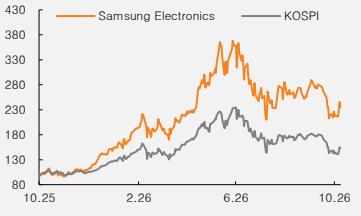
MIRAE ASSET Securities

Equity Research
October 30, 2026

(Maintain)	**Buy**
Target price	**W400,000**
Current price (10/29/26)	W232,000
Upside	72.4%

OP (26F, Wbn)	388,626
Consensus OP (26F, Wbn)	371,698
EPS growth (26F, %)	598.7
Market EPS growth (26F, %)	278.0
P/E (26F, x)	5.1
Market P/E (26F, x)	5.8
KOSPI	5,937.66
Market cap (Wbn)	1,356,337
Shares (mn)	5,846
Free float (%)	75.0
Foreign ownership (%)	46.2
Beta (12M)	1.27
52-week low (W)	94,800
52-week high (W)	362,500

(%)	1M	6M	12M
Absolute	-14.9	2.7	130.8
Relative	-1.5	15.7	58.7



Mirae Asset Securities Co., Ltd.

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005930 KS • Semiconductors

Samsung Electronics

Top-tier growth stock at a steep discount

Quarterly OP exceeds W100tr despite FX headwinds

We maintain our target price of W400,000 for Samsung Electronics (SEC). The stock remains undervalued in absolute terms, trading at a 2027F P/E of 3.2x and P/B of 1.2x. Notably, our target price implies multiples of just 5.4x and 2.5x, respectively. We forecast operating profit at W139tr (+29% QoQ) for 4Q26 and W622tr (+58% YoY) for 2027.

For 3Q26, the company reported revenue of W195.3tr (+14% QoQ) and operating profit of W107.4tr (+20% QoQ). Excluding roughly W10tr in adverse FX effects, operating profit would have reached around W120tr. Higher memory prices drove intersegment sales to a record W16tr (+115% YoY), but the resulting increase in component costs contributed to an 8.8%p YoY decline in the DX division's OP margin.

In 3Q26, DRAM and NAND bit shipments increased 3% and 5% QoQ, respectively, while ASPs rose 19% and 18%, respectively. HBM4 revenue more than tripled QoQ, lifting its share of total HBM revenue to around 60%. For 4Q26, we forecast DRAM bit shipment growth of 17% and ASP growth of 10%, alongside NAND bit shipment growth of 15% and ASP growth of 10%. OP margins should remain elevated at 82% for DRAM and 67% for NAND.

Memory visibility through 2030; foundry recovery from 2027

We expect capex in the DS division to make only a limited contribution to bit shipment growth in 2028, given the time required from fab construction to wafer production and longer equipment delivery lead times. Larger dies and additional metal layers for HBM4E and HBM5 should also increase the amount of conventional DRAM output displaced by HBM production. Against this backdrop, SEC expects industry-wide DRAM supply conditions to remain tight through 2028.

For 2027, we forecast DRAM bit shipment growth of 22% and ASP growth of 33%, alongside NAND bit shipment growth of 22% and ASP growth of 26%. OP margins are likely to hold steady YoY at 80% for DRAM and 67% for NAND. SEC has signed long-term supply agreements with 10 major customers and is in negotiations with another 10. Its target of having 60–70% of capacity through 2030 covered by long-term agreements is looking increasingly achievable.

We estimate that foundry business earnings approached break-even levels excluding provisions for performance bonuses. The number of 2nm projects secured in 2026 is expected to more than double YoY, led by major cloud service providers and AI/high-performance computing (HPC) customers. In 2027, HPC should account for over 50% of foundry revenue, while utilization at 8nm and below is expected to exceed 100%. Synergies from HBM4 base dies should further accelerate earnings improvement.

(Dec.)	2024	2025	2026F	2027F	2028F
Revenue (Wbn)	300,871	333,606	737,657	1,067,996	1,144,466
OP (Wbn)	32,726	43,601	388,626	621,518	623,391
OP margin (%)	10.9	13.1	52.7	58.2	54.5
NP (Wbn)	33,621	44,261	305,900	488,496	506,264
EPS (W)	4,950	6,564	45,858	73,473	76,145
ROE (%)	9.0	10.8	51.5	48.7	34.1
P/E (x)	10.7	18.3	5.1	3.2	3.0
P/B (x)	0.9	1.9	2.0	1.2	0.9
Dividend yield (%)	2.7	1.4	0.7	0.7	0.7

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

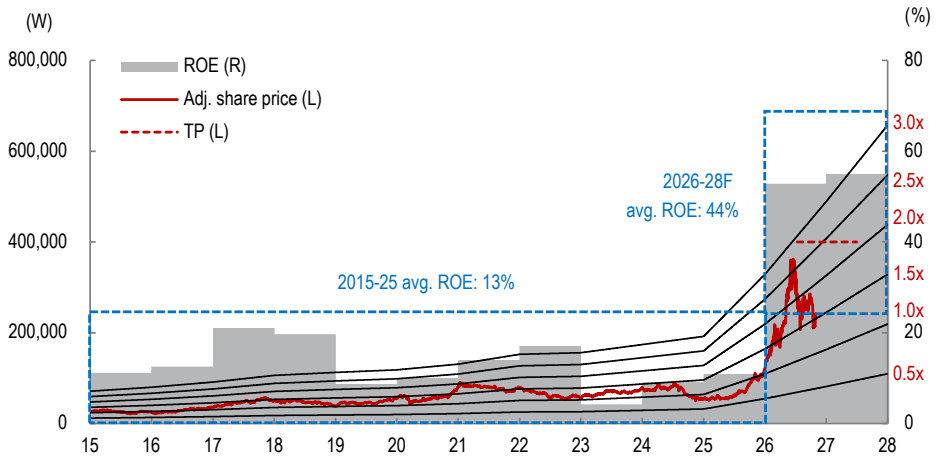
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Table 1. SOTP valuation

	12MF EBITDA	EV/EBITDA (x)	Implied EV	Notes
Operating value (Wtr)	**616.2**	**3.7**	**2,259.4**	
DX	4.0	**7.1**	28.4	
MX/NW	2.7	**7.6**	21.0	50% discount to Xiaomi/Apple avg.
VD/DA	1.2	**6.0**	7.4	LG Electronics/Whirlpool avg.
DS	**602.1**	**3.6**	**2,183.4**	
Memory	589.2	3.4	1,993.8	**10% discount to Micron/Kioxia avg.**
Foundry/LSI	12.9	14.7	189.6	**Avg. of foundry peers**
Samsung Display	**7.7**	**4.3**	**32.9**	Innolux/BOE/AUO avg.
Harman	**2.4**	**6.1**	**14.8**	Hyundai Mobis/HL Mando avg.
	Market cap	**Stake (%)**	**Value**	
Equity stake value (Wtr)			**122.2**	
Listed			68.6	
Samsung Biologics	67.0	31.2	20.9	
Samsung Epis Holdings	8.9	31.2	2.8	
SEMCO	104.6	23.7	24.8	
Samsung SDI	44.2	19.4	8.6	
Samsung SDS	18.4	22.6	4.2	
Other			7.4	
Unlisted			53.6	
Net debt (Wtr)			-211.8	3Q26
Fair market cap (Wtr)			2,532	50% discount to equity stake value
No. of shares (mn)			6,649	Common + preferred
Fair value/share (W)			380,878	
Target price (W)			**400,000**	
Current price (W)			**232,000**	**Oct. 29 closing price**
Upside (%)			**72.4**	
Implied 2027F P/E (x)			**5.4**	
Implied 2027F P/B (x)			**2.5**	

Source: LSEG, Mirae Asset Securities Research

Figure 1. 12-month forward P/B vs. ROE



Source: Company data, Mirae Asset Securities Research

Table 2. Earnings forecast revisions (Wtr, %, %p)

	4Q26F			2026F			2027F		
	Revised	Previous	Chg.	Revised	Previous	Chg.	Revised	Previous	Chg.
USD/KRW	**1,400**	**1,400**	**0.0**	**1,447**	**1,447**	**0.0**	**1,400**	**1,400**	**0.0**
Revenue	**237.0**	**213.1**	**11.2**	**737.7**	**721.0**	**2.3**	**1,068.0**	**963.5**	**10.8**
DX	44.1	44.4	-0.9	196.8	192.7	2.2	213.0	213.5	-0.3
DS	185.7	161.4	15.0	542.0	520.5	4.1	834.6	729.6	14.4
Samsung Display	9.3	9.3	0.0	31.5	31.2	0.9	35.3	34.9	1.0
Harman	4.6	4.6	0.0	17.3	17.6	-1.6	18.6	19.0	-1.7
OP	**138.8**	**119.4**	**16.2**	**393.0**	**374.9**	**4.8**	**621.5**	**543.0**	**14.5**
DX	-0.6	0.1	TTR	0.8	2.4	-66.2	1.2	9.3	-86.9
DS	137.3	117.1	17.3	386.7	367.2	5.3	612.6	526.1	16.4
Samsung Display	1.5	1.7	-8.5	3.7	3.8	-2.7	5.9	5.8	1.8
Harman	0.4	0.4	0.0	1.6	1.4	14.6	1.7	1.7	-1.6
OP margin	**58.5**	**56.0**	**2.5**	**53.3**	**52.0**	**1.3**	**58.2**	**56.4**	**1.8**
DX	-1.3	0.3	-1.6	0.4	1.2	-0.8	0.6	4.4	-3.8
DS	74.0	72.6	1.4	71.3	70.6	0.8	73.4	72.1	1.3
Samsung Display	16.3	17.8	-1.5	11.6	12.1	-0.4	16.6	16.5	0.1
Harman	8.9	8.9	-0.0	9.5	8.2	1.3	8.9	8.9	0.0

Source: Mirae Asset Securities Research

Table 3. DS earnings forecast revisions (Wtr, %, %p)

	4Q26F			2026F			2027F		
	Revised	Previous	Chg.	Revised	Previous	Chg.	Revised	Previous	Chg.
Revenue	**185.7**	**161.4**	**15.0**	**542.0**	**520.5**	**4.1**	**834.6**	**729.6**	**14.4**
DRAM	134.5	113.6	18.4	387.0	361.1	7.2	610.5	525.2	16.2
NAND	42.9	39.6	8.3	126.7	130.1	-2.6	189.8	170.1	11.5
Foundry/LSI	8.2	8.2	0.0	28.2	29.2	-3.3	34.3	34.3	0.2
OP	**137.3**	**117.1**	**17.3**	**386.7**	**367.2**	**5.3**	**612.6**	**526.1**	**16.4**
DRAM	110.2	92.8	18.7	312.8	291.3	7.4	490.7	427.4	14.8
NAND	28.7	25.8	11.3	82.3	82.8	-0.6	127.2	105.2	20.9
Foundry/LSI	-1.5	-1.5	RR	-8.5	-6.9	RR	-5.2	-6.6	RR
OP margin	**74.0**	**72.6**	**1.4**	**71.3**	**70.6**	**0.8**	**73.4**	**72.1**	**1.3**
DRAM	81.9	81.7	0.2	80.8	80.7	0.2	80.4	81.4	-1.0
NAND	66.9	65.2	1.8	65.0	63.7	1.3	67.0	61.8	5.2
Foundry/LSI	-18.7	-17.6	-1.0	-30.0	-23.7	-6.3	-15.3	-19.3	4.0
[Memory est.]									
DRAM									
Bit growth	16.8	4.3	12.4	29.6	27.0	2.6	21.6	22.3	-0.8
ASP chg.	10.0	5.3	4.7	297.5	278.1	19.5	33.3	22.3	11.0
NAND									
Bit growth	15.0	2.0	13.0	17.6	13.8	3.8	21.6	19.6	2.0
ASP chg.	10.0	5.0	5.0	259.1	280.2	-21.2	26.5	12.5	14.0

Source: Mirae Asset Securities Research

Table 4. Earnings outlook (Wtr, %)

	1Q26	2Q26	3Q26	4Q26F	1Q27F	2Q27F	3Q27F	4Q27F	2024	2025	2026F	2027F
USD/KRW	**1,464**	**1,502**	**1,421**	**1,400**	**1,400**	**1,400**	**1,400**	**1,400**	**1,363**	**1,422**	**1,447**	**1,400**
QoQ/YoY (%)	1.0	2.6	-5.4	-1.5	0.0	0.0	0.0	0.0	4.4	4.3	1.7	-3.2
Revenue	**133.9**	**171.5**	**195.3**	**237.0**	**249.1**	**265.0**	**279.7**	**274.2**	**300.9**	**333.6**	**737.7**	**1,068.0**
DX	52.7	48.0	52.1	44.1	53.4	51.9	57.0	50.7	174.9	188.0	196.8	213.0
DS	81.7	127.5	147.1	185.7	193.1	208.3	216.7	216.5	111.1	130.1	542.0	834.6
Samsung Display	6.7	7.5	8.0	9.3	7.0	8.6	9.6	10.0	29.2	29.8	31.5	35.3
Harman	3.8	4.6	4.3	4.6	3.6	5.5	4.9	4.6	14.3	15.8	17.3	18.6
QoQ/YoY (%)	**42.7**	**28.1**	**13.9**	**21.3**	**5.1**	**6.4**	**5.5**	**-1.9**	**16.2**	**10.9**	**121.1**	**44.8**
DX	18.8	-8.8	8.5	-15.4	21.1	-2.7	9.7	-11.0	2.9	7.5	4.7	8.2
DS	85.7	56.0	15.4	26.2	4.0	7.9	4.0	-0.1	66.8	17.2	316.5	54.0
Samsung Display	-29.5	11.8	6.9	16.3	-24.5	22.5	11.5	4.7	-5.9	2.3	5.5	12.1
Harman	-16.5	19.4	-5.9	6.5	-20.6	50.8	-9.8	-7.4	-0.8	10.6	9.4	7.9
OP	**57.2**	**89.5**	**107.5**	**138.8**	**144.6**	**156.8**	**162.0**	**158.1**	**32.7**	**43.6**	**393.0**	**621.5**
DX	3.0	-0.8	-0.8	-0.6	0.2	0.1	0.8	0.1	12.4	12.9	0.8	1.2
DS	53.7	89.2	106.5	137.3	143.2	154.8	158.9	155.7	15.1	24.9	386.7	612.6
Samsung Display	0.4	0.7	1.1	1.5	0.8	1.4	1.8	1.9	3.7	4.1	3.7	5.9
Harman	0.2	0.4	0.6	0.4	0.3	0.5	0.4	0.4	1.3	1.5	1.6	1.7
QoQ/YoY (%)	**185.1**	**56.4**	**20.1**	**29.1**	**4.2**	**8.4**	**3.3**	**-2.4**	**398.3**	**33.2**	**801.3**	**58.2**
DX	122.2	TTR	RR	RR	TTB	-55.3	740.3	-90.8	-13.5	3.3	-93.8	53.6
DS	227.0	66.2	19.4	29.0	4.3	8.1	2.7	-2.0	TTB	64.7	1,455.6	58.4
Samsung Display	-81.5	87.7	61.6	37.9	-48.9	78.5	27.7	9.7	-32.9	10.3	-11.1	60.1
Harman	-30.6	86.8	44.6	-32.1	-17.9	42.3	-8.6	-6.4	11.4	17.1	7.4	0.6
OP margin	**42.8**	**52.2**	**55.0**	**58.5**	**58.0**	**59.2**	**57.9**	**57.7**	**10.9**	**13.1**	**53.3**	**58.2**
DX	5.6	-1.7	-1.5	-1.3	0.4	0.2	1.5	0.1	7.1	6.8	0.4	0.6
DS	65.7	69.9	72.4	74.0	74.2	74.3	73.3	71.9	13.6	19.1	71.3	73.4
Samsung Display	5.4	9.1	13.8	16.3	11.0	16.1	18.4	19.3	12.8	13.8	11.6	16.6
Harman	5.8	9.1	14.0	8.9	9.2	8.7	8.8	8.9	9.2	9.7	9.5	8.9
EBITDA	**69.6**	**102.5**	**123.5**	**155.2**	**161.4**	**173.8**	**179.1**	**175.5**	**75.4**	**90.5**	**450.9**	**689.7**
DX	4.2	0.4	0.5	0.7	1.5	1.3	2.1	1.3	16.7	17.3	5.7	6.2
DS	63.9	100.1	120.3	151.6	157.7	169.5	173.7	170.8	49.9	63.6	435.8	671.7
Samsung Display	1.0	1.4	1.8	2.3	1.5	2.1	2.5	2.7	6.4	6.8	6.5	8.8
Harman	0.4	0.6	0.7	0.6	0.5	0.6	0.6	0.6	1.9	2.1	2.2	2.3
QoQ/YoY (%)	**115.4**	**47.3**	**20.5**	**25.7**	**3.9**	**7.7**	**3.0**	**-2.0**	**66.6**	**20.1**	**398.0**	**53.0**
DX	64.8	-90.9	19.4	54.7	111.3	-8.3	53.9	-36.2	-10.6	4.1	-67.2	9.5
DS	141.0	56.6	20.2	26.0	4.1	7.5	2.5	-1.7	227.1	27.6	584.8	54.1
Samsung Display	-60.7	31.1	34.4	23.0	-32.7	40.1	18.0	6.9	-28.1	6.1	-4.5	36.0
Harman	-21.8	54.8	31.5	-25.7	-13.0	29.2	-6.6	-4.8	9.1	12.7	7.2	0.4
Capex	**11.2**	**16.8**	**28.9**	**27.5**	**24.6**	**24.9**	**24.9**	**25.1**	**53.6**	**52.7**	**84.4**	**99.5**
DS	10.2	15.4	27.2	24.0	23.4	23.4	23.4	23.4	46.3	47.5	76.8	93.7
Samsung Display	0.6	0.7	1.1	1.5	0.6	0.7	0.7	0.9	4.8	2.8	3.9	2.9
Other	0.5	0.6	0.7	2.0	0.6	0.7	0.7	0.8	2.5	2.4	3.7	2.8
QoQ/YoY (%)	**-44.9**	**49.1**	**72.6**	**-4.9**	**-10.5**	**1.0**	**0.0**	**1.0**	**1.0**	**-1.9**	**60.3**	**17.8**
DS	-46.2	51.2	76.5	-11.8	-2.4	0.0	0.0	0.0	-4.3	2.6	61.8	22.1
Samsung Display	-11.7	26.9	42.7	40.8	-61.0	25.0	0.0	20.0	102.7	-42.2	39.4	-25.1
Other	-42.2	31.8	9.2	207.1	-70.2	17.8	0.0	15.1	7.5	-6.1	55.6	-24.2
FCF	**58.4**	**85.7**	**94.6**	**127.7**	**136.8**	**148.9**	**154.2**	**150.4**	**21.7**	**37.9**	**366.5**	**590.2**
DS	53.7	84.7	93.1	127.6	134.3	146.1	150.3	147.3	3.6	16.2	359.0	578.0
Samsung Display	0.5	0.6	0.8	0.8	0.9	1.4	1.8	1.8	1.6	4.0	2.6	5.9
Other	4.2	0.5	0.8	-0.6	1.5	1.4	2.1	1.2	16.6	17.7	4.8	6.3

Note: FCF = EBITDA - capex
Source: Company data, Mirae Asset Securities Research

Table 5. DS earnings outlook (Wtr, %)

	1Q26	2Q26	3Q26	4Q26F	1Q27F	2Q27F	3Q27F	4Q27F	2024	2025	2026F	2027F
Revenue	**81.7**	**127.5**	**147.1**	**185.7**	**193.1**	**208.3**	**216.7**	**216.5**	**111.1**	**130.1**	**542.0**	**834.6**
DRAM	54.6	91.6	106.3	134.5	140.8	153.1	157.8	158.9	54.4	74.4	387.0	610.5
NAND	20.1	29.3	34.4	42.9	44.2	46.9	50.6	48.1	30.1	29.7	126.7	189.8
Foundry/LSI	6.9	6.7	6.4	8.2	8.2	8.3	8.3	9.5	26.6	26.0	28.2	34.3
QoQ/YoY	**85.7**	**56.0**	**15.4**	**26.2**	**4.0**	**7.9**	**4.0**	**-0.1**	**66.8**	**17.2**	**316.5**	**54.0**
DRAM	95.3	67.6	16.1	26.6	4.6	8.8	3.1	0.7	89.8	36.8	420.1	57.7
NAND	119.6	45.4	17.6	24.6	3.0	6.1	8.0	-4.9	94.5	-1.3	327.1	49.7
Foundry/LSI	1.1	-3.7	-4.1	28.7	-0.6	2.0	-0.3	13.8	18.4	-2.1	8.4	21.5
OP	**53.7**	**89.2**	**106.5**	**137.3**	**143.2**	**154.8**	**158.9**	**155.7**	**15.1**	**24.9**	**386.7**	**612.6**
DRAM	43.2	73.3	86.2	110.2	114.9	124.4	126.4	125.0	16.8	30.4	312.8	490.7
NAND	11.9	18.7	23.0	28.7	29.7	31.5	34.0	31.9	3.5	2.0	82.3	127.2
Foundry/LSI	-1.4	-2.8	-2.8	-1.5	-1.4	-1.1	-1.5	-1.3	-5.3	-7.6	-8.5	-5.2
QoQ/YoY	**227.0**	**66.2**	**19.4**	**29.0**	**4.3**	**8.1**	**2.7**	**-2.0**	**TTB**	**64.7**	**1,455.6**	**58.4**
DRAM	170.7	69.7	17.7	27.7	4.3	8.3	1.6	-1.1	TTB	80.4	929.6	56.8
NAND	354.6	57.7	22.8	24.7	3.5	6.1	7.9	-6.0	TTB	-42.1	3,924.9	54.5
Foundry/LSI	RR	RR	RR	RR	RR	RR	RR	RR	RR	RR	RR	RR
OP margin	**65.7**	**69.9**	**72.4**	**74.0**	**74.2**	**74.3**	**73.3**	**71.9**	**13.6**	**19.1**	**71.3**	**73.4**
DRAM	79.0	80.0	81.1	81.9	81.6	81.2	80.1	78.6	31.0	40.8	80.8	80.4
NAND	59.0	64.0	66.9	66.9	67.2	67.3	67.2	66.4	11.8	6.9	65.0	67.0
Foundry/LSI	-20.0	-41.8	-43.1	-18.7	-16.7	-13.4	-18.1	-13.2	-19.9	-29.1	-30.0	-15.3
EBITDA	**63.7**	**99.9**	**120.1**	**151.4**	**157.5**	**169.3**	**173.5**	**170.6**	**49.2**	**62.8**	**435.0**	**670.9**
DRAM	47.4	78.0	92.4	116.8	121.5	130.9	132.9	131.5	27.2	44.6	334.5	516.8
NAND	14.8	21.7	26.7	32.4	33.4	35.1	37.4	35.3	13.5	13.1	95.6	141.2
Foundry/LSI	1.5	0.2	1.0	2.2	2.7	3.2	3.2	3.7	8.4	5.1	4.8	12.9
Capex	**10.2**	**15.4**	**27.2**	**24.0**	**23.4**	**23.4**	**23.4**	**23.4**	**46.3**	**47.5**	**76.8**	**93.7**
DRAM	5.6	7.7	13.6	7.8	10.2	10.2	10.2	10.2	18.4	20.5	34.7	40.6
NAND	2.5	3.9	6.8	4.2	5.3	5.3	5.3	5.3	13.0	12.8	17.4	21.0
Foundry/LSI	2.0	3.9	6.8	12.0	8.0	8.0	8.0	8.0	14.9	14.2	24.7	32.1

Source: Company data, Mirae Asset Securities Research

Table 6. Memory revenue outlook

	1Q26	2Q26	3Q26	4Q26F	1Q27F	2Q27F	3Q27F	4Q27F	2024	2025	2026F	2027F
USD/KRW	**1,464**	**1,502**	**1,421**	**1,400**	**1,400**	**1,400**	**1,400**	**1,400**	**1,363**	**1,422**	**1,447**	**1,400**
QoQ/YoY (%)	1.0	2.6	-5.4	-1.5	0.0	0.0	0.0	0.0	4.4	4.3	1.7	-3.2
DRAM												
Revenue (US$bn)	37.3	61.0	74.8	96.1	100.5	109.4	112.7	113.5	39.8	52.3	269.2	436.1
QoQ/YoY (%)	93.4	63.4	22.7	28.5	4.6	8.8	3.1	0.7	81.8	31.2	415.2	62.0
Shipments (bn Gb)	27.0	30.2	31.1	36.3	36.1	37.9	38.7	38.8	88.8	96.1	124.6	151.5
QoQ/YoY (%)	**1.0**	**12.0**	**3.0**	**16.8**	**-0.7**	**5.0**	**2.3**	**0.1**	**13.0**	**8.3**	**29.6**	**21.6**
ASP (US$)	1.38	2.02	2.40	2.65	2.79	2.89	2.91	2.93	0.45	0.54	2.16	2.88
QoQ/YoY (%)	**91.5**	**45.9**	**19.1**	**10.0**	**5.4**	**3.6**	**0.7**	**0.6**	**60.8**	**21.1**	**297.5**	**33.3**
NAND												
Revenue (US$bn)	13.8	19.5	24.2	30.6	31.6	33.5	36.1	34.4	22.1	20.9	88.1	135.5
QoQ/YoY (%)	117.4	41.8	24.3	26.5	3.0	6.1	8.0	-4.9	86.4	-5.4	322.2	53.8
Shipments (bn GB)	83.0	83.4	87.5	100.6	100.6	105.7	114.1	110.7	298.1	301.6	354.5	431.2
QoQ/YoY (%)	**8.0**	**0.4**	**5.0**	**15.0**	**0.0**	**5.0**	**8.0**	**-3.0**	**11.0**	**1.2**	**17.6**	**21.6**
ASP (US$)	0.17	0.23	0.28	0.30	0.31	0.32	0.32	0.31	0.07	0.07	0.25	0.31
QoQ/YoY (%)	**101.3**	**41.2**	**18.3**	**10.0**	**3.0**	**1.0**	**0.0**	**-2.0**	**67.9**	**-6.4**	**259.1**	**26.5**

Source: Company data, Mirae Asset Securities Research

Samsung Electronics (005930 KS)

Income statement (summarized)

(Wbn)	2025	2026F	2027F	2028F
Revenue	**333,606**	**737,657**	**1,067,996**	**1,144,466**
Cost of revenue	**202,236**	**226,301**	**297,275**	**368,016**
GP	**131,370**	**511,356**	**770,721**	**776,450**
SG&A expenses	**87,769**	**122,730**	**149,203**	**153,059**
OP (adj.)	**43,601**	**388,626**	**621,518**	**623,391**
OP	**43,601**	**388,626**	**621,518**	**623,391**
Non-operating profit	**5,880**	**11,021**	**21,728**	**43,252**
Net financial income	3,987	6,457	18,574	34,630
Net income from associates	683	914	894	889
Pretax profit	49,481	399,647	643,246	666,643
Income tax	4,275	93,517	155,399	161,052
Profit from continuing operations	45,207	306,129	487,847	505,591
Profit from discontinued operations	0	0	0	0
NP	**45,207**	**306,129**	**487,847**	**505,591**
Attributable to owners	44,261	305,900	488,496	506,264
Attributable to minority interests	946	230	-650	-673
Total comprehensive income	**51,291**	**333,125**	**487,847**	**505,591**
Attributable to owners	49,904	327,483	478,964	496,385
Attributable to minority interests	1,387	5,643	8,883	9,206
EBITDA	90,528	443,288	689,672	695,307
FCF	37,793	258,302	454,103	462,115
EBITDA margin (%)	27.1	60.1	64.6	60.8
OP margin (%)	13.1	52.7	58.2	54.5
Net margin (%)	13.3	41.5	45.7	44.2

Balance sheet (summarized)

(Wbn)	2025	2026F	2027F	2028F
Current assets	**247,685**	**625,639**	**1,090,719**	**1,541,582**
Cash & equivalents	57,856	146,252	536,016	946,224
AR & other receivables	58,609	148,015	171,272	183,826
Inventory	52,637	132,933	153,820	165,095
Other current assets	78,583	198,439	229,611	246,437
Non-current assets	**319,257**	**441,648**	**492,357**	**556,312**
Investments in associates	13,772	34,781	40,246	43,196
PP&E	215,305	259,653	290,445	333,974
Intangible assets	29,481	29,598	30,020	30,443
Total assets	**566,942**	**1,067,287**	**1,583,076**	**2,097,894**
Current liabilities	**106,411**	**236,296**	**271,080**	**289,857**
AP & other payables	34,405	86,889	100,541	107,911
Short-term financial liabilities	18,752	14,916	14,916	14,916
Other current liabilities	53,254	134,491	155,623	167,030
Non-current liabilities	**24,210**	**52,254**	**59,287**	**63,083**
Long-term financial liabilities	6,487	7,493	7,493	7,493
Other non-current liabilities	17,723	44,761	51,794	55,590
Total liabilities	**130,622**	**288,550**	**330,367**	**352,940**
Equity attributable to owners	**424,313**	**764,741**	**1,239,363**	**1,732,282**
Capital stock	898	898	898	898
Capital surplus	4,404	4,404	4,404	4,404
Retained earnings	402,136	691,747	1,169,224	1,664,468
Minority interests	**12,007**	**13,996**	**13,346**	**12,673**
Shareholders' equity	**436,320**	**778,737**	**1,252,709**	**1,744,955**

Cash flow statement (summarized)

(Wbn)	2025	2026F	2027F	2028F
Operating cash flow	**85,315**	**352,317**	**549,471**	**573,982**
NP	45,207	306,129	487,847	505,591
Non-cash income/expenses	52,396	156,903	204,280	197,638
Depreciation	43,606	51,092	64,576	68,338
Amortization	3,321	3,569	3,577	3,577
Other	5,469	102,242	136,127	125,723
Chg. in working capital	-9,614	-51,959	-6,530	-3,525
Chg. in AR & other receivables	-2,535	-72,931	-20,288	-10,951
Chg. in inventory	-3,591	-78,523	-20,887	-11,275
Chg. in AP & other payables	-3,257	15,612	5,174	2,793
Income tax	-7,137	-65,226	-155,399	-161,052
Cash flow from investing activities	**-68,512**	**-236,290**	**-140,368**	**-147,479**
Chg. in PP&E	-47,372	-93,861	-95,368	-111,867
Chg. in intangible assets	-4,617	-3,725	-4,000	-4,000
Chg. in financial assets	-9,056	-103,679	-26,969	-14,558
Other	-7,467	-35,025	-14,031	-17,054
Cash flow from financing activities	**-13,478**	**-29,883**	**-13,875**	**-13,345**
Chg. in financial liabilities	5,909	-2,830	0	0
Chg. in equity	0	0	0	0
Dividends	-9,897	-11,103	-11,020	-11,020
Other	-9,490	-15,950	-2,855	-2,325
Chg. in cash	**4,151**	**88,396**	**389,764**	**410,208**
Beginning balance	53,706	57,856	146,252	536,016
Ending balance	57,856	146,252	536,016	946,224

Key valuation metrics/ratios

	2025	2026F	2027F	2028F
P/E (x)	18.3	5.1	3.2	3.0
P/CF (x)	8.3	3.3	2.2	2.2
P/B (x)	1.9	2.0	1.2	0.9
EV/EBITDA (x)	7.7	2.8	1.2	0.5
EPS (W)	6,564	45,858	73,473	76,145
CFPS (W)	14,474	69,414	104,100	105,770
BPS (W)	63,976	117,204	188,590	262,729
DPS (W)	1,668	1,682	1,682	1,682
Dividend payout ratio (%)	21.6	3.2	2.0	1.9
Dividend yield (%)	1.4	0.7	0.7	0.7
Revenue growth (%)	10.9	121.1	44.8	7.2
EBITDA growth (%)	20.1	389.7	55.6	0.8
OP growth (%)	33.2	791.3	59.9	0.3
EPS growth (%)	32.6	598.7	60.2	3.6
AR turnover (x)	7.0	8.2	7.7	7.4
Inventory turnover (x)	6.4	8.0	7.4	7.2
AP turnover (x)	15.9	9.8	8.4	9.3
ROA (%)	8.4	37.5	36.8	27.5
ROE (%)	10.8	51.5	48.7	34.1
ROIC (%)	13.2	79.0	96.1	84.9
Debt-to-equity ratio (%)	29.9	37.1	26.4	20.2
Current ratio (%)	232.8	264.8	402.4	531.8
Net debt-to-equity ratio (%)	-23.1	-38.0	-56.9	-65.2
Interest coverage ratio (x)	72.0	471.6	889.6	892.2

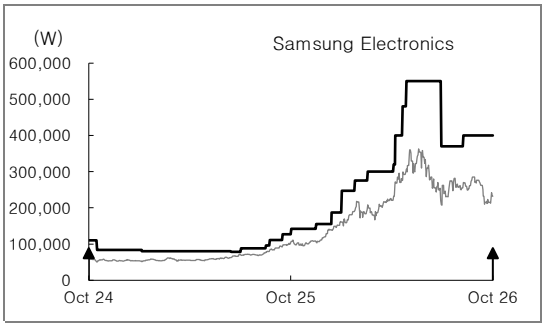
Source: Company data, Mirae Asset Securities Research estimates

Appendix 1

Important disclosures and disclaimers

Two-year rating and TP history

Company	Date	Rating	TP (W)
Samsung Electronics (005930)	09/07/26	Buy	400,000
	07/29/26	Buy	370,000
	05/27/26	Buy	550,000
	05/20/26	Buy	480,000
	05/07/26	Buy	400,000
	05/04/26	Buy	320,000
	03/18/26	Buy	300,000
	02/23/26	Buy	275,000
	01/30/26	Buy	247,000
	01/12/26	Buy	187,000
	12/15/25	Buy	155,000
	10/31/25	Buy	142,000
	10/15/25	Buy	127,000
	09/22/25	Buy	111,000
	09/15/25	Buy	96,000
	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



Stock ratings		Sector ratings	
Buy	Expected 12-month return: +20% or greater	Overweight	Expected to outperform the market over 12 months
Hold	Expected 12-month return: Greater than -10% and less than +10%	Neutral	Expected to perform in line with the market over 12 months
Sell	Expected 12-month return: -10% or less	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	89.66%	0%	9.77%	0.57%
Investment banking services	92.86%	0%	7.14%	0%

* Based on recommendations in the last 12-months (as of September 30, 2026)

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