KOREA ELECTRIC POWER CORP
Form 6-K
March 19, 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 March 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 file annual reports under cover of Form 20-F or Form 40-F.

Form 20-F __X__ 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 __X__

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).

Preliminary and unaudited non-consolidated financial statements of Korea Electric Power Corporation (KEPCO) for the fiscal year 2008, all prepared in accordance with Korean GAAP are set forth below.

The translation of Korean Won amounts into U.S. dollar has been made at the rate of (Won)1,257.50 to US$1.00 at December 31, 2008, the Base Rate announced by Seoul Money Brokerage Service, Ltd.

KOREA ELECTRIC POWER CORPORATION

PRELIMINARY NON-CONSOLIDATED BALANCE SHEETS (Unaudited)

AS OF DECEMBER 31, 2007 AND 2008

	Korean Won 2007	Korean Won 2008	Translation into U.S. Dollars 2008
	(In millions)	(In millions)	(In thousands)
Assets			
Property, plant and equipment:	(Won) 49,295,683	(Won) 52,404,020	$ 41,673,177
Less: accumulated depreciation	(14,415,883)	(16,303,750)	(12,965,208)
Less: construction grants	(6,126,776)	(6,789,063)	(5,398,858)
	28,753,024	29,311,207	23,309,111
Construction in-progress	2,265,117	2,629,946	2,091,408
Net property, plant and equipment	31,018,141	31,941,153	25,400,519
Investments and other assets:			
Investment securities	28,956,430	28,498,281	22,662,649
Long-term other accounts receivable, less allowance for doubtful accounts of (Won)13,066 in 2007 and (Won)11,775 million in 2008	1,293,500	1,170,688	930,964
Long-term loans	212,199	226,439	180,071
Intangible assets	208,295	195,951	155,826
Currency Swap		303,270	241,174
Other non-current assets	264,373	301,981	240,139
Total non-current assets	30,934,797	30,696,610	24,410,823
Current assets:			
Cash and cash equivalents	189,346	219,222	174,332
Trade receivables, less allowance for doubtful accounts of (Won)52,406 million in 2007 and (Won)48,092 million in 2008	2,469,559	2,620,968	2,084,269
Other accounts receivable, less allowance for doubtful accounts of (Won)7,182 million in 2007 and (Won)6,824 million in 2008	447,450	674,309	536,230
Inventories	225,435	226,856	180,402
Deferred income tax assets, net	251,762	431,435	343,090
Other current assets	106,101	57,622	45,822
Total current assets	3,689,653	4,230,412	3,364,145
Total assets	(Won) 65,642,591	(Won) 66,868,175	$ 53,175,487

(Continued)

KOREA ELECTRIC POWER CORPORATION

PRELIMINARY NON-CONSOLIDATED BALANCE SHEETS (Unaudited), CONTINUED

AS OF DECEMBER 31, 2007 AND 2008

	Korean Won 2007	(In millions) 2008	Translation into U.S. Dollars 2008 (In thousands)
Liabilities and Shareholders Equity			
Stockholders equity:			
Common stock of (Won)5,000 par value Authorized - 1,200,000,000 shares Issued and outstanding - 641,567,712 shares in 2007 and 2008	(Won) 3,207,839	(Won) 3,207,839	$ 2,550,965
Capital surplus	14,555,890	14,556,185	11,575,495
Capital adjustments	(741,825)	(741,489)	(589,653)
Accumulated other comprehensive income	79,664	406,673	323,398
Retained earnings:			
Appropriated	25,372,349	26,462,200	21,043,499
Before appropriations	1,556,815	(2,952,468)	(2,347,887)
Total shareholders equity	44,030,732	40,938,940	32,555,817
Long-term liabilities:			
Long-term debt, net	10,648,983	15,236,631	12,116,605
Accrual for retirement and severance benefits, net	689,800	877,319	697,669
Reserve for self insurance	109,273	115,268	91,665
Other provisions	242,219	268,755	213,722
Deferred income tax liabilities, net	2,513,867	1,133,239	901,184
Currency swap		21,297	16,936
Other long-term liabilities	423,844	401,195	319,041
Total long-term liabilities	14,627,986	18,053,704	14,356,822
Current liabilities:			
Trade payables	2,098,630	2,961,375	2,354,970
Other accounts payable	309,592	364,265	289,674
Short-term borrowings	489,999	300,000	238,569
Current portion of long-term debt, net	3,479,974	3,472,579	2,761,494
Income tax payable		68,646	54,589
Other current liabilities	605,678	708,666	563,552
Total current liabilities	6,983,873	7,875,531	6,262,848
Total liabilities	21,611,859	25,929,235	20,619,670
Commitments and contingencies			
Total shareholders equity and liabilities	(Won) 65,642,591	(Won) 66,868,175	$ 53,175,487

KOREA ELECTRIC POWER CORPORATION

PRELIMINARY NON-CONSOLIDATED STATEMENTS OF INCOME (Unaudited)

FOR THE YEARS ENDED DECEMBER 31, 2007 AND 2008

	Korean Won 2007 (In millions)	Korean Won 2008 (In millions)	Translation into U.S. Dollars 2008 (In thousands)
OPERATING REVENUES:			
Sale of electricity	(Won) 28,953,328	(Won) 31,480,221	$ 25,033,973
Other operating revenues	30,557	42,162	33,528
	28,983,885	31,522,383	25,067,501
OPERATING EXPENSES			
Power generation, transmission and distribution costs	4,645,447	4,704,474	3,741,132
Purchased power	22,724,191	29,107,892	23,147,429
Other operating costs	43,657	59,359	47,204
Selling and administrative expenses	1,240,590	1,309,860	1,041,638
	28,653,885	35,181,585	27,977,403
OPERATING INCOME	330,000	(3,659,202)	(2,909,902)
OTHER INCOME (EXPENSES):			
Interest income	82,447	90,590	72,040
Interest expense	(602,489)	(752,366)	(598,303)
Gain on foreign currency transactions and translation, net	(76,919)	(585,373)	(465,506)
Donations	(22,297)	(30,515)	(24,267)
Rental income	167,014	164,807	131,060
Equity income of affiliates, net	1,765,939	(64,944)	(51,645)
Gain on disposal of property, plant and equipment, net	16,117	22,564	17,943
Valuation gain on currency and interest rate swaps, net	2,594	279,379	222,170
Translation gain (loss) on currency and interest rate swaps, net	9,592	(153,139)	(121,780)
Other, net	211,777	181,968	144,706
	1,553,775	(847,029)	(673,582)
INCOME BEFORE INCOME TAX	1,883,775	(4,506,231)	(3,583,484)
INCOME TAX EXPENSE	326,960	(1,553,763)	(1,235,597)
NET INCOME	(Won) 1,556,815	(Won) (2,952,468)	$ (2,347,887)
BASIC EARNINGS PER SHARE	2,504	(4,742)	(3.77)
DILUTED EARNINGS PER SHARE	(Won) 2,461	(Won) (4,742)	$ (3.77)

KOREA ELECTRIC POWER CORPORATION

PRELIMINARY NON-CONSOLIDATED STATEMENT OF DISPOSITION OF DEFICIT (Unaudited)

FOR THE YEARS ENDED DECEMBER 31, 2007 AND 2008

	Korean Won 2007	Korean Won 2008	Translation into U.S. Dollars 2008
	(In millions)		(In thousands)
Unappropriated retained earnings:			
Balance at beginning of year	(Won)	(Won)	$
Change in retained earnings of affiliated companies due to cumulative effect of accounting changes			
Net income	1,556,815	(2,952,468)	(2,347,887)
Balance at end of year before appropriation	1,556,815	(2,952,468)	(2,347,887)
Transfer from voluntary reserves:			
Reserve for business rationalization		31,900	25,368
Reserve for business expansion		2,920,568	2,322,519
Appropriation of retained earnings:			
Reserve for investment in social overhead capital			
Reserve for research and human resource development			
Reserve for business expansion	1,089,851		
Dividends 15% on par value at 750 Won per share in 2007	466,964		
	1,556,815		
Unappropriated retained earnings to be carried forward to subsequent year	(Won)	(Won)	$

KOREA ELECTRIC POWER CORPORATION

PRELIMINARY NON- CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS EQUITY (Unaudited)

FOR THE YEAR ENDED DECEMBER 31, 2007 and 2008

	Korean Won (In millions)					
	Capital stock	**Capital surplus**	**Capital adjustments**	**Accumulated other comprehensive income**	**Retained earnings**	**Total**
Beginning of January 1, 2007	(Won) 3,207,839	(Won) 14,518,843	(Won) (796,980)	(Won) 38,892	(Won) 25,993,431	(Won) 42,962,025
Exercise of conversion right		(9,903)				(9,903)
Treasury stock exchange of exchangeable bond			6,041			6,041
Changes in treasury stock			49,114			49,114
Gain on disposal of treasury stock		22,749				22,749
Loss on valuation of available-for-sale securities, net				(3,668)		(3,668)
Gain on disposal of subsidiary s securities		59,143				59,143
Equity gain of affiliates				5,301		5,301
Equity loss of affiliates				54,604		54,604
Directly charged tax effect		(34,942)		(15,465)		(50,407)
Net income					1,556,815	1,556,815
Dividends declared					(621,082)	(621,082)
Balance at December 31, 2007	(Won) 3,207,839	(Won) 14,555,890	(Won) (741,825)	(Won) 79,664	(Won) 26,929,164	(Won) 44,030,732
Beginning of January 1, 2008	(Won) 3,207,839	(Won) 14,555,890	(Won) (741,825)	(Won) 79,664	(Won) 26,929,164	(Won) 44,030,732
Exercise of conversion right						
Treasury stock exchange of exchangeable bond		(84)				(84)
Changes in treasury stock			336			336
Gain on disposal of treasury stock		259				259
Loss on valuation of available-for-sale securities, net				(3,501)		(3,501)
Gain on disposal of subsidiary s securities		168				168
Equity gain of affiliates				331,713		331,713
Equity loss of affiliates				84,270		84,270
Directly charged tax effect		(48)		(85,473)		(85,521)

Net income					(2,952,468)	(2,952,468)
Dividends declared					(466,964)	(466,964)
Balance at December 31, 2008	(Won) 3,207,839	(Won) 14,556,185	(Won) (741,489)	(Won) 406,673	(Won) 23,509,732	(Won) 40,938,940
Translation into U.S. Dollars (In thousands)	$ 2,550,965	$ 11,575,495	$ (589,653)	$ 323,398	$ 18,695,612	$ 32,555,817

KOREA ELECTRIC POWER CORPORATION

PRELIMINARY NON-CONSOLIDATED STATEMENTS OF CASH FLOWS (Unaudited)

FOR THE YEARS ENDED DECEMBER 31, 2007 AND 2008

	Korean Won 2007	Korean Won 2008	Translation into U.S. Dollars 2008
	(In millions)	(In millions)	(In thousands)
CASH FLOWS FROM OPERATING ACTIVITIES:			
Net income	(Won) 1,556,815	(Won) (2,952,468)	$ (2,347,887)
Adjustments to reconcile net income to net cash provided by operating activities:			
Depreciation and amortization	1,891,759	1,954,298	1,554,114
Property, plant and equipment removal cost	294,734	294,376	234,096
Provision for severance and retirement benefits	159,266	222,218	176,714
Bad debt expense	18,854	19,547	15,545
Interest expense	32,341	32,435	25,793
Gain on foreign currency translation, net	57,783	536,227	426,423
Equity loss (income) of affiliates, net	(1,765,939)	64,944	51,645
Gain on disposal of property, plant and equipment, net	(16,117)	(22,564)	(17,943)
Loss (gain) on disposal of investments	(13,021)	19,688	15,657
Contribution to self-insurance	7,191	7,180	5,710
Contribution to other provisions	33,454	15,152	12,049
Valuation gain on currency and interest rate swaps, net	(2,594)	(279,379)	(222,171)
Transaction loss (gain) on currency and interest rate swaps, net	(9,592)	153,139	121,781
Others	(145,211)	(64,213)	(51,063)
	542,908	2,953,048	2,348,350
Changes in assets and liabilities:			
Increase in trade receivables	(239,386)	(170,963)	(135,955)
Increase in other accounts receivable	(4,060)	(87,445)	(69,538)
Decrease in inventories	35,340	109,961	87,444
Increase in deferred income tax assets	(348)	(179,674)	(142,882)
Decrease (Increase) in other current assets	(42,270)	91,865	73,054
Increase in other non-current assets		(1,404)	(1,117)
Increase in trade payables	322,037	862,746	686,080
Increase (Decrease) in other accounts payable	(112,240)	54,673	43,477
Increase (Decrease) in income tax payable	(437,741)	68,598	54,551
Increase in other current liabilities	62,923	86,697	68,944
Increase (Decrease) in deferred income tax liabilities	186,430	(1,466,100)	(1,165,885)
Decrease in other long-term liabilities	(8,664)	(660)	(525)
Payment of severance and retirement benefits, net	(29,768)	(37,884)	(30,126)
Increase in severance insurance deposits	(850)	(1,661)	(1,321)
Payment of self-insurance	(1,860)	(1,185)	(942)
Provision for other estimated liabilities	(29,248)	(13,300)	(10,577)
Dividend from equity investments	748,909	826,672	657,393
	449,204	140,936	112,075
Net cash provided by operating activities	2,548,927	141,516	112,538

(Continued)

KOREA ELECTRIC POWER CORPORATION

PRELIMINARY NON-CONSOLIDATED STATEMENTS OF CASH FLOWS (Unaudited), CONTINUED

FOR THE YEARS ENDED DECEMBER 31, 2007 AND 2008

	Korean Won 2007	Korean Won 2008	Translation into U.S. Dollars 2008
	(In millions)		(In thousands)
CASH FLOWS FROM INVESTING ACTIVITIES:			
Proceeds from disposal of property, plant and equipment	(Won) 24,351	(Won) 43,647	$ 34,709
Additions to property, plant and equipment	(4,030,212)	(4,311,397)	(3,428,547)
Receipt of construction grants	1,042,175	1,115,646	887,193
Proceeds from disposal of investment securities	145,239	1,223	973
Acquisition of investment securities	(311,776)	(41,767)	(33,214)
Collection of loans	29,630	28,226	22,446
Extension of loans	(46,215)	(47,012)	(37,385)
Acquisition of intangible assets	(33,772)	(62,639)	(49,813)
Proceeds from short-term financial instruments	25,000		
Settlement under currency and interest rate swap contracts	485,429	(153,139)	(121,781)
Other, net	313	(39,323)	(31,270)
Net cash used in investing activities	(2,669,838)	(3,466,535)	(2,756,689)
CASH FLOWS FROM FINANCING ACTIVITIES:			
Proceeds from short-term borrowings	282,953		
Proceeds from long-term debt	3,829,716	7,492,901	5,958,569
Proceeds from disposal of corporation own stock fund	58,988		
Repayment of short-term borrowings		(189,999)	(151,023)
Repayment of long-term debt	(3,369,407)	(3,480,931)	(2,768,206)
Dividends paid	(621,218)	(467,076)	(371,432)
Net cash provided by (used in) financing activities	181,032	3,354,895	2,667,908
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	60,121	29,876	23,757
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	129,225	189,346	150,574
CASH AND CASH EQUIVALENTS, END OF YEAR	(Won) 189,346	(Won) 219,222	$ 174,331

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

By:	/s/ Kim, Myung-Whan
Name:	Kim, Myung-Whan
Title:	General Manager, Finance Team

Date: March 18, 2009