

# COMPANY UPDATE

2026. 6. 18

## Tech Team

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## ▶ AT A GLANCE

**BUY**

Target price **KRW71,000** 47%

Current price **KRW48,300**

Market cap	KRW902.78b/USD596.52m
Shares (float)	18,691,049 (72.0%)
52-week high/low	KRW107,400/KRW40,450
Avg daily trading value (60-day)	KRW6.7b/ USD4.4m

## ▶ ONE-YEAR PERFORMANCE

	1M	6M	12M
YG Entertainment (%)	-3.0	-25.3	-44.9
Vs Kosdaq (%pts)	6.2	-34.1	-58.6

## ▶ KEY CHANGES

(KRW)	New	Old	Diff
Recommend.	BUY	BUY	
Target price	71,000	71,000	0.0%
2026E EPS	3,060	3,059	0.0%
2027E EPS	3,351	3,343	0.2%

## ▶ SAMSUNG vs THE STREET

No of estimates	18
Target price	75,333
Recommendation	4.0

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



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# YG Entertainment (122870)

## Sustained efforts starting to bear fruit

- YG Entertainment's operating results should improve in 2H. BigBang's comeback, Babymonster's growing global presence, and Treasure's strong activities should validate the potential of the agency's next-generation IPs.
- BigBang plans to begin a stadium- and dome-level world tour in August, alongside the release of a new album.

## WHAT'S THE STORY?

**Poised for growth:** After having taken a breather in 1H, YG Entertainment's artists should become more active in 2H, and the agency's artist lineup should expand further. We see two levers for earnings improvement. The first is stable growth of established IPs—exemplified by the 20th-anniversary comeback of BigBang and solid performances from Treasure and Babymonster. The second is meaningful diversification of YGE's talent pool—the firm is planning to debut a new boy group in 2H.

**BigBang's return:** To celebrate its 20th anniversary, BigBang members have reunited for a global tour (31 shows across 18 cities; Aug 2026-Feb 2027), primarily centered on major stadiums and domes. Additional locations should be announced gradually. The group demonstrated its enduring global appeal and artistic relevance at Coachella Valley Music and Arts Festival in April. Its global tour should drive not only concert revenue but also merchandise sales. BigBang is likely to release a new album around the time of the start of the global tour, which should help bolster YGE's album and streaming sales down the road.

*(Continued on the next page)*

## SUMMARY FINANCIAL DATA

(KRWb)	2025	2026E	2027E	2028E
Revenue	545	596	572	621
Operating profit	71	81	76	83
Net profit (adj)	54	72	76	83
EPS (adj) (KRW)	1,974	3,060	3,351	3,667
EPS (adj) growth (% y-y)	99.2	55.0	9.5	9.4
EBITDA margin (%)	15.1	17.6	16.9	16.4
ROE (%)	7.4	10.6	10.5	10.5
P/E (adj) (x)	35.2	15.8	14.4	13.2
P/B (x)	2.5	1.6	1.4	1.3
EV/EBITDA (x)	15.6	8.5	8.6	7.8
Dividend yield (%)	0.4	0.8	0.9	0.9

Source: Company data, Samsung Securities estimates

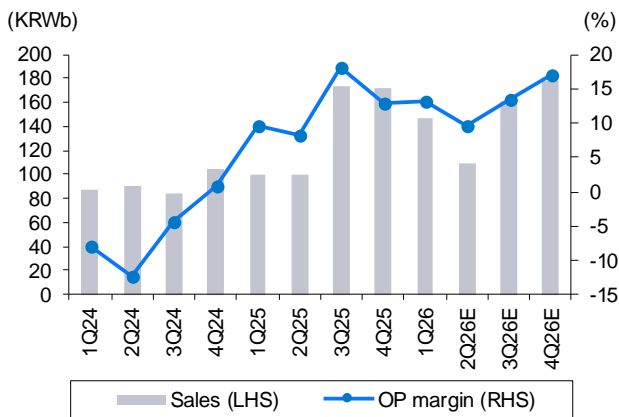
**Rising momentum for next-generation acts:** Babymonster and Treasure are also showing strong growth momentum. Leveraging its expanded global fanbase, Babymonster should embark on a second world tour at the end of June, adding impetus to both concert and merchandise revenue. Meanwhile, Treasure—following its latest album release and fan concerts—is set to broaden its reach in 2H through group sub-unit and solo activities, deepening its connection with existing fans and attracting new ones.

Table 1. Results and forecasts

(KRWb)	1Q24	2Q24	3Q24	4Q24	1Q25	2Q25	3Q25	4Q25	1Q26	2Q26E	3Q26E	4Q26E	2024	2025	2026E	2027E
<b>Sales</b>	87.3	90.0	83.5	104.1	100.2	100.4	173.1	171.8	147.1	109.2	161.4	178.6	364.9	545.4	596.3	572.4
Album/DVD	2.9	4.7	2.8	4.9	5.9	2.0	11.8	8.8	25.2	23.6	12.4	16.5	15.3	28.5	77.7	49.8
Digital content	15.8	17.7	14.7	19.1	15.8	19.8	20.2	20.0	19.6	20.2	21.7	22.6	67.3	75.8	84.2	89.8
Merchandising	16.4	16.4	13.9	23.0	26.0	19.2	28.1	24.1	20.5	14.2	33.1	29.8	69.6	97.5	97.6	86.6
Concert	2.0	7.0	3.1	4.9	7.5	8.8	50.8	59.3	30.9	5.2	37.7	34.7	17.0	126.4	108.5	106.1
Ads	10.9	9.2	6.4	8.4	5.1	5.3	9.2	8.6	6.6	7.3	8.2	8.6	34.9	28.2	30.7	33.2
Royalties	11.2	-1.2	10.5	4.8	3.7	9.3	16.3	15.7	11.6	3.9	11.2	27.1	25.4	45.0	53.9	48.2
Guarantee	2.7	2.7	4.4	6.8	2.6	4.1	4.5	1.8	0.9	1.7	3.0	4.2	16.5	13.0	9.8	12.9
Music service	17.0	21.5	19.2	21.0	22.4	22.1	21.2	21.6	20.5	22.7	22.6	22.8	78.6	87.2	88.6	97.8
Commission	8.5	12.1	8.5	11.2	11.1	9.9	11.0	11.8	11.3	10.4	11.4	12.2	40.3	43.7	45.3	48.1
<b>Operating profit</b>	-7.0	-11.0	-3.6	1.0	9.5	8.4	31.1	22.3	19.4	10.3	21.6	30.2	-20.6	71.3	81.5	75.6
Operating margin (%)	-8.0	-12.2	-4.3	1.0	9.5	8.3	18.0	13.0	13.2	9.5	13.4	16.9	-5.6	13.1	13.7	13.2
Non-operating gains (losses)	10.1	12.5	4.5	22.3	3.1	5.5	4.7	-9.4	-1.6	6.1	7.0	4.9	49.4	3.9	16.4	23.5
Pre-tax profit	3.1	1.5	0.9	23.3	12.7	13.8	35.8	12.9	17.8	16.4	28.6	35.1	28.8	75.2	97.9	99.1
<b>Net profit (controlling)</b>	0.4	-1.9	-0.2	20.3	5.2	8.0	17.0	6.7	4.8	10.6	18.5	23.4	18.5	36.9	57.2	62.6
<b>Chg (% y-y)</b>																
<b>Sales</b>	-44.5	-43.1	-42.0	-4.9	14.7	11.6	107.2	65.1	46.9	8.7	-6.8	4.0	-35.9	49.4	9.3	-4.0
Album/DVD	-80.9	-24.6	-86.3	171.1	104.1	-57.6	321.9	77.7	323.7	1,090.8	5.7	87.6	-64.9	85.9	172.8	-35.9
Digital content	-16.6	-9.3	-12.1	-8.5	0.2	12.1	37.1	4.8	24.1	2.0	7.5	13.1	-11.5	12.7	11.0	6.7
Merchandising	-4.1	-33.0	-25.9	31.1	59.1	17.1	102.2	5.1	-21.4	-25.8	17.7	23.6	-10.5	40.0	0.2	-11.3
Concert	-95.0	-77.7	-90.7	-23.7	270.5	26.9	1,528.3	1,115.1	313.0	-41.8	-25.8	-41.4	-84.8	644.0	-14.2	-2.2
Ads	-34.8	-39.1	-49.2	-42.0	-53.0	-42.4	43.5	2.9	27.6	37.7	-10.7	0.1	-40.7	-19.2	8.7	8.1
Royalties	-16.9	nm	221.6	-46.9	-67.2	nm	55.4	225.8	216.1	-57.8	-31.2	72.2	-45.3	77.7	19.6	-10.6
Guarantee	-47.1	-33.2	-1.4	73.1	-3.6	49.5	2.5	-73.0	-65.4	-58.0	-32.8	128.3	-5.3	-21.7	-24.5	31.6
Music service	-21.5	-6.5	-18.8	1.4	31.9	2.7	10.9	2.7	-8.3	2.7	6.3	5.7	-11.6	11.0	1.5	10.4
Commission	-3.6	-11.9	-21.3	-22.2	30.7	-18.6	28.3	5.6	1.8	5.7	4.0	3.3	-15.6	8.4	3.7	6.0
<b>Operating profit</b>	nm	nm	nm	149.6	nm	nm	nm	2,146.0	103.9	23.5	-30.6	35.0	nm	nm	14.2	-7.2
Operating margin (%pts)	-31.2	-30.4	-19.0	0.6	17.5	20.5	22.2	12.0	3.7	1.1	-4.6	3.9	-20.9	18.7	0.6	-0.5
Non-operating gains (losses)	91.9	nm	nm	942.2	-69.0	-56.3	4.6	nm	nm	11.5	49.8	nm	688.9	-92.1	322.5	43.2
Pre-tax profit	-92.5	-94.5	-95.6	817.6	306.1	794.3	3,865.8	-44.4	40.4	18.8	-20.1	171.3	-69.1	161.0	30.1	1.2
<b>Net profit (controlling)</b>	-98.6	nm	nm	378.1	1,375.6	nm	nm	-66.8	-7.7	32.0	8.7	248.0	-69.8	99.3	55.0	9.5

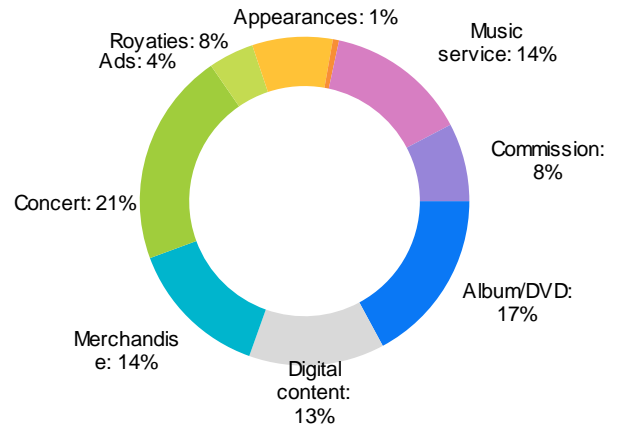
Source: Company data, Samsung Securities

Chart 1. Sales and operating margin



Source: Company data, Samsung Securities

Chart 2. Sales, by division (1Q26)



Source: Company data, Samsung Securities

Table 2. Album sales: 2Q26 vs 2Q25

2Q26 (Apr, May)				2Q25			
Rank	Artist	Album	Sales volume	Rank	Artist	Album	Sales volume
1	Babymonster	Total	742,762	1	Babymonster	Total	99,186
		Choom	742,762			DRIP	50,126
2	Blackpink	Total	47,951	2	Blackpink	Total	16,465
		Deadline	47,951			Born Pink	12,206
3	Treasure	Total	25,700	3	Rose (Blackpink)	Total	6,944
		Love Pulse	25,700			R	6,944
				4	Treasure	Total	6,598
						[Pleasure]	6,598
				5	BigBang	Total	6,024
						4th EP	6,024
<b>Total</b>			<b>816,413</b>	<b>Total</b>			<b>135,217</b>

Note: Based on Circle Chart Top 100; Since Blackpink members' solo activities have been managed separately since 2024. Only catalog sales are included

Source: Company data, Circle Chart, Samsung Securities

**Table 3. Albums and concerts from 2026**

Artist	Album	Release	Category	Sales (units)	
Blackpink	Deadline	Feb 27, 2026	3rd EP	1,989,058	
Babymonster	Choom	May 4	3rd EP	742,762	
Treasure	New Wav	Jun 1	4th EP	1,025,600*	
Babymonster	Sugar Honey	Jun	Digital single		
BigBang	TBD				
Artist	Country	Concert/fan meeting	Dates	Cities	Appearances
Babymonster	Asia	(Fan concert) Love Monsters	Jan 2-3	Taipei	2
Yoon (Winner)	Asia	Passage#2	Jan 3-Mar 15	Korea 4 cities, Japan 2 cities	7
Blackpink	Asia	Deadline	Jan 16-26	Tokyo, Hong Kong	6
Treasure	Asia	Pulse On	Feb 10-11	Kanagawa, Osaka, Macao, Taipei	6
Treasure	Asia	Pulse On	Apr 18- May 30	Asia 6 cities	7
Treasure	Korea	(Fan concert) The Stage 2026	Jun 19-21	Seoul	3
Babymonster	Korea	Choom	Jun 26-28	Seoul	3
Treasure	Japan	(Fan concert) The Stage 2026	Jul 8-Sep 6	Japan 7 cities	17
Babymonster	Japan	Choom	Jul 8-Sep 23	Asia 8 cities	13
BigBang	Global	Big Show: Reborn	Aug 21-Sep 26	Korea, US, France, UK	7
BigBang	Global	Big Show: Reborn	Oct 10-Dec 27	Asia 5 cities, Japan 4 cities, Sydney	20
Babymonster	Global	Choom	Oct 17-Dec 13	Asia 5 cities, Australia 3 cities	11
BigBang	Global	Big Show: Reborn	Jan 9-Feb 28, 2027	Asia 3 cities	4

Note: Album sales volumes are as of May 31, 2026; Treasure sales are from the first week only

Source: Company data, Circle Chart Top-100, Samsung Securities

**Table 4. BigBang: 2026-2027 world tour <BIG SHOW: REBORN>**

Date	City	Appearances	Total seats	Seats (assuming 80% full)
Aug 21-23	Goyang	3	129,000	103,200
Sep 5	Oakland	1	50,000	40,000
Sep 11	East Rutherford	1	82,500	66,000
Sep 19	Paris	1	80,000	64,000
Sep 26	London	1	62,850	50,280
<b>3Q26</b>		<b>7</b>	<b>404,350</b>	<b>323,480</b>
Oct 10-11	Taipei	2	100,000	80,000
Oct 17	Singapore	1	55,000	44,000
Oct 24-25	Hanoi	2	80,384	64,307
Oct 31	Sydney	1	83,500	66,800
Nov 7	Bangkok	1	49,722	39,778
Nov 13-15	Hong Kong	3	150,000	120,000
Nov 27-29	Osaka	3	150,000	120,000
Dec 5-6	Nagoya	2	102,000	81,600
Dec 13-15	Tokyo	3	165,000	132,000
Dec 26-27	Fukuoka	2	95,000	76,000
<b>4Q26</b>		<b>20</b>	<b>1,030,606</b>	<b>824,485</b>
Jan 9, 2027	Kuala Lumpur	1	85,500	68,400
Jan 16, 2027	Jakarta	1	82,000	65,600
Feb 27-28, 2027	Kaohsiung	2	110,000	88,000
<b>1Q27</b>		<b>4</b>	<b>277,500</b>	<b>222,000</b>
	<b>More concerts</b>			
		<b>31</b>	<b>1,712,456</b>	<b>1,369,965</b>

Note: As of 11 Jun; may add more dates

Source: Company data, Samsung Securities

**Table 5. Treasure's 2025-2026 plan**

Date	Category	Details
Jan 10-May 30	Concert 'Pulse On'	4 concerts (Japan), 9 concerts (Asia 8 cities)
Jun 1	Album	4th EP
Jun 19-Sep 6	Fan concert 'The Stage 2026'	3 concerts (Korea), 17 concerts (Japan 7 cities)
2H26	Album	Solo, Sub-units

Source: Company data, Samsung Securities

**Table 6. Treasure World tour <Pulse On>**

Month	Dates	City	Appearances	Month	Dates	City	Appearances
October	10-12	Seoul	3	March	6	Macao	1
	25-26	Tokyo	2		28	Taipei	1
November	7-9	Aichi	3	April	18	Manila	1
	14-16	Fukuoka	3		25-26	Jakarta	2
	22-24	Kanagawa	3	May	3	Singapore	1
Jan 2026	10-11	Kanagawa	2		9	Hong Kong	1
February	10-11	Osaka	2		16	Bangkok	1
				30	Kula Lumpur	1	

Note: 27 concerts 14 cities

Source: Company data, Samsung Securities

**Table 7. Babymonster World tour <Choom>**

Month	Dates	City	Appearances	Month	Dates	City	Appearances
June	26-28	Seoul	3	October	17	Jakarta	1
July	8~9	Kobe	2	November	7~8	Bangkok	2
	28~29	Fukuoka	2		14	Kuala Lumpur	1
August	1~2	Yokohama	2		21~22	Taipei	2
	11~12	Chiba	2	28~29	Singapore	2	
	16	Nagoya	1	December	8	Auckland	1
September	5	Manila	1		11	Melbourne	1
	12	Macao	1		13	Sydney	1
	22~23	Osaka	2	Jan 2027	9	Hong Kong	1

Note: Based on currently announced concerts (28 concerts across 18 cities);

Also expected to announce dates in Europe, North America, and South America

Source: Company data, Samsung Securities

**Chart 3. Babymonster world tour 'Choom'**



Source: Company data, Samsung Securities

**Chart 4. BigBang 20th anniversary world tour teaser**



Note: BigBang announced 20th anniversary world tour will begin in August at Coachella

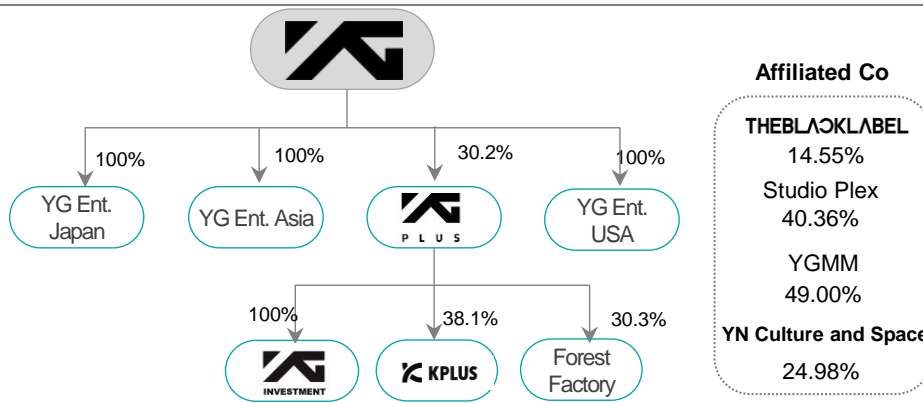
Source: Company data, Samsung Securities

Chart 5. Three members of an upcoming girl group revealed

Member	Rank	Details
EVELLI	No.1	Nationality: Australian Age: 15 (Born on March 29, 2010) Height: 163cm MBTI: ENFJ – A natural leader with warmth and charisma Languages: English, Korean, Spanish Trainee Period: 2 years (under YG Entertainment) Position: All-rounder – skilled in both vocals and rap
CHANYA	No.2	Name: CHANYA Nationality: Thai Age: 14 (Born on November 25, 2010) Height: 168cm MBTI: INTJ – Quietly confident, boldly driven Languages: Thai, English, Korean Trainee Period: 2 years and 8 months (under YG Entertainment) Position: Vocal
KAYCI	No.3	Nationality: Korean Age: 13 (Born July 7, 2012) Height: 163.1cm MBTI: ENTP – Bold and unpredictable Languages: Korean, Chinese (native), English Trainee Period: 1 year and 6 months (under YG Entertainment) Position: All-rounder <small>Thank you for your continued support. KAYCI has joined the training – one more member to be revealed. Stay tuned. Born to a Korean father and a Chinese mother, raised in China. Natural talent in music and dance.</small>

Note: Member reveal of upcoming four-member rookie girl group (Evelli in May 2025, Chanya in Jun 2025, Kayci in Apr 2026)  
Source: Company data, Samsung Securities

Chart 6. Governance structure (as of 2025)



Source: Company data, Samsung Securities

Table 8. Lineup

Group	Member	Debut	Group	Member	Debut	Group	Member	Debut
Jinu-Sean	Sean	1997	Treasure*	Jaehyuk	Aug 2020	Babymonster**	Ruka	Apr 2024
Eun Ji-won		1997		Haruto			Pharita	
BigBang	Only group	Aug 2006		Junghwan			Asa	
	(G-dragon, Taeyang, Daesung)			Junkyu			Ahyeon	
Winner	Seungyeon	Aug 2014		Jeongwoo			Haram	
	Jinwoo		Hyunsuk		Rora			
	Seunghoon		Doyoung		Chiquita			
Blackpink	*Only group	2016	Yoshi		New boy group	TBD	2026	
			Jihoon		New girl group	4 members	2027	
			Asahi					

Note: \*Treasure (debuted Aug 7, 2020) announced in Mar 2025 media interview that early contract renewal had been completed;  
 \*\*Babymonster began activities with digital single *Batter Up* on Nov 27, 2023, but official debut was Apr 1, 2024, when they released an EP as a full 7-member group;  
 \*\*\*Akmu announced departure from YG (Dec 2025)

Source: Company data, Samsung Securities

**Table 9. Shareholder return policy**

Category	Details
Subject	Establish three-year shareholder return policy (2024-2026)
Disclosure date	Feb 29, 2024
Purpose	Shareholder value enhancement
Method	Dividends
Policy	Annual dividend payout ratio of 10-20% of net income; reflecting business conditions and market environment
Policy period	Three years (2024-2026)

Source: Company data, Samsung Securities

**Table 10. YG Plus: Consolidated results**

(KRWb)	1Q24	2Q24	3Q24	4Q24	1Q25	2Q25	3Q25	4Q25	1Q26	Chg (% q-q)	Chg (% y-y)	2023	2024	2025
Sales	41.5	48.1	41.0	54.4	59.0	48.3	69.9	58.8	53.5	-9.1	-9.4	223.6	184.9	236.0
Operating profit	-2.0	0.4	-1.1	2.0	8.7	4.2	14.1	5.4	5.3	-1.6	-39.5	21.2	-0.7	32.3
Pre-tax profit	0.3	3.2	-0.7	1.3	7.9	5.4	14.7	0.9	8.2	784.6	2.6	25.0	4.1	28.9
Net profit	-0.1	2.2	-1.0	0.9	7.0	4.5	10.5	1.7	7.0	320.2	0.2	22.3	2.0	23.6

Source: Dart, Samsung Securities

**Table 11. Revisions to 2026 and 2027 forecasts**

(KRWb)	2026E			2027E		
	Old	New	Chg (%)	Old	New	Chg %
Sales	582.5	596.3	2.4	567.4	572.4	0.9
Operating profit	79.7	81.5	2.3	75.0	75.6	0.8
Operating margin (% , %pts)	13.7	13.7	-0.0	13.2	13.2	-0.0
Pre-tax profit	97.8	97.9	0.1	98.9	99.1	0.2
Net profit (controlling)	57.2	57.2	0.1	62.5	62.6	0.2

Source: Samsung Securities

### Income statement

Year-end Dec 31 (KRWb)	2024	2025	2026E	2027E	2028E
<b>Sales</b>	<b>365</b>	<b>545</b>	<b>596</b>	<b>572</b>	<b>621</b>
Cost of goods sold	265	359	401	388	427
<b>Gross profit</b>	<b>99</b>	<b>187</b>	<b>195</b>	<b>184</b>	<b>194</b>
Gross margin (%)	27.3	34.2	32.8	32.2	31.3
SG&A expenses	118	134	115	109	111
<b>Operating profit</b>	<b>-21</b>	<b>71</b>	<b>81</b>	<b>76</b>	<b>83</b>
Operating margin (%)	-5.6	13.1	13.7	13.2	13.4
<b>Non-operating gains (losses)</b>	<b>49</b>	<b>4</b>	<b>16</b>	<b>23</b>	<b>25</b>
Financial profit	19	18	20	19	20
Financial costs	4	11	10	3	3
Equity-method gains (losses)	23	0	3	3	4
Other	12	-3	4	4	4
<b>Pre-tax profit</b>	<b>29</b>	<b>75</b>	<b>98</b>	<b>99</b>	<b>108</b>
Taxes	9	21	26	23	26
Effective tax rate (%)	30.5	28.6	26.2	23.7	23.7
Profit from continuing operations	20	54	72	76	83
Profit from discontinued operations	0	0	0	0	0
<b>Net profit</b>	<b>20</b>	<b>54</b>	<b>72</b>	<b>76</b>	<b>83</b>
Net margin (%)	5.5	9.9	12.1	13.2	13.3
Net profit (controlling interests)	19	37	57	63	69
Net profit (non-controlling interests)	2	17	15	13	14
EBITDA	11	82	105	96	102
EBITDA margin (%)	3.1	15.1	17.6	16.9	16.4
EPS (parent-based) (KRW)	991	1,974	3,060	3,351	3,667
EPS (consolidated) (KRW)	1,072	2,875	3,865	4,046	4,419
Adjusted EPS (KRW)*	991	1,974	3,060	3,351	3,667

### Cash flow statement

Year-end Dec 31 (KRWb)	2024	2025	2026E	2027E	2028E
<b>Cash flow from operations</b>	<b>0</b>	<b>91</b>	<b>79</b>	<b>94</b>	<b>92</b>
Net profit	20	54	72	76	83
Non-cash profit and expenses	10	37	43	35	34
Depreciation	15	14	14	14	14
Amortization	15	16	11	7	4
Other	-20	7	18	14	15
Changes in A/L from operating activities	-20	11	-17	-2	-10
<b>Cash flow from investments</b>	<b>1</b>	<b>3</b>	<b>-29</b>	<b>-15</b>	<b>-21</b>
Change in tangible assets	-5	-5	-15	-14	-16
Change in financial assets	-5	7	-10	1	-2
Other	10	1	-4	-2	-3
<b>Cash flow from financing</b>	<b>-12</b>	<b>-12</b>	<b>-6</b>	<b>-8</b>	<b>-8</b>
Change in debt	6	-6	-0	-0	0
Change in equity	0	0	0	0	0
Dividends	-6	-5	-6	-7	-8
Other	-13	-1	0	0	0
Change in cash	-10	82	16	66	54
Cash at beginning of year	97	87	168	184	250
Cash at end of year	87	168	184	250	305
<b>Gross cash flow</b>	<b>30</b>	<b>91</b>	<b>115</b>	<b>111</b>	<b>116</b>
<b>Free cash flow</b>	<b>-7</b>	<b>85</b>	<b>64</b>	<b>80</b>	<b>76</b>

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
<b>Current assets</b>	<b>303</b>	<b>446</b>	<b>499</b>	<b>576</b>	<b>643</b>
Cash & equivalents	87	168	184	250	305
Accounts receivable	69	92	106	108	112
Inventories	10	21	21	22	24
Other current assets	137	165	188	196	202
<b>Fixed assets</b>	<b>431</b>	<b>393</b>	<b>412</b>	<b>404</b>	<b>414</b>
Investment assets	183	163	188	186	195
Tangible assets	188	175	176	176	178
Intangible assets	47	35	24	17	13
Other long-term assets	13	19	23	25	28
<b>Total assets</b>	<b>734</b>	<b>839</b>	<b>911</b>	<b>980</b>	<b>1,057</b>
<b>Current liabilities</b>	<b>110</b>	<b>171</b>	<b>175</b>	<b>176</b>	<b>178</b>
Accounts payable	35	34	39	39	37
Short-term debt	0	0	0	0	0
Other current liabilities	76	137	135	137	141
<b>Long-term liabilities</b>	<b>21</b>	<b>17</b>	<b>17</b>	<b>17</b>	<b>17</b>
Bonds & long-term debt	7	6	6	6	6
Other long-term liabilities	13	11	11	11	11
<b>Total liabilities</b>	<b>131</b>	<b>188</b>	<b>192</b>	<b>193</b>	<b>195</b>
<b>Owners of parent equity</b>	<b>483</b>	<b>514</b>	<b>567</b>	<b>622</b>	<b>682</b>
Capital stock	10	10	10	10	10
Capital surplus	227	227	227	227	227
Retained earnings	229	258	310	365	425
Other	18	19	20	20	20
<b>Non-controlling interests' equity</b>	<b>120</b>	<b>137</b>	<b>152</b>	<b>165</b>	<b>179</b>
<b>Total equity</b>	<b>603</b>	<b>651</b>	<b>719</b>	<b>787</b>	<b>861</b>
Net debt	-65	-152	-169	-235	-290

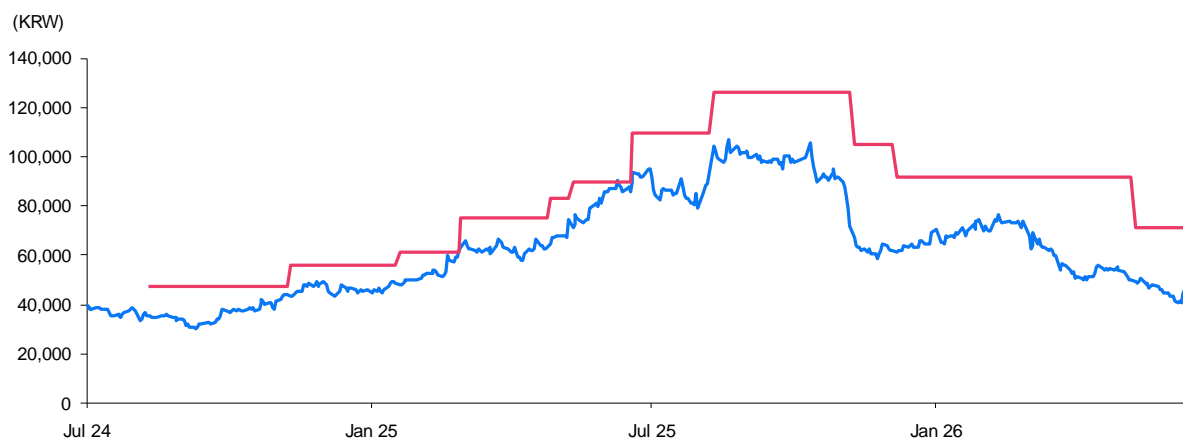
### Financial ratios

Year-end Dec 31	2024	2025	2026E	2027E	2028E
<b>Growth (%)</b>					
Sales	-35.9	49.4	9.3	-4.0	8.4
Operating profit	nm	nm	14.2	-7.2	10.2
Net profit	-74.0	168.3	34.4	4.7	9.2
Adjusted EPS**	-69.8	99.2	55.0	9.5	9.4
<b>Per-share data (KRW)</b>					
EPS (parent-based)	991	1,974	3,060	3,351	3,667
EPS (consolidated)	1,072	2,875	3,865	4,046	4,419
Adjusted EPS**	991	1,974	3,060	3,351	3,667
BVPS	26,050	27,689	30,554	33,531	36,776
DPS (common)	250	300	400	450	450
<b>Valuations (x)</b>					
P/E***	46.2	35.2	15.8	14.4	13.2
P/B***	1.8	2.5	1.6	1.4	1.3
EV/EBITDA	80.3	15.6	8.5	8.6	7.8
<b>Ratios (%)</b>					
ROE	3.9	7.4	10.6	10.5	10.5
ROA	2.7	6.8	8.3	8.0	8.1
ROIC	-6.3	22.9	28.9	27.5	30.1
Payout ratio	25.0	15.1	13.0	13.3	12.2
Dividend yield (common)	0.5	0.4	0.8	0.9	0.9
Net debt to equity	-10.8	-23.4	-23.6	-29.9	-33.7
Interest coverage (x)	-27.2	125.4	170.1	160.5	175.8

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**Target price changes in past two years**



**Rating changes over past two years** (adjusted share prices)

Date	2024/1/17	8/12	11/11	2025/1/20	2/28	4/28	5/12	6/19	8/11	11/10	12/8	2026/5/11
<b>Recommendation</b>	BUY	BUY	BUY	BUY	BUY	BUY	BUY	BUY	BUY	BUY	BUY	BUY
<b>Target price (KRW)</b>	56000	47000	56000	61000	75000	83000	90000	110000	126000	105000	92000	71000
<b>Gap* (average)</b>	-25.77	-22.33	-16.95	-12.45	-16.69	-17.33	-9.40	-20.56	-23.06	-40.76	-31.51	
<b>(max or min)**</b>	-15.89	-5.96	-11.96	1.31	-10.93	-10.36	0.33	-13.45	-14.76	-38.19	-16.85	

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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\* 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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