

Hanwha Corporation

4Q 2021 Results

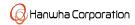
Disclaimer

This presentation contains the consolidated and separate financial results of the company and its subsidiaries prepared in accordance with K-IFRS.

This material provides preliminary earnings prior to the completion of an external audit for the convenience of investors only. It contains forward-looking statements that are inherently subject to risks and uncertainties, unexpected changes in market conditions, and subsequent adjustments in the business strategies of the company and its subsidiaries.

Thus, the actual results may differ from the projections made in this presentation, and company shall not be held liable for any investment decisions made on the basis of the information contained in this presentation.

1. Highlight



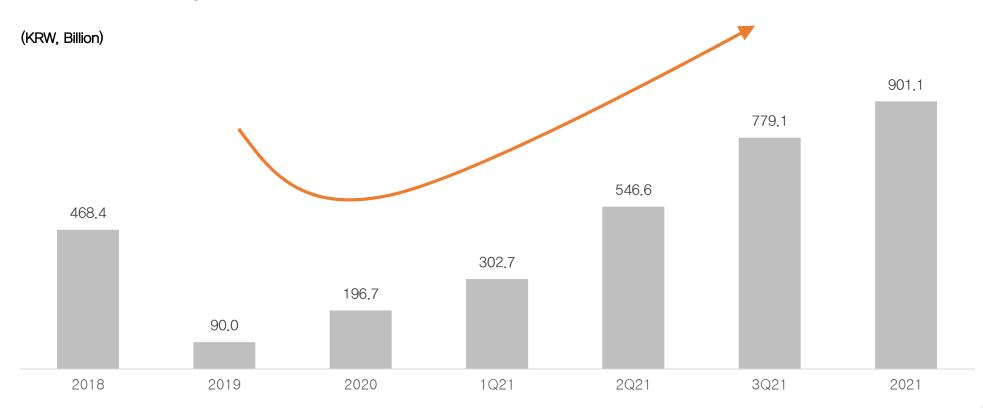
Achieved "the greatest annual earnings ever"

- Growth of 2021, Net profit of the controlling stake increased by 1.9 times compared to 2018
- Common stock dividends: 750 KRW/Share(+50 KRW, +7.1%, Compared to previous year)

2022, Key Driver

- Own Biz: Accelerating the transition to high value—added equipment,
 Strengthening own business capability by management efficiency
- Consolidated: Continuously strong performance from Aerospace, Solutions, and Life Insurance.

Net Profit (Controlling Shareholder)

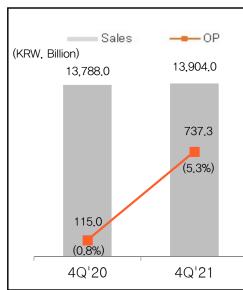


2. Financial Results

Hanwha Corporation

[Consolidated] Highest Performance Ever

- Major affiliates will continue great earnings



Result

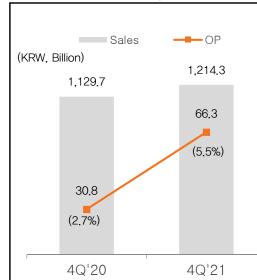
 Increased both net profit and controlling shareholder net profit thanks to increased earnings from financial affiliates including Life Insurance & great performance from Aerospace, Solutions

Outlook

 Both OP and NP are expected to increase with external growth from expanding sales of major affiliates

[Separate] Demand increase of machinery equipment, Sales increase of chemical trading business

-Performance improvement due to sales increase



Result

 Despite the end of the defense domestic project, sales and OP improved due to increased demand for secondary battery facilities and petrochemicals

Outlook

 Expand sales with growth of secondary battery market, solar equipment market and Strong chemical trading business is expected

Consolidated

(Billion KRW)	4Q21	YoY	QoQ	
Sales	13,904.0	0.8%	3.6%	
Non-financial	8,982.7	10.8%	55.1%	
Financial	6,787.2	-10.8%	-11.9%	
Consolidation Adjustment	-1,865.9			
Operating Profit	737.3	540.9%	28.6%	
Non-financial	239.8	-11.0%	-36.2%	
Financial	272.4	Surplus	38.0%	
Consolidation Adjustment	225.1			
Net Profit	254.3	Surplus	-50.7%	
Controlling Shareholder	122.0	Surplus	-47.5%	

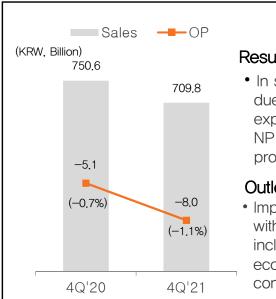
Separate

(Billion KRW)	4Q'20	4Q'21	YoY	
Sales	1,129.7	1,214.3	7.5%	
Defense/Machinery	852.4	808.3	-5.2%	
Global	277.3	405.9	46.4%	
Operating Profit	30.8	66.3	115.3%	
Defense/Machinery	36.1	48.5	34.4%	
Global	-5.3	17.8	Surplus	
Net Profit	13.6	26.1	91.9%	

3. Major Affiliates

Hanwha Corporation

Hanwha E&C



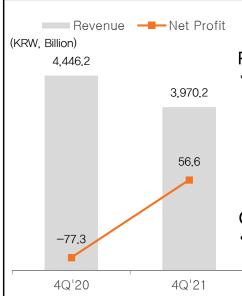
Result

 In spite of the OP decrease due to carrying forward amount of expected sales from residential APT. NP turn into surplus affected by profits from equity method

Outlook

 Improved performance is expected with sales from new large sites including complex development. eco - friendly project previously contracted

Hanwha Life Insurance



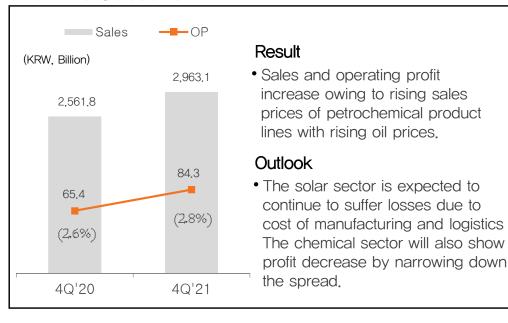
Result

 Sales declined due to strategically downsizing sales of low-profit savings insurance. thus net profit turned into a surplus from decrease in variable guarantee reserves and improved investment returns with rising interest rates.

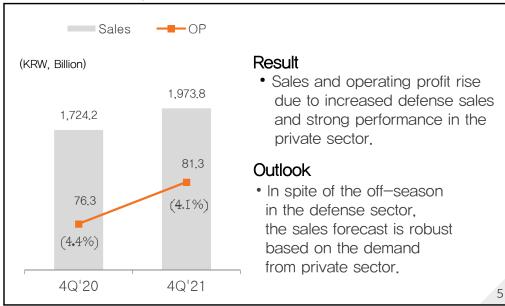
Outlook

 Profitability is expected to improve with upward trend of interest rates and the separation of sales division.

Hanwha Solutions



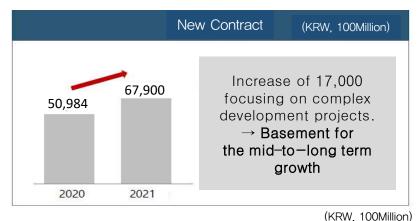
Hanwha Aerospace



4. Appendix – Hanwha E&C Updates



With the completion of large project, external growth is in temporary adjustment period, but Basement for the mid-to-long term growth is prepared with great expansion of contracts from complex development projects, and the sequential start of construction from eco-friendly projects





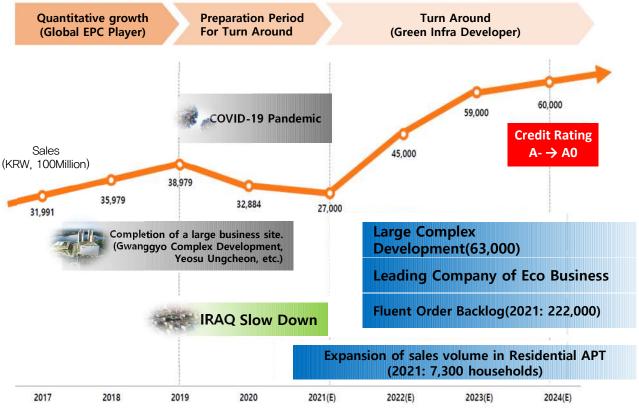
- Suseo Station area(4,400)
- Yeongjong Island Complex Resort(9,500)
- Osiria Meditown(2,760), CJ Live City(2,000), etc



- Yangyang wind power plant(2,500)
- Daejeon Sewage Treatment Plant(1,280)
- HGC Hydrogen mixed-use power generation plant(650), etc.

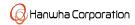


- Soonchunhyang Univ Hospital(1,950)
- GTX-C (1,890)
- KAKAO data center(1,350)
- Coupang FC logistics center(1,170)
- Multi purpose apartment in Mia (1,070)
- 1st Logistics Support Command relocation(1,150)
- Yongin international logistics complex(1,120), etc.



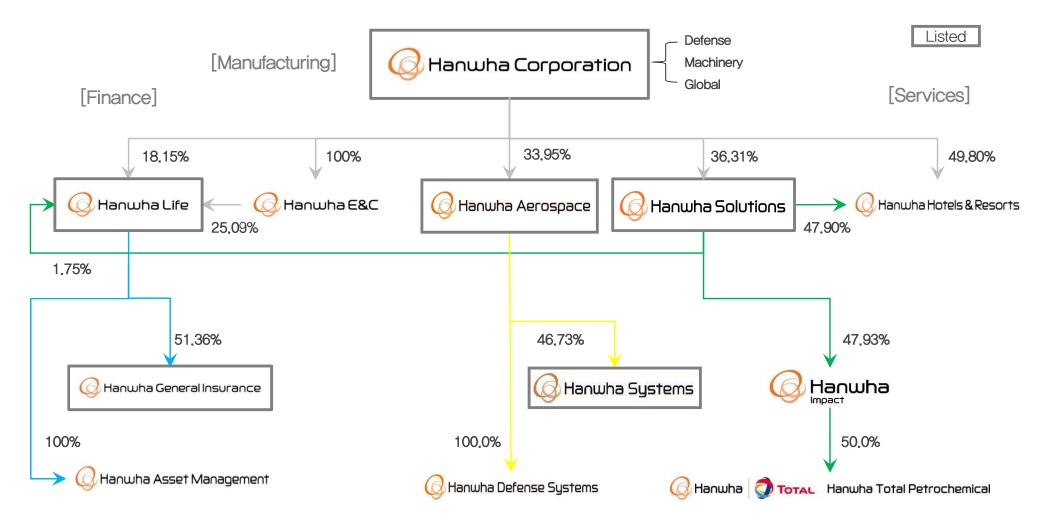
(100M KRW)	1Q20	2Q20	3Q20	4Q20	2020	1Q21	2Q21	3Q21	4Q21	2021
Sales	8,867	8,521	7,990	7,506	32,884	5,870	7,251	6,116	7,098	26,335
Domestic	6,833	7,475	6,971	7,359	28,638	5,640	7,065	5,870	6,906	25,481
Overseas	2,034	1,045	1,019	147	4,245	230	186	246	192	854

5. Appendix



Ownership Structure

493 subsidiaries & affiliates including Hanwha Corp., Hanwha Life, Hanwha Solutions, Hanwha E&C, Hanwha Aerospace, Hanwha Hotels&Resorts, etc. form the consolidated group [K-IFRS 1110 / Dec. 31th, 2021]



^{*} Equity method is applied to 92 companies including Hanwha Impact, YNCC, etc.