



Q2 2025 Earnings Release

July 23, 2025 Investor Relations

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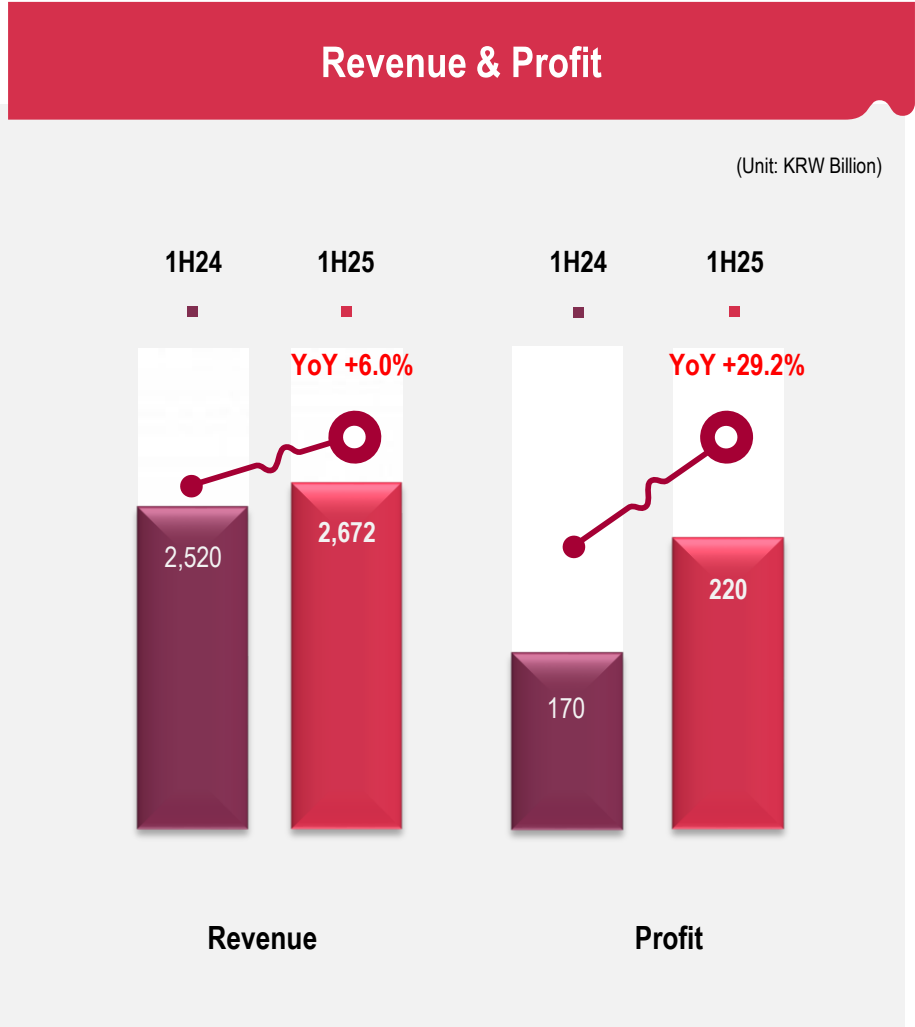
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Some of the statements as contained herein can be forward-looking considering the current business environment and the Company's business strategies. Therefore, in accordance with the uncertainties inclusive of changes in the future business environment and corporate strategies, actual results may differ materially from those expressed in the aforementioned statements.

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Achieved 1H25 revenue of KRW 2.67 trillion (+6.0% YoY) and operating profit of KRW 219.7 billion (+29.2% YoY)



Consolidated Income Statement

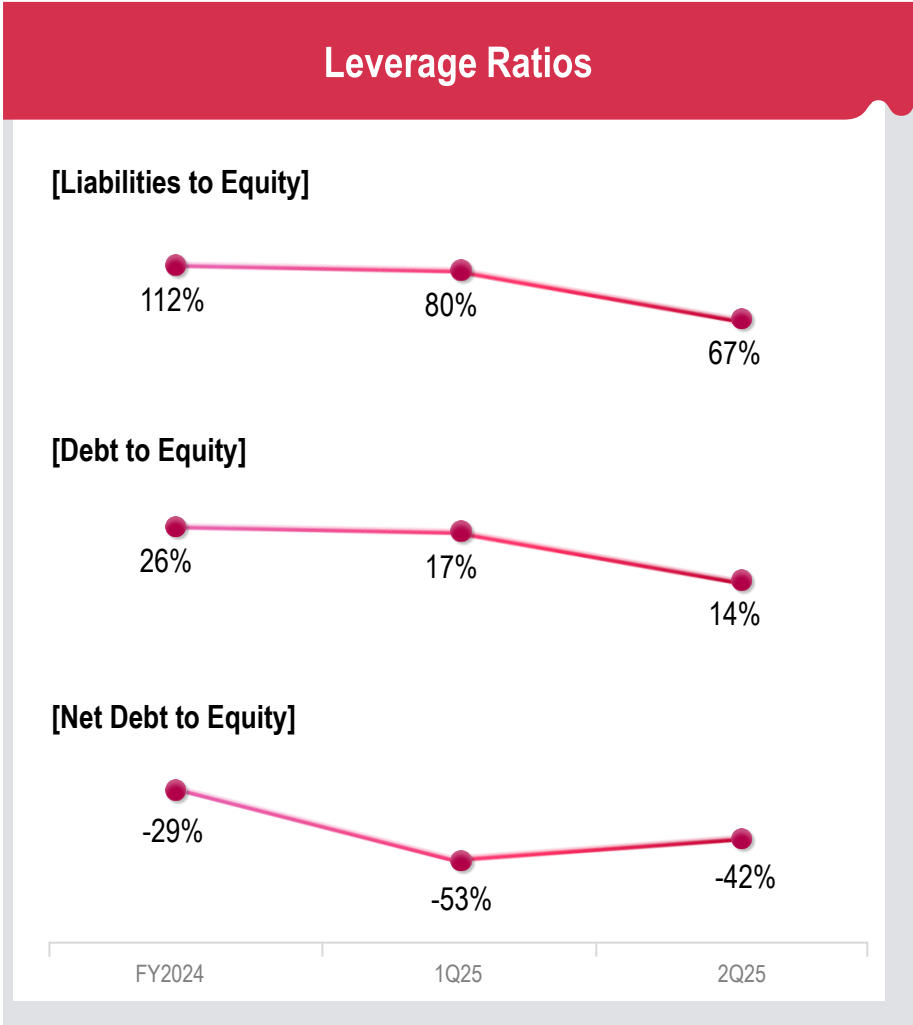
(Unit: KRW Billion)

Income Statement	2Q24	2Q25	YoY	1H24	1H25	YoY
Revenue	1,450	1,460	+0.7%	2,520	2,672	+6.0%
COGS	1,202	1,221	+1.6%	2,142	2,274	+6.2%
Gross Profit	247	239	-3.3%	378	397	5.0%
SG&A	110	98	-10.4%	208	178	-14.8%
Operating Profit	138	141	+2.3%	170	220	+29.2%
OPM(%)	9.5%	9.6%	+0.1%p	6.7%	8.2%	+1.5%p
Net Income Before Tax	132	132	-0.1%	152	220	+44.6%
Net Income	102	99	-3.0%	115	156	+36.2%

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Solid financial position maintained, driven by a continued decline in borrowings and an improving debt ratio

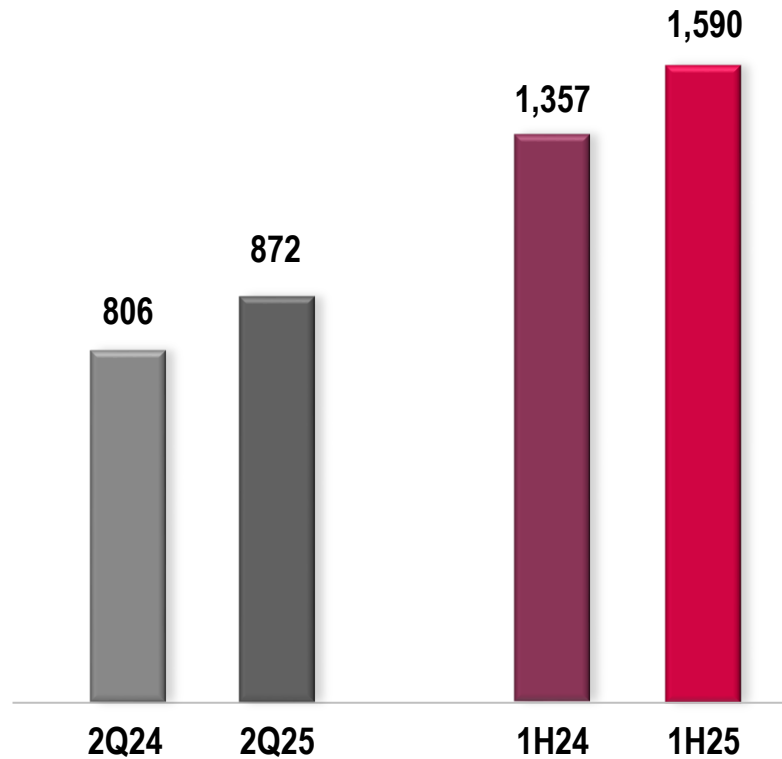
Financial Position			
(Unit: KRW Billion)			
Financial Position	FY2024	1Q25	2Q25
Total Assets	4,505	4,718	4,544
Current Assets	3,435	3,608	3,394
Cash and cash equivalents *	1,163	1,834	1,538
Non-current assets	1,069	1,114	1,150
Total Liabilities	2,382	2,092	1,830
Current Liabilities	1,852	1,742	1,432
Non-current liabilities	529	349	398
Total Equity	2,123	2,626	2,714
Borrowing**	556	445	391
Net Borrowing	Δ607	Δ1,389	Δ1,147
Credit Rate	AA-(Positive)	AA-(Positive)	AA0(Stable)
* Financial institution deposits inclusive			
**Lease liabilities exclusive			



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Cloud & AI Revenue

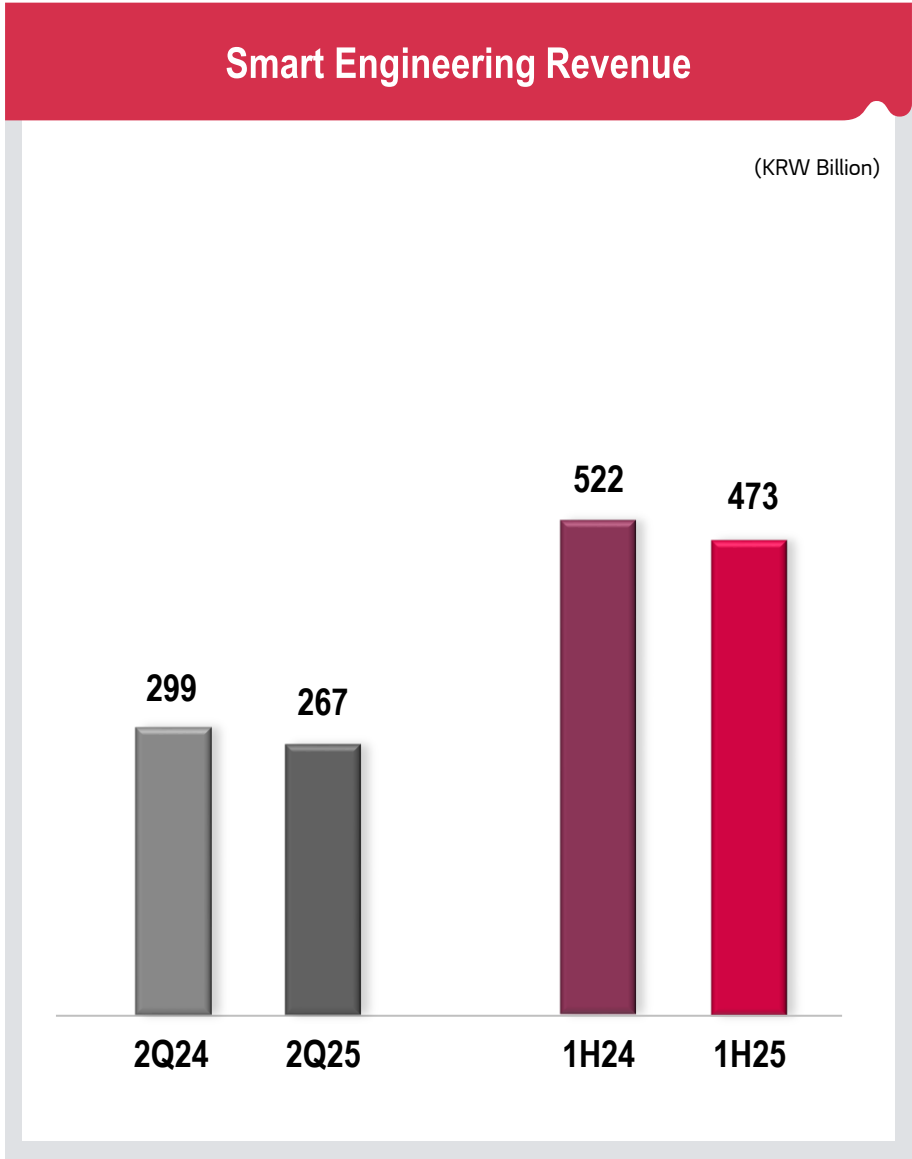
(KRW Billion)



Highlights

- **Achieved YoY growth in both Q2 (+8.2%) & 1H (+17.1%)**
 - Growth driven by newly established AIDC projects
 - Sustained revenue from domestic & overseas data centers
 - Awarded large co-location business contract during 2Q, expanding cloud operations and services
 - Broadening cloud-based AI services and MSP clients
 - Growing overseas manufacturer infra/ network businesses
 - Expanding GenAI and Data platform adoption in finance sector
- **Strengthen AX capabilities, secure related projects, and expand AIDC projects to drive Cloud & AI growth**
 - Driving growth through new initiatives in AI platform, Agentic AI, and security fields
 - Sustaining leadership in AIDC and expanding globally

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Highlights

- **Recorded YoY decline in Q2 (-10.7%) & 1H (-9.3%)**
 - Revenue declined following client's project delays to the second half amid softer market conditions
 - Overseas revenue from captive such as North American processing logistics are on the rise, while new contracts from defense, refining, and government have broadened business scope and established a growth base
- **Growth recovery expected from affiliates' factory expansions, Non-captive projects, and acceleration of RX* which combines robots and AI**
 - Resumption of delayed battery factory expansion
 - Broadening into various sectors such as fashion and food industry

* RX : Robotics Transformation

I. Financial Performance

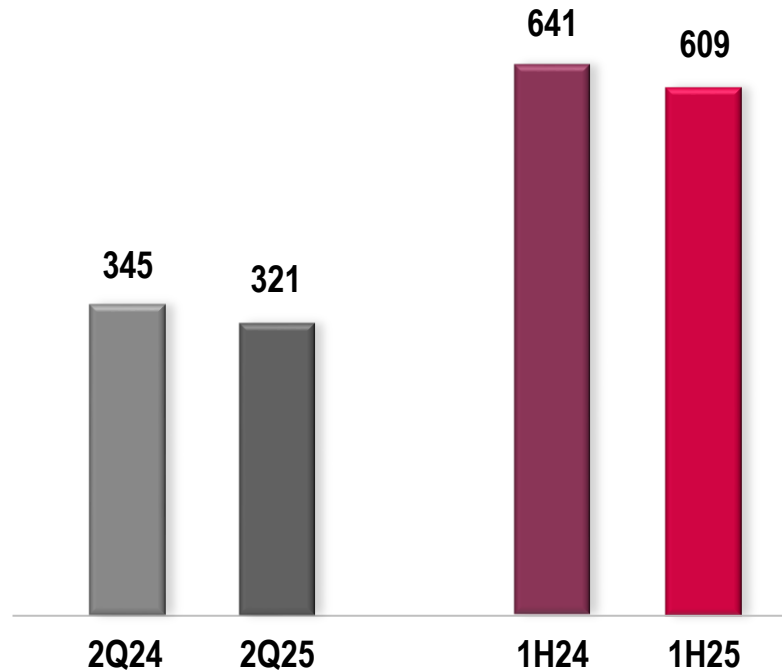
II. Business Highlights

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Digital Business Service Revenue

(KRW Billion)



Highlights

● Recorded YoY decline in Q2 (-6.9%) & 1H (-5.1%)

- Revenue decline following completion of major gov't projects
- Continued orders for large-scale next-generation and maintenance projects
 - Secured large scale SI projects across diverse industries including finance, government, retail, and manufacturing
 - Expanded maintenance projects and new contracts with non-captive clients

➤ Robust order intake in H1 secured stable revenue, with gradual sales recovery expected in H2 through additional orders

- Business opportunity growth in finance industries such as banking, securities, and insurance are expected
- Growth in AO* revenue while actively pursuing new contracts

* AO (Application Outsourcing) : Application operation and maintenance outsourcing

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Income Statement (Consolidated)								
KRW Billion	2023	2024					2025	
	FY	1Q	2Q	3Q	4Q	FY	1Q	2Q
Revenue	5,605	1,070	1,450	1,438	2,024	5,983	1,211	1,460
Cloud & AI	2,894	551	806	795	1,200	3,352	717	872
Smart Engineering	1,193	223	299	277	439	1,237	206	267
Digital Business Service	1,518	296	345	367	386	1,394	288	321
COGS	4,770	939	1,202	1,197	1,713	5,051	1,053	1,221
Gross Profit	835	131	247	242	311	931	158	239
SG&A	371	99	110	99	111	418	79	98
Operating Profit (Loss)	464	32	138	143	200	513	79	141
Net income before Tax	442	20	132	151	182	485	88	131
Income tax provision	110	7	30	34	50	121	31	32
Net Income	332	13	102	118	132	365	57	99

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Financial Position (Consolidated)		(KRW:Billion)			
KRW Billion	FY 2022	FY 2023	FY 2024	1Q25	2Q25
Total Assets	3,865	4,041	4,505	4,722	4,544
Current Assets	2,848	3,037	3,435	3,608	3,394
Cash and cash equivalents	728	505	1,077	1,692	1,301
Financial institution deposits	111	162	87	142	237
Trade receivables, net	1,392	1,532	1,662	999	1,042
Other current assets	616	839	611	775	814
Non-current assets	1,017	1,003	1,069	1,114	1,150
Property, plant and equipment, net	565	549	545	540	530
Intangible assets	104	88	64	62	56
Other non-current assets	348	367	460	512	564
Total Liabilities	2,234	2,172	2,382	2,091	1,830
Trade payables	740	768	794	529	521
Short-term borrowings	277	3	5	4	1
Current portion of long-term borrowings	260	0	160	280	230
Long-term borrowings	150	549	390	160	160
Other current liabilities	808	853	1,032	1,118	918
Total Equity	1,631	1,868	2,123	2,631	2,714