KUMHO PETROCHEMICAL ANNUAL REPORT 2016

Global Partnerships

Shanghai Kumho Sunny Plastics Co., Ltd.

Nanjing Kumho GPRO Chemical Co., Ltd.

SINCE THE EARLY
2000S, WE HAVE
BEEN BUILDING
PARTNERSHIPS IN
CHINA, ASIA'S LARGEST
GROWTH MARKET.
TODAY, WE CONTINUE
TO BUILD A BUSINESS
PORTFOLIO THAT WILL
MAXIMIZE SYNERGY
WITH OUR EXISTING
BUSINESSES IN THIS
KEY MARKET.

Purpose

- •Secure local production, sales, and distribution base in China
- •Increase sales of colored and specialized products that meet the changing demands of the ABS market
- Increase sales of base resin

Key Products

Heat-resistant automotive ABS, heat-resistant ABS for electrical and electronic products

Location

Shanghai, China

Establishment

October 19, 2000

Purpose

Achieve dominance in Chinese polyurethane market through early entry

Key Products

PO (propylene oxide), PPG (polypropylene glycol), CS (caustic soda)

Location

Nanjing, China

Establishment

September 28, 2006

1.64 RMB billion

50 %

1.12 RMB billion

50 %

through Kumho Petro-Holdings

Rizhao Kumho Jinma Chemical Co., Ltd. Kumho Petrochemical Shanghai Co., Ltd.

Purpose

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Achieve dominance in Chinese paper latex market through early entry

Key Products

SB latex

Location

Rizhao, China

Establishment

June 8, 2007

Purpos

Maximize sales and profitability by expanding KKPC product distribution in the Chinese market

Key Products

Synthetic rubbers (SBR, BR), synthetic resins (ABS, PS), affiliate chemical products(EPDM, MDI, epoxy resin), Chinese affiliate products (PPG, IS)

Location

Shanghai, China

Establishment

June 1, 2008

 $480_{\text{RMB million}} \qquad \qquad 22.6_{\text{RMB million (commission)}} \qquad \qquad ^{2016 \, \text{Sales}} \\ 50_{\text{\%}} \qquad \qquad \qquad 100_{\text{\%}} \qquad \qquad \text{KKPC Ownership} \\ \text{through Kumho Petro-Holdings} \qquad \qquad ^{\text{through Kumho Petro-Holdings}}$