

ANNOUNCEMENT

CANCELLATION OF HYUNDAI HEAVY INDUSTRIES CO., LTD. US\$221,600,000 ZERO COUPON GUARANTEED EXCHANGEABLE BONDS DUE 2020

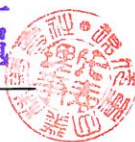
Hyundai Heavy Industries Co., Ltd. (the “**Company**”) has purchased and cancelled 89.71% of US\$221,600,000 Zero Coupon Guaranteed Exchangeable Bonds due 2020 guaranteed by The Korea Development Bank and exchangeable into common shares of Hyundai Merchant Marine Co., Ltd. (ISIN: XS1246021908) issued on 29 June 2015 (the “**Bonds**”) and makes the following announcement:

- (1) The Company has repurchased an aggregate amount of US\$198,800,000 of the Bonds (the “**Repurchased Bonds**”) at 100% of its principal amount and the settlement of the Repurchased Bonds had taken place on 29 June 2018.
- (2) The Company has cancelled all of the Repurchased Bonds on 29 June 2018.
- (3) The aggregate principal amount of the Bonds remaining outstanding following completion of the cancellation of the Repurchased Bonds is US\$22,800,000.

For and on behalf of

Hyundai Heavy Industries Co., Ltd.

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現代重工業株式會社
代表理事 姜 煥 龜



Name : Kang Hwan Goo
Title : The President and CEO

29 June 2018