>		<b>20,767,869,349</b>	<b>14,175,304,110</b>
Long-term investment securities	7	1,801,398,488	2,768,996,554
Equity method accounted investments	9	1,355,846,125	1,054,063,965
Long-term trade accounts and notes receivable, net of allowance for doubtful accounts of ₩ 832 million in 2008 and ₩ 966 million in 2007	18,28	82,368,900	95,595,244
Long-term financial instruments	3,28	15,372,748	9,052,064
Foreign exchange forward contracts	18	4,173,369,541	17,637,724
Deferred income tax assets	24	134,267,829	71,995,533
Venture investments	8	16,686,211	10,562,575
Property, plant and equipment, net	10,13,15,18	8,902,503,544	6,707,817,706
Intangible assets	11	903,236,499	281,754,832
Other non-current assets, net of allowance for doubtful accounts of ₩ 2,262 million in 2008	12	224,733,480	99,075,617
<b>Total non-current assets</b>		<b>17,609,783,365</b>	<b>11,116,551,814</b>
<b>Total assets</b>		<b>₩ 38,377,652,714</b>	<b>25,291,855,924</b>

See accompanying notes to consolidated financial statements.

Hyundai Heavy Industries Co., Ltd.  
Consolidated Balance Sheets, Continued

As of December 31, 2008 and 2007

(In thousands of Won, except share data)

	<i>Note</i>	<b>2008</b>	<b>2007</b>
<b>Liabilities</b>			
Short-term borrowings	13	₩ 936,853,320	182,737,012
Current maturities of debentures and long-term borrowings, net of discount of ₩ 299 million in 2007	15,28	44,471,402	194,031,974
Trade accounts and notes payable	27,28	3,031,809,161	1,983,362,577
Accounts payable-other	19,27,28	353,061,360	226,229,237
Advances from customers		16,698,522,861	13,635,935,744
Income tax payable		687,259,429	715,048,743
Deferred income tax liabilities	24	-	13,909,485
Foreign exchange forward contracts	18	3,781,684,566	164,835,035
Other current liabilities	14	1,175,216,622	792,202,584
<b>Total current liabilities</b>		<b>26,708,878,721</b>	<b>17,908,292,391</b>
Debenture and long-term borrowings	15,28	207,908,175	166,480,488
Provision for retirement and severance benefits, net of severance insurance deposits and others of ₩ 1,304,656 million in 2008 and ₩ 1,274,275 million in 2007	16	253,054,708	185,232,960
Long-term accrued expenses		-	1,029,342
Provision for product warranties		47,654,776	37,101,551
Deferred income tax liabilities	24	70,615,855	516,077,461
Foreign exchange forward contracts	18	4,230,458,411	110,424,362
Other long-term liabilities	17	192,025,205	84,262,384
<b>Total non-current liabilities</b>		<b>5,001,717,130</b>	<b>1,100,608,548</b>
<b>Total liabilities</b>		<b>31,710,595,851</b>	<b>19,008,900,939</b>
<b>Stockholders' equity</b>			
Common stock of ₩ 5,000 par value			
Authorized – 160,000,000 shares			
Issued and outstanding – 76,000,000 shares in 2008 and 2007	1	380,000,000	380,000,000
Capital surplus	20	2,805,551,325	2,800,653,992
Capital adjustments	22	(1,718,603,079)	(752,628,881)
Accumulated other comprehensive income	25	(463,730,511)	146,293,006
Retained earnings	21	4,673,098,378	2,901,453,837
Minority interests		990,740,750	807,183,031
<b>Total stockholders' equity</b>		<b>6,667,056,863</b>	<b>6,282,954,985</b>
<b>Total liabilities and stockholders' equity</b>		<b>₩ 38,377,652,714</b>	<b>25,291,855,924</b>

See accompanying notes to consolidated financial statements.