

HANATOUR SERVICE INC.

NON-CONSOLIDATED STATEMENTS OF INCOME

FOR THE THREE MONTHS AND SIX MONTHS ENDED JUNE 30, 2006 AND 2005

	Korean Won			
	2006		2005	
	Three months	Six months	Three months	Six months
	(Not reviewed)	(Not reviewed)	(Not reviewed)	(Not reviewed)
	(In thousands, except per share amounts)			
SALES (Note 12)				
Overseas traveling intermediation income	₩ 19,433,878	₩ 46,197,988	₩ 12,539,648	₩ 27,569,172
Air tickets intermediation income	10,101,084	20,180,155	8,748,452	16,117,473
Other income	2,378,515	5,281,380	1,677,842	2,547,577
	31,913,477	71,659,523	22,965,942	46,234,222
OPERATING EXPENSES (Notes 12 and 17)	29,129,628	57,386,647	20,959,793	40,336,313
OPERATING INCOME	2,783,849	14,272,876	2,006,149	5,897,909
NON-OPERATING INCOME (EXPENSES):				
Interest income, net	365,892	660,549	280,604	583,130
Foreign currency exchange gain (loss), net	(30,716)	118,939	1,992	18,342
Foreign currency translation loss, net	(13,132)	(13,158)	(9,026)	(25,139)
Loss on disposal of investments	(7)	(7)	(56,854)	(56,854)
Gain(loss) on valuation of investment securities accounted for using the equity method, net	(481,556)	(481,556)	55,153	55,153
Gain on disposal of property and equipment, net	2,722	4,721	-	150
Reversal of allowance for doubtful accounts	-	-	-	15,239
Others, net	121,950	248,869	219,653	492,666
	(34,847)	538,357	491,521	1,082,687
ORDINARY INCOME	2,749,002	14,811,233	2,497,671	6,980,596
EXTRAORDINARY ITEM	-	-	-	-
INCOME BEFORE INCOME TAX	2,749,002	14,811,233	2,497,671	6,980,596
INCOME TAX EXPENSE (Note 10)	1,054,075	4,530,132	963,363	2,262,905
NET INCOME	₩ 1,694,927	₩ 10,281,101	₩ 1,534,308	₩ 4,717,691
BASIC ORDINARY/NET INCOME PER SHARE (Note 11)	₩ 163	₩ 994	₩ 149	₩ 465
DILUTED ORDINARY/NET INCOME PER SHARE (Note 11)	₩ 163	₩ 994	₩ 149	₩ 465

See accompanying notes to non-consolidated financial statements.