SAMSUNG ELECTRONICS CO., LTD. AND ITS SUBSIDIARIES

Interim Consolidated Financial Statements

June 30, 2026 and 2025

(With Independent Auditors' Review Report Thereon)

Contents

KPMG SAMJONG

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Independent Auditors' Review Report

Based on a report originally issued in Korean

To the Board of Directors and Shareholders
Samsung Electronics Co., Ltd.:

Reviewed Financial Statements

We have reviewed the accompanying interim consolidated financial statements of Samsung Electronics Co., Ltd. and its subsidiaries ("the Group"), expressed in Korean won which comprise the interim consolidated statement of financial position as of June 30, 2026, the interim consolidated statements of profit or loss and comprehensive income for the three-month and six-month periods ended June 30, 2026 and 2025, interim consolidated statements of changes in equity and cash flows for the six-month periods ended June 30, 2026 and 2025, and notes, including material accounting policies and other explanatory information.

Management's Responsibility for the Interim Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of these interim consolidated financial statements in accordance with Korean International Financial Reporting Standard No. 1034, *Interim Financial Reporting,* and for such internal control as management determines is necessary to enable the preparation of interim consolidated financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to issue a report on these interim consolidated financial statements based on our reviews.

We conducted our reviews in accordance with the Review Standards for Quarterly and Semiannual Financial Statements established by the Securities and Futures Commission of the Republic of Korea. A review of interim financial information consists principally of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Korean Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our reviews, nothing has come to our attention that causes us to believe that the interim consolidated financial statements referred to above are not presented fairly, in all material respects, in accordance with Korean International Financial Reporting Standard No. 1034, *Interim Financial Reporting.*

KPMG

Other matters

We have audited the consolidated statement of financial position of the Group as of December 31, 2025, and the related consolidated statements of profit or loss, comprehensive income, changes in equity and cash flows for the year then ended, which are not accompanying this review report, in accordance with Korean Standards on Auditing, and our report thereon, dated February 12, 2026, expressed an unmodified opinion. The accompanying consolidated statement of financial position of the Group as of December 31, 2025, presented for comparative purposes, is not different from that audited by us in all material respects.

The procedures and practices utilized in the Republic of Korea to review such interim consolidated financial statements may differ from those generally accepted and applied in other countries.

The accompanying interim consolidated financial statements as of June 30, 2026 and December 31, 2025 and for the three-month and six-month periods ended June 30, 2026 and 2025 have been translated into United States dollars solely for the convenience of the reader and such translation does not comply with Korean International Financial Reporting Standards. We have reviewed the translation and nothing came to our attention that causes us to believe that the interim consolidated financial statements expressed in Korean won have not been translated into dollars on the basis set forth in note 2.3 to the interim consolidated financial statements.

KPMG Samjong Accounting Corp.

Seoul, Korea
August 13, 2026

This report is effective as of August 13, 2026, the review report date. Certain subsequent events or circumstances, which may occur between the review report date and the time of reading this report, could have a material impact on the accompanying interim consolidated financial statements and notes thereto. Accordingly, the readers of the review report should understand that the above review report has not been updated to reflect the impact of such subsequent events or circumstances, if any.

Samsung Electronics Co., Ltd. and its subsidiaries

INTERIM CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

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

	Notes	June 30, 2026	December 31, 2025	June 30, 2026	December 31, 2025
		KRW	KRW	USD	USD
Assets					
Current assets					
Cash and cash equivalents	3, 26	92,916,382	57,856,378	62,705,801	39,045,112
Short-term financial instruments	3, 26	97,036,646	67,965,021	65,486,414	45,867,058
Short-term financial assets at fair value through profit or loss	3, 4, 26	46,000	25,715	31,044	17,354
Trade receivables	3, 26	96,408,968	51,127,642	65,062,817	34,504,139
Non-trade receivables	3, 26	8,186,319	7,481,327	5,524,641	5,048,869
Prepaid expenses		4,207,615	3,627,172	2,839,562	2,447,843
Inventories	5	71,389,118	52,636,828	48,177,853	35,522,632
Other current assets	3, 26	9,520,934	6,964,529	6,425,325	4,700,101
		379,711,982	**247,684,612**	**256,253,457**	**167,153,108**
Non-current assets					
Financial assets at fair value through other comprehensive income	3, 4, 26	37,912,513	16,295,005	25,585,741	10,996,891
Financial assets at fair value through profit or loss	3, 4, 26	1,435,864	1,280,501	969,011	864,162
Investments in associates and joint ventures	6	14,446,902	13,772,121	9,749,675	9,294,291
Property, plant and equipment	7	224,371,952	215,304,784	151,420,263	145,301,170
Intangible assets	8	29,386,502	29,480,565	19,831,854	19,895,334
Net defined benefit assets	11	6,302,183	4,271,547	4,253,108	2,882,708
Deferred income tax assets		13,164,861	18,840,559	8,884,474	12,714,791
Other non-current assets	3, 26	52,747,757	20,012,416	35,597,495	13,505,633
		379,768,534	**319,257,498**	**256,291,621**	**215,454,980**
Total assets		**759,480,516**	**566,942,110**	**512,545,078**	**382,608,088**

The above interim consolidated statements of financial position should be read in conjunction with the accompanying notes.

Samsung Electronics Co., Ltd. and its subsidiaries

INTERIM CONSOLIDATED STATEMENTS OF FINANCIAL POSITION – (Continued)

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

	Notes	June 30, 2026	December 31, 2025	June 30, 2026	December 31, 2025
		KRW	KRW	USD	USD
Liabilities and Equity					
Current liabilities					
Trade payables	3, 26	17,204,681	13,039,380	11,610,798	8,799,791
Short-term borrowings	3, 9, 26	13,710,121	17,574,980	9,252,449	11,860,699
Other payables	3, 26	18,188,165	21,365,657	12,274,514	14,418,885
Advances received	14	3,295,051	1,933,598	2,223,707	1,304,913
Withholdings	3, 26	1,171,446	1,001,885	790,565	676,135
Accrued expenses	3, 14, 26	35,454,000	32,707,431	23,926,582	22,073,025
Current income tax liabilities		30,303,054	7,037,174	20,450,401	4,749,126
Current portion of long-term liabilities	3, 9, 10, 26	1,205,829	1,177,508	813,769	794,656
Provisions	12	10,596,988	7,690,559	7,151,512	5,190,071
Other current liabilities	3, 14, 26	3,060,282	2,883,176	2,065,271	1,945,749
		134,189,617	**106,411,348**	**90,559,568**	**71,813,050**
Non-current liabilities					
Debentures	3, 10, 26	7,668	7,134	5,175	4,814
Long-term borrowings	3, 9, 26	7,485,103	6,479,517	5,051,417	4,372,784
Long-term other payables	3, 26	4,803,902	5,602,031	3,241,974	3,780,602
Net defined benefit liabilities	11	609,291	558,520	411,188	376,924
Deferred income tax liabilities		4,888,855	709,226	3,299,306	478,630
Long-term provisions	12	3,717,725	2,900,411	2,508,954	1,957,379
Other non-current liabilities	3, 14, 26	24,468,679	7,953,586	16,512,999	5,367,580
		45,981,223	**24,210,425**	**31,031,013**	**16,338,713**
Total liabilities		**180,170,840**	**130,621,773**	**121,590,581**	**88,151,763**

The above interim consolidated statements of financial position should be read in conjunction with the accompanying notes.

Samsung Electronics Co., Ltd. and its subsidiaries

INTERIM CONSOLIDATED STATEMENTS OF FINANCIAL POSITION – (Continued)

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

	Notes	June 30, 2026	December 31, 2025	June 30, 2026	December 31, 2025
		KRW	KRW	USD	USD
Equity attributable to owners of the parent company					
Preference shares	15	119,467	119,467	80,624	80,624
Ordinary shares	15	778,047	778,047	525,075	525,075
Share premium		4,403,893	4,403,893	2,972,023	2,972,023
Retained earnings	16	509,097,564	402,135,600	343,570,961	271,386,320
Other components of equity	17	50,665,769	16,876,248	34,192,438	11,389,150
		565,064,740	**424,313,255**	**381,341,121**	**286,353,192**
Non-controlling interests		14,244,936	12,007,082	9,613,376	8,103,133
Total equity		**579,309,676**	**436,320,337**	**390,954,497**	**294,456,325**
Total liabilities and equity		**759,480,516**	**566,942,110**	**512,545,078**	**382,608,088**

The above interim consolidated statements of financial position should be read in conjunction with the accompanying notes.

Samsung Electronics Co., Ltd. and its subsidiaries

INTERIM CONSOLIDATED STATEMENTS OF PROFIT OR LOSS

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

		For the three-month periods ended June 30,				For the six-month periods ended June 30,			
	Notes	**2026**	**2025**	**2026**	**2025**	**2026**	**2025**	**2026**	**2025**
		KRW	KRW	USD	USD	KRW	KRW	USD	USD
Revenue	27	171,499,470	74,566,317	115,738,597	50,322,027	305,372,914	153,706,820	206,084,792	103,731,000
Cost of sales	18	52,198,759	49,069,566	35,226,996	33,115,220	104,159,030	100,079,497	70,293,045	67,539,920
Gross profit		**119,300,711**	**25,496,751**	**80,511,601**	**17,206,807**	**201,213,884**	**53,627,323**	**135,791,747**	**36,191,080**
Selling and administrative expenses	18, 19	29,808,299	20,820,694	20,116,510	14,051,110	54,488,675	42,265,994	36,772,375	28,523,743
Operating profit	27	**89,492,412**	**4,676,057**	**60,395,091**	**3,155,697**	**146,725,209**	**11,361,329**	**99,019,372**	**7,667,337**
Other non-operating income	20	440,736	302,750	297,436	204,315	916,374	1,409,055	618,427	950,919
Other non-operating expense	20	447,608	283,194	302,073	191,117	837,090	524,607	564,921	354,038
Share of net profit of associates and joint ventures	6	239,084	159,018	161,349	107,315	483,842	277,871	326,527	187,525
Financial income	21	8,352,399	4,345,852	5,636,723	2,932,853	14,475,364	8,316,736	9,768,883	5,612,655
Financial expense	21	3,637,218	3,444,354	2,454,623	2,324,466	8,495,460	5,932,679	5,733,269	4,003,744
Profit before income tax		**94,439,805**	**5,756,129**	**63,733,903**	**3,884,597**	**153,268,239**	**14,907,705**	**103,435,019**	**10,060,654**
Income tax expense	22	22,815,344	639,694	15,397,225	431,706	34,418,506	1,568,392	23,227,766	1,058,449
Profit for the period		**71,624,461**	**5,116,435**	**48,336,678**	**3,452,891**	**118,849,733**	**13,339,313**	**80,207,253**	**9,002,205**
Profit attributable to:									
Owners of the parent company		71,269,468	4,934,034	48,097,106	3,329,795	118,370,658	12,962,441	79,883,943	8,747,868
Non-controlling interests		354,993	182,401	239,572	123,096	479,075	376,872	323,310	254,337
Earnings per share *(in Korean won, in US dollars)*	23								
- Basic		10,849	737	7.32	0.50	17,950	1,929	12.11	1.30
- Diluted		10,733	737	7.24	0.50	17,768	1,929	11.99	1.30

The above interim consolidated statements of profit or loss should be read in conjunction with the accompanying notes.

Samsung Electronics Co., Ltd. and its subsidiaries

INTERIM CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

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

	Notes	For the three-month periods ended June 30,				For the six-month periods ended June 30,			
		2026	**2025**	**2026**	**2025**	**2026**	**2025**	**2026**	**2025**
		KRW	KRW	USD	USD	KRW	KRW	USD	USD
Profit for the period		**71,624,461**	**5,116,435**	**48,336,678**	**3,452,891**	**118,849,733**	**13,339,313**	**80,207,253**	**9,002,205**
Other comprehensive income (loss)									
Items that will not be reclassified subsequently to profit or loss:									
Gain on valuation of financial assets at fair value through other comprehensive income, net of tax	17	9,981,136	738,266	6,735,896	498,228	14,351,234	664,716	9,685,112	448,592
Share of other comprehensive income of associates and joint ventures, net of tax	17	21,504	18,891	14,512	12,749	79,042	44,275	53,342	29,880
Remeasurement of net defined benefit liabilities (assets), net of tax	17	(131,529)	(35,870)	(88,764)	(24,207)	(329,490)	(67,650)	(222,361)	(45,654)
Items that may be reclassified subsequently to profit or loss:									
Share of other comprehensive income (loss) of associates and joint ventures, net of tax	17	45,064	(233,131)	30,412	(157,331)	205,229	(202,648)	138,502	(136,760)
Foreign currency translation differences for foreign operations, net of tax	17	4,155,770	(9,038,545)	2,804,574	(6,099,777)	12,655,301	(7,773,341)	8,540,591	(5,245,938)
Gain (loss) on valuation of cash flow hedge derivatives	17	13,219	(20,716)	8,922	(13,981)	34,789	(23,419)	23,478	(15,805)
Other comprehensive income (loss) for the period, net of tax		**14,085,164**	**(8,571,105)**	**9,505,552**	**(5,784,319)**	**26,996,105**	**(7,358,067)**	**18,218,664**	**(4,965,685)**
Total comprehensive income (loss) for the period		**85,709,625**	**(3,454,670)**	**57,842,230**	**(2,331,428)**	**145,845,838**	**5,981,246**	**98,425,917**	**4,036,520**
Comprehensive income (loss) attributable to:									
Owners of the parent company		84,149,027	(3,571,805)	56,789,040	(2,410,478)	143,613,296	5,740,518	96,919,258	3,874,061
Non-controlling interests		1,560,598	117,135	1,053,190	79,050	2,232,542	240,728	1,506,659	162,459

The above interim consolidated statements of comprehensive income should be read in conjunction with the accompanying notes.

Samsung Electronics Co., Ltd. and its subsidiaries

INTERIM CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

(In millions of Korean won)

For the six-month period ended June 30, 2026	Notes	Preference shares	Ordinary shares	Share premium	Retained earnings	Other components of equity	Equity attributable to owners of the parent company	Non-controlling interests	Total
Balance as of January 1, 2026		**119,467**	**778,047**	**4,403,893**	**402,135,600**	**16,876,248**	**424,313,255**	**12,007,082**	**436,320,337**
Profit for the period		-	-	-	118,370,658	-	118,370,658	479,075	118,849,733
Gain on valuation of financial assets at fair value through other comprehensive income, net of tax	17	-	-	-	144,178	12,541,193	12,685,371	1,665,863	14,351,234
Share of other comprehensive income (loss) of associates and joint ventures, net of tax	17	-	-	-	-	284,467	284,467	(196)	284,271
Foreign currency translation differences for foreign operations, net of tax	17	-	-	-	-	12,567,217	12,567,217	88,084	12,655,301
Remeasurement of net defined benefit liabilities (assets), net of tax	17	-	-	-	-	(329,206)	(329,206)	(284)	(329,490)
Gain on valuation of cash flow hedge derivatives	17	-	-	-	-	34,789	34,789	-	34,789
Total comprehensive income for the period		**-**	**-**	**-**	**118,514,836**	**25,098,460**	**143,613,296**	**2,232,542**	**145,845,838**
Dividends declared	16	-	-	-	(6,206,800)	-	(6,206,800)	(14,566)	(6,221,366)
Capital transactions under common control		-	-	-	-	-	-	19,728	19,728
Changes in consolidated entities		-	-	-	-	-	-	150	150
Purchase of treasury shares	15	-	-	-	-	(13,248,625)	(13,248,625)	-	(13,248,625)
Retirement of treasury shares	15	-	-	-	(5,346,072)	5,346,072	-	-	-
Share-based compensation	17	-	-	-	-	16,593,614	16,593,614	-	16,593,614
Total transactions with owners		**-**	**-**	**-**	**(11,552,872)**	**8,691,061**	**(2,861,811)**	**5,312**	**(2,856,499)**
Balance as of June 30, 2026		**119,467**	**778,047**	**4,403,893**	**509,097,564**	**50,665,769**	**565,064,740**	**14,244,936**	**579,309,676**

The above interim consolidated statements of changes in equity should be read in conjunction with the accompanying notes.

Samsung Electronics Co., Ltd. and its subsidiaries

INTERIM CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY– (Continued)

(In thousands of US dollars (Note 2.3))

For the six-month period ended June 30, 2026	Notes	Preference shares	Ordinary shares	Share premium	Retained earnings	Other components of equity	Equity attributable to owners of the parent company	Non-controlling interests	Total
Balance as of January 1, 2026		**80,624**	**525,075**	**2,972,023**	**271,386,320**	**11,389,150**	**286,353,192**	**8,103,133**	**294,456,325**
Profit for the period		-	-	-	79,883,943	-	79,883,943	323,310	80,207,253
Gain on valuation of financial assets at fair value through other comprehensive income, net of tax	17	-	-	-	97,300	8,463,584	8,560,884	1,124,228	9,685,112
Share of other comprehensive income (loss) of associates and joint ventures, net of tax	17	-	-	-	-	191,976	191,976	(132)	191,844
Foreign currency translation differences for foreign operations, net of tax	17	-	-	-	-	8,481,146	8,481,146	59,445	8,540,591
Remeasurement of net defined benefit liabilities (assets), net of tax	17	-	-	-	-	(222,169)	(222,169)	(192)	(222,361)
Gain on valuation of cash flow hedge derivatives	17	-	-	-	-	23,478	23,478	-	23,478
Total comprehensive income for the period		-	-	-	**79,981,243**	**16,938,015**	**96,919,258**	**1,506,659**	**98,425,917**
Dividends declared	16	-	-	-	(4,188,737)	-	(4,188,737)	(9,831)	(4,198,568)
Capital transactions under common control		-	-	-	-	-	-	13,314	13,314
Changes in consolidated entities		-	-	-	-	-	-	101	101
Purchase of treasury shares		-	-	-	-	(8,941,003)	(8,941,003)	-	(8,941,003)
Retirement of treasury shares	15	-	-	-	(3,607,865)	3,607,865	-	-	-
Share-based compensation	17	-	-	-	-	11,198,411	11,198,411	-	11,198,411
Total transactions with owners		-	-	-	**(7,796,602)**	**5,865,273**	**(1,931,329)**	**3,584**	**(1,927,745)**
Balance as of June 30, 2026		**80,624**	**525,075**	**2,972,023**	**343,570,961**	**34,192,438**	**381,341,121**	**9,613,376**	**390,954,497**

The above interim consolidated statements of changes in equity should be read in conjunction with the accompanying notes.

Samsung Electronics Co., Ltd. and its subsidiaries

INTERIM CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY– (Continued)

(In millions of Korean won)

For the six-month period ended June 30, 2025	Notes	Preference shares	Ordinary shares	Share premium	Retained earnings	Other components of equity	Equity attributable to owners of the parent company	Non-controlling interests	Total
Balance as of January 1, 2025		**119,467**	**778,047**	**4,403,893**	**370,513,188**	**15,873,008**	**391,687,603**	**10,504,467**	**402,192,070**
Profit for the period		-	-	-	12,962,441	-	12,962,441	376,872	13,339,313
Gain (loss) on valuation of financial assets at fair value through other comprehensive income, net of tax		-	-	-	80,245	587,519	667,764	(3,048)	664,716
Share of other comprehensive loss of associates and joint ventures, net of tax		-	-	-	-	(157,898)	(157,898)	(475)	(158,373)
Foreign currency translation differences for foreign operations, net of tax		-	-	-	-	(7,640,737)	(7,640,737)	(132,604)	(7,773,341)
Remeasurement of net defined benefit liabilities (assets), net of tax		-	-	-	-	(67,633)	(67,633)	(17)	(67,650)
Loss on valuation of cash flow hedge derivatives		-	-	-	-	(23,419)	(23,419)	-	(23,419)
Total comprehensive income (loss) for the period		**-**	**-**	**-**	**13,042,686**	**(7,302,168)**	**5,740,518**	**240,728**	**5,981,246**
Dividends declared	16	-	-	-	(4,901,590)	-	(4,901,590)	(80,277)	(4,981,867)
Capital transactions under common control		-	-	-	-	-	-	(1,071)	(1,071)
Changes in consolidated entities		-	-	-	-	-	-	204,003	204,003
Purchase of treasury shares		-	-	-	-	(4,276,964)	(4,276,964)	-	(4,276,964)
Retirement of treasury shares		-	-	-	(3,049,040)	3,049,040	-	-	-
Share-based compensation		-	-	-	-	452,522	452,522	-	452,522
Other		-	-	-	-	(7,972)	(7,972)	-	(7,972)
Total transactions with owners		**-**	**-**	**-**	**(7,950,630)**	**(783,374)**	**(8,734,004)**	**122,655**	**(8,611,349)**
Balance as of June 30, 2025		**119,467**	**778,047**	**4,403,893**	**375,605,244**	**7,787,466**	**388,694,117**	**10,867,850**	**399,561,967**

The above interim consolidated statements of changes in equity should be read in conjunction with the accompanying notes.

Samsung Electronics Co., Ltd. and its subsidiaries

INTERIM CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY– (Continued)

(In thousands of US dollars (Note 2.3))

For the six-month period ended June 30, 2025	Notes	Preference shares	Ordinary shares	Share premium	Retained earnings	Other components of equity	Equity attributable to owners of the parent company	Non-controlling interests	Total
Balance as of January 1, 2025		**80,624**	**525,075**	**2,972,023**	**250,045,533**	**10,712,101**	**264,335,356**	**7,089,073**	**271,424,429**
Profit for the period		-	-	-	8,747,868	-	8,747,868	254,337	9,002,205
Gain (loss) on valuation of financial assets at fair value through other comprehensive income, net of tax		-	-	-	54,154	396,495	450,649	(2,057)	448,592
Share of other comprehensive loss of associates and joint ventures, net of tax		-	-	-	-	(106,559)	(106,559)	(321)	(106,880)
Foreign currency translation differences for foreign operations, net of tax		-	-	-	-	(5,156,449)	(5,156,449)	(89,489)	(5,245,938)
Remeasurement of net defined benefit liabilities (assets), net of tax		-	-	-	-	(45,643)	(45,643)	(11)	(45,654)
Loss on valuation of cash flow hedge derivatives		-	-	-	-	(15,805)	(15,805)	-	(15,805)
Total comprehensive income (loss) for the period		**-**	**-**	**-**	**8,802,022**	**(4,927,961)**	**3,874,061**	**162,459**	**4,036,520**
Dividends declared	16	-	-	-	(3,307,900)	-	(3,307,900)	(54,176)	(3,362,076)
Capital transactions under common control		-	-	-	-	-	-	(723)	(723)
Changes in consolidated entities		-	-	-	-	-	-	137,674	137,674
Purchase of treasury shares		-	-	-	-	(2,886,364)	(2,886,364)	-	(2,886,364)
Retirement of treasury shares		-	-	-	(2,057,683)	2,057,683	-	-	-
Share-based compensation		-	-	-	-	305,391	305,391	-	305,391
Other		-	-	-	-	(5,380)	(5,380)	-	(5,380)
Total transactions with owners		**-**	**-**	**-**	**(5,365,583)**	**(528,670)**	**(5,894,253)**	**82,775**	**(5,811,478)**
Balance as of June 30, 2025		**80,624**	**525,075**	**2,972,023**	**253,481,972**	**5,255,470**	**262,315,164**	**7,334,307**	**269,649,471**

The above interim consolidated statements of changes in equity should be read in conjunction with the accompanying notes.

Samsung Electronics Co., Ltd. and its subsidiaries

INTERIM CONSOLIDATED STATEMENTS OF CASH FLOWS

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

		For the six-month periods ended June 30,			
	Notes	2026	2025	2026	2025
		KRW	KRW	USD	USD
Operating activities					
Profit for the period		118,849,733	13,339,313	80,207,253	9,002,205
Adjustments	24	72,964,191	25,028,728	49,240,812	16,890,955
Changes in assets and liabilities arising from operating activities	24	(42,353,998)	(3,282,196)	(28,583,135)	(2,215,032)
Cash generated from operations		**149,459,926**	**35,085,845**	**100,864,930**	**23,678,128**
Interest received		2,060,331	2,577,375	1,390,441	1,739,375
Interest paid		(240,734)	(273,038)	(162,462)	(184,263)
Dividends received		202,966	194,783	136,974	131,452
Income tax paid		(6,127,297)	(3,643,963)	(4,135,085)	(2,459,175)
Net cash from operating activities		**145,355,192**	**33,941,002**	**98,094,798**	**22,905,517**
Investing activities					
Net decrease (increase) in short-term financial instruments		(26,275,744)	3,212,673	(17,732,520)	2,168,113
Net decrease (increase) in short-term financial assets at fair value through profit or loss		(20,286)	9,302	(13,690)	6,278
Disposal of long-term financial instruments		1,100,000	676,413	742,349	456,486
Acquisition of long-term financial instruments		(32,365,067)	(601,024)	(21,841,977)	(405,609)
Disposal of financial assets at fair value through other comprehensive income		264,301	401,353	178,367	270,858
Acquisition of financial assets at fair value through other comprehensive income		(2,051,738)	(53,796)	(1,384,641)	(36,305)
Disposal of financial assets at fair value through profit or loss		20,836	56,281	14,061	37,982
Acquisition of financial assets at fair value through profit or loss		(95,217)	(88,579)	(64,258)	(59,779)
Disposal of investments in associates and joint ventures		13,102	3,143	8,842	2,121
Acquisition of investments in associates and joint ventures		-	(322,146)	-	(217,404)
Disposal of property, plant and equipment		153,301	102,496	103,456	69,171
Acquisition of property, plant and equipment		(31,234,818)	(26,831,217)	(21,079,214)	(18,107,388)
Disposal of intangible assets		810	10,954	547	7,392
Acquisition of intangible assets		(1,725,464)	(2,039,179)	(1,164,451)	(1,376,166)
Receipt of government grants		1,592,914	1,667,835	1,074,998	1,125,560
Cash inflow (outflow) from business combination		13,512	(214,033)	9,119	(144,443)
Cash outflow due to business transfer		(5,849)	-	(3,947)	-
Cash outflow from other investing activities		(234,599)	(163,979)	(158,322)	(110,663)
Net cash used in investing activities		**(90,850,006)**	**(24,173,503)**	**(61,311,281)**	**(16,313,796)**

The above interim consolidated statements of cash flows should be read in conjunction with the accompanying notes.

INTERIM CONSOLIDATED STATEMENTS OF CASH FLOWS – (Continued)

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

		For the six-month periods ended June 30,			
	Notes	**2026**	**2025**	**2026**	**2025**
		KRW	KRW	USD	USD
Financing activities					
Net decrease in short-term borrowings		(3,989,199)	(5,936,276)	(2,692,162)	(4,006,171)
Increase in long-term borrowings		800,505	2,003,746	540,231	1,352,253
Repayment of debentures and long-term borrowings		(700,203)	(1,555,626)	(472,541)	(1,049,834)
Dividends paid		(6,222,802)	(4,982,218)	(4,199,537)	(3,362,313)
Purchase of treasury shares		(13,248,625)	(4,276,964)	(8,941,003)	(2,886,364)
Net increase (decrease) in non-controlling interests		19,728	(1,072)	13,314	(723)
Net cash used in financing activities		**(23,340,596)**	**(14,748,410)**	**(15,751,698)**	**(9,953,152)**
Effect of foreign exchange rate changes		3,895,414	(1,604,643)	2,628,870	(1,082,914)
Net increase (decrease) in cash and cash equivalents		**35,060,004**	**(6,585,554)**	**23,660,689**	**(4,444,345)**
Cash and cash equivalents, beginning of the period		57,856,378	53,705,579	39,045,112	36,243,892
Cash and cash equivalents, end of the period		**92,916,382**	**47,120,025**	**62,705,801**	**31,799,547**

The above interim consolidated statements of cash flows should be read in conjunction with the accompanying notes.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As of June 30, 2026 and December 31, 2025 and
for the three-month and six-month periods ended June 30, 2026 and 2025

1. General Information

1.1 Company Overview

Samsung Electronics Co., Ltd. (“SEC”) was incorporated under the laws of the Republic of Korea in 1969 and listed its shares on the Korea Stock Exchange in 1975. SEC and its subsidiaries (collectively referred to as the “Company”) operate four business divisions: DX, DS, SDC and Harman. DX (Device eXperience) division comprises businesses for digital televisions, refrigerators, smartphones and communication systems. DS (Device Solutions) division comprises businesses for memory, foundry, and system Large Scale Integration (LSI). SDC includes display panels products. Harman division includes connected car systems, audio and visual products, enterprise automation solutions and connected services. SEC is domiciled in the Republic of Korea and is located in Suwon, the Republic of Korea.

These consolidated financial statements have been prepared in accordance with Korean International Financial Reporting Standards (“Korean IFRS”) 1110, *Consolidated Financial Statements*. SEC, as the controlling company, consolidates its 309 subsidiaries, including Samsung Display Co., Ltd. and Samsung Electronics America Inc. The Company also applies the equity method of accounting for its 33 associates and joint ventures, including Samsung Electro-Mechanics Co., Ltd.

1.2 Consolidated Subsidiaries

The consolidated subsidiaries as of June 30, 2026 are as follows:

Region	Subsidiaries	Business	Percentage of ownership (%)(*)
America	Samsung Electronics America, Inc. (SEA)	Sale of electronic devices	100.0
	Samsung International, Inc. (SII)	Manufacture of electronic devices	100.0
	Samsung Mexicana S.A. de C.V (SAMEX)	Manufacture of electronic devices	100.0
	Samsung Electronics Home Appliances America, LLC (SEHA)	Manufacture of home appliances	100.0
	Samsung Research America, Inc. (SRA)	Research and Development (R&D)	100.0
	Samsung Next LLC (SNX)	Management of overseas subsidiaries	100.0
	Samsung Next Fund LLC (SNXF)	Technology business, venture capital investments	100.0
	Samsung HME America, Inc. (formerly NeuroLogica Corp.)	Manufacture and sale of medical equipment	100.0
	Samsung Lennox HVAC North America, LLC	Sale of air conditioning products	50.1
	Joyent, Inc.	Cloud services	100.0
	SmartThings, Inc.	Smart home platforms	100.0
	TeleWorld Solutions, Inc. (TWS)	Installation and optimization of network devices	100.0
	Xealth Inc.	Digital healthcare platform	100.0
	Samsung Semiconductor, Inc. (SSI)	Sale of semiconductor and display panels	100.0
	Samsung Federal, Inc. (SFI)	R&D	100.0
	Samsung Austin Semiconductor LLC. (SAS)	Manufacture of semiconductors	100.0
	Samsung Oak Holdings, Inc. (SHI)	Management of overseas subsidiaries	100.0
	SEMES America, Inc.	Maintenance of semiconductor equipment	100.0
	Samsung Display America Holdings, Inc. (SDAH)	Management of overseas subsidiaries	100.0
	eMagin Corporation	Development and manufacture of display panels	100.0
	Samsung Electronics Canada, Inc. (SECA)	Sale of electronic devices	100.0
	AdGear Technologies Inc.	Digital advertising platforms	100.0
	Sonio Corporation	Sale of software	100.0
	RAINBOW ROBOTICS USA Co., Ltd.	Sale of robots	100.0

(*) Ownership represents the Company’s ownership of the voting rights in each entity, including subsidiaries’ ownerships.

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS – (Continued)

Region	Subsidiaries	Business	Percentage of ownership (%)(*)
America	Samsung Eletronica da Amazonia Ltda. (SEDA)	Manufacture and sale of electronic devices	100.0
	Samsung Electronics Mexico S.A. De C.V. (SEM)	Sale of electronic devices	100.0
	Samsung Electronics Digital Appliance Mexico, SA de CV (SEDAM)	Manufacture of home appliances	100.0
	Samsung Electronics Latinoamerica(Zona Libre), S. A. (SELA)	Sale of electronic devices	100.0
	Samsung Electronics Latinoamerica Miami, Inc. (SEMI)	Sale of electronic devices	100.0
	Samsung Electronica Colombia S.A. (SAMCOL)	Sale of electronic devices	100.0
	Samsung Electronics Argentina S.A. (SEASA)	Marketing and services	100.0
	Samsung Electronics Chile Limitada (SECH)	Sale of electronic devices	100.0
	Samsung Electronics Peru S.A.C. (SEPR)	Sale of electronic devices	100.0
	Samsung Electronics Venezuela, C.A. (SEVEN)	Marketing and services	100.0
	Samsung Electronics Panama. S.A. (SEPA)	Consulting	100.0
	SEMCO LLC	Manufacture and sale of air conditioning products	100.0
	SEMCO Duct & Acoustical Products Inc.	Manufacture and sale of air conditioning products	100.0
	Woods Air Movement Ltd.	Manufacture and sale of air conditioning products	100.0
	Harman International Industries, Inc.	Management of overseas subsidiaries	100.0
	Harman Becker Automotive Systems, Inc.	Manufacture and sale of audio products and R&D	100.0
	Harman da Amazonia Industria Eletronica e Participacoes Ltda.	Manufacture and sale of audio products	100.0
	Harman de Mexico, S. de R.L. de C.V.	Manufacture of audio products	100.0
	Harman do Brasil Industria Eletronica e Participacoes Ltda.	Sale of audio products and R&D	100.0
	Harman International Industries Canada Ltd.	Sale of audio products	100.0
	Harman International Mexico, S. de R.L. de C.V.	Sale of audio products	100.0
	Harman KG Holding, LLC	Management of overseas subsidiaries	100.0
	Harman Professional, Inc.	Sale of audio products and R&D	100.0
	Roon Labs, LLC	Sale of audio products	100.0
	Viper Holdings Corporation	Management of overseas subsidiaries	100.0
	DEI Holdings, Inc.	Management of overseas subsidiaries	100.0
	DEI Sales, Inc.	Sale of audio products	100.0
	Sound United, LLC	Sale of audio products	100.0
	Sound United Canada Inc.	Sale of audio products	100.0
	Polk Audio, LLC	Sale of audio products	100.0
	D&M Holdings U.S. Inc.	Sale of audio products	100.0
	Boston Acoustics, Inc.	Sale of audio products	100.0
	D&M Premium Sound Solutions, LLC	Sale of audio products	100.0
	Denon Electronics (USA), LLC	Sale of audio products	100.0
	Digital Networks North America Inc.	Sale of audio products	100.0
	Marantz America, LLC	Sale of audio products	100.0
	D&M Sales & Marketing Americas, LLC	Sale of audio products	100.0
	The Speaker Company	Sale of audio products	100.0
	Definitive Technology, LLC	Sale of audio products	100.0
	Equity International, LLC	Sale of audio products	100.0
	Beijing Integrated Circuit Industry International Fund, L.P	Venture capital investments	61.4
	China Materialia New Materials 2016 Limited Partnership	Venture capital investments	99.0

(*) Ownership represents the Company's ownership of the voting rights in each entity, including subsidiaries' ownerships.

Region	Subsidiaries	Business	Percentage of ownership (%)(*)
Europe/CIS	Samsung Electronics (UK) Ltd. (SEUK)	Sale of electronic devices	100.0
	Samsung Electronics Ltd. (SEL)	Management of overseas subsidiaries	100.0
	Samsung Semiconductor Europe Limited (SSEL)	Sale of semiconductor and display panels	100.0
	Samsung Electronics GmbH (SEG)	Sale of electronic devices	100.0
	Samsung Electronics Holding GmbH (SEHG)	Management of overseas subsidiaries	100.0
	Samsung Semiconductor Europe GmbH (SSEG)	Sale of semiconductor and display panels	100.0
	Samsung Electronics France S.A.S (SEF)	Sale of electronic devices	100.0
	Samsung Electronics Italia S.P.A. (SEI)	Sale of electronic devices	100.0
	Samsung Electronics Iberia, S.A. (SESA)	Sale of electronic devices	100.0
	Samsung Electronics Portuguesa, Unipessoal, Lda. (SEP)	Sale of electronic devices	100.0
	Samsung Electronics Hungarian Private Co. Ltd. (SEH)	Manufacture and sale of electronic devices	100.0
	Samsung Electronics Europe Logistics B.V. (SELS)	Logistics	100.0
	Samsung Electronics Benelux B.V. (SEBN)	Sale of electronic devices	100.0
	Samsung Electronics Europe Holding Cooperatief U.A. (SEEH)	Management of overseas subsidiaries	100.0
	Samsung Electronics Nordic Aktiebolag (SENA)	Sale of electronic devices	100.0
	Samsung Electronics Slovakia s.r.o (SESK)	Manufacture of TV and monitors	100.0
	Samsung Electronics Polska, SP.Zo.o (SEPOL)	Sale of electronic devices	100.0
	Samsung Electronics Poland Manufacturing SP.Zo.o (SEPM)	Manufacture of home appliances	100.0
	Samsung Electronics Romania LLC (SEROM)	Sale of electronic devices	100.0
	Samsung Electronics Austria GmbH (SEAG)	Sale of electronic devices	100.0
	Samsung Electronics Switzerland GmbH (SESG)	Sale of electronic devices	100.0
	Samsung Electronics Czech and Slovak s.r.o. (SECZ)	Sale of electronic devices	100.0
	Samsung Electronics Baltics SIA (SEB)	Sale of electronic devices	100.0
	Samsung Electronics Greece S.M.S.A (SEGR)	Sale of electronic devices	100.0
	Samsung Electronics Air Conditioner Europe B.V. (SEACE)	Sale of air conditioning products	100.0
	Samsung Nanoradio Design Center (SNDC)	R&D	100.0
	Samsung Denmark Research Center ApS (SDRC)	R&D	100.0
	Samsung Cambridge Solution Centre Limited (SCSC)	R&D	100.0
	SAMSUNG Zhilabs, S.L.	Development and sale of network solutions	100.0
	FOODIENT LTD	R&D	100.0
	Oxford Semantic Technologies Limited (OST)	R&D	100.0
	Sonio SAS	Sale of software and R&D	100.0
	Samsung Electronics Rus Company LLC (SERC)	Sale of electronic devices	100.0
	Samsung Electronics Rus Kaluga LLC (SERK)	Manufacture of TV	100.0
	Samsung Electronics Ukraine Company LLC (SEUC)	Sale of electronic devices	100.0
	Samsung R&D Institute Ukraine (SRUKR)	R&D	100.0
	Samsung Electronics Central Eurasia LLP (SECE)	Sale of electronic devices	100.0
	Samsung R&D Institute Rus LLC (SRR)	R&D	100.0
	Samsung Electronics Caucasus Co. Ltd (SECC)	Marketing	100.0
	Samsung Electronics Uzbekistan Ltd. (SEUZ)	Marketing	100.0
	AKG Acoustics GmbH	Manufacture and sale of audio products	100.0

(*) Ownership represents the Company's ownership of the voting rights in each entity, including subsidiaries' ownerships.

Region	Subsidiaries	Business	Percentage of ownership (%)(*)
Europe/CIS	Apostera UA, LLC	Connected Service Provider	100.0
	Harman Audio Iberia Espana Sociedad Limitada	Sale of audio products	100.0
	Harman Becker Automotive Systems GmbH	Manufacture and sale of audio products and R&D	100.0
	Harman Becker Automotive Systems Italy S.R.L.	Sale of audio products	100.0
	Harman Becker Automotive Systems Manufacturing Kft	Manufacture of audio products and R&D	100.0
	Harman Belgium SA	Sale of audio products	100.0
	Harman Finland Oy	Connected service provider	100.0
	Harman Connected Services GmbH	Connected service provider	100.0
	Harman Connected Services Poland Sp.zoo	Connected service provider	100.0
	Harman Consumer Nederland B.V.	Sale of audio products	100.0
	Harman Deutschland GmbH	Sale of audio products	100.0
	Harman France SNC	Sale of audio products	100.0
	Harman Holding GmbH & Co. KG	Management company	100.0
	Harman Hungary Financing Ltd.	Financing company	100.0
	Harman Inc. & Co. KG	Management of overseas subsidiaries	100.0
	Harman International Estonia OU	R&D	100.0
	Harman International Industries Limited	Sale of audio products and R&D	100.0
	Harman International Romania SRL	R&D	100.0
	Harman Management GmbH	Management of overseas subsidiaries	100.0
	Harman Professional Kft	Manufacture of audio products and R&D	100.0
	Harman Professional Denmark ApS	Sale of audio products and R&D	100.0
	Red Bend Software SAS	Software design	100.0
	Harman Connected Services OOO	Connected service provider	100.0
	Harman RUS CIS LLC	Sale of audio products	100.0
	D&M Europe B.V.	Sale of audio products	100.0
	D&M Audiovisual Ltd.	Sale of audio products	100.0
	D&M France SAS	Sale of audio products	100.0
	D&M Germany GmbH	Sale of audio products	100.0
	B&W Group Ltd.	Manufacture of audio products	100.0
	B&W Group Belgium B.V.	Sale of audio products	100.0
	B&W Loudspeakers Nederland B.V.	Sale of audio products	100.0
	B&W Loudspeakers Group Espana S.A.	Sale of audio products	100.0
	B&W Loudspeakers Ltd.	Sale of audio products	100.0
	B&W Group (Schweiz) GmbH	Sale of audio products	100.0
	B&W Group Germany GmbH	Sale of audio products	100.0
	B&W Group France SARL	Sale of audio products	100.0
	Marantz Italy Srl	Sale of audio products	51.0
	Bowers & Wilkins Ltd.	Sale of audio products	100.0

(*) Ownership represents the Company's ownership of the voting rights in each entity, including subsidiaries' ownerships.

Region	Subsidiaries	Business	Percentage of ownership (%)(*)
Europe/CIS	FlaktGroup Austria GmbH	Sale of air conditioning products	100.0
	Flakt Woods SA	Sale of air conditioning products	100.0
	Flakt Elve NV	Sale of air conditioning products	100.0
	FlaktGroup Belgium N.V.	Sale of air conditioning products	100.0
	FlaktGroup CZ a.s.	Manufacture and sale of air conditioning products	100.0
	FlaktGroup Holding GmbH	Management of overseas subsidiaries	100.0
	FlaktGroup Deutschland GmbH	Sale of air conditioning products	100.0
	FlaktGroup Wurzen GmbH	Manufacture of air conditioning products	100.0
	SE Electronic GmbH	Manufacture and sale of air conditioning products	100.0
	Woods Air Movement GmbH	Sale of air conditioning products	100.0
	FlaktGroup A/S	Sale of air conditioning products	100.0
	FlaktGroup Eesti OU	Sale of air conditioning products	100.0
	Ventilation Holding Finland OY	Management of overseas subsidiaries	100.0
	FlaktGroup Finland OY	Manufacture and sale of air conditioning products	100.0
	FlaktGroup France SAS	Sale of air conditioning products	100.0
	Woods Holdings Ltd.	Management of overseas subsidiaries	100.0
	Flakt Woods Ltd.	Manufacture and sale of air conditioning products	100.0
	FlaktGroup UK Ltd.	Sale of air conditioning products	100.0
	FlaktGroup Ireland Ltd.	Sale of air conditioning products	100.0
	FlaktGroup Italy S. p. A.	Sale of air conditioning products	100.0
	FlaktGroup Baltics UAB	Sale of air conditioning products	100.0
	Flakt Woods (Luxembourg) S.a.r.l.	Management of overseas subsidiaries	100.0
	Flakt Woods ACS S.a.r.l.	Management of overseas subsidiaries	100.0
	FlaktGroup Latvija SlA	Sale of air conditioning products	100.0
	FlaktGroup Netherlands B.V.	Sale of air conditioning products	100.0
	FlaktGroup Poland Sp. z.o.o.	Sale of air conditioning products	100.0
	FlaktGroup Romania s.r.l.	Sale of air conditioning products	100.0
	Ventilation Holding Sweden AB	Management of overseas subsidiaries	100.0
	Fusilli HoldCo AB	Management of overseas subsidiaries	100.0
	FlaktGroup Sweden AB	Manufacture and sale of air conditioning products	100.0
	Forvaltnings bolaget Ljungarum HB	Management of overseas subsidiaries	100.0
	Stromboli invetissements SAS	Management of overseas subsidiaries	100.0

(*) Ownership represents the Company's ownership of the voting rights in each entity, including subsidiaries' ownerships.

Region	Subsidiaries	Business	Percentage of ownership (%)(*)
Middle East & Africa	Samsung Gulf Electronics Co., Ltd. (SGE)	Sale of electronic devices	100.0
	Samsung Electronics Turkiye (SETK)	Sale of electronic devices	100.0
	Samsung Electronics Industry and Commerce Ltd. (SETK-P)	Manufacture of electronic devices	100.0
	Samsung Electronics Levant Co., Ltd. (SELV)	Sale of electronic devices	100.0
	Samsung Electronics Maghreb Arab (SEMAG)	Sale of electronic devices	100.0
	Samsung Electronics Egypt S.A.E (SEEG)	Manufacture and sale of electronic devices	100.0
	Samsung Electronics Israel Ltd. (SEIL)	Marketing	100.0
	Samsung Electronics Tunisia S.A.R.L (SETN)	Marketing	100.0
	Samsung Electronics Pakistan(Private) Ltd. (SEPAK)	Marketing	100.0
	Samsung Electronics Middle East and North Africa (SEMENA)	Management of overseas subsidiaries	100.0
	Samsung Electronics Saudi Arabia Ltd. (SESAR)	Sale of electronic devices	100.0
	Samsung Semiconductor Israel R&D Center, Ltd. (SIRC)	R&D	100.0
	Corephotonics Ltd.	R&D	100.0
	Samsung Electronics South Africa(Pty) Ltd. (SSA)	Sale of electronic devices	100.0
	Samsung Electronics South Africa Production (Pty) Ltd. (SSAP)	Manufacture of TV and monitors	100.0
	Samsung Electronics West Africa Ltd. (SEWA)	Marketing	100.0
	Samsung Electronics East Africa Ltd. (SEEA)	Marketing	100.0
	FlaktWoods LLC	Sale of air conditioning products	100.0
	FlaktGroup Havalandirma Sanayi A.S.	Manufacture and sale of air conditioning products	100.0
	Harman Industries Holdings Mauritius Ltd.	Management of overseas subsidiaries	100.0
	Red Bend Ltd.	Manufacture of audio products	100.0
Asia (Excluding China)	Samsung Asia Pte. Ltd. (SAPL)	Management of overseas subsidiaries	100.0
	Samsung Electronics Singapore Pte. Ltd. (SESP)	Sale of electronic devices	100.0
	Samsung Malaysia Electronics (SME) Sdn. Bhd. (SME)	Sale of electronic devices	100.0
	Samsung Electronics Display (M) Sdn. Bhd. (SDMA)	Manufacture of electronic devices	100.0
	Samsung Electronics (M) Sdn. Bhd. (SEMA)	Manufacture of home appliances	100.0
	Samsung Vina Electronics Co., Ltd. (SAVINA)	Sale of electronic devices	100.0
	Samsung Electronics Vietnam Co., Ltd. (SEV)	Manufacture of electronic devices	100.0
	Samsung Electronics Vietnam THAINGUYEN Co., Ltd. (SEVT)	Manufacture of communication equipment	100.0
	Samsung Electronics HCMC CE Complex Co., Ltd. (SEHC)	Manufacture and sale of electronic devices	100.0
	Samsung Display Vietnam Co., Ltd. (SDV)	Manufacture of display panels	100.0
	PT Samsung Electronics Indonesia (SEIN)	Manufacture and sale of electronic devices	100.0
	PT Samsung Telecommunications Indonesia (STIN)	Sale of electronic devices and services	100.0
	Thai Samsung Electronics Co., Ltd. (TSE)	Manufacture and sale of electronic devices	91.8
	Laos Samsung Electronics Sole Co., Ltd (LSE)	Marketing	100.0
	Samsung Electronics Philippines Corporation (SEPCO)	Sale of electronic devices	100.0
	Samsung Electronics Australia Pty. Ltd. (SEAU)	Sale of electronic devices	100.0
	Samsung Electronics New Zealand Limited (SENZ)	Sale of electronic devices	100.0
	Samsung India Electronics Private Ltd. (SIEL)	Manufacture and sale of electronic devices	100.0
	Red Brick Lane Marketing Solutions Pvt. Ltd.	Marketing	100.0
	Samsung Display Noida Private Limited (SDN)	Manufacture of display panels	100.0
	Samsung R&D Institute India-Bangalore Private Limited (SRI-Bangalore)	R&D	100.0
	Samsung R&D Institute Bangladesh Limited (SRBD)	R&D	100.0
	Samsung Nepal Services Pvt, Ltd (SNSL)	Service	100.0
	Samsung Japan Corporation (SJC)	Sale of semiconductor and display panels	100.0

(*) Ownership represents the Company's ownership of the voting rights in each entity, including subsidiaries' ownerships.

Region	Subsidiaries	Business	Percentage of ownership (%)(*)
Asia (Excluding China)	Samsung R&D Institute Japan Co. Ltd. (SRJ)	R&D	100.0
	Samsung Electronics Japan Co., Ltd. (SEJ)	Sale of electronic devices	100.0
	Samsung Semiconductor Asia Holdings Pte. Ltd. (SSAH)	Management of overseas subsidiaries	100.0
	Samsung Vietnam Semiconductor (SVS)	Manufacture of semiconductors	100.0
	FläktGroup India Private Ltd.	Manufacture and sale of air conditioning products	100.0
	FlaktGroup Singapore Pte. Ltd.	Sale of air conditioning products	100.0
	Harman International (India) Private Limited	Sale of audio products and R&D	100.0
	Harman International Industries PTY Ltd.	Management of overseas subsidiaries	100.0
	Harman International (Thailand) Co., Ltd.	Manufacture and sale of audio products	100.0
	Harman International Japan Co., Ltd.	Sale of audio products and R&D	100.0
	Harman Singapore Pte. Ltd.	Sale of audio products	100.0
	D&M Holdings, Inc.	Manufacture and sale of audio products, R&D	100.0
	Sound United Australia Pty Ltd.	R&D	100.0
	Sound United Sales & Marketing Australia Pty Limited	Sale of audio products	100.0
China	Samsung (CHINA) Investment Co., Ltd. (SCIC)	Sale of electronic devices	100.0
	Samsung Electronics Hong Kong Co., Ltd. (SEHK)	Sale of electronic devices	100.0
	Samsung Electronics Taiwan Co., Ltd. (SET)	Sale of electronic devices	100.0
	Suzhou Samsung Electronics Co., Ltd. (SSEC)	Manufacture of home appliances	88.3
	Samsung Suzhou Electronics Export Co., Ltd. (SSEC-E)	Manufacture of home appliances	100.0
	Samsung Electronics Suzhou Computer Co., Ltd. (SESC)	R&D	100.0
	Tianjin Samsung Telecom Technology Co., Ltd. (TSTC)	Manufacture of communication equipment	90.0
	Beijing Samsung Telecom R&D Center (SRC-Beijing)	R&D	100.0
	Samsung Electronics China R&D Center (SRC-Nanjing)	R&D	100.0
	Samsung Mobile R&D Center China-Guangzhou (SRC-Guangzhou)	R&D	100.0
	Samsung R&D Institute China-Shenzhen (SRC-Shenzhen)	R&D	100.0
	Shanghai Samsung Semiconductor Co., Ltd. (SSS)	Sale of semiconductor and display panels	100.0
	Samsung (China) Semiconductor Co., Ltd. (SCS)	Manufacture of semiconductors	100.0
	Samsung SemiConductor Xian Co., Ltd. (SSCX)	Sale of semiconductor and display panels	100.0
	Samsung Electronics Suzhou Semiconductor Co., Ltd. (SESS)	Toll processing of semiconductors	100.0
	Tianjin Samsung LED Co., Ltd. (TSLED)	Manufacture of LED	100.0
	Samsung Semiconductor (China) R&D Co., Ltd. (SSCR)	R&D	100.0
	Samsung Display Dongguan Co., Ltd. (SDD)	Manufacture of display panels	100.0
	Samsung Display Tianjin Co., Ltd. (SDT)	Manufacture of display panels	95.0
	SEMES (XIAN) Co., Ltd.	Semiconductor/FPD equipment services	100.0
	Samsung Semiconductor Investment L.P.I	Technology business, and venture capital investments	99.0
	Harman (China) Technologies Co., Ltd.	Manufacture of audio products	100.0
	Harman (Suzhou) Audio and Infotainment Systems Co., Ltd.	Sale of audio products	100.0
	Harman Automotive Electronic Systems (Suzhou) Co., Ltd.	Manufacture of audio products and R&D	100.0
	Harman Commercial (Shanghai) Co., Ltd.	Sale of audio products	100.0
	Harman Holding Limited	Sale of audio products	100.0
	Harman International (China) Holdings Co., Ltd.	Sale of audio products and R&D	100.0
	Harman Technology (Shenzhen) Co., Ltd.	Sale of audio products and R&D	100.0
	Sound United Hong Kong Limited	Management of overseas subsidiaries	100.0
	Sound Electronics (Shenzhen) Co. Ltd.	R&D	100.0

(*) Ownership represents the Company's ownership of the voting rights in each entity, including subsidiaries' ownerships.

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS – (Continued)

Region	Subsidiaries	Business	Percentage of ownership (%)(*)
China	D&M Sales & Marketing (H.K) Ltd.	Sale of audio products	100.0
	D&M Digital Audio Trading (Shanghai) Ltd.	Management of overseas subsidiaries	100.0
	Marantz Shanghai Trading Ltd.	Management of overseas subsidiaries	100.0
	D&M Shanghai Electronics Ltd.	Sale of audio products	100.0
	D&M Sales & Marketing Taiwan Ltd.	Sale of audio products	100.0
	Bowers & Wilkins Trading Zhuhai Company Ltd.	Manufacture of audio products	100.0
	B&W Group Asia Limited	Sale of audio products	100.0
Domestic	Samsung Display Co., Ltd.	Manufacture and sale of display panels	84.8
	SU Materials Co., Ltd.	Manufacture of display components	50.0
	STECO Co., Ltd.	Manufacture of semiconductor components	70.0
	SEMES Co., Ltd.	Manufacture and sale of semiconductor/FPD	91.5
	Samsung Electronics Service Co., Ltd.	Repair services for electronic devices	99.3
	Samsung Electronics Service Customer Satisfaction Co., Ltd.	Call center for electronic device repair services	100.0
	Samsung Electronics Sales Co., Ltd.	Sale of electronic devices	100.0
	Samsung Electronics Logitech Co., Ltd.	General logistics agency	100.0
	Samsung Medison Co., Ltd.	Manufacture and sale of medical equipment	68.5
	Stellar Forest Co., Ltd.	Manufacture and processing of food products	100.0
	Mirero System Co., Ltd.	Development and supply of semiconductor process defect and quality control software	99.9
	Harman International Korea Co., Ltd.	Software development and supply	100.0
	Rainbow Robotics Co., Ltd.	Manufacture and sale of robots and robot parts	35.0
	D&M Sales & Marketing Korea Ltd.	Sale of audio products	100.0
	FlaktGroup Korea Inc.	Manufacture and sale of air conditioning products	100.0
	Samsung Venture Capital Union #21	Venture capital investments in technology business	99.0
	Samsung Venture Capital Union #22	Venture capital investments in technology business	99.0
	Samsung Venture Capital Union #26	Venture capital investments in technology business	99.0
	Samsung Venture Capital Union #28	Venture capital investments in technology business	99.0
	Samsung Venture Capital Union #32	Venture capital investments in technology business	99.0
	Samsung Venture Capital Union #33	Venture capital investments in technology business	99.0
	Samsung Venture Capital Union #42	Venture capital investments in technology business	99.0
	Samsung Venture Capital Union #43	Venture capital investments in technology business	99.0
	Samsung Venture Capital Union #45	Venture capital investments in technology business	99.0
	Samsung Venture Capital Union #52	Venture capital investments in technology business	99.0
	Samsung Venture Capital Union #55	Venture capital investments in technology business	99.0
	Samsung Venture Capital Union #56	Venture capital investments in technology business	99.0
	Samsung Venture Capital Union #57	Venture capital investments in technology business	99.0
	Samsung Venture Capital Union #62	Venture capital investments in technology business	99.0
	Samsung Venture Capital Union #67	Venture capital investments in technology business	99.0
	Samsung Venture Capital Union #74	Venture capital investments in technology business	99.0
	Samsung Venture Capital Union #76	Venture capital investments in technology business	73.3
	Samsung Venture Capital Union #78	Venture capital investments in technology business	99.0
	Growth Type Private Equity Trust Specialized in Semiconductors	Investment in semiconductor industry	66.7
	System LSI Mutual Benefit Private Equity Trust	Investment in semiconductor industry	62.5
	Semiconductor Ecosystem General Private Equity Trust	Investment in semiconductor industry	66.7

(*) Ownership represents the Company's ownership of the voting rights in each entity, including subsidiaries' ownerships.

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS – (Continued)

1.3 Summary of Financial Data of Major Consolidated Subsidiaries

Summary of financial data of major consolidated subsidiaries is as follows:

(1) 2026

(In millions of Korean won)	As of June 30, 2026		June 30, 2026 For the three-month period ended		June 30, 2026 For the six-month period ended	
Major subsidiaries (*1)	**Assets**	**Liabilities**	**Sales**	**Profit (loss)**	**Sales**	**Profit (loss)**
Samsung Display Co., Ltd.	96,292,508	11,705,859	6,559,456	2,318,837	12,453,993	2,993,142
Samsung Electronics America, Inc. (SEA)	89,431,340	52,527,860	10,398,980	619,290	20,829,434	1,292,083
Samsung Semiconductor, Inc. (SSI)	82,709,458	73,474,209	63,318,020	(705,494)	103,839,384	81,588
Samsung Asia Pte. Ltd. (SAPL)	38,950,602	195,145	-	363,927	-	706,470
Samsung Austin Semiconductor LLC. (SAS)	36,260,678	24,144,525	851,270	(4,702)	1,864,817	(5,641)
Samsung (CHINA) Investment Co., Ltd. (SCIC)	32,254,634	31,150,838	249,878	(141,960)	943,537	(51,174)
Shanghai Samsung Semiconductor Co., Ltd. (SSS)	26,265,122	24,927,164	32,156,176	461,612	52,643,317	748,284
Harman and its subsidiaries(*2)	24,526,044	7,195,118	4,560,307	296,375	8,371,207	415,388
Samsung Electronics Vietnam THAINGUYEN Co., Ltd. (SEVT)	18,986,890	7,008,135	11,070,242	534,989	24,006,528	1,600,839
Samsung (China) Semiconductor Co., Ltd. (SCS)	18,152,837	976,076	2,596,601	272,051	4,942,577	597,116
Samsung India Electronics Private Ltd. (SIEL)	12,546,697	4,399,301	5,206,425	49,208	10,262,053	589,328
Samsung Electronics Vietnam Co., Ltd. (SEV)	12,022,934	5,043,484	6,710,340	391,838	13,560,373	1,001,465
Samsung Electronics Europe Holding Cooperatief U.A. (SEEH)	11,005,577	4,418,291	-	(79,613)	-	(52,500)
Samsung Display Vietnam Co., Ltd. (SDV)	8,782,075	2,325,674	5,589,538	410,400	10,519,078	590,327
Samsung Electronics HCMC CE Complex Co., Ltd. (SEHC)	6,014,145	1,068,208	2,228,179	138,950	4,163,565	235,641
Samsung Eletronica da Amazonia Ltda. (SEDA)	5,729,614	2,228,429	2,189,851	(302,881)	4,230,782	(143,100)
Samsung SemiConductor Xian Co., Ltd. (SSCX)	4,824,442	4,567,907	4,538,220	38,973	6,885,591	60,293
Samsung Electronics Taiwan Co., Ltd. (SET)	4,204,712	3,805,873	5,856,370	6,061	10,049,143	50,750
Samsung Japan Corporation (SJC)	3,938,618	3,562,474	2,636,163	3,875	4,097,078	(6,636)
Samsung Electronics (UK) Ltd. (SEUK)	3,518,460	2,217,625	1,528,146	10,155	3,256,972	84,268
Samsung International, Inc. (SII)	3,189,452	786,359	1,774,501	154,754	3,364,184	264,185
Samsung Electronics Mexico S.A. De C.V. (SEM)	2,913,576	1,218,862	1,413,391	29,567	2,667,306	82,074
SEMES Co., Ltd.	2,736,526	710,589	736,562	75,308	1,329,741	158,953
Samsung Semiconductor Europe GmbH (SSEG)	2,574,878	2,534,410	3,019,370	(27,290)	4,936,535	23,646
Samsung Electronics Europe Logistics B.V. (SELS)	2,498,768	1,818,474	4,132,305	145,053	8,569,168	404,104

(*1) Summary of financial information is based on separate financial statements of each subsidiary.

(*2) Consolidated financial data of an intermediate company that includes Harman International Industries, Inc. and its subsidiaries

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS – (Continued)

(2) 2025

(In millions of Korean won)	As of December 31, 2025		June 30, 2025			
			For the three-month period ended		For the six-month period ended	
Major subsidiaries[*1]	**Assets**	**Liabilities**	**Sales**	**Profit (loss)**	**Sales**	**Profit (loss)**
Samsung Display Co., Ltd.	76,710,079	8,779,728	5,323,197	546,603	10,320,810	2,318,492
Samsung Electronics America, Inc. (SEA)	52,966,362	20,138,323	9,611,647	420,095	20,356,976	939,817
Samsung Asia Pte. Ltd. (SAPL)	35,742,415	350,888	-	321,610	-	4,578,978
Samsung Austin Semiconductor LLC. (SAS)	29,787,509	18,505,380	1,036,534	173,165	2,296,810	423,893
Samsung Semiconductor, Inc. (SSI)	27,146,631	18,644,812	11,547,062	68,577	22,720,460	173,497
Harman and its subsidiaries(*2)	22,395,744	6,618,051	3,817,380	390,442	7,224,583	612,298
Samsung (China) Semiconductor Co., Ltd. (SCS)	16,042,066	1,114,773	2,170,216	256,131	4,414,573	533,555
Samsung (CHINA) Investment Co., Ltd. (SCIC)	14,604,846	13,562,847	597,691	(78,956)	1,377,529	(15,787)
Samsung Electronics Vietnam THAINGUYEN Co., Ltd. (SEVT)	14,049,410	4,454,771	8,924,130	814,902	19,677,005	1,200,458
Samsung India Electronics Private Ltd. (SIEL)	10,369,065	2,967,992	4,217,969	127,991	9,571,257	786,625
Shanghai Samsung Semiconductor Co., Ltd. (SSS)	9,474,930	8,969,730	6,853,426	101,400	12,345,716	193,871
Samsung Electronics Europe Holding Cooperatief U.A. (SEEH)	9,351,798	2,995,765	-	28,291	-	115,430
Samsung Display Vietnam Co., Ltd. (SDV)	7,996,205	2,551,991	4,238,532	281,709	7,929,550	402,229
Samsung Electronics Vietnam Co., Ltd. (SEV)	7,975,597	2,450,249	5,412,783	500,376	11,754,909	813,312
Samsung Electronics HCMC CE Complex Co., Ltd. (SEHC)	5,263,351	886,695	1,978,938	110,148	4,010,194	257,116
Samsung Eletronica da Amazonia Ltda. (SEDA)	4,815,175	1,617,379	1,622,571	(66,785)	3,686,545	(81,340)
Samsung Electronics (UK) Ltd. (SEUK)	3,174,054	2,025,539	1,428,765	(13,771)	3,231,793	129,202
Samsung International, Inc. (SII)	2,658,926	683,405	1,703,726	56,493	3,488,930	123,498
SEMES Co., Ltd.	2,637,216	768,123	564,717	37,755	1,099,738	77,615
Thai Samsung Electronics Co., Ltd. (TSE)	2,324,358	621,508	1,282,170	50,216	2,742,769	157,611
Samsung Electronics Mexico S.A. De C.V. (SEM)	2,267,579	813,376	1,127,512	33,951	2,308,935	143,041
Samsung Electronics Taiwan Co., Ltd. (SET)	2,115,046	1,784,638	1,588,456	(8,557)	3,289,910	18,283
Samsung Electronics Europe Logistics B.V. (SELS)	2,072,011	1,816,197	3,955,649	111,216	8,682,210	240,933
Samsung Japan Corporation (SJC)	1,967,890	1,619,589	948,447	6,719	1,681,011	9,762
Samsung Electronics GmbH (SEG)	1,855,724	1,779,446	1,436,685	(49,255)	3,295,579	1,789

[*1] Summary of financial information is based on separate financial statements of each subsidiary.

[*2] Consolidated financial data of an intermediate company that includes Harman International Industries, Inc. and its subsidiaries.

1.4 Changes in Consolidation Scope

Changes in consolidation scope during the six-month period ended June 30, 2026 are as follows:

Change	Region	Subsidiary	Description
Newly included	Asia (Excluding China)	Samsung Semiconductor Asia Holdings Pte. Ltd. (SSAH)	Establishment
		Samsung Vietnam Semiconductor (SVS)	Establishment
	Domestic	Samsung Venture Capital Union #78	Establishment
		FlaktGroup Korea Inc	Establishment
Excluded	Europe/CIS	B&W Group Finland Oy	Liquidation
		B&W Group (Logistics) Ltd	Liquidation
		FlaktGroup Switzerland SA	Liquidation

2. Material Accounting Policies

2.1 Basis of Presentation

The Company maintains its accounting records in Korean won and prepares statutory financial statements in the Korean language (Hangul) in accordance with International Financial Reporting Standards as adopted by the Republic of Korea ("Korean IFRS"). The accompanying interim consolidated financial statements have been condensed, restructured and translated into English from the Korean language financial statements.

The interim consolidated financial statements for the six-month period ended June 30, 2026 have been prepared in accordance with Korean IFRS 1034, *Interim Financial Reporting*. These interim consolidated financial statements have been prepared in accordance with the Korean IFRS which is effective as of June 30, 2026.

(A) New and amended standards adopted by the Company

The Company applied the following amended standards for the first time for the annual reporting period commencing January 1, 2026:

Amendments to Korean IFRS 1109, *Financial Instruments* and Korean IFRS 1107, *Financial Instruments: Disclosures*

The amendments have been implemented in order to respond to questions raised in practice and include new requirements. The amendments are as follows, and the adoption of the amendments does not have a significant impact on the Company's consolidated financial statements.

The amended standards:

· permit derecognition of a financial liability through an electronic payment system before cash is delivered on the settlement date, when specified criteria are met,
· clarify and enhance guidance on assessing whether the contractual cash flows of financial assets consist solely of payments of principal and interest,
· require disclosure of the impact of contractual terms that modify the timing and amount of contractual cash flows and the extent of the company's exposure, presented by category of financial instrument, and
· require additional disclosure regarding investments in equity instruments designated at fair value through other comprehensive income.

(B) New and amended standards not yet adopted by the Company

The amended accounting standards issued that are not yet effective for the annual reporting period commencing January 1, 2026 and have not been early adopted by the Company are as follows:

Issue of Korean IFRS 1118, *Presentation and Disclosure in Financial Statements*

The Korean IFRS 1118 will replace Korean IFRS 1001, *Presentation of Financial Statements*, and is effective for annual reporting periods beginning on or after January 1, 2027 with earlier application permitted. However, the Company has not early adopted the new standard in preparing its interim consolidated financial statements.

Korean IFRS 1118 introduces a more structured statement of profit or loss and requires further disaggregation of information. The Company is in the process of assessing the impacts that the adoption of Korean IFRS 1118 may have on its financial statements.

The expected impacts upon initial application are described below; however, the actual impacts arising from the application of the new standard from January 1, 2027 may differ due to the following factors:

- The Company has not yet completed the design and assessment of changes to its processes and controls; and
- The new accounting policies may be subject to change until the initial annual financial statements prepared under this new standard are issued.

[Structure of the Statement of Profit or Loss]

Korean IFRS 1118 requires all income and expenses to be classified into one of five categories: operating, investing, financing, income tax, and discontinued operations. The classification of income and expenses depends on an entity's main business activities. The Company has determined that certain activities, such as investing in assets or providing financing to customers, do not constitute its main business activities.

The application of Korean IFRS 1118 will not affect the Company's profit for the period or net assets. However, the Company will be required to present newly defined subtotals of 'operating profit' and 'profit before financing and income taxes'. The operating profit subtotal under the new standard differs from the operating profit currently presented by the Company. Based on information currently available, the Company has performed a preliminary assessment of the potential impacts of the application of Korean IFRS 1118, and the following impacts have been identified:

- Share of net profit of associates and joint ventures is currently presented below 'operating profit' and above 'financial income' and 'financial expense' in the statement of profit or loss. Income and expense arising from investments that are reported with the application of the equity method are required to be classified in the investing category under Korean IFRS 1118. That is, share of net profit of associates and joint ventures is expected to be classified within the investing category.

- Interest income and interest expense are currently presented as financial income and financial expense in accordance with the Company's accounting policies. Korean IFRS 1118 provides specific guidance on the classification of income and expenses within the investing and financing categories. Accordingly:

  - Interest income arising from certain financial assets held by the Company (e.g., interest income on cash and cash equivalents) is expected to be classified within the investing category; and
  - Interest expense on certain liabilities (i.e., financial liabilities not measured at fair value through profit or loss) is expected to be classified within the financing category.

- Foreign exchange differences arising from foreign currency transactions and translation are currently presented as financial income and financial expense. Under Korean IFRS 1118, foreign exchange differences are required to be classified in the same category as the income and expenses arising from the items that generated those differences. The Company expects that foreign exchange differences may be classified within operating, investing, or financing categories. For example, foreign exchange differences on trade payables will be classified within the operating category.

- Gains and losses on financial instruments designated as hedging instruments in cash flow hedges are currently presented as financial income and financial expense. Under Korean IFRS 1118, such gains and losses should be classified in the same category as the income and expenses affected by the risks that the hedging instruments are intended to manage.

Under Korean IFRS 1118, operating expenses are presented as separate line items using a nature, function, or mixed presentation format. The Company considers that a mixed presentation format will provide the most useful structured summary information on its operating expenses.

[Management-defined Performance Measures (MPMs)]

Management-defined performance measures (MPMs) are subtotals of income and expenses used in public communications outside the financial statements to communicate management's view of an aspect of the financial performance of the entity as a whole. The Company will be required to disclose information about MPMs in a single note to the financial statements.

The Company has developed a process to determine which public communications are relevant for identifying MPMs. MPMs relate to the same reporting period as the financial statements. Accordingly, the MPMs to be disclosed following the adoption of Korean IFRS 1118 will be determined based on public communications issued by the Company in respect of the interim reporting periods in 2027.

[Principles of Aggregation and Disaggregation]

Korean IFRS 1118 introduces enhanced principles regarding how information is presented and disaggregated by type in the financial statements (i.e., the primary financial statements and the notes). It also provides guidance on how items presented or disclosed should be labelled and described.

The Company is evaluating how to aggregate and disaggregate items based on similarities and differences in characteristics. Based on this assessment, items providing useful structured summary information will be presented in the primary financial statements, while additional material information will be disclosed in the notes.

The Company is also reviewing items currently presented as 'other' and intends to provide more meaningful descriptions in the future.

[Amendments to Other Standards]

As a result of the introduction of Korean IFRS 1118, Korean IFRS 1007, *Statement of Cash Flows*, has been amended. When presenting cash flows from operating activities using the indirect method, 'operating profit' will be used as the starting point under the new standard, whereas the Company currently uses 'profit for the period' as the starting point.

Accordingly, certain adjustment items under the indirect method will change. For example, share of net profit (loss) of associates and joint ventures will no longer be included as an adjustment, as it is no longer a part of operating profit. Cash dividends received from such equity method investments will be classified as cash flows from investing activities.

In addition, the amendments to Korean IFRS 1007 provide specific guidance on the classification of interest and dividend cash flows. The Company expects to classify cash flows from interest received and dividends received as investing activities rather than operating activities, and cash flows from interest paid as financing activities rather than operating activities. Dividend payments will continue to be classified as financing activities.

2.2 Accounting Policies

Material accounting policies and method of computation used in the preparation of the interim consolidated financial statements are consistent with those of the annual consolidated financial statements for the year ended December 31, 2025, except for the changes due to the application of amendments of standards described in Note 2.1 and as described below.

Income tax expense for the interim period is recognized based on management's best estimate of the weighted-average annual income tax rate expected for the full financial year considering global minimum top-up tax. The estimated average annual effective income tax rate is applied to the pre-tax income of the interim period.

2.3 Convenience Translation into United States Dollar Amounts

The US dollar amounts provided in the consolidated financial statements represent supplementary information solely for the convenience of the reader. All Korean won amounts are expressed in US dollars at the rate of ₩1,481.8 to $1, the average exchange rate for the six-month period ended June 30, 2026. Such presentation is not in accordance with generally accepted accounting principles and should not be construed as a representation that the Korean won amounts shown could be readily converted, realized or settled in US dollars at this or at any other rate.

2.4 Material Accounting Estimates and Assumptions

In preparing the interim consolidated financial statements, the management of the Company makes judgements, estimates and assumptions on matters which affect the application of policies and reported amounts of assets, liabilities, income and expenses. Estimates and assumptions are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. The resulting accounting estimates, by definition, seldom equal the related actual results.

Material accounting estimates and assumptions made in the preparation of the interim consolidated financial statements are consistent with those applied in the preparation of the annual consolidated financial statements for the year ended December 31, 2025, except for the estimates used to determine the income tax expense.

3. Financial Instruments by Category

Categorizations of financial assets and liabilities as of June 30, 2026 and December 31, 2025 are as follows:

(1) As of June 30, 2026

(In millions of Korean won)	Financial assets measured at amortized cost	Financial assets measured at fair value through other comprehensive income	Financial assets measured at fair value through profit or loss	Other financial assets (*)	Total
Financial assets					
Cash and cash equivalents	92,916,382	-	-	-	92,916,382
Short-term financial instruments	97,036,646	-	-	-	97,036,646
Short-term financial assets at fair value through profit or loss	-	-	46,000	-	46,000
Trade receivables	96,408,968	-	-	-	96,408,968
Financial assets at fair value through other comprehensive income	-	37,912,513	-	-	37,912,513
Financial assets at fair value through profit or loss	-	-	1,435,864	-	1,435,864
Other	57,885,133	-	1,921,000	59,476	59,865,609
Total	**344,247,129**	**37,912,513**	**3,402,864**	**59,476**	**385,621,982**

(*) Other financial assets include derivatives designated as hedging instruments.

(In millions of Korean won)	Financial liabilities measured at amortized cost	Financial liabilities measured at fair value through profit or loss	Other financial liabilities (*)	Total
Financial liabilities				
Trade payables	17,204,681	-	-	17,204,681
Short-term borrowings	809,907	-	12,900,214	13,710,121
Other payables	16,547,090	-	-	16,547,090
Current portion of long-term liabilities	10,326	-	1,195,503	1,205,829
Debentures	7,668	-	-	7,668
Long-term borrowings	3,605,834	-	3,879,269	7,485,103
Long-term other payables	4,046,987	-	-	4,046,987
Other	23,998,871	89,436	26,054	24,114,361
Total	**66,231,364**	**89,436**	**18,001,040**	**84,321,840**

(*) Other financial liabilities include lease liabilities, which are not subject to categorizations, collateralized borrowings and derivatives designated as hedging instruments.

(2) As of December 31, 2025

(In millions of Korean won)	**Financial assets measured at amortized cost**	**Financial assets measured at fair value through other comprehensive income**	**Financial assets measured at fair value through profit or loss**	**Other financial assets (*)**	**Total**
Financial assets					
Cash and cash equivalents	57,856,378	-	-	-	57,856,378
Short-term financial instruments	67,965,021	-	-	-	67,965,021
Short-term financial assets at fair value through profit or loss	-	-	25,715	-	25,715
Trade receivables	51,127,642	-	-	-	51,127,642
Financial assets at fair value through other comprehensive income	-	16,295,005	-	-	16,295,005
Financial assets at fair value through profit or loss	-	-	1,280,501	-	1,280,501
Other	20,461,402	-	127,516	46,503	20,635,421
Total	**197,410,443**	**16,295,005**	**1,433,732**	**46,503**	**215,185,683**

(*) Other financial assets include derivatives designated as hedging instruments.

(In millions of Korean won)	**Financial liabilities measured at amortized cost**	**Financial liabilities measured at fair value through profit or loss**	**Other financial liabilities (*)**	**Total**
Financial liabilities				
Trade payables	13,039,380	-	-	13,039,380
Short-term borrowings	163,310	-	17,411,670	17,574,980
Other payables	19,913,847	-	-	19,913,847
Current portion of long-term liabilities	9,070	-	1,168,438	1,177,508
Debentures	7,134	-	-	7,134
Long-term borrowings	2,806,481	-	3,673,036	6,479,517
Long-term other payables	4,861,818	-	-	4,861,818
Other	14,278,526	52,293	55,518	14,386,337
Total	**55,079,566**	**52,293**	**22,308,662**	**77,440,521**

(*) Other financial liabilities include lease liabilities, which are not subject to categorizations, collateralized borrowings and derivatives designated as hedging instruments.

4. Financial Assets at Fair Value

(A) Details of financial assets at fair value as of June 30, 2026 and December 31, 2025 are as follows:

(1) Financial assets at fair value through other comprehensive income

(In millions of Korean won)	June 30, 2026	December 31, 2025
Non-current		
Equity instruments	37,912,513	16,295,005

(2) Financial assets at fair value through profit or loss

(In millions of Korean won)	June 30, 2026	December 31, 2025
Current		
Debt instruments	46,000	25,715
Non-current		
Equity instruments	709,630	591,468
Debt instruments	726,234	689,033
Subtotal	1,435,864	1,280,501
Total	**1,481,864**	**1,306,216**

(B) Details of listed equity securities of financial assets at fair value as of June 30, 2026 and December 31, 2025 are as follows:

	June 30, 2026				December 31, 2025
(In millions of Korean won, number of shares and percentage)	Number of shares owned	Percentage of ownership(%) (*)	Acquisition cost	Carrying amount (Market value)	Carrying amount (Market value)
Samsung Heavy Industries Co., Ltd.	134,027,281	15.2	932,158	3,122,836	3,230,057
Hotel Shilla Co., Ltd.	2,004,717	5.1	13,957	94,522	89,410
iMarketKorea Inc.	647,320	1.9	324	4,712	5,101
Wonik Holdings Co., Ltd.	3,518,342	4.6	30,821	73,709	171,343
Wonik IPS Co., Ltd.	3,701,872	7.5	32,428	622,285	251,357
Wacom Co., Ltd.	8,398,400	6.2	23,933	61,642	62,347
Corning Incorporated	68,000,000	7.9	3,383,540	26,774,683	8,543,509
Other			653,725	1,597,424	999,612
Total			**5,070,886**	**32,351,813**	**13,352,736**

(*) Ownership represents the Company's ownership of the total ordinary shares issued by each entity.

5. Inventories

Inventories as of June 30, 2026 and December 31, 2025 are as follows:

	June 30, 2026			December 31, 2025		
(In millions of Korean won)	**Gross amount**	**Valuation allowance**	**Carrying amount**	**Gross amount**	**Valuation allowance**	**Carrying amount**
Finished goods	16,333,669	(1,367,590)	14,966,079	13,982,644	(1,703,543)	12,279,101
Work in process	34,728,139	(2,420,184)	32,307,955	26,775,342	(2,998,412)	23,776,930
Raw materials and supplies	24,195,102	(1,474,073)	22,721,029	16,411,422	(1,139,810)	15,271,612
Materials in transit	1,394,055	-	1,394,055	1,309,185	-	1,309,185
Total	**76,650,965**	**(5,261,847)**	**71,389,118**	**58,478,593**	**(5,841,765)**	**52,636,828**

6. Investments in Associates and Joint Ventures

(A) Changes in investments in associates and joint ventures for the six-month periods ended June 30, 2026 and 2025 are as follows:

(In millions of Korean won)	**2026**	**2025**
Balance as of January 1	13,772,121	12,592,117
Acquisition	-	385,764
Disposal	(13,102)	(3,143)
Share of profit	483,842	277,871
Other (*)	204,041	(408,715)
Balance as of June 30	**14,446,902**	**12,843,894**

(*) Other consists of dividends, impairment, and reclassification.

(B) Major investments in associates and joint ventures as of June 30, 2026 are as follows:

(1) Investments in associates

Investee	Nature of relationship	Percentage of Ownership(%) (*1)	Principal business location	Fiscal period-end
Samsung Electro-Mechanics Co., Ltd. (*2)	Manufacture and supply electronic components including passive components, circuit boards, and modules	23.7	Korea	December
Samsung SDS Co., Ltd.	Provide Information Technology (IT) services including computer programming, system integration and management and logistical services	22.6	Korea	December
Samsung Biologics Co., Ltd. (*3)	Investment in new business	31.2	Korea	December
Samsung Epis Holdings Co., Ltd. (*3)	Investment in new business	31.2	Korea	December
Samsung SDI Co., Ltd. (*4)	Manufacture and supply electronic parts including secondary cell batteries	19.4	Korea	December
Cheil Worldwide, Inc. (*5)	Advertising agency	25.2	Korea	December

(*1) Ownership represents the Company's ownership of the total ordinary shares issued by each entity.
(*2) The Company's ownership of ordinary shares outstanding is 24.3%.
(*3) The Company's ownership of ordinary shares outstanding is 31.3%.
(*4) The Company's ownership of ordinary shares outstanding is 20.3%.
(*5) The Company's ownership of ordinary shares outstanding is 28.7%.

(2) Investments in joint ventures

Investee	Nature of relationship with joint venture	Percentage of ownership (%)(*)	Principal business location	Fiscal period-end
Samsung Corning Advanced Glass LLC	Manufacture and supply industrial glass devices	50.0	Korea	December

(*) Ownership represents the Company's ownership of the total ordinary shares issued by the entity.

(C) Details of investments in associates and joint ventures as of June 30, 2026 and December 31, 2025 are as follows:

(1) Investments in associates

(In millions of Korean won) — **June 30, 2026**

Investee	Acquisition cost	Net asset value of equity shares (*)	Carrying amount
Samsung Electro-Mechanics Co., Ltd.	359,237	2,395,991	2,408,428
Samsung SDS Co., Ltd.	147,963	2,329,038	2,343,519
Samsung Biologics Co., Ltd.	1,410,104	2,613,118	3,793,343
Samsung Epis Holdings	185,788	1,906,010	717,979
Samsung SDI Co., Ltd.	1,614,403	4,836,682	3,027,485
Cheil Worldwide, Inc.	506,162	462,271	762,775
Other	614,036	916,730	1,138,899
Total	**4,837,693**	**15,459,840**	**14,192,428**

(*) The Company's portion of net asset value of associates is based on the Company's percentage of ownership.

(In millions of Korean won) — **December 31, 2025**

Investee	Acquisition cost	Net asset value of equity shares (*)	Carrying amount
Samsung Electro-Mechanics Co., Ltd.	359,237	2,234,671	2,249,353
Samsung SDS Co., Ltd.	147,963	2,239,882	2,253,776
Samsung Biologics Co., Ltd.	1,410,104	2,328,487	3,509,028
Samsung Epis Holdings	185,788	1,810,442	671,358
Samsung SDI Co., Ltd.	1,614,403	4,268,204	3,003,653
Cheil Worldwide, Inc.	506,162	450,813	752,070
Other	627,138	936,015	1,089,589
Total	**4,850,795**	**14,268,514**	**13,528,827**

(*) The Company's portion of net asset value of associates is based on the Company's percentage of ownership.

(2) Investments in joint ventures

(In millions of Korean won)	June 30, 2026		
Investee	**Acquisition cost**	**Net asset value of equity shares** (*)	**Carrying amount**
Samsung Corning Advanced Glass LLC	215,000	150,696	150,675
Other	259,994	88,639	103,799
Total	**474,994**	**239,335**	**254,474**

(*) The Company's portion of net asset value of joint ventures is based on the Company's percentage of ownership.

(In millions of Korean won)	December 31, 2025		
Investee	**Acquisition cost**	**Net asset value of equity shares** (*)	**Carrying amount**
Samsung Corning Advanced Glass LLC	215,000	148,065	148,044
Other	259,994	85,408	95,250
Total	**474,994**	**233,473**	**243,294**

(*) The Company's portion of net asset value of joint ventures is based on the Company's percentage of ownership.

(D) Details of the changes in the book value of investments in associates and joint ventures using the equity method are as follows:

(1) For the six-month period ended June 30, 2026

(In millions of Korean won)	**Balance as of January 1**	**Share of profit (loss)**	**Share of other comprehensive income (loss)**	**Other** (*)	**Balance as of June 30**
Samsung Electro-Mechanics Co., Ltd.	2,249,353	129,785	70,869	(41,579)	2,408,428
Samsung SDS Co., Ltd.	2,253,776	61,903	83,576	(55,736)	2,343,519
Samsung Biologics Co., Ltd.	3,509,028	280,908	3,407	-	3,793,343
Samsung Epis Holdings	671,358	45,436	1,185	-	717,979
Samsung SDI Co., Ltd.	3,003,653	(40,419)	64,251	-	3,027,485
Cheil Worldwide, Inc.	752,070	26,407	20,015	(35,717)	762,775
Samsung Corning Advanced Glass LLC	148,044	2,631	-	-	150,675
Other	1,184,839	(22,809)	40,968	39,700	1,242,698
Total	**13,772,121**	**483,842**	**284,271**	**(93,332)**	**14,446,902**

(*) Other includes acquisitions, disposals, and dividends.

(2) For the six-month period ended June 30, 2025

(In millions of Korean won)	**Balance as of January 1**	**Share of profit (loss)**	**Share of other comprehensive income (loss)**	**Other (*)**	**Balance as of June 30**
Samsung Electro-Mechanics Co., Ltd.	2,067,669	66,362	(30,000)	(31,848)	2,072,183
Samsung SDS Co., Ltd.	2,120,417	87,148	(30,578)	(50,669)	2,126,318
Samsung Biologics Co., Ltd.	3,406,062	220,951	(584)	-	3,626,429
Samsung SDI Co., Ltd.	2,923,991	(126,206)	(77,585)	358,336	3,078,536
Cheil Worldwide, Inc.	718,561	22,696	(6,986)	(35,717)	698,554
Samsung Corning Advanced Glass LLC	143,178	2,548	-	-	145,726
Other	1,212,239	4,372	(12,640)	(107,823)	1,096,148
Total	**12,592,117**	**277,871**	**(158,373)**	**132,279**	**12,843,894**

(*) Other includes acquisitions, disposals, and dividends.

(E) Summary of the financial information of major associates and joint ventures

(1) Summary of condensed financial information of major associates and dividends received from associates as of June 30, 2026 and December 31, 2025, and for the six-month periods ended June 30, 2026 and 2025 are as follows:

	2026					
(In millions of Korean won)	**Samsung Electro-Mechanics Co., Ltd.**	**Samsung SDS Co., Ltd.**	**Samsung Biologics Co., Ltd.**	**Samsung Epis Holdings**	**Samsung SDI Co., Ltd.**	**Cheil Worldwide, Inc.**
1. Condensed financial information						
Condensed statements of financial position:						
Current assets	8,403,859	11,025,442	5,331,146	2,320,885	9,701,386	2,752,500
Non-current assets	8,162,115	4,125,211	7,321,475	5,688,439	37,920,505	717,806
Current liabilities	4,974,779	2,570,246	2,966,147	1,671,378	12,649,765	1,463,456
Non-current liabilities	1,062,053	1,937,064	1,324,551	243,285	8,135,907	376,393
Non-controlling interests	298,563	332,538	-	-	2,537,387	18,152
Condensed statements of comprehensive income:						
Revenue	6,666,318	7,070,692	2,578,030	845,786	7,345,161	2,092,084
Profit from continuing operations, net of tax (*)	564,667	271,449	899,900	185,271	48,194	92,102
Profit from discontinued operations, net of tax (*)	203	-	-	-	-	-
Other comprehensive income (*)	301,626	226,551	10,913	6,133	2,541,907	72,596
Total comprehensive income (*)	866,496	498,000	910,813	191,404	2,590,101	164,698
2. Dividends from associates						
Dividends	41,579	55,736	-	-	-	35,717

(*) Profit attributable to owners of the investee

	2025					
(In millions of Korean won)	**Samsung Electro-Mechanics Co., Ltd.**	**Samsung SDS Co., Ltd.**	**Samsung Biologics Co., Ltd.**	**Samsung Epis Holdings**	**Samsung SDI Co., Ltd.**	**Cheil Worldwide, Inc.**
1. Condensed financial information						
Condensed statements of financial position:						
Current assets	7,097,623	9,405,729	4,408,367	1,880,001	8,739,929	2,880,955
Non-current assets	7,498,273	4,047,975	6,652,375	5,835,583	33,515,410	706,862
Current liabilities	3,819,497	2,331,827	2,532,917	1,401,268	9,794,853	1,627,926
Non-current liabilities	979,054	858,977	1,076,714	525,244	8,890,373	371,841
Non-controlling interests	255,582	346,793	-	-	2,127,239	15,708
Condensed statements of comprehensive income:						
Revenue	5,523,278	7,001,748	2,588,178	-	6,356,224	2,158,251
Profit (loss) from continuing operations, net of tax (*)	263,910	382,098	699,940	-	(387,456)	79,157
Profit (loss) from discontinued operations, net of tax (*)	(456)	-	-	-	14,392	-
Other comprehensive loss (*)	(127,952)	(136,391)	(1,822)	-	(217,678)	(23,934)
Total comprehensive income (loss) (*)	135,502	245,707	698,118	-	(590,742)	55,223
2. Dividends from associates						
Dividends	31,848	50,669	-	-	13,463	35,717

(*) Profit (loss) attributable to owners of the investee

(2) Summary of condensed financial information of major joint ventures and dividends received from joint ventures as of June 30, 2026 and December 31, 2025, and for the six-month periods ended June 30, 2026 and 2025 are as follows:

	Samsung Corning Advanced Glass, LLC	
(In millions of Korean won)	**2026**	**2025**
1. Condensed financial information		
Condensed statements of financial position:		
Current assets	92,595	102,100
Non-current assets	236,936	224,966
Current liabilities	27,296	30,316
Non-current liabilities	844	621
Condensed statements of comprehensive income:		
Revenue	87,054	91,248
Profit from continuing operations, net of tax	5,263	5,096
Total comprehensive income	5,263	5,096
2. Dividends from joint ventures		
Dividends	-	-

(3) Profit (loss) attributable to owners of the parent company from associates and joint ventures which are not individually material for the six-month periods ended June 30, 2026 and 2025 are as follows:

	2026		2025	
(In millions of Korean won)	**Associates**	**Joint ventures**	**Associates**	**Joint ventures**
Profit (loss) from continuing operations	(24,209)	1,400	3,127	1,245
Other comprehensive income (loss)	35,715	5,253	(15,702)	3,062
Total comprehensive income (loss)	**11,506**	**6,653**	**(12,575)**	**4,307**

(F) Details of marketable investments in associates as of June 30, 2026 and December 31, 2025 are as follows:

	June 30, 2026		December 31, 2025
(In millions of Korean won and number of shares)	**Number of shares held**	**Market value**	**Market value**
Samsung Electro-Mechanics Co., Ltd.	17,693,084	38,641,695	4,511,736
Samsung SDS Co., Ltd.	17,472,110	3,333,679	2,996,467
Samsung Biologics Co., Ltd.	14,449,944	20,099,872	24,492,655
Samsung Epis Holdings	7,767,364	3,339,967	5,771,151
Samsung SDI Co., Ltd.	15,663,968	7,628,352	4,221,439
Cheil Worldwide, Inc.	29,038,075	528,493	609,800

(G) Other matters

On July 12, 2018, the Korea Securities and Futures Commission determined an initial measure following an investigation relating to Samsung Biologics Co., Ltd., an associate of the Company, and its accounting for its investment in Samsung Bioepis Co., Ltd, a joint venture between Biogen Therapeutics Inc. and Samsung Biologics Co., Ltd. This measure included a recommendation to dismiss the director in charge, prosecution charges, and external auditor designation by the regulator, on the basis that the Joint Venture Agreement was not disclosed in the notes to the financial statements. On November 14, 2018, the Korea Securities and Futures Commission determined a second measure which included a penalty of ₩8,000 million, a recommendation to dismiss the CEO, a requirement to restate its financial statements, and further prosecution charges.

To prove justification of its accounting treatment, Samsung Biologics Co., Ltd. filed a suit for cancellation of the aforementioned measures to the Seoul Administrative Court, which is currently in progress. On September 24, 2020, the Seoul Administrative Court announced a decision to cancel the first measure charged by the Korea Securities and Futures Commission and suspended its execution until the final rulings of appeal. On June 11, 2025, Seoul High Court upheld the original decision in the appellate court, but the Korea Securities and Futures Commission appealed to the Supreme Court of Korea on June 30, 2025. On September 25, 2025, the Supreme Court of Korea dismissed the final appeal and reaffirmed the full cancellation of the first measure. Regarding the lawsuit seeking the cancellation of the second measure, the Seoul Administrative Court rendered a judgment on August 14, 2024, to revoke the administrative disposition imposed by the Korea Securities and Futures Commission. However, the Korea Securities and Futures Commission filed an appeal on August 28, 2024, and the case is currently pending before the Seoul High Court.

Samsung Biologics Co., Ltd. also filed for suspending the execution of the initial and second measures. On January 22, 2019 and February 19, 2019, the Seoul Administrative Court pronounced decisions to suspend the second and initial measures, respectively, until the final rulings. The Korea Securities and Futures Commission immediately appealed against the decisions but the appeals were dismissed by the Seoul High Court on May 13, 2019 and May 24, 2019, in relation to the second and first measures, respectively. On May 23, 2019 and June 10, 2019, the Korea Securities and Futures Commission re-appealed against the dismissals relating to the second and first measures, respectively. On September 6, 2019 and October 11, 2019, the Supreme Court of Korea dismissed the Korea Securities and Futures Commission's re-appeal relating to the second and first measures, respectively, and confirmed the decision to suspend the execution of these measures.

Although the future outcome of the administrative litigation cannot be estimated, should Samsung Biologics Co., Ltd. be required to restate its financial statements to amend its historical accounting treatment relating to its investment in Samsung Bioepis Co., Ltd., the Company's share of profit or loss relating to its equity method investment, the amount of investment in associates, and retained earnings, for the years ended December 31, 2015 to December 31, 2022, and the profit on disposal of investment for the year ended December 31, 2016, may be impacted. Given the timing of completion and the final result of the administrative litigation between Samsung Biologics Co., Ltd. and the Korea Securities and Futures Commission is uncertain and cannot currently be estimated, it is not possible for the Company to recognize the effects of these proceedings in the interim consolidated financial statements of the current period.

7. Property, Plant and Equipment

(A) Changes in property, plant and equipment for the six-month periods ended June 30, 2026 and 2025 are as follows:

(In millions of Korean won)	**2026**	**2025**
Balance as of January 1	215,304,784	205,945,209
Acquisition and capital expenditures	29,371,843	23,826,078
Acquisition from business combination	-	20,727
Depreciation	(23,593,369)	(21,287,296)
Disposals/scrap/impairment	(245,199)	(310,449)
Other (*)	3,533,893	(3,168,631)
Balance as of June 30	**224,371,952**	**205,025,638**

(*) Other includes effects of changes in foreign currency exchange rates.

(B) Details of depreciation of property, plant and equipment for the six-month periods ended June 30, 2026 and 2025 are as follows:

(In millions of Korean won)	**2026**	**2025**
Cost of sales	20,241,353	18,673,813
Selling and administrative expenses and other	3,352,016	2,613,483
Total	**23,593,369**	**21,287,296**

(C) Right-of-use assets as of June 30, 2026 amount to ₩5,560,132 million (December 31, 2025: ₩5,388,707 million). During the six-month periods ended June 30, 2026 and 2025, newly recognized right-of-use assets amount to ₩738,425 million and ₩729,678 million, respectively, with relevant depreciation of ₩677,569 million and ₩627,889 million, respectively.

8. Intangible Assets

(A) Changes in intangible assets for the six-month periods ended June 30, 2026 and 2025 are as follows:

(In millions of Korean won)	**2026**	**2025**
Balance as of January 1	29,480,565	23,738,566
External acquisitions	804,435	1,828,601
Acquisition from business combination	-	2,263,546
Amortization	(1,780,765)	(1,588,216)
Disposals/scrap/impairment	(12,442)	(14,277)
Other (*)	894,709	(230,474)
Balance as of June 30	**29,386,502**	**25,997,746**

(*) Other includes effects of changes in foreign currency exchange rates.

(B) Details of amortization of intangible assets for the six-month periods ended June 30, 2026 and 2025 are as follows:

(In millions of Korean won)	**2026**	**2025**
Cost of sales	1,177,501	1,075,514
Selling and administrative expenses and other	603,264	512,702
Total	**1,780,765**	**1,588,216**

9. Borrowings

Details of the carrying amounts of borrowings as of June 30, 2026 and December 31, 2025 are as follows:

(In millions of Korean won)	**Financial institutions**	**Interest rates (%) as of June 30, 2026**	**June 30, 2026**	**December 31, 2025**
Short-term borrowings				
Collateralized borrowings (*1)	Woori Bank and others	1.3~17.6	12,900,214	17,411,670
Non-collateralized borrowings	Citibank and others	0.0~40.0	809,907	163,310
Total			**13,710,121**	**17,574,980**
Current portion of long-term borrowings				
Bank borrowings	BNP and others	3.3~5.3	2,658	1,977
Lease liabilities (*2)	CSSD and others	5.1	1,195,504	1,168,438
Total			**1,198,162**	**1,170,415**
Long-term borrowings				
Bank borrowings	Korea Development Bank and others	1.8~7.8	3,605,834	2,806,014
Lease liabilities (*2)	CSSD and others	5.1	3,879,269	3,673,503
Total			**7,485,103**	**6,479,517**

(*1) Collateralized borrowings are secured by trade receivables.

(*2) Interest expenses arising from the lease liabilities for the six-month periods ended June 30, 2026 and 2025 amount to ₩125,669 million and ₩121,179 million, respectively, which are determined using the weighted-average incremental borrowing rate.

10. Debentures

Details of the carrying amounts of debentures as of June 30, 2026 and December 31, 2025 are as follows:

(In millions of Korean won)	**Issue date**	**Due date**	**Interest rate (%) as of June 30, 2026**	**June 30, 2026**	**December 31, 2025**
US dollar denominated straight bonds (*)	October 2, 1997	October 1, 2027	7.7	15,415 (USD 10 million)	14,349 (USD 10 million)
Less: Discounts				(80)	(122)
Less: Current portion				(7,667)	(7,093)
Total				**7,668**	**7,134**

(*) US dollar denominated straight bonds are repaid annually for twenty years after a ten-year grace period from the date of issuance. Interest is paid semi-annually in arrears.

11. Net Defined Benefit Liabilities (Assets)

(A) Details of net defined benefit liabilities (assets) recognized in the statements of financial position as of June 30, 2026 and December 31, 2025 are as follows:

(In millions of Korean won)	**June 30, 2026**	**December 31, 2025**
Present value of funded defined benefit obligations	17,324,936	16,370,236
Present value of unfunded defined benefit obligations	552,661	484,816
Subtotal	17,877,597	16,855,052
Fair value of plan assets	(23,570,489)	(20,568,079)
Total	**(5,692,892)**	**(3,713,027)**

(B) The components of defined benefit costs recognized in profit or loss for the six-month periods ended June 30, 2026 and 2025 are as follows:

(In millions of Korean won)	**2026**	**2025**
Current service cost	755,152	757,128
Net interest income	(84,454)	(66,070)
Past service cost (*)	715,105	(128)
Other	6,458	3,778
Total	**1,392,261**	**694,708**

(*) Effects on defined benefit obligations as a result of the ruling on the scope of average wages are included.

(C) The expenses related to defined benefit plans recognized in the statements of profit or loss for the six-month periods ended June 30, 2026 and 2025 are as follows:

(In millions of Korean won)	**2026**	**2025**
Cost of sales	603,410	291,334
Selling and administrative expenses and other	788,851	403,374
Total	**1,392,261**	**694,708**

12. Provisions

Changes in the provisions for the six-month period ended June 30, 2026 are as follows:

(In millions of Korean won)	**Warranty (A)**	**Royalty expenses (B)**	**Long-term incentives (C)**	**Other (D, E)**	**Total**
Balance as of January 1	2,607,036	2,218,998	782,262	4,982,674	10,590,970
Charged to profit or loss	500,799	1,971,919	153,894	2,121,065	4,747,677
Payment	(655,943)	(194,763)	(35,484)	(481,581)	(1,367,771)
Other (*)	103,549	158,632	5,738	75,918	343,837
Balance as of June 30	**2,555,441**	**4,154,786**	**906,410**	**6,698,076**	**14,314,713**

(*) Other includes effects of changes in foreign currency exchange rates.

(A) The Company accrues warranty provisions for estimated costs of quality assurance, exchanges, repairs, recalls, and future services based on historical experience and terms of warranty programs.

(B) The Company recognizes provisions for the estimated royalty expenses that are under negotiation with counterparties. The timing and amount of payment depend on the settlement of the negotiations.

(C) The Company has a long-term incentive plan for its executives based on a three-year management performance criteria and recognizes a provision for the estimated incentive cost.

(D) The Company records provisions for future expenses expected to be incurred for products that have been discontinued from manufacturing and sales.

(E) The Company recognizes provisions for the emission in excess of the emission rights held by the Company for the applicable years.

(1) The amount of emission rights allocated free of charge in the current commitment period and the estimated amount of emission as of June 30, 2026 are as follows:

(In ten thousand metric tons)	**June 30, 2026**
Emission rights allocated free of charge	1,665
Estimated volume of emission	1,842

(2) Changes in the emission rights for the six-month periods ended June 30, 2026 and 2025 are as follows:

(In millions of Korean won)	**2026**	**2025**
Balance as of January 1	3,137	3,137
Increase	1,680	-
Utilization	-	-
Balance as of June 30	**4,817**	**3,137**

(3) Changes in the emission liabilities for the six-month periods ended June 30, 2026 and 2025 are as follows:

(In millions of Korean won)	**2026**	**2025**
Balance as of January 1	150	174
Charged to profit or loss	75	87
Utilization	-	-
Balance as of June 30	**225**	**261**

13. Commitments and Contingencies

(A) Litigation

As of June 30, 2026, the Company is involved in various claims, disputes, and investigations conducted by regulatory bodies that arose during the normal course of business with numerous entities. Although the outflow of resources and timing of these matters are uncertain, the Company believes the outcome will not have a material impact on the financial position of the Company.

(B) Business Combination

On December 23, 2025, the Company agreed to purchase ZF Friedrichshafen AG's ADAS (Advanced Driver Assistance System) business. The relevant acquisition procedures are expected to be completed in 2026.

(C) Other commitments

As of June 30, 2026, contractual commitments for the acquisition of property, plant and equipment and intangible assets amount to ₩30,543,192 million. As of June 30, 2026, the Company has entered into multi-year agreements with multiple global customers for the supply of memory semiconductor products. The total order value, delivery schedules, and other contractual terms are subject to change based on customer demand and business developments.

14. Contract Liabilities

The Company has recognized contract liabilities related to contracts with customers as follows:

(In millions of Korean won)	**June 30, 2026**	**December 31, 2025**
Contract liabilities (*)	23,592,176	13,978,566

(*) Contract liabilities include advances received, accrued expenses, other current liabilities and others.

15. Share Capital

As of June 30, 2026, the Company's total number of authorized shares is 25,000,000,000 shares (₩100 per share). As well as its ordinary shares, the Company also has non-cumulative preference shares that are eligible for an additional 1% cash dividend over par value per annum compared to ordinary shares, but without voting rights. The Company has issued 5,846,278,608 ordinary shares and 802,371,203 preference shares as of June 30, 2026, excluding the number of retired shares. The number of shares outstanding is different from the aforementioned number of shares issued due to purchase of treasury shares. Due to the retirement of shares, the total par value of the shares issued which excludes the number of retired shares is ₩664,865 million (ordinary shares of ₩584,628 million and preference shares of ₩80,237 million), which does not agree with paid-in capital of ₩897,514 million.

(Number of shares)	**Ordinary shares outstanding**	**Preference shares outstanding**
As of January 1, 2025	5,940,082,550	818,836,700
Treasury shares purchased	(118,314,495)	(16,465,497)
Treasury shares granted	6,040,880	-
As of December 31, 2025	5,827,808,935	802,371,203
As of January 1, 2026	5,827,808,935	802,371,203
Treasury shares purchased	(73,465,072)	-
Treasury shares granted	9,848,040	-
As of June 30, 2026	5,764,191,903	802,371,203

During the six-month period ended June 30, 2026, the Company granted 9,848,040 treasury shares to its employees with a total acquisition cost of ₩1,106,176 million, pursuant to the board of directors' resolutions on January 23, January 28, and March 18, 2026, and retired 73,359,314 ordinary shares and 13,603,461 preference shares with a total acquisition cost of ₩5,346,072 million, pursuant to the board of directors' resolution on March 30, 2026.

16. Retained Earnings

(A) Retained earnings as of June 30, 2026 and December 31, 2025 consist of the following:

(In millions of Korean won)	**June 30, 2026**	**December 31, 2025**
Discretionary reserve and other	258,170,360	238,481,469
Unappropriated retained earnings	250,927,204	163,654,131
Total	**509,097,564**	**402,135,600**

(B) Details of interim dividends are as follows (Record date: March 31 and June 30, 2026 and 2025):

(In millions of Korean won and number of shares)			2026	2025
1st Quarter	Number of shares eligible for dividends	Ordinary shares	5,792,563,304	5,892,637,922
		Preference shares	802,371,203	812,249,664
	Dividend rate (based on par value)	Ordinary/Preference	372%	365%
	Dividend amount	Ordinary shares	2,154,834	2,150,813
		Preference shares	298,482	296,471
		Total	**2,453,316**	**2,447,284**
2nd Quarter	Number of shares eligible for dividends	Ordinary shares	5,764,191,903	5,876,745,450
		Preference shares	802,371,203	809,337,676
	Dividend rate (based on par value)	Ordinary/Preference	374%	367%
	Dividend amount	Ordinary shares	2,155,808	2,156,766
		Preference shares	300,087	297,027
		Total	**2,455,895**	**2,453,793**

17. Other Components of Equity

(A) Other components of equity as of June 30, 2026 and December 31, 2025 are as follows:

(In millions of Korean won)	June 30, 2026	December 31, 2025
Gain on valuation of financial assets at fair value through other comprehensive income	18,690,456	6,149,263
Share of other comprehensive income of associates and joint ventures	1,045,294	760,827
Foreign currency translation differences for foreign operations	32,185,303	19,618,086
Remeasurement of net defined benefit liabilities (assets)	(3,837,399)	(3,508,193)
Treasury shares	(13,402,737)	(6,606,360)
Share-based payment	15,853,248	365,810
Other	131,604	96,815
Total	**50,665,769**	**16,876,248**

(B) Treasury shares as of June 30, 2026 and December 31, 2025 are as follows:

(In millions of Korean won and number of shares)		June 30, 2026	December 31, 2025
Number of treasury shares purchased	Ordinary shares	82,086,705	91,828,987
	Preference shares	-	13,603,461
Acquisition cost	Ordinary shares	13,402,737	5,892,428
	Preference shares	-	713,932

(C) Equity-settled performance incentive

The Company agreed to grant 6,524,129 ordinary shares as restricted stock awards (RSA) to executives and employees to settle a portion of their performance incentives in January 2026. Accordingly, ₩1,047,102 million, representing the fair value of the shares at the grant date, was reclassified from accrued expenses to other components of equity and recognized as wages and salaries. Grant of shares was completed during the six-month period ended June 30, 2026.

In addition, the 1,176,383 ordinary shares of the restricted stock awards that were outstanding as of December 31, 2025 were settled during the six-month period ended June 30, 2026.

(D) Share-based compensation for employees and executives

The Company agreed to grant ordinary shares to high-performing employees for retention and motivation purposes and recognized ₩370,568 million, which is the fair value of the 1,777,305 ordinary shares as of the grant date, as welfare expense with corresponding credit to other components of equity during the six-month period ended June 30, 2026. The grant of shares was partially executed during the six-month period ended June 30, 2026 and the grants of the remaining shares will be settled in 2028.

In addition, 1,569,895 of the 1,574,685 ordinary shares that had been agreed for the same purpose but remained unsettled as of December 31, 2025 were settled during the six-month period ended June 30, 2026.

Pursuant to a labor-management agreement dated May 27, 2026, the Company agreed to grant ordinary shares to employees of the DX Division and the CSS Business team and recognized ₩332,715 million, which is the fair value of the ordinary shares to be granted as of the grant date, as wages and salaries with corresponding credit to other components of equity. The grant of shares was fully settled on July 8, 2026.

The Company also reached an agreement to grant restricted ordinary shares to employees of the DS Division based on a certain percentage of the 2026 business performance, and the detailed terms and conditions are currently under discussion. The shares are expected to be granted upon the final results of 2026 business performance.

(E) Equity-settled long-term incentives

The Company agreed to grant shares for a portion of long-term incentives to executives and recognized ₩21,304 million, which is the fair value of 132,738 ordinary shares as of the grant date, as wages and salaries with corresponding credit to other components of equity during the six-month period ended June 30, 2026. The grant of shares was fully settled during the six-month period ended June 30, 2026.

In addition, there was no settlement during the six-month period ended June 30, 2026 regarding the 778,984 ordinary shares that had been agreed for the same purpose but remained unsettled as of December 31, 2025.

(F) Performance Stock Units

The Company operates a Performance Stock Units (PSU) plan for employees and executives of SEC and Samsung Display Co., Ltd. In connection with this plan, the Company recognized expenses amounting to ₩767,175 million during the six-month period ended June 30, 2026.

18. Expenses by Nature

Expenses by nature for the three and six-month periods ended June 30, 2026 and 2025 consist of the following:

	2026		2025	
(In millions of Korean won)	**3 Months**	**6 Months**	**3 Months**	**6 Months**
Changes in finished goods, work in process, and other	(8,584,306)	(11,218,003)	2,089,415	958,594
Raw materials used, merchandise purchased, and other	24,323,060	51,878,927	23,386,804	51,740,270
Wages and salaries	25,554,639	36,082,482	8,524,179	17,430,489
Post-employment benefit	587,413	1,930,234	415,126	837,895
Depreciation	12,113,134	23,593,369	10,557,081	21,287,296
Amortization	894,358	1,780,765	799,641	1,588,216
Welfare	2,196,706	4,551,736	2,049,198	3,887,690
Utilities	2,352,048	4,708,763	2,193,810	4,422,012
Outsourcing	2,309,319	4,635,986	2,283,058	4,397,663
Advertising	1,112,552	2,359,930	1,255,764	2,798,180
Sales promotion	1,948,153	3,983,881	1,915,725	4,059,321
Other	17,199,983	34,359,636	14,420,459	28,937,865
Total (*)	82,007,059	158,647,706	69,890,260	142,345,491

(*) Equal to the sum of cost of sales and selling and administrative expenses in the interim consolidated statement of profit or loss.

19. Selling and Administrative Expenses

Selling and administrative expenses for the three and six-month periods ended June 30, 2026 and 2025 are as follows:

	2026		2025	
(In millions of Korean won)	**3 Months**	**6 Months**	**3 Months**	**6 Months**
Selling and administrative expenses				
Wages and salaries	3,692,595	6,426,069	2,214,747	4,467,951
Post-employment benefit	272,925	511,102	100,137	202,344
Commissions	2,543,091	5,196,956	2,592,539	4,999,465
Depreciation	473,494	935,643	427,435	862,702
Amortization	235,999	468,431	201,413	386,693
Advertising	1,112,552	2,359,930	1,255,764	2,798,180
Sales promotion	1,948,153	3,983,881	1,915,725	4,059,321
Transportation	711,840	1,321,603	584,633	1,225,376
Service	786,367	1,952,701	713,459	1,711,852
Other	2,005,990	3,970,353	1,795,552	3,500,079
Subtotal	13,783,006	27,126,669	11,801,404	24,213,963
Research and development expenses				
Research and development	16,025,293	27,362,006	9,019,290	18,052,031
Total	29,808,299	54,488,675	20,820,694	42,265,994

20. Other Non-Operating Income and Expenses

Details of other non-operating income and expenses for the three and six-month periods ended June 30, 2026 and 2025 are as follows:

	2026		2025	
(In millions of Korean won)	**3 Months**	**6 Months**	**3 Months**	**6 Months**
Other non-operating income				
Dividend income	34,277	69,965	31,754	66,871
Rental income	36,877	73,848	37,767	75,945
Gain on disposal of property, plant and equipment	67,748	85,879	46,070	52,889
Other	301,834	686,682	187,159	1,213,350
Total	**440,736**	**916,374**	**302,750**	**1,409,055**

	2026		2025	
(In millions of Korean won)	**3 Months**	**6 Months**	**3 Months**	**6 Months**
Other non-operating expenses				
Loss on disposal of property, plant and equipment	21,735	77,568	10,446	21,194
Donations	28,667	64,399	39,961	83,931
Other	397,206	695,123	232,787	419,482
Total	**447,608**	**837,090**	**283,194**	**524,607**

21. Financial Income and Expenses

Details of financial income and expenses for the three and six-month periods ended June 30, 2026 and 2025 are as follows:

	2026		2025	
(*In millions of Korean won*)	**3 Months**	**6 Months**	**3 Months**	**6 Months**
Financial income				
Interest income	1,605,359	2,833,468	1,051,195	2,290,544
Financial assets measured at amortized cost	1,605,306	2,833,363	1,051,140	2,290,434
Financial assets measured at fair value through profit or loss	53	105	55	110
Foreign exchange differences	4,396,730	8,990,326	3,019,621	4,920,059
Gain from derivatives	2,350,310	2,651,570	275,036	1,106,133
Total	**8,352,399**	**14,475,364**	**4,345,852**	**8,316,736**

	2026		2025	
(*In millions of Korean won*)	**3 Months**	**6 Months**	**3 Months**	**6 Months**
Financial expenses				
Interest expenses	197,003	474,672	148,530	324,617
Financial liabilities measured at amortized cost	92,162	181,807	11,407	35,296
Other financial liabilities	104,841	292,865	137,123	289,321
Foreign exchange differences	3,229,778	7,543,980	2,974,597	5,008,037
Loss from derivatives	210,437	476,808	321,227	600,025
Total	**3,637,218**	**8,495,460**	**3,444,354**	**5,932,679**

The Company recognizes foreign exchange gains and losses arising from foreign currency transactions and translation as financial income and expenses.

22. Income Tax Expense

Income tax expense is recognized based on management's best estimate of the weighted-average annual income tax rate expected for the full financial year considering global minimum top-up tax. The average annual tax rate expected as of June 30, 2026 to be effective for the year ended December 31, 2026 is 22.5%.

23. Earnings per Share

Earnings per share for the three and six-month periods ended June 30, 2026 and 2025 are calculated as follows:

(A) Ordinary shares

(1) Basic earnings per share

	2026		**2025**	
(In millions of Korean won and thousands of number of shares)	**3 Months**	**6 Months**	**3 Months**	**6 Months**
Profit for the period attributable to owners of the parent company	71,269,468	118,370,658	4,934,034	12,962,441
Profit for the period attributable to ordinary shares	62,564,653	103,966,168	4,336,895	11,392,986
Weighted-average number of ordinary shares outstanding	5,767,030	5,791,848	5,881,154	5,903,847
Basic earnings per ordinary share *(in Korean won)*	**10,849**	**17,950**	**737**	**1,929**

(2) Diluted earnings per share

	2026		**2025**	
(In millions of Korean won and thousands of number of shares)	**3 Months**	**6 Months**	**3 Months**	**6 Months**
Profit for the period attributable to owners of the parent company	71,269,468	118,370,658	4,934,034	12,962,441
Profit for the period attributable to ordinary shares	62,653,736	104,105,868	4,337,005	11,393,233
Weighted-average number of diluted ordinary shares outstanding (*)	5,837,406	5,859,256	5,882,330	5,904,831
Diluted earnings per ordinary share *(in Korean won)*	**10,733**	**17,768**	**737**	**1,929**

(*) The weighted-average diluted potential ordinary shares included related to stock-based compensation are 67,408 thousand and 984 thousand shares for the six-month periods ended June 30, 2026 and 2025, respectively.

(B) Preference shares

(1) Basic earnings per share

	2026		2025	
(In millions of Korean won and thousands of number of shares)	**3 Months**	**6 Months**	**3 Months**	**6 Months**
Profit for the period attributable to owners of the parent company	71,269,468	118,370,658	4,934,034	12,962,441
Profit for the period attributable to preference shares	8,704,815	14,404,490	597,139	1,569,455
Weighted-average number of preference shares outstanding	802,371	802,371	809,995	813,434
Basic earnings per preference share *(in Korean won)*	**10,849**	**17,952**	**737**	**1,929**

(2) Diluted earnings per share

	2026		2025	
(In millions of Korean won and thousands of number of shares)	**3 Months**	**6 Months**	**3 Months**	**6 Months**
Profit for the period attributable to owners of the parent company	71,269,468	118,370,658	4,934,034	12,962,441
Profit for the period attributable to preference shares	8,615,732	14,264,790	597,029	1,569,208
Weighted-average number of diluted preference shares outstanding	802,371	802,371	809,995	813,434
Diluted earnings per preference share *(in Korean won)*	**10,738**	**17,778**	**737**	**1,929**

Diluted earnings per share is calculated by adjusting the weighted-average number of ordinary shares outstanding, assuming the conversion of all potentially dilutive securities into ordinary shares. Among the dilutive potential ordinary shares held by the Company, the number of shares arising from Performance Stock Units is calculated based on the number of shares to be granted to employees and executives, assuming that the share price as of June 30, 2026 is equal to the reference share price at the end of the three-year vesting period. Potentially dilutive instruments that have an antidilutive effect are excluded from the calculation of diluted earnings per share.

24. Statements of Cash Flows

The Company used the indirect method to present cash flows from operating activities. Adjustments and changes in assets and liabilities arising from operating activities for the six-month periods ended June 30, 2026 and 2025 are as follows:

- Adjustments

(In millions of Korean won)	**2026**	**2025**
Adjustments:		
Income tax expense	34,418,506	1,568,392
Financial income	(9,107,541)	(4,329,620)
Financial expenses	3,935,844	2,001,349
Post-employment benefits	1,930,234	837,895
Depreciation	23,593,369	21,287,296
Amortization	1,780,765	1,588,216
(Reversal of) bad debt expense	(24,420)	20,166
Dividend income	(69,965)	(66,871)
Share of profit of associates and joint ventures	(483,842)	(277,871)
Gain on disposal of property, plant and equipment	(85,879)	(52,889)
Loss on disposal of property, plant and equipment	77,568	21,194
Loss on valuation of inventories	272,862	2,577,490
Other	16,726,690	(146,019)
Total	**72,964,191**	**25,028,728**

- Changes in assets and liabilities arising from operating activities

(In millions of Korean won)	**2026**	**2025**
Changes in assets and liabilities:		
Increase in trade receivables	(39,341,327)	(1,223,216)
Decrease (increase) in other receivables	(877,087)	1,157,850
Decrease (increase) in prepaid expenses	(102,440)	91,440
Increase in inventories	(16,979,591)	(3,045,758)
Increase in trade payables	30,774	1,302,934
Decrease in other payables	(144,504)	(678,841)
Increase (decrease) in advances received	1,304,442	(175,534)
Increase (decrease) in withholdings	149,751	(98,017)
Increase (decrease) in accrued expenses	1,294,859	(642,746)
Increase (decrease) in provisions	3,379,906	(657,815)
Payment of post-employment benefits	(1,190,333)	(777,888)
Other	10,121,552	1,465,395
Total	**(42,353,998)**	**(3,282,196)**

For the six-month periods ended June 30, 2026 and 2025, cash outflows from principal portion of lease liabilities (financial activities) amount to ₩700,089 million and ₩650,367 million, respectively, and cash outflows due to interest expenses (operating activities) in relation to the lease liabilities amount to ₩125,669 million and ₩121,179 million, respectively.

25. Financial Risk Management

The Company manages its financial risks with a focus on minimizing market risk, credit risk, and liquidity risk arising from its operating activities. To this end, the Company closely monitors and responds to each risk factor.

The Company establishes global financial management standards, periodically measures customer's and counterparty's financial risk, and manages the risk with currency hedges and review of cash flows.

The Company also manages foreign exchange risk by monitoring foreign exchange rate fluctuations through local financial centers in the major regions (United States, United Kingdom, Singapore, China, Brazil, and Russia), which act as an agent for the subsidiaries in each region to manage foreign exchange transactions. In addition, local finance centers in the major regions respond to liquidity risk through a regionally integrated financial structure.

The Company's financial assets subject to financial risk management consist of cash and cash equivalents, short-term financial instruments, trade receivables, financial assets at fair value through other comprehensive income, and others, while its financial liabilities consist of trade payables, borrowings, and others.

(A) Market risk

(1) Foreign exchange risk

The Company is exposed to foreign exchange risk arising from its global operations through transactions in currencies other than its functional currency. The main currencies in which the Company is exposed to foreign exchange risk are the US dollar and European Euro.

The Company focuses on minimizing the impact of foreign exchange fluctuation by matching levels of assets and liabilities denominated in each foreign currency. To minimize exchange position, the Company's foreign exchange management policy requires normal business transactions, including import and export, as well as financing transactions, such as depositing and borrowing, to be in local currency or match as closely as possible cash inflows and outflows incurred in the respective foreign currencies. This reduces but may not eliminate the foreign exchange risk to which the Company is exposed. Moreover, the Company periodically evaluates and monitors the foreign exchange risk to efficiently mitigate such risk, and the speculative foreign exchange transactions are strictly prohibited.

(2) Interest rate risk

Interest rate risk for floating interest rate financial instruments can be defined as the risk of changes in the fair value of components of the statement of financial position due to changes in the market interest rates, and the risk of changes in the future cash flows of interest income and expenses arising from investing and financing activities. The Company's exposure to interest rate risk arises primarily from interest-bearing deposits and floating interest rate debt obligations, and the Company manages its exposure to interest rate risk to minimize uncertainty and cost of financing resulting from changes in interest rates.

(3) Price risk

The Company's investment portfolio consists of direct and indirect investments in equity instruments classified as financial assets at fair value through other comprehensive income and financial assets at fair value through profit or loss, which is in line with the Company's strategy.

As of June 30, 2026 and 2025, price fluctuation of marketable equity securities (listed stocks) by 1% would result in changes in other comprehensive income (before income tax) of ₩322,542 million and ₩83,939 million, respectively, and changes in profit before tax of ₩976 million and ₩1,328 million, respectively.

(B) Credit risk

Credit risk arises during the normal course of transactions and investing activities where customers or other parties fail to discharge an obligation. The Company monitors and sets the customer's and counterparty's credit limit on a periodic basis based on their financial conditions, default history and other factors. Adequate insurance coverage is maintained for trade receivables related to trading partners situated in high risk countries.

Credit risk also can arise from transactions with financial institutions including transactions in financial instruments such as cash and cash equivalents, deposits, and derivative instruments. To minimize such risk, the Company transacts only with banks that have a strong international credit rating (S&P A and above), and new transactions with financial institutions which the Company does not have an existing relationship are subject to the completion of risk assessments prior to commencement of transactions. The Company generally enters into financial agreements without restrictions, such as debt ratio covenants, provision of collateral and/or repayment of loans/borrowings, and otherwise separate approvals are obtained.

The carrying amount of the Company's financial assets is net of impairment losses and the Company's maximum exposure to credit risk is equal to the carrying amount of its financial assets.

(C) Liquidity risk

Liquidity risk is the risk that a company will have difficulty in meeting all its financial obligations. The Company's main sources of liquidity are cash generated from operations and funds raised from the capital markets and financial institutions, while its main liquidity needs are for investments in production, research and development, working capital and dividends. Due to the nature of the Company's business, which involves large investments, maintaining adequate levels of liquidity is critical. The Company maintains and manages adequate liquidity through forecasting periodic cash flows, estimating required cash levels, and monitoring inflows and outflows of cash.

The Company has established Cash Pooling by region to respond effectively to liquidity risks, even when individual companies within a region are underfunded. Cash Pooling is a system that shares funds between underfunded and overfunded companies, minimizing the liquidity risk of individual companies, easing the burden of fund management, and reducing financial costs.

In addition, the Company has secured credit lines for its overseas subsidiaries by means of payment guarantees from the head office in the event of large liquidity needs, and, at the end of the period, the Company had investment grade ratings of Aa2 from Moody's and AA- from S&P, enabling it to raise funds on the capital market in a timely manner.

(D) Capital risk management

The purpose of capital management is to maintain a sound capital structure and protect the Company's ability to continue to provide benefits to its shareholders and stakeholders as a going concern. The Company monitors capital on the basis of credit ratings and debt ratio.

The debt ratios as of June 30, 2026 and December 31, 2025 are as follows:

(In millions of Korean won)	**June 30, 2026**	**December 31, 2025**
Total liabilities	180,170,840	130,621,773
Total equity	579,309,676	436,320,337
Debt ratio	**31.1%**	**29.9%**

26. Fair Value Measurement

(A) Carrying amounts and fair values of financial instruments by category as of June 30, 2026 and December 31, 2025 are as follows:

(In millions of Korean won)	**June 30, 2026** Carrying amount	**June 30, 2026** Fair value	**December 31, 2025** Carrying amount	**December 31, 2025** Fair value
Financial assets				
Cash and cash equivalents	92,916,382	(*1)	57,856,378	(*1)
Short-term financial instruments	97,036,646	(*1)	67,965,021	(*1)
Short-term financial assets at fair value through profit or loss	46,000	46,000	25,715	25,715
Trade receivables	96,408,968	(*1)	51,127,642	(*1)
Financial assets at fair value through other comprehensive income	37,912,513	37,912,513	16,295,005	16,295,005
Financial assets at fair value through profit or loss	1,435,864	1,435,864	1,280,501	1,280,501
Other (*2)	59,865,609	1,980,476	20,635,421	174,019
Total financial assets	**385,621,982**		**215,185,683**	
Financial liabilities				
Trade payables	17,204,681	(*1)	13,039,380	(*1)
Short-term borrowings	13,710,121	(*1)	17,574,980	(*1)
Other payables	16,547,090	(*1)	19,913,847	(*1)
Current portion of long-term liabilities	1,205,829	8,227	1,177,508	7,556
- Long-term borrowings	1,198,162	(*1)(*3)	1,170,415	(*1)(*3)
- Debentures	7,667	8,227	7,093	7,556
Debentures	7,668	8,532	7,134	7,875
Long-term borrowings	7,485,103	(*1)(*3)	6,479,517	(*1)(*3)
Long-term other payables	4,046,987	(*1)	4,861,818	(*1)
Other (*2)	24,114,361	115,490	14,386,337	107,811
Total financial liabilities	**84,321,840**		**77,440,521**	

(*1) Assets and liabilities whose carrying amount is a reasonable approximation of fair value are excluded from the fair value disclosures.

(*2) Assets measured at the cost of ₩57,885,133 million and ₩20,461,402 million as of June 30, 2026 and December 31, 2025, respectively, and liabilities measured at the cost of ₩23,998,871 million and ₩14,278,526 million as of June 30, 2026 and December 31, 2025, respectively, are excluded as their carrying amounts are reasonable estimates of fair value.

(*3) Lease liabilities, classified under the current portion of long-term liabilities and long-term borrowings, are excluded from the fair value disclosures in accordance with *Korean IFRS 1107.*

(B) Fair value hierarchy classifications of the financial instruments that are measured or disclosed at fair value as of June 30, 2026 and December 31, 2025 are as follows:

	June 30, 2026			
(In millions of Korean won)	**Level 1**	**Level 2**	**Level 3**	**Total balance**
1) Assets				
Short-term financial assets at fair value through profit or loss	-	46,000	-	46,000
Financial assets at fair value through other comprehensive income	32,251,203	-	5,661,310	37,912,513
Financial assets at fair value through profit or loss	97,642	-	1,338,222	1,435,864
Other	-	1,813,609	166,868	1,980,477
2) Liabilities				
Current portion of debentures	-	8,227	-	8,227
Debentures	-	8,532	-	8,532
Other	-	115,490	-	115,490

	December 31, 2025			
(In millions of Korean won)	**Level 1**	**Level 2**	**Level 3**	**Total balance**
1) Assets				
Short-term financial assets at fair value through profit or loss	-	25,715	-	25,715
Financial assets at fair value through other comprehensive income	13,206,702	-	3,088,303	16,295,005
Financial assets at fair value through profit or loss	146,034	-	1,134,467	1,280,501
Other	-	116,860	57,159	174,019
2) Liabilities				
Current portion of debentures	-	7,556	-	7,556
Debentures	-	7,875	-	7,875
Other	-	107,811	-	107,811

The levels of the fair value hierarchy and its application to financial assets and liabilities are described below.

- Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities
- Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly
- Level 3: Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs)

The fair value of financial instruments traded in active markets is based on quoted market prices at the reporting date. A market is regarded as active if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis. These instruments are included in Level 1. The instruments included in Level 1 are listed equity investments, most of which are classified as financial assets at fair value through other comprehensive income.

The fair value of financial instruments that are not traded in an active market is determined by using valuation techniques. These valuation techniques maximize the use of observable market data where available and rely as little as possible on entity-specific estimates. If all significant inputs required to measure the fair value of an instrument are observable, the instrument is included in Level 2.

If one or more of the significant inputs are not based on observable market data, the instrument is included in Level 3.

The Company performs the fair value measurements required for financial reporting purposes, including Level 3 fair values, and discusses valuation processes and results in line with the financial reporting timelines. The Company's policy is to recognize transfers between levels at the end of the reporting period if corresponding events or changes in circumstances have occurred.

Specific valuation techniques used to value financial instruments include:

- Quoted market prices or dealer quotes for similar instruments
- The fair value of forward foreign exchange contracts determined using forward exchange rates at the reporting date, with the resulting value discounted to present value

Other techniques, such as discounted cash flow analysis, binomial model, etcetera, are used to determine fair value for the remaining financial instruments. For trade and other receivables that are classified as current assets, the book value approximates a reasonable estimate of fair value.

(C) Valuation technique and the inputs

The Company utilizes a present value technique to discount future cash flows using proper interest rates for currency forward, corporate bonds, government and public bonds, and bank debentures that are classified as Level 2 in the fair value hierarchy.

The following table presents the valuation technique and the inputs used for major financial instruments classified as Level 3 as of June 30, 2026.

(In millions of Korean won and percentage)

Classification	Fair value	Valuation technique	Level 3 inputs	Input range
Financial assets at fair value through other comprehensive income				
Samsung Venture Investment	41,515	Discounted cash flow	Permanent growth rate	1.0%
			Weighted-average cost of capital	12.4%
MiCo Ceramics Co., Ltd.	73,143	Discounted cash flow and etc.	Permanent growth rate	0.0%
			Weighted-average cost of capital	11.8%
TCL China Star Optoelectronics Technology Co., Ltd. (CSOT)	2,091,772	Discounted cash flow	Permanent growth rate	0.0%
			Weighted-average cost of capital	9.6%
China Star Optoelectronics Semiconductor Display Technology Ltd. (CSOSDT)	471,667	Discounted cash flow	Permanent growth rate	0.0%
			Weighted-average cost of capital	9.6%
Others				
Put option on equity instruments	166,868	Binomial model	Risk-free rate	3.8%~4.0%, 3.6%
			Price volatility	61.0%, 47.9%

(D) Changes in Level 3 instruments for the six-month periods ended June 30, 2026 and 2025 are as follows:

(In millions of Korean won)	**2026**	**2025**
Financial assets		
Balance as of January 1	4,279,929	4,406,446
Acquisitions	2,146,956	140,995
Disposals	(205,763)	(196,165)
Amount recognized in profit for the period	189,585	579,752
Amount recognized in other comprehensive income	616,129	(105,962)
Other	136,595	(1,030,544)
Balance as of June 30	**7,163,431**	**3,794,522**

(E) Sensitivity analysis for recurring fair value measurements categorized within Level 3

Sensitivity analysis of financial instruments is performed to measure favorable and unfavorable changes in the fair value of financial instruments which are affected by the unobservable parameters, using a statistical technique. When the fair value is affected by more than two input parameters, the amounts represent the most favorable or unfavorable.

The results of the sensitivity analysis for effect on income or loss before tax from changes in inputs for major financial instruments which are categorized within Level 3 and subject to sensitivity analysis are as follows:

(In millions of Korean won)	**Favorable changes**		**Unfavorable changes**	
Classification	**Profit or loss**	**Equity**	**Profit or loss**	**Equity**
Financial assets at fair value through other comprehensive income (*1)	-	238,809	-	(155,580)
Others (*2)	13,977	-	(13,793)	-

(*1) For equity securities, changes in fair value are calculated by increasing or decreasing perpetual growth rate and weighted-average cost of capital (-1% ~1%), which are significant unobservable inputs.

(*2) Changes in fair value were calculated by increasing or decreasing price volatility (-5%~5%) of underlying asset, which is a significant unobservable input.

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27. Segment Information

(A) Operating segment information

The chief operating decision-maker has been identified as the Management Committee. The Company determines operating segments based on the segment information reported to the Management Committee. The Management Committee reviews the operating profits of each operating segment in order to evaluate the performance and to make strategic decisions regarding the allocation of resources to each segment.

Revenue consists mostly of product sales. The operating segments have been identified based on its organization and the types of products that generate revenue. As of the reporting date, the operating segments are comprised of DX, DS, SDC, Harman, and others.

The segment information including depreciation, amortization and operating profits is prepared after adjusting intercompany transactions. Total assets and liabilities of each operating segment are excluded from the disclosure as these have not been provided regularly to the Management Committee.

(1) For the three-month period ended June 30, 2026

(In millions of Korean won)	**DX**	**DS**	**SDC**	**Harman**	**Intercompany reconciliations**	**Total (*)**
Revenue	48,022,433	127,516,071	7,485,065	4,567,751	(16,091,850)	171,499,470
Depreciation	691,790	10,654,236	622,025	105,317	-	12,113,134
Amortization	504,253	212,364	60,452	49,865	-	894,358
Operating profit	(818,805)	89,196,019	680,607	414,858	-	89,492,412

(*) Other operating segments are not separately disclosed.

Revenue by major product for the three-month period ended June 30, 2026 is as follows:

(In millions of Korean won)	**TV, monitor, and other**	**Smartphone and other**	**Memory**	**Display panels**	**Total (*)**
Revenue	7,717,749	32,294,954	120,840,243	7,485,065	171,499,470

(*) Other operating segments are not separately disclosed.

(2) For the six-month period ended June 30, 2026

(In millions of Korean won)	**DX**	**DS**	**SDC**	**Harman**	**Intercompany reconciliations**	**Total (*)**
Revenue	100,677,119	209,231,714	14,178,522	8,394,100	(27,108,541)	305,372,914
Depreciation	1,382,350	20,684,084	1,239,404	201,684	-	23,593,369
Amortization	1,006,863	421,199	120,178	99,730	-	1,780,765
Operating profit	2,148,877	142,859,293	1,043,353	636,826	-	146,725,209

(*) Other operating segments are not separately disclosed.

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Revenue by major product for the six-month period ended June 30, 2026 is as follows:

(In millions of Korean won)	**TV, monitor, and other**	**Smartphone and other**	**Memory**	**Display panels**	**Total (*)**
Revenue	15,445,566	69,798,593	195,620,223	14,178,522	305,372,914

(*) Other operating segments are not separately disclosed.

(3) For the three-month period ended June 30, 2025

(In millions of Korean won)	**DX**	**DS**	**SDC**	**Harman**	**Intercompany reconciliations**	**Total (*)**
Revenue	43,570,160	27,875,087	6,379,981	3,829,993	(7,088,904)	74,566,317
Depreciation	659,976	9,159,340	607,389	87,059	-	10,557,081
Amortization	421,683	208,952	58,173	48,803	-	799,641
Operating profit	3,325,705	350,173	473,290	483,810	-	4,676,057

(*) Other operating segments are not separately disclosed.

Revenue by major product for the three-month period ended June 30, 2025 is as follows:

(In millions of Korean won)	**TV, monitor, and other**	**Smartphone and other**	**Memory**	**Display panels**	**Total (*)**
Revenue	7,011,061	28,450,849	21,178,497	6,379,981	74,566,317

(*) Other operating segments are not separately disclosed.

(4) For the six-month period ended June 30, 2025

(In millions of Korean won)	**DX**	**DS**	**SDC**	**Harman**	**Intercompany reconciliations**	**Total (*)**
Revenue	95,287,371	53,006,093	12,246,903	7,249,366	(14,082,913)	153,706,820
Depreciation	1,320,057	18,479,258	1,218,450	173,726	-	21,287,296
Amortization	838,840	412,125	116,165	101,391	-	1,588,216
Operating profit	8,047,605	1,455,676	935,517	790,668	-	11,361,329

(*) Other operating segments are not separately disclosed.

Revenue by major product for the six-month period ended June 30, 2025 is as follows:

(In millions of Korean won)	**TV, monitor, and other**	**Smartphone and other**	**Memory**	**Display panels**	**Total (*)**
Revenue	14,767,406	64,638,470	40,247,535	12,246,903	153,706,820

(*) Other operating segments are not separately disclosed.

(B) Regional information

The regional information provided to the Management Committee for the reportable segments as of and for the three and six-month periods ended June 30, 2026 and 2025 is as follows:

(1) As of and for the three-month period ended June 30, 2026

(In millions of Korean won)	**Korea**	**America**	**Europe**	**Asia and Africa**	**China**	**Intercompany elimination**	**Total**
Revenue	12,150,508	83,615,737	15,317,816	17,144,344	43,271,065	-	171,499,470
Non-current assets (*)	185,142,200	40,641,411	9,712,930	10,601,280	9,755,113	(2,094,480)	253,758,454

(*) Financial instruments, deferred tax assets, and investments in associates and joint ventures are excluded from non-current assets.

(2) As of and for the six-month period ended June 30, 2026

(In millions of Korean won)	**Korea**	**America**	**Europe**	**Asia and Africa**	**China**	**Intercompany elimination**	**Total**
Revenue	25,635,201	143,366,076	31,031,644	33,905,551	71,434,442	-	305,372,914
Non-current assets (*)	185,142,200	40,641,411	9,712,930	10,601,280	9,755,113	(2,094,480)	253,758,454

(*) Financial instruments, deferred tax assets, and investments in associates and joint ventures are excluded from non-current assets.

(3) As of and for the three-month period ended June 30, 2025

(In millions of Korean won)	**Korea**	**America**	**Europe**	**Asia and Africa**	**China**	**Intercompany elimination**	**Total**
Revenue	10,801,120	29,219,438	11,968,957	12,374,282	10,202,520	-	74,566,317
Non-current assets (*)	178,521,233	27,505,474	7,010,222	9,216,944	9,251,428	(481,917)	231,023,384

(*) Financial instruments, deferred tax assets, and investments in associates and joint ventures are excluded from non-current assets.

(4) As of and for the six-month period ended June 30, 2025

(In millions of Korean won)	**Korea**	**America**	**Europe**	**Asia and Africa**	**China**	**Intercompany elimination**	**Total**
Revenue	22,031,332	59,438,979	26,007,751	27,025,356	19,203,402	-	153,706,820
Non-current assets (*)	178,521,233	27,505,474	7,010,222	9,216,944	9,251,428	(481,917)	231,023,384

(*) Financial instruments, deferred tax assets, and investments in associates and joint ventures are excluded from non-current assets.

28. Related Party Transactions

(A) Sale and purchase transactions

Sale and purchase transactions with related parties for the six-month periods ended June 30, 2026 and 2025 are as follows:

(In millions of Korean won)

	Name of company [*1]	2026 Sales and other	2026 Disposal of non-current assets	2026 Purchases and other	2026 Purchase of non-current assets
Associates and joint ventures	Samsung SDS Co., Ltd.	99,697	-	1,109,805	101,297
	Samsung Electro-Mechanics Co., Ltd.	59,596	-	381,353	-
	Samsung SDI Co., Ltd.	38,142	-	362,281	-
	Cheil Worldwide Inc.	37,406	-	475,290	-
	Other	691,060	177	6,566,791	151,707
	Total	**925,901**	**177**	**8,895,520**	**253,004**
Other related parties	Samsung C&T Co., Ltd.	4,199	113	95,321	2,336,245
	Other	70,914	-	795,000	1,226,901
	Total	**75,113**	**113**	**890,321**	**3,563,146**
Other[*2]	Samsung E&A Co., Ltd.	585	-	10,753	1,581,989
	S-1 Corporation	3,225	-	284,096	31,277
	Other	121,591	-	129,410	739,551
	Total	**125,401**	**-**	**424,259**	**2,352,817**

[*1] Transactions with separate entities that are related parties of the Company.

[*2] Although these entities are not related parties of the Company in accordance with *Korean IFRS 1024*, they belong to the same large enterprise group in accordance with the Monopoly Regulation and Fair Trade Act.

(In millions of Korean won)

	Name of company [*1]	2025 Sales and other	2025 Disposal of non-current assets	2025 Purchases and other	2025 Purchase of non-current assets
Associates and joint ventures	Samsung SDS Co., Ltd.	76,392	61	1,079,791	142,059
	Samsung Electro-Mechanics Co., Ltd.	44,375	-	573,104	-
	Samsung SDI Co., Ltd.	53,932	-	336,074	11,372
	Cheil Worldwide Inc.	37,211	-	454,703	2,389
	Other	703,487	794	6,394,865	57,971
	Total	**915,397**	**855**	**8,838,537**	**213,791**
Other related parties	Samsung C&T Co., Ltd.	4,854	20	95,571	1,689,225
	Other	331,908	-	766,573	1,087,524
	Total	**336,762**	**20**	**862,144**	**2,776,749**
Other[*2]	Samsung E&A Co., Ltd.	1,496	-	7,875	1,035,069
	S-1 Corporation	10,259	-	266,351	31,327
	Other	115,319	-	190,598	320,754
	Total	**127,074**	**-**	**464,824**	**1,387,150**

[*1] Transactions with separate entities that are related parties of the Company.

[*2] Although these entities are not related parties of the Company in accordance with *Korean IFRS 1024*, they belong to the same large enterprise group in accordance with the Monopoly Regulation and Fair Trade Act.

(B) Balances of receivables and payables

Balances of receivables and payables arising from transactions with related parties as of June 30, 2026 and December 31, 2025 are as follows:

		June 30, 2026	
(In millions of Korean won)	**Name of company** (*1)	**Receivables and other**	**Payables and other** (*2)
Associates and joint ventures	Samsung SDS Co., Ltd.	31,649	591,043
	Samsung Electro-Mechanics Co., Ltd.	2,511	66,009
	Samsung SDI Co., Ltd.	125,017	73,619
	Cheil Worldwide Inc.	24	362,948
	Other	261,148	1,318,075
	Total	**420,349**	**2,411,694**
Other related parties	Samsung C&T Co., Ltd.	205,048	1,869,870
	Other	41,337	349,632
	Total	**246,385**	**2,219,502**
Other(*3)	Samsung E&A Co., Ltd.	398	1,369,923
	S-1 Corporation	1,180	58,854
	Other	15,127	389,268
	Total	**16,705**	**1,818,045**

(*1) Balances due from and to separate entities that are related parties of the Company.
(*2) Payables and others include lease liabilities.
(*3) Although these entities are not related parties of the Company in accordance with *Korean IFRS 1024*, they belong to the same large enterprise group in accordance with the Monopoly Regulation and Fair Trade Act.

		December 31, 2025	
(In millions of Korean won)	**Name of company** (*1)	**Receivables and other**	**Payables and other** (*2)
Associates and joint ventures	Samsung SDS Co., Ltd.	26,493	652,534
	Samsung Electro-Mechanics Co., Ltd.	4,096	112,204
	Samsung SDI Co., Ltd.	121,347	76,659
	Cheil Worldwide Inc.	120	450,825
	Other	315,891	1,367,822
	Total	**467,947**	**2,660,044**
Other related parties	Samsung C&T Co., Ltd.	205,547	1,885,196
	Other	18,651	251,265
	Total	**224,198**	**2,136,461**
Other(*3)	Samsung E&A Co., Ltd.	296	1,217,432
	S-1 Corporation	1,644	62,500
	Other	19,622	288,498
	Total	**21,562**	**1,568,430**

(*1) Balances due from and to separate entities that are related parties of the Company.
(*2) Payables and others include lease liabilities.
(*3) Although these entities are not related parties of the Company in accordance with *Korean IFRS 1024*, they belong to the same large enterprise group in accordance with the Monopoly Regulation and Fair Trade Act.

(C) For the six-month periods ended June 30, 2026 and 2025, the Company invested nil and ₩322,146 million, respectively, in associates and joint ventures. In addition, the Company has made capital recovery of ₩13,102 million and ₩3,143 million from its investments in associates and joint ventures during the six-month periods ended June 30, 2026 and 2025, respectively.

(D) For the six-month periods ended June 30, 2026 and 2025, the Company declared dividends of ₩1,011,273 million and ₩802,044 million, respectively, to related parties. In addition, for the six-month periods ended June 30, 2026 and 2025, the Company declared dividends of ₩82,193 million and ₩64,377 million, respectively, to the entities that are not related parties of the Company in accordance with Korean IFRS 1024, but belong to the same conglomerate according to the Monopoly Regulation and Fair Trade Act. As of June 30, 2026 and December 31, 2025, there is no dividends payable outstanding to the entities that belong to the same conglomerate according to the Monopoly Regulation and Fair Trade Act.

(E) For the six-month periods ended June 30, 2026 and 2025, the Company entered into lease agreements with its related parties amounting to ₩6,957 million and ₩27,610 million, respectively, and the lease payments made to the related parties are ₩19,051 million and ₩19,473 million, respectively.

(F) Key management compensation

The compensation paid or payable to key management (executive directors) for their services for the six-month periods ended June 30, 2026 and 2025 consists of:

(In millions of Korean won)	**2026**	**2025**
Short-term employee benefits	11,293	3,883
Post-employment benefits	203	273
Other long-term employee benefits	3,201	3,065

29. Subsequent events

The board of directors has resolved to dispose of treasury shares for the purpose of settling employee share-based compensation and performance bonuses for executives and employees on July 7 and 11, 2026. Subsequent to the end of the reporting period, the Company disposed of 1,083,434 ordinary shares with a total acquisition cost of ₩176,898 million and 1,132,477 ordinary shares with a total acquisition cost of ₩184,906 million, respectively.