



4Q '21 Earnings Report



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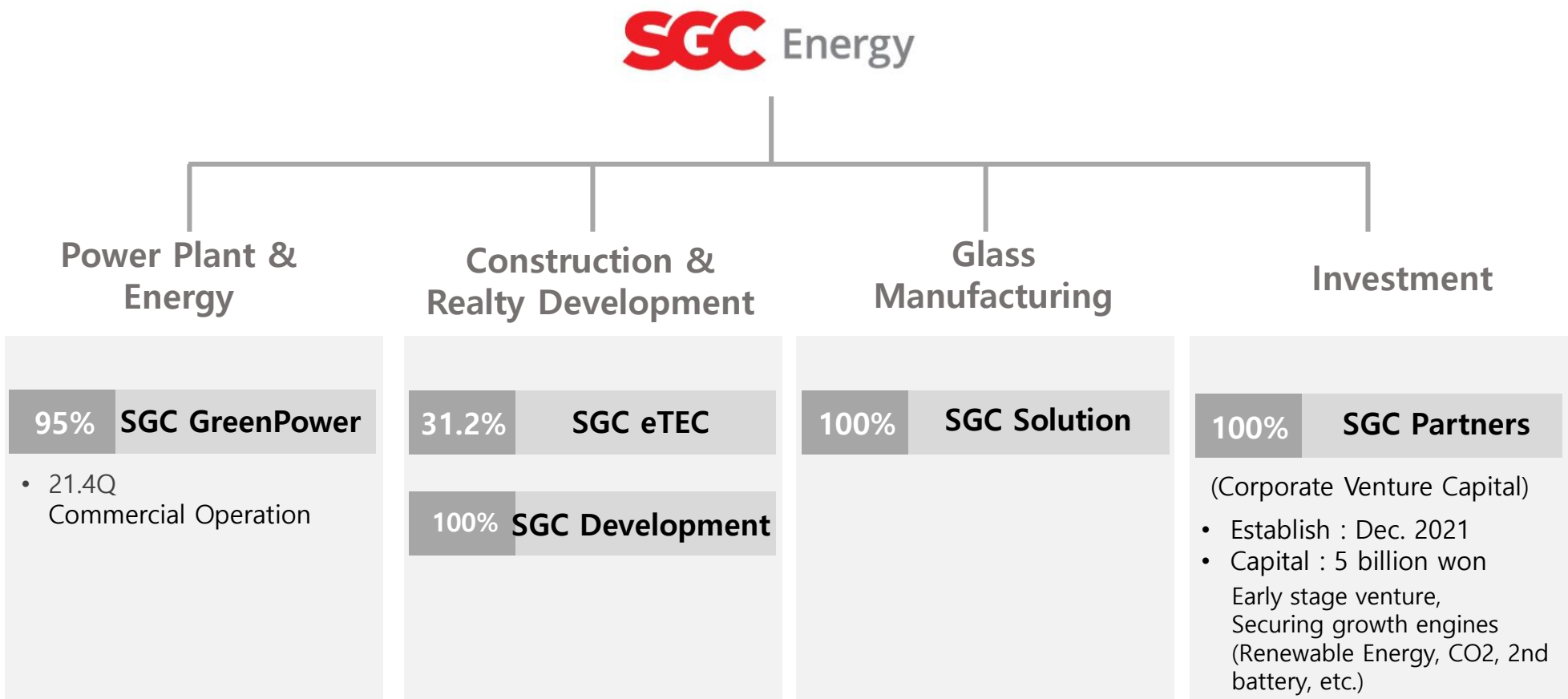
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* Percentage numbers represent ownership stake on common shares of each affiliate

I . Financial Highlights

1. 2021 Earnings Summary

2021 Sales 1.90 trillion KRW, Exceed 4% of annual target of KRW 1.8 trillion

(unit: millions of KRW)

Category	2021	2020	YoY	Note
Sales ¹⁾	1,897,500	106,548	1680.9%	
Power & Energy	490,021	69,991	600.1%	SGC Energy+SGC GreenPower
Construction & Realty Development	1,317,012	1,327	99147.3%	SGC eTEC+SGC Development
Glass Manufacturing	254,256	47,817	431.7%	SGC Solution
Operating profit	150,788	7,017	2048.9%	
<i>Operating profit Margin</i>	<i>7.95%</i>	<i>6.59%</i>	<i>1.36%p</i>	
Net income	108,853	26,214	315.2%	
NI attributable to controlling interests	62,046	26,209	136.7%	
NI attributable to non-controlling interests	46,807	4	1170075.0%	
EPS (KRW)	4,412	1,792	146.2%	

¹⁾ Sales : consolidated adjustments

I . Financial Highlights

1. 4Q `21 Earnings Overview

4Q`21 Sales KRW 664 billion YoY 415.0% ↑ / OP KRW 61 billion YoY 1718.4% ↑

(unit: millions of KRW)

Category	4Q `21	3Q `21	QoQ	4Q `20 ²⁾	YoY
Sales ¹⁾	663,963	394,818	68.2%	128,919	415.0%
Power Plant& Energy	192,484	104,549	84.1%	92,362	108.4%
Construction & Realty Development	454,505	254,976	78.3%	1,327	34,150.6%
Glass Manufacturing	63,546	51,685	22.9%	47,817	32.9%
Operating profit	61,371	28,241	117.3%	3,375	1,718.4%
<i>Operating profit Margin</i>	<i>9.2%</i>	<i>7.2%</i>	<i>2.0%p</i>	<i>2.6%</i>	<i>6.6%p</i>
Net income	54,333	18,054	200.9%	13,930	290.8%
NI attributable to controlling interests	34,668	10,064	244.4%	26,813	29.3%
NI attributable to non-controlling interests	19,665	7,990	146.1%	4	491,525.0%
EPS (KRW)	2,465	720	243.3%	1,792	37.6%

¹⁾ Sales : consolidated adjustments

²⁾ 4Q,20 : 20.10M Gunjang Energy Co.,Ltd (Con) + 20.11M~12M SGC Energy Co.,Ltd (Con)

I. Financial Highlights

2. Q4 `21 sales breakdown (Power Plant & Energy)

Heat Sales KRW 35 billion / Power Sales KRW 124 billion/ REC Sales KRW 24 billion

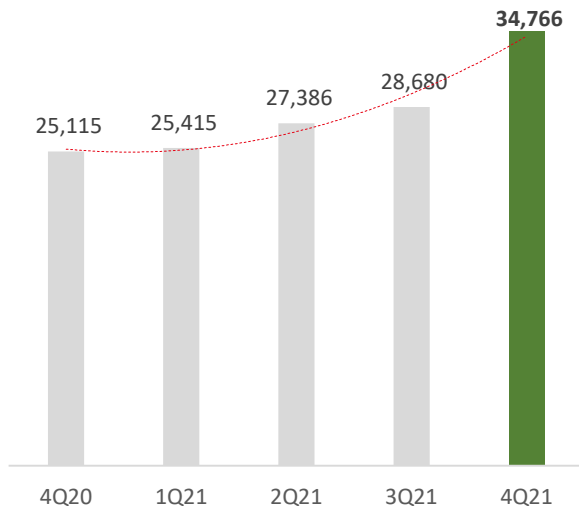
Both steam supply and unit price rose.

SMP (unit price for electricity) hike continued over 4th as the demand for heat rose.

The demand for REC (Recyclable Energy Certificate) expected to rise as RPS ¹⁾ also increases.

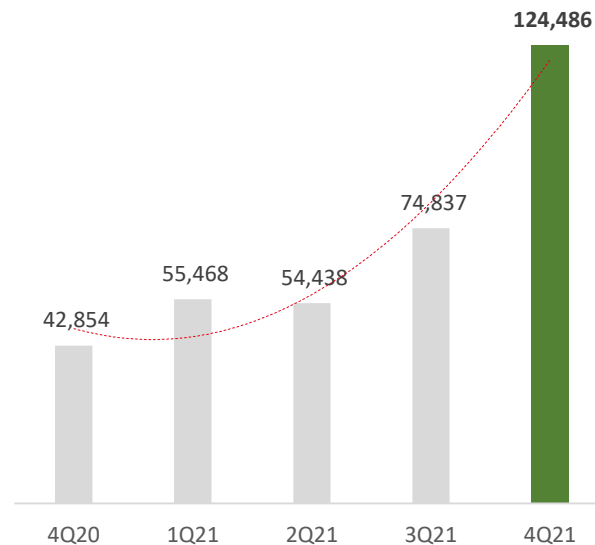
Steam QoQ +21.2%, YoY +38.4%

(In millions KRW)



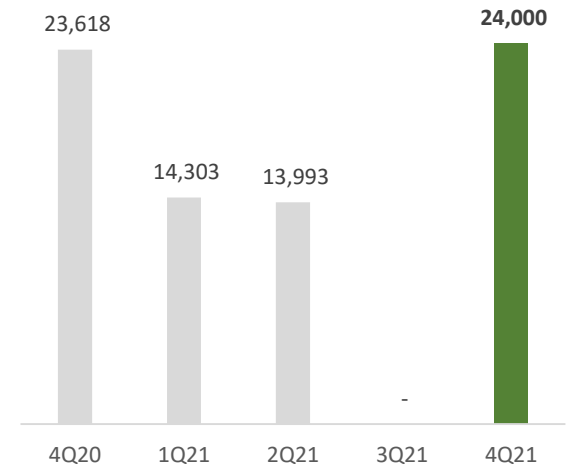
Power QoQ +66.3%, YoY +190.5%

(In millions KRW)



REC QoQ -, YoY +1.6%

(In millions KRW)



¹⁾ RPS : Renewables Portfolio Standard

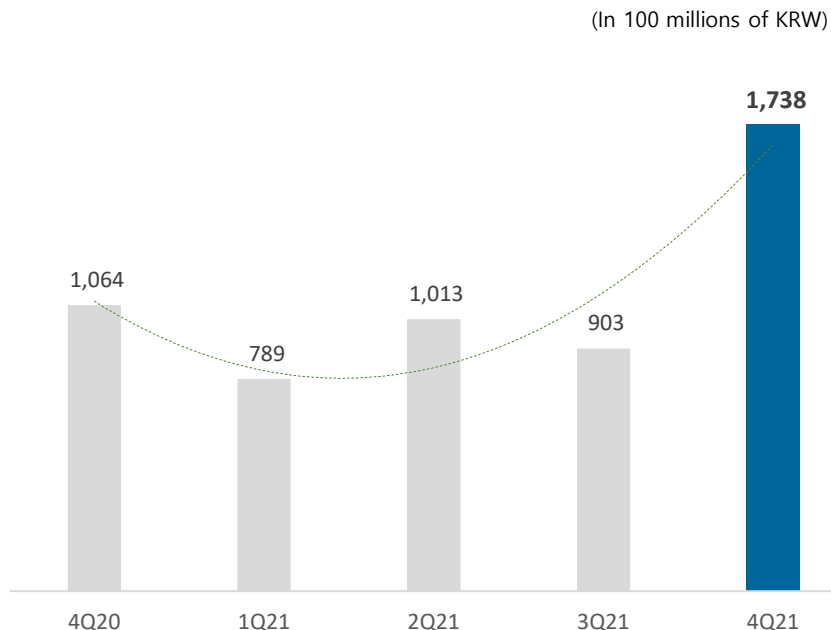
I . Financial Highlights

2. Q4 `21 sales breakdown (Construction & Realty Development)

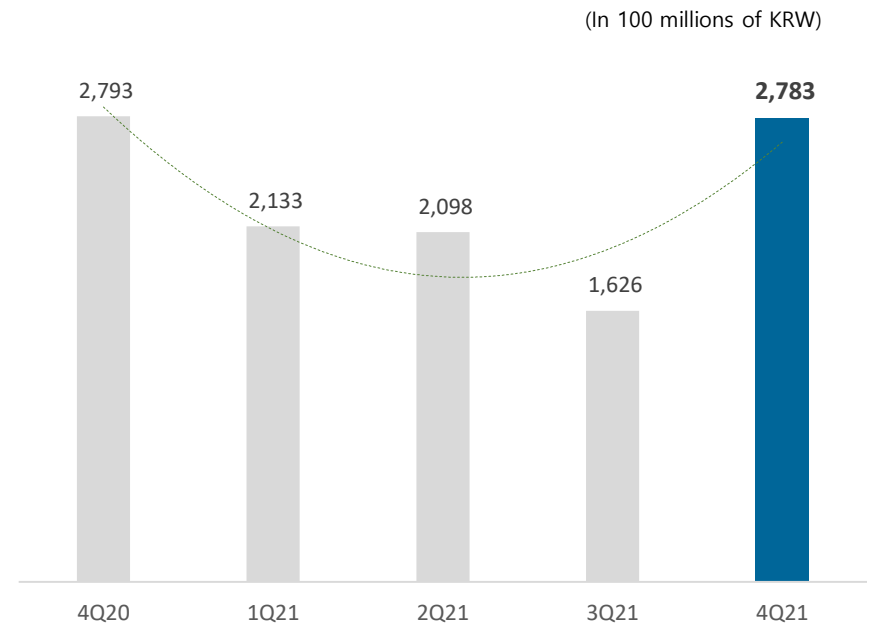
Q4 sales from Home Building KRW 174 billion / sales from Plant Const. KRW 278 billion won

For home building, sales rose as own-brand project capitalized
Early completion also reduced costs, improving profitability
Sales to go up as new projects progress

Building QoQ +92.5%, YoY +63.3%



Plant QoQ +71.2%, YoY -0.4%



I . Financial Highlights

2. Q4 `21 sales breakdown (Glass Manufacturing)

Q4 `21 sales of glass bottle KRW 29 billion / sales of glass kitchenware KRW 20 billion

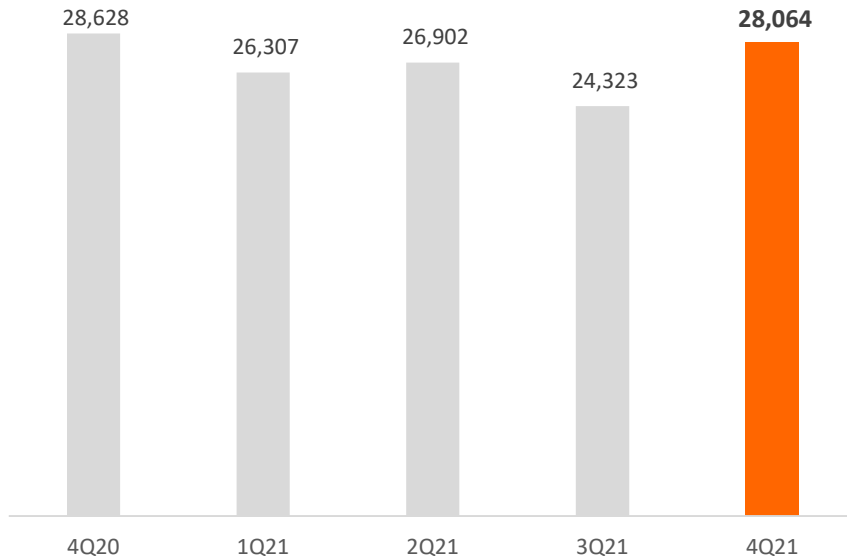
Glass bottle sales rose as more clients were added.

Kitchenware domestic sales grew, but exports declined due to COVID19 delays.

Price mark-up for bottle & kitchenware will improve profitability.

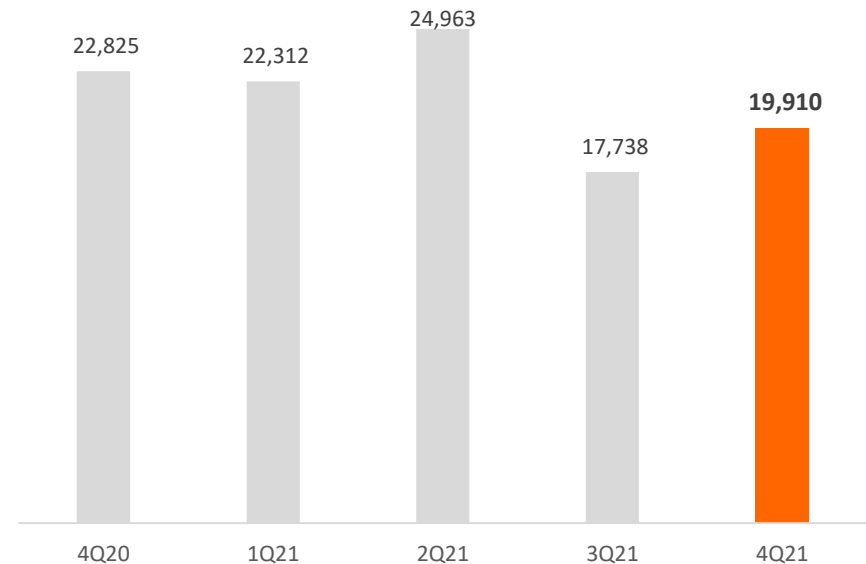
Glass bottle QoQ +15.4%, YoY -2.0%

(In millions KRW)



Glass Kitchenware QoQ +12.2%, YoY -12.8%

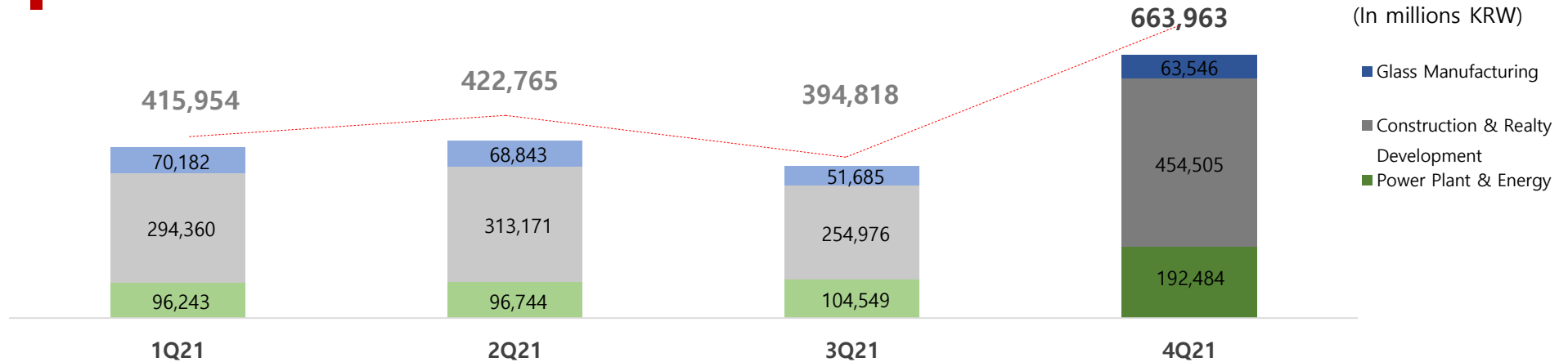
(In millions KRW)



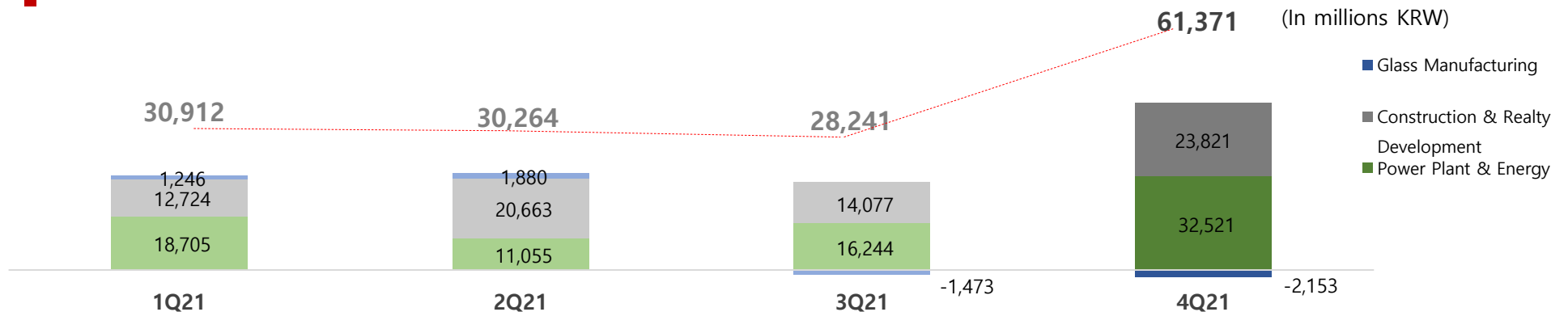
I . Financial Highlights

3. Quarterly Performance '21

Sales QoQ +68.2%



Operating profit QoQ +118.6%



* Segment : Non-Consolidated , Sum : Consolidated

I . Financial Highlights

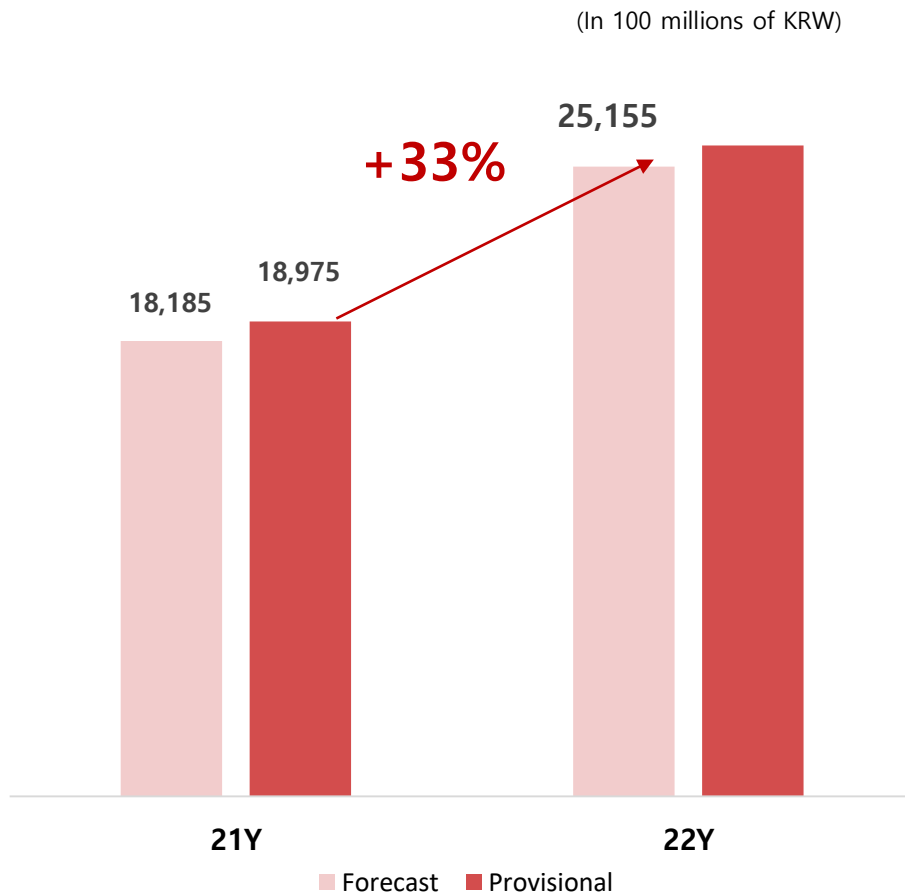
II. Management Planning

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II. Management Planning

1. 2022 outlook

Sales Target of KRW 2.5 trillion in '22



Power & Energy

- Steam : Remains able to transfer fuel costs to price.
- Power : SMP to remain strong as demand for oil continue to be strong.
- REC : REC price to rise gradually this year as GOK mandate for large coal-based power producers come into effect.
- Carbon credit : CC price expect to go up as re-opening starts.

Construction / Real Development

- HB : Own-brand home building projects to help maintain profitability and stable CF.
- Plant Const. :
 - Warehouse plant projects w/ smart technology to attract more orders ahead.
 - New overseas orders expected as COVID19 recedes.

Glass MFG

- Glass Bottle : Newly introduced product line expected to reduce costs.
- Kitchenware : Sales to improve by expanding sales channels & direct trading with large wholesaler.
- Specialized glasses for washers expected to contribute to sales in 2022.

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1. ESG Updates : Rank & Status

Ranking : C (`20) → B+ (`21) → A (`22 Target)

“Corporate Sustainability Report” to be published in 2022.

ESG Activities

Environmental B+	Social A	Governance B+
<ul style="list-style-type: none">▪ Enviro. Management ISO 14001 Certified▪ CO2 Emission Reduction CO2 Capture PJ (21.11~) Fuel conversion to Biomass (21.10~)	<ul style="list-style-type: none">▪ Corporate Culture Best Family Friendly Management Recognition (21.12 ~ 24.11)▪ Social Contribution SGC Forest Campaign (`21~) Scholarship Program in Gunsan (`15~)	<ul style="list-style-type: none">▪ New Committee ESG Committee (21.12)▪ Share Buyback (Apr.~Sep. '21)

III. Appendix

2. Consolidated financial statements (Consolidated)

(In millions of KRW)	4Q21	3Q21	2Q21	1Q21	4Q20
Sales	663,963	393,818	422,765	415,954	128,919
Power Plant & Energy	192,484	104,549	96,744	96,243	92,362
Construction & Real Estate	454,505	254,976	313,171	294,360	1,327
Glass	63,546	51,685	68,843	70,182	47,817
Operating profit	61,371	28,241	30,264	30,912	3,375
Operating profit Margin (%)	9%	7%	7%	7%	3%
Finance income	2,355	2,239	2,392	1,985	791
Finance costs	10,471	7,780	7,988	8,540	7,495
Share of net profit of associates accounted for using the equity method		—	—	—	44
Income before taxes	70,396	24,912	23,627	26,208	14,132
Income tax expense	16,063	6,545	7,940	5,428	230
Net income	54,333	18,054	15,686	20,780	13,903
profit, attributable to owners of parent	34,668	10,064	3,753	13,561	13,912
profit, attributable to non-controlling interests	19,665	7,990	11,933	7,219	—9
EBITDA Rate	13%	13%	13%	14%	20%

※ 4Q20 : 20.10M Gunjang Energy Co.,Ltd (Con) + 20.11M~12M SGC Energy Co.,Ltd (Con)

(In millions of KRW)	2021.12.31	2020.12.31	2019.12.31
Current assets	829,693	780,569	197,446
Cash and cash equivalents	201,030	174,682	18,974
Short-term financial instruments	4,452	18,111	85,398
Account & Other Receivables	303,489	337,897	45,415
Non-current assets	1,760,716	1,885,101	1,288,727
Tangible assets	1,486,294	1,451,249	1,178,031
Intangible assets	9,705	8,321	1,435
Right-of-use assets	66,941	78,961	74,809
investments in real estate	108,465	99,833	—
Deferred income tax assets	42,158	4,392	10,154
Total assets	2,590,409	2,665,670	1,486,173
Current liabilities	1,117,040	1,385,618	281,164
Accounts & Other payables	320,605	332,907	89,255
Borrowings and debentures	616,591	809,360	181,673
Lease liabilities	5,677	5,494	2,320
Current income tax liability	60,232	8,011	4,716
Non-current liabilities	737,260	611,975	778,833
Borrowings and debentures	625,982	489,487	682,959
Lease liabilities	66,517	77,359	74,476
Total liabilities	1,854,300	1,997,593	1,059,997
Capital stock	73,385	73,385	52,050
Capital surplus(Other capital)	426,478	426,461	— 6,686
Retained earnings	130,731	87,237	379,123
Non-controlling interest	136,147	101,131	1,847
Total shareholders' equity	736,109	668,077	426,176
Total liabilities and equity	2,590,409	2,665,670	1,486,173

III. Appendix

3. Summary Financial Statements (non-Consolidated)

(In millions of KRW)	4Q21	3Q21	2Q21	1Q21	4Q20
Sales	168,277	104,548	96,744	96,244	92,444
Cost of sales	136,216	86,212	83,529	75,469	86,187
Operating profit	28,770	16,369	11,196	18,875	6,257
Ratio of operating gain to revenue (%)	17%	16%	12%	20%	7%
Financial income	616	-882	1,056	1,838	2,717
Financial expense	6,205	7,497	6,511	6,756	11,140
Profit before income tax	28,354	8,619	5,717	13,874	-5,986
Income tax expense	8,893	2,357	1,934	2,365	1,442
Net income	19,462	6,261	3,784	11,509	-7,428
EBITDA Rate	29%	33%	31%	39%	27%

(In millions of KRW)	2021.12.31	2020.12.31	2019.12.31
Current assets	263,959	160,653	183,030
Cash and cash equivalents	62,109	32,530	10,371
Short-term financial instruments	400	2,362	81,307
Account & Other Receivables	103,040	63,693	40,623
Non-current assets	1,296,043	1,485,570	1,140,302
Tangible assets	318,994	313,994	26,084
Intangible assets	908,215	960,221	1,021,288
Right-of-use assets	1,817	1,482	1,435
investments in real estate	60,319	71,056	74,809
Deferred income tax assets	—	—	10,154
Total assets	1,560,002	1,646,223	1,323,332
Current liabilities	592,977	700,101	205,090
Accounts & Other payables	89,214	36,555	49,581
Borrowings and debentures	480,116	617,150	141,673
Lease liabilities	2,632	2,671	2,320
Current income tax liability	15,958	4,015	4,716
Non-current liabilities	397,834	385,639	693,833
Borrowings and debentures	314,698	268,229	597,959
Lease liabilities	62,821	72,215	74,476
Deferred corporate tax liability	3,444	5,631	—
Total liabilities	990,811	1,085,741	898,923
Capital stock	73,385	73,385	52,050
Capital surplus(Other capital)	420,105	420,105	—
Retained earnings	-11,421	-1,679	-4,358
Non-controlling interest	87,199	68,749	376,717
Total equity	569,191	560,481	424,409
Total liabilities and equity	1,560,002	1,646,223	1,323,332

Thank you

