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**SAMSUNG
ENGINEERING**

2010 FIRST HALF Results



July 2010

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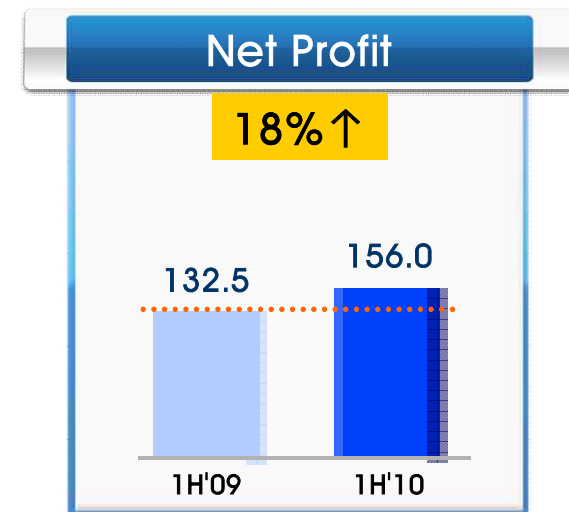
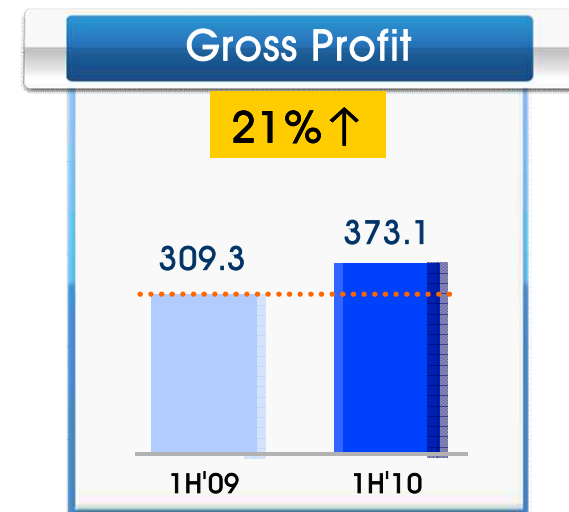
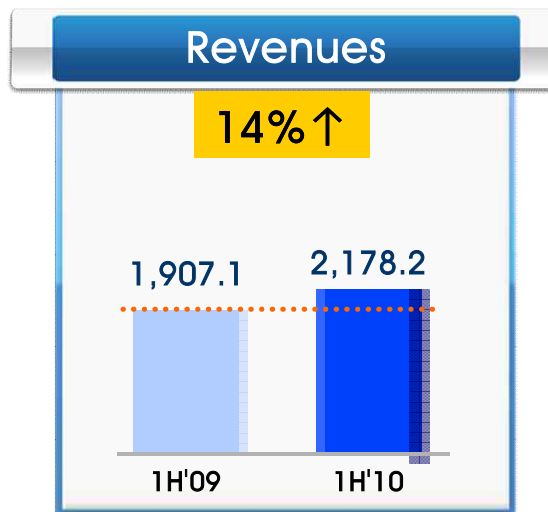
This material offers tentative figures of Samsung Engineering head office and its overseas branches that were not subject to independent auditor's review and intended as a comprehensive guide for investors. Samsung Engineering reserves the right to revise figures during audit.

The audited figures of Samsung Engineering are slated to be announced as part of 2010 1H results on August 14 2010.

2010 1H Results

YoY Performance

(KRW bn)



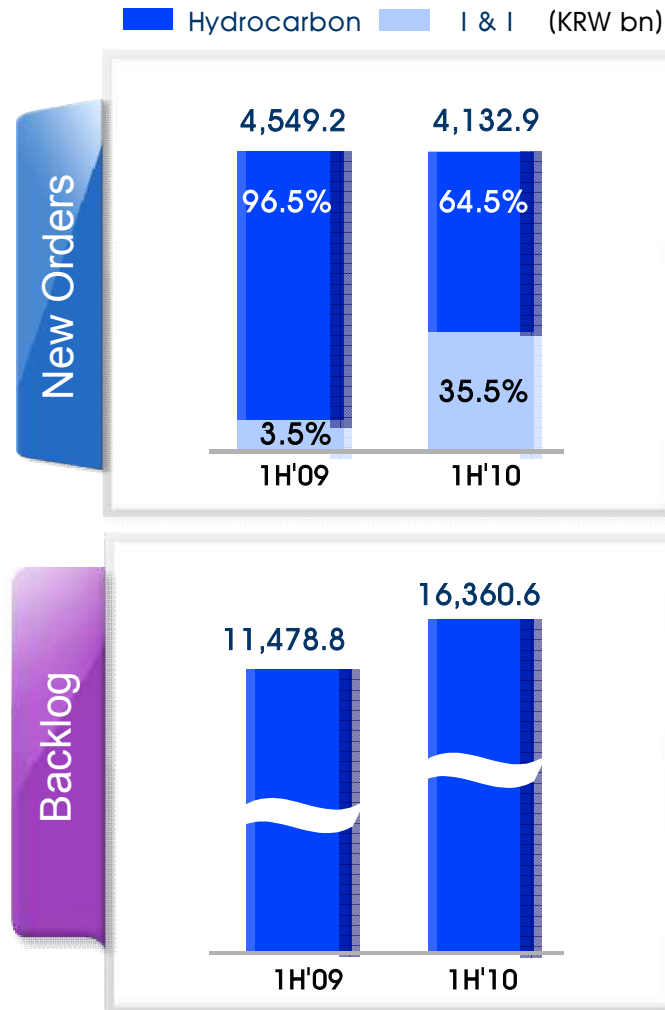
* Consolidated Base

- Achieved 38% of New Orders 82% of Backlog and 44% of Revenues in financial targets for 2010.

(KRW bn)

	2010 Target	1H'10 Total	Achieved
New Orders	11,000.0	4,132.9	37.6%
Backlog	20,000.0	16,360.6	81.8%
Revenues	5,000.0	2,178.2	43.6%
Gross Profit	743.0	373.1	50.2%
Operating Profit	373.0	197.1	52.8%
Recurring Profit	420.0	205.1	48.8%

* Consolidated Base



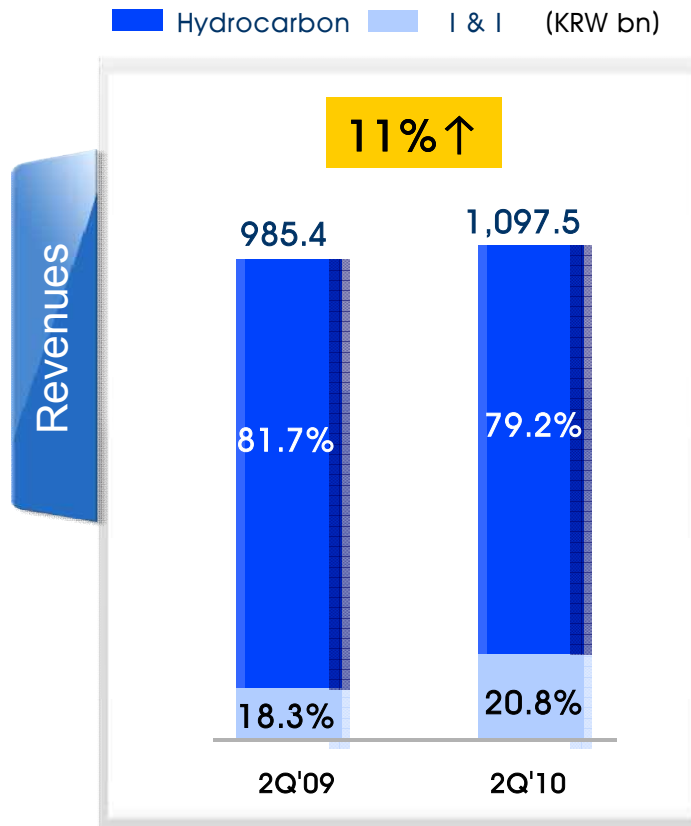
- Continued new order growth and with increased projects in I&I sector
43% YoY growth in backlog

(KRW bn)

	1H'09	1H'10	YoY Growth
Hydrocarbon	4,389.0	2,665.5	△39.3%
I & I*	160.2	1,467.4	816.0%
Total	4,549.2	4,132.9	△ 9.2%
Backlog	11,478.8	16,360.6	42.5%

* I&I : Industrial and Infrastructure

** Consolidated Base



- Revenues increased by 11% due to abundant hydrocarbon backlog

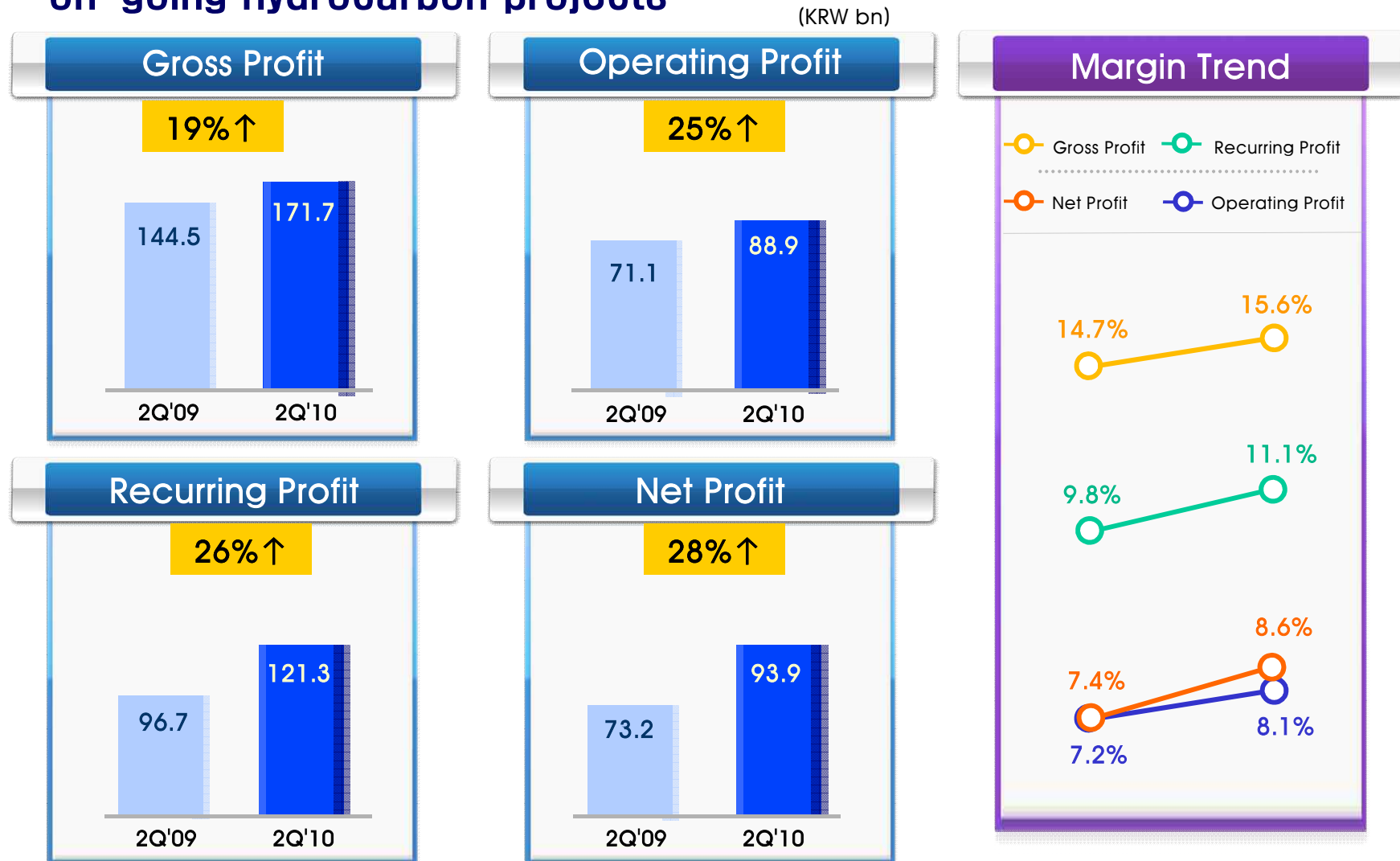
(KRW bn)

	2Q'09	2Q'10	YoY Growth
Hydrocarbon	805.0	868.9	7.9%
I & I*	180.4	228.6	26.7%
Total	985.4	1,097.5	11.4%

* I&I : Industrial and Infrastructure

** Consolidated Base

- Improved Profitability due to effective cost management for on-going hydrocarbon projects



Income Statement

APPENDIX

(KRW bn)

	1H'09		1H'10		YoY (%)
	HQ	Total	HQ	Total	
Revenues	1,620.4	1,907.1	1,939.6	2,178.2	14.2%
Gross Profit	274.9	309.3	372.5	373.1	20.6%
Operating Profit	142.9	160.3	209.4	197.1	23.0%
Recurring Profit	177.1	176.9	223.1	205.1	15.9%
Net Profit	141.4	132.5	176.5	156.0	17.7%
GP Margin (%)	17.0	16.2	19.2	17.1	0.9P
OP Margin (%)	8.8	8.4	10.8	9.0	0.6P
RP Margin (%)	10.9	9.3	11.5	9.4	0.1P
NP Margin (%)	8.7	6.9	9.1	7.2	0.3P

Balance Sheet

APPENDIX

(KRW bn)

	'09FY	1H'10	YoY (%)
Total Assets	2,769.3	3,275.7	18.3%
Current Assets	2,305.3	2,452.6	6.4%
Fixed Assets	464.0	823.1	77.4%
Total Liabilities	2,006.3	2,436.9	21.5%
Current Liabilities	1,851.7	2,273.8	22.8%
Fixed Liabilities	154.6	163.1	5.5%
Total Capital	763.0	838.8	9.9%
Capital Stock	200.0	200.0	—
Capitals	56.3	56.7	0.7%
Retained Earnings	682.4	762.6	11.8%
Capital Adjustment	△175.7	△180.5	—

* Consolidated Base