

DOOSAN BOBCAT INC. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
AS OF DECEMBER 31, 2016 AND 2015
(In U.S. dollars)

<u>ASSETS</u>	<u>Notes</u>	<u>December 31, 2016</u>	<u>December 31, 2015</u>
CURRENT ASSETS:			
Cash and cash equivalents	2 and 4	\$300,909,879	\$358,741,273
Short-term financial instruments	2, 4 and 8	474,423	129,553
Trade and other receivables, less allowance for doubtful accounts	2, 3, 4, 5, 8 and 28	340,172,192	341,731,479
Inventories	2 and 6	579,885,090	669,776,574
Derivative assets	2, 4, 7 and 8	2,969,989	2,022,376
Other current assets		40,730,743	28,733,569
		<hr/>	<hr/>
Total Current Assets		1,265,142,316	1,401,134,824
		<hr/>	<hr/>
NON-CURRENT ASSETS:			
Long-term trade and other receivables, less allowance for doubtful accounts	2, 3, 4, 5, 8 and 28	4,011,134	2,136,704
Long-term financial assets	2, 4 and 8	82,752	85,324
Property, plant and equipment, net	2, 3 and 9	370,002,821	365,757,367
Intangible assets, net	2, 3 and 10	3,500,339,230	3,548,521,146
Deferred tax assets	2, 3 and 25	71,902,486	88,986,869
Other non-current assets	8	23,163,038	24,206,526
		<hr/>	<hr/>
Total Non-current Assets		3,969,501,461	4,029,693,936
		<hr/>	<hr/>
TOTAL ASSETS		<u>\$5,234,643,777</u>	<u>\$5,430,828,760</u>

(Continued)

DOOSAN BOBCAT INC. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF FINANCIAL POSITION (CONTINUED)
AS OF DECEMBER 31, 2016 AND 2015 (In U.S. dollars)

<u>LIABILITIES AND EQUITY</u>	<u>Notes</u>	<u>December 31, 2016</u>	<u>December 31, 2015</u>
CURRENT LIABILITIES:			
Trade and other payables	2, 4, 8, 11 and 28	\$442,804,398	\$540,336,360
Short-term borrowings	2, 4, 8 and 12	-	22,250,007
Current portion of long-term borrowings	2, 4, 8, 9 and 12	13,000,000	13,000,000
Income tax payable	2 and 25	8,613,109	1,014,790
Derivative liabilities	2, 7 and 8	349,495	123,575
Provisions	2, 3 and 14	81,767,798	64,734,667
Other current liabilities		<u>64,436,573</u>	<u>71,681,007</u>
Total Current Liabilities		<u>610,971,373</u>	<u>713,140,406</u>
NON-CURRENT LIABILITIES:			
Other non-current payables	4, 8, 11 and 28 2, 4, 8, 9, 12, 27	1,026,897	1,510,152
Long-term borrowings	and 28	1,320,999,499	1,547,031,120
Retirement benefit obligation	2 and 13	389,552,612	405,158,525
Deferred income tax liabilities	2 and 25	63,745,283	4,018,242
Non-current provisions	2, 3 and 14	39,856,870	34,594,561
Other non-current liabilities		<u>34,938,873</u>	<u>58,601,282</u>
Total Non-current Liabilities		<u>1,850,120,034</u>	<u>2,050,913,882</u>
Total Liabilities		<u>2,461,091,407</u>	<u>2,764,054,288</u>
EQUITY:			
Capital stock	1 and 15	43,095,528	47,146
Capital surplus	15	2,786,003,529	2,299,116,370
Other equity item	16	(178,407,620)	7,700,021
Accumulated other comprehensive loss	17	(418,921,616)	(361,765,092)
Retained earnings	18	<u>541,782,549</u>	<u>395,152,480</u>
Equity attributable to owners of the Company		<u>2,773,552,370</u>	<u>2,340,250,925</u>
Non-controlling interests		<u>-</u>	<u>326,523,547</u>
Total Equity		<u>2,773,552,370</u>	<u>2,666,774,472</u>
TOTAL LIABILITIES AND EQUITY		<u>\$5,234,643,777</u>	<u>\$5,430,828,760</u>

(Concluded)

See accompanying notes to consolidated financial statements.