

**Samsung Electronics Co., Ltd. and its subsidiaries**

**INTERIM CONSOLIDATED STATEMENTS OF INCOME**

(In millions of Korean won, in thousands of US dollars (Note 2.3))

	Notes	For the three months ended September 30,				For the nine months ended September 30,			
		2016 KRW	2015 KRW	2016 USD	2015 USD	2016 KRW	2015 KRW	2016 USD	2015 USD
<b>Revenue</b>		47,815,633	51,682,572	41,173,492	44,503,269	148,535,005	147,338,029	127,901,786	126,871,084
<b>Cost of sales</b>	17	29,411,256	31,609,452	25,325,694	27,218,536	89,394,232	89,520,438	76,976,346	77,085,021
<b>Gross profit</b>		18,404,377	20,073,120	15,847,798	17,284,733	59,140,773	57,817,591	50,925,440	49,786,063
Selling and administrative expenses	17, 18	13,204,288	12,679,747	11,370,061	10,918,384	39,120,922	37,546,914	33,686,577	32,331,216
<b>Operating profit</b>		5,200,089	7,393,373	4,477,737	6,366,349	20,019,851	20,270,677	17,238,863	17,454,847
Other non-operating income	19	1,083,572	320,297	933,051	275,804	2,061,889	1,335,872	1,775,469	1,150,304
Other non-operating expense	19	545,721	404,293	469,914	348,133	1,399,810	869,351	1,205,360	748,589
Share of profit of associates and joint ventures	6	4,975	23,694	4,284	20,403	18,398	113,872	15,842	98,054
Financial income	20	2,303,768	3,385,634	1,983,748	2,915,331	7,369,760	7,961,000	6,346,016	6,855,126
Financial expense	20	2,075,981	3,328,586	1,787,603	2,866,207	6,904,942	7,575,284	5,945,766	6,522,990
<b>Profit before income tax</b>		5,970,702	7,390,119	5,141,303	6,363,547	21,165,146	21,236,786	18,225,064	18,286,752
Income tax expense	21	1,432,847	1,931,560	1,233,808	1,663,245	5,527,095	5,400,115	4,759,318	4,649,977
<b>Profit for the period</b>		4,537,855	5,458,559	3,907,495	4,700,302	15,638,051	15,836,671	13,465,746	13,636,775
Profit attributable to owners of the parent		4,408,790	5,306,104	3,796,358	4,569,025	15,498,474	15,452,161	13,345,558	13,305,678
Profit attributable to non-controlling interests		129,065	152,455	111,137	131,277	139,577	384,510	120,188	331,097
Earnings per share for profit attributable to owners of the parent (in Korean Won, in US dollars)	22								
- Basic		31,303	35,630	26.95	30.68	108,728	103,720	93.62	89.31
- Diluted		31,303	35,629	26.95	30.68	108,728	103,718	93.62	89.31

The accompanying notes are an integral part of these consolidated financial statements.

Samsung Electronics Co., Ltd. and its subsidiaries

**INTERIM CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME**

(In millions of Korean won, in thousands of US dollars (Note 2.3))

	Notes	For the three months ended September 30,				For the nine months ended September 30,			
		2016 KRW	2015 KRW	2016 USD	2015 USD	2016 KRW	2015 KRW	2016 USD	2015 USD
<b>Profit for the period</b>		4,537,855	5,458,559	3,907,495	4,700,302	15,638,051	15,836,671	13,465,746	13,636,775
<b>Other comprehensive income (loss)</b>									
<b>Items not to be reclassified to profit or loss subsequently:</b>									
Remeasurement of net defined benefit liabilities, net of tax	16	(38,987)	(17,309)	(33,571)	(14,905)	(86,032)	(67,240)	(74,081)	(57,900)
Share of other comprehensive income (loss) of associates and joint ventures, net of tax		37,459	(524)	32,256	(451)	36,092	(1,939)	31,078	(1,670)
<b>Items to be reclassified to profit or loss subsequently:</b>									
Changes in value of available-for-sale financial assets, net of tax	16	(456,032)	(339,259)	(392,684)	(292,132)	(426,117)	(818,154)	(366,924)	(704,503)
Share of other comprehensive income (loss) of associates and joint ventures, net of tax	16	(37,909)	(1,205)	(32,643)	(1,038)	(172,758)	3,976	(148,760)	3,424
Foreign currency translation, net of tax	16	(3,845,008)	1,841,124	(3,310,893)	1,585,372	(3,734,733)	2,110,157	(3,215,936)	1,817,033
<b>Other comprehensive income (loss) for the period, net of tax</b>		(4,340,477)	1,482,827	(3,737,535)	1,276,846	(4,383,548)	1,226,800	(3,774,623)	1,056,384
<b>Total comprehensive income for the period</b>		197,378	6,941,386	169,960	5,977,148	11,254,503	17,063,471	9,691,123	14,693,159
<b>Comprehensive income attributable to:</b>									
Owners of the parent		132,268	6,735,178	113,894	5,799,584	11,158,654	16,632,865	9,608,589	14,322,369
Non-controlling interests		65,110	206,208	56,065	177,563	95,849	430,606	82,534	370,790

The accompanying notes are an integral part of these interim consolidated financial statements.