

# **HYUNDAI MOTOR COMPANY AND ITS SUBSIDIARIES**

**CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE THREE-MONTH PERIODS ENDED  
MARCH 31, 2022 AND 2021 (Unaudited)**

**ATTACHMENT: INDEPENDENT AUDITORS' REVIEW REPORT**

**HYUNDAI MOTOR COMPANY**

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**Independent Auditors' Review Report**  
**Based on a report originally issued in Korean**

To the Board of Directors and Shareholders  
Hyundai Motor Company:

**Reviewed financial statements**

We have reviewed the accompanying condensed consolidated interim financial statements of Hyundai Motor Company and its subsidiaries (the "Group"), which comprise the condensed consolidated statement of financial position as of March 31, 2022, the condensed consolidated statements of income, comprehensive income, changes in equity and cash flows for the three-month periods ended March 31, 2022 and 2021 and notes, comprising a summary of significant accounting policies and other explanatory information.

**Management's responsibility**

Management is responsible for the preparation and fair presentation of these condensed consolidated interim financial statements in accordance with Korean International Financial Reporting Standards ("K-IFRS") No.1034 *Interim Financial Reporting*, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

**Auditors' review responsibility**

Our responsibility is to issue a report on these condensed consolidated interim financial statements based on our reviews.

We conducted our reviews in accordance with the Review Standards for Quarterly and Semiannual Financial Statements established by the Securities and Futures Commission of the Republic of Korea. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Korean Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

**Conclusion**

Based on our reviews, nothing has come to our attention that causes us to believe that the accompanying condensed consolidated interim financial statements referred to above are not prepared, in all material respects, in accordance with K-IFRS No.1034 *Interim Financial Reporting*.

**Other matters**

The consolidated statement of financial position as of December 31, 2021, and the related consolidated statements of income, comprehensive income, changes in equity and cash flows for the year then ended, which are not accompanying this report, were audited by us in accordance with Korean Standards on Auditing and our report thereon, dated March 8, 2022, expressed an unqualified opinion. The accompanying statement of financial position as of December 31, 2021, presented for comparative purposes, is not different from that audited by us in all material respects.

The procedures and practices utilized in the Republic of Korea to review such condensed consolidated interim financial statements may differ from those generally accepted and applied in other countries.



*KPMG Samjong Accounting Corp.*

Seoul, Korea  
May 16, 2022

This report is effective as of May 16, 2022, the review report date. Certain subsequent events or circumstances, which may occur between the review report date and the time of reading this report, could have a material impact on the accompanying condensed consolidated interim financial statements and notes thereto. Accordingly, the readers of the review report should understand that the above review report has not been updated to reflect the impact of such subsequent events or circumstances, if any.

# **HYUNDAI MOTOR COMPANY AND ITS SUBSIDIARIES**

## **CONSOLIDATED FINANCIAL STATEMENTS FOR THE THREE-MONTH PERIODS ENDED MARCH 31, 2022 AND 2021**

The accompanying consolidated financial statements, including all footnote disclosures, were prepared by, and are the responsibility of, the Company.

**Chang, Jae Hoon**  
**Chief Executive Officer**  
**HYUNDAI MOTOR COMPANY**

Main Office Address: (Road Name Address) 12, Heolleung-ro, Seocho-gu, Seoul  
(Phone Number) 02-3464-1114

HYUNDAI MOTOR COMPANY AND ITS SUBSIDIARIES

CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

AS OF MARCH 31, 2022 AND DECEMBER 31, 2021

ASSETS	NOTES	March 31, 2022	December 31, 2021
(In millions of Korean Won)			
Current assets:			
Cash and cash equivalents	20	₩ 14,151,060	₩ 12,795,554
Short-term financial instruments	20	7,129,426	6,949,333
Other financial assets	5,20	9,731,099	12,396,646
Trade notes and accounts receivable	3,20	3,407,864	3,147,296
Other receivables	4,20	4,579,503	4,220,970
Inventories	6	12,294,255	11,645,641
Current tax assets		25,031	47,346
Financial services receivables	14,20	34,995,233	35,252,606
Non-current assets classified as held for sale	8	28,519	28,121
Other assets	7,20	2,254,073	2,081,853
Total current assets		88,596,063	88,565,366
Non-current assets:			
Long-term financial instruments	20	326,921	306,410
Other financial assets	5,20	3,648,167	3,539,286
Long-term trade notes and accounts receivable	3,20	148,602	137,157
Other receivables	4,20	751,063	741,168
Property, plant and equipment	9,40	35,372,481	35,543,083
Investment property	10,40	155,562	156,656
Intangible assets	11,40	5,746,326	5,846,986
Investments in joint ventures and associates	13	22,846,687	22,429,117
Net defined benefit assets	35	196,217	219,721
Deferred tax assets	34	2,455,397	2,224,833
Financial services receivables	14,20	47,459,189	45,776,526
Investments in operating leases	15	27,131,924	26,327,996
Right-of-use assets	12	919,898	940,826
Other assets	7,20	1,253,861	1,191,284
Total non-current assets		148,412,295	145,381,049
Total assets		₩ 237,008,358	₩ 233,946,415

(Continued)

HYUNDAI MOTOR COMPANY AND ITS SUBSIDIARIES

CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

AS OF MARCH 31, 2022 AND DECEMBER 31, 2021

LIABILITIES AND EQUITY	NOTES	March 31, 2022	December 31, 2021
		(In millions of Korean Won)	
Current liabilities:			
Trade notes and accounts payable	20	₩ 9,112,776	₩ 9,155,255
Other payables	20,39	5,089,308	6,335,645
Short-term borrowings	16,20,40	10,329,544	13,087,836
Current portion of long-term debt and debentures	16,20,40	22,499,392	20,578,902
Income tax payable		727,384	751,929
Provisions	17	6,913,060	6,664,647
Other financial liabilities	18,20	60,519	55,187
Lease liabilities	12,20	177,676	167,266
Other liabilities	19,20,27	9,375,691	7,440,120
Total current liabilities		64,285,350	64,236,787
Non-current liabilities:			
Long-term other payables	20,39	761,780	769,487
Debentures	16,20,40	64,226,512	63,458,809
Long-term debt	16,20,40	11,711,998	10,667,731
Net defined benefit liabilities	35	90,768	79,165
Provisions	17	4,171,182	4,214,137
Other financial liabilities	18,20	80,417	87,258
Deferred tax liabilities	34	3,944,088	3,689,328
Lease liabilities	12,20	730,085	783,306
Other liabilities	19,20,27	3,499,411	3,344,618
Total non-current liabilities		89,216,241	87,093,839
Total liabilities		153,501,591	151,330,626
Equity:			
Capital stock	21	1,488,993	1,488,993
Capital surplus	22	4,070,260	4,070,260
Other capital items	23	(2,161,836)	(1,968,385)
Accumulated other comprehensive loss	24	(1,451,823)	(1,772,601)
Retained earnings	25	73,753,399	73,167,855
Equity attributable to the owners of the Company		75,698,993	74,986,122
Non-controlling interests		7,807,774	7,629,667
Total equity		83,506,767	82,615,789
Total liabilities and equity		₩ 237,008,358	₩ 233,946,415

(Concluded)

See accompanying notes to the consolidated financial statements.

HYUNDAI MOTOR COMPANY AND ITS SUBSIDIARIES

CONSOLIDATED STATEMENTS OF INCOME

FOR THE THREE-MONTH PERIODS ENDED MARCH 31, 2022 AND 2021

	NOTES	Three-month period ended March 31,	
		2022	2021
		(In millions of Korean Won, except per share amounts)	
Sales	27,40	₩ 30,298,568	₩ 27,390,871
Cost of sales	32	24,525,362	22,354,301
Gross profit		5,773,206	5,036,570
Selling and administrative expenses	28,32	3,844,276	3,379,955
Operating profit		1,928,930	1,656,615
Gain on investments in joint ventures and associates, net	29	360,903	360,607
Finance income	30	223,264	171,764
Finance expenses	30	189,796	146,950
Other income	31	495,585	427,469
Other expenses	31,32	540,260	423,228
Profit before income tax		2,278,626	2,046,277
Income tax expense	34	501,250	524,052
Profit for the period		₩ 1,777,376	₩ 1,522,225
Profit attributable to:			
Owners of the Company		1,584,922	1,327,250
Non-controlling interests		192,454	194,975
Earnings per share attributable to the owners of the Company:	33		
Basic earnings per share:			
Common stock		₩ 6,136	₩ 5,095
1st preferred stock		₩ 6,149	₩ 5,108
Diluted earnings per share:			
Common stock		₩ 6,136	₩ 5,095
1st preferred stock		₩ 6,149	₩ 5,108

See accompanying notes to the consolidated financial statements.



HYUNDAI MOTOR COMPANY AND ITS SUBSIDIARIES

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

FOR THE THREE-MONTH PERIODS ENDED MARCH 31, 2022 AND 2021

	Three-month period ended March 31,	
	2022	2021
	(In millions of Korean Won)	
Profit for the period	₩ 1,777,376	₩ 1,522,225
Other comprehensive income (loss):		
Items that will not be reclassified subsequently to profit or loss:		
Profit (loss) on financial assets measured at FVOCI, net	(53,164)	150,649
Remeasurements of defined benefit plans	14,053	20,003
Changes in retained earnings of equity-accounted investees, net	38,156	26,226
Changes in share of OCI of equity-accounted investees, net	(29,082)	16,377
	<u>(30,037)</u>	<u>213,255</u>
Items that may be reclassified subsequently to profit or loss:		
Loss on financial assets measured at FVOCI, net	(16,839)	(3,282)
Gain (loss) on valuation of cash flow hedge derivatives, net	88,189	(26,382)
Changes in share of OCI of equity-accounted investees, net	86,322	172,653
Gain on foreign operations translation, net	<u>313,183</u>	<u>464,880</u>
	<u>470,855</u>	<u>607,869</u>
Total other comprehensive income	<u>440,818</u>	<u>821,124</u>
Total comprehensive income	<u>₩ 2,218,194</u>	<u>₩ 2,343,349</u>
Comprehensive income attributable to:		
Owners of the Company	1,953,984	2,070,889
Non-controlling interests	<u>264,210</u>	<u>272,460</u>
Total comprehensive income	<u>₩ 2,218,194</u>	<u>₩ 2,343,349</u>

See accompanying notes to the consolidated financial statements.

HYUNDAI MOTOR COMPANY AND ITS SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

FOR THE THREE-MONTH PERIODS ENDED MARCH 31, 2022 AND 2021

	Capital stock	Capital surplus	Other capital items	Accumulated other comprehensive income (loss)	Retained earnings	Total equity attributable to the owners of the Company	Non- controlling interests	Total equity
	(In millions of Korean Won)							
Balance at January 1, 2021	₩ 1,488,993	₩ 4,190,093	₩ (1,700,592)	₩ (3,409,661)	₩ 68,911,800	₩ 69,480,633	₩ 6,860,337	₩ 76,340,970
Comprehensive income:								
Profit for the period	-	-	-	-	1,327,250	1,327,250	194,975	1,522,225
Gain on financial assets measured at FVOCI, net	-	-	-	130,669	15,502	146,171	1,196	147,367
Gain (loss) on valuation of cash flow hedge derivatives, net	-	-	-	(41,075)	-	(41,075)	14,693	(26,382)
Changes in valuation of equity-accounted investees, net	-	-	-	183,443	26,226	209,669	5,587	215,256
Remeasurements of defined benefit plans	-	-	-	-	18,743	18,743	1,260	20,003
Gain on foreign operations translation, net	-	-	-	410,131	-	410,131	54,749	464,880
Total comprehensive Income	-	-	-	683,168	1,387,721	2,070,889	272,460	2,343,349
Transactions with owners, recorded directly in equity:								
Payment of cash dividends	-	-	-	-	(785,516)	(785,516)	(129,512)	(915,028)
Increase in paid-in capital of subsidiaries by issuing stock	-	-	-	-	-	-	2,788	2,788
Acquisition of investment of subsidiaries	-	(164,567)	-	-	-	(164,567)	(78,773)	(243,340)
Others	-	-	-	-	141	141	(5,219)	(5,078)
Total transactions with owners, recorded directly in equity	-	(164,567)	-	-	(785,375)	(949,942)	(210,716)	(1,160,658)
Balance at March 31, 2021	₩ 1,488,993	₩ 4,025,526	₩ (1,700,592)	₩ (2,726,493)	₩ 69,514,146	₩ 70,601,580	₩ 6,922,081	₩ 77,523,661

(Continued)

HYUNDAI MOTOR COMPANY AND ITS SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

FOR THE THREE-MONTH PERIODS ENDED MARCH 31, 2022 AND 2021

	Capital stock	Capital surplus	Other capital items	Accumulated other comprehensive income (loss)	Retained earnings	Total equity attributable to the owners of the Company	Non- controlling interests	Total equity
	(In millions of Korean Won)							
Balance at January 1, 2022	₩ 1,488,993	₩ 4,070,260	₩ (1,968,385)	₩ (1,772,601)	₩ 73,167,855	₩ 74,986,122	₩ 7,629,667	₩ 82,615,789
Comprehensive income:								
Profit for the period	-	-	-	-	1,584,922	1,584,922	192,454	1,777,376
Loss on financial assets measured at FVOCI, net	-	-	-	(69,100)	-	(69,100)	(903)	(70,003)
Gain on valuation of cash flow hedge derivatives, net	-	-	-	49,546	-	49,546	38,643	88,189
Changes in valuation of equity-accounted investees, net	-	-	-	50,233	38,156	88,389	7,007	95,396
Remeasurements of defined benefit plans	-	-	-	-	10,128	10,128	3,925	14,053
Gain on foreign operations translation, net	-	-	-	290,099	-	290,099	23,084	313,183
Total comprehensive income	-	-	-	320,778	1,633,206	1,953,984	264,210	2,218,194
Transactions with owners, recorded directly in equity:								
Payment of cash dividends	-	-	-	-	(1,040,399)	(1,040,399)	(48)	(1,040,447)
Increase in paid-in capital of subsidiaries by issuing stock	-	-	-	-	-	-	560	560
Disposals of investment of subsidiaries	-	-	-	-	-	-	(83,094)	(83,094)
Purchases of treasury stocks	-	-	(193,451)	-	-	(193,451)	-	(193,451)
Others	-	-	-	-	(7,263)	(7,263)	(3,521)	(10,784)
Total transactions with owners, recorded directly in equity	-	-	(193,451)	-	(1,047,662)	(1,241,113)	(86,103)	(1,327,216)
Balance at March 31, 2022	₩ 1,488,993	₩ 4,070,260	₩ (2,161,836)	₩ (1,451,823)	₩ 73,753,399	₩ 75,698,993	₩ 7,807,774	₩ 83,506,767

(Concluded)

See accompanying notes to the consolidated financial statements.

HYUNDAI MOTOR COMPANY AND ITS SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS

FOR THE THREE-MONTH PERIODS ENDED MARCH 31, 2022 AND 2021

	NOTES	Three-month period ended March 31,	
		2022	2021
		(In millions of Korean Won)	
Cash flows from operating activities:			
Cash generated from operations:	36		
Profit for the period		₩ 1,777,376	₩ 1,522,225
Adjustments		4,168,603	3,693,367
Changes in operating assets and liabilities		(2,909,624)	(4,611,856)
		<u>3,036,355</u>	<u>603,736</u>
Interest received		112,317	89,641
Interest paid		(536,353)	(474,263)
Dividend received		19,885	6,142
Income tax paid		(503,836)	(193,565)
Net cash provided by operating activities		<u>2,128,368</u>	<u>31,691</u>
Cash flows from investing activities:			
Changes in short-term financial instruments, net		(127,918)	(325,131)
Changes in other financial assets (current), net		2,320,459	623,084
Decreases in other financial assets (non-current)		3,138	37,974
Collection of other receivables		23,695	21,541
Disposals of long-term financial instruments		36,990	32,731
Proceeds from disposals of property, plant and equipment		26,620	13,032
Proceeds from disposals of intangible assets		3,883	4,056
Proceeds from disposals of investment in joint ventures and associates		10,799	-
Acquisitions of subsidiaries, net of cash acquired		-	(585,720)
Increases in other financial assets (non-current)		(61,372)	(40,383)
Increases in other receivables		(12,334)	(28,332)
Purchases of long-term financial instruments		(41,987)	(35,450)
Acquisitions of property, plant and equipment		(1,175,291)	(1,093,417)
Acquisitions of intangible assets		(288,781)	(274,845)
Acquisitions of investments in joint ventures and associates		(418,238)	(72,284)
Others		(198,817)	127,778
Net cash provided by (used in) investing activities		<u>100,846</u>	<u>(1,595,366)</u>

(Continued)

HYUNDAI MOTOR COMPANY AND ITS SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS

FOR THE THREE-MONTH PERIODS ENDED MARCH 31, 2022 AND 2021

	NOTES	Three-month period ended March 31, 2022                      2021 (In millions of Korean Won)	
Cash flows from financing activities:			
Changes in short-term borrowings, net	₩	(3,176,216)	₩ 830,949
Proceeds from long-term debt and debentures		8,502,335	9,006,978
Proceeds from capital contribution from non-controlling interest		560	2,788
Repayment of long-term debt and debentures		(6,085,925)	(6,992,869)
Repayment of lease liabilities		(50,141)	(61,278)
Purchases of treasury stocks		(193,451)	-
Dividends paid		(48)	(47)
Others		6,959	(89,348)
Net cash provided by (used in) financing activities		<u>(995,927)</u>	<u>2,697,173</u>
Decrease due to transfer to assets classified as held for sale		-	(125,270)
Effect of exchange rate changes on cash and cash equivalents		122,219	164,887
Net increase in cash and cash equivalents		1,355,506	1,173,115
Cash and cash equivalents, beginning of the period		<u>12,795,554</u>	<u>9,862,136</u>
Cash and cash equivalents, end of the period	₩	<u>14,151,060</u>	₩ <u>11,035,251</u>
(Concluded)			

See accompanying notes to the consolidated financial statements.

# HYUNDAI MOTOR COMPANY AND ITS SUBSIDIARIES

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE THREE-MONTH PERIODS ENDED MARCH 31, 2022 AND 2021

### 1. GENERAL:

Hyundai Motor Company (the “Company” or “Parent Company”) was incorporated in December 1967, under the laws of the Republic of Korea. The Company and its subsidiaries (the “Group”) manufacture and distribute motor vehicles and parts, operate vehicle financing and credit card processing, and manufacture trains.

The shares of the Company have been listed on the Korea Exchange since June, 1974, and the Global Depositary Receipts issued by the Company have been listed on the London Stock Exchange and Luxembourg Stock Exchange.

As of March 31, 2022, the major shareholders of the Company are Hyundai MOBIS (45,782,023 shares, 21.43%) and Mr. Chung, Mong Koo (11,395,859 shares, 5.33%).

(1) The Group’s consolidated subsidiaries as of March 31, 2022 are as follows.

Name of subsidiaries	Nature of business	Location	Ownership percentage	Indirect ownership
HYUNDAI CAPITAL SERVICES, INC.	Financing	Korea	59.68%	
HYUNDAI CARD CO., LTD. (*1)	"	"	36.96%	
HYUNDAI ROTEM COMPANY (*2)	Manufacturing	"	33.77%	
HYUNDAI KEFICO CORPORATION	"	"	100.00%	
HYUNDAI PARTECS	"	"	56.00%	
Hyundai NGV	Engineering	"	53.66%	
MAINtrans company	Services	"	100.00%	HYUNDAI ROTEM COMPANY 100.00%
Rotem SRS Co., Ltd.	"	"	100.00%	"
JEONBUK HYUNDAI MOTORS FC CO., LTD	Football club	"	100.00%	
AirPlug Inc.	R&D and Sales	"	99.32%	
Hyundai Motor America (HMA)	Sales	USA	100.00%	
Hyundai Capital America (HCA)	Financing	"	80.00%	HMA 80.00%
Hyundai Motor Manufacturing Alabama, LLC (HMMA)	Manufacturing	"	100.00%	HMA 100.00%
Hyundai Translead (HT)	"	"	100.00%	
Stamped Metal American Research Technology, Inc. (SMARTI)	Holding company	"	72.45%	HMA 72.45%
SMART Alabama, LLC (SMART)	Manufacturing	"	100.00%	SMARTI 100.00%
Hyundai America Technical Center, Inc. (HATCI)	R&D	"	100.00%	
Genesis Motor America LLC	Sales	"	100.00%	HMA 100.00%
Hyundai Rotem USA Corporation	Manufacturing	"	100.00%	HYUNDAI ROTEM COMPANY 100.00%
MoceanLab, Inc.	Mobility service	"	100.00%	
Hyundai Motor Investment, Inc.	Investment	"	100.00%	
HYUNDAI AUTO CANADA CORP. (HACC)	Sales	Canada	100.00%	HMA 100.00%
HYUNDAI AUTO CANADA CAPTIVE INSURANCE INC. (HACCI)	Insurance	"	100.00%	"
Hyundai Capital Canada Inc. (HCCA)	Financing	"	70.00%	HYUNDAI CAPITAL SERVICES, INC. 20.00%
Hyundai Capital Lease Inc. (HCLI)	"	"	100.00%	HCCA 100.00%
HK Lease Funding LP	"	"	100.00%	HCLI 99.99%, HCCA Funding Inc. 0.01%
HCCA Funding Inc.	"	"	100.00%	HCLI 100.00%
HCCA Funding Two Inc.	"	"	100.00%	HCCA 100.00%
HK Retail Funding LP	"	"	100.00%	HCCA 99.99%, HCCA Funding Two Inc 0.01%

Name of subsidiaries	Nature of business	Location	Ownership percentage	Indirect ownership
HYUNDAI MOTOR INDIA LIMITED (HMI)	Manufacturing	India	100.00%	
HYUNDAI MOTOR INDIA ENGINEERING PRIVATE LIMITED (HMIE)	R&D	"	100.00%	HMI 100.00%
HYUNDAI INDIA INSURANCE BROKING PRIVATE LIMITED (HIIB)	Insurance	"	100.00%	"
HYUNDAI CAPITAL INDIA PRIVATE LIMITED (HCI)	Financing	"	100.00%	HYUNDAI CAPITAL SERVICES, INC. 100.00%
Hyundai Mobility Japan Co., Ltd. (HMJ) (*3)	Sales	Japan	100.00%	
Hyundai Mobility Japan R&D Center Co., Ltd. (HMJ R&D) (*3)	R&D	"	100.00%	
Beijing Jingxian Motor Safeguard Service Co., Ltd. (BJMSS)	Sales	China	100.00%	
Beijing Jingxianronghua Motor Sale Co., Ltd.	"	"	100.00%	BJMSS 100.00%
Genesis Motor Sales (Shanghai) Co., LTD.	"	"	100.00%	
Hyundai Millennium (Beijing) Real Estate Development Co., Ltd.	Real estate development	"	99.00%	CMEs 99.00%
Rotem Equipments (Beijing) Co., Ltd.	Sales	"	100.00%	HYUNDAI ROTEM COMPANY 100.00%
KEFICO Automotive Systems(Beijing) Co., Ltd.	Manufacturing	"	100.00%	HYUNDAI KEFICO CORPORATION 100.00%
KEFICO Automotive Systems(Chongqing) Co., Ltd.	"	"	90.00%	HYUNDAI KEFICO CORPORATION 90.00%
Hyundai Truck & Bus (China) Co., Ltd. (HTBC)	"	"	100.00%	
HYUNDAI THANH CONG VIETNAM AUTO MANUFACTURING CORPORATION (HTMV)(*1)	"	Vietnam	50.00%	
HYUNDAI THANH CONG COMMERCIAL VEHICLE JOINT STOCK COMPANY (HTCV)(*1)	Sales	"	50.00%	
HYUNDAI THANH CONG VIET NAM AUTO JOINT VENTURE JOINT STOCK COMPANY (HTV)(*1)	"	"	50.00%	
HYUNDAI KEFICO VIETNAM COMPANY LIMITED	Manufacturing	"	100.00%	HYUNDAI KEFICO CORPORATION 100.00%
HYUNDAI MOTOR COMPANY AUSTRALIA PTY LIMITED (HMCA)	Sales	Australia	100.00%	
HYUNDAI MOTOR PHILIPPINES, INC. (HMPH)	"	Philippines	99.99%	
PT HYUNDAI MOTOR MANUFACTURING INDONESIA (HMMI)	Manufacturing	Indonesia	99.99%	
PT HYUNDAI MOTORS INDONESIA (HMID)	Sales	"	100.00%	HMMI 0.01%
PT. HYUNDAI CAPITAL INDONESIA (HCID)	Financing	"	100.00%	HYUNDAI CAPITAL SERVICES, INC. 100.00%
Hyundai Capital Australia Pty Limited	"	Australia	100.00%	"
HR MECHANICAL SERVICES LIMITED	Services	New Zealand	100.00%	HYUNDAI ROTEM COMPANY 100.00%
Hyundai Motor Manufacturing Czech s.r.o. (HMMC)	Manufacturing	Czech	100.00%	
Hyundai Motor Czech s.r.o. (HMCZ)	Sales	"	100.00%	
Hyundai Motor Europe GmbH (HME)	Marketing and Sales	Germany	100.00%	
Hyundai Motor Deutschland GmbH (HMD)	Sales	"	100.00%	
Hyundai Motor Europe Technical Center GmbH (HMETC)	R&D	"	100.00%	
Hyundai Motorsport GmbH (HMSG)	Marketing	"	100.00%	HME 100.00%

Name of subsidiaries	Nature of business	Location	Ownership percentage	Indirect ownership
Hyundai Capital Europe GmbH.	Financing	"	100.00%	HYUNDAI CAPITAL SERVICES, INC. 100.00%
HMCIS B.V.	Holding company	Netherlands	100.00%	HMMR 1.65%
Hyundai Motor Netherlands B.V. (HMNL)	Sales	"	100.00%	
Hyundai Motor Manufacturing Rus LLC (HMMR)	Manufacturing	Russia	70.00%	
Hyundai Motor CIS Limited Liability Company (HMCIS)	Sales	"	100.00%	HMCIS B.V. 100.00%
Hyundai Mobility Lab Limited Liability Company. (HML)	R&D	"	100.00%	HMCIS 99.00%, HMMR 1.00%
HYUNDAI CAPITAL SERVICES LIMITED LIABILITY COMPANY	Financing	"	100.00%	Hyundai Capital Europe 100.00%
Limited liability company Hyundai Truck & Bus Rus (HTBR)	Sales	"	100.00%	
Hyundai Assan Otomotiv Sanayi Ve Ticaret Anonim Sirketi (HAOSVT)	Manufacturing	Turkey	97.00%	
Hyundai EURotem Demiryolu Araclari Sanayi ve Ticaret A.S	Manufacturing	"	50.50%	HYUNDAI ROTEM COMPANY 50.50%
Hyundai Rotem Company - Hyundai EUROTREM Demiryolu Araclari SAN. VE TIC. A.S ORTAK GIRISIMI	Sales	"	100.00%	HYUNDAI ROTEM COMPANY 65.00%, Hyundai EURotem A.S. 35.00%
Hyundai Rotem Company - Hyundai EUROTREM Mahmutbey Projesi ORTAK GIRISIMI	"	"	100.00%	HYUNDAI ROTEM COMPANY 85.00%, Hyundai EURotem A.S. 15.00%
HYUNDAI ROTEM MALAYSIA SDN BHD	"	Malaysia	100.00%	HYUNDAI ROTEM COMPANY 100.00%
Rotem SRS Ukraine LLC.	Services	Ukraine	100.00%	Rotem SRS Co., Ltd. 100.00%
Rotem SRS Egypt LLC.	"	Egypt	98.00%	Rotem SRS Co., Ltd. 98.00%
HYUNDAI MOTOR UK LIMITED (HMUK)	Sales	UK	100.00%	
HYUNDAI MOTOR COMPANY ITALY S.R.L. (HMCI)	"	Italy	100.00%	
HYUNDAI MOTOR ESPANA, S.L.U (HMES)	"	Spain	100.00%	
HYUNDAI MOTOR FRANCE (HMF)	"	France	100.00%	
Hyundai Motor Poland sp. z o.o. (HMP)	"	Poland	100.00%	
GENESIS MOTOR EUROPE GmbH (GME)	"	Germany	100.00%	
GENESIS MOTOR UK LIMITED (GMUK)	"	UK	100.00%	GME 100.00%
GENESIS MOTOR SWITZERLAND AG (GMCH)	"	Switzerland	100.00%	"
GENESIS MOTOR DEUTSCHLAND GmbH (GMD)	"	Germany	100.00%	"
Hyundai Hydrogen Mobility AG (HHM)	"	Switzerland	75.00%	
HYUNDAI MOTOR DE MEXICO S DE RL DE CV (HMM)	"	Mexico	100.00%	HT 0.01%
Hyundai de Mexico, SA DE C.V., (HYMEX)	Manufacturing	"	99.99%	HT 99.99%
HYUNDAI KEFICO MEXICO, S. DE R.L. DE C.V.	"	"	100.00%	HYUNDAI KEFICO CORPORATION 100.00%
Hyundai Rio Vista, Inc.	Real estate development	USA	100.00%	HT 100.00%
HYUNDAI MOTOR BRASIL MONTADORA DE AUTOMOVEIS LTDA (HMB)	Manufacturing	Brazil	100.00%	
Hyundai Capital Brasil Servicos De Assistencia Financeira Ltda.	Financing	"	100.00%	HYUNDAI CAPITAL SERVICES, INC. 100.00%
Hyundai Rotem Brasil Industria E Comercio De Trens Ltda.	Manufacturing	"	100.00%	HYUNDAI ROTEM COMPANY 100.00%
HMS SERVICOS DE MOBILIDADE LTDA. (*4)	Holding company	"	99.99%	HMB 99.99%
China Millennium Corporations (CMEs)	"	Cayman Islands	59.60%	



Name of subsidiaries	Nature of business	Location	Ownership percentage	Indirect ownership
China Mobility Fund, L.P.	Investment	"	72.00%	
KyoboAXA Private Tomorrow Securities Investment Trust No.12	"	Korea	100.00%	
Shinhan BNPP Private Corporate Security Investment Trust No.34	"	"	100.00%	
KB Leaders Private Securities Fund1(Bond Mixed)	"	"	100.00%	
Samsung ETF rotation Private Investment Trust 1	"	"	100.00%	
ZER01NE Accelerator Investment Fund No.1	"	"	99.00%	
Autopia Sixty-Fourth ~ Seventy-Third Asset Securitization Specialty Company (*1)	Financing	"	0.50%	HYUNDAI CAPITAL SERVICES, INC. 0.50%
Zavurov First Co., Ltd. (*1)	"	"	0.00%	HYUNDAI CAPITAL SERVICES, INC. 0.00%
Super Series Fifth ~ Eleventh Securitization Specialty Co., Ltd. (*1)	"	"	0.50%	HYUNDAI CARD CO., LTD. 0.50%
Bluewalnut Co., Ltd.	"	"	100.00%	HYUNDAI CARD CO., LTD. 100.00%
MOCEAN Co.,Ltd	Mobility Service	"	80.00%	
Hyundai Cha Funding, LLC	Financing	USA	100.00%	HCA 100.00%
Hyundai Lease Titling Trust	"	"	100.00%	"
Hyundai HK Funding, LLC	"	"	100.00%	"
Hyundai HK Funding Two, LLC	"	"	100.00%	"
Hyundai HK Funding Three, LLC	"	"	100.00%	"
Hyundai HK Funding Four, LLC	"	"	100.00%	"
Hyundai ABS Funding, LLC	"	"	100.00%	"
HK Real Properties, LLC	Financing	"	100.00%	"
Hyundai Auto Lease Offering, LLC	"	"	100.00%	"
Hyundai HK Lease, LLC	"	"	100.00%	"
Extended Term Amortizing Program, LLC	"	"	100.00%	"
Hyundai Asset Backed Lease, LLC	"	"	100.00%	"
HCA Exchange, LLC	"	"	100.00%	"
Hyundai Protection Plan, Inc.	Insurance	"	100.00%	"
Hyundai Protection Plan Florida, Inc.	"	"	100.00%	"
Hyundai Capital Insurance Services, LLC	"	"	100.00%	"
Hyundai Capital Insurance Company	"	"	100.00%	"
Power Protect Extended Services, Inc.	"	"	100.00%	"
Power Protect Extended Services Florida, Inc.	"	"	100.00%	"

(\*1) The Group is considered to have substantive control over the entities by virtue of an agreement or relationship with other investors, or relationship with structured entities.

(\*2) Even though the shareholding ratio of ownership is less than half, the Group has de facto control over the entity due to the relative size of the voting rights held and the degree of share dispersion of other voting rights holders.

(\*3) During the three-month period ended March 31, 2022, the names of companies were changed from Hyundai Motor Japan Co., Ltd. and Hyundai Motor Japan R&D Center Inc. to Hyundai Mobility Japan Co., Ltd. and Hyundai Mobility Japan R&D Center Co., Ltd., respectively.

(\*4) The name of company was changed from HMB Holding Participacoes Financeiras Ltda. to HMS SERVICOS DE MOBILIDADE LTDA.

- (2) Summarized financial position and results of operations of major consolidated subsidiaries as of and for the three-month period ended March 31, 2022 are as follows.

Name of subsidiaries	Assets	Liabilities	Sales	Profit (loss) for the period
	(In millions of Korean Won)			
HYUNDAI CAPITAL SERVICES, INC. (*)	₩ 34,808,011	₩ 29,410,682	₩ 939,883	₩ 124,773
HYUNDAI CARD CO., LTD. (*)	22,113,167	18,374,160	667,241	76,906
HYUNDAI ROTEM COMPANY (*)	4,202,037	2,914,580	677,413	13,076
HYUNDAI KEFICO CORPORATION (*)	2,156,483	1,286,651	503,213	13,194
HCA (*)	61,130,585	54,211,304	2,729,144	235,778
HMA	9,478,699	6,356,743	6,665,844	688,784
HMMA	4,741,499	2,935,366	2,551,095	(13,051)
HMMC	4,741,436	2,442,989	1,996,102	145,498
HMI (*)	4,496,348	1,808,209	2,020,443	153,813
HME (*)	2,263,624	2,167,721	3,069,531	32,540
HACC (*)	1,924,991	1,137,916	988,693	48,144
HMB	1,855,638	1,238,615	644,614	47,216
HMMR	1,599,615	713,014	535,387	(2,932)
HAOSVT	1,542,795	882,418	883,824	84,387
HMCA	1,023,259	835,717	495,478	21,192

(\*) Based on the subsidiary's consolidated financial statements

Summarized financial position and results of operations of major consolidated subsidiaries as of and for the three-month period ended March 31, 2021 are as follows.

Name of subsidiaries	Assets	Liabilities	Sales	Profit (loss) for the period
	(In millions of Korean Won)			
HYUNDAI CAPITAL SERVICES, INC. (*)	₩ 33,745,774	₩ 28,951,322	₩ 973,897	₩ 118,262
HYUNDAI CARD CO., LTD. (*)	19,769,729	16,383,560	694,196	80,196
HYUNDAI ROTEM COMPANY (*)	4,311,818	2,957,312	653,384	5,215
HYUNDAI KEFICO CORPORATION (*)	2,040,920	1,270,392	506,973	322
HCA (*)	50,092,786	44,588,337	2,688,742	266,456
HMA	7,260,533	5,631,337	5,270,449	109,309
HMMA	4,851,184	3,372,044	2,135,165	10,548
HMMC	4,156,605	1,773,666	1,656,419	106,190
HMI (*)	4,100,848	1,726,941	2,021,885	150,063
HME (*)	2,185,684	2,132,134	2,723,942	2,456
HACC (*)	1,745,521	1,029,843	941,667	32,632
HMMR	1,743,412	943,069	734,607	49,386
HAOSVT	1,577,244	1,036,424	689,644	41,604
HMB	1,253,595	1,085,914	422,647	(15,590)
HMCA	847,542	667,001	458,638	13,138

(\*) Based on the subsidiary's consolidated financial statements

- (3) The financial statements of all subsidiaries used in the preparation of the consolidated financial statements are prepared for the same reporting periods as the Company's.

- (4) Summarized cash flows of non-wholly owned subsidiaries that have material non-controlling interests to the Group and subsidiaries of finance segment for the three-month period ended March 31, 2022 are as follows.

Description	HYUNDAI CAPITAL SERVICES, INC.	HYUNDAI CARD CO., LTD.	HYUNDAI ROTEM COMPANY
(In millions of Korean Won)			
Provided by operating activities	₩ 458,512	₩ 406,180	₩ 18,047
Used in investing activities	(87,485)	(16,088)	(26,995)
Provided by (used in) financing activities	(413,821)	121,263	86,117
Effect of exchange rate changes on cash and cash equivalents	-	-	1,493
Net increase(decrease) in cash and cash equivalents	₩ (42,794)	₩ 511,355	₩ 78,662

Summarized cash flows of non-wholly owned subsidiaries that had material non-controlling interests to the Group and subsidiaries of finance segment for the three-month period ended March 31, 2021 are as follows.

Description	HYUNDAI CAPITAL SERVICES, INC.	HYUNDAI CARD CO., LTD.	HYUNDAI ROTEM COMPANY
(In millions of Korean Won)			
Provided by (used in) operating activities	₩ 186,630	₩ (199,800)	₩ 9,879
Provided by (used in) investing activities	(336)	(16,760)	91,355
Provided by (used in) financing activities	(75,198)	113,682	17,577
Effect of exchange rate changes on cash and cash equivalents	-	-	(2,314)
Net increase(decrease) in cash and cash equivalents	₩ 111,096	₩ (102,878)	₩ 116,497

- (5) Details of non-wholly owned subsidiaries of the Company that have material non-controlling interests as of and for the three-month period ended March 31, 2022 are as follows.

Description	HYUNDAI CAPITAL SERVICES, INC.	HYUNDAI CARD CO., LTD.	HYUNDAI ROTEM COMPANY
(In millions of Korean Won)			
Ownership percentage of non-controlling interests	40.32%	63.04%	66.23%
Accumulated non-controlling interests	₩ 2,171,961	₩ 2,448,329	₩ 712,929
Profit attributable to non-controlling interests	49,196	48,485	8,219

Details of non-wholly owned subsidiaries of the Company that had material non-controlling interests as of and for the year ended December 31, 2021 are as follows.

Description	HYUNDAI CAPITAL SERVICES, INC.	HYUNDAI CARD CO., LTD.	HYUNDAI ROTEM COMPANY
(In millions of Korean Won)			
Ownership percentage of non-controlling interests	40.32%	63.04%	66.23%
Accumulated non-controlling interests	₩ 2,097,956	₩ 2,379,871	₩ 702,366
Profit attributable to non-controlling interests	170,930	198,059	28,968
Dividends paid to non-controlling interests	37,002	92,463	-

(6) Changes in consolidated subsidiaries

Subsidiaries newly included in or excluded from consolidation for the three-month period ended March 31, 2022 are as follows.

Changes	Name of subsidiaries	Description
Included	Autopia Seventy-Third Asset Securitization Specialty Company	Establishment
Excluded	supernal, LLC	Changed to equity method

**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:**

(1) Basis of consolidated financial statements preparation

The Group's condensed consolidated interim financial statements as of March 31, 2022 and for the three-month periods ended March 31, 2022 and 2021, respectively, are prepared in accordance with K-IFRS 1034, *Interim Financial Reporting*. The condensed consolidated financial statements should be read in conjunction with the annual consolidated financial statements as of and for the year ended December 31, 2021, which have been prepared in accordance with K-IFRS.

There are new or amended accounting standards effective from January 1, 2022, but those standards did not have a material impact on the Group's consolidated financial statements. Except for these standards, the significant accounting policies used for the preparation of the condensed consolidated interim financial statements are consistent with those applied to the annual consolidated financial statements as of and for the year ended December 31, 2021.

(2) Significant accounting estimates and key sources of estimation uncertainties

In the application of the Group's accounting policies, management is required to make judgments, estimates and assumptions about the carrying amounts of assets and liabilities that cannot be identified from other sources. The estimation and assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may be different from those estimations.

Management expects that the COVID-19 outbreak from early 2020 will have an impact on most of the regional and operating sectors in which the Group operates. However, as the extent and duration of the impacts of COVID-19 pandemic remain uncertain, the financial impact cannot be reasonably estimated.

Significant judgments made by management on the Group's application of accounting policies and the major sources of estimation uncertainty for the preparation of financial statements to be the same as the annual consolidated financial statements as of and for the year ended December 31, 2021.

**3. TRADE NOTES AND ACCOUNTS RECEIVABLE:**

(1) Trade notes and accounts receivable as of March 31, 2022 and December 31, 2021 are as follows.

Description	March 31, 2022		December 31, 2021	
	Current	Non-current	Current	Non-current
	(In millions of Korean Won)			
Trade notes and accounts receivable	₩ 3,450,806	₩ 158,442	₩ 3,190,030	₩ 145,648
Loss allowance	(42,942)	(773)	(42,734)	(773)
Present value discount accounts	-	(9,067)	-	(7,718)
	₩ 3,407,864	₩ 148,602	₩ 3,147,296	₩ 137,157

(2) Aging analysis of trade notes and accounts receivable

As of March 31, 2022, aging analysis of total trade notes and accounts receivable that are past due, but not impaired are as follows.

Description	Not due	Overdue Within 90days	Overdue Within 180days More than 91days	Overdue More than 181 days	Total amounts	Amount of impaired receivables
(In millions of Korean Won)						
Total trade note and accounts receivable	₩ 3,443,506	₩ 71,580	₩ 9,707	₩ 84,455	₩ 3,609,248	₩ 43,715

As of December 31, 2021, aging analysis of total trade notes and accounts receivable that are past due, but not impaired are as follows.

Description	Not due	Overdue Within 90days	Overdue Within 180days More than 91days	Overdue More than 181 days	Total amounts	Amount of impaired receivables
(In millions of Korean Won)						
Total trade note and accounts receivable	₩ 2,998,927	₩ 249,201	₩ 5,437	₩ 82,113	₩ 3,335,678	₩ 43,507

(3) The changes in loss allowance for the three-month periods ended March 31, 2022 and 2021 are as follows

Description	Three-month period ended March 31,	
	2022	2021
(In millions of Korean Won)		
Beginning of the period	₩ 43,507	₩ 55,210
Impairment loss (reversal)	182	(683)
Write-off	(140)	(4,408)
Effect of foreign exchange differences and others	166	56
End of the period	₩ 43,715	₩ 50,175

#### 4. OTHER RECEIVABLES:

(1) Other receivables as of March 31, 2022 and December 31, 2021 are as follows.

Description	March 31, 2022		December 31, 2021	
	Current	Non-current	Current	Non-current
	(In millions of Korean Won)			
Accounts receivable – others (*)	₩ 3,057,447	₩ 406,619	₩ 2,785,799	₩ 373,569
Due from customers for contract work	1,517,479	-	1,421,108	-
Lease and rental deposits	10,417	310,361	24,105	310,536
Deposits	7,410	34,083	7,289	33,469
Others	6,055	-	3,546	23,594
Loss allowance	(19,305)	-	(20,877)	-
	₩ 4,579,503	₩ 751,063	₩ 4,220,970	₩ 741,168

(\*) As of March 31, 2022 and December 31, 2021, the Group recognized the reimbursement related to the warranty provisions as a separate asset in the amount of ₩1,112,575 million and ₩1,091,859 million, respectively.

(2) The changes in other allowance for the three-month periods ended March 31, 2022 and 2021 are as follows.

Description	Three-month period ended March 31,	
	2022	2021
	(In millions of Korean Won)	
Beginning of the period	₩ 20,877	₩ 18,169
Impairment loss	58	402
Write-off	(1,686)	(232)
Effect of foreign exchange differences and others	56	15
End of the period	₩ 19,305	₩ 18,354

#### 5. OTHER FINANCIAL ASSETS:

(1) Other financial assets as of March 31, 2022 are as follows.

Description	March 31, 2022	
	Current	Non-current
	(In millions of Korean Won)	
Financial assets measured at FVPL	₩ 9,508,451	₩ 233,326
Financial assets measured at FVOCI	24,696	2,844,328
Financial assets measured at amortized cost	17,585	5,644
Derivative assets that are effective hedging instruments	180,367	564,869
	₩ 9,731,099	₩ 3,648,167

Other financial assets as of December 31, 2021 are as follows.

Description	December 31, 2021	
	Current	Non-current
	(In millions of Korean Won)	
Financial assets measured at FVPL	₩ 12,249,980	₩ 222,120
Financial assets measured at FVOCI	25,150	2,886,373
Financial assets measured at amortized cost	18,466	8,729
Derivative assets that are effective hedging instruments	103,050	422,064
	₩ 12,396,646	₩ 3,539,286

(2) Financial assets measured at FVOCI as of March 31, 2022 and December 31, 2021 are as follows.

Description	March 31, 2022		December 31, 2021	
	Acquisition cost	Book value (In millions of Korean Won)	Book value	
Debt instruments	₩ 453,919	₩ 442,214	₩	450,711
Equity instruments (*)	2,374,784	2,426,810		2,460,812
	₩ 2,828,703	₩ 2,869,024	₩	2,911,523

(\*) The Group makes an irrevocable election to present in other comprehensive income subsequent changes in the fair value of an investment in an equity instrument that is not held for trading at the date of initial recognition.

(3) Equity instruments classified into financial assets measured at FVOCI as of March 31, 2022 and December 31, 2021 are as follows.

Name of the company	Ownership percentage (%)	March 31, 2022		December 31, 2021	
		Acquisition cost	Book value (In millions of Korean Won)	Book value	
Hyundai Steel Company (*1)	6.87	₩ 835,375	₩ 437,966	₩	434,277
Hyundai Glovis Co., Ltd.	4.88	210,688	352,456		314,922
ANI Technologies Private Limited (OLA)	3.40	278,955	290,116		290,116
Hyundai Oilbank Co., Ltd.	4.35	53,734	230,812		230,812
Korea Aerospace Industries, Ltd. (*2)	-	73,331	200,123		153,522
Grab Holdings Limited	1.14	442,922	181,747		362,508
HD Hyundai (*3)	2.20	9,018	93,331		94,892
NICE Information Service Co., Ltd.	2.25	3,312	26,909		24,587
Hyundai Green Food Co., Ltd.	2.36	15,005	20,746		20,077
Hyundai M Partners Co., Ltd.	9.29	9,888	17,481		13,954
KT Corporation	0.09	8,655	8,571		7,443
NICE Holdings Co., Ltd.	1.30	3,491	8,333		7,866
Hyundai Asan Corporation	1.40	22,500	2,117		2,117
Others		407,910	556,102		503,719
		₩ 2,374,784	₩ 2,426,810	₩	2,460,812

(\*1) The Group entered into a total return swap agreement to transfer 1,367,114 shares out of total 10,540,709 shares with a third party.

(\*2) The Group entered into a total return swap agreement to transfer total shares with a third party.

(\*3) During the three-month period ended March 31, 2022, the name of the company has been changed from Hyundai Heavy Industries Holdings Co., Ltd. to HD Hyundai.

## 6. INVENTORIES:

Inventories as of March 31, 2022 and December 31, 2021 are as follows.

Description	March 31, 2022		December 31, 2021	
		(In millions of Korean Won)		
Finished goods	₩	6,385,956	₩	5,987,233
Merchandise		69,930		59,518
Semifinished goods		741,825		711,155
Work in progress		720,588		692,832
Raw materials		2,762,077		2,536,671
Supplies		321,093		315,871
Materials in transit		671,418		730,970
Others (*1)		621,368		611,391
Total (*2)	₩	12,294,255	₩	11,645,641

(\*1) As of March 31, 2022 and December 31, 2021, others include inventories provided by operating lease with repurchase agreement in the amount of ₩134,352 million and ₩143,641 million, respectively.

(\*2) As of March 31, 2022 and December 31, 2021, the Group recognized a valuation allowance in the amount of ₩162,014 million and ₩167,888 million, respectively.

## 7. OTHER ASSETS:

Other assets as of March 31, 2022 and December 31, 2021 are as follows.

Description	March 31, 2022		December 31, 2021	
	Current	Non-current	Current	Non-current
	(In millions of Korean Won)			
Accrued income	₩ 371,595	₩ 649	₩ 353,643	₩ 716
Advanced payments	705,965	-	662,919	-
Prepaid expenses	608,016	1,173,045	558,336	1,108,621
Prepaid value-added tax and others	568,497	80,167	506,955	81,947
	₩ 2,254,073	₩ 1,253,861	₩ 2,081,853	₩ 1,191,284

## 8. NON-CURRENT ASSETS CLASSIFIED AS HELD FOR SALE:

Non-current assets classified as held for sale as of March 31, 2022 and December 31, 2021 are as follows.

Description	March 31, 2022		December 31, 2021	
	(In millions of Korean Won)			
Building and others	₩	28,519	₩	28,121
Total	₩	28,519	₩	28,121



## 9. PROPERTY, PLANT AND EQUIPMENT:

The changes in property, plant and equipment ("PP&E") for the three-month periods ended March 31, 2022 and 2021 are as follows.

Description	Three-month period ended March 31,	
	2022	2021
	(In millions of Korean Won)	
Beginning of the period	₩ 35,543,083	₩ 34,092,229
Acquisitions	629,312	674,553
Disposals	(99,154)	(15,905)
Depreciation	(762,261)	(698,498)
Transfer to assets classified as held for sale	-	(39,936)
Others (*)	61,501	113,821
End of the period	₩ 35,372,481	₩ 34,126,264

(\*) Others include the effect of foreign exchange differences, transfers from or to other accounts, changes in the scope of consolidation and others.

## 10. INVESTMENT PROPERTY:

(1) The changes in investment property for the three-month periods ended March 31, 2022 and 2021 are as follows.

Description	Three-month period ended March 31,	
	2022	2021
	(In millions of Korean Won)	
Beginning of the period	₩ 156,656	₩ 160,967
Depreciation	(1,350)	(1,342)
Effect of foreign exchange differences	256	358
End of the period	₩ 155,562	₩ 159,983

(2) Income and expenses related to investment property for the three-month periods ended March 31, 2022 and 2021 are as follows.

Description	Three-month period ended March 31,	
	2022	2021
	(In millions of Korean Won)	
Rental income	₩ 10,200	₩ 11,889
Operating and maintenance expenses	3,229	3,196

## 11. INTANGIBLE ASSETS:

(1) The changes in intangible assets for the three-month periods ended March 31, 2022 and 2021 are as follows.

Description	Three-month period ended March 31,	
	2022	2021
	(In millions of Korean Won)	
Beginning of the period	₩ 5,846,986	₩ 5,677,567
Internal developments and external acquisitions	279,965	271,004
Disposals	(27,872)	(8,624)
Amortization	(432,954)	(385,998)
Impairment loss	(3,149)	(7,064)
Others (*)	83,350	314,017
End of the period	₩ 5,746,326	₩ 5,860,902

(\*) Others include the effect of foreign exchange differences, transfers from or to other accounts, changes in the scope of consolidation and others.

(2) Research and development expenditures for the three-month periods ended March 31, 2022 and 2021 are as follows.

Description	Three-month period ended March 31,	
	2022	2021
	(In millions of Korean Won)	
Development costs (intangible assets)	₩ 229,157	₩ 232,617
Research and development (*1)	419,649	346,675
Total (*2)	₩ 648,806	₩ 579,292

(\*1) Presented in manufacturing costs, administrative expenses.

(\*2) Amortization of development costs is not included.

## 12. LEASES (AS A LESSEE):

(1) The changes in right-of-use assets for the three-month periods ended March 31, 2022 and 2021 are as follows.

Description	Three-month period ended March 31,	
	2022	2021
	(In millions of Korean Won)	
Beginning of the period	₩ 940,826	₩ 836,324
Acquisitions	94,359	109,997
Disposals	(8,151)	(21,979)
Depreciation	(51,118)	(50,877)
Others (*)	(56,018)	3,389
End of the period	₩ 919,898	₩ 876,854

(\*) Others include the effect of foreign exchange differences, changes in the scope of consolidation and others.

(2) Lease liabilities as of March 31, 2022 and December 31, 2021 are as follows.

Description	March 31, 2022		December 31, 2021	
	(In millions of Korean Won)			
Undiscounted lease liabilities	₩	1,110,639	₩	1,150,757
Discounted lease liabilities		907,761		950,572
Current		177,676		167,266
Non-current		730,085		783,306

### 13. INVESTMENTS IN JOINT VENTURES AND ASSOCIATES:

(1) Investments in joint ventures and associates as of March 31, 2022 and December 31, 2021 are as follows.

Name of the company	Nature of business	Location	March 31, 2022		December 31, 2021	
			Ownership percentage (%)	Book value (In millions of Korean Won)	Book value	Book value
Beijing Hyundai Qiche Financing Company (BHAF) (*1,3)	Financing	China	53.00	₩ 762,060	₩ 736,704	
Beijing-Hyundai Motor Company (BHMC) (*1)	Manufacturing	China	50.00	583,725	345,950	
Hyundai WIA Automotive Engine (Shandong) Company (WAE)	Manufacturing	China	31.40	242,951	245,868	
Motional AD LLC (*1)	R&D	USA	25.94	1,002,771	1,025,263	
Boston Dynamics, Inc. (*5)	R&D	USA	30.00	405,586	414,634	
Hyundai Capital Bank Europe GmbH (HCBE)	Financing	Germany	49.00	491,649	498,050	
Kia Corporation (*4)	Manufacturing	Korea	33.88	11,601,413	11,620,132	
Hyundai Engineering & Construction Co., Ltd.	Construction	Korea	20.95	2,953,367	2,935,786	
Hyundai Transys Inc.	Manufacturing	Korea	41.13	1,102,297	1,085,858	
Hyundai WIA Corporation	Manufacturing	Korea	25.35	733,636	729,053	
Hyundai Autoever Corp. (*4)	IT service	Korea	31.59	411,596	410,935	
Hyundai Commercial Inc.	Financing	Korea	37.50	334,641	339,300	
Hyundai Motor Securities Co., Ltd.	Securities					
	Brokerage	Korea	25.43	314,238	314,532	
Eukor Car Carriers Inc. (*2)	Transportation	Korea	12.00	200,096	186,489	
Haevichi Hotels & Resorts Co., Ltd.	Hotelkeeping	Korea	41.90	97,592	98,894	
Others				1,609,069	1,441,669	
				₩ 22,846,687	₩ 22,429,117	

(\*1) Each of the joint arrangements in which the Group retains joint control is structured through a separate entity and there are no contractual terms stating that the parties retain rights to the assets and obligations for the liabilities relating to the joint arrangement or other relevant facts and circumstances. As a result, the Group considers that the parties that retain joint control in the arrangement have rights to the net assets and classifies the joint arrangements as joint ventures. Also, there are restrictions, which require consent from the director who is designated by the other investors, for certain transactions, such as payment of dividend.

(\*2) As the Group is considered to be able to exercise significant influence by representation on the board of directors of the investee and other reasons, although the total ownership percentage is less than 20%, the investment is accounted for using the equity method.

(\*3) The entity is categorized as a joint venture although the Group's total ownership percentage is a majority share of 53%, because the Group does not have control over the entity by virtue of an agreement with the other investors.

(\*4) During the year ended December 31, 2021, as the merger with Hyundai Autron Company Ltd., the subsidiary of the Company, and HYUNDAI MNSOFT, Inc., the associate of the Company, was completed, the Group's ownership percentage was changed from 28.48% to 31.59%.

(\*5) Share acquisition was completed during the year ended December 31, 2021, and the acquisition cost is measured as the cash paid and the value of put option owned by other investors.

(2) The changes in investments in joint ventures and associates for the three-month period ended March 31, 2022 are as follows.

Name of the company	Beginning of the period	Acquisitions (disposals)	Share of profits (losses) for the period	Dividends	Others (*)	End of the period
(In millions of Korean Won)						
BHAF	₩ 736,704	₩ -	₩ 10,464	₩ -	₩ 14,892	₩ 762,060
BHMC	345,950	287,695	(54,082)	-	4,162	583,725
WAE	245,868	-	(7,628)	-	4,711	242,951
Motional AD LLC	1,025,263	-	(41,392)	-	18,900	1,002,771
Boston Dynamics, Inc.	414,634	-	(17,686)	-	8,638	405,586
HCBE	498,050	-	3,474	-	(9,875)	491,649
Kia Corporation	11,620,132	-	359,446	(411,955)	33,790	11,601,413
Hyundai Engineering & Construction Co., Ltd.	2,935,786	-	30,092	(13,996)	1,485	2,953,367
Hyundai Transys Inc.	1,085,858	-	11,425	-	5,014	1,102,297
Hyundai WIA Corporation	729,053	-	7,374	(4,826)	2,035	733,636
Hyundai Autoever Corp.	410,935	-	6,373	(6,065)	353	411,596
Hyundai Commercial Inc.	339,300	-	31,391	(20,000)	(16,050)	334,641
Hyundai Motor Securities Co., Ltd.	314,532	-	7,681	(6,453)	(1,522)	314,238
Eukor Car Carriers Inc.	186,489	-	12,925	(7,392)	8,074	200,096
Haevichi Hotels & Resorts Co., Ltd.	98,894	-	(1,311)	-	9	97,592
Others	1,441,669	75,981	(7,861)	(2,805)	102,085	1,609,069
	<u>₩ 22,429,117</u>	<u>₩ 363,676</u>	<u>₩ 350,685</u>	<u>₩ (473,492)</u>	<u>₩ 176,701</u>	<u>₩ 22,846,687</u>

(\*) Others consist of changes in accumulated other comprehensive income (loss) and others.

The changes in investments in joint ventures and associates for the three-month period ended March 31, 2021 are as follows.

Name of the company	Beginning of the period	Acquisitions (disposals)	Share of profits (losses) for the period	Dividends	Others (*)	End of the period
(In millions of Korean Won)						
BHMC	₩ 779,958	₩ -	₩ (89,697)	₩ -	₩ 25,910	₩ 716,171
BHAF	627,895	-	20,131	-	20,317	668,343
WAE	224,979	-	(4,694)	-	6,865	227,150
Motional AD LLC	1,053,282	-	(28,581)	-	45,145	1,069,846
HCBE	495,999	-	(897)	-	(3,960)	491,142
Kia Motors Corporation	9,972,824	-	382,039	(137,318)	84,452	10,301,997
Hyundai Engineering & Construction Co., Ltd.	2,835,399	-	23,012	(13,996)	8,281	2,852,696
Hyundai Transys Inc.	1,017,906	-	19,934	-	7,971	1,045,811
Hyundai WIA Corporation	694,991	-	8,387	(4,826)	5,664	704,216
Hyundai Motor Securities Co., Ltd.	310,472	-	4,149	(5,444)	(3,200)	305,977
Hyundai Commercial Inc.	261,601	-	14,548	(3,750)	(11,172)	261,227
Hyundai Autoever Corp.	158,073	-	2,479	(4,485)	552	156,619
Eukor Car Carriers Inc.	150,503	-	(974)	-	6,274	155,803
Haevichi Hotels & Resorts Co., Ltd.	97,655	-	(692)	-	(4)	96,959
Others	1,243,723	71,056	18,113	(2,335)	28,165	1,358,722
	<u>₩ 19,925,260</u>	<u>₩ 71,056</u>	<u>₩ 367,257</u>	<u>₩ (172,154)</u>	<u>₩ 221,260</u>	<u>₩ 20,412,679</u>

(\*) Others consist of changes in accumulated other comprehensive income (loss) and others.

(3) Summarized financial information of the Group's major joint ventures and associates as of and for the three-month period ended March 31, 2022 is as follows.

Name of the company	Current assets	Non-current assets	Current liabilities	Non-current liabilities
		(In millions of Korean Won)		
BHAF (*)	₩ 5,488,522	₩ -	₩ 4,050,672	₩ -
BHMC	3,125,361	3,892,901	4,829,987	997,703
WAE	624,622	523,703	174,630	236,902
Motional AD LLC	615,456	3,543,235	117,559	94,528
Boston Dynamics, Inc.	181,907	134,068	53,454	77,385
HCBE (*)	7,508,283	-	6,499,862	-
Kia Corporation	30,610,076	37,584,006	22,606,123	10,740,856
Hyundai Engineering & Construction Co., Ltd.	14,901,583	5,179,091	8,133,766	2,417,152
Hyundai Transys Inc.	4,048,782	3,100,010	2,400,099	2,020,561
Hyundai WIA Corporation	4,433,042	3,515,563	2,225,787	2,016,226
Hyundai Autoever Corp.	1,390,184	860,614	628,357	246,952
Hyundai Commercial Inc. (*)	11,305,142	-	10,015,590	-
Hyundai Motor Securities Co., Ltd. (*)	9,993,745	-	8,837,134	-
Eukor Car Carriers Inc.	720,317	3,177,505	783,960	1,448,575
Haevichi Hotels & Resorts Co., Ltd.	46,644	408,676	242,806	41,706

Name of the company	Sales	Profit (loss) for the period from continuing operations	Other comprehensive income (loss)	Total comprehensive income (loss)
		(In millions of Korean Won)		
BHAF (*)	₩ 104,094	₩ 19,743	₩ -	₩ 19,743
BHMC	1,164,517	(112,606)	-	(112,606)
WAE	106,152	(15,905)	-	(15,905)
Motional AD LLC	89	(162,747)	(14,535)	(177,282)
Boston Dynamics, Inc.	21,788	(53,370)	-	(53,370)
HCBE (*)	208,800	7,461	6,918	14,379
Kia Corporation	18,357,236	1,032,582	101,320	1,133,902
Hyundai Engineering & Construction Co., Ltd.	4,145,303	183,108	32,310	215,418
Hyundai Transys Inc.	2,238,559	28,053	14,062	42,115
Hyundai WIA Corporation	1,906,829	13,277	16,644	29,921
Hyundai Autoever Corp.	559,573	17,740	1,124	18,864
Hyundai Commercial Inc. (*)	133,646	83,590	(39,089)	44,501
Hyundai Motor Securities Co., Ltd. (*)	245,378	30,200	(5,984)	24,216
Eukor Car Carriers Inc.	584,268	108,518	37,389	145,907
Haevichi Hotels & Resorts Co., Ltd.	29,354	(2,899)	10	(2,889)

(\*) The companies operate financial business and their total assets (liabilities) are included in current assets (liabilities) as the companies do not distinguish current and non-current portion in their separate financial statements.

Summarized financial information of the Group's major joint ventures and associates as of and for the three-month period ended March 31, 2021 is as follows.

Name of the company	Current assets	Non-current assets	Current liabilities	Non-current Liabilities
	(In millions of Korean Won)			
BHMC	₩ 3,266,595	₩ 4,212,229	₩ 5,094,629	₩ 901,499
BHAF (*)	6,270,091	-	5,009,067	-
WAE	625,480	588,573	243,415	285,829
Motional AD LLC	1,525,924	2,841,540	54,195	99,742
HCBE (*)	5,706,948	-	4,729,711	-
Kia Corporation	29,288,098	34,680,895	23,380,161	9,763,791
Hyundai Engineering & Construction Co., Ltd.	13,667,416	4,579,136	6,956,129	2,401,425
Hyundai Transys Inc.	3,665,853	2,744,789	2,316,159	1,592,052
Hyundai WIA Corporation	4,108,995	3,646,779	2,124,382	2,066,436
Hyundai Motor Securities Co., Ltd. (*)	10,759,926	-	9,673,700	-
Hyundai Commercial Inc. (*)	9,548,070	-	8,250,207	-
Hyundai Autoever Corp.	870,863	270,694	492,016	91,937
Eukor Car Carriers Inc.	273,797	3,000,442	454,064	1,523,997
Haevichi Hotels & Resorts Co., Ltd.	39,188	410,521	221,009	58,774

Name of the company	Sales	Profit (loss) for the period from continuing operations	Other comprehensive income (loss)	Total comprehensive income (loss)
	(In millions of Korean Won)			
BHMC	₩ 1,594,553	₩ (187,780)	₩ -	₩ (187,780)
BHAF (*)	110,214	37,983	-	37,983
WAE	209,956	(2,026)	-	(2,026)
Motional AD LLC	-	(113,336)	(988)	(114,324)
HCBE (*)	174,177	(2,075)	(7,727)	(9,802)
Kia Corporation	16,581,735	1,035,035	299,265	1,334,300
Hyundai Engineering & Construction Co., Ltd.	4,149,570	194,434	59,774	254,208
Hyundai Transys Inc.	2,050,247	45,749	12,042	57,791
Hyundai WIA Corporation	1,854,756	22,494	35,195	57,689
Hyundai Motor Securities Co., Ltd. (*)	244,043	41,194	2,985	44,179
Hyundai Commercial Inc. (*)	113,093	51,292	(28,346)	22,946
Hyundai Autoever Corp.	356,603	8,951	2,022	10,973
Eukor Car Carriers Inc.	346,223	(7,092)	52,191	45,099
Haevichi Hotels & Resorts Co., Ltd.	22,444	(1,682)	(10)	(1,692)

(\*) The companies operate financial business and their total assets (liabilities) are included in current assets (liabilities) as the companies do not distinguish current and non-current portion in their separate financial statements.

- (4) Summarized additional financial information of the Group's major joint ventures as of and for the three-month period ended March 31, 2022 is as follows.

Name of the company	Cash and cash equivalents	Current financial liabilities	Non-current financial liabilities	Depreciation and amortization	Interest income	Interest expenses	Income tax expense
(In millions of Korean Won)							
BHAF(*)	₩ 837,404	₩ 3,834,458	₩ -	₩ 3,760	₩ 103,360	₩ 38,347	₩ 6,581
BHMC	1,212,532	313,633	736,057	136,463	2,960	12,062	712
Motional AD LLC	107,605	14,968	69,709	15,285	1,080	-	2,558

- (\*) Operating finance business of which total assets (liabilities) are included in current financial liabilities as BHAF does not distinguish current and non-current portion in its separate financial statements.

Summarized additional financial information of the Group's major joint ventures as of and for the three-month period ended March 31, 2021 is as follows.

Name of the company	Cash and cash equivalents	Current financial liabilities	Non-current financial liabilities	Depreciation and amortization	Interest income	Interest expenses	Income tax expense
(In millions of Korean Won)							
BHMC	₩ 639,358	₩ 749,378	₩ 616,690	₩ 117,722	₩ 2,232	₩ 16,647	₩ 646
BHAF(*)	1,654,158	4,908,113	-	1,924	107,099	44,865	11,383
Motional AD LLC	1,489,136	10,096	61,110	17,746	867	-	(2,255)

- (\*) Operating finance business of which total assets (liabilities) are included in current financial liabilities as BHAF does not distinguish current and non-current portion in its separate financial statements.

- (5) Reconciliation of the Group's share of net assets of the Group's major joint ventures and associates to their carrying amounts as of March 31, 2022 is as follows.

Name of the company	Group's share of net assets	Goodwill	Unrealized profit (loss) and others	Carrying amounts
(In millions of Korean Won)				
BHAF	₩ 762,060	₩ -	₩ -	₩ 762,060
BHMC	606,751	-	(23,026)	583,725
WAE (*)	235,104	7,809	38	242,951
Motional AD LLC	1,023,668	-	(20,897)	1,002,771
Boston Dynamics, Inc. (*)	185,807	213,898	5,881	405,586
HCBE	481,431	22,341	(12,123)	491,649
Kia Corporation	11,477,331	197,089	(73,007)	11,601,413
Hyundai Engineering & Construction Co., Ltd. (*)	2,221,873	731,362	132	2,953,367
Hyundai Transys Inc.	1,087,246	-	15,051	1,102,297
Hyundai WIA Corporation	827,010	-	(93,374)	733,636
Hyundai Autoever Corp. (*)	352,674	58,822	100	411,596
Hyundai Commercial Inc.	334,641	-	-	334,641
Hyundai Motor Securities Co., Ltd.	274,520	40,052	(334)	314,238
Eukor Car Carriers Inc.	199,834	-	262	200,096
Haevichi Hotels & Resorts Co., Ltd. (*)	94,016	3,576	-	97,592

- (\*) The difference between the carrying amount and the fair value of the investee's identifiable assets and liabilities as of the acquisition date is included in the amount of net assets.



Reconciliation of the Group's share of net assets of the Group's major joint ventures and associates to their carrying amounts as of December 31, 2021 is as follows.

Name of the company	Group's share of net assets		Goodwill	Unrealized profit (loss) and others	Carrying amounts
			(In millions of Korean Won)		
BHAF	₩	736,704	₩ -	₩ -	₩ 736,704
BHMC		371,198	-	(25,248)	345,950
WAE (*)		238,021	7,809	38	245,868
Motional AD LLC		1,047,834	-	(22,571)	1,025,263
Boston Dynamics, Inc. (*)		199,325	209,428	5,881	414,634
HCBE		474,523	22,341	1,186	498,050
Kia Corporation		11,505,153	197,089	(82,110)	11,620,132
Hyundai Engineering & Construction Co., Ltd. (*)		2,204,424	731,362	-	2,935,786
Hyundai Transys Inc.		1,070,931	-	14,927	1,085,858
Hyundai WIA Corporation		823,381	-	(94,328)	729,053
Hyundai Autoever Corp. (*)		352,013	58,822	100	410,935
Hyundai Commercial Inc.		339,300	-	-	339,300
Hyundai Motor Securities Co., Ltd.		275,563	40,052	(1,083)	314,532
Eukor Car Carriers Inc.		186,227	-	262	186,489
Haevichi Hotels & Resorts Co., Ltd. (*)		95,318	3,576	-	98,894

(\*) The difference between the carrying amount and the fair value of the investee's identifiable assets and liabilities as of the acquisition date is included in the amount of net assets.

(6) The market price of listed equity securities as of March 31, 2022 is as follows.

Name of the company	Price per share	Total number of shares	Market value
	(In millions of Korean Won, except price per share)		
Kia Corporation	₩ 74,000	137,318,251	₩ 10,161,551
Hyundai Engineering & Construction Co., Ltd.	47,900	23,327,400	1,117,382
Hyundai Autoever Corp.	120,500	8,664,334	1,044,052
Hyundai WIA Corporation	64,300	6,893,596	443,258
Hyundai Motor Securities Co., Ltd.	11,100	8,065,595	89,528

#### 14. FINANCIAL SERVICES RECEIVABLES:

(1) Financial services receivables as of March 31, 2022 and December 31, 2021 are as follows.

Description	March 31, 2022	December 31, 2021
	(In millions of Korean Won)	
Loans	₩ 63,577,899	₩ 61,959,509
Card receivables	18,471,837	18,728,408
Financial lease receivables	2,100,418	2,123,472
Others	35,296	35,291
	84,185,450	82,846,680
Loss allowance	(1,524,413)	(1,551,987)
Loan origination fee	(169,288)	(231,762)
Present value discount accounts	(37,327)	(33,799)
	₩ 82,454,422	₩ 81,029,132

- (2) The changes in loss allowance of financial services receivables for the three-month periods ended March 31, 2022 and 2021 are as follows.

Description	Three-month period ended March 31,	
	2022	2021
	(In millions of Korean Won)	
Beginning of the period	₩ 1,551,987	₩ 1,685,229
Impairment loss	99,708	135,607
Write-off	(136,907)	(179,997)
Disposals and others	39	234
Effect of foreign exchange differences	9,586	17,464
End of the period	₩ 1,524,413	₩ 1,658,537

- (3) Gross investments in financial leases and their present value of minimum lease receipts as of March 31, 2022 and December 31, 2021 are as follows.

Description	March 31, 2022		December 31, 2021	
	Gross investments in financial leases	Present value of minimum lease payment receivable	Gross investments in financial leases	Present value of minimum lease payment receivable
	(In millions of Korean Won)			
Not later than one year	₩ 878,762	₩ 779,664	₩ 888,358	₩ 788,739
Later than one year and not later than five years	1,408,547	1,310,605	1,421,468	1,324,645
Later than five years	6,333	6,103	6,475	6,236
	₩ 2,293,642	₩ 2,096,372	₩ 2,316,301	₩ 2,119,620

- (4) Unearned interest income of financial leases as of March 31, 2022 and December 31, 2021 are as follows.

Description	March 31, 2022		December 31, 2021	
	(In millions of Korean Won)			
Gross investments in financial lease	₩	2,293,642	₩	2,316,301
Net lease investments:				
Present value of minimum lease payment receivable		2,096,372		2,119,620
Present value of unguaranteed residual value		4,046		3,852
		2,100,418		2,123,472
Unearned interest income	₩	193,224	₩	192,829

# 15. INVESTMENTS IN OPERATING LEASES (AS A LESSOR):

- (1) Investments in operating leases as of March 31, 2022 and December 31, 2021 are as follows.

Description	March 31, 2022		December 31, 2021	
	(In millions of Korean Won)			
Acquisition cost	₩	30,931,474	₩	29,980,884
Accumulated depreciation		(3,607,361)		(3,477,632)
Accumulated impairment loss		(192,189)		(175,256)
	₩	27,131,924	₩	26,327,996

- (2) Future minimum lease payment receivable related to investments in operating leases as of March 31, 2022 and December 31, 2021 is as follows.

Description	March 31, 2022	December 31, 2021
	(In millions of Korean Won)	
Not later than one year	₩ 4,971,017	₩ 5,323,499
Later than one year and not later than five years	5,852,189	5,744,918
Later than five years	204	77
	₩ 10,823,410	₩ 11,068,494

## 16. BORROWINGS AND DEBENTURES:

- (1) Short-term borrowings as of March 31, 2022 and December 31, 2021 are as follows.

Description	Lender	Annual interest rate	March 31, 2022	December 31, 2021
		(%)	(In millions of Korean Won)	
Overdrafts	Citi Bank and others	0.12~1.88	₩ 332,659	₩ 456,044
General borrowings	Korea Development Bank and others	0.12~12.65	2,846,382	3,994,073
Borrowings collateralized by trade receivables	KEB Hana Bank and others	0.00001~11.7	3,085,440	3,059,551
Banker's Usance	KEB Hana Bank and others	0.002~5.30	688,493	786,755
Commercial paper	Shinhan Bank and others	0.28~3.10	3,376,570	4,791,413
			₩ 10,329,544	₩ 13,087,836

- (2) Long-term debt as of March 31, 2022 and December 31, 2021 are as follows.

Description	Lender	Annual interest rate	March 31, 2022	December 31, 2021
		(%)	(In millions of Korean Won)	
General borrowings	Mizuho Bank and others	0.01~12.86	₩ 9,835,627	₩ 9,738,949
Credit facilities	NH Bank and others	1.52~9.13	543,200	540,600
Commercial paper	BNK Investment & Securities and others	1.19~2.78	1,850,000	1,650,000
Asset-backed securities	HSBC and others	0.81~1.73	4,873,225	4,136,643
Others(*)	NH Investment & Securities and others		392,032	392,032
			17,494,084	16,458,224
Less: present value discounts			(84,019)	(88,059)
Less: current maturities			(5,698,067)	(5,702,434)
			₩ 11,711,998	₩ 10,667,731

(\*) The Group transferred a portion of its voting shares to a third party with the total revenue swap agreement. However, the Group still recognizes it as the financial asset because the Group still owns the majority of the risks and rewards of ownership of the transferred shares. Also, the Group recognized the amount received from disposal as borrowings.

(3) Debentures as of March 31, 2022 and December 31, 2021 are as follows.

Description	Latest maturity date	Annual interest rate (%)	March 31, 2022	December 31, 2021
(In millions of Korean Won)				
Non-guaranteed public debentures	March 29, 2032	0.96~3.75	₩ 32,593,508	₩ 31,533,051
Non-guaranteed private debentures	April 8, 2030	0.80~6.38	27,837,786	27,604,469
Asset-backed securities	June 15, 2028	0.12~3.29	20,763,321	19,359,999
			81,194,615	78,497,519
Less: discount on debentures			(166,778)	(162,242)
Less: current maturities			(16,801,325)	(14,876,468)
			₩ 64,226,512	₩ 63,458,809

## 17. PROVISIONS:

The changes in provisions for the three-month period ended March 31, 2022 are as follows.

Description	Warranty	Other long-term employee benefits	Others
(In millions of Korean Won)			
Beginning of the period	₩ 9,048,185	₩ 676,432	₩ 1,154,167
Charged	815,086	16,790	272,614
Utilized	(703,909)	(29,457)	(251,409)
Effect of foreign exchange differences and others	58,562	37	27,144
End of the period	₩ 9,217,924	₩ 663,802	₩ 1,202,516

The changes in provisions for the three-month period ended March 31, 2021 are as follows.

Description	Warranty	Other long-term employee benefits	Others
(In millions of Korean Won)			
Beginning of the period	₩ 8,514,173	₩ 729,996	₩ 1,126,719
Charged	696,844	16,340	237,038
Utilized	(476,748)	(28,113)	(224,054)
Effect of foreign exchange differences and others	81,777	(16)	9,119
End of the period	₩ 8,816,046	₩ 718,207	₩ 1,148,822

**18. OTHER FINANCIAL LIABILITIES:**

(1) Other financial liabilities as of March 31, 2022 are as follows.

Description	March 31, 2022	
	Current	Non-current
	(In millions of Korean Won)	
Financial liabilities measured at FVPL	₩ 3,296	₩ 72,488
Derivative liabilities that are effective hedging instruments	57,077	6,858
Financial Liabilities measured at amortized cost	146	1,071
	₩ 60,519	₩ 80,417

(2) Other financial liabilities as of December 31, 2021 are as follows.

Description	December 31, 2021	
	Current	Non-current
	(In millions of Korean Won)	
Financial liabilities measured at FVPL	₩ 674	₩ 53,427
Derivative liabilities that are effective hedging instruments	54,365	32,705
Financial Liabilities measured at amortized cost	148	1,126
	₩ 55,187	₩ 87,258

**19. OTHER LIABILITIES:**

Other liabilities as of March 31, 2022 and December 31, 2021 are as follows.

Description	March 31, 2022		December 31, 2021	
	Current	Non-current	Current	Non-current
	(In millions of Korean Won)			
Advances received	₩ 1,392,965	₩ 48,956	₩ 1,235,937	₩ 42,482
Withholdings	1,151,105	198,953	968,318	197,714
Accrued expenses	3,309,259	-	2,851,174	-
Unearned income	939,793	2,521,281	864,536	2,356,667
Due to customers for contract work	922,941	-	902,124	-
Others	1,659,628	730,221	618,031	747,755
	₩ 9,375,691	₩ 3,499,411	₩ 7,440,120	₩ 3,344,618

## 20. FINANCIAL INSTRUMENTS:

(1) Financial assets by categories as of March 31, 2022 are as follows.

Description	Financial assets measured at FVPL	Financial assets measured at amortized cost	Financial assets measured at FVOCI	Derivative assets that are effective hedging instruments	Book value	Fair value
(In millions of Korean Won)						
Cash and cash equivalents	₩ -	₩ 14,151,060	₩ -	₩ -	₩ 14,151,060	₩ 14,151,060
Short-term and long-term financial instruments	-	7,456,347	-	-	7,456,347	7,456,347
Trade notes and accounts receivable	-	3,556,466	-	-	3,556,466	3,556,466
Other receivables	-	2,402,367	-	-	2,402,367	2,402,367
Other financial assets	9,741,777	23,229	2,869,024	745,236	13,379,266	13,379,266
Other assets	18,551	354,506	-	-	373,057	373,057
Financial services receivables	-	82,454,422	-	-	82,454,422	81,749,856
	<u>₩ 9,760,328</u>	<u>₩ 110,398,397</u>	<u>₩ 2,869,024</u>	<u>₩ 745,236</u>	<u>₩ 123,772,985</u>	<u>₩ 123,068,419</u>

Financial assets by categories as of December 31, 2021 are as follows.

Description	Financial assets measured at FVPL	Financial assets measured at amortized cost	Financial assets measured at FVOCI	Derivative assets that are effective hedging instruments	Book value	Fair value
(In millions of Korean Won)						
Cash and cash equivalents	₩ -	₩ 12,795,554	₩ -	₩ -	₩ 12,795,554	₩ 12,795,554
Short-term and long-term financial instruments	-	7,255,743	-	-	7,255,743	7,255,743
Trade notes and accounts receivable	-	3,284,453	-	-	3,284,453	3,284,453
Other receivables	-	2,076,803	-	-	2,076,803	2,076,803
Other financial assets	12,472,100	27,195	2,911,523	525,114	15,935,932	15,935,932
Other assets	23,568	331,353	-	-	354,921	354,921
Financial services receivables	-	81,029,132	-	-	81,029,132	81,059,639
	<u>₩ 12,495,668</u>	<u>₩ 106,800,233</u>	<u>₩ 2,911,523</u>	<u>₩ 525,114</u>	<u>₩ 122,732,538</u>	<u>₩ 122,763,045</u>

(2) Financial liabilities by categories as of March 31, 2022 are as follows.

Description	Financial liabilities measured at FVPL	Financial liabilities measured at amortized cost	Derivative liabilities that are effective hedging instruments	Book value	Fair value
(In millions of Korean Won)					
Trade notes and accounts payable	₩ -	₩ 9,112,776	₩ -	₩ 9,112,776	₩ 9,112,776
Other payables	-	4,521,618	-	4,521,618	4,521,618
Borrowings and debentures	-	108,767,446	-	108,767,446	107,003,284
Other financial liabilities	75,784	1,217	63,935	140,936	140,936
Lease liabilities	-	907,761	-	907,761	907,761
Other liabilities	-	3,622,122	-	3,622,122	3,622,122
	₩ 75,784	₩ 126,932,940	₩ 63,935	₩ 127,072,659	₩ 125,308,497

Financial liabilities by categories as of December 31, 2021 are as follows.

Description	Financial liabilities measured at FVPL	Financial liabilities measured at amortized cost	Derivative liabilities that are effective hedging instruments	Book value	Fair value
(In millions of Korean Won)					
Trade notes and accounts payable	₩ -	₩ 9,155,255	₩ -	₩ 9,155,255	₩ 9,155,255
Other payables	-	5,422,320	-	5,422,320	5,422,320
Borrowings and debentures	-	107,793,278	-	107,793,278	108,112,411
Other financial liabilities	54,101	1,274	87,070	142,445	142,445
Lease liabilities	-	950,572	-	950,572	950,572
Other liabilities	-	2,415,891	-	2,415,891	2,415,891
	₩ 54,101	₩ 125,738,590	₩ 87,070	₩ 125,879,761	₩ 126,198,894

### (3) Fair value estimation

The Group categorizes the assets and liabilities measured at fair value into the following three-level fair value hierarchy in accordance with the inputs used for fair value measurement.

- Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- Level 3: Inputs for the asset or liability that are not based on observable market data (unobservable inputs).

Fair value measurements of financial instruments by fair value hierarchy levels as of March 31, 2022 are as follows.

Description	March 31, 2022			
	Level 1	Level 2	Level 3	Total
	(In millions of Korean Won)			
Financial assets:				
Financial assets measured at FVPL	₩ 122,691	₩ 9,469,653	₩ 167,984	₩ 9,760,328
Derivative assets that are effective hedging instruments	-	745,236	-	745,236
Financial assets measured at FVOCI	1,591,812	429,699	847,513	2,869,024
	<u>₩ 1,714,503</u>	<u>₩ 10,644,588</u>	<u>₩ 1,015,497</u>	<u>₩ 13,374,588</u>
Financial liabilities:				
Financial liabilities measured at FVPL	₩ -	₩ 21,511	₩ 54,273	₩ 75,784
Derivative liabilities that are effective hedging instruments	-	63,935	-	63,935
	<u>₩ -</u>	<u>₩ 85,446</u>	<u>₩ 54,273</u>	<u>₩ 139,719</u>

Fair value measurements of financial instruments by fair value hierarchy levels as of December 31, 2021 are as follows.

Description	December 31, 2021			
	Level 1	Level 2	Level 3	Total
	(In millions of Korean Won)			
Financial assets:				
Financial assets measured at FVPL	₩ 107,290	₩ 12,226,048	₩ 162,330	₩ 12,495,668
Derivative assets that are effective hedging instruments	-	525,114	-	525,114
Financial assets measured at FVOCI	1,561,959	435,797	913,767	2,911,523
	<u>₩ 1,669,249</u>	<u>₩ 13,186,959</u>	<u>₩ 1,076,097</u>	<u>₩ 15,932,305</u>
Financial liabilities:				
Financial liabilities measured at FVPL	₩ -	₩ 962	₩ 53,139	₩ 54,101
Derivative liabilities that are effective hedging instruments	-	87,070	-	87,070
	<u>₩ -</u>	<u>₩ 88,032</u>	<u>₩ 53,139</u>	<u>₩ 141,171</u>

The changes in financial instruments classified as Level 3 for the three-month period ended March 31, 2022 are as follows.

Description	Beginning of the period	Purchases	Disposals	Valuation	Others	End of the period
	(In millions of Korean Won)					
Financial assets measured at FVPL	₩ 162,330	₩ 6,382	₩ (1,181)	₩ 453	₩ -	₩ 167,984
Financial assets measured at FVOCI	913,767	1,491	-	8,013	(75,758)	847,513
Financial liabilities measured at FVPL	53,139	-	-	-	1,134	54,273



The changes in financial instruments classified as Level 3 for the three-month period ended March 31, 2021 are as follows.

Description	Beginning of the period	Purchases	Disposals	Valuation	Others	End of the period
(In millions of Korean Won)						
Financial assets measured at FVPL	₩ 515,020	₩ 8,062	₩ (235)	₩ (412)	₩ -	₩ 522,435
Financial assets measured at FVOCI	739,669	7,243	(2,579)	9,529	1,499	755,361

(4) Interest income, dividend income and interest expenses by categories of financial instruments for the three-month period ended March 31, 2022 are as follows.

Description	Three-month period ended March 31, 2022		
	Interest income	Dividend income	Interest expenses
(In millions of Korean Won)			
Non-financial services:			
Financial assets measured at amortized cost	₩ 77,952	₩ -	₩ -
Financial assets measured at FVPL	28,475	-	-
Financial assets measured at FVOCI	-	37,984	-
Financial liabilities measured at amortized cost	-	-	76,402
	<u>₩ 106,427</u>	<u>₩ 37,984</u>	<u>₩ 76,402</u>
Financial services:			
Financial assets measured at amortized cost	₩ 789,710	₩ -	₩ -
Financial assets measured at FVPL	1,503	1,103	-
Financial assets measured at FVOCI	62	-	-
Financial liabilities measured at amortized cost	-	-	456,360
	<u>₩ 791,275</u>	<u>₩ 1,103</u>	<u>₩ 456,360</u>

Interest income, dividend income and interest expenses by categories of financial instruments for the three-month period ended March 31, 2021 are as follows.

Description	Three-month period ended March 31, 2021		
	Interest income	Dividend income	Interest expenses
	(In millions of Korean Won)		
Non-financial services:			
Financial assets measured at amortized cost	₩ 54,552	₩ -	₩ -
Financial assets measured at FVPL	24,846	-	-
Financial assets measured at FVOCI	-	24,280	-
Financial liabilities measured at amortized cost	-	-	66,162
	<u>₩ 79,398</u>	<u>₩ 24,280</u>	<u>₩ 66,162</u>
Financial services:			
Financial assets measured at amortized cost	₩ 994,330	₩ -	₩ -
Financial assets(liabilities) measured at FVPL	922	1,355	40
Financial assets measured at FVOCI	29	-	-
Financial liabilities measured at amortized cost	-	-	429,495
	<u>₩ 995,281</u>	<u>₩ 1,355</u>	<u>₩ 429,535</u>

- (5) The commission income (financial services revenue) arising from financial assets or liabilities other than financial assets or liabilities measured at FVPL for the three-month periods ended March 31, 2022 and 2021 are ₩233,629 million and ₩215,384 million, respectively. In addition, the fee expenses (cost of sales from financial services) related to financial assets or liabilities other than financial assets or liabilities measured at FVPL for the three-month periods ended March 31, 2022 and 2021 are ₩94,656 million and ₩78,609 million, respectively.
- (6) The Group recognizes transfers between levels of the fair value hierarchy at the date of the event or change in circumstances that caused the transfer. There are no significant transfers between Level 1 and Level 2 for the three-month period ended March 31, 2022.
- (7) Descriptions of the valuation techniques and the inputs used in the fair value measurements categorized within Level 2 and Level 3 of the fair value hierarchy are as follows.

- Currency forwards, options and swap

Fair value of currency forwards, options and swap is measured based on forward exchange rate quoted in the current market at the end of the reporting period, which has the same remaining period of derivatives to be measured. If the forward exchange rate, which has the same remaining period of currency forwards, options and swap, is not quoted in the current market, fair value is measured using estimates of similar period of forward exchange rate by applying interpolation method with quoted forward exchange rates.

As the inputs used to measure fair value of currency forwards, options and swap are supported by observable market data, such as forward exchange rates, the Group classifies the estimates of fair value measurements of the currency forwards, options and swap as Level 2 of the fair value hierarchy.

- Interest rate swap

The discount rate and forward interest rate used to measure the fair value of interest rate swap are determined based on an applicable yield curve derived from interest quoted in the current market at the end of the reporting period. The fair value of interest rate swap was measured as a discount on the estimated future cash flows of interest rate swap based on forward interest rates derived from the above method at an appropriate discount rate.

As the inputs used to measure fair value of interest rate swap are supported by observable market data, such as yield curves, the Group classifies the estimates of fair value measurements of the interest rate swap as Level 2 of the fair value hierarchy.

- Debt instruments including corporate bonds

Fair value of debt instruments including corporate bonds is measured applying discounted cash flow method. The rate used to discount cash flows is determined based on swap rate and credit spreads of debt instruments, which have the similar credit rating and period quoted in the current market with those of debt instruments including corporate bonds that should be measured. The Group classifies fair value measurements of debt instruments including corporate bonds as Level 2 of the fair-value hierarchy since the rate, which has significant effects on fair value of debt instruments including corporate bonds, is based on observable market data.

- Unlisted equity securities

Fair value of unlisted equity securities is measured using discounted cash flow projection and market approach, and as for discounted cash flow projections, certain assumptions not based on observable market prices or rate, such as sales growth rate, pre-tax operating income ratio and discount rate based on business plan and circumstance of industry are used to estimate the future cash flow. The discount rate used to discount the future cash flows, is calculated by applying the Capital Asset Pricing Model, using the data of similar listed companies. The Group determines that the effect of estimation and assumptions referred above affecting fair value of unlisted equity securities is significant and classifies fair value measurements of unlisted securities as Level 3 of the fair value hierarchy.

- Put options (Derivatives)

The fair value of put options (derivatives) is measured based on the stock price volatility up to the fair value, exercise price, and maturity of the underlying asset, using the binomial option pricing model. The discount rate used in the binomial option pricing model is applied by converting the rate of return on corporate bonds with equivalent credit rating corresponding to the remaining maturity into a continuous compounding discount rate, and the stock price volatility up to maturity uses historical volatility of proxy companies in similar industries in response to the remaining maturity. The fair value of the underlying asset is assumed to be maintained until the end of the current period after estimating the underlying asset value on the contracted date by inverting the underlying asset value inherent in the terms of the transaction on the premise that the acquisition transaction of related shares in the current period is an orderly transaction and traded at fair value. The group classifies the fair value measurement of put options (derivatives) as Level 3 in the fair value hierarchy based on the assumption that the effect of the above assumptions and estimates on the fair value of put options classified.

- (8) The quantitative information about significant unobservable inputs used in the fair value measurements categorized within Level 3 of the fair value hierarchy and the description of relationships of significant unobservable inputs to the fair value are as follows.

Description	Fair value at March 31, 2022		Valuation techniques	Unobservable inputs	Description of relationship
	Financial assets	Financial liabilities			
	(In millions of Korean Won)				
Unlisted equity securities, put options and others	₩ 1,015,497	₩ 54,273	Discounted cash flow and others	Sales growth rate Pre-tax operating profit margin ratio Discount rate Stock price volatility	If the sales growth rate and the pre-tax operating profit margin ratio increases or the discount rate declines or stock price volatility increases, the fair value increases.

The Group does not expect changes in significant unobservable inputs that are used for reflecting alternative assumptions would have significant impact on the fair value.

## 21. CAPITAL STOCK:

The Company's number of shares authorized is 600,000,000 shares. Common stock and preferred stock as of March 31, 2022 and December 31, 2021 are as follows.

### (1) Common stock

Description	March 31, 2022		December 31, 2021	
	(In millions of Korean Won, except par value)			
Issued	213,668,187 shares		213,668,187 shares	
Par value	₩	5,000	₩	5,000
Capital stock	1,157,982		1,157,982	

The Company completed stock retirement of 10,000,000 common shares, 1,320,000 common shares and 6,608,292 common shares as of March 5, 2001, May 4, 2004 and July 27, 2018 respectively. Due to these stock retirements, the total face value of outstanding stock differs from the capital stock amount.

### (2) Preferred stock

Description	Par value	Issued	Korean Won (In millions of Korean Won)	Dividend rate
1 <sup>st</sup> preferred stock	₩ 5,000	24,356,685 shares	₩ 125,550	Dividend rate of common stock + 1%
2 <sup>nd</sup> preferred stock	"	36,485,451 shares	193,069	The lowest stimulated dividend rate: 2%
3 <sup>rd</sup> preferred stock	"	2,428,735 shares	12,392	The lowest stimulated dividend rate: 1%
		63,270,871 shares	₩ 331,011	

As of March 5, 2001, the Company retired 1,000,000 second preferred shares and as of July 27, 2018, the Company retired 753,297 first preferred shares, 1,128,414 second preferred shares and 49,564 third preferred shares. Due to the stock retirement, the total face value of outstanding stock differs from the capital stock amount.

## 22. CAPITAL SURPLUS:

Capital surplus as of March 31, 2022 and December 31, 2021 are as follows.

Description	March 31, 2022	December 31, 2021
	(In millions of Korean Won)	
Paid-in capital in excess of par value	₩ 3,321,334	₩ 3,321,334
Others	748,926	748,926
	₩ 4,070,260	₩ 4,070,260

## 23. OTHER CAPITAL ITEMS:

Other capital items consist of treasury stocks purchased for the stabilization of stock price. Number of treasury stocks as of March 31, 2022 and December 31, 2021 are as follows.

Description	March 31, 2022	December 31, 2021
	(Number of shares)	
Common stock	14,902,914	14,048,242
1 <sup>st</sup> preferred stock	2,430,559	2,333,133
2 <sup>nd</sup> preferred stock	1,718,424	1,572,482
3 <sup>rd</sup> preferred stock	72,861	63,146

## 24. ACCUMULATED OTHER COMPREHENSIVE LOSS:

(1) Accumulated other comprehensive loss as of March 31, 2022 is as follows.

Description	March 31, 2022
	(In millions of Korean Won)
Gain on valuation of financial assets measured at FVOCI	₩ 541,849
Loss on valuation of financial assets measured at FVOCI	(530,068)
Gain on valuation of cash flow hedge derivatives	118,761
Loss on valuation of cash flow hedge derivatives	(55,235)
Gain on share of the other comprehensive income of equity-accounted investees	238,034
Loss on share of the other comprehensive income of equity-accounted investees	(547,122)
Loss on foreign operations translation, net	(1,218,042)
	₩ (1,451,823)

(2) Accumulated other comprehensive loss as of December 31, 2021 is as follows.

Description	December 31, 2021
	(In millions of Korean Won)
Gain on valuation of financial assets measured at FVOCI	₩ 451,693
Loss on valuation of financial assets measured at FVOCI	(370,812)
Gain on valuation of cash flow hedge derivatives	56,048
Loss on valuation of cash flow hedge derivatives	(42,068)
Gain on share of the other comprehensive income of equity-accounted investees	228,299
Loss on share of the other comprehensive income of equity-accounted investees	(587,620)
Loss on foreign operations translation, net	(1,508,141)
	₩ (1,772,601)

## 25. RETAINED EARNINGS:

Retained earnings as of March 31, 2022 and December 31, 2021 are as follows

Description	March 31, 2022		December 31, 2021	
	(In millions of Korean Won)			
Legal reserve (*)	₩	744,836	₩	744,836
Discretionary reserve		47,307,996		47,701,296
Unappropriated		25,700,567		24,721,723
	₩	73,753,399	₩	73,167,855

(\*) The Commercial Code of the Republic of Korea requires the Company to appropriate as a legal reserve, a minimum of 10% of annual cash dividends declared, until such reserve equals 50% of its capital stock issued. The reserve is not available for the payment of cash dividends, but may be transferred to capital stock or used to reduce accumulated deficit, if any.

Appraisal gains, amounting to ₩1,852,871 million, derived from asset revaluation pursuant to the Asset Revaluation Law of Korea are included in retained earnings. It may be only transferred to capital stock or used to reduce accumulated deficit, if any.

## 26. HYBRID BOND:

- (1) Hyundai Card Co., Ltd., a subsidiary of the Company, issued hybrid bond and the Group classified it as equity (non-controlling interests). As of March 31, 2022, hybrid bond is as follows.

Description	Issue date	Maturity date	Annual interest rate	March 31, 2022
			(%)	(In millions of Korean Won)
The 731st Hybrid Tier 1 (Private)	July 5, 2018	July 5, 2048	4.70	₩ 300,000
Issue cost				(760)
				₩ 299,240

- (2) As of March 31, 2022, the conditions of hybrid bond that Hyundai Card Co., Ltd., a subsidiary of the Company issued are as follows.

	Description
Maturity	Thirty years (Maturity extension is possible according to the issuer's decision upon maturity)
Interest rate	Issue date ~ July 5, 2023: An annual fixed interest rate of 4.7% Increase of 2% thereafter which is limited to one time only in accordance with Step-up clause
Interest payment condition	Three months, optional postponement of payment
Others	Repayment before maturity by issuer is permitted after five years from issue date

**27. SALES:**

(1) Sales for the three-month periods ended March 31, 2022 and 2021 are as follows.

Description	Three-month period ended March 31,	
	2022	2021
	(In millions of Korean Won)	
Sales of goods	₩ 25,632,126	₩ 23,116,729
Rendering of services	721,504	606,142
Royalties	37,171	21,465
Financial services revenue	3,083,912	2,890,881
Revenue related to construction contracts	662,509	641,027
Others	161,346	114,627
	₩ 30,298,568	₩ 27,390,871

(2) As of March 31, 2022, the aggregate transaction price allocated to the unsatisfied (or partially unsatisfied) performance obligation that is expected to be recognized as revenue in future periods is as follows.

Description	Within a year		After a year	
	(In millions of Korean Won)			
Deferred revenue and others	₩	1,608,726	₩	2,448,880

**28. SELLING AND ADMINISTRATIVE EXPENSES:**

Selling and administrative expenses for the three-month periods ended March 31, 2022 and 2021 are as follows.

Description	2022		2021	
	(In millions of Korean Won)			
Selling expenses:				
Export expenses	₩	12,035	₩	11,522
Overseas market expenses		127,698		101,765
Advertisements and sales promotion		625,694		550,710
Sales commissions		197,716		240,148
Expenses for warranties		784,151		648,290
Transportation expenses		25,108		26,076
		1,772,402		1,578,511
Administrative expenses:				
Payroll		801,574		665,532
Post-employment benefits		41,827		44,824
Welfare expenses		126,999		123,471
Service charges		364,978		333,198
Research		347,676		295,134
Others		388,820		339,285
		2,071,874		1,801,444
	₩	3,844,276	₩	3,379,955

**29. GAIN(LOSS) ON INVESTMENTS IN JOINT VENTURES AND ASSOCIATES:**

Gain(loss) on investments in joint ventures and associates for the three-month periods ended March 31, 2022 and 2021 is as follows.

Description	Three-month period ended March 31,	
	2022	2021
	(In millions of Korean Won)	
Gain on share of earnings of equity-accounted investees, net	₩ 350,685	₩ 367,257
Gain(loss) on disposals of investments in associates	10,218	(6,650)
	<u>₩ 360,903</u>	<u>₩ 360,607</u>

**30. FINANCE INCOME AND EXPENSES:**

(1) Finance income for the three-month periods ended March 31, 2022 and 2021 are as follows.

Description	Three-month period ended March 31,	
	2022	2021
	(In millions of Korean Won)	
Interest income	₩ 106,427	₩ 79,398
Gain on foreign exchange transactions	30,597	24,675
Gain on foreign currency translation	40,383	29,138
Dividend income	37,984	24,280
Gain on derivatives	6,962	13,195
Others	911	1,078
	<u>₩ 223,264</u>	<u>₩ 171,764</u>

(2) Finance expenses for the three-month periods ended March 31, 2022 and 2021 are as follows.

Description	Three-month period ended March 31,	
	2022	2021
	(In millions of Korean Won)	
Interest expenses	₩ 91,250	₩ 71,275
Loss on foreign exchange transactions	14,622	7,841
Loss on foreign currency translation	54,311	66,461
Loss on derivatives and others	29,613	1,373
	<u>₩ 189,796</u>	<u>₩ 146,950</u>

**31. OTHER INCOME AND EXPENSES:**

(1) Other income for the three-month periods ended March 31, 2022 and 2021 are as follows.

Description	Three-month period ended March 31,	
	2022	2021
	(In millions of Korean Won)	
Gain on foreign exchange transactions	₩ 168,395	₩ 177,963
Gain on foreign currency translation	193,946	113,633
Gain on disposals of PP&E	6,479	3,424
Commission income	2,788	5,391
Rental income	21,853	24,096
Others	102,124	102,962
	<u>₩ 495,585</u>	<u>₩ 427,469</u>



(2) Other expenses for the three-month periods ended March 31, 2022 and 2021 are as follows.

Description	Three-month period ended March 31,	
	2022	2021
	(In millions of Korean Won)	
Loss on foreign exchange transactions	₩ 180,072	₩ 161,228
Loss on foreign currency translation	148,103	137,014
Loss on disposals of PP&E	79,013	6,304
Donations	15,513	11,312
Others	117,559	107,370
	₩ 540,260	₩ 423,228

### 32. EXPENSES BY NATURE:

Expenses by nature for the three-month periods ended March 31, 2022 and 2021 are as follows.

Description	Three-month period ended March 31,	
	2022	2021
	(In millions of Korean Won)	
Changes in inventories	₩ (457,149)	₩ (801,785)
Raw materials and merchandise used	17,314,529	16,597,174
Employee benefits	2,647,420	2,289,182
Depreciation	763,611	699,840
Amortization	432,954	385,998
Others	8,208,533	6,987,075
Total (*)	₩ 28,909,898	₩ 26,157,484

(\*) Sum of cost of sales, selling and administrative expenses and other expenses in the consolidated statements of income.

### 33. EARNINGS PER COMMON STOCK AND PREFERRED STOCK:

Basic earnings per common stock and preferred stock are computed by dividing profit available to common stock and preferred stock by the weighted-average number of common stock and preferred stock outstanding during the period. The Group does not compute diluted earnings per common stock for the three-month periods ended March 31, 2022 and 2021, since there are no dilutive items during the period.

Basic earnings per common stock and preferred stock for the three-month periods ended March 31, 2022 and 2021 are computed as follows.

Description	Three-month period ended March 31,					
	2022			2021		
	Profit attributable to share	Weighted-average number of shares outstanding (*1)	Basic earnings per share	Profit attributable to share	Weighted-average number of shares outstanding (*1)	Basic earnings per share
	(In millions of Korean Won, except per share amounts)					
Common stock	₩ 1,221,012	198,986,428	₩ 6,136	₩ 1,021,975	200,576,769	₩ 5,095
1 <sup>st</sup> Preferred stock (*2)	134,966	21,950,522	6,149	113,236	22,169,692	5,108
2 <sup>nd</sup> Preferred stock	214,442	34,803,075	6,162	179,882	35,131,881	5,120
3 <sup>rd</sup> Preferred stock	14,502	2,358,375	6,149	12,157	2,380,161	5,108

(\*1) Weighted-average number of shares outstanding includes the effects of treasury stock transactions.

(\*2) 1<sup>st</sup> preferred stock meets the definition of 'ordinary shares' as defined in K-IFRS 1033 'Earnings per Share'.

### 34. INCOME TAX EXPENSE:

Income tax expense is computed by adjusting from income tax currently payable to adjustments recognized in the current period in relation to prior periods, changes in deferred taxes due to temporary differences, income tax expense in relation to items not recognized as profit or loss and others. The average effective tax rates (income tax expense divided by profit before income tax) for the three-month periods ended March 31, 2022 and 2021 are 22.0% and 25.6%, respectively.

### 35. RETIREMENT BENEFIT PLAN:

- (1) Expenses recognized in relation to defined contribution plans for the three-month periods ended March 31, 2022 and 2021 are as follows.

Description	Three-month period ended March 31,	
	2022	2021
	(In millions of Korean Won)	
Paid-in cash	₩ 2,594	₩ 2,293
Recognized liability	1,485	1,241
	₩ 4,079	₩ 3,534

- (2) The significant actuarial assumptions used by the Group as of March 31, 2022 and December 31, 2021 are as follows.

Description	March 31, 2022	December 31, 2021
Discount rate (*)	4.24%	3.84%
Rate of expected future salary increase	4.72%	4.51%

- (\*) The Group applied the market yields of high-quality corporate bonds (AA+) and others as the discount rate at March 31, 2022, to discount the defined benefit obligation to the present value, and the same discount rate was applied as the expected return rate when calculating interest income on plan assets.

Employee turnover and mortality assumptions used for actuarial valuation are based on the economic conditions and statistical data of each country where entities within the Group are located.

- (3) The amounts recognized in the consolidated statements of financial position related to defined benefit plans as of March 31, 2022 and December 31, 2021 are as follows.

Description	March 31, 2022		December 31, 2021	
	(In millions of Korean Won)			
Present value of defined benefit obligations	₩	6,340,348	₩	6,580,593
Fair value of plan assets		(6,445,797)		(6,721,149)
	₩	(105,449)	₩	(140,556)
Net defined benefit liabilities		90,768		79,165
Net defined benefit assets		(196,217)		(219,721)

(4) Changes in net defined benefit assets and liabilities for the three-month period ended March 31, 2022 are as follows.

Description	Present value of defined benefit obligations		Fair value of plan assets		Net defined benefit liabilities	
	(In millions of Korean Won)					
Beginning of the period	₩	6,580,593	₩	(6,721,149)	₩	(140,556)
Current service cost		146,577		-		146,577
Interest expenses (income)		42,823		(45,750)		(2,927)
		6,769,993		(6,766,899)		3,094
Remeasurements:						
Return on plan assets		-		33,572		33,572
Actuarial gains and losses arising from changes in financial assumptions		(52,682)		-		(52,682)
		(52,682)		33,572		(19,110)
Contributions		-		(2,809)		(2,809)
Benefits paid		(366,611)		300,428		(66,183)
Transfers in (out)		383		(250)		133
Effect of foreign exchange differences and others		(10,735)		(9,839)		(20,574)
End of the period	₩	6,340,348	₩	(6,445,797)	₩	(105,449)

Changes in net defined benefit assets and liabilities for the three-month period ended March 31, 2021 are as follows.

Description	Present value of defined benefit obligations		Fair value of plan assets		Net defined benefit liabilities	
	(In millions of Korean Won)					
Beginning of the period	₩	6,490,583	₩	(6,253,299)	₩	237,284
Current service cost		148,570		-		148,570
Interest expenses (income)		35,036		(34,874)		162
		<u>6,674,189</u>		<u>(6,288,173)</u>		<u>386,016</u>
Remeasurements:						
Return on plan assets		-		12,136		12,136
Actuarial gains and losses arising from changes in financial assumptions		(38,801)		-		(38,801)
Actuarial gains and losses arising from experience adjustments and others		684		-		684
		<u>(38,117)</u>		<u>12,136</u>		<u>(25,981)</u>
Contributions		-		(2,438)		(2,438)
Benefits paid		(284,603)		240,272		(44,331)
Transfers in (out)		591		450		1,041
Effect of foreign exchange differences and others		18,409		(14,885)		3,524
End of the period	₩	6,370,469	₩	(6,052,638)	₩	317,831

(5) The fair value of the plan assets as of March 31, 2022 and December 31, 2021 is as follows.

Description	March 31, 2022		December 31, 2021	
		(In millions of Korean Won)		
Insurance instruments	₩	6,443,146	₩	6,717,877
Others		2,651		3,272
	₩	6,445,797	₩	6,721,149

### 36. CASH GENERATED FROM OPERATIONS:

Cash generated from operations for the three-month periods ended March 31, 2022 and 2021 are as follows.

Description	Three-month period ended March 31,			
	2022		2021	
		(In millions of Korean Won)		
Profit for the period	₩	1,777,376	₩	1,522,225
Adjustments:				
Retirement benefit costs		145,135		149,973
Depreciation		763,611		699,840
Amortization of intangible assets		432,954		385,998
Provision for warranties		713,084		596,034
Income tax expense		501,250		524,052
Loss (gain) on foreign currency translation, net		(31,915)		60,704
Loss on disposals of PP&E, net		72,534		2,880
Interest income, net		(15,177)		(8,123)
Gain on share of earnings of equity-accounted investees, net		(350,685)		(367,257)
Cost of sales from financial services, net		1,666,140		1,415,491
Others		271,672		233,775
		4,168,603		3,693,367
Changes in operating assets and liabilities:				
Decrease (increase) in trade notes and accounts receivable		(210,906)		154,566
Decrease in other receivables		503,509		375,823
Decrease in other financial assets		408,057		313,444
Increase in inventories		(1,082,744)		(438,878)
Decrease (increase) in other assets		321,361		(350,846)
Increase (decrease) in trade notes and accounts payable		(160,610)		649,759
Decrease in other payables		(977,763)		(1,704,568)
Increase in other liabilities		1,447,062		689,139
Decrease in other financial liabilities		(570)		(15,836)
Increase in net defined benefit liabilities		353		1,731
Payment of severance benefits		(66,183)		(44,331)
Decrease in provisions		(981,518)		(727,687)
Changes in financial services receivables		(739,976)		(1,941,568)
Investment in operating leases		(1,392,486)		(1,559,879)
Others		22,790		(12,725)
		(2,909,624)		(4,611,856)
Cash generated from operations	₩	3,036,355	₩	603,736

### 37. RISK MANAGEMENT:

#### (1) Capital risk management

The Group manages its capital to maintain an optimal capital structure for maximizing profit of its shareholder and reducing the cost of capital. Debt to equity ratio calculated as total liabilities divided by total equity is used as an index to manage the Group's capital. The overall capital risk management policy is consistent with that of the prior period. Debt to equity ratios as of March 31, 2022 and December 31, 2021 are as follows.

Description	March 31, 2022		December 31, 2021	
		(In millions of Korean Won)		
Total liabilities	₩	153,501,591	₩	151,330,626
Total equity		83,506,767		82,615,789
Debt-to-equity ratio		183.8%		183.2%

#### (2) Financial risk management

The Group is exposed to various financial risks such as market risk (foreign exchange risk, interest rate risk and price risk), credit risk and liquidity risk related to its financial instruments. The purpose of risk management of the Group is to identify potential risks related to financial performance and reduce, eliminate and evade those risks to an acceptable level of risks to the Group. Overall, the Group's financial risk management policy is consistent with the prior period policy.

##### 1) Market risk

The Group is mainly exposed to financial risks arising from changes in foreign exchange rates and interest rates. Accordingly, the Group uses financial derivative contracts to hedge and to manage its interest rate risk and foreign currency risk.

##### a) Foreign exchange risk management

The Group is exposed to various foreign exchange risks by making transactions in foreign currencies. The Group is mainly exposed to foreign exchange risk in USD, EUR, JPY and others.

The Group manages foreign exchange risk by matching the inflow and the outflow of foreign currencies according to each currency and maturity, and by adjusting the foreign currency settlement date based on its exchange rate forecast. The Group uses foreign exchange derivatives, such as currency forward, currency swap, and currency option; as hedging instruments. However, speculative foreign exchange trade on derivative financial instruments is prohibited.

Sensitivity analysis for a 5% change in exchange rate of the functional currency against each foreign currency on profit before income tax as of March 31, 2022 is as follows.

Foreign Currency	Foreign Exchange Rate Sensitivity	
	Increase by 5%	Decrease by 5%
	(In millions of Korean Won)	
USD	₩ (70,270)	₩ 70,270
EUR	2,454	(2,454)
JPY	(5,011)	5,011

##### b) Interest rate risk management

The Group has borrowings with fixed or variable interest rates. Also, the Group is exposed to interest rate risk arising from financial instruments with variable interest rates. To manage the interest rate risk, the Group maintains an appropriate balance between borrowings with fixed and variable interest rates for short-term borrowings and has a policy to borrow funds with fixed interest rates to avoid the future cash flow fluctuation risk for long-term debt if possible. The Group manages its interest rate risk through regular assessments of the change in market conditions and the adjustments in nature of its interest rates.

Sensitivity analysis for a 1% change in interest rates on profit before income tax as of March 31, 2022 is as follows.

Accounts	Interest Rate Sensitivity			
	Increase by 1%		Decrease by 1%	
	(In millions of Korean Won)			
Cash and cash equivalents	₩	32,854	₩	(32,854)
Financial assets measured at FVPL		(2,987)		3,378
Short-term and long-term financial instruments		17,254		(17,254)
Borrowings and debentures		(57,249)		57,249

The Company's subsidiaries, Hyundai Card Co., Ltd. and Hyundai Capital Services, Inc., that are operating financial business, are managing interest rate risk by utilizing value at risk (VaR). VaR is defined as a threshold value which is a statistical estimate of the maximum potential loss based on normal distribution. As of March 31, 2022 and December 31, 2021, the amounts of interest rate risk measured at VaR are ₩176,070 million and ₩182,864 million, respectively.

### c) Price risk

The Group is exposed to market price fluctuation risk arising from equity instruments. As of March 31, 2022, the amounts of financial assets measured at FVPL and financial assets measured at FVOCI are ₩122,691 million and ₩2,426,810 million, respectively.

### 2) Credit risk

The Group is exposed to credit risk when a counterparty defaults on its contractual obligation resulting in a financial loss for the Group. The Group operates a policy to transact with counterparties who only meet a certain level of credit rating which was evaluated based on the counterparty's financial conditions, default history, and other factors. The credit risk in the liquid funds and derivative financial instruments is limited as the Group transacts only with financial institutions with high credit-ratings assigned by international credit-rating agencies. Except for the guarantee of indebtedness discussed in Note 39, the book value of financial assets in the consolidated financial statements represents the maximum amounts of exposure to credit risk.

### 3) Liquidity risk

The Group manages liquidity risk based on maturity profile of its funding. The Group analyses and reviews actual cash outflow and its budget to match the maturity of its financial liabilities to that of its financial assets.

The Group retains an appropriate level of deposit to cope with uncertainty caused by the inherent nature of the industry which is sensitive to economic fluctuation and to invest in R&D constantly.

In addition, the Group has agreements with financial institutions related to trade financing and overdraft to mitigate any significant unexpected market deterioration. Also, the Group continues to strengthen its credit rates to secure a stable financing capability.

The Group's maturity analysis of its non-derivative liabilities according to their remaining contract period before expiration as of March 31, 2022 is as follows.

Description	Remaining contract period				Total
	Not later than one year	Later than one year and not later than five years	Later than five years		
	(In millions of Korean Won)				
Non-interest-bearing liabilities	₩ 17,236,905	₩ 22,345	₩ -	₩ 17,259,250	
Interest-bearing liabilities	35,154,402	70,529,097	9,385,314	115,068,813	
Financial guarantee	710,008	49,176	38,509	797,693	

The maturity analysis is based on the non-discounted cash flows and the earliest maturity date at which payments, i.e. both principal and interest, should be made.

### (3) Derivative instruments

The Group enters into derivative instrument contracts such as currency forwards, currency options, currency swaps and interest swaps to hedge its exposure to changes in foreign exchange rate.

As of March 31, 2022 and December 31, 2021, the Group recognized an accumulative net loss of ₩63,526 million and net profit of ₩13,980 million, respectively, in accumulated other comprehensive income or loss, for effective cash flow hedging instruments.

The longest period in which the forecasted transactions are expected to occur is within 120 months as of March 31, 2022.

For the three-month periods ended March 31, 2022 and 2021, the Group recognized a net profit of ₩145,223 million and ₩249,665 million in profit or loss (before tax), respectively, which resulted from the ineffective portion of its cash flow hedging instruments and changes in the valuation of its other non-hedging derivative instruments and others.

### 38. RELATED-PARTY AND OTHER TRANSACTIONS:

The transactions and balances of receivables and payables within the Group are wholly eliminated in the preparation of consolidated financial statements of the Group.

- (1) For the three-month period ended March 31, 2022, significant transactions arising from operations between the Group and related parties or affiliates by the Monopoly Regulation and Fair Trade Act of the Republic of Korea (“the Act”) are as follows.

Description		Sales/proceeds		Purchases/expenses	
		Sales	Others	Purchases	Others
(In millions of Korean Won)					
Entity with significant influence over the Company and its subsidiaries	Hyundai MOBIS Co., Ltd.	₩ 135,132	₩ 2,580	₩ 2,259,414	₩ 1,130
	Mobis Alabama, LLC	44,952	183	420,328	-
	Mobis Automotive Czech s.r.o.	88	132	533,134	11
	Mobis India, Ltd.	3,671	843	281,310	266
	Mobis Parts America, LLC	40,885	952	324,270	404
	Mobis Module CIS, LLC	11	74	62,042	18
	Mobis Parts Europe N.V.	4,776	198	168,845	79
	Others	15,125	224	323,177	2,091
Joint ventures and associates	Kia Corporation	272,500	92,692	130,126	189,149
	Kia Russia & CIS, LLC	164,447	5	-	-
	Kia Slovakia s.r.o.	35,985	3	173,829	68
	Kia Georgia, Inc.	176,572	266	33	-
	BHMC	46,243	-	6,882	-
	HMGC	6,348	343	17,635	1,086
	Hyundai WIA Corporation	27,968	36	230,311	3,476
	Others	189,920	12,567	1,227,702	354,689
Other related parties		4,761	2,258	845	1
Affiliates by the Act		185,150	24,723	2,278,248	186,940

For the three-month period ended March 31, 2021, significant transactions arising from operations between the Group and related parties or affiliates by the Act are as follows.

Description		Sales/proceeds		Purchases/expenses	
		Sales	Others	Purchases	Others
(In millions of Korean Won)					
Entity with significant influence over the Company and its subsidiaries	Hyundai MOBIS Co., Ltd.	₩ 135,529	₩ 132,432	₩ 1,993,517	₩ 13,658
	Mobis Alabama, LLC	44,921	138	361,671	3,194
	Mobis Automotive Czech s.r.o.	-	122	442,519	3
	Mobis India, Ltd.	3,545	752	293,954	900
	Mobis Parts America, LLC	18,045	851	213,471	156
	Mobis Module CIS, LLC	-	88	96,019	90
	Mobis Parts Europe N.V.	2,911	91	101,178	-
	Others	6,724	264	238,199	1,901
Joint ventures and associates	Kia Corporation	291,620	93,173	184,141	206,687
	Kia Russia & CIS, LLC	235,284	45	-	-
	Kia Slovakia s.r.o.	24,399	1	156,119	-
	Kia Georgia, Inc.	160,394	282	-	-
	BHMC	42,047	45	34,835	-
	HMGC	7,129	337	26,492	3,342
	Hyundai WIA Corporation	32,230	95	360,276	1,405
	Others	174,023	18,318	1,123,675	362,413
Other related parties		2,711	1,795	25	2
Affiliates by the Act		209,807	35,485	2,152,883	180,881

(2) As of March 31, 2022, significant balances related to the transactions between the Group and related parties or affiliates by the Act are as follows.

Description		Receivables (*1,2)		Payables	
		Trade notes and accounts receivable	Other receivables and others	Trade notes and accounts payable	Other payables and others
(In millions of Korean Won)					
Entity with significant influence over the Company and its subsidiaries	Hyundai MOBIS Co., Ltd.	₩ 88,222	₩ 282,767	₩ 1,408,915	₩ 436,395
	Mobis Alabama, LLC	13,637	8	167,871	-
	Mobis Automotive Czech s.r.o.	-	428	226,704	-
	Mobis India, Ltd.	2,198	6	155,520	2
	Mobis Parts America, LLC	34,638	68	122,874	-
	Mobis Module CIS, LLC	-	70	-	5
	Mobis Parts Europe N.V.	1,428	177	50,338	-
	Others	10,781	2,589	139,244	5,643
Joint ventures and associates	Kia Corporation	322,324	577,026	89,174	127,449
	Kia Russia & CIS, LLC	27,567	68	-	-
	Kia Slovakia s.r.o.	13,712	614	59,765	3
	Kia Georgia, Inc.	68,803	52,322	-	38,363
	Kia America, Inc.	-	22,439	3	20,308
	BHMC	215,366	14,437	-	423
	HMGC	6,801	22,021	5,978	1,613
	Hyundai WIA Corporation	23,438	6,244	135,183	30,367
	Others	222,494	102,888	603,616	750,003
Other related parties		89	75	16	275
Affiliates by the Act		116,569	59,163	1,182,974	344,127

(\*1) The Group has recognized the loss allowance for the related parties' receivables in the amount of ₩232 million as of March 31, 2022 and the impairment loss is recognized in the amount of ₩23 million for the three-month period ended March 31, 2022.

(\*2) As of March 31, 2022, outstanding payment of ₩13,352 million of corporate purchase card agreement provided by Hyundai Card Co., Ltd. is included. For the three-month period ended March 31, 2022, amount used and repayment of agreement are ₩91,968 million and ₩100,712 million, respectively.



As of December 31, 2021, significant balances related to the transactions between the Group and related parties or affiliates by the Act are as follows.

Description		Receivables (*1,2)		Payables	
		Trade notes and accounts receivable	Other receivables and others	Trade notes and accounts payable	Other payables and others
(In millions of Korean Won)					
Entity with significant influence over the Company and its subsidiaries	Hyundai MOBIS Co., Ltd.	₩ 92,116	₩ 301,436	₩ 1,687,603	₩ 466,862
	Mobis Alabama, LLC	14,344	-	108,355	-
	Mobis Automotive Czech s.r.o.	-	901	194,217	-
	Mobis India, Ltd.	1,370	18	123,770	5
	Mobis Parts America, LLC	31,309	62	101,750	-
	Mobis Module CIS, LLC	15	37	50,666	-
	Mobis Parts Europe N.V.	550	118	47,095	18
	Others	11,339	491	101,671	6,947
Joint ventures and associates	Kia Corporation	328,668	335,571	84,505	121,814
	Kia Russia & CIS, LLC	134,733	48	-	-
	Kia Slovakia s.r.o.	6,832	279	46,186	205
	Kia Georgia, Inc.	91,109	64,378	11,120	96,639
	Kia America, Inc.	-	149,910	9	-
	BHMC	199,426	13,626	12,344	414
	HMGC	6,019	21,752	4,479	37,996
	Hyundai WIA Corporation	31,147	920	185,022	28,048
	Others	209,556	69,666	679,046	920,138
Other related parties		80	710	52	-
Affiliates by the Act		154,455	61,484	905,856	351,422

(\*1) The Group has recognized the loss allowance for the related parties' receivables in the amount of ₩209 million as of December 31, 2021 and the reversal of impairment loss is recognized in the amount of ₩56 million for the year ended December 31, 2021.

(\*2) As of December 31, 2021, outstanding payment of ₩22,096 million of corporate purchase card agreement provided by Hyundai Card Co., Ltd. is included. For the year ended December 31, 2021, amount used and repayment of agreement are ₩383,299 million and ₩406,133 million, respectively.

(3) Significant fund transactions and equity contribution transactions for the three-month period ended March 31, 2022, between the Group and related parties are as follows.

Description	Loans		Borrowings		Equity contribution
	Lending	Collection	Borrowing	Repayment	
(In millions of Korean won)					
Joint ventures and associates	-	-	- ₩	240 ₩	370,393

Significant fund transactions and equity contribution transactions for the three-month period ended March 31, 2021, between the Group and related parties are as follows.

Description	Loans		Borrowings		Equity contribution
	Lending	Collection	Borrowing	Repayment	
	(In millions of Korean won)				
Joint ventures and associates	-	-	-	-	₩ 71,056

For the three-month period ended March 31, 2022, the Group traded in other financial assets and others of ₩455,000 million with HYUNDAI MOTOR SECURITIES Co., Ltd., an associate of the Group. The Group has other financial assets of ₩485,000 million in the consolidated statement of financial position as of March 31, 2022.

For the three-month period ended March 31, 2021, HYUNDAI MOTOR SECURITIES CO., Ltd., an associate of the Group, acquired bonds issued by the consolidated entities, Hyundai Capital Services Inc. and Hyundai Card Co, Ltd. in amount of ₩10,000 million and there are no acquired bonds for the three-month period ended March 31, 2022.

- (4) Compensation of registered and unregistered directors, who are considered to be the key management personnel for the three-month periods ended March 31, 2022 and 2021 are as follows.

Description	Three-month period ended March 31,	
	2022	2021
	(In millions of Korean Won)	
Short-term employee salaries	₩ 70,024	₩ 66,022
Retirement benefit costs	10,890	11,534
Other long-term benefits	683	455
	₩ 81,597	₩ 78,011

- (5) As of March 31, 2022, the Group offers payment guarantee to related parties and affiliates by the Act.

### 39. COMMITMENTS AND CONTINGENCIES:

- (1) As of March 31, 2022, the debt guarantees provided by the Group, excluding the ones provided to the Company's subsidiaries are as follows.

Description	Domestic		Overseas (*)	
	(In millions of Korean Won)			
To associates	₩	28,299	₩	101,675
To others		5,619		693,070
	₩	33,918	₩	794,745

- (\*) The guarantee amounts in foreign currencies are translated into Korean Won using the Base Rate announced by Seoul Money Brokerage Services, Ltd. as of March 31, 2022.
- (2) As of March 31, 2022, the Group is involved in domestic and foreign lawsuits as a defendant. In addition, the Group is involved in lawsuits for product liabilities and others. The Group obtains insurance for potential losses which may result from product liabilities and other lawsuits. In addition, as of March 31, 2022, the Group is under investigation by related authorities in relation to the theta 2 engine recall, and its results and impacts are unpredictable. The Group is unable to estimate the outcome of the lawsuits and the amount and timing of outflows of resources are uncertain. The Group expects that the impact on the consolidated financial statements will not be material.
- (3) As of March 31, 2022, a substantial portion of the Group's PP&E is pledged as collateral for various loans and leasehold deposits up to ₩841,916 million. In addition, the Group pledged certain bank deposits, checks and promissory notes, including 213,466 shares of Kia Corporation, as collateral to financial institutions and others. Certain receivables held by the Company's foreign subsidiaries, such as financial services receivables are pledged as collateral for their borrowings.
- (4) As of March 31, 2022, the Group has overdrafts, general loans, and trade-financing agreements with numerous financial institutions including Kookmin Bank.
- (5) As of March 31, 2022, Hyundai Capital Services, Inc. and Hyundai Card Co., Ltd. have entered into agreements for certain borrowings including trigger clauses for the purpose of credit enhancement. If the credit rating of Hyundai Capital Services, Inc. and Hyundai Card Co., Ltd. falls below a certain level, this may result in early repayment of the borrowings or termination of the contracts.
- (6) As of March 31, 2022, Hyundai Capital Services, Inc. and Hyundai Card Co., Ltd., the subsidiaries of the Company are able to exercise the priority purchasing rights for the leased office building when the lessor wants to sell the building or after 4 years and 5 months from the lease contract commencement date.
- (7) As of March 31, 2022, the Company has a shareholder agreement with the third party investors regarding shares of Hyundai Card Co., Ltd. and Hyundai Commercial Inc. This includes the call options that allow the Company to buy shares from the investors and the put options that allow the investors to dispose of the shares to the Company.

- (8) In December 2019, the Company entered into an agreement to invest ₩1,408,220 million in the construction of new Global Business Centre (GBC). As of March 31, 2022, the Company has recognized relevant liability in the amount of ₩937,288 million in accordance with the agreement with the Seoul government to implement public contributions relating to the new construction project.
- (9) As of March 31, 2022, the Company entered into a share purchase agreement with the third party investor regarding shares of Boston Dynamics, Inc. The shareholder contract contains put options that give the investor the right to sell its shares to the Purchasers, including the Company, and the Purchasers are jointly and severally responsible for the put rights. The total amount of additional obligation of the Company in the event of defaults of the other Purchasers is ₩90,456 million.

#### 40. SEGMENT INFORMATION:

- (1) The Group has vehicle segment, finance segment and others segment. The vehicle segment is engaged in the manufacturing and sale of motor vehicles. The finance segment operates vehicle financing, credit card processing and other financing activities. Others segment includes the R&D, train manufacturing and other activities.
- (2) Sales and operating profit by operating segments for the three-month periods ended March 31, 2022 and 2021 are as follows.

For the three-month period ended March 31, 2022				
	Vehicle (*1)	Finance	Others	Total
	(In millions of Korean Won)			
Net sales (*2)	₩ 24,074,971	₩ 4,371,804	₩ 1,851,793	₩ 30,298,568
Operating profit	1,275,677	549,295	103,958	1,928,930
Inter-company sales	(14,098,642)	(62,657)	(349,383)	(14,510,682)

(\*1) Operating profit of the vehicle segment include internal transaction adjustments.

(\*2) Net sales represent sales from external customers.

For the three-month period ended March 31, 2021				
	Vehicle (*1)	Finance	Others	Total
	(In millions of Korean Won)			
Net sales (*2)	₩ 21,700,047	₩ 4,287,490	₩ 1,403,334	₩ 27,390,871
Operating profit	1,049,813	530,296	76,506	1,656,615
Inter-company sales	(12,335,830)	(93,554)	(356,930)	(12,786,314)

(\*1) Operating profit of the vehicle segment include internal transaction adjustments.

(\*2) Net sales represent sales from external customers.

- (3) Assets and liabilities by operating segments as of March 31, 2022 are as follows.

March 31, 2022					
	Vehicle	Finance	Others	Consolidation adjustments	Total
	(In millions of Korean Won)				
Total assets	₩ 123,449,480	₩ 123,713,678	₩ 8,889,623	₩ (19,044,423)	₩ 237,008,358
Total liabilities	55,469,235	106,652,892	5,286,467	(13,907,003)	153,501,591
Borrowings and debentures	12,556,247	98,193,991	2,694,638	(4,677,430)	108,767,446

Assets and liabilities by operating segments as of December 31, 2021 are as follows.

	December 31, 2021				
	Vehicle	Finance	Others	Consolidation adjustments	Total
	(In millions of Korean Won)				
Total assets	₩ 121,826,011	₩ 120,951,619	₩ 8,836,191	₩ (17,667,406)	₩ 233,946,415
Total liabilities	54,135,289	104,597,059	5,199,761	(12,601,483)	151,330,626
Borrowings and debentures	12,568,592	96,734,509	2,569,958	(4,079,781)	107,793,278

- (4) Sales by region based on where the Group's entities are located for the three-month periods ended March 31, 2022 and 2021 are as follows.

	For the three-month period ended March 31, 2022					
	Korea	North America	Asia	Europe	Others	Total
	(In millions of Korean Won)					
Net sales	₩ 9,452,222	₩ 11,571,350	₩ 3,205,204	₩ 5,255,108	₩ 814,684	₩ 30,298,568

	For the three-month period ended March 31, 2021					
	Korea	North America	Asia	Europe	Others	Total
	(In millions of Korean Won)					
Net sales	₩ 10,045,358	₩ 9,580,718	₩ 2,842,714	₩ 4,352,064	₩ 570,017	₩ 27,390,871

- (5) Non-current assets by region where the Group's entities are located as of March 31, 2022 and December 31, 2021 are as follows.

Description	March 31, 2022	December 31, 2021
	(In millions of Korean Won)	
Korea	₩ 33,015,726	₩ 33,323,986
North America	2,847,297	2,967,662
Asia	2,913,408	2,781,728
Europe	2,135,624	2,254,395
Others	628,046	520,729
	41,540,101	41,848,500
Consolidation adjustments	(265,732)	(301,775)
Total (*)	₩ 41,274,369	₩ 41,546,725

- (\*) Total amount is the same as summation of PP&E, intangible assets and investment properties.

- (6) There is no single external customer who represents 10% or more of the Group's sales for the three-month periods ended March 31, 2022 and 2021.

#### 41. CONSTRUCTION CONTRACTS:

- (1) Cost, income and loss and claimed construction from construction in progress as of March 31, 2022 and December 31, 2021 are as follows.

Description	March 31, 2022	December 31, 2021
	(In millions of Korean Won)	
Accumulated cost	₩ 12,803,939	₩ 12,658,465
Accumulated income	194,245	146,975
Accumulated construction in process	12,998,184	12,805,440
Progress billing	12,403,646	12,286,456
Due from customers	1,517,479	1,421,108
Due to customers	922,941	902,124
Reserve (*)	81,162	79,161

(\*) Reserve is recognized as long-term trade notes and accounts receivable in the consolidated financial statements.

- (2) Effects on profit or loss of current and future periods, due from customers related to changes in accounting estimates of total contract revenue and total contract costs of ongoing contracts of Hyundai Rotem, a subsidiary of the Company, as of March 31, 2022 are as follows.

Description	March 31, 2022
	(In millions of Korean Won)
Changes in accounting estimates of total contract revenue	₩ 139,520
Changes in accounting estimates of total contract costs	152,117
Effects on profit or loss of current period	(24,981)
Effects on profit or loss of future periods	12,384
Changes in due from customers	(431)
Provision for construction loss	44,522

Effects on profit or loss of current and future periods were calculated with estimated total contract costs and estimated total contract revenue based on factors that are considered to be relevant from commencement of the contract to March 31, 2022. Total contract revenue and costs may change in future periods.

- (3) There is no contract as of March 31, 2022, in which contract revenue is recognized by the proportion of contract costs incurred, that accounted for more than 5% of the Group's revenue in the prior period.