

A nighttime photograph of a cityscape. In the foreground, a modern building with a faceted, crystalline facade is illuminated with warm orange and yellow lights. Behind it, two tall skyscrapers are visible, one with a blue-tinted top. To the left, a large, vibrant fireworks display is exploding in the dark sky, with streaks of purple, pink, and green. The ground below shows a parking lot with several cars and some trees. The overall scene is festive and celebratory.

Kangwon Land (035250KS) 1Q22 Earnings



Disclaimer

- ▶ The financial information presented here is consolidated earning results based on K-IFRS.
- ▶ The information is provided for the convenience of investors only, before our external audit on financial result of the company is completed. The audit outcomes may cause some parts of this information to change.
- ▶ The information may contain the forward-looking statement which reflects the company's current view with respect to future events and financial performance, and are subject to uncertainties.
- ▶ Even though the forward-looking statement is based on reasonable assumptions, it can give no assurances that its expectation will be attained.
- ▶ The company assumes no obligation or responsibility to update the information provided in this material in correspondence to their respective dates.

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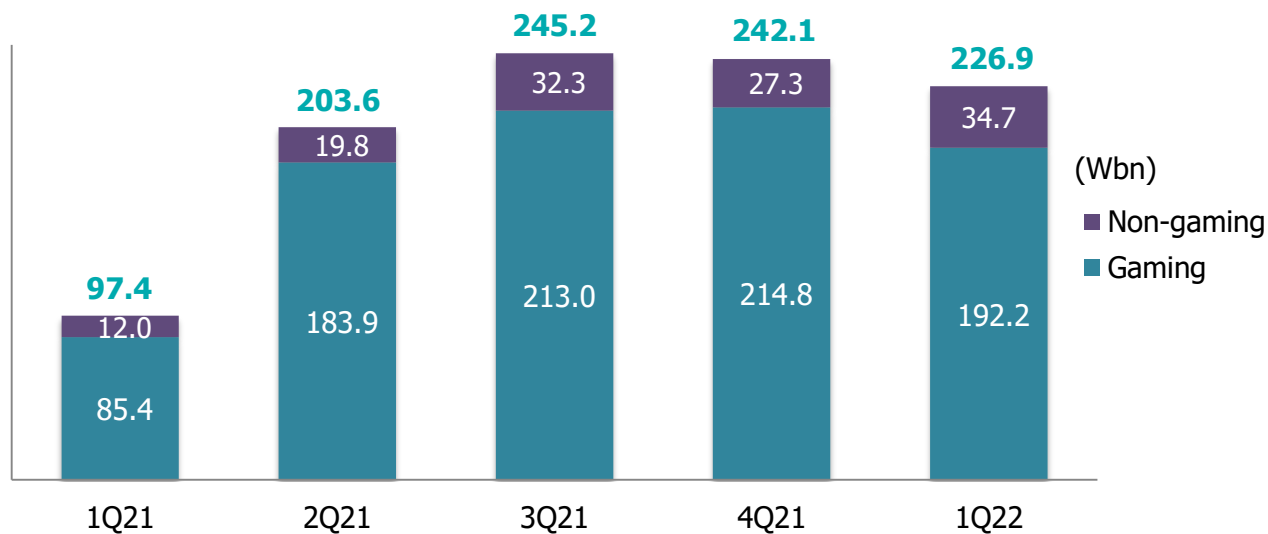
Financial Highlights-I (K-IFRS)

► Summary of 1Q22

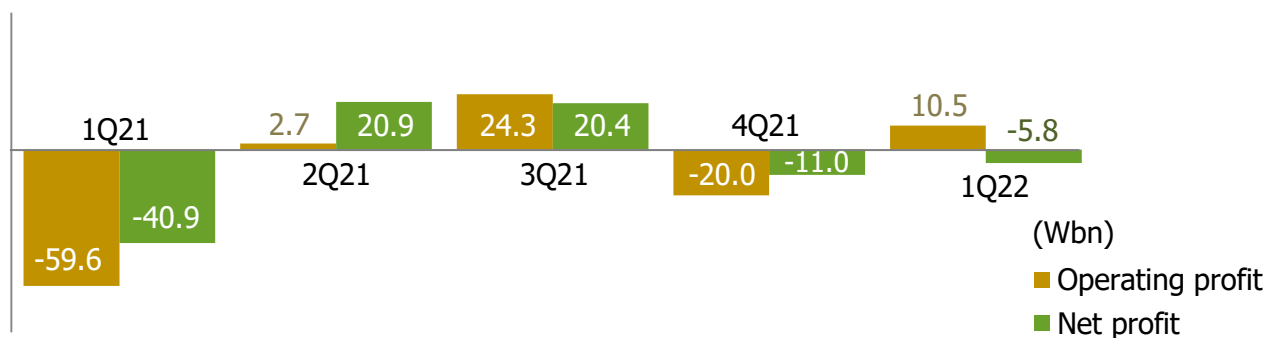
(Wbn)	1Q22	1Q21	YoY	4Q21	QoQ
Sales	226.9	97.4	132.8%	242.1	-6.3%
Gaming	192.2	85.4	125.0%	214.8	-10.5%
Non-gaming	34.7	12.0	188.2%	27.3	26.8%
Operating Profit	10.5	-59.6	117.7% (turn to profit)	-20.0	152.5% (turn to profit)
Margin	4.6%	-61.2%	-	-8.3%	-
Net Profit	-5.8	-40.9	85.7%	-11.0	46.9%
Margin	-2.6%	-42.0%	-	-4.5%	-

Financial Highlights-II (K-IFRS)

► Sales



► Operating profit & Net profit



2 Sales Review

► Gaming sales

(Wbn)	1Q21	2Q21	3Q21	4Q21	1Q22	YoY
Gross Gaming Revenue (A)	98.3	203.8	235.9	236.9	213.0	116.6%
Mass Tables	38.0	82.7	92.6	98.1	93.7	146.8%
Membership Club	27.8	47.1	52.1	42.8	31.1	11.8%
Slot Machines	32.6	74.0	91.2	96.1	88.2	171.0%
High1 point(B)	-12.9	-20.0	-22.9	-22.1	-20.8	60.9%
Casino Sales (A+B)	85.4	183.9	213.0	214.8	192.2	125.0%
Drop Amount	417.2	879.4	1,068.2	1,065.2	998.6	139.4%
* Visitors Total	87,217	199,394	254,188	303,341	356,923	309.2%
No. of Foreigners	340	751	1,342	1,715	2,611	667.9%

☞ Followed social distancing policy → Casino operation hours reduced : (2021.12.18.~) 20hrs→12hrs

☞ Social distancing policy eased → Casino operation hours increased : (2022.3.5.~4.3.) 13hrs >> (4.4.~4.17.) 14hrs >> (4.18.~) back to 20hrs

► Non-gaming sales

(Wbn)	1Q21	2Q21	3Q21	4Q21	1Q22	YoY
Hotel	5.7	13.5	19.5	17.7	17.7	211.5%
Condo	2.7	1.9	5.4	4.7	7.6	179.9%
Ski	3.2	0.5	0.8	2.8	8.9	173.4%
Golf	0.2	3.2	4.7	1.5	0.1	-44.1%
Water World	0.0	0.4	1.4	0.2	0.3	4006.3%
Slot machine production	0.2	-	0.2	0.0	0.0	-96.6%
Subsidiaries	0.1	0.2	0.4	0.3	0.2	149.3%
Non-gaming Sales	12.0	19.8	32.3	27.3	34.7	188.2%
Non-gaming sales / Total sales	12.3%	9.7%	13.2%	11.3%	15.3%	2.9%p

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Cost Review

► [1Q22] CoGS and SG&A 216.3wbn (YoY 59.3wbn / 37.7% ↑)

(Wbn)	1Q22	1Q21	Difference (YoY)	
Fund for abandoned mine	27.7	11.9	15.7	131.8%
Tourism Fund	20.8	9.3	11.5	123.4%
Consumption Tax	7.2	1.2	6.0	491.2%
Wages	68.3	55.3	13.0	23.5%

☞ Abandoned mine fund, Tourism fund & Consumption tax : in line with casino sales increased

☞ Wages : Working days of casino employees increased YoY (45 days in 1Q21 VS 90 days in 1Q22)
& severance payment from voluntary retirement program(March 2022)

► [1Q22] Others

(Wbn)	1Q22	1Q21	Difference (YoY)	
Corporate Tax	-1.4	-14.8	13.4	90.6%

☞ In line with the pretax income loss decreased

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Summary Income Statement (K-IFRS)

► Unaudited Financial Statement 1Q22

(Wbn)	1Q22	1Q21	YoY	4Q21	QoQ	Remarks
Sales ①	226.9	97.4	132.8%	242.1	-6.3%	
Gaming	1,92.2	85.4	125.0%	214.8	-10.5%	
Non-gaming	34.7	12.0	188.2%	27.3	26.8%	
CoGS ②	186.8	131.9	41.6%	227.0	-17.7%	
Casino	116.6	72.5	60.8%	149.5	-22.0%	
Hotels	36.2	26.0	39.1%	42.6	-15.0%	
Condo	14.3	14.3	0.4%	13.8	3.9%	
Ski	8.2	9.2	-10.9%	7.2	13.9%	
Golf	0.6	1.3	-48.9%	1.5	-56.8%	
Water World	4.3	2.8	55.9%	5.5	-22.3%	
Slot-machine production	0.4	0.5	-12.3%	1.1	-58.0%	
Subsidiaries	6.1	5.4	12.9%	5.8	3.7%	
Gross Profit ③	40.1	-34.5	216.3%	15.1	164.8%	①-②
SG&A ④	29.6	25.1	17.6%	35.2	-16.0%	
Operating Profit ⑤	10.5	-59.6	117.7%	-20.0	152.5%	③-④
Other Income ⑥	0.4	1.1	-58.9%	1.1	-61.9%	
Financial Income ⑥	8.9	22.1	-59.9%	14.2	-37.4%	
Other Expense & Etc. ⑦	27.1	19.3	40.5%	10.4	159.4%	
Income before Tax ⑧	-7.2	-55.7	87.0%	-15.2	52.3%	⑤+⑥-⑦
Corporate Tax ⑧	-1.4	-14.8	90.6%	-4.2	66.6%	
Net Profit	-5.8	-40.9	85.7%	-11.0	46.9%	⑧-⑧

5 CAPEX

▶ FY2022 CAPEX

(Wbn)	Budget	Execution Accumulated	Remarks
Resort Attraction	7.0	0.1	◦ Luge Track
Closed Coal Mine Area Development	15.0	0.7	◦ Coal Mining Culture Village & etc.
Others	11.4	-	◦ Water Treatment Facility
Total	33.4	0.8	