

SAMSUNG ELECTRONICS

Earnings Presentation
1Q 2026

SAMSUNG

Disclaimer

The financial information in this document are consolidated earnings results based on K-IFRS.

This document is provided for the convenience of investors only before the external review on our 1Q 2026 financial results is completed. The review outcomes may cause some parts of this document to change.

This document contains "forward-looking statements" - that is statements related to future, not past events.

In this context, "forward-looking statements" often address our expected future business and financial performance and often contain words such as "expects" "anticipates" "intends" "plans" "believes" "seeks" or "will".

"Forward-looking statements" by their nature address matters that are to different degrees uncertain.

For us, particular uncertainties which could adversely or positively affect our future results include:

- The behavior of financial markets including fluctuations in exchange rates, interest rates, and commodity prices
- Strategic actions including dispositions and acquisitions
- Unanticipated dramatic developments in our major businesses including DX (Digital eXperience) and DS (Device Solutions)
- Numerous other matters at the national and international levels which could affect our future results

These uncertainties may cause our actual results to be materially different from those expressed in this document.

Index

PRESENTERS

1Q 2026 FINANCIAL
RESULTS

RESULTS & OUTLOOK
BY BUSINESS SEGMENT

APPENDICES

Earnings Presentation

Speakers

Moderator



Sooncheol Park
EVP
CFO

Jaejune Kim
EVP
Memory

Jason Shin
EVP
S.LSI

Sukchae Kang
EVP
Foundry

Charles Hur
EVP
SDC

Seong Cho
EVP
MX

Wonwoo Kim
VP
VD

Daniel Oh
EVP
IR

Device Solutions (DS)

Device eXperience (DX)

1Q 2026 Results

Based on consolidated financial statements

Revenue

KRW **133.9T**

QoQ **+43%** YoY **+69%**

Operating Profit

KRW **57.2T**

QoQ **+185%** YoY **+756%**

R&D Investment

KRW **11.3T**

QoQ **+4%** YoY **+26%**

📦 Achieved record quarterly revenue and operating profit through AI technology innovations and proactive market response

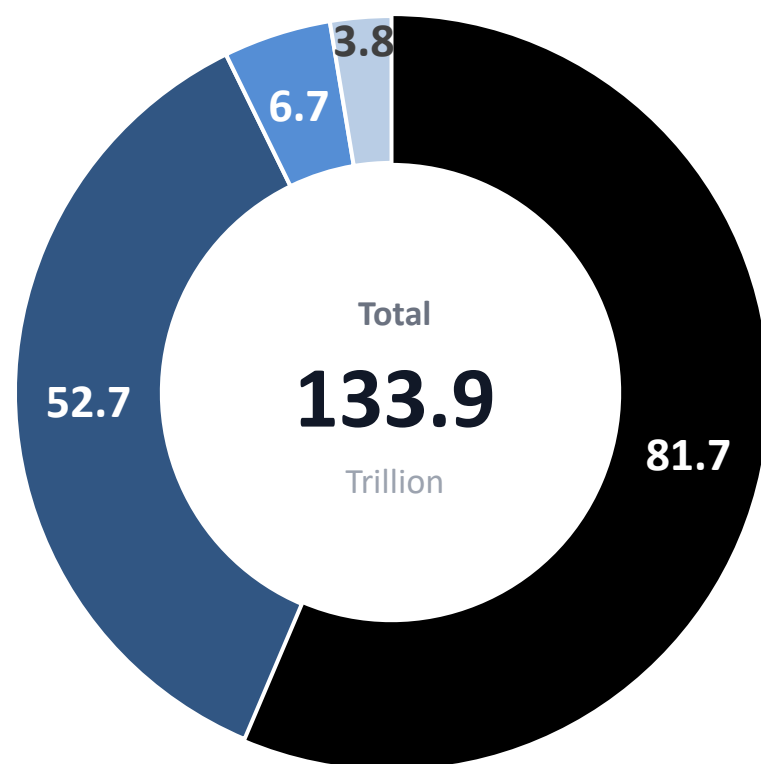
- Reaffirmed technological leadership in core businesses despite uncertain macroeconomic environment
- Successful execution of high value-added product portfolio strategy

➔ Market leadership through distinctive product competitiveness and continuous innovation

Results by Business Segment

1Q 2026 Sales by Business Segment

KRW Trillion



Total Operating Profit (OP)

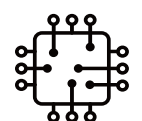



57.2 T QoQ + 185%

OP Margin

42.8% QoQ + 21.4%p

Earnings Per Share

KRW 7,123 (Common), KRW 7,124 (Preferred)

Business Unit	Sales (QoQ)	Op. Profit (% of revenue)	Key Updates
 DS Semiconductor	81.7 T +86%	53.7 T 66%	<ul style="list-style-type: none"> Record earnings led by memory business Increased sales of high-value-added AI products Higher ASPs due to ongoing supply shortages Expanded sales of flagship SoC
 DX Mobile / VD / DA	52.7 T +19%	3.0 T 6%	<ul style="list-style-type: none"> Revenue growth via flagship S26 series launch Expanded sales of high-value-added products Improved resource efficiency
 SDC Display	6.7 T -29%	0.4 T 5%	<ul style="list-style-type: none"> Mobile display sales decrease due to seasonality and sluggish smartphone demand Stable gaming monitor sales expansion
 Harman Automotive Lifestyle	3.8 T -16%	0.2 T 6%	<ul style="list-style-type: none"> Seasonal 1Q decline in earnings Increased expenses amid memory constraints

* DS: Device Solutions, DX: Device eXperience

* Harman's sales and operating profit figures are based on Samsung Electronics' fiscal year and acquisition related expenses are reflected.

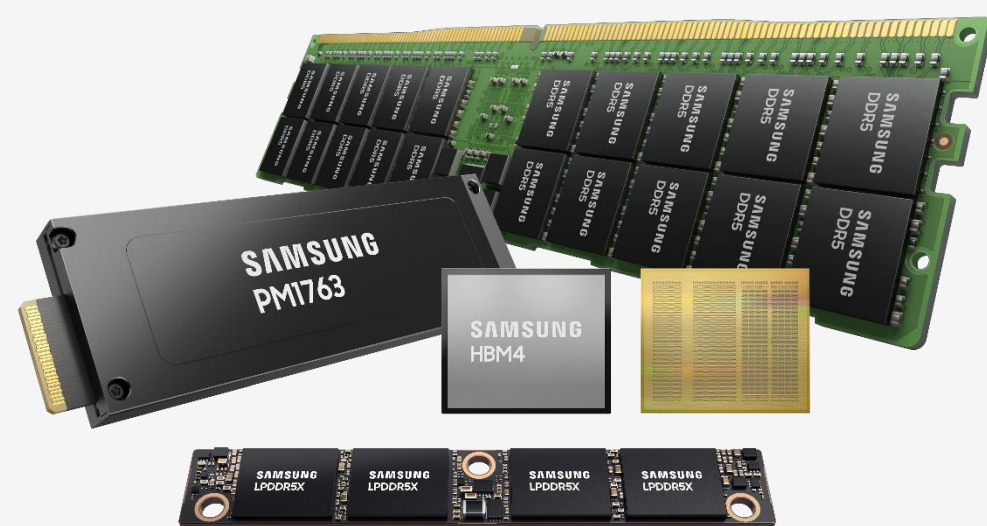
* Sales and operating profit of each business stated above reflect the organizational structure as of December 2021 and the sales of business units include intersegment sales.

Memory

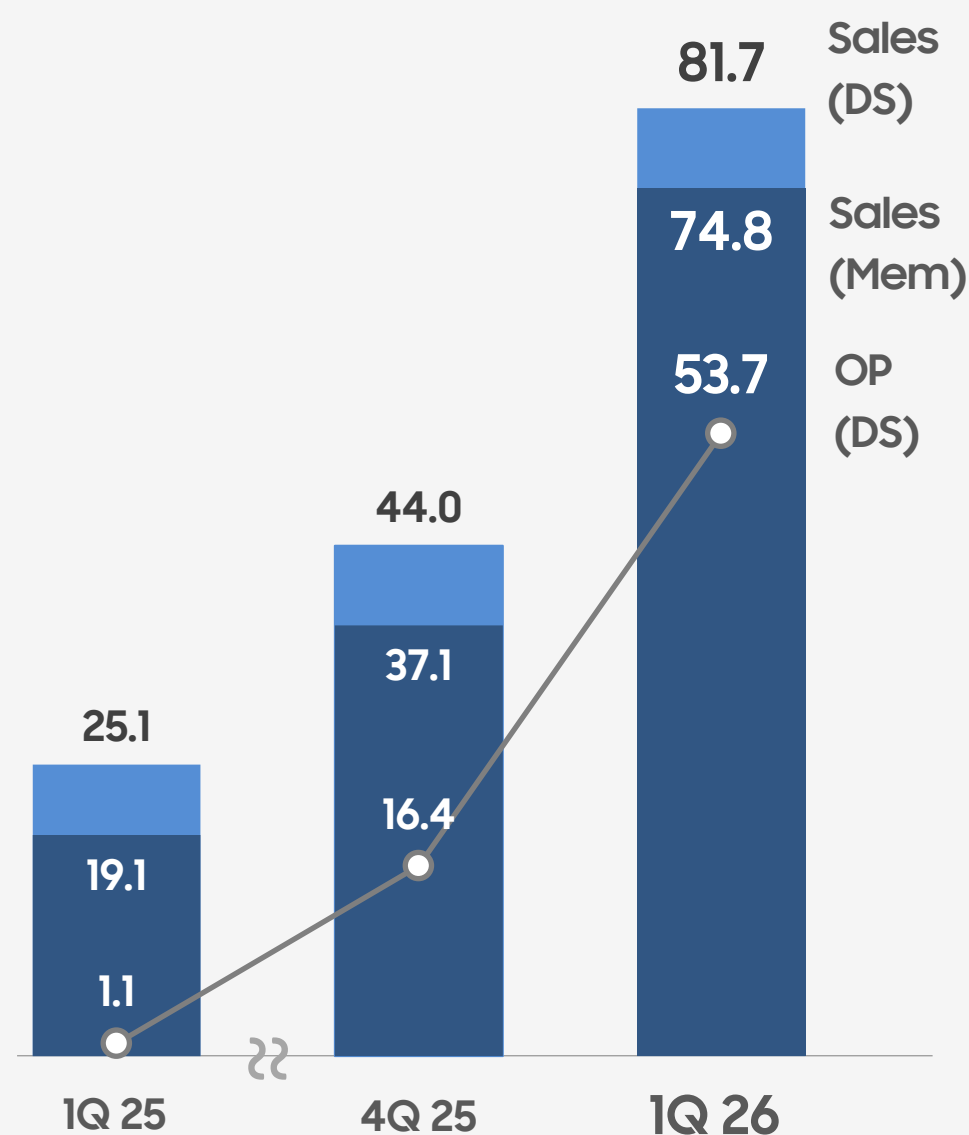
Results

1Q 2026 Results

- **Surpassed quarterly sales record**
 - Addressed high-value-added AI demand despite limited supply availability
 - Industry-wide price increase
- **Led memory market via differentiated technology leadership**
 - Commenced industry's first mass product sales of HBM4 and SOCAMM2 for NVIDIA Vera Rubin platform
 - Timely developed PCIe Gen6 SSD



DS Results (KRW trillion)



Outlook

2Q 2026

- **Strong memory demand to continue amid AI infrastructure expansion**
 - Scheduled to deliver first HBM4E samples to solidify technology leadership
- **Proactively capitalize on early demand for new GPU/CPU to be launched in 2H**
 - Plan to continue AI product-centric sales strategy for both DRAM and NAND

H2 2026

- **Expect continued strong server DRAM and SSD**
 - Hyperscalers' AI service expansion and unleashed enterprise LLM adoption
 - Agentic AI to accelerate demand growth
- **Spearhead AI memory with tech leadership**
 - Continue to expand portion of high-value-added AI products such as DDR5, SOCAMM2, etc.
 - Lead initial PCIe Gen6 eSSD market with high-performance products focused on KV cache

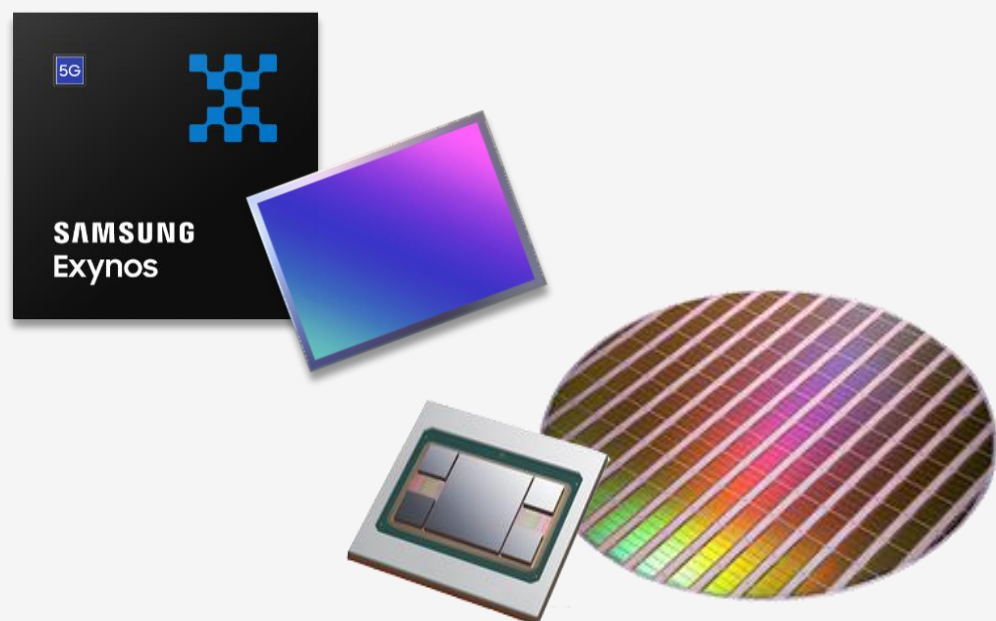
S.LSI / Foundry

Results

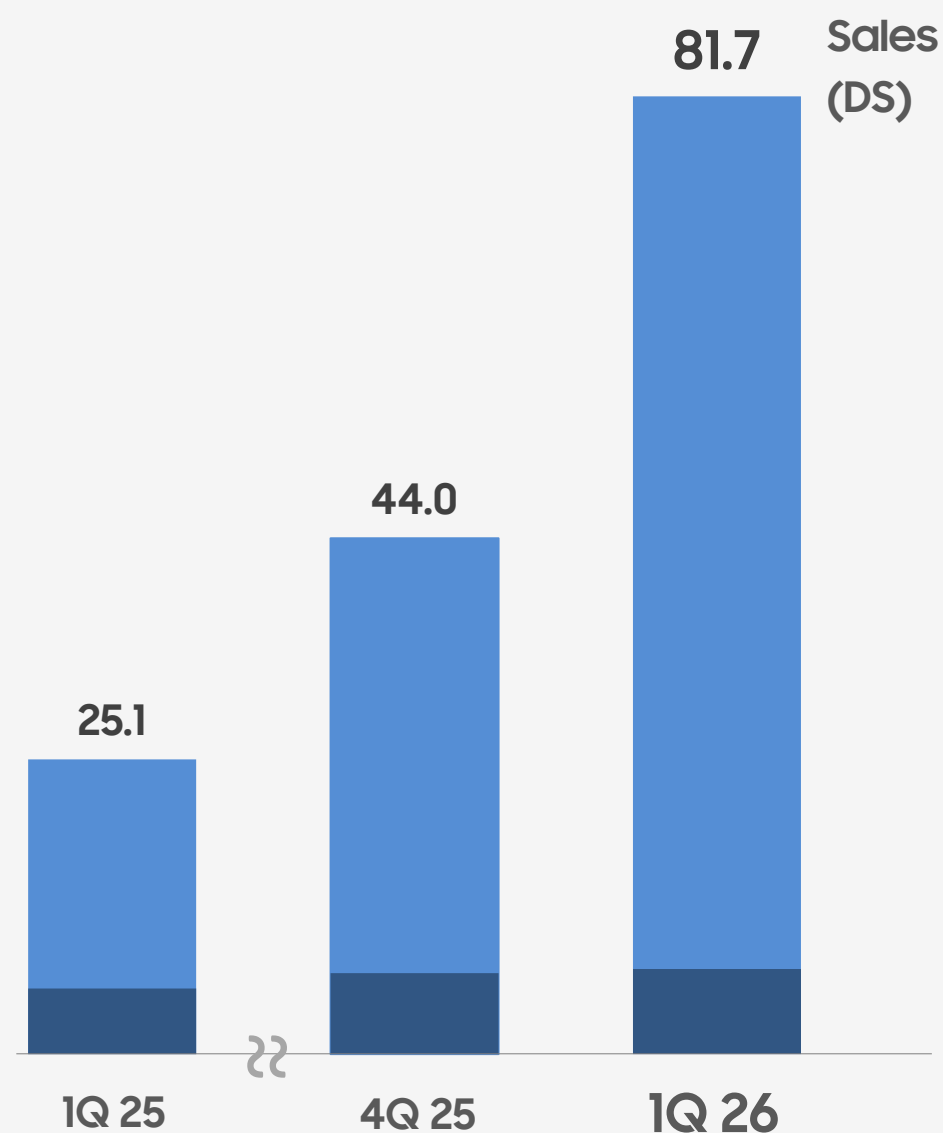
1Q 2026 Results

- **S.LSI**
 - Earnings improved with expanded flagship SoC sales

- **Foundry**
 - Earnings declined on off-peak seasonality
 - Sustained HPC design win momentum; established silicon photonics foundation



DS Results (KRW trillion)



Outlook

2Q 2026

- **S.LSI**
 - Increasing sales of SoCs and sensors for volume-tier smartphones

- **Foundry**
 - Advanced node lines running at full utilization
 - Targeting earnings improvement on higher HBM4 B-die supply
 - 1.4nm on track; pursuing large-scale 2nm customer expansion

H2 2026

- **S.LSI**
 - Securing flagship SoC design wins
 - Expanding 200MP sensor customer base and product lineup

- **Foundry**
 - Initiating 2nm Gen 2 mobile product ramp-up
 - Ramping mass production of 4nm memory products and LPU for AI/HPC applications
 - Diversifying into AI/HPC, automotive and aerospace

SDC (Samsung Display Corporation)

Results

1Q 2026 Results

➤ Small & Medium

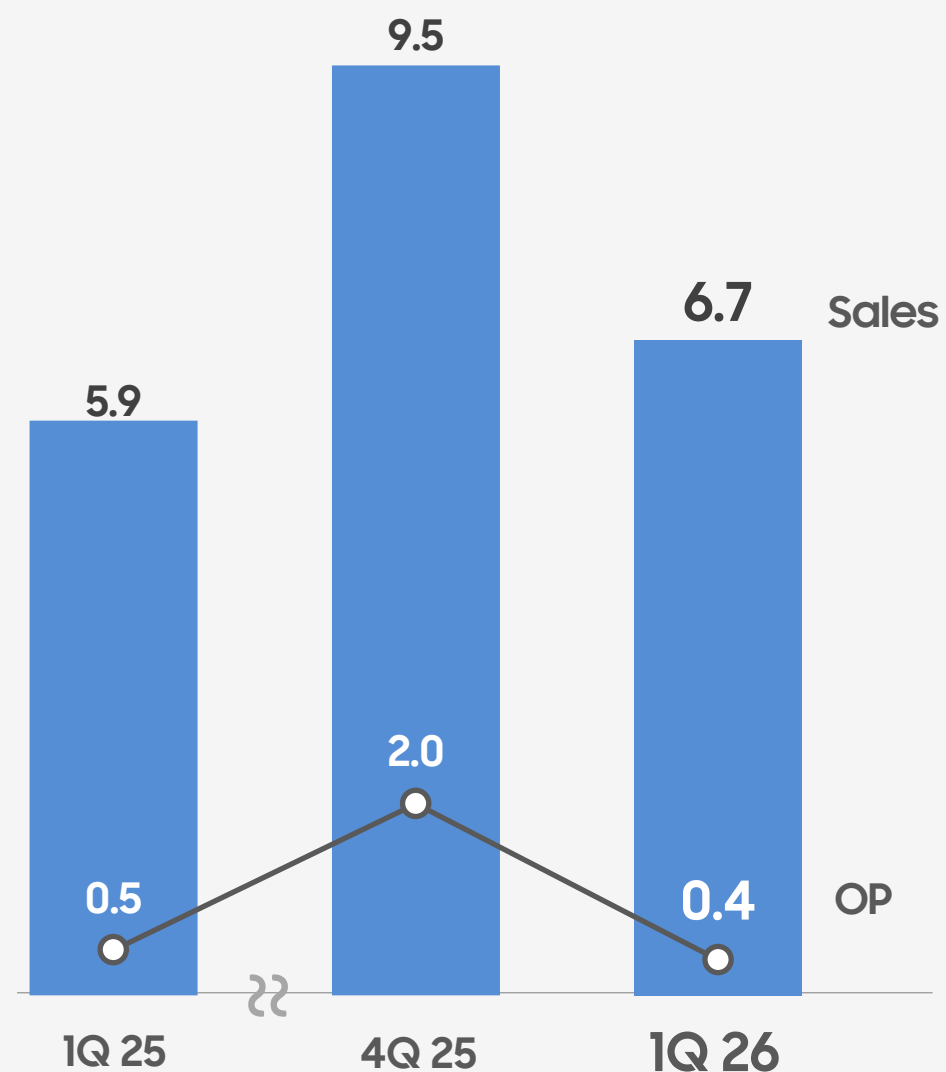
- Earnings declined due to seasonal effects and impact of higher memory prices

➤ Large

- Maintained stable sales driven by robust demand for OLED gaming monitors



SDC Results (KRW trillion)



Outlook

2Q 2026

➤ Small & Medium

- Focus on sales in relatively resilient high-end segment amid weak market demand

➤ Large

- Aim for capturing demand supported by new product launches and impact of global sports events

H2 2026

➤ Small & Medium

- Expect continued market uncertainty and low visibility
- Pursue revenue growth via premium products with differentiated tech and 8.6G IT OLED mass production

➤ Large

- Solidify positioning in premium TV market while expanding customer base in monitors

MX / NW

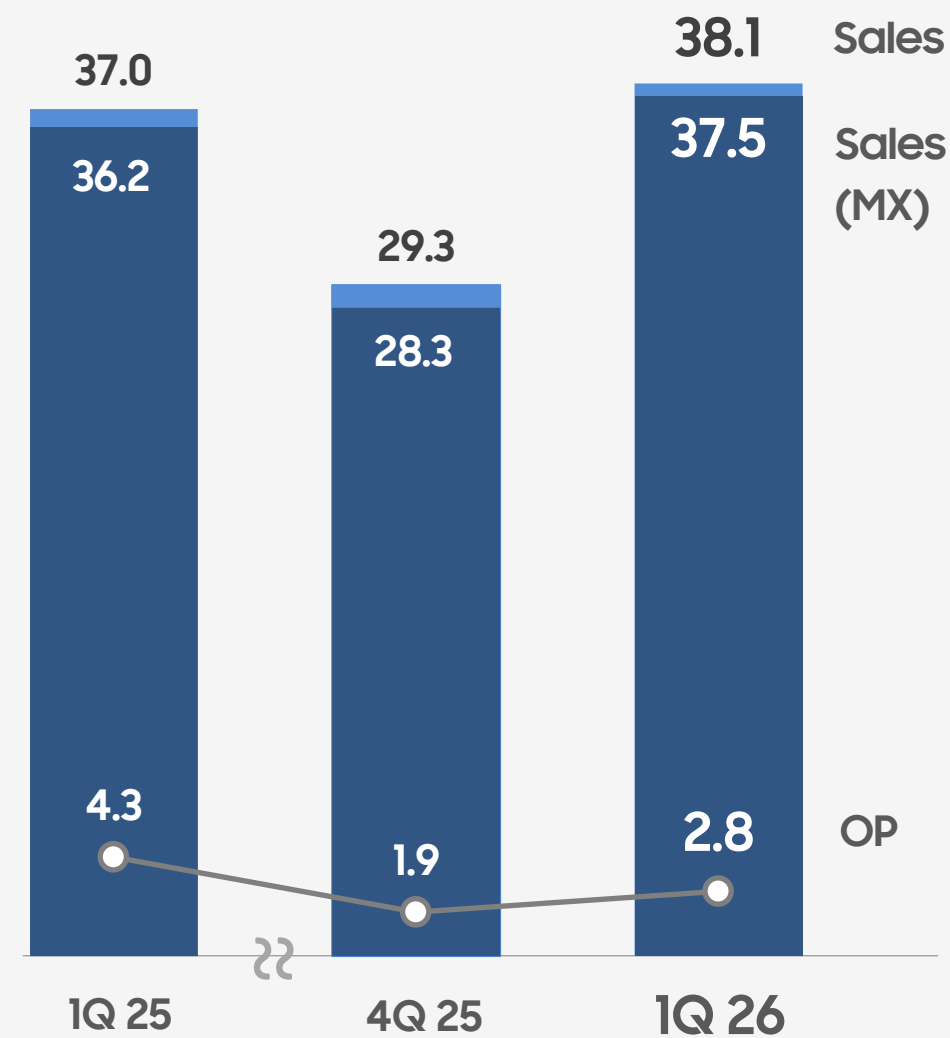
Results

1Q 2026 Results

- **MX**
 - Sales and profit increased centered on premium product mix
 - Secured single-digit profitability via proactive cost optimization
- **NW**
 - Facing telco industry investment headwinds, earnings declined QoQ/YoY



MX/NW Results (KRW trillion)



Outlook

2Q 2026

- **MX**
 - Amid diminishing launch effects, drive revenue growth YoY via flagship sales and new A series
 - Decline in profitability expected despite flagship-centric sales and resource optimization
- **NW**
 - Improve earnings via overseas sales expansion

H2 2026

- **MX**
 - Solidify flagship-led sales and upselling initiatives to pursue comprehensive growth
 - Address evolving customer needs through strengthening foldable product development
 - Pursue efficiency initiatives to mitigate impact of rising cost pressures on profitability
- **NW**
 - Capitalize on vRAN/ORAN, AI-RAN leadership to capture new markets while securing profitability through structural cost discipline

VD / DA / Harman

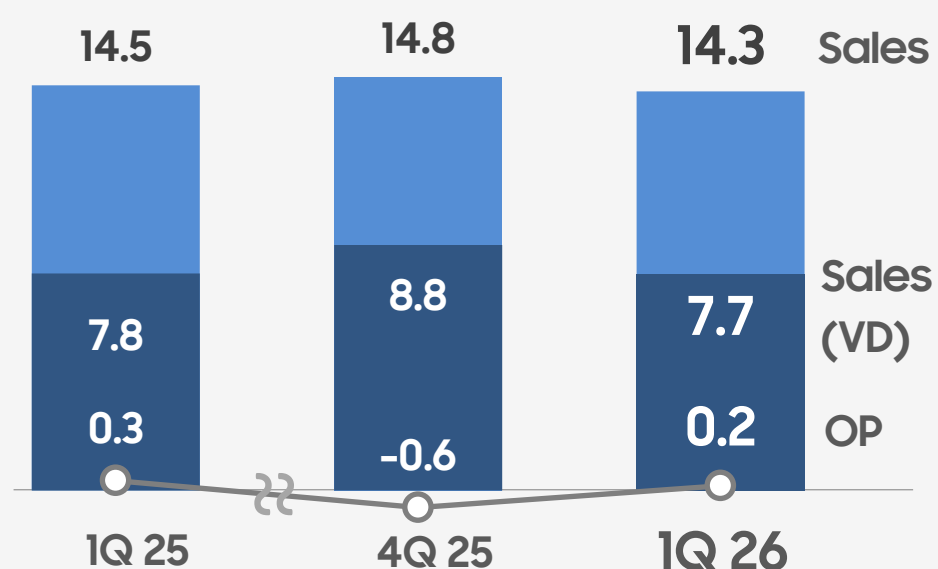
Results

1Q 2026 Results

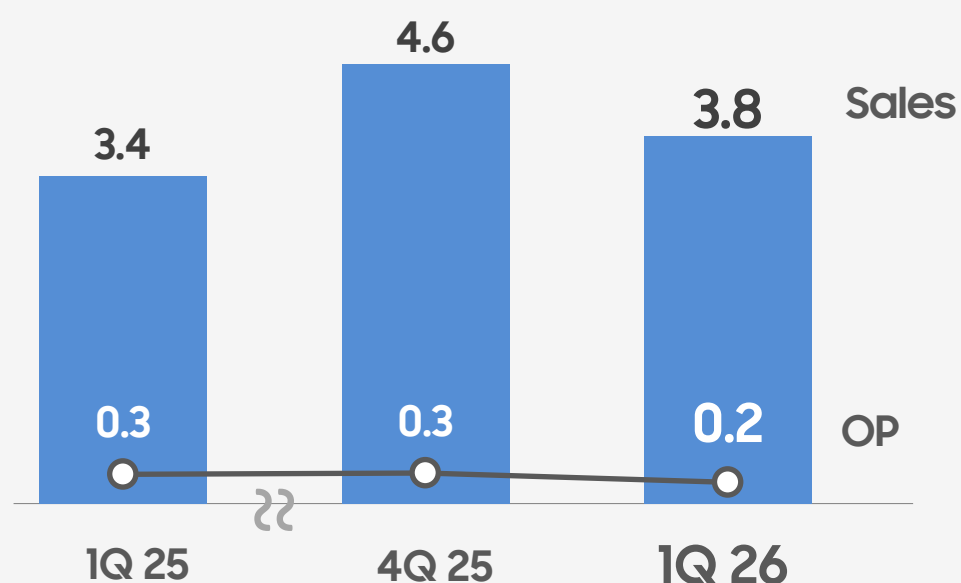
- **VD**
 - Profitability improved through solid sales of premium/big size TVs and resource optimization
- **DA**
 - Limited earnings improvement amid cost pressures and tariffs
- **Harman**
 - Earnings declined due to increased expenses amid memory constraints and audio seasonality



VD/DA Results (KRW trillion)



Harman Results (KRW trillion)



Outlook

2Q 2026

- **VD**
 - Target revenue growth by capturing sports event-driven demand with a strengthened lineup
- **DA**
 - Drive revenue growth via new premium lineup and a recovery in air conditioner (AC) demand
- **Harman**
 - Expect earnings growth driven by increased auto supply

H2 2026

- **VD**
 - Solidify TV sales leadership via AI features while accelerating service and OS business expansion
- **DA**
 - Implement efficiency initiatives while driving premium growth and entering AI datacenter HVAC market
- **Harman**
 - Maintain profitable growth momentum through increased automotive supply and premium audio sales

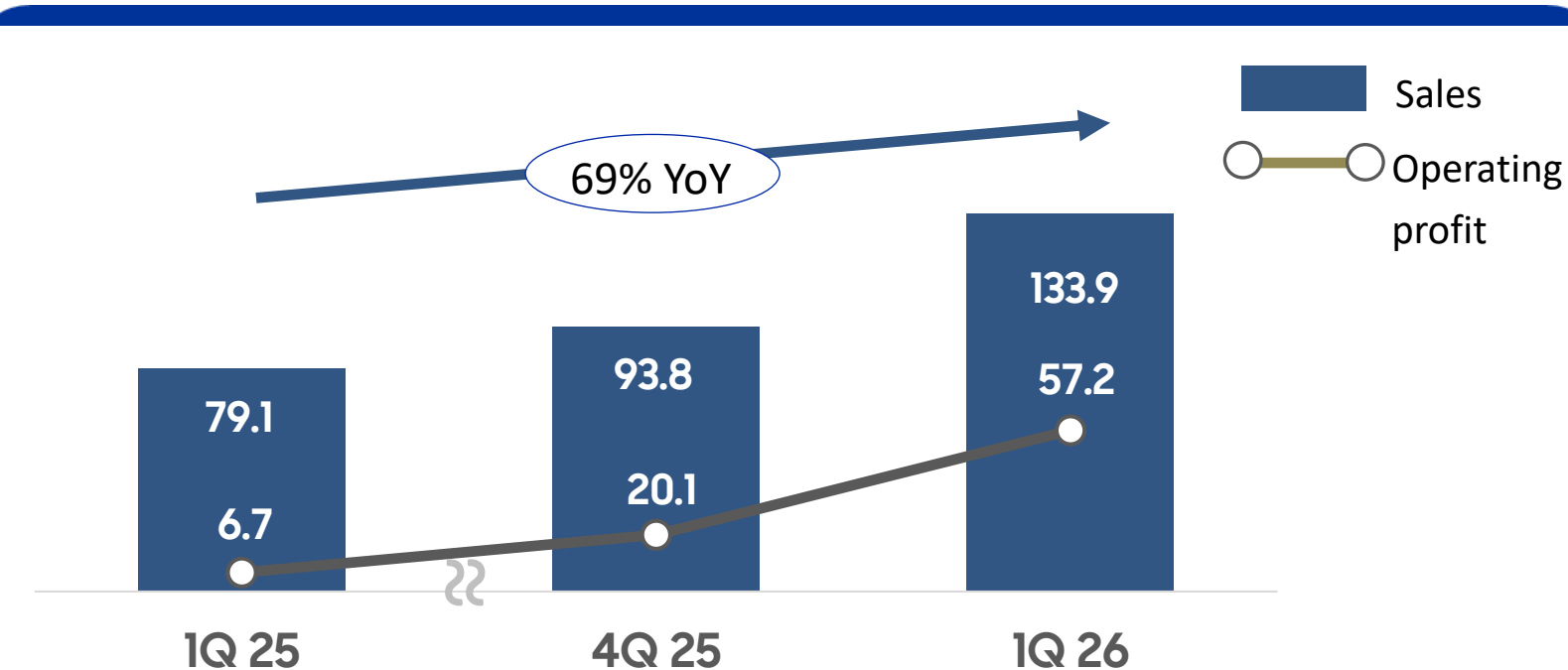
Appendix 1: 1Q 2026 Results & Financial Data

Based on consolidated financial statements

KRW trillion	1Q25	% of sales	4Q25	% of sales	1Q26	% of sales
Sales	79.1	100.0%	93.8	100.0%	133.9	100.0%
Cost of sales	51.0	64.5%	49.6	52.8%	52.0	38.8%
Gross profit	28.1	35.5%	44.3	47.2%	81.9	61.2%
SG&A expenses	21.4	27.1%	24.2	25.8%	24.7	18.4%
R&D expenses	9.0	11.4%	10.9	11.6%	11.3	8.5%
Operating profit	6.7	8.4%	20.1	21.4%	57.2	42.8%
Other non-operating income/expenses	0.9	-	(0.1)	-	0.1	-
Equity method gain/loss	0.1	-	0.1	-	0.2	-
Finance income/expenses	1.5	-	0.9	-	1.3	-
Profit before income tax	9.2	11.6%	21.0	22.4%	58.8	43.9%
Income tax	0.9	-	1.4	-	11.6	-
Net profit	8.2	10.4%	19.6	20.9%	47.2	35.3%
Profit attributable to owners of the parent	8.0	10.1%	19.3	20.6%	47.1	35.2%
EPS (KRW) ※ Common stock	1,192		2,909		7,123	

Sales and Operating Profit Growth

(KRW trillion)



Key Profitability Indicators

	1Q25	4Q25	1Q26
ROE	8%	19%	41%
Profitability (net profit/sales)	0.10	0.21	0.35
Asset turnover (sales/asset)	0.61	0.69	0.89
Leverage (asset/equity)	1.27	1.29	1.30
EBITDA margin	22%	33%	51%

Appendix 2: Results by Business Segment

Sales

KRW trillion	1Q25	4Q25	1Q26	QoQ	YoY
Total	<u>79.1</u>	<u>93.8</u>	<u>133.9</u>	<u>43%↑</u>	<u>69%↑</u>
DX	<u>51.7</u>	<u>44.3</u>	<u>52.7</u>	<u>19%↑</u>	<u>2%↑</u>
MX / NW	<u>37.0</u>	<u>29.3</u>	<u>38.1</u>	<u>30%↑</u>	<u>3%↑</u>
MX	<u>36.2</u>	<u>28.3</u>	<u>37.5</u>	<u>33%↑</u>	<u>4%↑</u>
VD / DA	<u>14.5</u>	<u>14.8</u>	<u>14.3</u>	<u>3%↓</u>	<u>1%↓</u>
VD	<u>7.8</u>	<u>8.8</u>	<u>7.7</u>	<u>12%↓</u>	<u>0.4%↓</u>
DS	<u>25.1</u>	<u>44.0</u>	<u>81.7</u>	<u>86%↑</u>	<u>225%↑</u>
Memory	<u>19.1</u>	<u>37.1</u>	<u>74.8</u>	<u>101%↑</u>	<u>292%↑</u>
SDC	<u>5.9</u>	<u>9.5</u>	<u>6.7</u>	<u>29%↓</u>	<u>14%↑</u>
Harman	<u>3.4</u>	<u>4.6</u>	<u>3.8</u>	<u>16%↓</u>	<u>12%↑</u>

Operating Profit

KRW trillion	1Q25	4Q25	1Q26	QoQ	YoY
Total	<u>6.7</u>	<u>20.1</u>	<u>57.2</u>	<u>37.2↑</u>	<u>50.5↑</u>
DX	<u>4.7</u>	<u>1.3</u>	<u>3.0</u>	<u>1.6↑</u>	<u>1.8↓</u>
MX / NW	<u>4.3</u>	<u>1.9</u>	<u>2.8</u>	<u>0.9↑</u>	<u>1.5↓</u>
VD / DA	<u>0.3</u>	<u>(0.6)</u>	<u>0.2</u>	<u>0.8↑</u>	<u>0.2↓</u>
DS	<u>1.1</u>	<u>16.4</u>	<u>53.7</u>	<u>37.3↑</u>	<u>52.6↑</u>
SDC	<u>0.5</u>	<u>2.0</u>	<u>0.4</u>	<u>1.6↓</u>	<u>0.1↓</u>
Harman	<u>0.3</u>	<u>0.3</u>	<u>0.2</u>	<u>0.1↓</u>	<u>0.1↓</u>

* Sales and operating profit of each business stated above reflect the organizational structure as of December 2021 and the sales of business units include intersegment sales.
 * The DX Division provides earnings call materials based on the business structure before the reorganization to prevent confusion and to improve understanding among investors.
 * DX: Device eXperience MX: Mobile eXperience DS: Device Solutions
 * Sales and operating profit of VD/DA include the results of Health & Medical Equipment business.
 * Harman's sales and operating profit figures are based on Samsung Electronics' fiscal year and acquisition related expenses are reflected.

Appendix 3: Financial Position (Summary)

KRW billion	31.Mar.25	31.Dec.25	31.Mar.26
Assets	516,376.7	566,942.1	633,339.6
Cash*	105,133.6	125,847.1	147,378.1
A/R	44,866.6	51,127.6	82,285.0
Inventories	53,220.3	52,636.8	58,278.4
Investments	33,489.1	48,030.2	54,619.6
PP&E	207,385.8	215,304.8	217,814.9
Intangible assets	26,695.1	29,480.6	29,643.7
Other assets	45,586.2	44,515.0	43,319.9
Total assets	516,376.7	566,942.1	633,339.6
Liabilities	109,762.4	130,621.8	146,703.6
Debts	11,143.9	25,239.1	28,138.8
Trade accounts and N/P	14,496.2	13,039.4	15,821.0
Other accounts and N/P & accrued expenses	48,936.7	54,073.1	52,003.8
Current income tax liabilities	6,281.5	7,037.2	15,229.1
Unearned revenue & other advances	2,932.7	2,935.5	3,853.4
Other liabilities	25,971.4	28,297.5	31,657.5
Shareholder equity	406,614.3	436,320.3	486,636.0
Capital stock	897.5	897.5	897.5
Total liabilities & shareholder equity	516,376.7	566,942.1	633,339.6

* Cash = Cash and Cash equivalents Short-term financial instruments Short-term financial assets at amortized cost, etc.

	31.Mar.25	31.Dec.25	31.Mar.26
Current ratio*	247%	233%	254%
Liability/equity	27%	30%	30%
Debt/equity	3%	6%	6%
Net debt/equity	(23%)	(23%)	(25%)

* Current ratio = current assets/current liabilities

Appendix 4: Cash Flow (Summary)

KRW trillion	1Q25	4Q25	1Q26
Cash (beginning of period)*	112.65	108.46	125.85
Cash flows from operating activities	16.58	28.80	40.27
Net profit	8.22	19.64	47.23
Depreciation	10.73	11.36	11.48
Cash flows from investing activities	(13.57)	(18.86)	(17.23)
Purchase of PP&E	(12.13)	(11.55)	(17.13)
Cash flows from financing activities	(11.34)	5.46	(5.46)
Increase in debts	(8.31)	7.95	2.17
Acquisition of treasury stock	(2.96)	(0.04)	(7.61)
Payment of dividends	(0.08)	(2.45)	(0.01)
Increase in cash	(7.52)	17.38	21.53
Cash (end of period)*	105.13	125.85	147.38

* Cash = Cash and cash equivalents short-term financial instruments short-term financial assets at amortized cost, etc.

Current State of Net Cash (Net Cash = Cash* - Debts)

KRW trillion	31.Mar.25	31.Dec.25	31.Mar.26
Net Cash	93.99	100.61	119.24

* Cash = Cash and cash equivalents short-term financial instruments short-term financial assets at amortized cost, etc.

Thank you

SAMSUNG

※ Background image is of Samsung Electronics Suwon Digital City, located in South Korea