



SEMCO

Q4 2024 Earnings Result

Jan 24, 2025

Disclaimer

This presentation material has been prepared for the convenience of investors, before the external audit on our Q4 2024 financial results is completed.

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

In 2024, the company decided to discontinue its communication module business. All profit and loss items of the communication module business have been separated from the company's ongoing business and reclassified under the "discontinued operation profit and loss" account..

This material contains some forward-looking statements, which may differ from actual results in the future. The financial information in this document has been prepared according to K-IFRS.

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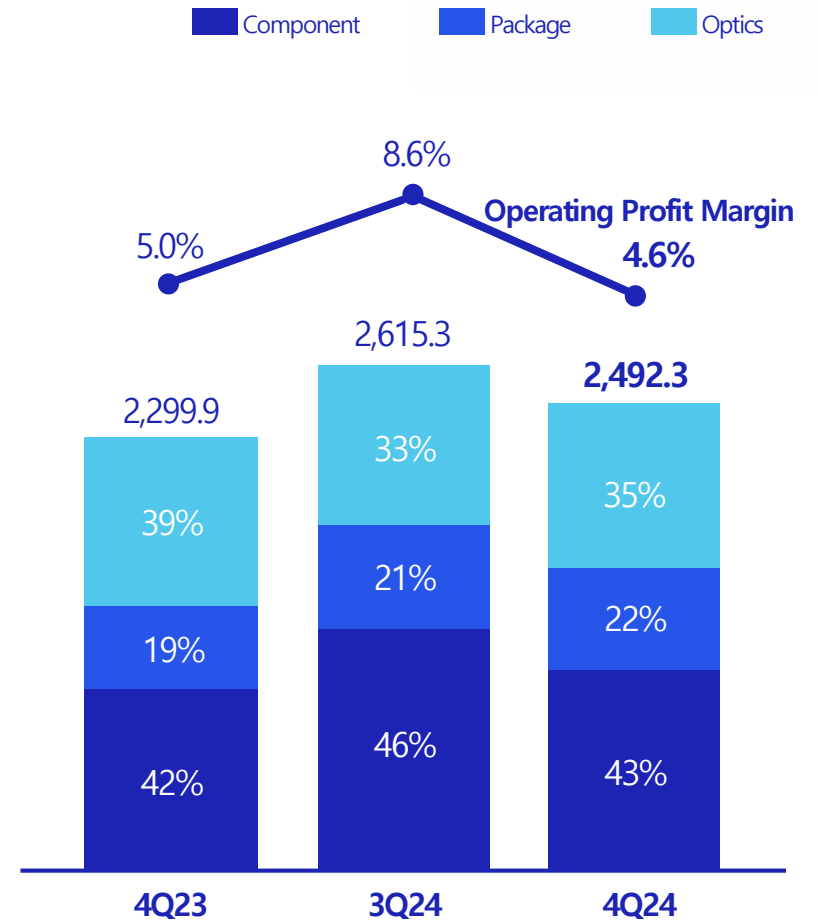
(Unit : KRW Billion)

	4Q24	3Q24	QoQ	4Q23	YoY	2024
Sales	2,492.3	2,615.3	5% ▼	2,299.9	8% ▲	10,294.1
Component	1,081.8	1,197.0	10% ▼	975.1	11% ▲	4,462.1
Package	549.3	558.2	2% ▼	442.7	24% ▲	2,034.7
Optics	861.2	860.1	0.1% ▲	882.1	2% ▼	3,797.3
Operating Profit (%)	115.0 (4.6%)	224.9 (8.6%)	49% ▼	114.3 (5.0%)	1% ▲	735.0 (7.1%)
Pre-tax Profit (%)	198.2 (8.0%)	142.8 (5.5%)	39% ▲	66.5 (2.9%)	198% ▲	797.3 (7.7%)
Net Income (%)	208.4 (8.4%)	115.2 (4.4%)	81% ▲	43.4 (1.9%)	380% ▲	679.1 (6.6%)

※ Net income attributable to owners of the parent

Earnings Trend

(Unit : KRW Billion)



Financial Position

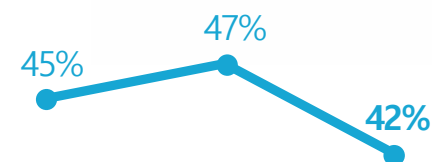
Financial Status

(Unit : KRW Billion)

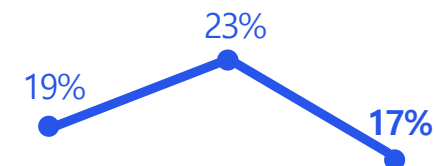
	4Q24	3Q24	QoQ	4Q23
Assets	12,792.4	12,603.9	1% ▲	11,657.9
Cash	2,013.3	2,463.7	18% ▼	1,669.2
Account Receivable	1,390.5	1,395.0	0.3% ▼	1,126.4
Inventory	2,250.8	2,046.6	10% ▲	2,119.5
Investment	342.1	310.9	10% ▲	281.4
Tangible	5,933.2	5,609.6	6% ▲	5,603.3
Others	862.5	778.1	11% ▲	858.1
Liabilities	3,776.5	4,040.0	7% ▼	3,627.5
Debts	1,557.9	1,960.4	21% ▼	1,521.5
Equity	9,015.9	8,564.0	5% ▲	8,030.3
Issued Capital	388.0	388.0	-	388.0

Financial Ratio

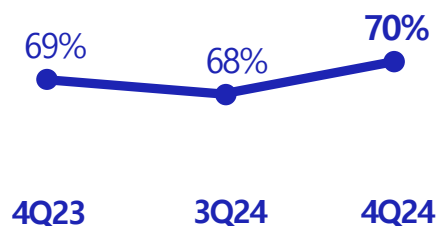
Liability to Equity
(Liabilities/Equity)



Debt to Equity
(Debts/Equity)



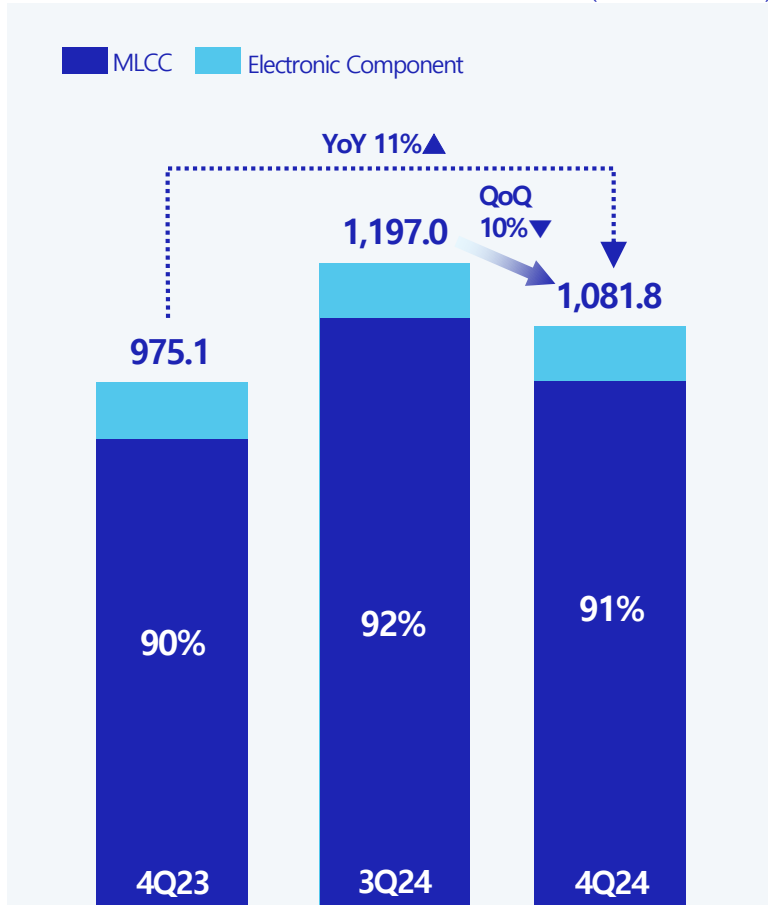
Capital Adequacy Ratio
(Equity/Assets)



Component

Q4 2024 Sales

(Unit : KRW Billion)



Q4 2024 Results

- **IT/industrial MLCC revenue decreased due to customer year-end inventory adjustments**
 - Supply decreased across mobile, PC and CE due to seasonality
- **Automotive MLCC revenue continued growth supported by solid demand**
 - Demand growth in EV/hybrid and wider adoption of ADAS

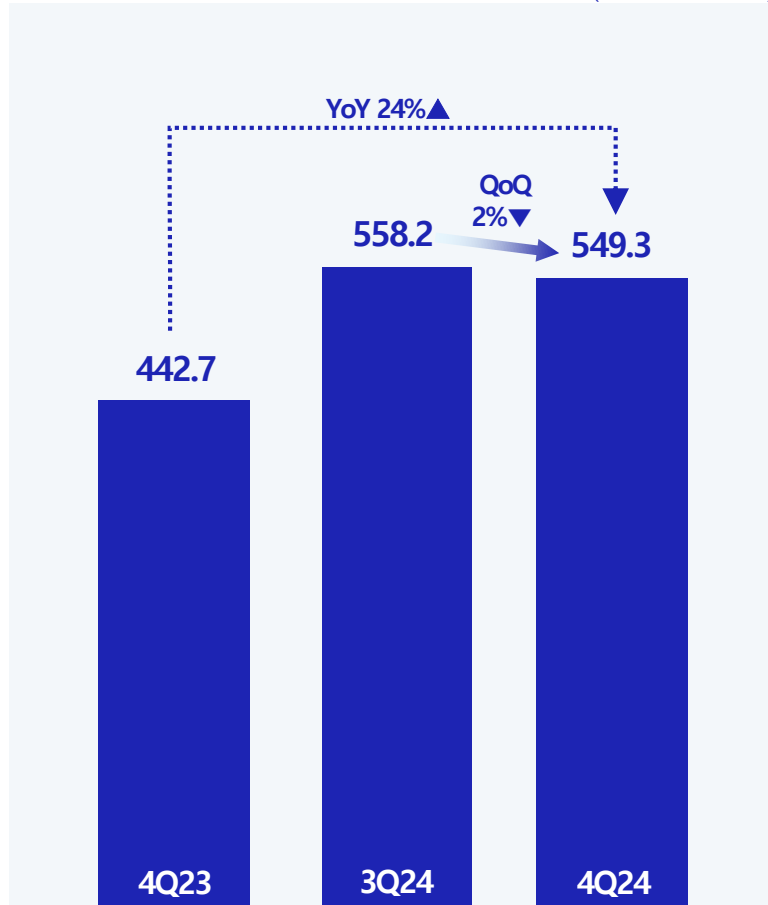
2025 Market Outlook and Strategy

- **Industrial/automotive MLCC to continue strong growth around AI server and xEV/ADAS**
 - Expand product lineup (high-temp, high-capacitance MLCC for AI server; high-temp, high-voltage MLCC for EV powertrain) and be ready to capture rising demand
- **For IT MLCC, focus on expanding supply of high-end such as ultra-small, high-capacitance MLCC in line with low-power, high-efficiency trend in smartphone and PC**

Package Solution

Q4 2024 Sales

(Unit : KRW Billion)



Q4 2024 Results

- **BGA revenue decreased with soft demand due to year-end smartphone inventory adjustment**
 - BGA supply for smartphone AP and memory decreased
- **FCBGA revenue increased driven by growth in high-end substrate demand**
 - Increased FCBGA supply for server/network substrate to global customers

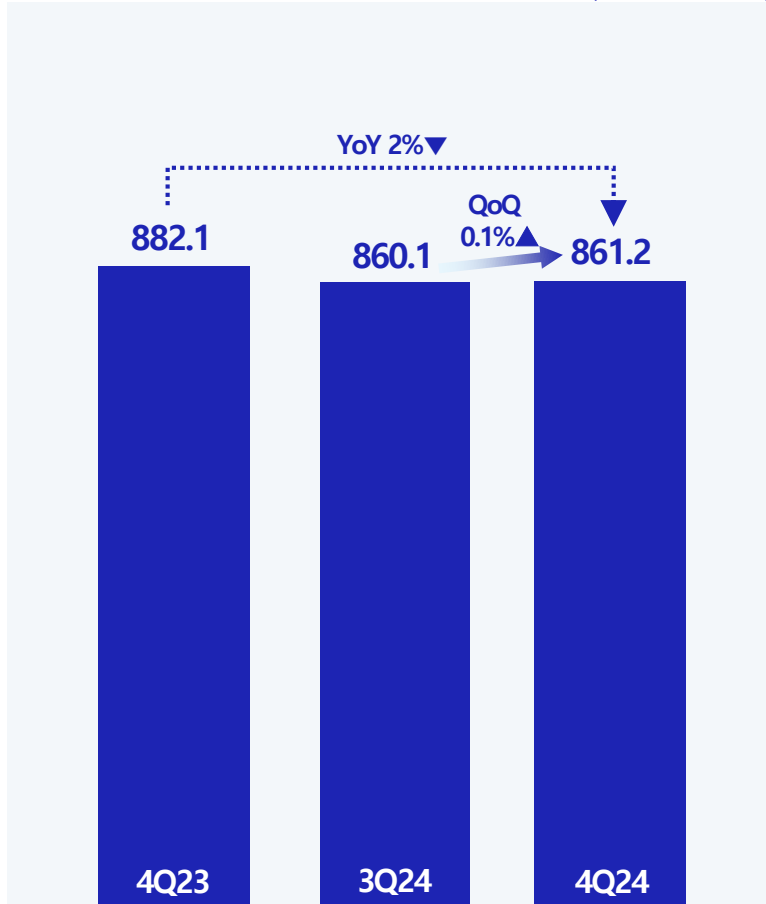
2025 Market Outlook & Strategy

- **Demand expected to recover in certain applications including smartphone and PC, while high-end package substrate for AI, server likely to continue strong growth**
 - Continue to expand supply of high-end substrates for ARM CPU, server and network using differentiating technology such as embedding structure and fine-pitch circuitry
 - Increase mass production and diversify customer base of FCBGA for AI accelerators

Optics Solution

Q4 2024 Sales

(Unit : KRW Billion)



Q4 2024 Results

- **IT revenue increased with timely supply of high-performance products for Korean/overseas OEM flagship smartphones**
 - Started mass production for strategic customer's new model, and increased supply of high-spec camera modules to Chinese customers
- **In automotive, started supply to Korean OEM and new mass production of all-weather camera for global EV customer**

2025 Market Outlook & Strategy

- **Demand for higher-performance camera modules to continue to differentiate flagship smartphone**
 - Timely supply of high-spec, high-power zoom camera modules including high-image quality slim, higher power zoom
- **Automotive market to continue growth with advanced autonomous driving such as driver monitoring**
 - Increase supply of automotive camera modules including all-weather and in-cabin camera (ICC)

Appendix

Income Statement

	4Q24	3Q24	QoQ	4Q23	YoY
(Unit : KRW Billion)					
Sales	2,492.3	2,615.3	5% ▼	2,299.9	8% ▲
Cost of Sales	2,053.1	2,087.7	2% ▼	1,913.4	7% ▲
Gross Profit (%)	439.2 (17.6%)	527.6 (20.2%)	17% ▼ (2.6%p ▼)	386.5 (16.8%)	14% ▲ (0.8%p ▲)
SG&A	324.2	302.7	7% ▲	272.2	19% ▲
Operating Profit (%)	115.0 (4.6%)	224.9 (8.6%)	49% ▼ (4.0%p ▼)	114.3 (5.0%)	1% ▲ (0.4%p ▼)
Non-operating income/expense	83.2	-82.0	-	-47.8	-
Pre-tax Profit (%)	198.2 (8.0%)	142.8 (5.5%)	39% ▲ (2.5%p ▲)	66.5 (2.9%)	198% ▲ (5.1%p ▲)
Income Tax	34.2	16.4	109% ▲	12.2	180% ▲
Continuing Operations	164.1	126.4	30% ▲	54.2	203% ▲
Discontinued Operations	47.1	-2.2	-	-6.2	-
Net Income (%)	208.4 (8.4%)	115.2 (4.4%)	81% ▲ (4.0%p ▲)	43.4 (1.9%)	380% ▲ (6.5%p ▲)

※ Net income attributable to owners of the parent

Appendix

Financial Status

	4Q24	3Q24	QoQ	4Q23	YoY
(Unit : KRW Billion)					
Assets	12,792.4	12,603.9	1% ▲	11,657.9	10% ▲
Current	5,891.7	6,122.4	4% ▼	5,208.4	13% ▲
Cash	2,013.3	2,463.7	18% ▼	1,669.2	21% ▲
Account Receivable	1,390.5	1,395.0	0.3% ▼	1,126.4	23% ▲
Inventory	2,250.8	2,046.6	10% ▲	2,119.5	6% ▲
Others	237.1	217.1	9% ▲	293.3	19% ▼
Non-current	6,900.7	6,481.5	6% ▲	6,449.5	7% ▲
Investment	342.1	310.9	10% ▲	281.4	22% ▲
Tangible	5,933.2	5,609.6	6% ▲	5,603.3	6% ▲
Intangible	145.6	150.6	3% ▼	151.4	4% ▼
Others	479.8	410.4	17% ▲	413.4	16% ▲
Liabilities	3,776.5	4,040.0	7% ▼	3,627.5	4% ▲
Current	3,056.9	3,267.7	6% ▼	2,900.5	5% ▲
Non-current	719.7	772.2	7% ▼	727.1	1% ▼
Equity	9,015.9	8,564.0	5% ▲	8,030.3	12% ▲
Issued Capital	388.0	388.0	-	388.0	-

Appendix

Cash Flow

	4Q24	3Q24	4Q23
(Unit : KRW Billion)			
Cash at the beginning of period	2,463.7	2,355.4	1,663.6
Cash flows from operating activities	289.3	269.8	176.1
Net Income	211.1	124.2	48.1
Depreciation	221.5	212.9	187.8
Cash flows used in investing activities	-199.6	-150.4	-231.8
Increase in tangible/intangible assets	-191.1	-157.8	-270.2
Cash flows from financing activities	-556.4	-4.0	69.6
Increase/Decrease in debt	-530.7	30.7	101.6
Foreign exchange difference	16.3	-7.1	-8.3
Net changes in cash	-450.4	108.3	5.6
Cash at the end of period	2,013.3	2,463.7	1,669.2

Dividend Plan

■ Year-end dividend payout decided based on 2024 business results

- KRW 1,800 per common stock (KRW 1,850 per preferred stock)
- Dividend per share has been increased compared to 2023 in reflection of net income growth
(Payout ratio is remaining at 20% or above)
 - Dividend per common stock was KRW 1,150 in 2023, increased to KRW 1,800 in 2024

■ Maintain a continuous policy of strengthening shareholder return

- Continue to enhance enterprise value through investment and growth, but also carry out greater shareholder returns through appropriate dividend payout
- Maintain payout ratio at 20% or above going forward
(subject to change due to factors such as investment needs for future growth and cashflow situation)

※ The above plan is subject to change depending on the results of the audit by the external auditor and the resolutions taken by the upcoming regular general meeting of shareholders.

(Reference)

Income Statement

※ Historical and comparative data prepared in accordance with K-IFRS Article 1105

	2023	2024				2024
		1Q	2Q	3Q	4Q	
Sales	8,892.4	2,613.9	2,572.6	2,615.3	2,492.3	10,294.1
Cost of Sales	7,173.1	2,140.4	2,053.7	2,087.7	2,053.1	8,334.9
Gross Profit (%)	1,719.4 (19.3%)	473.6 (18.1%)	518.8 (20.2%)	527.6 (20.2%)	439.2 (17.6%)	1,959.2 (19.0%)
SG&A	1,058.8	289.9	307.4	302.7	324.2	1,224.2
Operating Profit (%)	660.5 (7.4%)	183.6 (7.0%)	211.5 (8.2%)	224.9 (8.6%)	115.0 (4.6%)	735.0 (7.1%)
Non-operating income/expense	-97.3	38.5	22.6	-82.0	83.2	62.3
Pre-tax Profit (%)	563.2 (6.3%)	222.1 (8.5%)	234.1 (9.1%)	142.8 (5.5%)	198.2 (8.0%)	797.3 (7.7%)
Income Tax	85.9	32.9	48.9	16.4	34.2	132.3
Continuing Operations	477.4	189.2	185.2	126.4	164.1	665.0
Discontinued Operations	-26.9	-2.8	-3.8	-2.2	47.1	38.3
Net Income (%)	423.0 (4.8%)	183.1 (7.0%)	172.4 (6.7%)	115.2 (4.4%)	208.4 (8.4%)	679.1 (6.6%)

※ Net income attributable to owners of the parent