

SK TELECOM CO LTD
Form 6-K
February 25, 2019

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

Form 6-K

REPORT OF FOREIGN PRIVATE ISSUER
PURSUANT TO RULE 13a-16 OR 15d-16
OF THE SECURITIES EXCHANGE ACT OF 1934
FOR THE MONTH OF FEBRUARY 2019

Commission File Number: 333-04906

SK Telecom Co., Ltd.

(Translation of registrant's name into English)

Euljiro 65(Euljiro2-ga), Jung-gu

Seoul 04539, Korea

(Address of principal executive office)

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Indicate by check mark whether the registrant files or will file annual reports under cover of Form 20-F or Form 40-F.

Form 20-F

Form 40-F

Indicate by check mark if the registrant is submitting the Form 6-K in paper as permitted by Regulation S-T Rule 101(b)(1):

Indicate by check mark if the registrant is submitting the Form 6-K in paper as permitted by Regulation S-T Rule 101(b)(7):

RESOLUTION TO CALL

THE ANNUAL GENERAL MEETING OF SHAREHOLDERS

The Board of Directors of SK Telecom Co., Ltd. (the Company) has resolved to call the Annual General Meeting of Shareholders, to be held at the following time and place and the agenda of which shall be as follows:

- 1. Date / Time** March 26, 2018 10:00 AM (Seoul time)
- 2. Place** SUPEX Hall, 4th Floor, SK T-Tower, 65, Eulji-ro, Jung-gu, Seoul, Korea
- 3. Agenda**
1. Approval of financial statements for the 35th fiscal year(2018)
 2. Amendments to the Articles of Incorporation
 3. Ratification of Stock Option Grant
 4. Stock Option Grant
 5. Approval of the appointment of an independent non-executive director (Kim, Seok-Dong)
 6. Approval of the appointment of a member of the Audit Committee (Kim, Seok-Dong)
 7. Approval of ceiling amount of the remuneration for directors
- 4. Date of the resolution by the Board of Directors** February 22, 2019

Present	5
- Attendance of external directors	
Absent	0

5. Other Noteworthy Matters -

Documents relating to the Annual Meeting of Shareholders

**1. Approval of Financial Statements for the 35th Fiscal Year(2018)
SK TELECOM CO., LTD. AND SUBSIDIARIES**

Consolidated Financial Statements

December 31, 2018

SK TELECOM CO., LTD. and Subsidiaries

Consolidated Statements of Financial Position

As of December 31, 2018 and 2017

<i>(In millions of won)</i>	Note	December 31, 2018	December 31, 2017
Assets			
Current Assets:			
Cash and cash equivalents	3,36,37	₩ 1,506,699	1,457,735
Short-term financial instruments	3,6,36,37,39	1,045,676	616,780
Short-term investment securities	3,11,36,37	195,080	144,386
Accounts receivable trade, net	3,7,36,37,38	2,008,640	2,126,007
Short-term loans, net	3,7,36,37,38	59,094	62,830
Accounts receivable other, net	3,7,36,37,38,39	937,837	1,260,835
Prepaid expenses	3,8	1,769,559	197,046
Contract assets	3,9	90,072	
Inventories, net	10	288,053	272,403
Derivative financial assets	3,22,36,37	13	
Advance payments and other	3,7,36,37,38	58,116	63,777
		7,958,839	6,201,799
Non-Current Assets:			
Long-term financial instruments	3,6,36,37	1,221	1,222
Long-term investment securities	3,11,36,37	664,726	887,007
Investments in associates and joint ventures	13	12,811,771	9,538,438
Property and equipment, net	14,38,39	10,718,354	10,144,882
Goodwill	15	2,938,563	1,915,017
Intangible assets, net	16	5,513,510	3,586,965
Long-term contract assets	3,9	43,821	
Long-term loans, net	3,7,36,37,38	29,034	50,874
Long-term accounts receivable - other	3,7,36,37,38	274,053	287,048
Long-term prepaid expenses	3,8	895,272	90,834
Guarantee deposits	3,7,36,37,38	313,140	292,590
Long-term derivative financial assets	3,22,36,37	55,444	253,213
Deferred tax assets	3,33	92,465	88,132
Defined benefit assets	21	31,926	45,952
Other non-current assets	7,36,37	26,972	44,696
		34,410,272	27,226,870
Total Assets		₩ 42,369,111	33,428,669

See accompanying notes to the consolidated financial statements.

SK TELECOM CO., LTD. and Subsidiaries

Consolidated Statements of Financial Position, Continued

As of December 31, 2018 and 2017

<i>(In millions of won)</i>	Note	December 31, 2018	December 31, 2017
Liabilities and Shareholders Equity			
Current Liabilities:			
Short-term borrowings	17,36,37	₩ 80,000	130,000
Current installments of long-term debt, net	17,36,37	984,272	1,530,948
Current installments of long-term payables - other	18,36,37	424,243	302,703
Accounts payable - trade	36,37,38	381,302	351,711
Accounts payable - other	36,37,38	1,913,813	1,867,074
Receipts in advance	3		161,266
Contract liabilities	3,9	140,711	
Withholdings	3,36,37,38	1,353,663	961,501
Accrued expenses	36,37,38	1,299,217	1,327,906
Income tax payable	33	182,343	219,791
Unearned revenue	3		175,732
Derivative financial liabilities	22,36,37		28,406
Provisions	3,19	87,993	52,057
Other current liabilities			28
		6,847,557	7,109,123
Non-Current Liabilities:			
Debentures, excluding current installments, net	17,36,37	6,572,211	5,596,570
Long-term borrowings, excluding current installments, net	17,36,37	2,015,365	211,486
Long-term payables - other	18,36,37	1,968,784	1,346,763
Long-term unearned revenue	3		7,052
Long-term contract liabilities	3,9	43,102	
Defined benefit liabilities	21	141,529	61,960
Long-term derivative financial liabilities	22,36,37	4,184	11,064
Long-term provisions	19	99,215	32,669
Deferred tax liabilities	3,33	2,269,792	978,693
Other non-current liabilities	3,36,37	58,122	44,094
		13,172,304	8,290,351
Total Liabilities		20,019,861	15,399,474
Shareholders Equity			
Share capital	1,23	44,639	44,639
Capital surplus and others	12,23,24,25,26	655,084	196,281
Retained earnings	3,27	22,144,541	17,835,946
Reserves	3,28	(373,442)	(234,727)

Equity attributable to owners of the

Parent Company	22,470,822	17,842,139
Non-controlling interests	(121,572)	187,056
Total Shareholders Equity	22,349,250	18,029,195
Total Liabilities and Shareholders Equity	₩ 42,369,111	33,428,669

See accompanying notes to the consolidated financial statements.

SK TELECOM CO., LTD. and Subsidiaries

Consolidated Statements of Income

For the years ended December 31, 2018 and 2017

<i>(In millions of won except for per share data)</i>	<i>Note</i>	2018	2017
Operating revenue:	3,5,38		
Revenue		₩ 16,873,960	17,520,013
Operating expenses:	3,38		
Labor		2,288,655	1,966,156
Commissions		5,002,598	5,486,263
Depreciation and amortization	5	3,126,118	3,097,466
Network interconnection		808,403	875,045
Leased line		309,773	342,240
Advertising		468,509	522,753
Rent		529,453	520,244
Cost of products that have been resold		1,796,146	1,886,524
Others	30	1,342,545	1,286,696
		15,672,200	15,983,387
Operating profit	5	1,201,760	1,536,626
Finance income	5,32	256,435	366,561
Finance costs	5,32	(385,232)	(433,616)
Gain relating to investments in subsidiaries, associates and joint ventures, net	5, 13	3,270,912	2,245,732
Other non-operating income	5, 31	71,253	31,818
Other non-operating expenses	5, 31	(439,162)	(343,872)
Profit before income tax	5	3,975,966	3,403,249
Income tax expense	33	843,978	745,654
Profit for the year		3,131,988	2,657,595
Attributable to :			
Owners of the Parent Company		₩ 3,127,887	2,599,829
Non-controlling interests		4,101	57,766
Earnings per share			
Basic and diluted earnings per share (in won)		₩ 44,066	36,582

See accompanying notes to the consolidated financial statements.

SK TELECOM CO., LTD. and Subsidiaries

Consolidated Statements of Comprehensive Income

For the years ended December 31, 2018 and 2017

<i>(In millions of won)</i>	<i>Note</i>	2018	2017
Profit for the year		₩ 3,131,988	2,657,595
Other comprehensive income (loss):			
Items that will never be reclassified to profit or loss, net of taxes:			
Remeasurement of defined benefit liabilities	21	(41,490)	5,921
Valuation loss on financial assets at fair value through other comprehensive income	28,32	(130,035)	
Items that are or may be reclassified subsequently to profit or loss, net of taxes:			
Net change in unrealized fair value of available-for-sale financial assets	28,32		158,440
Net change in other comprehensive income of investments in associates and joint ventures	13,28,32	(14,577)	(141,008)
Net change in unrealized fair value of derivatives	22,28,32	32,227	22,586
Foreign currency translation differences for foreign operations	28	12,291	(46,952)
Other comprehensive loss for the year, net of taxes		(141,584)	(1,013)
Total comprehensive income		₩ 2,990,404	2,656,582
Total comprehensive income (loss) attributable to:			
Owners of the Parent Company		₩ 3,000,503	2,597,160
Non-controlling interests		(10,099)	59,422

See accompanying notes to the consolidated financial statements.

SK TELECOM CO., LTD. and Subsidiaries

Consolidated Statements of Changes in Equity

For the years ended December 31, 2018 and 2017

(In millions of won)

	Share capital	Controlling Interest Capital surplus and others	Non-controlling interests	Total equity
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