

An aerial photograph of a large oil tanker ship sailing on a deep blue sea under a clear sky. The ship has a dark blue hull with a red bottom, a yellow upper section, and a green deck. It is moving from left to right, leaving a white wake. The ship's name "SEA BLESSING" is visible on the side.

Investor Relations 4Q 2022

Korea Line Corporation

DISCLAIMER

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The forecast includes, but is not limited to, projections and figures contained herein and is purely based on KOREA LINE CORPORATION's current market forecast and its own analysis of business surroundings.

While we have made every attempt to ensure that the information contained herein has been obtained from reliable sources, KOREA LINE CORPORATION is not responsible for any errors or omissions, or for the results obtained from the use of the information contained herein.

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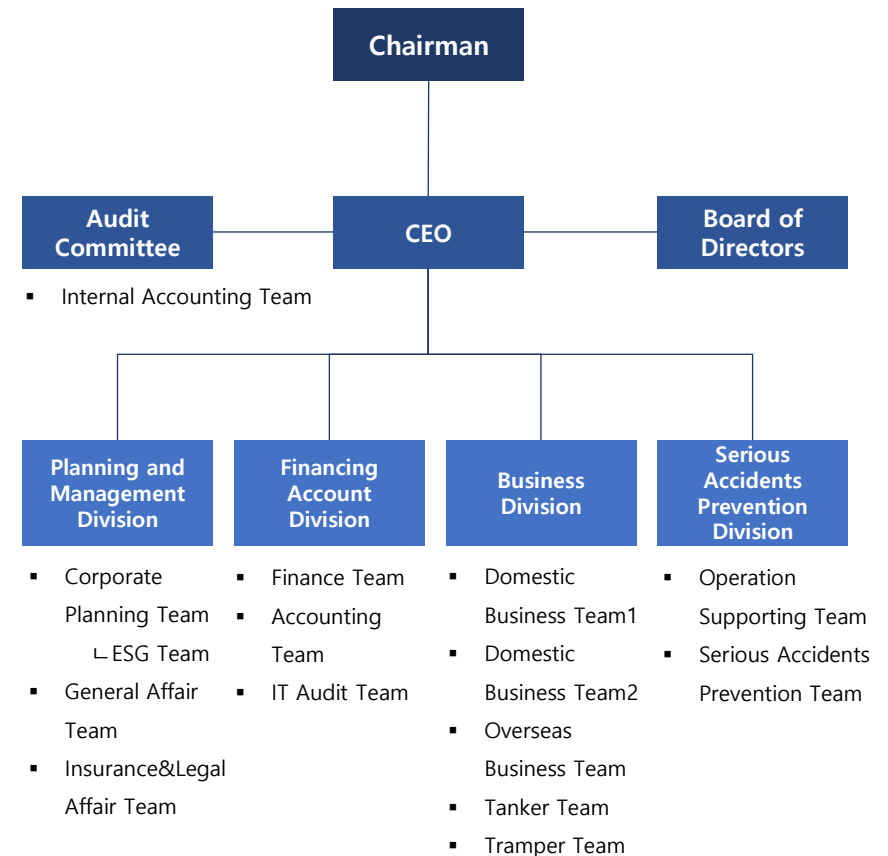
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1-1. Company Overview

□ Overview

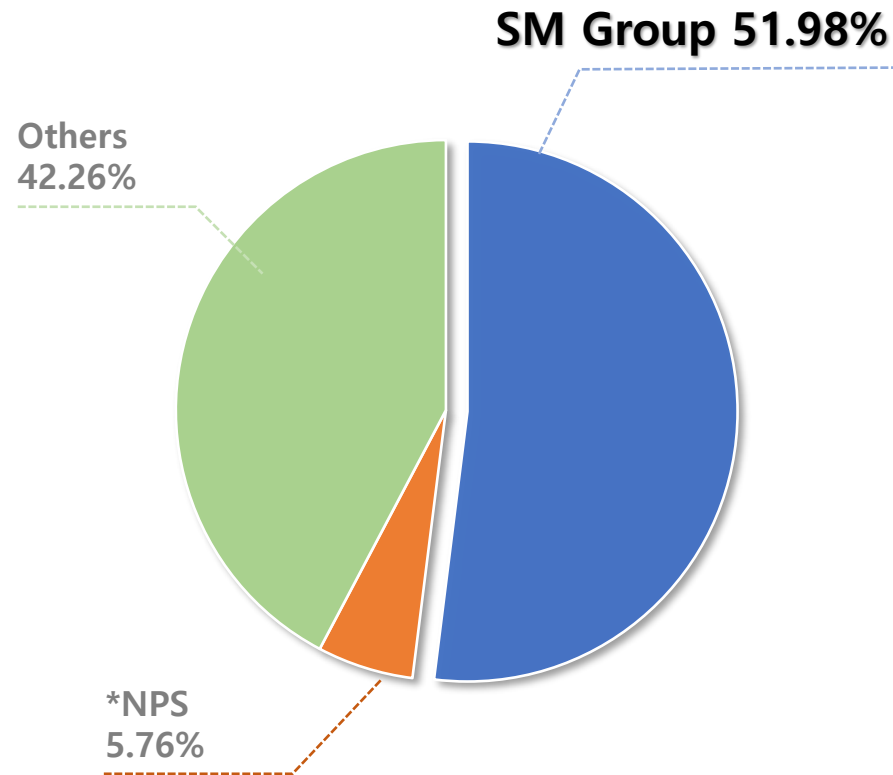
Address		SM R&D Center #78 Magok Jungang8-ro, Gangseo-Gu, Seoul 07803, Republic of Korea (Tel) +82-2-3701-0114 (Fax) +82-2-733-1610
Founded		12th Dec. 1968
Service	KLC	Dedicated Carrier Service (Drybulk) Tramper (Drybulk)/ CAR (PCTC) Tanker Business (Crude Oil & Product Oil)
	KLC LNG	Dedicated Carrier Service (LNG) Bunkering (LNG)
*Assets		KRW 2,351.6 bn (as of 31 Dec 2022) ※ Korea Line LNG : KRW 1,400.0 bn
*Sales		KRW 621.4 bn (as of 31 Dec 2022 YTD) ※ Korea Line LNG : KRW 333.4 bn
Owned Fleet	KLC	32 Vessels / Total : 4,845,694 DWT (24 Bulkers, 3 Tankers, 4 VLCCs, 1 PCTC)
	KLC LNG	15 LNG Carriers / Total : 1,815,523 CBM
*Sales Distribution (YTD)		Dedicated Carrier Service 88%, Tramper Service 10%, Etc 2%

□ Organization



1-2. Shareholders

☐ Main Shareholders (as of Sep 30th 2022)



☐ SM Group Overview

Name	SM
Group CEO	Woo Oh Hyun
Foundation	8th Jan. 1988
Main Business	Shipping industry, Manufacturing, Construction, Media · Service, Leisure
Main Affiliates	1) Shipping industry : KLC, KSC, SM LINE, etc 2) Manufacturing : TK Chemical, BEXEL, Namsun Aluminum, etc 3) Construction : Kyungnam enterprises, Woobang, etc 4) Media · Service : SM Hiplus, etc 5) Leisure : Hotel Tops10,Dongangcistar, etc
Hompag	www.smgroup.co.kr

1-3. Owned Fleet List

□ Total : 47 vessels (KLC 32 vessels, 4,845,694 DWT / KL LNG 15 vessels, 1,815,523 CBM)

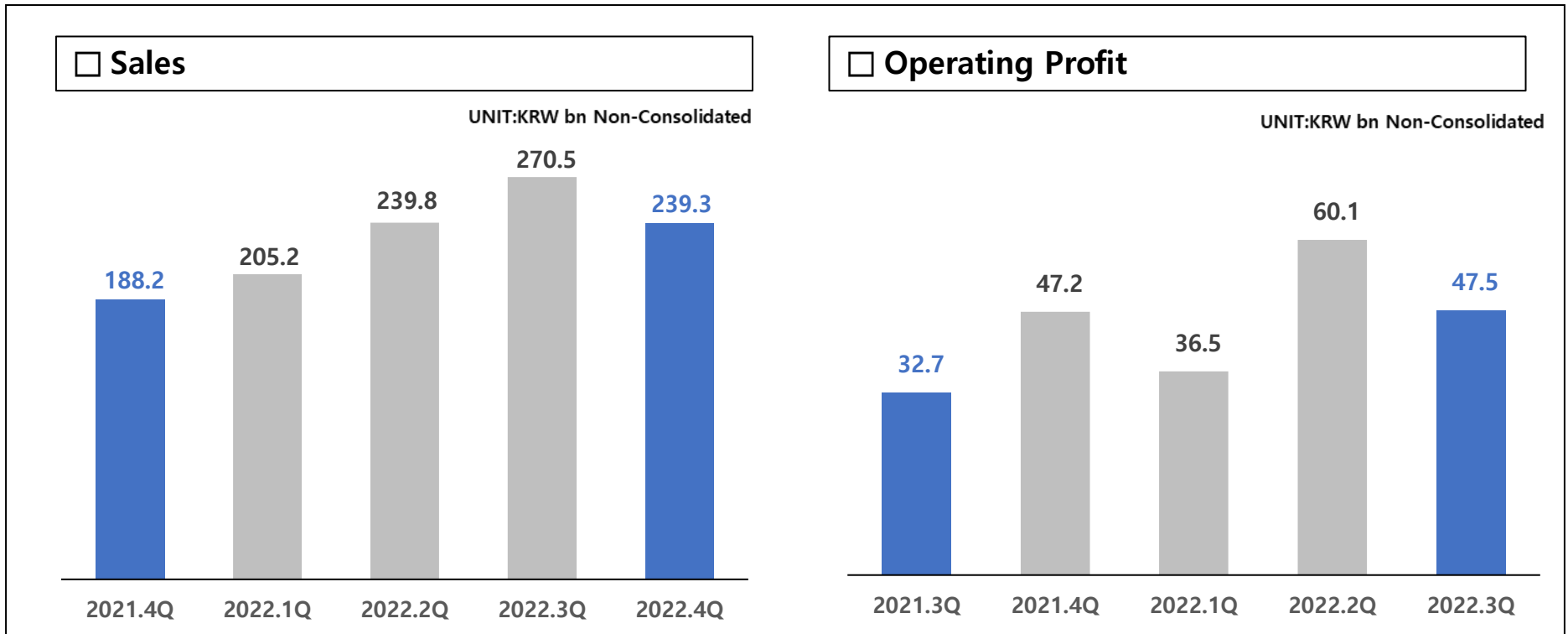
Categories			Vessel Name	Built	DWT	
Dedicated Carriers	Dry Bulk	POSCO(ORE, COAL)	SM PUMA	2016	206,938	1,362,153
			SM DRAGON	2016	206,938	
			SM LION	2016	206,938	
			SM TIGER	2015	180,784	
			K.DAPHNE	2009	180,786	
			K.ASTER	2009	207,942	
			WHITE ROSE	2006	171,827	
		KEPCO(COAL)	SM HARMONY2	2020	80,895	702,491
			ROSEMARY	2010	179,742	
			SM CHALLENGER	2010	93,273	
			SM VISION	2008	176,838	
			ADONIS	2006	171,743	
		VALE(ORE)	SM GEMINI2	2020	324,972	649,944
			SM GEMINI1	2020	324,972	
		GS DEP(COAL)	SM DONGHAE2	2002	72,790	148,848
			SM DONGHAE1	2001	76,058	
		GLOVIS (COAL)	LAVENDER	2010	179,874	179,874
		SNNC(NICKEL)	SM EMERALD	2016	63,800	127,600
			SM DIAMOND	2016	63,800	
		Total			19	3,170,910
	Tanker	S-OIL (OIL)	SM WHITEWHALE2	2019	300,758	601,516
			SM WHITEWHALE1	2019	300,758	
		GS CALTEX (OIL)	SM VENUS2	2020	299,696	599,392
			SM VENUS1	2019	299,696	
		Total			4	1,200,908
PCTC	GLOVIS (PCTC)	K.ASIAN BEAUTY	1994	13,308	13,308	
Total of Dedicated Carriers					24	4,385,126

Categories			Vessel Name		Built
Tramper	Bulk	SM HARMONY1	2020	80,895	310,140
		GLOBAL BRAVE	2010	57,317	
		GLOBAL FRONTIER	2010	57,295	
		GLOBAL GENESIS	2010	57,338	
		GLOBAL HOPE	2010	57,295	
	Tanker(PRODUCT)	SM OSPREY	2017	50,035	150,428
		SM FALCON	2017	50,017	
		SM NAVIGATOR	2008	50,376	
Total of Tramper				8	460,568
Total of KLC Vessels				32	4,845,694

Categories		Vessel Name	Built	CBM	
LNG	KOGAS	SM JEJU LNG 2	2020	7,654	1,815,523
		SM JEJU LNG 1	2019	7,654	
		SM EAGLE	2017	174,263	
		SM SEAHAWK	2017	174,148	
		K.JASMINE	2008	145,878	
		K.MUGUNGHWA	2008	151,812	
		K.ACACIA	2000	138,017	
		K.FREESIA	2000	138,015	
		*H.GREENPIA	1996	127,137	
		*HL PYEONGTAEK	1995	130,636	
		*H.UTOPIA	1994	127,102	
		*YK.SOVEREIGN	1994	127,138	
	SHELL	K.LOTUS	2022	18,124	
		SM ALBATROSS	2022	173,920	
		SM BLUEBIRD	2022	174,025	
Total of KLC LNG Vessels				15	1,815,523

*4 Consortium Vessels (Share%)

2-1. Business Performance



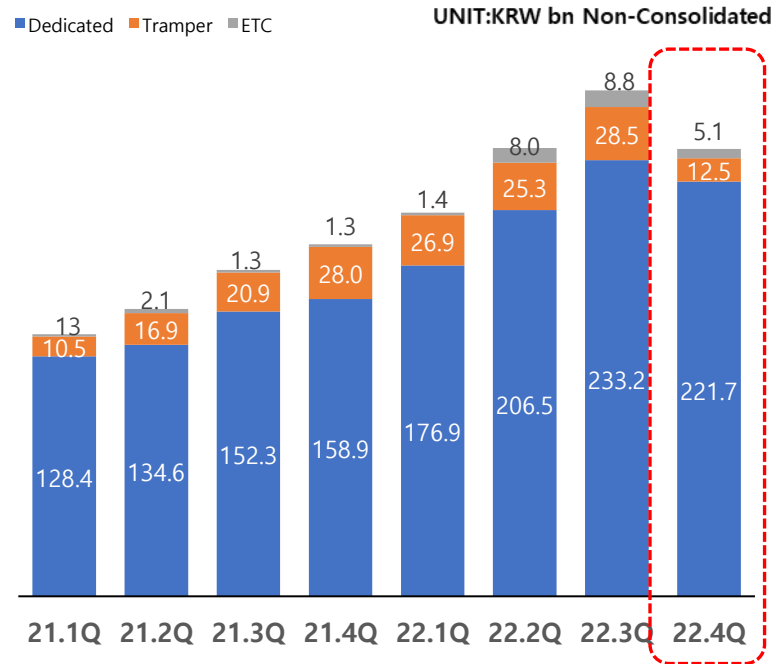
✓ **2022.4Q Sales KRW 239.3 Bn (YoY + 27%)**

✓ **2022.4Q Operating Profit KRW 47.5 Bn (YoY + 45%)**

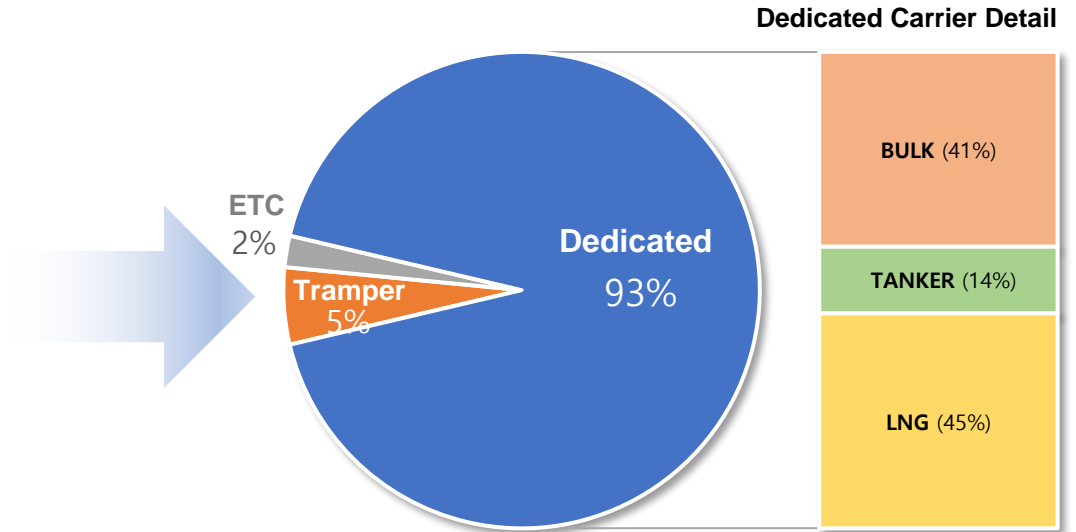
- Sales and OP increased by 27%, 45% compared to the same quarter of last year due to performance in the LNG business sector

2-2. Business Segment

Business Sales Trend



2022.3Q Business Sales Ratio

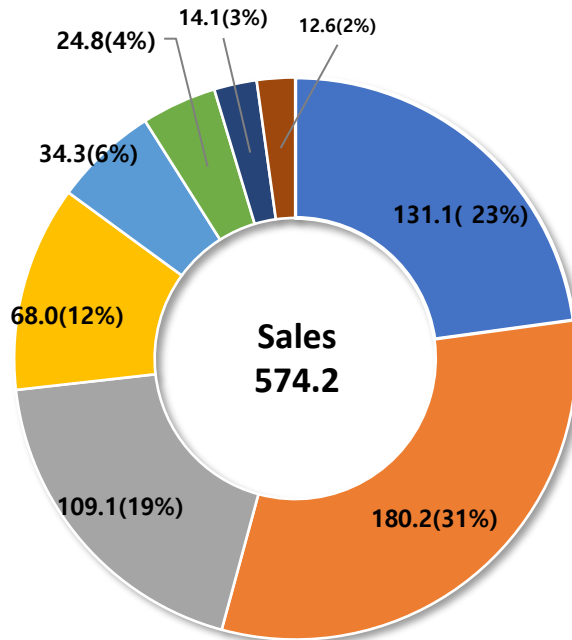


- ✓ **Dedicated Carrier Sales 221.7 bn (YoY + 39.5%)**
- ✓ **Trampler Carrier Sales 12.5 bn (YoY - 55%)**
 - Despite market downturn, sales increased compared to the same quarter of last year due to performance in the dedicated fleet and LNG carrier.
 - Decreased sales of trampler fleet due to market downturn, dismantling of Okra and return of chartered ships

2-3. Dedicated Carrier Service Segment

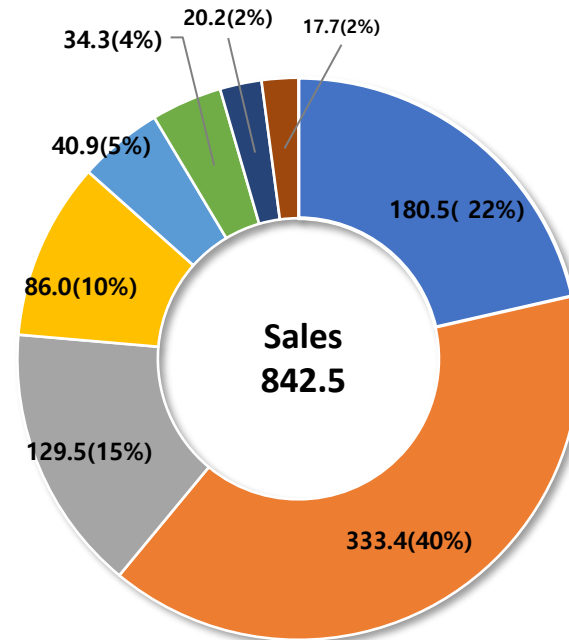
□ FY 2021 Sales by Shipper

(UNIT:KRW bn Non-Consolidated)



□ FY 2022 Sales by Shipper

(UNIT:KRW bn Non-Consolidated)



■ POSCO
■ KEPCO
■ SNNC

■ KOGAS, etc
■ VALE
■ GS DEP

■ GS CALTEX & TANKER
■ H.GLOVIS

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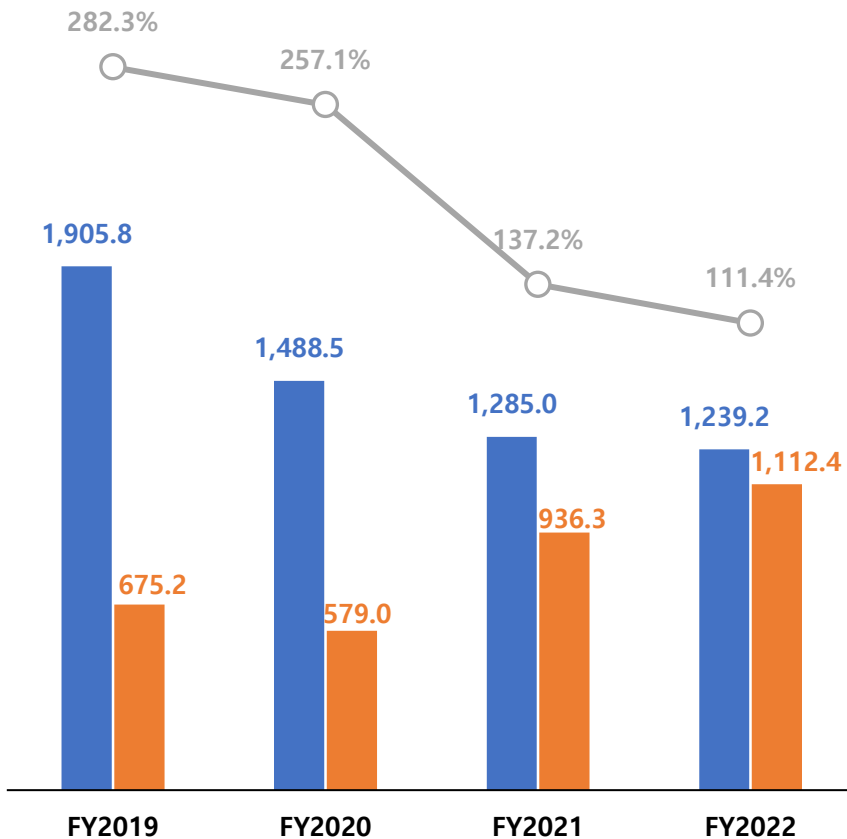
■ GS CALTEX & TANKER
■ H.GLOVIS

2-4. Major Financial Ratio

□ FY 2022 Debit Ratio

UNIT:KRW bn Non-Consolidated

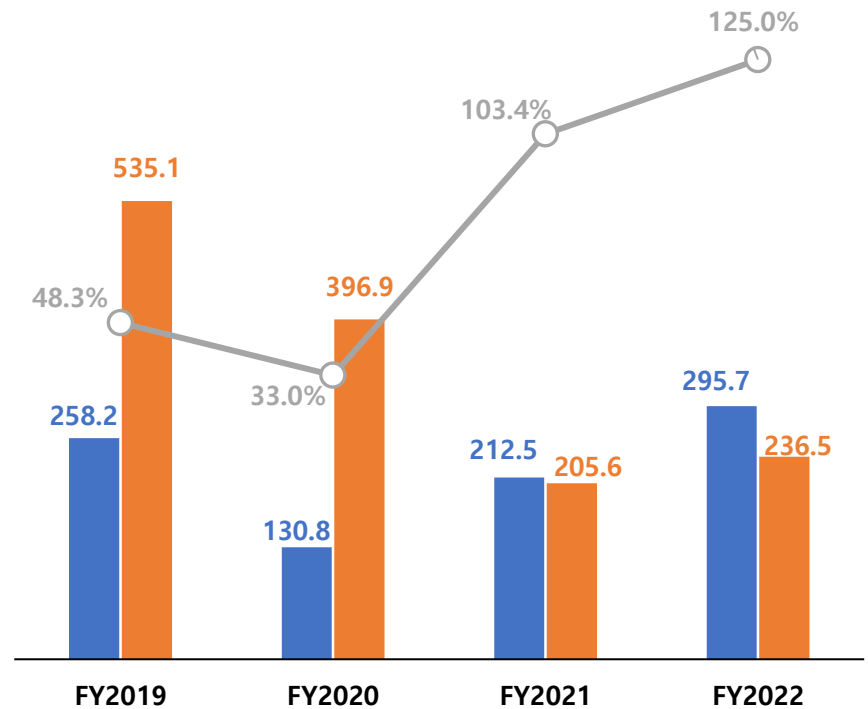
■ Total Debit ■ Total Equity — Total Ratio



□ FY 2022 Current Ratio

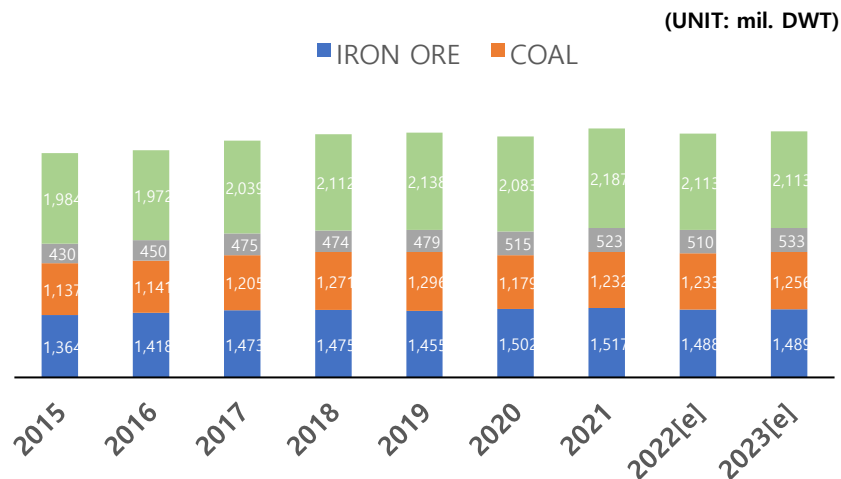
UNIT:KRW bn Non-Consolidated

■ Current Asset ■ Current Liability — Current Ratio



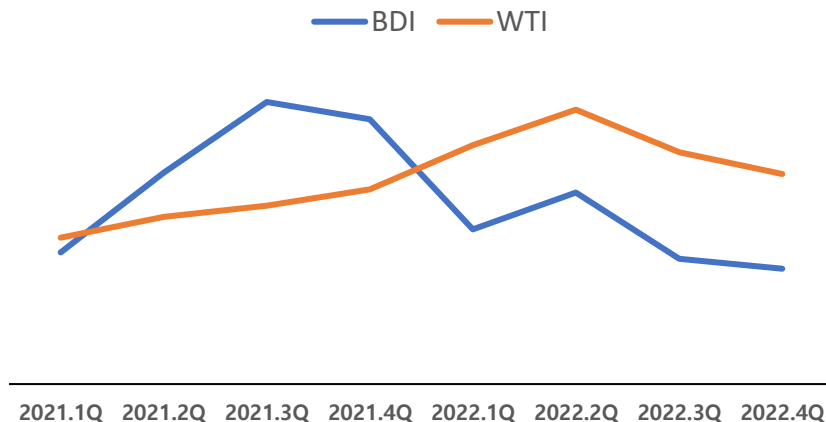
2-5. Future Prospect and Management strategy

□ Dry Bulk- Cargo Volume



Source : Clarkson

□ BDI and WTI Trend



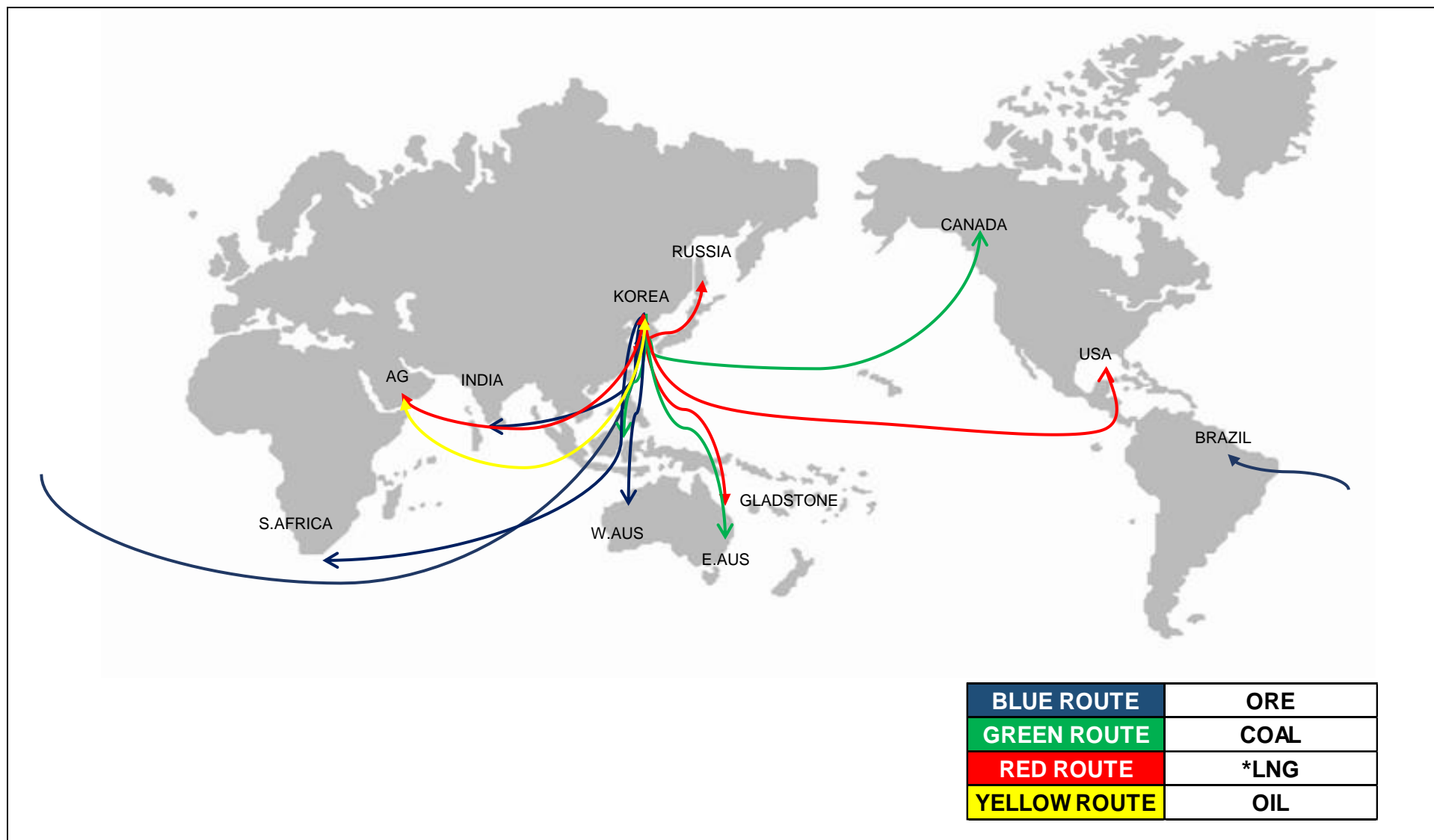
Market Outlook

- ✓ BULK: As China's economic activity is expected to normalize after China's two sessions in March, the dry bulk market is also expected to rise gradually from the second half of the year.
- ✓ TANKER: Market conditions expected to rise due to increased oil demand and reduced tanker capacity
- ✓ LNG: Freight rates are expected to rise continuously due to a surge in demand for LNG carriers by tightend environmental regulations and a supply shortage by regulations on imports from Russia.
- ✓ International Oil Market :Unpredictable due to frequent volatility in the oil market.

KLC Management Strategy

- ✓ By strengthening market responsiveness based on a stable business structure centered on dedicated lines, minimize risk due to market fluctuations and maximize profitability.
- ✓ Securing new growth engines by adding one LNG bunkering vessel in the first half and two new LNG carriers in a long-term contract with Shell in the second half

3-1. Dedicated Carrier Service Routes



3-2. Vessels to be delivered(Korea Line LNG)

□ **TOTAL: 3 Vessels, 366,000 CBM**

(as of 31 Dec 2022)

No	Charterer	Type	Size(CBM)	Delivery	Shipyard
1	SHELL	LNG Carrier	174,000	'23.3Q	HYUNDAI HEAVY INDUSTRIES
2			174,000	'23.4Q	HYUNDAI HEAVY INDUSTRIES
3	Charterer in Asia	LNG Bunkering Vessel	18,000	'23.1Q	HYUNDAI MIPO DOCKYARD
TOTAL			366,000		

3-3.Financial Statement Summery

KLC Financial Statement

(UNIT: KRW mil, Non-Consolidated)

	2022	2021	2020
Sales	621,426(333,429)	476,313(180,153)	500,046 (76,607)
Operating Profit	141,530(48,101)	105,033(30,618)	95,696 (17,027)
Net Profit	109,035(23,449)	107,948(23,473)	-41,871 (9,152)
	2022	2021	2020
Assets	2,351,583(1,400,044)	2,221,277(879,023)	2,067,514 (673,035)
Liabilities	1,239,221(1,199,470)	1,285,014(711,009)	1,488,472 (539,795)
Equity	1,112,362(200,574)	936,263(168,014)	579,042 (133,240)
Issued Capital	158,589(100,000)	159,589(100,000)	122,136 (100,000)
Equity/Assets(%)	47%(14%)	42%(19%)	28% (20%)

SM KOREA LINE

THANK YOU