

KOREA ELECTRIC POWER CORP  
Form 6-K  
November 23, 2009

# SECURITIES AND EXCHANGE COMMISSION

Washington, DC 20549

## FORM 6-K

REPORT OF FOREIGN PRIVATE ISSUER

Pursuant to Rule 13a-16 or 15d-16 of  
the Securities Exchange Act of 1934

For the Month of November 2009

# KOREA ELECTRIC POWER CORPORATION

(Translation of registrant's name into English)

167, Samseong-dong, Gangnam-gu, Seoul 135-791, Korea

(Address of principal executive offices)

Indicate by check mark whether the registrant files or will

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file annual reports under cover of Form 20-F or Form 40-F.

Form 20-F  Form 40-F

Indicate by check mark if the registrant is submitting the Form 6-K in

paper as permitted by Regulation S-T Rule 101(b)(1):

Indicate by check mark if the registrant is submitting the Form 6-K in

paper as permitted by Regulation S-T Rule 101(b)(7):

Indicate by check mark whether the registrant by furnishing the

information contained in this form is also thereby furnishing the

information to the Commission pursuant to Rule 12g3-2(b) under the

Securities Exchange Act of 1934.

Yes  No

If  Yes is marked, indicate below the file number assigned to the

registrant in connection with Rule 12g3-2(b): 82-

This Report of Foreign Private Issuer on Form 6-K is deemed filed for all purposes under the Securities Act of 1933, as amended, and the Securities Exchange Act of 1934, as amended, including by reference in the Registration Statement on Form F-3 (Registration No. 33-99550) and the Registration Statement on Form F-3 (Registration No. 333-9180).

**KOREA ELECTRIC POWER CORPORATION**

**CONSOLIDATED FINANCIAL STATEMENTS**

**As of June 30, 2008 and 2009**

## KOREA ELECTRIC POWER CORPORATION AND SUBSIDIARIES

## CONSOLIDATED BALANCE SHEETS

DECEMBER 31, 2008 AND June 30, 2009

	2008	Won (In millions)	2009	U.S. dollars (Note 2) 2009 (In thousands)
<b>Assets</b>				
Property, plant and equipment (Notes 3 and 4):	KRW 109,305,083		KRW 111,426,870	\$ 87,496,561
Less: accumulated depreciation	(44,351,255)		(47,274,233)	(37,121,502)
Less: construction grants	(5,336,110)		(5,956,712)	(4,677,434)
	59,617,718		58,195,925	45,697,625
Construction in-progress	10,177,567		14,625,114	11,484,188
<b>Net property, plant and equipment</b>	<b>69,795,285</b>		<b>72,821,039</b>	<b>57,181,813</b>
Investments and other assets:				
Long-term investment securities (Note 6)	2,717,195		3,038,872	2,386,236
Long-term loans (Notes 7)	605,585		652,112	512,063
Financial derivatives	1,326,546		1,190,844	935,095
Intangible assets (Notes 5 and 30)	946,847		974,078	764,883
Deferred income tax assets (Note 26)	1,963,520		1,772,020	1,391,457
Other non-current assets (Notes 8, 18 and 31)	504,408		584,557	459,016
<b>Total non-current assets</b>	<b>77,859,386</b>		<b>81,033,522</b>	<b>63,630,563</b>
Current assets:				
Cash and cash equivalents (Notes 9 and 18)	1,452,286		1,764,095	1,385,234
Trade receivables, less allowance for doubtful accounts of KRW48,161 million in 2008 and KRW62,467 million in 2009 (Notes 18, 29 and 30)	2,806,974		2,482,812	1,949,597
Other accounts receivable, less allowance for doubtful accounts of KRW 19,509 in 2008 and KRW20,281 million in 2009 (Notes 18, 29 and 30)	725,578		690,446	542,164
Short-term investment securities (Note 6)	14,502		12,143	9,535
Short-term financial instruments (Note 18)	316,442		483,974	380,035
Financial derivatives	3		34	27
Inventories (Note 10)	4,272,098		4,707,879	3,696,803
Deferred income tax assets (Note 26)	563,163		432,940	339,961
Other current assets (Notes 11 and 18)	188,178		299,807	235,420
<b>Total current assets</b>	<b>10,339,224</b>		<b>10,874,130</b>	<b>8,538,776</b>
<b>Total assets</b>	<b>KRW 88,198,610</b>		<b>KRW 91,907,652</b>	<b>\$ 72,169,339</b>

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KOREA ELECTRIC POWER CORPORATION AND SUBSIDIARIES

CONSOLIDATED BALANCE SHEETS (CONTINUED)

DECEMBER 31, 2008 AND June 30, 2009

	2008	Won (In millions)	2009	U.S. dollars (Note 2) 2009 (In thousands)
<b>Liabilities and Shareholders' Equity</b>				
Shareholders' equity:				
Common stock of KRW5,000 par value authorized 1,200,000,000 shares - Issued and outstanding 641,567,712 shares in 2009 and 2008 (Note 12)	KRW 3,207,839		KRW 3,207,839	\$ 2,518,916
Capital surplus (Note 12)	14,558,531		14,558,531	11,431,905
Capital adjustments (Note 14)	(741,489)		(741,587)	(582,322)
Accumulated other comprehensive income (Notes 15 and 33)	435,064		354,779	278,586
Retained earnings:				
Appropriated (Note 13)	26,462,200		23,509,731	18,460,723
Before appropriations	(2,960,276)		(671,600)	(527,366)
Minority interest in consolidated subsidiaries	312,945		343,824	269,984
<b>Total shareholders' equity</b>	<b>41,274,814</b>		<b>40,561,517</b>	<b>31,850,426</b>
Long-term liabilities:				
Long-term debt, net (Notes 17 and 29)	23,318,811		28,685,150	22,524,656
Long-term other account payable (Note 20)	3,576,369		3,654,228	2,869,437
Accrual for retirement and severance benefits, net (Note 19)	1,735,457		1,727,002	1,356,107
Liability for decommissioning costs (Note 20)	5,470,764		5,609,441	4,404,744
Provision for decontamination of transformer (Note 21)	249,947		247,781	194,567
Reserve for self insurance	115,268		114,681	90,052
Financial derivatives	21,297		14,393	11,302
Deferred income tax liabilities (Note 26)	1,193,709		858,703	674,286
Other long-term liabilities (Note 31)	706,311		733,894	576,281
<b>Total long-term liabilities</b>	<b>36,387,933</b>		<b>41,645,273</b>	<b>32,701,432</b>
Current liabilities:				
Trade payables (Notes 18, 29 and 30)	2,304,934		1,234,680	969,517
Other accounts payable (Note 18, 29 and 30)	794,155		666,796	523,593
Short-term borrowings (Note 16)	1,357,710		1,748,533	1,373,014
Current portion of long-term debt, net (Notes 17 and 29)	4,444,783		4,574,068	3,591,730
Income tax payable	461,707		110,787	86,994
Accrued expense (Note 18)	386,061		410,133	322,052
Financial derivatives	56		670	526
Deferred income tax liabilities (Note 26)	14,125		20,101	15,784
Other current liabilities (Notes 3, 18 and 22)	772,332		935,094	734,271
<b>Total current liabilities</b>	<b>10,535,863</b>		<b>9,700,862</b>	<b>7,617,481</b>
<b>Total liabilities</b>	<b>46,923,796</b>		<b>51,346,135</b>	<b>40,318,913</b>
Commitments and contingencies (Note 31)				
Total shareholders' equity and liabilities	KRW 88,198,610		KRW 91,907,652	\$ 72,169,339

See accompanying notes to the consolidated financial statements.

## KOREA ELECTRIC POWER CORPORATION AND SUBSIDIARIES

## CONSOLIDATED STATEMENTS OF INCOME

FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2008 AND 2009

	2008	Won	2009	U.S. dollars (Note 2) 2009 (In thousands, except per share amounts)
	(In millions, except per share amounts)			
<b>OPERATING REVENUES:</b>				
(Notes 29 and 30)				
Sale of electricity	KRW 14,563,870		KRW 15,325,686	\$ 12,034,304
Other operating revenues	393,438		438,283	344,156
	14,957,308		15,763,969	12,378,460
<b>OPERATING EXPENSES</b>				
(Notes 24, 25, 29 and 30):				
Power generation, transmission and distribution costs	13,805,541		14,390,035	11,299,596
Purchased power				
Other operating costs	602,167		559,057	438,993
Selling and administrative expenses	798,599		727,195	571,021
	15,206,307		15,676,287	12,309,610
<b>OPERATING INCOME</b>	(248,999)		87,682	68,850
<b>OTHER INCOME (EXPENSES):</b>				
Interest income	81,664		57,119	44,852
Interest expenses	(422,568)		(791,959)	(621,876)
Gain (loss) on foreign currency transactions and translation, net	(591,383)		(95,305)	(74,837)
Donations	(36,542)		(2,132)	(1,674)
Equity income of affiliates, net (Note 6)	110,493		76,087	59,746
Gain on disposal of investments, net	2,972		205	161
Loss on disposal of property, plant and equipment, net	4,214		2,816	2,211
Valuation gain (loss) on financial derivatives, net (Note 23)	342,297		29,780	23,384
Other, net	167,887		169,013	132,715
	(340,966)		(554,376)	(435,318)
<b>INCOME BEFORE INCOME TAX</b>	(589,965)		(466,694)	(366,468)
<b>INCOME TAX EXPENSES</b> (Note 26)	142,426		(174,186)	(136,777)
<b>NET INCOME</b>	(447,539)		(640,880)	(503,245)
Controlling interest	KRW (469,380)		KRW (663,793)	\$ (521,235)
Minority interest	21,841		22,913	17,992
	KRW (447,539)		KRW (640,880)	\$ (503,243)
	KRW (754)		KRW (1,066)	\$ (837)

**BASIC EARNINGS PER SHARE**  
(Note 27)

**DILUTED EARNINGS PER SHARE**  
(Note 27)

KRW	(754)	KRW	(1,066)	\$	(837)
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See accompanying notes to the consolidated financial statements



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KOREA ELECTRIC POWER CORPORATION AND SUBSIDIARIES

CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2008 AND 2009

	Won (In millions)						
	Common stock	Capital surplus	Retained earnings	Capital adjustments	Accumulated other comprehensive income	Minority interests	Total
Balances at January 1, 2007	KRW 3,207,839	14,558,256	26,924,227	(741,825)	83,915	234,441	44,266,853
Net income			(469,380)			21,841	(447,539)
Dividends declared			(466,964)				(466,964)
Issuance of common stock for convertible bond		(84)					(84)
Gain on disposal of treasury stock, net of tax		259					259
Changes in treasury stock				336			336
Changes in unrealized gains on available-for-sale securities					2,395		2,395
Equity in other comprehensive income of affiliates					87,757		87,757
Changes in translation adjustments of foreign subsidiaries					13,632		13,632
Changes in valuation of derivatives					2,500		2,500
Changes in minority interests						11,973	11,973
Others		(48)					(48)
Balances at June 30, 2008	3,207,839	14,558,383	25,987,883	(741,489)	190,199	268,255	43,471,070
Balances at January 1, 2009	KRW 3,207,839	14,558,531	23,501,924	(741,489)	435,064	312,945	41,274,814
Net income			(663,793)			22,913	(640,880)
Dividends declared							
Discount on stock issuance adjustment				(98)			(98)
Gain on disposal of treasury stock, net of tax							
Changes in treasury stock							
Changes in unrealized gains on available-for-sale securities					(3,557)		(3,557)
Equity in other comprehensive income of affiliates					10,279		10,279
Changes in translation adjustments of foreign subsidiaries					7,775		7,775
Changes in valuation of derivatives					(94,782)		(94,782)
Changes in minority interests						7,966	7,966
Others							
Balances at June 30, 2009	3,207,839	14,558,531	22,838,131	(741,587)	354,779	343,824	40,561,517
U.S. dollars (In thousands)	2,518,916	11,431,905	17,933,361	(582,322)	278,586	269,984	31,850,426

See accompanying notes to the consolidated financial statements.

## KOREA ELECTRIC POWER CORPORATION

## CONSOLIDATED STATEMENTS OF CASH FLOWS

FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2008 AND 2009

	2008	Won (In millions)	2009	U.S. dollars (Note 2) 2009 (In thousands)
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Net income	KRW (447,539)		KRW (640,880)	\$ (503,243)
Adjustments to reconcile net income to net cash provided by operating activities:				
Depreciation and amortization	2,852,043		2,973,536	2,334,932
Amortization of nuclear fuel and heavy water	44,182		47,237	37,092
Utility plant removal cost	113,614		100,448	78,876
Provision for severance and retirement benefits	262,539		91,482	71,835
Provision for decommissioning costs	185,595		145,968	114,620
Bad debt expense	10,519		12,431	9,761
Interest expense, net	18,252		20,640	16,207
Gain on foreign currency translation, net	507,325		58,451	45,898
Equity income of affiliates, net	(110,493)		(76,087)	(59,746)
Loss on disposal of utility plant, net	(4,214)		(2,816)	(2,211)
Deferred income tax expense (benefit), net	(249,085)		35,472	27,854
Valuation gain on currency and interest rate swaps	(342,297)		(29,780)	(23,384)
Changes in assets and liabilities:				
Decrease in trade receivables	287,861		2,899,863	2,277,081
Decrease in other accounts receivable	63,255		289,326	227,190
Increase in inventories	(867,702)		(517,823)	(406,614)
Increase in other current assets	(416,559)		(82,725)	(64,959)
Decrease in trade payables	(285,028)		(3,516,774)	(2,761,503)
Decrease in other accounts payable	(237,798)		(469,432)	(368,616)
Decrease in income tax payable	(134,006)		(359,026)	(281,921)
Increase (decrease) in accrued expenses	(23,512)		18,948	14,879
Decrease in other current liabilities	(11,681)		(28,649)	(22,496)
Decrease in other long-term liabilities	(22,224)		103,940	81,618
Payment of severance and retirement benefits	(31,266)		(101,643)	(79,814)
Payment of decommissioning costs				
Payment of self-insurance	(525)		(587)	(461)
Dividends income	437		33,434	26,254
Other, net	101,313		(15,530)	(12,195)
Net cash provided by operating activities	1,263,006		989,424	776,933

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## KOREA ELECTRIC POWER CORPORATION

## CONSOLIDATED STATEMENTS OF CASH FLOWS

FOR THE SIX-MONTH PERIOD ENDED JUNE 30 2008 AND 2009

(CONTINUED)

	2008	Won (In millions)	2009	U.S. dollars (Note 2) 2009 (In thousands)	
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>					
Proceeds from disposal of utility plant	KRW	23,923	KRW	89,105	\$ 69,969
Additions to utility plant		(3,584,496)		(6,670,573)	(5,237,984)
Receipt of construction grants		467,730		740,462	581,439
Proceeds from disposal of investment securities		6,257		(102,062)	(80,143)
Acquisition of investment securities		(45,476)		(235,028)	(184,553)
Increase in long-term loans, net		(120,033)		(78,731)	(61,823)
Acquisition of intangible assets		(58,779)			