

KOREA SOUTHERN POWER CO., LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

FOR THE YEARS ENDED DECEMBER 31, 2011 AND 2010

	<u>Notes</u>	<u>2011</u>	<u>2010</u>
		(Won in millions, except per share amounts)	
SALES	5,26,37	₩ 5,923,273	₩ 5,125,713
COST OF SALES	34,37	<u>5,705,299</u>	<u>4,769,944</u>
GROSS PROFIT		217,974	355,769
OTHER OPERATING INCOME	28,33	3,828	4,137
SELLING AND ADMINISTRATIVE EXPENSES	27,34	48,785	36,576
OTHER OPERATING EXPENSES	28,33	5,680	1,313
OTHER INCOME(LOSS)	29,33	<u>(858)</u>	<u>(6,130)</u>
OPERATING NET INCOME		<u>166,479</u>	<u>315,887</u>
FINANCE INCOME	7,10,30	25,768	47,945
FINANCE EXPENSES	7,10,31	90,845	92,697
LOSS OF ASSOCIATES USING EQUITY METHOD	14	<u>(998)</u>	<u>(541)</u>
INCOME FROM CONTINUING OPERATIONS BEFORE INCOME TAX		100,404	270,594
INCOME TAX EXPENSES FROM CONTINUING OPERATIONS	32	<u>32,048</u>	<u>55,626</u>
NET INCOME FROM CONTINUING OPERATIONS		68,356	214,968
NET INCOME FROM DISCONTINUED OPERATIONS	41	<u>-</u>	<u>5,581</u>
NET INCOME FOR THE PERIOD		<u>68,356</u>	<u>209,387</u>

(Continued)

KOREA SOUTHERN POWER CO., LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME (CONTINUED)

FOR THE YEARS ENDED DECEMBER 31, 2011 AND 2010

	<u>Notes</u>	<u>2011</u>	<u>2010</u>
		(Won in millions, except per share amounts)	
<b>OTHER COMPREHENSIVE INCOME(LOSS)</b>			
Net change in the fair value of available-for-sale financial assets, net of tax	25	₩ 920	₩ (657)
Gain(Loss) on valuation of derivatives using cash flow hedge accounting, net of tax	25	192	(15,510)
Share in other comprehensive loss of associates, net of tax	25	(77)	(33)
Foreign currency translation of foreign operations, net of tax	25	412	1,833
Actuarial losses on retirement benefit obligations	25	<u>(4,537)</u>	<u>(6,223)</u>
<b>TOTAL COMPREHENSIVE INCOME FOR THE YEAR</b>		<u>₩ 65,266</u>	<u>₩ 188,798</u>
<b>NET INCOME ATTRIBUTABLE TO;</b>			
Owners of the parent company		₩ 68,356	₩ 209,387
Non-controlling interests		-	-
<b>TOTAL COMPREHENSIVE INCOME(LOSS) ATTRIBUTABLE TO;</b>			
Owners of the parent company		₩ 65,266	₩ 188,798
Non-controlling interests		-	-
<b>EARNINGS PER SHARE</b>			
Basic and diluted earnings per share	35	₩ 1,494	₩ 4,534

See accompanying notes to consolidated financial statements.