

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

**CONSOLIDATED STATEMENTS OF PROFIT OR LOSS**

(In millions of Korean won, in thousands of US dollars (Note 2.30))

	Notes	For the year ended December 31,			
		2017	2016	2017	2016
		KRW	KRW	USD	USD
<b>Revenue</b>	32	239,575,376	201,866,745	211,811,887	178,473,168
<b>Cost of sales</b>	24	129,290,661	120,277,715	114,307,653	106,339,183
<b>Gross profit</b>		<b>110,284,715</b>	<b>81,589,030</b>	<b>97,504,234</b>	<b>72,133,985</b>
Selling and administrative expenses	24, 25	56,639,677	52,348,358	50,075,918	46,281,904
<b>Operating profit</b>		<b>53,645,038</b>	<b>29,240,672</b>	<b>47,428,316</b>	<b>25,852,081</b>
Other non-operating income	26	3,010,657	3,238,261	2,661,763	2,862,991
Other non-operating expense	26	1,419,648	2,463,814	1,255,130	2,178,292
Share of profit of associates and joint ventures	12	201,442	19,501	178,098	17,241
Financial income	27	9,737,391	11,385,645	8,608,961	10,066,205
Financial expense	27	8,978,913	10,706,613	7,938,380	9,465,864
<b>Profit before income tax</b>		<b>56,195,967</b>	<b>30,713,652</b>	<b>49,683,628</b>	<b>27,154,362</b>
Income tax expense	28	14,009,220	7,987,560	12,385,744	7,061,911
<b>Profit for the period</b>		<b>42,186,747</b>	<b>22,726,092</b>	<b>37,297,884</b>	<b>20,092,451</b>
Profit attributable to owners of the parent		41,344,569	22,415,655	36,553,302	19,817,989
Profit attributable to non-controlling interests		842,178	310,437	744,582	274,462
Earnings per share (in Korean Won, in US dollars)	29				
- Basic		299,868	157,967	265.12	139.66
- Diluted		299,868	157,967	265.12	139.66

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

Samsung Electronics Co., Ltd. and its subsidiaries

**CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME**

(In millions of Korean won, in thousands of US dollars (Note 2.30))

	Notes	For the year ended December 31,			
		2017	2016	2017	2016
		KRW	KRW	USD	USD
<b>Profit for the period</b>		42,186,747	22,726,092	37,297,884	20,092,451
<b>Other comprehensive income (loss)</b>					
<b>Items not to be reclassified to profit or loss subsequently:</b>					
Remeasurement of net defined benefit liabilities, net of tax	17, 23	414,247	963,602	366,241	851,934
Share of other comprehensive income (loss) of associates and joint ventures, net of tax	12, 23	(6,347)	50,438	(5,611)	44,593
<b>Items to be reclassified to profit or loss subsequently:</b>					
Changes in value of available-for-sale financial assets, net of tax	9, 23	511,207	(23,839)	451,965	(21,076)
Share of other comprehensive income (loss) of associates and joint ventures, net of tax	12, 23	(49,256)	(130,337)	(43,548)	(115,233)
Foreign currency translation, net of tax	23	(6,334,987)	1,131,536	(5,600,849)	1,000,406
Gain (loss) on valuation of derivatives		(37,121)	-	(32,820)	-
<b>Other comprehensive income (loss) for the period, net of tax</b>		<b>(5,502,257)</b>	<b>1,991,400</b>	<b>(4,864,622)</b>	<b>1,760,624</b>
<b>Total comprehensive income for the period</b>		<b>36,684,490</b>	<b>24,717,492</b>	<b>32,433,262</b>	<b>21,853,075</b>
<b>Comprehensive income attributable to:</b>					
Owners of the parent		35,887,505	24,310,814	31,728,637	21,493,525
Non-controlling interests		796,985	406,678	704,625	359,550

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