2026 Q1 Earnings Release

May 5, 2026

KOREA AEROSPACE INDUSTRIES

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1Q26 Preliminary Results Summary

- New orders reached KRW 909.3bn, up 29.4 YoY, reflecting a seasonally slow quarter and the timing of major contract awards
- Revenue grew YoY across all business segments, supported by progress on major projects and increased aircraft deliveries

Unit : KRW 10 bn

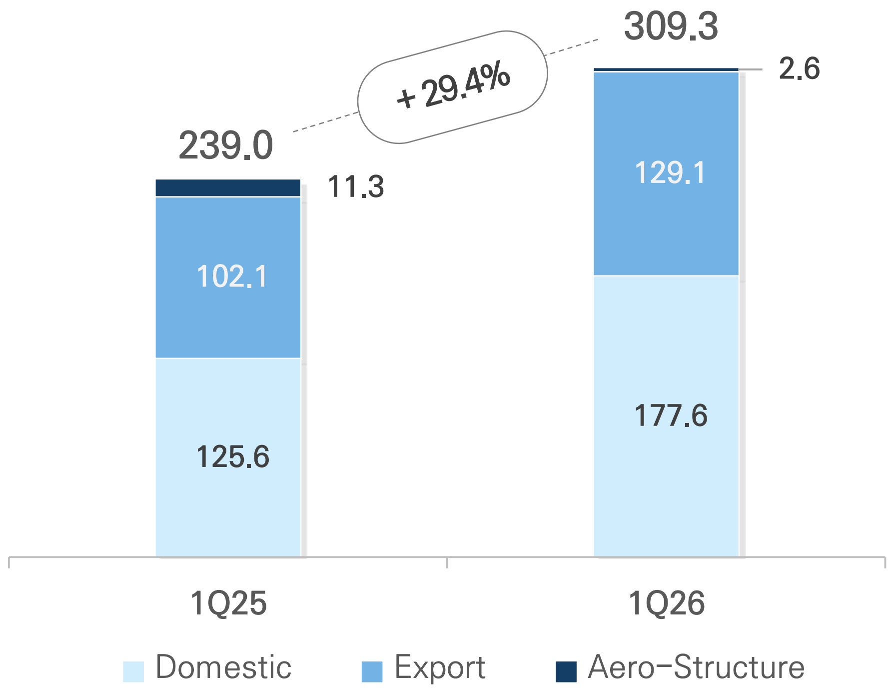
Category	1Q25	1Q26	YoY	2026 Guidance	Progress
New Orders	239.0	309.3	29.4%	10,438.3	3.0%
Order Backlog	24,256.9	26,553.2	9.5%	31,735.7	-
Revenue	699.3	1,092.7	56.3%	5,730.6	19.1%
Domestic	322.1	547.9	70.1%	3,289.5	16.7%
Export	171.1	307.1	79.5%	1,396.4	22.0%
Aero-structure	199.6	222.8	11.6%	1,044.7	21.3%
Consolidated	6.5	15.0	130.8%	-	-
Operating Profit	46.8	67.1	43.4%	-	-
(%)	6.7%	6.1%	-0.6%p	-	-
Net Income	29.2	41.3	41.4%	-	-

1Q New Orders Summary (YoY)

- 1Q new orders increased 29.4% YoY to KRW 309.3bn, showing an improved order intake trend compared to last year
- Key projects are expected to be reflected progressively from the coming quarters

[Quarterly Order Intake YoY]

Unit : KRW 10 bn



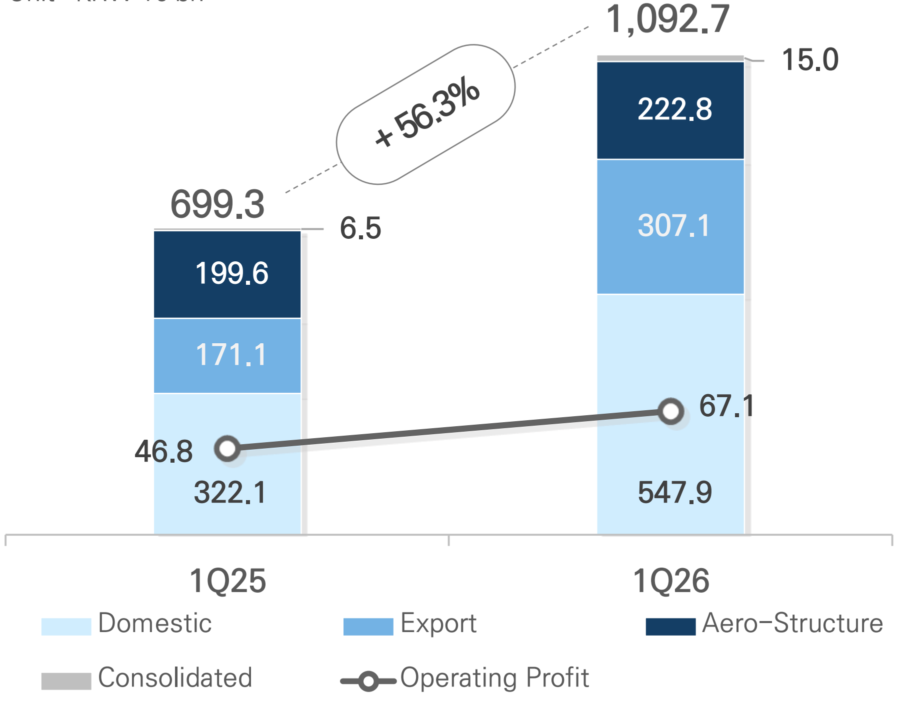
Domestic	177.6 bn SATURN Upgrade, KF-21 Radar Integration, etc.
Export	129.1 bn FA-50PH PBL, Spare Parts, etc.
Aero-Structure	2.6 bn BGS KC-135 FRAME ASSY

1Q Revenue Summary (YoY)

- Revenue recognition based on delivery schedules remained on track, supporting visibility toward the full-year revenue guidance
- Domestic KF-21 production deliveries set to begin in 2H, supporting revenue growth and business mix improvement

[Quarterly Revenue YoY]

Unit : KRW 10 bn



Domestic	**547.9 bn** Revenue increased 70.2% YoY, driven by higher deliveries of LAH and FA-50, as well as system development projects
Export	**307.1 bn** Revenue increased 79.5% YoY, supported by TA-50 deliveries to Indonesia and increased progress recognition from the export programs
Aero-Structure	**222.8 bn** Revenue increased slightly YoY, supported by Boeing business, maintaining a stable recovery trend

Financial Summary

[Consolidated Income Statement]
Unit : KRW 10 bn

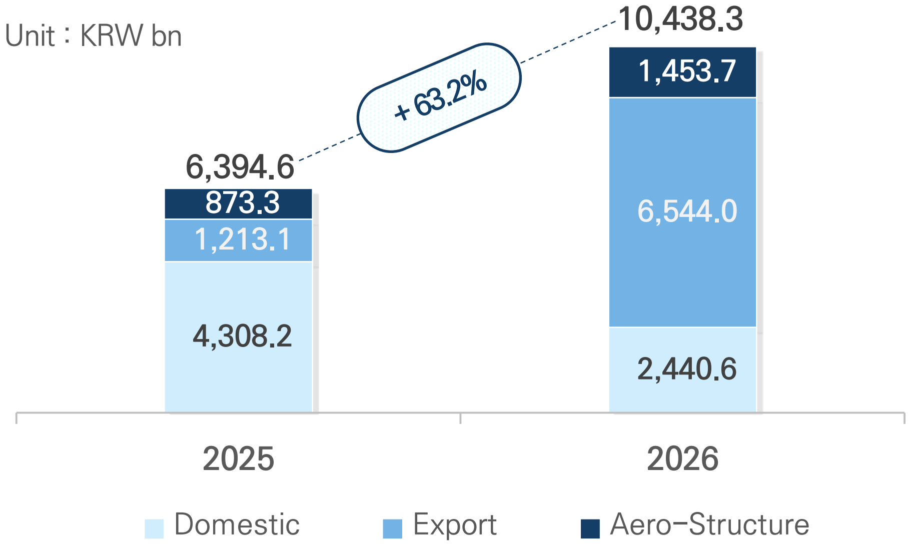
Category	1Q25	1Q26	YoY
Revenue	**699.3**	**1,092.7**	**56.3%**
Gross Profit	**120.3**	**136.8**	**13.7%**
(%)	*17.2%*	*12.5%*	*4.7%pt↓*
SG&A	**73.5**	**69.6**	**-5.3%**
Operating Profit	**46.8**	**67.1**	**43.5%**
(%)	*6.7%*	*6.1%*	*0.5%pt↓*
Net Income	**29.2**	**41.3**	**41.5%**
(%)	*4.2%*	*3.8%*	*0.4%pt↓*

[Consolidated Financial Statement]
Unit : KRW 10 bn

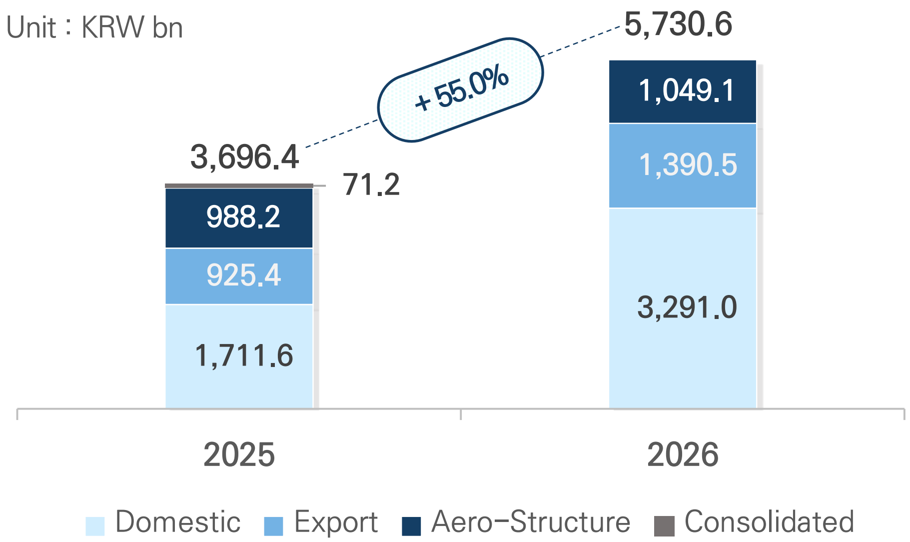
Category	4Q25	1Q26	YoY
Total Assets	**10,370.3**	**11,162.7**	**7.6%**
Liabilities	8,472.9	9,217.7	8.8%
Equities	1,897.3	1,944.9	2.5%
Debt to Equity Ratio(%)	*446.6%*	*473.9%*	*27.4%pt↑*
Debts	**2,147.0**	**2,770.0**	**29.0%**
Cash and cash equivalents	60.9	162.6	166.9%
Net Debts	2,086.1	2,607.5	25.0%

2026 Order & Revenue Guidance

New Orders



Revenue



New Orders – Key Focus Areas

- Focus on securing the first export contract for KF-21
- Expansion of exports for KUH and KT-1 Platforms
- Continued growth in aftermarket and follow-on support contracts with improved value contribution

Revenue – Key Focus Areas

- Revenue growth driven by large-scale domestic production programs including KF-21 and LAH
- Creating the base for export-driven growth, supported by increased progress in the Poland and Malaysia programs