

KOREA SOUTHERN POWER CO., LTD. AND ITS SUBSIDIARIES
Consolidated Statements of Comprehensive Income (Loss)
For the years ended December 31, 2019 and 2018

*In millions of won,
except earnings per share information*

| | <u>Notes</u> | <u>2019</u> | <u>2018</u> |
|--|-------------------------------|-------------------|------------------|
| Sales | 5,32,42 | ₩ 5,439,314 | ₩ 5,973,065 |
| Cost of sales | 39,42 | <u>5,181,087</u> | <u>5,683,489</u> |
| Gross profit | | 258,227 | 289,576 |
| Selling and administrative expenses | 5,19,20,22,24,26, 33,39,42 | <u>106,323</u> | <u>103,442</u> |
| Operating income | 5 | 151,904 | 186,134 |
| Other non-operating income | 25,34,42 | 8,461 | 17,421 |
| Other non-operating expenses | 25,34 | (6,959) | (25,262) |
| Other gains (losses), net | 8,35,41,42 | (2,430) | (361) |
| Finance income | 8,11,36,41,42 | 62,149 | 49,314 |
| Finance expenses | 8,11,22,25,37,41,4 | (216,737) | (169,974) |
| Equity method income (losses) of associates and joint ventures | 5,18 | <u>(15,228)</u> | <u>(13,529)</u> |
| Profit (loss) before income tax | | (18,840) | 43,743 |
| Income tax expense (benefit) | 5,38 | <u>15,398</u> | <u>(51,324)</u> |
| Profit (loss) for the year | 5 | <u>(34,238)</u> | <u>95,067</u> |
| Other comprehensive income(loss): | | | |
| Items that will not be reclassified subsequently to profit or loss: | | | |
| Remeasurement of defined benefit plan, net of tax | 24,29 | 984 | 3,919 |
| Share in other comprehensive loss of associates and joint ventures, net of tax | 18,31 | (24) | (61) |
| Net change in fair value of financial assets at fair value through other comprehensive income (loss), net of tax | | (25,387) | 69,406 |
| Items that will or may be reclassified subsequently to profit or loss: | | | |
| Net change in the unrealized fair value of derivatives using cash flow hedge accounting, net of tax | 8,11,31 | 4,427 | (3,001) |
| Share in other comprehensive loss of associates and joint ventures, net of tax | 18,31 | (8,665) | (71) |
| Foreign currency translation of foreign operations, net of tax | 31 | <u>4,427</u> | <u>1,079</u> |
| Total comprehensive income (loss) for the year | | <u>₩ (58,476)</u> | <u>₩ 166,338</u> |
| Profit (loss) attributable to | | | |
| Owners of the Company | | ₩ (36,141) | ₩ 90,618 |
| Non-controlling interests | | <u>1,903</u> | <u>4,449</u> |
| Profit (loss) for the year | | <u>₩ (34,238)</u> | <u>₩ 95,067</u> |
| Total comprehensive income (loss) attributable to: | | | |
| Owners of the Company | | ₩ (54,721) | ₩ 162,208 |
| Non-controlling interests | | <u>(3,755)</u> | <u>4,130</u> |
| Total comprehensive income (loss) for the year | | <u>₩ (58,476)</u> | <u>₩ 166,338</u> |
| Earnings (losses) per share | | | |
| Basic earnings (losses) per share | 40 | ₩ (757) | ₩ 1,898 |

The accompanying notes are an integral part of the consolidated financial statements.