COMPANY UPDATE

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LG Chem (051910)

3Q review: Earnings beat thanks to robust earnings at battery and chemicals units

EV/Mobility Team

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- LG Chem reported a 3Q operating profit of KRW679.7b (up 43% q-q), which beat consensus by 21%, attributable to a positive earnings surprise at the battery subsidiary and a turn to profit at the chemicals division.
- We raise our SOTP-based target price for the firm to reflect rising share prices of its subsidiary and a narrower discount we apply to the subsidiary stake (vs its NAV). We also find it highly likely that the firm will continue to sell its stake in the subsidiary in 2026. We thus keep the stock at BUY.

WHAT'S THE STORY?

3Q review: LG Chem reported a 3Q operating profit of KRW679.7b (up 43% q-q), beating consensus (KRW560.7b, FnGuide) by 21% and largely in line with our forecast (KRW668b).

- **Chemicals:** The chemicals division logged an operating profit of KRW29.1b (up KRW119.5b q-q). The profitability improvement is attributable to: 1) the won's strengthening against the US dollar; 2) the dissipation of negative lag effects (on falling naphtha prices); and 3) the firm's cost-cutting efforts.
- **Advanced materials:** Operating profit at the advanced materials division hit KRW7.3b (down 90% q-q) for a margin of 0.9% (vs 6.7% in 2Q25), sharply missing our forecast of KRW76b. The cathode materials units saw sales of KRW0.14t (down 57% q-q) and an operating loss of KRW39.6b (flat q-q for a margin of -28%), as its sales volume tumbled 50% q-q (vs our expectation of -25% q-q) on reduced demand from its European and North American clients. Other advanced materials (besides cathode materials) contributed sales of KRW0.7t (down 5% q-q) and an operating profit of KRW46.9b (down 58% q-q) for a margin of 6.7%, posting a q-q deterioration in profitability.

(Continued on the next page)

AT A GLANCE

BUY

Target price	KRW500,000	27.2%
Current price	KRW393,000	
Market cap	KRW27.7t/USD19.4b	
Shares (float)	70,592,343 (65.0%)	
52-week high/low	KRW417,000/KRW182,400	
Avg daily trading value (60-day)	KRW107.4b/ USD75.2m	

ONE-YEAR PERFORMANCE

	1M	6M	12M
LG Chem (%)	41.6	87.1	23.6
Vs Kospi (%pts)	19.1	13.5	-25.6

KEY CHANGES

(KRW)	New	Old	Diff
Recommend.	BUY	BUY	
Target price	500,000	380,000	31.6%
2025E EPS	-10,221	-10,221	0.0%
2026E EPS	14,948	14,948	0.0%

SAMSUNG vs THE STREET

No of estimates	17
Target price	355,941
Recommendation	3.8

※ Rating: 4 < → BUY, 3 = HOLD, 2 > → SELL

SUMMARY 3Q RESULTS

(KRWb)	3Q25	Chg		Diff (%)	
		(% y-y)	(% q-q)	Samsung	Consensus
Sales	11,196.2	-11.6	-1.5	0.0	3.4
Operating profit	679.7	36.4	45.4	0.0	21.2
Pre-tax profit	457.1	-39.5	nm	0.0	38.0
Net profit	447.3	-55.8	nm	0.0	90.1
Margins (%)					
Operating profit	6.1				
Pre-tax profit	4.1				
Net profit	4.0				

Source: Company data, Fnguide, Samsung Securities estimates

VALUATION SUMMARY

	2024	2025E	2026E
Valuation (x)			
P/E	n/a	n/a	26.3
P/B	0.6	0.9	0.9
EV/EBITDA	12.9	13.6	10.8
Div yield (%)	0.4	0.3	1.0
EPS growth (% y-y)	nm	nm	nm
ROE (%)	-2.1	-2.4	3.6
Per-share data (KRW)			
EPS	-8,825	-10,221	14,948
BVPS	425,221	413,994	427,938
DPS	1,000	1,000	4,000

- **Batteries:** The battery subsidiary (LGES) announced its 3Q preliminary results on Oct 13, with an operating profit of KRW601.3b (up 22% q-q), beating recent consensus (KRW514.5b) by 17%. Despite a reduction in its US-bound EV battery sales volume, LGES delivered robust results thanks to strong demand for cylindrical batteries and one-off gains
- **Farm Hannong:** Its subsidiary Farm Hannong recorded an operating loss of KRW20b (down KRW32.5b q-q for a margin of -19.7%), due to inventory destocking by overseas clients.
- **Life sciences:** The life sciences division registered an operating profit of KRW100.6b (up KRW76b q-q for a margin of 26.9%). Its sales and profit both received a large boost from its recognizing the remaining upfront payment from an out-licensing contract on an orphan obesity drug (KRW55b).

4Q preview: We expect LG Chem to post a 4Q operating loss of KRW208.7b (KRW888.4b below 3Q operating profit), sharply missing the consensus of a KRW429.6b profit, believing that its battery subsidiary will suffer sluggish earnings and the chemicals division will turn to a loss. We believe the firm's battery subsidiary will see an operating loss of KRW87.2b (KRW688.5b wider q-q), sharply missing the FnGuide-based consensus of KRW471b. The firm's chemicals division should post an operating loss of KRW102.7b (down KRW131.8b q-q), showing sharp q-q deterioration due to negative lag effects and one-off costs following regular maintenance. Operating profit at the advanced materials division should decline 89% q-q to KRW800m, with its cathode materials sales and operating loss likely hitting a respective KRW0.14t (down 1% q-q) and KRW39.3b (up KRW300m q-q) for a margin of -28% due to a likely 1% q-q decline in ASPs and shipments likely remaining flat at 5,600 tonnes. That said, we see the chances of its loss widening further as limited, given already sharply reduced sales and the industry's relatively high raw materials portion of costs.

View—subsidiary stake sale to continue into 2026: We raise our SOTP-based valuation for the stock by 32% from KRW380,000 to KRW500,000to reflect rising share prices of its subsidiary and a narrower discount we apply to the subsidiary stake (vs its NAV). The firm has still suffered weakening fundamentals due to sluggish earnings at its battery subsidiary and chemicals/advanced materials divisions. Recently, the firm's share prices have been rising as its activist shareholder has called on the firm to utilize (sell?) its stake in the battery subsidiary. The firm should face stronger shareholder activism in 2026. Other than this, since more than two among the firm's core businesses (eg, sustainability materials, advanced materials, and life sciences) have been suffering severer woes, we believe the firm will continue to sell its stake in the subsidiary as part of its efforts to rebalance its business portfolio. We thus maintain BUY on the stock, as the value of its assets (previously discounted) is to receive a re-rating.

Table 1. LG Chem: Sum-of-the-parts valuation

(KRWb)	Forward EBITDA	Multiple (x)	Enterprise value	Note
Operating value (A)				
Chemicals	913	5.1	4,667	Peers (global NCCs/ECCs); revised up from 4.9x
Advanced Materials	710	12.3	8,736	Peers (display materials manufacturers and cathode materials manufacturers*); **Revised up from 10.4x**
Batteries			24,334	Apply a discount to the ownership stake; **revised up from KRW14.4t**
Farm Hannong	93	6.6	616	30% premium to chemicals division
Life Sciences	290	6.6	1,925	30% premium to chemicals division
Total	**2,005**	**8.0**	**40,279**	
Asset value (B)			**2,454**	**30% discount**
Net debt (C)			**5,887**	**Based on end-2025 excludes LG Energy Solution's net debt**
Market capitalization of preferred shares (D)			**1,516**	**As of Oct 31 close**
Fair market capitalization (E = A + B - C - D)			**35,329**	
Outstanding shares ('000)			70,592	
Fair price (KRW)			500,468	
Target price (KRW)			**500,000**	**Revised up by 31.6% from KRW380,000**
Current price (KRW)			397,500	As of Oct 31 close
Upside (%)			25.8	
2025 implied P/E (x)			33.5	
2026 implied P/E (x)			9.7	
2025 implied P/B (x)			1.17	
2026 implied P/B (x)			1.05	

Note: * Weighted average of display materials company (88%) and battery cathode materials company (12%).
** Reflects a discount to the net asset value of the ownership stake based on the average share price over the past month.
The previous overall 85% discount rate applied to the entire stake has been reduced to 55%, taking into account the potential liquidity of the remaining shares outside the 60% stake maintained for long-term control.
Accordingly, the final net asset value discount rate applied to the stake has been adjusted downward from 78% to 73%.

Source: Bloomberg, Samsung Securities estimates

Table 2. LG Chem: Quarterly results

(KRWb)	3Q25	2Q25	3Q24	Consensus	Samsung	Diff (%)			
						q-q	y-y	Consensus	Samsung
Sales	11,196	11,418	12,670	10,830	11,107	-1.9	-11.6	3.4	0.8
Operating profit	680	477	498	561	668	42.6	36.4	21.2	1.8
Pre-tax profit	457	-185	378	331	394	Turned pos	20.8	38.0	16.0
Net profit	447	-112	1,013	235	312	Turned pos	-55.8	90.1	43.2
Attributable to parent	184	-434	545	110	71	Turned pos	-66.3	67.1	157.1
Margins (%)									
Operating profit	6.1	4.2	3.9	5.2	6.0				
Pre-tax profit	4.1	-1.6	3.0	3.1	3.5				
Net profit	4.0	-1.0	8.0	2.2	2.8				
Attributable to parent	1.6	-3.8	4.3	1.0	0.6				

Note: Net profit attributable to controlling shareholders is our estimate based on the announced operating profit
Source: Company data, FnGuide, Samsung Securities estimates

Table 3. LG Chem: Quarterly results, by division

(KRWb)	3Q25	2Q25	3Q24	Chg (% q-q)	Chg (% y-y)
Sales	**11,196**	**11,418**	**12,670**	**-1.9**	**-11.6**
Chemicals	4,461	4,696	4,831	-5.0	-7.7
Advanced Materials	838	1,061	1,712	-21.0	-51.0
Batteries	5,700	5,565	6,878	2.4	-17.1
Farm Hannong	102	242	113	-58.1	-10.2
Life Sciences	375	337	307	11.1	22.0
Operating profit	**680**	**477**	**498**	**42.6**	**36.4**
Chemicals	29	-90	-29	Turned pos	Turned pos
Advanced Materials	7	71	150	-89.7	-95.1
Batteries	601	492	448	22.2	34.1
Farm Hannong	-20	13	-20	Turned neg	Remained neg
Life Sciences	101	25	-1	308.9	Turned pos
Cons. Adjustment	-39	-33	-50	Remained neg	Remained neg
Pre-tax profit	457	-185	378	Turned pos	20.8
Net profit	**447**	**-112**	**1,013**	**Turned pos**	**-55.8**
Margins (%)					
Operating profit	6.1	4.2	3.9		
Chemicals	0.7	-1.9	-0.6		
Advanced Materials	0.9	6.7	8.8		
Batteries	10.5	8.8	6.5		
Farm Hannong	-19.7	5.2	-17.7		
Life Sciences	26.9	7.3	-0.3		
Pre-tax profit	4.1	-1.6	3.0		
Net profit	4.0	-1.0	8.0		

Source: Company data, Samsung Securities

Table 4. LG Chem: Results and forecasts

(KRWb)	1Q25	2Q25	3Q25	4Q25E	1Q26E	2Q26E	3Q26E	4Q26E	2023	2024	2025E	2026E
KRW/USD (average)	1,453	1,401	1,387	1,390	1,370	1,350	1,330	1,310	1,306	1,365	1,408	1,340
Sales	**12,121**	**11,418**	**11,196**	**11,087**	**10,856**	**11,520**	**12,148**	**12,896**	**55,250**	**48,916**	**45,822**	**47,420**
Growth (% q-q)	-1.7	-5.8	-1.9	-1.0	-2.1	6.1	5.4	6.2				
Growth (% y-y)	4.9	-6.7	-11.6	-10.1	-10.4	0.9	8.5	16.3	8.4	-11.5	-6.3	3.5
Chemicals	4,782	4,696	4,461	4,443	4,201	4,043	3,892	3,658	17,809	19,160	18,382	15,794
Advanced Materials	1,440	1,061	838	840	912	1,010	1,052	1,232	7,408	6,412	4,179	4,205
Batteries	6,265	5,565	5,700	5,776	5,692	6,398	7,379	8,216	33,745	25,620	23,306	27,685
Farm Hannong	246	242	102	172	251	245	109	172	782	762	762	777
Life Sciences	286	337	375	320	320	415	382	369	1,183	1,334	1,317	1,485
Operating profit	**438**	**477**	**680**	**-209**	**291**	**609**	**928**	**1,107**	**2,529**	**917**	**1,385**	**2,936**
Growth (% q-q)	Turned pos	8.9	42.6	To turn neg	To turn pos	109.1	52.3	19.2				
Growth (% y-y)	72.3	21.5	36.4	To remain neg	-33.4	27.8	36.6	To turn pos	-15.1	-63.8	51.1	111.9
Chemicals	-57	-90	29	-103	-38	-10	5	-27	-143	-105	-221	-70
Growth (% q-q)	Remained neg	Remained neg	Turned pos	To turn neg	To remain neg	To remain neg	To turn pos	To turn neg				
Growth (% y-y)	Remained neg	Turned neg	Turned pos	To remain neg	To remain neg	To remain neg	-83.6	To remain neg	Turned neg	Remained neg	To remain neg	To remain neg
Advanced Materials	118	71	7	1	29	45	64	81	585	510	197	219
Growth (% q-q)	146.0	-39.9	-89.7	-88.9	3,462.3	57.3	42.1	25.5				
Growth (% y-y)	-17.0	-58.3	-95.1	-98.3	-75.6	-36.1	782.3	9,888.9	-36.7	-12.7	-61.4	11.3
Batteries	375	492	601	-87	291	572	895	1,059	2,163	575	1,381	2,817
Growth (% q-q)	Turned pos	31.4	22.2	To turn neg	To turn pos	96.1	56.5	18.4				
Growth (% y-y)	138.1	152.0	34.1	To remain neg	-22.2	16.1	48.8	To turn pos	78.2	-73.4	140.0	104.0
Farm Hannong	31	13	-20	9	34	17	-20	9	45	44	33	39
Growth (% q-q)	243.3	-59.5	Turned neg	To turn pos	258.3	-50.5	To turn neg	To turn pos				
Growth (% y-y)	-11.5	-37.5	Remained neg	4.1	8.6	32.9	To remain neg	0.0	9.5	-2.4	-25.4	19.3
Life Sciences	-13	25	101	10	7	18	16	16	28	110	121	57
Growth (% q-q)	Remained neg	Turned pos	308.9	-90.4	-25.8	146.3	-6.8	-3.5				
Growth (% y-y)	Turned neg	-77.4	Turned pos	To turn pos	To turn pos	-28.6	-83.7	64.2	-61.3	287.2	10.1	-53.2
Consol. Adj.	-16	-33	-39	-39	-32	-32	-32	-32	-149	-218	-126	-126
Growth (% q-q)	Turned neg	Remained neg	Remained neg	To remain neg	To remain neg	To remain neg	To remain neg	To remain neg				
Growth (% y-y)	Remained neg	Remained neg	Remained neg	To turn neg	To remain neg	To remain neg	To remain neg	To remain neg	Remained neg	Remained neg	To remain neg	To remain neg
Pre-tax profit	437	-185	457	-425	96	407	716	895	2,498	-268	284	2,115
Growth (% q-q)	Turned pos	Turned neg	Turned pos	To turn neg	-66.1	322.6	76.1	25.0				
Growth (% y-y)	40.3	Turned neg	20.8	To remain neg	-78.0	To turn pos	56.7	To turn pos	-10.1	Turned neg	To turn pos	645.4
Net profit	**260**	**-112**	**447**	**-318**	**93**	**393**	**692**	**865**	**2,053**	**515**	**278**	**2,042**
Growth (% q-q)	-49.4	Turned neg	Turned pos	To turn neg	-66.5	322.6	76.1	25.0				
Growth (% y-y)	-23.8	Turned neg	-55.8	To remain neg	-64.3	To turn pos	54.7	To turn pos	-6.5	-74.9	-46.1	635.6
Attributable to parent	-108	-434	184	-442	-12	211	433	539	1,338	-691	-800	1,170
Margins (%)												
Operating profit	3.6	4.2	6.1	-1.9	2.7	5.3	7.6	8.6	4.6	1.9	3.0	6.2
Chemicals	-1.2	-1.9	0.7	-2.3	-0.9	-0.3	0.1	-0.7	-0.8	-0.5	-1.2	-0.4
Advanced Materials	8.2	6.7	0.9	0.1	3.2	4.5	6.1	6.6	7.9	8.0	4.7	5.2
Batteries	6.0	8.8	10.5	-1.5	5.1	8.9	12.1	12.9	6.4	2.2	5.9	10.2
Farm Hannong	12.6	5.2	-19.7	5.5	13.4	6.8	-18.7	5.5	5.8	5.8	4.3	5.0
Life Sciences	-4.7	7.3	26.9	3.0	2.2	4.2	4.3	4.3	2.4	8.3	9.2	3.8
Pre-tax profit	3.6	-1.6	4.1	-3.8	0.9	3.5	5.9	6.9	4.5	-0.5	0.6	4.5
Net profit	2.1	-1.0	4.0	-2.9	0.9	3.4	5.7	6.7	3.7	1.1	0.6	4.3

Source: Company data, Samsung Securities estimates

Income statement

Year-end Dec 31 (KRWb)	2023	2024	2025E	2026E	2027E
Sales	**55,250**	**48,916**	**45,822**	**47,420**	**55,296**
Cost of goods sold	46,464	41,380	38,695	39,110	45,020
Gross profit	**8,786**	**7,536**	**7,127**	**8,310**	**10,276**
Gross margin (%)	15.9	15.4	15.6	17.5	18.6
SG&A expenses	6,934	8,100	7,388	7,687	8,940
Operating profit	**2,529**	**917**	**1,385**	**2,936**	**7,054**
Operating margin (%)	4.6	1.9	3.0	6.2	12.8
Non-operating gains (losses)	**-39**	**-324**	**-1,112**	**-821**	**-743**
Financial profit	1,787	2,119	-663	-783	-714
Financial costs	1,665	2,715	0	0	0
Equity-method gains (losses)	-33	-25	-103	-11	-12
Other	-128	297	-345	-27	-17
Pre-tax profit	**2,490**	**593**	**273**	**2,115**	**6,310**
Taxes	433	61	-4	72	216
Effective tax rate (%)	17.4	10.3	-1.6	3.4	3.4
Profit from continuing operations	2,066	-329	288	2,042	6,094
Profit from discontinued operations	-12	844	-11	0	0
Net profit	**2,053**	**515**	**278**	**2,042**	**6,094**
Net margin (%)	3.7	1.1	0.6	4.3	11.0
Net profit (controlling interests)	1,338	-691	-800	1,170	4,030
Net profit (non-controlling interests)	716	1,206	1,078	872	2,065
EBITDA	5,810	4,119	5,131	6,673	7,634
EBITDA margin (%)	10.5	8.4	11.2	14.1	13.8
EPS (parent-based) (KRW)	17,090	-8,825	-10,221	14,948	51,476
EPS (consolidated) (KRW)	26,231	6,579	3,547	26,089	77,853
Adjusted EPS (KRW)*	17,090	-8,825	-10,221	14,948	51,476

Balance sheet

Year-end Dec 31 (KRWb)	2023	2024	2025E	2026E	2027E
Current assets	**28,859**	**27,816**	**23,187**	**24,103**	**34,051**
Cash & equivalents	9,085	7,855	4,528	4,793	11,534
Accounts receivable	8,083	8,166	7,611	7,876	9,184
Inventories	9,375	8,847	8,288	8,577	10,001
Other current assets	2,316	2,947	2,761	2,857	3,332
Fixed assets	**48,607**	**66,042**	**71,628**	**75,340**	**75,654**
Investment assets	2,512	3,626	3,505	3,568	3,877
Tangible assets	38,950	54,570	60,690	64,691	64,996
Intangible assets	3,693	3,619	3,208	2,856	2,556
Other long-term assets	3,453	4,226	4,226	4,226	4,226
Total assets	**77,467**	**93,858**	**94,815**	**99,443**	**109,705**
Current liabilities	**18,391**	**21,086**	**22,096**	**24,630**	**28,471**
Accounts payable	4,118	3,682	3,449	3,569	4,162
Short-term debt	1,875	1,812	2,512	3,212	3,212
Other current liabilities	12,398	15,592	16,135	17,849	21,097
Long-term liabilities	**18,138**	**24,777**	**24,525**	**24,655**	**25,295**
Bonds & long-term debt	14,459	18,981	18,981	18,981	18,981
Other long-term liabilities	3,679	5,795	5,544	5,674	6,314
Total liabilities	**36,529**	**45,862**	**46,621**	**49,285**	**53,766**
Owners of parent equity	**32,193**	**33,284**	**32,405**	**33,497**	**37,213**
Capital stock	391	391	391	391	391
Capital surplus	11,572	11,569	11,569	11,569	11,569
Retained earnings	19,651	18,592	17,713	18,805	22,521
Other	578	2,732	2,732	2,732	2,732
Non-controlling interests' equity	**8,746**	**14,711**	**15,789**	**16,661**	**18,726**
Total equity	**40,938**	**47,995**	**48,194**	**50,158**	**55,939**
Net debt	13,269	19,483	24,677	26,504	21,423

Cash flow statement

Year-end Dec 31 (KRWb)	2023	2024	2025E	2026E	2027E
Cash flow from operations	**7,536**	**7,012**	**4,404**	**6,593**	**10,625**
Net profit	2,053	515	278	2,042	6,094
Non-cash profit and expenses	5,233	6,195	3,913	4,685	5,116
Depreciation	3,559	4,200	4,981	5,699	5,997
Amortization	399	482	412	352	300
Other	1,276	1,513	-1,480	-1,365	-1,182
Changes in A/L from operating activities	1,415	1,448	193	-78	-386
Cash flow from investments	**-13,170**	**-13,663**	**-9,446**	**-8,316**	**-5,143**
Change in tangible assets	-12,849	-14,493	-11,100	-9,700	-6,303
Change in financial assets	230	-770	92	-47	-234
Other	-551	1,600	1,563	1,432	1,394
Cash flow from financing	**6,158**	**4,821**	**1,761**	**2,027**	**1,416**
Change in debt	6,547	5,219	1,840	2,106	1,730
Change in equity	3	-3	0	0	0
Dividends	-1,104	-367	-79	-79	-313
Other	712	-27	0	-0	-0
Change in cash	587	-1,230	-3,327	265	6,741
Cash at beginning of year	8,498	9,085	7,855	4,528	4,793
Cash at end of year	9,085	7,855	4,528	4,793	11,534
Gross cash flow	**7,287**	**6,710**	**4,190**	**6,728**	**11,210**
Free cash flow	**-5,423**	**-7,603**	**-6,696**	**-3,107**	**4,322**

Financial ratios

Year-end Dec 31	2023	2024	2025E	2026E	2027E
Growth (%)					
Sales	8.4	-11.5	-6.3	3.5	16.6
Operating profit	-15.1	-63.8	51.1	111.9	140.3
Net profit	-6.5	-74.9	-46.1	635.6	198.4
Adjusted EPS**	-27.5	nm	nm	nm	244.4
Per-share data (KRW)					
EPS (parent-based)	17,090	-8,825	-10,221	14,948	51,476
EPS (consolidated)	26,231	6,579	3,547	26,089	77,853
Adjusted EPS**	17,090	-8,825	-10,221	14,948	51,476
BVPS	411,275	425,221	413,994	427,938	475,413
DPS (common)	3,500	1,000	1,000	4,000	11,000
Valuations (x)					
P/E***	29.2	n/a	n/a	26.3	7.6
P/B***	1.2	0.6	0.9	0.9	0.8
EV/EBITDA	10.3	12.9	13.6	10.8	9.1
Ratios (%)					
ROE	4.2	-2.1	-2.4	3.6	11.4
ROA	2.8	0.6	0.3	2.1	5.8
ROIC	4.4	1.9	2.0	3.8	8.9
Payout ratio	18.5	-10.2	-8.8	24.1	19.3
Dividend yield (common)	0.7	0.4	0.3	1.0	2.8
Net debt to equity	32.4	40.6	51.2	52.8	38.3
Interest coverage (x)	3.9	1.0	n/a	n/a	n/a

Note: *Excluding one-off items
**Fully diluted, excluding one-off items
***From companies subject to equity-method valuation

Source: Company data, Samsung Securities estimates

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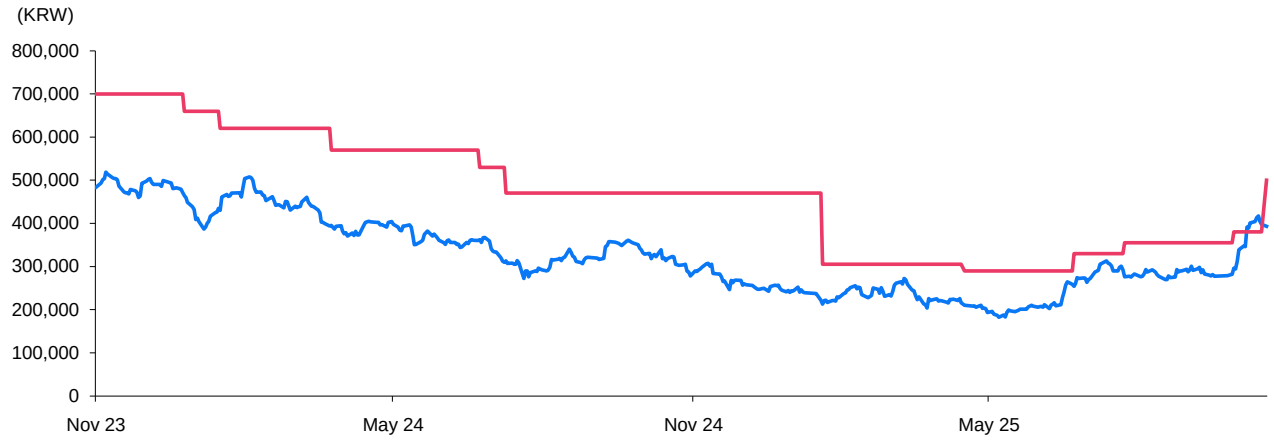
Target price changes in past two years



Rating changes over past two years (adjusted share prices)

Date	2023/10/30	2024/1/10	2/1	4/9	7/9	7/25	2025/2/4	5/2	7/8	8/8	10/14	11/3
Recommendation	BUY	BUY	BUY	BUY	BUY	BUY	BUY	BUY	BUY	BUY	BUY	BUY
Target price (KRW)	700000	660000	620000	570000	530000	470000	305000	290000	330000	355000	380000	500000
Gap* (average)	-30.99	-36.47	-27.03	-34.08	-35.93	-37.05	-23.11	-28.41	-12.72	-20.02	-1.68	
(max or min)**	-25.57	-30.38	-18.06	-28.95	-30.66	-23.19	-10.82	-8.79	-5.15	-15.21	9.74	

Note: * [(average, maximum, or minimum share price over duration of target price minus target price) / target price] x 100%
** Maximum/minimum share price if new target is higher/lower than market close on the business day prior to target price change

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Industry

OVERWEIGHT	Expected to outperform market by 5% or more within 12 months
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* Note: Effective Jul 27, 2023, BUY, HOLD, and SELL criteria are based on expectations of share-price moves of 15% or more within 12 months

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BUY(83.5%)·HOLD(16.5%)·SELL(0%)

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