

KOREA GAS TECHNOLOGY CORPORATION

Statements of Financial Position

As of December 31, 2014 and 2013

(In thousands of won)

| | Note | 2014 | 2013 |
|--|-----------------|--------------------|--------------------|
| Assets | | | |
| Cash and cash equivalents | 5,6,34,35 ₩ | 4,530,477 | 7,176,475 |
| Current portion of financial assets | 9,10,11,34,35 | 17,805,318 | 19,162,441 |
| Trade and other receivables | 7,16,34,35,36 | 28,218,798 | 24,960,067 |
| Current portion of non-financial assets | 12 | 484,760 | 690,464 |
| Total current assets | | 51,039,353 | 51,989,447 |
| Financial assets, net of current portion | 8,9,10,11,34,35 | 3,794,463 | 5,219,388 |
| Long-term trade and other receivables | 7,34,35,36 | 17,151,799 | 17,453,382 |
| Property, plant and equipment | 14,20 | 51,884,373 | 45,957,608 |
| Intangible assets | 15,20 | 2,657,892 | 2,385,867 |
| Investments in joint ventures | 13 | 192 | 192 |
| Deferred tax assets | 31 | 2,148,721 | 3,677,462 |
| Non-financial assets, net of current portion | 12 | 59,666 | 64,268 |
| Total non-current assets | | 77,697,106 | 74,758,167 |
| Total assets | ₩ | 128,736,459 | 126,747,614 |

See accompanying notes to the financial statements.

KOREA GAS TECHNOLOGY CORPORATION
Statements of Financial Position, Continued

As of December 31, 2014 and 2013

(In thousands of won)

| | Note | 2014 | 2013 |
|--|---------------|---------------------------|---------------------------|
| Liabilities | | | |
| Trade and other payables | 17,34,35,36 ₩ | 15,931,977 | 15,163,057 |
| Income tax payable | 31 | 570,187 | 2,630,446 |
| Current portion of non-financial liabilities | 16,20,21 | 4,235,252 | 7,231,518 |
| Total current liabilities | | <u>20,737,416</u> | <u>25,025,021</u> |
| Long-term trade and other payables | 17,34,35,36 | - | 1,583 |
| Employee benefits | 18 | 8,373,777 | 7,381,905 |
| Provisions | 19 | 72,132 | 143,092 |
| Total non-current liabilities | | <u>8,445,909</u> | <u>7,526,580</u> |
| Total liabilities | | <u>29,183,325</u> | <u>32,551,601</u> |
| Equity | | | |
| Contributed equity | 22 | 12,258,712 | 12,258,712 |
| Retained earnings | 23,24 | 87,294,422 | 81,937,301 |
| Total equity | | <u>99,553,134</u> | <u>94,196,013</u> |
| Total liabilities and equity | ₩ | <u>128,736,459</u> | <u>126,747,614</u> |

See accompanying notes to the financial statements.

KOREA GAS TECHNOLOGY CORPORATION
Statements of Financial Position, Continued

As of December 31, 2014 and 2013

(In thousands of U.S. dollars)

| | 2014 | 2013 |
|--|--------------------------|-----------------------|
| | (Note 4) | (Note 4) |
| Assets | | |
| Cash and cash equivalents | \$ 4,122 | 6,529 |
| Current portion of financial assets | 16,198 | 17,433 |
| Trade and other receivables | 25,672 | 22,707 |
| Current portion of non-financial assets | 441 | 628 |
| Total current assets | <u>46,433</u> | <u>47,297</u> |
| Financial assets, net of current portion | 3,452 | 4,748 |
| Long-term trade and other receivables | 15,604 | 15,878 |
| Property, plant and equipment | 47,202 | 41,810 |
| Intangible assets | 2,418 | 2,171 |
| Investments in joint ventures | - | - |
| Deferred tax assets | 1,955 | 3,346 |
| Non-financial assets, net of current portion | 54 | 58 |
| Total non-current assets | <u>70,685</u> | <u>68,011</u> |
| Total assets | <u><u>\$ 117,118</u></u> | <u><u>115,308</u></u> |

See accompanying notes to the financial statements.

KOREA GAS TECHNOLOGY CORPORATION
Statements of Financial Position, Continued

As of December 31, 2014 and 2013

(In thousands of U.S. dollars)

| | 2014 (Note 4) | 2013 (Note 4) |
|--|-------------------------|-------------------------|
| Liabilities | | |
| Trade and other payables | \$ 14,493 | 13,795 |
| Income tax payables | 519 | 2,393 |
| Current portion of non-financial liabilities | 3,853 | 6,580 |
| Total current liabilities | 18,865 | 22,768 |
| Long-term trade and other payables | - | 1 |
| Employee benefits | 7,618 | 6,716 |
| Provisions | 67 | 128 |
| Total non-current liabilities | 7,685 | 6,845 |
| Total liabilities | 26,550 | 29,613 |
| Equity | | |
| Contributed equity | 11,152 | 11,152 |
| Retained earnings | 79,416 | 74,543 |
| Total equity | 90,568 | 85,695 |
| Total liabilities and equity | \$ 117,118 | 115,308 |

See accompanying notes to the financial statements.