

Lotte Confectionery and Subsidiaries
Consolidated Statements of Comprehensive Income
Years Ended December 31, 2012 and 2011

<i>(in millions of Korean won)</i>	Notes	2012	2011
Revenue	5, 35	1,864,493	1,854,158
Cost of sales	29	<u>1,181,681</u>	<u>1,139,791</u>
Gross profit		682,812	714,367
Selling and administrative expenses	26, 29	<u>567,417</u>	<u>541,128</u>
Operating profit	5	115,395	173,239
Other income	27	23,432	33,068
Other expenses	28, 29	26,196	15,534
Finance income	30	65,291	36,319
Finance costs	31	48,157	40,956
Share of (loss)/profit of associates	12	<u>(3,764)</u>	<u>(28,535)</u>
Profit before income tax	32	126,001	157,601
Income tax expense	32	<u>36,225</u>	<u>57,239</u>
Profit for the year	33	<u>89,776</u>	<u>100,362</u>
Attributable to:			
Owners of the parent		<u>91,625</u>	<u>97,676</u>
Non-controlling interest		<u>(1,849)</u>	<u>2,686</u>
Other comprehensive income			
Change in value of available-for-sale financial assets	8	160,407	(181,673)
Cash flow hedge		2,140	4,990
Exchange differences on translating foreign operations		(27,460)	(16,161)
Share of other comprehensive income of associate		(8,387)	3,593
Share of actuarial gain (loss) of associates	19	(3,837)	(29)
Actuarial gain(loss) on defined benefit liabilities	12	(52)	-
Income tax effect relating to components of other comprehensive income	32	<u>(38,738)</u>	<u>9,751</u>
Other comprehensive income (loss) for the year, net of tax		<u>84,073</u>	<u>(179,529)</u>
Total comprehensive income(loss) for the year		<u>173,849</u>	<u>(79,167)</u>
Attributable to:			
Owners of the parent		<u>182,184</u>	<u>(80,757)</u>
Non-controlling interests		<u>(8,335)</u>	<u>1,590</u>
Earnings per share for profit attributable to owners of the parent (in Korean won)			
Basic and diluted earnings per share	33	65,102	69,402

The accompanying notes are an integral part of these consolidated financial statements.