SAMSUNG SDI

2Q26 Quarterly Earnings

July 30, 2026

Disclaimer

- The financial information herein are consolidated earnings results based on K-IFRS.
- This document is provided for the convenience of investors before the external audit on our financial results is completed, some parts of this document may change during the audit process.
- The document contains 'forward-looking statements' about the future using words such as "anticipates," "predicts," "plans," "expects," and etc. Please be aware that such 'forward-looking statements' by their nature of uncertainty may result differently when actually occurred in practice.

FINANCIAL STATUS

I/S Summary

(Unit: Bn KRW)

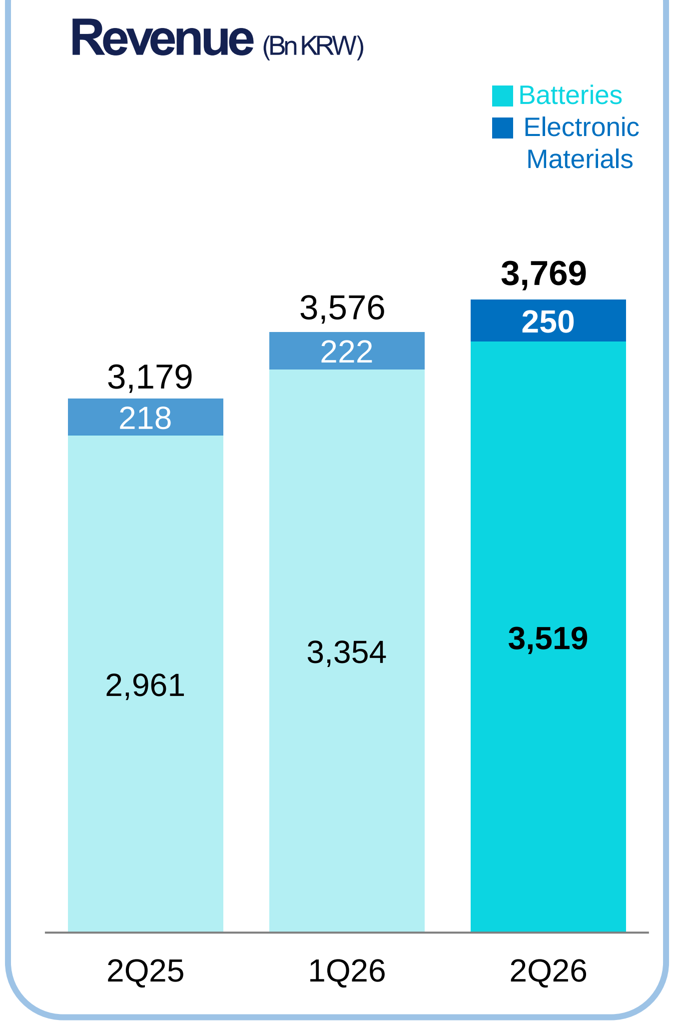
	2Q25	1Q26	2Q26	QoQ	YoY
Revenue	3,179	3,576	**3,769**	+5.4%	+18.5%
Operating Income	-398	-156	**204**	Turned to profit	Turned to profit
Pre-tax Income	-341	-43	**479**	Turned to profit	Turned to profit
Net profit	-167	56	**472**	+740.5%	Turned to profit
EBITDA	114	428	**803**	+87.6%	+601.8%

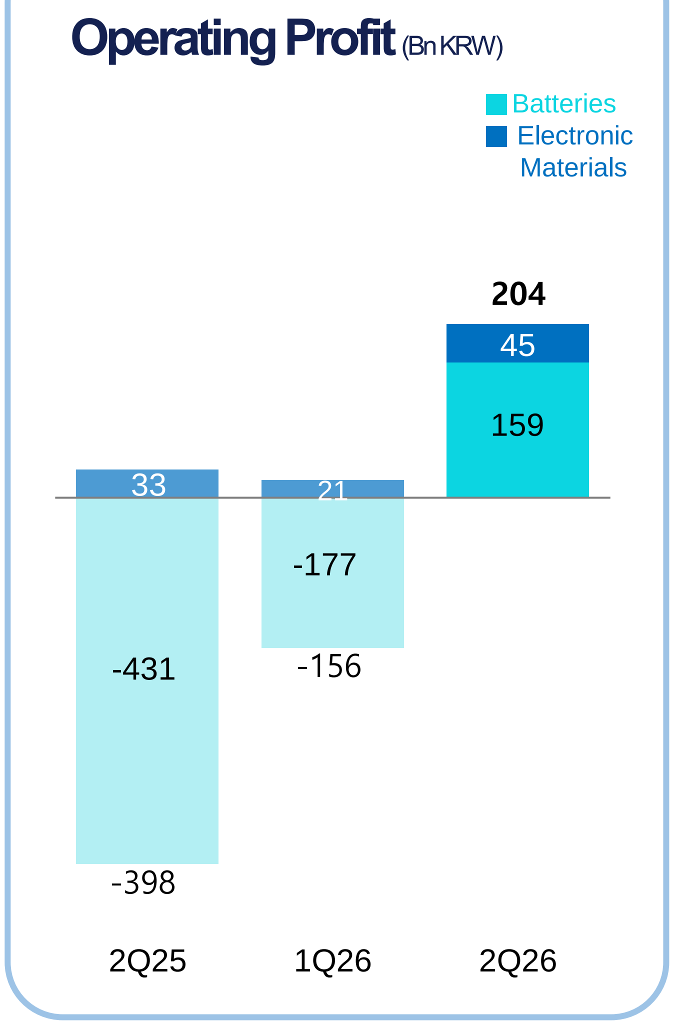
B/S Summary

(Unit: Bn KRW)

	2Q25	1Q26	2Q26	QoQ	YoY
Assets	41,437	44,506	47,622	+3,116	+6,185
Current Assets	10,498	8,996	9,701	+706	-797
Non-Current Assets	30,939	35,511	37,921	+2,410	+6,982
Liabilities	18,758	19,596	20,786	+1,189	+2,027
Equity	22,679	24,910	26,836	+1,926	+4,158
Cash and Cash Equivalents	2,154	1,738	1,506	-232	-649
Total Debt	11,418	11,654	12,111	+457	+693

EARNINGS BY BUSINESS





[Batteries]

- **Revenue increased both QoQ and YoY,** driven by strong demand for high-power products such as UPS, BBU, and power tools, and expansion of EV battery sales for European market
- **Operating profit returned to profitability** due to better product mix, higher US AMPC, and favorable tariff impact

[Electronic Materials]

- Semiconductor materials maintained solid sales, while film materials for foldable smartphones drove revenue growth and improved profitability

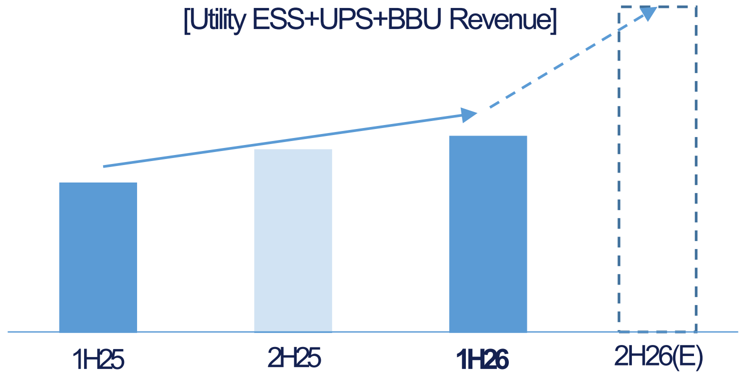
BUSINESS HIGHLIGHTS

Ongoing Quarterly Improvements Drove

1H26 Cumulative Profit

* Revenue 7,345Bn, OP 48Bn

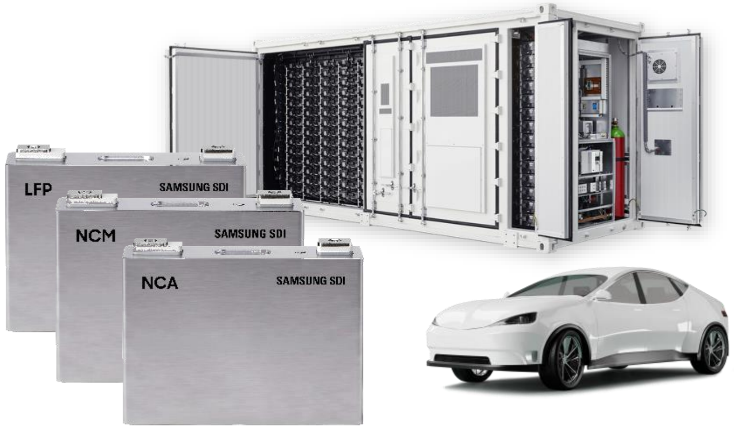
- Well-positioned to capture growing AI data center demand with a broad utility ESS, UPS, and BBU lineup
- Improved utilization rates through sales growth in high-power cylindrical and new high energy density prismatic EV batteries
- Electronic Materials maintained solid profitability



Leveraging Locally-Produced Prismatic Battery Competitiveness to

Expand ESS/EV Orders

- Signed long-term supply agreements with major US ESS customers
- Secured Mercedes-Benz as new EU customer
- Won next-generation distribution-grid ESS project in Korea



Securing Future Growth Drivers by

Diversifying New Apps · Customers

- Expanded cooperation with customers in humanoid and aerospace sectors
- Awarded contract for HEV cylindrical battery project
- Broadened semiconductor materials customer base

BUSINESS OUTLOOK

Beyond Turnaround, Toward Sustainable Growth

ESS

- Growing ESS/UPS demand amid renewable energy expansion and AI Data Center development
- Accelerating non-PFE-centered supply chain realignment in the US
- Continuing Korean government-led ESS project opportunities (3rd Central Contract Market)

➡ **Timely US prismatic LFP mass production and UPS capacity expansion, scaling up domestic business**

➡ **Sodium-ion battery development & production preparation**

EV

- Rising volume-segment EV demand in Europe amid subsidies and high oil prices; IAA impact and localized battery supply chain expansion

➡ **Expand volume model sales in 2H26 and secure multiple local prismatic-based project wins**

- Ongoing demand slowdown driven by US IRA 30D termination and OEMs' strategic revisions

➡ **Enhance key customer cooperation and pursue future orders for market recovery**

Small

- Rising demand for high-power tools and BBUs amid AI Data Center growth
- Unlocking new markets for cylindrical cells in humanoid, aerospace, and HEVs

➡ **Expand high-power cylindrical battery capacity to proactively meet market demand and pursue entry into new applications**

Electronic Materials

- Semiconductors: Solid wafer input growth and ongoing process miniaturization
- Displays: Demand expected to rise with new mobile product launches

➡ **Expand sales of new semiconductor materials and high value-added film materials**

Consolidated Income Statement

(Unit: Bn KRW)

Items	2Q25	3Q25	4Q25	1Q26	2Q26
Revenue	3,179	3,052	3,859	3,576	**3,769**
Gross Profit	281	168	810	585	**937**
(%)	8.8%	5.5%	21.0%	16.4%	**24.9%**
Operating Income	-398	-591	-299	-156	**204**
(%)	-12.5%	-19.4%	-7.8%	-4.4%	**5.4%**
Non-operating Income	57	162	63	112	**275**
Equity Income in Affiliates	128	229	351	115	**402**
Pretax Income	-341	-430	-236	-43	**479**
(%)	-10.7%	-14.1%	-6.1%	-1.2%	**12.7%**
Net Income	-167	6	-208	56	**472**
(%)	-5.2%	0.2%	-5.4%	1.6%	**12.5%**
Net Income Attributable to Owners of the Parent	-153	48	-324	-28	**342**
(%)	-4.8%	1.6%	-8.4%	-0.8%	**9.1%**

CONSOLIDATED BALANCE SHEET

(Unit: Bn KRW)

Items	2Q25	3Q25	FY25	1Q26	2Q26
Assets	41,437	42,175	42,255	44,506	**47,622**
Current Assets	10,498	9,894	8,740	8,996	**9,701**
Cash and Cash Equivalents	2,154	2,149	1,804	1,738	**1,506**
Accounts Receivables and Others	3,790	3,894	3,079	3,156	**3,743**
Inventories	2,583	2,669	2,936	3,300	**3,676**
Non-Current Assets	30,939	32,280	33,515	35,511	**37,921**
Investments	10,373	10,936	11,427	12,203	**14,105**
PP&E, Intangibles	18,724	19,240	19,825	20,592	**20,842**
Liabilities	18,758	18,702	18,685	19,596	**20,786**
Current Liabilities	9,602	9,519	9,795	10,305	**12,650**
Non-Current Liabilities	9,156	9,183	8,890	9,291	**8,136**
Equity	22,679	23,473	23,570	24,910	**26,836**
Paid-in Capital	416	416	416	416	**416**