

COMPANY UPDATE

2026. 6. 18

EV/Mobility Team

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▶ AT A GLANCE

BUY

Target price **KRW45,000** 46.6%

Current price **KRW30,700**

Market cap KRW814.79b/USD539.02m

Shares (float) 26,540,272 (43.5%)

52-week high/low KRW39,450/KRW26,950

Avg daily trading value (60-day) KRW2.7b/
USD1.8m

▶ ONE-YEAR PERFORMANCE

	1M	6M	12M
SNT Motiv (%)	-7.4	-9.0	-5.1
Vs Kospi (%pts)	-20.5	-58.3	-68.0

▶ KEY CHANGES

(KRW)	New	Old	Diff
Recommend.	BUY	BUY	
Target price	45,000	45,000	0.0%
2026E EPS	3,948	3,948	0.0%
2027E EPS	4,392	4,392	0.0%

▶ SAMSUNG vs THE STREET

No of estimates	6
Target price	45,500
Recommendation	4.0

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



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SNT Motiv (064960)

Earnings, momentum, and 2H shareholder returns

- SNT Motiv has bought 100% of SNT Robotics from SNT Holdings, along with a 20.5% stake in SMEC. It is also renovating a component plant in Louisiana, which it acquired in Sep 2025.
- SNT Motiv is now positioned as a hub for SNT Group's robotics businesses. Hyundai Motor Group's Robotics Lab operations and production of the Atlas open up a significant opportunity for Korean auto parts suppliers to integrate their businesses into the robotics value chain.
- We foresee visible progress in defense contracts and robotics in 2H26.

WHAT'S THE STORY?

Now a hub for group's robotics business: SNT Group's robotics-related subsidiaries are being brought together under SNT Motiv.

- **Acquires SMEC shares:** SNT Motiv has completed its acquisition of SMEC shares (disclosed Mar 23), acquiring a 13.5% stake from SNT Holdings and a 7% stake from Group Chairman Choi Pyeong-gyu, for a total of KRW60.5b.

SMEC is Korea's third-largest machine tool manufacturer and holds a 34.8% stake in what was Hyundai Wia's machine tool business. In addition to its machine tool technology, SMEC also possesses collaborative and industrial robot technologies. SNT Motiv may acquire more SMEC shares over time, but nothing has been decided or announced.

(Continued on the next page)

SUMMARY FINANCIAL DATA

(KRWb)	2025	2026E	2027E	2028E
Revenue	1,006	1,079	1,196	1,308
Operating profit	103	114	132	142
Net profit (adj)	70	105	116	123
EPS (adj) (KRW)	2,623	3,948	4,392	4,655
EPS (adj) growth (% y-y)	-33.3	50.5	11.3	6.0
EBITDA margin (%)	13.2	12.9	12.8	12.2
ROE (%)	7.0	10.0	10.5	10.5
P/E (adj) (x)	13.2	7.8	7.0	6.6
P/B (x)	0.8	0.7	0.6	0.6
EV/EBITDA (x)	3.5	2.3	1.8	1.5
Dividend yield (%)	4.9	7.2	7.8	7.8

Source: Company data, Samsung Securities estimates

- **Acquires 100% of SNT Robotics from holding company (Mar 23):** SNT Motiv has regained control of the robotics business, a unit that had previously been transferred to the holding company. The transaction involved a cash payment of KRW30b for full ownership.
- **To bring US plant online in 2026:** In Sep 2025, SNT Motiv acquired a component plant in Louisiana, which it is now renovating. The plant will house equipment that was previously installed at the firm's Busan plant. The US plant is set to begin operations this year. In response to US tariffs, the plant will initially produce water pumps and gear motors—products that were previously exported directly from Korea.
- **Seeking a place in HMG's robotics value chain:** SNT Motiv has set its sights on supplying actuator motors and robotic modules to Hyundai Motor Group (HMG). Currently, it operates as a tier-2 supplier, providing steering system motors through Hyundai Mobis. It also supplies starter motors for Hyundai Motor (HMC)/Kia hybrid vehicles, and it is set to supply electric water pumps for Genesis models from 2H.

Major opportunity opening up for Korean suppliers: Korean auto parts suppliers now have an opportunity to enter the Korean and US robotics value chains.

- **HMG looking to center robotics value chain on Korean firms:** HMG's robotics business has two pillars: Boston Dynamics and HMG Robotics Lab. While HMG leads the production of the Atlas, HMG Robotics Lab plans to expand its lineup to 14 models in the coming years. This should create a significant opportunity for Korean auto parts suppliers to enter the robotics value chain.
- **HMG—a first mover in robotics:** Korean automakers were late to enter the auto industry, and despite rapidly catching up with their global rivals (in sales volume), they have always traded at a discount. But in robotics, HMC has emerged as an early mover, and its strong execution has sparked an ongoing rerating. Suppliers who secure early positions in this value chain can expect to rerate as semiconductor materials, parts, or equipment companies.
- **Suppliers following HMG into US have real shot at winning more clients:** The US is pushing hard to rebuild a domestic manufacturing ecosystem, so suppliers with US production facilities should hold a decisive edge in securing contracts with Boston Dynamics. A proven track record with Boston Dynamics would be a powerful credential to unlocking future opportunities with other robotics firms such as Tesla, Figure AI, and Agility.

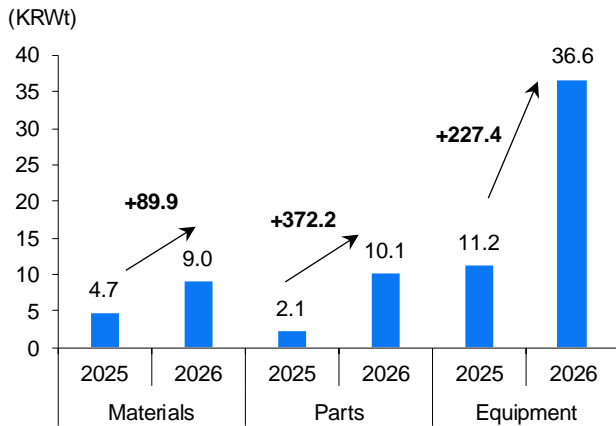
2Q preview—in line with consensus: We expect SNT Motiv to post 2Q results showing sales up 25% q-q and 4.9% y-y to KRW270b and a operating profit up 37.5% q-q and 10.9% y-y to KRW29.5b, for an operating margin of 10.9%. The launch of Kia's second-generation Seltos is likely to drive SNT Motiv's sales growth. FnGuide consensus has 2Q sales reaching KRW282.4b and operating profit KRW30.9b, for an operating margin of 10.9%.

- **Oil pump sales to expand:** From 2H, SNT Motiv should supply electronic oil pumps to HMC's Genesis brand, adding an estimated KRW20b to annual sales.
- **Defense sales to grow 5% y-y to KRW160b in 2026:** Overseas orders totaling KRW300b, previously delayed due to budget constraints and instability in the Middle East, are now expected to be secured in 2H.

Net cash position and auto sector's highest dividend payout ratio

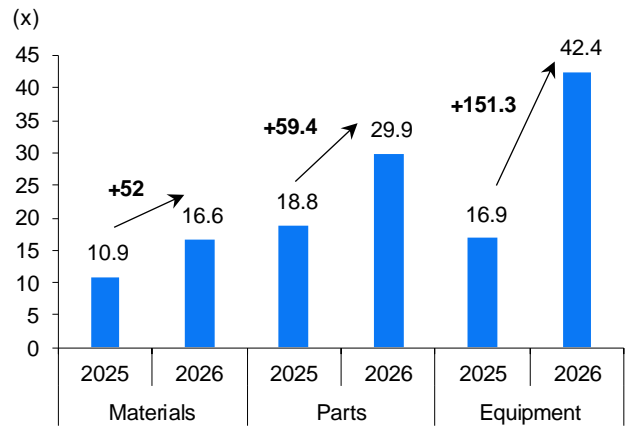
- **Quarterly dividend payments start in 2025:** SNT Motiv paid a 2025 DPS of KRW1,700 (up 81% y-y) for a dividend payout ratio of 58.2%. We expect the firm to pay a 2026 DPS of KRW2,200, with a dividend payout ratio of 50% and a dividend yield of 7.5%.
- **10.2% of outstanding shares held in treasury:** SNT Motiv is 40.9% owned by SNT Holdings and 1% by a scholarship foundation. The Commercial Code requires cancellation of all treasury shares, and we believe SNT Motiv will be fully compliant with this by Sep 2027.
- **Solid financials:** At end-1Q26, SNT Motiv had net cash of KRW402.5b (equating to 50.7% of its market cap) and a debt ratio of 23.7%. Its annual free cash flow is in the KRW80b-100b range. These solid financials bolster the firm's payout ratio.

Semiconductor MPE* firms: 1-year market cap change



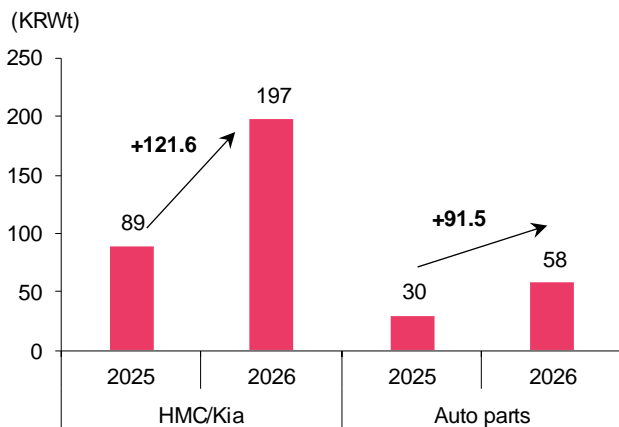
Note: *Materials = Soulbrain, Dongjin Semichem, and Hansol Chemical;
*Parts = ISC, TLB, and Simmtech;
*Equipment = Hanmi Semiconductor, HPSP, and PSK
Source: QuantiWise, Samsung Securities

Semiconductor MPE* firms: 1-year fwd P/E multiple change



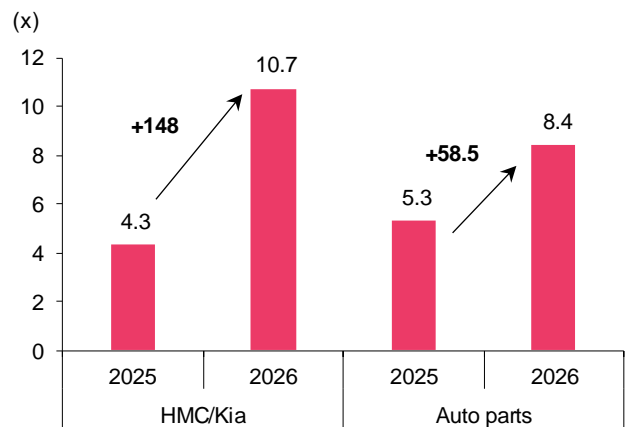
Note: *Materials = Soulbrain, Dongjin Semichem, and Hansol Chemical;
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Source: QuantiWise, Samsung Securities

Mobility firms: 1-year market cap change



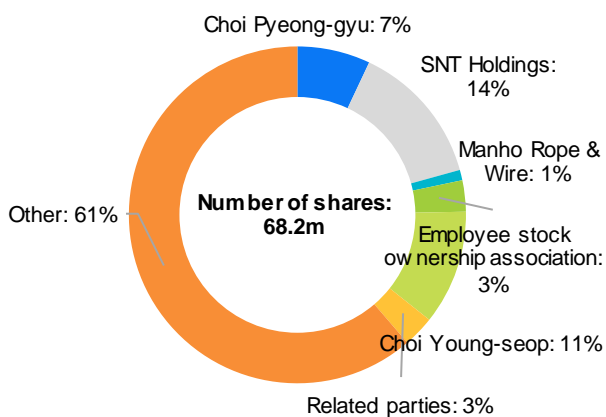
Source: QuantiWise, Samsung Securities

Mobility firms: 1-year fwd P/E multiple change



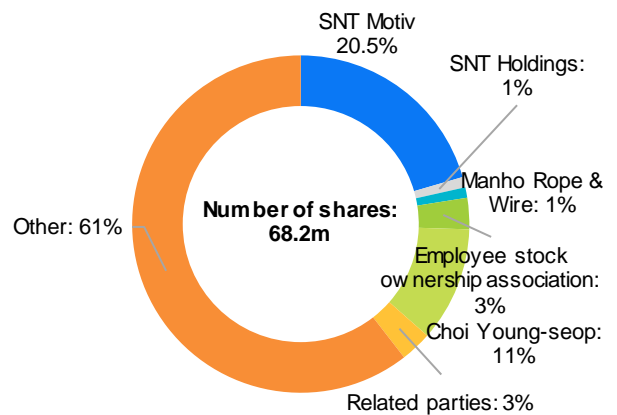
Source: QuantiWise, Samsung Securities

SMEC: Shareholders before SNT Motiv's acquisition



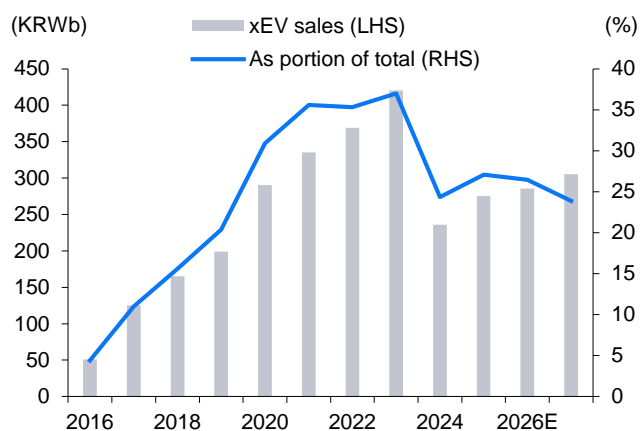
Source: Company data, Samsung Securities

SMEC: Shareholders after SNT Motiv's acquisition



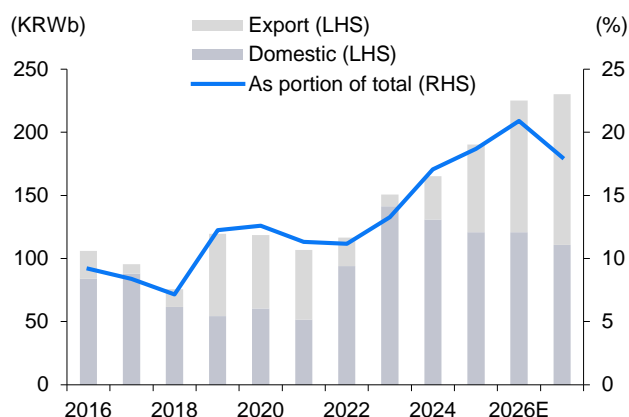
Source: Company data, Samsung Securities

xEV-related sales: Absolute and as portion of total sales



Source: Company data, Samsung Securities

Defense sales: Absolute and as portion of total sales



Source: Company data, Samsung Securities







SNT Motiv: Results and forecasts

(KRWb)	1Q25	2Q25	3Q25	4Q25	1Q26E	2Q26E	3Q26E	4Q26E	2024	2025	2026E	2027E
KRW/USD (avg)	1,453	1,401	1,387	1,452	1,467	1,450	1,430	1,420	1,365	1,423	1,442	1,390
Revenue	226.2	257.5	231.1	291.6	215.6	269.9	274.8	318.6	968.9	1,006.4	1,078.9	1,195.5
Chg (% y-y)	1.9	7.2	4.6	2.0	(4.7)	4.8	18.9	9.3	(14.7)	3.9	7.2	10.8
Auto parts	199.2	203.6	191.5	199.1	186.8	221.5	206.4	239.2	731.0	793.4	853.9	975.5
Chg (% y-y)	11.2	9.5	13.3	1.1	(6.2)	8.8	7.8	20.1	(19.4)	8.5	7.6	14.2
Motors	117.8	120.4	116.1	107.5	106.5	137.6	127.9	159.9	433.1	461.8	531.8	631.8
Chg (% y-y)	11.2	8.5	14.3	(6.2)	(9.6)	14.3	10.2	48.7	(3.7)	6.6	15.2	18.8
Other*	28.2	58.8	42.1	96.1	30.6	51.4	73.4	84.6	247.8	225.3	240.0	270.0
Internal adjustment	(1.2)	(4.8)	(2.6)	(3.6)	(1.8)	(3.0)	(5.0)	(5.2)	(9.9)	(12.3)	(15.0)	(50.0)
Gross profit	38.4	47.5	40.9	62.7	36.4	42.2	47.7	53.1	159.4	189.5	179.5	204.7
Operating profit	23.0	26.6	22.0	30.9	21.5	29.5	30.4	33.0	98.1	102.6	113.7	132.4
Chg (% y-y)	4.6	6.2	(0.1)	6.5	(6.4)	8.1	38.0	6.8	(15.9)	4.5	10.9	16.4
Auto parts	20.8	20.8	17.2	18.0	17.7	23.3	20.6	23.7	62.9	76.7	85.4	97.6
Other*	2.2	5.9	4.8	12.9	3.8	5.5	9.7	9.3	35.3	25.8	28.3	34.8
Pre-tax profit	27.8	18.8	28.8	18.2	33.2	30.4	34.4	41.5	131.7	93.6	139.5	155.2
Net profit	21.3	14.2	21.3	12.8	24.9	22.8	25.8	31.1	104.3	69.5	104.6	116.4
Controlling profit	21.3	14.2	21.3	12.9	24.9	22.8	25.8	31.1	104.3	69.6	104.6	116.4
Margins (%)												
Gross profit	17.0	18.5	17.7	21.5	16.9	15.6	17.4	16.7	16.5	18.8	16.6	17.1
Operating profit	10.2	10.3	9.5	10.6	10.0	10.9	11.0	10.4	10.1	10.2	10.5	11.1
Net profit	9.4	5.5	9.2	4.4	11.5	8.5	9.4	9.8	10.8	6.9	9.7	9.7
Controlling profit	9.4	5.5	9.2	4.4	11.5	8.5	9.4	9.8	10.8	6.9	9.7	9.7

Note: *Defense and semiconductor-manufacturing components

Source: Company data, Samsung Securities estimates

SNT Motiv: Key products

Product	Image	Description
e-Motor pump		A device that supplies oil to the vehicle's transmission. By replacing the traditional engine-driven oil supply with an electric motor-driven system, it enhances engine efficiency while precisely controlling the oil supply.
Drive unit		A core component of electric vehicles, consisting of a drive motor and a reducer. It generates torque using electric power from the battery and transmits the appropriate torque to the axle via the reducer to match the vehicle's driving conditions.
HSG motor		A power unit capable of functioning both as an electric motor and a generator. This technology is designed to replace conventional separate starter motors and alternators in vehicles.
EPS motor		A system that assists the driver's steering effort by using an electric motor for improved control and driving comfort.
Traction motor		A critical component in hybrid and electric vehicles that either supplements or replaces the internal combustion engine. Given its direct impact on vehicle performance and stability, it must meet stringent regulatory and performance standards.
Transfer case actuator		A key component in all-wheel-drive (AWD) systems, responsible for distributing engine power to all axles and wheels to ensure optimal traction and drivetrain efficiency.

Source: Company data, Samsung Securities

Income statement

Year-end Dec 31 (KRWb)	2024	2025	2026E	2027E	2028E
Sales	969	1,006	1,079	1,196	1,308
Cost of goods sold	809	817	899	991	1,087
Gross profit	159	189	179	205	220
Gross margin (%)	16.5	18.8	16.6	17.1	16.9
SG&A expenses	61	87	66	72	79
Operating profit	98	103	114	132	142
Operating margin (%)	10.1	10.2	10.5	11.1	10.8
Non-operating gains (losses)	34	-9	26	23	23
Financial profit	43	25	14	16	17
Financial costs	8	14	-11	-7	-6
Equity-method gains (losses)	0	0	0	0	0
Other	-2	-19	0	0	-0
Pre-tax profit	132	94	140	155	165
Taxes	27	24	35	39	41
Effective tax rate (%)	20.7	25.8	25.0	25.0	25.0
Profit from continuing operations	104	70	105	116	123
Profit from discontinued operations	0	0	0	0	0
Net profit	104	70	105	116	123
Net margin (%)	10.8	6.9	9.7	9.7	9.4
Net profit (controlling interests)	104	70	105	117	124
Net profit (non-controlling interests)	0	-0	-0	-0	-0
EBITDA	127	133	139	153	159
EBITDA margin (%)	13.1	13.2	12.9	12.8	12.2
EPS (parent-based) (KRW)	3,932	2,623	3,948	4,392	4,655
EPS (consolidated) (KRW)	3,932	2,619	3,941	4,384	4,647
Adjusted EPS (KRW)*	3,932	2,623	3,948	4,392	4,655

Cash flow statement

Year-end Dec 31 (KRWb)	2024	2025	2026E	2027E	2028E
Cash flow from operations	130	74	121	124	128
Net profit	104	70	105	116	123
Non-cash profit and expenses	42	44	46	44	42
Depreciation	27	28	24	20	17
Amortization	2	2	1	1	1
Other	13	14	21	23	24
Changes in A/L from operating activities	-8	-24	-8	-13	-13
Cash flow from investments	-41	-20	-46	-56	-55
Change in tangible assets	-48	-84	-30	-30	-30
Change in financial assets	-26	38	-16	-26	-25
Other	33	26	0	0	0
Cash flow from financing	-74	-45	-41	-52	-57
Change in debt	-0	-0	0	0	0
Change in equity	0	-0	0	0	0
Dividends	-20	-44	-41	-52	-57
Other	-54	-0	-0	-0	-0
Change in cash	24	10	34	16	16
Cash at beginning of year	200	223	233	267	283
Cash at end of year	223	233	267	283	299
Gross cash flow	147	114	150	160	165
Free cash flow	81	-10	91	94	98

Note: *Excluding one-off items;

**Fully diluted, excluding one-off items;

***From companies subject to equity-method valuation

Source: Company data, Samsung Securities estimates

Balance sheet

Year-end Dec 31 (KRWb)	2024	2025	2026E	2027E	2028E
Current assets	846	829	906	991	1,073
Cash & equivalents	223	233	267	283	299
Accounts receivable	170	185	199	220	241
Inventories	158	168	180	199	218
Other current assets	295	242	260	288	315
Fixed assets	395	451	456	465	477
Investment assets	7	5	5	5	5
Tangible assets	382	437	444	454	467
Intangible assets	6	5	3	2	2
Other long-term assets	1	3	3	3	3
Total assets	1,242	1,279	1,361	1,455	1,551
Current liabilities	216	218	234	259	284
Accounts payable	131	143	153	170	186
Short-term debt	0	0	0	0	0
Other current liabilities	86	75	81	90	98
Long-term liabilities	41	42	45	49	54
Bonds & long-term debt	0	0	0	0	0
Other long-term liabilities	41	42	45	49	54
Total liabilities	257	260	279	309	338
Owners of parent equity	985	1,014	1,077	1,141	1,208
Capital stock	73	133	133	133	133
Capital surplus	73	13	13	13	13
Retained earnings	923	951	1,015	1,079	1,146
Other	-85	-83	-84	-84	-84
Non-controlling interests' equity	0	6	5	5	5
Total equity	985	1,019	1,083	1,147	1,213
Net debt	-482	-455	-505	-546	-587

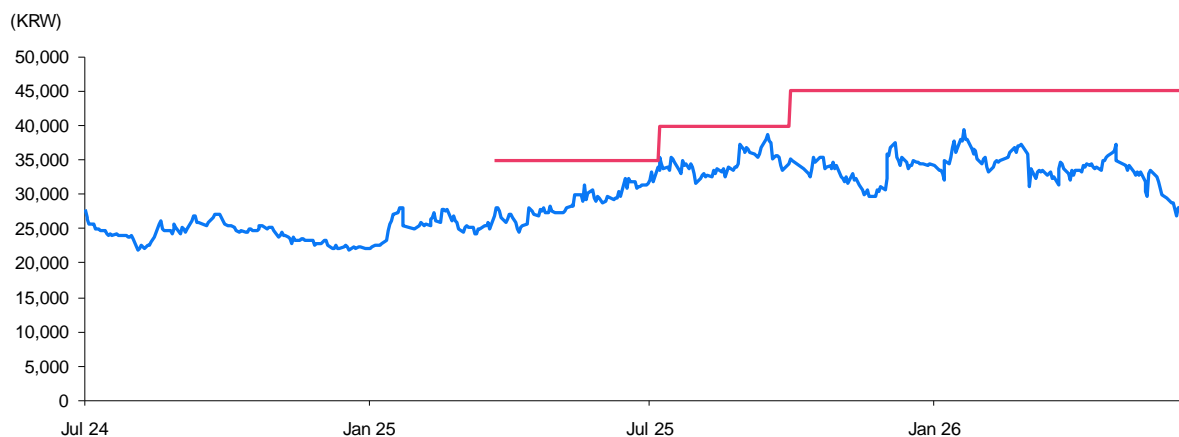
Financial ratios

Year-end Dec 31	2024	2025	2026E	2027E	2028E
Growth (%)					
Sales	-14.7	3.9	7.2	10.8	9.4
Operating profit	-15.9	4.5	10.9	16.4	7.0
Net profit	20.0	-33.4	50.5	11.3	6.0
Adjusted EPS**	20.0	-33.3	50.5	11.3	6.0
Per-share data (KRW)					
EPS (parent-based)	3,932	2,623	3,948	4,392	4,655
EPS (consolidated)	3,932	2,619	3,941	4,384	4,647
Adjusted EPS**	3,932	2,623	3,948	4,392	4,655
BVPS	45,531	42,534	45,195	47,885	50,669
DPS (common)	937	1,700	2,200	2,400	2,400
Valuations (x)					
P/E***	5.6	13.2	7.8	7.0	6.6
P/B***	0.5	0.8	0.7	0.6	0.6
EV/EBITDA	0.8	3.5	2.3	1.8	1.5
Ratios (%)					
ROE	10.8	7.0	10.0	10.5	10.5
ROA	8.5	5.5	7.9	8.3	8.2
ROIC	14.7	13.3	14.0	15.7	16.1
Payout ratio	19.6	58.2	50.0	49.1	46.3
Dividend yield (common)	4.2	4.9	7.2	7.8	7.8
Net debt to equity	-49.0	-44.6	-46.6	-47.6	-48.4
Interest coverage (x)	12,044.7	26,168.1	38,361.4	42,848.1	43,722.2

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- As of 6/17 2026, the covering analyst(s) did not own any shares, or debt instruments convertible into shares, of any company covered in this report.
- As of 6/17 2026, Samsung Securities' holdings of shares and debt instruments convertible into shares of each company covered in this report would not, if such debt instruments were converted, exceed 1% of each company's outstanding shares.
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Target price changes in past two years



Rating changes over past two years (adjusted share prices)

Date	2025/3/25	7/8	10/1
Recommendation	BUY	BUY	BUY
Target price (KRW)	35000	40000	45000
Gap* (average)	-17.28	-13.48	
(max or min)**	-2.86	-3.50	

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

Samsung Securities uses the following investment ratings*

Company

- BUY** Expected to increase in value by 15% or more within 12 months and is highly attractive within sector
- HOLD** Expected to increase/decrease in value by less than 15% within 12 months
- SELL** Expected to decrease in value by 15% or more within 12 months

Industry

- OVERWEIGHT** Expected to outperform market by 5% or more within 12 months
- NEUTRAL** Expected to outperform/underperform market by less than 5% within 12 months
- UNDERWEIGHT** Expected to underperform market by 5% or more within 12 months

* 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

Percentage of ratings in 12 months prior to 2026.03.31

BUY(85.2%)-HOLD(14.8%)-SELL(0%)

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