

HYUNDAI MOTOR COMPANY

**NON-CONSOLIDATED FINANCIAL STATEMENTS
FOR THE THREE MONTHS ENDED MARCH 31, 2005 AND 2004
AND INDEPENDENT ACCOUNTANTS' REVIEW REPORT**

Independent Accountants' Review Report

English Translation of a Report Originally Issued in Korean

삭제됨: -
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To the Shareholders and Board of Directors of
Hyundai Motor Company:

We have reviewed the accompanying non-consolidated balance sheet of Hyundai Motor Company (the "Company") as of March 31, 2005, and the related non-consolidated statements of income and cash flows for the three months ended March 31, 2005 and 2004, all expressed in Korean won. These financial statements are the responsibility of the Company's management. Our responsibility is to issue a report on these financial statements based on our reviews.

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We conducted our reviews in accordance with the standards for review of interim financial statements in the Republic of Korea. Those standards require that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data, and this provides less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.

Based on our reviews, nothing has come to our attention that causes us to believe that the financial statements referred to above are not presented fairly, in all material respects, in accordance with financial accounting standards in the Republic of Korea (see Note 2).

We have previously audited, in accordance with auditing standards generally accepted in the Republic of Korea, the non-consolidated balance sheet of the Company as of December 31, 2004, and the related non-consolidated statements of income, appropriations of retained earnings and cash flows for the year then ended (not presented herein) and in our report dated March 25, 2005, we expressed an unqualified opinion on those non-consolidated financial statements. The accompanying balance sheet as of December 31, 2004, which is comparatively presented, does not differ in material respects from such audited non-consolidated balance sheet.

삭제됨: , except for what is explained in Note 2

Our reviews also comprehended the translation of Korean Won amounts into U.S. dollar amounts and nothing has come to our attention that cause us to believe that such translation has not been made in conformity with the basis in Note 2. Such U.S. dollar amounts are presented solely for the convenience of readers outside of Korea.

Without affecting our conclusion, we draw attention to the following:

As explained in Note 2 to the non-consolidated financial statements, in 2005, the Company additionally adopted SKAS No. 15 – "Equity Method", No. 16 – "Income Tax Expense" and No. 17 – "Provisions, Contingent Liabilities and Contingent Assets", which are effective from January 1, 2005. The accompanying balance sheet as of December 31, 2004, and the accompanying statements of income and cash flows for the three months ended March 31, 2004, which are prepared for comparative purposes, have been restated to reflect the adjustments resulting from retroactive application of SKAS No. 16. These adjustments include the adjustments of carrying amounts of the investment securities accounted for using the equity method, resulting from retroactive application of SKAS No. 16. As a result of restatement, total assets and net equity as of December 31, 2004 decreased by ₩280,332 million (US\$273,682 thousand), net income for the year then ended decreased by ₩58,667 million (US\$57,275 thousand) and net income for the three months ended March 31, 2004 decreased by ₩18,060 million (US\$17,632 thousand), compared with the results based on the previous method. The Company didn't retroactively apply SKAS No. 15 and 17 to the prior year financial statements, in accordance with the option in SKAS No. 15 and 17 of not to apply the retroactive method. However, the Company recalculated the beginning balance of accrued warranties in accordance with SKAS No. 17, which requires the recalculation of the beginning balance based on

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this revised standard, in case the retroactive method is not applied. This recalculation decreased the beginning balance of accrued warranties and deferred tax assets by ₩676,469 million (US\$660,421 thousand) and ₩186,029 million (US\$181,616 thousand), respectively, and increased the beginning balance of retained earnings by ₩490,440 million (US\$478,805 thousand).

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As explained in Note 26 to the non-consolidated financial statements, in order to stabilize the fluctuations of the stock price in the exchange market, on February 4, 2005, the Board of Directors of the Company decided to reacquire 11,000,000 shares of common stock and 1,000,000 shares of preferred stock in the exchange market.

Accounting principles and review standards and their application in practice vary among countries. The accompanying financial statements are not intended to present the financial position, results of operations and cash flows in accordance with accounting principles and practices generally accepted in countries other than the Republic of Korea. In addition, the procedures and practices utilized in the Republic of Korea to review such financial statements may differ from those generally accepted and applied in other countries. Accordingly, this report and the accompanying financial statements are for use by those knowledgeable about Korean accounting procedures and review standards and their application in practice.

Deloitte HanaAnjin LLC

April 28, 2005

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- 삭제됨: Deloitte HanaAnjin LLC
A Member Firm of Deloitte Touche Tohmatsu
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Notice to Readers

This report is effective as of April 28, 2005, the accountants' review report date. Certain subsequent events or circumstances may have occurred between the accountants' review report date and the time the accountants' review report is read. Such events or circumstances could significantly affect the accompanying financial statements and may result in modifications to accountants' review report.

- 삭제됨: February 19, 2006
- 삭제됨: auditors' report
- 삭제됨: auditors'
- 삭제됨: auditors'
- 삭제됨: auditors'

HYUNDAI MOTOR COMPANY

NON-CONSOLIDATED BALANCE SHEETS

AS OF MARCH 31, 2005 AND DECEMBER 31, 2004

ASSETS	Korean won		Translation into U.S. dollars (Note 2)	
	March 31, 2005	December 31, 2004	March 31, 2005	December 31, 2004
	(in millions)		(in thousands)	
Current assets:				
Cash and cash equivalents	₩ 1,034,509	₩ 1,006,700	\$ 1,009,967	\$ 982,818
Short-term financial instruments (Note 14)	3,484,922	4,674,466	3,402,247	4,563,571
Short-term investment securities (Note 4)	604,895	205,029	590,545	200,165
Trade notes and accounts receivable, less allowance for doubtful accounts of ₩23,471 million in 2005 and ₩27,059 million in 2004	1,251,588	1,011,508	1,221,896	987,511
Deferred income tax assets (Note 20)	133,733	185,283	130,560	180,887
Inventories (Note 3)	1,431,351	1,267,099	1,397,394	1,237,039
Advances and other	670,863	568,563	654,948	555,075
Total current assets	8,611,861	8,918,648	8,407,557	8,707,066
Non-current assets:				
Long-term investment securities (Notes 5 and 14)	354,197	308,049	345,794	300,741
Investment securities accounted for using the equity method (Notes 6 and 14)	5,239,411	5,089,958	5,115,114	4,969,206
Property, plant and equipment, net of accumulated depreciation and accumulated impairment loss of ₩4,684,006 million in 2005 and ₩4,510,301 million in 2004 (Notes 7, 8, 9 and 14)	8,673,253	8,733,403	8,467,493	8,526,216
Intangibles (Note 10)	687,201	656,488	670,898	640,914
Deferred income tax assets (Note 20)	15,496	186,372	15,128	181,951
Other assets (Notes 11 and 14)	609,474	527,604	595,016	515,087
Total non-current assets	15,579,032	15,501,874	15,209,443	15,134,115
Total assets	₩ 24,190,893	₩ 24,420,522	\$ 23,617,000	\$ 23,841,181

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삭제됨: (See Independent Accountants' Review Report)

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HYUNDAI MOTOR COMPANY

NON-CONSOLIDATED BALANCE SHEETS (CONTINUED)

AS OF MARCH 31, 2005 AND DECEMBER 31, 2004

LIABILITIES AND SHAREHOLDERS' EQUITY	Korean won		Translation into U.S. dollars (Note 2)	
	March 31, 2005	December 31, 2004	March 31, 2005	December 31, 2004
	(in millions)		(in thousands)	
Current liabilities:				
Short-term borrowings (Notes 12 and 14)	₩ 696,005	₩ 604,604	\$ 679,493	\$ 590,261
Current maturities of long-term debt (Notes 13 and 14)	157,855	162,697	154,110	158,837
Trade notes and accounts payable	3,017,649	3,470,272	2,946,060	3,387,945
Accrued warranties (Note 15)	662,011	800,331	646,306	781,344
Accounts payable-other	1,448,388	866,754	1,414,027	846,192
Income tax payable	351,854	430,668	343,507	420,451
Withholdings and other	437,099	372,728	426,729	363,885
Total current liabilities	6,770,861	6,708,054	6,610,232	6,548,915
Long-term liabilities:				
Long-term debt, net of current maturities (Notes 9, 13 and 14)	1,097,216	1,101,414	1,071,186	1,075,285
Accrued severance benefits, net of National Pension payments for employees of ₩34,283 million in 2005 and ₩37,351 million in 2004, and individual severance insurance deposits of ₩727,248 million in 2005 and ₩749,901 million in 2004, (Note 2)	382,488	374,537	373,414	365,652
Accrued warranties (Note 15)	2,532,755	3,051,141	2,472,670	2,978,757
Other	113,208	100,597	110,522	98,210
Total long-term liabilities	4,125,667	4,627,689	4,027,792	4,517,904
Total liabilities	10,896,528	11,335,743	10,638,024	11,066,819
Commitments and contingencies (Note 14)				
Shareholders' equity:				
Capital stock (Note 16)	1,480,752	1,480,752	1,445,623	1,445,623
Capital surplus (Note 17)	5,359,553	5,359,553	5,232,406	5,232,406
Retained earnings (Note 18) (Net income of ₩509,777 million for three months ended March 31, 2005 and ₩1,804,108 million for the year ended December 31, 2004)	7,075,796	6,383,208	6,907,933	6,231,776
Capital adjustments (Note 19)	(621,736)	(138,734)	(606,986)	(135,443)
Total shareholders' equity	13,294,365	13,084,779	12,978,976	12,774,362
Total liabilities and shareholders' equity	₩ 24,190,893	₩ 24,420,522	\$ 23,617,000	\$ 23,841,181

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See accompanying notes to non-consolidated financial statements.

HYUNDAI MOTOR COMPANY

NON-CONSOLIDATED STATEMENTS OF INCOME

FOR THE THREE MONTHS ENDED MARCH 31, 2005 AND 2004

	Korean won		Translation into U. S. dollars (Note 2)	
	2005 (in millions, except per share amounts)	2004 (in millions, except per share amounts)	2005 (in thousands, except per share amounts)	2004 (in thousands, except per share amounts)
Sales (Note 23)				
Domestic sales	₩ 2,171,764	₩ 2,472,650	\$ 2,120,242	\$ 2,413,990
Export sales	3,998,464	3,734,689	3,903,606	3,646,089
	<u>6,170,228</u>	<u>6,207,339</u>	<u>6,023,848</u>	<u>6,060,079</u>
Cost of sales	5,002,665	4,554,564	4,883,984	4,446,514
Gross profit	1,167,563	1,652,775	1,139,864	1,613,565
Selling and administrative expenses (Note 24)	844,852	1,191,385	824,809	1,163,121
Operating income	<u>322,711</u>	<u>461,390</u>	<u>315,055</u>	<u>450,444</u>
Other income (expenses), net:				
Interest income, net	21,780	14,331	21,263	13,991
Foreign exchange gain, net	76,739	30,145	74,918	29,430
Gain on valuation of investment securities accounted for using the equity method, net (Note 6)	128,220	68,483	125,178	66,858
Gain on valuation of derivatives, net	91,641	70,730	89,467	69,052
Royalty income	39,631	39,541	38,691	38,603
Other, net	(16,734)	(11,194)	(16,336)	(10,928)
	<u>341,277</u>	<u>212,036</u>	<u>333,181</u>	<u>207,006</u>
Ordinary income	663,988	673,426	648,236	657,450
Income tax expense (Note 20)	154,211	227,956	150,553	222,548
Net income	<u>₩ 509,777</u>	<u>₩ 445,470</u>	<u>\$ 497,683</u>	<u>\$ 434,902</u>
Earnings per common share (Note 2)	<u>₩ 2,262</u>	<u>₩ 1,961</u>	<u>\$ 2.21</u>	<u>\$ 1.91</u>
Earnings per common share – assuming dilution (Note 2)	<u>₩ 2,254</u>	<u>₩ 1,956</u>	<u>\$ 2.20</u>	<u>\$ 1.91</u>

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See accompanying notes to non-consolidated financial statements.

HYUNDAI MOTOR COMPANY

NON-COLSOLIDATED STATEMENTS OF CASH FLOWS

FOR THE THREE MONTHS ENDED MARCH 31, 2005 AND 2004

	Korean won		Translation into U. S. dollars (Note 2)	
	2005	2004	2005	2004
	(in millions)		(in thousands)	
Cash flows from operating activities:				
Net income	₩ 509,777	₩ 445,470	\$ 497,683	\$ 434,902
Adjustments to reconcile net income to net cash used in operating activities:				
Depreciation	188,485	185,437	184,013	181,038
Gain on foreign currency translation, net	(26,786)	(62,496)	(26,151)	(61,013)
Loss on disposal of trade notes and accounts receivable	14,162	8,083	13,826	7,891
Loss (Gain) on disposal of short-term investment securities, net	17	(148)	17	(144)
Gain on disposal of long-term investment securities, net	-	(1,860)	-	(1,816)
Impairment loss on long-term investment securities	-	42,175	-	41,174
Gain on valuation of investment securities accounted for using the equity method, net	(128,220)	(68,483)	(125,178)	(66,858)
Loss on disposal of property, plant and equipment, net	1,765	1,332	1,723	1,300
Impairment loss on property, plant and equipment	20,096	-	19,619	-
Gain on valuation of derivatives, net	(91,641)	(70,730)	(89,467)	(69,052)
Amortization of intangibles	39,912	40,125	38,965	39,173
Amortization of discount on debentures	1,450	3,903	1,416	3,810
Provision for severance benefits	52,841	44,367	51,587	43,314
Provision for warranties	113,306	355,842	110,618	347,400
Other	3,020	5,732	2,948	5,596
Changes in operating assets and liabilities:				
Increase in trade notes and accounts receivable	(249,783)	(607,815)	(243,857)	(593,395)
Increase in inventories	(188,572)	(263,647)	(184,098)	(257,392)
Increase in other current assets	(58,544)	(46,728)	(57,155)	(45,619)
Decrease in deferred income tax assets	42,410	3,694	41,404	3,606
Increase (Decrease) in trade notes and accounts payable	(452,466)	35,757	(441,732)	34,909
Increase (Decrease) in accounts payable-other	244,351	(374,009)	238,554	(365,136)
Increase (Decrease) in other current liabilities	(9,880)	230,509	(9,646)	225,041
Decrease in accrued warranties	(93,543)	(111,043)	(91,324)	(108,409)
Payment of severance benefits	(81,141)	(122,314)	(79,216)	(119,412)
Decrease in individual severance insurance deposits	22,653	68,225	22,116	66,606
Other	24,658	9,929	24,074	9,693
	(101,673)	(248,693)	(99,261)	(242,793)

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HYUNDAI MOTOR COMPANY

NON-CONSOLIDATED STATEMENTS OF CASH FLOWS (CONTINUED)

FOR THE THREE MONTHS ENDED MARCH 31, 2005 AND 2004

	Korean won		Translation into U. S. dollars (Note 2)	
	2005	2004	2005	2004
	(in millions)		(in thousands)	
Cash flows from investing activities:				
Cash inflows from investing activities:				
Proceeds from disposal of short-term investment securities	₩ 180	₩ 12,557	\$ 176	\$ 12,259
Reduction in short-term financial instruments and other current assets	837,047	300	817,189	293
Proceeds from disposal of long-term investment securities	5,907	5,386	5,767	5,258
Proceeds from dividends of investment securities accounted for using the equity method	-	225	-	220
Reduction in other assets	52,211	22,056	50,972	21,533
Proceeds from disposal of property, plant and equipment	31,535	4,709	30,787	4,597
Proceeds from disposal of intangibles	-	140	-	137
	<u>926,880</u>	<u>45,373</u>	<u>904,891</u>	<u>44,297</u>
Cash outflows from investing activities:				
Purchase of short-term financial instruments	-	(178,368)	-	(174,136)
Acquisition of short-term investment securities	(196)	(383)	(191)	(374)
Acquisition of long-term investment securities	(8,207)	(2,888)	(8,012)	(2,819)
Acquisition of investment securities accounted for using the equity method	(153,902)	(11,103)	(150,251)	(10,840)
Additions to other current assets	(21,600)	(21,499)	(21,088)	(20,989)
Acquisition of property, plant and equipment	(159,854)	(144,207)	(156,062)	(140,786)
Additions to other assets	(16,167)	(25,063)	(15,783)	(24,469)
Expenditures for development costs	(68,268)	(56,134)	(66,649)	(54,802)
	<u>(428,194)</u>	<u>(439,645)</u>	<u>(418,036)</u>	<u>(429,215)</u>
	<u>498,686</u>	<u>(394,272)</u>	<u>486,855</u>	<u>(384,918)</u>
Cash flows from financing activities:				
Cash inflows from financing activities:				
Proceeds from short-term borrowings	<u>2,740,887</u>	<u>1,062,638</u>	<u>2,675,864</u>	<u>1,037,428</u>
Cash outflows from financing activities:				
Repayment of short-term borrowings	(2,635,239)	(796,483)	(2,572,722)	(777,588)
Purchase of treasury stock	(471,837)	-	(460,643)	-
Repayment of long-term debt	(3,015)	(16,973)	(2,944)	(16,569)
	<u>(3,110,091)</u>	<u>(813,456)</u>	<u>(3,036,309)</u>	<u>(794,158)</u>
	<u>(369,204)</u>	<u>249,182</u>	<u>(360,445)</u>	<u>243,271</u>
Net increase (decrease) in cash and cash equivalents	<u>27,809</u>	<u>(393,783)</u>	<u>27,149</u>	<u>(384,440)</u>
Cash and cash equivalents, beginning of period	<u>1,006,700</u>	<u>1,442,517</u>	<u>982,818</u>	<u>1,408,295</u>
Cash and cash equivalents, end of period	<u>₩ 1,034,509</u>	<u>₩ 1,048,734</u>	<u>\$ 1,009,967</u>	<u>\$ 1,023,855</u>

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See accompanying notes to non-consolidated financial statements.

HYUNDAI MOTOR COMPANY

NOTES TO NON-CONSOLIDATED FINANCIAL STATEMENTS

FOR THE THREE MONTHS ENDED MARCH 31, 2005 AND 2004

서식 있음: 밑줄 없음

삭제됨: (See Independent Accountants' Review Report)

1. THE COMPANY:

Hyundai Motor Company (the "Company") was incorporated in December 1967, under the laws of the Republic of Korea, to manufacture and distribute motor vehicles and parts. The shares of the Company have been listed on the Korea Stock Exchange since 1974. As of March 31, 2005, 50.99 percent of the Company's stock (excluding preferred stock) is owned by Korean investors, including Hyundai MOBIS (14.59 percent) and INI Steel (5.30 percent), and the remaining 49.01 percent is owned by foreign investors, including Mitsubishi of Japan (1.05 percent), under foreign investment agreements.

삭제됨: and

The Company has three domestic production plants as follows:

Location	Commenced production	Types of major products
Ulsan	December 1967	Passenger cars, Commercial vehicles (Small trucks)
Jeonbuk Jeonju	April 1995	Commercial vehicles (Bus and trucks)
Chungnam Asan	November 1996	Passenger cars

In connection with its foreign business, the Company operates major foreign subsidiaries and branches as follows:

Subsidiaries	Description
Production:	
Hyundai Assan Otomotive Sanayi Ve Ticaret A.S. (HAOSVT, Turkey)	Manufacturer of passenger cars since September 1997
Hyundai Motor India (HMI)	Manufacturer of passenger cars since October 1998
Beijing Hyundai Motor Company (BHMC)	Manufacturer of passenger cars since October 2002
Hyundai Motor Manufacturing Alabama, LLC (HMMA)	Plan to manufacture passenger cars and SUV in May 2005
Distribution:	
Hyundai Motor America (HMA)	Exclusive importer and distributor of motor vehicles and parts
Hyundai Motor Japan Co. (HMJ)	"
Hyundai Motor Poland Sp. Zo.o (HMP)	"
Hyundai Motor Europe GmbH (HME)	"
Hyundai Motor Company Australia (HMCA)	"
Hyundai Translead (HT)	Distributor of van trailers and equipment
Research and Development:	
Hyundai America Technical Center Inc. (HATCI)	Involve in research and development for motor vehicles
Hyundai Motor Japan R&D Center Inc. (HMJ R&D)	"
Hyungdai Motor Europe Technical Center GmbH (HMETC)	"

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

Basis of Financial Statement Presentation

The Company maintains its official accounting records in Korean won and prepares statutory non-consolidated financial statements in the Korean language (Hangul) in conformity with the accounting principles generally accepted in the Republic of Korea. Certain accounting principles applied by the Company that conform with financial accounting standards and accounting principles in the Republic of Korea may not conform with accounting principles generally accepted in other countries. Accordingly, these financial statements are intended for use by those who are informed about Korean accounting principles and practices. The accompanying financial statements have been condensed, restructured and translated into English with certain expanded descriptions from the Korean language financial statements. Certain information included in the Korean language financial statements, but not required for a fair presentation of the Company's financial position, results of operations or cash flows, is not presented in the accompanying financial statements.

The accompanying financial statements are stated in Korean Won, the currency of the country in which the Company is incorporated and operates. The translation of Korean Won amounts into U.S. dollar amounts are included solely for the convenience of readers outside of the Republic of Korea and have been made at the rate of ₩ 1,024.30 to US\$ 1.00 at March 31, 2005, the Base Rate announced by Seoul Money Brokerage Service, Ltd. Such translations should not be construed as representations that the Korean Won amounts could be converted into U.S. dollars at that or any other rate.

The Company prepared its financial statements as of March 31, 2005 in accordance with Financial Accounting Standards and Statements of Korea Accounting Standards (“SKAS”) in the Republic of Korea.

In 2005, the Company additionally adopted SKAS No. 15 – “Equity Method”, No. 16 – “Income Tax Expense” and No. 17 – “Provisions, Contingent Liabilities and Contingent Assets”, which are effective from January 1, 2005.

삭제됨:

The accompanying balance sheet as of December 31, 2004, and the accompanying statements of income and cash flows for the three months ended March 31, 2004, which are prepared for comparative purposes, have been restated to reflect the adjustments resulting from retroactive application of SKAS No.16. These adjustments include the adjustments of carrying amounts of the investment securities accounted for using the equity method, resulting from retroactive application of SKAS No.16. As a result of restatement, total assets and net equity as of December 31, 2004 decreased by ₩280,332 million (US\$273,682 thousand), net income for the year then ended decreased by ₩58,667 million (US\$57,275 thousand) and net income for the three months ended March 31, 2004 decreased by ₩18,060 million (US\$17,632 thousand), compared with the results based on the previous method.

삭제됨: -

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삭제됨: -

삭제됨: period

In relation with such change, the amounts of relevant accounts retroactively calculated in prior financial statements are as follows:

	Korean won		
	2002	2003	2004
	(in millions, except per share amounts)		
Deferred income tax assets	291,051	384,108	371,655
Investment securities accounted for using the equity method	3,695,356	4,650,727	5,089,958
Retained earnings	3,587,102	5,015,766	6,383,208
Capital adjustments	(169,011)	29,913	(138,734)
Ordinary income	1,994,595	2,364,961	2,500,338
Net income	1,446,677	1,672,607	1,745,441
Ordinary earnings per common share	6,369	7,359	7,668
Earning per common share	6,369	7,359	7,668

메모 [slm14]: Same comment above

The Company didn't retroactively apply SKAS No. 15 and 17 to the prior year financial statements, in accordance with the option in SKAS No.15 and 17 of not to apply the retroactive method. However, the Company recalculated the beginning balance of accrued warranties in accordance with SKAS No.17 which requires the recalculation of the beginning balance based on this revised standard, in case the retroactive method is not applied. This recalculation decreased the beginning balance of accrued warranties and deferred tax assets by ₩676,469 million (US\$660,421 thousand) and ₩186,029 million (US\$181,616 thousand), respectively, and increased the beginning balance of retained earnings by ₩490,440 million (US\$478,805 thousand).

삭제됨: retroactively

삭제됨: which

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삭제됨: that

삭제됨: resulted in the

삭제됨: in

삭제됨: , the decrease in the beginning balance of deferred tax assets by

삭제됨: the

삭제됨: in

The significant accounting policies followed by the Company in the preparation of its non-consolidated financial statements are summarized below.

Revenue Recognition

Sales of goods is recognized at the time of shipment only if it meet the conditions that significant risks and rewards of ownership of the goods have been transferred to the customer, and neither continuing managerial involvement nor effective control over the goods sold is retained. Revenue arising from rendering of services is generally recognized by the percentage-of-completion method at the balance sheet date. In addition, revenue arising from interest, dividends or royalties is recognized when it is probable that future economic benefits will flow into the Company and those benefits can be measured reliably.

Allowance for Doubtful Accounts

The Company provides an allowance for doubtful accounts based on management's estimate of the collectibility of receivables.

Inventories

Inventories are stated at the lower of cost or net realizable value, cost being determined by the moving average method except for materials in transit for which cost is determined using the specific identification method. Valuation loss incurred when the market value of an inventory falls below its carrying amount is added to the cost of goods sold.

Investments in Securities Other Than Those Accounted for Using the Equity Method

Classification of Securities

At acquisition, the Company classifies securities into one of the three categories; trading, held-to-maturity or available-for-sale. Trading securities are those that were acquired principally to generate profits from short-term fluctuations in prices. Held-to-maturity securities are those with fixed or determinable payments and fixed maturity that the Company has the positive intent and ability to hold to maturity. Available-for-sale securities are those not classified as either held-to-maturity or trading securities. Trading securities are classified as short-term investment securities, whereas available-for-sale and held-to-maturity securities are classified as long-term investment securities, except for those whose maturity dates or whose likelihood of being disposed of are within one year from balance sheet date, which are classified as short-term investment securities.

Valuation of Securities

Securities are recognized initially at cost, which includes the market price of the consideration given to acquire them and incidental expenses. If the market price of the consideration is not reliably determinable, the market prices of the securities purchased are used as the basis for measurement. If neither the market prices of the consideration given nor those of the acquired securities are available, the acquisition cost is measured at the best estimates of its fair value.

After initial recognition, held-to-maturity securities are stated at amortized cost. The difference between their acquisition costs and face values of held-to-maturity securities is amortized over the remaining term of the securities by applying the effective interest method and added to or subtracted from the acquisition costs and interest income of the remaining period. Trading securities are valued at fair value, with unrealized gains or losses included in current operations. Available-for-sales securities are also valued at fair value, with unrealized gains or losses included in capital adjustments, until the securities are sold and if the securities are determined to be impaired, the lump-sum cumulative amount of capital adjustments are included in current operations. However, available-for-sales securities that are not traded in an active market and whose fair values cannot be reliably estimated are accounted for at their acquisition costs. For those securities that are traded in an active market, fair values refer to those quoted market prices, which are measured as the closing price at the balance sheet date. The fair value of non-marketable debt securities are measured at the discounted future cash flows by using the discount rate that appropriately reflects the credit rating of issuing entity assessed by a publicly reliable independent credit rating agency. If application of such measurement method is not feasible, estimates of the fair values may be made using a reasonable valuation model or quoted market prices of similar debt securities issued by entities conducting similar business in similar industries.

Securities are evaluated at each balance sheet date to determine whether there is any objective evidence of impairment loss. When any such evidence exists, unless there is a clear counter-evidence that recognition of impairment is unnecessary, the Company estimates the recoverable amount of the impaired security and recognizes any impairment loss in current operations. The amount of impairment loss of the held-to-maturity security or non-marketable equity security is measured as the difference between the recoverable amount and the carrying amount. The recoverable amount of held-to maturity security is the present value of expected future cash flows discounted at the securities' original effective interest rate. For available-for-sale debt or equity security stated at fair value, the amount of impairment loss to be recognized in the current period is determined by subtracting the amount of impairment loss of debt or equity security already recognized in prior period from the amount of amortized cost in excess of the recoverable amount for debt security or the amount of the acquisition cost in excess of the fair value for equity security. For non-marketable equity securities accounted for at acquisition costs, the impairment loss is equal to the difference between the recoverable amount and the carrying amount.

If the realizable value subsequently recovers, in case of a security stated at fair value, the increase in value is recorded in current operations, up to the amount of the previously recognized impairment loss, while for the security stated at amortized cost or acquisition cost, the increase in value is recorded in current operation, so that its recovered value does not exceed what its amortized cost would be as of the recovery date if there had been no impairment loss.

When transfers of securities between categories are needed because of changes in an entity's intention and ability to hold those securities, such transfer is accounted for as follows: trading securities cannot be reclassified into available-for-sale and held-to-maturity securities, and vice versa, except when certain trading securities lose their marketability. Available-for-sale securities and held-to-maturity securities can be reclassified into each other after fair value recognition. When held-to-maturity security is reclassified into available-for-sale security, the difference between the book value and fair value is reported in capital adjustments. Whereas, in case available-for-sale security is reclassified into held-to-maturity securities, the difference is reported in capital adjustments and amortized over the remaining term of the securities using the effective interest method.

Investment Securities Accounted for Using the Equity Method

Equity securities held for investment in companies in which the Company is able to exercise significant influence over the operating and financial policies of the investees are accounted for using the equity method. The Company's share in the net income or net loss of investees is reflected in current operations. The changes in the retained earnings, capital surplus or other capital accounts of investees are accounted for as an adjustment to retained earnings or to capital adjustments.

The difference between the cost of the investment and the investor's share of the net fair value of the investee's identifiable assets and liabilities at the date of acquisition is amortized over 20 years for goodwill or reversed over the remaining weighted average useful life of the identifiable acquired depreciable assets for negative goodwill, which does not exceed the fair value of non-monetary assets acquired, using the straight-line method. Negative goodwill, which exceeds the fair value of non-monetary assets acquired, is credited to operations in the year of purchase.

The Company's portion of profits and losses resulting from inter-company transactions that are recognized in assets, such as inventories and fixed assets, are eliminated and charged to equity securities accounted for using the equity method. However, if the investee is a consolidated subsidiary, unrealized profits and losses resulting from sales of assets from the Company to investee are eliminated in full. Also, if the investee is a consolidated subsidiary, the differences between the cost of the investment and the investor's share of the net fair value of the investee's identifiable assets and liabilities, which are occurred from additional purchases of investee's shares or changes in ratio of shareholding due to capital increase in investee, are reflected in capital adjustments. The differences between the sale amount and book value of the investment securities where the investee remains as a consolidated subsidiary after sales of some portion of investment securities in the consolidation subsidiary are reflected in capital adjustments.

삭제됨: And,

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If an investor's share of losses of an investee equals or exceeds its interest in the investee, the investor discontinues recognizing its share of further losses. If the investee subsequently reports profits, the investor resumes recognizing its share of those profits only after its share of the profits equals the share of losses not recognized. Also, if the recoverable amount of investments in investee becomes less than its carrying amount, the Company recognizes impairment loss.

Property, Plant and Equipment and Related Depreciation

Property, plant and equipment are stated at cost, except for assets revalued upward in accordance with the Asset Revaluation Law of Korea. Routine maintenance and repairs are expensed as incurred. Expenditures that result in the increase of future economic benefits such as the enhancement of the value or extension of the useful lives of the facilities involved are treated as additions to property, plant and equipment.

Depreciation is computed using the straight-line method based on the estimated useful lives of the assets as follows:

	<u>Useful lives (years)</u>
Buildings and structures	15 – 50
Machinery and equipment	12 – 15
Vehicles	6
Dies, molds and tools	6
Other equipment	6

The Company assesses any possible recognition of impairment loss when there is an indication that expected future economic benefits of a tangible asset is considerably less than its carrying amount, as a result of technological obsolescence, rapid declines in market value or other causes of impairment. When it is determined that an asset may have been impaired and that its estimated total future cash flows from continued use or disposal is less than its carrying amount, the carrying amount of a tangible asset is reduced to its recoverable amount and the difference is recognized as an impairment loss. If the recoverable amount of the impaired asset exceeds its carrying amount in subsequent reporting period, the amount equal to the excess is treated as the reversal of the impairment loss; however, it cannot exceed the carrying amount that would have been determined had no impairment loss been recognized.

Intangibles

Intangible assets are stated at cost, net of amortization computed using the straight-line method over the estimated economic useful lives of related assets. Development costs are amortized over 3 years from the usable date of the related productions. Ordinary development and research expenses are charged to current operations. Cost in excess of net identifiable assets acquired (goodwill) is amortized over 20 years and industrial property rights and other intangibles are amortized over the period between 2 and 40 years.

If the recoverable amount of intangible asset becomes less than its carrying amount as a result of obsolescence, sharp decline in market value or other causes of impairment, the carrying amount of an intangible asset is adjusted to its recoverable amount and the reduced amount is recognized as impairment loss. If the recoverable amount of a previously impaired intangible asset exceeds its carrying amount in subsequent periods, an amount equal to the excess is recorded as reversal of impairment loss; however, it cannot exceed the carrying amount that would have been determined had no impairment loss been recognized in prior years.

Financing Costs

The Company recognizes all financing costs including interest expense and similar expenses in current operations.

Valuation of Receivables and Payables at Present Value

Receivables and payables arising from long-term installment transactions are stated at present value, if the difference between nominal value and present value is material. The present value discount is amortized using the effective interest rate method.

Accrued Severance Benefits

Employees and directors with more than one year of service are entitled to receive a lump-sum payment upon termination of their service with the Company, based on their length of service and rate of pay at the time of termination. The accrued severance benefits that would be payable assuming all eligible employees were to resign amount to ₩1,144,019 million (US\$1,116,879 thousand) and ₩1,161,789 million (US\$1,134,227 thousand) as of March 31, 2005 and December 31, 2004, respectively.

Accrued severance benefits are funded partially through an individual severance insurance plan. Individual severance insurance deposits, in which the beneficiary is a respective employee, are presented as deduction from accrued severance benefits.

Before April 1999, the Company and its employees paid 3 percent and 6 percent, respectively, of monthly pay (as defined) to the National Pension Fund in accordance with the National Pension Law of Korea. The Company paid half of the employees' 6 percent portion and is paid back at the termination of service by netting the receivable against the severance payment. Such receivables, totalling ₩34,283 million (US\$33,470 thousand) and ₩37,351 million (US\$36,465 thousand) as of March 31, 2005 and December 31, 2004, respectively, are presented as a deduction from accrued severance benefits. Since April 1999, according to a revision in the National Pension Law, the Company and its employees each pay 4.5 percent of monthly pay to the Fund.

Actual payments of severance benefits amounted to ₩81,141 million (US\$79,216 thousand) and ₩122,314 million (US\$119,412 thousand) for the three-month periods ended March 31, 2005 and 2004, respectively.

Accrued Warranties

The Company generally provides a warranty to the ultimate consumer for each product sold and accrues warranty expense at the time of sale based on actual claims history. Also, the Company accrues potential expenses, which may occur due to product liability suit, voluntary recall campaign and other obligations as of the balance sheet date.

If the difference between nominal value and present value is material, the provision is valued at present value of the expenditures estimated in order to settle the obligation.

Stock Options

The Company granted stock options to employees and directors and computes total compensation expense for stock options by the fair value method using the option-pricing model. The compensation expense has been accounted for as a charge to current operations and a credit to capital adjustment from the grant date using the straight-line method.

Derivative Instruments

All derivative instruments are accounted for at fair value with the valuation gain or loss recorded as an asset or liability. If the derivative instrument is not part of a transaction qualifying as a hedge, the adjustment to fair value is reflected in current operations. The accounting for derivative transactions that are part of a qualified hedge based both on the purpose of the transaction and on meeting the specified criteria for hedge accounting differs depending on whether the transaction is a fair value hedge or a cash flow hedge. Fair value hedge accounting is applied to a derivative instrument designated as hedging the exposure to changes in the fair value of an asset or a liability or a firm commitment (hedged item) that is attributable to a particular risk. The gain or loss both on the hedging derivative instruments and on the hedged item attributable to the hedged risk is reflected in current operations. Cash flow hedge accounting is applied to a derivative instrument designated as hedging the exposure to variability in expected future cash flows of an asset or a liability or a forecast transaction that is attributable to a particular risk. The effective portion of gain or loss on a derivative instrument designated as a cash flow hedge is recorded as a capital adjustment and the ineffective portion is recorded in current operations. The effective portion of gain or loss recorded as a capital adjustment is reclassified to current earnings in the same period during which the hedged forecasted transaction affects earnings. If the hedged transaction results in the acquisition of an asset or the incurrence of a liability, the gain or loss in capital adjustments is added to or deducted from the asset or the liability.

The Company entered into derivative instrument contracts including forwards, options and swaps to hedge the exposure to changes in foreign exchange rate. As of March 31, 2005 and December 31, 2004 the Company deferred the gain of ₩30,639 million (US\$29,912 thousand) and ₩30,581 million (US\$29,856 thousand), respectively, on valuation of the effective portion of derivative instruments for cash flow hedging purposes from forecasted exports as capital adjustments. The longest period in which the forecasted transactions are expected to occur is within 44 months from March 31, 2005. Of the net gain on valuation recorded as capital adjustments as of March 31, 2005 amounting to ₩30,639 million (US\$29,912 thousand), the loss of ₩31,745 million (US\$30,992 thousand) is expected to be realized and charged to current operations within one year from March 31, 2005.

For the three months ended March 31, 2005 and 2004, the Company recognized the net gain of ₩91,641 million (US\$89,467 thousand) and ₩70,730 million (US\$69,052 thousand), respectively, on valuation of the ineffective portion of such instruments and the other derivative instruments in current operations.

삭제됨: -

삭제됨: periods

The Company entered into derivative instrument contracts with the settlement for the difference between the fair value and the contracted initial price of Kia Motors Corporation shares as follows:

<u>Contract Parties</u>	<u>Derivatives</u>	<u>Period</u>	<u>Number of Kia shares</u>	<u>Initial Price</u>
Credit Suisse First Boston International	Equity swap	September 17, 2003 ~ September 8, 2008	12,145,598	US\$ 8.2611
Credit Suisse First Boston International	Call option (*)	"	12,145,598	US\$ 11.5300
Credit Suisse First Boston International	Equity swap	"	21,862,076	US\$ 8.2611
JP Morgan Chase Bank, London Branch	Equity swap	"	14,574,717	US\$ 7.8811

(*) The Company has the position of seller.

The gain or loss on valuation of these derivatives related to the fair value of Kia shares is recognized in current operations. As of March 31, 2005, all premiums to be paid by the Company are recorded as accounts payable – other of ₩23,716 million (US\$ 23,153 thousand) and long-term other accounts payable in long-term liabilities of ₩48,962 million (US\$47,800 thousand) after deducting the present value discount of ₩10,270 million (US\$10,026 thousand) and as of December 31, 2004 were recorded as accounts payable – other of ₩24,168 million (US\$ 23,595 thousand) and long-term other accounts payable of ₩60,492 million (US\$59,057 thousand) after deducting the present value discount of ₩11,891 million (US\$11,609 thousand). Also, as of March 31, 2005, all premiums to be received by the Company are recorded as accounts receivable-other of ₩3,888 million (US\$3,796 thousand) and long-term other accounts receivable of ₩7,874 million (US\$7,687 thousand) after deducting the present value discount of ₩1,846 million (US\$1,802 thousand) as of December 31, 2004 and were recorded as accounts receivable-other of ₩3,962 million (US\$3,868 thousand) and long-term other accounts receivable of ₩9,771 million (US\$9,539 thousand) after deducting the present value discount of ₩2,115 million (US\$2,065 thousand).

The Company recorded total gain on valuation of outstanding derivatives and present value of premiums of ₩329,942 million (US\$322,115 thousand) and ₩252,785 million (US\$246,788 thousand) in current and non-current assets as of March 31, 2005 and December 31, 2004, respectively. Also, total loss on valuation of outstanding derivatives and present value of premiums of ₩49,060 million (US\$47,896 thousand) and ₩25,357 million (US\$24,755 thousand) is recorded in current and long-term liabilities as of March 31, 2005 and December 31, 2004, respectively.

Accounting for Foreign Currency Transactions and Translation

The Company maintains its accounts in Korea won. Transactions in foreign currencies are recorded in Korean won based on the prevailing rates of exchange on the transaction date. Monetary accounts with balances denominated in foreign currencies are recorded and reported in the accompanying financial statements at the exchange rates prevailing at the balance sheet dates. The balances have been translated using the Base Rate announced by Seoul Money Brokerage Service, Ltd, which was ₩1,024.30 and ₩1,043.80 to US \$1.00 at March 31, 2005 and December 31, 2004, respectively, and translation gains or losses are reflected in current operations.

삭제됨: the

Assets and liabilities of branches outside the Republic of Korea are translated at the rate of exchange in effect at the balance sheet date; income and expenses are translated at the average rates of exchange prevailing during the period.

Income Tax Expense

Income tax expense is determined by adding or deducting the total income tax and surtaxes to be paid for the current period and the changes in deferred income tax assets or liabilities. In addition, current tax and deferred tax is charged or credited directly to equity if the tax relates to items that are credited or charged directly to equity in the same or different period.

Deferred tax is recognized on differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profits. Deferred tax liabilities are generally recognized for all taxable temporary differences with some exceptions and deferred tax assets are recognized to the extent that it is probable that taxable profit will be available against which the deductible temporary difference can be utilized. The carrying amount of deferred tax assets is reviewed at each balance sheet date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the assets to be recovered.

Deferred tax assets and liabilities are classified as current or non-current based on the classification of the related assets or liabilities for financial reporting, while deferred tax assets and liabilities are classified according to the expected reversal date of the specific temporary difference if they are not related to an asset or liability for financial reporting, including deferred tax assets related to carryforwards. Deferred tax assets and liabilities in the same current or non-current classification are offset where they relate to income tax levied by the same tax jurisdictions.

삭제됨: y

삭제됨: es

Earnings per Common Share

삭제됨: P

Primary earnings per common share is computed by dividing net income, after deduction for expected dividends for the three months on preferred stock, by the weighted average number of common shares outstanding during the period. The number of shares used in computing earnings per common share is 217,034,164 and 218,603,460 for the three months ended March 31, 2005 and 2004, respectively. Earnings per common diluted share is computed by dividing net income, after deduction for expected dividends for the three months on preferred stock and addition for the effect of expenses related to diluted securities on net income, by the weighted average number of common shares plus the diluted potential common shares. The number of shares used in computing earnings per diluted share is 218,045,227 and 219,209,557 for the three months ended March 31, 2005 and 2004, respectively. Earnings per common share and earnings per common diluted share in 2004 is ₩7,668 (US\$7.49) and ₩7,649 (US\$7.47), respectively.

삭제됨: -

삭제됨: periods

삭제됨: -

삭제됨: periods

3. INVENTORIES:

Inventories as of March 31, 2005 and December 31, 2004 consist of the following:

Description	Korean won		Translation into U.S. dollars (Note 2)	
	March 31, 2005	December 31, 2004	March 31, 2005	December 31, 2004
	(in millions)		(in thousands)	
Finished goods and merchandise	₩ 637,718	₩ 487,441	\$ 622,589	\$ 475,877
Semi finished goods and work in process	399,812	387,427	390,327	378,236
Raw materials and supplies	301,696	310,259	294,539	302,899
Materials in transit	92,125	81,972	89,939	80,027
	<u>₩ 1,431,351</u>	<u>₩ 1,267,099</u>	<u>\$ 1,397,394</u>	<u>\$ 1,237,039</u>

메모 [slm15]: Same comment above

메모 [slm16]: Same comment above

4. SHORT-TERM INVESTMENT SECURITIES:

Short-term investment securities as of March 31, 2005 and December 31, 2004, all of which are classified into available-for-sale securities, consist of the following:

Description	Korean won		Translation into U.S. dollars (Note 2)	
	March 31, 2005	December 31, 2004	March 31, 2005	December 31, 2004
	(in millions)		(in thousands)	
Local currency beneficiary certificates	₩ 599,790	₩ 205,009	\$ 585,561	\$ 200,145
Government bonds	5,105	20	4,984	20
	<u>₩ 604,895</u>	<u>₩ 205,029</u>	<u>\$ 590,545</u>	<u>\$ 200,165</u>

삭제됨:

서식 있음: 영어(미국)

서식 있음: 탭: 6.51 글자, 가운데 + 7.01 글자(없음)

메모 [slm17]: Same comment above

Available-for-sale securities in short-term investment securities are stated at fair value with the resulting gain on valuation of available-for-sale securities amounting to ₩78,413 million (US\$76,553 thousand) and ₩58,029 million (US\$56,652 thousand), before the deduction of the deferred income tax effect, in capital adjustments as of March 31, 2005 and December 31, 2004, respectively.

5. LONG-TERM INVESTMENT SECURITIES:

(1) Long-term investment securities as of March 31, 2005 and December 31, 2004 consist of the following:

Description	Korean won		Translation into U.S. dollars (Note 2)	
	March 31, 2005	December 31, 2004	March 31, 2005	December 31, 2004
	(in millions)		(in thousands)	
Available-for-sale securities	₩ 305,697	₩ 259,549	\$ 298,445	\$ 253,392
Held-to-maturity securities	48,500	48,500	47,349	47,349
	₩ 354,197	₩ 308,049	\$ 345,794	\$ 300,741

서식 있음: 영어(미국)

서식 있음: 탭: 6.51 글자,
가운데 + 13.01 글자,
소수점 맞춤 + 7.01
글자(없음) + 12.51 글자

메모 [sim18]: Same comment
above

(2) Available-for-sale securities of long-term investment securities as of March 31, 2005 and December 31, 2004, consist of the following:

Description	Korean won		Translation into U.S. dollars (Note 2)	
	March 31, 2005	December 31, 2004	March 31, 2005	December 31, 2004
	(in millions)		(in thousands)	
Equity securities stated at fair value	₩ 158,119	₩ 115,112	\$ 154,368	\$ 112,381
Equity securities stated at acquisition cost	147,495	139,287	143,996	135,983
Government bonds	65	65	63	64
Corporate bonds	18	5,085	18	4,964
	₩ 305,697	₩ 259,549	\$ 298,445	\$ 253,392

서식 있음: 영어(미국)

서식 있음: 탭: 6.67 글자,
가운데 + 13.01 글자,
소수점 맞춤 + 7.01
글자(없음) + 12.51 글자

메모 [sim19]: Same comment
above

Debt securities of ₩83 million (US\$81 thousand) and ₩5,150 million (US\$5,028 thousand), classified into available-for-sale securities, included in long-term investment securities will mature within 5 years from March 31, 2005 and December 31, 2004, respectively.

Equity securities stated at fair value included in long-term investment securities as of March 31, 2005 consist of the following:

Name of company	Korean won		Translation into U.S. dollars (Note 2)		Ownership percentage (%)
	Acquisition cost	Book value	Book value		
	(in millions)		(in thousands)		
Jin Heung Mutual Savings Bank	₩ 2,166	₩ 1,516	\$ 1,480		8.66
Korea Mutual Savings Bank	2,846	4,065	3,969		8.13
Korea Environment Technology Co., Ltd.	1,500	3,585	3,500		6.00
Hyundai Heavy Industries Co., Ltd.	56,924	111,471	108,827		2.88
Hyundai Information Technology Co., Ltd.	10,000	1,473	1,438		2.21
Hyundai Corporation	13,626	1,879	1,834		1.08
LG Telecom	9,795	7,501	7,323		0.68
Hyundai Merchant Marine Co., Ltd.	7,329	9,893	9,658		0.55
KT Freetel	10,800	7,127	6,958		0.18
Treasury Stock Fund (*)	3,835	9,565	9,338		-
Other	282	44	43		-
	₩ 119,103	₩ 158,119	\$ 154,368		

서식 있음: 가운데

삭제됨: C

메모 [sim20]: Same comment
above

(*) The acquisition costs of Treasury Stock Fund are presented after the deduction of the fair value of treasury stock included in those fund. The fair values of such treasury stock as of March 31, 2005 amounting to ₩45,150 million (US\$44,079 thousand) are recorded as treasury stock in capital adjustments.

The difference of ₩39,016 million (US\$38,090 thousand) as of March 31, 2005, between the book value and the acquisition cost of equity securities stated at fair value in long-term investment securities consists of gain on valuation of available-for-sale securities in capital adjustments of ₩60,181 million (US\$58,753 thousand) and impairment loss on long-term investment securities of ₩21,165 million (US\$20,663 thousand) reflected before prior year.

In 2005, the unrealized gain of ₩42,596 million (US\$ 41,585 thousand), before the deduction of the deferred income tax of ₩16,550 million (US\$16,157 thousand), occurred.

Equity securities stated at acquisition cost included in long-term investment securities as of March 31, 2005 consist of the following:

Affiliated company	Korean won		Translation into	Ownership percentage (%)
	Acquisition cost	Book value	U.S. dollars (Note 2) Book value (in thousands)	
	(in millions)			
Hyundai Motor Hungary (*)	₩ 5,415	₩ 5,415	\$ 5,286	100.00
Hyundai Motor Norway AS (*)	5,636	5,636	5,502	100.00
Hyundai Jingxian Motor Safeguard Service Co., Ltd. (*)	4,907	4,907	4,791	91.75
NGVTEK.com (*)	571	571	556	53.66
Hyundai-Motor Group Ltd. (*)	2,534	2,534	2,474	50.00
Heesung PM Tech Corporation	1,194	1,194	1,166	19.90
Jinil MVC Co., Ltd.	180	180	176	18.00
Clean Air Technology Inc.	500	500	488	16.13
Industry Otomotif Komersial	4,439	4,439	4,334	15.00
Hyundai Technology Investment Co., Ltd.	4,490	4,490	4,383	14.97
Hyundai Research Institute	1,359	1,271	1,241	14.90
Hyundai Unicorns Co., Ltd.	5,795	137	134	14.90
Mando Map & Soft Co., Ltd.	778	778	760	13.97
Kyungnam Credit Information Service Co., Ltd.	2,500	2,500	2,441	13.66
Mobil.Com Co., Ltd.	1,200	1,200	1,171	11.59
Micro Infinity	607	607	593	10.51
Kihyup Finance	3,000	3,000	2,929	10.34
Yonhap Capital Co., Ltd.	10,000	10,000	9,763	9.99
Hankyoreh Plus Inc.	4,800	284	277	7.41
Hyundai Oil Refinery Co., Ltd.	88,857	88,857	86,749	7.24
Hyundai Asan Corporation	22,500	5,405	5,277	4.61
U.S Electrical Inc.	2,204	2,204	2,152	3.80
ROTIS Inc.	1,000	8	8	1.33
Other	1,378	1,378	1,345	-
	<u>₩ 175,844</u>	<u>₩ 147,495</u>	<u>\$ 143,996</u>	

서식 있음: 가운데, 들어쓰기: 왼쪽: -0.23 cm, 탭: -0.65 글자, 왼쪽 + 0.35 글자(없음)

서식 있음: 가운데

메모 [slm21]: Same comment above

서식 있음: 밑줄 없음

(*) In conformity with Financial Accounting Standards in the Republic of Korea, the equity securities of these affiliates were not accounted for using the equity method since the Company believes the changes in the investment value due to the changes in the net assets of the investees, whose individual beginning balance of total assets or paid-in capital at the date of its establishment is less than ₩7,000 million (US\$ 6,834 thousand), are not material.

Equity securities stated at fair value included in long-term investment securities as of December 31, 2004 consist of the following:

Name of company	Korean won		Translation into	Ownership percentage (%)
	Acquisition cost	Book value	U.S. dollars (Note 2) Book value (in thousands)	
	(in millions)			
Jin Heung Mutual Savings Bank	₩ 2,166	₩ 1,308	\$ 1,277	8.66
Korea Mutual Savings Bank	2,846	3,325	3,246	8.13
Korea Environment Technology Co., Ltd.	1,500	5,235	5,111	6.00
Hyundai Heavy Industries Co., Ltd.	56,924	75,446	73,656	2.88
Hyundai Information Technology Co., Ltd.	10,000	1,217	1,188	2.21
Hyundai Corporation	13,626	850	830	1.08
LG Telecom	9,795	7,520	7,342	0.68
Hyundai Merchant Marine Co., Ltd.	7,329	8,432	8,232	0.55
KT Freetel	10,800	8,245	8,049	0.18

서식 있음: 가운데

삭제됨: C

메모 [slm22]: Same comment above

In 2004, impairment loss of ₩42,175 million (US\$41,174 thousand) between the carrying amount and the estimated recoverable amount of Hyundai Information Technology Co., Ltd, Hyundai Corporation, Chohung Bank, Hyundai Asan Corporation and other are recognized in current operations.

- (3) Debt securities included in held-to-maturity of long-term investment securities as of March 31, 2005 and December 31, 2004 are subordinate debt securities of ₩48,500 million (US\$47,349 thousand) with the maturity on July 19, 2008, issued by Hyundai Capital Service Inc.

6. INVESTMENT SECURITIES ACCOUNTED FOR USING THE EQUITY METHOD:

- (1) Investment securities accounted for using the equity method as of March 31, 2005 consist of the following:

Affiliated company	Korean won			Translation into U.S. dollars (Note 2)			Ownership percentage (%)
	Acquisition cost	Market (net equity) value	Book value	Acquisition cost	Market (net equity) value	Book value	
		(in millions)			(in thousands)		
Hyundai Motor India	₩ 244,017	₩ 390,852	₩ 389,594	\$ 238,228	\$ 381,580	\$ 380,351	100.00
Hyundai Motor America	908,416	1,000,632	735,975	886,865	976,893	718,515	100.00
Hyundai Translead	74,977	34,938	64,383	73,198	34,109	62,856	100.00
Hyundai Motor Poland Sp.zo.o.	24,139	10,253	26,877	23,566	10,010	26,239	100.00
Hyundai Motor Japan Co. (*1)	42,292	(37,085)	-	41,289	(36,205)	-	100.00
Hyundai Motor Europe GmbH	17,529	22,846	22,847	17,113	22,304	22,305	100.00
Hyundai America Technical Center Inc.	9,635	15,121	15,121	9,407	14,762	14,762	100.00
HMJ R&D Center Inc.	1,510	2,078	2,078	1,474	2,029	2,029	100.00
Hyundai Motor Company Australia	12,382	27,952	15,270	12,088	27,289	14,908	100.00
Hyundai Motor Europe Technical Center GmbH	35,106	32,918	32,918	34,273	32,137	32,137	100.00
ROTEM	270,222	214,361	285,994	263,811	209,276	279,209	78.36
Hyundai Capital Service Inc.	468,743	347,179	298,456	457,623	338,943	291,376	61.08
China Millennium Corporations	53,450	9,941	53,420	52,182	9,705	52,153	59.60
Hyundai Card Co., Ltd.	557,126	94,363	110,574	543,909	92,124	107,951	59.02
HAOSVT (Turkey)	48,013	71,046	51,242	46,874	69,360	50,026	50.00
Beijing-Hyundai Motor Company	133,691	329,694	325,725	130,519	321,872	317,998	50.00
Hyundai Powertech	120,000	138,094	130,654	117,153	134,818	127,554	50.00
KEFICO	20,911	95,282	98,491	20,415	93,022	96,154	50.00
Dymos Inc.	68,872	99,024	97,667	67,238	96,675	95,350	47.27
WIA Corporation	34,357	137,851	110,549	33,542	134,581	107,926	39.46
Kia Motors Corporation	923,957	1,879,997	1,923,681	902,038	1,835,397	1,878,045	38.67
Korea Aerospace Industries, Ltd.	129,800	77,367	77,130	126,721	75,532	75,300	33.33
Beijing Mobis Transmission Co., Ltd.	13,518	14,086	14,086	13,197	13,752	13,752	30.00
Hyundai Motor Deutschland GmbH	6,761	14,099	11,136	6,601	13,764	10,872	30.00
Korea Economy Daily	19,973	10,954	14,717	19,499	10,694	14,368	29.57
Hyundai HYSCO	200,768	278,691	247,574	196,005	272,079	241,701	26.13
Autoever Systems Corp.	1,250	6,427	6,427	1,220	6,274	6,274	25.00
Iijin Bearing Co., Ltd.	826	13,667	13,668	807	13,343	13,344	20.00
Daesung Automotive Co., Ltd.	400	5,878	5,878	391	5,739	5,739	20.00
Eukor Car Carriers Inc. (*2)	29,347	67,312	57,279	28,651	65,715	55,920	12.00
	<u>₩4,471,988</u>	<u>₩ 5,405,818</u>	<u>₩ 5,239,411</u>	<u>\$ 4,365,897</u>	<u>\$ 5,277,573</u>	<u>\$ 5,115,114</u>	

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 삭제됨:
 메모 [slm24]: Same comment above

- (*1) Use of the equity method was discontinued since the value of investments is less than zero due to accumulated deficit. Cumulative losses not recognized by the Company due to the suspension of using the equity method as of March 31, 2005 is ₩37,085 million (US\$36,205 thousand).
- (*2) Accounted for using the equity method because the total ownership percentage on Eukor Car Carriers Inc. is 20% (Kia Motors Corp. 8% and the Company 12%); therefore, the Company is considered to be able to exercise significant influence over the operating and financial policies.

Investment securities accounted for using the equity method as of December 31, 2004 consist of the following:

Affiliated company	Korean won			Translation into U.S. dollars (Note 2)			Ownership percentage (%)
	Acquisition cost	Market (net equity) value (in millions)	Book value	Acquisition cost	Market (net equity) value (in thousands)	Book value	
Hyundai Motor India	₩ 244,017	₩ 380,729	₩ 359,233	\$ 238,228	\$ 371,697	\$ 350,711	100.00
Hyundai Motor America	824,800	967,228	711,431	805,233	944,282	694,553	100.00
Hyundai Translead	74,977	31,350	61,278	73,198	30,606	59,824	100.00
Hyundai Machine Tool Europe GmbH	25,397	10,895	9,288	24,795	10,636	9,068	100.00
Hyundai Motor Poland Sp.zo.o.	24,139	8,653	25,543	23,566	8,448	24,937	100.00
Hyundai Motor Japan Co. (*1)	32,479	-	-	31,709	-	-	100.00
Hyundai Motor Europe GmbH	17,529	35,044	35,044	17,113	34,212	34,213	100.00
Hyundai America Technical Center Inc.	9,635	15,148	15,148	9,406	14,789	14,789	100.00
HMJ R&D Center Inc.	1,510	2,244	2,244	1,474	2,191	2,191	100.00
Hyundai Motor Company Australia	12,382	22,472	30,932	12,088	21,939	30,198	100.00
ROTEM	270,222	215,814	288,532	263,811	210,694	281,687	78.36
Hyundai Capital Service Inc.	468,743	359,333	259,656	457,623	350,808	253,496	61.08
China Millennium Corporations	53,450	19,820	53,450	52,182	19,350	52,182	59.60
Hyundai Card Co., Ltd.	557,126	81,286	97,706	543,909	79,358	95,388	59.02
HAOSVT (Turkey)	48,013	61,635	24,765	46,874	60,173	24,177	50.00
Beijing-Hyundai Motor Company	133,691	315,837	304,040	130,520	308,344	296,827	50.00
Hyundai Powertech	120,000	134,475	134,475	117,153	131,285	131,285	50.00
KEFICO	20,911	95,282	93,566	20,415	93,022	91,346	50.00
Dymos Inc.	68,872	95,001	93,620	67,238	92,747	91,399	47.27
WIA Corporation	8,989	116,316	88,604	8,776	113,557	86,502	45.30
Kia Motors Corporation	923,957	1,463,712	1,960,439	902,037	1,428,988	1,913,930	38.67
Korea Aerospace Industries, Ltd.	129,800	82,068	81,827	126,721	80,121	79,886	33.33
Beijing Mobis Transmission Co., Ltd.	13,518	13,205	13,205	13,197	12,892	12,892	30.00
Hyundai Motor Deutschland GmbH	6,761	15,559	12,588	6,601	15,190	12,289	30.00
Korea Economy Daily	19,973	10,414	14,247	19,499	10,167	13,909	29.57
Hyundai HYSCO	200,768	158,833	243,925	196,005	155,065	238,138	26.13
Autoever Systems Corp.	1,250	5,968	5,968	1,220	5,826	5,826	25.00
Iljin Bearing Co., Ltd.	826	13,102	13,102	806	12,791	12,791	20.00
Daesung Automotive Co., Ltd.	400	6,094	6,094	391	5,949	5,950	20.00
Eukor Car Carriers Inc. (*2)	29,347	60,182	50,008	28,651	58,754	48,822	12.00
	<u>₩4,343,482</u>	<u>₩ 4,797,699</u>	<u>₩ 5,089,958</u>	<u>\$ 4,240,439</u>	<u>\$ 4,683,881</u>	<u>\$ 4,969,206</u>	

메모 [sim25]: Same comment above

- (*1) Use of the equity method was discontinued since the value of investments is less than zero due to accumulated deficit. Cumulative losses not recognized by the Company due to the suspension of using the equity method as of December 31, 2004 is ₩45,677 million (US\$44,593 thousand).
- (*2) Accounted for using the equity method because the total ownership percentage on Eukor Car Carriers Inc. is 20% (Kia Motors Corp. 8% and the Company 12%); therefore, the Company is considered to be able to exercise significant influence over the operating and financial policies.

On October 1, 2004, the Company sold 16,645,641 shares of common stock of Hyundai Capital Service Inc. (HCSI) to GE Capital International Holdings Corporation at ₩16,000 (US\$15.62) per share for the purpose of strategic cooperation with General Electric Capital Corporation. On October 14, 2004, the Company also participated in Hyundai Capital Service Inc.'s capital increase and acquired 13,562,500 shares of common stock at ₩16,000 (US\$15.62) per share, which resulted to 61.08% ownership of HCSI.

삭제됨: s

삭제됨:

(2) The changes in investment securities accounted for using the equity method for the three months ended March 31, 2005 are as follows:

Translation into
U.S. dollars
(Note 2)

Affiliated company	Korean won					U.S. dollars	
	Beginning of period	Gain (loss) on valuation	Other changes (*)	End of period	End of period	(in thousands)	
	(in millions)						
Hyundai Motor India	₩ 359,233	₩ 38,172	₩ (7,811)	₩ 389,594	\$ 380,351		
Hyundai Motor America	711,431	(32,385)	56,930	735,976	718,515		
Hyundai Translead	61,278	3,686	(581)	64,383	62,856		
Hyundai Machine Tool Europe GmbH	9,288	-	(9,288)	-	-		
Hyundai Motor Poland Sp.zo.o.	25,543	2,089	(755)	26,877	26,239		
Hyundai Motor Japan Co.	-	-	-	-	-		
Hyundai Motor Europe GmbH	35,044	(9,891)	(2,306)	22,847	22,305		
Hyundai America Technical Center Inc.	15,148	255	(282)	15,121	14,762		
HMJ R&D Center Inc.	2,244	(35)	(131)	2,078	2,029		
Hyundai Motor Company Australia	30,932	(14,973)	(689)	15,270	14,908		
Hyundai Motor Europe Technical Center GmbH	-	273	32,645	32,918	32,137		
ROTEM	288,532	(2,511)	(27)	285,994	279,209		
Hyundai Capital Service Inc.	259,656	(7,290)	46,090	298,456	291,376		
China Millennium Corporations	53,450	146	(176)	53,420	52,153		
Hyundai Card Co., Ltd.	97,706	2,873	9,995	110,574	107,951		
HAOSVT (Turkey)	24,765	27,615	(1,138)	51,242	50,026		
Beijing-Hyundai Motor Company	304,040	27,572	(5,887)	325,725	317,998		
Hyundai Powertech	134,475	(5,130)	1,309	130,654	127,554		
KEFICO	93,566	9,031	(4,106)	98,491	96,154		
Dymos Inc.	93,620	4,086	(39)	97,667	95,350		
WIA Corporation	88,604	8,356	13,589	110,549	107,926		
Kia Motors Corporation	1,960,439	64,062	(100,820)	1,923,681	1,878,045		
Korea Space & Aircraft Co., Ltd.	81,827	(4,715)	18	77,130	75,300		
Beijing Mobis Transmission Co., Ltd.	13,205	1,112	(231)	14,086	13,752		
Hyundai Motor Deutschland GmbH	12,588	(370)	(1,082)	11,136	10,872		
Korea Economy Daily	14,247	479	(10)	14,716	14,368		
Hyundai HYSCO	243,925	7,851	(4,202)	247,574	241,701		
Autoever Systems Corp.	5,968	459	-	6,427	6,274		
Iljin Bearing Co., Ltd.	13,102	228	338	13,668	13,344		
Daesung Automotive Co., Ltd.	6,094	(96)	(120)	5,878	5,739		
Eukor Car Carriers Inc.	50,008	7,271	-	57,279	55,920		
	<u>₩ 5,089,958</u>	<u>₩ 128,220</u>	<u>₩ 21,233</u>	<u>₩ 5,239,411</u>	<u>\$ 5,115,114</u>		

삭제됨: equity

삭제됨: -

삭제됨: period

서식 있음: 가운데

삭제됨: year

삭제됨: year

삭제됨: year

메모 [slm26]: Same comment above

(*) Other changes consist of the increase of acquisition cost by ₩153,902 million (US\$150,251 thousand) mainly due to the acquisition and participation in investees' additional paid-in capital, decrease by ₩9,288 million (US\$9,068 thousand) mainly due to disposal of investments, decrease by ₩55,486 million (US\$54,170 thousand) due to receipt of the dividends, increase of retained earnings by ₩17,581 million (US\$17,164 thousand) and decrease of capital adjustments by ₩85,476 million (US\$83,448 thousand).

The changes in investment securities accounted for using the equity method for the three months ended March 31, 2004 are as follows:

Affiliated company	Korean won				U.S. dollars (Note 2)	
	Beginning of period	Gain (loss) on valuation	Other changes (*1)	End of period	End of period	End of period
	(in millions)				(in thousands)	
Hyundai Motor India	₩ 340,475	₩ 22,205	₩ (885)	₩ 361,795	\$ 353,212	
Hyundai Motor America	647,068	(10,076)	(48,850)	588,142	574,189	
Hyundai Translead	45,220	1,931	(534)	46,617	45,511	
Hyundai Machine Tool Europe GmbH	17,186	(896)	(823)	15,467	15,100	
Hyundai Motor Poland Sp.zo.o.	17,505	(117)	23	17,411	16,998	
Hyundai Motor Europe GmbH	21,974	(7,412)	(1,126)	13,436	13,117	
Hyundai America Technical Center Inc.	16,101	210	(598)	15,713	15,340	
HMJ R&D Center Inc.	2,391	9	(63)	2,337	2,282	
Hyundai Motor Company Australia	13,696	773	(427)	14,042	13,709	
Hyundai Capital Service Inc.	350,127	(35,657)	(11,669)	302,801	295,618	
ROTEM	335,220	(7,409)	(566)	327,246	319,483	
Hyundai Card Co., Ltd.	65,564	(8,970)	(4,832)	51,762	50,534	
HAOSVT (Turkey)	25,859	802	(1,706)	24,955	24,363	
Beijing-Hyundai Motor Company	281,997	26,687	(10,994)	297,690	290,628	
Hyundai Powertech	128,338	1,043	(4)	129,377	126,308	
Hyundai Commercial Vehicle Engine Co., Ltd. (formerly Daimler Hyundai Truck Co., Ltd.) (*2)	26,833	777	-	27,610	26,955	
KEFICO	79,064	5,229	97	84,390	82,388	
Dymos Inc.	81,668	2,003	-	83,671	81,686	
WIA	58,115	3,731	(10)	61,836	60,369	
e-HD.com	4,374	(1,259)	(431)	2,684	2,620	
Kia Motors Corporation	1,704,157	62,814	17,783	1,784,754	1,742,413	
Korea Space & Aircraft Co., Ltd.	79,312	104	-	79,416	77,532	
Beijing Mobis Transmission Co., Ltd.	13,264	(219)	(487)	12,557	12,259	
Korea Economy Daily	14,129	(348)	(118)	13,663	13,339	
Autoever Systems Corp.	4,106	310	(124)	4,292	4,190	
Hyundai HYSCO	226,720	6,365	(18)	233,067	227,538	
Iljin Bearing Co., Ltd.	12,794	368	(194)	12,968	12,660	
Daesung Automotive Co., Ltd.	5,619	73	-	5,692	5,557	
Eukor Car Carriers Inc.	31,851	5,412	(710)	36,553	35,686	
	<u>₩ 4,650,727</u>	<u>₩ 68,483</u>	<u>₩ (67,266)</u>	<u>₩ 4,651,944</u>	<u>\$ 4,541,584</u>	

Translation into U.S. dollars (Note 2)

삭제됨: equity
 삭제됨: -
 삭제됨: period
 서식 있음: 들여쓰기: 왼쪽 -0.56 글자, 탭: -0.57 글자, 왼쪽 + 6.44 글자, 오른쪽 + 0 글자(없음) + 5.5 글자
 서식 있음: 가운데
 메모 [slm27]: Same comment above

(*1) Other changes consist of the increase of acquisition cost by ₩11,103 million (US\$10,840 thousand) mainly due to the acquisition, and participation in investees' additional paid-in capital, decrease by ₩225 million (US\$220 thousand) due to receipt of the dividends, decrease of retained earnings by ₩12,114 million (US\$11,827 thousand) and decrease of capital adjustments by ₩66,030 million (US\$64,464 thousand).
 (*2) The Company had merged with Hyundai Commercial Vehicle Engine Co., Ltd. (formerly Daimler Hyundai Truck Co., Ltd.) on November 5, 2004.

Investment securities accounted for using the equity method as of March 31, 2005 and 2004 and December 31, 2004 are valued based on the financial statements of the investees as of the same balance sheet date, respectively, which were neither audited nor reviewed by an external auditor.

삭제됨: Equity

(3) Condensed financial information of the affiliates as of and for the three months ended March 31, 2005 is as follows:

Affiliated company	Korean won				Translation into U.S. dollars (Note 2)			
	Assets	Liabilities	Sales	Net income (loss)	Assets	Liabilities	Sales	Net income (loss)
	(in millions)				(in thousands)			
Hyundai Motor India	₩ 809,600	₩ 418,748	₩417,528	₩ 28,776	\$ 790,393	\$ 408,814	\$ 407,623	\$ 28,093
Hyundai Motor America	3,476,608	2,475,977	1,755,492	(30,434)	3,394,131	2,417,238	1,713,846	(29,712)
Hyundai Translead	208,298	176,112	71,599	2,871	203,356	171,934	69,900	2,803
Hyundai Machine Tool Europe GmbH	31,399	21,146	44,978	1,849	30,654	20,644	43,911	1,805
Hyundai Motor Poland Sp.zo.o.	21,083	58,169	8,413	(1,076)	20,583	56,789	8,213	(1,050)
Hyundai Motor Japan Co. (*1)	124,750	101,904	662,886	(9,891)	121,790	99,486	647,160	(9,656)
Hyundai Motor Europe GmbH	22,697	7,559	13,869	353	22,159	7,380	13,540	345
Hyundai America Technical Center Inc.	4,884	2,805	3,108	(35)	4,768	2,738	3,034	(34)
HMJ R&D Center Inc.	210,018	182,066	182,785	4,955	205,036	177,747	178,449	4,837
Hyundai Motor Company Australia	34,328	1,410	9,258	273	33,514	1,377	9,038	267
ROTEM	1,375,714	1,101,791	242,871	(1,537)	1,343,077	1,075,653	237,109	(1,501)
Hyundai Capital Service Inc.	9,274,760	8,706,382	400,811	21,947	9,054,730	8,499,836	391,302	21,426
China Millennium Corporations	82,902	66,221	4,237	1,168	80,935	64,650	4,136	1,140
Hyundai Card Co., Ltd.	2,666,959	2,507,079	160,046	5,198	2,603,689	2,447,602	156,249	5,075
HAOSVT (Turkey)	464,747	322,655	254,402	16,348	453,722	315,000	248,367	15,960
Beijing-Hyundai Motor Company	1,148,884	489,495	705,587	51,291	1,121,628	477,882	688,848	50,074
Hyundai Powertech	837,772	561,991	207,132	7,443	817,897	548,659	202,218	7,266
KEFICO	350,871	150,534	126,847	13,711	342,547	146,963	123,838	13,386
Dymos Inc.	587,693	378,204	318,667	8,206	573,751	369,232	311,107	8,011
WIA Corporation	1,228,868	881,181	578,122	13,970	1,199,715	860,276	564,407	13,639
Kia Motors Corporation	10,619,100	5,817,400	3,938,853	165,300	10,367,178	5,679,391	3,845,410	161,379
Korea Aerospace Industries, Ltd.	1,304,248	999,379	131,505	(13,686)	1,273,307	975,670	128,385	(13,361)
Beijing Mobis Transmission Co., Ltd.	124,448	77,496	46,892	3,706	121,496	75,658	45,780	3,618
Hyundai Motor Deutschland GmbH	200,014	153,018	254,615	5,636	195,269	149,388	248,575	5,502
Korea Economy Daily	208,645	171,594	25,833	2,440	203,695	167,523	25,220	2,382
Hyundai HYSCO	2,275,843	1,304,011	632,647	29,720	2,221,852	1,273,075	617,638	29,015
Autoever Systems Corp.	116,042	90,334	65,389	1,763	113,289	88,191	63,838	1,721
Iljin Bearing Co., Ltd.	133,385	65,048	48,024	900	130,221	63,505	46,885	879
Daesung Automotive Co., Ltd.	66,919	36,931	19,600	455	65,331	36,055	19,135	444
Eukor Car Carriers Inc. (*2)	1,569,749	1,008,818	394,543	90,729	1,532,509	984,885	385,183	88,577

메모 [slm28]: Same comment above
메모 [slm29]: Same comment above

(4) Significant unrealized profits (losses) that occurred in transactions with investees as of March 31, 2005 are as follows:

Transaction type	Korean won				Translation into U.S. dollars (Note 2)	
	Beginning of period	Increase	Decrease	End of period	End of period	
	(in millions)				(in thousands)	
Inventories	₩ 300,989	₩ 263,761	₩ (300,989)	₩ 263,761	\$ 257,504	
Property	41,008	8,648	(2,517)	47,139	46,021	
Accrued warranties	(67,920)	(100,794)	67,920	(100,794)	(98,403)	
	₩ 274,077	₩ 171,615	₩ (235,586)	₩ 210,106	\$ 205,121	

서식 있음: 탭: 4.18 글자, 가운데 + 8.18 글자, 오른쪽 + 3.07 글자(없음) + 6.08 글자
삭제됨: 0
메모 [slm30]: Same comment above
메모 [slm31]: Same comment above
삭제됨: y
삭제됨: resulted in the
삭제됨: in
삭제됨: the
삭제됨: in
삭제됨: period
삭제됨: the
삭제됨: in
삭제됨: period

(5) The significant differences of accounting treatments between the Company and investees for similar transactions and accounting events are adjusted. Such adjustments of the difference of accounting treatments decreased the gain on equity method valuation included in current operations by ₩5,697 million (US\$5,562 thousand) and increased retained earnings by ₩15,814 million (US\$15,439 thousand) for the three months ended and as of March 31, 2005 and increased the gain on equity method valuation included in current operations by ₩35,299 million (US\$34,462 thousand) for the three months ended March 31, 2004.

(6) The difference between the acquisition cost and the Company's portion of an investee's net equity at the date the Company was considered to be able to exercise significant influence over the operating and financial policy of an investee is amortized (or reversed) over 20 years, using the straight-line method. Also, the Company assesses any possible recognition of impairment loss on unamortized balance of the difference considered as goodwill. The unamortized (or reversed) balance of goodwill and negative goodwill as of March 31, 2005 are ₩229,571 million (US\$224,125 thousand) and ₩62,989 million (US\$61,495 thousand), respectively. In addition, the unamortized (or reversed) balance of goodwill and negative goodwill as of December 31, 2004 are ₩233,327 million (US\$227,792 thousand) and ₩63,931 million (US\$62,414 thousand), respectively.

삭제됨: And

(7) The market price of listed equity securities as of March 31, 2005 is as follow:

Affiliated company	Korean won			Translation into U.S. dollars (Note 2)	
	Price per share	Number of shares	Market value (in millions)	Market value (in thousands)	Market value (in thousands)
Kia Motors Corporation	₩ 14,000	134,285,491	₩ 1,879,997		\$ 1,835,397
Hyundai HYSCO	13,300	20,954,188	278,691		272,079

서식 있음: 왼쪽, 단어 잘림 방지, 눈금에 맞추지 않음, 탭: 4.15 글자, 가운데 + 8.65 글자, 오른쪽 + 2.92 글자(없음) + 5.78 글자

메모 [sim32]: Same comment above

서식 있는 표

메모 [sim33]: Same comment above

7. PROPERTY, PLANT AND EQUIPMENT:

Property, plant and equipments as of March 31, 2005 and December 31, 2004 consist of the following:

Description	Korean won		Translation into U.S. dollars (Note 2)	
	March 31, 2005	December 31, 2004	March 31, 2005	December 31, 2004
	(in millions)		(in thousands)	
Buildings and structures	₩ 3,132,355	₩ 3,103,254	\$ 3,058,045	\$ 3,029,634
Machinery and equipment	4,527,316	4,444,658	4,419,912	4,339,215
Vehicles	71,544	71,242	69,847	69,552
Dies, molds and tools	2,295,577	2,274,805	2,241,118	2,220,839
Other equipment	571,227	568,571	557,675	555,082
	10,598,019	10,462,530	10,346,597	10,214,322
Less: Accumulated depreciation	(4,663,910)	(4,502,803)	(4,553,266)	(4,395,981)
Accumulated impairment loss	(20,096)	(7,498)	(19,619)	(7,320)
	5,914,013	5,952,229	5,773,712	5,811,021
Land	1,894,363	1,895,016	1,849,422	1,850,060
Construction in progress	864,877	886,158	844,359	865,135
	₩ 8,673,253	₩ 8,733,403	\$ 8,467,493	\$ 8,526,216

서식 있음: 탭: 2.87 글자(없음)

서식 있음: 탭: 5.79 글자, 소수점 맞춤 + 2.79 글자(없음)

서식 있음: 탭: 7.22 글자, 소수점 맞춤 + 0 글자(없음) + 2.88 글자 + 6.6 글자

서식 있음: 들여쓰기: 왼쪽 1.4 글자, 탭: 1.33 글자, 왼쪽 + 6.51 글자, 소수점 맞춤 + 0 글자(없음) + 3.85 글자 + 7.84 글자

삭제됨: Kia Motors Corporation ... [23]

서식 있음: 들여쓰기: 왼쪽 1.4 글자, 탭: 1.33 글자, 왼쪽 + 6.51 글자, 소수점 맞춤

서식 있음: 들여쓰기: 왼쪽 1.4 글자, 탭: 1.33 글자, 왼쪽 + 6.51 글자, 소수점 맞춤 + 1.05 글자(없음) + 6.15 글자

메모 [sim34]: Same comment above

메모 [sim35]: Same comment above

The changes in property, plant and equipment for the three months ended March 31, 2005 are as follows:

Description	Korean won							Translation into U. S. dollars (Note 2)	
	Beginning of period	Acquisition	Transfer	Disposal (in millions)	Depreciation	Other changes(*)	End of period	End of period	End of period
Land	₩ 1,895,016	₩ -	₩ 40	₩ (693)	₩ -	₩ -	₩ 1,894,363	\$ 1,849,422	
Buildings and structures	2,503,746	-	30,888	(1,369)	(25,049)	-	2,508,216	2,448,712	
Machinery and equipment	2,548,219	-	122,172	(17,916)	(84,117)	(20,096)	2,548,262	2,487,808	
Vehicles	39,980	-	1,137	(356)	(2,203)	-	38,558	37,643	
Dies, molds and tools	596,484	-	28,936	(2,352)	(56,737)	-	566,331	552,896	
Other equipment	263,800	-	17,034	(7,809)	(20,379)	-	252,646	246,653	
Construction in progress	886,158	159,854	(200,207)	(2,890)	-	21,962	864,877	844,359	
End of the period	₩ 8,733,403	₩ 159,854	₩ -	₩ (33,385)	₩ (188,485)	₩ 1,866	₩ 8,673,253	\$ 8,467,493	

(*) Other changes consist of decrease in transfer of ₩2,357 million (US\$ 2,301 thousand) from construction in progress to industrial property rights, decrease in impairment loss of ₩20,096 million (US\$ 19,619 thousand) in machinery and equipment and increase in transfer of ₩24,319 million (US\$23,742 thousand) from inventories to construction in progress.

For the three months ended March 31, 2005, impairment loss amounting to ₩20,096 million (US\$ 19,619 thousand) is charge to current operations.

As of March 31, 2005, a substantial portion of the Company's property, plant and equipment is pledged as collateral for various loans up to a maximum of ₩902,004 million (US\$ 880,605 thousand) (see Note 14).

As of March 31, 2005, the published value of the Company-owned land (12,644 thousand square meters) totals ₩1,796,092 million (US\$ 1,753,482 thousand) in terms of land prices officially announced by the Korean government.

8. INSURANCE:

As of March 31, 2005, property, plant and equipment are insured for ₩5,314,788 million (US\$5,188,703 thousand) with Hyundai Fire & Marine Insurance Co. In addition, the Company carries products and completed operations liability insurance with a maximum coverage of US\$120,000 thousand and ₩1,000 million (US\$976 thousand), based on U.S. dollar, general insurance for vehicles and workers' compensation and casualty insurance for employees.

9. LEASED ASSETS:

The Company has entered into financing lease agreements for certain machinery and equipment with the book value of ₩9,366 million (US\$9,144 thousand) as of March 31, 2005. The lease obligations are included in long-term debt in the accompanying balance sheets. Annual payments on the lease agreements as of March 31, 2005 are as follows:

	Korean won			Translation into U. S. dollars (Note 2)	
	Lease payments	Interest portion (in millions)	Lease obligations	Lease obligations	Lease obligations
April 1, 2005 ~ March 31, 2006	₩ 382	₩ 11	₩ 371	\$ 362	
April 1, 2006 ~ March 31, 2007	51	1	50	49	
	₩ 433	₩ 12	₩ 421	\$ 411	

삭제됨: -
 삭제됨: period
 서식 있음: 왼쪽, 탭: 3.23 글자, 가운데 + 6.31 글자, 오른쪽 + 2.73 글자(없음) + 5.25 글자
 삭제됨: C
 메모 [slm36]: Same comment above
 메모 [slm37]: Same comment above

삭제됨: -
 삭제됨: period

서식 있음: 들여쓰기: 왼쪽 -0.62 글자, 오른쪽 -0.25 글자, 탭: -0.63 글자, 왼쪽 + 4.38 글자, 가운데 + 8.88 글자, 오른쪽 + 0 글자(없음) + 3.17 글자 + 6.39 글자
 메모 [slm38]: Same comment above
 메모 [slm39]: Same comment above

10. INTANGIBLES:

Intangibles as of March 31, 2005 and December 31, 2004 consist of the following:

Description	Korean won			Translation into U. S. dollars (Note 2)	
	March 31, 2005	December 31, 2004		March 31, 2005	December 31, 2004
	Acquisition cost	Accumulated amortization	Book value	Book value	Book value
		(in millions)		(in thousands)	
Industrial property rights	33,745	18,626	15,119	14,485	14,760
Development costs	1,449,940	790,758	659,182	628,640	643,544
Other	37,532	24,632	12,900	13,363	12,594
	<u>₩1,521,217</u>	<u>₩ 834,016</u>	<u>₩ 687,201</u>	<u>₩ 656,488</u>	<u>\$ 670,898</u>
					<u>\$ 640,914</u>

서식 있음: 들어쓰기: 왼쪽 -0.85 글자, 오른쪽 -0.72 글자, 탭: -1.36 글자, 왼쪽 + 11.65 글자, 오른쪽 + 0 글자(없음) + 10.92 글자

메모 [slm40]: Same comment above

메모 [slm41]: Same comment above

The changes in intangibles for the three months ended March 31, 2005 are as follows:

Description	Korean won				Translation into U. S. dollars (Note 2)
	Industrial property rights	Development costs	Other	Total	Total
	(in millions)				(in thousands)
Beginning of period	₩ 14,485	₩ 628,640	₩ 13,363	₩ 656,488	\$ 640,914
Addition:					
Expenditures	2,357	177,025	-	179,382	175,126
Deduction:					
Amortization	(1,723)	(37,726)	(463)	(39,912)	(38,965)
Research	-	(85,680)	-	(85,680)	(83,647)
Ordinary development	-	(23,077)	-	(23,077)	(22,530)
End of period	<u>₩ 15,119</u>	<u>₩ 659,182</u>	<u>₩ 12,900</u>	<u>₩ 687,201</u>	<u>\$ 670,898</u>

삭제됨: -

삭제됨: period

메모 [slm42]: Same comment above

메모 [slm43]: Same comment above

For the three months ended March 31, 2005, amortization of ₩39,912 million (US\$ 38,965 thousand) is recorded in selling and administrative expenses of ₩2,181 million (US\$ 2,129 thousand) and manufacturing cost of ₩37,731 million (US\$ 36,836 thousand). In addition, the Company accounts for ordinary development expenses, research expenses and impairment loss as manufacturing cost, selling and administrative expenses and other expenses, respectively.

삭제됨: -

삭제됨: period

11. OTHER ASSETS:

Other assets as of March 31, 2005 and December 31, 2004 consist of the following:

Description	Korean won		Translation into U. S. dollars (Note 2)	
	March 31, 2005	December 31, 2004	March 31, 2005	December 31, 2004
	(in millions)		(in thousands)	
Long-term financial instruments	₩ 40	₩ 540	\$ 39	\$ 527
Long-term notes and accounts receivable, less unamortized present value discount of ₩1,573 million in 2005 and ₩1,693 million in 2004	13,392	15,454	13,074	15,087
Long-term other accounts receivable, less unamortized present value discount of ₩1,846 million in 2005 and ₩2,115 million in 2004	7,874	9,771	7,687	9,539
Long-term loans	<u>₩ 47,739</u>	<u>₩ 49,221</u>	<u>\$ 46,607</u>	<u>\$ 48,053</u>
Lease and rental deposits	200,417	203,793	195,663	198,958

메모 [slm44]: Same comment above

메모 [slm45]: Same comment above

삭제됨: as of

삭제됨: March 31, 2005 and December 31,

삭제됨: , respectively

삭제됨: as of

삭제됨: March 31, 2005 and December 31,

삭제됨: , respectively

Description	Korean won		Translation into U.S. dollars (Note 2)	
	March 31, 2005	December 31, 2004	March 31, 2005	December 31, 2004
	(in millions)		(in thousands)	
Long-term deposits	48,693	47,995	47,538	46,857
Deferred gain on valuation of derivatives	291,319	200,830	284,408	196,066
	<u>₩ 609,474</u>	<u>₩ 527,604</u>	<u>₩ 595,016</u>	<u>\$ 515,087</u>

메모 [slm44]: Same comment above

메모 [slm45]: Same comment above

Long-term notes and accounts receivable included in other assets are stated net of unamortized present value discount of ₩1,573 million (US\$1,536 thousand) and ₩1,693million (US\$1,653 thousand) as of March 31, 2005 and December 31, 2004, respectively, using an interest rate of 8.25 percent for the three months ended March 31, 2005 and for the year ended December 31, 2004.

삭제됨: -
삭제됨: period

12. SHORT-TERM BORROWINGS:

Short-term borrowings as of March 31, 2005 and December 31, 2004 amount to ₩696,005 million (US\$ 679,493 thousand) and ₩604,604 million (US\$ 590,261 thousand), respectively, and consist primarily of overdrafts and export financing loans with annual interest rates ranging from Libor +0.25 percent to 9.85 percent.

13. LONG-TERM DEBT:

Long-term debt as of March 31, 2005 and December 31, 2004 consists of the following:

Description	Annual interest rate (%)	Korean won		Translation into U.S. dollars (Note 2)	
		March 31, 2005	December 31, 2004	March 31, 2005	December 31, 2004
		(in millions)		(in thousands)	
Debentures	3.75 ~ 7.80	₩ 1,233,719	₩ 1,239,734	\$ 1,204,451	\$ 1,210,323
Local currency loans					
General loans	3.00 ~ 5.00	20,931	22,399	20,434	21,868
Foreign currency loans					
Capital lease	Libor + 0.98	421	1,158	411	1,131
Other	-	-	820	-	801
		421	1,978	411	1,931
		1,255,071	1,264,111	1,225,296	1,234,122
Less: Current maturities		(157,855)	(162,697)	(154,110)	(158,837)
		<u>₩ 1,097,216</u>	<u>₩ 1,101,414</u>	<u>\$ 1,071,186</u>	<u>\$ 1,075,285</u>

서식 있음: 왼쪽

메모 [slm46]: Same comment above

Debentures as of March 31, 2005 and December 31, 2004 consist of the following:

Description	Maturity	Interest rate (%)	Korean won		Translation into U.S. dollars (Note 2)	
			March 31, 2005	December 31, 2004	March 31, 2005	December 31, 2004
			(in thousands)		(in thousands)	
Non-guaranteed debentures	24 May, 2006 ~ 11 Sep., 2009	3.75 ~ 7.00	₩ 850,000	₩ 850,000	\$ 829,835	\$ 829,835
Overseas debentures	12 Dec., 2005 ~ 15 Jul., 2007	7.33 ~ 7.80	392,076	399,541	382,775	390,062
			1,242,076	1,249,541	1,212,610	1,219,897
Discount on debentures			(8,357)	(9,807)	(8,159)	(9,574)
			<u>₩ 1,233,719</u>	<u>₩ 1,239,734</u>	<u>₩ 1,204,451</u>	<u>\$ 1,210,323</u>

서식 있음: 탭: 5.77 글자, 가운데 + 11.67 글자, 소수점 맞춤 + 5.93 글자(없음) + 11.27 글자

서식 있음: 탭: 5.77 글자, 가운데 + 11.58 글자, 소수점 맞춤 + 6.15 글자(없음) + 12.18 글자

메모 [slm47]: Same comment above

The maturity of long-term debt as of March 31, 2005 is as follows:

Description	Korean won				Translation into U.S dollars (Note 2)	
	Debentures	Local currency loans (in millions)	Foreign currency loans	Total	Total	(in thousands)
April 1, 2005~March 31, 2006	₩ 153,645	₩ 3,840	₩ 370	₩ 157,855	\$ 154,110	
April 1, 2006~March 31, 2007	462,673	2,305	51	465,029	453,997	
April 1, 2007~March 31, 2008	125,758	1,807	-	127,565	124,539	
April 1, 2008~March 31, 2009	200,000	1,197	-	201,197	196,424	
Thereafter	<u>300,000</u>	<u>11,782</u>	<u>-</u>	<u>311,782</u>	<u>304,385</u>	
	1,242,076	20,931	421	1,263,428	1,233,455	
Less: Discount on debentures	(8,357)	-	-	(8,357)	(8,159)	
	<u>₩ 1,233,719</u>	<u>₩ 20,931</u>	<u>₩ 421</u>	<u>₩ 1,255,071</u>	<u>\$ 1,225,296</u>	

서식 있음: 오른쪽: 0 cm, 탭: -0.5 글자, 왼쪽 + 4.01 글자, 가운데 + 8.01 글자, 오른쪽 + 1.42 글자(없음) + 2.84 글자 + 8.79 글자

서식 있음: 영어(미국)

메모 [slm48]: Same comment above

메모 [slm49]: Same comment above

메모 [s50]: Not tally above

14. COMMITMENTS AND CONTINGENCIES:

- (1) The Company is contingently liable for guarantees of indebtedness, primarily for the following affiliates (including foreign subsidiaries), as of March 31, 2005.

Description	Korean won (in millions)	Translation into U.S. dollars (Note 2) (in thousands)
Hyundai Merchant Marine	₩ 284,897	\$ 278,138
Hyundai Card Co., Ltd.	4,097	4,000
Hyundai Motor America	218,874	213,682
Hyundai Motor Manufacturing Alabama LLC	409,720	400,000
Hyundai Motor Finance Company	389,234	380,000
Smart Alabama LLC	36,875	36,000
HAOSVT (Turkey)	76,823	75,000
Hyundai Motor Europe GmbH	68,822	67,189
Hyundai Translead	121,892	119,000
Hyundai Motor Norway AS	16,181	15,797
Hyundai Motor Poland Sp.zo.o.	11,250	10,983
Hyundai Motor Japan Co.	33,339	32,548
HMJ R&D Center Inc.	2,477	2,418
Beijing Jingxian Motor Safeguard Service Co., Ltd.	2,561	2,500
Equus Cayman Finance Ltd.	<u>409,720</u>	<u>400,000</u>
	<u>₩ 2,086,762</u>	<u>\$ 2,037,255</u>

서식 있음: 탭: 4.34 글자, 가운데 + 8.68 글자, 오른쪽 + 1.51 글자(없음) + 7.01 글자 + 24.1 글자 + 30.48 글자 + 37.57 글자 + 43.24 글자

서식 있음: 영어(미국)

삭제됨: Description

- (2) As of March 31, 2005, investment securities of ₩80,144 million (US\$ 78,243 thousand) at book value in long-term investment securities and investment securities accounted for using the equity method, 11 blank promissory notes, 1 check amounting to ₩2,624 million (US\$ 2,562 thousand) and property, plant and equipment are pledged as collateral for short-term borrowings, long-term debt and other payables (see Note 7). Certain bank deposits of ₩15,428 million (US\$ 15,062 thousand) in short-term and long-term financial instruments are restricted for use due to guarantees for customer financing transactions, research and development and other obligations.
- (3) The Company uses a customer financing system related to a long-term installment sales system and has provided guarantees of ₩162,558 million (US\$ 158,702 thousand) to the banks concerned as of March 31, 2005. These guarantees are all covered by insurance contracts, which regulate a customer and the Company as a contractor and a beneficiary, respectively.
- (4) As of March 31, 2005, the outstanding balance of accounts receivable discounted with recourse amounts to ₩1,419,153 million (US\$ 1,385,486 thousand), including discounted overseas accounts receivable translated using the foreign exchange rate at March 31, 2005.

(5) The Company accrues estimated product liabilities expenses (see Note 2) and carries the products and completed operations liability insurance (see Note 8) in order to cover the potential loss, which may occur due to the law suits related to its operation such as product liabilities. The Company expects that the resolution of pending cases against the Company as of March 31, 2005 will not have any material effect on its financial position.

15. ACCRUED WARRANTIES:

The changes in accrued warranties for the three months ended March 31, 2005 are as follows:

Description	Korean won					End of period	Translation into
	Beginning of period	Accrual	Use	Reversal	Other changes (*)		U. S. dollars (Note 2)
			(in millions)				End of period
							(in thousands)
Accrued warranties in current liabilities	₩ 800,331	₩ 76,302	₩ (80,221)	₩ -	₩ (134,401)	₩ 662,011	\$ 646,306
Accrued warranties in long-term liabilities	<u>3,051,141</u>	<u>37,004</u>	<u>(13,322)</u>	<u>-</u>	<u>(542,068)</u>	<u>2,532,755</u>	<u>2,472,670</u>
	<u>₩ 3,851,472</u>	<u>₩ 113,306</u>	<u>₩ (93,543)</u>	<u>₩ -</u>	<u>₩ (676,469)</u>	<u>₩ 3,194,766</u>	<u>\$ 3,118,976</u>

삭제됨: -
 삭제됨: period
 서식 있음: 왼쪽, 탭: 3.59 글자, 가운데 + 7.59 글자, 오른쪽 + 0 글자(없음) + 2.47 글자 + 5.06 글자
 메모 [slm51]: Same comment above
 메모 [slm52]: Same comment above

(*) Other changes are the adjustments of the beginning balance of accrued warranties due to application of SKAS No.17 (see Note 2).

In relation with the finished goods sold, the Company accrues provision for product warranties by estimating expected expenditures per each model that will incur within the warranty periods (1 through 10 years) based on actual claims history. As of March 31, 2005, discount rate of 3.82% was used to value provision for product warranties at present value.

16. CAPITAL STOCK:

Capital stock as of March 31, 2005 and December 31, 2004 consists of the following:

	Authorized	Issued	Par value	Korean won	Translation into
				(in millions)	U. S. dollars (Note 2)
					(in thousands)
Common stock	450,000,000 shares	218,628,302 shares	₩ 5,000	₩ 1,149,741	\$ 1,122,465
Preferred stock	150,000,000 shares	65,202,146 shares	5,000	<u>331,011</u>	<u>323,158</u>
				<u>₩ 1,480,752</u>	<u>\$ 1,445,623</u>

The Company completed stock retirement of 1,320,000 common shares of treasury stock on May 4, 2004, which had been acquired for the purpose of such retirement based on the decision of the Board of Directors on March 12, 2004. Also, the Company acquired treasury stock after cancellation of Trust Cash Fund on March 2, 2001, and in accordance with the decision of the Board of Directors, on March 5, 2001, the Company retired 10,000,000 common shares in treasury and 1,000,000 second preferred shares in treasury, which had additional dividends rate of 2 percent to the rate of common stock, using the retained earnings. Due to these stock retirements, the total face value of outstanding stock differs from the capital stock amount.

The preferred shares are non-cumulative, participating and non-voting. Of the total preferred stock issued of 65,202,146 shares as of March 31, 2005, a total of 27,588,281 preferred shares (First and Third preferred shares) are eligible to receive cash dividends, if declared, equal to that declared for common shares plus an additional 1 percent minimum increase while the dividend rate for the remaining 37,613,865 preferred shares (Second preferred shares) is 2 percent higher than that declared for common shares.

17. CAPITAL SURPLUS:

Capital surplus as of March 31, 2005 and December 31, 2004 consists of the following:

Description	Korean won		Translation into U.S. dollars (Note 2)	
	March 31, 2005	December 31, 2004	March 31, 2005	December 31, 2004
	(in millions)		(in thousands)	
Paid-in capital in excess of par value	₩ 3,272,630	₩ 3,272,630	\$ 3,194,992	\$ 3,194,992
Asset revaluation surplus	1,852,871	1,852,871	1,808,914	1,808,914
Other	234,052	234,052	228,500	228,500
	<u>₩ 5,359,553</u>	<u>₩ 5,359,553</u>	<u>\$ 5,232,406</u>	<u>\$ 5,232,406</u>

서식 있음: 영어(미국)
 서식 있음: 탭: 6.67 글자, 가운데 + 13.01 글자, 소수점 맞춤 + 6.6 글자(없음) + 12.51 글자 + 24.1 글자 + 30.48 글자
 메모 [slm53]: Same comment above

On January 1, 1981, January 1, 1993 and July 1, 1998, the Company revalued its property, plant and equipment at their respective appraised values (which were appraised by the Korea Appraisal Board and approved by the relevant tax office). The resultant cumulative appraisal gains, amounting to ₩2,547,417 million (US\$2,486,983 thousand), were included in capital surplus, after offsetting accumulated deficit of ₩16,022 million (US\$15,642 thousand), a deferred foreign currency translation loss of ₩594,275 million (US\$580,177 thousand), reduction for an asset revaluation tax payment of ₩67,547 million (US\$65,945 thousand) and adjustment of ₩16,702 million (US\$16,306 thousand) due to the disposal of revalued assets within 1 year after revaluation.

18. RETAINED EARNINGS:

Retained earnings as of March 31, 2005 and December 31, 2004 consist of the following:

Description	Korean won		Translation into U.S. dollars (Note 2)	
	March 31, 2005	December 31, 2004	March 31, 2005	December 31, 2004
	(in millions)		(in thousands)	
Appropriated:				
Legal reserve	₩ 188,870	₩ 155,870	\$ 184,389	\$ 152,172
Reserve for business rationalization	545,800	545,800	532,852	532,852
Reserve for improvement of financial structure	98,947	98,947	96,600	96,600
Reserve for overseas market development	48,800	48,800	47,642	47,642
Reserve for technology development	5,358,100	4,034,100	5,230,987	3,938,397
	6,240,517	4,883,517	6,092,470	4,767,663
<u>Before appropriation</u>	<u>835,279</u>	<u>1,499,691</u>	<u>815,463</u>	<u>1,464,113</u>
	<u>₩ 7,075,796</u>	<u>₩ 6,383,208</u>	<u>\$ 6,907,933</u>	<u>\$ 6,231,776</u>

서식 있음
 서식 있음: 탭: 6.51 글자, 가운데 + 0.01 글자(없음) + 6.01 글자
 메모 [slm54]: Same comment above

삭제됨: Un
 삭제됨: ed

The Korean Commercial Code requires the Company to appropriate, as a legal reserve, a minimum of 10 percent of annual cash dividends declared, until such reserve equals 50 percent of its capital stock issued. The Regulation on Issues and Disclosures of the Securities for listed companies requires the Company to appropriate, as a reserve for improvement of financial structure, an amount equal to at least 50 percent of the net gain on disposal of property, plant and equipment and 10 percent of net income for each year until the Company's net worth equals 30 percent of total assets. These reserves are not available for the payment of cash dividends, but may be transferred to capital stock or may be used to reduce any accumulated deficit.

삭제됨: ition

The reserves for business rationalization, overseas market development and technological development are voluntary reserves, which are available for the payment of dividends.

Appropriations of retained earnings for the year ended December 31, 2004 was approved at the shareholders' meeting on March 4, 2005 and the appropriations including the cash dividends of ₩326,833 million (US\$319,079 thousand) are reflected in retained earnings on that date.

19. CAPITAL ADJUSTMENTS:

Capital adjustments as of March 31, 2005 and December 31, 2004 consist of the following:

Description	Korean won		Translation into U.S. dollars (Note 2)	
	March 31, 2005	December 31, 2004	March 31, 2005	December 31, 2004
	(in millions)		(in thousands)	
Treasury stock	₩ (561,774)	₩ (90,348)	\$ (548,447)	\$ (88,205)
Gain on valuation of available-for-sale securities, net	100,480	54,819	98,096	53,519
Gain on valuation of investment securities accounted for using the equity method	41,418	-	40,436	-
Loss on valuation of investment securities accounted for using the equity method	(251,531)	(147,703)	(245,563)	(144,199)
Stock option cost	19,032	18,178	18,580	17,746
Cumulative translation adjustments	-	(4,261)	-	(4,160)
Gain on valuation of derivatives	30,639	30,581	29,912	29,856
	<u>₩ (621,736)</u>	<u>₩ (138,734)</u>	<u>\$ (606,986)</u>	<u>\$ (135,443)</u>

서식 있음

메모 [slm55]: Same comment above

(1) Treasury stock

For the stabilization of stock price, the Company has treasury stock consisting of 8,618,830 common shares and 3,874,900 preferred shares with a carrying value of ₩561,774 million (US\$548,447 thousand) as of March 31, 2005 and 820,910 common shares and 3,138,600 preferred shares with a carrying value of ₩90,348 million (US\$88,205 thousand) as of December 31, 2004, acquired directly or indirectly through the Treasury Stock Fund and Trust Cash Fund.

(2) Gain on valuation of available-for-sale securities

Gain on valuation of available-for-sale securities, net amounting to ₩100,480 million (US\$98,096 thousand) as of March 31, 2005 consists of gain on valuation of short-term investment securities of ₩78,413 million (US\$76,553 thousand), gain on valuation of long-term investment securities of ₩60,180 million (US\$58,732 thousand) and the deduction of the deferred income tax of ₩38,113 million (US\$37,209 thousand). Gain on valuation of available-for-sale securities, net amounting to ₩54,819 million (US\$53,519 thousand) as of December 31, 2004 consists of gain on valuation of short-term investment securities of ₩58,029 million (US\$56,652 thousand), gain on valuation of long-term investment securities of ₩17,584 million (US\$17,167 thousand) and the deduction of the deferred income tax of ₩20,794 million (US\$20,300 thousand) (Notes 4 and 5).

(3) Stock option cost

The Company granted directors stock options at an exercise price of ₩26,800 (grant date: February 14, 2003, beginning date for exercise: February 14, 2006, expiry date for exercise: February 13, 2011) and of ₩14,900 (grant date: March 10, 2000, beginning date for exercise: March 10, 2003, expiry date for exercise: March 9, 2008). These stock options all require at least two-year continued service starting from the grant date. If all of the stock options as of March 31, 2005 are exercised, 1,752,400 shares (1,322,000 shares and 430,400 shares for the options granted as of February 14, 2003 and March 10, 2000, respectively) will be issued as new shares or using treasury stock or will be compensated by cash, according to the decision of the Board of Directors.

The Company calculates the total compensation expense using an option-pricing model. In the model, the risk-free rate of 4.94% and 9.04%, an expected exercise period of 5.5 years and an expected variation rate of stock price of 63.29 percent and 71.1 percent are used for the options granted as of February 14, 2003 and March 10, 2000, respectively. Total compensation expenses amounting to ₩15,084 million (US\$14,726 thousand) and ₩11,832 million (US\$ 11,551 thousand) for the options granted as of February 14, 2003 and March 10, 2000, respectively, have been accounted for as a charge to current operations and a credit to stock option cost in capital adjustments over the required period of service (two years) from the grant date using the straight-line method.

(4) Cumulative translation adjustments

Cumulative translation debits of ₩4,261 million (US\$4,160 thousand) as of December 31, 2004, which resulted from the translation of financial statements of Hyundai Machine Tools America, an overseas branch, which was sold to WIA Corp. on January 1, 2005, are included in capital adjustments on the basis set forth in Note 2.

삭제됨: the overseas branch,
삭제됨: are

(5) Gain and loss on valuation of derivatives

Gain of ₩30,639 million (US\$29,912 thousand) and loss of ₩30,581 million (US\$29,856 thousand) on valuation of the effective portion of derivative instruments for cash flow hedging purposes from forecasted exports as of March 31, 2005 and December 31, 2004, respectively, is included in capital adjustments on the basis set forth in Note 2.

삭제됨: -
삭제됨: periods
서식 있음: 영어(미국)

20. INCOME TAX EXPENSE AND DEFERRED INCOME TAX ASSETS:

Income tax expense for the three months ended March 31, 2005 and 2004 consists of the following:

... [24]

Description	Korean won		Translation into U.S. dollars (Note 2)	
	2005	2004	2005	2004
	(in millions)		(in thousands)	
Income tax currently payable	₩ 111,801	₩ 224,262	\$ 109,149	\$ 218,942
Changes in deferred income taxes due to temporary differences	217,711	3,694	212,546	3,606
Deferred income taxes directly reflected to equity (*)	(175,301)	-	(171,142)	-
Income tax expense	₩ 154,211	₩ 227,956	\$ 150,553	\$ 222,548

삭제됨: March 31,
삭제됨: March 31,
삭제됨: March 31,
삭제됨: March 31,
서식 있음: 탭: 3.01 글자, 가운데 + 0.01 글자(없음)

(*) For the three months ended March 31, 2005, deferred income taxes of ₩184,407 million (US\$180,032 thousand) and ₩9,106 million (US\$8,890 thousand) are directly credited to the retained earnings and charged to capital adjustments, respectively.

메모 [slm56]: Same comment above
삭제됨: -
삭제됨: periods
삭제됨: -
삭제됨: periods

For the three months ended March 31, 2005 and 2004, the differences between income before tax in financial accounting and taxable income pursuant to Corporate Income Tax Law of Korea are as follows:

Description	Korean won		Translation into U.S. dollars (Note 2)	
	2005	2004	2005	2004
	(in millions)		(in thousands)	
Income before tax	₩ 663,988	₩ 673,426	\$ 648,236	\$ 657,450
Addition	1,611,971	475,446	1,573,729	464,166
Deduction	(1,771,050)	(372,313)	(1,729,034)	(363,480)
Taxable income	₩ 504,909	₩ 776,559	\$ 492,931	\$ 758,136

메모 [slm57]: Same comment above
삭제됨: -
삭제됨: periods
서식 있음: 탭: 7.57 글자, 가운데 + 14.15 글자, 소수점 맞춤 + 0.01 글자(없음) + 8.01 글자 + 15.47 글자 + 24.1 글자 + 30.48 글자 + 37.57 글자
서식 있음: 오른쪽: 0 cm, 탭: 7.57 글자, 가운데 + 14.15 글자, 소수점 맞춤 + 0.01 글자(없음) + 8.05 글자

The net changes in accumulated temporary differences for the three months ended March 31, 2005 and 2004 are as follows:

Description	Korean won		Translation into U.S. dollars (Note 2)	
	2005	2004	2005	2004
	(in millions)		(in thousands)	
Beginning of period, net	₩ 1,930,809	₩ 1,513,799	\$ 1,885,003	\$ 1,477,886
Changes for period, net	(811,582)	129,507	(792,328)	126,435
End of period, net	₩ 1,119,227	₩ 1,643,306	\$ 1,092,675	\$ 1,604,321

... [25]
서식 있음: 탭: 3.23 글자, 가운데 + 6.17 글자, 오른쪽 + 0.01 글자(없음) + 3.55 글자 + 7.01 글자 + 24.1 글자 + 30.48 글자 + 37.57 글자 + 43.24 글자
삭제됨: March 31,
삭제됨: March 31,
삭제됨: March 31,
삭제됨: March 31,
메모 [slm58]: Same comment above

Deferred income tax assets as of March 31, 2005 and December 31, 2004 are computed as follows:

Particulars	Korean won		Translation into U.S. dollars (Note 2)	
	March 31, 2005	December 31, 2004	March 31, 2005	December 31, 2004
	(in millions)		(in thousands)	
Accumulated temporary differences, net	₩ 1,119,227	₩ 1,930,809	\$ 1,092,675	\$ 1,885,003
Adjustments (*):	(576,577)	(579,336)	(562,899)	(565,592)
	542,650	1,351,473	529,776	1,319,411
Statutory tax rate	X 27.5%	X 27.5%	X 27.5%	X 27.5%
Deferred income tax assets, net	₩ 149,229	₩ 371,655	\$ 145,688	\$ 362,838

서식 있음: 오른쪽: 0 cm, 탭: 6.22 글자, 가운데 + 12.52 글자, 소수점 맞춤 + 6.39 글자(없음) + 12.34 글자

삭제됨: Affiliated Company

메모 [sim59]: Same comment above

(*) The Company did not recognize deferred income tax assets related to gain of revaluation of land and others since the probability of its realization in the near future is uncertain.

When each temporary difference reverses in the future, it will result in a decrease (increase) of taxable income and income tax payable. Deferred income tax assets are recognized only when it is probable the tax benefits from temporary differences will be realized in the future and calculated using the expected corporate tax rate in the period when the tax benefits will be realized. As of March 31, 2005, the Company believes the total current and non-current deferred income tax assets of ₩216,033 million (US\$ 210,908 thousand) and ₩940,190 million (US\$ 917,885 thousand), respectively, before deduction of the total deferred income tax liabilities of ₩82,300 million (US\$ 80,348 thousand) and ₩924,694 million (US\$ 902,757 thousand), respectively, can be realized in the future. Additionally, the Company believes average ordinary income in the coming years will exceed the amount of deferred taxes to be realized every year based on its assessment. The effective tax rates are 23.2 percent and 33.9 percent for the three-month periods ended March 31, 2005 and 2004, respectively.

21. RELATED PARTY TRANSACTIONS:

Significant transactions with affiliated companies for three months ended March 31, 2005 and 2004 are as follows:

Affiliated company	Sales/proceeds (Purchases/expenses)			
	Korean won		Translation into U.S. dollars (Note 2)	
	2005	2004	2005	2004
	(in millions)		(in thousands)	
Hyundai Motor America	₩ 1,329,381	₩ 1,388,116	\$ 1,297,843	\$ 1,355,185
Hyundai Motor India	75,677	115,859	73,882	113,110
	(5,409)	-	(5,281)	-
Hyundai Motor Poland Sp.zo.o.	30,543	36,740	29,818	35,868
Hyundai Motor Japan	2,424	6,799	2,366	6,638
Hyundai Motor Europe GmbH	697,176	22,802	680,637	22,261
Hyundai Motor Company Australia	126,711	79,367	123,705	77,484
HAOSVT	123,502	143,747	120,572	140,337
Beijing-Hyundai Motor Company	143,616	125,991	140,209	123,002
Kia Motors Corporation	158,685	412,251	154,920	402,471
	(82,985)	(79,405)	(81,016)	(77,521)
Hyundai MOBIS	145,050	43,492	141,609	42,460
	(481,248)	(235,727)	(469,831)	(230,135)
Hyundai Powertech	2,861	2,003	2,793	1,955
	(49,723)	(29,672)	(48,543)	(28,968)
Hyundai Capital Service Inc.	38,632	24,423	37,716	23,844
	(9,843)	(4,493)	(9,609)	(4,386)
Hyundai HYSCO	511	1,129	499	1,102
	(58,205)	(37,910)	(56,824)	(37,011)
Dymos Inc.	184	5,133	180	5,011
	(124,382)	(47,499)	(121,431)	(46,372)
WIA	62,289	130	60,811	127
	(63,570)	(42,925)	(62,062)	(41,907)

삭제됨: -

삭제됨: periods

서식 있음: 왼쪽, 탭: 7.01 글자, 가운데 + 14.04 글자, 오른쪽 + 7.47 글자(없음) + 14 글자

... [26]

삭제됨: C

서식 있음: 왼쪽, 오른쪽: 0.18 cm, 탭: 3.09 글자, 가운데 + 6.51 글자, 오른쪽 + 0.01 글자(없음) + 6.01 글자

삭제됨: March 31

삭제됨: March 31

삭제됨: March 31

삭제됨: March 31

메모 [sim60]: Same comment above

Sales/proceeds (Purchases/expenses)

Affiliated company	Korean won		U.S. dollars (Note 2)	
	2005	2004	2005	2004
	(in millions)		(in thousands)	
Glovis Co., Ltd.	73,760	70,345	72,010	68,676
Autoever Systems Corp.	(9,430)	(14,593)	(9,206)	(14,247)
Amco Corp.	(54,661)	(37,494)	(53,364)	(36,605)
KEFICO	1	66	1	64
	(78,524)	(77,229)	(76,661)	(75,397)

Significant outstanding balances as of March 31, 2005 and December 31, 2004 are as follows:

Receivables (Payables)

Affiliated company	Korean won		U.S. dollars (Note 2)	
	March 31, 2005	December 31, 2004	March 31, 2005	December 31, 2004
	(in millions)		(in thousands)	
Hyundai Motor America	₩ 91,527	₩ 90,149	₩ 89,356	\$ 88,010
	(23,872)	(5,013)	(23,306)	(4,894)
Hyundai Motor India	19,303	15,513	18,845	15,145
Hyundai Motor Poland Sp.zo.o.	4,154	5,892	4,055	5,752
Hyundai Motor Japan Co.	599	1,495	585	1,460
Hyundai Motor Europe GmbH	125,189	84,575	122,219	82,569
Hyundai Motor Company Australia	14,787	19,175	14,436	18,720
HAOSVT	13,590	11,414	13,268	11,143
Beijing-Hyundai Motor Company	35,025	11,114	34,194	10,850
Kia Motors Corporation	139,529	119,639	136,219	116,801
	(105,996)	(119,122)	(103,481)	(116,296)
Hyundai MOBIS	126,048	47,101	123,058	45,984
	(418,965)	(396,959)	(409,026)	(387,542)
Hyundai Powertech	3,483	9,930	3,400	9,694
	(45,794)	(49,673)	(44,708)	(48,495)
Hyundai Capital Service Inc.	48,500	48,500	47,349	47,349
	6,586	(6,866)	6,430	(6,703)
Hyundai Card Co., Ltd.	21,343	24,650	20,837	24,065
	(135,341)	(85,429)	(132,130)	(83,402)
Hyundai HYSCO	2,986	2,763	2,915	2,697
	(47,968)	(25,322)	(46,830)	(24,721)
Dymos Inc.	11,950	579	11,667	565
	(138,717)	(84,412)	(135,426)	(82,409)
WIA Corporation	19,604	7,548	19,139	7,369
	(66,954)	(67,848)	(65,366)	(66,238)
Glovis Co., Ltd.	(47,602)	(51,833)	(46,473)	(50,603)
Autoever Systems Corp.	(31,816)	(55,810)	(31,061)	(54,486)
ROTEM	316	316	309	309
	(11,483)	(5,073)	(11,211)	(4,953)
Amco Corp.	(91,052)	(89,993)	(88,892)	(87,858)
KEFICO	992	1,797	968	1,754
	(51,478)	(50,995)	(50,257)	(49,785)

서식 있음: 왼쪽, 탭: 13.45 글자, 오른쪽 + 14 글자(없음)

삭제됨: C

서식 있음: 왼쪽, 탭: 3.43 글자, 가운데 + 6.51 글자, 오른쪽 + 0.01 글자(없음) + 6.01 글자

삭제됨: March 31,

서식 있음: 왼쪽, 탭: 3.43 글자, 가운데 + 5.76 글자, 오른쪽 + 0.01 글자(없음) + 6.01 글자

삭제됨: March 31,

서식 있음: 왼쪽, 들여쓰기: 왼쪽: 0 cm, 탭: 3.26 글자, 가운데 + 5.76 글자, 오른쪽 + 0.01 글자(없음) + 6.51 글자

삭제됨: March 31,

삭제됨: March 31,

메모 [slm61]: Same comment above

메모 [slm62]: Same comment above

메모 [slm63]: Same comment above

22. FOREIGN CURRENCY DENOMINATED ASSETS AND LIABILITIES:

The assets and liabilities denominated in foreign currencies as of March 31, 2005 and December 31, 2004 are summarized below.

	Foreign currencies				Korean Won			
	March 31, 2005		December 31, 2004		March 31, 2005	December 31, 2004		
					(in millions)			
Assets	US\$	480,757,327	US\$	449,158,464	₩	492,440	₩	468,832
	JP ¥	62,837,940	JP ¥	147,691,780		598		1,495
	GBP	6,673,615	GBP	8,812,559		12,846		17,704
	CAD	21,435,367	CAD	-		18,052		-
	EUR	136,770,567	EUR	116,306,857		181,016		165,500
	AUD	21,850,479	AUD	27,339,092		17,254		22,226
					₩	722,206	₩	675,757
Liabilities	US\$	754,929,433	US\$	788,889,467	₩	773,274	₩	823,443
	JP ¥	23,253,206,294	JP ¥	23,441,405,926		221,494		237,243
	GBP	7,792,275	GBP	13,066,196		14,999		26,250
	CAD	3,637,886	CAD	6,004,700		3,064		5,205
	AUD	23,791,505	AUD	24,258,827		18,786		19,721
	EUR	132,816,102	EUR	176,035,242		175,782		250,491
	SGD	184,536	SGD	-		114		-
	CHF	944,322	CHF	-		807		-
					₩	1,208,320	₩	1,326,353

메모 [slm64]: Same comment above

23. REGIONAL SALES INFORMATION

Sales by region for the three months ended March 31, 2005 and 2004 are as follows:

	Korean won		Translation into U.S. dollars (Note 2)	
	2005	2004	2005	2004
	(in millions)	(in millions)	(in thousands)	(in thousands)
Domestic sales	₩ 2,171,764	₩ 2,472,650	\$ 2,120,242	\$ 2,413,990
Export sales - Vehicle products				
North America	1,329,428	1,388,110	1,297,889	1,355,179
Europe	1,029,129	960,271	1,004,715	937,490
South America	202,902	97,815	198,088	95,494
Asia & Pacific	266,063	231,434	259,751	225,944
Middle East & Africa	377,166	237,740	368,218	232,100
	3,204,688	2,915,370	3,128,661	2,846,207
Export sales - Other	793,776	819,319	774,945	799,882
Export sales	3,998,464	3,734,689	3,903,606	3,646,089
Total sales	₩ 6,170,228	₩ 6,207,339	\$ 6,023,848	\$ 6,060,079

삭제됨: -
 삭제됨: periods
 서식 있음: 영어(미국)
 ... [28]
 서식 있음: 탭: 3.31 글자, 가운데 + 7.01 글자, 오른쪽 + 0.01 글자(없음) + 3.51 글자 + 6.78 글자 + 24.1 글자 + 30.48 글자 + 35.44 글자 + 36.15 글자 + 43.24 글자
 삭제됨: March 31,
 삭제됨: March 31,
 삭제됨: March 31,
 삭제됨: March 31,
 메모 [slm65]: Same comment above

24. SELLING AND ADMINISTRATIVE EXPENSES:

Selling and administrative expenses for the three months ended March 31, 2005 and 2004 are as follows:

	Korean won		U.S. dollars (Note 2)	
	2005 (in millions)	2004	2005 (in thousands)	2004
Salary related expense	₩ 212,859	₩ 218,434	\$ 207,809	\$ 213,252
Export costs	172,447	150,649	168,356	147,075
Sales promotion	73,824	181,267	72,073	176,967
Sales commissions	66,319	63,588	64,746	62,079
Sales warranties	121,403	367,469	118,523	358,751
Taxes and dues	4,299	3,186	4,197	3,110
Communications	5,257	5,511	5,132	5,380
Utilities	6,993	7,309	6,827	7,136
Freight and warehousing	15,644	17,136	15,273	16,729
Rent	4,471	4,819	4,365	4,705
Travel	14,015	15,194	13,683	14,834
Service charges	29,285	32,465	28,590	31,695
Maintenance	4,687	4,558	4,576	4,450
Supplies	4,424	5,063	4,319	4,943
Research	85,680	82,514	83,647	80,556
Depreciation	16,707	16,543	16,311	16,151
Amortization	2,181	9,847	2,129	9,613
Stock option cost	854	2,130	834	2,079
Other	3,503	3,703	3,419	3,616
	<u>₩ 844,852</u>	<u>₩ 1,191,385</u>	<u>\$ 824,809</u>	<u>\$ 1,163,121</u>

- 삭제됨: -
- 삭제됨: periods
- 서식 있음
- ...
- 삭제됨: March 31.
- 삭제됨: March 31.
- 서식 있음: 탭: 3.28 글자, 가운데 + 0.01 글자(없음)
- 삭제됨: March 31.
- 삭제됨: March 31.
- 메모 [slm66]: Same comment above

25. SALES OF ASSETS AND LIABILITIES OF THE MACHINE TOOL DIVISION AND SHARE OF HYUNDAI MACHINE TOOL EUROPE GMBH:

Effective January 1, 2005, the Company sold the assets and liabilities of the Machine Tool Division and investment securities of Hyundai Machine Tool Europe GmbH to WIA Corporation for ₩46,124 million (\$45,030 thousand).

26. TREASURY STOCK ACQUISITION:

In order to stabilize the fluctuations of the stock price in the exchange market, on February 4, 2005, the board of directors decided to reacquire 11,000,000 shares of common stock and 1,000,000 shares of preferred stock in the exchange market.

27. APPOINTMENT AS PRIMARY NEGOTIATOR FOR THE ACQUISITION OF HYUNDAI AUTONET CO., LTD.:

On March 9, 2005, the Company was appointed as primary negotiator for the acquisition of Hyundai Autonet Co., Ltd., an automobile audio and digital road navigator manufacturer through the consortium with Siemens Group, and the procedures for the decision of the acquisition are in progress.

페이지 6: [1] 삭제됨	somendoza	2005-06-14 AM 11:52:00	<u>Three Months Ended March 31,</u> <u>Three Months Ended March 31,</u>
페이지 7: [2] 삭제됨	somendoza	2005-06-14 AM 11:53:00	<u>Three Months Ended March 31,</u> <u>Three Months Ended March 31,</u>
페이지 8: [3] 삭제됨	somendoza	2005-06-14 AM 11:53:00	<u>Three Months Ended March 31,</u> <u>Three Months Ended March 31,</u>
페이지 - 11 -: [4] 서식 있음	braveheart	2005-06-15 PM 2:14:00	왼쪽, 들여쓰기: 왼쪽 1 글자, 오른쪽 0 글자, 단어 잘림 방지, 탭: 6 글자, 소수점 맞춤 + 6.5 글자(없음)
페이지 - 11 -: [5] 서식 있음	braveheart	2005-06-15 PM 2:14:00	왼쪽, 들여쓰기: 왼쪽 1 글자, 오른쪽 0 글자, 단어 잘림 방지, 탭: 6 글자, 소수점 맞춤 + 6.5 글자(없음)
페이지 - 11 -: [6] 서식 있음	braveheart	2005-06-15 PM 2:14:00	왼쪽, 들여쓰기: 왼쪽 1 글자, 오른쪽 0 글자, 단어 잘림 방지, 탭: 6 글자, 소수점 맞춤 + 6.5 글자(없음)
페이지 - 11 -: [7] 서식 있음	braveheart	2005-06-15 PM 2:14:00	왼쪽, 들여쓰기: 왼쪽 1 글자, 오른쪽 0 글자, 단어 잘림 방지, 탭: 6 글자, 소수점 맞춤 + 6.5 글자(없음)
페이지 - 11 -: [8] 서식 있음	braveheart	2005-06-15 PM 2:14:00	왼쪽, 들여쓰기: 왼쪽 1 글자, 오른쪽 0 글자, 단어 잘림 방지, 탭: 6 글자, 소수점 맞춤 + 6.5 글자(없음)
페이지 - 11 -: [9] 서식 있음	braveheart	2005-06-15 PM 2:14:00	왼쪽, 들여쓰기: 왼쪽 1 글자, 오른쪽 0 글자, 단어 잘림 방지, 탭: 6 글자, 소수점 맞춤 + 6.5 글자(없음)
페이지 - 11 -: [10] 서식 있음	braveheart	2005-06-15 PM 2:14:00	왼쪽, 들여쓰기: 왼쪽 1 글자, 오른쪽 0 글자, 단어 잘림 방지, 탭: 6 글자, 소수점 맞춤 + 6.5 글자(없음)

페이지 - 11 -: [11] 서식 있음	braveheart	2005-06-15 PM 2:14:00
왼쪽, 들여쓰기: 왼쪽 1 글자, 오른쪽 0 글자, 단어 잘림 방지, 탭: 6 글자, 소수점 맞춤 + 6.5 글자(없음)		
페이지 - 11 -: [12] 서식 있음	braveheart	2005-06-15 PM 2:14:00
왼쪽, 들여쓰기: 왼쪽 1 글자, 오른쪽 0 글자, 단어 잘림 방지, 탭: 6 글자, 소수점 맞춤 + 6.5 글자(없음)		
페이지 - 11 -: [13] 서식 있음	braveheart	2005-06-15 PM 2:14:00
왼쪽, 들여쓰기: 왼쪽 1 글자, 오른쪽 0 글자, 단어 잘림 방지, 탭: 6 글자, 소수점 맞춤 + 6.5 글자(없음)		
페이지 - 11 -: [14] 서식 있음	braveheart	2005-06-15 PM 2:14:00
왼쪽, 들여쓰기: 왼쪽 1 글자, 오른쪽 0 글자, 단어 잘림 방지, 탭: 6 글자, 소수점 맞춤 + 6.5 글자(없음)		
페이지 - 11 -: [15] 서식 있음	braveheart	2005-06-15 PM 2:14:00
왼쪽, 들여쓰기: 왼쪽 1 글자, 오른쪽 0 글자, 단어 잘림 방지, 탭: 6 글자, 소수점 맞춤 + 6.5 글자(없음)		
페이지 - 11 -: [16] 서식 있음	braveheart	2005-06-15 PM 2:14:00
왼쪽, 들여쓰기: 왼쪽 1 글자, 오른쪽 0 글자, 단어 잘림 방지, 탭: 6 글자, 소수점 맞춤 + 6.5 글자(없음)		
페이지 - 11 -: [17] 서식 있음	braveheart	2005-06-15 PM 2:14:00
왼쪽, 들여쓰기: 왼쪽 1 글자, 오른쪽 0 글자, 단어 잘림 방지, 탭: 6 글자, 소수점 맞춤 + 6.5 글자(없음)		
페이지 - 11 -: [18] 서식 있음	braveheart	2005-06-15 PM 2:14:00
왼쪽, 들여쓰기: 왼쪽 1 글자, 오른쪽 0 글자, 단어 잘림 방지, 탭: 6 글자, 소수점 맞춤 + 6.5 글자(없음)		
페이지 - 11 -: [19] 서식 있음	braveheart	2005-06-15 PM 2:14:00

왼쪽, 들여쓰기: 왼쪽 1 글자, 오른쪽 0 글자, 단어 잘림 방지, 탭: 6 글자, 소수점 맞춤 + 6.5 글자(없음)

페이지 - 11 -: [20] 서식 있음 braveheart 2005-06-15 PM 2:14:00

왼쪽, 들여쓰기: 왼쪽 1 글자, 오른쪽 0 글자, 단어 잘림 방지, 탭: 6 글자, 소수점 맞춤 + 6.5 글자(없음)

페이지 - 11 -: [21] 서식 있음 braveheart 2005-06-15 PM 2:14:00

왼쪽, 들여쓰기: 왼쪽 1 글자, 오른쪽 0 글자, 탭: 0.79 글자, 왼쪽 + 6 글자, 소수점 맞춤 + 0.5 글자(없음) + 6.5 글자

페이지 - 11 -: [22] 서식 있음 braveheart 2005-06-15 PM 2:14:00

왼쪽, 들여쓰기: 왼쪽 1 글자, 오른쪽 0 글자, 탭: 0.79 글자, 왼쪽 + 6 글자, 소수점 맞춤 + 0.5 글자(없음) + 6.5 글자

페이지 - 17 -: [23] 삭제됨 braveheart 2005-06-15 PM 2:17:00

Kia Motors Corporation ₩ 14,000 134,285,491 ₩ 1,879,997 \$ 1,835,397

페이지 - 25 -: [24] 삭제됨 somendoza 2005-06-14 AM 11:53:00

Three months ended Three months ended Three months ended Three months ended

페이지 - 25 -: [25] 삭제됨 somendoza 2005-06-14 AM 11:57:00

Three months ended Three months ended Three months ended Three months ended

페이지 - 26 -: [26] 삭제됨 somendoza 2005-06-14 PM 12:02:00

Three months ended Three months ended Three months ended Three months ended

페이지 - 27 -: [27] 삭제됨 somendoza 2005-06-14 PM 12:03:00

Three months ended Three months ended Three months ended Three months ended

페이지 - 28 -: [28] 삭제됨 somendoza 2005-06-14 PM 12:06:00

Three months ended Three months ended Three months ended Three months ended

페이지 - 29 -: [29] 삭제됨 somendoza 2005-06-14 PM 12:09:00

Three months
ended

Three months
ended

Three months
ended

Three months
ended