

Q2 '08 Earnings Results

July 9, 2008

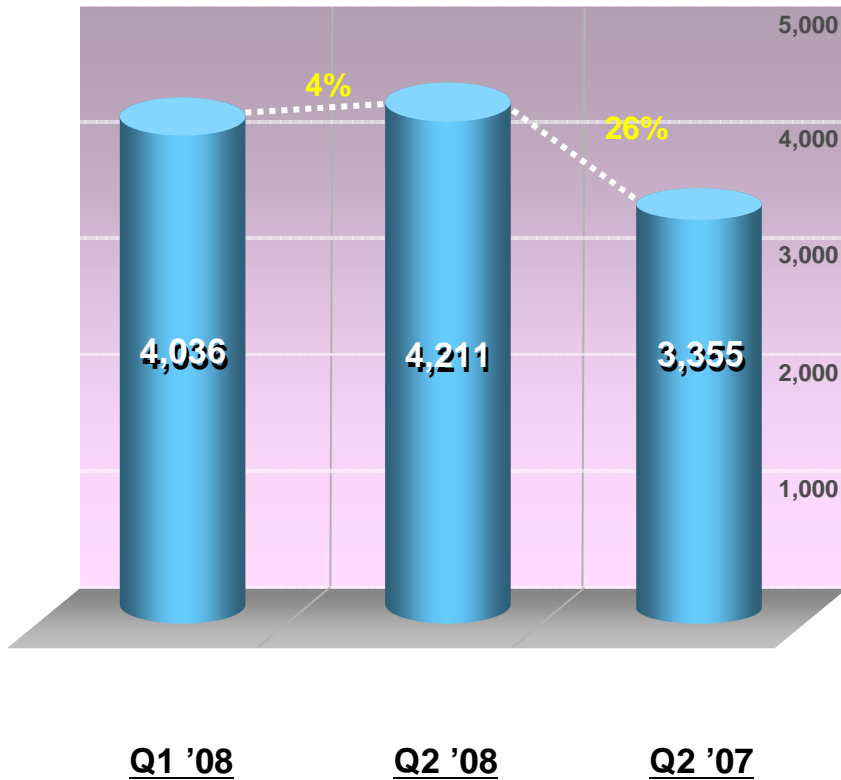


- **This presentation contains forward-looking statements. We may also make written or oral forward-looking statements in our periodic reports to the United States Securities and Exchange Commission and the Korean Financial Supervisory Service, in our annual report to shareholders, in our proxy statements, in our offering circulars and prospectuses, in press releases and other written materials and in oral statements made by our officers, directors or employees to third parties. Statements that are not historical facts, including statements about our beliefs and expectations, are forward-looking statements. These statements are based on current plans, estimates and projections, and therefore you should not place undue reliance on them. Forward-looking statements speak only as of the date they are made, and we undertake no obligation to update publicly any of them in light of new information or future events.**
- **Forward-looking statements involve inherent risks and uncertainties. We caution you that a number of important factors could cause actual results to differ materially from those contained in any forward-looking statement. Such factors include, but are not limited to: our highly competitive environment; the cyclical nature of our industry; our ability to introduce new products on a timely basis; our dependence on growth in the demand for our products; our ability to successfully execute our expansion strategy; our dependence on key personnel; and general economic and political conditions, including those related to the TFT-LCD industry; possible disruptions in business activities caused by natural and human-induced disasters, including terrorist activity and armed conflict; and fluctuations in foreign currency exchange rates. Additional information as to these and other factors that may cause actual results to differ materially from our forward-looking statements can be found in our filings with the United States Securities and Exchange Commission.**
- **This presentation also includes information regarding our historical financial performance through June 30, 2008, and our expectations regarding future performance as reflected in certain non-GAAP financial measures as defined by United States Securities and Exchange Commission rules. As required by such rules, we have provided a reconciliation of those measures to the most directly comparable GAAP measures, which is available on our investor relations website at <http://www.lgdisplay.com> under the file name Q2 2008 Earnings Results Presentation.**

Q2 '08 Earnings Results

Revenues

(Unit : KRW B)



Source: Company financials

Profit

(Unit : KRW B, %)

	Q1 '08	QoQ	Q2 '08	YoY	Q2 '07
Operating Income	881 22%	1%	889 21%	493%	150 4%
EBITDA*	1,566 39%	1%	1,587 38%	90%	835 25%
Income before tax	915	2%	930	650%	124
Net Income	717	6%	759	233%	228

KGAAP (Consolidated)

* EBITDA = Operating Income + Depreciation + Amortization

Balance Sheets & Financial Ratios

Balance Sheets

(Unit : KRW B)

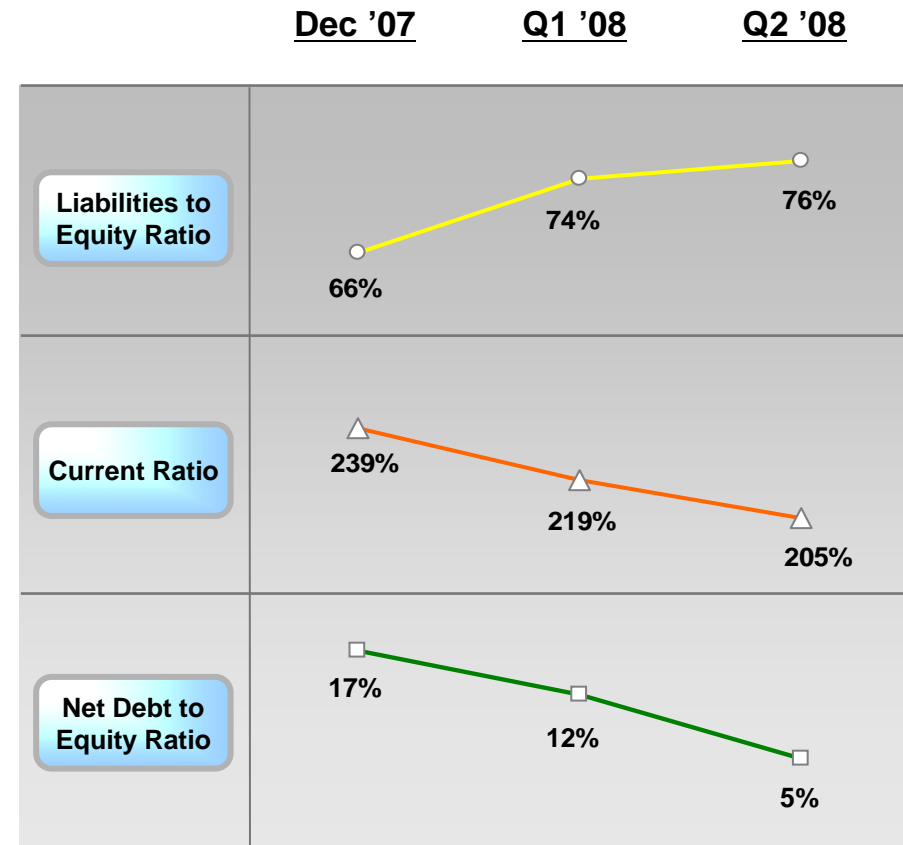
	Dec '07	Q1 '08	Q2 '08
Assets	13,780	15,238	16,833
Current Assets	5,746	7,285	8,730
Cash*	1,981	2,988	3,835
Inventory	824	1,031	1,387
Fixed Assets	8,034	7,953	8,103
Liabilities	5,491	6,480	7,273
Current Liabilities	2,402	3,321	4,261
Long-Term Liabilities	3,089	3,159	3,012
Equity	8,289	8,758	9,560
Debt	3,406	4,014	4,276
Net Debt	1,425	1,026	441

* Cash includes short term financial instruments.

Source: Company financials

Financial Ratios

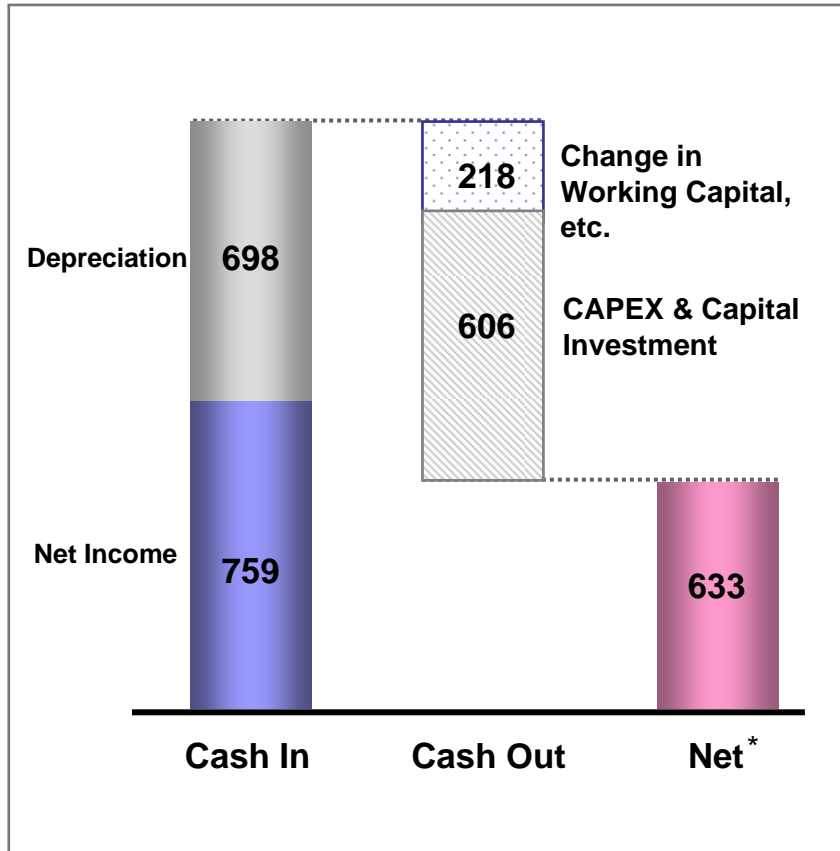
(Unit : %)



KGAAP (Consolidated)

Net Cash Flow *

(Unit : KRW B)



* Excludes cash flow from financing activities.

Source: Company financials

Cash Flow

(Unit : KRW B)

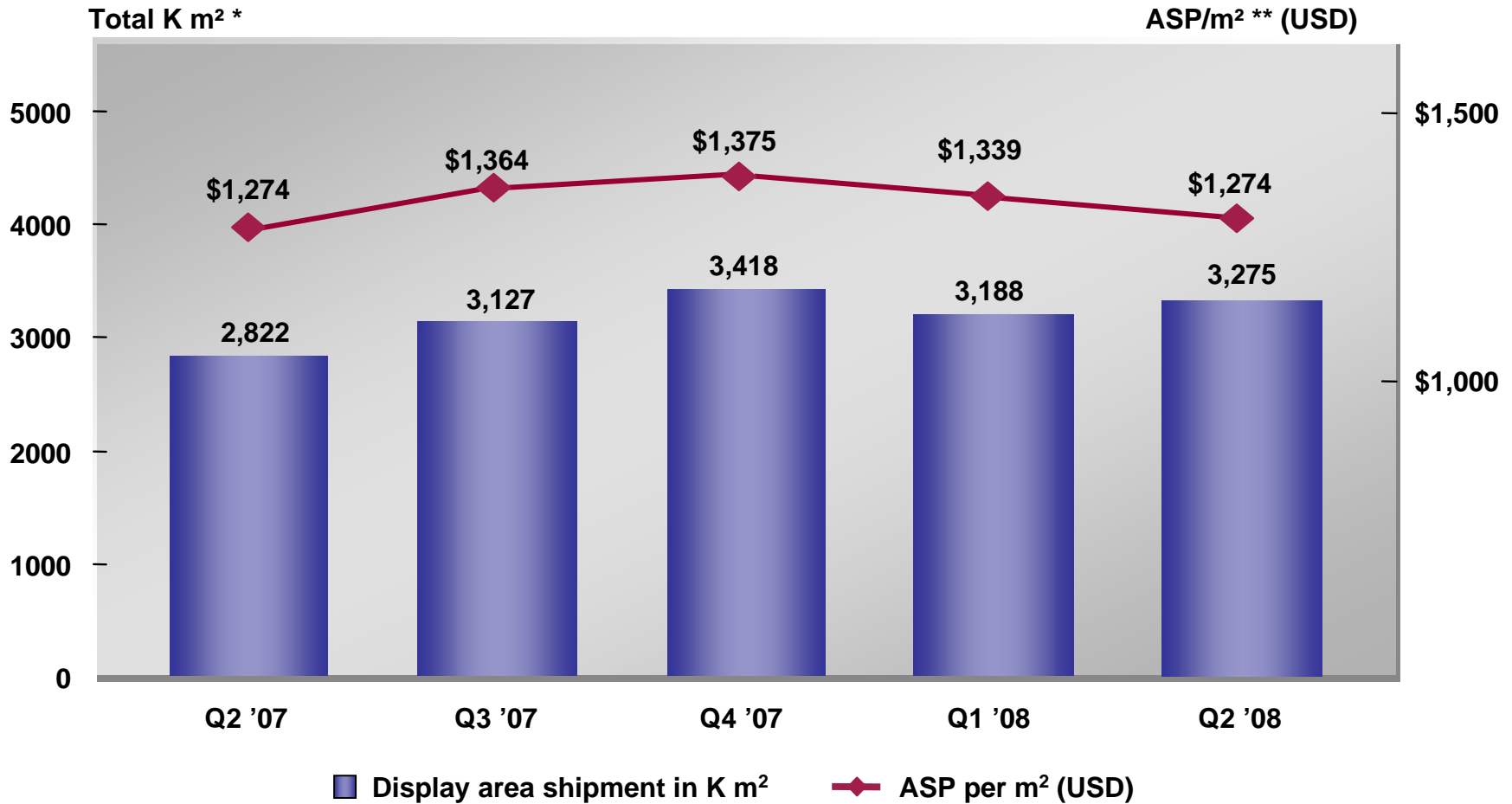
Q2 '08

Cash at the beginning of the Quarter	2,988
Cash Flow from Operation	1,239
<i>Net Income</i>	759
<i>Depreciation & Amortization</i>	698
<i>Change in Working Capital</i>	(518)
<i>Others</i>	300
Cash Flow from Investing Activities	(606)
Cash Flow from Financing Activities	214
<i>Dividend</i>	0
<i>Other Financing Activities</i>	214
Net Change in Cash	847
Cash at the end of the Quarter	3,835

KGAAP (Consolidated)

Performance Highlights

Shipments and ASP

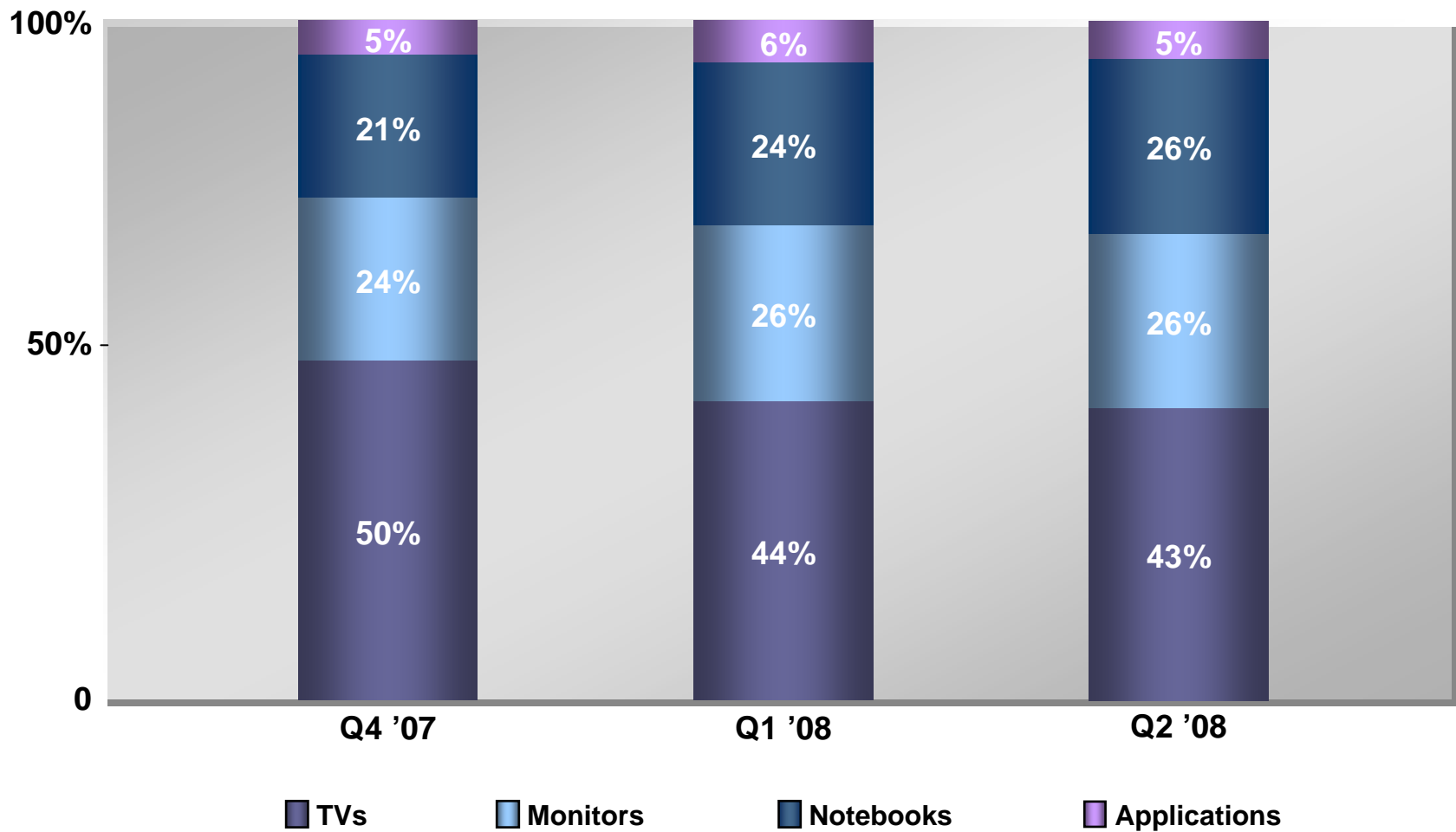


Source: Company financials

* Net display area shipped

** Quarterly average selling price per square meter of net display area shipped

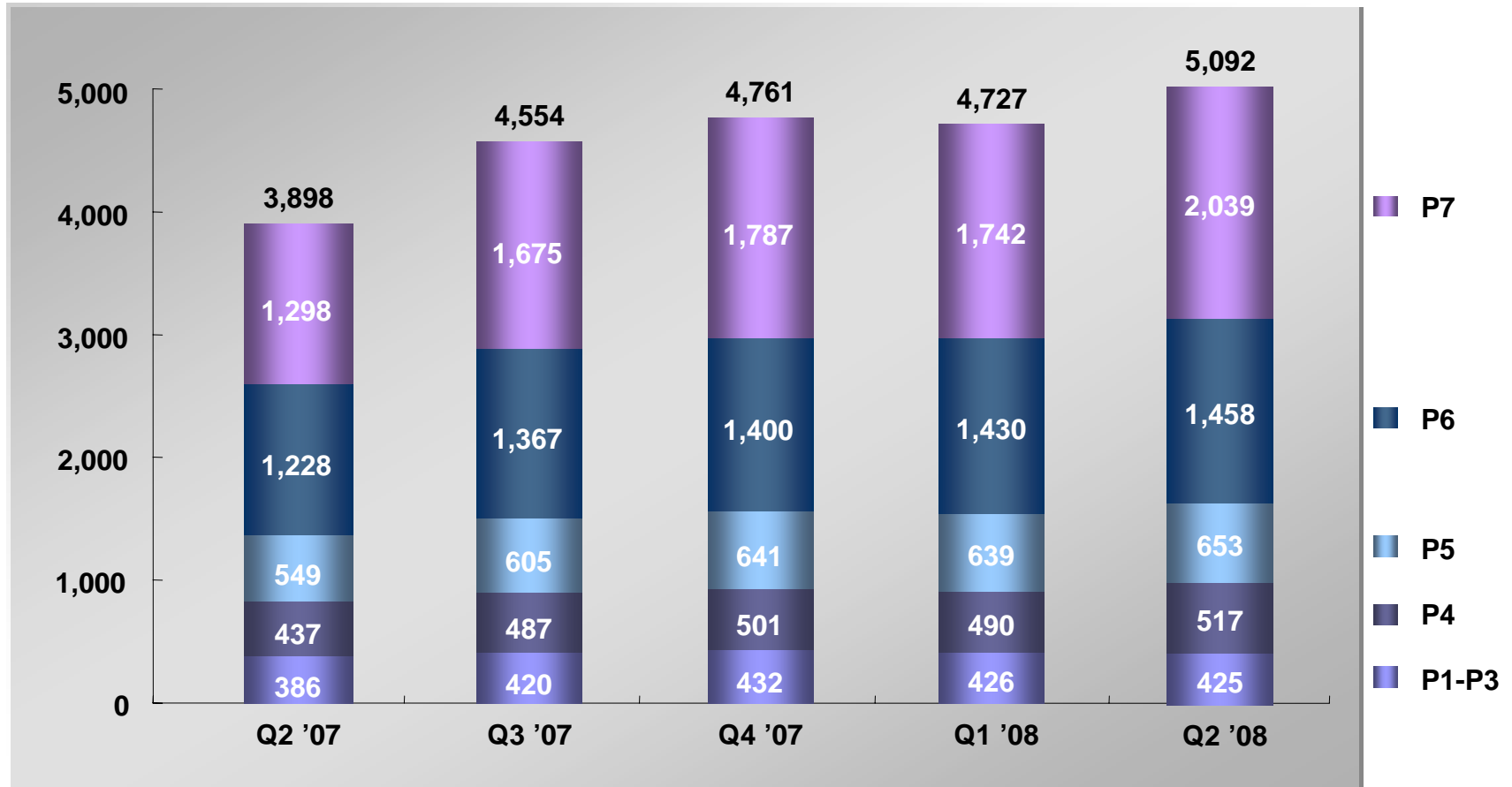
Revenue: Product Mix



Source: Company financials, USD Base

Q2 '08 Capacity Update

Quarterly input capacity by Area (K m²)



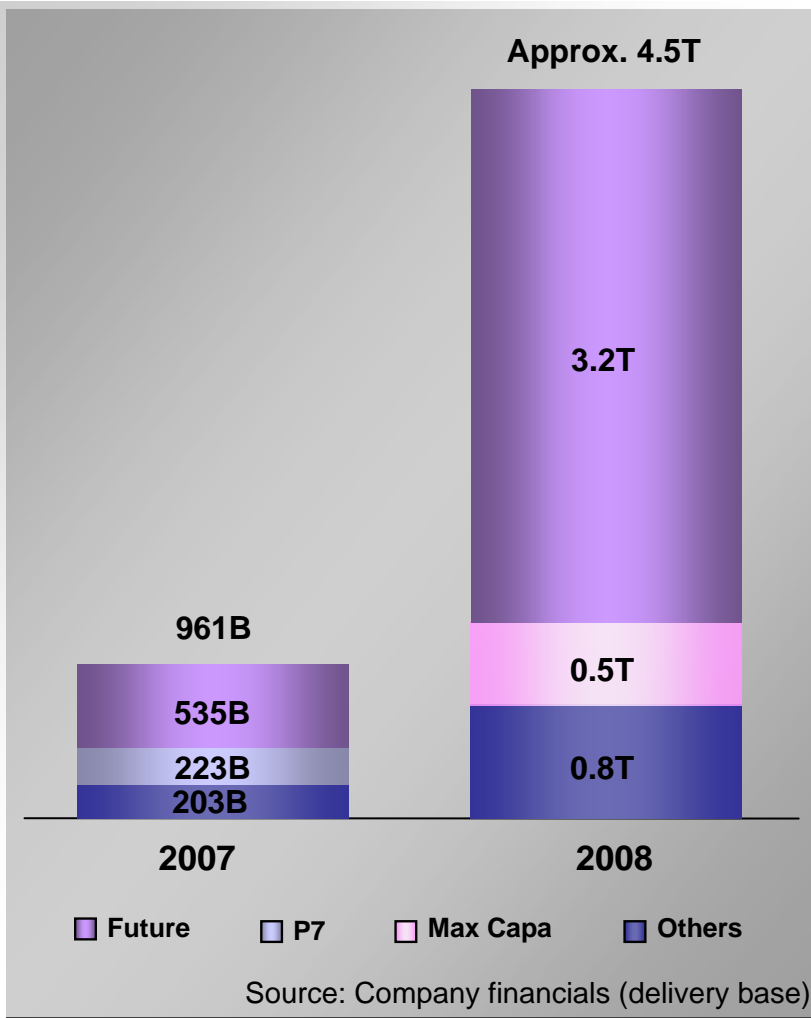
Source: Company financials

Outlook

Q3 '08

- **Total Shipment in m² (QoQ)**
Low twenties (%) up
- **Avg QoQ ASP per m² (USD)**
Low teens (%) down
- **COGS per m² (USD)**
Mid to high single digit (%) down

CAPEX Plan (KRW)



Questions and Answers

Appendix

K GAAP Income Statement



KRW bn	Q2 '08	Q1 '08	Q2 '07	QoQ Change	YoY Change
Revenues	4,211	4,036	3,355	4%	26%
COGS	3,083	2,973	3,043	4%	1%
Gross Profit	1,128	1,063	312	6%	262%
Operating Income	889	881	150	1%	493%
EBITDA	1,587	1,566	835	1%	90%
Income before Tax	930	915	124	2%	650%
Net Income	759	717	228	6%	233%
Margin (%)					
Gross Margin	27	26	9	1	18
Operating Margin	21	22	4	(1)	17
EBITDA Margin	38	39	25	(1)	13
Net Margin	18	18	7	0	11

Source: Unaudited, Company financials

K GAAP (Consolidated)

K GAAP Balance Sheet



KRW bn	Q2 '08	Q1 '08	Q2 '07	QoQ Change	YoY Change
Assets	16,833	15,238	13,694	10%	23%
Cash*	3,835	2,988	1,238	28%	210%
Inventory	1,387	1,031	962	35%	44%
Liabilities	7,273	6,480	6,708	12%	8%
Short-term Debt	1,456	976	630	49%	131%
Long-term Debt	2,820	3,038	4,027	(7%)	(30%)
Shareholders' Equity	9,560	8,758	6,986	9%	37%
Net Debt to Equity Ratio (%)	5	12	49	(7)	(44)

Source: Unaudited, Company financials

K GAAP (Consolidated)

* Cash includes short term financial instruments KRW2,945B in Q2 '08 and KRW1,980B in Q1 '08 respectively.

KRW bn	Q2 '08	Q1 '08	Q2 '07	QoQ Change	YoY Change
Net Income	759	717	228	42	531
Depreciation & Amortization	698	685	685	13	13
Others	300	83	38	217	262
Working Capital*	(518)	(412)	(563)	(106)	45
Cash Flow from Operation	1,239	1,073	388	166	851
CF from Investing Activities**	(606)	(330)	(512)	(276)	(94)
CF before Financing Activities	633	743	(124)	(110)	757
Other Financing Activities	214	532	382	(318)	(168)
Dividend	0	(268)	0	268	0
Net Change in Cash	847	1,007	258	(160)	589

Source: Unaudited, Company financials

K GAAP (Consolidated)

* Working capital consists of net change in AR, inventory & AP.

- Working capital includes F/X effect (FY2008).

** Cash flow from investing activities excludes short term financial instruments KRW965B in Q2 '08 and KRW1,195B in Q1 '08 respectively.

US GAAP Income Statement



KRW bn	Q2 '08	Q1 '08	Q2 '07	QoQ Change	YoY Change
Revenues	4,211	4,036	3,355	4%	26%
COGS	3,073	2,965	3,034	4%	1%
Gross Profit	1,138	1,071	321	6%	255%
Operating Income	900	892	147	1%	512%
EBITDA	1,590	1,570	824	1%	93%
Income before Tax	918	886	147	4%	524%
Net Income	745	673	262	11%	184%
Margin (%)					
Gross Margin	27	27	10	0	17
Operating Margin	21	22	4	(1)	17
EBITDA Margin	38	39	25	(1)	13
Net Margin	18	17	8	1	10

Source: Unaudited, Company financials

US GAAP (Consolidated)

US GAAP Balance Sheet



KRW bn	Q2 '08	Q1 '08	Q2 '07	QoQ Change	YoY Change
Assets	16,904	15,311	13,740	10%	23%
Cash*	3,835	2,988	1,238	28%	210%
Inventory	1,387	1,031	961	35%	44%
Liabilities	7,442	6,617	6,775	12%	10%
Short-term Debt	1,456	976	630	49%	131%
Long-term Debt	2,925	3,119	4,052	(6%)	(28%)
Shareholders' Equity	9,462	8,694	6,965	9%	36%
Net Debt to Equity Ratio (%)	6	13	49	(7)	(43)

Source: Unaudited, Company financials

US GAAP (Consolidated)

* Cash includes short term financial instruments KRW2,945B in Q2 '08 and KRW1,980B in Q1 '08 respectively.

US GAAP Cash Flow



KRW bn	Q2 '08	Q1 '08	Q2 '07	QoQ Change	YoY Change
Net Income	745	673	262	72	483
Depreciation & Amortization	690	678	677	12	13
Others	322	134	19	188	303
Working Capital*	(518)	(412)	(570)	(106)	52
Cash Flow from Operation	1,239	1,073	388	166	851
CF from Investing Activities**	(606)	(330)	(512)	(276)	(94)
CF before Financing Activities	633	743	(124)	(110)	757
Other Financing Activities	214	532	382	(318)	(168)
Dividend	0	(268)	0	268	0
Net Change in Cash	847	1,007	258	(160)	589

Source: Unaudited, Company financials

US GAAP (Consolidated)

* Working capital consists of net change in AR, inventory & AP.

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Net Income Reconciliation to US GAAP



KRW bn	Q2 '08	H1 '08
Net Income under K GAAP	759	1,476
US GAAP Adjustments	(14)	(58)
Depreciation of PP&E	0	(1)
Amortization of IPR	10	19
ESOP	(1)	(1)
345kv	(1)	(1)
Pension expense	0	(1)
Bonds/CB (including F/X effect)	(28)	(57)
Available-for-sales securities	1	1
Stock appreciation rights	2	5
Cash flow hedge	10	0
Capitalization of financial interests	(3)	(5)
Income tax effect of US GAAP adjustments	(2)	(17)
Adjustment of AR discount loss	(2)	0
Net Income under US GAAP	745	1,418

Source: Unaudited, Company financials

K GAAP EBITDA

KRW bn	Q2 '08	Q1 '08	Q2 '07	QoQ Change	YoY Change
1. Operating Income	889	881	150	8	739
2. Depreciation of PP&E	683	671	674	12	9
3. Amortization of Intangible Asset	15	14	11	1	4
EBITDA (1+2+3)	1,587	1,566	835	21	752

US GAAP EBITDA

KRW bn	Q2 '08	Q1 '08	Q2 '07	QoQ Change	YoY Change
1. Operating Income	900	892	147	8	753
2. Depreciation of PP&E	686	674	675	12	11
3. Amortization of Intangible Asset	4	4	2	0	2
EBITDA (1+2+3)	1,590	1,570	824	20	766

Source: Unaudited, Company financials

EBITDA Reconciliation (Continued)

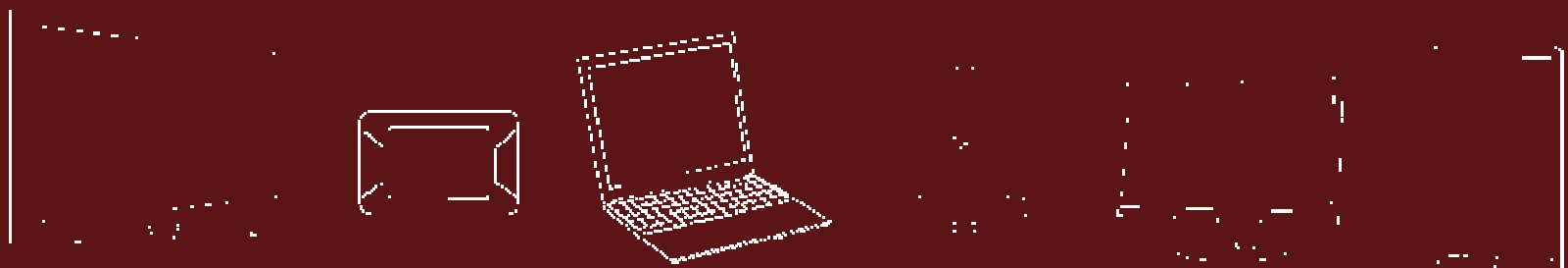


We are adding depreciation and amortization to operating income to calculate EBITDA. It is a key financial measure used by our senior management to internally evaluate the performance of our business and for other required or discretionary purposes.

We believe that the presentation of EBITDA will enhance an investor's understanding of our operating performance as we believe it is commonly reported and widely used by analysts and investors in our industry. It also provides useful information for comparison on a more comparable basis of our operating performance and those of our competitors, who follow different accounting policies.

EBITDA is not a measure determined in accordance with U.S. GAAP. EBITDA should not be considered as an alternative to operating income, cash flows from operating activities or net income, as determined in accordance with U.S. GAAP. Our calculation of EBITDA may not be comparable to similarly titled measures reported by other companies.

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