



KOREA NATIONAL
HOUSING CORPORATION
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To our stakeholders:

We recognize that a key requirement for participation in the UN Global Compact is the annual preparation and posting of a Communication on Progress (COP) that comprises of a statement of continued support for the UN Global Compact, a description of practical actions with regard to the principles of the UN Global Compact, and a measurement of outcomes or expected outcomes.

We are late in creating, sharing and posting our COP report because

1. The Korea government is pushing for "Public enterprise competitiveness policy" that consolidates similar Institutions and privatizes companies. We are a public enterprise and also under the policy.

The bill that consolidates us with another was submitted to the National Assembly. Under the bill, the launching of consolidated institution will be 1, October. If the bill is passed (scheduled for Feb), all of the authorities for management activities will be delegated to the Integration Promotion Committee. In this case, the middle-long term business strategy will be re-established and the business structure will be reorganized.

Because of previous explanation, Creating, sharing and posting COP is uncertain conditions.

2. We need time to creating COP because the staff in charge of UNGC Global Compact COP was changed from director of Strategy Innovation div. to director of Planning & Coordination Div.

We hereby ask for an extension period in order to be able to post a COP that describes our company's efforts and progress to implement the principles of the UN Global Compact. Our new COP report will be posted on the UN Global Compact website by March 11, 2010 at the latest.

Sincerely yours,

Mr. Lee, Bong-Hyoung

Director of Planning & Coordination Div.

Korea National Housing Corporation

