Together we build
GS E&C Core Values

GS E&C Presentation

Aug. 2018

www.gsenc.com

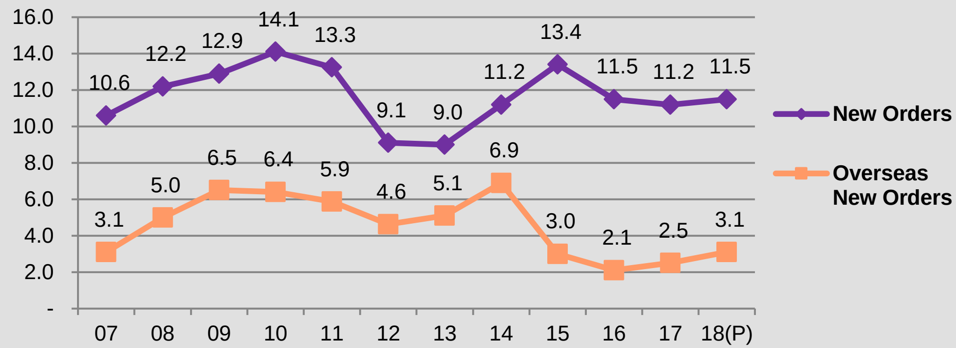
GS Engineering & Construction

CONTENTS

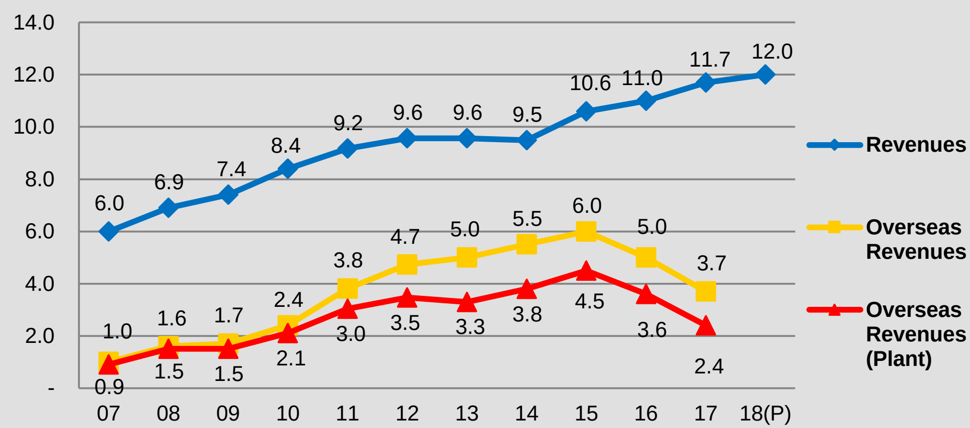
GS E&C

Trend of New Orders & Sales Revenues

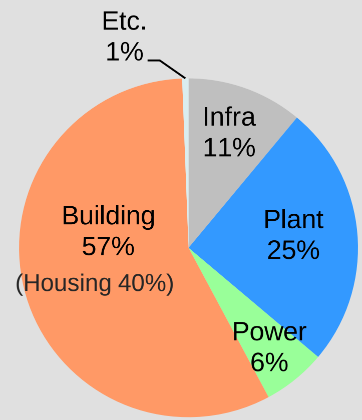
New Orders



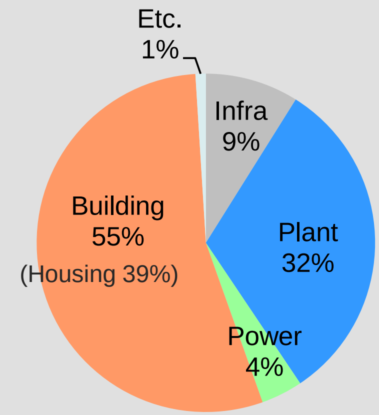
Sales Revenues



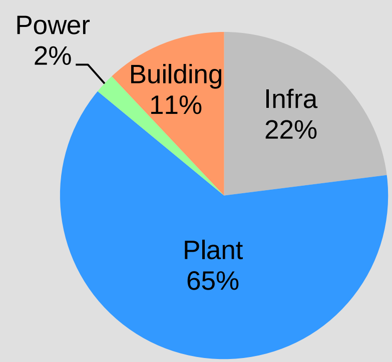
Sales Revenues by Portfolio



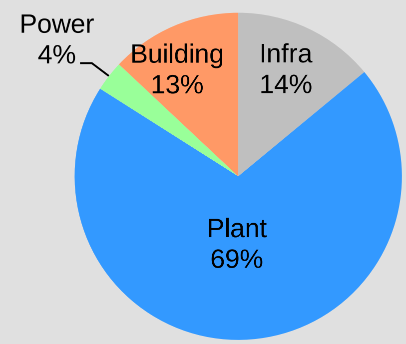
1H17 Revenues



1H18 Revenues



1H17 Overseas Revenues



1H18 Overseas Revenues

Order Backlogs

Order backlogs by division

(Unit : KRW bn)

Division	2018.1Q	2018.2Q	%
Plant	10,303	9,412	-8.6%
Power	818	785	-4.0%
Infra(civil)	3,911	3,799	-2.9%
Building	2,408	2,507	4.1%
Housing	23,329	23,554	1.0%
Domestic	29,665	29,945	0.9%
Overseas	11,104	10,112	-8.9%
Total	40,769	40,057	-1.7%

Overseas backlogs by region

(Unit : KRW bn)

Region	2018.2Q	%
Middle East (UAE, Kuwait, Iraq, Oman, Bahrain..)	3,148	54.7%
Asia (Singapore, Vietnam, China..)	2,143	37.2%
Africa (Egypt, Algeria, Ghana, Tanzania..)	348	6.0%
Europe (Turkey)	108	1.9%
Other (Canada, Venezuela)	12	0.2%
Total	5,759	100.0%

***GS Inima Environment S.A's backlog is excluded.**

Overseas backlogs by year awarded

(Unit : KRW bn)

	Up to 2013	2014	2015	2016~2018	Total
Plant	439	1,552	640	769	3,400
Power	22	127	1	217	367
Infra(civil)	243	112	114	835	1,304
Building	97	5	-	586	688
Total	801	1,796	755	2,407	5,759
%	13.9%	31.2%	13.1%	41.8%	100.0%

Up to 2011 : ERC (208), DTL C911(10)
2012 : HCMC (91), PP-12 (11)
2013 : STAR (108), T203 (32), Doha Metro(56)
2014 : Karbala (1,282), CFP (240), Kais(127), Doha Link(111), Ru/Sh (30)
2015 : LNGIT (228), T3008 (46), NWC(50), LPIC-3 (430)
2016 ~ 2018 : T301 (1,114), RRW (543)

INVESTOR RELATIONS

Results & Guidance

(Unit : KRW bn)

	1H18	2018(P)
New Orders	5,326	11,450
- Domestic	4,306	8,394
- Overseas	1,020	3,056
Sales Revenues	6,709	12,015
Gross Profits	835	
- Domestic	13.8%	
- Overseas	10.6%	
Infra	9.1%	
Plant	12.2%	
Power	5.2%	
Building & Housing	13.8%	
Etc.	-2.2%	
Operating Profit	609	
Ordinary Profit	501	
Net Profit	354	

(Unit : KRW bn)

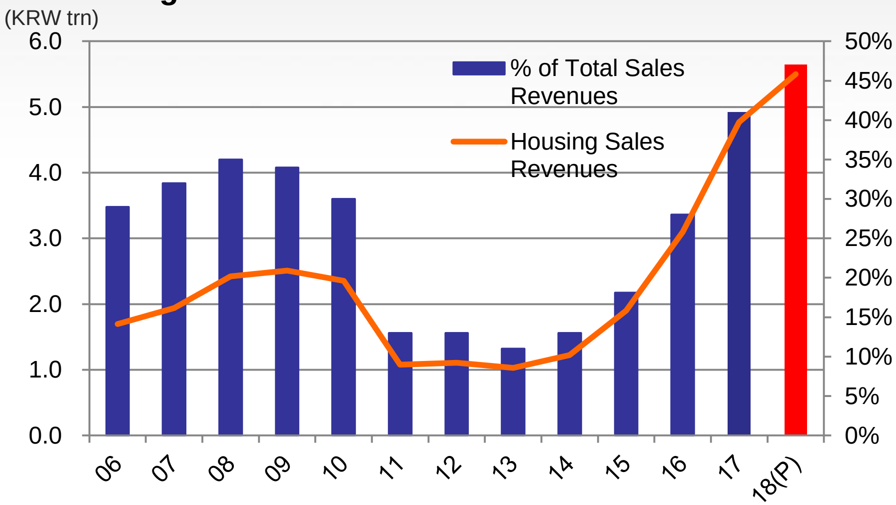
Division	1H18 New Orders	Major New Projects
Infra	345 (*-)	- Semangeum - Jeonju Highway(Block 1) (78) - Coal Terminal Construction on Donghae port (53) - Oksan-Ochang Highway O&M (43)
Plant	871 (*536)	- Bo-ryeong LNG Terminal 2-2 (193) - Guangdong D-Project Environmental Facility (60) - MFC FEED Project (15)
Power	345 (*88)	- Dangjin Biomass Power Station (251) - Guangdong CA-Project 220kV Substation (10)
Building & Housing	3,765 (*396)	- Gaepo The H-Xi (846) - Gumi Wonpyung Redevelopment (409) - Daeya Housing Redevelopment (360) - Uiwang Naeson Redevelopment (249)

* Overseas

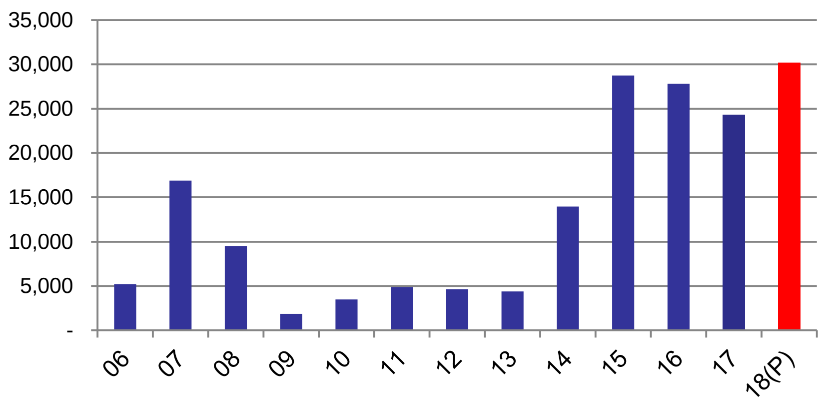
INVESTOR RELATIONS

Housing Business

✓Housing Sales Revenues Trend



✓Housing Supply



2018 Housing supply plan is subject to market condition.

✓Unstarted PF Projects

Site	PF Guarantee (KRW bn)	Supply Units(E)*	Expected Start*	Notes
Yongin Shinbong	197	3,300	2019	Long Term PFs
Donggyo Office	98	-	-	
Busan Chogjin1	161	-		New PFs
Yeosu Ungcheon	55	584	2018	
Cheonan Baegseog	53	-	2019	
Yongin Dongchon3	97	-	2019	
Goyang Deog-eun A4	24	-	2019	
Seongnam Godeung	18	534	2018	
Goyang Deog-eun A7	15	-	2019	
Cheongju Gakyung	10	992	2018	
Total	728			

***It's subject to change.**

✓Housing Order Backlogs

(Unit : KRW bn)

	18.2Q
PF	4,369
Reconstruction/Redevelopment	17,696
In house	1,489
Total	23,554

Liquidity

✓Liability/Equity

(Unit : %)

	13	14	15	16	17	1H18
%	293.4	265.6	288.5	298.9	322.8	277.1

✓Cash Flow & Liquidity

(Unit : KRW trn)

	13	14	15	16	17	1H18
Gross Debt	4.25	3.92	3.46	3.43	3.91	2.69
Cash & Cash Equivalent	1.87	2.15	2.43	2.35	2.44	1.75
Net Debt	2.38	1.77	1.03	1.08	1.47	0.94

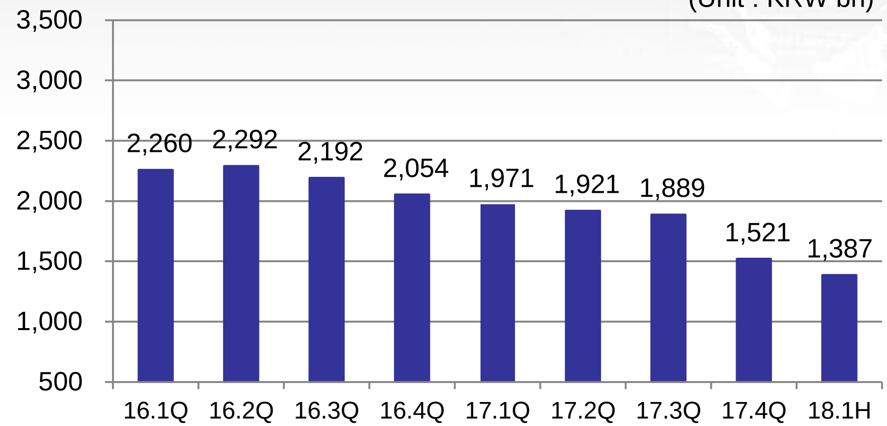
✓Pay-back Balance for CB & CP(As of Today)

(Unit : KRW bn)

	2018	2019	After 2020	Balance
Corp. Bond	-	116	84	200
Commercial Paper	-	100	-	100

✓Unbilled Accounts Receivable

(Unit : KRW bn)



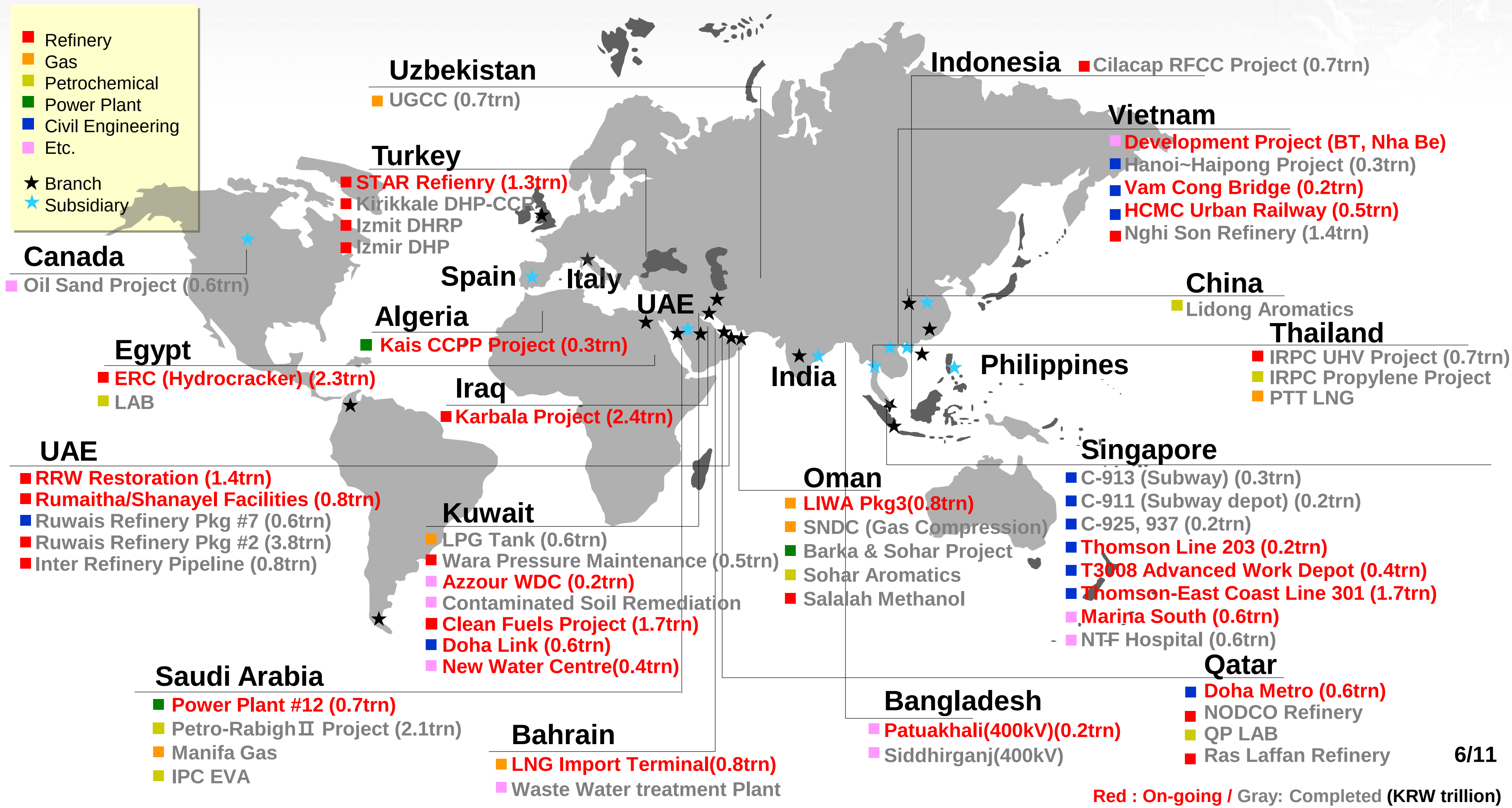
✓Unbilled Accounts Receivable by Division

(Unit : KRW bn)

	15Y	16Y	17Y	1H18
Plant	1,110	997	656	390
Power	279	269	207	217
Infra(Civil)	482	478	304	328
Building & Housing	183	310	354	452
Total	2,054	2,054	1,521	1,387

Appendix – Global Networks & Major Projects

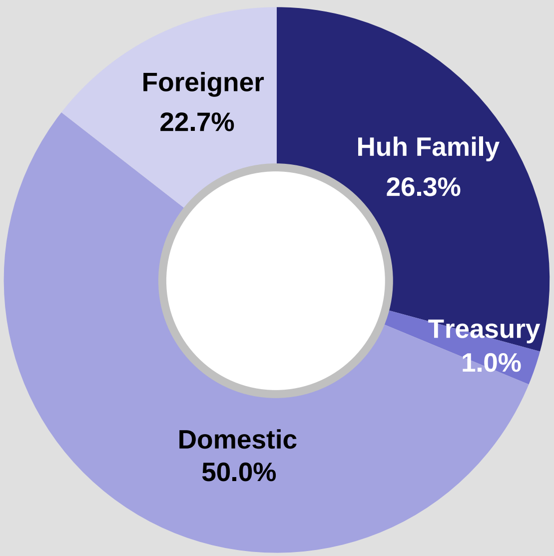
GS E&C currently operates more than 30 on-going projects, 36 branches & local entities in overseas.



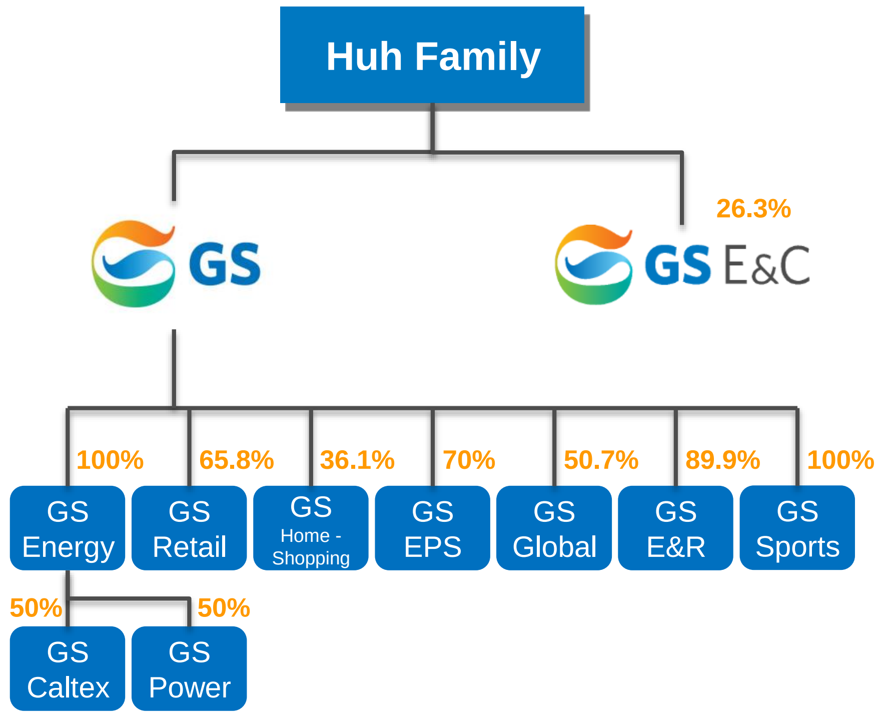
Appendix – Ownership Structure

GS E&C

(As of Today)



GS Group



Appendix – GS Group

✓ Korea's Top 10 Conglomerates

(Unit : KRW tn)

Rank	Company	Total Assets*
1	Samsung	399.5
2	Hyundai Motors	222.7
3	SK	189.5
4	LG	123.1
5	Lotte	116.2
6	Posco	79.7
7	GS	65.0
8	Hanhwa	61.3
9	NH	58.1
10	Hyundai Heavy Industries	56.1

* Total Assets : Domestic Only, Source : Fair Trade Commision

* As of December 31, 2017

✓ Financial Status of Main Affiliates

(Unit : KRW bn)

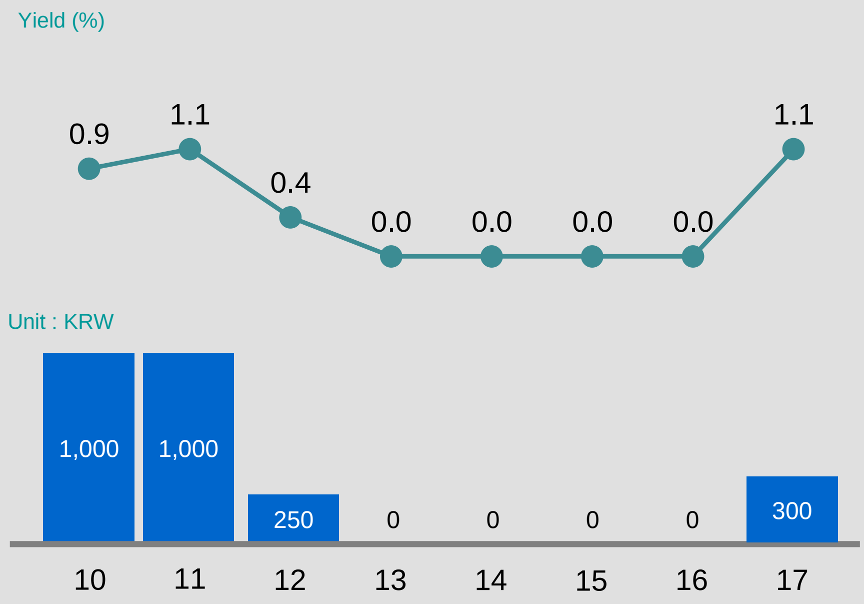
Affiliates	Sales	Operating Profit	Bussiness Areas
GS Energy	337	301	Energy & Power
GS Caltex	28,623	1,948	
GS EPS	883	114	
GS E&R	743	32	
GS Retail	7,947	155	Retail & Trade
GS Homeshopping	1,052	144	
GS Global	2,919	92	
GS E&C	10,812	384	Construction
GS Group	58,526	4,080	71 Domestic Affiliates Only

* Based on Seperated Financial Statements

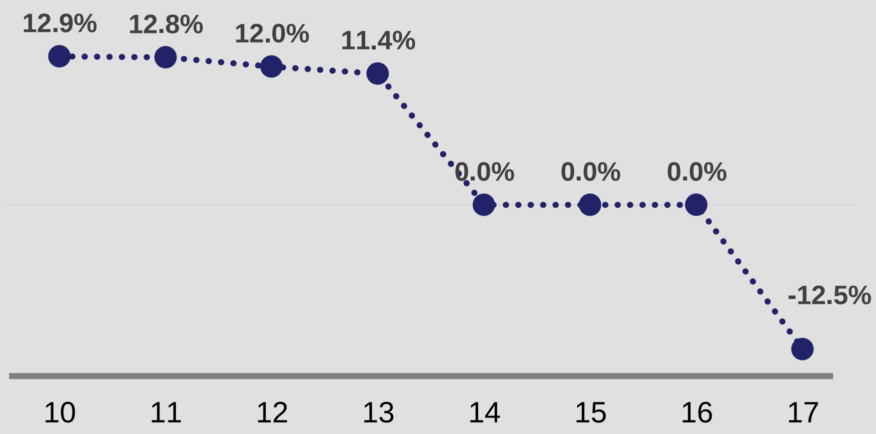
* As of December 31, 2017

Appendix – Dividends

Yield & DPS



Payout Ratio



Financial Status – Statements of Financial Position (Summary)

(Unit : KRW bn, %)

Account	15Y	16Y	17Y	1H18
Total Assets	**13,005**	**13,377**	**13,697**	**12,581**
Cash and cash equivalents	2,429	2,356	2,442	1,748
Trade and other receivable	4,749	4,997	4,763	4,557
Inventories	796	825	1,091	1,058
Short-Term financial instrument and other current assets	1,577	1,558	1,286	928
Tangible Assets	1,339	978	897	855
Total Liabilities	**9,657**	**10,023**	**10,457**	**9,244**
Trade and other payables	2,067	2,388	2,474	2,306
Borrowings	3,462	3,433	3,905	2,694
Total Equity	**3,348**	**3,354**	**3,240**	**3,337**
Capital Stock	355	355	358	386
Liability/Equity	288.5	298.9	322.8	277.1

Financial Status – Statements of Income (Summary)

(Unit : KRW bn)

Account		15Y	16Y	17Y	1H18
Sales	Infra	1,266	1,383	1,298	586
	Plant	4,907	4,108	2,926	2,117
	Power	911	663	728	265
	Building & Housing	3,311	4,814	6,646	3,700
	Others	178	68	81	21
Total		**10,573**	**11,036**	**11,679**	**6,709**
Gross Profit		548	488	803	835
Selling & Administrative Expenses		426	345	485	226
Operating Profit		122	143	319	609
Profit before tax		31	21	(161)	501
Net Profit		**29**	**(20)**	**(164)**	**354**

GS Engineering & Construction

www.gsenc.com ▼