



YOU DREAM, WE DISPLAY

2013-2014

LG Display Sustainability Report

About this Report

LG Display has annually published a sustainability report since 2011 as a communication channel to deliver its economic, environmental, and social performance to its stakeholders and receive their feedback. This 2013 sustainability report includes sustainability-related issues at LG Display's worksites in China and is composed of stakeholder-oriented contents. This report was also prepared in accordance with the standards and processes recommended in the Global Reporting Initiative (GRI) G4 Guideline.

Reporting Period

The LG Display Sustainability Report 2013 covers our business activities during the period from January 1 to December 31, 2012, and some important management information include data that extend into Q1 2014. The quantitative performance indicators are based on data gathered over three years from 2011 to 2013, in order to show the trends more clearly. Data subject to changes during the year were reported as of the last day of the fiscal year (December 31), and notes on reporting periods were added where necessary.

Reporting Scope and Boundaries

The LG Display Sustainability Report 2013 was designed to cover our business activities at our Seoul Head Office and domestic worksites in Gumi and Paju. We also aimed to deliver more comprehensive reports including those on the performance of our Chinese worksites (in Guangzhou, Nanjing and Yantai), while our other overseas worksites in Poland and Mexico were included in the financial performance report. This is the second year we have included our overseas worksites in the reporting scope, and we plan to report the sustainability performance of all worksites at home and abroad in all aspects going forward.

Reporting Principle & Assurance

This report was prepared in accordance with the GRI G4 Guidelines at the Core Level and was intended to deliver and disclose the performance and plans of LG Display in 2013 as transparently as possible. Please refer to the GRI Guideline Index on page 75 to read about our activities in the areas specified by the GRI. Additionally, the credibility of the contents and the integrity of the data used in this report were verified by an independent and objective assurance group to ensure the reliability of the report. The assurance report can be found on page 79.

Further Information & Suggestions

You can search for and download LG Display's sustainability reports from its website at <http://www.lgdisplay.com>. Please contact our Social Contribution Team for more information or inquiries. We look forward to receiving various feedback from our stakeholders.



LG Display CSR Team
 Tel 02-3777-0865
 E-mail csr@lgdisplay.com

Contents

	Shareholders and Investors	Customers	Employees	Partner Companies	Local Communities
01 Management					
06 CEO Message	○	○	○	○	○
08 Company Overview	○	○	○	○	○
14 Integrated Risk Management	○	○	○	○	○
14 Compliance	○	○	○	○	○
15 Ethics Management	○	○	○	○	○
16 Information Security	○	○	○	○	○
18 Sustainability Management Scheme	○	○	○	○	○
02 Corporate Social Responsibility					
28 Products	○	○	○	○	○
33 Environment	○	○	○	○	○
38 Employees	○	○	○	○	○
44 Supply Network	○	○	○	○	○
48 Local Communities	○	○	○	○	○
03 Corporate Social Responsibility In CHINA					
54 LG Display in China	○	○	○	○	○
57 Labor	○	○	○	○	○
60 Health · Safety	○	○	○	○	○
63 Environment	○	○	○	○	○
66 Ethics Management	○	○	○	○	○
67 Local Community Engagement	○	○	○	○	○
04 Performance					
71 Economic Data	○	○	○	○	○
71 Environmental Data	○	○	○	○	○
73 Social Data	○	○	○	○	○
Appendix					
75 GRI G4 Guidelines	○	○	○	○	○
79 Assurance Statement	○	○	○	○	○
80 Contributors to Report Preparation	○	○	○	○	○
81 Awards, Recognitions and Memberships	○	○	○	○	○

CEO Message	06
Company Overview	08
Integrated Risk Management	14
Compliance	14
Ethics Management	15
Information Security	16
Sustainability Management Scheme	18

01 Management



CEO Message



I would like to express my deepest gratitude to all of you for your continued support for and interest in LG Display.

It is indeed a great pleasure to present to you our third sustainability report, through which we intend to share with our shareholders and other stakeholders our sustainability performance of last year as well as our strong commitment to corporate social responsibility.

In year 2013, despite the continued uncertainty in the global economy and the sluggish display market, LG Display successfully held onto its No. 1 position in the global large-sized LCD panel market for four consecutive years, further solidifying its market dominance.

In addition, we once again proved our technological excellence in the OLED market with the launch of the 55-inch OLED TV and the curved OLED TV, while the UHD OLED TV we unveiled last year heralded a shift in the market's trends towards high-definition and larger-sized TVs.

Along with such solid business performance, we did not cease efforts to fulfill our social responsibilities and play our due role as a trusted corporate citizen. We accelerated our efforts to create a safe and vibrant workplace for employees, and our proactive response to climate change won us the Korea Green Management Excellence Awards with a citation from the Minister of Environment. In addition, we focused our CSR activities on energy management and contribution to local communities, and achieved tangible results from our endeavors to upgrade the capabilities of our business partners to realize shared growth. In recognition of such efforts on various fronts, LG Display has been included in the Dow Jones Sustainability Index (DJSI) Asia Pacific for the first time.

Furthermore, in 2013 LG Display established a solid sustainability management system by launching a dedicated CSR team. This year, we plan to operate the CSR Committee, the highest consultation body composed of executives, to make decisions on sustainability issues and to incorporate them into our business operation, in order to ensure efficiency in our drive for sustainability management in economic, environmental, and social areas.

'As our vision "You Dream, We Display" shows, we believe that bringing the dreams and values of our stakeholders to life is the mark of LG Display's true competitiveness.

With this belief, we plan to focus on strengthening the fundamentals of sustainability management this year by expanding our market dominance in core business segments, investing in innovative technologies that will drive future growth, and preemptively responding to risks. Of course, at the same time we will continue our efforts to create a sustainable future by engaging in responsible CSR activities.

Corporate social responsibility is key to achieving sustainable growth. In 2014, we will stay committed to fulfilling our ongoing responsibilities as a good corporate citizen for the happiness and development of mankind. I sincerely ask for your continued support and interest as we march forward.

Thank you.

May 2014
CEO Sang Beom Han

한상범

Company Overview

Vision

In LG Display's vision, "You Dream, We Display," the word "You" refers to all our customers, partners, and members of LG Display, while "Display" signifies the realization of dreams that transcends the mere concept of showing. In other words, it embodies our strong determination to create a world that people dream of through creative thinking and innovative technology.

LG Display Brings your dreams to life

<p>Vision</p> <p>Goal</p> <p>Core Competencies</p>	<p>You Dream, We Display Always at your side, LG Display is here to turn the world you dream of into reality.</p> <p>Global No.1 Display Company</p> <p>Strengthening Customer-oriented Marketing Capabilities Developing Market-leading Products and Technologies Constructing the Most Competitive Production System Building an Optimized Supply Chain Maximizing Management Efficiencies Creating an Organizational Culture that Aims to be No.1</p> <p>Open Communication, Proactive Collaboration, Change & Leap</p> <p>Passion, Professionalism, Teamwork</p>
<p>Core Values</p> <p>LGD Talent</p>	<p>Open Communication, Proactive Collaboration, Change & Leap</p> <p>Passion, Professionalism, Teamwork</p>

• Drivers of Sustainability Management in LG Display's Core Competencies

<p>Strengthening Customer-oriented Marketing Capabilities</p> <p>Deliver to the market products that meet the customers' needs and are also environmentally and socially responsible</p>	<p>Constructing the Most Competitive Production System</p> <p>Implement a highly competitive production system that will help secure a sustainable competitive advantage as the global No.1 company in the industry</p>	<p>Maximizing Management Efficiencies</p> <p>Reduce the company's energy footprint and minimize possible causes of pollution as a way to increase cost efficiency and live up to society's various expectations</p>
<p>Developing Market-leading Products and Technologies</p> <p>Continue R&D investments in the LCD business as well as in next-generation displays to secure the future growth engine</p>	<p>Building an Optimized Supply Chain</p> <p>Build mutually beneficial relationships with partners and expand CSR activities across the supply chain</p>	<p>Creating an Organizational Culture that Aims to be No. 1</p> <p>constructive organizational culture for not only the company and its members but also all of its stakeholders</p>

• Drivers of Sustainability Management Drivers in LG Display's Right People

Passion, Professionalism, Teamwork
Engage in continuous, open, and interactive communication with employees and local communities

Financial Performance

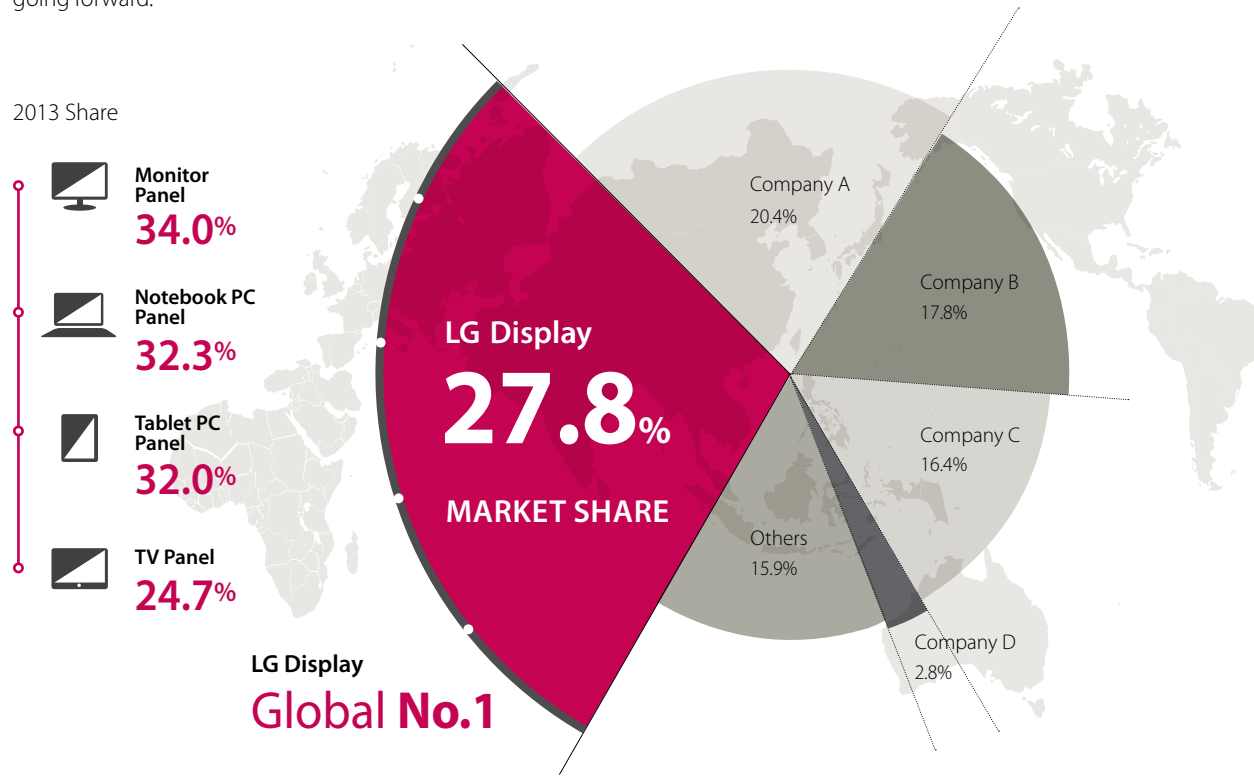
Business Area

Technological advances have eliminated the boundaries in the applications of display technology, enabling LG Display to develop new products and venture into various new markets ranging from mobile displays to commercial displays. LG Display is leading the LCD TV market with differentiated products such as super-sized displays, OLEDs, and UHDs, while steadily increasing the sale of premium products in the PC display market. Additionally, based on a solid customer base, it has diversified its market segments by expanding into the professional/industrial display and optical/medical equipment markets. Going forward, LG Display plans to accelerate its R&D efforts in order to explore the innovative display markets and secure next-generation technologies.



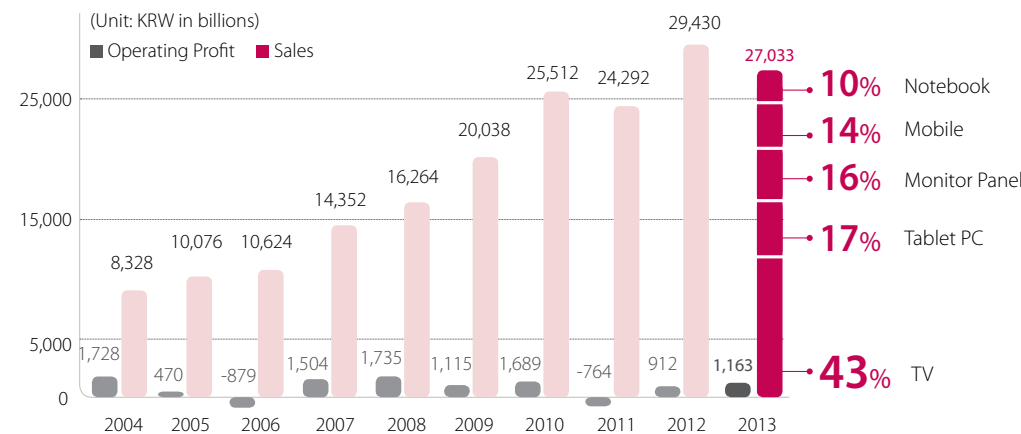
Market Share

According to statistics released by market watcher DisplaySearch at the end of 2013, LG Display stepped into the No. 1 position in the global large-sized LCD panel market with a market share of 27.8%. The data shows LG Display topping the global LCD market share in all major product segments, including TV (24.7%), laptop (32.3%), monitor (34.0%), and tablet PC (32.0%). Capitalizing on its market-leading position, the company plans to solidify and further strengthen its competitive advantage in the premium market going forward.



Annual Sales and Operating Profit

In 2013, LG Display recorded an annual sales of KRW 27 trillion, thereby joining the so-called "KRW 1 Trillion Operating Profit Club," a term referring to a group of companies whose operating profits surpass the KRW 1 trillion mark. The company continues to boast the highest level of operating profit in the industry this year, and will further strengthen its market leadership and business capabilities by proactively responding to the fast-changing global market landscape.



Manufacturing Facilities

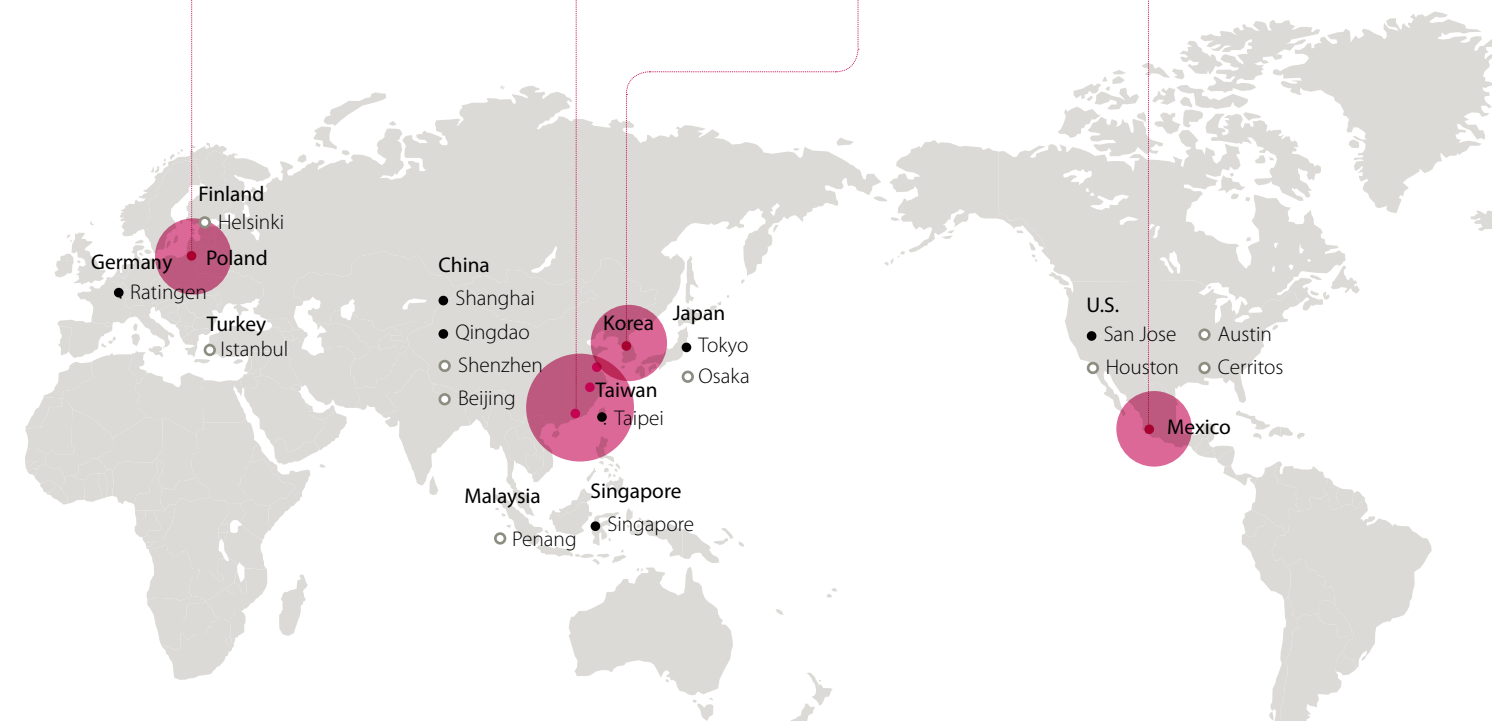
LG Display maximizes customer satisfaction through its strategy to localize production and supply. Besides its Gumi and Paju plants in Korea, the company currently operates seven display module plants in various locations including China, Europe, and South America, and will have a total of 12 panel plants in operation across the globe by 2014. It is also building a plant for the 8th generation LCD panel in Guangzhou to reinforce its competitiveness in China, the world's largest TV market.

Global Network

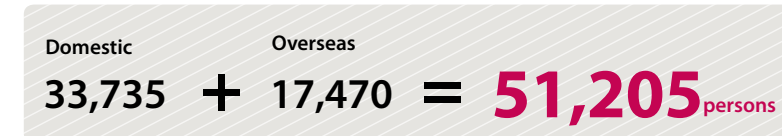
LG Display operates 23 manufacturing bases and sales subsidiaries/offices across the world. We deliver customer values by maximizing our contact channels with customers through our global network. At the same time, we lead the global market with technological excellence and talented resources, and also showcase leadership in terms of sustainability management as a global pioneer.

Manufacturing Bases (In 7 Locations)

Country	Poland	China	Korea	Mexico
City	Wroclaw	Nanjing, Guangzhou, Yantai	Gumi, Paju	Reynosa
Established	'07 Q1	'03 Q2, '07 Q4, '10 Q1	'95 Q1, '05 Q4	'12 Q1
Product	TV	All, TV/Monitor, Mobile	All, TV/Monitor	TV



Number of Employees Worldwide



- Sales Subsidiary 7 locations
- Sales Office 9 locations

Corporate Governance

Board of Directors

As of April 2014, LG Display's Board of Directors(BoD) is comprised of seven members-two inside directors, one non-standing director, and four outside directors. It also has three committees, namely, the Audit Committee, the Outside Director Candidates Recommendation(ODCR) Committee, and the Corporate Governance Committee.

BoD Members

Classification	Name (Gender) - Position
Inside Director	Sang Beom Han(Male) - Representative Director and CEO
	Sang Don Kim(Male) - LG Display CFO
Non-standing Director	Yu Sig Kang(Male) - BOD Chairman, Vice President of LG Economic Research Institute
Outside Director	Tae Sik Ahn(Male) - Professor, College of Business Administration, Seoul National University
	Jin Jang (Male) - Professor, Department of Information Display, Kyung Hee University
	Dong Il Kwon(Male) - Professor, Department of Materials Engineering, Seoul National University
	Joon Park (Male) - Professor, School of Laws, Seoul National University

Independence and Expertise of BoD

All four outside directors, including the Audit Committee members, meet the qualification requirements stipulated by the Commercial Law and other relevant laws and regulations. At LG Display, outside directors are appointed at the General Shareholders' Meeting after they are recommended by the ODCR Committee and then approved by the BoD. None of the outside directors engage in any transactions with the company, nor do they have any conflict of interest with it. Also, to ensure the BoD's efficient and rational decision-making process as well as its high level of expertise, outside directors are selected based on their expertise and experience in their respective fields such as business administration, law, corporate accounting, and engineering.

Outside Director Nomination Process



BoD Committees

LG Display has established efficient and transparent corporate governance through the BoD and its committees - the Audit Committee, the ODCR Committee, and the Corporate Governance Committee, which are tasked with improving corporate governance, recommending outside directors, and tackling various risks related to corporate management. The committees' major activities can be viewed at the Data Analysis, Retrieval, and Transfer (DART) System of the Financial Supervisory Service (<http://dart.fss.or.kr>).

BoD Committees

Committee	Composition	Objective & Activities
Audit Committee	3 Outside Directors	Monitoring overall business management and accounting and conducting internal audits
ODCR Committee	1 Non-standing Director & 2 Outside Directors	Examining and recommending outside director candidates for appointment
Corporate Governance Committee	2 Inside Directors	Deliberating on issues related to general management and financial affairs in order to enable the BoD to focus on more significant agendas and facilitate speedy business execution at management level

Committee Members

Classification	Name	Audit Committee	ODCR Committee	Corporate Governance Committee
Inside Directors	Sang Beom Han	•	•	✓
	Sang Don Kim	•	•	✓
Non-standing Director	Yu Sig Kang	•	✓	•
Outside Directors	Tae Sik Ahn	✓	✓	•
	Jin Jang	✓	•	•
	Dong Il Kwon	•	✓	•
	Joon Park	✓	•	•

Operation of BoD

Performance in 2013

- Eight BoD Meetings Convened**
- Meetings Held by Each Committee**
 - Six by the Audit Committee
 - Two by the ODCR Committee
 - Three by the Corporate Governance Committee
- 33 Items Tabled at the BoD for deliberation**

2013 Key BoD Agenda / In 2013, LG Display's BoD reviewed a total of 33 items, including the quarterly business performance reports, approval of the LG brand usage agreement, and approval of the OLED TV investment. We will ensure that the BoD continues to serve as a key decision-making body that reflects the opinions of our various stakeholder in the company's sustainability management.

BoD's Performance and Remuneration

The remuneration of the BoD and the company's management is commensurate with the results of reviews on mid- to long-term management objectives as well as performance assessments. The remuneration of directors is below the cap approved at the General Shareholder's Meeting. LG Display became the first business in Korea to disclose the remuneration of each of its registered directors whose total annual income exceeds KRW 500 million, as well as the specific criteria and calculation method thereof, in accordance with the 2013 amendment of the Financial Investment Services and Capital Markets Act.

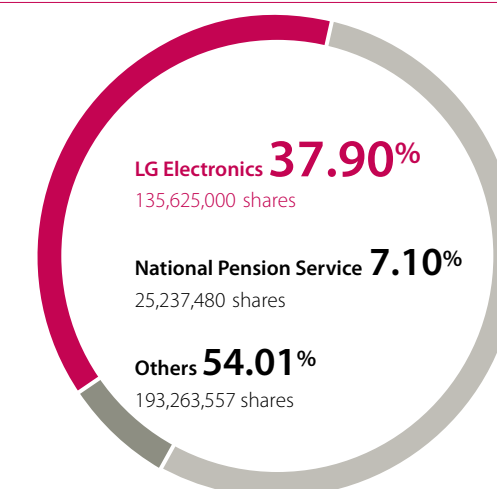
Total Remuneration of the BoD in 2013:
KRW **1,956** Million

Name	Position	Total Remuneration Paid	Category	Remarks	
Sang Beom Han	CEO	KRW 1,152 Million	Base Salary	KRW 945 Million	Base salaries and incentive compensation awarded in compliance with the company's HR policies for directors
Ho Young Jeong	Executive Vice President	KRW 542 Million	Base Salary	KRW 427 Million	
			Incentives	KRW 115 Million	

Shareholders

As of the end of 2013, LG Electronics owned 135,625,000 common shares (37.90%) of LG Display as its largest shareholder. Besides the largest shareholder, the stockholder with more than 5% of the company's voting stock is the National Pension Service, with 25,237,480 shares (7.10%). Also, Sang Beom Han, the CEO of the company, currently holds 4,204 common shares as an affiliated person. The minority shareholders holding 1/100 or less of the total issued stocks own 193,263,557 shares (54.01%) in total. LG Display briefs its shareholders on the business status of the company at the annual General Meeting of Shareholders, and faithfully abides by its obligation to disclose its financial data to the Financial Supervisory Service, sharing its quarterly, half-yearly, and annual business performance reports on its website. By doing so, LG Display aims to identify the various needs of its shareholders through diverse channels and live up to their expectations. For further information on share ownership, please refer to the "Report on the Filing of Changes in Ownership of Block Shares" in the Financial Supervisory Service's DART System (<http://dart.fss.or.kr>).

Share Ownership



Integrated Risk Management

Approach The rapidly changing business environment has led to the rise of various risks that can have significant impacts on business activities. To minimize or eliminate such latent risks, LG Display has established a risk management system that identifies financial and non-financial factors and is taking appropriate measures based on close collaboration between departments.

Greater Financial Stability

Financial risks are classified into credit risks, liquidity risks, market risks, and currency risks.

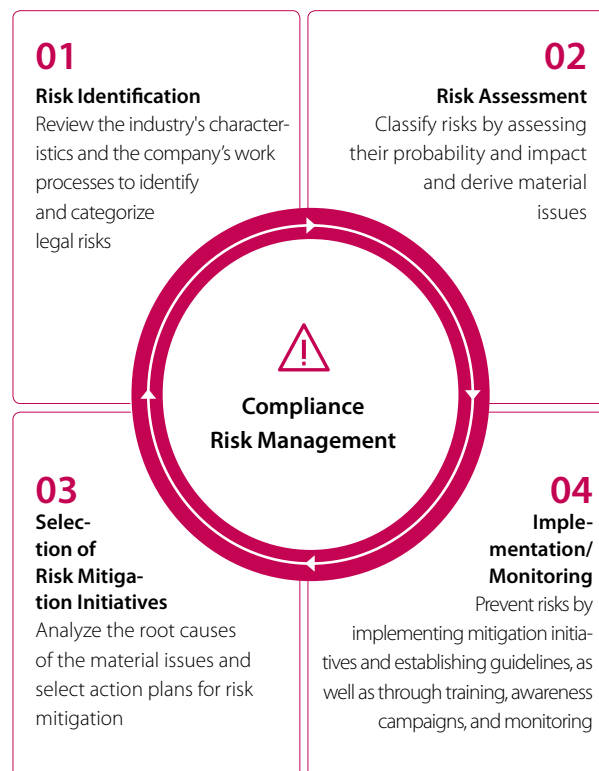
<p>Credit Risks Adjusting the credit limit of each client; deciding on means of risk mitigation(i.e., third-party guarantee, insurance or factoring) based on analysis</p>	<p>Currency Risks Hedging currency risks by using the same currencies for both sales and purchases; utilizing forward contracts for trades for maturities shorter than a year; managing risks by adjusting discount levels for foreign currency-denominated trade receivables</p>
<p>Liquidity Risks Financing through external loans or corporate bond issuance; opening lines of credit with commercial banks</p>	<p>Market Risks Maintaining market risk exposures within an acceptable level through the management of variable/fixed debt ratio</p>

Mitigation of Non-Financial Risks

LG Display has classified the non-financial risks that can impact its business operation into fair trade, HR/labor, intellectual property, information security, environment/safety, product quality, and general matters, and has established an integrated risk management system for each category to lay the groundwork for sustainability management.

The company plans to make non-financial risk management an integral part of all of its business activities by gradually expanding its management scope to include overseas subsidiaries. It has also established and distributed risk prevention guidelines throughout the company via various communication channels to ensure continuous and systematic risk prevention.

Compliance



Compliance Management System

LG Display's Compliance Management System (CMS) is comprised of two elements: ongoing management and ad-hoc management. As part of ongoing management, the company regularly conducts compliance checks on a selected number of relevant departments, depending on the materiality of their work and the need for such compliance management. In a compliance check, a self-assessment checklist by risk type is used and the assessment results of each department is cross-checked, thereby enabling voluntary compliance management within the integrated risk management framework. In parallel with such ongoing efforts, the Compliance Team conducts an audit on as-needed basis to address urgent issues that arise from internal and external changes. In 2013, we formed a Fair Trade Risk Prevention Task Force, carried out audits on our partner companies to prevent contracting-related risks and improve their management, and engaged in inspection and improvement activities to ensure the company's compliance with the Anti-bribery Act. The Compliance Team also handles cases of non-compliance received through surveys and hotlines and advises on other compliance-related queries.

Compliance at Overseas Subsidiaries

Ever since the launch of its Overseas Compliance Project in October 2009, LG Display has been managing compliance risks at its overseas subsidiaries through a variety of compliance initiatives such as monitoring legal regulations and government policies by country, addressing issues, and training compliance managers. Furthermore, to ensure compliance with the Foreign Corrupt Practices Act (FCPA) at its overseas subsidiaries, the company has implemented an advanced compliance system to detect and mitigate corruption risks by assessing the level of risk and corruption in a region as well as industry-specific risks. At the same time, it ensures continued risk prevention by offering training sessions on FCPA to relevant departments and providing guidelines. In 2014, the company plans to enhance its global risk prevention system by ensuring coherence in our compliance risk management efforts at the head office and overseas subsidiaries and setting up and operating an overseas subsidiary compliance council.

Raising Awareness on Compliance

LG Display provides a compliance guideline as well as training sessions aimed at raising its employees' awareness on compliance. The guideline consists of several sections divided according to each management segment, and is designed to provide guidance to employees in situations where they experience difficulties in making the right decision. Additionally, the company offers targeted compliance training programs for staff in different lines and positions (e.g. training for newcomers or managers at overseas subsidiaries). In 2013, we published and distributed the "Basic Guidebook for LG Display Employees," and have been conducting evaluations on their level of understanding on the major regulations that they must follow through on-line tests, thereby ensuring that all our employees are fully aware of such regulations. In 2014, we plan to adopt a code of conduct to define the basic principles of compliance and the standards of conduct expected of all our employees.

Ethics Management

Pledge of Jeong-Do Management Practice

Aiming to improve its code of ethics compliance as well as its practice of Jeong-Do Management, LG Display requires all employees and the heads of partner companies to sign the "Pledge of Jeong-do Management Practice" when they join the company, get promoted, get appointed to leadership positions, or become registered as a partner. By signing the pledge, which specifies what is required of each individual when practicing Jeong-Do Management, members can show their commitment to joining the company's Jeong-Do Management efforts and also strengthen mutual trust. The pledge can be submitted online, and all submitted pledges are managed at a company-wide level.

Leaders' Initiative in Reinforcing Ethics Management

To ensure transparency in transactions with partner companies and to minimize empty formalities and vanity at family events, executive vice presidents and other executive members in higher positions are taking the lead in promoting a simpler wedding culture. In addition, prior announcements on the family events of executive members are now limited to weddings and funerals, and are made only among the employees of LG Display. We have shared with all our partner companies the code of ethics that bans our employees from receiving any money, valuables, or gifts that are given by partner companies for special occasions. Employees who receive money, valuables, or gifts from partner companies are required to report them to the Compliance Team.

Money for Congratulations and Condolences from Stakeholders



Before	After
<ul style="list-style-type: none"> No duty to report if it is socially acceptable (total sum less than KRW50K): money, gift and flowers for congratulations and condolences Ban on informing interested parties of personal/family events: however, internal notification only is allowed. 	<ul style="list-style-type: none"> Complete ban on receiving/giving gift or money from/to interested parties: money, gift and flowers for congratulations and condolence Ban on informing interested parties of personal/family events: notification on a wedding in the family of an executive is not allowed (family condolences is allowed only within the company): Notification on family congratulations and condolences of employees is allowed

* Interested parties | Partners having or potentially having business relationship with the company, transaction line, sales branches, consultants, agents, intermediaries, banks, etc.

Online Whistleblower System

"Cyber Sinmungo," our online anonymous whistleblower system, receives reports on any violations of Jeong-Do Management from all stakeholders. The system helps LG Display renew attention to Jeong-Do Management by preventing bigger crises and problems in the future and fostering a zero-tolerance ethical culture. Reports can be submitted both online and offline, and the online system is readily accessible from the company's website and work portal.

Jeong-Do Management Training System

LG Display conducts training on Jeong-Do Management that is closely related to the positions and job functions of its em-

ployees, aiming to raise their awareness on Jeong-Do Management and to internalize the company's values and its Jeong-Do Management commitment in all business activities.

Target - Objective and Training
Office Workers - Establish an understanding of Jeong-Do Management
Engineers - Build the basic knowledge on Jeong-Do Management and ethical standards
Organization Leaders - Promote the culture of Jeong-Do Management and foster leaders
Departments with External Contacts - Enhance the sensitivity of teams that are exposed to high risks of corruption
Overseas Assignees - Enhance the Jeong-Do Management mindset and share matters that must be noted during overseas assignments

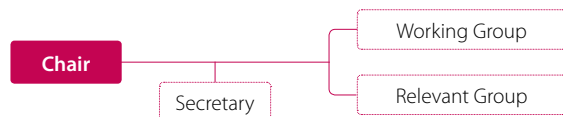
Information Security

Approach LG Display undertakes various activities to enhance information security and raise awareness, and intends to preemptively detect and block information leakage risks by implementing a stringent information management policy.

Security-first Culture

Security incidents are on the rise, as evidenced by the recent series of personal information leakage incidents caused by network hacking. Keenly aware of the serious ramifications of an information security breach, LG Display ensures secure management of various information that, if misused, can have direct impact on the company's business operation, such as core national technologies, confidential business information, corporate client information, staff personal information, and partner information. LG Display is also fully compliant with the relevant laws and regulations, including the Industrial Technology Drain Prevention Act and the Personal Information Protection Act.

Corporate Information Security Council



Targets of Information Security Management

Category - Description
Core National Technology - As stated in Article 9 of the Industrial Technology Drain Prevention Act, technologies for the design, processing, production, and operation of TFT-LCD panels beyond the 7th generation (1870x2200mm) (excluding the processing technology for module assembly), as well as technologies for the design, processing, and production of AMOLED panels (excluding the processing technology for module assembly)
Confidential Business Information - In accordance with the Unfair Competition Prevention and Trade Secret Protection Act, any information that is not publicly known and has independent economic value, such as technical or business information on production, sales, and other promotional activities, whose confidentiality has been maintained with considerable efforts
Corporate Client Information - Product-related information protected by the NDA, including specifications, pilot products, images, prices, and production information
Personal Information - Personally identifiable information stipulated by the Personal Information Protection Act, such as personal identifiers, contact information, sensitive information, and visual information
Partner Company Information - Technologies shared by partner companies and information on their businesses

Information Security Management System

We formulated company-wide security strategies and policies in line with our business, and are operating the Corporate Information Security Council as part of our efforts to raise security awareness among employees and strengthen our ability to further enhance security. The Council meets on a quarterly basis primarily to identify and share security-related best practices by business function and to provide feedback on management decisions related to information security.

Information Security Awareness-raising

Information Training for Employees | LG Display offers training courses on information security that are tailored to the trainees' positions and business functions to help them fully understand the laws related to information security as well as the company's internal policies. In addition, we launched various information security initiatives to share the latest security issues and promote information protection at work.

Information Security Training & Awareness-raising Initiatives

Category - Security Training		
Regular Courses	Ad-hoc Courses	Security Training for Key Functions
- Importance of information security highlighted by discussions on information leakage cases	- Information Security Awareness-raising	- Personal Information Protection Act and actual leakage incidents
- Internal information security policies and processes	- Personal information protection policies and matters requiring attention	- Personal information protection criteria and processes
- Personal Information Protection Standards and Process	- Important security matters requiring attention by target	- Guideline for personal information protection
Category - Awareness-raising Initiatives		
Security-themed cartoons	Information Security Notice	Clean Day Campaign
- Security policies applied in day-to-day work	- Announcements on security matters related to work	- HDD/cell phone replacement for executives
- Latest security issue updates	- Announcements on company-wide security policies and their contents	



Security Cartoon

Three-strike Security Policy

As part of our efforts to protect critical information from various threats and renew our focus on security incident prevention, we have introduced the "Three-strike Security" policy. Applied to all LG Display employees, the policy tracks the security non-compliance record of individual employees, with three strikes in a year resulting in disciplinary actions as per the company's disciplinary policy. There are seven behaviors as shown below that constitute a security violation and thus are considered a strike. However, a severe security breach, including information leakage to a competitor, is subject to disciplinary actions regardless of this three-strike policy.

Behaviors Subject to the Three-strike Security Policy

- Violation of office security rules
- Violation of rules on sending work e-mails to an external email address
- Violation of rules on personal information distribution and transfer
- Leakage via the internet
- Use of unauthorized storage media
- Activities that cause an overhead in the company's IT systems
- Severe security breaches and violations construed as non-compliance of security policies



Security Training for Partner Companies

LG Display offers training on information security for employees of on-site partners (LG CNS and parts/equipment/materials/facilities partners) and the CEOs of on-site and off-site partners. With partners joining in our efforts for information security, we can better protect the information generated or acquired in the process of collaboration.



Security Training for Partners

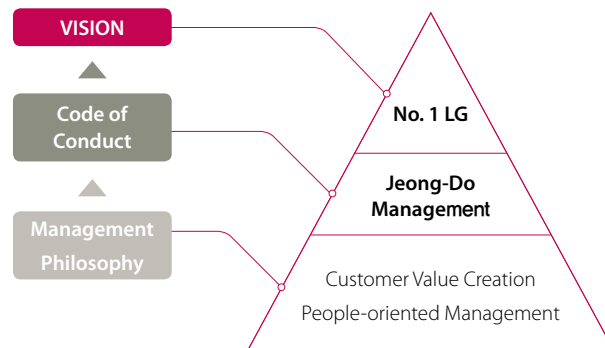
Sustainability Management Scheme

Approach LG Display has put in place a sustainability management implementation system to fulfill its duties as a responsible corporate citizen in the global community and to accommodate the needs of various stakeholders. Our top management will remain committed to sustainability management and enable LG Display to introduce a better world.

LG Way

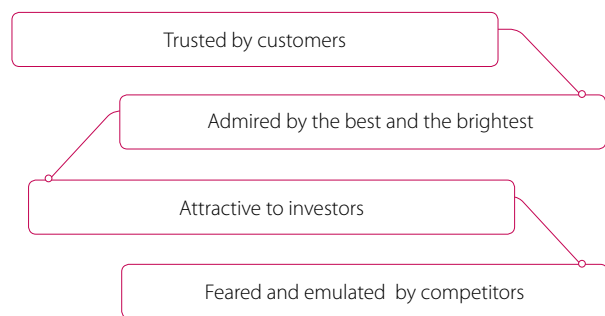
The "LG Way" is a guiding principle of every LG employee's thoughts and behaviors. At the same time, it is our unique belief in attaining the vision of becoming "No. 1 LG" through "Jeong-do Management" that is rooted in "Customer Value Creation" and "People-oriented Management."

LG Way



"Vision / No. 1 LG"

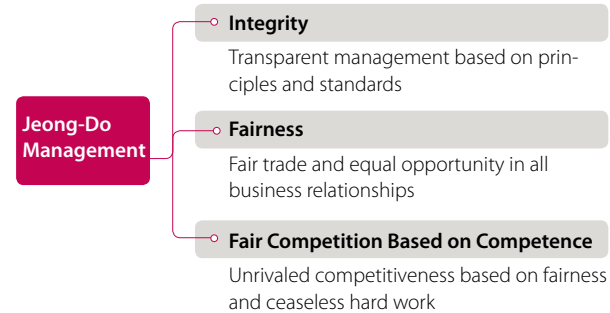
"No. 1 LG" is the ultimate goal that all LG businesses strive to achieve. It shows our commitment to provide our customers and investors with unrivaled value and thus become a dominant leader in the global market, based on the market's trust as well as the admiration from the best and the brightest.



Code of Conduct / Jeong-Do Management

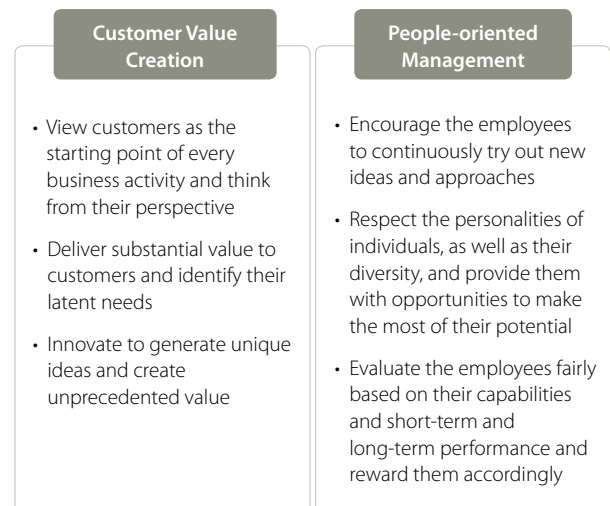
Jeong-Do Management is LG's unique code of conduct that involves competing fairly and producing good results with integrity by continuously strengthening our fundamentals. Based on this unique application of ethics management, we strive to gain the complete trust of our customers and achieve sustainable growth.

Jeong-Do Management



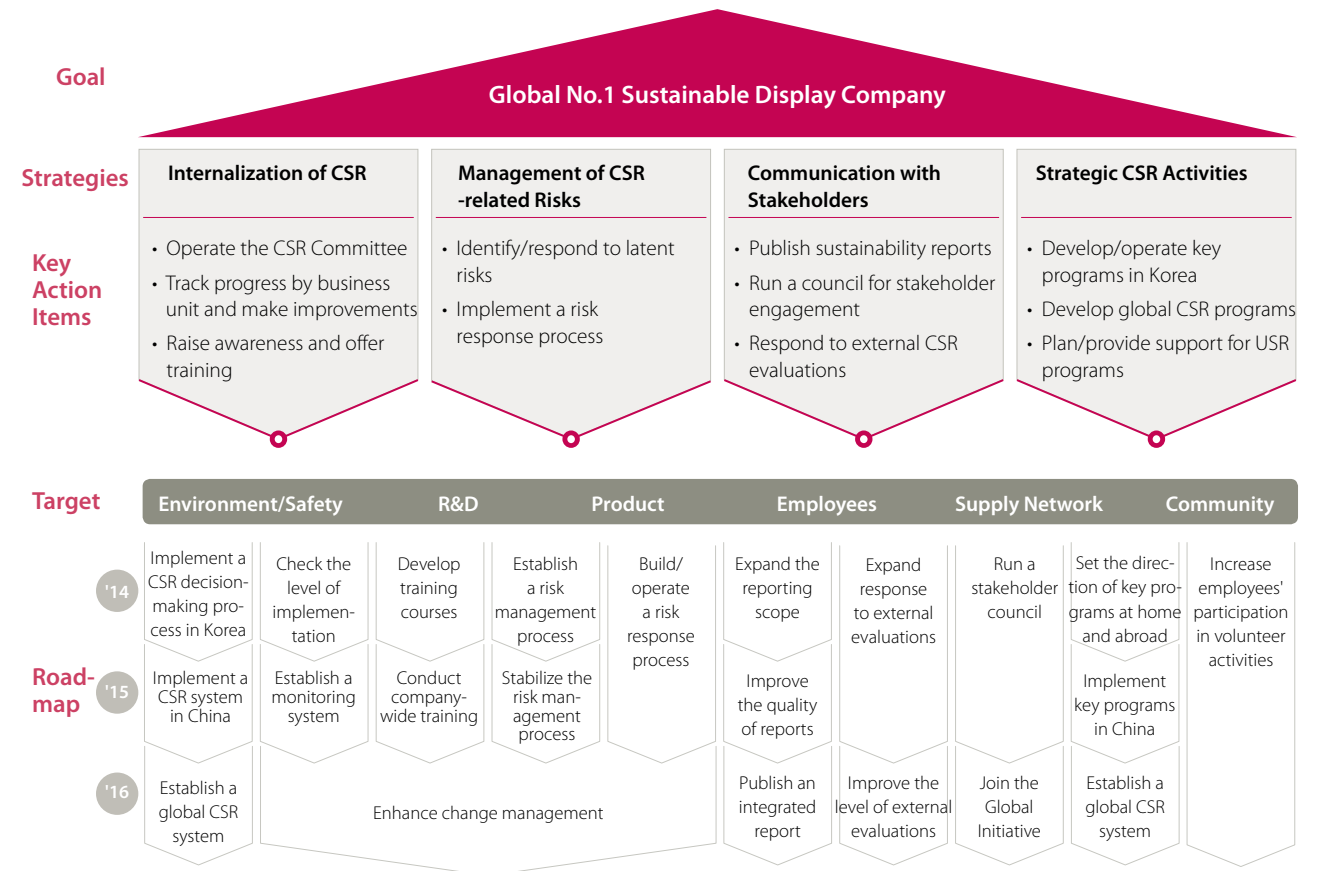
Management Philosophy

Our management philosophy, the origin of which can be traced back to the foundation of the company, has been perfected through decades of experience and serves as our unique management principle and the very reason of our existence.



Sustainability Management Vision and Strategy

Striving to implement sustainability management in a more systematic manner, LG Display established its vision to "gain a competitive edge and contribute to sustainable growth through systematic CSR activities" and has devised a set of strategies and key action items to realize it.



Sustainability Management Organization

In 2013, LG Display launched its CSR Steering Committee to ensure centralized and systematic CSR activities at the corporate level. Reporting directly to the CEO, the committee identifies various issues associated with corporate management, establishes strategies and directions, and tracks progress and issues throughout the process. It also reviews our sustainability reports to make sure they cover all material aspects and endorses their publication.



LG Display's Sustainability Leadership

“



Dong Su Kim, Head of Purchasing Group

LG Display has been striving to achieve mutual growth and co-prosperity with its partners since 2007. In our view, achieving such co-prosperity isn't just about providing technical, training, or financial support; for LG Display, it involves helping our partners achieve "autonomous growth." We provide them with support that is aimed at helping them build their own global competitiveness. In the case of overseas partners, in particular, we recommend that they gradually lower their dependence on LG Display and help them acquire their own competitiveness. Going forward, we will continue our endeavors to reinforce the competitive edge of our partner companies.



Jin Hyo Lee, Head of Domestic Legal Affairs/Compliance Support

LG Display's concept of CSR encompasses not just the stockholders but also its other stakeholders. Given the characteristics of the manufacturing industry, it is also built on the observance of environmental regulations and industrial safety requirements throughout the entire manufacturing process. By fully complying with the relevant laws, LG Display will continue to satisfy its many stakeholders including the customers, shareholders, partner companies, and local communities, while also abiding by the industry-specific regulations to upgrade its corporate value and contribute to the growth of society.



Jin Ha Kim, Head of Industrial Safety

Since the hydrofluoric acid accident that took place in Gumi in 2012, we have implemented a complete overhaul of our related organizations with a sharper focus on industrial safety and health management. We have also established and implemented an industrial safety and health system that allows us to take preemptive measures instead of merely stopping at complying with the law. LG Display spares no cost when it comes to investing in facilities to build safe worksites, and also strives to promote a culture of safety by enhancing the employees' awareness on industrial safety and health. Driven by the belief that such culture is realized through the everyday habits of our employees, we have launched or plan to launch various initiatives, including the operation of a Safety School and Safety Experience Center and the implementation of risk evaluations. We will continue to do our utmost to foster a culture of safety to establish safe worksites.



Yeong Cheol Shin, Head of Labor-Management Relations

Driven by the philosophy of "Value Creation for Customers" and "Human-oriented Management," LG Display places top priority on the labor rights and human rights of its employees. It strives to develop a cooperative labor-management relationship with the union based on mutual trust, operates the Fresh Board for office workers, and reinforces communication and trust with its members through the quarterly meetings of the Labor-management Council and the Corporate FB Council. The employees' demands related to their labor rights and human rights as stipulated by EICC and the ILO Conventions are demands that must be met without question. We have established regulations that ban forced labor, discrimination, and child labor and promote human treatment and the freedom of association. These regulations are fully observed at all domestic and overseas worksites, and the company also conducts self-monitoring to ensure compliance. In the future, LG Display will step up its efforts to protect the rights of not just its own employees but also those of its partner companies.



Taek Yong Nam, Head of Environmental Technology of Paju Plant

Operating eco-friendly plants and preserving the environment in local communities are LG Display's top priorities in tackling climate change. We view the GHG & Energy Target Management System not as a regulation that must be dealt with but as an opportunity to generate profit. Instead of just complying with the regulations with minimum cost, we are driven to launch active initiatives that can help us actually generate profit through such regulations. Both the "Power Saving 1520" Campaign and the company's efforts to reduce process-related energy consumption are profit-making activities that are much more than a mere response to government policies. We firmly believe that these endeavors will lay a foundation for the operation of eco-friendly plants, which would in turn help us contribute to building eco-friendly communities.

”



Sang Baek Lee, Head of HR

As can be seen in its Charter of Talent, LG Display unearths talented individuals, places them in suitable positions, and strives to enhance their abilities and aptitude through improved benefit packages, respect for diversity, a ban on discrimination, and other initiatives. All these efforts are a manifestation of our commitment to fostering global talents. We are especially focused on fostering female talents, and are doing our best to nurture female managers in-house by preventing career disruption of our female employees caused by pregnancies and childbirth.

Stakeholder Engagement

We broadly define our stakeholders into five groups: shareholders and investors, clients, employees, partner companies, and local communities. Through various communication channels that are established on a regular basis, we listen to the voices of our stakeholders on the company's long-term direction for sustainability management. This report presents LG Display's business activities and achievements in 2013, reflecting the suggestions and opinions of stakeholders.

Shareholders and Investors

Communication Channels

- IR Presentations
- Shareholder Meetings
- Disclosure
- Domestic/Overseas Trade Fairs

Expectations Shareholders and investors value the generation of sustainable profit that is underpinned by long-term growth. Their demand for fair distribution of the generated profit and transparent disclosure is also increasing.

LG Display's Response We will maintain the market leadership and increase sales through our investment in advanced technologies. We are also continuing our efforts to ensure transparent disclosure of our business operations, disclosing the remuneration of executives as mandated under the amended Financial Investment Services and Capital Markets Act.

Employees

Communication Channels

- Fresh Board
- Online Grievance Committee
- Labor-management Council
- Industrial Safety and Health Committee
- Publication(magazine:D)
- Newsletter

Expectations Employees want an efficient and smart working style to take root so that they can enjoy work while developing their capabilities. They also demand the right to participate in the overall management of the company through a win-win industrial relationship, as well as the right to work in a safe and healthy environment.

LG Display's Response LG Display offers various benefit programs to ensure that its employees and their families lead healthy and prosperous lives, and also takes care of their health by providing free medical checkups and operating the Well-being Room. We will also actively utilize Idea Bank and other channels through which we can receive various ideas on the company's management.



Partner Companies

Communication Channels

- Partner Company Meetings
- Management Consultation Center
- Online Whistleblower System

Expectations Partner companies expect from LG Display various training programs and management support that can help them further enhance their capabilities and solidify their stability. They also hope to enjoy a fair share of LG Display's achievements to which they have contributed.

LG Display's Response To achieve shared growth, we fully support our partner companies through the Management Doctor System and also provide support for green management. At the same time, we maximize the value of shared growth through performance sharing with partners.

Customers

Communication Channels

- Top Management Meeting
- CS surveys
- Sales activities by business units
- CS Service Center

Expectations Customers call on the company to boost its R&D capabilities and deliver products with enhanced quality and stability. Customers also expect the company to establish a communication channel that offers product specifications as well as information on its sustainability management activities.

LG Display's Response We have made continued R&D investments so as to offer products that maximize customer satisfaction. Also, as part of our efforts to better deliver product information to our customers, we have obtained various labels and certifications and met product-related standards such as EICC. We will continue to gather your opinions/suggestions through a regular consultation body by business unit and incorporate them into our management activities for improvement.

Local Communities

Communication Channels

- CSR website
- Company Love Center at the Gumi Plant
- Paju Village Foremen Council

Expectations Local communities expect LG Display, as global No.1 display maker, to launch strategic social responsibility activities and investments that meet their various needs. Communities also want the company to engage in CSR activities that are tailored to the local characteristics of the regions where its overseas subsidiaries operate.

LG Display's Response LG Display has been engaged in the IT power plant program as well as blindness prevention activities. In the future we plan to establish the overall direction of our CSR activities, based on which we will systematically expand our volunteer programs, USR activities, and social welfare activities in Korea.

Key Aspects of Sustainability Management in 2013

Maximizing our corporate value from a mid- to long-term perspective is just as important a management goal for LG Display as creating short-term economic values. With this belief, we are managing two key performance indicators per stakeholder group so that we can easily see what we have achieved and where we stand in terms of our sustainability management. Our goal is to prepare for integrated reporting, a new trend in corporate disclosure, by covering both financial and non-financial information in this report.

	Sales (KRW hundred million)	294,297 2012	270,330 ▼ 2013	Global Market Share (%)	28.4 2012	27.8 ▼ 2013
	R&D Expenditure to Sales (%)	4.7 2012	6.2 ▲ 2013	No. of Patents	19,713 2012	23,819 ▲ 2013
	Waste Recycled (ton)	137,186 2012	129,023 ▼ 2013	Effluent Reused (kiloton)	92,007 2012	97,139 ▲ 2013
	Total Training Hours (ten thousand hours)	128 2012	145 ▲ 2013	Local Recruitment (%)	96.9 2012	96.9 ▬ 2013
	Financial Support for Partners (KRW hundred million)	323 2012	2,040 ▲ 2013	No. of Trainees(Cumulative) (persons)	5,627 2012	7,508 ▲ 2013
	No. of Participants in Volunteer Activities (persons)	25,465 2012	28,198 ▲ 2013	Cumulative Participants in "Chorong-e Eye Care Class" (persons)	18,597 2012	25,108 ▲ 2013

Materiality Assessment Process

In this sustainability report, LG Display encompasses the material issues selected as per the Materiality Decision Process of GRI Guidelines 4.0 to deal with the most pressing concerns of stakeholders as well as issues with significant economic, environmental, and social impact on the company.

STEP 1 Identification

Identifying Relevant Topics

LG Display discovered topics of primary importance to the company and its stakeholders, and created a pool of topics that may be important for reflecting the organization's relevant economic, environmental, and social impacts or that may influence the assessments and decisions of stakeholders.

STEP 2 Prioritization

To perform a quantitative assessment of the identified issues, LG Display assigned weighted values to each area of Step 1 to derive issues in consideration the significance of their economic, environmental, and social impacts or their substantive influence on the assessments and decisions of stakeholders. The material aspects to report were selected by combining the material issues identified with Material Aspect Indicators of GRI G4.

Materiality Assessment Criteria

"Significance of the organization's economic, environmental, and social impacts", "Influence on stakeholder assessments and decisions"

STEP 4 Review

LG Display reviewed the trend in the sustainability issues by comparing the material issues derived this year against those derived in the previous reporting period. The result shows that all the issues that were considered material in 2012, except for the issues of biodiversity and global initiative, were included in the reporting scope this year.

Sustainability
Stakeholder Inclusiveness

STEP 3 Materiality Test

The material issues and aspects identified in the previous steps were endorsed by the CSR Committee, the highest decision-making body related to sustainability management, and then reflected in this report. In the case of the issue of conflict minerals, we decided to report it as a material issue following the suggestions of the CSR Committee and the working groups, despite its low priority from the Materiality Test. And by disclosing our management approach to each material aspect in this report, we aimed to convey the company's sustainability management philosophy.

Validation Criteria

Scope The range of aspects covered in the report
Aspect Boundaries Description of where the impacts occur for each material aspect
Time Completeness of selected information with respect to the reporting period

Topic → Aspect → Disclosure on Management Approach(DMA) + Indicator

Media Research

Media analysis to identify the roles LG Display plays and the impacts it is under from economic, environmental, and social perspectives

Industrial Trend Analysis

Analysis of industry-specific issues through various channels (media, academia, and columns)

Benchmarking

Analysis of major sustainability issues of competitors at home and abroad

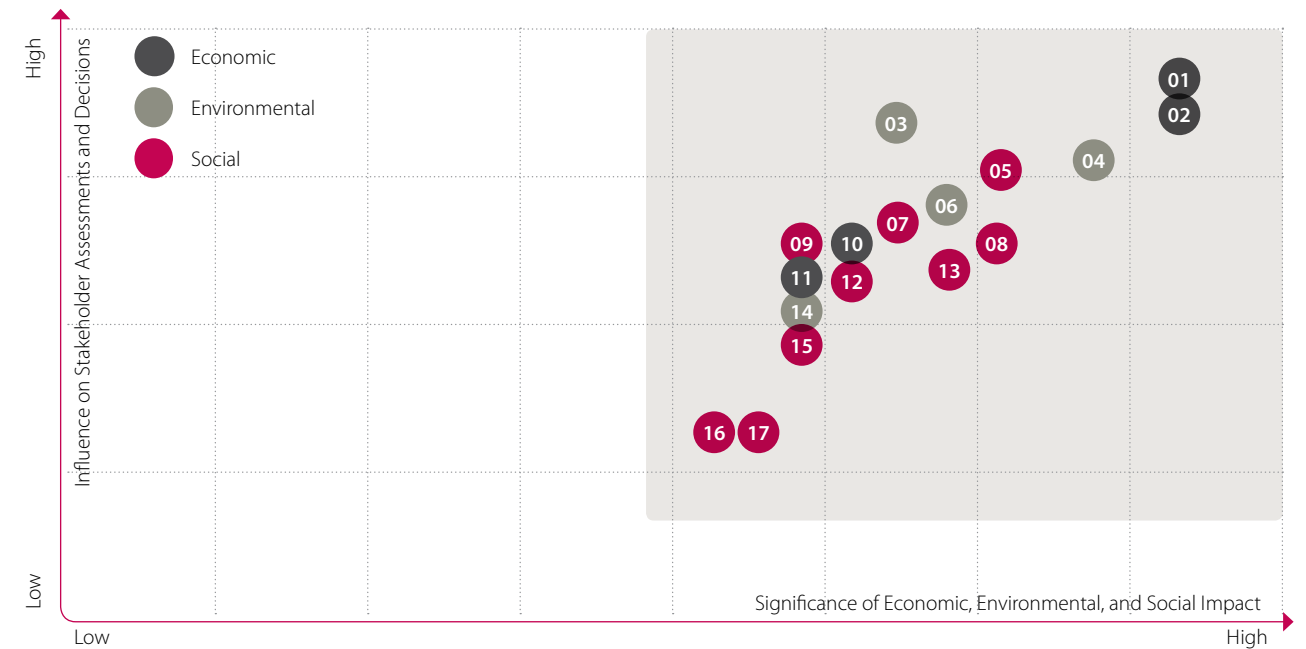
Analysis of Global Guideline Requirements

Analysis of global guidelines(e.g., GRI G4, DJSI, ISO 26000), as well as location or industry-specific guidelines(e.g., CASS 3.0, EICC) for reports on the Chinese subsidiaries

Stakeholder Feedback

Different means of engagement with internal and external stakeholders such as surveys and face-to-face and questionnaire-based interviews

Visual Representation of Prioritized Material Aspects



Priority	Material Issues	Mapped to GRI G4 Categories and Aspects	Priority	Material Issues	Mapped to GRI G4 Categories and Aspects
01	Greater Financial Stability	(Economic)Economic Performance - Sustainable Management	10	Sustainability Management System	(Economic) Governance - Sustainability Management
02	Product Development and Innovation	(Economic)Market Presence - Products	11	Risk Response Capacity Enhancement	(Economic) Strategy and Analysis - Sustainability Management
03	Response to Climate Change	(Environmental)Energy - Environment	12	Customer Satisfaction Improvement	(Social - Product Responsibility) Product and Service Labeling - Products
04	Eco-friendly Management System	(Environmental)General - Environment	13	Fair Trade	(Social - Society)Anti-competitive Practices - Supply Network
05	Shared Growth	Supply Network	14	Eco-friendly Product Development	(Environmental)Products and Services - Products
06	Hazardous Materials Management	(Environmental)Effluents and Waste - Environment	15	Employee Safety & Health	(Social - Labor Practices and Decent Work)Occupational Health and Safety - Employees
07	Workforce Diversity & Capacity Building	(Social - Labor Practices and Decent Work)Diversity and Equal Opportunity - Employees	16	Contribution to Local Community Development	(Social - Society)Local Communities - Local Communities
08	Social Responsibility (at home and abroad)	(Social)Local Communities - Local Communities	17	Thorough Quality Assurance	(Social - Product Responsibility) Product and Service Labeling - Products
09	Employee Benefits & Work-Life Balance	(Social - Labor Practices and Decent Work)Employment - Employees			

02

Corporate Social Responsibility



Products 28

Environment 33

Employees 38

Supply Network 44

Local Communities 48

Products

LG Display creates "Global No. 1" values for its customers through continuous innovation. We will keep focusing on developing eco-friendly products for our customers by considering the environmental impacts that arise not just during the production phase but also throughout the lifecycle of our products.



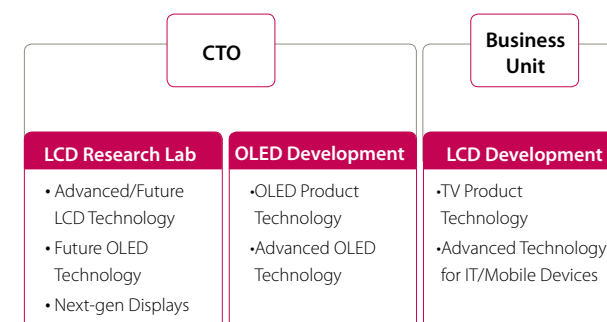
Product Development and Innovation

Approach At a time when the global economy is undergoing a slow recovery and competitors are expending ever-increasing amounts on R&D, product development and innovation is a top priority for LG Display in order to prevent the risk of oversupply in the market and to solidify its position as the market leader. LG Display will ceaselessly improve its product competitiveness based on continued focus on R&D.

Core R&D Structure

The R&D structure of LG Display is made up of the CTO and respective business units. The CTO is in charge of conducting researches on future LCD/OLED technologies and next-generation displays, while the business units and the Product Development Team under the CTO organization are tasked with the actual development of LCD/OLED-based TVs and technology products for IT and mobile devices. All display technology researches conducted at LG Display are guided by three tenets: Reality, Ambience, and Intelligence. These tenets are also applied when each business unit identifies customer needs and develop technologies that deliver innovative customer value.

R&D Structure



R&D Investment

We are investing more in R&D as a strategic move to maintain our market leadership. Ever since 2010, we have been expanding our R&D expenditure, which accounted for 4.4%, 5.4%, and 4.7% of our annual sales in 2010, 2011, and 2012, respectively. In 2013, we invested KRW 1,674,780 in R&D activities and plan to further promote R&D investments to proactively respond to the developments in the market.

Expansion of Research Fellow/Expert Advisor Program

In 2013 LG Display expanded its fellowship program that has been in place since 2009 to appoint research fellows and expert advisors with the purpose of nurturing core technology talent. The program rewards those who, with excellent research outcomes and competence, made great contribution to securing source technology and thus improved the company's business performance, by providing them with an executive-level treatment. This year we selected 7 employees, all FRP 3D and OLED panel experts, in recognition of their significant contribution to helping the company launch its products ahead of market competitors. The program, on which a total of 27 experts are listed, helps the company focus on developing technologies and securing business competitiveness.

Core R&D Projects

From high-definition, wide-viewing angle monitors and low-power laptop displays to thin, high-definition, bezel-free, ultra-light TVs and commercial displays, LG Display continues to research into and develop new technologies to launch innovative products with differentiated designs and improved performance. The company's continued R&D efforts to differentiate its products in terms of resolution, power consumption, and design is the key driver that enables it to lead the display market not just in the mid- and large-format display segments but also for small gadgets, such as smartphones. Refusing to be complacent about its position, however, LG Display keeps focusing on future technology development, such as OLED TVs, plastic OLEDs, transparent flexible displays, and next-generation displays, in order to deliver on its promise of pioneering new markets and technologies and creating innovative values for customers and the industry.

Future-oriented Technologies



OLED TV

LG Utilizing its unique WRGB OLED technology, LG Display started mass-producing 55-inch OLED TV displays in January 2013 for the first time in the world. It also succeeded in producing the world's first curved OLED TV displays and completed the development of curved ultra high definition (UHD) OLED TV displays. Going forward, LG Display will lead the OLED TV market by securing technologies for super large format, UHD, and unique designs based on its technological excellence.

Plastic OLED

In 2013, LG Display started the production of curved smartphone displays for which the plastic OLED technology was adopted. Plastic displays, compared to glass-based displays, have several advantages: they are more durable, lighter, and bendable. The company plans to adopt plastic panels, given the materials' characteristics, for future displays, such as flexible displays and wearable displays.



Transparent, Flexible Display

Transparent display is a future technology that shows graphics on a transparent screen. When combined with flexibility, the display can realize a true future-oriented display that is depicted only in sci-fi movies. Continuing researches to develop transparent/flexible UHD displays with a super scale format, LG Display is preparing to usher in a better future.

Next-generation Display

LG Display is conducting researches into next-gen displays that will allow customers to enjoy more vivid and accurate resolutions. Its current research portfolio includes improving displays by using new materials such as quantum dot and grapheme and developing "holographic" 3D displays that don't require special glasses. LG Display will continue working on next-gen display development to give users a greater sense of immersion.



Best Products in 2013



84-inch UHD Public Display Panel | A product that won the "Best Picture Quality Award" at the China Digital TV Development Forum in July 2013, the 84-inch UHD public display panel boasts four times the resolution of the existing full HD, and is expected to lead the large-scale public display market.

Curved OLED TV Panel | We launched a curved OLED panel product which weighs only one fifth the weight of a conventional LCD and is thinner than a smartphone. Thanks to the curved design that provides users with a sense of immersion and a better viewing experience, the curved OLED panel was received favorably at the 2013 CES, and is viewed as a key product in the premium TV market.

Full HD LCD Panel for Smartphone | LG Display introduced the world's slimmest 5.2-inch smartphone panel with the thinnest-ever bezel-to-bezel width. It features better luminance and color range compared to the previous smartphone full HD LCDs, and its excellent resolution, brightness, and contrast ratio were proven in a test. The full HD LCD panel is expected to improve the portability and performance of smartphones.



Flexible OLED Panel for Smartphones | LG Display became the first company in the world to successfully launch a 6-inch OLED panel that bends into a banana-like shape. The product adopts plastic substrates instead of glass, and demonstrates LG Display's technological prowess once again.



Full HD LCD Panel for Smartphones | LG Display introduced the world's slimmest 5.2-inch smartphone panel with the thinnest-ever bezel-to-bezel width. It features better luminance and color range compared to the previous smartphone full HD LCDs, and its excellent resolution, brightness, and contrast ratio were proven in a test. The full HD LCD panel is expected to improve the portability and performance of smartphones.



Eco-friendly Products

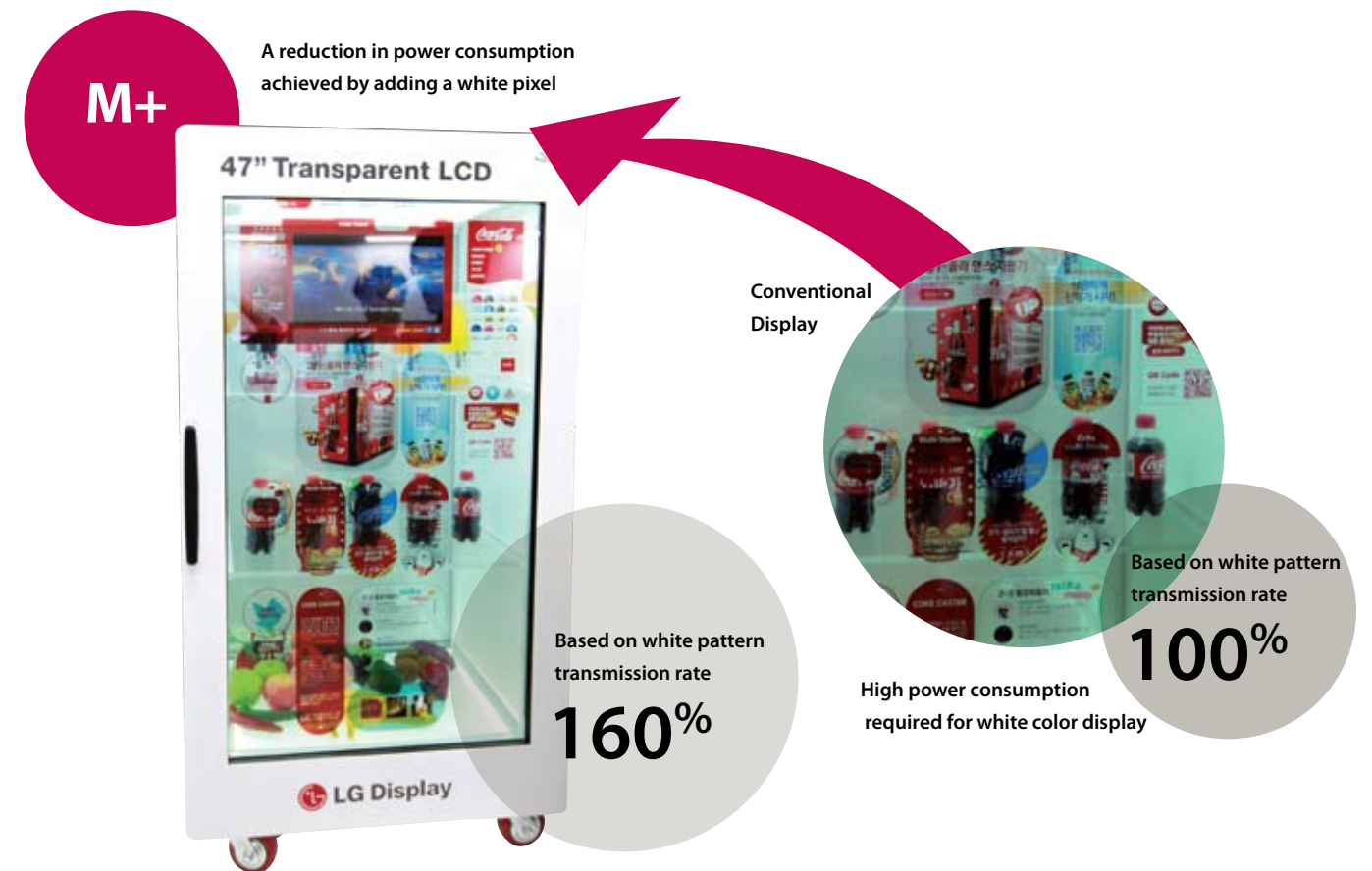
Approach Environmental considerations are incorporated into LG Display's entire production process, from the procurement of raw materials to production and packaging. In addition, we develop energy-saving, low-power products and other eco-friendly products to help customers reduce their energy footprint. Acknowledging the importance of green product development and production in improving customer satisfaction, we will continue to channel our energy into such efforts.

Low-power, Eco-friendly M+ Technology

Short for Green Plus, M+ expresses our aspiration, which is to provide the world's best green products using low-power, eco-friendly technologies. This M+ technology involves adding a white(W) pixel to the conventional Red-Green-Blue(RGB) pixel structure, which addresses the high power consumption required to display the white color. A M+ panel uses transparent filters, which allows light to pass through and thus enhances the transmission rate by about 60% compared to general RGB displays and improves brightness. Meanwhile, it reduces power consumption by approximately 30%(when a standard

video used for power consumption measurement is played). M+ -embedded displays, even with lower power consumption than general displays, feature excellent image quality, with its VESA compliance certified by China's 4th Research Institute and Intertek, a global testing lab.

Going forward, we aim to increase our UHD market share by focusing on products adopting M+ technology, and also expand the M+ product portfolio in phases. We will continue to innovate our products and technologies so as to deliver more diverse eco-friendly products that are not just limited to TV panels.



Quality Management

Approach We at LG Display fully understand that we can deliver greater customer satisfaction through quality management. Our competitiveness stems not just from reflecting the needs of customers but also from delivering the highest product quality that pleases and satisfies every customer. That is why we have implemented a quality management system that covers the end-to-end process from development and production to sale.

Quality Management Strategy

LG Display strives to achieve zero defects based on two strategies: "Concurrent response throughout the process" and "complete quality control during production."

Quality Management Strategy



plete quality control during production." The latter means that quality must be built in during the manufacturing phase, and that going by the book in all the work we perform leads to zero defects. Guided by such strategies, LG Display continues its efforts to guarantee the best quality for its customers.

Six Sigma, LG Display's Efforts for Quality Improvement

Six Sigma System Implementation | Aiming to enhance customer satisfaction through enhanced product quality, LG Display implemented the Six Sigma System in March 2013 throughout the organization. Currently, 29.6% of the employees have a Six Sigma belt. To achieve our goal of increasing the Six Sigma belt coverage to 100% by 2016, we plan to apply the Six Sigma methodology to the actions on the Technology Development Roadmap(TDR) in 2014.

Six Sigma Belts

Belt Type	MBB	BB	GB	Total
Employees with Belt	94	1,287	8,807	10,188
In percentage	0.3%	3.7%	25.6%	29.6%

its contribution to the Chinese TV industry. The award, which came after the new UHD display passed a rigorous digital TV standard conformity testing commissioned by the China Electronics Chamber of Commerce, was all the more meaningful in that it followed the "Innovation Technology Award" from the previous year.

Greater Customer Satisfaction

Approach Given the nature of the manufacturing industry, customer satisfaction is a top priority for any business and a deciding factor of a company's value. LG Display continuously reinvents itself through technology development and product quality improvement for greater customer satisfaction.

A Case Study on Customer Satisfaction

Winning over Chinese Customers with the Best Technology in 2013 | LG Display won the "Best Picture Quality Technology Award" at the China Digital TV Development Forum in 2013 in recognition of its 84-inch UHD display development as well as

Environment

LG Display practices green management on diverse fronts, such as energy savings and treatment of hazardous materials and effluents. The company will step up its green management efforts to proactively respond to climate change and other various environmental crises.



Response to Climate Change

Approach To proactively respond to climate change and make timely investments to tackle this global issue, we have classified risks and opportunities into three groups--regulatory, physical, and others--and are making efforts to create value by turning the identified risks into opportunities.

Climate Change Risks and Response

Category	Item	Risks/Opportunities	Materiality	Response
Risks	Regulatory	GHG & Energy Target Management System	Fine	• Invest in facilities for GHG emissions reduction and energy savings
		Emission Trading Scheme	Penalty surcharge	• Track GHG emissions and monitor the trend
		Energy Star certification	Increased research expenses	• Receive a third-party audit on GHG emissions from domestic worksite
Physical		Unusual temperature patterns	Increased facility operating costs	• Conduct R&D to develop low-power products and enhance product performance
		Changes in average precipitation	Undermined/disrupted production capacity	• Discover energy-saving items, such as waste heat recovery unit(WHRU) installation
		Uncertainties related to physical threats	Undermined/disrupted production capacity	• Conserve industrial raw water by expanding the use of waste water
Others		Reputation	Negative impact on society in general	• Establish a roadmap to increase water supply capacity based on infrastructure analysis
		Changes in consumer behaviors	Product/Reduced demand for service	• Create a plan on diversifying raw materials supply network
		Focus researches on improving energy efficiency when developing new products	Increase in operating costs	• Take out a reinsurance policy against natural disasters
Opportunities	Regulatory	Emission Trading Scheme	Enhanced financing capabilities	• Strengthen external communication on climate change
		International conventions	Enhanced financing capabilities	• Focus researches on improving energy efficiency when developing new products
Physical		Changes in average temperature	Reduction in operating costs	• Support projects on Product Carbon Footprint labeling and high efficiency certification driven by set-makers
Others		Reputation	Enhanced corporate value as an investment destination	• Invest in technology for producing alternatives to SF ₆ gas
		Changes in consumer behaviors	Product competitiveness promotion	• Develop CDM project methodologies and obtain UNFCCC certification
				• Discover energy-saving items, such as waste heat recovery unit(WHRU) installation
				• Diversify steam supply system
				• Strengthen external communication on climate change
				• Focus researches on improving energy efficiency when developing new products

Energy-efficient Management

Approach LG Display is taking a proactive approach in complying with the UN Framework Convention on Climate Change (UNFCCC) and the GHG & Energy Target Management System in Korea. The company sees the impending Emission Trading System as an opportunity to create economic values and is thoroughly preparing for the system's implementation. LG Display will continue its efforts for energy-efficient & eco-friendly management as a way to raise the company's value.

EMS ISO 50001 Acquisition

In December 2013, LG Display acquired ISO 50001 certification, an international energy management system standard certified by the International Organization for Standardization (ISO). ISO 50001 certification enables a company to efficiently manage its energy use and in turn reduce GHG emissions. Going forward, we plan to computerize our energy management system to enhance stability and operational efficiency, and introduce

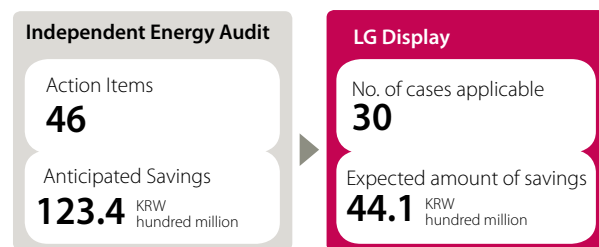


ISO 50001 Certification Awarding Ceremony

performance metrics to promote energy savings across the organization.

Energy Saving Projects at Gumi/Paju Plants in 2013

All of LG Display's plants received an independent third-party energy audit in preparation for the mandatory energy audit in 2013. A total of 46 action items were derived from the audit for energy savings worth KRW 12.34 billion a year. Thirty out of the 46 items can be implemented at the present stage, with savings worth KRW 4.41 billion. We plan to implement the remaining action items progressively in 2014.

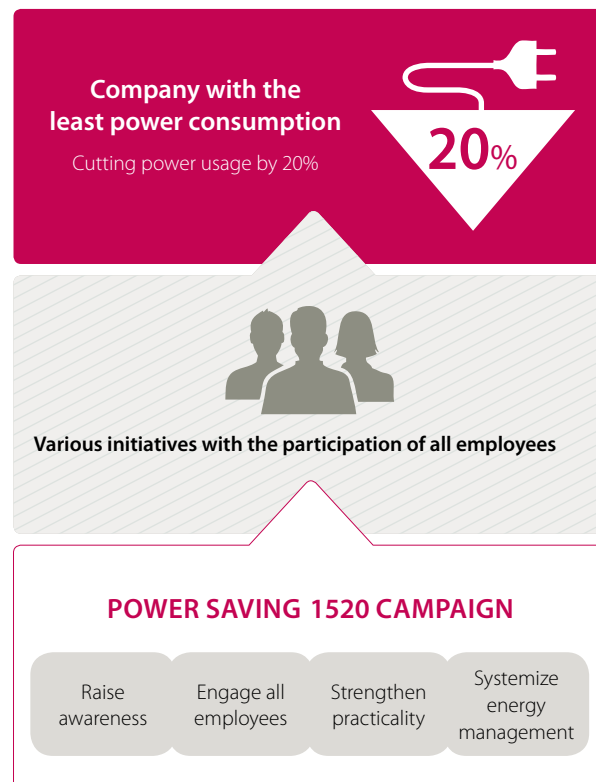


* **Prioritized Items** Mitigated in 2013 and reflected in 2014 budget
* **Others** To be revisited to maximize the benefit

"Power Saving 1520"

Since 2013, LG Display has been implementing an eco-conscious campaign called "Power Saving 1520," with an aim to reduce power consumption by 20% by 2015. The campaign is designed to encourage the employees to cut office power usage, strengthen the practicality of green projects, and systemize energy management. Additionally, we are undertaking various energy-saving campaigns, including the replacement of facilities with high-efficiency devices, and increased the incentives for staff members who provide good energy-saving ideas.

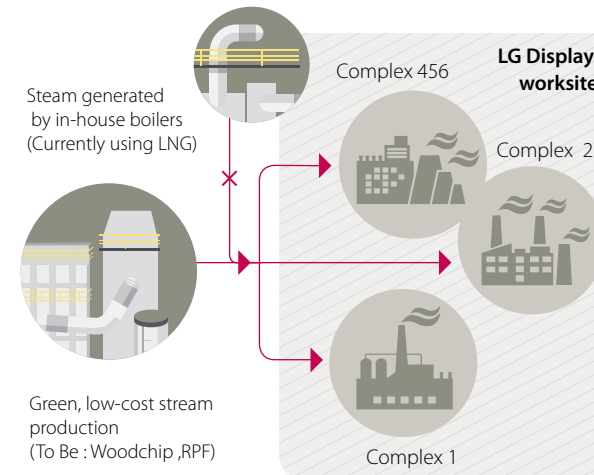
"Power Saving 1520" Roadmap



Boiler-free Gumi Plant

We are implementing a new, renewable energy project at our Gumi Plant in an effort to mitigate the risks arising from the increased cost of steam production caused by the continued upward trend in the natural gas price, and even to turn those risks into opportunities. To this end, the Gumi Plant signed a memorandum of understanding (MOU) with a supplier in May 2013 to be provided with steam generated through operating solid refuse fuel boilers. With this arrangement, the plant expects to annually save around KRW1.3 billion while cutting GHG emissions by 15,275tCO₂e starting from October 2015.

Boiler-free Plant Roadmap



Protection of Korean Golden Frogs

Korean golden frogs are listed as a threatened species by the Ministry of Environment. As they generally need aquatic habitats to survive, the increasing levels of pesticide usage and water pollution are driving the species to extinction. In September 2013, LG Display entered into an MOU with Paju Korean Federation for Environmental Movement to support each other's efforts to preserve biodiversity, and has plans for regular activities to help protect the frogs' habitats near Gongreung River in Paju.



Korean Golden Frog Habitat Conservation Program

2013 Korea Green Management Excellence Awards

At the Korea Green Management Excellence Awards in February 2013, LG Display won the Environment Minister's Citation for effectively addressing climate change. We developed and installed the world's first centralized, large-capacity SF₆ decomposition system to abate GHG emissions and introduced highly efficient facilities, which resulted in an emissions reduction of 600,000 tons per year. We strive to expand the scope of internal and external activities we perform to further improve energy efficiency and reduce GHG emissions.



2013 Korea Green Management Excellence Awards

Paju Plant Re-designated as Specified Voluntary Waste Monitoring Worksite

The Paju Plant was re-designated as a specified voluntary waste monitoring worksite by the Ministry of Environment in April 2013. The environment agency of each district inspects a worksite with no record of violation of waste discharge laws in the past three years, and decides whether to designate it as a voluntary monitoring worksite, certifying that the worksite has the capability to voluntarily manage the surrounding environment and prevent pollutions in advance. With the designation, LG Display is now in a position to contribute even more to the efficiency of environmental administration and advancement.



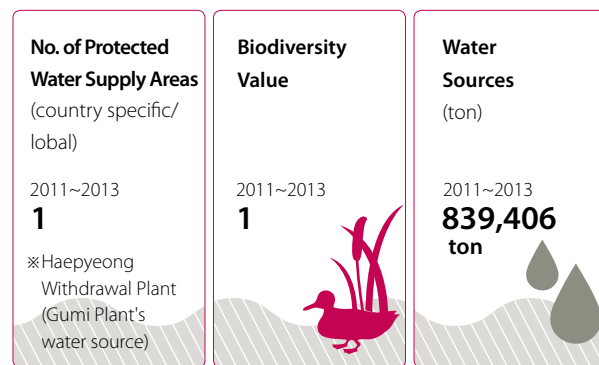
Certification of Voluntary Monitoring Worksite Checklist for Compliance

Water Usage

Water Management System

Each plant uses the water supplied from local waterworks, and wastewater undergoes primary treatment to meet the legal requirements before being sent to local water reclamation plants. LG Display has not experienced any environmental or social issues caused by water pollution at any of its plants, and will continue to apply strict control standards on water quality management.

Water Sources Significantly Affected by Withdrawal of Water



One Company, One River" Volunteer Program

The Gumi Plant is actively participating in the "One Company, One River" Protection Project, a green project driven by the Gumi city to clean up rivers, streams, and the surrounding areas. On a quarterly basis, the plant's staff clean up trash from and around the river, eliminate invasive alien plants, and throw into the river red clay balls made of effective microorganisms. LG Display will remain committed to improving water quality in the rivers and creating healthy ecosystems.

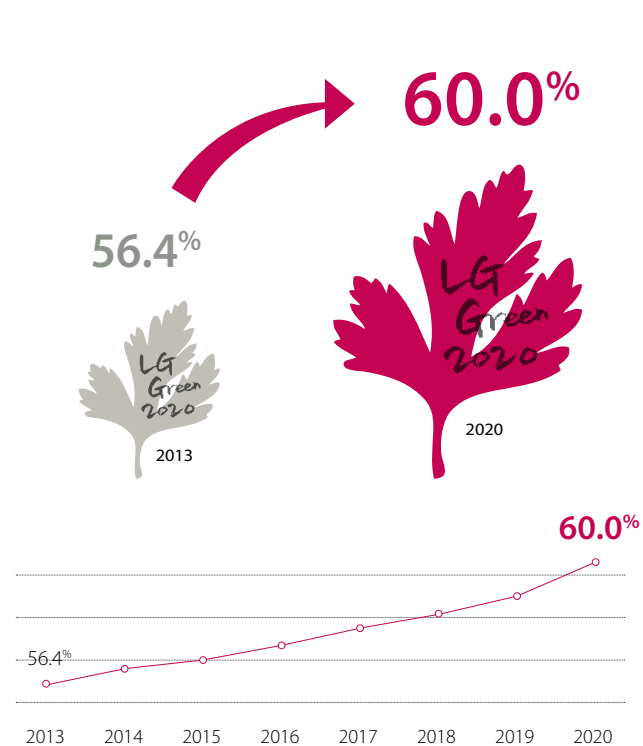


Participants of the "1 Company, 1 River" Volunteer Program

"LG Display on Track to Attain 60.0% Water Reuse by 2020"

LG Display reuses the effluent that is discharged after treatment to reduce effluent discharge as well as our consumption of industrial water. The volume of water used by the Gumi and Paju Plants on a daily basis stands at 460,000 tons, of which 260,000 tons(56.4%) is reused. Our objective under LG Group's "Green Management Initiative" is to attain 60.0% of water reuse by 2020, and we are on track to meet the 2014 target of 56.8%.

LG Display's Scenario to Fulfill the Green Management Initiative



Increased Investment in Wastewater Reuse Facility

/ Our 3-month pilot operation of the organic wastewater reuse facility at the Gumi Plant from August to October 2013 resulted in tangible benefits; we are now able to produce additional 12,000m³ of treated wastewater for reuse, which is translated into an annual saving of about KRW1.75 billion from reduced industrial water usage. LG Display will ensure a stable operation of such wastewater reuse facility in order to expand its use of wastewater going forward.

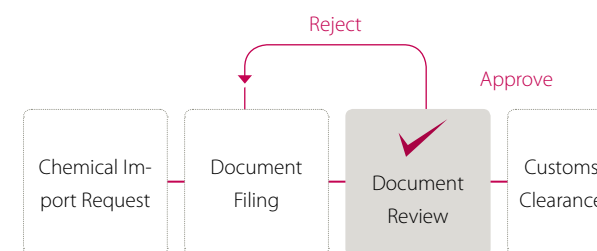
Hazardous Substance Management

Approach LG Display systematically manages hazardous substances so as to prevent them from entering any stage of production, from manufacturing and storage to shipping. Given the nature of the industry, it also strictly controls chemicals and fully complies with the relevant laws and regulations. We will demonstrate leadership as a green corporation by actively complying with legal and regulatory requirements related to chemical substances, which have emerged as an issue in our society.

Enhanced Chemical Management System and Process

In accordance with Article 9 of the Toxic Chemicals Control Act and Article 2 of the Enforcement Decree thereof, the types and usage of toxic substances that are imported into Korea must be reported to the Korea Chemicals Management Association prior to their import (customs clearance). LG Display, as an importer of chemicals, fulfills its reporting duty and has enhanced its chemical import process and customs clearance system by having its relevant teams review and approve the reports beforehand.

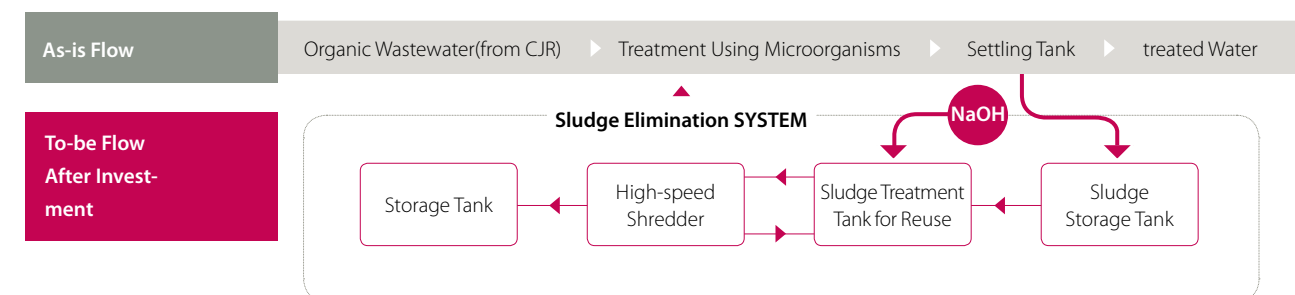
Document Review Prior to Customs Clearance



Organic Sludge Elimination System

The Gumi Plant generates 18,052 tons of sludge a year, which is discharged into the ocean. Meanwhile, the 18,082 tons of sludge generated annually at the Paju Plant is not discharged into the ocean and instead is dehydrated and used as fuel. LG Display has implemented an organic sludge reduction system at the Gumi Plant in order to respond to the ban on discharging sludge into the ocean, effective as of 2014, as well as to cut operational cost. Through the solubilization of sludge, achieved through the dissolution of sludge using NaOH and high-speed shredding, the system completely eliminates the need for ocean discharges and helps the company save KRW 584 million a year.

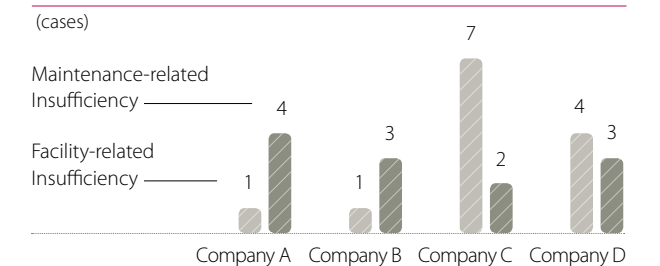
NaOH-based Sludge Elimination System Flow



Chemical Safety Inspection on Glass Slimming Companies

With the aim of preventing serious incidents and ensuring a stable supply of display glasses, LG Display jointly carried out safety inspections on the chemical treatment facilities of four glass slimming outsourcing companies that handle toxic substances, such as HF, HNO₃, HCl, H₂SO₄, and NaOH. Although all legal requirements were met, the inspections also detected a total of 25 insufficient areas, all of which have been addressed to date. We plan to extend the scope of our inspections to include the chemical substance management systems of our partner companies as well.

Follow-up Measures Taken after Chemical Safety Inspections



Employees

Employees are the most valuable asset of LG Display. We do our best to provide each and every employee with the opportunity to develop and make the most of their potential and to ensure that all employees and their families can lead a happy, prosperous life.



Reinforcing Workforce Diversity and Employee Competency

Approach At LG Display, we do our utmost to hire and nurture talent, which is key to securing global software competitiveness and sustainable growth. We strive to improve value for employees based on our recognition that employees are the backbone of business competitiveness.

HR Recruitment

In 2013, LG Display uncovered and hired talent through various talent hiring programs. These programs are geared to find the right people with the talent we are looking for: expertise, enthusiasm, and teamwork skills. We especially focus on securing and developing R&D resources.

Technical Talk

Starting from 2013, LG Display has been holding "Technical Talk" events, where the company visits talented undergraduate students as well as those in master's or doctoral programs. The events were a great opportunity for the students to get to know about LG Display and for the company to attract the best R&D talent.



Technical Talk Program

LGenius

LG Display collaborates with top-notch universities in Korea under the "LGenius" program to nurture outstanding students into R&D leaders of the future. Named by combining "LG Display" and "genius," the "LGenius" program provides member students with tuition fee support and allowances as well as the opportunity to join the company after graduation. Furthermore, the program helps students prepare for their career at the company in advance by exposing them to LG Display's vision, corporate culture, and technologies.

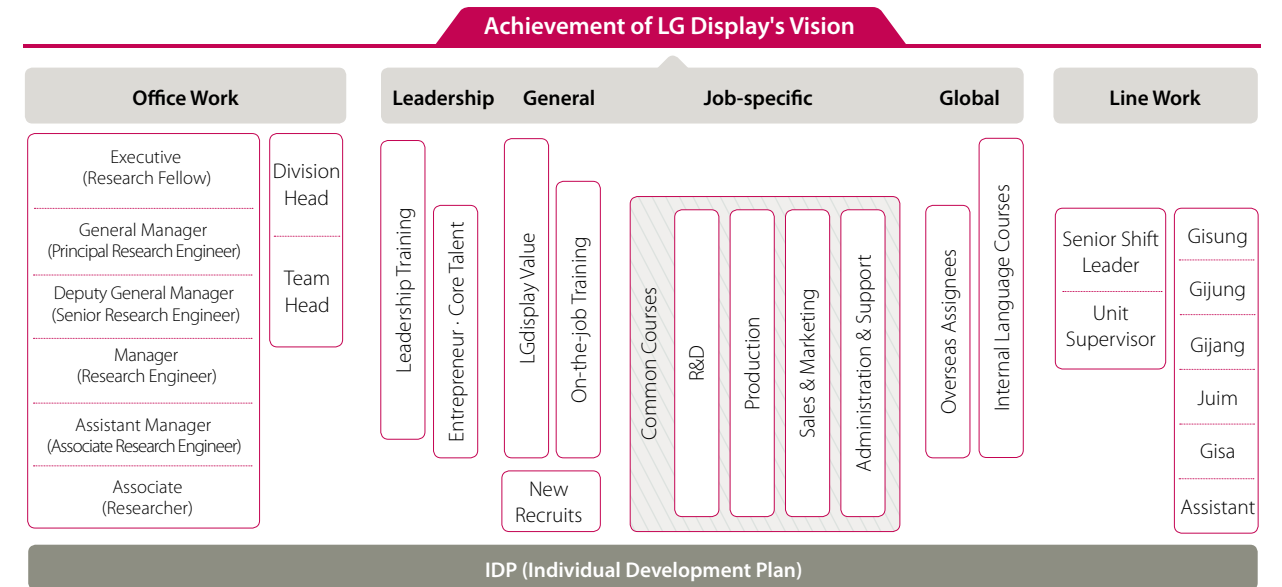


LGenius Program

Nurturing Future Market Leaders

Throughout 2013, LG Display continued its efforts to keep a step ahead of its competitors in the market as the Global No. 1 company. And as a part of such efforts, we focused on hiring and fostering future market leaders - those who think differently, challenge themselves, know where they can excel, and have the capability to do so.

LG Display HR Management System

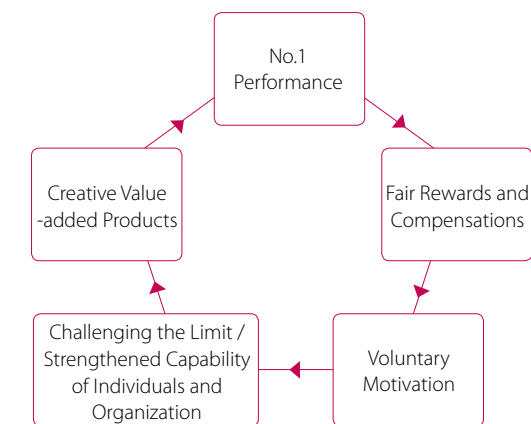


Fair Compensation

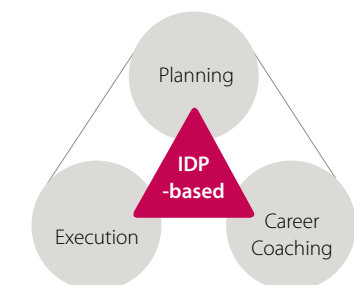
LG Display offers top-notch compensations and rewards commensurate to the performance of individual employees and implements a range of comprehensive compensation measures to improve motivation and teamwork. All compensations are given fairly based on the wage system, and capability is the first consideration for all assignment of positions and roles within the organization.

IDP(Individual Development Plan) We have implemented the Individual Development Plan (IDP) program to increase the level of satisfaction of individual employees and to support their continuous career development. The IDP is basically a career-building process where employees evaluate their own capabilities, establish a self-development plan to build their career and improve their capabilities, receive career coaching from their line manager, materialize their plan, and execute it. The plan also furthers mutual understanding among employees and reinforces individual capabilities from a long-term perspective, thereby contributing to the fundamental competitiveness of the company.

Virtuous Cycle that Creates No. 1 Performance



IDP-based Career Development Concept



HR Development Led by "LG Way" and LG Display's Core Values

As part of its efforts to secure a competitive edge and create customer value, LG Display supports its employees in their quest of becoming top-tier talents equipped with on-the-job skills and global competence. Based on the "LG Way" and the core values of LG Display, we offer various HR development programs aimed at obtaining core competencies.

Leadership Development

LG Display has in place a leadership development process that is aimed at maximizing its core competence by nurturing future leaders. We define the "LG Display leadership qualities" and "leadership competencies" required of each rank, and conduct regular leadership competence evaluations to enable the self-assessment of employees' leadership potential and style. To this end, we offer a range of leadership development programs that provide an opportunity for potential leaders to hone their knowledge and skills.

On-the-job Training

LG Display offers a variety of on-the-job training programs that are customized to the respective fields and duties. In-depth courses for on-the-job training that are designed to offer accumulated knowledge and technologies within the respective business units are available. In particular, to foster OLED experts who will lead future/strategic businesses, we provide training at all skill levels, and run OLED schools to help the new recruits and newly transferred employees get used to their positions.

LG Display Major Training Programs



Human Rights Policy

Cherishing and respecting human rights has been fundamental to our management, which is well reflected in our "people-oriented" management philosophy. We have adopted clear human rights guidelines on the work environment, legally-protected freedom, and respect for humanity, among others, are making jointed efforts to abide by the guidelines with our partners. LG Display will remain committed to supporting and respecting human rights and improving the quality of life and work morale of employees in our journey to become a good company respected by the global community.

LG Display's Human Rights Policy (Based on ILO's international labor standards)

Guideline - Description
Respect for Human Rights - All employees should be treated with the respect they are entitled to as human beings, and all efforts should be made to prevent inhumane treatment.
Prohibition of Forced Labor- Employees' mental or physical freedom should never be restrained unjustly for the purpose of subjecting them to involuntary work.
Anti-child Labor - Hiring children under the age of 15 is prohibited, while adolescent workers aged under 18 should be protected from exposure to high-risk tasks that may threaten their safety or health.
Anti-discrimination - Discrimination based on gender, race, nationality, disability, religion, union activities, and any other grounds is strictly prohibited.
Work Hours - Work hours should not exceed the limit established by the labor regulations and laws of the respective country or region.
Wages & Benefits - All employees' wages should be higher than the minimum wage prescribed in the labor regulations and laws of the respective country or region.
Freedom of Association - Employees should be given opportunities to communicate with one another, and the
Compliance with Labor Laws - All work conditions should comply with the labor regulations and laws of the respective country or region.

Human Rights Protection Efforts

LG Display has been fulfilling its obligations as a truly globalized market leader, strictly observing the labor standards set by the international community, including the UN and ILO, as well as the regulatory and legal requirements of the respective country or region. Driven by the belief that people are its greatest asset, LG Display operates various training programs designed to promote human rights, and incorporates human rights protection into its evaluation criteria for selecting partner companies so as to raise awareness on human rights among its partners. Going forward, LG Display will maintain its commitment to promoting human rights based on cooperation with the international community and partner companies.

Joyful Workplace

Approach An academic research on the correlation between happiness and work productivity shows that happy employees are more creative and productive. LG Display will create added values with our staff by providing them with various benefits and supporting their dreams and goals.

Joyful Workplace

"Joyful Workplace" is LG Display's unique corporate culture that is rooted in the people-oriented management philosophy of the "LG Way." Based on four pillars—communication, wellness, the idea that "when one's home is happy, all goes well," and morale boost—we strive to create a balanced workplace where both the company and its employees can grow together.

Communication

Communication is LG Display's core value that is needed to establish a more vibrant and competitive organization, and is a critical factor in strengthening emotional bonds and mutual trust within the organization. We have very successful communication channels in place, including the "Overnight Communication Camp" and "Mission Olympics," which facilitate communication not only within the organization but also among family members.

Wellness

The health of individual members is one of the areas we keenly focus on, as it influences the health of the organization itself. LG Display offers stress prevention and therapy programs for all employees, such as the one-on-one therapy sessions and the meditation program, to name a few. In 2013, in particular, we introduced the positive psychology index, our own tool for measuring the level of wellness, and checked the stress levels of our employees at the Paju and Gumi worksites using NEO PI-R. Through various wellness programs, LG Display is helping employees lead a full, healthy life and increase their work efficiency.

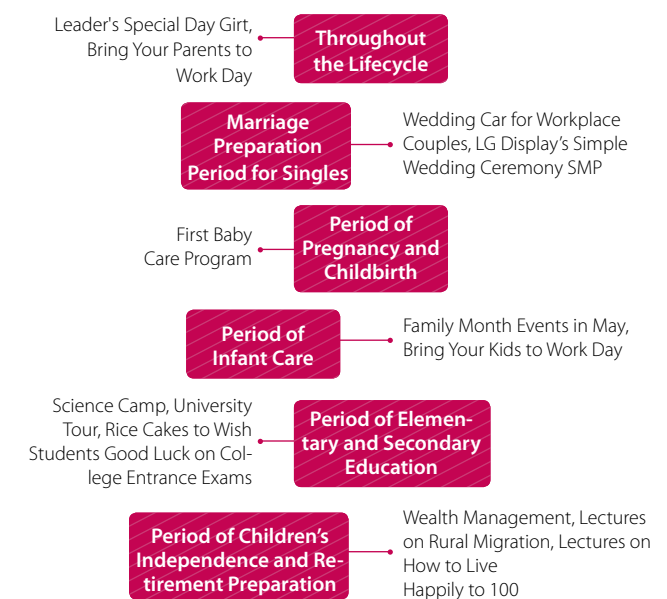


Children's Day Event

When one's home is happy, all goes well

Based on LG Display's management philosophy, which is epitomized by the saying, "When one's home is happy, all goes well," we offer various care programs that are designed to correspond to the life cycle of our employees to better reflect their needs. Such care programs not only help employees maintain happiness at home but also improve the company's image and its focus on work. The care programs that we provide to meet the needs of each phase of the employees' lifecycle are as below.

Lifecycle-based Care Programs



Morale Boost

Striving to become an organization with high morale and motivated staff is the key to our success. LG Display has made continued efforts to create a joyful work environment by promoting various activities that are aimed at fostering an energetic atmosphere based on teamwork. Our motivational programs include fun-filled events and cultural programs such as the "LG Display Cooking Contests," "Movie Nights," and "End of Year Farewell Events."

Employee Health and Safety

Approach In our pursuit of sustainable success, LG Display strives to provide employees with a safe and healthy workplace. As a global leader, we will stay committed to ensuring their health and safety, two fundamentals of a happy life, through systematic management.

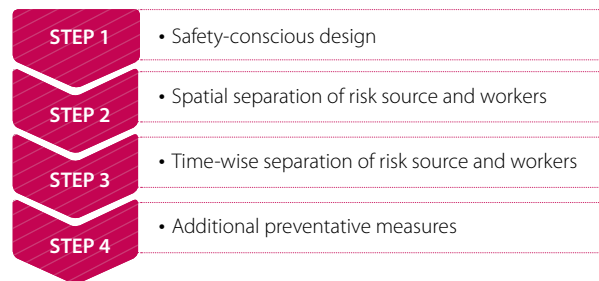
Workplace Safety Management System

LG Display ensures a safe and healthy work environment through relentless efforts. We have set up an executive-level industrial safety and health task force that reports directly to the CPO. We have also adopted the Process Safety Management (PSM) system as a way to prevent serious incidents involving chemical substances; in 2013, the Gumi Plant obtained the highest grade in the PSM implementation assessment. Thanks to these efforts, the company's industrial accident rate for 2013 dropped by 61.5% from the previous year.



Production Equipment Safety Certification | LG Display makes efforts to attain an industrial accident rate of zero percent by applying the necessary safety specifications to its new production/UT equipment early on from their design phase.

Overview of Equipment Safety Certification



Safety System Implementation for Overseas Worksites

To achieve its goal of becoming a global safety company, LG Display will accelerate its efforts to implement and strengthen safety systems at its overseas worksites in 2014 through "responsible ownership" and "systematic support."

Safety Management Roadmap for Overseas Worksites



Safe and Healthy Company

Aiming to become a global safety company, LG Display always puts safety and health of its employees first.

Safety Certifications & Awards

LG Display has been certified as a "workplace with outstanding health promotion activities" by the Korea Occupational Safety and Health Agency (KOSHA), which raised the company's overseas credit standing in the industrial health area and promoted its excellent safety measures and activities. We encourage our staff to participate in safety management activities by recognizing the best performing teams and individuals with the CEO award and the CPO award, respectively.



Safety Certificate from KOSHA

Efforts to Promote Employee Health | LG Display provides its employees with annual medical examinations, as well as various other medical services that are offered at the company's in-house medical centers, health clinics, and physiotherapy clinic. We are reducing the number of employees who have abnormal findings from their periodic medical checkups by offering customized care such as medical consultation and follow-up tests, and also promoting the prevention of infectious disease by providing vaccinations for employees.

Emotional Therapy Program | We believe mental health is just as important as physical health for one to stay happy and productive at work. That is why we run emotional therapy centers and the psychology café "Emptying and Filling." Such programs and facilities are LG Display's unique services for its employees and can hardly be seen in other companies in the industry. We plan to develop and implement many more psychology consultation programs to promote and protect our employees' mental wellbeing.

Win-win Labor-Management Relationship

Underpinned by its management philosophies of "Customer Value Creation" and "People-oriented Management," LG Display has established a cooperative partnership with the labor, working together for better business performance while encourag-

ing employees to realize their full potential and creativity. All members of the company, from working-level managers to the CEO, recognize the importance of a win-win labor-management relationship and are engaged in labor-management consultation and cooperation within the boundaries set by the law through various communication channels. LG Display also manages and responds to various internal and external industrial issues. Based on this mutually beneficial labor-management relationship, we will continue to develop and deliver the best products and set ourselves apart from our competitors.

Labor-Management Communication Channels

LG Display cherishes its members as the most valuable asset, and continues to strive to lead the market based on its respect for employees and their values. We have in place various effective channels of communications, the two most representative being the Joint Labor-Management Conference and the Fresh Board.

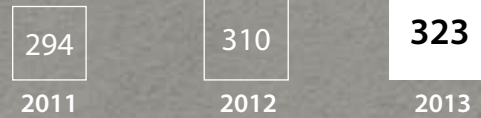
Joint Labor-Management Conference | Every quarter, representatives from both the labor union, which represents the technical employees, and management sit down together for a joint labor-management conference, sharing and discussing the company's management status and labor-related issues.

Fresh Board | LG Display has established the Fresh Board ("FB"), a consultation body for the company's office employees, and holds quarterly FB conferences to inform the employees of the current management status and to listen to their opinions on the company's HR policies and other systems. Not limiting its role as a quarterly conference, the FB now serves as an essential communication channel led by the working-level staff of each business unit. The labor force and management will join their efforts in 2014 to improve the organization's culture and work environment through vibrant communications via such channels.

Supply Network

LG Display has fostered a fair-trade culture, based on which it provides its business partners with various forms of support to achieve shared growth. By doing so, we are enhancing the value for the company as well as the partners in our supply network, while minimizing risks. We plan to expand the support for our business partners going forward.

of Parts Suppliers



Supplier Support Fund (KRW in hundred millions)



Fair Trade

Approach Fair trade is the key driver of the free market economics in today's global economy. The concept of fair trade has gained in importance over time, and at a time when countries are promoting competition by strictly enforcing regulations and policies related to fair trade, it has become an integral part of the business operation of any company. LG Display pursues fair management and trade with its partners based on Jeong-Do Management, and no legal actions were taken against unfair trade practices in 2013.

Establishment of Fair Trade Culture

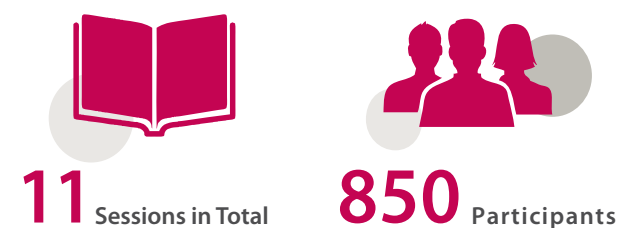
LG Display practices transparent management guided by its philosophy of Jeong-Do Management. It leads the market in the fair trade area as well, doing business with its partners in a fair and transparent manner. LG Display delivers the best products and services to customers by engaging in fair, good-will competition with competitors in the market, and does not misuse its position as the market leader in doing business. To ensure that ethical standards are strictly followed across the or-

ganization, the company has in place the Ethics Bureau, which monitors the receipt or offer of any bribes, gifts, or business amenities to prevent irregularities. In the future, we will focus more on practicing Jeong-Do Management with employees and business partners as a way to entrench the fair trade culture.

Fair Trade Culture for Partner Companies

LG Display conducts video-aided training on Jeong-Do Management for the sales staff of partner companies so that they can understand the concept, put it into practice, and introduce it within their own organization. The training also sends a clear message that LG Display will not tolerate any unfair business practice. Going forward, we plan to designate online fair trade training as a prerequisite for doing business with LG Display, and gradually expand the scope of training to disseminate the culture of Jeong-Do Management across our supply network.

2013 In-house Fair Trade Training



Shared Growth

Approach In today's business world, companies should consider the fundamental meaning of shared growth, which our society is increasingly aware of and more government policies are geared toward. LG Display will take the initiative to build a win-win, trusted relationship with our partners and provide them with technological, financial, and HR-related support, thereby contributing to economic justice in Korea.

Partner Support Programs

LG Display strives to help its partners achieve their aspirations and to grow together. We run the Shared Growth Portal, an open communication channel with our partners, and offer a range of programs designed to strengthen their technical competitiveness.

Technology Escrow ¹ Under the technology escrow system, partner companies register their core technologies with the Foundation for Cooperation Between Large Companies and SMEs as a proof of their technology development. This system is effective in preventing conflicts that involve new technologies and protecting confidential information on sales or technologies. LG Display fully funds the registration cost.

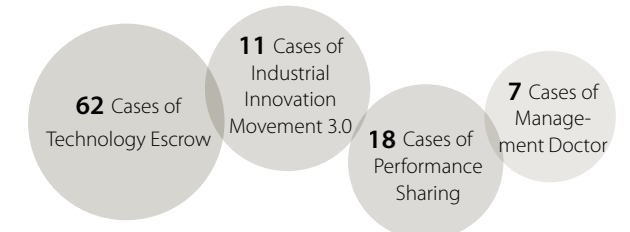
Industrial Innovation Movement 3.0 ¹ This is a program designed to provide assistance to second- and third-tier suppliers (subcontractors) so that they can voluntarily develop/adopt innovative technologies and enhance their work environment and production processes. The results are shared with LG Display and the first-tier suppliers that participate in the program, and LG Display pays the consulting fees.

Performance Sharing ¹ Under this program, participants make joint efforts and divide up the benefits as agreed in advance. This program is applicable to all forms of cooperation between outsourced and outsourcing companies. LG Display and its partners choose how to receive their share of benefits from various options: cash payment, price protection, extension of contract period (long-term contract), increase in trade volume, joint patent, and division of sales revenue.

Management Doctor ¹ LG Display runs the Management Doctor program, in which the company and a group of advi-

sors from the Federation of Korean Industries provide partner companies with management consultation free of charge. Partner companies joining in the program receive comprehensive management diagnosis and tailored training to enhance their management efficiency and business performance.

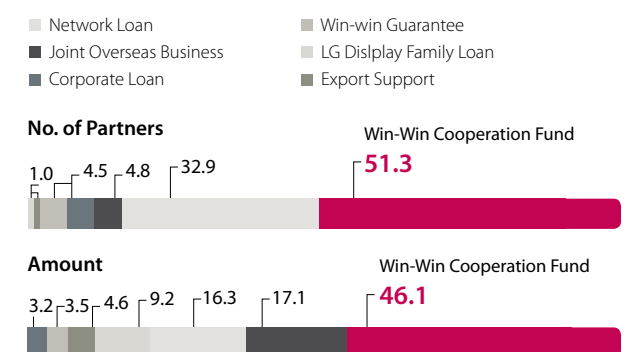
Shared Growth Programs



Financial Support

LG Display created the Win-Win Cooperation Fund with other three LG affiliates so that its partners can take out loans with a favorable interest rate that is 1.9% lower than those of commercial banks. We also support partners with outstanding track record if they need to source a huge amount of money exceeding the secured loan limits. With such financial support programs for partners, LG Display promotes shared growth by practice, and will spare no effort in helping out its partner companies going forward.

Financial Support for Partners (%)



CSR Awareness of Partners

LG Display encourages its partners to take part in practicing Jeong-Do Management as a way to reinforce their awareness of social responsibility. All partners are required to submit a pledge on Jeong-Do Management upon joining LG Display's supply network, thereby promising to abide by the stringent code of ethics and internal policies regarding condolences and congratulations. We operate an online whistle-blower system so that partners and stakeholders can have the option to anonymously report any violation of Jeong-Do Management. Going forward, we will further improve our training programs and help partners raise their CSR awareness by requiring them to take the training courses on Jeong-Do Management as well as to submit the pledge as preconditions for doing business with LG Display.



Green SCM Consulting

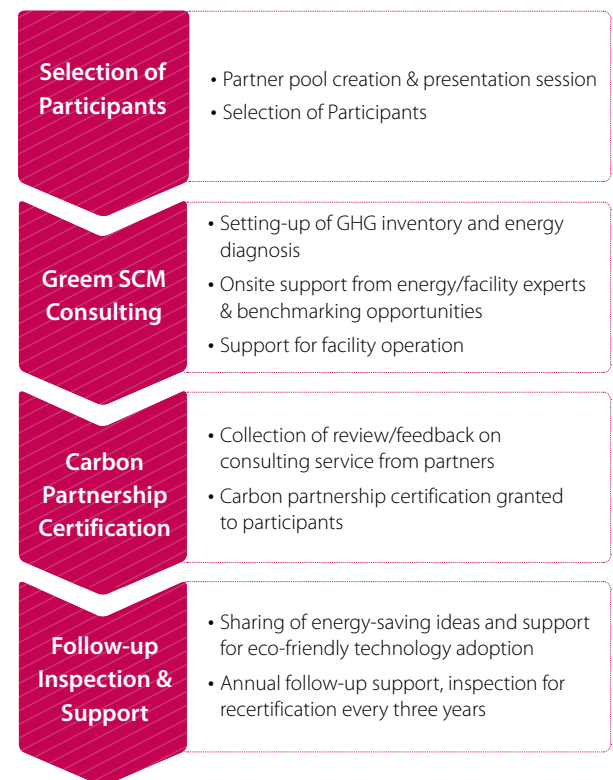


Carbon Partnership

Carbon Partnership

LG Display has offered its partner companies Green SCM consulting and has built a carbon partnership in order to benefit them with tangible results of green, win-win initiatives undertaken jointly with LG Display. In the Green SCM program, we provide free consultation jointly with IBK, a local bank, as partner companies tend to have less advantages in the green management area in terms of both experience and resources. Furthermore, if a supplier wants to practice green management more as part of its business operations, we invite them to join our carbon partnership along with other suppliers. Going forward, we will expand our green growth programs, such as the energy diagnosis and training on GHG & energy, so that we can assist our partners in mitigating potential environmental risks and move toward green shared growth together. By joining the carbon partnership and taking advantage of the programs LG Display offers, partners will be equipped with more and be in a better position to address regulatory compliance risks and avert managerial difficulties, which in turn will contribute to the stable production and sales activities of LG Display.

Carbon Partnership Process

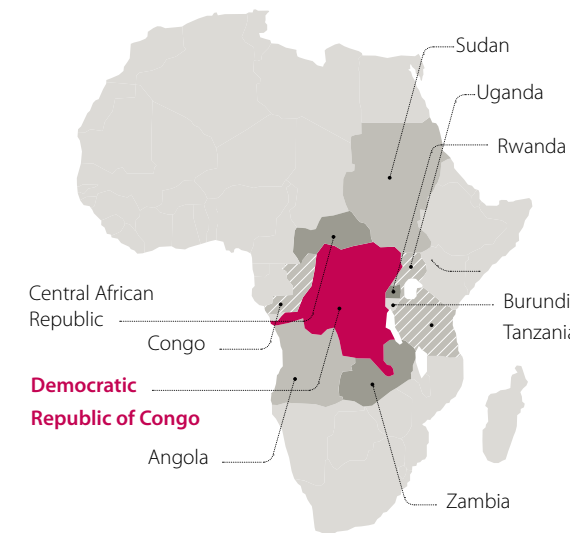


Conflict Minerals

Conflict Minerals

Conflict minerals refer to natural resources like cassiterite, tantalite, tungsten, and gold extracted in conflict zones - most representatively, the Democratic Republic of Congo (DRC) and its adjoining countries. There are concerns that the conflict minerals fund armed forces in the conflict-ridden countries, causing the deaths of many innocent people. Their excavation also results in the infringement of human rights in the form of forced labor, child labor, and the abuse of women, to name a few. In response to these concerns, the U.S. Congress passed the Dodd-Frank Wall Street Reform and Consumer Protection Act in 2010. Section 1502 of the law requires all companies listed on the U.S. stock exchange to conduct due diligence to determine if the products they manufacture contain conflict minerals, disclose the mine of origin and their supply chains, and report the results to the Securities and Exchange Commission (SEC).

Conflict Zone: DRC and 9 adjoining countries



Conflict Minerals Management Policy

In September 2013, LG Display posted its policy on the management of conflict minerals on its website in order to comply with the law and fulfill its social responsibilities. We also support our suppliers to buy from conflict minerals-free smelters by requiring them to establish relevant policies and procedures, research on conflict mineral usage, and create a contingency plan so as to ensure that minerals from armed forces in conflict zones do not enter LG Display's supply chain. The company's Conflict

Minerals Management Policy is available on LG Display's website under the Sustainability Management tab [Click](#).

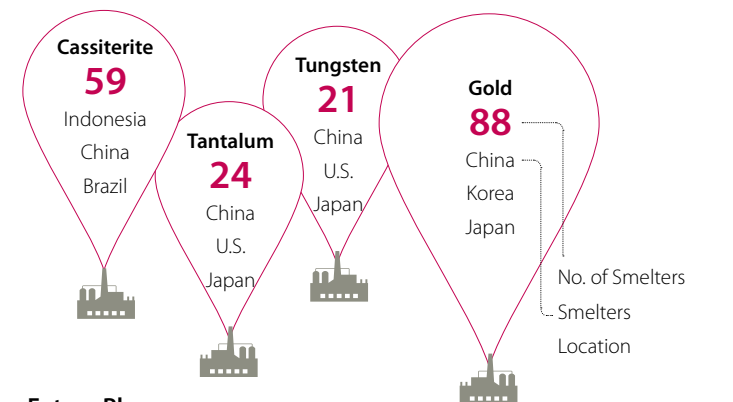
Response to Conflict Minerals

LG Display has in place a conflict minerals control policy, under which a task force was formed to survey the use of such minerals in our supply network, manage risks from suppliers and smelters, and conduct due diligence. To raise awareness, we offer training on conflict minerals-related laws and regulations to our employees and suppliers. Additionally, we ensure effective control of conflict minerals by closely engaging our various stakeholders, including the government, client companies, and other agencies.

Use of Conflict Minerals

LG Display conducted a survey on approximately 300 suppliers to check their use of smelters that process conflict materials and discovered that 192 smelters supply minerals such as cassiterite, tantalite, tungsten and gold. We will encourage the identified smelters to use conflict-free minerals under the Conflict-Free Smelter Program (CFSP) to eliminate conflict minerals from our supply chain.

2013 Survey on Smelters Using Conflict Minerals



Future Plan

We will actively work with our supply chain, government authorities, and the academia to address the issue of conflict minerals. We will require those uncertified smelters to commit to the CFSP, and expand the scope of training and due diligence to all subcontractors in order to raise awareness and promote responsible sourcing of minerals.

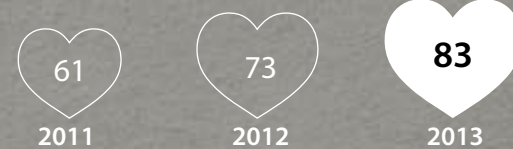
Local Communities

LG Display has engaged in a wide range of social contribution activities that create value not just for the local communities but also for the company. We will not cease our efforts to realize the dreams of all members of LG Display, just as our vision "You Dream, We Display" states.

Investment in Social Contribution (KRW)

2011	15,883,729,779
2012	15,300,189,800
2013	16,266,981,600

Participants in Volunteer Work (%)



Community Development Efforts

Approach LG Display has been growing together with the local communities. Our community development programs are designed to promote a mutually beneficial relationship with local communities where we have business presence. We plan to continue our commitment to further the development of local communities.

Community Development Programs

Under the slogan, "Embracing the dreams of future generations," LG Display actively promotes a variety of social contribution activities that are strategically aligned with its business characteristics. We are committed to making difference in local communities through our contribution programs, such as IT Power Plants and the Blindness Prevention Project.

Community Engagement Programs

Embracing the Dreams of Future Generations

- Nurture children and young students in underprivileged areas
- Improve corporate image through active volunteer programs

Educatio - Medical Aid (Flagship)
 / IT Power Plants
 / Blindness Prevention Project

USR
 / Scholarship for children of police officers and firefighters who died in the line of duty
 / Improvement of living conditions

Social Welfare Assistance provided to sister families/facilities
 / Talent nurturing (Scholarship Committee) / LGDream Fund

Community Engagement Special activities & seasonal volunteer work
 / Therapeutic horseback riding for children with disabilities (Gumi)
 / Job training for children with disabilities (Paju)

Overseas Volunteer Work Facility improvement for senior care centers in China / Orphanage sponsorship in Poland

Business/Community-based Programs,
 Voluntary Participation of Employees

IT Power Plants LG Display has been equipping child welfare facilities with the latest multimedia devices and helping to create a pleasant and more conducive learning environment, with the goal of bridging the gap in digital information for children from underprivileged families and improving their learning capacity and self-esteem. Since the initiation of this project in 2008, we have supported 29 child welfare facilities, including six in 2013. We will continue to build more IT Power Plants going forward to help the underprivileged children improve their learning abilities and stand on their own feet.



IT Power Plants

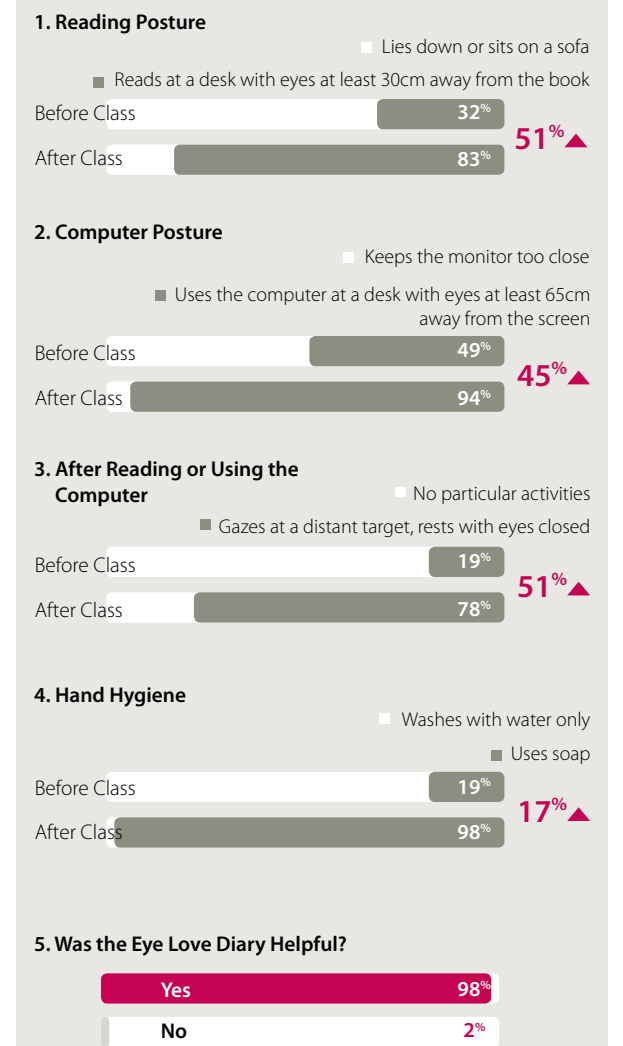
Blindness Prevention Project Under an agreement with the Korea Foundation for the Prevention of Blindness since 2008, LG Display has been undertaking various programs for preservation of vision and prevention of blindness. We are focusing on those programs because most of the visual disabilities are acquired after birth and therefore preventable, but they are not getting the attention or support they deserve. "Cho-rong-e Eye Care Class" appeals to children by using the form of a musical theater to teach elementary lower-grade students the importance of eye health. To help students practice what they learn from the class, we distribute the "Eye Love Diary," which students can write under the guidance of parents and teachers. Students who set good examples of writing the diary are awarded at the end of every year. According to our survey, guidance teachers felt the contents were sound and delivered at the children's eye level and parents responded children showed positive changes in their habits.

Additionally, we run the Low Vision Children's Camp, which is aimed at helping low-vision children with no access to eye treatment to develop their residual vision. Every children participating in the camp is matched with an employee to ensure their safety during outdoor activities. In recognition of such continued effort, LG Display earned the "Hidden Man of Merit Citation" organized by the Ministry of Health & Welfare in April 2013. Going forward, we will make continued effort to promote the eye health of children.

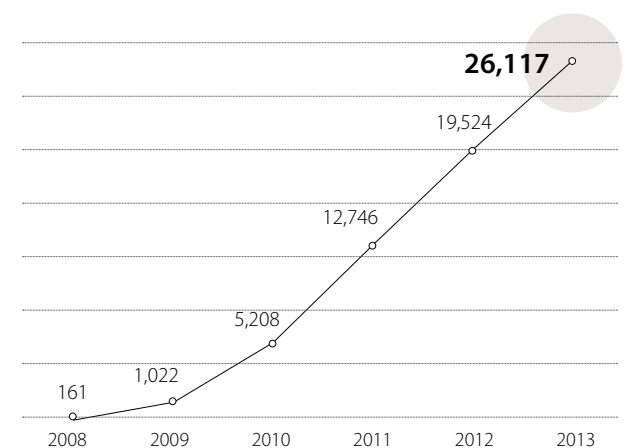


Cho-rong-e Eye Care Class

Survey on Changes in the Children's Habits after Taking the Class (by Parents)



Cumulative total of child beneficiaries (persons)



Community-oriented Social Contribution Activities

Approach At LG Display, we have been undertaking various outreach programs at home and abroad, taking into account both the different needs of communities and the capabilities of each worksite. We focus especially on helping out children and young students with disabilities to discover and realize their full potential. Through our community engagement programs, we will deliver hope and love to our neighbors so that they can dream and grow with us.

CSR Activities of Paju Plant

LGD Hope School | The Paju plant opened LGD Hope School, a special school tailored to the disabled youth who hope to learn skills and receive job training. Practical training is offered so that young students with disabilities can earn certification for certain skills. The school also provides participants with opportunities for hands-on experience and training, and strives to accomplish its goal of nurturing certified baristas and confectioners. In 2013, a total of 627 people completed the school's curriculum.

Family Camp for Children with Disability | LG Display employees prepared a camp for families with disabled children during the summer vacation season. Designed to promote unity and communication and to build a relationship of trust among family members, the camp was packed with various events and a special lecture for parents.

CSR Activities of Gumi Plant

Therapeutic Horseback Riding | The Gumi plant offered horseback riding sessions (Hippotherapy) for 120 children with disabilities from five welfare facilities in the region, hoping to help the children correct their body postures and to provide emotional benefits as well. The program was open year-round except on extremely hot or cold days, and remarkable physical changes were witnessed: enhanced joint movements and muscular strength. Interaction with horses also brought positive emotional benefits (e.g., improved emotional stability, communication skills, independence, and confidence) as well as cognitive benefits (e.g. problem-solving and decision-making skills, planning and sequence learning).

Marking Air Rockets with Children from Lower-income Families | The Gumi plant hosted a science camp and invited children and young students from lower-income families to the worksite. The employees and children made and launched air rockets together and enjoyed various other events that were designed to help the adults communicate and bond with the children.



LGD Hope School –Baking Courses / Family Camp for Children with Disability



Therapeutic Horseback Riding / Making Air Rockets

CSR Activities of Poland Subsidiary

I can, so I help | "I can, so I help" is the community contribution program implemented by LG Display's subsidiary in Poland, where employees are asked to come up with ideas on volunteer work, which, if chosen, can receive support from the company. The subsidiary has sponsored two projects to date: the "Snow White" performance held for children from less privileged families, and the project where the company provided art supplies to kids talented in painting and helped them present their work at a local festival in August.



I can, so I help – Support for Children Gifted in Painting

Support for Employee Volunteer Work

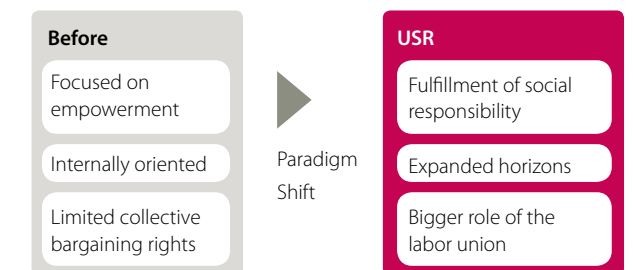
LG Display encourages its employees to reach out to the communities and voluntarily engage in social contribution activities by recognizing their efforts in various ways.

Area	Program Name	Description
Rewards	CEO award	• Given to outstanding volunteers (semi-annually to two individuals and one group)
Volunteers' gathering	LG Display Honor's Club	• Year-end gathering for outstanding volunteers and donors
Mileage	Cumulative hours of volunteer work	• Badge presented upon achieving a certain number of hours of volunteer work • Honor's Club for 1,000 hours of volunteer work
Education Support	HaHaHa School	• Employees develop new skills and utilize them for volunteer activities, finding self-fulfillment along the way
Financial Support	Subsidies	• Employees provided with financial support for pre-registered volunteer work

USR (Union Social Responsibility)

LG Display's labor union promotes various CSR activities in economic, social, and environmental areas as part of its union social responsibility, or USR. Centered around three principles as shown below, LG Display's USR programs have made significant achievements that are different from its previous union activities.

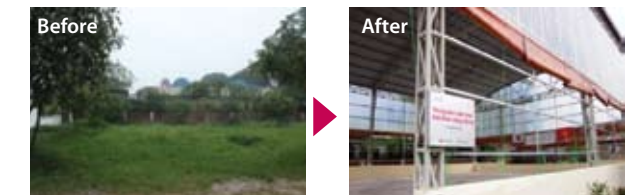
Concept of USR



LG Display's USR program provides a scholarship of up to KRW 100 million for the children of police officers and firefighters who died on duty. The selected children annually receive KRW 1 million upon entering elementary, middle, and high schools, and KRW 3 million upon entering college. As part of its USR, LG Display also organizes overseas volunteer programs with its Innovation Leaders. In 2013, a total of 569 Innovation Leaders participated in the company's outreach program in Vietnam, visiting the Korea-Vietnam Disability Rehabilitation Center and the Korea-Vietnam Cooperation Center. Volunteers built a much-needed play therapy center and repaired other facilities for children with disabilities, and built an indoor sports facility for the local community. Such outreach programs were well received by locals and reported by the local media, enhancing the company's corporate image.



Donation of Indoor Play Therapy Center



Newly-built Community Sports Facility

03

Corporate Social Responsibility In CHINA

LG Display in China 54

Labor 57

Health · Safety 60

Environment 63

Ethics Management 66

Local Community Engagement 67



LG Display in China

Introduction to LG Display's Subsidiaries in China

It was in 2003 that LG Display established its first subsidiary with the operation of the Nanjing worksite. Thanks to the continuous expansion of its global production strategy, the company currently has three subsidiaries in Guangzhou, Nanjing, and Yantai that house a total of 112 production lines and serve as a pillar of LG Display's global production framework. In addition, our successful entry into the Chinese market has not only boosted our sales but also helped us emerge as an exemplary company that takes the lead in promoting shared growth with partner companies and contributes to the development of local communities.



Brief History

- 2002.07 Established the Nanjing subsidiary
- 2003.05 Started production at Nanjing module plant "N1"
- 2004.10 Started production at Nanjing module plant "N2"
- 2006.08 Started production at Nanjing module plant "N3"
- 2007.04 Established the Guangzhou subsidiary
- 2007.12 Achieved an accumulated production volume of 100 million units at the Nanjing subsidiary
- 2010.03 Established the Yantai subsidiary
- 2011.05 Achieved an accumulated production volume of 100 million units at the Guangzhou subsidiary
- 2012.12 Achieved an accumulated production volume of 500 million units at the Nanjing subsidiary
- 2013.03 Achieved an accumulated production volume of 200 million units at the Guangzhou subsidiary

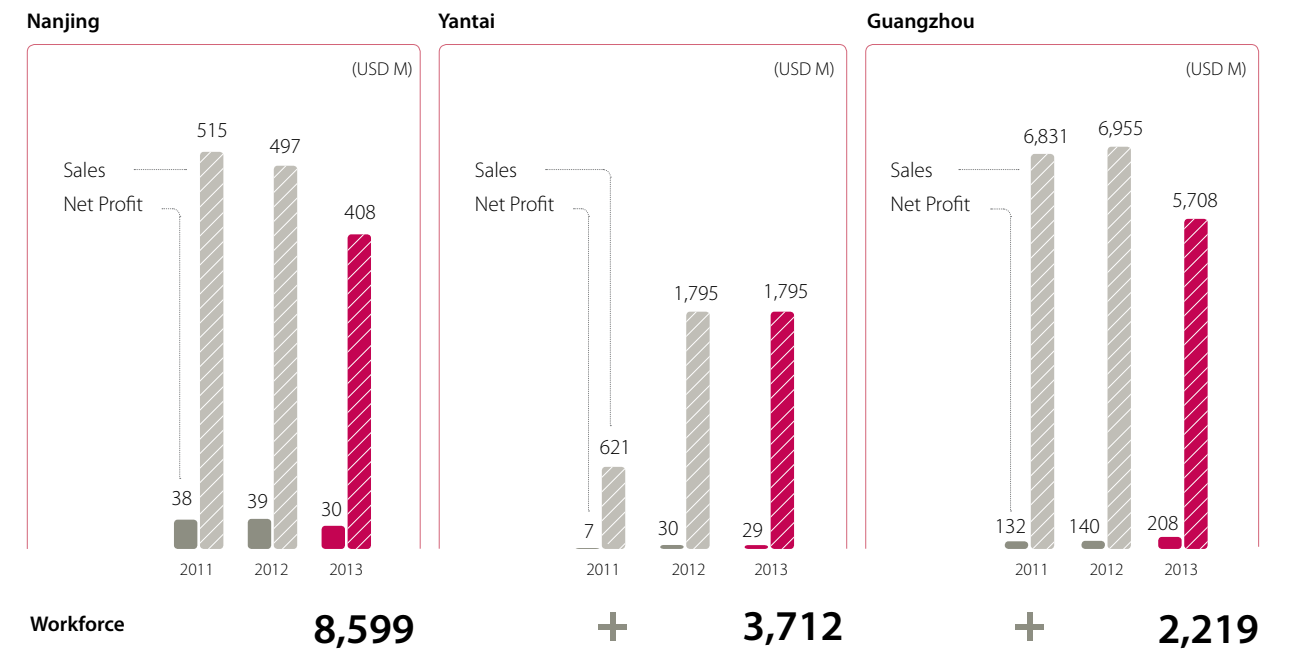
Major Business Portfolio

LG Display's Chinese subsidiaries develop and manufacture displays for diverse applications, including displays for TVs, monitors, smartphones, and laptops, as well as industrial and automotive displays. Targeting the Chinese consumers, who show much interest in and readily accept new technology, they are aggressively taking over the Chinese market with super-sized UHD, OLED, and LG Display's many other advanced technologies and unrivaled products.



Annual Sales and Operating Profit

LG Display's Chinese subsidiaries have shown a steady growth based on continued investments and outstanding technology, achieving a sales of USD 10 billion for the first time in 2012. Although their sales showed signs of waning slightly in 2013 due to the economic downturn in Europe and the global economic slowdown, for 2014 the subsidiaries have set a target of chalking up a sales figure of USD 11.183 billion to exceed their record in 2012.



Total **14,530** persons

LG Display's Sustainability Leadership

Vice President Yu Seong In, Head of China Operation/ Head of LG Display CA Asset



Given both the scale of our business and China's internal circumstances, CSR is gaining importance in China day to day. It is essential that the CSR activities carried out by our Chinese subsidiaries are based on an understanding of the Chinese culture. Through communication with diverse stakeholders we must identify the needs of the country and the local communities to ensure that our activities bring meaningful benefits. Furthermore, while maintaining each subsidiary's CSR activities, we must at the same time focus on one influential CSR initiative that befits LG Display's overall presence in China. We must first prove LG Display's value by establishing consensus within the local communities through our social contribution. Then, we need to create new value by satisfying our various stakeholders, including partner companies, customers, and government agencies. To this end we will continue to engage in communication with our locally-hired members and strive to expand our cultural understanding.

Establishing a CSR system is of the utmost priority to effectively practice sustainable management. Through its CSR activities, LG Display must be reborn as a company that individuals want to enter and work in. When it comes to conducting CSR activities in China, we must listen to the voices of the locals as well as our locally-hired staff and ensure that their opinions are fully incorporated into the overall business operation of the company and its subsidiaries. The Guangzhou subsidiary has been aware of the importance of CSR from its establishment, and has launched diverse CSR initiatives for the local community in and outside of its worksite. In the future, we will focus on establishing and implementing LG Display's flagship CSR system with the help of experts from various fields to ensure that our CSR achievements match the subsidiary's size and sales volume.



Jung Beom Heo,
Head of Guangzhou
Subsidiary



Jeong Gon Shin,
Head of Nanjing
Subsidiary

For the Nanjing subsidiary, the most critical sustainability-related issue at present is the environmental regulations of the Chinese government, followed by labor and human rights and local volunteer activities. I believe that the establishment of a CSR system represents an important step for LG Display's sustainable business operation. Since their establishments, LG Display's Chinese subsidiaries have been engaged in continued CSR activities. However, what we need from now on is to pull together those scattered efforts and take a more integrated approach to CSR. Going forward, we will expand the scope of our CSR activities, which up until now have been focused only on volunteer activities and donations.

Typical of any worksite in China, the Yantai subsidiary places top priority on product quality and manufacturing, which can only be achieved in the hands of happy employees. Our subsidiary highly values fostering a one-family culture where the diversity of our employees is fully respected. Through activities that promote mutual understanding of different cultures, we strive to create a family-like work environment that all members look forward to coming to everyday. Our CSR activities are based on impact management regarding our employees, partner companies, local community, customers, government officials, and other stakeholders. In the future, we plan to expand our CSR activities through such impact management.



Jung Hui Lee,
Head of Yantai
Subsidiary

Labor

Approach LG Display's Chinese subsidiaries thoroughly comply with the employment and labor requirements set forth by global guidelines, the guidelines of the Chinese Academy of Social Sciences (CASS 3.0), and China's labor regulations, and do their utmost to guarantee the rights of their workers. They do not force their employees to engage in labor that goes against their free will by restricting their physical or mental freedom through threats, violence, or any other means. All workers are free to join labor unions. In addition, unjust treatment is strictly forbidden, and employees are assessed and rewarded in accordance with their competence. LG Display will go back to the basics to build an enjoyable workplace that employees want to come to every morning.

Respect for Employees Human Rights

Prohibition of Child Labor and Guarantee of Voluntary Work

LG Display's subsidiaries strictly follow the LG Group's HR policies as well as the relevant regulations in China. As per the country's law on the minimum age of employment, they do not hire workers younger than 15 years of age; when they hire workers who are 18 years or younger, they abide by all related regulations and laws and do not assign them to dangerous work that may threaten their health or safety. At the same time, the subsidiaries guarantee their employees' right to make voluntary decisions in relation to work, and under no circumstances do they subject them to forced labor

Freedom of Association and Ban on Discrimination

LG Display's subsidiaries in China guarantee the freedom of association of all their employees, based on the autonomous and smooth communication emphasized by the company's head office. Employees freely share their opinions on their work conditions as well as their grievances with the company's management without fearing threats or retaliation. Furthermore, employees are not subject to discriminatory treatments when it comes to employment, promotion, compensations, and training opportunities on grounds of their race, color, age, gender, sexual orientation, nationality, disabilities, pregnancy, religion, political inclination, union membership, or marital status, nor do they face discrimination due to any other reasons.

Welfare & Benefits

To ensure that its employees lead stable and healthy lives, LG Display offers a wide range of welfare programs that are tailored to the circumstances in China.

Category		Description
Health	Regular health checkups	Regular health checkups are provided to all employees to keep them healthy
	Operation of a health center	The in-house health center enables employees to receive free treatment
	Medical expenses subsidy	Medical expenses are provided up to a certain amount in the event of unexpected accidents or diseases caused by personal reasons
Day-to-day Life	Provision of dormitories and shuttle bus service	In-house dormitories and shuttle bus service for commuting are provided free of charge to ensure the employees' comfort and stability
	Guaranteed leave	Employees receive a certain number of days of paid leave in accordance with the labor law and other related regulations
	Support for family events	A certain amount of congratulatory/condolence money is provided for the employees' family events
Others	Free courses	Courses on investment techniques, Korean, and other topics that reflect the employees' needs are provided free of charge
	Support for club activities	Physical and financial support is provided to various in-house clubs to increase communication among employees and encourage wholesome hobbies

Joyful Workplace | "Joyful Workplace" is LG Display's unique culture that is rooted in its philosophy of "People-oriented Management." In line with this, its subsidiaries in China are engaged in diverse activities to foster a joyful workplace in consideration of the local environment, based on four keywords: communication, morale boost, wellness, and family-friendly.

Communication | To promote communication, one of LG Display's core values, the Chinese subsidiaries hold lunch sessions that are attended by employees in different ranks. These sessions allow the senior-level and junior-level employees to engage in free communication, mutually understand the gap in perspective between different positions and generations, and establish consensus. Since April 2013, the Yantai subsidiary has been implementing a "Compliment Campaign" to facilitate communication among its members and create a joyful workplace atmosphere. Through this campaign, employees can post stickers that carry their compliments to others on "Compliment Boards" that are installed throughout the worksite for everyone to see.



Compliment Campaign of Yantai Subsidiary

Morale Boost | LG Display is engaged in diverse activities to boost the morale of its employees, encouraging their voluntary participation to relieve stress and foster a cheerful workplace atmosphere.

The Guangzhou subsidiary held an event in its in-house gymnasium to celebrate Chuseok, where all of its employees voluntarily participated in lucky draws, talent shows, group games, and many other activities and greatly enjoyed themselves. The subsidiary also carries out other activities such as the Dano day event to vitalize its organization and improve teamwork.

Meanwhile, the subsidiary in Nanjing holds the Maehwa Cup Award Ceremony, where female employees who show exemplary performance are awarded. Employees who earn high scores in an evaluation conducted by the worksite's leaders are selected as awardees. At the 7th Maehwa Cup Award Ceremony held in 2013, a total of 40 female employees were chosen. The awardees pledged that they will work even harder for the company in the future.



Maehwa Cup Award Ceremony

Physical and Mental Health and Stability | LG Display's Chinese subsidiaries have put in place various programs and systems to ensure their employees' physical and mental health and stability. The company carries out various enjoyable counseling activities for the employees through its counseling centers. In one type of counseling, a card that depicts the life of an individual with pictures and letters are used to show various situations and circumstances. The card allows participants to express the difficulties they encounter in their day-to-day lives, while enabling the counselor to identify their areas of interests. Through these activities, the Nanjing subsidiary will help its employees open up their hearts to one another.



Enjoyable Counseling Activities

At the same time, the subsidiary invites oriental doctors to its worksite to provide treatment and counseling service to the employees. This program was especially popular among the participants, since it allowed the employees who were suffering from cervical pains to receive professional treatment. In addition, two rounds of lectures on health were provided; one was on the six major acupoints related to health, while the other was on how to prevent cervical spine disorders, heart diseases, cerebrovascular diseases, and other disorders.



Lectures by Oriental Doctors

When one's home is happy, all goes well | As part of LG Display's family-friendly management efforts, which are based on the belief that a happy family can make all go well, the Guangzhou subsidiary delivers the CEO's letter of thanks to the family members of employees who have earned individual awards at its new year kick-off meetings. In January of 2013, the family members of 49 employees who were given individual awards received the letter, and were greatly moved by not just the letter but also the company's caring attitude towards its employees.



Letter of Thanks

To celebrate the Children's Day, the Nanjing subsidiary held an event for its employees and their children. Held at a small gymnasium, the three-hour event was participated by 500 families and consisted of activities for children, such as line games and fishing game, as well as programs aimed at promoting the cultural exchange between Korea and China. In addition, participants were able to prepare and eat Korean food like rice cake and gimbap with their children. Young participants were also presented with backpacks as a gift.



Employees' Children Engaged in Activities

Meanwhile, in October 2013 the Guangzhou subsidiary held an event where it invited to its worksite 30 family members of some of the employees who live in nearby cities. It was composed of various programs that were designed to strengthen the bond between employees and their families, including a visit to the worksite, participation in events, and a tour of downtown Guangzhou.



Invitation of Employees' Family Members

Health • Safety

Approach LG Display's Chinese subsidiaries strive to foster a pleasant and safe work environment for their employees, while also conducting various activities to improve the employees' physical and mental health. Going forward, the subsidiaries will evolve into even safer workplaces based on more systematic health and safety management efforts.

Safety Management

LG Display minimizes its employees' exposure to risks of unexpected accidents by conducting continued safety training and safety inspections. In addition, it has in place appropriate protective devices and escape facilities at all times for emergencies, and conducts emergency response training on its employees. In the event an accident occurs, the company provides full support in the form of treatments and other measures to any employees who get injured or fall ill to help their speedy comeback.

Key Safety Management Performance in 2013

Improved Effect of Safety Management at Worksites In 2013, no major industrial accidents or construction-related safety accidents took place at LG Display in China, while its accident rate fell by more than 10% compared to 2012. At the same time, we raised the employees' safety awareness through diverse safety training activities, including the Safety School courses and the mandatory fire prevention training.

In addition, a number of activities were carried out in relation to in-house firefighting equipment, such as the initiative to promote a "more visible" management of firefighting equipment, and the company also minimized risks by regularly inspecting its production facilities, chemicals, and special facilities.

Active Implementation of Improvement Measures In 2013, LG Display's Chinese subsidiaries achieved satisfactory results in the safety and health management system assessment by customers and the head office. Furthermore, they proactively implemented improvement measures against their insufficiencies that were identified by the assessment, in order to build an upgraded safety management system.

Thorough Compliance with Relevant Laws In 2013, LG Display accomplished a number of achievements through its thor-

ough compliance with China's regulations on industrial safety. It was designated as a "Clean Manufacturing Company" through Nanjing's "Clean Production & Environment" evaluation, and was also lauded as an outstanding, eco-friendly company by others through its continued safety management activities and law compliance.

Launch of Diverse Safety Training Activities The Guangzhou subsidiary conducts systematic in-house safety training in order to raise its employees' safety awareness in relation to their work and to prevent safety accidents. In particular, it offers regular training courses for workers who handle harmful or dangerous substances in order to teach them the correct work methods and emergency measures, thereby striving to prevent safety accidents that are caused by carelessness or unexpected incidents.

In addition, the subsidiary provides safety training that is tailored to different positions and departments, and continues its efforts to create a safer work environment for its employees.



In-house Training

Meanwhile, the Yantai subsidiary held a fire fighting technology contest in October 2013 at its worksite, in order to improve the workers' emergency response capabilities and foster a safe and happy worksite. Participated by 60 employees in teams of two, the contest checked and enhanced the worker's ability to use fire extinguishers, connect hoses to a fire hydrant, and wear an oxygen mask. Also, it improved the participants' fire safety awareness by rewarding those who showed exemplary performance.



Participants Attempting to Extinguish Fire

Guangzhou Subsidiary Wins Safe Production Contribution Award

In an effort to further develop the safety management framework of its worksites, LG Display actively participates in diverse external activities such as the safety management conferences and events hosted by government agencies or related institutions. In the case of the Guangzhou subsidiary, in November 2013 it won the "Safety Production Contribution Award" from the Guangzhou Development District in recognition of its sustained safety management activities and efforts over the year. Also, in July of the same year, the subsidiary was designated as an advance company at the "Safe Production Month" campaign hosted by the Guangzhou Development District. Furthermore, over the past year, it actively participated in seven external events, including the conference on safety



Safe Production Contribution Award

supervision for dangerous chemicals, thereby improving LG Display's industrial safety awareness and management.

Key Action Items for Safety Management in 2014

Goal	Detailed Action Item
Prevention of industrial accidents and reinforcement of safety management framework	<ul style="list-style-type: none"> Establish a safety accident prevention system Reinforce regulations on construction safety management Carry out regular preventive activities, such as safety inspections and training for each department Establish a standard on wearing protective equipment
Rule-based implementation of safety and fire fighting system	<ul style="list-style-type: none"> Full-time compliance with EHS regulations, including OHSAS 18001 standards Improve the results of system assessments by customers and the head office Maintain a good relationship with the government and maximize the use of resources
Reinforced prevention of law violations	<ul style="list-style-type: none"> Prevent violations in relation to safety, fire fighting, and the environment through management activities Launch PR activities on in-house safety regulations
Prevention of important assets leakage of	<ul style="list-style-type: none"> Reinforce personnel access management Enhance the security and monitoring system Control employees' access authority

Employee Health

All of LG Display's worksites manage the health of their em-

ployees by providing them with regular health checkups, and also offer health lectures on various topics on a regular basis to share useful health-related information. At the same time, they run counseling centers and diverse counseling programs to improve the mental health of their employees.

Key Health Management Performance in 2013

Effective Operation of Health Centers Striving to provide satisfactory medical services, LG Display conducts a weekly analysis of the operation of its medical rooms and health centers to manage the operation costs and establish an effective management system for the medical personnel and medicines. It has also set up its own in-house counseling system.

Establishment of First-aid System at Worksite The company established a first-aid system at each of its worksites to ensure that swift emergency measures are taken when industrial accidents occur. Each site has been equipped with a first-aid kit consisting of medicines for emergency treatments and a system for the immediate transfer of patients, and each was subject to regular inspections throughout the year.

Follow-up Management of Disease Outbreak By establishing a system that enables the follow-up management of diseases that are detected through health checkups or industrial diseases, LG Display provides support for the treatment of patients and prevents the spread of diseases within the company.

Wide-ranging Activities to Improve Employee Health

The Yantai subsidiary conducts health and safety training to improve the health of its employees. By raising their health and safety awareness through training sessions on the prevention of work-related diseases, safety guidelines, and many other topics, the subsidiary is doing its utmost to prevent safety accidents. It also provides health training that is aligned with cer-



Health and Safety Lecture

tain periods or trends, such as the avian influenza prevention training and the health training for the New Year holidays.

At the end of August 2013, the Guangzhou subsidiary launched a summer/fall health event to enhance its employees' health awareness. Participated by a total of 185 employees, the event invited seven doctors from diverse fields, including a surgeon, a dentist, and a gynecologist, and featured diverse activities and attractions that were aimed at improving employee health, such as in-house health checkups, health-related PR materials,



Employees Receiving Treatment and Counseling

Full-time Health and Counseling System | At its subsidiaries, LG Display runs in-house health centers to ensure employee health management as well as the implementation of effective emergency measures when safety accidents occur. In the case of the Yantai subsidiary's health center, one resident doctor and one nurse are present at all times, and a self-sustainable system has been set up to respond to any emergencies, consisting of a treatment room, a lounge, a lactation room, a lounge for new mothers, and a pharmacy. In addition, LG Display's Chinese subsidiaries have each established their own individual counseling system in order to help their employees relieve stress and improve their mental health. For example, as part of its Employee Assistant Program (EAP), which is a counseling program for employees, the Nanjing subsidiary has created a space designated for employee counseling. This has helped its employees relieve their stress, which in turn has sharpened their focus on work. Going forward, LG Display will continue its



Group Counseling Session

efforts to provide soothing therapy centers through the organized implementation of its health system.

Active Site Environment Improvement Activities | To improve the health of their employees and foster a pleasant work environment, LG Display's subsidiaries are carrying out various site improvement activities through the voluntary participation of their employees. The Nanjing subsidiary, for example, launched various voluntary beautification initiatives that included sprucing up the bathrooms and lounges and installing compliment boards, where employees can post their compliments to other colleagues, and photo display boards, which show pictures taken at the subsidiary's various events.



Bathroom Improvement Activities

In addition, LG Display has launched a "me-first" campaign to improve productivity and foster an enjoyable work environment. Through a workshop attended by managers and supervisors, it devised the basic guidelines as well as its plans for the "5S (Tidying Up, Arrangement, Cleanup, Cleanliness, Habituation) Campaign. Through such efforts, the employees voluntarily participated in activities to create a safe and pleasant work environment, which in turn led to improved work efficiency.



"Me-first" Campaign Aimed at Creating Improved Sites

Environment

Approach The Chinese subsidiary of LG Display strives to fulfill its environmental responsibilities by reducing resource consumption and waste discharge and preventing environmental pollution while engaging in climate change adoption activities. Furthermore, it identifies and strictly controls materials which could affect the environment across the entire production process leading to disposal. It plans to accelerate its effort to attain the environmental goals for the subsidiary by introducing the Green Management System of the Korean worksites.

Energy Saving and GHG Emissions Reduction

In alignment with the international effort to climate change mitigation as well as the Chinese government's energy saving policy, we have made continued investment for technology development and launched various promotion campaigns in order to save as much energy as possible across the entire production process and from the worksite.

Energy Saving through Investment and R&D

Energy Saving with Compressed Air Zone | The Guangzhou subsidiary exercises efficient use of resources through improving the devices used at the subsidiary. It achieved an annual cost saving of KRW 350 million by adjusting the pressure of compressed air supply unit and the diameter of bellows used for air washers, and equipping air knives with solenoid valves and sensors

Cost Savings through Improved Devices (KRW)

Improved Area	Cost Saving
Pressure of compressed air supply	127,002,540
Bellows for air washers	184,003,680
Parts for air knives	39,500,790
Total	350,507,010

Energy Savings through Installation of AHU and Inverter

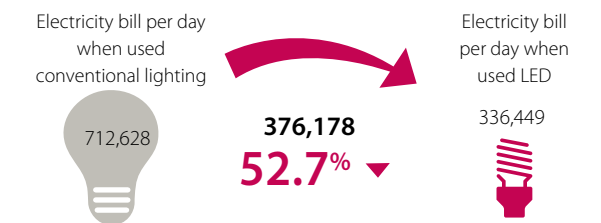
Engaging in continuous R&D of the existing facilities, the Nanjing subsidiary made energy saving achievements. With installation of 15 air blowers, 45 air conditioners and an inverter, it succeeded in controlling air supply and exhaust, which resulted in a significant reduction of energy consumption as well as enhanced device performance and noise reduction.

Electricity Savings



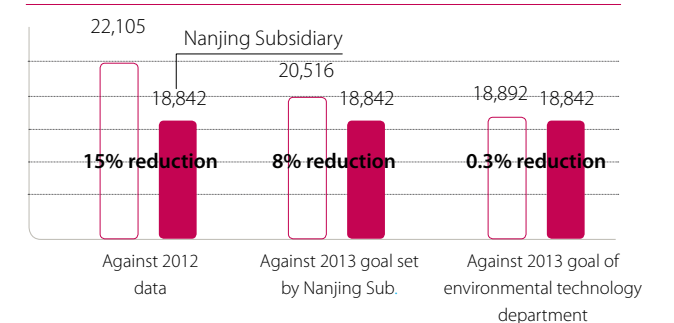
Converting to Energy-efficient LED Lighting | LG Display is introducing LEDs, which have emerged as the next-generation in lighting. The Yantai subsidiary already completed the replacement of all the 8,637 bulbs in its worksite in August 2013, enjoying the associated benefits of energy conservation, lighting efficiency and saving on electricity bills.

Lighting Efficiency of LED compared to Conventional Light Bulbs (KRW)



Energy Conservation Campaigns | A variety of energy conservation campaigns of LG Display remind its employees of the importance of practicing it in their day-to-day life for environmental protection. The Nanjing subsidiary, driven by the Environment & Energy Team, has initiated an energy conservation campaign, which are composed of practical ways like turning off lights in any room when they are no longer needed, unplugging appliances not in use and closing doors. Coupled with energy saving education for all employees, the campaign helped the subsidiary achieve significant energy saving results in 2013.

Reduced Energy Bills (KRW in million)



Energy Use of Chinese Subsidiaries | The Chinese subsidiaries of LG Display strive to conserve energy through various initiatives involving investment, R&D, policy implementation and campaigns.

Energy Use of Chinese Subsidiaries

Subsidiary	Power consumption(KWh)	Steam (m ³)	LNG (m ³)	N2 (m ³)
Guangzhou	39,917,803	-	166,675	-
Nanjing	131,765,000	35,911	320,000	1,660,000
Yantai	24,266,545	-	572,232	1,323,052

Nanjing Subsidiary Awarded for Energy Saving Effort

| In January 2014, the Nanjing subsidiary earned the Energy Conservation Excellence Award from the Nanjing Economic and Technological Development Zone Administrative Committee. The award, which is annually given to individuals and businesses that contributed a lot to energy conservation of the development zone, was presented to the subsidiary to honor its contribution to the development of the local communities through its R&D effort and systemic energy conservation scheme. It was also awarded the Environmentally-friendly Business Award from the city of Nanjing in January.



Energy Conservation Excellence Award

Official Letter Informing Environmental-friendly Business Award

Control over GHG and Air Pollutants Emissions | LG Display has made continuous investments in, and improvements of, its energy-consuming business operations including the production process in order to minimize its emissions of GHG and air pollutants. To this end, it will continue its investment, R&D and institutional improvement efforts.

Annual GHG Emissions by Subsidiary (ton)

Worksite	2011	2012	2013
Guangzhou	590.88	349.57	222.27
Nanjing	70,282.32	62,000.74	51,344.02
Yantai	40,778.45	80,289.75	40,778.45
Total	111,651.65	142,640.05	92,344.74

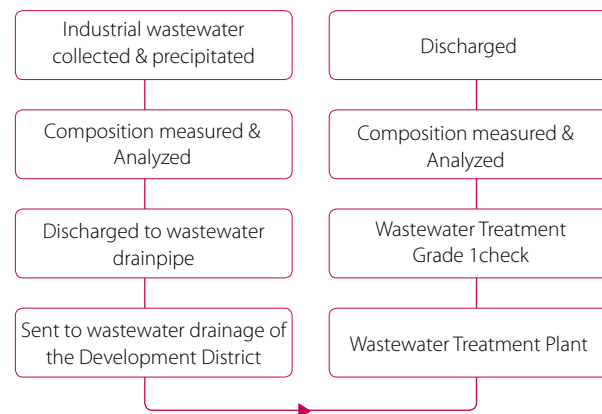
Other Major Air Pollutant Emissions (ton)

Worksite	Pollutant Type	2011	2012	2013
Guangzhou	NOx	0.898	0.432	0.121
	SOx	0.084	0.041	0.019
	Dust	0.083	0.045	0.024
Nanjing	NOx	1,043	920	762
	SOx	620	547	453
	Dust	84	74	61
Yantai	NOx	-	-	-
	SOx	-	-	-
	Dust	0.996	4.6	3.4

Water Resource Management | We continue to focus on protecting water resources by strictly controlling water use, investing in relevant facilities and devices, managing effluent processing systems and recycling wastewater.

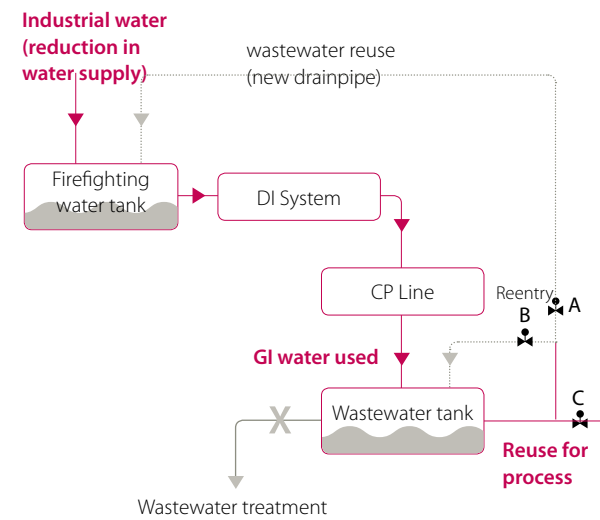
Wastewater Control | Wastewater from LG Display's worksites goes through the in-house processing system after internal composition measurement and analysis, and then is sent to the wastewater treatment facility of the relevant Development Zone. Then the facility runs water quality checks again, and discharges the effluent if the wastewater treatment grade 1 criteria are met.

Wastewater Treatment Process



Reuse of DI water | The Yantai subsidiary practice water conservation through the operation of an effluent treatment system, which collects used DI water from facilities and reuses it for other processes.

Wastewater Reuse Process



Water Use by Chinese Subsidiaries

The Chinese subsidiaries of LG Display use industrial water only, and have continuously cutting their water usage through incessant R&D effort.

3-Year Water Use by Subsidiary (ton)

Subsidiary	2011	2012	2013
Guangzhou	243,719	230,125	140,251
Nanjing	2,070,000	1,798,000	1,472,000
Yantai	336,050	316,814	266,326
Total	2,649,769	2,344,938	1,878,577

Water Pollutants

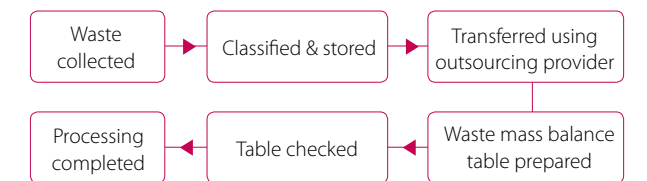
Water Pollutants Emissions (mg/L)

Subsidiary	Type of pollutants (2013)		
	COD	BOD	SS
Guangzhou	61	25	8
Nanjing	33	-	81
Yantai	500	350	400

Hazardous Wastes Processing

LG Display ensures hazardous wastes it generates does not cause secondary pollution of the environment through implementing a rigorous process and outsourcing the process to an external professional service provider.

Hazardous Waste Discharge Process



Waste Discharge by Subsidiary (ton)

Subsidiary	Discharge Method	2011	2012	2013	
Guangzhou	Hazardous wastes	Processed	0.95	3.57	2.31
		Recycled	0	0	0
		Incineration	0	0	0
	General wastes	Incineration	0	0	0
		Landfill	795.80	699.80	1260.09
Recycled		3,061.04	3,592.87	3,938.58	
	Ocean dumping	0	0	0	
	Recycling rate(%)	0.79	0.84	0.76	
Nanjing	Hazardous wastes	Processed	2	32	60
		Recycled	0	0	0
		Incineration	0	0	0
	General wastes	Incineration	1,866	1,368	335
		Landfill	1,575	1,530	1,485
Recycled		3,610	2,720	1,589	
	Ocean dumping	0	0	0	
	Recycling rate(%)	0.51	0.48	0.46	
Yantai	Hazardous wastes	Processed	0	0	0
		Recycled	0	0	0
		Incineration	64	1	6
	General wastes	Incineration	0	0	0
		Landfill	47	95	233
Recycled		758	1,024	1,400	
	Ocean dumping	0	0	0	
	Recycling rate(%)	0.87	0.91	0.85	

Ethics Management

Approach The Chinese subsidiaries of LG Display evaluate the risk of corruption at workplace and eliminate risk factors identified accordingly in line with the company-wide efforts of strengthening global compliance. In addition, we have established an ethical corporate culture through emphasizing ethics management in all our business activities, and run a training program for all employees on prevention of bribery and corruption that might occur while dealing with government agencies and partner companies.

Ethics Management underpinned by Jeong-Do Management

We put every effort into becoming an ethical company practicing Jeong-Do management, and at the same time abiding by domestic laws and regulations and global compliance standards like information disclosure principle, fair trade and privacy protection. We strive to establish Jeong-Do management principle as the essence of the corporate culture of our Chinese subsidiaries through conducting a systematic ethics education for all employees, implementing policies and launching promotion activities.

Jeong-Do Management Training for New Employees

Our Chinese subsidiaries have incorporated Jeong-Do management into their compulsory training programs for new hires to clearly disseminate the principle. Through our well-guided training programs new employees learn the seemingly unfamiliar concept of Jeong-Do management and establish the ethical way of thinking and behavior so that Jeong-Do management can be assimilated into all our worksites.

Pledge for the Observance of the Basic Principles

The Nanjing subsidiary took the pledge from its employees for the observance of the basic principles with the aim of further encouraging it and raising compliance awareness among employees. It has highlighted the leaders' role of leading the others by example and encouraged employees to abide by the basic principles of compliance. With

staff signed the pledge this time, the subsidiary had yet another precious opportunity to listen to the voices of staff about the basic principles.



Pledge for Basic Principle Compliance

Distribution of Ethics Guidebook

The Yantai subsidiary distributed to all employees a guidebook containing the ethical codes of conduct based on Jeong-Do management, which the head office in Seoul emphasizes as the key concept for ethics management. Containing the responsibilities and duties for our customers, fair competition and trade, and responsibilities for the country and society, the guidebook is an easy guide for staff who can align their way of behavior with the codes of conduct and practice Jeong-Do management in their day-to-day work.



Ethics Guidebook

Yantai Subsidiary Selected among China's 10 strongest Businesses in Corporate Culture Competitiveness

The Yantai subsidiary was selected as one of the 10 strongest businesses in China in Corporate Culture Competitiveness at the 2013 Chinese Corporate Culture Convention held in Ningbo. The subsidiary has no record of violation of state laws or regulations in the recent two years and has achieved excellent performance in various aspects thanks to various promotional and educational activities aimed to spread its corporate culture to all its employees. In recognition of its contribution the Yantai subsidiary was selected among the 10 most culturally influent companies, emerging as a leader in the field of corporate culture and improving the corporate image of the entire LG Display.



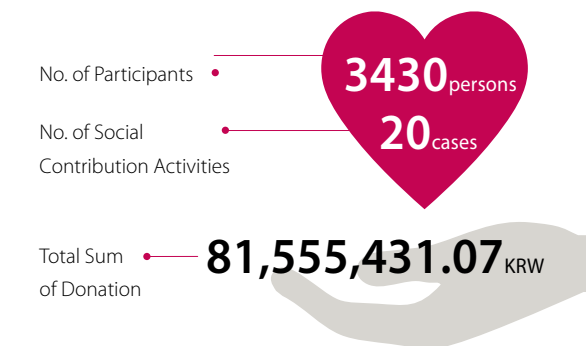
Award Ceremony at Chinese Corporate Culture Convention

Local Community Engagement

Approach The Chinese subsidiaries of LG Display conducts a wide range of social contribution activities in order to grasp the needs of the local communities in which the subsidiaries are located and to enrich the quality of lives for the locals. The Chinese branches plan to promote community engagement programs in a systematic way by aligning them with their business operations, thereby contributing to the development of the communities.

Current Status of Social Contribution Activities

In 2013 LG Display conducted a wide range of social contribution activities in order to fulfill its responsibility as a responsible corporate citizen and to improve the lives of residents in the local communities.



Guangzhou Subsidiary

Cleaning the Streets Twenty employees of the subsidiary participated in the public environment protection movement of cleaning the streets with other social volunteer workers in April 2013. To create a cleaner environment in the area, they cleaned the streets around the worksite and handed out energy-efficient micro fans to passers-by. LG Display always takes the lead in protecting the environment as part of its effort to raise awareness of the issue of environment protection among people and contribute to the development of local communities.



Volunteer workers cleaning the street

Planting Trees The Guangzhou subsidiary's tree planting initiative took place in March 2013 in reflection of the growing movement towards low-carbon, green-growth in response to climate change. Thirty volunteer employees planted trees and cleaned around the company dormitory and a nearby hill. The activity gave all the volunteer workers a chance to realize the importance of the nature, and to freely communicate with each other while sharing the feeling of proud and unity as a member of LG Display.



Planting trees

Visiting a School for Children of Migrant Workers Volunteer employees of the Guangzhou subsidiary visited a school attended by children of migrant workers. To give young children a better environment for learning, volunteers set up an LG library within the school and donated books.



Visiting a school for children of migrant workers

Nanjing Subsidiary

Children Eyesight Support Program | In 2011, The Nanjing subsidiary of LG Display undertook eyesight protection support programs for children in cooperation with Jiangsu Province. The event held in White Horse Park in Nanjing helped promote the importance of eyesight protection to children and address the problem of children's deteriorating eyesight, which has become a social issue recently. In addition, the subsidiary carried out various volunteer activities in order to improve the quality of learning and health of children by teaching eye care practice at the school for the blind and donating radio sets to the school.



Children playing performance

Donating School uniforms to Paifang School in Anhui

|The Nanjing subsidiary has been supporting Paifang school located in a shanty town of Anhui. The sad story of many students in the school not able to have their school uniforms moved the members of Enjoyable Workplace of the subsidiary, who willingly chipped in to donate school uniforms for 79 students.



Students given school uniforms

Scholarship for Elementary Students and 3D Experience

| The Nanjing subsidiary conducted a volunteer activity where staff visited the school for children from immigrant family, deliv-

ered scholarship to students with outstanding performance, and installed 3D cinema projectors in classrooms to give a chance to experience them. The subsidiary will continue to assist these children so that they can have better educational opportunities and their parents can focus on work without worries.



Students experiencing 3D cinema

Yantai Subsidiary

Beach Cleanup Activity | Our employees of the Yantai subsidiary took part in the beach cleanup activity, picking up garbage



littered along the nearby beach and raising awareness about the issue of ocean pollution among locals.

Donation to School for the Disabled | All members of the Yantai subsidiary visited a community school for the disabled to care the socially underprivileged as well as support education of the disabled children. Participants donated scholarship to the school, gave out bead threading kits, and promised to deliver cabbages for kimchi during the winter season. Through various volunteer works, the subsidiary strives to embody corporate social responsibility.



Charity activity at a school for the disabled

Interview with Partner Companies



Yong Chan Jeon • Head of Heeseong Electronics

Heeseong Electronics has maintained the business partnership with LG Display for 14 years. Thanks to the technology development support from LG Display in 2013, as part of its CSR programs, we were able to create economic values from increased productivity. It was the mutually beneficial relationship with LG display that made such achievement possible. The support from LG Display to secure technology and production environment is one of the core elements for us to stay competitive in the market. We will spare no efforts in sharpening our competitive edge and developing technologies based on ongoing communication to ensure a sustainable development.

Young Gwan Lee • Head of Starion

The competitiveness of LG Display, I believe, lies in the close relationship it has with its partners. Sustainable development can be achieved only when it is accompanied by this competitiveness. We have had regular meetings on management with LG Display, receiving recommendations for further improvement. Especially, it helps us a lot when it comes to securing competitiveness thanks to the direct aids of LG Display on setting up lines. I hope we can attain mutual success at a time when the core of business landscape shifts from a laptop-based environment to a tablet-dominated one. We believe that the most crucial factor for the coexistence with LG Display is Jeong-Do management. Competitiveness of both partner companies and LG Display can be improved through practicing the principle. Although there are some challenges faced in the Chinese market, the principle of Jeong-Do management enables us to maintain the cooperative relationship with LG Display to this day. We at Starion will abide by and carry out Jeong-Do management and retain the concrete relationship with LG Display. Moreover, we would like to solidify the relationship going forward through participating in shared growth programs.



Hong Seo Son • Head of Daelim Corp

Daelim has continued its cooperative partnership with LG Display starting from a business deal with LG Innotek in the past. We have successfully adopted and been implementing LG Display's management approach that focuses on employee benefits and touches their emotions. To maintain a sustainable win-win relationship with LG Display, I believe, partner companies should first secure competitiveness of their own. Among other things, managing retention rates holds very significant meaning considering the regional characteristics of China. To lower the turnover of employees, we have introduced the so-called emotional management skills of LG Display and with a great deal of other support from the company we could grow our business with confidence.



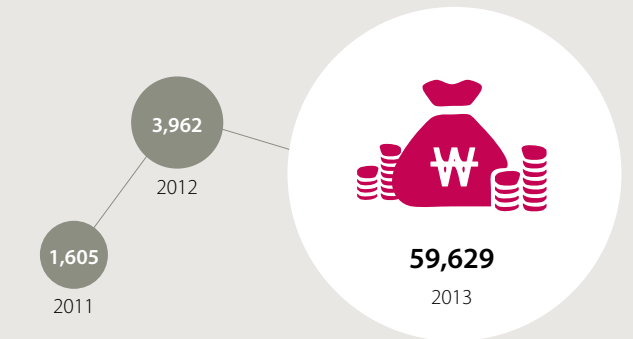
04 Performance & Appendix

Economic Data

Operating Performance (KRW million)

	2011	2012	2013
Net sales	24,291,289	29,429,668	27,033,035
Cost of sales	23,081,322	26,424,756	23,524,851
Gross profit	1,209,967	3,004,912	3,508,184
Operating income(loss)	(763,548)	912,368	1,163,314
Total assets	25,162,931	24,455,511	21,715,284
Total liabilities	15,031,903	14,215,331	10,917,864
Total Capital	10,131,028	10,240,180	10,797,420

Government subsidy (KRW million)



Environmental Data

Use of Resources

	2011	2012	2013
Backlight(thousand)	263,170	307,782	271,694
Glass(m ²)	76,695,640	89,911,228	86,574,350
Polarizer(thousand)	607,290	693,596	652,323
Drive IC(thousand)	1,229,740	1,444,083	1,295,768
Liquid Crystal(kg)	111,663	126,022	122,696

Water Withdrawals by Source (ton)

	2011	2012	2013
Industrial water	73,207,438	76,760,228	75,084,925
Residential water	2,240,174	2,235,056	2,166,580
Underground water	414,962	346,112	420,894

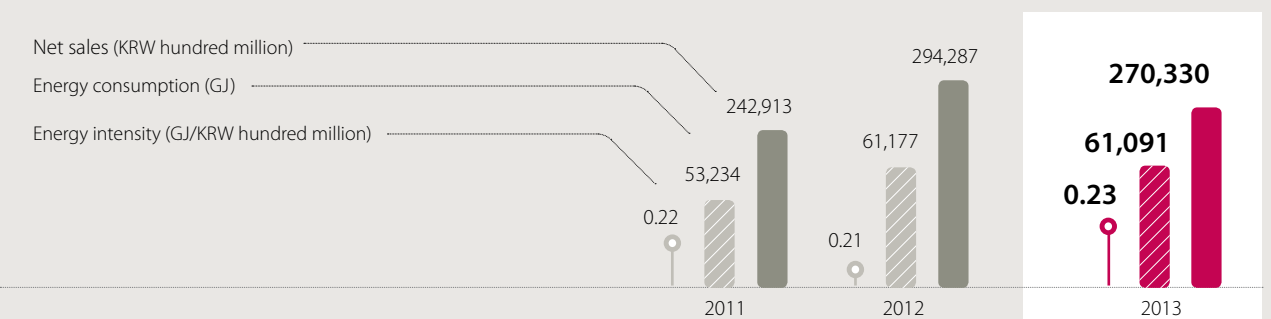
Energy Usage (TJ)

	2011	2012	2013	
Direct energy consumption	LNG	1,458	1,504	1,319
	Biofuel	30	28	0
	Others	100	210	230
Indirect energy consumption	Electricity	51,423	59,238	59,384
	Steam	223	197	159

Total Water Recycled & Reused (ton)



Energy Intensity



Direct/Indirect & Other Indirect GHG Emissions (Scope 1-3) (tCO₂e)

Unit		2011	2012	2013
Total GHG emissions		5,927,747	6,161,151	6,921,656
Direct GHG emissions	Stationary combustion	71,689	84,507	72,514
	Mobile combustion	10,375	12,230	11,823
	Process emission	3,103,036	3,077,649	3,859,149
	Others (wastes)	75,822	109,736	92,012
Indirect GHG emissions	Electricity	2,664,073	2,874,760	2,884,149
	Steam	2,752	2,269	2,010

Waste Generation

		2011	2012	2013
Hazardous wastes	Processed	1,165	1,104	939
	Recycled*	90,644	105,905	73,545
General wastes (ton)	Incineration	752	765	799
	Landfill	36,143	42,934	39,250
	Recycled	57,535	58,045	55,478
	Ocean dumping	11,733	10,253	9,660
Recycling rate (%)		71	71	72

Penalties & non-monetary sanctions for environmental regulatory violations

	2011	2012	2013
Penalties for environmental regulatory violations (KRW thousand)	120	0	0
No. of sanctions for environmental regulatory violations	1	0	0
Lawsuits filed in the dispute resolution process	-	-	-

Water Quality & Waste Water Discharge

		2011	2012	2013
Total discharge (ton/yr)		77,351,256	75,235,370	71,242,941
Water quality (BOD, TSS) (ton/d)	BOD	14.267	14.910	14.829
	COD	9.887	9.137	10.330
	SS	6.191	5.209	6.246
Oil wastewater rate (%)		0	0	0

Ozone-depleting Substances (ODS) Emissions (ton-CFC-11eq)

	2011	2012	2013
Ozone-depleting Substances (ODS) Emissions	1.50	1.60	0.67

* ODS in our 2012 sustainability report was calculated in kg.

GHG Emission Reduction (tCO₂e/yr)

	2011	2012	2013
GHG reduction	213,014	928,211	409,178

NO_x, SO_x, Other serious air emissions (kg/yr)

	2011	2012	2013
NO _x	39,249	47,455	83,421
SO _x	76,106	49,938	68,306
Others-Persistent organic pollutants (POPs)	74,626	110,577	151,837
Total	189,981	207,970	303,564

Social Data

Employees Data (persons)

		2011	2012	2013
Domestic	Male	24,284	24,066	23,851
	Female	10,609	10,679	9,884
Overseas	Male	10,005	9,993	8,281
	Female	11,131	10,883	9,189

* As part of business reporting standardization, executives and entrusted employees are counted as part of permanent employees starting 2013, and data from previous years were modified accordingly.

Employee Turnover Rate (%)



Employee Incident Rate (Industrial Incidents) (%)



New Employment

		2011	2012	2013
New Employment (persons)	Office workers	1,087	325	727
	Line workers	5,885	2,264	487
Experienced	Office workers	318	57	79
	Line workers	196	236	73

* LG Display's Wage Policy

In 2013, the ratio of standard entry-level wage compared to the local minimum wage for officer workers is over 300% and that of line workers is over 200%. LG Display provides wages that are higher than the minimum wage required by the labor-related laws in each country and region, and overtime compensation is given for extra work. The wage for male and female employees in the same position is set to be equal.

Employees Represented by Labor-Management Joint Committee on Health & Safety

	2011	2012	2013
Representation rate (%)	0.2	0.2	0.2
No. of represented employees (persons)	62	62	60

Female Employees

	2011	2012	2013
Total (persons)	56,029	55,621	51,205
Male (persons)	34,289	34,059	32,132
Female (persons)	21,740	21,562	19,073
Female workforce ratio (%)	38.8	38.8	37.2

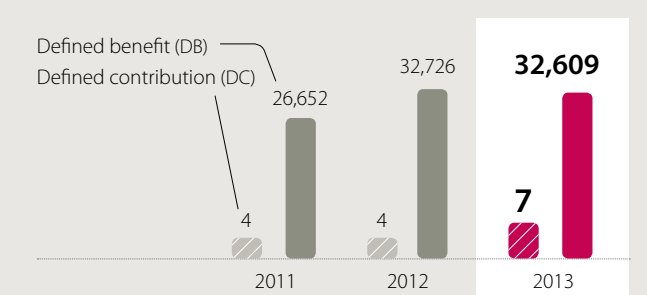
Social minority

		2011	2012	2013
Minority group	Disabled (Nanumnuri included) (persons)	171	325	415
	Share (%)	0.49	0.94	1.23
Patriots & veterans (persons)		271	319	317
Share (%)		0.78	0.92	0.93

Labor Union Membership

	2011	2012	2013
Labor union members (persons)	23,996	23,819	22,828
Labor union participation rate (%)	68.8	68.6	67.7

No. of employees overedby corporate pension plan(persons)



Number of staff who received regular performance evaluation

	2011	2012	2013
Staff subject to regular performance evaluation and career development assessmen (persons)	31,467	33,153	33,646

Return to Work & Retention Rates after Parental Leave

	2011		2012		2013	
	M	F	M	F	M	F
Return-to-work rates ⑥/⑦(%)	100	90.6	72	75	N/A	N/A
Retention rates 2012 ⑧/2011⑧(%)	100	82.4	100	75	N/A	N/A
No. of employees applying for parental leave	2	138	7	307	10	384
No. of employees on parental leave ⑨(Person)	2	138	7	307	10	384
No. of employees returning to work after parental leave ⑩(Person)	2	125	5	231	N/A	N/A
No. of employees still employed in the company 12 months after the end of parental leave ⑪(Person)	2	103	2	91	N/A	N/A

Percentage of employees returning to work after parental leave and staying on the job (Reference)

	2010		2011		2012	
	M	F	M	F	M	F
Percentage of employees returning to work after parental leave and staying on the job(%)	100	88.9	100	90.6	N/A	N/A
No. of employees applying for parental leave(Person)	3	63	2	138	7	307
No. of employees on parental leave ⑨(Person)	3	63	2	138	7	307
No. of employees returning to work after parental leave ⑩(Person)	3	56	2	125	N/A	N/A
No. of employees still employed in the company 12 months after the end of parental leave ⑪(Person)	3	42	2	103	N/A	N/A

Education & Training

	Type	2011		2012		2013	
		No. of trainees (Person)	Classification	No. of trainees (Person)	Training hours (hr)	No. of trainees (Person)	Training hours (hr)
Anti-sexual harassment, Jeong-Do Management and Fair Trade Modules included in the training for new hires	Collective education	7,112	Office	368	2,920	720	5,712
		-	Line	2,414	3,489	553	1,106
Building pleasant and healthy corporate culture (prevention of sexual harassment)	collective education	-	-	1,162	1,743	31,446	46,898
Prevention of sexual harassment at work	e-Learning	5	-	11	55	11,583	17,375
Jeong-Do Management course	e-Learning	-	-	10,461	10,461	609	609

	2011	2012	2013
Course on Human rights policy & process (hr)	21,336	18,668	71,700
No. of employees completed the course (Person)	7,112	14,416	44,911

Local Procurement of Major Worksites

		2011	2012	2013
Local procurement policy & practice(%)	Korea	90.4	86	84
	China	96	98	100
	Poland	100	100	100

Reports of Human Rights Issues & Grievances

	2011	2012	2013
Total no. of complaints reported in relation to labor practices	16	12	27
No. of complaints being dealt with	-	-	-
No. of complaints resolved	16	12	27

Employee Volunteer Works

	2011	2012	2013
No. of voluntary donors(persons)	1,135	3,870	4,678
No. of Volunteers (Person)	21,312	25,465	28,198
Volunteer work participation(%)	61	73	83
No. of volunteer works	1,514	1,810	2,050

*Voluntary donation amount: Amount donated by employees (excluding matching grants)

Total Education Hours

	2011	2012	2013
Total Education Hours (hr)	1,800,000	1,270,000	1,450,000
No. of domestic trainees (Person)	34,893	34,745	34,501

GRI G4 Guidelines

Standard Disclosures

Category	Indicators	Core	Contents	Reporting Page	Third-party Assurance	Reason for Non-reporting	
Strategy and Analysis	G4-1	●	A statement from the most senior decision-maker of the organization (such as CEO, chair, or equivalent senior position) about the relevance of sustainability to the organization and the organization's strategy for addressing sustainability	7			
	G4-3	●	The name of the organization	About this Report	●		
Organization- al Profile	G4-4	●	The primary brands, products, and services	8, 9	●		
	G4-5	●	The location of the organization's headquarters	11	●		
	G4-6	●	The number of countries where the organization operates, and names of countries where either the organization has significant operations or that are specifically relevant to the sustainability topics covered in the report	11	●		
	G4-7	●	The nature of ownership and legal form	12, 13	●		
	G4-8	●	The markets served (including geographic breakdown, sectors served, and types of customers and beneficiaries)	10, 11	●		
	G4-9	●	The scale of the organization	10	●		
	G4-10	●	the total number of male and female employees by employment contract, employment type, and share of employees and supervised workers, total workforce by region and gender, work scope of non-regular workers, and any significant variations in employment numbers	73	●		
	G4-11	●	The percentage of total employees covered by collective bargaining agreements	73	●		
	G4-12	●	The organization's supply chain	44	●		
	G4-13	●	Any significant changes during the reporting period regarding the organization's size, structure, ownership, or its supply chain	73	●		
	G4-14	●	Whether and how the precautionary approach or principle is addressed by the organization	14, 15	●		
	G4-15	●	List of externally developed economic, environmental and social charters, principles, or other initiatives to which the organization subscribes or which it endorses	81	●		
	G4-16	●	Memberships of associations (such as industry associations) and national or international advocacy organizations	81	●		
	Identified Material Aspects and Boundaries	G4-17	●	Any entity included in the organization's consolidated financial statements or equivalent documents is not covered by the report	Business Report	●	
		G4-18	●	The process for defining the report content and the Aspect Boundaries and how the organization has implemented the Reporting Principles for Defining Report Content	2, 3, 24, 25	●	
		G4-19	●	All the material Aspects identified in the process for defining report content	2, 3, 24, 25	●	
G4-20		●	The Aspect Boundary within the organization for each material Aspect	2, 3, 24, 25	●		
G4-21		●	The Aspect Boundary outside the organization for each material Aspect	2, 3, 24, 25	●		
G4-22		●	The effect of any restatements of information provided in previous reports, and the reasons for such restatements	73	●		
G4-23		●	Significant changes from previous reporting periods in the Scope and Aspect Boundaries	73	●		
G4-24		●	List of stakeholder groups engaged by the organization	22, 23	●		
Stakeholder Engagement	G4-25	●	The basis for identification and selection of stakeholders with whom to engage	22, 23	●		
	G4-26	●	The organization's approach to stakeholder engagement (by type and by stakeholder group)	22, 23	●		
	G4-27	●	Key topics and concerns that have been raised through stakeholder engagement, and the organization's response, and the stakeholder groups that raised each of the key topics and concerns.	22, 23	●		
Report Profile	G4-28	●	Reporting period (such as fiscal or calendar year)	2	●		
	G4-29	●	Date of most recent previous report	2	●		
	G4-30	●	Reporting cycle (such as annual, biennial)	2	●		
	G4-31	●	The contact point for questions regarding the report or its contents	2	●		
	G4-32	●	The 'in accordance' option the organization has chosen (Core v.s Comprehensive) and the GRI Content Index for the chosen option, and the reference to the External Assurance Report, if the report has been externally assured	2	●		
	G4-33	●	The organization's policy and current practice with regard to seeking external assurance for the report, the scope and basis of any external assurance, the relationship between the organization and the assurance providers, and whether the highest governance body or senior executives are involved in seeking assurance for the sustainability report	19, 79	●		

Category	Indicators	Core	Contents	Reporting	Page	Third-party Assurance	Reason for Non-reporting
Governance	G4-34	●	The governance structure of the organization, including committees of the highest governance body and any committees responsible for decision-making on economic, environmental and social impacts	●	19	●	
	G4-36		Executive-level positions with responsibility for economic, environmental and social topics	●	19		
	G4-38		The composition of the highest governance body and its committees	●	19		
	G4-39		Whether the Chair of the highest governance body is also an executive officer	●	19		
	G4-40		The criteria used for nominating and selecting highest governance body members	●	19		
	G4-41		Processes for the highest governance body to ensure conflicts of interest are avoided and managed	●	12, 13, Business Report	●	
	G4-43		The measures taken to develop and enhance the highest governance body's collective knowledge of economic, environmental and social topics	●	12, 13	●	
	G4-44		Evaluation of the highest governance body's performance with respect to governance of economic, environmental and social topics	●	12, 13	●	
	G4-46		The highest governance body's role in reviewing the effectiveness of the organization's risk management processes for economic, environmental and social topics	●	12, 13	●	
	G4-47		The frequency of the highest governance body's review of economic, environmental and social impacts, risks, and opportunities	●	12, 13	●	
Ethics and Integrity	G4-51		The process for determining remuneration, whether remuneration consultants are involved, and any relationships which the remuneration consultants have with the organization	●	13		
	G4-52		The remuneration policies for the highest governance body and senior executives	●	13		
	G4-56	●	The organization's values, principles, standards and norms of behavior such as codes of conduct and codes of ethics	●	8	●	
	G4-57		The internal and external mechanisms for seeking advice on ethical and lawful behavior, and matters related to organizational integrity	●	14, 15		
	G4-58		The internal and external mechanisms for reporting concerns about unethical or unlawful behavior, and matters related to organizational integrity	●	14, 15		

Specific Standard Disclosures

Aspect	Material	Indicators	Contents	Reporting	Page	Third-party Assurance	Reason for Non-reporting
Economic							
Economic Performance	●	DMA	General Management Approach	●	9		
	●	G4-EC1	Direct Economic Value Generated and Distributed	●	10, 71	●	
	●	G4-EC2	Financial Implications and Other Risks and Opportunities for the Organization's Activities Due to Climate Change	●	34	●	
	●	G4-EC3	Coverage of the Organization's Defined Benefit Plan Obligations	●	73	●	
	●	G4-EC4	Financial Assistance Received from Government	●	46		
Market Presence	●	DMA	Management Approach for each Aspect	●	9		
	●	G4-EC5	Ratios of Standard Entry Level Wage by Gender Compared to Local Minimum Wage at Significant Locations of Operation	●	73	●	
	●	G4-EC6	Proportion of Senior Management Hired from the Local Community at Significant Locations of Operation	○	-		
Indirect Economic Impacts		G4-EC7	Development and Impact of Infrastructure Investments and Services Supported	●	49~51		
		G4-EC8	Significant Indirect Economic Impacts, Including the Extent of Impacts	●	49~51		
Environmental							
Materials		G4-EN1	Materials Used by Weight or Volume	●	71		
		G4-EN2	Percentage of Materials that are Recycled Input Materials	○	-		
Energy	●	DMA	Management Approach for each Aspect	●	34		
	●	G4-EN3	Energy Consumption within the Organization	●	71	●	
	●	G4-EN4	Energy Consumption outside the Organization	○	-		
	●	G4-EN5	Energy Intensity	●	71	●	
	●	G4-EN6	Reduction of Energy Consumption	●	71	●	

Aspect	Material	Indicators	Contents	Reporting	Page	Third-party Assurance	Reason for Non-reporting	
Energy	●	G4-EN7	Reductions in Energy Requirements of Products and Services	●	34			
Water		G4-EN8	Total Water Withdrawal by Source	●	71			
		G4-EN9	Water Sources Significantly Affected by Withdrawal	○	-			
		G4-EN10	Percentage and Total Volume of Water Recycled and Reused	●	71			
Emissions	●	DMA	Management Approach for each Aspect	●	34			
	●	G4-EN15	Direct GHG Emissions	●	72	●		
	●	G4-EN16	Indirect GHG Emissions	●	72	●		
	●	G4-EN17	Other Indirect GHG Emissions	○	-			
	●	G4-EN18	GHG Emissions Intensity	●	71			
	●	G4-EN19	Reduction of GHG Emissions	●	72			
	●	G4-EN20	ODS Emissions	●	72	●		
	●	G4-EN21	NOX, SOX, and Other Significant Air Emissions	●	72			
	Effluents and Waste	●	DMA	Management Approach for each Aspect	●	34		
		●	G4-EN22	Total Water Discharge by Quality and Destination	●	72	●	
●		G4-EN23	Total Weight of Waste by Type and Disposal Method	●	72	●		
●		G4-EN24	Total Number and Volume of Significant Spills	●	72			
●		G4-EN25	Weight of Transported, Imported, Exported or Treated Waste Deemed Hazardous under the Terms of the Basel Convention Annex I, II, III, and VIII, and Percentage of Transported Waste Shipped Internationally	●	N/A			
●		G4-EN26	Identity, Size, Protected Status, and Biodiversity Value of Water Bodies and Their Habitats Significantly Affected by the Organization's Discharge of Water and Runoff	●	35	●		
Products and Services	●	DMA	General Management Approach	●	28			
	●	G4-EN27	Extent of Impact Mitigation of Environmental Impacts of Products and Services	●	31	●		
	●	G4-EN28	Percentage of Products Sold and Their Packaging Materials Reclaimed by Category	○				

Social

Aspect	Material	Indicators	Contents	Reporting	Page	Third-party Assurance	Reason for Non-reporting
Labor Practices and Decent Work							
Employment	●	DMA	Management Approach by Aspect	●	38		
	●	G4-LA1	Number and Rates of New Employee Hires and Employee Turnover by Age, Gender and Region	●	73	●	
	●	G4-LA2	Benefits Provided to Full-time Employees only (not to Temporary or Part-time Employees) by Significant Locations of Operation	●	41		
	●	G4-LA3	Return to Work and Retention Rates After Parental Leave, by Gender	●	74	●	
Occupational Health and Safety	●	DMA	Management Approach by Aspect	●	42		
	●	G4-LA5	Percentage of Total Workforce Represented in Industrial Health and Safety Committees that Help Monitor and Advise on Occupational Health and Safety Programs	●	73	●	
	●	G4-LA6	Type of Injury and Rates of Injury, Occupational Diseases, Lost Days, and Absenteeism and Total Number of Work-related Fatalities, by Region and Gender	●	73	●	
	●	G4-LA7	Workers with High Incidence or High Risk of Diseases related to Their Occupation	○			
	●	G4-LA8	Health and Safety Topics Covered In Formal Agreement with Labor Unions	●	42, 43		
Training & Education	●	DMA	General Management Approach	●			
	●	G4-LA9	Average Hours of Training per Year per Employee by Gender, and by Employee Category	●	74	●	
	●	G4-LA10	Programs for Skills Management and Lifelong Learning that Support Continued Employability of Employees and Assist Them in Managing Career Endings	●	41	●	
Diversity and Equal Opportunity	●	G4-LA11	Percentage of Employees Receiving Regular Performance and Career Development Reviews, by Gender and by Employee Category	●	73	●	
	●	G4-LA12	Composition of Governance Bodies and Breakdown of Employees per Employee Category According to Gender, Age Group, Minority Group Membership and Other Indicators of Diversity	●	73	●	

Aspect	Material	Indicators	Contents	Report- ing	Page	Third-party Assurance	Reason for Non-reporting
Equal Remuneration for Women and Men		G4-LA13	Ratio of Basic Salary and Remuneration of Women to Men by Employee Category, by Significant Locations of Operation	●	73	●	
Supplier Assessment for Labor Practices		G4-LA14	Percentage of New Suppliers that were Screened Using Labor Practices Criteria	○	-		
		G4-LA15	Significant Actual and Potential Negative Impacts for Labor Practices in the Supply Chain and Actions Taken	●	46		
Labor Practices Grievance Mechanisms		G4-LA16	Number of Grievances about Labor Practices Filed, Addressed, and Resolved through Formal Grievance Mechanisms	●	43		
Human Rights Investment		G4-HR1	Total Number and Percentage of Significant Investment Agreements and Contracts that Include Human Rights Clauses or Underwent Human Rights Screening	○	-		
		G4-HR2	Hours of Employee Training on Policies or Procedures Concerning Human Rights Relevant to Operations, and the Number of Employees Trained	●	74		
Non-discrimination		G4-HR3	Total Number of Incidents of Discrimination and Corrective Actions Taken	●	N/A		
Freedom of Association and Collective Bargaining		G4-HR4	Operations and Suppliers Identified in which the Right to Exercise Freedom of Association and Collective Bargaining May be Violated or at Significant Risk, and Measures Taken to Support These Rights	●	43		
Child Labor		G4-HR5	Operations and Suppliers Identified as Having Significant Risk for Incidents of Child Labor, and Measures Taken to Contribute to the Effective Abolition of Child Labor	●	N/A		
Forced Labor		G4-HR6	Operations and Suppliers Identified as Having Significant Risk for Incidents of Forced Labor, and Measures Taken to Contribute to the Elimination of All Forms of Forced Labor	●	N/A		
Security Practices		G4-HR7	Percentage of Security Personnel Trained in the Organization's Human Rights Policies and Procedures Relevant to Operations	●	74		
Indigenous Rights		G4-HR8	Number of Violations Involving Rights of Indigenous Peoples and Actions Taken	●	N/A		
Supplier Human Rights Assessment	●	DMA	Management Approach by Aspect	●	44		
	●	G4-HR10	Percentage of New Suppliers Screened Using Human Rights Criteria	●	46		
	●	G4-HR11	Significant Actual and Potential Negative Human Rights Impacts in the Supply Chain and Actions Taken	●	47	●	
Society							
Local Communities	●	DMA	Management Approach by Aspect	●	48		
	●	G4-SO1	Percentage of Operations with Implemented Local Community Engagement, Impact Assessment and Development Programs	●	74	●	
	●	G4-SO2	Operations with Significant Actual and Potential Negative Impacts on Local Communities	○	-		
Anti-corruption		DMA	Management Approach by Aspect	●	14, 15		
		G4-SO3	Number AND Percentage of Operations Assessed for Risks Related to Corruption and the Significant Risks Identified	●	14, 15		
		G4-SO4	Communication and Training on Anti-corruption Policies and Procedures	●	14, 15		
		G4-SO5	Confirmed Incidents of Corruption and Actions Taken	○	-		
Anti-competitive Behavior	●	DMA	Management Approach by Aspect	●	44		
	●	G4-SO7	Number of Legal Actions for Anti-competitive Behavior, Anti-trust and Monopoly Practices and Their Outcomes	●	N/A		
Product and Service Labeling	●	DMA	Management Approach by Aspect	●	28		
	●	G4-PR3	Type of Product and Service Information Required for Labeling and Percentage of Significant Product and Service Categories Subject to Such Information Requirements	●	30		
	●	G4-PR4	Number of Incidents of Non-compliance with Regulations and Voluntary Codes Concerning Product/Service Information and Labeling, by Type of Outcomes	●	N/A		
	●	G4-PR5	Results of Surveys Measuring Customer Satisfaction	●	32	●	

Assurance Statement

Introduction

DNV Certification Ltd. (hereinafter "DNV GL") is commissioned to carry out the assurance engagement of the 2013-2014 Sustainability Report (hereinafter "the Report") of LG Display Co., LTD (hereinafter "LG DISPLAY"). This engagement focused on the information provided in the Report and the underlying management and reporting processes.

LG DISPLAY is responsible for the collection, analysis, aggregation and presentation of all information within the Report. DNV GL's responsibility in performing the work follows terms of reference and scope of work agreed. The assurance engagement is based on the assumption that the data and information provided to us is complete, sufficient and authentic. LG DISPLAY's stakeholders are the intended recipients of the assurance statement.

Scope of Assurance

This Assurance Engagement covered data from the calendar year 2013. The scope of DNV GL's Assurance Engagement includes only for operations under control in Korea the review and assessment of followings:

- Evaluation of the reporting principles for defining the sustainability report content and the quality as expressed in Global Reporting Initiative (GRI) Sustainability Reporting Guidelines G4.
- Evaluation of adherence to Accountability principles provided in AA1000 Accountability Principles Standard (APS) 2008 with a moderate level of assurance and Type 1 as stated in AA1000 Assurance Standard (AS) 2008.
- Verification of disclosures to check the Report is prepared 'In accordance' with the GRI Guidelines G4 (Core option) (Aggregated level of data that refers to the period between January and December 2013)
- Visit to LG DISPLAY Head office in Seoul, Korea in April-May 2014.

Limitation

The engagement excluded the sustainability management, performance and reporting practices of LG DISPLAY's suppliers, contractors and any third-parties mentioned in the Report. DNV GL did not interview external stakeholders as part of this Assurance Engagement. Any financial information from LG DISPLAY's annual report and company reporting on operations in 2013-2014 or other sources are not included in the scope of the Assurance. Economic performances based on the financial data were cross-checked with internal documents and the audited financial statements. The aggregation and calculation process for building economic performances is reviewed and tested by the verification team. The baseline data for Environmental and Social performance are not verified, while the aggregated data are used for the verification. DNV GL expressly disclaims any liability or co-responsibility for any decision a person or an entity may make based on this Assurance Statement.

Verification Methodology

The Assurance Engagement was planned and carried out in accordance with the DNV GL Verification Protocol for Sustainability Reporting (VeriSustain™ V.4.1) and AA1000AS(2008). As part of the verification, we challenged the sustainability-related statements and claims made in the Report and assessed the robustness of the underlying data management system, information flow and controls.

In accordance with the Protocol, the Report was evaluated with regard to the following criteria: DNV GL has examined and reviewed documents, data and other information made available by LG DISPLAY. We acquired the information and technical data from the certified management systems. We performed sample-based audits of;

- The process for determining the materiality of the contents to be included in the Report;
- The process for generating, gathering and managing the quantitative and qualitative data included in the Report.
- The accuracy of data verified.

Conclusion

In DNV GL's opinion, and based on the scope of this Assurance Engagement, the Report provides a reliable and fair representation of LG DISPLAY's sustainability strategy, policy, practices and performance in 2013. Further conclusions and observations on the Adherence to the principles of Inclusivity, Materiality and Responsiveness, as set forth in the AA1000AS(2008) are made below;

Inclusivity LG DISPLAY has engaged with a wide range of stakeholders. Such 5 main stakeholder groups as Shareholders and Investors, Employees, Suppliers, Customers and Local community are identified in the Report. In addition, the communication channels and expectations of respective stakeholders are also provided. Each business unit/department identifies the interest of stakeholders by engaging them with various ways. On-line stakeholder survey result was reflected into the materiality determination process. In our view, the level at which the Report adheres to the principle of Inclusivity is 'Good'.

Materiality Analysis of media coverage and industry peer group issues are the basis of screening significant issues. External significant issues are also identified by analyzing peer group report and global sustainability standards and also from the interview of the stakeholders. LG DISPLAY has mapped out internal and external issues and prioritized sustainability issues that are most material. The output of the process clearly brings out material issues. In our view, the level at which the Report adheres to the principle of Materiality is 'Good'.

Responsiveness Stakeholders' views, interests and expectations sought from stakeholder engagement are considered in the preparation of the Report and in the formulation of sustainability management strategy. LG DISPLAY has stated sustainability vision and strategy and sustainability governance in the Report. The future response plan against the expectations of respective stakeholders enhances the responsiveness of LG DISPLAY. LG DISPLAY has monitored, measured and reported the indicators associated with the material aspects. In our view, the level at which the Report adheres to the principle of Responsiveness is 'Good'.

Opportunities for Improvement

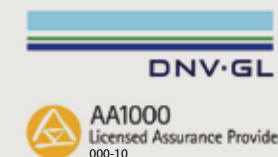
The following is an excerpt from the observations and opportunities reported to LG DISPLAY's management. However, these do not affect our conclusions on the Report and are provided to encourage continual improvement.

- The improvement plan of accuracy and transparency of data associated with material aspects needs to be considered with the review of data collection and aggregation process.

Statement of Competence and Independence

DNV GL is a leading provider of sustainability services, including the verification of sustainability reports. Our environmental and social assurance specialists operate in over 100 countries. DNV GL was not involved in the preparation of any statements or data included in the Report except for this Assurance Statement. DNV GL maintains complete impartiality toward stakeholders interviewed during the verification process.

May 2014 Seoul, Republic of Korea
In-Kyoon Ahn Country Manager



Contributors to Report Preparation

Contributors to Report Preparation Contributors – Domestic

Team	Name	Title
Corporate Affairs	Kristie Chung	Assistant Manager
	ho wook Lee	Manager
	Alice Park	Manager
	Luke Lee	Manager
Paju Green	Mi Hye Kim	Manager
	Cho rong Kim	Associate
	Mi-Ri Lim	Assistant Manager
Gumi Green Team	Chun Kyo Seo	Associate
	Hyun Kyung Lim	Manager
Industrial Safety	Younghan Lee	Manager
Procurement Planning	Dae youn Kim	Assistant Manager
	Gu won Kim	Manager
Winwin Technology	Sang Chul Byun	Manager
Technology Planning	Jung ok Kim	Associate
Compliance	Mi na Park	Assistant Manager
Public Relations	Nam il Choi	Manager
Domestic Legal Affairs	Jang Yul Cho	Assistant Manager
Finance & Accounting	Suk hyun Yoon	Manager
IR	Brian Heo	Manager
Ethics Bureau	Jin Bum Kang	Manager
	Kyung jin Ryu	Manager
Quality Planning	Eung ki Sim	Associate
WLB Task	Min Ho Jeon	Manager
CSR	Ju Hyun kim	Associate
Management Support	Jae Woo Kim	Manager
Paju Employee Satisfaction	Dong bum Son	Manager
Gumi Employee Satisfaction	Ju young Kim	Assistant Manager
HR Planning	Ji young Hwang	Manager
HRD Solution	Byung Uk Lim	Manager
Labor Relations	Hyun Jun Kim	Manager
Overseas Standards	Byung Hee Choi	Senior Researcher
Information Security	Myong Soo Jeong	Assistant Manager
Security Operations	Woo chul Jeon	Manager
TV Development Planning	Hoon hee Cho	Assistant Manager

Contributors to Report Preparation Contributors – China

Name	Title	Name	Title
Guangzhou Subsidiary			
Wuliming (吴利明)	次长	Xiaoyalin (肖亚林)	代理
Zhanglihua (张利花)	副主管	Zengzhaoping (曾照萍)	副主管
Luoyiyi (罗毅艺)	主管	Lixiangchun (李香春)	代理
Lichunzi (李春子)	科长	Dae Wook Kim	General Manager
Zhoudingwen (周定文)	次长	James Lee	Deputy General Manager
Jindongquang (金东权)	次长	Young Sik Kim	General Manager
Sunzheshan (孙哲山)	部长	Lixuanjin (Hun jin Lee)	Deputy General Manager
Nanjing Subsidiary			
Jindongjun (金东军)	科长	Anchangji (安昌吉)	科长
Mali (马力)	代理	Hanliang (韩惊)	副主管
Zhangjie (张洁)	部长	Min Yong Ha	General Manager
Zhangyan (张燕)	部长	Sang Han Bae	General Manager
Jiangxudon (蒋旭东)	次长	Hyun Gun Lee	General Manager
Chenjing (陈璟)	次长	Kyung Joon Lee	General Manager
Chensonglin (陈松林)	主管	Min Jeong	General Manager
Yantai Subsidiary			
Xuyan (徐妍)	科长	Cuijianhua (崔建华)	副主管
Liuwei (刘伟)	主管	Choong Heon Song	General Manager
Wenyingshun (文英顺)	科长	Sung Yel Kim	Deputy General Manager
Zhuxiulei (朱秀磊)	科长	Hyung Seon Kim	General Manager
Tianrongqi (田荣琪)	代理	Kun Yul Park	General Manager
Jiangxinjiang (姜新强)	科长		

Awards, Recognitions and Memberships

Awards & Recognitions

No.	Award & Recognition	Date	Organizer
1	46th Annual Invention Day, Presidential Citation	2011	Korea Invention Promotion Association
2	IMID Information Display Award : FPR 3D Display Panel	2011	IMID
3	Prime Minister's Award for outstanding industrial waste reduction	2011	Ministry of Environment
4	2011 Fortune Great Workplace in Korea Award	2011	GWP Korea
5	Korea World-class Product Award for FPR 3D	2011	Ministry of Knowledge Economy
6	48th Annual Trade Day, USD15 billion Export Tower	2011	Ministry of Knowledge Economy
7	Award at the 6th National Display R&D Project Workshop	2011	Ministry of Knowledge Economy
8	11th Korea Safety Contest, Presidential Award (Gumi Plant)	2012	Safety & Certification Association
9	2012 Investment Attraction Award, Grand Prize (Gumi Plant)	2012	Gyung-sangbuk-do
10	Family-friendly Management Award, Prime Minister's Award	2012	Ministry of Gender Equality and Family
11	Korea World-class Product Award for WRGB OLED Panel	2012	Ministry of Knowledge Economy
12	49th Annual Trade Day, Silver Tower Order of Industrial Service Merit	2012	Korea International Trade Association
13	SID Best in Show: 55" FHD 3D OLED Panel	2012	SID
14	47th Day of Invention, Bronze Tower Order of Industrial Service Merit	2012	Korea Invention Promotion Association
15	AAA Certification, AEO, Authorized Economic Operator	2013	Korea Customs Service
16	Korea Green Management Excellence Award, Environment Minister's Citation	2013	Ministry of Environment
17	48th Annual Invention Day, Tin Tower Order of Industrial Service Merit	2013	Korea Invention Promotion Association
18	National Display R&D Project Workshop, Award from Minister of Trade, Industry & Energy	2013	Ministry of Trade, Industry & Energy

Memberships

No.	Associations and Organizations	No.	Associations and Organizations
1	Federatin of Korean Industries	11	Consortium of Semiconductor Advanced Research
2	Korea Chamber of Commerce and Industry	12	Korea Radioisotope Association
3	Korea Display Industry Association	13	Korea Industrial Safety Association
4	Korea Printed Electronics Association	14	Paju Fire Safety Association
5	Korea International Trade Association	15	Industrial Health Association
6	3D Fusion Industry Association	16	Korea Association of Occupational Health Nurse
7	Fair Competition Federation	17	Korea Information Display Society
8	Korea Listed Companies Association	18	High Touch Industry Association
9	Korea Investor Relations Service	19	Korea Association for Industrial Technology Security
10	Nano Technology Research Association		

