Samsung Electronics

₩188,700 As of Sun 8 Nov 2026, 12:00 UTC

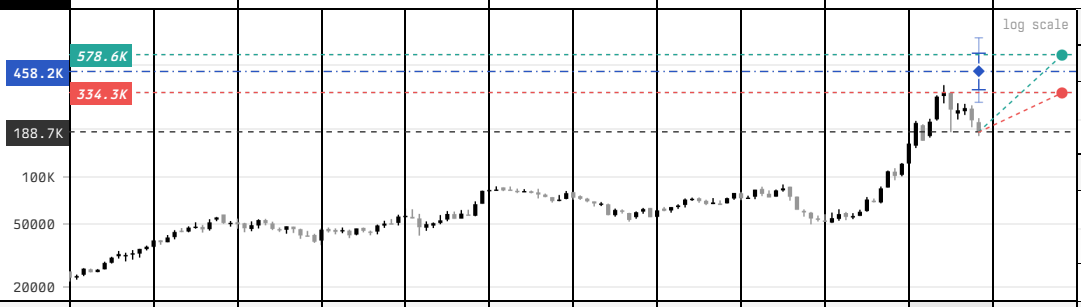
KRX:005930 | Technology | Consumer Electronics

Country	South Korea	PE (Fwd)	2.440
Beta (5Y)	1.59	PE TTM	6.236
TSR 10Y CAGR	22.28%	Div yield	3.13%
TSR TTM	80.02%	Mkt cap	₩1,209T
ROE	39.08%	ROIC	58.16%

SE Grade™	★☆☆
Value	★★★
Quality	★☆☆
Moat	★☆☆

Consensus	Reference
₩450,000	₩458,235
138.47%	142.84%

Strong Buy 24|12|0|0|0



4Q25	1Q26	2Q26	3Q26
Earnings per share			₩
2,918	6,255	9,524	**11,462**
162.23%	425.44%	1191.75%	623.58%
Revenue			₩B
93,806	133,873	171,499	**195,300**
23.78%	69.16%	130.00%	126.93%

Next earnings 29 Oct

TTM	FYE 31 Dec	KRW	FY2016	FY2017	FY2018	FY2019	FY2020	FY2021	FY2022	FY2023	FY2024	FY2025	FY2026E	Trend	5Y	10Y	Peers
594,479	Revenue	₩B	201,867	239,575	243,771	230,401	236,807	279,605	302,231	258,935	300,871	333,606	*722,028*		7.09%	5.74%	97
88.39	*Revenue growth*	%	–	*18.68*	*1.75*	*(5.48)*	*2.78*	*18.07*	*8.09*	*(14.33)*	*16.20*	*10.88*	*116.43*		*10.88*	*8.09*	90
64.05	*Gross margin*	%	*40.42*	*46.03*	*45.69*	*36.09*	*38.98*	*40.48*	*37.12*	*30.33*	*37.99*	*39.38*	***64.05***		*37.99*	*39.18*	87
46.13	*Operating margin*	%	*14.49*	*22.39*	*24.16*	*12.05*	*15.20*	*18.47*	*14.35*	*2.54*	*10.88*	*13.07*	***53.46***		*13.07*	*14.42*	93
33.40	*Net margin*	%	*11.10*	*17.26*	*18.00*	*9.33*	*11.02*	*14.04*	*18.11*	*5.59*	*11.17*	*13.27*	***42.19***		*13.27*	*12.22*	87
6.236	P/E ratio (avg)	x	9.324	7.737	7.277	14.93	14.86	13.63	7.812	31.94	14.11	11.53	***3.961***		13.63	12.58	100
4.123	EV/EBIT	x	4.879	4.899	4.090	8.599	8.102	8.475	7.660	59.85	11.97	9.673	***2.477***		9.673	8.289	100
16.40	*FCF yield (avg)*	%	*11.12*	*6.06*	*11.73*	*6.23*	*7.14*	*3.36*	*2.98*	*(2.91)*	*4.55*	*7.41*	***20.22***		*3.36*	*6.14*	100
34.16	*FCF margin*	%	*11.51*	*8.09*	*15.37*	*8.69*	*11.70*	*6.43*	*4.22*	*(5.20)*	*7.17*	*11.33*	***33.70***		*6.43*	*8.39*	93
1.023	FCF / Net income	x	1.037	0.468	0.854	0.931	1.061	0.458	0.233	(0.931)	0.642	0.854	***0.799***		0.458	0.748	70
58.16	*ROIC*	%	*18.02*	*29.80*	*27.40*	*11.88*	*15.20*	*20.84*	*19.32*	*2.46*	*10.14*	*12.36*	***83.92***		*12.36*	*16.61*	80
39.08	*Return on equity*	%	*12.02*	*21.01*	*19.63*	*8.69*	*9.99*	*13.92*	*17.07*	*4.14*	*9.03*	*10.85*	***47.40***		*10.85*	*11.44*	79
25.07	*Return on assets*	%	*8.55*	*13.70*	*12.93*	*6.10*	*6.90*	*9.20*	*12.20*	*3.17*	*6.53*	*7.81*	***35.88***		*7.81*	*8.18*	93
30,260	EPS	₩	3,156	5,991	6,461	3,166	3,841	5,777	8,057	2,131	4,950	6,603	***47,639***		11.45%	8.55%	–
548.59	*EPS growth*	%	–	*89.85*	*7.84*	*(51.00)*	*21.32*	*50.41*	*39.46*	*(73.55)*	*132.30*	*33.41*	***621.25***		*39.46*	*33.41*	100
93,603	Bookvalue per sh	₩	26,245	30,025	35,338	37,528	39,406	43,611	50,817	52,002	57,647	63,286	***105,249***		9.94%	10.27%	–
30,954	FCF per share	₩	3,272	2,807	5,516	2,947	4,077	2,647	1,877	(1,984)	3,176	5,638	***38,151***		6.70%	6.23%	–
5,913	Dividend per sh	₩	570.00	850.00	1,416	1,416	1,416	1,444	1,444	1,444	1,446	1,668	***10,898***		3.33%	12.67%	–
3.13	*Div yield (avg)*	%	*1.94*	*1.83*	*3.01*	*2.99*	*2.48*	*1.83*	*2.29*	*2.12*	*2.07*	*2.19*	***5.78***		*2.12*	*2.16*	92
19.61	*Payout ratio*	%	*18.06*	*14.19*	*21.92*	*44.73*	*36.87*	*24.99*	*17.92*	*67.77*	*29.21*	*25.26*	***22.81***		*25.26*	*25.13*	4
6.568	Shares (diluted)	B	7.103	6.901	◇ 6.793	6.793	6.793	6.793	6.793	6.793	6.793	6.703	***6.378***		(0.27%)	(0.64%)	96
1.56	*Buyback yield*	%	–	*2.85*	*1.56*	*0.01*	–	–	–	–	–	*1.32*	***4.85***		–	–	96
0.028	D/E ratio	x	0.079	0.088	0.059	0.070	0.073	0.060	0.029	0.035	0.048	0.058	***0.026***		0.048	0.060	79
1,130,659	Enterprise value	₩B	142,655	262,824	240,856	238,773	291,620	437,613	332,244	393,033	391,852	421,763	***956,267***		7.66%	12.80%	93
17,191	LT debt	₩B	1,303	2,768	1,047	3,172	2,948	3,374	4,097	4,262	3,950	6,487	***17,191***		17.09%	19.53%	67

Peers (US$891.0B)	Cap (US$)	PE
SK hynix Inc.	608.3B	4.334x
Samsung Electro…	47.29B	66.65x
Meta Platforms, Inc.	1.560T	20.81x
Cisco Systems, Inc.	369.5B	28.18x

Capital	TTM	5Y	10Y
Leverage x	(0.608)	(1.259)	(1.275)
EBIT/Int x	25.92	56.85	59.29
Own earn %	–	–	–
Sh yield %	4.70	2.12	2.48

Owners		
Insiders/Inst %	3.94	34.05
Short interest %		–
SBC / revenue %		–

Record	10Y
Profitable years	10/10
Revenue growth years	7/9
EPS growth years	7/9
Dividend streak yrs	2
Op margin range %	3–24
$1 test x	1.4
Incr. ROIC %	8

Samsung's third quarter was a memory story. Server and AI-related demand drove record Memory results, and higher prices across all applications lifted both DRAM and NAND selling prices, so revenue rose 126.9% from a year earlier. The gain came despite weaker currencies, which cut operating profit by about 10 trillion won against the prior quarter. The stock looks cheap but the business scores weakly: SE fair value of ₩458,235 is 142.8% above the price, while Quality and Moat each earn one star.

Management raised its fourth-quarter shipment guidance. It now expects DRAM bit shipments to grow by a mid to high teen percentage over the quarter and NAND by mid-teens, and it introduced a target of double-digit foundry revenue growth. Full-year capital spending is set at 84.4 trillion won. A further 55-75 trillion won remains for shareholder returns, with a new policy due at the late-January board meeting. HBM4E mass production expands in the first half of next year. Asked about the memory market after 2027, the head of Memory said: "we expect tight supply conditions to continue in 2028." Revenue growth is slowing slightly from quarter to quarter, even as consensus expects further gains.

Consensus expects EPS to rise 621.3% in FY2026 and another 62.3% in FY2027. Revenue is forecast to grow 116.4% in FY2026, yet the price implies only 6.3% a year over five years. That gap is the source of the apparent cheapness. Our own projection is well below consensus for both years, and the company has beaten estimates in 5 of the last 8 quarters but missed the latest. The market is pricing a sharp fade from today's memory-driven earnings, and estimates are most likely to be cut.

Current profitability is far above the company's history. Operating margin stands at 46.1% against a 5-year median of 13.1% and ranks in the 80th percentile of peers. Over three years to FY2025, however, it slipped 1.3 points. Return on equity is now 39.1%, in the 75th percentile, but fell 6.2 points over the same three years. Return on assets of 25.1% ranks in the 93rd percentile despite a 4.4-point three-year decline. FCF margin rose from 4.2% in FY2022 to 11.3% in FY2025. Quality is held back by returns on capital relative to the cost of capital and by changes in share count.

The P/E of 6.2x is roughly half its 10-year median of 12.6x. SE fair value of ₩458,235 is 142.8% above the price, though the estimate is uncertain and carries low confidence. The median analyst target of ₩450,000 is 138.5% above the price. For the price to be justified, memory supply has to stay tight into 2028 and offset what management flags as pressure on device profitability and slowing mobile demand. Further slowing in quarterly revenue growth would be the clearest sign that this is not happening.

The SE Score is 1 of 3. Quality earns one star because a three-year median return on invested capital of 10% sits below a 13.5% cost of capital, which outweighs a net cash balance sheet. Moat earns one star because the company's five-year average return ranks low among comparable companies, even though its 10-year median return on invested capital is 17%. Value earns three stars because the price sits well below SE fair value. That discount left the overall score at one star, since a one-star Moat cannot climb further on price alone.

Q3 2026

Samsung Electronics Co., Ltd. operates worldwide through four divisions, Device eXperience, Device Solutions, SDC and Harman, selling smartphones, tablets, watches, TVs, sound devices, appliances, monitors, memory storage, displays and signage. It also makes and sells semiconductors and display panels, offers foundry and system LSI, connected car systems, network solutions, advertising, financing and software design services.

Profit by segment	Profit	Trend	Revenue	Rel margin
Device Solutions (DS)	57.33%		35.78%	1.60×
Device eXperience (DX)	29.64%		51.68%	0.57×
Samsung Display (SDC)	9.49%		8.20%	1.16×

Revenue by region	Top 3 72%	Trend
America	39.95%	
Europe	15.99%	
Asia & Africa	15.90%	

Reinvestment returns	10Y median	Trend
Reinvestment rate	37.81%	
Return on capital	16.61%	
Spread over hurdle	8.46%	

For informational and entertainment purposes only. This is not financial advice and does not constitute a recommendation to buy, sell, or hold any security. No warranty, expressed or implied, is made regarding accuracy, completeness, or reliability of any data presented. AI may hallucinate, do your own research. Users assume all risk. Consult a qualified financial advisor before making investment decisions.