

The Convening Notice of 53rd Annual General Meeting

The Annual General Meeting of Shareholders(“AGM”) of Hyundai Motor Company (the “Company”) will be held pursuant to Article 365 of the Korean Commercial Act and Article 14 of the Articles of Incorporation of the Company.

1. Date : March 24, 2021 (Wednesday) 09:00 AM
2. Place : Grand Hall, 2nd Floor West Building, Head office of Hyundai Motor Company
12 Heolleung-ro, Seocho-gu, Seoul, Korea (T : 82-2-3464-1114)

3. Purposes of the Meeting

<Issues to report> Independent Auditor’s Report, Annual Report, Internal Accounting Control System Management Report, Corporate Governance and Communication Committee Report

<Agenda>

- 1 : Approval of the Financial Statements for the 53rd Fiscal Year (1/1/2020 ~ 12/31/2020)
- 2 : Approval of Partial Amendments of the Articles of Incorporation
- 3 : Appointment of Director(s)
 - 3-1 : Appointment of an Independent Director
 - 3-2 : Appointment of Internal Directors
- 4 : Appointment of Independent Director to be an Audit Committee Member
- 5 : Appointment of Audit Committee Member(s)
- 6 : Approval of Ceiling Amount of Remuneration for Directors

4. Matters regarding the Exercise of Voting Rights

<What to bring to the shareholders’ meeting>

- In-person : An invitation to the AGM and an identification
- Proxy : An invitation to the AGM, a power of attorney (with information of the relevant shareholder and the person with the power of attorney filled in, and duly executed and sealed), and an identification of the agent.

5. Matters regarding the Exercise of Voting Rights by Electronic Means

In accordance with Article 368-4 of Korean Commercial Act, the Company has determined to allow voting introduce exercising shareholders’ voting rights by electronic means, and the overall management of electronic voting system will be consigned to Korea Securities Depository. Shareholders may exercise their voting rights through electronic means, without physical attendance, by referring to the following methods.

- Electronic Voting Website : <https://evote.ksd.or.kr> / Mobile : <https://evote.ksd.or.kr/m>
- Voting Period : March 12, 2021 to March 23, 2021
 - * You may access the voting website for 24 hours a day (from 9 AM for the first day to 5 PM for the last day)
- If amendment motion on agendas presented at the AGM is submitted, electronic votes will automatically be abstained.

6. Notice regarding COVID-19

- To prevent from spreading of COVID-19, shareholders who have any symptom of COVID-

19 such as fever and cough may be restricted to enter the meeting. Also, shareholders who do not put on face masks may be restricted to enter. Please comply with preventive measures and put on face masks when you enter the meeting.

- If change of venue is necessary due to COVID-19 situation, it will be informed in advance.

7. Matters regarding the Protection of Rights of Physical Stock Bearers

Electronic stock system, implemented on September 16, 2019, has suspended the effect of physical stock, and physical stock bearers will be electronically classified as special account shareholders of Korea Securities Depository and will be limited from exercising their rights. If you bare physical stocks, please do convert them into electronic stocks by visiting the office of Hanabank agency services for securities.

8. Other matters

In accordance with Article 542 Section 4 of Korean Commercial Act, the reference for our business overview and agendas of AGM are located at the head office of the company, Financial Service Commission, Korea Exchange and the office of Hanabank agency services for securities.

March 5, 2021

Hyundai Motor Company
Representative Director, Eon Tae Ha
(Seal omitted)

Item 1: Approval of the Financial Statements for the 53rd Fiscal Year

* Financial statements for the 53rd fiscal year below are presented on a preliminary basis before the audit from an independent auditor. Actual audited results may subject to differ. Audited financial statements for the 53rd fiscal year, including auditor's opinion from the designated independent auditor, will be disclosed on March 9th, 2021.

HYUNDAI MOTOR COMPANY AND ITS SUBSIDIARIES

CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

AS OF DECEMBER 31, 2020 AND 2019

ASSETS	December 31, 2020		December 31, 2019	
	(In millions of Korean Won)			
Current assets:				
Cash and cash equivalents	₩	9,862,136	₩	8,681,971
Short-term financial instruments		7,219,695		7,292,626
Other financial assets		12,897,108		9,449,913
Trade notes and accounts receivable		3,283,972		3,513,090
Other receivables		4,016,972		3,402,059
Inventories		11,333,734		11,663,848
Other assets		2,033,371		1,777,627
Current tax assets		138,848		112,046
Financial services receivables		32,596,052		30,178,200
Non-current assets classified as held for sales		304,469		11,493
Total current assets		<u>83,686,357</u>		<u>76,082,873</u>
Non-current assets:				
Long-term financial instruments		61,859		803,262
Other financial assets		2,779,227		3,059,526
Long-term trade notes and accounts receivable		124,269		127,430
Other receivables		702,341		705,154
Property, plant and equipment		34,092,229		32,831,524
Investment property		160,967		171,494
Intangible assets		5,677,567		5,266,496
Investments in joint ventures and associates		19,925,260		18,375,290
Deferred tax assets		2,847,454		2,340,096
Financial services receivables		37,069,158		32,080,426
Operating lease assets		20,501,691		21,068,340
Other assets		879,509		865,767
Right-of-use assets		836,324		734,542
Total non-current assets		<u>125,657,855</u>		<u>118,429,347</u>
Total assets	₩	<u>209,344,212</u>	₩	<u>194,512,220</u>

(Continued)

HYUNDAI MOTOR COMPANY AND ITS SUBSIDIARIES

CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

AS OF DECEMBER 31, 2020 AND 2019 (CONTINUED)

LIABILITIES AND EQUITY	December 31, 2020		December 31, 2019	
	(In millions of Korean Won)			
Current liabilities:				
Trade notes and accounts payable	₩	8,793,179	₩	7,669,424
Other payables		6,123,714		6,060,100
Short-term borrowings		13,780,670		12,570,693
Current portion of long-term debt and debentures		16,104,005		15,778,558
Income tax payable		548,733		370,100
Provisions		6,360,770		3,462,034
Other financial liabilities		100,328		9,970
Non-current liabilities classified as held for sale		214,066		-
Lease liabilities		141,478		132,388
Other liabilities		7,292,585		7,260,829
Total current liabilities		59,459,528		53,314,096
Non-current liabilities:				
Long-term other payables		798,547		847,287
Debentures		48,795,361		41,805,814
Long-term debt		12,726,724		11,217,088
Net defined benefit liabilities		247,566		412,598
Provisions		4,010,118		3,682,895
Other financial liabilities		459,507		175,196
Deferred tax liabilities		3,277,573		3,503,077
Lease liabilities		615,566		635,596
Other liabilities		2,612,752		2,552,819
Total non-current liabilities		73,543,714		64,832,370
Total liabilities		133,003,242		118,146,466
Equity:				
Capital stock		1,488,993		1,488,993
Capital surplus		4,190,093		4,197,015
Other capital items		(1,700,592)		(1,516,817)
Accumulated other comprehensive loss		(3,409,661)		(2,353,022)
Retained earnings		68,911,800		68,249,633
Equity attributable to the owners of the Company		69,480,633		70,065,802
Non-controlling interests		6,860,337		6,299,952
Total equity		76,340,970		76,365,754
Total liabilities and equity	₩	209,344,212	₩	194,512,220

(Concluded)

HYUNDAI MOTOR COMPANY AND ITS SUBSIDIARIES

CONSOLIDATED STATEMENTS OF INCOME

FOR THE YEARS ENDED DECEMBER 31, 2020 AND 2019

	2020	2019
	(In millions of Korean Won, except per share amounts)	
Sales	₩ 103,997,601	₩ 105,746,422
Cost of sales	85,515,931	88,091,409
Gross profit	18,481,670	17,655,013
Selling and administrative expenses	16,086,999	14,049,508
Operating profit	2,394,671	3,605,505
Gain on investments in joint ventures and associates, net	162,162	542,826
Finance income	813,916	827,120
Finance expenses	955,991	475,218
Other income	1,308,642	1,120,958
Other expenses	1,630,144	1,457,425
Profit before income tax	2,093,256	4,163,766
Income tax expense (benefit)	168,703	978,120
Profit for the period	₩ 1,924,553	₩ 3,185,646
Profit attributable to:		
Owners of the Company	1,424,436	2,980,049
Non-controlling interests	500,117	205,597
Earnings per share attributable to the owners of the Company:		
Basic earnings per share:		
Common stock	₩ 5,454	₩ 11,310
1 st preferred stock	₩ 5,502	₩ 11,355
Diluted earnings per share:		
Common stock	₩ 5,454	₩ 11,310
1 st preferred stock	₩ 5,502	₩ 11,355

HYUNDAI MOTOR COMPANY AND ITS SUBSIDIARIES

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

FOR THE YEARS ENDED DECEMBER 31, 2020 AND 2019

	<u>2020</u>	<u>2019</u>
	(In millions of Korean Won)	
Profit for the year	₩ 1,924,553	₩ 3,185,646
Other comprehensive income (loss):		
Items that will not be reclassified subsequently to profit or loss:		
Profit (loss) on financial assets measured at FVOCI, net	29,222	(37,965)
Remeasurements of defined benefit plans	39,564	(53,144)
Changes in retained earnings of equity-accounted investees, net	1,117	(108,983)
Changes in share of earnings of equity-accounted investees, net	53,248	16,966
	<u>123,151</u>	<u>(183,126)</u>
Items that may be reclassified subsequently to profit or loss:		
Profit on financial assets measured at FVOCI, net	4,959	15,906
Gain on valuation of cash flow hedge derivatives, net	100,077	45,051
Changes in share of earnings of equity-accounted investees, net	(278,999)	271,542
Gain (loss) on foreign operations translation, net	(971,213)	481,848
	<u>(1,145,176)</u>	<u>814,347</u>
Total other comprehensive income (loss)	<u>(1,022,025)</u>	<u>631,221</u>
Total comprehensive income	<u>₩ 902,528</u>	<u>₩ 3,816,867</u>
Comprehensive income attributable to:		
Owners of the Company	395,224	3,520,937
Non-controlling interests	507,304	295,930
Total comprehensive income (loss)	<u>₩ 902,528</u>	<u>₩ 3,816,867</u>

HYUNDAI MOTOR COMPANY AND ITS SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

FOR THE YEARS ENDED DECEMBER 31, 2020 AND 2019 (CONTINUED)

	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, 2019	₩ 1,488,993	₩ 4,201,214	₩ (1,155,244)	₩ (3,051,076)	₩ 66,490,082	₩ 67,973,969	₩ 5,922,041	₩ 73,896,010
Comprehensive income:								
Profit for the period	-	-	-	-	2,980,049	2,980,049	205,597	3,185,646
Gain (loss) on financial assets measured at FVOCI, net	-	-	-	(26,426)	(1,294)	(27,720)	5,661	(22,059)
Gain on valuation of cash flow hedge derivatives, net	-	-	-	34,570	-	34,570	10,481	45,051
Changes in valuation of equity-accounted investees, net	-	-	-	276,430	(108,983)	167,447	12,078	179,525
Remeasurements of defined benefit plans	-	-	-	-	(46,889)	(46,889)	(6,255)	(53,144)
Gain on foreign operations translation, net	-	-	-	413,480	-	413,480	68,368	481,848
Total comprehensive Income	-	-	-	698,054	2,822,883	3,520,937	295,930	3,816,867
Transactions with owners, recorded directly in equity:								
Payment of cash dividends	-	-	-	-	(1,063,331)	(1,063,331)	(58,503)	(1,121,834)
Increase in paid-in capital of subsidiaries by issuing stock	-	-	-	-	-	-	4,806	4,806
Acquisitions of investment of subsidiaries	-	-	-	-	-	-	13,004	13,004
Disposals of investment of subsidiaries	-	-	-	-	-	-	(19,637)	(19,637)
Purchases of treasury stocks	-	-	(458,031)	-	-	(458,031)	-	(458,031)
Disposal of treasury stocks	-	2,163	96,458	-	-	98,621	-	98,621
Issue of hybrid bond	-	-	-	-	-	-	150,323	150,323
Others	-	(6,362)	-	-	(1)	(6,363)	(8,012)	(14,375)
Total transactions with owners, recorded directly in equity	-	(4,199)	(361,573)	-	(1,063,332)	(1,429,104)	81,981	(1,347,123)
Balance at December 31, 2019	₩ 1,488,993	₩ 4,197,015	₩ (1,516,817)	₩ (2,353,022)	₩ 68,249,633	₩ 70,065,802	₩ 6,299,952	₩ 76,365,754

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HYUNDAI MOTOR COMPANY AND ITS SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

FOR THE YEARS ENDED DECEMBER 31, 2020 AND 2019 (CONTINUED)

	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, 2020	₩ 1,488,993	₩ 4,197,015	₩ (1,516,817)	₩ (2,353,022)	₩ 68,249,633	₩ 70,065,802	₩ 6,299,952	₩ 76,365,754
Comprehensive income:								
Profit for the period	-	-	-	-	1,424,436	1,424,436	500,117	1,924,553
Gain (loss) on financial assets measured at FVOCI, net	-	-	-	31,827	(5,560)	26,267	7,914	34,181
Gain on valuation of cash flow hedge derivatives, net	-	-	-	90,265	-	90,265	9,812	100,077
Changes in valuation of equity-accounted investees, net	-	-	-	(223,503)	1,118	(222,385)	(2,249)	(224,634)
Remeasurements of defined benefit plans	-	-	-	-	31,869	31,869	7,695	39,564
Loss on foreign operations translation, net	-	-	-	(955,228)	-	(955,228)	(15,985)	(971,213)
Total comprehensive Income (loss)	-	-	-	(1,056,639)	1,451,863	395,224	507,304	902,528
Transactions with owners, recorded directly in equity:								
Payment of cash dividends	-	-	-	-	(790,489)	(790,489)	(103,290)	(893,779)
Increase in paid-in capital of subsidiaries by issuing stock	-	(2,586)	-	-	-	(2,586)	239,519	236,933
Disposals of investment of subsidiaries	-	-	-	-	-	-	(67,662)	(67,662)
Purchases of treasury stocks	-	-	(303,077)	-	-	(303,077)	-	(303,077)
Disposal of treasury stocks	-	(2,183)	119,302	-	-	117,119	-	117,119
Others	-	(2,153)	-	-	793	(1,360)	(15,486)	(16,846)
Total transactions with owners, recorded directly in equity	-	(6,922)	(183,775)	-	(789,696)	(980,393)	53,081	(927,312)
Balance at December 31, 2020	₩ 1,488,993	₩ 4,190,093	₩ (1,700,592)	₩ (3,409,661)	₩ 68,911,800	₩ 69,480,633	₩ 6,860,337	₩ 76,340,970

(Concluded)

HYUNDAI MOTOR COMPANY AND ITS SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS

FOR THE YEARS ENDED DECEMBER 31, 2020 AND 2019

	2020	2019
	(In millions of Korean Won)	
Cash flows from operating activities:		
Cash generated from operations:		
Profit for the period	₩ 1,924,553	₩ 3,185,646
Adjustments	16,808,385	15,145,995
Changes in operating assets and liabilities	<u>(16,991,771)</u>	<u>(15,644,327)</u>
	1,741,167	2,687,314
Interest received	519,995	672,283
Interest paid	(2,008,084)	(2,073,310)
Dividend received	234,432	204,455
Income tax paid	<u>(897,317)</u>	<u>(1,070,958)</u>
Net cash provided by (used in) operating activities	<u>(409,807)</u>	<u>419,784</u>
Cash flows from investing activities:		
Changes in short-term financial instruments	566,427	(5,610)
Changes in other financial assets (current), net	(2,348,252)	495,541
Decreases in other financial assets (non-current)	27,070	7,189
Collection of other receivables	37,388	51,417
Disposals of long-term financial instruments	42,935	2,861
Proceeds from disposals of property, plant and equipment	133,981	85,901
Proceeds from disposals of intangible assets	3,823	2,605
Proceeds from disposals of investment of subsidiaries	76,133	-
Proceeds from disposals of investments in joint ventures and associates	4,991	1,404
Acquisition of subsidiaries, net of cash acquired	(50,313)	13,004
Increases in other financial assets (non-current)	(148,896)	(679,741)
Increases in other receivables	(25,077)	(49,631)
Purchases of long-term financial instruments	(11,894)	(18,759)
Acquisitions of property, plant and equipment	(4,687,842)	(3,586,716)
Acquisitions of intangible assets	(1,701,608)	(1,716,680)
Acquisitions of investments in joint ventures and associates	(1,359,278)	(588,541)
Others	<u>102,816</u>	<u>56,572</u>
Net cash used in investing activities	<u>(9,337,596)</u>	<u>(5,929,184)</u>

(Continued)

HYUNDAI MOTOR COMPANY AND ITS SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS

FOR THE YEARS ENDED DECEMBER 31, 2020 AND 2019 (CONTINUED)

	<u>2020</u>	<u>2019</u>
	(In millions of Korean Won)	
Cash flows from financing activities:		
Proceeds from short-term borrowings, net	₩ 301,587	₩ 1,418,012
Proceeds from long-term debt and debentures	35,536,741	25,557,933
Proceeds from capital contribution from non-controlling interest	5,080	4,806
Repayment of long-term debt and debentures	(23,059,360)	(20,433,457)
Repayment of lease liabilities	(201,571)	(159,604)
Purchases of treasury stocks	(303,077)	(458,031)
Dividends paid	(893,769)	(1,121,820)
Issue of hybrid bond	-	150,323
Others	(33,158)	(83,236)
Net cash provided by financing activities	<u>11,352,473</u>	<u>4,874,926</u>
Decrease due to transfer to assets classified as held for sale	(27,784)	-
Effect of exchange rate changes on cash and cash equivalents	(397,121)	202,820
Net increase(decrease) in cash and cash equivalents	<u>1,180,165</u>	<u>(431,654)</u>
Cash and cash equivalents, beginning of the period	₩ 8,681,971	₩ 9,113,625
Cash and cash equivalents, end of the period	<u>₩ 9,862,136</u>	<u>₩ 8,681,971</u>

(Concluded)

HYUNDAI MOTOR COMPANY

SEPARATE STATEMENTS OF FINANCIAL POSITION

AS OF DECEMBER 31, 2020 AND 2019

ASSETS	December 31, 2020	December 31, 2019
	(In millions of Korean Won)	
Current assets:		
Cash and cash equivalents	₩ 469,990	₩ 382,000
Short-term financial instruments	5,293,455	5,793,630
Other financial assets	9,512,741	6,983,208
Trade notes and accounts receivable	4,670,346	4,733,426
Other receivables	1,292,828	1,118,882
Inventories	3,043,468	3,065,329
Non-current assets classified as held for sale	73,398	-
Other assets	255,878	270,317
Total current assets	24,612,104	22,346,792
Non-current assets:		
Long-term financial instruments	1,123	682,334
Other financial assets	2,194,803	2,359,601
Long-term trade notes and accounts receivable	28,064	20,449
Other receivables	486,250	475,659
Property, plant and equipment	24,825,586	24,413,350
Investment property	137,879	143,237
Intangible assets	4,513,565	4,270,089
Investments in subsidiaries, joint ventures and associates	20,332,009	18,416,453
Deferred tax assets	1,342,347	862,064
Right-of-use assets	139,709	148,128
Other assets	37,244	19,063
Total non-current assets	54,038,579	51,810,427
Total assets	₩ 78,650,683	₩ 74,157,219

(Continued)

HYUNDAI MOTOR COMPANY

SEPERATE STATEMENTS OF FINANCIAL POSITION

AS OF DECEMBER 31, 2020 AND 2019 (CONTINUED)

LIABILITIES AND EQUITY	December 31, 2020	December 31, 2019
	(In millions of Korean Won)	
Current liabilities:		
Trade notes and accounts payable	₩ 4,624,880	₩ 4,349,005
Other payables	3,386,033	3,275,483
Short-term borrowings	3,164,607	3,293,370
Current portion of long-term debt and debentures	526,632	648,368
Income tax payable	405,304	207,081
Provisions	3,831,184	1,936,640
Other financial liabilities	14,957	12
Lease liabilities	50,786	49,478
Other liabilities	1,705,055	1,389,431
Total current liabilities	17,709,438	15,148,868
Non-current liabilities:		
Long-term other payables	797,478	825,824
Debentures	598,275	299,617
Long-term debt	2,348,598	676,957
Net defined benefit liabilities	140,704	320,843
Provisions	2,921,723	2,521,136
Other financial liabilities	10,931	2,546
Lease liabilities	82,734	90,213
Other liabilities	453,899	352,206
Total non-current liabilities	7,354,342	5,089,342
Total liabilities	25,063,780	20,238,210
Equity:		
Capital stock	1,488,993	1,488,993
Capital surplus	4,009,850	4,012,033
Other capital items	(1,700,592)	(1,516,817)
Accumulated other comprehensive income	157,539	64,476
Retained earnings	49,631,113	49,870,324
Total equity	53,586,903	53,919,009
Total liabilities and equity	₩ 78,650,683	₩ 74,157,219

(Concluded)

HYUNDAI MOTOR COMPANY

SEPERATE STATEMENTS OF INCOME

FOR THE YEARS ENDED DECEMBER 31, 2020 AND 2019

	2020	2019
	(In millions of Korean Won, except per share amounts)	
Sales	₩ 50,661,002	₩ 49,155,693
Cost of sales	41,007,374	40,324,396
Gross profit	9,653,628	8,831,297
Selling and administrative expenses	8,885,002	7,251,133
Operating profit	768,626	1,580,164
Gain (loss) on investments in joint ventures and associates, net	(228,325)	181,110
Finance income	540,291	1,562,521
Finance expenses	251,973	144,315
Other income	530,229	866,840
Other expenses	832,005	856,427
Profit before income tax	526,843	3,189,893
Income tax expense (benefit)	(132)	357,604
Profit for the period	₩ 526,975	₩ 2,832,289
Earnings per share		
Basic earnings per share:		
Common stock	₩ 2,006	₩ 10,749
1 st preferred stock	₩ 2,055	₩ 10,793
Diluted earnings per share:		
Common stock	₩ 2,006	₩ 10,749
1 st preferred stock	₩ 2,055	₩ 10,793

HYUNDAI MOTOR COMPANY

SEPERATE STATEMENTS OF COMPREHENSIVE INCOME

FOR THE YEARS ENDED DECEMBER 31, 2020 AND 2019

	<u>2020</u>	<u>2019</u>
	(In millions of Korean Won)	
Profit for the year	₩ 526,975	₩ 2,832,289
Other comprehensive income (loss):		
Items that will not be reclassified subsequently to profit or loss:		
Profit (loss) on financial assets measured at FVOCI, net	9,087	(44,270)
Remeasurements of defined benefit plans	29,864	(34,891)
	<u>38,951</u>	<u>(79,161)</u>
Items that may be reclassified subsequently to profit or loss:		
Gain on valuation of cash flow hedge derivatives, net	78,415	12,835
	<u>78,415</u>	<u>12,835</u>
Total other comprehensive income (loss)	<u>117,366</u>	<u>(66,326)</u>
Total comprehensive income	<u>₩ 644,341</u>	<u>₩ 2,765,963</u>

HYUNDAI MOTOR COMPANY

SEPERATE STATEMENTS OF CHANGES IN EQUITY

FOR THE YEARS ENDED DECEMBER 31, 2020 AND 2019

	Capital stock	Capital surplus	Other capital items	Accumulated other comprehensive income (loss)	Retained earnings	Total equity
(In millions of Korean Won)						
Balance at January 1, 2019	₩ 1,488,993	₩ 4,009,870	₩ (1,155,244)	₩ 94,617	₩ 48,137,551	₩ 52,575,787
Payment of cash dividends	-	-	-	-	(1,063,331)	(1,063,331)
Purchases of treasury stocks	-	-	(458,031)	-	-	(458,031)
Disposal of treasury stocks	-	2,163	96,458	-	-	98,621
Loss on financial assets measured at FVOCI, net	-	-	-	(42,976)	(1,294)	(44,270)
Gain on valuation of cash flow hedge derivatives, net	-	-	-	12,835	-	12,835
Remeasurements of defined benefit plans	-	-	-	-	(34,891)	(34,891)
Profit for the year	-	-	-	-	2,832,289	2,832,289
Balance at December 31, 2019	<u>₩ 1,488,993</u>	<u>₩ 4,012,033</u>	<u>₩ (1,516,817)</u>	<u>₩ 64,476</u>	<u>₩ 49,870,324</u>	<u>₩ 53,919,009</u>
Balance at January 1, 2020	₩ 1,488,993	₩ 4,012,033	₩ (1,516,817)	₩ 64,476	₩ 49,870,324	₩ 53,919,009
Payment of cash dividends	-	-	-	-	(790,489)	(790,489)
Purchases of treasury stocks	-	-	(303,077)	-	-	(303,077)
Disposal of treasury stocks	-	(2,183)	119,302	-	-	117,119
Gain (loss) on financial assets measured at FVOCI, net	-	-	-	14,648	(5,561)	9,087
Gain on valuation of cash flow hedge derivatives, net	-	-	-	78,415	-	78,415
Remeasurements of defined benefit plans	-	-	-	-	29,864	29,864
Profit for the year	-	-	-	-	526,975	526,975
Balance at December 31, 2020	<u>₩ 1,488,993</u>	<u>₩ 4,009,850</u>	<u>₩ (1,700,592)</u>	<u>₩ 157,539</u>	<u>₩ 49,631,113</u>	<u>₩ 53,586,903</u>

(Concluded)

HYUNDAI MOTOR COMPANY

SEPARATE STATEMENTS OF CASH FLOWS

FOR THE YEARS ENDED DECEMBER 31, 2020 AND 2019

	2020	2019
	(In millions of Korean Won)	
Cash flows from operating activities:		
Cash generated from operations:		
Profit for the year	₩ 526,975	₩ 2,832,289
Adjustments	6,165,377	3,449,795
Changes in operating assets and liabilities	(726,475)	(2,472,251)
	5,965,877	3,809,833
Interest received	204,924	277,444
Interest paid	(93,509)	(132,884)
Dividend received	341,702	1,150,356
Income tax paid	(325,618)	(450,238)
Net cash provided by operating activities	6,093,376	4,654,511
Cash flows from investing activities:		
Proceeds from disposals of short-term financial instruments, net	1,178,553	3,360
Changes in other financial assets (current), net	(2,274,951)	487,320
Collection of other receivables	27,231	30,066
Disposals of long-term financial instrument	6,295	2,825
Decrease in other financial assets (non-current)	2,232	1,261
Proceeds from disposals of property, plant and equipment	89,925	57,168
Proceeds from disposals of investment property	-	4,344
Proceeds from disposals of intangible assets	2,759	1,683
Disposals of assets classified as held for sale	-	43,830
Proceeds from disposals of investment in subsidiaries, joint ventures, and associates	4,991	-
Increases in other financial assets (non-current)	(42,876)	(555,791)
Increases in other receivables	(19,181)	(31,902)
Purchase of long-term financial instruments	(5,095)	(3,366)
Acquisitions of property, plant and equipment	(2,328,781)	(1,776,500)
Acquisitions of intangible assets	(1,509,715)	(1,491,369)
Acquisitions of investments in subsidiaries, joint ventures and associates	(1,744,297)	(701,466)
Net cash used in investing activities	(6,612,910)	(3,928,537)
Cash flows from financing activities:		
Repayment of short-term borrowings, net	(108,222)	1,042,608
Proceeds from long-term debt and debentures	2,307,347	-
Repayment of long-term debt (current)	(231,560)	-
Repayment of long-term debt and debentures	(200,000)	-
Repayment of lease liabilities	(64,505)	(59,438)
Purchase of treasury stock	(303,077)	(458,031)
Dividends paid	(790,479)	(1,063,316)
Net cash provided by (used in) financing activities	609,504	(538,177)
Effect of exchange rate changes on cash and cash equivalents	(1,980)	-
Net increase in cash and cash equivalents	87,990	187,797
Cash and cash equivalents, beginning of the year	382,000	194,203
Cash and cash equivalents, end of the year	₩ 469,990	₩ 382,000

Item 2: Partial Amendments of the Articles of Incorporation

Agenda	Pre-amended Provision	Post-amended Provision	Purpose of Amendment
<p>Article 31 (Sub-Committee under Board of Directors)</p>	<p>(1) The Recommendation Committee on Candidates for Outside Directors, the Audit Committee, the Remuneration Committee and the Corporate Governance & Communication Transparent Management Committee shall be established as Sub-Committees under the Board of Directors and, other Sub-Committees may be established that deliberate and decide the management strategies of the Company or such other matters as delegated by the Board of Directors.</p>	<p>(1) The Recommendation Committee on Candidates for Outside Directors, the Audit Committee, the Remuneration Committee and the <u>Sustainability Management Committee</u> shall be established as Sub-Committees under the Board of Directors and, other Sub-Committees may be established that deliberate and decide the management strategies of the Company or such other matters as delegated by the Board of Directors.</p>	<p>To expand its role in the future by changing name of the Corporate Governance & Communication Transparent Management Committee</p>
<p>Article 29-6 (Safety and Health Plans)</p>	<p><Newly Established></p>	<p>Article 29-6 (Plan for Safety and Health) (1) The Representative Director shall annually establish safety and health plans of the Company in accordance with applicable laws and regulations including the Occupational Safety and Health Act, (2) In accordance with the above provision, the Company shall report its safety and health plans to the board of directors and obtain the approval thereof</p>	<p>To reflect the amended Occupational Safety and Health Act</p>
<p>Addendum</p>	<p><Newly Established></p>	<p>Addendum (2021.3.24) Article 1. (Effective Date) The amended articles of Incorporation shall become effective on the resolution date of the annual general meeting of shareholders for the 53rd fiscal year</p>	<p>-</p>

Item 3: Appointment of Director(s)

● Item 3-1 : Appointment of an Independent Director

*Nominee (1 person)

Name	Date of birth	Major Career	Transaction with the Company
	Recommended by		
Shim, Dal Hoon	June, 1959	<ul style="list-style-type: none"> · Representative of Woorin Tax Partners (current) · Head of NTS Jungbu Regional Office (former) 	None
	EDCRC ²		

● Item 3-2 : Appointment of Internal Directors

*Nominees (3 persons)

Name	Date of birth	Major Career	Transaction with the Company
	Recommended by		
Ha, Eon Tae	October, 1962	<ul style="list-style-type: none"> · CEO and President of HMC, President of HMC Domestic Production Division and President of HMC Ulsan Plant (current) · CEO and Executive Vice President of HMC and President of HMC Ulsan Plant (former) 	None
	BOD ¹		
Chang, Jae Hoon	August, 1964	<ul style="list-style-type: none"> · President of HMC, Head of Genesis Division and Commercial Vehicle Business Division (current) · Executive Vice President/President of HMC, Head of People & Business Operation Support Division, Korea Business Division and Genesis Division (former) 	Owns 370 common shares of the Company
	BOD ¹		
Seo, Gang Hyun	January, 1968	<ul style="list-style-type: none"> · Executive Vice President, CFO and Head of Business Strategy Planning Division of HMC (current) · Senior Vice President of Finance & Accounting Division of Hyundai Steel (former) 	Owns 400 common shares of the Company
	BOD ¹		

Item 4: Appointment of Independent Director to be an Audit Committee Member

*Nominees (1 persons)

Name	Date of birth	Major Career	Transaction with the Company
	Recommended by		
Lee, Ji Yun	September, 1974	<ul style="list-style-type: none"> · Assistant Professor of Department of Aerospace Engineering at KAIST and Director of the Korean Society for Aeronautical and Space Sciences, the Institute of Positioning, Navigation and Timing and the Korean Navigation Institute (current) · Director of American Society of Navigation (former) 	None
	BOD ¹ & EDCRC ²		

Item 5: Appointment of of Audit Committee Member(s)

*Nominees (1 persons)

Name	Date of birth	Major Career	Transaction with the Company
	Recommended by		
Shim, Dal Hoon	June, 1959	<ul style="list-style-type: none"> · Representative of Woorin Tax Partners (current) · Head of NTS Jungbu Regional Office (former) 	None
	BOD ¹		

1. Board of Directors

2. External Director Candidate Recommendation Committee

Item 6: Approval of Ceiling Amount of Remuneration for Directors

Year	Number of BOD	Compensation Cap
2021	11 persons	13.5 billion Korean Won