



SEMCO

Q2 2024 Earnings Result

July 31, 2024

Disclaimer

This presentation material is prepared for the convenience of investors, before the external audit on our Q2 2024 financial results is completed.

The audit results may cause some parts of this presentation material to change.

Business data contains forward projections from internal market estimates and publicly available sources. Actual business performance may differ from the projections herein, as a result of unexpected changes in the market environment and other conditions.

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

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Income Statement

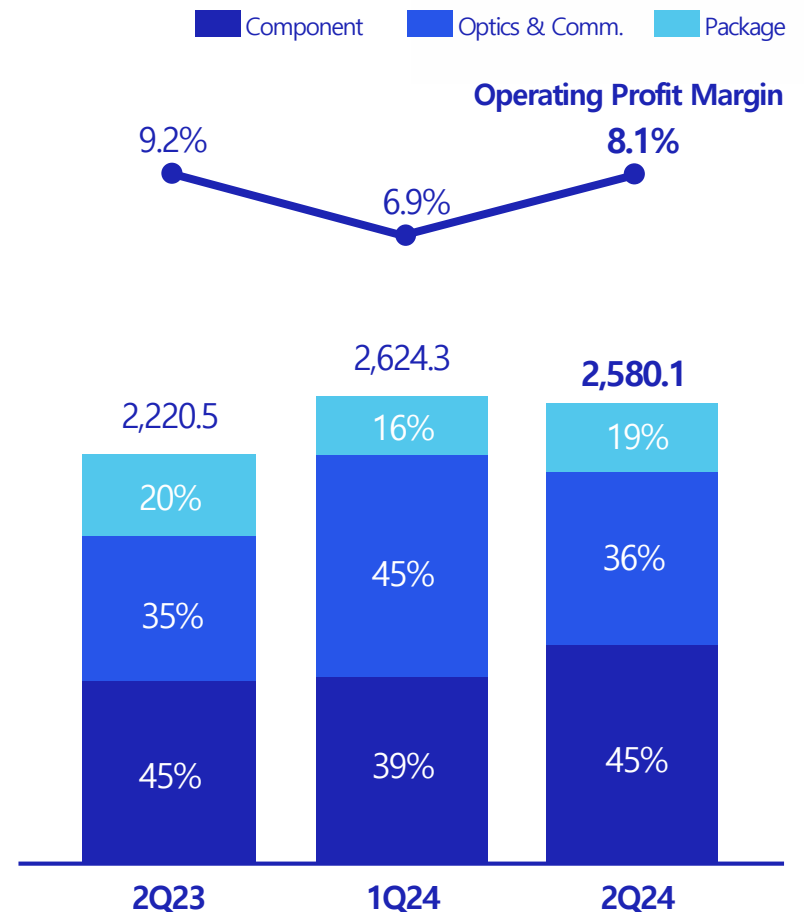
(Unit : KRW Billion)

	2Q24	1Q24	QoQ	2Q23	YoY
Sales	2,580.1	2,624.3	2% ▼	2,220.5	16% ▲
Component	1,160.3	1,023.0	13% ▲	1,006.5	15% ▲
Optics & Comm	920.7	1,173.3	22% ▼	776.6	19% ▲
Package	499.1	428.0	17% ▲	437.4	14% ▲
Operating Profit (%)	208.1 (8.1%)	180.3 (6.9%)	15% ▲	205.0 (9.2%)	2% ▲
Pre-tax Profit (%)	231.1 (9.0%)	219.5 (8.4%)	5% ▲	145.7 (6.6%)	59% ▲
Net Income (%)	172.4 (6.7%)	183.1 (7.0%)	6% ▼	112.6 (5.1%)	53% ▲

※ Net income attributable to owners of the parent

Earnings Trend

(Unit : KRW Billion)



Financial Position

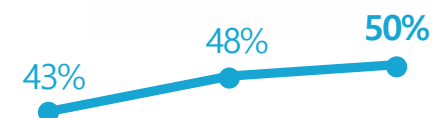
Financial Status

(Unit : KRW Billion)

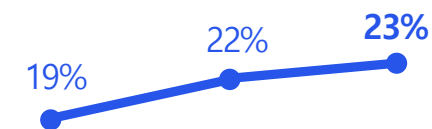
	2Q24	1Q24	QoQ	2Q23
Assets	12,744.5	12,179.9	5% ▲	11,186.6
Cash	2,355.4	2,018.3	17% ▲	1,585.0
Account Receivable	1,344.7	1,183.8	14% ▲	1,063.8
Inventory	2,114.6	2,145.8	1% ▼	1,957.5
Investment	302.9	289.9	4% ▲	259.3
Tangible	5,798.8	5,739.9	1% ▲	5,404.2
Others	828.1	802.2	3% ▲	916.8
Liabilities	4,261.4	3,962.7	8% ▲	3,379.8
Debts	1,989.0	1,834.3	8% ▲	1,449.9
Equity	8,483.0	8,217.3	3% ▲	7,806.8
Issued Capital	388.0	388.0	-	388.0

Financial Ratio

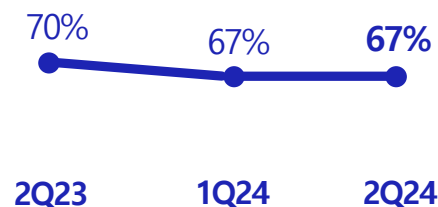
Liability to Equity
(Liabilities/Equity)



Debt to Equity
(Debts/Equity)



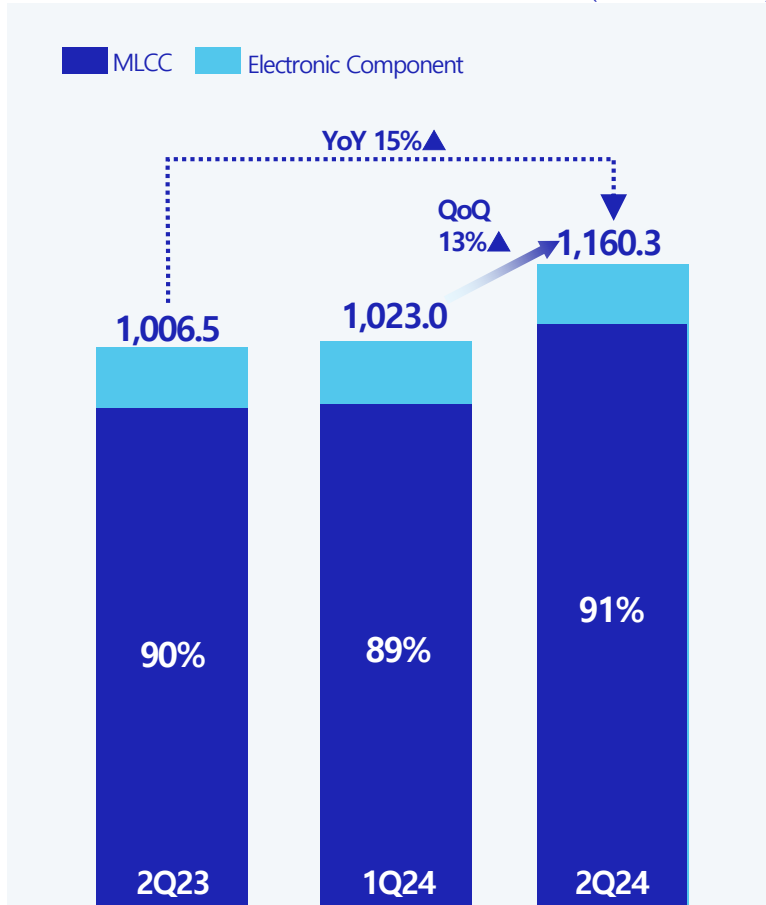
Capital Adequacy Ratio
(Equity/Assets)



Component

Q2 2024 Sales

(Unit : KRW Billion)



Q2 2024 Results

- **Revenue increased across all sector (IT/industrial/automotive)**

- Revenue growth across PC, TV, home appliances, server and other IT/industrial applications
- Automotive revenue increased, driven by increase in ADAS and other electronic content and growth in hybrid vehicle sales

Q3 Market Outlook and Strategy

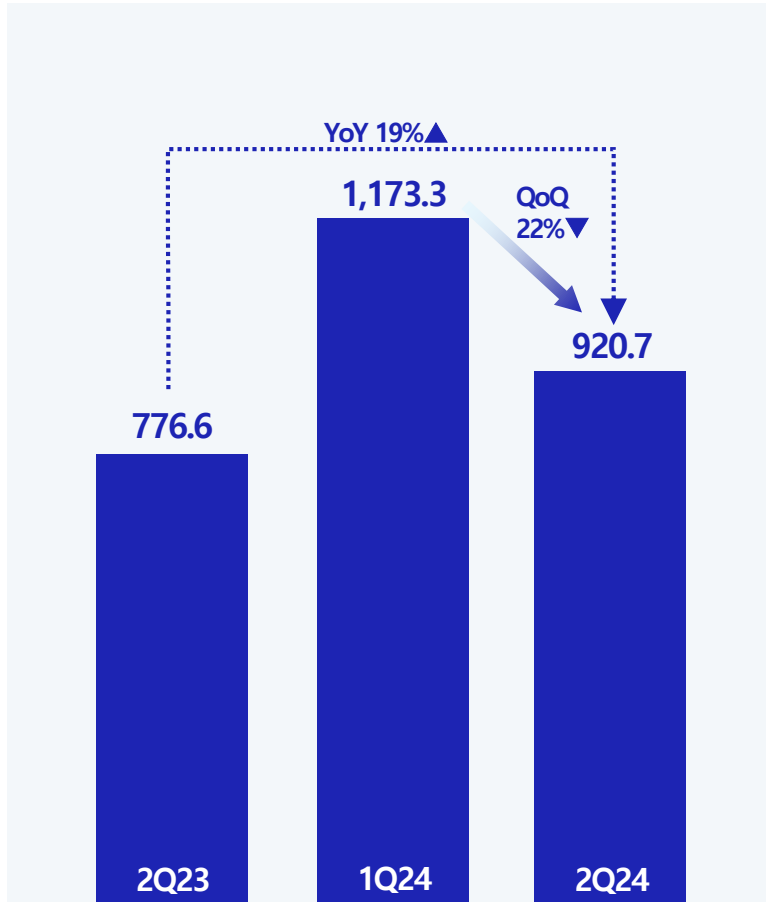
- **Seasonal demand growth expected including new smartphone model launches as well as continued growth in industrial/automotive demand**

- Timely response with high-end MLCCs including small-size, high capacitance MLCC for IT applications and specialty MLCC
- Focus on increasing revenue from growing industrial markets including AI servers
- Prepare pilot mass production of automotive MLCC in the Philippines and continue to diversify automotive customer base

Optics & Communication Solution

Q2 2024 Sales

(Unit : KRW Billion)



Q2 2024 Results

- Revenue decreased QoQ due to seasonality despite increased supply of high-performance camera modules for flagship smartphones of Chinese and other overseas OEMs
 - Mass production of new products such as high pixel super macro camera module for Chinese customers and high-performance folded zoom for overseas customers
 - Decreased supply of camera modules for flagship smartphone of major customers
- Automotive camera module revenue decreased due to slowdown in EV demand

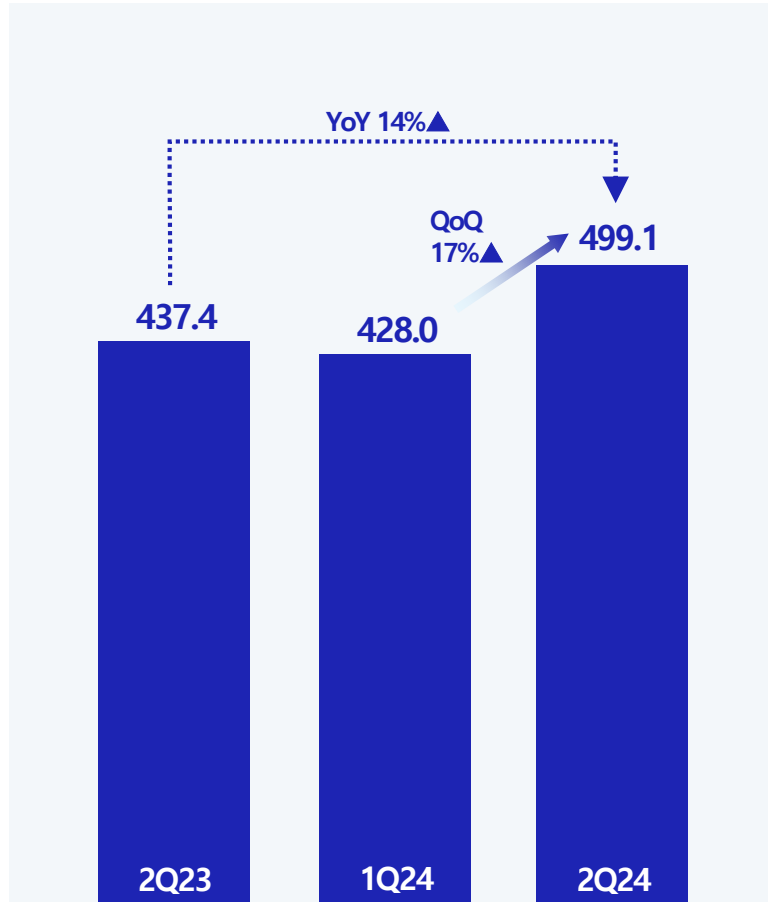
Q3 Market Outlook and Strategy

- High-spec camera modules such as folded zoom to be adopted more in new flagship smartphones of major customers
 - Leverage technology differentiation such as high pixel, slim and super macro while also expanding product line-up for each customer
- Prepare mass production of all-season, all-weather automotive camera module to meet needs of advancing autonomous driving technology and focus on winning business from conventional automotive OEMs

Package Solution

Q2 2024 Sales

(Unit : KRW Billion)



Q2 2024 Results

- **Revenue increased with greater demand for high-end substrates for mobile and server applications**
 - BGA supply increased for ARM processors and smartphone AP/memory
 - FCBGA supply also increased around server/automotive substrates

Q3 Market Outlook and Strategy

- **BGA demand is expected to increase driven by launch of new AI PCs and smartphones**
 - Focus on supplying products in demand-growing areas such as ARM processors and memory
- **For FCBGA, demand expected to continue growth for large body-size, high multilayer substrates**
 - Focus on increasing substrate supply for server/network equipment of overseas major customers

Appendix

Income Statement

	2Q24	1Q24	QoQ	2Q23	YoY
(Unit : KRW Billion)					
Sales	2,580.1	2,624.3	2% ▼	2,220.5	16% ▲
Cost of Sales	2,060.3	2,149.5	4% ▼	1,738.8	18% ▲
Gross Profit (%)	519.8 (20.1%)	474.8 (18.1%)	9% ▲ (2.0%p ▲)	481.7 (21.7%)	8% ▲ (1.6%p ▼)
SG&A	311.7	294.5	6% ▲	276.8	13% ▲
Operating Profit (%)	208.1 (8.1%)	180.3 (6.9%)	15% ▲ (1.2%p ▲)	205.0 (9.2%)	2% ▲ (1.1%p ▼)
Non-operating income/expense	23.0	39.2	-	-59.3	-
Pre-tax Profit (%)	231.1 (9.0%)	219.5 (8.4%)	5% ▲ (0.6%p ▲)	145.7 (6.6%)	59% ▲ (2.4%p ▲)
Income Tax	48.6	32.7	49% ▲	19.7	147% ▲
Continuing Operations	182.5	186.8	2% ▼	126.0	45% ▲
Discontinued Operations	-1.1	-0.4	-	-6.5	-
Net Income (%)	172.4 (6.7%)	183.1 (7.0%)	6% ▼ (0.3%p ▼)	112.6 (5.1%)	53% ▲ (1.6%p ▲)

※ Net income attributable to owners of the parent

Appendix

Financial Status

	2Q24	1Q24	QoQ	2Q23	YoY
(Unit : KRW Billion)					
Assets	12,744.5	12,179.9	5% ▲	11,186.6	14% ▲
Current	6,057.6	5,606.6	8% ▲	4,990.0	21% ▲
Cash	2,355.4	2,018.3	17% ▲	1,585.0	49% ▲
Account Receivable	1,344.7	1,183.8	14% ▲	1,063.8	26% ▲
Inventory	2,114.6	2,145.8	1% ▼	1,957.5	8% ▲
Others	242.9	258.7	6% ▼	383.7	37% ▼
Non-current	6,686.9	6,573.3	2% ▲	6,196.7	8% ▲
Investment	302.9	289.9	4% ▲	259.3	17% ▲
Tangible	5,798.8	5,739.9	1% ▲	5,404.2	7% ▲
Intangible	151.3	149.2	1% ▲	156.2	3% ▼
Others	433.8	394.3	10% ▲	377.0	15% ▲
Liabilities	4,261.4	3,962.7	8% ▲	3,379.8	26% ▲
Current	3,406.5	3,207.8	6% ▲	2,643.7	29% ▲
Non-current	855.0	754.8	13% ▲	736.1	16% ▲
Equity	8,483.0	8,217.3	3% ▲	7,806.8	9% ▲
Issued Capital	388.0	388.0	-	388.0	-

Appendix

Cash Flow

	2Q24	1Q24	2Q23
(Unit : KRW Billion)			
Cash at the beginning of period	2,018.3	1,669.2	1,589.1
Cash flows from operating activities	523.5	378.1	418.3
Net Income	181.4	186.5	119.4
Depreciation	209.6	196.2	218.6
Cash flows used in investing activities	-201.3	-282.5	-264.8
Increase in tangible/intangible assets	-210.0	-288.9	-286.7
Cash flows from financing activities	4.4	244.0	-146.8
Increase/Decrease in debt	128.9	274.3	43.9
Foreign exchange difference	10.5	9.5	-10.8
Net changes in cash	337.1	349.1	-4.1
Cash at the end of period	2,355.4	2,018.3	1,585.0