

## **Appendix A-5**

# **Chart of Accounts**

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Chart of accounts

Account code	Account Name (Korean Name)	Account Name (English Name)
	자산	Assets
	달라자산	Quick assets
	현금및현금성자산	Cash and cash equivalents
	보통예금_현지화	Passbook accounts_local currency
	보통예금_외화	Passbook accounts_foreign currency
	달라예금_외화	Checking accounts_foreign currency
	달라예금_현지화	Checking accounts_local currency
	금융상품현금성자산_현지화	Cash equivalent financial instruments_local currency
	유가증권현금성자산	Cash equivalent securities
	금융상품현금성자산_외화	Cash equivalent financial instruments_foreign currency
	단기금융상품	Short term financial instruments
	단기금융상품_현지화	Short term financial instruments_local currency
	단기금융상품_외화	Short term financial instruments_foreign currency
	단기특별예금과현금	Short term special purpose cash and deposits
	단기매매증권	Trading securities
	단기매매증권_주식	Trading securities_stocks
	단기매매증권_채권	Trading securities_bonds
	단기매매증권_기타	Trading securities_other
	매출채권	Accounts receivable
	단기대여금	Short term loans
	미수금	Nontrade receivable
	재세미수금	Nontrade receivable_tax
	직원미수금	Nontrade receivable_employees
	미수수익	Accrued income
	금융상품미수수익_현지화	Financial instruments accrued income_local currency
	현금성자산미수수익_현지화	Cash equivalents accrued income_local currency
	현금성자산미수수익_외화	Cash equivalents accrued income_foreign currency
	금융상품미수수익_외화	Financial instruments accrued income_foreign currency
	유가증권미수수익	Securities accrued income
	선입금	Advance payments
	선유비용	Prepaid expenses
	선급차입이자	Prepaid interest expenses_borrowings
	선급보험료	Prepaid insurance expenses
	기타선급비용	Other prepaid expenses
	내역부가세	Value added tax_purchase
	해외지원사내역부가세	Value added tax_purchase_overseas subsidiaries
	가지급금	Suspense payments
	원도급	Advanced payments to offices
	단기매도가능증권	Short term available for sale securities
	단기매도가능증권_주식	Short term available for sale securities_stocks
	단기매도가능증권_채권	Short term available for sale securities_bonds
	단기매도가능증권_투자금	Short term available for sale securities_investments
	단기매도가능증권_기타	Short term available for sale securities_other securities
	유동성만기보유증권	Current portion of held to maturity securities
	유동성만기보유증권_채권	Current portion of held to maturity securities_bonds
	선급법인세	Prepaid income taxes
	해외계원사선급법인세	Prepaid income taxes_overseas subsidiaries
	파생상품자산	Financial derivative assets
	단기파생상품자산	Short term financial derivative assets
	유동성장기파생상품자산	Current portion of long term derivatives assets
	보증금	Guarantee deposits
	매각예정자산	Assets to be sold
	확정계약자산	Contract settled asset
	합리손익인식저평가금융자산	Financial asset at Fair value through profit or loss
	기타달라자산	Other quick assets
	재고자산	Inventories
	제품재고자산	Finished goods
	반제품재고자산	Semi finished goods

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	급의중계고자산	Undergrade goods
	제조중계고자산	Manufactured goods
	입가공품	Processed products
	부산물제조자산	By products
	상품제조자산	Merchandises
	건설제조자산	Construction inventories
	미하상품	Finished goods in transit
	원료제조자산	Raw materials
	원료제조자산_표준	Raw materials_standards
	연료및재료	Fuel and materials
	기타재료	Other materials
	비확원료	Raw materials in transit
	원료MOHAbsorption	Raw materials overhead absorption
	해의계연사관세	Incidental cost_tariff_overseas subsidiaries
	미확연료및재료	Fuel and materials in transit
	연료MOHAbsorption	Fuel and materials overhead absorption
	미확연구자료	Research materials in transit
	조립중확가계정	Work in process_temporary account
	기타의제조자산	Other inventories
	WIP계정	WIP
	투자자산	Investments
	장기금융상품	Long term financial instruments_special purpose cash and deposits
	장기예금금융상품_현지화	Long term financial instruments_local currency
	장기예금금융상품_외화	Long term financial instruments_foreign currency
	장기특정원금과세금	Long term financial instruments_special purpose cash and deposits
	장기예도가능증권	Long term available for sale securities
	장기예도가능증권_채권	Long term available for sale securities_bonds
	장기예도가능증권_주식	Long term available for sale securities_stock
	장기예도가능증권_출자금	Long term available for sale securities_investments
	장기예도가능증권_기타	Long term available for sale securities_other securities
	장기만기보유증권	Long term held to maturity securities
	장기만기보유증권_채권	Held to maturity securities_bonds
	지분법회계투자주식	Investment stocks using equity method
	장기대여금	Long term loans
	장기매출채권	Long term trade receivable
	장기보증금	Long term guarantee deposits
	이연법인세자산	Deferred income tax assets
	확정계약자산	Contract settled asset
	장기미수수익	Long term accrued income
	장기선급금	Long term receivable_advance payments
	장기미수금	Long term receivable_nontrade receivable
	장기선합비용	Long term prepaid expenses
	투자부동산	Investment properties
	기타비유동자산	Other noncurrent assets
	장기파생상품자산	Long term financial derivative assets
	장기파생상품자산	Long term financial derivative assets
	유형자산	Property, Plant and Equipment
	토지	Land
	건물	Buildings
	건축물	Structures
	기계장치	Machinery and equipment
	건설용장비	Construction equipment
	차량운반구	Vehicles and transportation equipment
	공구와기구	Instrument and tools
	비품	Furniture and fixture
	리스자산	Lease assets
	미확기계	Machinery in transit
	리스개발자산	Leasehold improvements
	암사필자유형자산	Natural resources exploration tangible asset
	건설중인자산	Construction in progress
	건설인건비	Construction in progress_wages and salaries
	건설경비	Construction in progress_expenses

Account code	Account Name (Korean Name)	Account Name (English Name)
	건설자금이자	Construction in progress_capitalization of interest cost
	무형자산	Intangible assets
	영업권	Goodwill
	산업재산권	Industrial property rights
	임차권리금	Lease rights
	개발비	Development costs
	항만시설이용권	Port facility usage rights
	건설중인자산	Construction in progress
	합시평가무형자산	Natural resources exploration intangible asset
	개발광구무형자산	Mine development intangible asset
	기타무형자산	Other intangible assets
	무형자산가계정	Intangible assets_temporary account
	무형자산가계정_인건비	Intangible assets_temporary account_labor costs
	무형자산가계정_경비	Intangible assets_temporary account_expenses
	분지사계정_자산	Intercompany transaction code_assets
	분지사계정_세권채무상계	Intercompany transaction code_assets_receivable and payable offset
	분지사계정_계고자산소거	Intercompany transaction code_assets_elimination of unrealized gain on inventory
	분지사계정_고정자산소거	Intercompany transaction code_assets_elimination of unrealized gain on property, plant and equipment
	분지사무자	Intercompany transaction code_assets_investments
	부채	Liabilities
	유동부채	Current liabilities
	매입채무	Accounts payable
	단기차입금	Short term borrowings
	단기차입금_원지화	Short term borrowings_local currency
	단기차입금_외화	Short term borrowings_foreign currency
	방과차원	Bank overdraft
	미지급금	Nonrude payable
	선수금	Advance receipts
	예수금	Withholdings
	보험관련예수금	Withholdings_insurance premiums
	소득세관련예수금	Withholdings_salaries income tax
	주민세관련예수금	Withholdings_resident tax
	급여관련예수금	Withholdings_salaries deduction
	해외계연사예수금	Withholdings_overseas subsidiaries
	세권합류관련예수금	Withholdings_attachment for receivable
	미지급비용	Accrued expenses
	지급이자미지급비용_원지화	Accrued interest expenses_local currency
	지급이자미지급비용_외화	Accrued interest expenses_foreign currency
	미지급법인세	Income tax payable
	해외계연사미지급법인세	Income tax payable_overseas subsidiaries
	미지급배당금	Dividend payable
	유동성장기부채	Current portion of long term liabilities
	유동성장기차입금_원지화	Current portion of long term borrowings_local currency
	유동성장기차입금_외화	Current portion of long term borrowings_foreign currency
	유동성장권	Current portion of overseas public borrowings
	선수수익	Unearned revenues
	유동성장담부채	Long term provision liability
	상여성출당부채	Provision for bonuses
	예충부가세	Value added tax_sales
	해외계연사예충부가세	Value added tax_sales_overseas subsidiaries
	가수금	Suspense payable
	파생상품부채	Derivatives liabilities
	단기파생상품부채	Short term derivatives liabilities
	유동성장기파생상품부채	Current portion of long term derivative liabilities
	금융리스부채	Capital lease liabilities
	예수보증금	Guarantee deposit
	매각예정부채	Liabilities to be sold
	금융보증부채	Guaranteed liabilities
	이연수익	Deferred revenues
	파생계약부채	Contract settled debt
	당기손익인식지정금융부채	Financial liability at Fair value through profit or loss
	기타의유동부채	Other current liabilities

Account code	Account Name (Korean Name)	Account Name (English Name)
	비유동부채	Noncurrent liabilities
	사채	Debentures
	장기차입금	Long term borrowings
	장기차입금_원지화	Long term borrowings in local currency
	장기차입금_외화	Long term borrowings in foreign currency
	차관	Loan from other country
	차관	Loan from other country
	장기내입세무	Long term accounts payable
	비적금의충당부채	Provision for severance benefits
	장가상각누계액	Accumulated depreciation
	이연법인세부채	Deferred liabilities
	장기미지급금	Long term nontrade payable
	장기선수수익	Long term unearned revenues
	장기미지급비용	Long term accrued expenses
	전환사채	Convertible debentures
	신주인수권부사채	Debentures with stock purchase warrant
	장기충당부채	Long term provision liabilities
	장기선수금	Long term advance received
	장기예수보증금	Long term guarantee deposits
	장기파생상품부채	Long term derivative liabilities
	장기파생상품부채	Long term derivative liabilities
	금융보증부채	Guaranteed liabilities
	장기이연수익	Long term deferred revenues
	비유동회계적역부채	Contract settled debt
	장기금융리스부채	Capital lease liabilities
	유형자산국고보조금	Government Subsidy_property, Plant and Equipment
	무형자산국고보조금	Government Subsidy_intangible asset
	부자자산국고보조금	Government subsidy_investment
	기타비유동부채	Other noncurrent liabilities
	대손충당금	Allowance for bad debt
	매출채권대손충당금	Allowance for bad debt_accounts receivable
	단기대손충당금	Allowance for bad debt_short term loans
	미수금대손충당금	Allowance for bad debt_nontrade receivable
	미수수익대손충당금	Allowance for bad debt_accrued income
	선급금대손충당금	Allowance for bad debt_advance payments
	예치금대손충당금	Allowance for bad debt_general deposits
	기타비유동자산대손충당금	Allowance for bad debt_general deposits_other quick assets
	장기대손충당금	Allowance for bad debt_long term loans
	장기심미충채권대손충당금	Allowance for bad debt_long term accounts receivable
	장기보증금대손충당금	Allowance for bad debt_long term deposits
	장기미수수익대손충당금	Allowance for bad debt_long term accrued income
	장기선급금대손충당금	Allowance for bad debt_long term advance payments
	장기미수금대손충당금	Allowance for bad debt_long term_nontrade receivable
	기타비유동자산대손충당금	Allowance for bad debt_other noncurrent asset
	재고평가충당금	Allowance for inventories valuation
	제품평가충당금	Allowance for goods valuation
	상품평가충당금	Allowance for merchandises valuation
	건설재고자산평가충당금	Allowance for construction inventories valuation
	반제품평가충당금	Allowance for semi finished goods valuation
	하위등급평가충당금	Allowance for undergraded goods valuation
	부산물평가충당금	Allowance for by products valuation
	원료평가손실충당금	Allowance for raw materials valuation
	연료및재료평가손실충당금	Allowance for materials valuation
	기타재료자산평가충당금	Allowance for other inventories valuation
	손상차손누계액	Accumulated impairments
	유형자산_토지 손상차손누계액	Accumulated impairments for land classified as tangible assets
	유형자산_건물 손상차손누계액	Accumulated impairments for buildings classified as tangible assets
	유형자산_구조물 손상차손누계액	Accumulated impairments for structures classified as tangible assets
	기계장치 손상차손누계액	Accumulated impairments for machinery
	건설용 장비 손상차손누계액	Accumulated impairments for construction equipment
	차량운반구 손상차손누계액	Accumulated impairments for vehicles
	공구화기구 손상차손누계액	Accumulated impairments for tools and fixture

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	비품손상차손누계액	Accumulated impairments for equipment and furniture
	금융리스자산손상차손누계액	Accumulated impairments for financial lease assets
	리스개량자산손상차손누계액	Accumulated impairments for leasehold improvements
	건설중인자산손상차손누계액	Accumulated impairments for asset for construction
	단기매도가능증권손상차손누계액	Accumulated impairments for short term available for sale securities
	유동성만기보유증권손상차손누계액	Accumulated impairments for current portion of long term held to maturity securities
	매도가능증권손상차손누계액	Accumulated impairments for available for sale securities
	만기보유증권손상차손누계액	Accumulated impairments for held to maturity securities
	기타투자자산손상차손누계액	Accumulated impairments for other investment assets
	투자부동산_토지손상차손누계액	Accumulated impairments for land classified as investment properties
	투자부동산_건물손상차손누계액	Accumulated impairments for buildings classified as investment properties
	투자부동산_구조물손상차손누계액	Accumulated impairments for structures classified as investment properties
	투자부동산_기타손상차손누계액	Accumulated impairments for other investment properties
	광시행가유형자산손상차손누계액	Accumulated impairments for Natural resources exploration tangible asset
	광시행가무형자산손상차손누계액	Accumulated impairments for Natural resources exploration intangible asset
	지분법처용투자주식손상차손누계액	Accumulated impairments for investment stocks using equity method
	선급수수료손상차손누계액	Accumulated impairments for advanced payments of purchase order
	진도예충세원손상차손누계액	Accumulated impairments for progressive accounts receivable
	개발광구무형자산손상차손누계액	Accumulated impairments for mine development intangible asset
	이연법인세자산평가충당금	Accumulated impairments for deferred assets
	이연법인세자산평가충당금	Accumulated impairments for deferred assets
	분지사계경_부지	Intercompany transaction code_liabilities
	분지사계무_채권채무상계	Intercompany transaction code_liabilities_receivable and payable offset
	분지사계무_외고자산소거	Intercompany transaction code_liabilities_elimination of unrealized gain on inventory
	분지사계무_외정자산소거	Intercompany transaction code_liabilities_elimination of unrealized gain on PP&E
	자본	Equity
	자본금	Capital stock
	자본잉여금	Capital surplus
	주요발행초과금	Paid in capital in excess of par value
	재평가적립금	Asset revaluation surplus
	합병차익	Gain on merge and acquisition
	감자차익	Gain from retirement of capital stock
	자기주식처분이익	Gain on disposal of treasury stock
	지분법자본잉여금인용	Adjustment capital surplus by equity method
	기타의자본잉여금	Other capital surplus
	이익잉여금	Retained earnings
	이익준비금	Legal reserve
	법정적립금	Legal reserve
	임의적립금	Voluntary reserve
	이사회이익잉여금	Unappropriated retained earning
	취한이익잉여금	Retained earnings before transfer
	기타포괄손익누계액	Accumulation of other comprehensive gain or loss
	지분법자본인용	Other comprehensive income or loss adjustment by equity method
	매도가능증권평가손익	Gain or loss on valuation of available for sale securities
	매도가능증권평가이익	Gain on valuation of available for sale securities
	매도가능증권평가손실	Loss on valuation of available for sale securities
	해외사업환산손익	Gain or loss on translation of overseas operations
	파생상품평가손익	Gain or loss on valuation of derivatives
	파생상품평가차손	Loss on valuation of derivatives
	파생상품평가차익	Gain on valuation of derivatives
	비파생상품외환환산손익	Foreign translation gain or loss on non-derivative financial instrument
	재평가적립금	Revaluation reserves
	자본조정	Capital adjustments
	자기주식	Treasury stock
	기타자본조정	Other capital adjustments
	매각예정자본	Equities to be sold
	비제재지분	Noncontrolling interests
	비제재지분_자본금	Noncontrolling interests_capital stock
	비제재지분_자본잉여금	Noncontrolling interests_capital surplus
	비제재지분_권기잉여금	Noncontrolling interests_prior year retained earning
	비제재지분_당기순이익	Noncontrolling interests_net income
	비제재지분_자기주식	Noncontrolling interests_treasury stock

Account code	Account Name (Korean Name)	Account Name (English Name)
	비지배지분_기타타조조정	Noncontrolling interests_other capital adjustments
	비지배지분_에도가등유인형가손익	Noncontrolling interests_gain or loss on valuation of available for sales securities
	비지배지분_지분법자본변동	Noncontrolling interests_other comprehensive income or loss_adjustment by equity method
	비지배지분_무외지분법자본변동	Noncontrolling interests_other comprehensive loss_adjustment loss on valuation by equity method
	비지배지분_해외사업환산차손익	Noncontrolling interests_gain or loss on translation of overseas operations
	비지배지분_파생상품평가차손익	Noncontrolling interests_gain or loss on valuation of derivatives
	비지배지분_미국생상품외환환산손익	Noncontrolling interests_gain or loss on valuation
	비지배지분_재평가차입금	Noncontrolling interests_revaluation reserves
	선지사계정_자산	Intercompany transaction_equities
	본지사계정_자산	Intercompany transaction_equities
	수익	Income
	매출액	Sales
	철강제품매출액	Sales_steel finished goods
	철강사산물매출액	Sales_steel by products
	철강반제품매출액	Sales_steel semi finished goods
	철강보증환인	Sales_discount_steel
	철강상품매출액	Sales_steel merchandises
	철강급의품매출액	Sales_steel undergraded goods
	철강제조품매출액	Sales_steel manufactures
	철강임가공품매출액	Sales_steel outsourcing goods
	에너지매출액	Sales_energy business
	ENG사업매출액	Sales_engineering business
	전산장비매출액	Sales_IT equipment
	철산장비매출액	Sales_IT equipment
	비철강소재매출액	Sales_nonsteel material business
	일반용역매출액	Sales_services
	공사매출액	Sales_construction business
	공사매출액_취적매출	Construction sales_fixed amount
	공사매출액_진도매출	Construction sales_progressive amount
	전산용역매출액	Sales_IT services
	전산용역매출액_취적매출	IT services sales_fixed amount
	전산용역매출액_진도매출	IT services sales_progressive amount
	정비사업매출액	Sales_facilities business
	기지운영매출액	Sales_station operating business
	열가공매출액	Sales_outsourcing products
	임대매출액	Sales_lease business
	유통매출액	Sales_distribution business
	문구매출액	Sales_distribution business
	자문용역매출액	Sales_consulting service
	자문용역매출액	Sales_computing service
	광산사업매출액	Sales_mining business
	내화용사업매출액	Sales_refractoriness business
	내화용사업매출액	Sales_refractoriness business
	레저사업매출액	Sales_leisure business
	리스료수익	Lease sales
	항만이용수익	Revenue from port facility use
	상사매출액	Trading Sales
	상사매출액	Trading Sales
	수수료수익	Commission sales
	비철강보증환인	Sales_discount_nonsteel
	비철강보증환인	Sales_discount_nonsteel
	선지사대출	Intercompany transaction code_sales
	기타매출액	Other sales
	영업외수익	Non operating income
	이자수익	Interest income
	현금성자산이자수익	Interest income_cash and cash equivalents
	금융상품이자수익	Financial instruments interest income
	단기투자증권이자수익	Interest income_short term investments securities
	장기투자증권이자수익	Interest income_long term investments securities
	배당금수익	Dividend income
	임대료	Rental income
	단기매매증권차손이익	Gain on disposal of trading securities

Account code	Account Name (Korean Name)	Account Name (English Name)
	단기매출권처분이익	Gain on disposal of trading securities
	단기매출권평가이익	Gain on valuation of trading securities
	단기매출권평가이익	Gain on valuation of trading securities
	외환차익	Foreign transaction gain
	현금성자산환차익	Foreign transaction gain
	단기차입금환차익	Foreign transaction gain on short term borrowings
	장기차입금환차익	Foreign transaction gain on long term borrowings
	차관환차익	Foreign transaction gain on loans from other country
	SPOT거래환차익	Foreign transaction gain on spot transaction
	금융상품환차익	Foreign transaction gain on financial instruments
	외파매도가능증권환차익	Foreign transaction gain on available for sale securities
	외화환산이익	Foreign translation gain
	현금성자산환산익	Foreign translation gain on cash and cash equivalents
	단기차입금환산익	Foreign translation gain on short term borrowings
	장기차입금환산익	Foreign translation gain on long term borrowings
	차관환산익	Foreign translation gain on loans from other country
	금융상품환산익	Foreign translation gain on financial instruments
	외파매도가능증권환산익	Foreign translation gain on available for sale securities
	지분법이익	Gain on valuation by equity method
	매도가능증권손상차손환입	Reversal of available for sale securities impairment loss
	매도가능증권손상차손환입	Reversal of available for sale securities impairment loss
	단기매도가능증권처분이익	Gain on disposal of short term available for sale securities
	단기매도가능증권처분이익	Gain on disposal of short term available for sale securities
	유형자산처분이익	Gain on disposal of tangible assets
	사채상환이익	Gain on redemption of debentures
	파생상품거래이익	Gain on transactions of derivatives
	파생상품거래이익	Gain on transactions of derivatives
	파생상품평가이익	Gain on valuation of derivatives
	파생상품평가이익	Gain on valuation of derivatives
	대손충당금환입	Reverse of bad debt allowance
	기타비유형자산처분이익	Gain on disposal of other noncurrent assets
	유형자산손상차손환입	Reversal of tangible assets impairment loss
	장기매도가능증권처분이익	Gain on disposal of long term available for sale securities
	장기매도가능증권처분이익	Gain on disposal of long term available for sale securities
	만기보유종금자산이익	Gain on disposal of held to maturity securities
	만기보유종금자산이익	Gain on disposal of held to maturity securities
	재고자산처분이익	Gain on disposal of inventories
	지분법주식처분이익	Gain on disposal of equity investments
	만기보유종금자산손상차손환입	Reversal of held to maturities securities impairment loss
	만기보유종금자산손상차손환입	Reversal of held to maturities securities impairment loss
	기타비유형자산손상차손환입	Reversal of other noncurrent assets impairment loss
	무형자산처분이익	Gain on disposal of intangible assets
	무형자산손상차손환입	Reversal of intangible assets impairment loss
	부의형편권환입	Reverse of negative goodwill
	충당부채환입	Reverse of allowance liabilities
	전기오류수정이익	Gain on prior period error correction
	투자부동산손상차손환입	Reversal of investment properties impairment loss
	투자부동산처분이익	Gain on disposal of intangible assets
	매각예정자산손상차손환입	Reversal of impairment loss of assets to be sold
	매각예정자산처분이익	Gain on disposal of assets to be sold
	금융보증이익	Gain on guaranteed liabilities
	보조금수익	Government subsidy sales
	주식보상비용 환입	Reversal of stock compensation expense
	확정계약평가이익	Revenue from settled contract optionvaluation
	당기손익인식지정금융상품처분이익	Gain on disposal of financial instrument at fair value through profit or loss
	당기손익인식지정금융상품평가이익	Gain on valuation of financial instrument at fair value through profit or loss
	선급수주금손상차손환입	Reversal of impairment loss on advanced payments of purchase order
	진도대출채권손상차손환입	Reversal of impairment loss on progressive accounts receivable
	본회사수익	Intercompany transaction code_income
	잡이익	Miscellaneous income
	잡이익	Miscellaneous income
	중단사업이익	Discontinued operation income

Account code	Account Name (Korean Name)	Account Name (English Name)
	중단사업이익	Discontinued operation income
	기분법적용부자주식손상회복입	Reversal of impairment loss on investment stocks using equity method
	중속회사의 매수일전순이익	Net income of consolidated subsidiaries before acquisition
	중속회사의 매수일전순이익	Net income of consolidated subsidiaries before acquisition
	연결당기순이익	Consolidating net income
	비용	Expenses
	매출원가	Cost of sales
	원감제품매출원가	Cost of goods sold
	부산물매출원가	Cost of by products sold
	반제품매출원가	Cost of semi finished goods sold
	원감매출원가차이	Cost variances of steel sales
	원감매출원가차감	Deduction of steel cost of sales
	원가차이	Cost variances
	등급품매출원가	Cost of undergraded goods sold
	제조품매출원가	Cost of manufactures sold
	원감상품매출원가	Cost of steel merchandises sold
	원감입가공품매출원가	Cost of steel outsourcing goods sold
	원감재고자산평가손실	Loss on steel inventory valuation
	에너지매출원가	Cost of energy business
	지역난방매출원가	Cost of district heating business
	ENG사업매출원가	Cost of engineering facilities business
	건설장비매출원가	Cost of IT equipments sold
	건설장비매출원가	Cost of IT equipments sold
	비철강소재매출원가	Cost of nonsteel material business
	일반용역매출원가	Cost of services sales
	공사매출원가	Cost of construction sales
	공사매출원가	Cost of construction sales
	건설용역매출원가	Cost of IT services sales
	건설용역매출원가	Cost of IT services sales
	정비용역매출원가	Cost of facilities services business
	기지운영매출원가	Cost of sales_station operating business
	CTS기지운영매출원가	Cost of sales_central transshipment station operating business
	LNG기지운영매출원가	Cost of sales_LNG station operating business
	월가공매출원가	Cost of outsourcing sales
	임대매출원가	Cost of rental revenue
	임대매출원가_인건비	Cost of rental revenue_labor costs
	임대매출원가_정비	Cost of rental revenue_overhead costs
	분류매출원가	Cost of distribution sales
	분류매출원가	Cost of distribution sales
	자문용역매출원가	Cost of consulting services sales
	광산사업매출원가	Cost of mining business sales
	내화광사업매출원가	Cost of refractoriness business sales
	내화광사업매출원가	Cost of refractoriness business sales
	레저사업매출원가	Cost of leisure business sales
	리스트수위매출원가	Cost of merchandise sales_lease business
	방안시설이용원가	Cost of port facility use
	상사매출원가	Cost of trading sales
	상사매출원가	Cost of trading business
	수수료수익매출원가	Cost of commission sales
	기타매출원가	Other cost of sales
	비철강매출원가차이	Cost variances of nonsteel sold
	비철강매출원가차감	Deduction of cost of nonsteel sold
	비철강재고자산평가손실	Loss on nonsteel inventory valuation
	분지사대입	Intercompany transaction code_purchasing
	판매비와관리비	Selling and administrative expenses
	급여	Salaries
	관련비_임원급여	Selling and administrative expenses_salary and wage of directors
	관련비_직원급여	Selling and administrative expenses_salary and wage
	관련비_계약직급여	Selling and administrative expenses_salary and wage of part timers
	관련비_임시직급여	Selling and administrative expenses_salary and wage of temporary employees
	퇴직급여	Severance benefits
	관련비_퇴직급여충당금진입액	Selling and administrative expenses_contribution to provision for severance benefits

Account code	Account Name (Korean Name)	Account Name (English Name)
	관관비_퇴직급	Selling and administrative expenses_severance benefits
	관관비_확정기여형퇴직급여	Selling and administrative expenses_defined contribution retirement pension
	복지후생비	Welfare expenses
	관관비_복지후생비	Selling and administrative expenses_welfare expenses
	여비교통비	Travel expenses
	관관비_여비교통비	Selling and administrative expenses_travel expenses
	통신비	Communication expenses
	관관비_통신비	Selling and administrative expenses_communication expenses
	전기비	Electricity expenses
	관관비_전기비	Selling and administrative expenses_electricity expenses
	용수비	Water expenses
	관관비_용수비	Selling and administrative expenses_water expenses
	연료유지비	Heating expenses
	관관비_연료유지비	Selling and administrative expenses_heating expenses
	세금과공과	Taxes and dues
	관관비_세금과공과	Selling and administrative expenses_taxes and dues
	감가상각비	Depreciation expenses
	관관비_유형자산감가상각비	Selling and administrative expenses_depreciation
	관관비_무형자산감가상각비	Selling and administrative expenses_amortization
	관관비_투자부동산감가상각비	Selling and administrative expenses_depreciation_investment properties
	지급임차료	Rental expenses
	관관비_지급임차료	Selling and administrative expenses_rental expenses
	수선비	Repairs expenses
	관관비_수선비	Selling and administrative expenses_repairs expenses
	보험료	Insurance premium
	관관비_보험료	Selling and administrative expenses_insurance premium
	업무추진비	Entertainment expenses
	관관비_업무추진비	Selling and administrative expenses_entertainment expenses
	광고선전비	Advertising expenses
	관관비_광고선전비	Selling and administrative expenses_advertising expenses
	정상연구개발비	Ordinary research and development expenses
	관관비_정상연구개발비	Selling and administrative expenses_ordinary research and development expenses
	관관비_정상연구-6서그라	Selling and administrative expenses_ordinary research and development expenses six sigma
	제규수수료	Service fees
	관관비_제규수수료	Selling and administrative expenses_service fees
	포상비	Rewards expenses
	관관비_포상비	Selling and administrative expenses_rewards expenses
	소모품비	Supplies expenses
	관관비_소모품비	Selling and administrative expenses_supplies expenses
	의류비	Clothes expenses
	관관비_의류비	Selling and administrative expenses_clothes expenses
	도서인쇄비	Publication expenses
	관관비_도서인쇄비	Selling and administrative expenses_publication expenses
	차량유지비	Vehicles maintenance expenses
	관관비_차량유지비	Selling and administrative expenses_vehicles maintenance expenses
	협회비	Industry association fees
	관관비_협회비	Selling and administrative expenses_industry association fees
	교육훈련비	Training expenses
	관관비_교육훈련비	Selling and administrative expenses_training expenses
	회의비	Conference expenses
	관관비_회의비	Selling and administrative expenses_conference expenses
	피해보상비	Compensation expenses for casualties
	관관비_피해보상비	Selling and administrative expenses_compensation expenses for casualties
	주식보상비용	Stock compensation expenses
	관관비_주식보상비용	Selling and administrative expenses_stock compensation expenses
	자료수집비	Material collection expenses
	관관비_자료수집비	Selling and administrative expenses_material collection expenses
	잡비	Miscellaneous expenses
	관관비_잡비	Selling and administrative expenses_miscellaneous expenses
	운반보관비	Freight expenses
	관관비_운반보관비	Selling and administrative expenses_freight expenses
	중계기저운임비	Operating expenses for distribution center

Account code	Account Name (Korean Name)	Account Name (English Name)
	판매비_판매기저운영비	Selling and administrative expenses_operating expenses for distribution center
	판매수수료	Sales commissions
	판매비_판매수수료	Selling and administrative expenses_sales commissions
	판매선전비	Sales advertising expenses
	판매비_판매선전비	Selling and administrative expenses_sales advertising expenses
	판매촉진비	Sales promotion expenses
	판매비_판매촉진비	Selling and administrative expenses_sales promotion expenses
	진본비	Sample expenses
	판매비_진본비	Selling and administrative expenses_sample expenses
	판매보험료	Sales insurance premium
	판매비_판매보험료	Selling and administrative expenses_sales insurance premium
	충당부채전입액	Contribution to allowance of doubtful accounts
	판매비_충당부채전입액	Selling and administrative expenses_contribution to allowance of doubtful accounts
	대손상각비	Bad debt expenses
	판매수수비	Expenses for receiving orders
	판매비_판매수수비	Selling and administrative expenses_expenses for receiving orders
	기타판매비	Other selling expenses
	판매비_기타판매비	Selling and administrative expenses_other selling expenses
	영업외비용	Nonoperating expenses
	지급이자	Interest expenses
	차관이자	Interest expenses_foreign loans
	한시차입금이자	Interest expenses_local borrowings
	외화차입금이자	Interest expenses_foreign borrowings
	무역관련이자	Interest expenses_trade
	기타의대손상각비	Other bad debt expenses
	단기매출권처분손실	Loss on disposal of trading securities
	단기매출권처분손실	Loss on disposal of trading securities
	단기매출권평가손실	Loss on valuation of trading securities
	단기매출권평가손실	Loss on valuation of trading securities
	지급보증료	Guarantee expenses
	외환차손	Foreign transaction loss
	외화원금성자산환차손	Foreign transaction loss_cash and cash equivalents
	단기차입금환차손	Foreign transaction loss_short term borrowings
	장기차입금환차손	Foreign transaction loss_long term borrowings
	차관환차손	Foreign transaction loss_loans from foreign country
	SPOT기대환차손	Foreign transaction loss_SPOT transaction
	금융상품환차손	Foreign transaction loss_financial instruments
	외화매도가능증권환차손	Foreign transaction loss_available for sale securities
	외화환산손실	Foreign translation loss
	외화원금성자산환산손	Foreign translation loss on cash and cash equivalents
	단기차입금환산손	Foreign translation loss on short term borrowings
	장기차입금환산손	Foreign translation loss on long term borrowings
	차관환산손	Foreign translation loss on loans from other country
	금융상품환산손	Foreign translation loss on financial instruments
	외화매도가능증권환산손	Foreign translation loss on available for sale securities in foreign currency
	기부금	Donations
	현금기부금	Donations_cash
	현물기부금	Donations_goods
	지분법손실	Loss on valuation by equity method
	매도가능증권손상차손	Impairment loss on available for sale securities
	매도가능증권손상차손	Impairment loss on available for sale securities
	지분법주식처분손실	Loss on disposal of equity investments
	유형자산처분손실	Loss on disposal of tangible assets
	사채상환손실	Loss on redemption of debentures
	무형자산처분손실	Loss on disposal of intangible assets
	파생상품거래손실	Loss on transactions of derivatives
	파생상품거래손실	Loss on transactions of derivatives
	파생상품평가손실	Loss on valuation of derivatives
	파생상품평가손실	Loss on valuation of derivatives
	유형자산비용	Idle tangible assets expenses
	유형자산손상차손	Impairment loss on tangible assets
	매출채권처분손실	Loss on disposal of accounts receivable

Account code	Account Name (Korean Name)	Account Name (English Name)
	기타비유동자산처분손실	Loss on disposal of other noncurrent assets
	기타비유동자산손상차손	Impairment loss on other noncurrent assets
	금융수수료	Financial service charges
	금융수수료	Financial service charges
	지급할인료	Payment discount charges
	만기보유증권손상차손	Impairment loss on held to maturity securities
	만기보유증권손상차손	Impairment loss on held to maturity securities
	단기매도가능증권처분손실	Loss on disposal of short term available for sales securities
	단기매도가능증권처분손실	Loss on disposal of short term available for sales securities
	투자부동산손상차손	Impairment loss on investment properties
	무형자산손상차손	Impairment loss on intangible assets
	전기오류수정손실	Loss on prior period error correction
	장기매도가능증권처분손실	Loss on disposal of long term available for sales securities
	장기매도가능증권처분손실	Loss on disposal of long term available for sales securities
	만기보유증권처분손실	Loss on disposal of held to maturity securities
	만기보유증권처분손실	Loss on disposal of held to maturity securities
	재고자산처분손실	Loss on disposal of inventories
	재고자산감모손실	Depletion losses on inventories
	재해손실	Loss on casualties
	투자부동산처분손실	Loss on disposal of investment properties
	매각예정자산처분손실	Loss on disposal of assets to be sold
	매각예정자산손상차손	Impairment loss on assets to be sold
	보증보증손실	Loss on guaranteed liabilities
	과징계약평가손실	Loss on settled contract option evaluation
	당기손익인식지정금융상품처분손실	Loss on disposal of financial instrument at fair value through profit or loss
	당기손익인식지정금융상품평가손실	Loss on valuation of financial instrument at fair value through profit or loss
	지분법지출투자주식손상차손	Impairment loss on investment stocks using equity method
	선급수주금손상차손	Impairment loss on advanced payments of purchase order
	진도매출채권손상차손	Impairment loss on progressive accounts receivable
	분지사비용	Intercompany transaction code expenses
	잡손실	Miscellaneous expenses
	잡손실	Miscellaneous expenses
	계속사업손익법인세비용	Continuing business income tax expenses
	법인세	Income tax expenses
	주민세	Inhabitant tax expenses
	중단사업손실	Discontinued business loss
	중단사업손실	Discontinued business loss
	중속회사의 매수입원손손실	Net loss of consolidated subsidiaries before acquisition
	중속회사의 매수입원손손실	Net loss of consolidated subsidiaries before acquisition
	제조비용	Manufacturing expenses
	원재료비	Raw material costs
	연재료비	Fuel and material costs
	노무비	Labor costs
	제조비용_직원급여	Manufacturing expenses_salary and wage
	제조비용_제약직원급여	Manufacturing expenses_salary and wage of part timers
	제조비용_임시직원급여	Manufacturing expenses_salary and wage of temporary employees
	제조비용_퇴직급여충당금인입액	Manufacturing expenses_contribution to provision for severance benefits
	제조비용_퇴직금	Manufacturing expenses_severance benefits
	제조비용_임원급여	Manufacturing expenses_salary and wage of directors
	제조비용_확정기여형퇴직급여	Manufacturing expenses_defined contribution retirement pension
	외주비	Outsourcing costs
	제조비용_외주수선비	Manufacturing expenses_outsourcing repair costs
	제조비용_외주서비스비	Manufacturing expenses_outsourcing service fees
	감가상각비	Depreciation and amortization
	제조비용_유형자산감가상각비	Manufacturing expenses_depreciation
	제조비용_무형자산감각비	Manufacturing expenses_amortization
	제조비용_투자부동산감가상각비	Manufacturing expenses_depreciation_investment properties
	경비	General manufacturing expenses
	제조비용_복리후생비	Manufacturing expenses_welfare expenses
	제조비용_여비교통비	Manufacturing expenses_travel expenses
	제조비용_통신비	Manufacturing expenses_communication expenses
	제조비용_전력비(변동비)	Manufacturing expenses_electricity expenses_variable cost

Account code	Account Name (Korean Name)	Account Name (English Name)
	제조비용_전력비(고정비)	Manufacturing expenses_electricity expenses_fixed cost
	제조비용_용수비(변동비)	Manufacturing expenses_water expenses_variable cost
	제조비용_용수비(고정비)	Manufacturing expenses_water expenses_fixed cost
	제조비용_인료유지비	Manufacturing expenses_heating expenses
	제조비용_세금과공과	Manufacturing expenses_taxes and dues
	제조비용_지급임차료	Manufacturing expenses_rental expenses
	제조비용_수선비	Manufacturing expenses_repairs expenses
	제조비용_보험료	Manufacturing expenses_insurance premium
	제조비용_업무수선비	Manufacturing expenses_entertainment expenses
	제조비용_광고선전비	Manufacturing expenses_advertising expenses
	제조비용_일반연구개발비	Manufacturing expenses_ordinary research and development expenses
	제조비용_Finex Demo Plant	Manufacturing expenses_Finex demo plant
	제조비용_정상연구-6시그마	Manufacturing expenses_ordinary research and development expenses_six sigma
	제조비용_지급수수료	Manufacturing expenses_service fees
	제조비용_포상비	Manufacturing expenses_rewards expenses
	제조비용_소모품비	Manufacturing expenses_supplies expenses
	제조비용_의류비	Manufacturing expenses_clothes expenses
	제조비용_도서인쇄비	Manufacturing expenses_publication expenses
	제조비용_차량유지비	Manufacturing expenses_vehicles maintenance expenses
	제조비용_협회비	Manufacturing expenses_industry association fees
	제조비용_교육훈련비	Manufacturing expenses_training expenses
	제조비용_회의비	Manufacturing expenses_conference expenses
	제조비용_피해보상비	Manufacturing expenses_compensation expenses for casualties
	제조비용_충당부채접입액	Manufacturing expenses_contribution to allowance of doubtful accounts
	제조비용_부식보상비용	Manufacturing expenses_stock compensation expenses
	제조비용_환경관리비	Manufacturing expenses_environmental management expenses
	제조비용_안전관리비	Manufacturing expenses_safety supervision expenses
	제조비용_운반보편비	Manufacturing expenses_freight expenses
	제조비용_자료수집비	Manufacturing expenses_material collection expenses
	제조비용_품질관리비	Manufacturing expenses_quality control expenses
	제조비용_합비	Manufacturing expenses_miscellaneous expenses
	대체계정	Transfer account_self control accounts
	대체계정	Transfer account_self control accounts
	대체계정	Transfer account_self control accounts
	기타포괄손익	Other comprehensive income
	기타포괄이익	Other comprehensive income
	기타포괄손실	Other comprehensive loss
	이연법인세변동	Deferred tax adjustments_other comprehensive income or loss
	연결기타포괄손익누계액	Consolidating accumulated other comprehensive income

**Appendix A-6**

**Audited Consolidated & Unconsolidated  
Financial Statements  
for the Two Most Fiscal Years**

**POSCO**  
**and Subsidiaries**  
**Consolidated Financial Statements**  
**December 31, 2011**

**(With Independent Auditors' Report Thereon)**

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**Independent Auditors' Report**

Based on a report originally issued in Korean

The Board of Directors and Stockholders  
POSCO:

We have audited the accompanying consolidated statements of financial position of POSCO and subsidiaries (the "Company") as of December 31, 2011, 2010 and January 1, 2010 and related consolidated statements of comprehensive income, changes in equity and cash flows for the years ended December 31, 2011 and 2010. Management is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with Korean International Financial Reporting Standards. Our responsibility is to express an opinion on these consolidated financial statements based on our audits.

We conducted our audits in accordance with auditing standards generally accepted in the Republic of Korea. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the consolidated financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the financial position of the Company as of December 31, 2011, 2010 and January 1, 2010 and its financial performance and its cash flows for the years ended December 31, 2011 and 2010, in accordance with Korean International Financial Reporting Standards.

Without qualifying our opinion, we draw attention to the following:

As described in note 12 to the consolidated financial statements, the Company changed the useful life of major machinery and equipment from 8 years to 15 years from January 1, 2011. For the year ended December 31, 2011, this change resulted in a reduction in depreciation expenses of 1,227,169 million.

The procedures and practices utilized in the Republic of Korea to audit such consolidated financial statements may differ from those generally accepted and applied in other countries. Accordingly, this report and the accompanying consolidated financial statements are for use by those knowledgeable about Korean auditing standards and their application in practice.

Seoul, Korea  
March 8, 2012

This report is effective as of March 8, 2012, the audit report date. Certain subsequent events or circumstances, which may occur between the audit report date and the time of reading this report, could have a material impact on the accompanying consolidated financial statements and notes thereto. Accordingly, the readers of the audit report should understand that the above audit report has not been updated to reflect the impact of such subsequent events or circumstances, if any.

**POSCO**  
**Consolidated Statements of Financial Position**  
**As of December 31, 2011, 2010 and January 1, 2010**

<i>(In millions of Won)</i>	Notes	December 31, 2011	December 31, 2010	January 1, 2010
<b>Assets</b>				
Cash and cash equivalents	4,520 W	4,598,682	3,521,045	2,273,059
Trade accounts and notes receivable, net	6,20,25,34	11,450,515	9,219,011	5,300,233
Other short-term financial assets	7,20,34	3,656,270	4,383,302	7,211,023
Inventories	8	12,283,644	9,559,206	4,918,413
Current income tax assets	31	18,621	17,654	11,980
Assets held for sale	9	329,037	-	24,961
Other current assets	14	1,220,142	972,159	690,186
<b>Total current assets</b>		<b>33,556,911</b>	<b>27,672,377</b>	<b>20,429,855</b>
Long-term trade accounts and notes receivable, net	6,20	183,061	273,622	522,775
Other long-term financial assets	7,20	5,125,672	6,417,038	5,308,660
Investments in associates	10	3,831,659	3,306,425	950,449
Investment property, net	11	527,533	493,365	558,207
Property, plant and equipment, net	12	28,453,184	25,437,740	22,342,747
Intangible assets, net	13	5,244,928	4,619,169	754,231
Deferred tax assets	31	855,603	338,876	409,748
Other long-term assets	14	630,287	659,814	250,475
<b>Total non-current assets</b>		<b>44,851,927</b>	<b>41,746,049</b>	<b>31,097,292</b>
<b>Total assets</b>	37 W	<b>78,408,838</b>	<b>69,418,426</b>	<b>51,527,147</b>

*See accompanying notes to consolidated financial statements.*

**POSCO**  
**Consolidated Statements of Financial Position**  
**As of December 31, 2011, 2010 and January 1, 2010**

<i>(in millions of Won)</i>	<u>Notes</u>	<u>December 31, 2011</u>	<u>December 31, 2010</u>	<u>January 1, 2010</u>
<b>Liabilities</b>				
Trade accounts and notes payable	20,34	₩ 4,397,279	3,980,701	2,392,317
Short-term borrowings and current installments of long-term borrowings	4,15,20	10,791,510	10,476,300	3,958,099
Other short-term financial liabilities	16,20,34	1,811,190	1,520,877	1,054,714
Current income tax liabilities	31	509,709	779,018	389,675
Liabilities related to assets held for sale	9	226,607	-	80
Provisions	17	69,432	63,809	63,305
Other current liabilities	19,25	1,799,631	1,456,072	1,155,441
<b>Total current liabilities</b>		<b>19,605,358</b>	<b>18,276,777</b>	<b>9,013,631</b>
Long-term trade accounts and notes payable	20,34	383	378	-
Long-term borrowings, excluding current installments	4,15,20	16,020,207	10,663,941	8,241,386
Other long-term financial liabilities	16,20	350,560	175,774	205,096
Defined benefit obligations	18	340,467	503,126	315,418
Deferred tax liabilities	31	1,168,097	1,028,728	377,539
Long-term provisions	17	109,343	152,149	12,005
Other long-term liabilities	19	84,503	80,386	28,391
<b>Total non-current liabilities</b>		<b>18,073,560</b>	<b>12,604,482</b>	<b>9,179,835</b>
<b>Total liabilities</b>	37	₩ 37,678,918	30,881,259	18,193,466
<b>Equity</b>				
Share capital	21	₩ 482,403	482,403	482,403
Capital surplus	21	1,150,452	1,101,561	1,199,666
Reserves	22	405,426	1,507,288	833,806
Treasury shares	23	(2,391,406)	(2,403,263)	(2,403,263)
Retained earnings		38,709,475	35,887,697	32,567,352
<b>Equity attributable to owners of the controlling company</b>		<b>38,356,350</b>	<b>36,575,686</b>	<b>32,679,964</b>
<b>Non-controlling interests</b>		<b>2,373,570</b>	<b>1,961,481</b>	<b>653,717</b>
<b>Total equity</b>		₩ 40,729,920	38,537,167	33,333,681
<b>Total liabilities and equity</b>		₩ 78,408,838	69,418,426	51,527,147

*See accompanying notes to consolidated financial statements.*

**POSCO**  
**Consolidated Statements of Comprehensive Income**  
**For the years ended December 31, 2011 and 2010**

<i>(In millions of Won, except per share information)</i>	<u>Notes</u>	<u>December 31, 2011</u>	<u>December 31, 2010</u>
Revenue	26,37	₩ 68,938,725	47,887,255
Cost of sales	29	<u>(59,823,850)</u>	<u>(39,722,461)</u>
<b>Gross profit</b>		9,114,875	8,164,794
Selling and administrative expenses	27,29		
Administrative expenses		(2,048,264)	(1,500,370)
Selling expenses		<u>(1,612,128)</u>	<u>(1,120,340)</u>
		(3,660,392)	(2,620,710)
Other operating income	28	337,078	231,387
Other operating expenses	29	<u>(383,459)</u>	<u>(341,951)</u>
<b>Operating profit</b>	33	5,408,102	5,433,520
Non-operating income and expenses			
Share of profit of equity-accounted investees	10	50,569	182,657
Finance income	20,30	3,190,419	1,738,804
Finance costs	20,30	<u>(3,866,695)</u>	<u>(2,087,858)</u>
<b>Profit before income tax</b>		4,782,395	5,267,123
Income tax expense	31,37	<u>(1,068,109)</u>	<u>(1,081,472)</u>
<b>Profit for the period</b>	37	3,714,286	4,185,651
Other comprehensive income (loss), net of tax			
Capital adjustment arising from investments in equity-method investees		(11,240)	(40,877)
Net changes in fair value of available-for-sale investments		(1,231,758)	589,601
Foreign currency translation differences		1,666	183,190
Defined benefit plan actuarial losses		<u>(30,577)</u>	<u>(152,125)</u>
<b>Total comprehensive income for the period, net of tax</b>		<u>₩ 2,442,377</u>	<u>4,765,440</u>
Profit attributable to:			
Owners of the controlling company		₩ 3,648,136	4,105,623
Non-controlling interests		<u>66,150</u>	<u>80,028</u>
<b>Profit for the period</b>		<u>₩ 3,714,286</u>	<u>4,185,651</u>
Total comprehensive income attributable to:			
Owners of the controlling company		₩ 2,530,437	4,639,671
Non-controlling interests		<u>(88,060)</u>	<u>125,769</u>
<b>Total comprehensive income for the period</b>		<u>₩ 2,442,377</u>	<u>4,765,440</u>
<b>Basic and diluted earnings per share</b>	32	₩ 47,224	53,297

See accompanying notes to consolidated financial statements.

**POSCO**  
**Consolidated Statements of Changes in Equity**  
**For the years ended December 31, 2011 and 2010**

	Owners of the Controlling Company						Non-Controlling Interests	Total
	Share Capital	Capital Surplus	Reserves	Treasury Shares	Retained Earnings	Sub Total		
<i>(in millions of \$)</i>								
Balance as of January 1, 2010	482,403	1,993,666	833,806	(2,403,263)	32,567,352	32,679,964	633,717	33,333,681
Comprehensive income:								
Profit for the period	-	-	-	-	4,105,623	4,105,623	80,028	4,185,651
Net changes in accumulated comprehensive income (loss) of investments in associates, net of tax	-	-	(37,656)	-	-	(37,656)	(3,221)	(40,877)
Net changes in fair value of available-for-sale securities, net of tax	-	-	576,950	-	-	576,950	12,651	589,601
Foreign currency translation differences, net of tax	-	-	136,669	-	-	136,669	46,521	183,190
Defined benefit plan actuarial losses, net of tax	-	-	-	-	(141,914)	(141,914)	(10,211)	(152,125)
Total comprehensive income	-	-	675,963	-	3,963,709	4,639,672	125,768	4,765,440
Transactions with owners of the Company, recognized directly in equity:								
Year-end dividends	-	-	-	-	(500,714)	(500,714)	(16,580)	(517,294)
Interim dividends	-	-	-	-	(192,582)	(192,582)	-	(192,582)
Acquisition of subsidiaries	-	-	-	-	-	-	1,099,349	1,099,349
Changes in ownership interests in subsidiaries	-	(92,994)	-	-	-	(92,994)	23,510	(69,484)
Paid in capital increase of subsidiaries	-	-	-	-	-	-	79,683	79,683
Others	-	(5,111)	(2,481)	-	49,932	42,340	(3,956)	38,374
Total transactions with owners of the Company	-	(98,105)	(2,481)	-	(643,364)	(743,950)	1,181,996	438,046
Balance as of December 31, 2010	482,403	1,101,561	1,507,288	(2,403,263)	35,887,697	36,575,686	1,961,481	38,537,167

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See accompanying notes to consolidated financial statements.

**POSCO**

**Consolidated Statements of Changes in Equity, Continued  
For the years ended December 31, 2011 and 2010**

	Owners of the Controlling Company					Sub Total	Non- Controlling Interests	Total
	Share Capital	Capital Surplus	Reserves	Treasury Shares	Retained Earnings			
<i>(in millions of Won)</i>								
Balance as of January 1, 2011	482,403	1,101,561	1,507,288	(2,403,263)	35,887,697	36,575,686	1,961,481	38,537,167
Comprehensive income:	-	-	-	-	3,648,136	3,648,136	66,150	3,714,286
Profit for the period	-	-	-	-	-	(12,276)	1,036	(11,240)
Net changes in accumulated comprehensive income (loss) of investments in associates, net of tax	-	-	(12,276)	-	-	-	-	-
Net changes in fair value of available-for-sale securities, net of tax	-	-	(1,227,050)	-	-	(1,227,050)	(4,708)	(1,231,758)
Foreign currency translation differences, net of tax	-	-	146,622	-	-	146,622	(144,956)	1,666
Defined benefit plan actuarial losses, net of tax	-	-	-	-	(24,995)	(24,995)	(5,582)	(30,577)
Total comprehensive income	-	-	(1,092,704)	-	3,623,141	2,530,437	(88,060)	2,442,377
Transactions with owners of the Company:								
Year-end dividends	-	-	-	-	(577,747)	(577,747)	(16,831)	(594,578)
Interim dividends	-	-	-	-	(193,111)	(193,111)	-	(193,111)
Acquisition of subsidiaries	-	-	-	-	-	-	247,483	247,483
Changes in ownership interests in subsidiaries	-	(20,694)	-	-	-	(20,694)	(98,606)	(119,300)
Paid in capital increase of subsidiaries	-	-	-	-	-	-	365,249	365,249
Acquisition of treasury shares	-	-	-	(61,296)	-	(61,296)	-	(61,296)
Disposal of treasury shares	-	69,153	-	73,153	-	142,306	-	142,306
Others	-	432	(9,158)	-	(30,505)	(39,231)	2,854	(36,377)
Total transactions with owners of the Company	-	48,891	(9,158)	11,857	(801,363)	(749,773)	500,149	(249,624)
Balance as of December 31, 2011	482,403	1,150,452	405,426	(2,391,406)	38,709,475	38,356,350	2,373,570	40,729,920

See accompanying notes to consolidated financial statements.

**POSCO**  
**Consolidated Statements of Cash Flows**  
**For the years ended December 31, 2011 and 2010**

<i>(in millions of Won)</i>	<u>Note</u>	<u>December 31, 2011</u>	<u>December 31, 2010</u>
<b>Cash flows from operating activities</b>			
Cash generated from operations		₩ 3,127,905	4,350,095
Profit for the period		3,714,286	4,185,650
Adjustments	36	4,264,366	4,617,915
Changes in operating assets and liabilities	36	(4,850,747)	(4,453,470)
Interest received		218,682	322,659
Interest paid		(745,111)	(480,020)
Dividends received		308,692	141,017
Income taxes paid		<u>(1,218,602)</u>	<u>(751,746)</u>
Net cash provided by operating activities		<u>₩ 1,691,566</u>	<u>3,582,005</u>
<b>Cash flows from investing activities</b>			
Disposal of short-term financial instruments		5,794,770	17,576,747
Decrease in loans		896,656	25,946
Disposal of available-for-sale investments		411,061	258,945
Disposal of other investment assets		-	27,257
Disposal of investments of equity-accounted investees		2,404	19,394
Disposal of property, plant and equipment		140,221	165,794
Disposal of intangible assets		55,899	4,964
Proceeds from disposal of business		-	6,747
Acquisition of short-term financial instruments		(4,556,340)	(14,546,301)
Increase in loans		(962,099)	(82,079)
Acquisition of available-for-sale securities		(322,046)	(561,030)
Acquisition of other investment assets		(450)	(310,154)
Acquisition of investments of equity-accounted investees		(740,971)	(914,491)
Acquisition of property, plant and equipment		(5,330,968)	(5,791,764)
Acquisition of intangible assets		(574,753)	(246,466)
Payment for acquisition of business, net of cash acquired		(437,464)	(3,079,899)
Other, net		<u>107,214</u>	<u>531,569</u>
Net cash used in investing activities		<u>₩ (5,516,866)</u>	<u>(6,914,821)</u>

*See accompanying notes to consolidated financial statements.*

**POSCO**  
**Consolidated Statements of Cash Flows, Continued**  
**For the years ended December 31, 2011 and 2010**

<i>(in millions of Won)</i>	<u>Note</u>	<u>December 31, 2011</u>	<u>December 31, 2010</u>
<b>Cash flows from financing activities</b>			
Proceeds from borrowings		7,068,322	4,367,193
Disposal of treasury shares		164,384	6,811
Proceeds from short-term borrowings		51,808	1,200,955
Repayment of borrowings		(1,746,487)	(882,477)
Acquisition of treasury shares		(61,296)	-
Payment of cash dividends		(770,858)	(693,296)
Other, net		194,012	588,575
		<u>₩ 4,899,885</u>	<u>4,587,761</u>
Effect of exchange rate fluctuation on cash held		3,052	(6,959)
		1,077,637	1,247,986
<b>Cash and cash equivalents at beginning of the year</b>		<u>3,521,045</u>	<u>2,273,059</u>
<b>Cash and cash equivalents at end of the year</b>		<u>₩ 4,598,682</u>	<u>3,521,045</u>

*See accompanying notes to consolidated financial statements.*

**POSCO**  
**Notes to Consolidated Financial Statements, Continued**  
**For the years ended December 31, 2011 and 2010**

**1. General Information**

General information about POSCO, its 58 domestic subsidiaries ("the Company") including POSCO Engineering & Construction Co., Ltd., 161 foreign subsidiaries including POSCO America Corporation and its 91 associates are as follows:

(a) The controlling company

POSCO, the controlling company, was incorporated on April 1, 1968, under the Commercial Code of the Republic of Korea to manufacture and sell steel rolled products and plates in the domestic and foreign markets.

The shares of POSCO have been listed on the Korea Exchange since 1988. POSCO owns and operates two steel plants (Pohang and Gwangyang) and one office in Korea and it also operates internationally through ten of its overseas liaison offices.

As of December 31, 2011, POSCO's shareholders are as follows:

Share holder's name	Number of shares	Ownership (%)
National Pension Service	5,937,323	6.81%
Nippon Steel Corporation (*1)	4,394,712	5.04%
SK Telecom Co., Ltd.	2,481,310	2.85%
Pohang University of Science and Technology	1,905,000	2.18%
Shinhan Financial Group Inc. (*2)	1,870,879	2.15%
Others	70,597,611	80.97%
	<u>87,186,835</u>	<u>100.00%</u>

(\*1) Nippon Steel Corporation has American Depositary Receipts (ADRs), each of which represents 0.25 share of POSCO's common share which has par value of ₩ 5,000 per share.

(\*2) Includes number of shares subsidiaries hold at the end of the reporting period under commercial law.

As of December 31, 2011, the shares of POSCO are listed on the Korea Exchange, while its depository receipts are listed on the New York, Tokyo and London Stock Exchanges.

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**POSCO**  
Notes to Consolidated Financial Statements, Continued  
For the years ended December 31, 2011 and 2010

(b) Consolidated subsidiaries

Details of consolidated subsidiaries as of December 31, 2011 are as follows:

Principal Operations	Ownership (%)						Region	
	December 31, 2011			December 31, 2010				
	POSCO	Subsidiaries	Total	POSCO	Subsidiaries	Total		
(Domestic)								
POSCO E&C Co., Ltd.	Engineering and construction	89.53	-	89.53	89.53	-	89.53	Pohang
POSCO P&S Co., Ltd.	Steel sales and service	95.31	-	95.31	95.31	-	95.31	Seoul
POSCO Coated & Color Steel Co., Ltd.	Coated steel manufacturing	56.87	-	56.87	56.87	-	56.87	Pohang
POSCO Plant Engineering Co., Ltd.	Steel work maintenance and machinery installation	100.00	-	100.00	100.00	-	100.00	Pohang
POSCO ICT Co., Ltd.	Computer hardware and software distribution	72.54	-	72.54	72.54	-	72.54	Seongnam
POSCO Research Institute	Economic research and consulting	100.00	-	100.00	100.00	-	100.00	Seoul
Seoung Cheung Co., Ltd.	Athletic facilities operation	69.38	30.62	100.00	69.38	30.62	100.00	Suncheon
POSCO Architects & Consultants Co., Ltd.	Architecture and consulting	100.00	-	100.00	100.00	-	100.00	Seoul
POSCO Specialty Steel Co., Ltd.	Steel manufacturing and sales	100.00	-	100.00	100.00	-	100.00	Changwon
POSTECH Venture Capital Corp.	Investment in venture companies	95.00	-	95.00	95.00	-	95.00	Pohang
aNob Co., Ltd.	Electronic commerce	32.19	30.20	62.39	32.19	30.20	62.39	Seoul
POSCO Chemical Company Ltd. (formerly, POSCO Refractories & Environment Co., Ltd.)	Manufacturing and sales	60.00	-	60.00	60.00	-	60.00	Pohang
POSCO Terminal Co., Ltd.	Transporting and warehousing	51.00	-	51.00	51.00	-	51.00	Gwangyang
POSCO M-TECH Co., Ltd. (*1)	Packing materials manufacturing	48.85	-	48.85	-	-	-	Pohang
POSCO ENERGY Co., Ltd.	Generation of electricity	100.00	-	100.00	100.00	-	100.00	Seoul
Postech 2006 Energy Fund (*2)	Investment in new technologies	10.53	11.58	22.11	10.53	11.58	22.11	Seoul
PHP Co., Ltd.	Rental houses construction and management	-	100.00	100.00	-	100.00	100.00	Incheon
POSCO FMC Co., Ltd.	Component manufacturing	34.20	33.56	67.76	34.20	33.56	67.76	Cheonan
PNR Co., Ltd.	Steel manufacturing and sales	70.00	-	70.00	70.00	-	70.00	Pohang
Megastel Co., Ltd.	Real estate rental and sales	-	100.00	100.00	-	100.00	100.00	Cheonan
POSCO Engineering Company (formerly Daewoo Engineering Company)	Construction and engineering service	-	94.14	94.14	-	92.26	92.26	Seongnam
Pohang Fuel Cell Co. Ltd.	Generation of electricity	-	100.00	100.00	-	100.00	100.00	Pohang
Pohang SPFC Co., Ltd.	Steel manufacturing	-	90.00	90.00	-	90.00	90.00	Pohang
POSWITH Co., Ltd.	Industrial clearing service	100.00	-	100.00	100.00	-	100.00	Pohang
BASYS INDUSTRY Co., Ltd.	Panel board, electric and control panel manufacturing	-	65.00	65.00	-	65.00	65.00	Seongnam
POSTECH BD Newundertaking fund	Bio diesel industries	-	100.00	100.00	-	100.00	100.00	Pohang
POSBRO Co., Ltd.	Video game manufacturing	-	97.79	97.79	-	97.79	97.79	Seongnam
POSCO AST Co., Ltd.	Steel manufacturing and sales	100.00	-	100.00	100.00	-	100.00	Ansan
DaiMyung TMS Co., Ltd.	Cold-rolling of stainless steel, nickel alloy	-	100.00	100.00	-	100.00	100.00	Silong
POSHMETAL Co., Ltd.	Steel manufacturing and sales	65.00	-	65.00	65.00	-	65.00	Gwangyang
POSCO E&E Co., Ltd.	Handling & disposal of waste matter	-	100.00	100.00	-	100.00	100.00	Seoul
POMIC Co., Ltd.	Education services	-	100.00	100.00	-	100.00	100.00	Pohang
POSFINE Co., Ltd.	Non metallic minerals manufacturing	69.23	-	69.23	69.23	-	69.23	Gwangyang
POS ECO HOUSING Co., Ltd.	Construction	85.25	-	85.25	85.25	-	85.25	Pohang
Mapo high broad parking Co., Ltd.	Construction	-	71.00	71.00	-	67.00	67.00	Seoul
Dakos Co., Ltd.	Railway equipment manufacturing	-	81.00	81.00	-	81.00	81.00	Seongnam
Kwang Yang SPFC Co., Ltd.	Steel manufacturing	-	65.84	65.84	-	100.00	100.00	Gwangyang
POSCALCIUM Company, Ltd.	Non metallic minerals manufacturing	-	70.00	70.00	-	70.00	70.00	Pohang
Plant Engineering service Technology Co., Ltd.	Engineering service	-	100.00	100.00	-	100.00	100.00	Pohang
9Digi Co., Ltd.	Steel manufacturing	-	86.49	86.49	-	-	-	Incheon
Postech Early Stage Fund (*2)	Financial investment	-	10.00	10.00	-	10.00	10.00	Pohang
Busan E&E Co., Ltd.	Handling & disposal of waste matter	70.00	-	70.00	70.00	-	70.00	Busan
POSCO Family Strategy Funds	Financial investment	69.93	30.07	100.00	69.93	30.07	100.00	Pohang
POREKA Co., Ltd.	Advertising agency	100.00	-	100.00	100.00	-	100.00	Seoul
Songdo SE Co., Ltd.	Cleaning service	100.00	-	100.00	100.00	-	100.00	Incheon
Posgreen Co., Ltd.	Plastic manufacturing	-	60.00	60.00	-	60.00	60.00	Gwangyang
Daewoo International Corporation	Trading, energy & resource development	66.56	-	66.56	67.96	-	67.96	Seoul
POSCOLED Co., Ltd.	LED lighting	16.70	63.33	80.03	16.70	63.33	80.03	Seongnam
Gunsan SPFC Co., Ltd.	Steel manufacturing	-	70.09	70.09	-	100.00	100.00	Gunsan
POSCO NST Co., Ltd.	Steel manufacturing	100.00	-	100.00	100.00	-	100.00	Busan
Pohang Scrap Recycling Center Co., Ltd.	Steel manufacturing	-	51.00	51.00	-	51.00	51.00	Pohang
PSC energy global Co., Ltd.	Business service	-	100.00	100.00	-	-	-	Pohang
Suncheon Electrans Co., Ltd.	Train manufacturing & management	-	100.00	100.00	-	-	-	Suncheon
Shihan Energy Co., Ltd.	Manufacturing & management	-	100.00	100.00	-	-	-	Mokpo
Reco Metal Co., Ltd.	Steel manufacturing	-	88.58	88.58	-	-	-	Hwasung
NewAbee Co., Ltd.	Aluminum products manufacturing and sales	-	60.10	60.10	-	-	-	Incheon
PONUTech Co., Ltd.	Nuclear power generation design and repair service	-	100.00	100.00	-	-	-	Ulsan
BLUE O&M Co., Ltd.	Service	-	100.00	100.00	-	-	-	Ulsan

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# POSCO

## Notes to Consolidated Financial Statements, Continued For the years ended December 31, 2011 and 2010

Principal Operations	Ownership (%)						Region	
	December 31, 2011			December 31, 2010				
	POSCO	Subsidiaries	Total	POSCO	Subsidiaries	Total		
(Foreign)								
POSCO America Corporation	Steel trading	99.45	0.55	100.00	99.45	0.55	100.00	USA
POSCO Australia Pty. Ltd.	Iron ore sales & mine development	100.00	-	100.00	100.00	-	100.00	Australia
POSCO Canada Ltd.	Coal sales	-	100.00	100.00	-	100.00	100.00	Canada
POSCAN Elkview Coal Ltd.	Coal sales	-	100.00	100.00	-	100.00	100.00	Canada
POSCO Asia Co., Ltd.	Steel transit trading	100.00	-	100.00	100.00	-	100.00	HongKong
Dailan POSCO Steel Co., Ltd.	Steel manufacturing	30.00	55.00	85.00	30.00	55.00	85.00	China
POSCO-CTPC Co., Ltd.	Steel manufacturing	56.60	43.40	100.00	56.60	43.40	100.00	China
POSCO-HKPC Co., Ltd.	Steel manufacturing	-	95.00	95.00	-	95.00	95.00	Japan
International Business Center Corporation	Leasing service	-	60.00	60.00	-	60.00	60.00	Vietnam
POSCO E&C Vietnam Co., Ltd.	Steel manufacturing	-	100.00	100.00	-	100.00	100.00	Vietnam
Zhangjiagang Potang Stainless Steel Co., Ltd.	Stainless steel manufacturing	58.60	23.88	82.48	58.60	23.88	82.48	China
Guangdong Potang Coated Steel Co., Ltd.	Plating steel sheet manufacturing	84.52	10.01	94.53	89.35	6.11	95.46	China
POSCO (Thailand) Company Ltd.	Steel manufacturing	85.62	14.38	100.00	85.62	14.38	100.00	Thailand
Myanmar POSCO Steel Co., Ltd.	Zinc rebar manufacturing	70.00	-	70.00	70.00	-	70.00	Myanmar
POSCO-JOPC Co., Ltd.	Steel manufacturing	-	56.84	56.84	-	56.84	56.84	Japan
POSCO Investment Co., Ltd.	Financial services	100.00	-	100.00	100.00	-	100.00	HongKong
POSCO-HKPC SDN BHD.	Steel manufacturing	44.69	25.31	70.00	44.69	25.31	70.00	Malaysia
Qingdao Potang Stainless Steel Co., Ltd.	Stainless steel manufacturing	70.00	30.00	100.00	70.00	30.00	100.00	China
POSCO (Suzhou) Automotive Processing Center Co., Ltd.	Steel manufacturing	90.00	10.00	100.00	90.00	10.00	100.00	China
POSCO BioVentures L.P.	Bio tech industry	-	100.00	100.00	-	100.00	100.00	USA
PT. POSNESIA	Steel manufacturing	70.00	-	70.00	70.00	-	70.00	Indonesia
POSCO E&C - Hawaii Inc.	Real estate industry	-	100.00	100.00	-	100.00	100.00	USA
POS-Qingdao Col Center Co., Ltd.	Steel manufacturing	-	100.00	100.00	-	100.00	100.00	China
POS-Oni Pty. Ltd.	Iron ore sales & mine development	-	100.00	100.00	-	100.00	100.00	Australia
POSCO-China Holding Corp.	A holding company	100.00	-	100.00	100.00	-	100.00	China
POSCO-Japan Co., Ltd.	Steel trading	100.00	-	100.00	100.00	-	100.00	Japan
POS-CD Pty. Ltd.	Coal sales	-	100.00	100.00	-	100.00	100.00	Australia
POS-OC Pty. Ltd.	Coal sales	-	100.00	100.00	-	100.00	100.00	Australia
POSCO-India Private Ltd.	Steel manufacturing	100.00	-	100.00	100.00	-	100.00	India
POSCO-India Pune Steel Processing Centre Pvt. Ltd.	Steel manufacturing	65.00	-	65.00	65.00	-	65.00	India
POSCO-JNYPC Co., Ltd.	Steel manufacturing	-	90.00	90.00	-	90.00	90.00	Japan
POSCO-Foshan Steel Processing Center Co., Ltd.	Steel manufacturing	39.60	60.40	100.00	39.60	60.40	100.00	China
POSCO E&C (China) Co., Ltd.	Construction and civil engineering	-	100.00	100.00	-	100.00	100.00	China
POSCO MPC S.A. de C.V.	Steel manufacturing	-	90.00	90.00	-	90.00	90.00	Mexico
Zhangjiagang Potang Port Co., Ltd.	Load and unload industry	-	100.00	100.00	-	100.00	100.00	China
Qingdao Pahn Steel Material Co., Ltd.	Steel manufacturing	-	100.00	100.00	-	100.00	100.00	China
POSCO-Vietnam Co., Ltd.	Steel manufacturing	85.00	-	85.00	85.00	-	85.00	Vietnam
POSCO-Mexico Co., Ltd.	Mobile steel sheet manufacturing	80.68	19.32	100.00	84.67	15.33	100.00	Mexico
POSCO-India Delhi Steel Processing Centre Pvt. Ltd.	Steel manufacturing	76.40	-	76.40	76.40	-	76.40	India
POSCO-Poland Wroclaw Steel Processing Center Co., Ltd.	Steel manufacturing	60.00	-	60.00	60.00	-	60.00	Poland
POS-NP Pty. Ltd.	Coal sales	-	100.00	100.00	-	100.00	100.00	Australia
POSCO-Vietnam Processing Center Co., Ltd.	Steel manufacturing	89.58	-	89.58	89.58	-	89.58	Vietnam
POSCO (Chongqing) Automotive Processing Center Co., Ltd.	Steel manufacturing	100.00	-	100.00	90.00	10.00	100.00	China
Suzhou POS-CORE Technology Co., Ltd.	Component manufacturing	-	100.00	100.00	-	100.00	100.00	China
POSCO-JYPC Co., Ltd.	Steel manufacturing	-	82.37	82.37	-	82.37	82.37	Japan
POSCO-Malaysia SDN. BHD.	Steel manufacturing	80.07	13.34	93.41	80.07	13.34	93.41	Malaysia
POS-Metals Corporation	Mine development & sales	-	100.00	100.00	-	100.00	100.00	USA
POSCO (Wuhan) Automotive Processing Center Co., Ltd.	Steel manufacturing	68.57	31.43	100.00	68.57	31.43	100.00	China
POSCO E&C India Private Ltd.	Construction and engineering	-	100.00	100.00	-	100.00	100.00	India
POSCO E&C SMART	Construction and engineering	-	100.00	100.00	-	100.00	100.00	Mexico
POSCO-Philippine Manila Processing Center Inc.	Steel manufacturing	-	100.00	100.00	-	100.00	100.00	Philippines
Dailan POSCON Dongbang Automatic Co., Ltd.	Electrical control equipment manufacturing	-	70.00	70.00	-	70.00	70.00	China
SANPU TRADING CO., LTD.	Transit trade	-	70.04	70.04	-	70.04	70.04	China
Zhangjiagang BLZ Potang International Trading Co., Ltd.	Steel transit trading	-	100.00	100.00	-	100.00	100.00	China
POSCO Mexico Human Tech.	Service	80.00	20.00	100.00	80.00	20.00	100.00	Mexico
POSCO Mexico East Steel Distribution Center Co., Ltd.	Steel product sales	-	56.81	56.81	-	66.24	66.24	Mexico
POSCO Gulf Logistics LLC.	Steel product sales	-	-	-	-	100.00	100.00	UAE

# POSCO

## Notes to Consolidated Financial Statements, Continued For the years ended December 31, 2011 and 2010

	Principal Operations	Ownership (%)						Region
		December 31, 2011			December 31, 2010			
		POSCO	Subsidiaries	Total	POSCO	Subsidiaries	Total	
(Foreign)								
POSCO ICT-China	IT service and DVR business	-	100.00	100.00	-	100.00	100.00	China
DWEMEX S.A. DE C.V.	Construction	-	99.00	99.00	-	99.00	99.00	Mexico
POSMFC Servicios de C.V.	Steel manufacturing	-	61.00	61.00	-	61.00	61.00	Mexico
EUROTALY S.A.	Lumber manufacturing & sales	98.00	-	98.00	98.00	-	98.00	Uruguay
POSCO South East Asia Pte. Ltd.	Steel transit trading	-	51.00	51.00	-	51.00	51.00	Singapore
Europe Steel Distribution Center	Steel product sales	50.00	20.00	70.00	50.00	20.00	70.00	Sixenba
VECTUS Ltd.	PRT test track construction	-	99.57	99.57	-	99.57	99.57	England
Zeus (Cayman)	Service	100.00	-	100.00	100.00	-	100.00	Cayman Island
POSCO VST Co., Ltd.	Stainless steel manufacturing	95.65	-	95.65	92.97	-	92.97	Vietnam
POSCO Maharashtra Steel Pvt. Ltd.	Steel manufacturing	100.00	-	100.00	100.00	-	100.00	India
POSCO India Chermal Steel Processing Center Pvt. Ltd.	Steel manufacturing	100.00	-	100.00	100.00	-	100.00	India
POSCO Turkey Nisfer Processing Center Co., Ltd.	Steel manufacturing	100.00	-	100.00	100.00	-	100.00	Turkey
POSCO Vietnam Ha Noi Processing Center Co., Ltd.	Steel manufacturing	70.00	-	70.00	70.00	-	70.00	Vietnam
POSCO (Liaoning) Automotive Processing Center Co., Ltd.	Steel manufacturing	90.00	10.00	100.00	90.00	10.00	100.00	China
POSCO Indonesia Jakarta Processing Center	Steel manufacturing	65.00	20.00	85.00	65.00	20.00	85.00	Indonesia
POSCO B&C Venezuela C.A.	Construction and engineering	-	100.00	100.00	-	100.00	100.00	Venezuela
PT. MRI	mine development	65.00	-	65.00	65.00	-	65.00	Indonesia
POSCORE-INDIA	Steel manufacturing	-	100.00	100.00	-	100.00	100.00	India
POSCO America Alabama Processing Center Co., Ltd.	Steel manufacturing	-	100.00	100.00	-	100.00	100.00	USA
PT DEB Indonesia	Construction	-	95.00	95.00	-	95.00	95.00	Indonesia
POSCO (Yantai) Automotive Processing Center Co., Ltd.	Steel manufacturing	90.00	10.00	100.00	90.00	10.00	100.00	China
POSCO India Steel Distribution Center Private Ltd.	Steel logistics	-	100.00	100.00	-	100.00	100.00	India
POSCO China Dolan Plate Processing Center Co., Ltd.	Steel manufacturing	80.00	10.00	90.00	80.00	10.00	90.00	China
POSCO South Asia Co., Ltd.	Steel product sales	100.00	-	100.00	100.00	-	100.00	Thailand
POSCO SS-VINA Co., LTD	Steel manufacturing	-	100.00	100.00	-	100.00	100.00	Vietnam
POSCO-NCR Coal Ltd.	Coal sales	-	100.00	100.00	-	100.00	100.00	Canada
POSCO WA Pty. Ltd.	Iron ore sales & mine development	100.00	-	100.00	100.00	-	100.00	Australia
POSCO B&C - UZ	Construction	-	100.00	100.00	-	100.00	100.00	Uzbekistan
POSCO Australia GP Limited	Resource development	-	100.00	100.00	-	100.00	100.00	Australia
Daewoo International America Corp.	Trading business	-	100.00	100.00	-	100.00	100.00	USA
Daewoo International Deutschland GmbH	Trading business	-	100.00	100.00	-	100.00	100.00	Germany
Daewoo International Japan Corp.	Trading business	-	100.00	100.00	-	100.00	100.00	Japan
Daewoo International Singapore Pte. Ltd.	Trading business	-	100.00	100.00	-	100.00	100.00	Singapore
Daewoo Italia S.r.l.	Trading business	-	100.00	100.00	-	100.00	100.00	Italy
Daewoo Cement (Shandong) Co., Ltd.	Cement manufacturing	-	100.00	100.00	-	100.00	100.00	China
Daewoo (China) Co., Ltd.	Trading business	-	100.00	100.00	-	100.00	100.00	China
PT. RISHAR Daewoo Apparel	Clothing business	-	100.00	100.00	-	100.00	100.00	Indonesia
Daewoo Textile Fergana LLC	Textile manufacturing	-	100.00	100.00	-	100.00	100.00	Uzbekistan
Daewoo Textile Buhara LLC	Textile manufacturing	-	100.00	100.00	-	100.00	100.00	Uzbekistan
Daewoo International Australia Holdings Pty. Ltd.	Resource development	-	100.00	100.00	-	100.00	100.00	Australia
Daewoo Paper Manufacturing Co., Ltd.	Paper industry	-	66.70	66.70	-	66.70	66.70	China
Tianjin Daewoo Paper Co., Ltd.	Paper industry	-	68.00	68.00	-	68.00	68.00	China
POSCO Mauritius Ltd.	Mine development & sales	-	100.00	100.00	-	100.00	100.00	Mauritius
PT. KRAKATAU STEEL POSCO	Steel manufacturing	70.00	-	70.00	70.00	-	70.00	Indonesia
MYANMAR Daewoo LTD.	Trading business	-	100.00	100.00	-	100.00	100.00	Myanmar
Daewoo International MEXICO S.A. de C.V.	Trading business	-	100.00	100.00	-	100.00	100.00	Mexico
Daewoo International Guangzhou Corp.	Trading business	-	100.00	100.00	-	100.00	100.00	China
Daewoo Energy Central Asia	Resource development	-	100.00	100.00	-	100.00	100.00	Uzbekistan
Daewoo BTC & Apparel Vietnam Ltd.	Textile manufacturing	-	100.00	100.00	-	100.00	100.00	Vietnam
MYANMAR Daewoo International Ltd.	Textile manufacturing	-	55.00	55.00	-	55.00	55.00	Myanmar
DAYTEK ELECTRONICS CORP.	Trading business	-	100.00	100.00	-	100.00	100.00	Canada
Daewoo (M) SDN. BHD.	Trading business	-	100.00	100.00	-	100.00	100.00	Malaysia
Daewoo CANADA LTD.	Trading business	-	100.00	100.00	-	100.00	100.00	Canada
Daewoo EL SALVADOR S.A. DE C.V.	Trading business	-	88.00	88.00	-	88.00	88.00	El Salvador
GEZIRA TANNERY CO., LTD.	Leather manufacturing	-	60.00	60.00	-	60.00	60.00	Sudan

# POSCO

## Notes to Consolidated Financial Statements, Continued For the years ended December 31, 2011 and 2010

Principal Operations	Ownership (%)						Region
	December 31, 2011			December 31, 2010			
	POSCO	Subsidiaries	Total	POSCO	Subsidiaries	Total	
(Foreign)							
POSCO (Zhangjiagang) Stainless Steel Processing Center Co., Ltd.	-	100.00	100.00	-	100.00	100.00	China
Daewoo International Corporation (M) SDN BHD	-	100.00	100.00	-	100.00	100.00	Malaysia
Daewoo International SHANGHAI CO., LTD.	-	100.00	100.00	-	100.00	100.00	China
POBP, LLC	-	100.00	100.00	-	100.00	100.00	USA
Xenosys Inc.	29.58	21.36	50.94	29.58	21.36	50.94	Japan
Daewoo International INDIA Private Ltd.	-	100.00	100.00	-	100.00	100.00	India
TECHREN Solar, LLC	-	99.97	99.97	-	99.97	99.97	USA
PT. POSCO E&C Indonesia	-	100.00	100.00	-	100.00	100.00	Indonesia
Hume Coal Pty. Ltd.	-	70.00	70.00	-	70.00	70.00	Australia
Daewoo HANDELS GmbH	-	100.00	100.00	-	100.00	100.00	Germany
POSCO Foundation	-	100.00	100.00	-	100.00	100.00	India
EPC EQUITIES LLP	-	70.00	70.00	-	-	-	England
SANTOS CMI Construction Trading LLP	-	99.90	99.90	-	-	-	England
SANTOS CMI INC. USA	-	100.00	100.00	-	-	-	USA
SANTOS CMI ENGENHARIA E CONSTRUCOES LTDA	-	99.98	99.98	-	-	-	Brazil
SANTOS CMI PERU S.A.	-	99.99	99.99	-	-	-	Peru
SANTOS CMI COSTA RICA S.A.	-	100.00	100.00	-	-	-	Costa Rica
SANTOS CMI CONSTRUCCIONES S.A. (URUGUAY)	-	100.00	100.00	-	-	-	Uruguay
GENTECH International INC.	-	90.00	90.00	-	-	-	Panama
EPC INVESTMENTS C.V.	-	99.99	99.99	-	-	-	Netherlands
INGENIERIA Y CONSTRUCCION HOLLAND CO S.A.	-	99.90	99.90	-	-	-	Ecuador
ASESORIA Y SERVICIOS EPC S.A. CHILE	-	99.00	99.00	-	-	-	Chile
SANTOS CMI S.A.	-	70.00	70.00	-	-	-	Ecuador
SANTOS CMI CONSTRUCCIONES DE CHILE S.A.	-	99.00	99.00	-	-	-	Chile
S&R - SANTOS CMI S.A. DE C.V. (MEXICO)	-	99.00	99.00	-	-	-	Mexico
COMPANIA DE AUTOMATIZACION & CONTROL, GENESYS S.A.	-	90.00	90.00	-	-	-	Mexico
VAUTIDAMERICAS S.A.	-	51.00	51.00	-	-	-	Ecuador
SANTOS CMI Construcciones Argentina S.A.	-	95.00	95.00	-	-	-	Ecuador
POSCO E&C Brazil Ltd.	-	100.00	100.00	-	-	-	Argentina
POSCO Electrical Steel India Private Limited	100.00	-	100.00	-	-	-	Brazil
Daewoo International Cameroon PLC	-	100.00	100.00	-	-	-	India
POSCO ASSAN TST STEEL Industry HONG KONG POSCO E&C (CHINA) Investment Co., Ltd.	-	100.00	100.00	-	-	-	India
POSCO Klappan Coal Ltd.	-	100.00	100.00	-	-	-	Turkey
DAESAN (Cambodia) Co., Ltd.	-	100.00	100.00	-	-	-	HongKong
Brazil São Paulo Steel Processing Center Co., Ltd.	-	76.00	76.00	-	-	-	Canada
POSCO (Dalen) IT Center Development Co., Ltd.	-	100.00	100.00	-	-	-	Cambodia
PT. POSCO Resources Indonesia	100.00	-	100.00	-	-	-	Brazil
PT. POSCO ICT Indonesia	-	100.00	100.00	-	-	-	China
PT. POSCO M-Tech Indonesia	-	100.00	100.00	-	-	-	Indonesia
PT. KRAKATAU POSCOPower	-	70.00	70.00	-	-	-	Indonesia
POSCO RUS LLC	90.00	10.00	100.00	-	-	-	Indonesia
POSCO Thainox Co., Ltd.	94.93	-	94.93	-	-	-	Indonesia
Daewoo International Shanghai Waigaoqiao Co., Ltd.	-	100.00	100.00	-	-	-	Russia
PT. Bho Inai Agrindo	-	85.00	85.00	-	-	-	Thailand
POSCO E&C Australia Pty Ltd.	-	100.00	100.00	-	-	-	Thailand
POSCO-TISCO (Jilin) Processing Center Co., Ltd.	73.53	14.71	88.24	-	-	-	China
Hubei POSCO Logistics Co., Ltd.	-	80.00	80.00	-	-	-	Indonesia
USA SRDC Corporation	-	100.00	100.00	-	-	-	Australia
Daewoo International Vietnam Co., Ltd.	-	100.00	100.00	-	-	-	China
							Vietnam

(\*1) In 2011, this company was included as a subsidiary as the Company has the power over more than half of the voting rights by virtue of an agreement with Postech, which has 4.72% of ownership.

(\*2) These subsidiaries are included in the consolidated financial statements as the controlling company has control over them in consideration of the board of directors' composition and others.