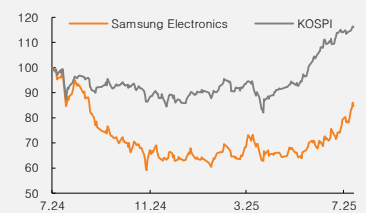


(Maintain)	<b>Buy</b>
Target price	<b>▲ W88,000</b>
Current price (7/31/25)	W71,400
Upside	23.2%

OP (25F, Wbn)	30,410
Consensus OP (25F, Wbn)	28,388
EPS growth (25F, %)	-2.0
Market EPS growth (25F, %)	24.6
P/E (25F, x)	14.7
Market P/E (25F, x)	11.9
KOSPI	3,245.44

Market cap (Wbn)	422,662
Shares (mn)	5,920
Free float (%)	75.7
Foreign ownership (%)	50.6
Beta (12M)	1.21
52-week low (W)	49,900
52-week high (W)	83,900

(%)	1M	6M	12M
Absolute	19.4	36.3	-14.9
Relative	13.0	5.7	-27.3



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# Samsung Electronics

## Optimism restored by Tesla deal

### Maintain Buy and raise TP to W88,000; shifting to SOTP valuation

We raise our 12-month target price for Samsung Electronics (SEC) to W88,000 (from W78,000). On Jul. 28, it was confirmed that the firm had signed a W23tr chip supply contract with Tesla. Beyond its positive effect on profitability, the deal is significant in that it marks a clear and formal recognition of SEC's technological capabilities by a leading AI-focused big tech firm. With this contract secured, a pickup in the HBM business now appears to be only a matter of time.

### 2Q25 review: Inventory normalizes

In 2Q25, memory shipments were decent overall, supported by strong demand for AI applications. DRAM and NAND bit growth came in at +11% and +20%, respectively. Also, as more GPUs than expected were distributed, HBM3E bit growth accelerated to +30%, and enterprise SSDs also saw strong demand. That said, operating profit was roughly W1.5tr lower than normal due to provisioning related to obsolete HBM inventory.

In the smartphone business, sell-in volume fell 4.9% QoQ to 58mn units, while sell-through volume rose 9% QoQ to 61.2mn units, suggesting a reduction in channel inventory. While ASP decreased around 17% (to US\$270) following new product launches in 1Q25, MX/NW OP margin reached a higher-than-usual level of 10.6%.

### 2H25 earnings recovery; medium/long-term momentum from foundry and HBM

In 3Q25, we forecast operating profit to grow 89% QoQ to W8.8tr, backed by improvement across all segments. By business unit, we estimate operating profit at W3.6tr (+9% QoQ) for DX, W3.5tr (+780% QoQ) for DS, and W1.2tr (+150% QoQ) for Samsung Display. The launch of new foldable smartphones is likely to boost both shipment volumes and prices, and Samsung Display is also likely to see strong growth with the ramp-up of production for SEC's foldable models and new iPhones.

In memory, we estimate bit growth at +7.6% for DRAM and +5% for NAND, supported by strong demand from AI servers and the rollout of new PC products. We also expect ASPs to rise, given healthy inventory levels (below normal for DRAM and normal for NAND) and limited growth in supply. The memory division is likely to see margins recover to normal levels, now that the provisioning recorded in 2Q25 is behind it.

In a rare move, the company commented on customer feedback to its hybrid bonding process—just one step in the broader chip packaging process—signaling its strong intent to secure a competitive edge starting with HBM4E. Foundry shipments to Tesla are expected to ramp up in earnest from 2027. The combination of advanced-node foundry operations (now with a major customer onboard) and HBM forms a business model that is unprecedented in the industry, pointing to significant valuation upside potential.

(Dec.)	2023	2024	2025F	2026F	2027F
Revenue (Wbn)	258,935	300,871	314,019	334,189	357,663
OP (Wbn)	6,567	32,726	30,410	46,744	57,574
OP margin (%)	2.5	10.9	9.7	14.0	16.1
NP (Wbn)	14,473	33,621	32,697	47,050	57,619
EPS (W)	2,131	4,950	4,849	6,985	8,554
ROE (%)	4.1	9.0	8.1	10.8	12.1
P/E (x)	36.8	10.7	14.7	10.2	8.3
P/B (x)	1.5	0.9	1.2	1.1	1.0
Dividend yield (%)	1.8	2.7	2.0	2.0	2.0

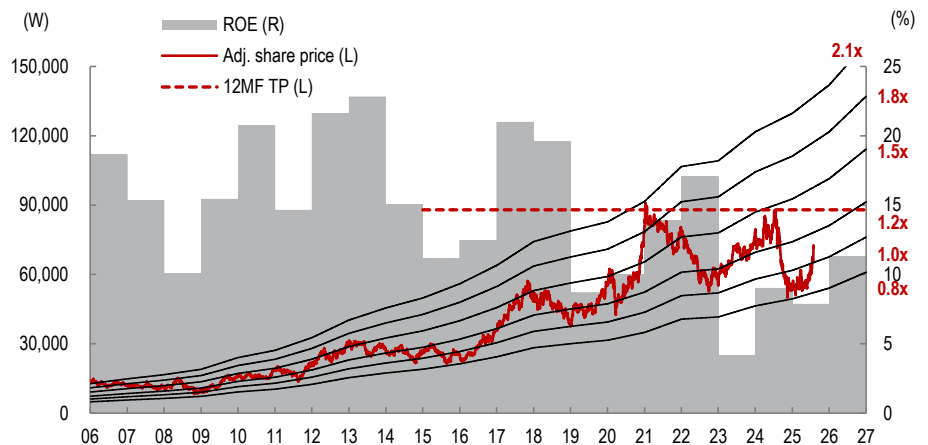
Notes: Under consolidated K-IFRS; NP is attributable to owners of the parent  
Source: Company data, Mirae Asset Securities Research estimates

**Table 1. SEC: Valuation table**

	12MF EBITDA	Target EV/EBITDA (x)	Implied EV	Notes
Operating value (Wtr)	<b>84.0</b>	<b>5.6</b>	<b>468.1</b>	
DX	<b>18.1</b>	<b>10.9</b>	<b>197.2</b>	
MX/NW	15.7	11.8	184.1	50% discount to avg. multiple of Xiaomi and Apple
VD/DA	2.5	5.3	13.1	Avg. multiple of LG Electronics and Whirlpool
DS	<b>57.0</b>	<b>4.2</b>	<b>240.5</b>	
Memory	47.0	3.7	174.4	20% discount to avg. multiple of SK Hynix and Micron
Foundry/LSI	10.0	6.6	66.1	30% discount to avg. multiple of TSMC, GlobalFoundries, and Intel
Samsung Display	6.6	3.0	20.1	Avg. multiple of Innolux, BOE, and AUO
Harman	2.2	4.7	10.4	Avg. multiple of Hyundai Mobis and HL Mando
	<b>Market cap</b>	<b>Stake (%)</b>	<b>Value</b>	
Equity stake value (Wtr)			<b>91.0</b>	
Listed			37.8	
Samsung Biologics	78.1	31.2	24.4	
SEMCO	11.3	23.7	2.7	
Samsung SDI	16.6	19.6	3.3	
Samsung SDS	12.3	22.6	2.8	
Other			4.6	
Unlisted			53.3	
Net debt (Wtr)			-86.7	
Fair market cap (Wtr)			600	50% discount to equity stake value reflected
No. of shares (mn)			6,793	Common stock + preferred stock
Fair value per share (W)			88,384	
<b>TP (W)</b>			<b>88,000</b>	<b>Previously W78,000</b>
<b>Current price (W)</b>			<b>71,400</b>	
<b>Upside (%)</b>			<b>23.2</b>	

Source: LSEG, Mirae Asset Securities Research

**Figure 1. SEC: 12-month forward P/B band chart**



Source: LSEG, Mirae Asset Securities Research

Table 2. SEC: Earnings outlook

(Wtr, %)

	1Q25	2Q25	3Q25F	4Q25F	1Q26F	2Q26F	3Q26F	4Q26F	2023	2024	2025F	2026F
<b>USD/KRW</b>	<b>1,453</b>	<b>1,402</b>	<b>1,365</b>	<b>1,360</b>	<b>1,360</b>	<b>1,360</b>	<b>1,360</b>	<b>1,360</b>	<b>1,306</b>	<b>1,363</b>	<b>1,395</b>	<b>1,360</b>
QoQ/YoY	4.0	-3.5	-2.6	-0.4	0.0	0.0	0.0	0.0	1.1	4.4	2.3	-2.5
<b>Revenue</b>	<b>79.1</b>	<b>74.6</b>	<b>81.3</b>	<b>79.1</b>	<b>80.3</b>	<b>79.0</b>	<b>91.1</b>	<b>83.7</b>	<b>258.9</b>	<b>300.9</b>	<b>314.0</b>	<b>334.2</b>
DX	51.7	43.6	46.3	40.3	51.6	42.5	48.7	42.0	170.0	174.9	181.9	184.8
DS	25.1	27.9	30.1	32.9	29.0	32.8	36.0	35.4	66.6	111.1	116.0	133.2
Samsung Display	5.9	6.4	7.9	7.9	4.3	6.8	9.3	8.6	31.0	29.1	28.1	29.0
Harman	3.4	3.8	3.9	4.0	3.2	4.6	4.5	4.0	14.4	14.2	15.1	16.3
<b>QoQ/YoY</b>	<b>4.4</b>	<b>-5.8</b>	<b>9.0</b>	<b>-2.7</b>	<b>1.6</b>	<b>-1.6</b>	<b>15.2</b>	<b>-8.1</b>	<b>-14.3</b>	<b>16.2</b>	<b>4.4</b>	<b>6.4</b>
DX	27.7	-15.7	6.1	-12.8	27.9	-17.7	14.6	-13.7	-6.8	2.9	4.0	1.6
DS	-16.5	11.0	8.1	9.0	-11.9	13.4	9.5	-1.6	-32.4	66.8	4.5	14.8
Samsung Display	-27.6	9.1	23.4	0.5	-46.3	59.7	36.0	-6.8	-9.9	-6.0	-3.5	3.1
Harman	-12.3	11.1	2.2	2.5	-18.3	40.4	-2.1	-10.9	8.9	-1.0	5.8	7.8
<b>OP</b>	<b>6.7</b>	<b>4.7</b>	<b>8.8</b>	<b>10.2</b>	<b>8.8</b>	<b>10.5</b>	<b>14.9</b>	<b>12.5</b>	<b>6.6</b>	<b>32.7</b>	<b>30.4</b>	<b>46.7</b>
DX	4.7	3.3	3.6	2.3	4.4	2.6	4.0	2.6	14.4	12.4	14.0	13.6
DS	1.1	0.4	3.5	6.1	3.7	6.4	8.5	7.9	-14.9	15.1	11.1	26.6
Samsung Display	0.5	0.5	1.2	1.3	0.3	0.8	1.8	1.5	5.6	3.7	3.5	4.5
Harman	0.3	0.5	0.4	0.5	0.2	0.6	0.6	0.5	1.2	1.3	1.7	1.9
<b>QoQ/YoY</b>	<b>3.0</b>	<b>-30.1</b>	<b>88.9</b>	<b>15.6</b>	<b>-13.9</b>	<b>19.6</b>	<b>41.9</b>	<b>-16.2</b>	<b>-84.9</b>	<b>398.3</b>	<b>-7.1</b>	<b>53.7</b>
DX	108.0	-30.1	9.2	-35.3	90.7	-41.5	52.7	-35.0	12.9	-13.5	12.2	-2.5
DS	-61.4	-63.8	778.8	74.1	-39.0	72.3	32.2	-7.3	TTR	TTB	-26.2	138.3
Samsung Display	-46.8	8.2	149.4	1.1	-72.4	128.3	125.5	-14.3	-6.5	-32.9	-7.1	28.8
Harman	-21.6	62.9	-16.0	7.3	-52.1	195.5	-4.8	-25.8	33.3	11.4	28.3	14.0
<b>OP margin</b>	<b>8.4</b>	<b>6.3</b>	<b>10.9</b>	<b>12.9</b>	<b>10.9</b>	<b>13.3</b>	<b>16.4</b>	<b>14.9</b>	<b>2.5</b>	<b>10.9</b>	<b>9.7</b>	<b>14.0</b>
DX	9.1	7.6	7.8	5.8	8.6	6.1	8.2	6.1	8.5	7.1	7.7	7.4
DS	4.4	1.4	11.7	18.6	12.9	19.6	23.6	22.3	-22.3	13.6	9.6	19.9
Samsung Display	7.9	7.8	15.8	15.9	8.2	11.7	19.3	17.8	18.0	12.8	12.3	15.4
Harman	9.0	13.2	10.8	11.3	6.7	14.0	13.6	11.3	8.2	9.2	11.1	11.8
<b>EBITDA</b>	<b>18.2</b>	<b>16.0</b>	<b>20.2</b>	<b>21.6</b>	<b>20.3</b>	<b>22.2</b>	<b>26.7</b>	<b>24.3</b>	<b>45.2</b>	<b>75.4</b>	<b>76.1</b>	<b>93.5</b>
DX	5.8	4.4	4.7	3.4	5.5	3.7	5.1	3.7	18.6	16.7	18.3	18.0
DS	10.6	9.7	12.9	15.5	13.3	16.1	18.2	17.7	15.2	49.9	48.8	65.2
Samsung Display	1.1	1.2	1.9	1.9	1.0	1.5	2.5	2.2	8.9	6.4	6.1	7.1
Harman	0.4	0.6	0.6	0.6	0.4	0.8	0.7	0.6	1.7	1.9	2.2	2.5
<b>QoQ/YoY</b>	<b>1.2</b>	<b>-11.9</b>	<b>26.1</b>	<b>7.1</b>	<b>-6.0</b>	<b>9.0</b>	<b>20.3</b>	<b>-8.7</b>	<b>-45.2</b>	<b>66.6</b>	<b>1.0</b>	<b>22.9</b>
DX	73.7	-24.1	6.9	-27.0	61.6	-33.2	37.0	-27.4	9.9	-10.6	10.2	-1.8
DS	-14.1	-8.3	32.1	20.7	-14.7	21.1	13.5	-2.9	-71.1	227.1	-2.1	33.7
Samsung Display	-26.8	2.1	64.8	0.9	-47.2	44.0	68.3	-10.4	-18.8	-28.1	-4.5	16.8
Harman	-15.9	43.5	-12.5	5.5	-39.7	118.5	-3.9	-21.0	19.6	9.1	20.5	10.5
<b>Capex</b>	<b>12.0</b>	<b>11.1</b>	<b>12.7</b>	<b>15.4</b>	<b>14.0</b>	<b>14.3</b>	<b>14.3</b>	<b>14.5</b>	<b>53.1</b>	<b>53.6</b>	<b>51.2</b>	<b>57.2</b>
DS	10.9	9.8	11.2	13.1	12.9	12.9	12.9	12.9	48.4	46.3	45.1	51.7
Samsung Display	0.5	0.8	1.0	1.5	0.6	0.8	0.8	1.0	2.4	4.8	3.8	3.2
Other	0.6	0.5	0.5	0.7	0.5	0.6	0.6	0.7	2.4	2.5	2.3	2.3
<b>QoQ/YoY</b>	<b>-32.6</b>	<b>-7.5</b>	<b>14.8</b>	<b>20.5</b>	<b>-8.6</b>	<b>1.8</b>	<b>0.0</b>	<b>1.8</b>	<b>-0.0</b>	<b>1.0</b>	<b>-4.6</b>	<b>11.6</b>
DS	-31.4	-10.5	14.2	17.5	-1.7	0.0	0.0	0.0	1.0	-4.3	-2.6	14.6
Samsung Display	-48.8	61.1	26.9	44.0	-56.0	25.0	0.0	20.0	-4.4	102.7	-22.0	-14.8
Other	-36.2	-9.7	6.9	39.1	-36.9	19.9	0.0	16.6	-14.3	7.5	-7.9	-3.5
<b>FCF</b>	<b>6.2</b>	<b>4.9</b>	<b>7.5</b>	<b>6.3</b>	<b>6.3</b>	<b>7.9</b>	<b>12.4</b>	<b>9.8</b>	<b>-7.9</b>	<b>21.7</b>	<b>24.9</b>	<b>36.4</b>
DS	-0.3	-0.1	1.7	2.4	0.3	3.1	5.3	4.8	-33.1	3.6	3.7	13.6
Samsung Display	0.6	0.4	0.9	0.5	0.4	0.7	1.7	1.2	6.5	1.6	2.3	3.9
Other	5.9	4.6	4.9	3.4	5.6	4.1	5.4	3.8	18.7	16.6	18.9	18.9

Source: Company data, Mirae Asset Securities Research

Table 3. SEC: Earnings forecast revisions

(Wtr, %, %p)

	3Q25F			2025F			2026F		
	Revised	Previous	Chg.	Revised	Previous	Chg.	Revised	Previous	Chg.
<b>USD/KRW</b>	<b>1,365</b>	<b>1,365</b>	<b>0.0</b>	<b>1,395</b>	<b>1,395</b>	<b>0.0</b>	<b>1,360</b>	<b>1,360</b>	<b>0.0</b>
<b>Revenue</b>	<b>81.3</b>	<b>79.5</b>	<b>2.1</b>	<b>314.0</b>	<b>314.1</b>	<b>-0.0</b>	<b>334.2</b>	<b>340.4</b>	<b>-1.8</b>
DX	46.3	45.3	2.2	181.9	183.3	-0.8	184.8	187.5	-1.4
DS	30.1	30.0	0.4	116.0	115.7	0.3	133.2	137.1	-2.9
Samsung Display	7.9	7.7	2.9	28.1	28.0	0.2	29.0	29.0	-0.2
Harman	3.9	3.4	15.8	15.1	15.0	0.3	16.3	16.2	0.4
<b>OP</b>	<b>8.8</b>	<b>7.9</b>	<b>11.4</b>	<b>30.4</b>	<b>29.3</b>	<b>3.7</b>	<b>46.7</b>	<b>49.1</b>	<b>-4.8</b>
DX	3.6	3.3	9.6	14.0	13.9	0.7	13.6	14.2	-4.3
DS	3.5	3.6	-1.0	11.1	11.3	-1.3	26.6	30.6	-13.1
Samsung Display	1.2	0.8	59.6	3.5	2.5	39.0	4.5	2.5	80.5
Harman	0.4	0.3	61.9	1.7	1.4	18.5	1.9	1.6	17.3
<b>OP margin</b>	<b>10.9</b>	<b>10.0</b>	<b>0.9</b>	<b>9.7</b>	<b>9.3</b>	<b>0.3</b>	<b>14.0</b>	<b>14.4</b>	<b>-0.4</b>
DX	7.8	7.3	0.5	7.7	7.6	0.1	7.4	7.6	-0.2
DS	11.7	11.8	-0.2	9.6	9.8	-0.2	19.9	22.3	-2.4
Samsung Display	15.8	10.2	5.6	12.3	8.9	3.4	15.4	8.5	6.9
Harman	10.8	7.7	3.1	11.1	9.4	1.7	11.8	10.1	1.7
<b>EBITDA</b>	<b>20.2</b>	<b>19.3</b>	<b>4.6</b>	<b>76.1</b>	<b>75.1</b>	<b>1.4</b>	<b>93.5</b>	<b>95.8</b>	<b>-2.4</b>
DX	4.7	4.4	7.2	18.3	18.2	0.5	18.0	18.6	-3.3
DS	12.9	12.9	-0.5	48.8	49.0	-0.4	65.2	69.2	-5.7
Samsung Display	1.9	1.4	32.5	6.1	5.1	19.0	7.1	5.1	38.9
Harman	0.6	0.4	40.2	2.2	2.0	13.3	2.5	2.2	12.9
<b>Capex</b>	<b>12.7</b>	<b>12.7</b>	<b>-0.0</b>	<b>51.2</b>	<b>50.6</b>	<b>1.2</b>	<b>57.2</b>	<b>57.2</b>	<b>-0.0</b>
DS	11.2	11.2	0.0	45.1	44.8	0.7	51.7	51.7	0.0
Samsung Display	1.0	1.0	0.0	3.8	3.5	6.8	3.2	3.2	0.0
Other	0.5	0.5	-0.9	2.3	2.3	2.5	2.3	2.3	-0.8
<b>FCF</b>	<b>7.5</b>	<b>6.6</b>	<b>13.5</b>	<b>24.9</b>	<b>24.5</b>	<b>1.7</b>	<b>36.4</b>	<b>38.6</b>	<b>-5.9</b>
DS	1.7	1.8	-3.5	3.7	4.2	-12.3	13.6	17.5	-22.6
Samsung Display	0.9	0.4	110.5	2.3	1.6	45.9	3.9	1.9	103.9
Other	4.9	4.4	10.9	18.9	18.7	1.0	18.9	19.2	-1.6

Source: Mirae Asset Securities Research

Table 4. SEC: DS earnings outlook

(Wtr, %)

	1Q25	2Q25	3Q25F	4Q25F	1Q26F	2Q26F	3Q26F	4Q26F	2023	2024	2025F	2026F
<b>Revenue</b>	<b>25.1</b>	<b>27.9</b>	<b>30.1</b>	<b>32.9</b>	<b>29.0</b>	<b>32.8</b>	<b>36.0</b>	<b>35.4</b>	<b>66.6</b>	<b>111.1</b>	<b>116.0</b>	<b>133.2</b>
DRAM	13.2	14.6	16.0	18.3	15.3	17.1	19.8	20.3	28.7	54.4	62.1	72.5
NAND	5.8	6.6	7.1	7.4	7.0	7.7	8.3	7.6	15.5	30.1	26.9	30.7
Foundry/LSI	6.1	6.7	7.1	7.1	6.7	8.0	7.9	7.5	22.5	26.6	27.0	30.1
<b>QoQ/YoY</b>	<b>-16.5</b>	<b>11.0</b>	<b>8.1</b>	<b>9.0</b>	<b>-11.9</b>	<b>13.4</b>	<b>9.5</b>	<b>-1.6</b>	<b>-32.4</b>	<b>66.8</b>	<b>4.5</b>	<b>14.8</b>
DRAM	-15.8	10.6	9.1	14.9	-16.7	11.8	16.2	2.2	-35.0	89.8	14.2	16.6
NAND	-19.3	12.4	7.3	4.7	-5.0	10.2	7.1	-7.9	-36.8	94.5	-10.7	14.1
Foundry/LSI	-15.1	10.5	6.5	0.1	-6.6	20.6	-2.3	-4.5	-24.9	18.4	1.7	11.2
<b>OP</b>	<b>1.1</b>	<b>0.4</b>	<b>3.5</b>	<b>6.1</b>	<b>3.7</b>	<b>6.4</b>	<b>8.5</b>	<b>7.9</b>	<b>-14.9</b>	<b>15.1</b>	<b>11.1</b>	<b>26.6</b>
DRAM	3.7	3.2	4.4	5.9	3.4	4.5	6.3	6.5	-1.2	16.8	17.2	20.7
NAND	-0.8	-0.5	0.2	0.5	0.3	0.9	1.3	0.8	-10.2	3.5	-0.5	3.3
Foundry/LSI	-1.8	-2.4	-1.1	-0.3	0.1	1.0	0.9	0.6	-3.5	-5.3	-5.6	2.6
<b>QoQ/YoY</b>	<b>-61.4</b>	<b>-63.8</b>	<b>778.8</b>	<b>74.1</b>	<b>-39.0</b>	<b>72.3</b>	<b>32.2</b>	<b>-7.3</b>	<b>TTR</b>	<b>TTB</b>	<b>-26.2</b>	<b>138.3</b>
DRAM	-21.4	-13.1	36.2	35.3	-43.5	34.2	39.7	3.9	TTR	TTB	2.3	19.9
NAND	TTR	RR	TTB	112.1	-40.3	193.7	50.2	-43.6	TTR	TTB	TTR	TTB
Foundry/LSI	RR	RR	RR	RR	TTB	1,239.0	-15.6	-31.9	TTR	RR	RR	TTB
<b>OP margin</b>	<b>4.4</b>	<b>1.4</b>	<b>11.7</b>	<b>18.6</b>	<b>12.9</b>	<b>19.6</b>	<b>23.6</b>	<b>22.3</b>	<b>-22.3</b>	<b>13.6</b>	<b>9.6</b>	<b>19.9</b>
DRAM	28.0	22.0	27.5	32.4	22.0	26.4	31.7	32.2	-4.1	31.0	27.7	28.5
NAND	-13.0	-7.1	3.4	6.9	4.3	11.5	16.1	9.9	-66.1	11.8	-1.8	10.7
Foundry/LSI	-30.3	-35.1	-15.5	-4.4	1.2	13.0	11.2	8.0	-15.5	-19.9	-20.8	8.7
<b>EBITDA</b>	<b>10.6</b>	<b>9.7</b>	<b>12.9</b>	<b>15.5</b>	<b>13.3</b>	<b>16.1</b>	<b>18.2</b>	<b>17.7</b>	<b>15.2</b>	<b>49.9</b>	<b>48.8</b>	<b>65.2</b>
DRAM	7.5	6.9	8.1	9.7	7.7	8.8	10.7	11.0	8.3	26.2	32.2	38.1
NAND	1.9	2.2	2.9	3.1	2.8	3.4	3.9	3.4	-0.3	12.9	10.1	13.5
Foundry/LSI	1.2	0.7	1.9	2.7	2.8	3.8	3.6	3.4	7.2	10.7	6.5	13.6
<b>Capex</b>	<b>10.9</b>	<b>9.8</b>	<b>11.2</b>	<b>13.1</b>	<b>12.9</b>	<b>12.9</b>	<b>12.9</b>	<b>12.9</b>	<b>48.4</b>	<b>46.3</b>	<b>44.8</b>	<b>51.7</b>
DRAM	4.9	4.4	5.1	5.9	6.5	6.5	6.5	6.5	13.1	18.4	20.2	26.0
NAND	2.9	2.6	3.0	3.5	2.6	2.6	2.6	2.6	13.1	13.0	11.9	10.5
Foundry/LSI	3.1	2.8	3.2	3.7	3.8	3.8	3.8	3.8	22.3	14.9	12.7	15.2

Source: Company data, Mirae Asset Securities Research

**Table 5. SEC: Memory revenue outlook**

	1Q25	2Q25	3Q25F	4Q25F	1Q26F	2Q26F	3Q26F	4Q26F	2023	2024	2025F	2026F
<b>USD/KRW</b>	<b>1,453</b>	<b>1,402</b>	<b>1,365</b>	<b>1,360</b>	<b>1,360</b>	<b>1,360</b>	<b>1,360</b>	<b>1,360</b>	<b>1,306</b>	<b>1,363</b>	<b>1,395</b>	<b>1,360</b>
QoQ/YoY (%)	4.0	-3.5	-2.6	-0.4	0.0	0.0	0.0	0.0	1.1	4.4	2.3	-2.5
<b>DRAM</b>												
Revenue (US\$bn)	9.1	10.4	11.7	13.5	11.2	12.6	14.6	14.9	21.9	39.8	44.7	53.3
QoQ/YoY (%)	-19.1	14.7	12.0	15.3	-16.7	11.8	16.2	2.2	-36.6	81.8	12.2	19.2
Bit shipments (bn Gb)	20.5	22.8	24.5	26.0	24.3	26.3	28.2	28.5	78.5	88.8	93.7	107.2
QoQ/YoY (%)	1.0	11.0	7.6	6.0	-6.6	8.3	7.4	1.1	9.8	13.0	5.6	14.4
Bit M/S (%)	30.0	31.4	31.1	31.6	12.5	12.5	11.5	9.5	37.5	36.1	31.1	28.8
ASP (US\$)	0.44	0.46	0.48	0.52	0.46	0.48	0.52	0.52	0.28	0.45	0.48	0.50
QoQ/YoY (%)	-19.9	3.3	4.1	8.8	-10.8	3.3	8.2	1.1	-42.3	60.8	6.3	4.2
<b>Conventional</b>												
Revenue (US\$bn)	8.1	9.2	10.1	10.3	9.3	10.3	11.1	10.5	20.3	33.0	37.7	41.2
QoQ/YoY (%)	2.9	12.6	10.2	2.0	-9.7	11.2	7.1	-5.0	-41.1	62.3	14.2	9.4
Bit shipments (bn Gb)	19.9	22.0	23.5	24.0	22.8	24.6	25.8	25.8	77.3	83.7	89.3	99.0
QoQ/YoY (%)	11.1	10.4	7.0	2.0	-5.0	8.0	5.0	0.0	8.2	8.2	6.8	10.8
ASP (US\$)	0.41	0.42	0.43	0.43	0.41	0.42	0.43	0.41	0.26	0.39	0.42	0.42
QoQ/YoY (%)	-7.4	2.0	3.0	0.0	-5.0	3.0	2.0	-5.0	-45.5	50.1	6.9	-1.3
<b>HBM</b>												
Revenue (US\$bn)	1.0	1.3	1.6	3.2	1.9	2.2	3.5	4.4	1.6	6.8	7.0	12.0
QoQ/YoY (%)	-71.1	31.6	25.0	100.0	-39.1	14.4	58.8	24.8	-	336.8	2.9	72.0
% of DRAM	10.6	12.2	13.6	23.6	17.2	17.6	24.1	29.4	7.1	17.1	15.7	22.6
Bit shipments (bn Gb)	0.6	0.8	1.0	2.0	1.5	1.7	2.4	2.7	1.2	5.1	4.4	8.2
QoQ/YoY (%)	-74.1	29.0	25.0	100.0	-25.8	12.2	43.0	12.5	-	334.2	-13.6	85.7
% of DRAM	3.0	3.5	4.1	7.7	6.1	6.3	8.4	9.4	1.5	5.8	4.7	7.7
ASP (US\$)	1.56	1.59	1.59	1.59	1.30	1.33	1.47	1.64	1.3	1.3	1.6	1.5
QoQ/YoY (%)	11.6	2.0	0.0	0.0	-18.0	2.0	11.0	11.0	-	0.6	19.1	-7.4
<b>NAND</b>												
Revenue (US\$bn)	4.0	4.7	5.2	5.4	5.2	5.7	6.1	5.6	11.8	22.1	19.3	22.5
QoQ/YoY (%)	-22.5	16.5	10.3	5.1	-5.0	10.2	7.1	-7.8	-38.3	86.4	-12.4	16.7
Bit shipments (bn Gb)	61.6	77.6	81.5	84.0	79.8	86.2	90.5	87.8	268.5	298.1	304.8	344.2
QoQ/YoY (%)	-10.0	26.0	5.0	3.0	-5.0	8.0	5.0	-3.0	16.5	11.0	2.2	12.9
Bit M/S (%)	30.2	33.8	30.2	30.4	11.8	11.5	10.5	9.0	35.7	34.5	31.1	29.9
ASP (US\$)	0.07	0.06	0.06	0.06	0.06	0.07	0.07	0.06	0.04	0.07	0.06	0.07
QoQ/YoY (%)	-13.8	-7.6	5.0	2.0	0.0	2.0	2.0	-5.0	-47.0	67.9	-14.3	3.3

Source: Company data, Mirae Asset Securities estimates

**Table 6. SEC: DS earnings forecast revisions**

(Wtr, %, %p)

	3Q25F			2025F			2026F		
	Revised	Previous	Chg.	Revised	Previous	Chg.	Revised	Previous	Chg.
<b>Revenue</b>	<b>30.1</b>	<b>30.0</b>	<b>0.4</b>	<b>116.0</b>	<b>115.7</b>	<b>0.3</b>	<b>133.2</b>	<b>137.1</b>	<b>-2.9</b>
DRAM	16.0	15.8	0.9	62.1	61.6	0.8	72.5	74.2	-2.3
NAND	7.1	7.6	-7.0	26.9	28.1	-4.6	30.7	34.1	-10.2
Foundry/LSI	7.1	6.6	7.4	27.0	25.9	4.4	30.1	28.8	4.4
<b>OP</b>	<b>3.5</b>	<b>3.6</b>	<b>-1.0</b>	<b>11.1</b>	<b>11.3</b>	<b>-1.3</b>	<b>26.6</b>	<b>30.6</b>	<b>-13.1</b>
DRAM	4.4	4.2	3.3	17.2	16.8	2.6	20.7	24.4	-15.4
NAND	0.2	0.7	-65.2	-0.5	0.6	TTR	3.3	6.3	-47.8
Foundry/LSI	-1.1	-1.4	RR	-5.6	-6.1	RR	2.6	-0.2	TTB
<b>OP margin</b>	<b>11.7</b>	<b>11.8</b>	<b>-0.2</b>	<b>9.6</b>	<b>9.8</b>	<b>-0.2</b>	<b>19.9</b>	<b>22.3</b>	<b>-2.4</b>
DRAM	27.5	26.8	0.6	27.7	27.3	0.5	28.5	32.9	-4.4
NAND	3.4	9.0	-5.7	-1.8	2.2	-3.9	10.7	18.4	-7.7
Foundry/LSI	-15.5	-20.7	5.2	-20.8	-23.6	2.9	8.7	-0.5	9.2
<b>[Memory est.]</b>									
DRAM									
Bit growth	7.6	4.6	3.0	5.6	4.6	1.0	14.4	15.5	-1.1
ASP chg.	4.1	9.0	-4.9	6.3	6.5	-0.2	4.2	6.4	-2.2
<b>Conventional</b>									
Bit growth	7.0	2.0	5.0	6.8	5.3	1.4	10.8	12.4	-1.6
ASP chg.	3.0	3.0	0.0	6.9	6.0	0.9	-1.3	2.5	-3.8
<b>HBM</b>									
Bit growth	25.0	100.0	-75.0	-13.6	-7.7	-5.9	85.7	73.9	11.8
% of DRAM	4.1	5.1	-1.0	4.7	5.1	-0.4	7.7	7.7	0.0
ASP chg.	0.0	0.0	0.0	19.1	19.2	-0.0	-7.4	-7.4	0.0
NAND									
Bit growth	5.0	15.0	-10.0	2.2	6.8	-4.6	12.9	17.4	-4.5
ASP chg.	5.0	0.0	5.0	-14.3	-14.1	-0.3	3.3	5.6	-2.2

Source: Company data, Mirae Asset Securities Research

**Table 7. SEC: DX earnings outlook**

(Wtr, %)

	1Q25	2Q25	3Q25F	4Q25F	1Q26F	2Q26F	3Q26F	4Q26F	2023	2024	2025F	2026F
<b>Revenue</b>	<b>51.7</b>	<b>43.6</b>	<b>46.3</b>	<b>40.3</b>	<b>51.6</b>	<b>42.5</b>	<b>48.7</b>	<b>42.0</b>	<b>170.0</b>	<b>174.9</b>	<b>181.9</b>	<b>184.8</b>
MX	36.2	28.5	31.6	25.1	35.6	26.6	33.4	26.4	108.6	114.4	121.4	122.0
Smartphones	28.9	22.0	24.6	18.8	28.0	19.9	26.3	19.9	84.5	89.5	94.3	94.1
Other mobile	7.3	6.5	7.0	6.3	7.5	6.7	7.2	6.5	24.1	24.9	27.1	27.9
NW	0.8	0.7	0.6	0.8	0.9	0.7	0.6	0.9	3.8	2.8	2.9	3.1
VD	7.8	7.0	7.4	8.4	8.0	7.6	7.7	8.7	30.4	30.9	30.5	31.9
DA	6.7	7.1	6.4	5.7	6.9	7.2	6.6	5.8	26.1	25.5	25.9	26.6
<b>QoQ/YoY</b>	<b>27.7</b>	<b>-15.7</b>	<b>6.1</b>	<b>-12.8</b>	<b>27.9</b>	<b>-17.7</b>	<b>14.6</b>	<b>-13.7</b>	<b>-6.8</b>	<b>2.9</b>	<b>4.0</b>	<b>1.6</b>
MX	44.7	-21.2	10.9	-20.4	41.4	-25.1	25.5	-21.1	-5.9	5.3	6.1	0.5
Smartphones	53.0	-24.0	12.3	-23.6	48.9	-29.1	32.0	-24.3	-6.0	6.0	5.3	-0.3
Other mobile	19.0	-10.3	6.3	-9.2	19.0	-10.3	6.3	-9.2	-5.6	3.1	9.0	3.0
NW	3.1	-13.8	-16.8	42.0	3.1	-13.8	-16.8	42.0	-30.0	-25.7	4.2	5.0
VD	-9.5	-9.8	5.1	14.2	-4.9	-5.4	2.1	12.1	-8.7	1.8	-1.4	4.6
DA	15.7	5.3	-9.5	-12.0	21.7	5.3	-8.6	-12.0	-4.7	-2.1	1.6	2.5
<b>OP</b>	<b>4.7</b>	<b>3.3</b>	<b>3.6</b>	<b>2.3</b>	<b>4.4</b>	<b>2.6</b>	<b>4.0</b>	<b>2.6</b>	<b>14.4</b>	<b>12.4</b>	<b>14.0</b>	<b>13.6</b>
MX/NW	4.3	3.1	3.2	2.0	4.1	2.3	3.6	2.2	13.0	10.7	12.6	12.2
VD/DA	0.3	0.2	0.4	0.4	0.3	0.3	0.4	0.4	1.3	1.8	1.3	1.4
<b>QoQ/YoY</b>	<b>108.0</b>	<b>-30.1</b>	<b>9.2</b>	<b>-35.3</b>	<b>90.7</b>	<b>-41.5</b>	<b>52.7</b>	<b>-35.0</b>	<b>12.9</b>	<b>-13.5</b>	<b>12.2</b>	<b>-2.5</b>
MX/NW	104.8	-27.9	3.8	-39.2	109.7	-45.0	60.0	-38.3	14.3	-18.1	17.9	-3.0
VD/DA	50.0	-33.3	92.8	-2.7	-8.1	0.7	5.0	-1.4	-6.7	38.9	-28.0	12.3
<b>OP margin</b>	<b>9.1</b>	<b>7.6</b>	<b>7.8</b>	<b>5.8</b>	<b>8.6</b>	<b>6.1</b>	<b>8.2</b>	<b>6.1</b>	<b>8.5</b>	<b>7.1</b>	<b>7.7</b>	<b>7.4</b>
MX/NW	11.6	10.6	10.0	7.5	11.3	8.2	10.6	8.2	11.6	9.1	10.1	9.7
VD/DA	2.1	1.4	2.8	2.7	2.3	2.3	2.5	2.5	2.2	3.1	2.2	2.4

Source: Company data, Counterpoint, Mirae Asset Securities Research

**Table 8. SEC: Smartphone revenue outlook**

	1Q25	2Q25	3Q25F	4Q25F	1Q26F	2Q26F	3Q26F	4Q26F	2023	2024	2025F	2026F
<b>USD/KRW</b>	<b>1,453</b>	<b>1,402</b>	<b>1,365</b>	<b>1,360</b>	<b>1,360</b>	<b>1,360</b>	<b>1,360</b>	<b>1,360</b>	<b>1,306</b>	<b>1,363</b>	<b>1,395</b>	<b>1,360</b>
QoQ/YoY	4.0	-3.5	-2.6	-0.4	0.0	0.0	0.0	0.0	1.1	4.4	2.3	-2.5
<b>Revenue (US\$bn)</b>	<b>19.9</b>	<b>15.7</b>	<b>18.1</b>	<b>13.8</b>	<b>20.6</b>	<b>14.6</b>	<b>19.3</b>	<b>14.6</b>	<b>64.8</b>	<b>65.9</b>	<b>67.4</b>	<b>69.2</b>
YoY	-1.4	3.9	5.5	2.4	3.7	-6.6	6.9	5.5	-7.3	1.6	2.4	2.5
QoQ	47.1	-21.3	15.3	-23.3	48.9	-29.1	32.0	-24.3				
<b>ASP (US\$)</b>	<b>326</b>	<b>270</b>	<b>301</b>	<b>265</b>	<b>333</b>	<b>275</b>	<b>310</b>	<b>271</b>	<b>288</b>	<b>294</b>	<b>292</b>	<b>299</b>
YoY	-3.0	-3.2	2.0	2.0	2.0	2.0	3.0	2.0	6.3	2.0	-0.8	2.5
QoQ	25.4	-17.2	11.4	-11.9	25.4	-17.2	12.5	-12.7				
<b>Sell-in</b>	<b>61.0</b>	<b>58.0</b>	<b>60.0</b>	<b>52.2</b>	<b>62.0</b>	<b>53.1</b>	<b>62.3</b>	<b>54.0</b>	<b>225.0</b>	<b>224.0</b>	<b>231.2</b>	<b>231.4</b>
YoY	1.7	7.4	3.4	0.4	1.6	-8.4	3.8	3.4	-12.8	-0.4	3.2	0.1
QoQ	17.3	-4.9	3.4	-13.0	18.8	-14.4	17.3	-13.3				
<b>Sell-through</b>	<b>56.2</b>	<b>61.2</b>	<b>58.0</b>	<b>56.2</b>	<b>60.0</b>	<b>56.1</b>	<b>59.3</b>	<b>57.0</b>	<b>227.2</b>	<b>225.6</b>	<b>231.6</b>	<b>232.4</b>
YoY	-3.0	8.6	4.6	0.5	6.8	-8.4	2.2	1.4	-11.9	-0.7	2.6	0.4
QoQ	0.4	9.0	-5.3	-3.1	6.8	-6.5	5.7	-3.9				
<b>Flagship</b>	<b>16.3</b>	<b>15.5</b>	<b>14.0</b>	<b>12.2</b>	<b>18.0</b>	<b>14.1</b>	<b>14.3</b>	<b>12.0</b>	<b>39.9</b>	<b>61.4</b>	<b>58.0</b>	<b>58.4</b>
YoY	-9.9	6.4	-11.2	-5.6	10.4	-9.3	2.1	-1.6	550.5	53.9	-5.5	0.6
QoQ	26.1	-4.6	-9.9	-12.9	47.5	-21.7	1.4	-16.1				
Galaxy S26					12.0	10.0	7.0	7.0				36.0
Galaxy S25	9.2	11.1	8.0	7.0	4.0	3.0	3.0	2.0			35.2	12.0
Galaxy S24	4.6	3.2	2.0	2.0	0.5					36.9	11.8	0.5
Galaxy S23	1.3	0.6							31.4	16.5	1.9	
Galaxy S22												
Galaxy S21												
Galaxy Z Fold 8							1.6	1.0				2.6
Galaxy Z Flip 8							2.2	1.6				3.8
Galaxy Z Fold 7			1.5	1.2	0.5	0.3	0.2	0.2			2.7	1.2
Galaxy Z Flip 7			2.2	1.8	1.0	0.8	0.3	0.2			4.0	2.3
Galaxy Z Fold 6	0.5	0.3	0.1	0.1						2.3	1.0	
Galaxy Z Flip 6	0.6	0.4	0.2	0.1						2.9	1.3	
Galaxy Z Fold 5	0.0								1.9	0.9	0.1	
Galaxy Z Flip 5	0.1								3.3	1.7	0.1	
<b>Low/mid-end</b>	<b>39.9</b>	<b>45.7</b>	<b>44.0</b>	<b>44.0</b>	<b>42.0</b>	<b>42.0</b>	<b>45.0</b>	<b>45.0</b>	<b>187.2</b>	<b>164.2</b>	<b>173.5</b>	<b>174.0</b>
YoY	0.2	9.4	10.9	2.3	5.4	-8.0	2.3	2.3	-25.6	-12.3	5.7	0.3
QoQ	-7.3	14.6	-3.7	0.0	-4.5	0.0	7.1	0.0				
Galaxy A series	33.4	39.3	38.0	36.0	35.0	35.0	37.0	37.0	143.0	136.8	146.7	144.0
Other	6.5	6.4	6.0	8.0	7.0	7.0	8.0	8.0	44.3	27.4	26.9	30.0

Source: Company data, Counterpoint, Mirae Asset Securities Research

**Table 9. SEC: DX earnings forecast revisions**

(Wtr, %, %p)

	3Q25F			2025F			2026F		
	Revised	Previous	Chg.	Revised	Previous	Chg.	Revised	Previous	Chg.
<b>Revenue</b>	<b>46.3</b>	<b>45.3</b>	<b>2.2</b>	<b>181.9</b>	<b>183.3</b>	<b>-0.8</b>	<b>184.8</b>	<b>187.5</b>	<b>-1.4</b>
MX	31.6	29.5	7.0	121.4	120.8	0.5	122.0	122.7	-0.6
Smartphones	24.6	22.6	9.1	94.3	94.1	0.2	94.1	95.1	-1.1
Other mobile	7.0	7.0	0.0	27.1	26.7	1.4	27.9	27.5	1.4
NW	0.6	0.6	0.0	2.9	2.9	-0.6	3.1	3.1	-0.6
VD	7.4	8.0	-7.6	30.5	32.1	-5.1	31.9	33.6	-5.1
DA	6.4	7.0	-7.5	25.9	26.5	-2.3	26.6	27.2	-2.4
<b>OP</b>	<b>3.6</b>	<b>3.3</b>	<b>9.6</b>	<b>14.0</b>	<b>13.9</b>	<b>0.7</b>	<b>13.6</b>	<b>14.2</b>	<b>-4.3</b>
MX/NW	3.2	2.8	14.1	12.6	12.0	4.7	12.2	12.4	-1.5
VD/DA	0.4	0.3	12.4	1.3	1.3	-6.6	1.4	1.3	6.6
<b>OP margin</b>	<b>7.8</b>	<b>7.3</b>	<b>0.5</b>	<b>7.7</b>	<b>7.6</b>	<b>0.1</b>	<b>7.4</b>	<b>7.6</b>	<b>-0.2</b>
MX/NW	10.0	9.4	0.6	10.1	9.7	0.4	9.7	9.8	-0.1
VD/DA	2.8	2.3	0.5	2.2	2.3	-0.1	2.4	2.2	0.2
<b>[Smartphone est.]</b>									
<b>ASP (US\$)</b>	<b>300.9</b>	<b>300.9</b>	<b>0.0</b>	<b>291.7</b>	<b>295.0</b>	<b>-1.1</b>	<b>298.9</b>	<b>302.3</b>	<b>-1.1</b>
<b>Sell-in</b>	<b>60.0</b>	<b>55.0</b>	<b>9.1</b>	<b>231.2</b>	<b>228.0</b>	<b>1.4</b>	<b>231.4</b>	<b>231.4</b>	<b>0.0</b>
<b>Sell-through</b>	<b>58.0</b>	<b>54.0</b>	<b>7.4</b>	<b>231.6</b>	<b>231.2</b>	<b>0.2</b>	<b>232.4</b>	<b>232.4</b>	<b>0.0</b>
<b>Flagship</b>	<b>14.0</b>	<b>14.0</b>	<b>0.0</b>	<b>58.0</b>	<b>58.3</b>	<b>-0.4</b>	<b>58.4</b>	<b>58.4</b>	<b>0.0</b>
Galaxy S26	0.0	0.0	-	0.0	0.0	-	36.0	36.0	0.0
Galaxy S25	8.0	8.0	0.0	35.2	35.3	-0.3	12.0	12.0	0.0
Galaxy S24	2.0	2.0	0.0	11.8	11.8	-0.1	0.5	0.5	0.0
Galaxy Z Fold 8	0.0	0.0	-	0.0	0.0	-	2.6	2.6	0.0
Galaxy Z Flip 8	0.0	0.0	-	0.0	0.0	-	3.8	3.8	0.0
Galaxy Z Fold 7	1.5	1.5	0.0	2.7	2.7	0.0	1.2	1.2	0.0
Galaxy Z Flip 7	2.2	2.2	0.0	4.0	4.0	0.0	2.3	2.3	0.0
Galaxy Z Fold 6	0.1	0.1	0.0	1.0	1.1	-3.6	0.0	0.0	-
Galaxy Z Flip 6	0.2	0.2	0.0	1.3	1.3	-2.3	0.0	0.0	-
<b>Low/mid-end</b>	<b>44.0</b>	<b>40.0</b>	<b>10.0</b>	<b>173.5</b>	<b>172.9</b>	<b>0.4</b>	<b>174.0</b>	<b>174.0</b>	<b>0.0</b>
Galaxy A series	38.0	34.0	11.8	146.7	143.4	2.3	144.0	144.0	0.0
Other	6.0	6.0	0.0	26.9	29.5	-8.8	30.0	30.0	0.0

Source: Company data, Counterpoint, Mirae Asset Securities Research

## Samsung Electronics (005930 KS)

## Income statement (summarized)

(Wbn)	2024	2025F	2026F	2027F
<b>Revenue</b>	<b>300,871</b>	<b>314,019</b>	<b>334,189</b>	<b>357,663</b>
<b>Cost of revenue</b>	<b>186,562</b>	<b>198,506</b>	<b>198,492</b>	<b>205,450</b>
<b>GP</b>	<b>114,309</b>	<b>115,513</b>	<b>135,697</b>	<b>152,213</b>
<b>SG&amp;A expenses</b>	<b>81,583</b>	<b>85,103</b>	<b>88,954</b>	<b>94,639</b>
<b>OP (adj.)</b>	<b>32,726</b>	<b>30,410</b>	<b>46,744</b>	<b>57,574</b>
<b>OP</b>	<b>32,726</b>	<b>30,410</b>	<b>46,744</b>	<b>57,574</b>
<b>Non-operating profit</b>	<b>4,804</b>	<b>5,661</b>	<b>4,872</b>	<b>5,600</b>
Net financial income	3,915	4,258	4,872	5,601
Net income from associates	751	119	0	0
Pretax profit	37,530	36,071	51,616	63,174
Income tax	3,078	2,582	3,426	4,160
Profit from continuing operations	34,451	33,489	48,190	59,014
Profit from discontinued operations	0	0	0	0
<b>NP</b>	<b>34,451</b>	<b>33,489</b>	<b>48,190</b>	<b>59,014</b>
Attributable to owners	33,621	32,697	47,050	57,619
Attributable to minority interests	830	792	1,140	1,396
<b>Total comprehensive income</b>	<b>51,296</b>	<b>34,702</b>	<b>48,190</b>	<b>59,014</b>
Attributable to owners	50,048	34,248	47,559	58,241
Attributable to minority interests	1,248	455	631	773
EBITDA	75,357	74,945	83,350	87,125
FCF	21,576	20,151	26,321	28,017
EBITDA margin (%)	25.0	23.9	24.9	24.4
OP margin (%)	10.9	9.7	14.0	16.1
Net margin (%)	11.2	10.4	14.1	16.1

## Cash flow statement (summarized)

(Wbn)	2024	2025F	2026F	2027F
<b>Operating cash flow</b>	<b>72,983</b>	<b>71,473</b>	<b>83,472</b>	<b>87,260</b>
NP	34,451	33,489	48,190	59,014
Non-cash income/expenses	42,947	43,418	35,141	28,093
Depreciation	39,650	41,381	33,451	26,397
Amortization	2,981	3,154	3,154	3,154
Other	316	-1,117	-1,464	-1,458
Chg. in working capital	-1,568	-7,030	-1,324	-1,306
Chg. in AR & other receivables	-3,139	828	-2,698	-2,662
Chg. in inventory	2,541	-2,867	-3,201	-3,158
Chg. in AP & other payables	-1,539	-2,029	765	755
Income tax	-6,450	-3,085	-3,426	-4,160
<b>Cash flow from investing activities</b>	<b>-85,382</b>	<b>-55,132</b>	<b>-60,795</b>	<b>-62,837</b>
Chg. in PP&E	-51,250	-51,291	-57,152	-59,243
Chg. in intangible assets	-2,319	-1,247	0	0
Chg. in financial assets	-36,218	-2,540	-3,643	-3,594
Other	4,405	-54	0	0
<b>Cash flow from financing activities</b>	<b>-7,797</b>	<b>-18,616</b>	<b>-9,696</b>	<b>-9,696</b>
Chg. in financial liabilities	6,644	-8,186	0	0
Chg. in equity	0	0	0	0
Dividends	-10,889	-7,354	-9,696	-9,696
Other	-3,552	-3,076	0	0
<b>Chg. in cash</b>	<b>-15,375</b>	<b>-66</b>	<b>12,203</b>	<b>13,959</b>
Beginning balance	69,081	53,706	53,640	65,843
Ending balance	53,706	53,640	65,843	79,802

Source: Company data, Mirae Asset Securities Research estimates

## Balance sheet (summarized)

(Wbn)	2024	2025F	2026F	2027F
<b>Current assets</b>	<b>227,062</b>	<b>234,462</b>	<b>257,384</b>	<b>281,918</b>
Cash & equivalents	53,706	53,640	65,843	79,802
AR & other receivables	53,246	55,542	58,835	62,084
Inventory	51,755	53,986	57,187	60,345
Other current assets	68,355	71,294	75,519	79,687
<b>Non-current assets</b>	<b>287,470</b>	<b>300,403</b>	<b>321,728</b>	<b>352,188</b>
Investments in associates	12,592	13,135	13,914	14,682
PP&E	205,945	215,930	239,630	272,475
Intangible assets	23,739	24,329	21,175	18,021
<b>Total assets</b>	<b>514,532</b>	<b>534,866</b>	<b>579,112</b>	<b>634,106</b>
<b>Current liabilities</b>	<b>93,326</b>	<b>88,677</b>	<b>93,498</b>	<b>98,254</b>
AP & other payables	30,918	32,251	34,163	36,049
Short-term financial liabilities	15,380	7,370	7,370	7,370
Other current liabilities	47,028	49,056	51,965	54,835
<b>Non-current liabilities</b>	<b>19,014</b>	<b>19,487</b>	<b>20,418</b>	<b>21,337</b>
Long-term financial liabilities	3,950	3,774	3,774	3,774
Other non-current liabilities	15,064	15,713	16,644	17,563
<b>Total liabilities</b>	<b>112,340</b>	<b>108,164</b>	<b>113,916</b>	<b>119,591</b>
<b>Equity attributable to owners</b>	<b>391,688</b>	<b>415,351</b>	<b>452,706</b>	<b>500,629</b>
Capital stock	898	898	898	898
Capital surplus	4,404	4,404	4,404	4,404
Retained earnings	370,513	390,456	427,811	475,734
<b>Minority interests</b>	<b>10,504</b>	<b>11,351</b>	<b>12,490</b>	<b>13,886</b>
<b>Shareholders' equity</b>	<b>402,192</b>	<b>426,702</b>	<b>465,196</b>	<b>514,515</b>

## Key valuation metrics/ratios

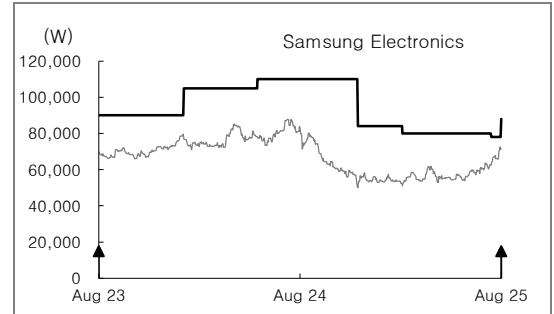
	2024	2025F	2026F	2027F
P/E (x)	10.7	14.7	10.2	8.3
P/CF (x)	4.7	6.3	5.8	5.5
P/B (x)	0.9	1.2	1.1	1.0
EV/EBITDA (x)	3.6	5.0	4.3	4.0
EPS (W)	4,950	4,849	6,985	8,554
CFPS (W)	11,394	11,405	12,372	12,932
BPS (W)	57,930	61,920	67,466	74,581
DPS (W)	1,446	1,450	1,450	1,450
Dividend payout ratio (%)	25.0	25.5	17.7	14.4
Dividend yield (%)	2.7	2.3	2.3	2.3
Revenue growth (%)	16.2	4.4	6.4	7.0
EBITDA growth (%)	66.6	-0.5	11.2	4.5
OP growth (%)	398.3	-7.1	53.7	23.2
EPS growth (%)	132.3	-2.0	44.1	22.5
AR turnover (x)	7.5	7.0	7.1	7.2
Inventory turnover (x)	5.8	5.9	6.0	6.1
AP turnover (x)	15.8	15.7	14.9	14.6
ROA (%)	7.1	6.4	8.7	9.7
ROE (%)	9.0	8.1	10.8	12.1
ROIC (%)	10.6	8.6	13.8	15.6
Debt-to-equity ratio (%)	27.9	25.3	24.5	23.2
Current ratio (%)	243.3	264.4	275.3	286.9
Net debt-to-equity ratio (%)	-23.2	-24.4	-25.8	-26.7
Interest coverage ratio (x)	36.2	54.1	90.7	111.8

# Appendix 1

## Important disclosures and disclaimers

### Two-year rating and TP history

Company	Date	Rating	TP (W)
Samsung Electronics (005930)	08/01/25	Buy	88,000
	07/14/25	Buy	78,000
	02/03/25	Buy	80,000
	11/14/24	Buy	84,000
	05/16/24	Buy	110,000
	01/03/24	Buy	105,000
	07/10/23	Buy	90,000



### Stock ratings

Buy	Expected 12-month return: +20% or greater
Hold	Expected 12-month return: Greater than -10% and less than +10%
Sell	Expected 12-month return: -10% or less

### 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

As of May 12, 2025, the Trading Buy rating category has been removed from our investment rating system.

Stocks expected to deliver a 12-month return between +10% and less than +20% may be rated either Buy or Hold at the discretion of the research analyst.

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	84.91%	5.59%	8.94%	0.56%
Investment banking services	88.89%	0%	11.11%	0%

\* Based on recommendations in the last 12-months (as of June 30, 2025)

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