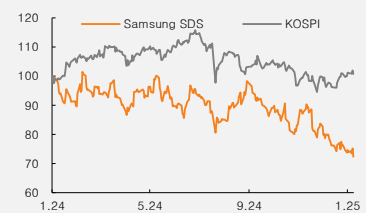


(Maintain)	<b>Buy</b>
Target price	<b>▼ W179,000</b>
Current price (1/23/25)	W121,400
Upside	47.4%

OP (25F, Wbn)	992
Consensus OP (25F, Wbn)	995
EPS growth (25F, %)	1.9
Market EPS growth (25F, %)	19.4
P/E (25F, x)	12.2
Market P/E (25F, x)	9.0
KOSPI	2,515.49

Market cap (Wbn)	9,394
Shares (mn)	77
Free float (%)	50.9
Foreign ownership (%)	18.8
Beta (12M)	0.63
52-week low (W)	121,400
52-week high (W)	170,100

(%)	1M	6M	12M
Absolute	-9.4	-19.6	-25.7
Relative	-12.0	-11.3	-26.8



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# Samsung SDS

## Likely to focus on external opportunities to navigate challenging conditions

### 4Q24 review: Revenue meets expectations, but OP misses

For 4Q24, Samsung SDS reported revenue of W3.64tr (+7.9% YoY; 1% above our estimate) and operating profit of W211.5bn (-1.4% YoY; 10% below our forecast of W235bn). By division, IT services delivered in-line revenue of W1.63tr (+1% YoY) but lower-than-expected operating profit of W182bn (OP margin of 11.2%). For logistics, revenue was higher than expected at W2tr (+14% YoY), but operating profit was W29.5bn, resulting in a lower-than-expected OP margin of 1.5% (vs. our forecast of 1.9%).

The system integration (SI) and cloud businesses posted lower-than-expected revenues of W266bn (-11% YoY) and W600bn (+7.9% YoY), respectively. Amid deepening economic uncertainty, many IT investments were cancelled or delayed. Lower utilization in the GPU-as-a-Service segment also negatively affected cloud earnings.

Despite the current challenges, we expect IT investments in 2025 to remain resilient relative to overall economic conditions. As such, we expect the company to seek to capitalize on external business opportunities. AI platform development projects are underway at financial institutions and public entities (including the National Assembly), which should present opportunities for the MSP cloud business. In solutions, the phase-out of SAP on-premises support starting this year is likely to drive accelerated adoption of next-generation ERP systems across both affiliated and non-affiliated companies. Additionally, there is growing interest in supplier relationship management (SRM), customer relationship management (CRM), and human capital management (HCM) solutions. We also note that capex at affiliated companies is expected to remain largely stable, given ongoing investments in smart factories and bio plants.

In logistics, ocean freight rates are likely to decline for the full year (despite a likely rise in 1Q25) due to expanded capacity. However, air freight rates should remain resilient, supported by rising volume from China.

### Maintain Buy, but lower TP by 6.3% to W179,000

On Jan. 23, management announced its three-year dividend policy, maintaining a 30% payout ratio (consistent with 2022-24) and setting the 2024 DPS at W2,900 (+W200 YoY). Plans for share buybacks were once again delayed.

We lower our target price on Samsung SDS by 6.3% to W179,000 (from W191,000), reflecting our downward earnings forecast revisions (target P/E of 18x unchanged). With AI-led digitalization remaining a top priority for enterprises, we expect the company to stage an earnings turnaround in 2Q24, driven by external projects.

(Dec.)	2022	2023	2024P	2025F	2026F
Revenue (Wbn)	17,235	13,277	13,828	14,374	15,375
OP (Wbn)	916	808	910	992	1,109
OP margin (%)	5.3	6.1	6.6	6.9	7.2
NP (Wbn)	1,100	693	757	771	853
EPS (W)	14,213	8,962	9,781	9,964	11,029
ROE (%)	14.2	8.2	8.4	8.1	8.4
P/E (x)	8.7	19.0	13.1	12.2	11.0
P/B (x)	1.2	1.5	1.1	1.0	0.9
Dividend yield (%)	2.6	1.6	2.1	2.2	2.2

Notes: Under consolidated K-IFRS; NP is attributable to owners of the parent  
Source: Company data, Mirae Asset Securities Research estimates

Table 1. 4Q24 review

(Wbn)

	4Q23	3Q24	4Q24P				Growth	
			Actual	Mirae Asset	Consensus	Diff.	YoY	QoQ
<b>Revenue</b>	<b>3,377.1</b>	<b>3,569.7</b>	<b>3,642.3</b>	<b>3,603.5</b>	<b>3,619.5</b>	<b>1.1%</b>	<b>7.9%</b>	<b>2.0%</b>
IT services	1,616.0	1,629.6	1,631.9	1,611.1	-	1.3%	1.0%	0.1%
Cloud	555.6	637.0	599.7	695.3	-	-13.7%	7.9%	-5.9%
MSP	276.7	294.2	264.6	326.0	-	-18.8%	-4.4%	-10.1%
CSP	187.1	236.8	230.9	252.7	-	-8.6%	23.4%	-2.5%
SaaS	91.8	106.0	104.2	116.6	-	-10.6%	13.5%	-1.7%
SI	299.7	256.5	266.2	306.0	-	-13.0%	-11.2%	3.8%
ITO	760.7	736.1	766.0	609.8	-	25.6%	0.7%	4.1%
Logistics	1,761.1	1,940.1	2,010.4	1,992.4	-	0.9%	14.2%	3.6%
<b>OP</b>	<b>214.5</b>	<b>252.8</b>	<b>211.5</b>	<b>234.8</b>	<b>235.4</b>	<b>-10.0%</b>	<b>-1.4%</b>	<b>-16.4%</b>
OP margin	6.4%	7.1%	5.8%	6.5%	6.5%	-0.7%p	-0.6%p	-1.3%p
IT services OP margin	11.6%	13.7%	11.2%	12.2%	-	-1.0%p	-0.4%p	-2.5%p
Logistics OP margin	1.6%	1.5%	1.5%	1.9%	-	-0.4%p	-0.1%p	-0.0%p
<b>NP</b>	<b>173.6</b>	<b>176.6</b>	<b>196.3</b>	<b>211.0</b>	<b>188.9</b>	<b>-7.0%</b>	<b>13.1%</b>	<b>11.2%</b>

Source: Company data, Mirae Asset Securities Research

Table 2. Earnings forecast revisions by business

(Wbn)

	Previous			Revised			Chg.		
	1Q25F	2024F	2025F	1Q25F	2024P	2025F	1Q25F	2024P	2025F
<b>Revenue</b>	<b>3,527.7</b>	<b>13,789.5</b>	<b>14,510.0</b>	<b>3,495.4</b>	<b>13,828.3</b>	<b>14,374.3</b>	<b>-0.9%</b>	<b>0.3%</b>	<b>-0.9%</b>
IT services	1,641.2	6,380.7	7,013.1	1,608.8	6,401.5	6,877.4	-2.0%	0.3%	-1.9%
Cloud	647.8	2,419.1	2,767.7	630.7	2,323.5	2,694.5	-2.6%	-4.0%	-2.6%
MSP	298.6	1,123.0	1,238.1	286.3	1,061.6	1,190.7	-4.1%	-5.5%	-3.8%
CSP	230.8	887.4	1,024.4	225.9	865.6	998.5	-2.1%	-2.5%	-2.5%
SaaS	118.5	408.7	505.3	118.5	396.3	505.3	0.0%	-3.0%	0.0%
SI	317.3	1,118.4	1,273.2	305.5	1,078.6	1,226.0	-3.7%	-3.6%	-3.7%
ITO	676.1	2,843.2	2,972.2	672.6	2,999.4	2,956.9	-0.5%	5.5%	-0.5%
Logistics	1,886.5	7,408.8	7,496.9	1,886.5	7,426.8	7,496.9	0.0%	0.2%	0.0%
<b>OP</b>	<b>239.1</b>	<b>934.4</b>	<b>1,011.3</b>	<b>227.8</b>	<b>911.0</b>	<b>991.9</b>	<b>-4.7%</b>	<b>-2.5%</b>	<b>-1.9%</b>
IT services	206	787.8	869.8	195.9	773	853	-4.7%	-1.9%	-1.9%
Logistics	33	147	142	32	138	139	-4.7%	-5.6%	-1.9%
<b>OP margin</b>	<b>6.8%</b>	<b>6.8%</b>	<b>7.0%</b>	<b>6.5%</b>	<b>6.6%</b>	<b>6.9%</b>	<b>-0.3%p</b>	<b>-0.2%p</b>	<b>-0.1%p</b>
IT services	12.5%	12.3%	12.4%	12.2%	12.1%	12.4%	-0.3%p	-0.2%p	0.0%p
Logistics	1.8%	2.0%	1.9%	1.7%	1.9%	1.9%	-0.1%p	-0.1%p	0.0%p

Source: Company data, Mirae Asset Securities Research

Table 3. Quarterly earnings

(Wbn)

	1Q23	2Q23	3Q23	4Q23	1Q24	2Q24	3Q24	4Q24P	1Q25F	2Q25F	3Q25F	4Q25F
<b>Revenue</b>	<b>3,401</b>	<b>3,291</b>	<b>3,208</b>	<b>3,377</b>	<b>3,247</b>	<b>3,369</b>	<b>3,570</b>	<b>3,642</b>	<b>3,495.4</b>	<b>3,603.0</b>	<b>3,557.1</b>	<b>3,718.8</b>
<i>YoY growth</i>	-18.9%	-28.4%	-23.6%	-20.5%	-4.5%	2.4%	11.3%	7.9%	7.6%	6.9%	-0.4%	2.1%
IT services	1,470	1,511	1,509	1,616	1,554	1,586	1,630	1,632	1,608.8	1,703.1	1,711.1	1,854.4
<i>YoY growth</i>	1.2%	0.0%	1.5%	6.5%	5.7%	5.0%	8.0%	1.0%	3.6%	7.4%	5.0%	13.6%
<i>% of revenue</i>	43.2%	45.9%	47.0%	47.9%	47.8%	47.1%	45.7%	44.8%	46.0%	47.3%	48.1%	49.9%
<i>Gross margin</i>	12.9%	13.5%	13.8%	13.9%	15.1%	14.8%	14.5%	13.9%	14.5%	14.5%	14.2%	14.0%
SI	287.0	288.8	276.0	299.7	288.1	267.8	256.5	266.2	305.5	295.9	312.6	311.9
<i>YoY growth</i>	-30.0%	-29.3%	-21.5%	-4.6%	0.4%	-7.3%	-7.1%	-11.2%	6.0%	10.5%	21.9%	17.2%
<i>% of revenue</i>	8.4%	8.8%	8.6%	8.9%	8.9%	7.9%	7.2%	7.3%	8.7%	8.2%	8.8%	8.4%
ITO	773.0	777.4	762.6	760.7	734.7	762.6	736.1	766.0	672.6	762.6	731.3	790.4
<i>YoY growth</i>	-2.6%	-6.3%	-8.8%	-11.7%	-5.0%	-1.9%	-3.5%	0.7%	-8.4%	0.0%	-0.7%	3.2%
<i>% of revenue</i>	22.7%	23.6%	23.8%	22.5%	22.6%	22.6%	20.6%	21.0%	19.2%	21.2%	20.6%	21.3%
Cloud	409.9	444.5	470.7	555.6	530.8	556.0	637.0	599.7	630.7	644.6	667.1	752.1
<i>YoY growth</i>	64.6%	63.0%	57.3%	62.6%	29.5%	25.1%	35.3%	7.9%	18.8%	15.9%	4.7%	25.4%
<i>% of revenue</i>	12.1%	13.5%	14.7%	16.5%	16.3%	16.5%	17.8%	16.5%	18.0%	17.9%	18.8%	20.2%
CSP	130.9	140.9	168.5	187.1	188.4	209.5	236.8	230.9	225.9	237.5	256.6	278.5
<i>YoY growth</i>	36.5%	38.4%	48.6%	50.8%	43.9%	48.7%	40.5%	23.4%	19.9%	13.4%	8.4%	20.6%
<i>% of revenue</i>	31.9%	31.7%	35.8%	33.7%	35.5%	37.7%	37.2%	38.5%	35.8%	36.8%	38.5%	37.0%
MSP	206.3	229.0	213.0	276.7	254.7	248.1	294.2	264.6	286.3	283.2	280.3	341.0
<i>YoY growth</i>	142.7%	148.4%	90.9%	92.8%	23.5%	8.3%	38.1%	-4.4%	12.4%	14.1%	-4.7%	28.9%
<i>% of revenue</i>	50.3%	51.5%	45.3%	49.8%	48.0%	44.6%	46.2%	44.1%	45.4%	43.9%	42.0%	45.3%
SaaS	72.7	74.6	88.6	91.8	87.7	98.4	106.0	104.2	118.5	123.9	130.3	132.6
<i>YoY growth</i>	6.8%	-5.2%	19.4%	23.7%	20.6%	31.9%	19.6%	13.5%	35.1%	25.9%	22.9%	27.3%
<i>% of revenue</i>	17.7%	16.8%	18.8%	16.5%	16.5%	17.7%	16.6%	17.4%	18.8%	19.2%	19.5%	17.6%
Logistics	1,931	1,780	1,699	1,761	1,694	1,783	1,940	2,010	1,886.5	1,900.0	1,846.0	1,864.4
<i>YoY growth</i>	-29.5%	-42.3%	-37.3%	-35.5%	-12.3%	0.1%	14.2%	14.2%	11.4%	6.6%	-4.9%	-7.3%
<i>% of revenue</i>	56.8%	54.1%	53.0%	52.1%	52.2%	52.9%	54.3%	55.2%	54.0%	52.7%	51.9%	50.1%
<b>SG&amp;A expenses</b>	<b>246</b>	<b>237</b>	<b>249</b>	<b>256</b>	<b>264</b>	<b>279</b>	<b>263</b>	<b>295</b>	<b>278</b>	<b>261</b>	<b>259</b>	<b>267</b>
<b>OP</b>	<b>194</b>	<b>206</b>	<b>193</b>	<b>215</b>	<b>226</b>	<b>221</b>	<b>253</b>	<b>211</b>	<b>228</b>	<b>263</b>	<b>248</b>	<b>254</b>
<i>OP margin</i>	5.7%	6.3%	6.0%	6.4%	7.0%	6.6%	7.1%	5.8%	6.5%	7.3%	7.0%	6.8%
<i>IT services OP margin</i>	10.0%	11.2%	11.1%	11.6%	10.9%	12.5%	13.7%	11.2%	12.2%	13.3%	12.4%	11.8%
<i>Logistics OP margin</i>	2.5%	2.1%	1.5%	1.6%	3.3%	1.3%	1.5%	1.5%	1.7%	1.9%	1.9%	1.9%
<b>NP</b>	<b>208</b>	<b>170</b>	<b>177</b>	<b>146</b>	<b>217</b>	<b>191</b>	<b>185</b>	<b>196</b>	<b>181</b>	<b>206</b>	<b>196</b>	<b>215</b>
<i>YoY growth</i>	2.5%	-35.4%	-54.9%	-41.8%	4.2%	2.3%	1.4%	33.9%	-17.0%	12.7%	5.7%	9.5%

Source: Company data, Mirae Asset Securities Research

Table 4. Annual earnings

(Wbn)

	2018	2019	2020	2021	2022	2023	2024P	2025F
<b>Revenue</b>	<b>10,034.2</b>	<b>10,719.6</b>	<b>11,017.4</b>	<b>13,630.0</b>	<b>17,235</b>	<b>13,277</b>	<b>13,828</b>	<b>14,374.3</b>
<i>YoY growth</i>	-	6.8%	2.8%	23.7%	26.4%	-23.0%	4.2%	3.9%
IT services	5,656.7	5,872.8	5,314.5	5,637.2	5,968	6,106	6,402	6,877.4
<i>YoY growth</i>	0.0%	3.8%	-9.5%	6.1%	5.9%	2.3%	4.8%	7.4%
<i>% of revenue</i>	56.4%	54.8%	48.2%	41.4%	34.6%	46.0%	46.3%	47.8%
GP	-	-	15.3%	12.3%	11.0%	13.5%	14.6%	14.3%
SI	1,483.9	1,518.6	1,372.3	1,641.2	1,484	1,152	1,079	1,226.0
<i>YoY growth</i>	-	2.3%	-9.6%	19.6%	-9.6%	-22.4%	-6.3%	13.7%
<i>% of revenue</i>	14.8%	14.2%	12.5%	12.0%	8.6%	8.7%	7.8%	8.5%
ITO	3,372.7	3,554.1	3,142.1	3,124.6	3,322	3,074	2,999	2,956.9
<i>YoY growth</i>	-	5.4%	-11.6%	-0.6%	6.3%	-7.5%	-2.4%	-1.4%
<i>% of revenue</i>	33.6%	33.2%	28.5%	22.9%	19.3%	23.2%	21.7%	20.6%
Cloud	-	-	-	871.3	1,163	1,881	2,324	2,694.5
<i>YoY growth</i>	-	-	-	-	33.4%	61.8%	23.5%	16.0%
<i>% of revenue</i>	-	-	-	6.4%	6.7%	14.2%	16.8%	18.7%
CSP	-	-	-	-	435.2	627.4	865.6	998.5
<i>YoY growth</i>	-	-	-	-	0.0%	44.2%	38.0%	15.4%
<i>% of revenue</i>	-	-	-	-	37.4%	33.4%	37.3%	37.1%
MSP	-	-	-	-	432	925	1,062	1,190.7
<i>YoY growth</i>	-	-	-	-	0.0%	114.0%	14.8%	12.2%
<i>% of revenue</i>	-	-	-	-	37.2%	49.2%	45.7%	44.2%
SaaS	-	-	-	-	295.2	327.7	396.3	505.3
<i>YoY growth</i>	-	-	-	-	0.0%	11.0%	20.9%	27.5%
<i>% of revenue</i>	-	-	-	-	25.4%	17.4%	17.1%	18.8%
Logistics	4,377.5	4,846.9	5,703.0	7,992.8	11,267	7,171	7,427	7,497
<i>YoY growth</i>	-	10.7%	17.7%	40.2%	41.0%	-36.4%	3.6%	0.9%
<i>% of revenue</i>	43.6%	45.2%	51.8%	58.6%	65.4%	54.0%	53.7%	52.2%
<b>SG&amp;A expenses</b>		<b>804</b>	<b>818</b>	<b>875</b>	<b>974</b>	<b>988</b>	<b>1,101</b>	<b>1,063</b>
<b>OP</b>	<b>877</b>	<b>990</b>	<b>872</b>	<b>808</b>	<b>926</b>	<b>808</b>	<b>911</b>	<b>992</b>
<i>OP margin</i>	8.7%	9.2%	7.9%	5.9%	5.4%	6.1%	6.6%	6.9%
<i>IT services OP margin</i>	15.1%	15.6%	14.7%	11.8%	10.6%	11.0%	12.1%	12.4%
<i>Logistics OP margin</i>	0.5%	1.5%	1.6%	1.8%	2.5%	1.9%	1.9%	1.9%
<b>NP</b>	<b>639</b>	<b>750.0</b>	<b>453.0</b>	<b>633.0</b>	<b>1,130.0</b>	<b>701.3</b>	<b>788.6</b>	<b>798.0</b>
<i>YoY growth</i>	17.9%	17.0%	-39.8%	37.8%	79.9%	-36.9%	12.4%	1.2%

Source: Company data, Mirae Asset Securities Research

Table 5. Valuation table

(W)

	Value	Notes
2025F EPS	9,964	
Shares (mn)	77	
Target P/E (x)	18	10% discount to avg. P/E in 2017-19 (20x), when revenue growth rates and logistics prices were in line with current levels
Target price	179,000	
Current price	121,400	As of Jan. 23
Upside	47.4%	

Source: Mirae Asset Securities Research

## Samsung SDS (018260 KS)

## Income statement (summarized)

(Wbn)	2023	2024F	2025F	2026F
<b>Revenue</b>	<b>13,277</b>	<b>13,828</b>	<b>14,374</b>	<b>15,375</b>
<b>Cost of revenue</b>	<b>11,481</b>	<b>11,816</b>	<b>12,319</b>	<b>13,162</b>
<b>GP</b>	<b>1,796</b>	<b>2,012</b>	<b>2,055</b>	<b>2,213</b>
<b>SG&amp;A expenses</b>	<b>988</b>	<b>1,101</b>	<b>1,064</b>	<b>1,104</b>
<b>OP (adj.)</b>	<b>808</b>	<b>910</b>	<b>992</b>	<b>1,109</b>
<b>OP</b>	<b>808</b>	<b>910</b>	<b>992</b>	<b>1,109</b>
<b>Non-operating profit</b>	<b>178</b>	<b>166</b>	<b>118</b>	<b>120</b>
Net financial income	143	133	134	136
Net income from associates	6	0	0	0
Pretax profit	986	1,076	1,110	1,229
Income tax	284	302	313	347
Profit from continuing operations	701	789	797	883
Profit from discontinued operations	0	1	0	0
<b>NP</b>	<b>701</b>	<b>789</b>	<b>797</b>	<b>883</b>
Attributable to owners	693	757	771	853
Attributable to minority interests	8	33	26	29
<b>Total comprehensive income</b>	<b>687</b>	<b>824</b>	<b>797</b>	<b>883</b>
Attributable to owners	682	790	762	843
Attributable to minority interests	5	34	35	39
EBITDA	1,421	1,492	1,475	1,557
FCF	1,010	966	626	718
EBITDA margin (%)	10.7	10.8	10.3	10.1
OP margin (%)	6.1	6.6	6.9	7.2
Net margin (%)	5.2	5.5	5.4	5.5

## Balance sheet (summarized)

(Wbn)	2023	2024F	2025F	2026F
<b>Current assets</b>	<b>8,160</b>	<b>8,963</b>	<b>9,321</b>	<b>9,965</b>
Cash & equivalents	1,788	2,091	2,304	2,533
AR & other receivables	2,229	2,404	2,455	2,599
Inventory	24	25	26	27
Other current assets	4,119	4,443	4,536	4,806
<b>Non-current assets</b>	<b>4,161</b>	<b>4,242</b>	<b>4,412</b>	<b>4,571</b>
Investments in associates	111	120	123	130
PP&E	1,654	1,742	1,947	2,135
Intangible assets	819	811	774	737
<b>Total assets</b>	<b>12,321</b>	<b>13,205</b>	<b>13,733</b>	<b>14,535</b>
<b>Current liabilities</b>	<b>2,392</b>	<b>2,547</b>	<b>2,496</b>	<b>2,648</b>
AP & other payables	839	905	924	978
Short-term financial liabilities	211	195	95	105
Other current liabilities	1,342	1,447	1,477	1,565
<b>Non-current liabilities</b>	<b>954</b>	<b>1,024</b>	<b>1,030</b>	<b>1,050</b>
Long-term financial liabilities	657	703	703	703
Other non-current liabilities	297	321	327	347
<b>Total liabilities</b>	<b>3,345</b>	<b>3,570</b>	<b>3,527</b>	<b>3,698</b>
<b>Equity attributable to owners</b>	<b>8,658</b>	<b>9,265</b>	<b>9,810</b>	<b>10,413</b>
Capital stock	39	39	39	39
Capital surplus	1,297	1,297	1,297	1,297
Retained earnings	7,447	7,995	8,540	9,142
<b>Minority interests</b>	<b>318</b>	<b>370</b>	<b>396</b>	<b>425</b>
<b>Shareholders' equity</b>	<b>8,976</b>	<b>9,635</b>	<b>10,206</b>	<b>10,838</b>

## Cash flow statement (summarized)

(Wbn)	2023	2024F	2025F	2026F
<b>Operating cash flow</b>	<b>1,461</b>	<b>1,467</b>	<b>1,276</b>	<b>1,318</b>
NP	701	789	797	883
Non-cash income/expenses	808	858	661	659
Depreciation	564	542	445	412
Amortization	49	40	38	36
Other	195	276	178	211
Chg. in working capital	-106	23	-4	-12
Chg. in AR & other receivables	194	-326	-34	-96
Chg. in inventory	0	-7	-1	-2
Chg. in AP & other payables	-12	38	16	45
Income tax	-57	-361	-313	-347
<b>Cash flow from investing activities</b>	<b>-622</b>	<b>-797</b>	<b>-734</b>	<b>-840</b>
Chg. in PP&E	-445	-500	-650	-600
Chg. in intangible assets	-29	-37	0	0
Chg. in financial assets	-66	-291	-84	-240
Other	-82	31	0	0
<b>Cash flow from financing activities</b>	<b>-463</b>	<b>-428</b>	<b>-526</b>	<b>-441</b>
Chg. in financial liabilities	-1	31	-100	10
Chg. in equity	0	0	0	0
Dividends	-251	-216	-226	-251
Other	-211	-243	-200	-200
<b>Chg. in cash</b>	<b>396</b>	<b>303</b>	<b>213</b>	<b>230</b>
Beginning balance	1,392	1,788	2,091	2,304
Ending balance	1,788	2,091	2,304	2,533

Source: Company data, Mirae Asset Securities Research estimates

## Key valuation metrics/ratios

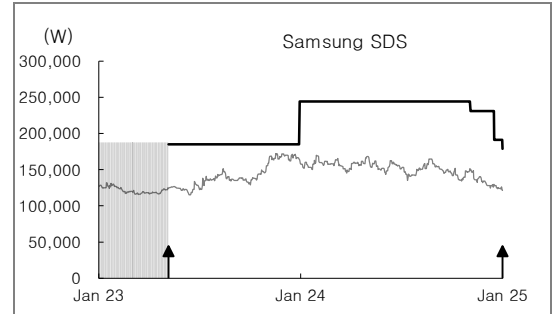
	2023	2024F	2025F	2026F
P/E (x)	19.0	13.1	12.2	11.0
P/CF (x)	8.7	6.0	6.4	6.1
P/B (x)	1.5	1.1	1.0	0.9
EV/EBITDA (x)	6.2	3.4	2.9	2.4
EPS (W)	8,962	9,781	9,964	11,029
CFPS (W)	19,509	21,289	18,851	19,921
BPS (W)	111,913	119,754	126,797	134,582
DPS (W)	2,700	2,700	2,700	2,700
Dividend payout ratio (%)	29.8	26.5	26.2	23.7
Dividend yield (%)	1.6	2.1	2.1	2.1
Revenue growth (%)	-23.0	4.2	3.9	7.0
EBITDA growth (%)	-0.5	5.0	-1.2	5.6
OP growth (%)	-11.8	12.7	8.9	11.9
EPS growth (%)	-36.9	9.1	1.9	10.7
AR turnover (x)	8.5	9.0	8.9	9.1
Inventory turnover (x)	412.1	565.4	560.4	576.2
AP turnover (x)	16.8	16.4	16.3	16.8
ROA (%)	5.8	6.2	5.9	6.2
ROE (%)	8.2	8.4	8.1	8.4
ROIC (%)	13.0	15.2	15.6	16.9
Debt-to-equity ratio (%)	37.3	37.1	34.6	34.1
Current ratio (%)	341.2	351.9	373.4	376.3
Net debt-to-equity ratio (%)	-51.5	-53.8	-54.7	-55.8
Interest coverage ratio (x)	21.2	18.1	21.0	24.2

# Appendix 1

## Important disclosures and disclaimers

### Two-year rating and TP history

Company	Date	Rating	TP (W)
Samsung SDS (018260)	01/24/25	Buy	179,000
	01/09/25	Buy	191,000
	11/27/24	Buy	231,000
	01/23/24	Buy	244,000
	05/31/23	Buy	185,000



### Stock ratings

Buy	Expected 12-month performance: +20% or greater
Trading Buy	Expected 12-month performance: +10% to +20%
Hold	Expected 12-month performance: -10% to +10%
Sell	Expected 12-month performance: -10% or worse

### Sector ratings

Overweight	Expected to outperform the market over 12 months
Neutral	Expected to perform in line with the market over 12 months
Underweight	Expected to underperform the market over 12 months

Rating and TP history: Share price (—), TP (—), Not Rated (■), Buy (▲), Trading Buy (■), Hold (●), Sell (◆)

\* Our investment rating is a guide to the expected return of the stock over the next 12 months.

\* Outside of the official ratings of Mirae Asset Securities Co., Ltd., analysts may call trading opportunities should technical or short-term material developments arise.

\* The TP was determined by the research analyst through valuation methods discussed in this report, in part based on estimates of future earnings.

\* TP achievement may be impeded by risks related to the subject securities and companies, as well as general market and economic conditions.

### Ratings distribution and investment banking services

	Buy	Trading Buy	Hold	Sell
Ratings distribution	84.62%	7.14%	8.24%	0%
Investment banking services	85.71%	0%	14.29%	0%

\* Based on recommendations in the last 12-months (as of December 31, 2024)

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