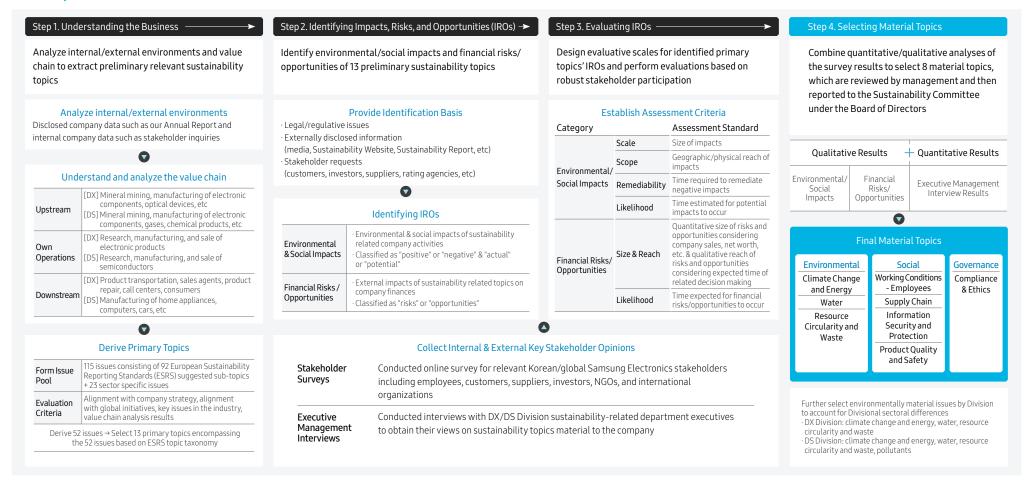
Materiality Assessment

Samsung Electronics conducts materiality assessments identifying and prioritizing key sustainability issues material to our business, transparently disclosing the processes and results. In 2024, we conducted a Double Materiality Assessment (DMA) adapted from the European Financial Reporting Advisory Group's (EFRAG) materiality assessment implementation guidance and published the results in our 2024 Sustainability Report. We observed no significant changes in issues related to sustainable management within Samsung Electronics' value chain, leading us to maintain final material topics for the current reporting period. Our materiality assessment considered both relevant company activities' impacts to the external environment and relevant external factors' financial impacts to the company.

Materiality Assessment Process



Material Topic Management

Samsung Electronics identifies the impacts of selected material topics on the company, and reports on company activities to manage these topics.

2025 Material Topics	UN SDGs	Governance	Strategy	Risk Management (Policy)	Activities (Major Progress)
Climate Change and Energy	13 canale	(including environmental management) strategy and progress · Sustainability Council and ESG Management	DX Division: net zero Scope 1 and 2 emission by 2030 DS Division: net zero Scope 1 and 2 emission by 2050	· Identify key risks and opportunities due to climate change and develop response strategies by assessing financial impacts based on climate scenarios	- Reduce direct emissions, expand renewable energy, reduce external GHG emissions
Water	6 MASSACIATION 15 INF. ON LAND		 DX Division: replenish 100% of water used globally by 2030 DS Division: achieve zero increase in water intake for Korean manufacturing sites relative to 2021 levels by 2030 	· Assess water resource risks and develop regional response strategies	· Expand scope of AWS ¹⁾ certification 1) Alliance for Water Stewardship
Resource Circularity and Waste	12 REFORMER REPORTER		 DX Division: apply recycled plastic to all plastic parts in our products by 2050 DS Division: achieve 99.9% waste recycling rate across all Korean manufacturing sites by 2030 	· Manage resource use and environmental impact risks throughout the entire product life cycle, from raw material procurement to production, use, disposal, and recycling	- Operate product waste retrieval system, attain Zero Waste-to-Landfill validations at business sites
Working Conditions - Employees	10 HERCHIS 3 HOWELENS	Sustainability Committee under the Board of Directors, Sustainability Council and ESG Management Council chaired by respective Division Heads and Labor and Human Rights Council oversees and manages employee and supply chain labor and human rights at various levels	Respect human rights based on management philosophy of "People First", continue to pursue safe work environment, and create positive workplace culture	Establish various policies and standards including fundamental principles of human rights, grievance policy, environmental health and safety policy Operate employee communication and grievance channels and perform human rights due diligence	Observe freedom of association and right to collective bargaining Analyze and improve living wage gap Operate manufacturing site safety management programs and employee health promotion programs Provide fringe benefits and work policies for work-life balance
Supply Chain	8 ISSUM BOTO MO		· Secure sustainable supply chain by assisting not only business competitiveness but also supplier labor and human rights, occupational health and safety, and talent development	Establish various policies and standards including supplier Code of Conduct, global purchasing Code of Conduct Provide supplier employee comm. channels, grievance channels, and operate combined supplier due diligence process	Perform forced labor, child labor special audits Perform regular EHS audits, consulting, and training for suppliers Operate Partner Collaboration Academy
Information Security and Protection	9 menusana	Privacy protection team leader acts as Chief Privacy Officer and Information Protection Center Head as Chief Information Security Officer to serve as control towers Operate Privacy Protection Committee and Security Council	· Three Privacy Protection Principles: 'Transparency, Security, Choice' · Four Pillars of Cybersecurity: 'Preventing & Hardening, Prediction, Detection, Response'	 Establish global privacy protection policy Operate <u>Samsung Privacy</u>	Operate Privacy Legal Management System (PLMS) and educate employees Operate security platform Samsung Knox and Samsung Knox Vault Establish semiconductor technology security
Product Quality and Safety	17 PARIMESSIPE FORTER COLLS	Operate Quality Innovation Committee, the highest product quality related decision making body Global CS Center Head performs role of companywide chief Customer Satisfaction (CS) officer	· Based on quality vision of "Pursuing Perfect Quality and Service for the Best Customer Experience," announce Code of Conduct for quality management centered on customer focus, fundamentals, professionalism, creation of premium products, and customer creation, committing to practicing quality responsibility	· Operate quality assurance system and incident response process	-Secure product safety and improve product quality/customer service
Compliance & Ethics	16 PLAS AUSTRON	Board of Directors and affiliated committees oversee compliance, performing relevant operations through Compliance Committee	· Establish and specify employee and business guidelines with compliance and ethics as top priorities for a fair and transparent business management	· CPMS ¹⁾ based risk management 1) Compliance Program Management System	- Operate education and reporting programs, evaluate corruption risk