

2Q18 Quarterly Earnings

Jul 30, 2018

MEMBER OF
**Dow Jones
Sustainability Indices**
In Collaboration with RobecoSAM 

SAMSUNG SDI



This document is provided for the convenience of investors only, before the external audit on our 2Q18 financial result is completed. The audit outcomes may cause some parts of this document to change.

2Q18 Earnings and Financial Status

[Unit : KRW bn]

Category	2Q18	1Q18	QoQ
Revenue*	2,248.0	1,908.9	+17.8%
Li-ion Battery	1,727.3	1,417.1	+21.9%
Electronic Materials	518.8	489.9	+5.9%
Operating Profit (%)	152.8 (6.8%)	72.0 (3.8%)	+112.2%
Pre-Tax Profit (%)	141.2 (6.3%)	197.5 (10.3%)	-28.5%
Net Profit (%)	104.7 (4.7%)	160.3 (8.4%)	-34.7%

Category	Jun. 30, 2018	Mar. 31, 2018	QoQ
Assets	16,890.5	16,343.3	+547.2
Current	4,601.9	4,250.3	+351.6
Non-current	12,288.6	12,093.0	+195.6
Liabilities	5,134.8	4,697.1	+437.7
Current	3,224.9	3,003.8	+221.1
Non-current	1,909.9	1,693.3	+216.6
Shareholders' Equity	11,755.7	11,646.2	+109.5
Paid-in Capital	356.7	356.7	-
Cash & cash equiv. *	1,310.6	915.1	+395.5
Debt	1,963.1	1,668.4	+294.7

* Reflected the retrospective application of K-IFRS 1115

* Include short-term financial instruments

2Q18 Earnings and Forecast

Li-ion Battery

[Large-sized LIB]

□ 2Q, Profitability improved with sharp ESS revenue increase

- xEV revenue increase driven by PHEVs
- ESS revenue boosted by Commercial/Utility

□ 2H, xEV market growth led by EVs, ESS by firm domestic & global demand

- xEV revenue to show solid growth, ESS also to expand in Utility/Commercial
- Profitability to improve vs 1H18 as revenue grow

[Small-sized LIB]

□ 2Q, Cylindrical led revenue growth

- Cylindrical high value-added sales in P/Tool
- Polymer sales dip due to lack of flagship S/Phone launch

□ 2H, Market growth led by cylindrical, polymer demand up on new S/Phone launches

- Cylindrical strengthens market leadership as sales of value-added products to increase
- Polymer to upsize M/S with major customers' premium products

2Q18 Earnings and Forecast

Electronic Materials

[Electronic Materials]

□ 2Q, Semi & polarizer led revenue growth

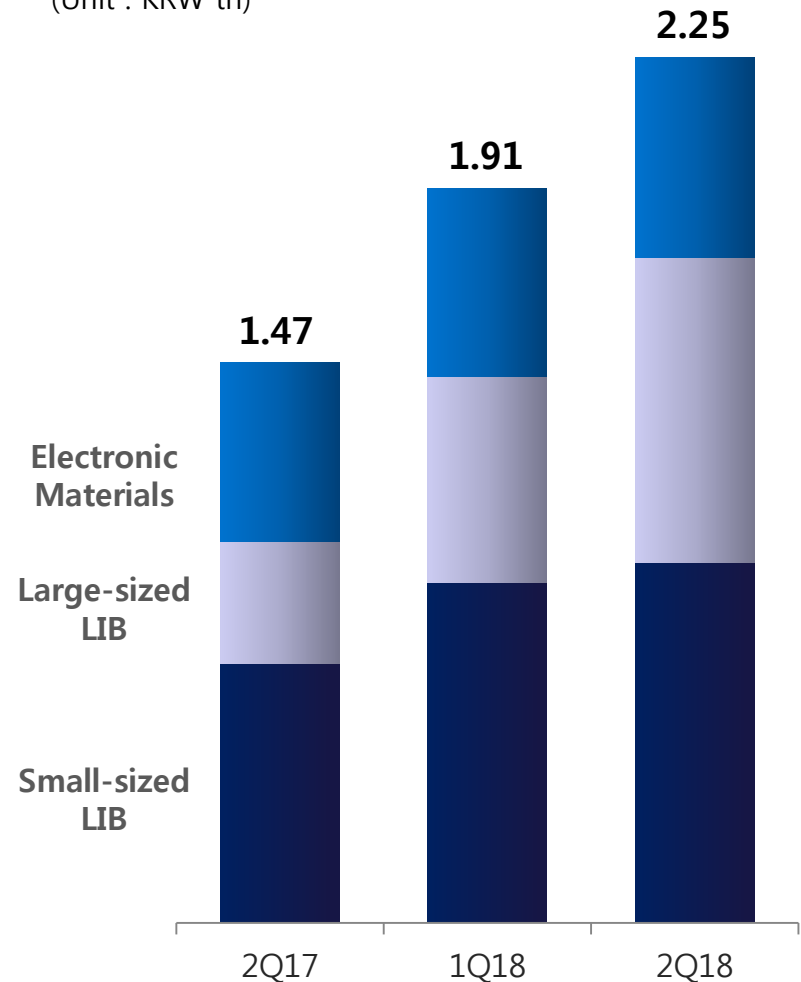
- Semi materials expansion as customer's new fab starts
- DP revenue up on customer diversification

□ 2H, Semi market to remain solid, Panel market to grow driven by large TV LCDs · mobile OLEDs

- Semi to rise by upstream new fab · migration
- Polarizer to grow led by large TV/mobile
- OLED to enter a new platform and continue customer diversification

[Revenue]

(Unit : KRW tn)



Appendix

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SAMSUNG SDI



Income Statement

[Unit : KRW Bil]

Category	2Q18	1Q18	FY17	4Q17	3Q17	2Q17	1Q17
Revenue*	2,248.0	1,908.9	6,346.6	1,852.2	1,721.0	1,468.5	1,304.8
COGS*	1,763.8	1,532.6	5,180.8	1,495.5	1,394.1	1,201.0	1,090.1
Gross Profit (%)	484.2 (21.5%)	376.3 (19.7%)	1,165.8 (18.4%)	356.7 (19.3%)	326.9 (19.0%)	267.5 (18.2%)	214.7 (16.5%)
Operating Profit (%)	152.8 (6.8%)	72.0 (3.8%)	116.9 (1.8%)	118.6 (6.4%)	60.2 (3.5%)	5.5 (0.4%)	-67.3 (-5.2%)
Non-operating Profit	-11.6	125.5	707.2	214.6	114.7	226.1	151.7
Pre-tax Profit (%)	141.2 (6.3%)	197.5 (10.3%)	824.1 (13.0%)	333.2 (18.1%)	174.9 (10.2%)	231.6 (15.9%)	84.4 (6.5%)
Tax	36.5	37.2	180.9	93.2	39.9	45.0	2.7
Net Profit (%)	104.7 (4.7%)	160.3 (8.4%)	643.2 (10.2%)	240.0 (12.9%)	135.0 (7.9%)	186.6 (12.8%)	81.7 (6.3%)
NP less Minority Interests(%)	106.7 (4.7%)	125.3 (6.6%)	657.2 (10.4%)	237.6 (12.8%)	145.7 (8.5%)	193.1 (13.3%)	80.9 (6.2%)
Depreciation	138.8	129.4	460.8	125.2	119.0	110.3	106.3
CAPEX	351.2	240.1	940.9	197.1	194.8	369.1	180.0

* Reflected the retrospective application of K-IFRS 1115

Balance Sheet

[Unit : KRW Bil]

Category	Jun. 30, '18	Mar. 31, '18	Dec. 31, '17	Sep. 30, '17	Jun. 30, '17	Mar. 31, '17
Total Assets	16,890.5	16,343.3	15,741.7	15,600.3	15,244.1	14,682.1
Current Assets	4,601.9	4,250.3	3,584.6	3,715.1	3,490.8	3,484.6
Cash & Cash equiv.*	1,310.6	915.1	1,260.9	1,111.4	1,353.4	1,512.1
A/R & Others	1,927.3	2,215.1	1,357.1	1,683.3	1,350.4	1,795.8
Inventory	1,364.0	1,120.2	966.6	920.5	787.0	686.4
Non-current Assets	12,288.6	12,093.0	12,157.1	11,885.2	11,753.3	11,197.5
Investment Assets	7,635.9	7,649.8	8,005.2	7,775.5	7,756.0	7,368.2
Tangible & Intangible Assets	4,369.2	4,145.9	3,827.8	3,793.4	3,683.4	3,514.8
Others	283.5	297.3	324.1	316.3	313.9	314.5
Liabilities	5,134.8	4,697.1	4,289.7	4,342.4	4,085.5	3,898.3
Current Liabilities	3,224.9	3,003.8	2,664.1	2,772.8	2,353.4	2,230.4
Non-current Liabilities	1,909.9	1,693.3	1,625.6	1,569.6	1,732.1	1,667.9
Shareholders' Equity	11,755.7	11,646.2	11,452.0	11,257.9	11,158.6	10,783.8
Paid-in Capital	356.7	356.7	356.7	356.7	356.7	356.7

* Include short-term financial instruments

* Reflected the retrospective application of K-IFRS 1115