

2Q24 Quarterly Earnings

2024. 7. 30



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MSCI
ESG RATINGS **A**
CCC B BB BBB A AA AAA

This document is provided for the convenience of investors only, before the external audit on our 2Q24 financial results is completed. The audit outcome may cause some parts of this document to change.

SAMSUNG SDI



2Q24 Earnings and Financial Status

Sales & Profit

Unit : Bn KRW

Items	2Q24	1Q24	QoQ	2Q23	YoY
Revenue	4,450.1	5,130.9	△13%	5,840.6	△24%
Batteries	3,872.9	4,581.8	△15%	5,270.1	△27%
Electronic Materials	577.2	549.1	+5%	570.5	+1%
Operating Profit	280.2	267.4	+5%	450.2	△38%
(%)	(6.3%)	(5.2%)	(+1.1%p)	(7.7%)	(△1.4%p)
Batteries	208.0	214.5	△3%	388.1	△46%
(%)	(5.4%)	(4.7%)	(+0.7%p)	(7.4%)	(△2.0%p)
Electronic Materials	72.2	52.9	+36%	62.1	+16%
(%)	(12.5%)	(9.6%)	(+2.9%p)	(10.9%)	(+1.6%p)
Non-operating Profit	97.2	25.9	+275%	133.0	△27%
Pre-tax Profit	377.4	293.3	+29%	583.2	△35%
(%)	(8.5%)	(5.7%)	(+2.8%p)	(10.0%)	(△1.5%p)
Net Profit	301.2	286.7	+5%	485.8	△38%
(%)	(6.8%)	(5.6%)	(+1.2%p)	(8.3%)	(△1.5%p)

B/S Summary

Unit : Bn KRW

Items	2Q24	1Q24	QoQ	2Q23	YoY
Total Assets	37,782.7	35,450.6	+7%	32,902.8	+15%
Current Assets	9,968.5	10,044.6	△1%	10,437.4	△4%
Non-current Assets	27,814.2	25,406.0	+9%	22,465.4	+24%
Total Liabilities	16,593.1	14,845.5	+12%	14,450.2	+15%
Current Liabilities	10,609.2	9,832.0	+8%	9,489.2	+12%
Non-current Liabilities	5,983.9	5,013.5	+19%	4,961.0	+21%
Shareholders' Equity	21,189.6	20,605.1	+3%	18,452.6	+15%
Paid-in Capital	356.7	356.7	+0%	356.7	+0%
D/E Ratio	78%	72%	+6%p	78%	△0%p

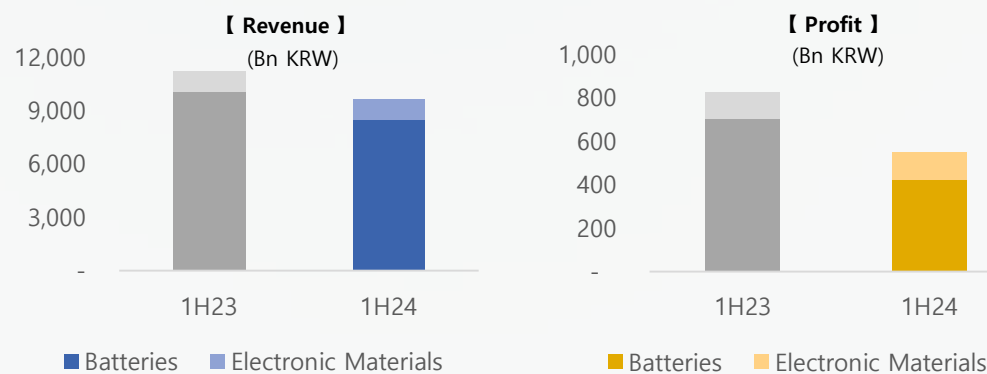
1H Review & 2H Business Outlook

1H Review

While earnings decreased due to market demand slowdown,
Continued preparation to accelerate growth when market recovers

【 Business Performance 】

Battery business results slowed amid EV chasm, etc.



【 Achievements 】

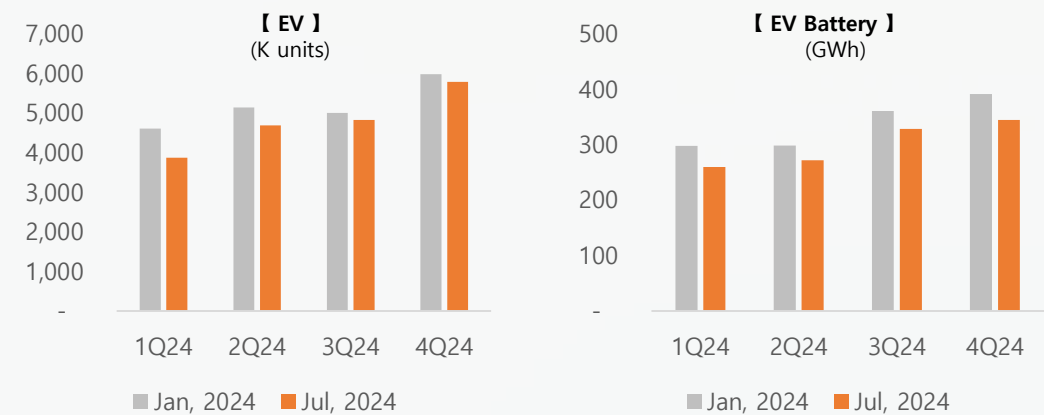
- ✓ **ASB commercialization preparation**
 - ☞ Expanded sample supply to 5 potential customers
- ✓ **US utility ESS projects**
 - ☞ Customer partnership strengthened with SBB
- ✓ **LFP battery pilot-line setup**
 - ☞ Preparation for 2026 LFP mass-production in full swing
- ✓ **Pouch battery R&D capability strengthened**
 - ☞ Market share expanded in key customer's flagship models



2H Business Outlook

Under gradual demand recovery outlook,
Focus on 『Revenue Expansion』 · 『Cost Structure Innovation』 · 『Future Technology』

【 Demand Forecast Change 】



Source : S&P, SDI Marketing



『Revenue Expansion』

To overcome market slowdown



『Cost Structure Innovation』

To improve product profitability



『Future Technology』

To develop Industry-leading products

Results & Outlook

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Earnings and Forecast

EV & ESS Battery

2Q24 Results

EV results down while ESS showed rebound

- EV sales & utilization rates declined due to market demand slowdown
Acquired new projects from key customers, and strengthened cooperative effort with OEMs for ASB development
- ESS revenue up and profit improved thanks to expanded sales of utility solution (SBB) and UPS solution amid growing renewable energy and data center demand

2H24 Outlook

To improve earnings and prepare for future pivoting on US sales expansion amid gradual demand recovery

- EV battery to drive expansion of P6 supply to US and SPE operation ahead of schedule
* StarPlus Energy
- ESS battery to continue growth and improve profit with new projects from US key customers

Small Battery

2Q24 Results

Revenue down due to market demand slowdown

- Cylindrical profit rose backed by long-term agreement despite revenue drop induced by inventory adjustments in power-tool and mobility customers
46-phi acquired new customer in M-Mobility, expected to start production earlier than planned
- Pouch revenue down due to slowed demand

2H24 Outlook

To expand sales by securing new business opportunities

- Cylindrical sales to expand on differentiated product lineups for power-tool & OPE products
* Outdoor Power Equipment
Expand business to new projects for commercial/special vehicles
Focus on 46-phi mass-production prep. and new project acquisitions
- Pouch to push timely entry into new flagship models

Earnings and Forecast

Electronic Materials

2Q24 Results

Revenue & profit up QoQ centering on polarizer film

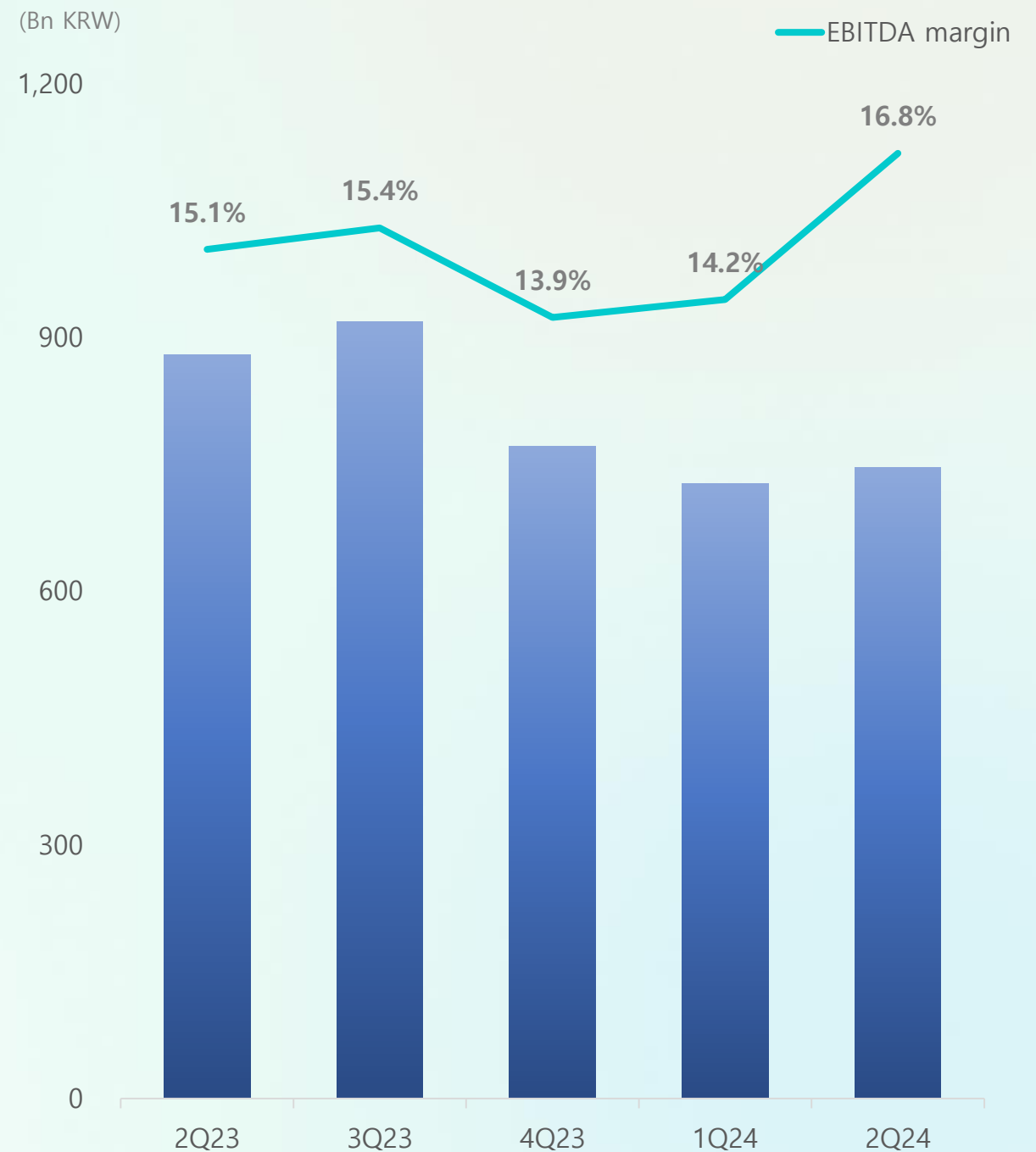
- Polarizer revenue & profit improved thanks to expanded sales for large-panel TVs
- Semiconductor materials sales expanded at major customer
- OLED materials minimized revenue drop with supply for new IT application

2H24 Outlook

Earnings to improve led by semiconductor & OLED materials

- Semiconductor materials to see more uptick in earnings with memory market easing
- OLED materials anticipates adoption to key customer's new platform and increased supply volume
- Polarizer film to expand sales of high-functionality products

EBITDA



Appendix



Consolidated Income Statement

Unit : Bn KRW

Items	2Q23	3Q23	4Q23	1Q24	2Q24
Revenue	5,840.6	5,948.1	5,564.8	5,130.9	4,450.1
COGS	4,812.0	4,923.5	4,587.5	4,243.1	3,461.3
Gross Profit	1,028.6	1,024.6	977.3	887.8	988.8
(%)	(17.6%)	(17.2%)	(17.6%)	(17.3%)	(22.2%)
Operating Profit	450.2	496.0	311.8	267.4	280.2
(%)	(7.7%)	(8.3%)	(5.6%)	(5.2%)	(6.3%)
Non-operating Profit	133.0	264.4	269.4	25.9	97.2
Pre-tax Profit	583.2	760.4	581.2	293.3	377.4
(%)	(10.0%)	(12.8%)	(10.4%)	(5.7%)	(8.5%)
Tax	97.4	138.0	87.9	6.6	76.2
Net Profit	485.8	622.4	493.3	286.7	301.2
(%)	(8.3%)	(10.5%)	(8.9%)	(5.6%)	(6.8%)
NP less Minority Interests	460.5	613.2	496.2	273.1	323.0
(%)	(7.9%)	(10.3%)	(8.9%)	(5.3%)	(7.3%)
Depreciation	429.3	422.3	459.0	459.6	465.7

Consolidated Balance Sheet

Unit : Bn KRW

Items	2Q23	3Q23	4Q23	1Q24	2Q24
Total Assets	32,902.8	33,546.8	34,038.9	35,450.6	37,782.7
Current Assets	10,437.4	9,879.3	9,187.0	10,044.6	9,968.5
Cash and Cash Equivalents*	3,637.2	2,522.5	2,074.5	2,654.8	1,886.0
A/R & Others	3,564.4	4,015.4	3,815.1	4,041.0	4,444.4
Inventory	3,235.8	3,341.4	3,297.4	3,348.8	3,638.1
Non-current Assets	22,465.4	23,667.5	24,851.9	25,406.0	27,814.2
Investments in Associates and J/Vs	10,753.2	11,071.7	11,303.7	10,384.2	10,635.0
Tangible & Intangible Assets	11,057.8	11,922.4	12,752.3	14,201.1	16,304.6
Others	654.4	673.4	795.9	820.7	874.6
Total Liabilities	14,450.2	14,322.7	14,131.6	14,845.5	16,593.1
Current Liabilities	9,489.2	9,091.8	8,518.9	9,832.0	10,609.2
Non-current Liabilities	4,961.0	5,230.9	5,612.7	5,013.5	5,983.9
Shareholders' Equity	18,452.6	19,224.0	19,907.2	20,605.1	21,189.6
Paid-in Capital	356.7	356.7	356.7	356.7	356.7
D/E Ratio	78%	75%	71%	72%	78%

* Short-term financial instruments included

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