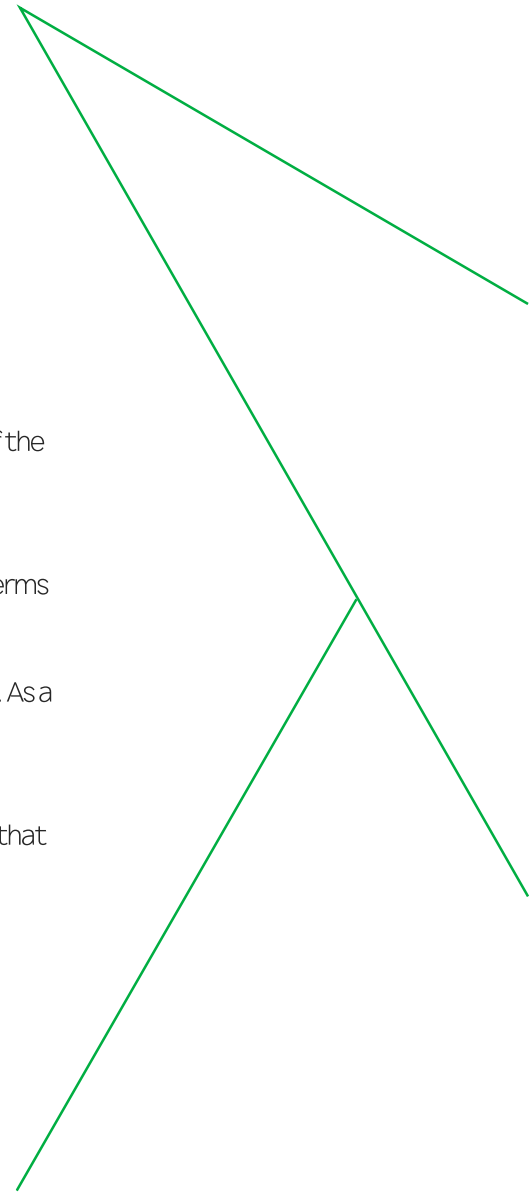


2Q 2026 Earning Release

July 28th 2026



Disclaimer



This report has been prepared by HD Hyundai Electric indicated as "Company" below, for the purpose of promoting understanding of the company's business activities and it is prohibited to export, copy or redistribute the report.

"Predictive information" contained in this report is information that has not been subjected to individual verification. This refers to information related to future events, such as expected future management status and financial performance of the company. In terms of expressions, vocabulary such as 'prediction', 'forecast', 'plan', 'expectation', '(E)' are included.

The above "forecast information" is influenced by changes in the future business environment and inherently contains uncertainties. As a result of such uncertainties, actual future performance may significantly differ from those stated or implied in the "forecast information".

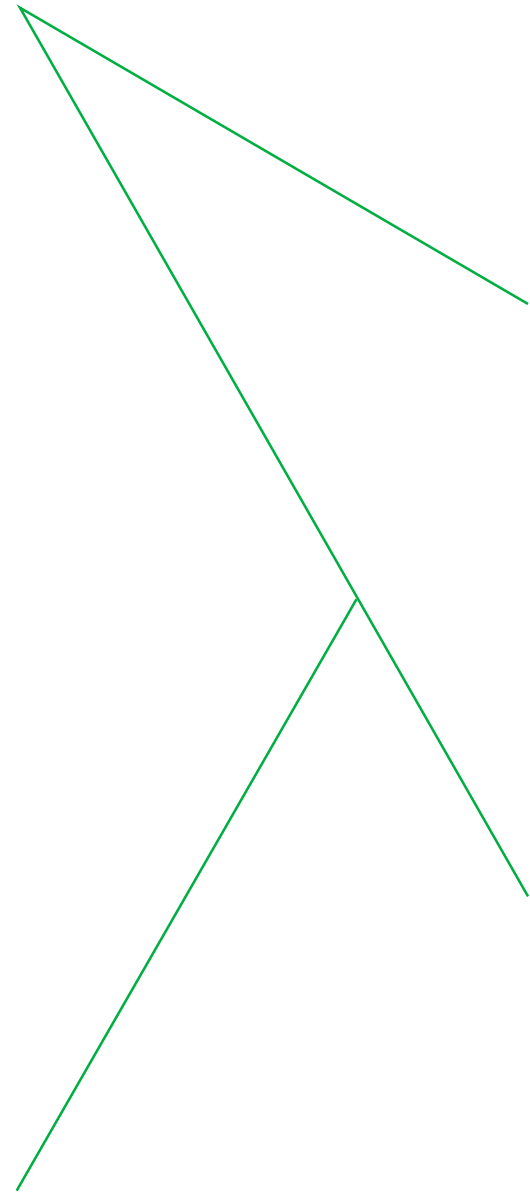
Furthermore, the outlook is based on current market conditions and the direction of the company management. Please be advised that changes may occur due to changes in the market environment and strategies and are subject to change without notice.

Please note that the Company and its employees do not bear any responsibility for any loss resulting from the use of this material.
(Including negligence and other cases)

Please do not copy or distribute this material as it contains the confidential information of the Company.

CONTENTS

1. 2Q 2026 Consolidated Earnings
2. Sales Analysis
3. Operating Profit Analysis
4. Non-Operating Profit and Loss & Net Profit
5. Main Issue
 - 1) North America
 - 2) Middle East
 - 3) Europe
 - 4) Marine Product
 - 5) Data Center
6. Key Financial Indicators



1. 2Q 2026 Consolidated Earnings

2Q26 Summary



Continued growth in both revenue and profitability driven by expanded sales of power equipment and distribution equipment across domestic and overseas markets

Although orders declined QoQ due to the high base effect in the previous quarter, order improved in distribution and rotating segment

(Consolidated Basis, UNIT : KRW bn)

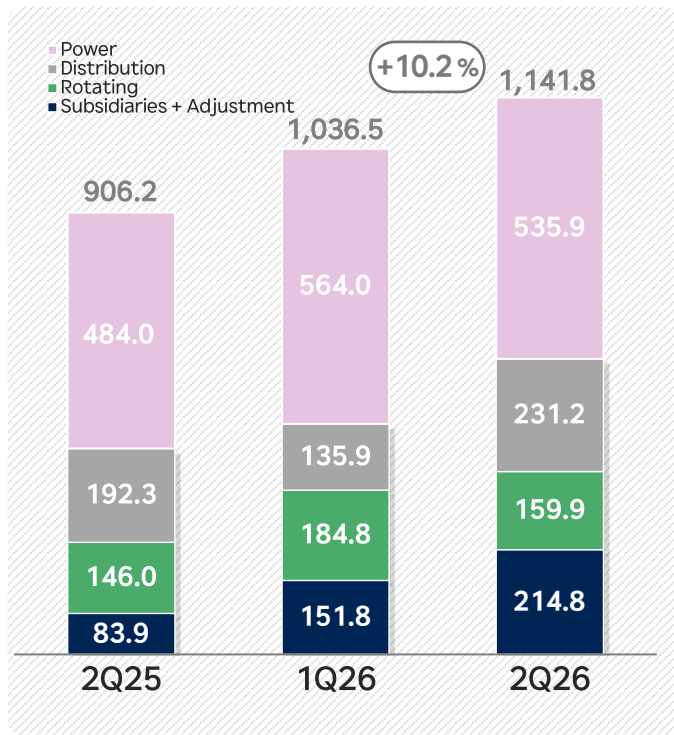
	2Q25	1Q26	2Q26	QoQ	YoY
Sales	906.2	1,036.5	1,141.8	10.2%	26.0%
Operating Profit	209.1	258.3	287.0	11.1%	37.3%
OP Margin(%)	23.1%	24.9%	25.1%	0.2%p	2.0%p
Non-Operating Profit & Loss	-26.7	25.9	8.2	-	-
Net income Before taxes	182.4	284.2	278.8	-1.9%	52.9%
Net Profit	141.9	207.7	206.1	-0.8%	45.2%
Controlling Shareholder's N/I	142.4	208.1	206.6	-0.7%	45.1%
Order (USD mil.)	996	1,797	1,440	-19.9%	44.6%
Backlog(USD mil)	6,550	7,888	8,490	7.6%	29.6%

Note) Figures based on HE's Consolidated Financial Statement (Consolidated assets : Hyundai Tech Center Hungary, HD Hyundai Electric Switzerland, Yang Zhong(China) Corporation, Shanghai R&D Center, Middle East Corporation, Alabama Corporation, Atlanta Sales Corporation, HD Hyundai Electric Texas LLC., HD Europe GmbH, HD Hyundai Plaspo, Yecheon Energy, DaebulGreen1)

2. Sales Analysis by Segment

Sales by Segment

(UNIT : KRW bn)

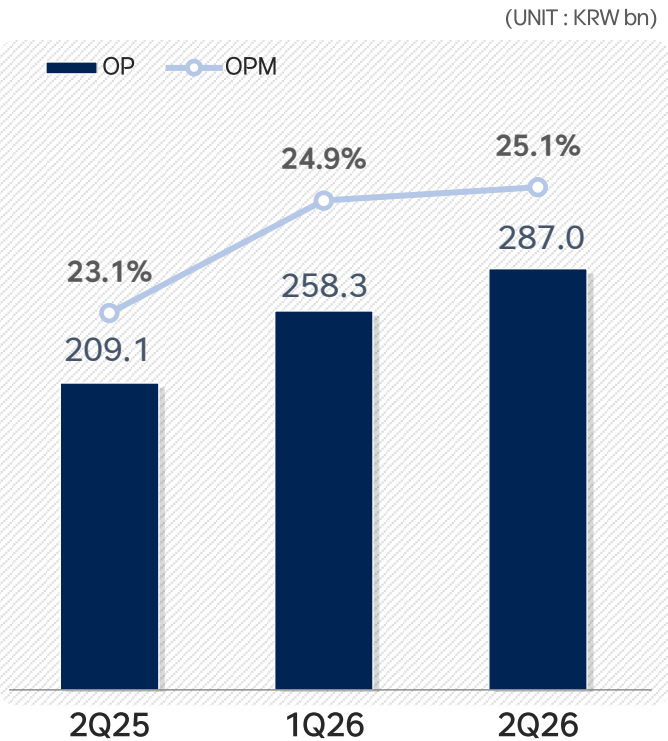


Analysis by Segment

	QoQ	YoY
Power - North American power transformer revenue declined QoQ due to delivery schedules, while maintaining structural growth on a YoY basis - GIS performance improved on strong overseas demand	-5.0%	10.7%
Distribution - Revenue increased across all distribution product categories, driven by higher deliveries to domestic semiconductor projects - Anjwa BESS project recognition (KRW 20 bn)	70.1%	20.2%
Rotating Revenue declined QoQ due to the high base from marine product deliveries in 1Q, while maintaining solid YoY growth	-13.5%	9.5%
Subsidiaries Yangzhong and Atlanta subsidiaries delivered solid growth, supported by robust order backlogs	41.5%	156.0%

3. Operating Profit Analysis

Operating Profit Trend

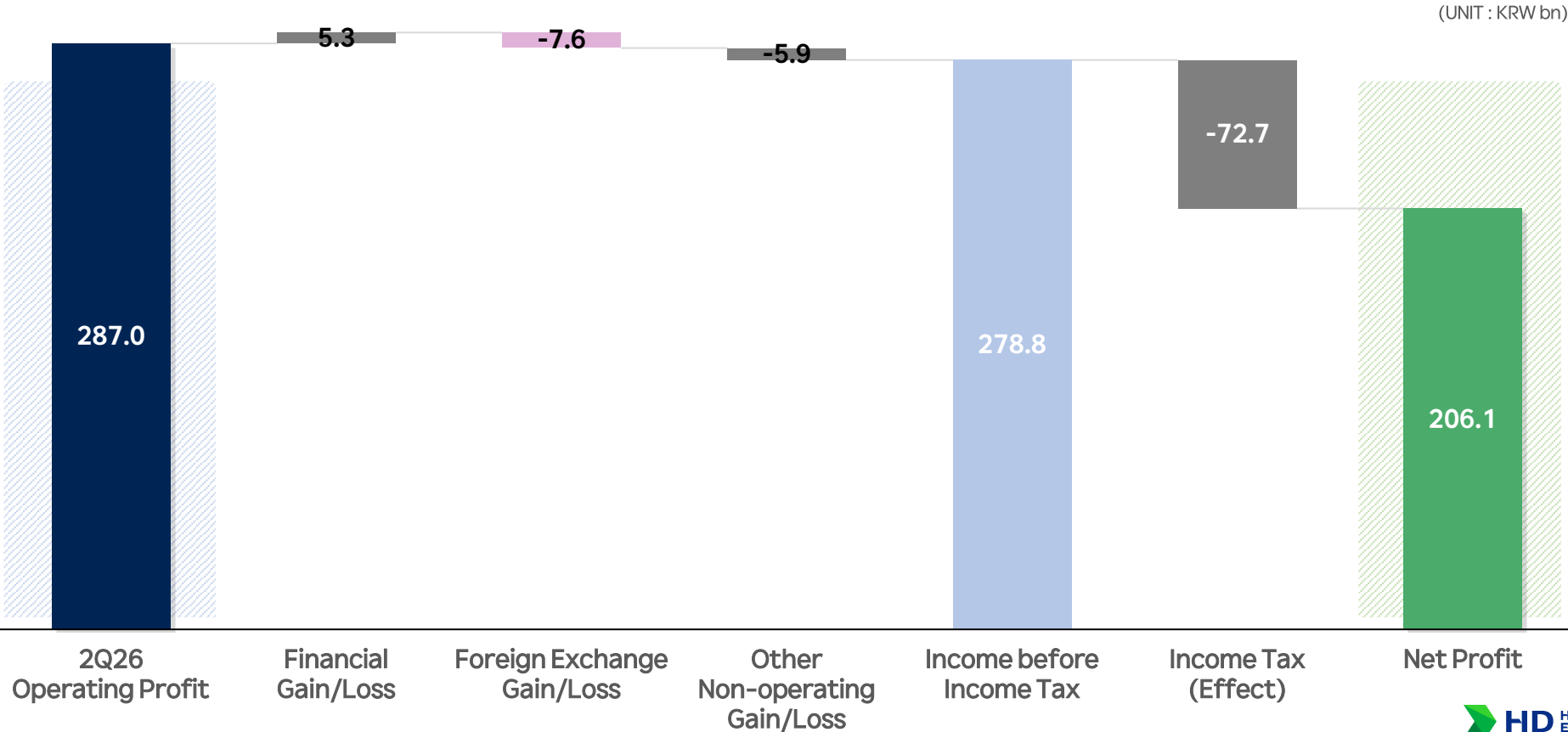


OP Analysis by Segments(QoQ)

		QoQ	YoY
Power	Transformer margin improved across major overseas market (North America, Middle East & Europe)	11.1%	37.3%
Distribution	- Profit·profitability growth across all distribution products, mainly driven by switchgear to the domestic semiconductor industry - Additional profitability improvement expected with increase in M/LV circuit breaker selling price		
Rotating	- Positive profitability impact from reciprocal tariff refunds - Improved profitability in the domestic low-voltage motor business and the European rotating machinery market		
Subsidiaries	Earnings improved at the Alabama subsidiary and other consolidated subsidiaries, driven by greater exposure to the high-margin North American market		

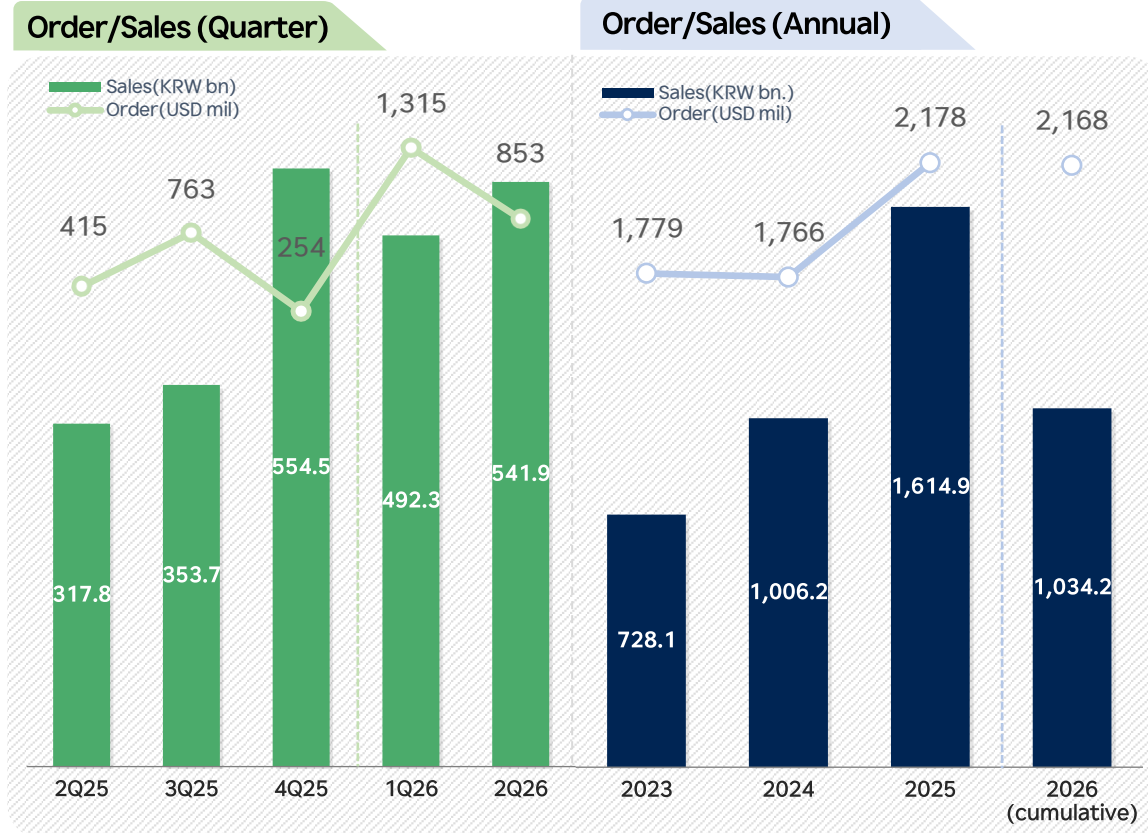
4. Non-Operating Profit and Loss & Net Profit

2Q26 Non-Operating Profit and Loss & Net Profit



5. Main Issue

1) North America



Analysis(QoQ)

ORDER	QoQ	YoY
1H26 order intake reached the full-year level achieved in FY2025 - Profitability of newly secured power equipment orders improved QoQ	-35.1%	105.5%
SALES		
Strong revenue growth continued, supported by transformer backlog execution in line with delivery schedules	10.1%	70.5%

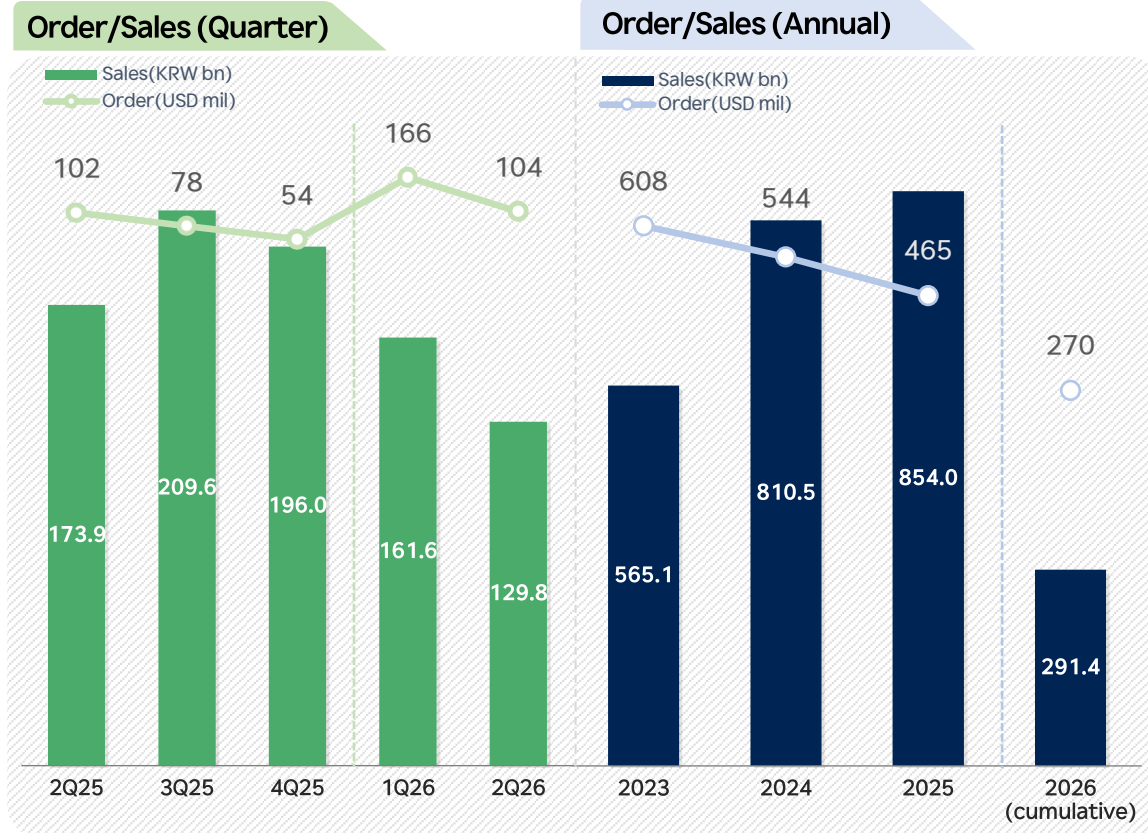
OUTLOOK

- FERC¹⁾ directed six RTOs, including PJM and MISO, to streamline grid interconnection procedures for data centers and other large power consumers (Jun. 2026)
- Major hyperscalers continue to expand AI-related CAPEX.
→ Long-term visibility for AI-driven power equipment demand remains strong

1) FERC: U.S. Federal Energy Regulatory Commission

5. Main Issue

2) Middle East



Analysis(QoQ)

	QoQ	YoY
ORDER Orders declined due to delays in Saudi HVDC project but remained at a solid level (Recent contract awards improved visibility for order intake in 2H26)	-37.3%	2.0%
SALES - Temporary decline in GIS revenue due to delivery schedules - Revenue from distribution & rotating business increased QoQ	-19.7%	-25.4%

OUTLOOK

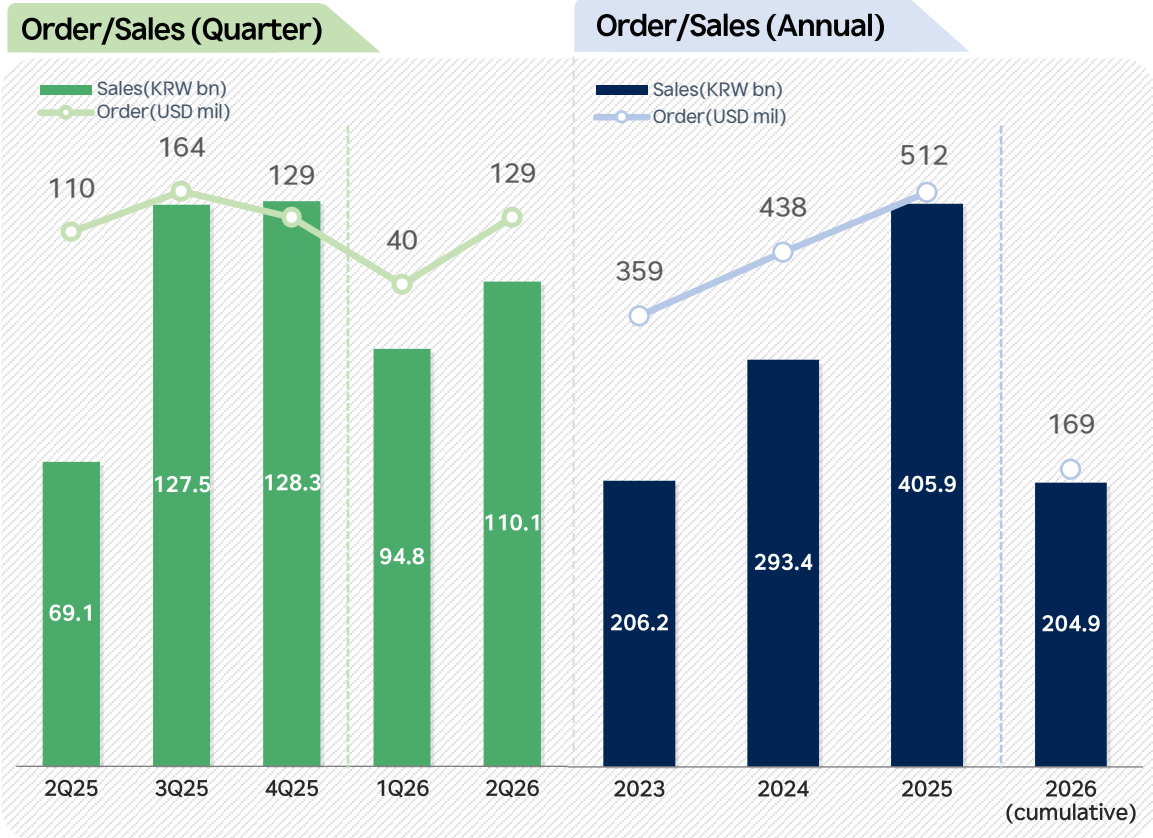
- HUMAIN¹⁾ is seeking USD 5.3bn in financing to develop 2 GW AI data center
- DEWA²⁾ announced plans to tender new substations over the next 3 year (30 units of 132KV & 2 units of 400 kV substations)
→ Supporting a robust demand outlook for HV power equipment in the Middle East.

1) HUMAIN: AI company by Saudi Arabia's Public Investment Fund

2) DEWA: Dubai Electricity and Water Authority

5. Main Issue

3) Europe



Analysis(QoQ)

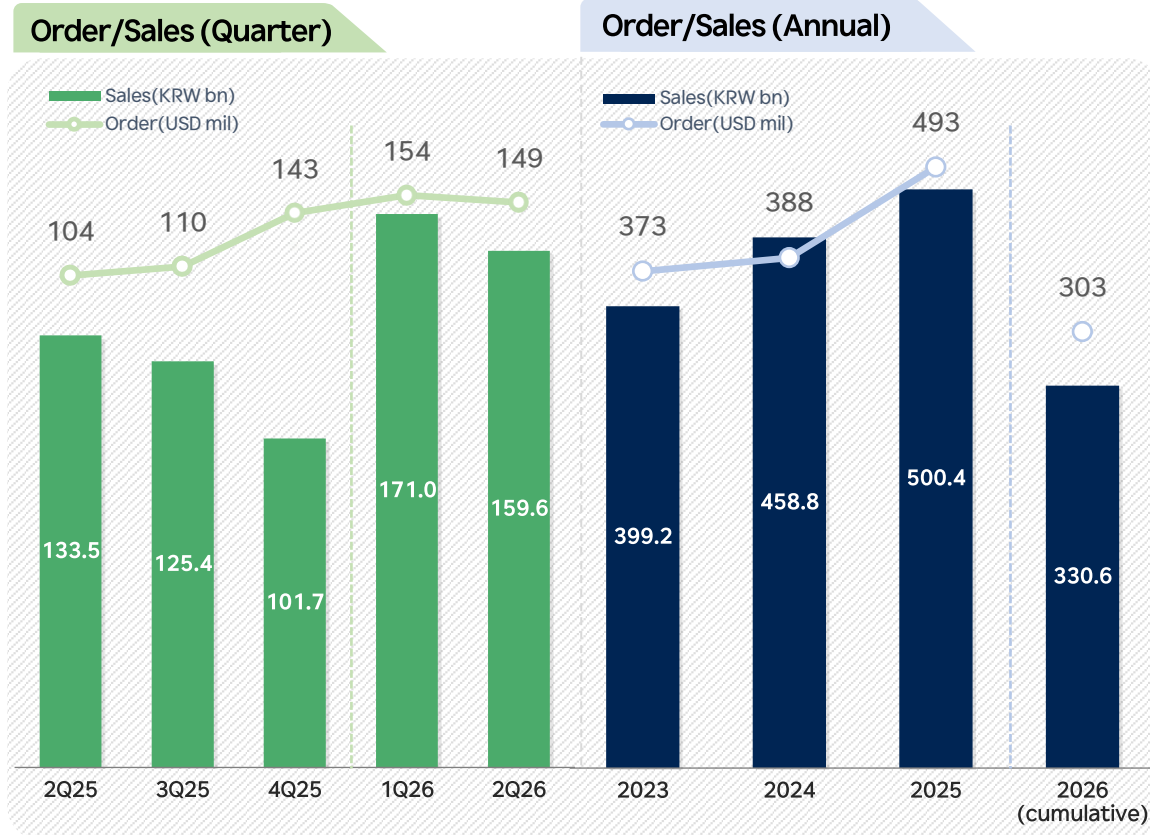
	QoQ	YoY
ORDER		
- Orders increased, supported by carry-over projects from the previous quarter and expanding investments in Europe by U.S. hyperscalers - Profitability of newly secured European orders continued to improve	222.5%	17.3%
SALES		
- Revenue increased across all business segments in Europe, reflecting solid growth momentum - Transformer profitability continued to improve, supported by a higher share of high-value-added projects	16.1%	59.3%

OUTLOOK

- Growing demand for power equipment across Europe continues to create additional order opportunities
 - Growing demand for transformers and GIS, particularly in Finland, Germany and the UK
- 420kV eco-friendly GIS development completed
 - Discussing long-term supply agreements with key customers

5. Main Issue

4) Marine Product



Analysis(QoQ)

ORDER	QoQ	YoY
Generator orders continued to expand as in 1Q, driven by increased newbuild vessel orders in 2H25	-3.2%	43.3%
SALES		
- Revenue decreased QoQ due to a base effect from seasonal concentration of deliveries in 1Q, while maintaining solid YoY growth - Switchboard sales at the Yang Zhong subsidiary increased QoQ	-6.7%	19.6%

OUTLOOK

- Continued earnings growth expected, supported by solid shipbuilding market conditions and increasing order trend
- Expansion of new market opportunities for medium-speed engines, driven by growing demand for BTM power generation and floating data centers

5) Data Center

Key Achievements

Data Center Order Wins and Expansion Securing New Growth Drivers

- **Big Tech Company A:**
Execution of a long-term supply agreement for power & distribution transformers
 - 1) Awarded: KRW1.1 tn (approx.) / '27~'28 delivery
 - 2) Under discussion: Larger volume / '29-'30 delivery
- **MV/LV circuit breaker (VCB, etc.)**
Expanded supply for North American data centers
- **Generators & Motors**
Increasing orders driven by growing demand for data center BTM power plants
- **DC (Direct Current) System**
Advancement of DC distribution system design and construction for domestic data centers

Future Outlook

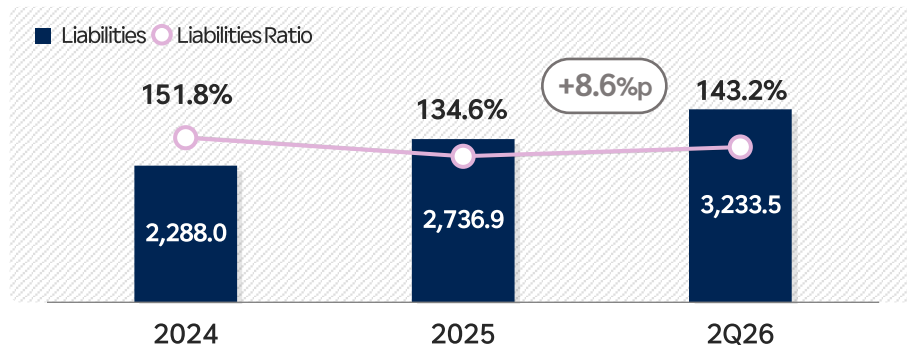
Growing Contribution from Data Center Diversification of Business Model

- **Big Tech Company B, C, D:**
Ongoing discussions for large-scale, long-term supply agreements (power & distribution package)
- **Order Outlook**
Data center share of new orders in the Power business
('25) 1.8% → ('26) 6.3% → ('27) 16.0%
- **UL Certificate:** Further expansion of certified product lineup
- **Data center DC power infrastructure expansion**
supported by proven experience with the world's first 1MW-class DC distribution system (GRC)
- **Ongoing development of SST-based 800V DC power infrastructure and DC protection systems**
- **Generator:** Expecting order from HD HHI engines in 3Q

6. Key Financial Statement

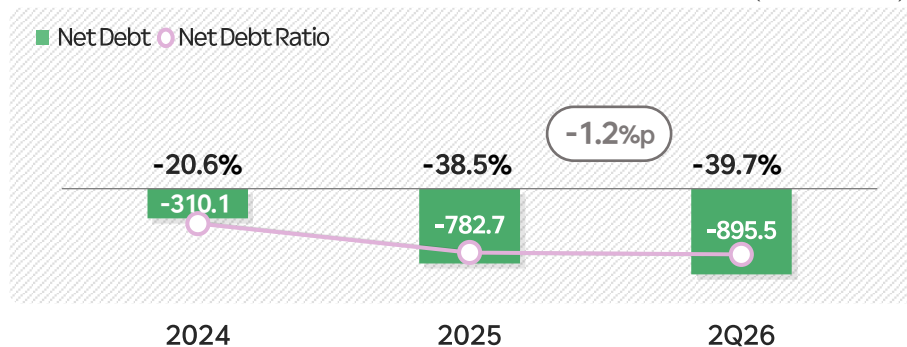
Liabilities / Equity Ratio

(UNIT : KRW bn)



Net Debt / Equity Ratio

(UNIT : KRW bn)



Financial Statement

(UNIT : KRW bn)

	2024	2025	2Q26
Current Assets	2,763.7	3,426.3	3,938.0
Cash and Cash Equivalents	569.8	950.8	988.1
Non-current assets	1,031.8	1,343.5	1,553.8
Assets	3,795.5	4,769.8	5,491.8
Current liabilities	2,001.1	2,548.7	3,077.7
Non-current liabilities	286.9	188.2	155.8
Total Debt	293.7	186.1	114.5
Net Debt	-310.1	-782.7	-895.5
Liabilities	2,288.0	2,736.9	3,233.5
Other components of equity	691.6	710.2	754.9
Retained Earnings	815.9	1,322.7	1,503.4
Equity	1,507.5	2,032.9	2,258.3

