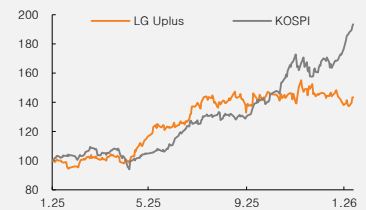


| | |
|-------------------------|----------------|
| (Maintain) | Buy |
| Target price | W19,000 |
| Current price (1/14/26) | W14,990 |
| Upside | 26.8% |

| | |
|----------------------------|----------|
| OP (25F, Wbn) | 886 |
| Consensus OP (25F, Wbn) | 946 |
| EPS growth (25F, %) | 83.3 |
| Market EPS growth (25F, %) | 35.0 |
| P/E (25F, x) | 9.4 |
| Market P/E (25F, x) | 16.2 |
| KOSPI | 4,723.10 |

| | |
|-----------------------|--------|
| Market cap (Wbn) | 6,443 |
| Shares (mn) | 430 |
| Free float (%) | 60.5 |
| Foreign ownership (%) | 41.9 |
| Beta (12M) | 0.12 |
| 52-week low (W) | 9,870 |
| 52-week high (W) | 16,210 |

| (%) | 1M | 6M | 12M |
|----------|-------|-------|-------|
| Absolute | -0.7 | -0.4 | 44.4 |
| Relative | -12.4 | -32.5 | -23.6 |



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LG Uplus

Stable earnings outlook; mobile revenue growth to continue

4Q25 preview: Continued mobile revenue growth vs. one-off costs

For 4Q25, we expect LG Uplus to report consolidated revenue of approximately W4tr (+5.3% YoY; 0.6% above the consensus), operating profit of W185.7bn (+30.6% YoY; 17.1% below the consensus), and an OP margin of 4.7%.

Continued growth in both service and handset revenues likely supported consolidated revenue growth. However, consolidated operating profit likely reflected the impact of one-off labor-related expenses.

Consolidated service revenue was likely broadly in line with the guidance presented in 3Q25, thanks to: 1) sustained growth in the mobile segment; and 2) higher smart home revenue driven by an increase in broadband internet subscribers.

Revenue from the enterprise infrastructure segment likely rose around 14.6% YoY, supported by continued growth in AI data center revenue. Higher design, build, and operate (DBO) revenue and increased utilization at the Pyeongchon 2 data center appear to have been the key drivers.

2026 outlook: Stable earnings likely amid continued mobile revenue growth

We believe stable earnings growth will continue in 2026, supported by ongoing mobile revenue growth and structural cost competitiveness. Accordingly, we forecast 2026 consolidated revenue at W15.9tr (+2% YoY) and operating profit at W1.1tr (+27.4% YoY; OP margin of 7.1%).

Maintain TP of W19,000; focus on operating leverage expansion in 2026

We maintain our Buy rating and target price of W19,000 on LG Uplus. In 2026, we expect operating leverage effects to gain traction, driving meaningful operating profit growth (+27.4% YoY). We also expect the company to continue to expand shareholder returns through flexible share buybacks and retirements. Additional positives include the expected growth of high-margin AI transformation (AX) services and strengthening competitiveness in AI infrastructure.

| (Dec.) | 2023 | 2024 | 2025F | 2026F | 2027F |
|--------------------|--------|--------|--------|--------|--------|
| Revenue (Wbn) | 14,373 | 14,625 | 15,554 | 15,861 | 16,099 |
| OP (Wbn) | 998 | 863 | 886 | 1,129 | 1,204 |
| OP margin (%) | 6.9 | 5.9 | 5.7 | 7.1 | 7.5 |
| NP (Wbn) | 623 | 374 | 682 | 850 | 924 |
| EPS (W) | 1,426 | 858 | 1,572 | 1,978 | 2,151 |
| ROE (%) | 7.5 | 4.4 | 7.8 | 9.2 | 9.4 |
| P/E (x) | 7.2 | 12.0 | 9.4 | 7.6 | 7.0 |
| P/B (x) | 0.5 | 0.5 | 0.7 | 0.7 | 0.6 |
| Dividend yield (%) | 6.4 | 6.3 | 4.4 | 4.7 | 4.7 |

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

Mirae Asset Securities Research AI translation

This report was translated using AI tools, with oversight and review by professional translators and editors. As an AI-generated translation, it may contain errors or inconsistencies. The original Korean report remains the authoritative version and should be consulted for the most accurate information.

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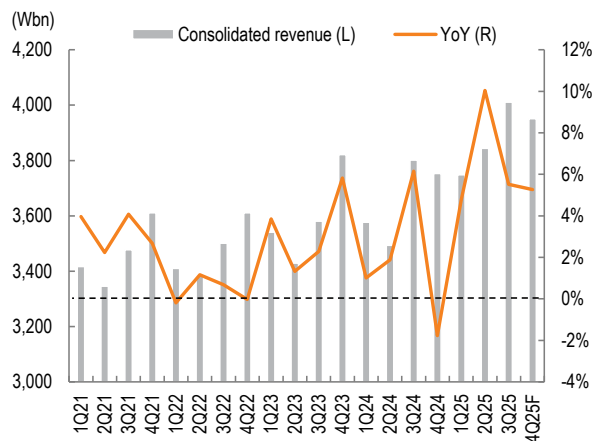
Table 1. Quarterly earnings and forecasts

(Wbn)

| | 1Q23 | 2Q23 | 3Q23 | 4Q23 | 1Q24 | 2Q24 | 3Q24 | 4Q24 | 1Q25 | 2Q25 | 3Q25 | 4Q25F |
|---------------------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|
| Revenue | 3,541 | 3,429 | 3,581 | 3,821 | 3,577 | 3,494 | 3,801 | 3,753 | 3,748 | 3,844 | 4,011 | 3,951 |
| YoY | 3.9% | 1.3% | 2.3% | 5.8% | 1.0% | 1.9% | 6.1% | -1.8% | 4.8% | 10.0% | 5.5% | 5.3% |
| Service revenue | 2,824 | 2,897 | 2,905 | 3,010 | 2,894 | 2,944 | 2,990 | 3,015 | 2,939 | 3,016 | 3,117 | 3,142 |
| Wireless | 1,561 | 1,576 | 1,587 | 1,584 | 1,581 | 1,593 | 1,620 | 1,633 | 1,612 | 1,654 | 1,711 | 1,691 |
| Services | 1,479 | 1,494 | 1,507 | 1,501 | 1,507 | 1,520 | 1,547 | 1,543 | 1,543 | 1,586 | 1,627 | 1,612 |
| Interconnection | 82.4 | 81.8 | 79.9 | 82.7 | 73.9 | 72.5 | 73.9 | 90.1 | 69.4 | 68.6 | 84.2 | 78.9 |
| Smart home | 594.2 | 603.0 | 607.2 | 594.3 | 611.6 | 618.2 | 622.9 | 615.8 | 626.6 | 632.7 | 645.5 | 650.1 |
| IPTV | 333.6 | 336.9 | 338.1 | 319.8 | 334.1 | 334.9 | 335.7 | 322.9 | 330.1 | 330.5 | 334.2 | 345.1 |
| Broadband | 260.6 | 266.1 | 269.1 | 274.5 | 277.5 | 283.3 | 287.2 | 292.9 | 296.5 | 302.2 | 311.3 | 304.9 |
| Telephony | 92.7 | 91.6 | 89.9 | 92.5 | 89.2 | 90.6 | 86.5 | 91.9 | 83.6 | 84.6 | 84.6 | 88.3 |
| VoIP | 43.3 | 42.4 | 41.9 | 42.5 | 41.8 | 41.2 | 40.6 | 40.9 | 41.4 | 41.0 | 41.3 | 39.2 |
| Enterprise/international | 49.4 | 49.2 | 48.0 | 50.0 | 47.4 | 49.4 | 45.9 | 51.0 | 42.2 | 43.6 | 43.3 | 49.1 |
| Enterprise infrastructure | 368.4 | 409.4 | 404 | 523.8 | 401.3 | 431.4 | 428.5 | 454.7 | 409.7 | 427.7 | 427.9 | 521.1 |
| IDC | 76.6 | 79.8 | 82.7 | 87.3 | 85.5 | 91.7 | 90.0 | 89.2 | 87.3 | 96.3 | 103.1 | 123.5 |
| Solutions | 103.2 | 128.8 | 129.2 | 223.1 | 118.4 | 130.8 | 129.4 | 158.6 | 118.9 | 126.0 | 120.3 | 179.7 |
| Enterprise lines | 188.6 | 200.8 | 192.1 | 213.4 | 197.4 | 208.9 | 209.1 | 206.9 | 203.5 | 205.4 | 204.5 | 217.9 |
| Handset revenue | 717.0 | 532.2 | 675.9 | 811.1 | 683.1 | 549.8 | 810.9 | 738.0 | 809.2 | 828.0 | 894.2 | 809.4 |
| Operating expenses | 3,281.1 | 3,141.3 | 3,326.8 | 3,625.4 | 3,356.1 | 3,239.7 | 3,555.3 | 3,611.0 | 3,492.7 | 3,539.9 | 3,849.2 | 3,765.3 |
| YoY | 4.2% | 0.2% | 3.4% | 9.1% | 2.3% | 3.1% | 6.9% | -0.4% | 4.1% | 9.3% | 8.3% | 4.3% |
| Wages | 449.3 | 441.1 | 461.03 | 472.3 | 487.0 | 493.9 | 481.9 | 516.3 | 490.7 | 486.7 | 631.2 | 570.3 |
| Depreciation/amortization | 619.4 | 628.8 | 644.3 | 678.7 | 666.4 | 666.2 | 674.6 | 656.6 | 665.9 | 672.7 | 669.7 | 676.6 |
| Sales commissions | 506.7 | 518.5 | 515.7 | 517.8 | 508.4 | 509.0 | 526.5 | 524.5 | 529.8 | 540.9 | 577.1 | 513.7 |
| Advertising | 41.1 | 53.1 | 62.0 | 64.6 | 42.3 | 50.5 | 59.9 | 58.2 | 50.3 | 45.5 | 53.0 | 87.7 |
| COGS | 731.5 | 539.9 | 687.24 | 913.6 | 723.6 | 562.8 | 833.5 | 806.3 | 824.3 | 815.8 | 881.9 | 963.9 |
| OP | 260.2 | 288.0 | 254.3 | 195.5 | 220.9 | 254.0 | 246.0 | 142.2 | 255.4 | 304.5 | 161.7 | 185.7 |
| YoY | -0.4% | 15.9% | -10.8% | -31.8% | -15.1% | -11.8% | -3.3% | -27.3% | 15.6% | 19.9% | -34.3% | 30.6% |
| OP margin | 7.3% | 8.4% | 7.1% | 5.1% | 6.2% | 7.3% | 6.5% | 3.8% | 6.8% | 7.9% | 4.0% | 4.7% |
| Pretax profit | 211.0 | 247.1 | 194.0 | 118.8 | 165.8 | 204.5 | 196.0 | -115.7 | 200.5 | 272.3 | 104.8 | 118.3 |
| Tax | 55.9 | 33.8 | 37.3 | 13.6 | 35.4 | 39.9 | 61.1 | -0.4 | 38.1 | 55.2 | 55.7 | -0.6 |
| NP | 155.1 | 213.3 | 156.7 | 105.2 | 130.4 | 164.6 | 134.9 | -115.3 | 162.5 | 217.1 | 49.1 | 118.9 |
| Net margin | 4.4% | 6.2% | 4.4% | 2.8% | 3.6% | 4.7% | 3.5% | -3.1% | 4.3% | 5.6% | 1.2% | 3.0% |

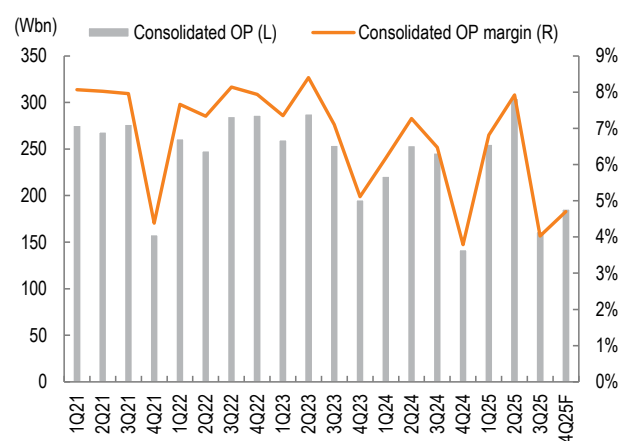
Source: Company data, Mirae Asset Securities Research

Figure 1. Quarterly revenue (consolidated)



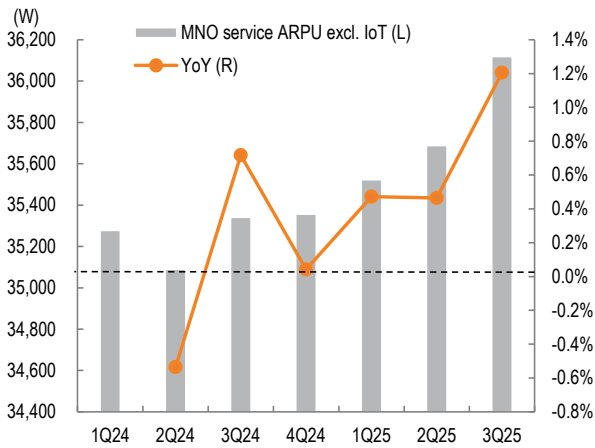
Source: Company data, Mirae Asset Securities Research

Figure 2. Quarterly OP and OP margin (consolidated)



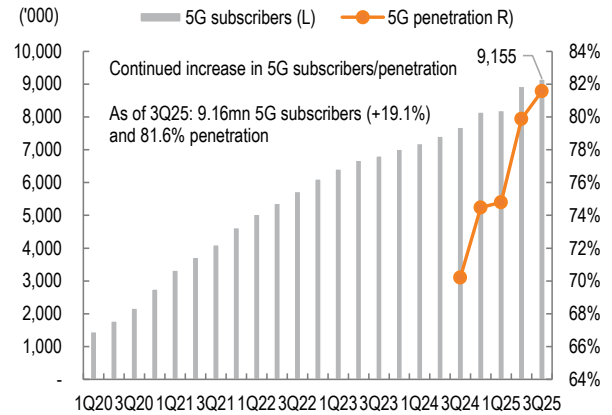
Source: Company data, Mirae Asset Securities Research

Figure 3. MNO services ARPU (excl. IoT)



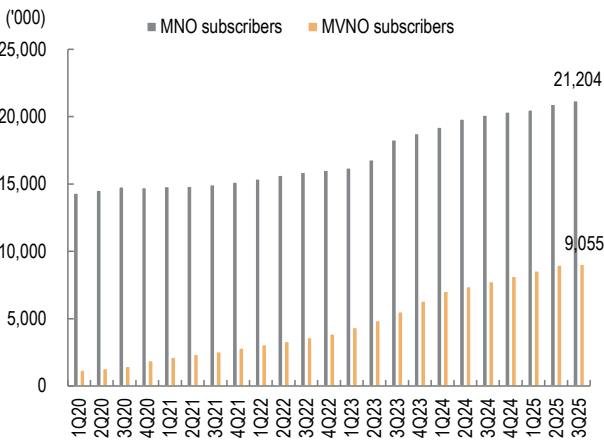
Source: Company data, Mirae Asset Securities Research

Figure 4. 5G subscribers



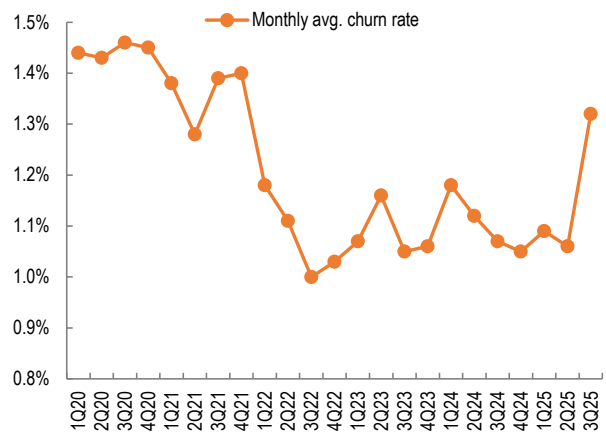
Source: Company data, Mirae Asset Securities Research

Figure 5. MNO and MVNO subscribers



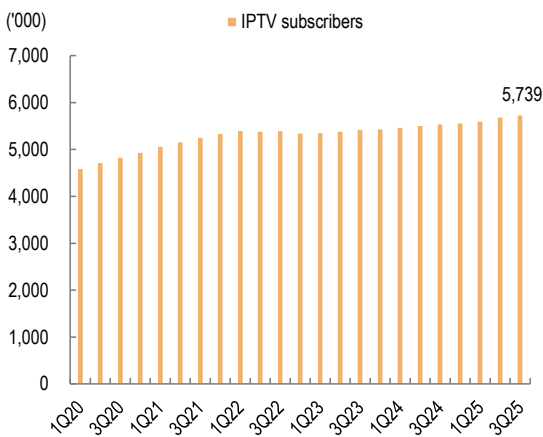
Source: Company data, Mirae Asset Securities Research

Figure 6. MNO churn trend



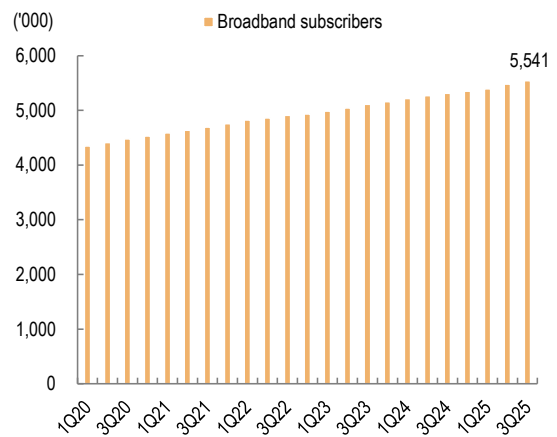
Source: Company data, Mirae Asset Securities Research

Figure 7. IPTV subscribers



Source: Company data, Mirae Asset Securities Research

Figure 8. Broadband subscribers



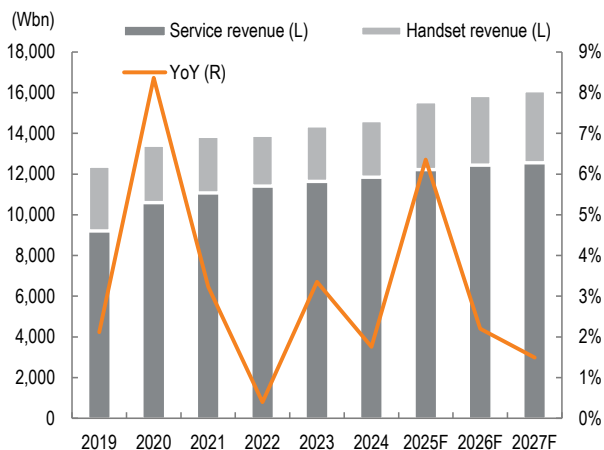
Source: Company data, Mirae Asset Securities Research

Table 2. Annual earnings and forecasts

| | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 | 2023 | 2024 | 2025F | 2026F | 2027F |
|---------------------------|---------------|---------------|---------------|---------------|---------------|---------------|----------------|---------------|---------------|---------------|----------------|----------------|
| Revenue | 11,451 | 12,279 | 12,125 | 12,382 | 13,418 | 13,851 | 13,906 | 14,373 | 14,625 | 15,554 | 15,861 | 16,099 |
| YoY | 6.1% | 7.2% | -1.3% | 2.1% | 8.4% | 3.2% | 0.4% | 3.4% | 1.8% | 6.4% | 2.0% | 1.5% |
| Service revenue | 9,028 | 9,406 | 9,344 | 9,206 | 10,591 | 11,068 | 11,411 | 11,636 | 11,843 | 12,214 | 12,441 | 12,559 |
| Wireless | 5,432 | 5,570 | 5,438 | 5,517 | 5,813 | 6,055 | 6,179 | 6,308 | 6,427 | 6,669 | 6,819 | 6,849 |
| Services | 5,002 | 5,180 | 5,060 | 5,164 | 5,464 | 5,693 | 5,827 | 5,982 | 6,117 | 6,368 | 6,533 | 6,574 |
| Interconnection | 420 | 390 | 378 | 353 | 349 | 362 | 352 | 327 | 310 | 301 | 286 | 275 |
| Smart home | 1,336 | 1,538 | 1,632 | 1,844 | 2,014 | 2,204 | 2,345 | 2,399 | 2,469 | 2,555 | 2,618 | 2,643 |
| IPTV | 612 | 746 | 885 | 1,032 | 1,145 | 1,256 | 1,326 | 1,328 | 1,328 | 1,340 | 1,345 | 1,342 |
| Broadband | 723 | 793 | 747 | 811 | 868 | 948 | 1,018 | 1,070 | 1,141 | 1,215 | 1,274 | 1,301 |
| Telephony | 632 | 587 | 549 | 508 | 454 | 418 | 395 | 367 | 358 | 341 | 328 | 322 |
| VoIP | 249 | 231 | 214 | 200 | 189 | 181 | 176 | 170 | 165 | 163 | 159 | 155 |
| Enterprise/international | 383 | 356 | 336 | 308 | 265 | 237 | 219 | 197 | 194 | 178 | 169 | 168 |
| Enterprise infrastructure | 1,598 | 1,604 | 1,652 | 1,304 | 1,357 | 1,494 | 1,584 | 1,706 | 1,716 | 1,786 | 1,833 | 1,902 |
| IDC | 153 | 157 | 163 | 196 | 228 | 259 | 281 | 326 | 356 | 410 | 432 | 476 |
| Solutions | 670 | 729 | 747 | 397 | 410 | 490 | 524 | 584 | 537 | 545 | 561 | 578 |
| Enterprise lines | 742 | 718 | 743 | 711 | 719 | 746 | 779 | 795 | 822 | 831 | 840 | 848 |
| Handset revenue | 2,424 | 2,873 | 2,781 | 3,176 | 2,827 | 2,783 | 2,495 | 2,736 | 2,782 | 3,341 | 3,421 | 3,539 |
| Operating expenses | 10,705 | 11,453 | 11,394 | 11,696 | 12,531 | 12,872 | 12,825 | 13,375 | 13,762 | 14,668 | 14,733 | 14,895 |
| YoY | 5.3% | 7.0% | -0.5% | 2.6% | 7.1% | 2.7% | -0.4% | 4.3% | 2.9% | 6.6% | 1.1% | 1.1% |
| Wages | 939 | 1,026 | 1,096 | 1,153 | 1,446 | 1,648 | 1,706 | 1,824 | 1,979 | 2,179 | 2,100 | 2,142 |
| Depreciation/amortization | 1,654 | 1,689 | 1,672 | 2,057 | 2,365 | 2,441 | 2,452 | 2,571 | 2,664 | 2,706 | 2,632 | 2,591 |
| Sales commissions | 1,489 | 1,819 | 1,702 | 1,809 | 2,082 | 2,162 | 2,117 | 2,059 | 2,068 | 2,161 | 2,205 | 2,216 |
| Advertising | 382.8 | 433.0 | 271.1 | 291.1 | 236.8 | 244.4 | 208.0 | 220.8 | 210.9 | 236.4 | 241.1 | 246.0 |
| COGS | 2,597 | 2,930 | 3,002 | 3,438 | 2,980 | 2,855 | 2,651 | 2,872 | 2,926 | 3,486 | 3,601 | 3,719 |
| OP | 746.5 | 826.3 | 731.0 | 686.3 | 886.2 | 979.0 | 1,081.3 | 998.0 | 863.1 | 886.0 | 1,128.5 | 1,204.0 |
| YoY | 18.1% | 10.7% | -11.5% | -6.1% | 29.1% | 10.5% | 10.5% | -7.7% | -13.5% | 2.7% | 27.4% | 6.7% |
| OP margin | 6.5% | 6.7% | 6.0% | 5.5% | 6.6% | 7.1% | 7.8% | 6.9% | 5.9% | 5.7% | 7.1% | 7.5% |
| Pretax profit | 642.6 | 666.8 | 648.3 | 573.9 | 373.3 | 905.2 | 856.8 | 770.9 | 450.6 | 674.6 | 921.8 | 1002.1 |
| Tax | 149.8 | 119.7 | 166.7 | 133.0 | 120.8 | 181.0 | 194.2 | 140.6 | 136.0 | 148.4 | 207.4 | 225.5 |
| NP | 492.7 | 547.1 | 481.6 | 438.8 | 478.1 | 724.2 | 662.6 | 630.3 | 314.6 | 526.2 | 714.4 | 776.6 |
| Net margin | 4.3% | 4.5% | 4.0% | 3.5% | 3.6% | 5.2% | 4.8% | 4.4% | 2.2% | 3.4% | 4.5% | 4.8% |

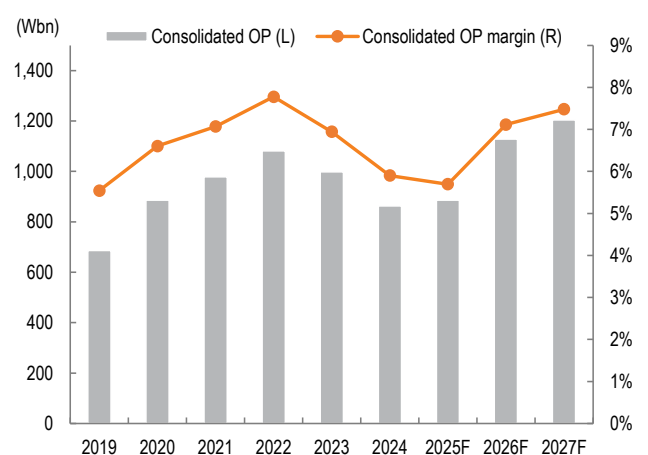
Source: Company data, Mirae Asset Securities Research

Figure 9. Annual revenue (consolidated)



Source: Company data, Mirae Asset Securities Research

Figure 10. Annual OP and OP margin (consolidated)



Source: Company data, Mirae Asset Securities Research

LG Uplus (032640 KS)

Income statement (summarized)

| (Wbn) | 2024 | 2025F | 2026F | 2027F |
|-------------------------------------|---------------|---------------|---------------|---------------|
| Revenue | 14,625 | 15,554 | 15,861 | 16,099 |
| Cost of revenue | 0 | 0 | 0 | 0 |
| GP | 14,625 | 15,554 | 15,861 | 16,099 |
| SG&A expenses | 13,762 | 14,668 | 14,733 | 14,895 |
| OP (adj.) | 863 | 886 | 1,129 | 1,204 |
| OP | 863 | 886 | 1,129 | 1,204 |
| Non-operating profit | -412 | -151 | -207 | -202 |
| Net financial income | -201 | -90 | 97 | 273 |
| Net income from associates | -2 | 0 | 0 | 0 |
| Pretax profit | 451 | 735 | 922 | 1,002 |
| Income tax | 136 | 162 | 207 | 225 |
| Profit from continuing operations | 315 | 573 | 714 | 777 |
| Profit from discontinued operations | 0 | 0 | 0 | 0 |
| NP | 315 | 573 | 714 | 777 |
| Attributable to owners | 374 | 682 | 850 | 924 |
| Attributable to minority interests | -60 | -109 | -136 | -148 |
| Total comprehensive income | 266 | 573 | 714 | 777 |
| Attributable to owners | 329 | 707 | 882 | 959 |
| Attributable to minority interests | -62 | -134 | -167 | -182 |
| EBITDA | 3,527 | 3,024 | 2,845 | 2,584 |
| FCF | 1,420 | 2,675 | 2,421 | 2,148 |
| EBITDA margin (%) | 24.1 | 19.4 | 17.9 | 16.1 |
| OP margin (%) | 5.9 | 5.7 | 7.1 | 7.5 |
| Net margin (%) | 2.6 | 4.4 | 5.4 | 5.7 |

Balance sheet (summarized)

| (Wbn) | 2024 | 2025F | 2026F | 2027F |
|--------------------------------------|---------------|---------------|---------------|---------------|
| Current assets | 5,264 | 6,886 | 9,121 | 11,062 |
| Cash & equivalents | 896 | 2,236 | 4,379 | 6,249 |
| AR & other receivables | 1,827 | 1,948 | 1,987 | 2,017 |
| Inventory | 252 | 268 | 274 | 278 |
| Other current assets | 2,289 | 2,434 | 2,481 | 2,518 |
| Non-current assets | 14,444 | 11,563 | 9,848 | 8,470 |
| Investments in associates | 73 | 78 | 80 | 81 |
| PP&E | 10,709 | 8,936 | 7,494 | 6,322 |
| Intangible assets | 1,805 | 1,440 | 1,165 | 957 |
| Total assets | 19,708 | 18,449 | 18,969 | 19,532 |
| Current liabilities | 5,116 | 3,521 | 3,591 | 3,645 |
| AP & other payables | 206 | 219 | 223 | 227 |
| Short-term financial liabilities | 2,024 | 233 | 238 | 241 |
| Other current liabilities | 2,886 | 3,069 | 3,130 | 3,177 |
| Non-current liabilities | 5,823 | 5,865 | 5,879 | 5,890 |
| Long-term financial liabilities | 5,158 | 5,158 | 5,158 | 5,158 |
| Other non-current liabilities | 665 | 707 | 721 | 732 |
| Total liabilities | 10,939 | 9,387 | 9,470 | 9,535 |
| Equity attributable to owners | 8,556 | 8,959 | 9,532 | 10,177 |
| Capital stock | 2,574 | 2,574 | 2,574 | 2,574 |
| Capital surplus | 872 | 872 | 872 | 872 |
| Retained earnings | 5,204 | 5,607 | 6,179 | 6,825 |
| Minority interests | 212 | 103 | -33 | -180 |
| Shareholders' equity | 8,768 | 9,062 | 9,499 | 9,997 |

Cash flow statement (summarized)

| (Wbn) | 2024 | 2025F | 2026F | 2027F |
|--|---------------|---------------|--------------|--------------|
| Operating cash flow | 3,335 | 2,675 | 2,421 | 2,148 |
| NP | 315 | 573 | 714 | 777 |
| Non-cash income/expenses | 5,760 | 2,388 | 1,826 | 1,331 |
| Depreciation | 2,180 | 1,773 | 1,442 | 1,172 |
| Amortization | 484 | 365 | 275 | 208 |
| Other | 3,096 | 250 | 109 | -49 |
| Chg. in working capital | -2,355 | -36 | -10 | -8 |
| Chg. in AR & other receivables | -67 | -108 | -36 | -27 |
| Chg. in inventory | 107 | -16 | -5 | -4 |
| Chg. in AP & other payables | 79 | 13 | 4 | 3 |
| Income tax | -174 | -162 | -207 | -225 |
| Cash flow from investing activities | -2,391 | -8 | -3 | -2 |
| Chg. in PP&E | -1,896 | 0 | 0 | 0 |
| Chg. in intangible assets | -485 | 0 | 0 | 0 |
| Chg. in financial assets | 11 | -8 | -3 | -2 |
| Other | -21 | 0 | 0 | 0 |
| Cash flow from financing activities | -611 | -2,070 | -274 | -275 |
| Chg. in financial liabilities | -206 | -1,791 | 5 | 4 |
| Chg. in equity | 35 | 0 | 0 | 0 |
| Dividends | -284 | -279 | -278 | -278 |
| Other | -156 | 0 | -1 | -1 |
| Chg. in cash | 337 | 1,340 | 2,143 | 1,870 |
| Beginning balance | 560 | 896 | 2,236 | 4,379 |
| Ending balance | 896 | 2,236 | 4,379 | 6,249 |

Source: Company data, Mirae Asset Securities Research estimates

Key valuation metrics/ratios

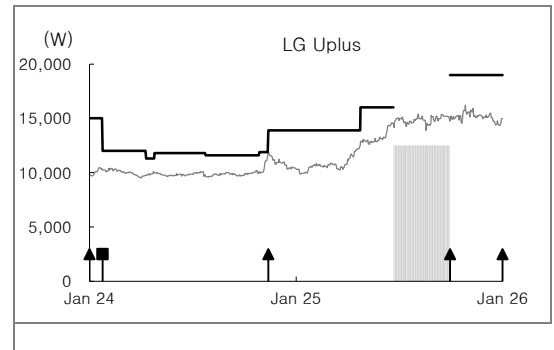
| | 2024 | 2025F | 2026F | 2027F |
|------------------------------|--------|--------|--------|--------|
| P/E (x) | 12.0 | 9.4 | 7.6 | 7.0 |
| P/CF (x) | 0.7 | 2.2 | 2.5 | 3.1 |
| P/B (x) | 0.5 | 0.7 | 0.7 | 0.6 |
| EV/EBITDA (x) | 3.1 | 3.1 | 2.6 | 2.0 |
| EPS (W) | 858 | 1,572 | 1,978 | 2,151 |
| CFPS (W) | 13,914 | 6,825 | 5,910 | 4,904 |
| BPS (W) | 19,825 | 21,076 | 22,407 | 23,911 |
| DPS (W) | 650 | 650 | 700 | 700 |
| Dividend payout ratio (%) | 88.8 | 48.4 | 41.8 | 38.4 |
| Dividend yield (%) | 6.3 | 4.3 | 4.6 | 4.6 |
| Revenue growth (%) | 1.8 | 6.4 | 2.0 | 1.5 |
| EBITDA growth (%) | -1.2 | -14.3 | -5.9 | -9.2 |
| OP growth (%) | -13.5 | 2.7 | 27.4 | 6.7 |
| EPS growth (%) | -39.9 | 83.3 | 25.8 | 8.7 |
| AR turnover (x) | 8.5 | 8.9 | 8.7 | 8.7 |
| Inventory turnover (x) | 48.2 | 59.7 | 58.5 | 58.4 |
| AP turnover (x) | 0.0 | 0.0 | 0.0 | 0.0 |
| ROA (%) | 1.6 | 3.0 | 3.8 | 4.0 |
| ROE (%) | 4.4 | 7.8 | 9.2 | 9.4 |
| ROIC (%) | 4.0 | 5.2 | 7.6 | 9.3 |
| Debt-to-equity ratio (%) | 124.8 | 103.6 | 99.7 | 95.4 |
| Current ratio (%) | 102.9 | 195.5 | 254.0 | 303.5 |
| Net debt-to-equity ratio (%) | 70.3 | 33.4 | 9.4 | -9.8 |
| Interest coverage ratio (x) | 3.1 | 3.7 | 5.5 | 5.9 |

Appendix 1

Important disclosures and disclaimers

Two-year rating and TP history

| Company | Date | Rating | TP (₩) |
|-------------------|----------|-------------|--------|
| LG Uplus (032640) | 10/14/25 | Buy | 19,000 |
| | 07/07/25 | No Coverage | |
| | 05/09/25 | Buy | 16,000 |
| | 11/27/24 | Buy | 13,900 |
| | 11/11/24 | Trading Buy | 11,900 |
| | 08/08/24 | Trading Buy | 11,600 |
| | 05/10/24 | Trading Buy | 11,800 |
| | 04/25/24 | Trading Buy | 11,300 |
| | 02/08/24 | Trading Buy | 12,000 |
| | 01/16/24 | Buy | 15,000 |
| | 11/07/23 | One year | |



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 | 79.76% | 1.19% | 19.05% | 0% |
| Investment banking services | 83.33% | 0% | 16.67% | 0% |

* Based on recommendations in the last 12-months (as of December 31, 2025)

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