

LG Display Co., Ltd.
Form 6-K
November 12, 2008
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SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

Form 6-K

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

For the month of Nov 2008

LG Display Co., Ltd.

(Translation of Registrant's name into English)

20 Yoido-dong, Youngdungpo-gu, Seoul 150-721, The Republic of Korea

(Address of principal executive offices)

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

Form 20-F Form 40-F

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

Note: Regulation S-T Rule 101(b)(1) only permits the submission in paper of a Form 6-K if submitted solely to provide an attached annual report to security holders.

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

Note: Regulation S-T Rule 101(b)(7) only permits the submission in paper of a Form 6-K if submission to furnish a report or other document that the registration foreign private issuer must furnish and make public under the laws of the jurisdiction in which the registrant is incorporated, domiciled or legally organized (the registrant's home country), or under the rules of the home country exchange on which the registrant's securities are traded, as long as the report or other document is not a press release, is not required to be and has not been distributed to the registrant's security holders, and if discussing a material event, has already been the subject of a Form 6-K submission or other Commission filing on EDGAR.

Indicate by check mark whether by furnishing the information contained in this Form, the registrant is also thereby furnishing the information to the Commission pursuant to Rule 12g3-2(b) under the Securities Exchange Act of 1934.

Yes No

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QUARTERLY REPORT

(From January 1, 2008 to September 30, 2008)

THIS IS A TRANSLATION OF THE QUARTERLY REPORT ORIGINALLY PREPARED IN KOREAN AND IS IN SUCH FORM AS REQUIRED BY THE KOREAN FINANCIAL SUPERVISORY COMMISSION.

IN THE TRANSLATION PROCESS, SOME PARTS OF THE REPORT WERE REFORMATTED, REARRANGED OR SUMMARIZED FOR THE CONVENIENCE OF READERS.

UNLESS EXPRESSLY STATED OTHERWISE, ALL INFORMATION CONTAINED HEREIN IS PRESENTED ON A NON-CONSOLIDATED BASIS IN ACCORDANCE WITH ACCOUNTING PRINCIPLES GENERALLY ACCEPTED IN KOREA, OR KOREAN GAAP, WHICH DIFFER IN CERTAIN RESPECTS FROM GENERALLY ACCEPTED ACCOUNTING PRINCIPLES IN CERTAIN OTHER COUNTRIES, INCLUDING THE UNITED STATES. WE HAVE MADE NO ATTEMPT TO IDENTIFY OR QUANTIFY THE IMPACT OF THESE DIFFERENCES IN THIS DOCUMENT.

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A. Industry

(1) Industry characteristics and growth potential

TFT-LCD technology is one of the most widely used technologies in the manufacture of flat panel displays and the demand for flat panel displays is growing. The flat panel display industry is characterized by entry barriers due to rapidly evolving technology, capital-intensive characteristics, and the significant investments required to achieve economies of scale, among other factors. There is strong competition between a relatively small number of players within the industry and production capacity in the industry, including ours, is being continually increased.

The demand for LCD panels for notebook computers & monitors has been closely related to the IT industry cycle. The demand for LCD panels for TVs has been growing as HDTV broadcasting is becoming more common and as LCD TV has come to play an important role in the digital display market. There is competition between TFT-LCD and PDP technologies in the area of large flat TV products. In addition, markets for small- to medium-sized LCD panels, such as mobile phones, P-A/V, medical applications and automobile navigation systems, among others, are growing steadily.

The average selling prices of LCD panels may continue to decline with time irrespective of general business cycles as a result of, among other factors, technology advances and cost reductions.

(2) Cyclicity

The TFT-LCD business is highly cyclical as well as being capital-intensive. In spite of the increase in demand for products, this industry has experienced periodic volatility caused by imbalances between demand and supply due to capacity expansion within the industry.

Intense competition and expectations of demand growth may lead panel manufacturers to invest in manufacturing capacity on similar schedules, resulting in a surge in capacity when production is ramped up at new fabrication facilities.

During such surges in capacity growth, our customers can exert and have exerted strong downward pricing pressure, resulting in sharp declines in average selling prices and significant fluctuations in our gross margins. Conversely, demand surges and fluctuations in the supply chain can lead to price increases.

(3) Competitiveness

Our ability to compete successfully depends on factors both within and outside our control, including product pricing, our relationship with our customers, performance and reliability, successful and timely investment and product development, success of our end-brand customers in marketing their brands and products, component and raw material supply costs, foreign exchange rate and general economic and industry conditions.

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Core competitiveness includes technology leadership, capability to design new products and premium products, timely investment in advanced fabs, cost leadership through application of large production lines, innovation of process and productivity, and collaborative customer relationships.

Most importantly, cost leadership and stable and long-term relationships with customers are critical to secure profit even in a buyer's market.

A substantial portion of our sales is attributable to a limited number of end-brand customers and their designated system integrators. The loss of these end-brand customers, as a result of customers entering into strategic supplier arrangements with our competitors or otherwise, would thus result in reduced sales.

Developing new products and technologies that can be differentiated from those of our competitors is critical to the success of our business. We take active measures to protect our intellectual property internationally by obtaining patents and undertaking monitoring activities in our major markets. It is also necessary to recruit and retain experienced key managerial personnel and highly skilled line operators.

(4) Sourcing material

Key materials (including color filters) are sourced in-house as well as from domestic and overseas vendors.

A shortage of raw materials may arise temporarily due to an increase in demand for raw materials resulting from capacity expansion in the TFT-LCD industry.

A substantial portion of our equipment is sourced from a limited number of qualified foreign and local suppliers. From time to time, increased demand for new equipment may cause lead times to extend beyond those normally required by the equipment vendors.

(5) Others

Most TFT-LCD panel makers are located in Asia.

a. Korea: LG Display, Samsung Electronics (including a joint venture between Samsung Electronics and Sony Corporation), BOE-Hydis

b. Taiwan: AU Optronics, Chi Mei Optoelectronics, CPT, etc.

c. Japan: Sharp, IPS-Alpha, etc.

d. China: SVA-NEC, BOE-OT, etc.

B. Company

(1) Business overview

Commercial production for our TFT-LCD business began in September 1995 at P1, which was then the first fabrication facility of LG Electronics. At the end of 1998, LG Electronics and LG Semicon transferred their respective TFT-LCD related

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businesses to LG Soft Co., Ltd (currently LG Display). It became a joint venture between LG Electronics and Philips Electronics in August 1999. In July 2004, we completed our initial public offering and listed our common stock on the Korea Exchange and our ADSs on the New York Stock Exchange. As

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of September 30, 2008, we operate seven fabrication facilities located in Gumi and Paju, Korea, and a total of seven module facilities located in Gumi and Paju, Korea, Nanjing (3 factories) and Guangzhou, China, and Wroclaw, Poland.

We became the first LCD maker in the world to commence commercial production at a 4th generation fab (P3) in July 2000 and at a 5th generation fab (P4) in March 2002, and we started mass production at our 6th generation fab (P6) in August 2004, which allows us to produce LCD panels for large TVs and monitors. With the commencement of mass production at our 7th generation fab (P7) in January 2006 and with our decision to invest in an 8th generation fab (P8) in October 2007, we are expanding our production capacity in line with the growing large-sized LCD TV market. In addition, in July 2008, we decided to increase our TFT-LCD production capacity in Gumi to prepare for the growth of the TFT-LCD market.

Our non-consolidated sales decreased by approximately 2% from KRW 3,975 billion in the third quarter of 2007 to KRW 3,891 billion in the third quarter of 2008. Our non-consolidated operating income decreased by approximately 73% from KRW 709 billion in the third quarter of 2007 to KRW 190 billion in the third quarter of 2008. Our non-consolidated net income decreased by approximately 44% from KRW 524 billion in the third quarter of 2007 to KRW 291 billion in the third quarter of 2008. (Our consolidated sales under Korean GAAP decreased by approximately 2% from KRW 3,953 billion in the third quarter of 2007 to KRW 3,861 billion in the third quarter of 2008. Our consolidated operating income under Korean GAAP decreased by approximately 63% from KRW 693 billion in the third quarter of 2007 to KRW 254 billion in the third quarter of 2008. Our consolidated net income decreased by approximately 44% from KRW 524 billion in the third quarter of 2007 to KRW 295 billion in the third quarter of 2008.)

We reinforced our position as a leader in LCD technology by developing public displays such as the world's largest 52-inch multi-touch screen panel and a 47-inch triple-view panel as well as the world's largest 6-inch oval LCD panel, a 17.1-inch switchable 3D display which function allows for a 2D/3D conversion with ease, a 15-inch TFT LCD panel with a C/F board that applies the roller printing method and a 15-inch AM OLED that uses the a-Si method.

Moreover, we formed strategic alliances or entered into long-term sales contracts with major global firms such as Dell, Hewlett Packard and Kodak of the United States and Japan's Toshiba, among others, to secure customers and expand partnerships for technology development.

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(2) Market shares

Our worldwide market share for large-size TFT-LCD panels (10-inch or large) based on revenue

	2008 (Q1-Q3)	2007	2006
Panel for Notebook Computers	29.3%	28.5%	26.2%
Panel for Monitors	16.9%	15.6%	15.6%
Panel for TVs	18.1%	22.0%	23.6%
Total	19.7%	20.4%	20.5%

* Source: DisplaySearch [Q4] 2008

(3) Market characteristics

The LCD panel has become the core component of the display industry and the demand for LCD panels has been growing steadily.

Due to the recent high growth in the display appliance market for the flat display format, the scale of the LCD market is growing, resulting in expansion of the market centered mainly in America, Japan, Europe and China.

The growth of the LCD market has mainly been driven by the demand for IT-related products. However, it is anticipated that the LCD TV display market, which has grown rapidly in recent years, will provide the main source of steady growth of the LCD market.

(4) New business

As of the end of the third quarter of 2008, P7 in our Paju Display Cluster reached an expanded production capacity of over 150 thousand sheets of glass substrates per month and we have commenced the construction of P8 (8th generation fab) in anticipation of growth in the large-sized TFT-LCD market.

In May 2006, we entered into an investment agreement with the Guangzhou Development District Administrative Committee to construct a module production plant in Guangzhou, China, and in June 2006, we established LG Display Guangzhou Co., Ltd. (f/k/a LG.Philips LCD Guangzhou Co., Ltd.). We commenced mass production at the new module production plant in December 2007 and we held an opening ceremony for the module production plant in April 2008.

In June 2008, we launched the OLED Business Unit in anticipation of future growth in the OLED business. In addition, we also plan to strengthen our market position in the future display technologies by accelerating the development of flexible display technologies and leading the LED back-light LCD market.

In order to facilitate a cooperative purchasing relationship with HannStar Display Corporation (HannStar), a company that manufactures TFT-LCD panels in Taiwan, we decided to purchase 180 million shares of preferred stock of HannStar at a

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purchase price of NT\$3,170,250,000. We acquired the preferred shares in February 2008. The preferred shares mature in three years and are convertible into shares of common stock of HannStar.

We are making an effort to increase our competitiveness by forming cooperative relationships with our suppliers and purchasers of our products. As part of this effort, in June 2008 we purchased 2,037,204 shares of AVACO, which produces sputters, a core equipment for LCD production, and we purchased 1,008,875 shares of TLI Co., Ltd.,

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which produces core LCD panel components such as Timing Controllers and Driver ICs. By promoting strategic relationships with equipments and parts suppliers, which enables us to obtain a stable source of supply of equipments and parts at competitive prices, we have strengthened our competitive position in the LCD business.

In July 2008, we and Skyworth RGB Electronics founded a R&D joint venture corporation with a registered capital of CNY 50 million in China.

In August 2008, we entered into a joint venture company agreement with AmTRAN Technology Co., Ltd. (AmTRAN), a Taiwan corporation, in order to produce (i) LCD modules and (ii) LCD TV sets manufactured using the EMS (Electronic Manufacturing System) method. Through the establishment of this joint venture with AmTRAN, we are able to further expand our customer base by securing a long term stable panel dealer. It also allows us to produce LCD modules and LCD TV sets in a single factory, which enables us to provide our customers with products that are competitive both in terms of technology and price.

In July 2008, we purchased 6,850,000 shares of the common stock of New Optics, which is approximately 36.7% of its outstanding shares, as part of our strategy to increase our competitiveness by forming cooperative relationships with our suppliers.

(5) Organization chart as of September 30, 2008

CEO: Chief Executive Officer

CFO: Chief Financial Officer

CPO: Chief Production Officer

CTO: Chief Technology Officer

C. Recent developments

(1) January 2008: Acquired OLED business from LG Electronics

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(2) March 2008: Changed the name of the Company from LG.Philips LCD Co., Ltd. to LG Display Co., Ltd.

(3) Major contracts

February 2008: Extended trademark license agreement with Philips Electronics
(January 1, 2008 ~ June 30, 2008)

February 2008: Extended trademark license agreement with LG Corp.
(January 1, 2008 ~ December 31, 2010)

April 2008: Entered into an agreement with Skyworth RGB Electronics to establish a research and development joint venture company

June 2008: Skyworth TV Holdings Limited purchased a 16% interest in LG Display Guangzhou Co., Ltd

August 2008: Entered into an agreement with AmTRAN to establish a joint venture company in China

2. Information Regarding Shares

A. Change in Capital Stock

		(Unit: KRW, Share)	
Date	Descriptions	Change in number of common shares	Face amount per share
July 27, 2005	Follow-on offering*	32,500,000	5,000

* ADSs offering: 32,500,000 shares (US\$42.64 per share, US\$21.32 per ADS)

B. Convertible Bonds

		(Unit: USD, Share)
Item	Content	
Issuing date	April 18, 2007	
Maturity	April 18, 2012	
(Redemption date after put option exercise)	(April 18, 2010)	
Face Amount	USD550,000,000	
Offering method	Public offering	
Conversion period	Convertible into shares of common stock during the period from April 19, 2008 to April 3, 2012	

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Conversion price		KRW 48,760 per share*
Conversion status	Number of shares already converted	None
	Number of convertible shares	10,530,762 shares if all are converted*
Remarks		Registered form
		Listed on Singapore Exchange

* Conversion price was adjusted from KRW 49,070 to KRW 48,760 and the number of convertible shares was adjusted from 10,464,234 to 10,530,762 following the approval by the shareholders, of a cash dividend of KRW 750 per share at the annual general meeting of shareholders on February 29, 2008.

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C. Shareholder List

(1) Total shares issued and outstanding: 357,815,700 shares as of September 30, 2008

(2) Largest shareholder and related parties as of September 30, 2008

Name	Relationship	January 1, 2008	Increase(Decrease)	(Unit: share)
				September 30, 2008
LG Electronics	Largest	135,625,000		135,625,000
	Shareholder	(37.9)%		(37.9)%
Young Soo Kwon	Related	15,000		23,000
			8,000	
	Party	(0.0)%		(0.0)%
Total		135,640,000		135,648,000
			8,000	
		(37.9)%		(37.9)%

(3) Shareholders who owned 5% or more of our shares as of December 31, 2007

Name	Type of stock	(Unit: share)	
		Number of shares	Ratio
LG Electronics	Common Stock	135,625,000	37.9%
Philips Electronics	Common Stock	71,225,000	19.9%*
Total		206,850,000	57.8%

* On March 17, 2008, Philips Electronics sold 6.7% of our common stock (24 million shares of common stock).

D. Voting rights as of September 30, 2008

: Description	(Unit: share)
	Number of shares
1. Shares with voting rights [A-B]	357,815,700
A. Total shares issued	357,815,700
B. Shares without voting rights	
2. Shares with restricted voting rights	
Total number of shares with voting rights [1-2]	357,815,700

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E. Dividends

Dividends during the recent 3 fiscal years

Description	2008 3Q	2007	2006
Par value (Won)	5,000	5,000	5,000
Net income (loss) (Million Won)	1,783,573	1,344,027	(769,313)
Earnings (Loss) per share (Won)	4,985	3,756	(2,150)
Retained earning for dividends (Million Won)	5,543,438	4,028,227	2,711,036
Total cash dividend amount (Million Won)		268,362	
Total stock dividend amount (Million Won)			
Cash dividend payout ratio (%)			
Cash dividend yield (%)		1.6	
Stock dividend yield (%)			
Cash dividend per share (Won)		750	
Stock dividend per share (Won)			

* Earnings per share is calculated based on par value of 5,000 Won per share.
(As a result of a stock split, par value of our shares changed to Won 5,000 per share from Won 10,000 per share as of May 25, 2004.)

* Retained earning for dividends is the amount before dividends are paid.

* Earnings per share is calculated by dividing net income by weighted average number of common stock.

3. Major Products and Materials

A. Major products in 2008 (Q1~Q3)

Business area	Sales types	Items (Market)	Specific use	(Unit: In billions of Won)	
				Major trademark	Sales (%)
TFT- LCD	Product/ Service/	TFT-LCD (Overseas)	Panels for Notebook Computer, Monitor, TV and Applications	LG Display	11,321 (93.2)%
	Other Sales	TFT-LCD (Korea*)	Panels for Notebook Computer, Monitor, TV and Applications	LG Display	822 (6.8)%
Total					12,143 (100)%

* Including local export.

** Period: January 1, 2008 ~ September 30, 2008

*** Major products trademark has changed from LG. Philips LCD to LG Display

B. Average selling price trend of major products

Description	(Unit: USD / m ²)			
	2008 Q3	2008 Q2	2008 Q1	2007 Q4
TFT-LCD panel	992	1,274	1,339	1,375

* Semi-finished products in the cell process have been excluded.

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** Quarterly average selling price per square meter of net display area shipped
*** On a consolidated basis

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C. Major materials

(Unit: In billions of Won)

Business area	Purchase types	Items	Specific use	Purchase amount (%)	Suppliers
		Glass			Samsung Corning Precision
TFT-LCD	Materials	Back-Light	LCD panel manufacturing	1,663 (26.1)%	Glass Co., Ltd., NEG, etc.
		Polarizer		1,581 (24.8)%	Heesung Electronics Ltd., etc.
		Others		846 (13.3)%	LG Chem., etc.
Total				2,277 (35.8)%	
				6,367 (100)%	

* Period : January 1, 2008 ~ September 30, 2008

D. Price trend of major materials

Prices of major materials depend on fluctuations in supply and demand in the market as well as on change in size and quantity of raw materials due to the increased production of large-size panels.

4. Production and Equipment

A. Production capacity and calculation

(1) Production capacity

(Unit : 1,000 Glass sheets)

Business area	Items	Business place	2008		
			Q1~Q3	2007	2006
TFT-LCD	TFT-LCD	Gumi, Paju	9,280	11,544	9,942

* Glass size per each factory not considered.

(2) Calculation of production capacity

a. Method

Assumptions for calculation

Based on input glass

Calculation method of production capacity

2008 Q1~Q3: Monthly maximum input capacity per each factory in the period of Q1~Q3

× number of months (9 months).

2007: Monthly maximum input capacity per each factory in year 2007

× number of months (12 months).

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2006: Monthly maximum input capacity per each factory for 4th quarter of 2006
 × number of months (12 months).

b. Average working hours

See 4.B(2) below.

B. Production performance and working ratio

(1) Production performance

Business area	Items	Business place	(Unit: 1,000 Glass sheets)		
			2008 Q1~Q3	2007	2006
TFT-LCD	TFT-LCD	Gumi, Paju	8,670	10,182	9,052

* Based on input glass

(2) Working Ratio *

Business place (area)	Available working hours	Real working hours	(Unit: Hours)
	of 2008 (Q1~Q3)	of 2008 (Q1~Q3)	Average working ratio
Gumi	6,576	6,576	100%
(TFT-LCD)	(24 hours X 274 days)	(24 hours X 274 days)	
Paju	6,576	6,576	100%
(TFT-LCD)	(24 hours X 274 days)	(24 hours X 274days)	

C. Investment plan

(1) Investment in progress

Business area	Description	Investment period	Investment assets	Investment effect	Total investment	Already invested	To be invested	Remarks
TFT-LCD	New / Expansion, etc.	Q4 05~	Building/ Machinery, etc.	New production facility	4,400	2,076	2,324	

(2) Investment Plan (Consolidated basis)

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Business area	Project	Expected yearly investment			Investment effects	Remarks
		2008 *	2009 **	2010 **		
TFT-LCD	New / Expansion, etc.	4,100			Capacity Expansion, etc.	

(Unit: In billions of Won)

- * Expected investments in 2008 are subject to change depending on market environment.
- ** Expected investments in 2009 and in 2010 cannot be projected due to industry characteristics.

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5. Sales

A. Sales performance

				(Unit: In billions of Won)		
Business area	Sales types	Items (Market)	2008		2007	
			Q1~Q3	Q1~Q3	2007	
TFT-LCD	Products, etc.	Overseas	11,321	9,119	13,137	
		Korea*	822	729	1,026	
		Total	12,143	9,849	14,163	

* Including local export.

B. Sales route and sales method

(1) Sales organization

As of September 30 2008, each of the IT Business Unit, TV Business Unit, and Mobile Business Unit had individual sales and customer support functions.

Sales subsidiaries in the United States, Germany, Japan, Taiwan and China (Shanghai and Shenzhen) perform sales activities in overseas countries and provide local technical support to customers.

(2) Sales route

LG Display HQ g Overseas subsidiaries (USA/Germany/Japan/Taiwan/Shenzhen/Shanghai), etc.
g System integrators, Branded customers g End users

(3) Sales methods and conditions

LG Display HQ g System integrators, Branded customers g End users

(4) Sales strategy

Direct sales and sales through overseas subsidiaries, etc.

To secure stable sales to major PC makers and the leading consumer electronics makers globally

To increase sales of premium notebook computer products, to strengthen sales of the larger size and high-end monitor segment and to lead the large and wide LCD TV market including in the category of full-HD 120Hz TV monitors

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To diversify our market in the small- to medium-sized monitor segment, including products such as mobile phone, P-A/V, automobile navigation systems, aircraft instrumentation and medical diagnostic equipment, etc.

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Name	Date of birth	Position Representative	Business experience
Young Soo Kwon	February 6, 1957	Director, President and Chief Executive Officer	President and Chief Financial Officer of LG Electronics
James (Hoyoung) Jeong	November 2, 1961	Director and Chief Financial Officer	Executive Vice President and Chief Financial Officer of LG Electronics
Simon (Shin Ik) Kang	May 10, 1954	Director	Head of Digital Display Product Business Division of LG Electronics
Paul Verhagen	February 2, 1966	Director	Chief Financial Officer of Consumer Lifestyle Section, Philips Electronics
Ingoo Han	October 15, 1956	Outside Director	Dean, Graduate School of Management, Korea Advanced Institute of Science and Technology
Dongwoo Chun	January 15, 1945	Outside Director	Outside Director, Pixelplus
Bruce. I. Berkoff	August 13, 1960	Outside Director	President of LCD TV Association
Yoshihide Nakamura	October 22, 1942	Outside Director	President of ULDAGE, Inc.
William Y. Kim	June 6, 1956	Outside Director	Partner of Ropes & Gray LLP

B. Committees of the Board of Directors

Committees of the Board of Directors as of September 30, 2008

Committee	Member
Audit Committee	Ingoo Han, Yoshihide Nakamura, William Y. Kim
Remuneration Committee	Simon (Shin Ik) Kang, Paul Verhagen, Dongwoo Chun, Bruce I. Berkoff
Outside Director Nomination and Corporate Governance Committee	Simon (Shin Ik) Kang, Paul Verhagen, Dongwoo Chun, William Y. Kim

C. Director & Officer Liability Insurance

(1) Overview of Director & Officer Liability Insurance (as of September 30, 2008)

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Name of insurance	Premium paid in 2008	Limit of liability	(Unit: USD) Remarks
Directors & Officers Liability Insurance	1,984,000	100,000,000	

* In July 2008, we renewed our director & officer liability insurance with coverage until July 2009.

(2) The approval procedure for the Director & Officer Liability Insurance

Our Representative Director approved the limit for liability, coverage and premiums.

(3) The insured

1. LG Display and its subsidiaries and their respective Directors and Officers
2. Duly elected or appointed Directors or Officers, past and new Directors and Officers during the policy period
3. The estates and heirs of deceased Directors or Officers, and the legal representatives of Directors or Officers in the event of their incompetence, insolvency or bankruptcy (only if the Directors or Officers were employed at the time the acts were committed)

(4) The Covered Risks

1. The liability of a director or an officer for the Loss to shareholders or 3rd parties, arising from any alleged Wrongful Act of a director or officer of the Company in their respective capacities, provided that the director or officer duly discharged his or her fiduciary duties
 - a. Wrongful Act means any breach of duty, neglect, error, misstatement, misleading statement, omission, or act by the Directors or Officers
 - b. Loss includes damages, judgments, settlements and Defense Costs
2. Coverage for security holder derivative action & security claims

The Loss arising out of any security holder derivative action is paid in accordance with the Security Holder Derivative Action Inclusion Clause . Securities Loss, incurred on account of a Securities Claim against the Directors, Officers and/or the Company, is covered (except for exclusions).

(5) Exclusions

1. General Exclusions (any loss related to following items):

Any illegal gaining of personal profit through, dishonest or criminal act;

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Remuneration payment to the Insureds without the previous approval of the stockholders, which payment was illegal;

Profits in fact made from the purchase or sale of securities of the Company using non public information in an illegal manner;

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Payment of commissions, gratuities, benefits or any other favor provided to a political group, government official, director, officer, employee or any person having an ownership interest in any customers of the Company or their agent(s), representative(s) or member(s) of their family or any other entity(ies) with which they are affiliated;

Wrongful Acts alleged in any claim which has been reported under any policy of which this policy is a renewal or replacement;

Any pending or prior litigation as of the inception date of this policy, or derived from the same facts as alleged in such pending or prior litigation, etc.;

Wrongful Act which Insured knew or should reasonably have foreseen at the inception date of this policy;

Pollutants, contamination;

Nuclear material, radioactive contamination;

Bodily injury, disease, death or emotional distress of any person, or damage to tangible property, loss of use of property, or injury from oral or written publication of a libel or slander, or material that violates a person's right of privacy;

Any alleged Wrongful Act of any Subsidiary of which the insured did not own more than 50% of stock either directly or indirectly through its Subsidiaries.

2. Special Exclusions (any loss related to following items) :

Punitive Damage

Nuclear Energy Liability

Mutual claim between Insureds

Claim of a large shareholder (one holding 15% or more of the outstanding shares)

Claim by a government entity

Professional Service liability

Section 16(b) of the Securities Exchange Act of 1934 or a similar law

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ERISA(Employee Retirement Income Security Act)

The so called Year 2000 Problem

War & Terrorism

Asbestos/Mould liability

Patent / Copyright liability, etc.

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D. Employees

(as of September 30, 2008)

(Unit: person, in millions of Won)

Sex	Details of Employees*			Total	Total Salary in 2008 (Q1~Q3)**	Per Capita Salary	Average Service Year
	Office Worker	Line Worker	Others				
Male	5,662	7,101		12,763	439,585	40.7	4.8
Female	520	4,772		5,292	136,400	27.5	3.2
Total	6,182	11,873		18,055	575,985	36.6	4.3

* Directors and executive officers have been excluded.

** Welfare benefit and retirement expense have been excluded.

** Based on cash payment

E. Stock option

The following table sets forth certain information regarding our stock options as of September 30, 2008.

(Unit: Won, Stock)

Executive Officers (including Former Officers)	Grant Date	Exercise Period		Exercise Price	Number of Granted Options	Number of Exercised Options	Number of Exercisable Options*
		From	To				
Ron H. Wirahadiraksa	April 7, 2005	April 8, 2008	April 7, 2012	KRW 44,050	100,000	0	50,000
Duke M. Koo	April 7, 2005	April 8, 2008	April 7, 2012	KRW 44,050	40,000	0	20,000
Sang Deog Yeo	April 7, 2005	April 8, 2008	April 7, 2012	KRW 44,050	40,000	0	20,000
Jae Geol Ju	April 7, 2005	April 8, 2008	April 7, 2012	KRW 44,050	40,000	0	20,000
Total					220,000		110,000

* When the increase rate of the Company's share price is the same or less than the increase rate of the Korea Composite Stock Price Index (KOSPI) over the three-year period following the grant date, only 50% of the initially granted shares are exercisable. Since the increase rate of the Company's share price was lower than the increase rate of KOSPI during the period from April 7, 2005 to April 7, 2008, only 50% of the 220,000 initially granted shares are exercisable.

7. Financial Information

A. Financial highlights (Based on Non-consolidated, Korean GAAP)

(Unit: In millions of Won)

Description	2008 Q3	2007	2006	2005	2004
Current Assets	8,165,339	5,644,253	2,731,656	3,196,934	2,638,616
Quick Assets	7,007,319	4,963,657	1,996,280	2,725,169	2,170,617
Inventories	1,158,020	680,596	735,376	471,765	467,999
Non-current Assets	8,708,034	7,750,182	10,084,191	9,798,981	6,960,077
Investments	914,700	489,114	361,558	213,984	168,055
Tangible Assets	7,358,636	6,830,600	8,860,076	8,988,459	6,366,651
Intangible Assets	174,865	111,530	114,182	149,894	183,471
Other Non-current Asset	259,833	318,938	748,375	446,644	241,900
Total Assets	16,873,373	13,394,435	12,815,847	12,995,915	9,598,693
Current Liabilities	4,168,122	2,245,410	2,694,389	2,594,282	1,900,765
Non-current Liabilities	2,809,393	2,859,652	3,231,782	2,726,036	1,925,286
Total Liabilities	6,977,515	5,105,062	5,926,171	5,320,318	3,826,051

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Capital Stock	1,789,079	1,789,079	1,789,079	1,789,079	1,626,579
Capital Surplus	2,311,071	2,311,071	2,275,172	2,279,250	1,012,271
Other Accumulated Comprehensive Income (Loss)	97,097	5,823	(13,948)	(1,418)	42,118
Retained Earnings	5,698,611	4,183,400	2,839,373	3,608,686	3,091,674
Total Shareholders Equity	9,895,858	8,289,373	6,889,676	7,675,597	5,772,642

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Description	2008				
	Q1-Q3	2007	2006	2005	2004
Sales Revenues	12,142,538	14,163,131	10,200,660	8,890,155	8,079,891
Operating Income (Loss)	1,969,240	1,491,135	(945,208)	447,637	1,640,708
Income(Loss) from continuing operation	1,783,573	1,344,027	(769,313)	517,012	1,655,445
Net Income (Loss)	1,783,573	1,344,027	(769,313)	517,012	1,655,445

B. R&D Expense

(1) Summary

(Unit: In millions of Won)

Account	2008 3Q	2007	2006	
Material Cost	204,452	246,577	291,714	
Labor Cost	101,792	110,586	87,078	
Depreciation Expense	15,702	22,516	20,671	
Others	32,757	34,737	36,649	
Total R&D Expense	354,703	414,416	436,112	
Accounting Selling & Administrative Expenses	109,494	106,082	82,635	
Treatment Manufacturing Cost	245,209	308,334	353,477	
R&D Expense / Sales Ratio				
[Total R&D Expense/Sales for the period×100]		2.9%	2.9%	4.3%

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(2) R&D achievements

[Achievements in 2006]

- 1) Development of high brightness/color gamut 17-inch wide slim LCD for notebook computer

Slim model (10tg7t), featuring 500nit, NTSC 72%

Development of slim and high brightness backlight

- 2) World's largest size 100-inch TFT-LCD development

High quality image without noise or signal distortion, applying low resistance copper bus line

High dignity picture for full-HD TV

- 3) 32-inch/42-inch HCFL Scanning Backlight applied LCD TV model development

Realization of MBR (Motion Blur Reduction) by application of Backlight Scanning technology

Lamp Quantity Reduction by HCFL (Hot Cathode Fluorescent Lamp) application

- 4) World's largest 20.1-inch TFT-LCD for notebook computer development

S-IPS Mode, sRGB, Realization of DCR 3000:1 by backlight control, brightness 300nit

- 5) Ultra-slim TFT-LCD development for mobile phones

Realization of 1.3t by reducing light guide plate & glass thickness

- 6) The fast response 2.0-inch TFT-LCD development for mobile phones

Realization of high quality image by new liquid crystal development (25msg16ms)

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- 7) Wide color gamut 30-inch wide TFT-LCD monitor development

Realization of 92% high color gamut by application of WCG CCFL

- 8) LGE Chassis integration model (Tornado) development (32-inch/37-inch/42-inch)

Maximized cost reduction by co-design with LGE & LPL

Improved product competitiveness by thin & light design

- 9) 32-inch 120Hz new-mode panel development

Cost reduction & spec. upgrade by new-mode panel

MBR (Motion Blur Reduction) by 120Hz driving

- 10) CI model development (new concept BL)

Cost reduction and productivity improvement by new concept backlight

[Achievements in 2007]

- 11) Development of first Poland model

32-inch HD model

- 12) Development of socket type backlight model

42-inch FHD model

47-inch HD/FHD model

- 13) Development of new concept backlight model

Development of 32-inch HD model

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Development of 42/47-inch model

- 14) Development of interlace image sticking free technology and model

Improvement of low picture quality caused by TV interlace signals

- 15) Development of TFT-LCD with ODF (One Drop Filling) for mobile phone application

Our first ODF model for mobile phone application (1.52 inch)

- 16) Development of GIP (Gate in Panel) application model 15XGA

Removed gate drive IC: 3ea g 0ea

Reduction in net material costs and shortening of assembly process

- 17) 24-inch TN (92%) monitor model development

The world's first large-size panel TN application

Realization of 92% high color gamut on the world's largest TN panel

- 18) 15.4-inch LED backlight applied model development

The world's first 15.4-inch wide LED-applied display panel for notebook computers

The world's largest LED-applied panel for notebook computers

- 19) Development of FHD 120Hz display panel

37- to 47-inch FHD model

- 20) Development of backlight localization model

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32-inch HD model

- 21) Development of enhanced Dynamic Contrast Ratio technology

32-inch HD model

Enhanced from 5000:1 to 10000:1

- 22) Development of technology that improves panel transmittance

Expected to be applied to new models

- 23) Development of THM (through-hole mounting) technology and model

37- to 47-inch model

Providing more mounting options to users

- 24) Development of the world's first DRD (Double Rate Driving) technology-applied model

Source Drive IC reduction: 6ea g 3ea

Reduction in net material costs and shortening of assembly process

- 25) COG (Chip On Panel) applied model development

Development of thin and light LCD panels made possible by flat type structure

- 26) 26-inch/30-inch IPS 102% monitor model development

Development of 26-inch/30-inch IPS model that can realize 102% wide color gamut

- 27) 2.4-inch narrow bezel for Mobile Display

The borders on the left and right sides of this 2.4-inch qVGA-resolution (240RGB×320) LCD panel measure just 1mm each. This is approximately 50% thinner than most a-Si TFT LCD panels currently produced, which generally have borders measuring closer to 2mm

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- 28) Development of 6-inch Electrophoretic Display Product (EDP) to be used in e-books. The first EPD product for LG Display

The first EDP to be developed and launched for e-books, the 6-inch SVGA-resolution (800RGBX600) EDP will be supplied to SONY

[Achievements in 2008]

- 29) 42FHD Ultra-Slim LCD TV development

Development of ultra-slim (19.8mm in thickness) 42-inch TV panel

- 30) 37FHD COF adoption LCD TV development

Cost reduction with TCP g COF change: \$2.4 (as of March 2008)

- 31) CCFL Scanning Backlight Technology development

Achieve 6ms MPRT from 8ms

- 32) 24WUXGA monitor model development applying RGB LED backlight

High color gamut (NTSC > 105%), color depth (10 bit)

- 33) 13.3-inch notebook computer model development applying LED backlight

Thin & Light model development applying LED backlight and COG technology (3.5mm in thickness, 275g in weight)

- 34) IPS GIP technology development

Developed LCD industry's first WUXGA GIP technology in wide view mode area (IPS, VA)

Comparative advantage in cost & transmittance over VA

- 35) 17.1-inch notebook computer model development applying RGB LED backlight

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High color gamut (100%) notebook computer model development applied RGB LED backlight

36) Free Form LCD development (Elliptical, Circle)

Development of the world's largest 6-inch elliptical and 1.4-inch circular-shaped LCD panels

Developing non-traditional shaped displays by applying (i) error-free, cutting-edge techniques to overcome technical limitations in making curved LCD panels, (ii) accumulated panel design knowledge and (iii) unique screen information processing algorithm

Potential applications of the elliptical-shaped LCD panels include digital photo frame, as well as instrument panels for automobiles and home electronics. The circular LCD panel is expected to make a huge impact in the design of small digital devices like mobile phones, watches and gaming devices.

37) 42HD power consumption saving technology development

Power consumption reduction using lamp mura coverage technology which reduces the number of lamps used for B/L from 18pcs(160W) to 9pcs(80W) in case of 42-inch HD LCD panels.

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- 38) New liquid crystal development

CR: Up 5% compared with the MP level.

Material cost is same to the MP material.

- 39) New AG Polarizer development:

New Polarizer which has a low CR drop ratio under bright room condition

CR drop ratio under 1,500lux compared with dark room condition : 82% g 67%

- 40) PSM (Potential Sharing Method) technology development

(Improves the Yogore mura characteristics by applying a different electric circuit driving method)

The time for Yogore mura occurrence delayed by more than 50%

: Black line 1level base, 552Hrs, 720Hrs g 1,392Hrs, 2,064Hrsh

- 41) LED backlight 47FHD TV model in development

Development of next generation light source which enables realization of ultra slim LCD panels

- 42) 24WUXGA monitor model development applying RGB LED backlight

Our first green & slim monitor model development applying white LED backlight (thickness 18.3mm)

Our first display port interface type monitor

- 43) Line up of aspect ratio 16:9 wide models (185W, 23W, 27W)

16:9 models provide for better productivity and larger contents area than existing 16:10 models

Supports HD or FHD that are compatible with TV applications

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Development of our first 27W size model

- 44) Power consumption saving monitor model development

Reduces power consumption by 40% by decreasing the number of B/L lamps from 4pcs to 2pcs (17SXGA, 19SXGA, 185WXGA, 19WXGA+, 22WSXGA+)

- 45) Notebook model development applying VIC (Viewing Image Control) technology

Unlike existing models which use external polarizer attachments to adjust viewing angles, the VIC technology allows for the adjustment to be controlled by the LCD panel itself. (Wide viewing angle n Narrow viewing angle)

- 46) Notebook model development applying 0.3t glass

Thin & Light model development applying 0.3t glass

- 47) 8.9-inch small size Notebook (Netbook) Model development.

Development of minimum size notebook model for improved portability.

- 48) New aspect ratio 16:9 Notebook Model development

Existing aspect ratios: 16:10, 4:3

New aspect ratio 16:9, 15.6-inch Notebook Model development

- 49) Development of highest resolution for Mobile application that uses the a-Si method.

Development of the world's first 3-inch WVGA LCD panels (300ppi)

- 50) 42FHD Super Narrow Bezel LCD TV Development

Development of Narrow Bezel (10.0mm in metal bezel) 42-inch TV panel

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51) 47FHD Slim Depth & Narrow Bezel LCD TV Development

Development of Slim (20.8mm in thickness) & Narrow Bezel (14.0mm in metal bezel) 47-inch TV panel

52) Display Port development

Securing the next generation Interface technology that will replace the current LVDS interface: Decreases the number of connector pins from 91pin (51+41) to 30pin and improves EMI characteristics

53) LCM Rotation Circuit development

Increases the design flexibility of TV Set Customers by using a 180° screen rotation function

C. Domestic Credit Rating

Subject	Month of rating	Credit rating	Rating agency (Rating range)
	March 2005	AA-	
	June 2005	AA-	
	June 2006	AA-	National Information & Credit Evaluation, Inc.
	December 2006	A+	(AAA ~ D)
	June 2007	A+	
Corporate	September 2008	A+	
Debenture	March 2005	AA-	
	June 2005	AA-	
	June 2006	AA-	Korea Investors Service, Inc.
	January 2007	A+	(AAA ~ D)
	June 2007	A+	
	September 2008	A+	
	June 2005	A1	
	January 2006	A1	
	June 2006	A1	National Information & Credit Evaluation, Inc.
	December 2006	A1	
	June 2007	A1	(A1 ~ D)
	December 2007	A1	
Commercial	September 2008	A1	
Paper	June 2006	A1	Korea Investors Service, Inc.
	January 2007	A1	(A1 ~ D)
	June 2007	A1	
	December 2007	A1	
	September 2008	A1	

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D. Remuneration for directors in 2008 (Q1~Q3)

(Unit: In millions of Won)

Classification	Salary paid	Approved salary at shareholders meeting	Per capita average salary paid	Remarks
Inside Directors (4 persons)	1,847		462	Includes KRW 827 million of the performance-based bonus which was paid in the first quarter of 2008.
		13,400		
Outside Directors (5 persons)	235		47	

* Period: January 1, 2008 ~ September 30, 2008

* Salary paid is calculated on the basis of actually paid salary except accrued salary and severance benefits

E. Derivative contracts

(1) Foreign currency forward contracts

(Unit: In millions, except contract foreign exchange rate)

Contracting party	Selling position	Buying position	Contract foreign exchange rate	Maturity date	Purpose
ABN AMRO Bank and others	US\$ 200	KRW 207,946	KRW 1,017.5:US\$1 ~	October 2, 2008 ~	Hedge of fair value
			KRW 1,051.9:US\$1	November 28, 2008	
ABN AMRO Bank and others	US\$ 555	KRW 574,866	KRW 958.4:US\$1 ~	October 1, 2008 ~	Hedge of cash flow
			KRW 1,086.7:US\$1	January 28, 2009	

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(2) Cross Currency Interest Rate Swap

Contracting party	Contract amount		Contract interest	Maturity date	Purpose
	(In millions)		rate		
Kookmin Bank and others	Buying position	US\$ 150	3M LIBOR ~	August 29, 2011	Hedge of fair value and cash flow
	Selling position	KRW 143,269	3M LIBOR +0.53%	~January 31, 2012 August 29, 2011	
			4.54% ~ 5.35%	~January 31, 2012	Hedge of fair value and cash flow

(3) Interest Rate Swap

Contracting party	Contract amount		Contract interest rate	Maturity date	Purpose
	(In millions)				
Standard Chartered Bank Korea	US\$ 150	Floating Rate	6 Month Libor	May 21, 2009 ~	Hedge of cash flow
		Fixed Rate	5.375% ~ 5.644%	May 24, 2010	

F. Status of equity investment

- Status of equity investment as of September 30, 2008:

Company	Total issued and outstanding shares	Number of shares owned by us	Ownership ratio
LG Display America, Inc.	5,000,000	5,000,000	100%
LG Display Japan Co., Ltd.	1,900	1,900	100%
LG Display Germany GmbH	960,000	960,000	100%
LG Display Taiwan Co., Ltd.	11,550,000	11,550,000	100%
LG Display Nanjing Co., Ltd.	*	*	100%
LG Display Hong Kong Co., Ltd.	115,000	115,000	100%
LG Display Shanghai Co., Ltd.	*	*	100%
LG Display Poland Sp. zo.o.	5,110,710	4,103,277	80%
LG Display Guangzhou Co., Ltd.	*	*	86%
LG Display Shenzhen Co., Ltd.	*	*	100%
Paju Electric Glass Co., Ltd.	3,600,000	1,440,000	40%
TLI Co., Ltd.	7,760,575	1,008,875	13%
AVACO Co., Ltd.	10,237,204	2,037,204	20%
Guangzhou Vision Display Technology Research and Development Limited	*	*	50%
NEW OPTICS., Ltd	18,675,000	6,850,000	37%

* No shares have been issued in accordance with the local laws and regulations.

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8. Subsequent Event

In August 2008, the Company and Taiwan's AmTRAN entered into an agreement to set up a joint venture company in China to produce LCD modules and TV sets, and, in October 2008, established Suzhou Raken Technology Ltd. The Company agreed to invest a total of USD10.41 million for a 51% equity interest in the joint venture, and, as of the date of this report, the Company has invested a total of USD9.91 million in the joint venture. The joint venture's board of directors consists of 4 directors with each party entitled to nominate 2 directors.

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LG DISPLAY CO., LTD.

(Formerly, LG.Philips LCD Co., Ltd.)

Interim Non-Consolidated Financial Statements

(Unaudited)

September 30, 2008

(With Independent Accountants' Review Report Thereon)

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LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.)

Notes to Interim Non-Consolidated Financial Statements

September 30, 2008

(Unaudited)

Independent Accountants' Review Report

Based on a report originally issued in Korean

To the Stockholders and Board of Directors

LG Display Co., Ltd.:

We have reviewed the accompanying interim non-consolidated balance sheet of LG Display Co., Ltd. (formerly, LG.Philips LCD Co., Ltd.) (the Company) as of September 30, 2008, and the related interim non-consolidated statements of income for each of the three-month and nine-month periods ended September 30, 2008, changes in stockholders' equity and cash flows for the nine-month period ended September 30, 2008. These interim non-consolidated financial statements are the responsibility of the Company's management. Our responsibility is to issue a report on these interim financial statements based on our review. The accompanying interim non-consolidated statements of income for each of the three-month and nine-month periods ended September 30, 2007, changes in stockholders' equity and cash flows for the nine-month period ended September 30, 2007, presented for comparative purposes, were reviewed by Samil PricewaterhouseCoopers, whose report thereon dated October 26, 2007, stated that nothing had come to their attention that caused them to believe that these interim non-consolidated financial statements reviewed by them were not presented fairly, in all material respects, in accordance with accounting principles generally accepted in the Republic of Korea.

We conducted our review in accordance with the Review Standards for Semiannual Financial Statements established by the Securities and Futures Commission of the Republic of Korea. These Standards require that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review consists principally of inquiries of company personnel and analytical procedures applied to financial data and, thus provides less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.

Based on our review, nothing has come to our attention that causes us to believe that the interim non-consolidated financial statements referred to above are not presented fairly, in all material respects, in accordance with accounting principles generally accepted in the Republic of Korea.

The non-consolidated balance sheet of the Company as of December 31, 2007 and the related non-consolidated statements of income, appropriation of retained earnings, changes in stockholders' equity and cash flows for the year then ended were audited by Samil PricewaterhouseCoopers and their report thereon, dated February 15, 2008, expressed an unqualified opinion. The accompanying non-consolidated balance sheet of the Company as of December 31, 2007, presented for comparative purposes, is not different from the above-stated non-consolidated balance sheet in all material respects.

As discussed in Note 2 (b) to the interim non-consolidated financial statements, accounting principles and review standards and their application in practice vary among countries. The accompanying interim non-consolidated financial statements are not intended to present the financial position, results of operations, changes in stockholders' equity and cash flows in accordance with accounting principles and practices generally accepted in countries other than the Republic of Korea. In addition, the procedures and practices utilized in the Republic of Korea to review such interim non-consolidated financial statements may differ from those generally accepted and applied in other countries. Accordingly, this report and the accompanying interim non-consolidated financial statements are for use by those knowledgeable about Korean accounting procedures and review standards and their application in practice.

/s/ KPMG Samjong Accounting Corp.
Seoul, Korea
October 17, 2008

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LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.)

Notes to Interim Non-Consolidated Financial Statements

September 30, 2008

(Unaudited)

This report is effective as of October 17, 2008, the review report date. Certain subsequent events or circumstances, which may occur between the review report date and the time of reading this report, could have a material impact on the accompanying interim non-consolidated financial statements and notes thereto. Accordingly, the readers of the review report should understand that there is a possibility that the above review report may have to be revised to reflect the impact of such subsequent events or circumstances, if any.

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LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.)

Interim Non-Consolidated Balance Sheets

(Unaudited)

As at September 30, 2008 and December 31, 2007

<i>In millions of Won, except share data</i>	Note	2008	2007
Assets			
Cash and cash equivalents		(Won) 717,544	1,109,749
Short-term financial instruments		3,000,000	785,000
Available-for-sale securities	3	74	63
Trade accounts and notes receivable, net	4, 18	2,588,418	2,462,946
Other accounts receivable, net	4	29,807	121,687
Accrued income, net	4	85,047	14,044
Advance payments, net	4	375	2,743
Prepaid expenses		47,275	33,475
Prepaid value added tax		186,996	94,564
Deferred income tax assets, net	13	346,653	330,277
Inventories, net	5	1,158,020	680,596
Other current assets		5,130	9,109
Total current assets		8,165,339	5,644,253
Long-term financial instruments		13	13
Available-for-sale securities	3	124,410	
Equity-method investments	6	778,400	489,101
Long-term loans	18	11,877	
Property, plant, and equipment, net	7	7,358,636	6,830,600
Intangible assets, net		174,865	111,530
Long-term other receivables, net	4	182	364
Long-term prepaid expenses		154,796	155,584
Deferred income tax assets, net	13	28,267	134,055
Non-current guarantee deposits		41,700	28,935
Other non-current assets		34,888	
Total non-current assets		8,708,034	7,750,182
Total assets		(Won) 16,873,373	13,394,435

See accompanying notes to interim non-consolidated financial statements.

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LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.)

Interim Non-Consolidated Balance Sheets (continued)

(Unaudited)

As at September 30, 2008 and December 31, 2007

<i>In millions of Won, except share data</i>	Note	2008	2007
Liabilities			
Trade accounts payable and notes payable	18	(Won) 1,227,320	980,566
Other accounts payable		1,669,988	554,920
Advances received		15,855	12,360
Withholdings		7,603	6,726
Accrued expenses		210,659	172,270
Income tax payable		332,742	72,342
Warranty reserve		50,763	49,295
Current portion of long-term debt and debentures, net of discounts	8, 9	535,167	350,281
Other current liabilities		118,025	46,650
Total current liabilities		4,168,122	2,245,410
Debentures, net of current portion and discounts on debentures	8	1,711,726	1,998,147
Long-term debt, net of current portion	9	972,265	807,510
Long-term accrued expenses	10		560
Accrued severance benefits, net		99,754	53,435
Other non-current liabilities		25,648	
Total non-current liabilities		2,809,393	2,859,652
Total liabilities		6,977,515	5,105,062
Stockholders equity			
Common stock, (Won)5,000 par value. Authorized 500,000,000 shares: issued and outstanding 357,815,700 shares in 2008 and 2007		1,789,079	1,789,079
Capital surplus		2,311,071	2,311,071
Accumulated other comprehensive income		97,097	5,823
Retained earnings		5,698,611	4,183,400
Total stockholders equity		9,895,858	8,289,373
Commitments and contingencies	11		
Total liabilities and stockholders equity		(Won) 16,873,373	13,394,435

See accompanying notes to interim non-consolidated financial statements.

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LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.)

Interim Non-Consolidated Statements of Income

(Unaudited)

For the three-month and nine-month periods ended September 30, 2008 and 2007

<i>In millions of Won, except earnings per share</i>	Note	For the three-month periods ended September 30		For the nine-month periods ended September 30	
		2008	2007	2008	2007
Sales	18, 19	(Won) 3,891,384	3,975,052	(Won) 12,142,538	9,848,638
Cost of sales	15, 18	3,521,587	3,098,239	9,654,758	8,811,794
Gross profit		369,797	876,813	2,487,780	1,036,844
Selling and administrative expenses	16, 18	180,056	167,968	518,540	426,612
Operating income		189,741	708,845	1,969,240	610,232
Interest income		60,676	14,621	151,362	33,499
Rental income		785	894	2,469	2,945
Foreign exchange gains		908,522	47,178	1,648,903	91,332
Gain on foreign currency translation		203,472	61,354	274,166	68,614
Equity income on investments		57,163	3,532	107,005	31,811
Gain on disposal of property, plant and equipment		1,540	1,978	3,267	3,842
Gain on disposal of intangible assets		1,633		1,633	
Commission earned		5,126	1,851	14,141	19,647
Reversal of bad debt		5,992		5,992	
Gains on redemption of debentures	8	964		1,152	
Other income	18	876	3,214	9,946	7,196
Non-operating income		1,246,749	134,622	2,220,036	258,886
Interest expense		27,669	49,601	89,669	143,540
Foreign exchange losses		892,347	45,082	1,545,002	91,753
Loss on foreign currency translation		203,261	38,125	344,946	38,125
Donations		236	97	1,220	214
Loss on disposal of trade accounts and notes receivable	4	4,496	279	13,210	2,084
Equity losses on investments		4,709	23,174	21,667	35,407
Loss on disposal of property, plant and equipment		16		507	219
Impairment loss on property, plant and equipment			24,401	83	24,401
Loss on redemption of debentures	8		284	13	284
Other expense			3	1	4
Non-operating expenses		1,132,734	181,046	2,016,318	336,031
Income before income taxes		303,756	662,421	2,172,958	533,087
Income tax expense (benefit)	13	12,291	138,190	389,385	(51,032)
Net income		(Won) 291,465	524,231	(Won) 1,783,573	584,119
Earnings per share	17				
Basic earnings per share		(Won) 815	1,465	(Won) 4,985	1,632

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Diluted earnings per share	(Won)	804	1,435	(Won)	4,881	1,626
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See accompanying notes to interim non-consolidated financial statements.

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LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.)

Interim Non-Consolidated Statements of Changes in Stockholders' Equity

(Unaudited)

For the nine-month periods ended September 30, 2008 and 2007

<i>In millions of Won</i>	Note	Capital Stock	Capital Surplus	Accumulated other comprehensive income (loss)	Retained earnings	Total
Balances at January 1, 2007		(Won) 1,789,079	2,275,172	(13,948)	2,839,373	6,889,676
Net income					584,119	584,119
Change in equity arising from application of equity method	14			17,965		17,965
Gain on valuation of cash flow hedges	12, 14			(16,616)		(16,616)
Loss on valuation of cash flow hedges	12, 14			7,626		7,626
Change in consideration for conversion rights			35,899			35,899
Balances at September 30, 2007		1,789,079	2,311,071	(4,973)	3,423,492	7,518,669
Balances at January 1, 2008		1,789,079	2,311,071	5,823	4,183,400	8,289,373
Cash dividend					(268,362)	(268,362)
Net income					1,783,573	1,783,573
Change in fair value of available-for-sale securities	3, 14			20,417		20,417
Change in equity arising from application of equity method	14			125,114		125,114
Gain on valuation of cash flow hedges	12, 14			(1,498)		(1,498)
Loss on valuation of cash flow hedges	12, 14			(52,759)		(52,759)
Balances at September 30, 2008		(Won) 1,789,079	2,311,071	97,097	5,698,611	9,895,858

See accompanying notes to interim non-consolidated financial statements.

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LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.)

Interim Non-Consolidated Statements of Cash Flows

(Unaudited)

For the nine-month periods ended September 30, 2008 and 2007

<i>In millions of Won</i>	Note	2008	2007
Cash flows from operating activities:			
Net income		(Won) 1,783,573	584,119
Adjustments for:			
Depreciation		1,812,665	1,948,904
Amortization of intangible assets		37,470	33,782
Provision for severance benefits		55,984	50,444
Provision for warranty reserve		76,661	48,897
Loss(gain) on foreign currency translation, net		70,811	(37,547)
Equity loss(income) on investments, net		(85,338)	3,596
Gain on disposal of property, plant and equipment, net		(2,760)	(3,623)
Gain on disposal of intangible assets, net		(1,633)	
Impairment loss on property, plant and equipment		83	24,401
Amortization of discount on debentures, net		23,201	37,349
Loss(gain) on redemption of debentures, net		(1,139)	284
Reversal of compensation expenses associated with stock option		(560)	
		1,985,445	2,106,487
Changes in operating assets and liabilities:			
Decrease (increase) in trade accounts receivable and notes receivable		91,339	(1,424,337)
Decrease (increase) in other accounts receivable		95,818	2,888
Decrease (increase) in accrued income		(71,003)	(4,955)
Decrease (increase) in advance payments		2,368	1,635
Decrease (increase) in prepaid expenses		8,162	(6,230)
Decrease (increase) in prepaid value added tax		(91,861)	(19,305)
Decrease (increase) in current deferred income tax assets		4,204	(118,280)
Decrease (increase) in other current assets		1,914	10,128
Decrease (increase) in inventories		(477,424)	(4,137)
Decrease (increase) in long-term other receivable		182	(365)
Decrease (increase) in long-term prepaid expenses		(21,174)	(46,475)
Decrease (increase) in non-current deferred income tax assets		42,074	67,249
Decrease (increase) in other non-current assets		2,539	
Increase (decrease) in trade accounts and notes payable		183,734	203,354
Increase (decrease) in other accounts payable		254,225	(23,631)
Increase (decrease) in advances received		3,495	4,235
Increase (decrease) in withholdings		877	(5,406)
Increase (decrease) in accrued expenses		38,388	104,061
Increase (decrease) in income tax payable		260,400	
Increase (decrease) in warranty reserve		(54,837)	(34,443)
Increase (decrease) in other current liabilities		(24,724)	(5,885)
Accrued severance benefits transferred from affiliated company, net		3,331	2,021
Payment of severance benefits		(16,104)	(41,555)
Decrease (increase) in severance insurance deposits		3,077	8,758
Decrease (increase) in contribution to the National Pension Fund		31	85
		239,031	(1,330,590)

Net cash provided by operating activities

(Won) 4,008,049

1,360,016

See accompanying notes to interim non-consolidated financial statements.

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LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.)

Interim Non-Consolidated Statements of Cash Flows (continued)

(Unaudited)

For the nine-month periods ended September 30, 2008 and 2007

<i>In millions of Won</i>	Note	2008	2007
Cash flows from investing activities:			
Proceeds from disposal of short-term financial instruments		(Won) 955,000	
Acquisition of short-term financial instruments		(3,170,000)	
Acquisition of available-for-sale securities		(96,260)	
Cash dividends received		10,725	1,440
Acquisition of equity method securities		(33,602)	(102,699)
Proceeds from disposal of property, plant and equipment		9,868	31,331
Proceeds from disposal of intangible assets		3,196	
Acquisition of property, plant and equipment		(1,527,678)	(1,104,053)
Acquisition of intangible assets		(100,949)	(7,694)
Refund of non-current guarantee deposits		31	426
Long-term loans granted		(10,474)	
Payment of non-current guarantee deposits		(12,797)	(11,783)
Receipt of government subsidy		361	
Net cash used in investing activities		(3,972,579)	(1,193,032)
Cash flows from financing activities:			
Proceeds from debentures			508,997
Redemption of debentures		(78,308)	
Proceeds from long-term debt			274,420
Repayment of current portion of long-term debt		(81,005)	(237,736)
Payment of cash dividend		(268,362)	
Net cash provided by (used in) financing activities		(427,675)	545,681
Net increase (decrease) in cash and cash equivalents		(392,205)	712,665
Cash and cash equivalents at beginning of period		1,109,749	788,066
Cash and cash equivalents at end of period		(Won) 717,544	1,500,731

See accompanying notes to interim non-consolidated financial statements.

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LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.)

Notes to Interim Non-Consolidated Financial Statements

September 30, 2008

(Unaudited)

1 Organization and Description of Business

LG Display Co., Ltd. (formerly, LG.Philips LCD Co., Ltd.) (the Company) was incorporated in 1985 under its original name of LG Soft, Ltd. as a wholly owned subsidiary of LG Electronics Inc. In 1998, LG Electronics Inc. and LG Semicon transferred their respective Thin Film Transistor Liquid Crystal Display (TFT-LCD) related business to the Company and its main business is to manufacture and sell TFT-LCD panels. In July 1999, LG Electronics Inc., and Koninklijke Philips Electronics N.V. (Philips) entered into a joint venture agreement. Pursuant to the agreement, the Company changed its name to LG.Philips LCD Co., Ltd. However, on February 29, 2008, the Company changed its name from LG.Philips LCD Co., Ltd. to LG Display Co., Ltd. based upon the approval of shareholders at the general shareholders meeting on the same date as a result of the decrease in Philips share interest in the Company and the possibility of its business expansion to Organic Light Emitting Diode (OLED) and Flexible Display products. As of September 30, 2008, the majority of shares in the Company are owned by LG Electronics Inc. and Philips, 37.9% (135,625 thousand shares) and 13.2% (47,225 thousand shares), respectively.

As of September 30, 2008, the Company has LCD Research & Development Center and TFT-LCD manufacturing plants in Paju and TFT-LCD manufacturing plants and OLED manufacturing plant in Gumi. The Company has overseas subsidiaries located in the United States of America, Europe and Asia.

2 Summary of Significant Accounting Policies and Basis of Presenting Financial Statements

(a) Significant Accounting Policies

The significant accounting policies followed by the Company in the preparation of its interim non-consolidated financial statements are same as those followed by the Company in its preparation of annual non-consolidated financial statements as of December 31, 2007 except for the application of the Statements of Korea Accounting Standard No. 2, *Interim Financial Reporting*.

(b) Basis of Presenting Financial Statements

The Company maintains its accounting records in Korean Won and prepares statutory financial statements in the Korean language (Hangul) in conformity with the accounting principles generally accepted in the Republic of Korea. Certain accounting principles applied by the Company that conform with financial accounting standards and accounting principles in the Republic of Korea may not conform with generally accepted accounting principles in other countries. Accordingly, these interim non-consolidated financial statements are intended for use only by those who are informed about Korean accounting principles and practices. The accompanying interim non-consolidated financial statements have been translated into English from the Korean language interim non-consolidated financial statements.

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LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.)

Notes to Interim Non-Consolidated Financial Statements

September 30, 2008

(Unaudited)

3 Available-For-Sale Securities

Available-for-sale securities as of September 30, 2008 and December 31, 2007 are as follows:

<i>In millions of Won</i>	Acquisition cost	Beginning balance	2008 Unrealized gains (losses)		Net balance at end of period	Book value (fair value)
			Changes in unrealized gains and losses, net	Realized gains on disposition		
Current asset						
Debt securities						
Government bonds	(Won) 74					74
Non-current asset						
Equity securities						
HannStar Display Corporation(*)	(Won) 96,249		28,161		28,161	124,410

(*) In February 2008, the Company purchased 180 million shares of non-voting mandatorily redeemable convertible preferred stock. The preferred stocks are convertible into common stocks of HannStar Display Corporation at a ratio of 1:1 at the option of the Company from issue date (February 28, 2008) to maturity (February 28, 2011).

The Company has a put option for total or partial cash redemption of convertible preferred stocks during the period between 18 months from issuance to 91 days prior to maturity and the issuer has a call option to repay, in cash, total preferred stocks during the period between 2 years from issuance to 90 days prior to maturity.

The abovementioned convertible preferred stocks have been privately issued under the Taiwanese Law, which restricts the sale of the preferred stocks (up to 3 years) and the stocks acquired through conversion are not to be traded in the Taiwanese stock exchange until the original maturity of the preferred stocks.

<i>In millions of Won</i>	Acquisition cost	Beginning balance	2007 Unrealized gains (losses)		Net balance at end of period	Book value (fair value)
			Changes in unrealized gains and losses, net	Realized gains on disposition		
Current asset						
Debt securities						
Government bonds	(Won) 63					63

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LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.)

Notes to Interim Non-Consolidated Financial Statements

September 30, 2008

(Unaudited)

4 Receivables

The Company's receivables, including trade accounts and notes receivable as of September 30, 2008 and December 31, 2007 are as follows:

<i>In millions of Won</i>	Gross amount	2008 Allowance for doubtful accounts	Book value
Trade accounts and notes receivable	(Won)2,588,727	309	2,588,418
Other accounts receivable	30,008	201	29,807
Accrued income	85,082	35	85,047
Advance payments	379	4	375
Long-term other receivable	184	2	182

<i>In millions of Won</i>	Gross amount	2007 Allowance for doubtful accounts	Book value
Trade accounts and notes receivable	(Won) 2,468,085	5,139	2,462,946
Other accounts receivable	122,917	1,230	121,687
Accrued income	14,186	142	14,044
Advance payments	2,771	28	2,743
Long-term other receivable	368	4	364

Certain trade accounts and notes receivable arising from export sales were sold to financial institutions of which (Won)662,745 million is current and outstanding as of September 30, 2008. For the nine-month periods ended September 30, 2008 and 2007, the Company recognized (Won)13,210 million and (Won)2,084 million, respectively, as loss on disposition of trade accounts and notes receivable.

5 Inventories

Inventories as of September 30, 2008 and December 31, 2007 are as follows:

<i>In millions of Won</i>	Gross amount	2008 Valuation loss	Book value
Finished goods	(Won) 505,178	23,442	481,736
Work-in-process	475,152	19,927	455,225
Raw materials	167,469	4,449	163,020
Supplies	81,467	23,428	58,039
	(Won) 1,229,266	71,246	1,158,020

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LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.)

Notes to Interim Non-Consolidated Financial Statements

September 30, 2008

(Unaudited)

5 Inventories, Continued

<i>In millions of Won</i>	Gross amount	2007 Valuation loss	Book value
Finished goods	(Won) 315,363	4,388	310,975
Work-in-process	216,258	7,590	208,668
Raw materials	110,652	2,604	108,048
Supplies	78,936	26,031	52,905
	(Won) 721,209	40,613	680,596

6 Investment in Equity Securities

In May and June 2008, the Company acquired 1,008,875 common shares (13.0%) and 2,037,204 common shares (19.9%) of TLI Inc. and AVACO Co., Ltd. at (Won)14,074 million and (Won)6,173 million, respectively. Although the Company's share interest in these investees are below 20%, the Company is able to exercise significant influence through its right to assign a director in the board of directors of the investees and, accordingly, the investment in these investees have been accounted for using the equity method.

In addition, the Company entered into a joint venture agreement with Skyworth-RGB Electronics Co., Limited (Skyworth) to strengthen its strategic alliance with Skyworth and for development of products to enhance competitiveness in the Chinese market and, accordingly, Guangzhou New Vision Technology Research and Development Limited was set up for research and development on design of LCD modules and LCD TVs. Each party acquired a 50% equity interest in the joint venture and, in July 2008, the Company invested (Won)3,655 million.

In July 2008, the Company acquired 6,850,000 common shares (36.68%) of NEW OPTICS Ltd. at (Won)9,700 million. The Company's share interest in the investee exceeds 30%, however, the Company is not the shareholder with the majority ownership and accordingly, investment in this investee has been accounted for using the equity method.

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LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.)

Notes to Interim Non-Consolidated Financial Statements

September 30, 2008

(Unaudited)

7 Property, Plant and Equipment

Property, plant and equipment as of September 30, 2008 and December 31, 2007 are as follows:

In millions of Won

	2008	2007
Acquisition cost:		
Land	(Won) 378,040	314,550
Buildings	2,019,002	1,990,142
Structures	177,407	171,018
Machinery and equipment	14,417,010	14,220,650
Tools	99,203	115,943
Furniture and fixtures	452,285	436,509
Vehicles	17,516	10,291
Others	8,758	8,509
Machinery-in-transit	638,431	19,043
Construction-in-progress	2,054,296	739,579
	20,261,948	18,026,234
Less accumulated depreciation	(12,900,510)	(11,176,588)
Less accumulated impairment loss	(7)	(16,139)
Less government subsidies	(2,795)	(2,907)
Property, plant and equipment, net	(Won) 7,358,636	6,830,600

The Company capitalizes the interest expense and loss on foreign currency translation incurred on borrowings used to finance the cost of constructing facilities and equipment. Capitalized loss on foreign currency translation and interest expenses for the nine-month period ended September 30, 2008 and the year ended December 31, 2007 amount to (Won)29,702 million and (Won)25,217 million, respectively.

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LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.)

Notes to Interim Non-Consolidated Financial Statements

September 30, 2008

(Unaudited)

8 **Debentures**

(a) Details of debentures issued by the Company as of September 30, 2008 and December 31, 2007 are as follows:
In millions of Won

	Maturity	Annual interest rate	2008	2007
Local currency debentures				
Public debentures	October 2008 ~			
	March 2010	3.50 ~ 5.00%	(Won) 1,100,000	1,180,000
Private debentures	December 2010 ~			
	June 2011	5.30 ~ 5.89%	600,000	600,000
Less discount on debentures			(4,874)	(9,526)
Less current portion of debentures			(479,283)	(249,110)
			1,215,843	1,521,364
Foreign currency debentures				
Convertible bond	April 2012	zero coupon	511,555	511,555
Less discount on debentures			(1,882)	(2,237)
Less conversion right adjustment			(99,578)	(118,323)
Add redemption premium			85,788	85,788
			495,883	476,783
			(Won) 1,711,726	1,998,147

Principal of the local currency debentures are to be repaid at maturity and interests are paid quarterly. The Company has redeemed local currency debentures amounting to (Won)80,000 million for the nine-month period ended September 30, 2008. As a result, the Company recognized gain and loss on redemption of debentures (Won)1,152 million and (Won)13 million, respectively.

(b) Details of the convertible bond as of September 30, 2008 are as follows:

	Terms and Conditions
Issue date	April 18, 2007

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Maturity date	April 18, 2012
Conversion period	April 19, 2008 ~ April 3, 2012
Conversion price in Won	(Won)48,760
Issued amount	USD 550 million

The bond will be repaid at 116.77% of their principal amount at maturity unless the put option of bondholders are exercised in which case the bondholders will be repaid at 109.75% of their principal amount on April 18, 2010.

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LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.)

Notes to Interim Non-Consolidated Financial Statements

September 30, 2008

(Unaudited)

8 **Debentures, Continued**

The Company is entitled to exercise a call option after three years from the date of issue at the amount of the principal and interest, calculated at 3.125% of the annual yield to maturity, from the issue date to the repayment date. The call option can be exercised only when the market price of the common shares on each of 20 trading days in 30 consecutive trading days ending on the trading day immediately prior to the date upon which notice of such redemption is published exceeds at least 130% of the conversion price. In addition, in the event that at least 90% of the initial principal amount of the bonds has been redeemed, converted, or purchased and cancelled, the remaining bonds may also be redeemed, at the Company's option, at the amount of the principal and interest from the date of issue to the repayment date prior to their maturity.

Based on the terms and conditions of the bond, the conversion price was decreased from (Won)49,070 to (Won)48,760 per share due to payment of cash dividends of (Won)750 per share for the year ended December 31, 2007. The number of common shares to be issued if the outstanding convertible bonds are fully converted is as follows:

In Won and share

	September 30, 2008	December 31, 2007
Convertible bond amount (*)	(Won) 513,480,000,000	513,480,000,000
Conversion price	(Won) 48,760	49,070
Common shares to be issued	10,530,762	10,464,234

(*) The exchange rate for the conversion is fixed at (Won)933.6 to USD 1.

(c) Aggregate maturities of the Company's debentures as of September 30, 2008 are as follows:

In millions of Won

Period	Debentures	Convertible bonds	Total
October 1, 2008 ~ September 30, 2009	(Won) 480,000		480,000
October 1, 2009 ~ September 30, 2010	620,000		620,000
October 1, 2010 ~ September 30, 2011	600,000		600,000
October 1, 2011 ~ September 30, 2012		597,343	597,343
	(Won) 1,700,000	597,343	2,297,343

In the above schedule, it was assumed that the convertible bonds will be repaid in full at maturity with redemption premium amounting to (Won)85,788 million.

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LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.)

Notes to Interim Non-Consolidated Financial Statements

September 30, 2008

(Unaudited)

9 **Long-Term Debt**

(a) Long-term debt as of September 30, 2008 and December 31, 2007 is as follows:
In millions of Won and USD except interest rate

Lender	Annual interest rate	2008	2007
Local currency loans			
The Export-Import Bank of Korea	5.88 ~ 6.08%	(Won) 9,850	49,117
Korea Development Bank	Ref + 0.77%	45,000	60,000
Shinhan Bank	3 year Korean Treasury Bond rate less 1.25%	18,982	18,982
Less current portion of long-term debt		(39,850)	(61,767)
		(Won) 33,982	66,332
Foreign currency loans			
The Export-Import Bank of Korea	6ML+0.69 ~ 1.20%	(Won) 66,511	58,168
Korea Development Bank	3ML+0.66 ~ 1.35%	175,186	159,494
Kookmin Bank and others	3ML+0.35 ~ 0.53%	475,080	375,280
	6ML+0.41%	237,540	187,640
Foreign currency equivalent		USD 804	USD832
Less current portion of long-term debt		(16,034)	(39,404)
		(Won) 938,283	741,178

* Ref represents Korea Development Bank Benchmark Interest Rates.

** ML represents Month LIBOR (London Inter-Bank Offered Rates).

(b) Aggregate maturities of the Company's long-term debt as of September 30, 2008 are as follows:
In millions of Won

Period	Local currency loans	Total
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		Foreign currency loans	
October 1, 2008 ~ September 30, 2009	(Won) 39,850	16,034	55,884
October 1, 2009 ~ September 30, 2010	17,088	5,938	23,026
October 1, 2010 ~ September 30, 2011	3,733	605,727	609,460
October 1, 2011 ~ September 30, 2012	3,796	296,925	300,721
Thereafter	9,365	29,693	39,058
	(Won) 73,832	954,317	1,028,149

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LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.)

Notes to Interim Non-Consolidated Financial Statements

September 30, 2008

(Unaudited)

10 Share-Based Payments

(a) The terms and conditions of grants as of September 30, 2008 are as follows:

	Descriptions
Settlement method	Cash settlement
Type of arrangement	Stock appreciation rights (granted to senior executives)
Date of grant	April 7, 2005
Weighted-average exercise price (*1)	(Won)44,050
Number of rights granted	450,000
Number of rights forfeited (*2)	230,000
Number of rights cancelled (*3)	110,000
Number of rights outstanding	110,000
Exercise period	From April 8, 2008 to April 7, 2012
Vesting conditions	Two years of service from the date of grant

(*1) The exercise price at the grant date was (Won)44,260 per stock appreciation right (SARs). However, the exercise price was subsequently adjusted to (Won)44,050 due to additional issuance of common shares in 2005.

(*2) SARs were forfeited in connection with senior executives who left the Company before meeting the vesting requirement.

(*3) If the appreciation of the Company's share price is equal or less than that of the Korea Composite Stock Price Index (KOSPI) over the three-year period following the grant date, only 50% of the outstanding SARs are exercisable. As the actual increase rate of the Company's share price for the three-year period ending April 7, 2008, was less than that of the KOSPI for the same three-year period, only 110,000 shares, 50% of the outstanding SARs as of September 30, 2008 are exercisable.

(b) The changes in the number of SARs outstanding for the nine-month period ended September 30, 2008 and for the year ended December 31, 2007 are as follows:

In share

	Stock appreciation rights	
	2008	2007
Balance at beginning of period	220,000	260,000
Forfeited or cancelled	110,000	40,000
Outstanding at end of period	110,000	220,000
Exercisable at end of period	110,000	

(c) The Company reversed accumulated stock compensation cost of (Won)560 million for the nine-month period ended September 30, 2008 as the market price of the Company's common share was less than the exercise price of a SAR.

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LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.)

Notes to Interim Non-Consolidated Financial Statements

September 30, 2008

(Unaudited)

11 **Commitments and Contingencies**

(a) Commitments

Overdraft agreements and credit facility agreement

As of September 30, 2008, the Company has bank overdraft agreements with Woori Bank and other various banks amounting to (Won)59,000 million in aggregate and has a revolving credit facility agreement with Shinhan Bank and several other banks totaling (Won)100,000 million and USD100 million.

Factoring and securitization of accounts receivable

As of September 30, 2008, the Company has agreements with Korea Exchange Bank and other several banks for U.S. dollar denominated accounts receivable negotiating facilities of up to an aggregate of USD1,646.5 million.

In October 2006, LG Display America, Inc., LG Display Germany GmbH, LG Display Shanghai Co., Ltd., and LG Display Hong Kong Co., Ltd. entered into a five-year accounts receivable selling program with Standard Chartered Bank, selling accounts receivable on a revolving basis, of up to USD600 million. The Company joined this program in April 2007. For the nine-month period ended September 30, 2008, no accounts and notes receivable were sold that are past due.

Letters of credit

The Company has agreements with Korea Exchange Bank and several other banks in relation to the opening of letters of credit amounting to (Won)20,000 million and USD35.5 million.

Payment guarantees

The Company receives payment guarantee from ABN AMRO Bank amounting to USD8.5 million relating to value added tax payments in Poland. As of September 30, 2008, the Company entered into a payment guarantee agreement with a syndicate of banks including Kookmin Bank and Societe Generale in connection with a EUR70 million term loan credit facility of LG Display Poland Sp. zo.o.

License agreements

As of September 30, 2008, in relation to its TFT-LCD business, the Company has technical license agreements with Hitachi, Ltd., and others and has a trademark license agreement with LG Corporation. The trademark license agreement with Koninklijke Philips Electronics N.V. has expired as of June 30, 2008.

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LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.)

Notes to Interim Non-Consolidated Financial Statements

September 30, 2008

(Unaudited)

11 **Commitments and Contingencies. Continued**

(b) Contingencies

As of September 30, 2008, the Company is involved in several legal proceedings and claims arising in the ordinary course of business. The Company's management does not expect that the outcome in these legal proceedings and claims, individually or collectively, will have any material adverse effect on the Company's financial condition, results of operations or cash flows.

Patent infringement lawsuit against Chi Mei Optoelectronics Corp., and others

On December 1, 2006, the Company filed a complaint against Chi Mei Optoelectronics Corp. and AU Optronics Corp. alleging patent infringement related to liquid crystal display and manufacturing process for TFT-LCDs in the United States District Court for the District of Delaware. On March 8, 2007, AU Optronics Corp. countersued the Company in the United States District Court for the Western District of Wisconsin, but the case was transferred to the United States District Court for the District of Delaware due to the Company's motion to transfer. On May 4, 2007, Chi Mei Optoelectronics Corp. countersued the Company for patent infringement in the United States District Court for the Eastern District of Texas, but, on March 31, 2008, the suit was transferred to the United States District Court for the District of Delaware according to the Company's motion to transfer.

Intervention in Positive Technologies, Inc.'s patent infringement lawsuit

On April 14, 2006, Positive Technologies, Inc. filed a complaint in the United States District Court for the Eastern District of Texas against, among others, several of the Company's customers, including BenQ America Corp., Hitachi America Ltd., Panasonic Corp. of North America, Philips Electronics North America Corp. and Toshiba America, Inc. for alleged infringement of two of its patents relating to LCD displays. Positive Technologies, Inc. is seeking, among other things, damages for past infringement. On March 7, 2007, the United States District Court for the Eastern District of Texas granted the Company's intervention in the patent infringement case brought by Positive Technologies, Inc.

Anvik Corporation's lawsuit for infringement of patent

On February 2, 2007, Anvik Corporation filed a patent infringement case against the Company, along with other LCD manufacturing companies in the United States District Court for the Southern District of New York, in connection with the usage of photo-masking equipment manufactured by Nikon Corporation.

Investigation on anti-competitive activities by authorities in Korea, Japan and U.S.

The Company is currently under investigation by the fair trade or antitrust authorities in Korea, Japan, U.S. and other markets with respect to possible anti-competitive activities in the LCD industry. As of September 30, 2008, the Company, along with a number of other companies in the LCD industry, has been named as defendants in a number of purported federal class actions in the United States alleging that the defendants violated the antitrust laws in connection with the sale of LCD panels. In February 2007, the Company and certain of its officers and directors have been named as defendants in a federal class action in the United States by the shareholders of the Company alleging violations of the U.S. Securities Exchange Act of 1934, as amended, by the Company and certain of its officers and directors in connection with possible anti-competitive activities in the LCD industry.

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LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.)

Notes to Interim Non-Consolidated Financial Statements

September 30, 2008

(Unaudited)

12 Derivative Instruments

(a) Details of derivative instruments as of September 30, 2008 are as follows:

Hedging purpose	Derivative instrument
Hedge of fair value	Foreign Currency Forwards
Hedge of cash flows	Foreign Currency Forwards Cross Currency Swap Interest Rate Swap

(b) Hedge of fair value

The Company enters into foreign currency forward contracts to manage the exposure to changes in currency exchange rates of foreign currency denominated accounts receivable and accounts payable in accordance with its foreign currency risk management policy. Hedge accounting is not applied related to the abovementioned derivatives.

(i) Foreign Currency Forwards

Details of foreign currency forwards outstanding as of September 30, 2008 are as follows:

In millions of Won and thousands of USD, except forward rate and maturity date

Bank	Maturity date	Selling	Buying	Forward rate
ABN AMRO Bank and others	October 2, 2008 ~	USD 200,000	(Won) 207,946	(Won) 1,017.5 ~
	November 28, 2008			(Won) 1,051.9 : USD1

(ii) Unrealized gains and losses related to the above derivatives as of September 30, 2008 are as follows:

In millions of Won

Type	Unrealized gains	Unrealized losses
Foreign Currency Forwards	(Won)	28,619

The unrealized losses are charged to operations as losses on foreign currency translation for the nine-month period ended September 30, 2008.

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LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.)

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September 30, 2008

(Unaudited)

12 Derivative Instruments, Continued**(c) Hedge of cash flows**

The Company enters into foreign currency forward contracts to manage the exposure to changes in foreign currency related to purchase of raw materials and sale of products in accordance with its foreign currency risk management policy. In addition, the Company entered into cross currency swap and interest rate swap contracts to manage the exposure to changes in cash flows from changes in foreign currency exchange rates and interest rates related to floating rate notes.

Net unrealized gains and losses, net of related taxes, incurred relating to cash flow hedges from forecasted exports and the purchase of materials, were recorded as accumulated other comprehensive income. Unrealized gains and losses from the contracts that did not meet the requirements for a cash flow hedge were charged to operations as foreign currency translation gains and losses.

(i) Foreign Currency Forwards

Details of foreign currency forwards outstanding as of September 30, 2008 are as follows:

In millions of Won and thousands of USD, except forward rate and maturity date

Bank	Maturity date	Selling	Buying	Forward rate
ABN AMRO Bank and others	October 1, 2008 ~			(Won) 958.4 ~
	January 28, 2009	USD 555,000	(Won) 574,866	(Won) 1,086.7 : USD1

The net unrealized losses recorded, under accumulated other comprehensive income, are expected to be recognized as realized gains and losses within the next twelve months.

(ii) Cross Currency Swap

In millions of Won and thousands of USD, except forward rate and maturity date

Bank	Maturity date	Selling	Buying	Contract rate
Kookmin Bank and others	August 29, 2011 ~ January 31, 2012		USD 150,000	3M LIBOR ~
		(Won) 143,269		Receive floating rate 3M LIBOR+0.53%
				Pay fixed rate 4.54%~5.35%

In relation to the abovementioned cross currency swap, unrealized losses amounting to (Won)2,181 million, recorded as accumulated other comprehensive income, are expected to be charged to operations as gains and losses within the next twelve months.

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LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.)

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September 30, 2008

(Unaudited)

12 Derivative Instruments, Continued

(iii) Interest Rate Swap

In thousands of USD, except forward rate and maturity date

Bank	Maturity date	Contract amount	Contract rate
SC First Bank	May 21, 2009 ~	USD 150,000	6M LIBOR
	May 24, 2010		Receive floating rate
			Pay fixed rate 5.375% ~5.644%

In relation to the abovementioned interest rate swap, unrealized losses amounting to (Won)2,850 million, recorded as accumulated other comprehensive income, are expected to be charged to operations as gains and losses within the next twelve months.

(iv) Unrealized gains and losses related to hedge of cash flows as of September 30, 2008 are as follows:

In millions of Won

Type	Unrealized gains	Unrealized losses	Cash flow hedge requirements
Foreign currency forwards	(Won)	81,103	Fulfilled
Cross currency swap(*)		6,558	Fulfilled
Interest rate swap		7,037	Fulfilled

(*) The unrealized gains amounting to (Won)37,425 million that related to the hedge of foreign exchange rate risk are recognized as gains and losses in the non-consolidated statement of income in the current period.

(d) Realized gains and losses related to derivative instruments for the nine-month period ended September 30, 2008 are as follows:
In millions of Won

Hedge purpose	Type	Transaction gains	Transaction losses
Cash flow hedge	Cross currency swap	(Won) 145	979
Cash flow hedge	Interest rate swap		561
Cash flow hedge	Foreign currency forwards	5,514	116,810

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Fair value hedge	Foreign currency forwards	12,104	105,457
Fair value hedge	Range forward options	2,441	59,538

The transaction gains and losses are charged to operations for the nine-month period ended September 30, 2008.

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LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.)

Notes to Interim Non-Consolidated Financial Statements

September 30, 2008

(Unaudited)

13 **Income Taxes**

- (a) Income tax expense for the nine-month period ended September 30, 2008 is as follows:

<i>In millions of Won</i>	2008
Current income taxes	(Won) 343,106
Change in deferred income taxes from temporary differences	(1,899)
Change in deferred income taxes from tax credit	91,311
Change in deferred income taxes charged directly to stockholders' equity	(43,133)
Income tax expense	(Won) 389,385

- (b) Changes in accumulated temporary differences for the nine-month period ended September 30, 2008 are as follows:

<i>In millions of Won</i>	January 1, 2008	Increase (decrease)	September 30, 2008
Inventories	(Won) 22,860	29,949	52,809
Equity method investments	(50,579)	(68,843)	(119,422)
Derivatives	15,561	(24,367)	(8,806)
Property, plant and equipment	176,626	16,374	193,000
Warranty reserve	49,295	21,824	71,119
Others	(4,724)	23,429	18,705
	(Won) 209,039	(1,634)	207,405

- (c) Changes in deferred income tax assets (liabilities) for the nine-month period ended September 30, 2008 are as follows:

<i>In millions of Won</i>	January 1, 2008	Increase (decrease)	September 30, 2008	Current	Non-Current
Inventories	(Won) 5,726	8,796	14,522	14,522	
Equity method investments	(13,960)	23,474	9,514		9,514
Derivatives	3,898	(6,320)	(2,422)	(2,422)	
Property, plant and equipment	47,713	5,362	53,075		53,075
Warranty reserve	12,348	7,210	19,558	14,860	4,698
Others	(1,366)	6,510	5,144	4,049	1,095
Total	54,359	45,032	99,391	31,009	68,382

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Deferred income taxes added to stockholders' equity	6,303	(43,133)	(36,830)	23,687	(60,517)
Tax credit carryforwards	403,670	(91,311)	312,359	291,957	20,402
	(Won) 464,332	(89,412)	374,920	346,653	28,267

- (d) The Company's statutory tax rate is 27.5%. Under the Foreign Investment Promotion Act of Korea, from September 1999, the Company is entitled to an exemption from income taxes in proportion to the percentage of foreign equity for seven years following the registration of each foreign equity investment, and at one-half of that percentage for the subsequent three years.

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LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.)

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September 30, 2008

(Unaudited)

14 Comprehensive Income

Comprehensive income for the nine-month periods ended September 30, 2008 and 2007 are as follows:

<i>In millions of Won</i>	2008	2007
Net income	(Won) 1,783,573	584,119
Change in fair value of available-for-sale securities, net of tax effect of (Won)(7,744) million in 2008 and nil in 2007	20,417	
Change in equity arising from application of equity method, net of tax effect of (Won)(55,969) million in 2008 and (Won)1,051 million in 2007	125,114	17,965
Gain on valuation of cash flow hedges, net of tax effect of (Won)568 million in 2008 and (Won)6,303 million in 2007	(1,498)	(16,616)
Loss on valuation of cash flow hedges, net of tax effect of (Won)20,012 million in 2008 and (Won)(2,892) million in 2007	(52,759)	7,626
Comprehensive income	(Won) 1,874,847	593,094

15 Cost of Sales

Cost of sales for the nine-month periods ended September 30, 2008 and 2007 is as follows:

<i>In millions of Won</i>	2008	2007
Finished goods	(Won) 9,466,775	8,795,726
Beginning balance of inventories	310,975	256,002
Cost of goods manufactured	9,637,536	8,861,973
Ending balance of inventories	(481,736)	(322,249)
Merchandise	177,845	
Others	10,138	16,068
	(Won) 9,654,758	8,811,794

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LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.)

Notes to Interim Non-Consolidated Financial Statements

September 30, 2008

(Unaudited)

16 Selling and Administrative Expenses

Selling and administrative expenses for the nine-month periods ended September 30, 2008 and 2007 are as follows:

<i>In millions of Won</i>	2008	2007
Salaries	(Won) 77,001	53,225
Severance benefits	7,274	6,686
Other employee benefits	10,890	5,891
Shipping cost	91,629	109,640
Rent	3,373	2,995
Fees and commissions	45,864	63,302
Entertainment	1,910	1,168
Depreciation	5,851	3,337
Taxes and dues	2,853	1,228
Advertising	39,487	21,124
Sales promotion	10,428	11,758
Development costs	5,382	1,981
Research	104,112	74,974
Bad debt expenses		1,302
A/S	78,543	48,898
Others	33,943	19,103
	(Won) 518,540	426,612

17 Earnings Per Share

(a) Basic earnings per share for the three-month and nine-month periods ended September 30, 2008 and 2007 are as follows:

<i>In millions of Won, except earnings per share and share information</i>	For the three-month periods ended September, 30		For the nine-month periods ended September, 30	
	2008	2007	2008	2007
Net income	(Won) 291,465	524,231	1,783,573	584,119
Weighted-average number of common shares outstanding	357,815,700	357,815,700	357,815,700	357,815,700
Earnings per share	(Won) 815	1,465	4,985	1,632

There were no events or transactions that result in changes in the number of common shares used for calculating earnings per share.

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LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.)

Notes to Interim Non-Consolidated Financial Statements

September 30, 2008

(Unaudited)

17 Earnings Per Share, Continued

(b) Diluted earnings per share for the three-month and nine-month periods ended September 30, 2008 are as follows:

<i>In millions of Won, except earnings per share and share information</i>	For the three-month periods ended September, 30		For the nine-month periods ended September, 30	
	2008	2007	2008	2007
Net income	(Won) 291,465	524,231	1,783,573	584,119
Interest on convertible bond, net of tax	4,802	4,587	14,191	8,427
Adjusted income	296,267	528,818	1,797,764	592,546
Weighted-average number of common shares outstanding and common equivalent shares(*)	368,346,462	368,548,272	368,346,462	364,446,905
Diluted earnings per share	(Won) 804	1,435	4,881	1,626

(*) Weighted-average number of common shares outstanding is calculated as follows:

<i>In shares</i>	For the three-month periods ended September, 30		For the nine-month periods ended September, 30	
	2008	2007	2008	2007
Weighted-average number of common shares (basic)	357,815,700	357,815,700	357,815,700	357,815,700
Effect of conversion of convertible bonds	10,530,762	10,732,572	10,530,762	6,631,205
Weighted-average number of common shares (diluted) at September 30, 2008	368,346,462	368,548,272	368,346,462	364,446,905

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LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.)

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September 30, 2008

(Unaudited)

17 Earnings Per Share, Continued

(c) The conversion effect of the convertible bond for the nine-month period ended September 30, 2008 is as follows:

<i>In shares</i>	For the three-month periods ended September, 30		For the nine-month periods ended September, 30	
	2008	2007	2008	2007
Number of convertible bonds				
1 st		268,338		268,338
2 nd	10,530,762	10,464,234	10,530,762	10,464,234
Period				
1 st		July 1, 2007 ~		January 1, 2007 ~
		September 30, 2007		September 30, 2007
2 nd	July 1, 2008 ~	July 1, 2007 ~	January 1, 2008 ~	April 18, 2007 ~
	September 30, 2008	September 30, 2007	September 30, 2008	September 30, 2007
Weighted				
1 st		92 days / 92 days		273 days / 273 days
2 nd	92 days / 92 days	92 days / 92 days	274 days / 274 days	166 days / 273 days
Effect of conversion of convertible bonds				
1 st		268,338		268,338
2 nd	10,530,762	10,464,234	10,530,762	6,362,867
	10,530,762	10,732,572	10,530,762	6,631,205

(d) Earnings per share and diluted earnings per share for the three-month period ended March 31, 2008, three-month period ended June 30, 2008 and for the year ended December 31, 2007 are as follows:

<i>In won</i>	For the three-month period ended March 31, 2008	For the three-month period ended June 30, 2008	For the year ended December 31, 2007
Earnings per share	2,126	2,044	3,756
Diluted earnings per share	2,078	1,999	3,716

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LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.)

Notes to Interim Non-Consolidated Financial Statements

September 30, 2008

(Unaudited)

18 **Transactions and Balances with Related Companies**

(a) Details of the Company's related parties as of September 30, 2008 are as follows:

Parent	Control relationship
LG Corp.	Company that has significant influence over the Company
LG Electronics Inc. (*1)	Controlling party
Controlled subsidiary	Ownership (%)
LG Display America, Inc.	100%
LG Display Taiwan Co., Ltd.	100%
LG Display Japan Co., Ltd.	100%
LG Display Germany GmbH, LG.	100%
LG Display Nanjing Co., Ltd.	100%
LG Display Shanghai Co., Ltd.	100%
LG Display Hong Kong Co., Ltd.	100%
LG Display Poland Sp. zo.o.	80%
LG Display Guangzhou Co., Ltd.	84%
LG Display Shenzhen Co., Ltd.	100%
Global Professional Sourcing Co., Ltd.	70%(*2)
Other related parties	Relationship
Paju Electric Glass Co., Ltd.	Equity-method investee(*3)
TLI Inc., AVACO Co., Ltd., NEW OPTICS., Ltd., and Guangzhou New Vision Technology Research and Development Limited	
Dacom Multimedia Internet Corporation, Dacom Crossing Corporation, Siltron Incorporated, LG Management Development Institute Co., Ltd., LG Sports Ltd., LG CNS Co., Ltd., Serveone Co., Ltd., Hiplaza Co.,Ltd., LG Dow Polycarbonate, LG N-Sys Inc., LG MMA Corporation, LG Innotek Co., Ltd., LG Powercom Corp., Seatek Co.,Ltd., V-ENS Co., Ltd., Hi Business Logistics, Lusem Co., Ltd., CSLeader, AIN Tele Service, Biztech&Ektimo Co. Ltd., LG Solar Energy Inc., Coca-Cola Beverage Co., LG CHEM Ltd., LG Dacom Corporation., LG International Corp., LG Household & Health Care Ltd., LG Life Sciences, Ltd., LG Telecom Co., Ltd., LG Micron Ltd., Jiheung, TWIN WINE, Korea Commercial Vehicle Co., Ltd. Ucess Partners Co.,Ltd., System Air-con Engineering Incorporation Giovine, Pixdix, CS One partner Corp.	Affiliates

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LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.)

Notes to Interim Non-Consolidated Financial Statements

September 30, 2008

(Unaudited)

18 Transactions and Balances with Related Companies, Continued

(*1) The Company's parent and ultimate parent is LG Electronics Inc. and LG Corp., respectively. LG Electronics Inc. files consolidated financial statements.

(*2) The Company's subsidiary, LG Display Taiwan Co., Ltd., owns interest in Global Professional Sourcing Co., Ltd.

(*3) The Company acquired equity interests in TLI Inc. and AVACO Co., Ltd., during the three-month period ended June 30, 2008, and acquired equity interests in NEW OPTICS Ltd. and Guangzhou New Vision Technology Research and Development Limited, during the three-month period ended September 30, 2008. The investments in these investees have been accounted for using the equity method.

During the three-month period ended March 31, 2008, Koninklijke Philips Electronics N.V., which had significant influence over the Company in 2007, sold its share interest in the Company resulting in decreased share interest of 13.2% (47,225 thousand shares) and resigned from the Company's management. Accordingly, Koninklijke Philips Electronics N.V. was excluded from the companies that have significant influence over the Company as of September 30, 2008.

(b) Significant transactions which occurred in the normal course of business with related companies for the nine-month periods ended September 30, 2008 and 2007 are as follows:

<i>In millions of Won</i>	Sales and other		Purchases and other	
	2008	2007	2008	2007
Controlling party	(Won) 927,539	689,713	(Won) 197,147	66,198
Companies that have significant influence over the Company			18,233	12,173
Overseas subsidiaries	9,921,910	8,020,261	422,224	258,420
Equity-method investee	404		435,694	210,054
Other related parties	264,730	176,091	2,426,041	1,336,304
	(Won) 11,114,583	8,886,065	(Won) 3,499,339	1,883,149

(c) Account balances with related companies as of September 30, 2008 and December 31, 2007 are as follows:

<i>In millions of Won</i>	Trade accounts and notes receivable and other		Trade accounts and notes payable and other	
	2008	2007	2008	2007
Controlling party	(Won) 213,000	124,560	(Won) 75,698	25,851
Companies that have significant influence over the Company	2,255	2,717	1,604	8,629
Overseas subsidiaries	1,801,212	1,921,164	208,590	67,342

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Equity-method investee	2		81,732	30,291
Other related parties	100,505	52,097	742,503	344,757
	(Won) 2,116,974	2,100,538	(Won) 1,110,127	476,870

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LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.)

Notes to Interim Non-Consolidated Financial Statements

September 30, 2008

(Unaudited)

18 Transactions and Balances with Related Companies, Continued

(d) Key management compensation costs for the nine-month periods ended September 30, 2008 and 2007, are as follows:

<i>In millions of Won</i>	2008	2007
Salaries	(Won) 1,255	1,286
Severance benefits	249	605
Incentive compensation	827	
	(Won) 2,331	1,891

Key management refers to the registered directors who have significant control and responsibilities over the Company's operations and business.

19 Segment Information

The Company manufactures and sells TFT-LCD and AM-OLED products. Export sales represent approximately 93% of total sales for the nine-month period ended September 30, 2008.

The following is a summary of sales by region based on the location of the customers for the nine-month periods ended September 30, 2008 and 2007:

In millions of Won

	Domestic	Taiwan	Japan	America	China	Europe	Others in Asia	Others	Total
2008	821,537	2,799,318	1,140,355	1,707,199	2,289,109	1,986,040	1,224,246	174,734	12,142,538
2007	729,422	2,534,685	938,428	1,112,042	1,905,029	1,652,208	898,239	78,585	9,848,638

20 Supplemental Cash Flow Information

Significant transactions not affecting cash flows for the nine-month periods ended September 30, 2008 and 2007 are as follows:

<i>in millions of Won</i>	2008	2007
Other accounts payable arising from purchase of property, plant and equipment	(Won) 820,543	(568,623)

21 Subsequent event

The Company and Taiwan's AmTRAN Technology Co., Ltd. entered into an agreement to set up a joint venture in China to produce LCD Module and TV sets and established Suzhou Raken Technology Ltd. on October 7, 2008. The Company agreed to invest a total of USD10.41 million for a 51% equity interest in the joint venture, and as of the date of this report, the Company invested USD9.91 million. The joint venture's board of directors consists of 4 directors and each party is entitled to nominate 2 directors.

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LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.) AND SUBSIDIARIES

Interim Consolidated Balance Sheets

(Unaudited)

As at September 30, 2008 and December 31, 2007

<i>In millions of Won, except share data</i>	Note	2008	2007
Assets			
Cash and cash equivalents		(Won) 784,665	1,196,423
Short-term financial instruments		3,000,000	785,000
Available-for-sale securities	4	74	63
Trade accounts and notes receivable, net	5,18,19	2,901,319	2,339,690
Other accounts receivable, net	5	23,150	97,098
Accrued income, net	5	84,932	13,949
Advance payments, net	5	528	2,783
Prepaid expenses		51,228	35,613
Prepaid value added tax		196,824	105,924
Deferred income tax assets, net	13	350,280	332,926
Inventories, net	6	1,512,175	823,924
Other current assets		8,757	12,740
Total current assets		8,913,932	5,746,133
Long-term financial instruments		13	13
Available-for-sale securities	4	124,410	1
Equity-method investments	1	59,098	24,704
Property, plant and equipment, net	7	8,214,897	7,528,523
Intangible assets, net		185,628	123,111
Long-term other receivable, net	5	29,423	20,141
Long-term prepaid expenses		154,884	155,656
Deferred income tax assets, net	13	64,296	151,058
Non-current guarantee deposits		45,155	30,495
Other non-current assets		34,887	
Total non-current assets		8,912,691	8,033,702
Total assets		(Won) 17,826,623	13,779,835

See accompanying notes to interim consolidated financial statements.

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LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.) AND SUBSIDIARIES

Interim Consolidated Balance Sheets (continued)

(Unaudited)

As at September 30, 2008 and December 31, 2007

<i>In millions of Won, except share data</i>	Note	2008	2007
Liabilities			
Trade accounts payable and notes payable	18, 19	(Won) 1,268,309	994,701
Other accounts payable		1,507,158	614,904
Short-term borrowings	5, 9	670,068	4,660
Advances received		26,156	82,101
Unearned income			15,248
Withholdings		8,691	7,160
Accrued expenses		225,534	99,288
Income tax payable		343,564	78,133
Warranty reserve		50,763	49,295
Current portion of long-term debt and debentures, net of discounts	8, 9	586,428	409,082
Other current liabilities		118,026	46,650
Total current liabilities		4,804,697	2,401,222
Debentures, net of current portion and discounts on debentures	8	1,711,726	1,998,147
Long-term debt, net of current portion	9	1,210,641	993,785
Long-term other accounts payable		51,634	31,046
Long-term accrued expenses	10	17,603	12,680
Accrued severance benefits, net		99,825	53,496
Other non-current liabilities		47,445	
Total non-current liabilities		3,138,874	3,089,154
Total liabilities		7,943,571	5,490,376
Stockholders equity			
Controlling interest			
Common stock, (Won)5,000 par value. Authorized 500,000,000 shares: issued and outstanding 357,815,700 shares in 2008 and 2007		1,789,079	1,789,079
Capital surplus		2,311,071	2,311,071
Accumulated other comprehensive income		97,097	5,823
Retained earnings		5,685,717	4,183,400
Total controlling interest		9,882,964	8,289,373
Minority interest		88	86
Total stockholders equity		9,883,052	8,289,459
Commitments and contingencies	11		
Total liabilities and stockholders equity		(Won) 17,826,623	13,779,835

See accompanying notes to interim consolidated financial statements.

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LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.) AND SUBSIDIARIES

Interim Consolidated Statements of Income

(Unaudited)

For the nine-month periods ended September 30, 2008 and 2007

<i>In millions of Won, except earnings per share</i>	Note	2008	2007
Sales	18, 19	(Won) 12,107,987	10,030,102
Cost of sales	15,18,19	9,428,626	8,875,407
Gross profit		2,679,361	1,154,695
Selling and administrative expenses	16	655,508	519,470
Operating income	19	2,023,853	635,225
Interest income		154,194	37,084
Rental income		2,469	2,945
Foreign exchange gains		1,850,437	160,829
Gain on foreign currency translation		328,574	89,045
Equity income on investments		6,383	4,378
Gain on disposal of property, plant and equipment		1,028	927
Gain on disposal of intangible assets		1,633	
Commission earned	18	4,418	10,581
Reversal of allowance for doubtful accounts	5	9,507	
Gain on redemption of debentures	8	1,152	
Other income	18	5,758	7,560
Non-operating income		2,365,553	313,349
Interest expense		111,490	155,577
Foreign exchange losses		1,736,170	152,713
Loss on foreign currency translation		382,744	54,400
Equity losses on investments		511	
Donations		2,246	233
Loss on disposal of trade accounts and notes receivable			18,219
Loss on disposal of property, plant and equipment		701	263
Impairment loss on property, plant, and equipment		83	28,681
Other bad debt expenses		1	1,037
Loss on redemption of debentures	8	13	284
Other expenses		410	236
Non-operating expenses		2,234,369	411,643
Income before income taxes		2,155,037	536,931
Income taxes expense (benefit)	13	384,356	(47,188)
Net income		(Won) 1,770,681	584,119
of Which :			
Net income of the Controlling Company		(Won) 1,770,679	584,119

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Net income of minority interest	(Won)	2	
Earnings per share		17	
Basic earnings per share	(Won)	4,949	1,632
Diluted earnings per share	(Won)	4,846	1,626

See accompanying notes to interim consolidated financial statements.

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LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.) AND SUBSIDIARIES

Interim Consolidated Statements of Changes in Stockholders' Equity

(Unaudited)

For the nine-month periods ended September 30, 2008 and 2007

<i>In millions of Won</i>	Note	Capital Stock	Capital Surplus	Accumulated other comprehensive income (loss)	Retained earnings	Minority interest	Total
Balances at January 1, 2007		(Won) 1,789,079	2,275,172	(13,948)	2,839,373		6,889,676
Net income					584,119		584,119
Change in cumulative translation adjustments	14			17,965			17,965
Gain on valuation of cash flow hedges	12, 14			(16,616)			(16,616)
Loss on valuation of cash flow hedges	12, 14			7,626			7,626
Change in consideration for conversion rights	12, 14		35,899				35,899
Change in the investor's share of subsidiary						84	84
Balances at September 30, 2007		1,789,079	2,311,071	(4,973)	3,423,492	84	7,518,753
Balances at January 1, 2008		1,789,079	2,311,071	5,823	4,183,400	86	8,289,459
Cash dividend					(268,362)		(268,362)
Net income					1,770,679	2	1,770,681
Change in cumulative translation adjustments	14			124,621			124,621
Change in fair value of available-for-sale securities	4, 14			20,417			20,417
Change in equity arising from application of equity method	14			493			493
Gain on valuation of cash flow hedges	12, 14			(1,498)			(1,498)
Loss on valuation of cash flow hedges	12, 14			(52,759)			(52,759)
Balances at September 30, 2008		(Won) 1,789,079	2,311,071	97,097	5,685,717	88	9,883,052

See accompanying notes to interim consolidated financial statements.

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LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.) AND SUBSIDIARIES

Interim Consolidated Statements of Cash Flows

(Unaudited)

For the nine-month periods ended September 30, 2008 and 2007

<i>In millions of Won</i>	2008	2007
Cash flows from operating activities:		
Net income	(Won) 1,770,681	584,119
Adjustments for:		
Depreciation	1,958,553	2,049,497
Amortization of intangible assets	44,280	35,659
Provision for severance benefits	56,277	50,464
Provision for warranty reserve	76,661	52,535
Loss(gain) on foreign currency translation, net	54,387	(44,081)
Equity income on investments	(5,872)	(4,378)
Gain on disposal of property, plant and equipment, net	(327)	(664)
Gain on disposal of intangible assets, net	(1,633)	
Impairment loss on property, plant and equipment	83	28,681
Loss(gain) on redemption of debentures, net	(1,139)	284
Amortization of discount on debentures, net	23,201	37,349
Reversal of compensation expenses associated with stock option	(560)	
	2,203,911	2,205,346
Changes in operating assets and liabilities:		
Decrease (increase) in trade accounts receivable and notes receivable	(345,492)	(1,430,809)
Decrease (increase) in other accounts receivable	68,703	86,093
Decrease (increase) in accrued income	(70,984)	(4,920)
Decrease (increase) in advance payments	2,255	2,808
Decrease (increase) in prepaid expenses	6,346	(5,813)
Decrease (increase) in prepaid value added tax	(90,329)	(10,035)
Decrease (increase) in current deferred income tax assets	872	(120,831)
Decrease (increase) in other current assets	4,491	8,341
Decrease (increase) in inventories	(688,250)	146,903
Decrease (increase) in long-term other receivable	(9,283)	(365)
Decrease (increase) in long-term prepaid expenses	(21,189)	(46,471)
Decrease (increase) in non-current deferred income tax assets	25,403	66,393
Increase (decrease) in trade accounts and notes payable	216,140	205,324
Increase (decrease) in other accounts payable	47,744	(87,751)
Increase (decrease) in advances received	(55,945)	22,933
Increase (decrease) in withholdings	1,532	(1,527)
Increase (decrease) in accrued expenses	126,246	86,105
Increase (decrease) in income tax payable	265,431	(2,123)
Increase (decrease) in warranty reserve	(54,837)	(41,172)
Increase (decrease) in other current liabilities	(24,724)	121
Increase (decrease) in long-term accrued expenses	1,956	9,130
Increase (decrease) in deferred income tax liabilities		318
Accrued severance benefits transferred from affiliated company, net	3,331	2,021
Payment of severance benefits	(16,388)	(41,556)
Decrease (increase) in severance insurance deposits	3,077	8,758
Decrease (increase) in contribution to the National Pension Fund	31	85
Increase (decrease) in long-term unearned income	6,455	
Increase (decrease) in long-term trade accounts and notes payable	92	

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Decrease (increase) in cumulative translation adjustments, net	48,115	18,858
	(549,201)	(1,129,182)
Net cash provided by operating activities	(Won) 3,425,391	1,660,283

See accompanying notes to interim consolidated financial statements.

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LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.) AND SUBSIDIARIES

Interim Consolidated Statements of Cash Flows (continued)

(Unaudited)

For the nine-month periods ended September 30, 2008 and 2007

<i>In millions of Won</i>	2008	2007
Cash flows from investing activities:		
Proceeds from disposal of short-term financial instruments	(Won) 955,000	
Acquisition of short-term financial instruments	(3,170,000)	
Increase in short-term loans	(33)	(4)
Disposal of available-for-sale securities	1	
Acquisition of available-for-sale securities	(96,260)	
Acquisition of equity-method investments	(33,602)	
Proceeds from dividend received from equity-method investments	5,760	1,440
Proceeds from disposal of property, plant and equipment	2,864	2,325
Proceeds from disposal of intangible assets	3,196	
Acquisition of property, plant and equipment	(1,622,707)	(1,311,029)
Acquisition of intangible assets	(100,949)	(15,572)
Decrease in guarantee deposits		426
Payment of guarantee deposits	(14,660)	(9,041)
Receipt of government subsidy	361	
Net cash used in investing activities	(4,071,029)	(1,331,455)
Cash flows from financing activities:		
Proceeds from short-term borrowings	665,408	
Repayment of short-term debt		(234,991)
Proceeds from debentures		508,997
Redemption of debentures	(78,308)	
Proceeds from long-term debt	23,637	366,112
Repayment of long-term debt		(16,172)
Repayment of current portion of long-term debt	(123,102)	(250,801)
Increase in long-term other accounts payable	14,607	
Proceeds from minority interest		84
Payment of cash dividends	(268,362)	
Net cash provided by financing activities	233,880	373,229
Net increase (decrease) in cash and cash equivalents	(411,758)	702,057
Cash and cash equivalents at beginning of period	1,196,423	954,362
Cash and cash equivalents at end of period	(Won) 784,665	1,656,419

See accompanying notes to interim consolidated financial statements.

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LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.) AND SUBSIDIARIES

Notes to Interim Consolidated Financial Statements

September 30, 2008

(Unaudited)

1 Organization and Description of Business

The accompanying interim consolidated financial statements include the accounts of LG Display Co., Ltd. and its consolidated subsidiaries (collectively the Company). The general information of LG Display Co., Ltd. (the Controlling Company) and its consolidated subsidiaries and its equity method investees is described below.

(a) Description of the Controlling Company

LG Display Co., Ltd. (formerly, LG.Philips LCD Co., Ltd.) was incorporated in 1985 under its original name of LG Soft, Ltd. as a wholly owned subsidiary of LG Electronics Inc. In 1998, LG Electronics Inc. and LG Semicon transferred their respective Thin Film Transistor Liquid Crystal Display (TFT-LCD) related business to the Controlling Company and its main business is to manufacture and sell TFT-LCD panels. In July 1999, LG Electronics Inc. and Koninklijke Philips Electronics N.V. (Philips) entered into a joint venture agreement. Pursuant to the agreement, the Controlling Company changed its name to LG.Philips LCD Co., Ltd. However, on February 29, 2008, the Controlling Company changed its name from LG.Philips LCD Co., Ltd. to LG Display Co., Ltd. based upon the approval of shareholders at the general shareholders meeting on the same date as a result of the decrease in Philips' share interest in the Controlling Company and the possibility of its business expansion to Organic Light Emitting Diode (OLED) and Flexible Display products. As of September 30, 2008, the majority of shares in the Controlling Company are owned by LG Electronics Inc. and Philips, 37.9% (135,625 thousand shares) and 13.2% (47,225 thousand shares), respectively.

As of September 30, 2008, the Controlling Company has LCD Research & Development Center and TFT-LCD manufacturing plants in Paju and TFT-LCD manufacturing plants and OLED manufacturing plant in Gumi. The Controlling Company has overseas subsidiaries located in the United States of America, Europe and Asia.

(b) Consolidated Subsidiaries

(i) LG Display America, Inc. (LGDUS , formerly, LG.Philips LCD America, Inc.)

LGDUS was incorporated in California, U.S.A., on September 24, 1999, to sell TFT-LCD products. As of September 30, 2008 and December 31, 2007, its capital stock amounted to USD5 million and is wholly owned by the Controlling Company.

(ii) LG Display Japan Co., Ltd. (LGDJP , formerly, LG.Philips LCD Japan Co., Ltd.)

LGDJP was incorporated in Tokyo, Japan, on October 12, 1999, to sell TFT-LCD products. As of September 30, 2008 and December 31, 2007, its capital stock amounted to JPY95 million and is wholly owned by the Controlling Company.

(iii) LG Display Germany GmbH (LGDDG , formerly, LG.Philips LCD Germany GmbH)

LGDDG was incorporated in Dusseldorf, Germany, on November 5, 1999, to sell TFT-LCD products. As of September 30, 2008 and December 31, 2007, its capital stock amounted to EUR1 million and is wholly owned by the Controlling Company.

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LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.) AND SUBSIDIARIES

Notes to Interim Consolidated Financial Statements

September 30, 2008

(Unaudited)

1 **Organization and Description of Business. Continued**

(b) **Consolidated Subsidiaries. Continued**

(iv) LG Display Taiwan Co., Ltd. (LGDTW , formerly, LG.Philips LCD Taiwan Co., Ltd.)

LGDTW was incorporated in Taipei, Taiwan, on April 12, 1999, to sell TFT-LCD products and its shares were acquired by the Controlling Company in May 2000 from LG Electronics Inc. As of September 30, 2008 and December 31, 2007, its capital stock amounted to NTD116 million and is wholly owned by the Controlling Company.

(v) LG Display Nanjing Co., Ltd. (LGDNJ , formerly, LG.Philips LCD Nanjing Co., Ltd.)

LGDNJ was incorporated in Nanjing, China, on July 15, 2002, to manufacture and sell TFT-LCD products. As of September 30, 2008 and December 31, 2007, its capital stock amounted to CNY1,643 million and is wholly owned by the Controlling Company.

(vi) LG Display Hong Kong Co., Ltd. (LGDHK , formerly, LG.Philips LCD Hong Kong Co., Ltd.)

LGDHK was incorporated in Hong Kong on January 24, 2003, to sell the TFT-LCD products. As of September 30, 2008 and December 31, 2007, its capital stock amounted to HKD12 million and is wholly owned by the Controlling Company. LGDHK's operations transferred to LG.Philips LCD Shenzhen in 2007 and LGDHK is expected to liquidate in 2009.

(vii) LG Display Shanghai Co., Ltd. (LGDSH , formerly, LG.Philips LCD Shanghai Co., Ltd.)

LGDSH was incorporated in Shanghai, China, on January 16, 2003, to sell TFT-LCD products. As of September 30, 2008 and December 31, 2007, its capital stock amounted to CNY4 million and is wholly owned by the Controlling Company.

(viii) LG Display Poland Sp. z o.o. (LGDWR , formerly, LG.Philips LCD Poland Sp. z o.o.)

LGDWR was incorporated in Poland on September 6, 2005, to manufacture and sell TFT-LCD products. As of September 30, 2008 and December 31, 2007, its capital stock amounted to PLN511 million, and is 80.29% owned by the Controlling Company.

(ix) LG Display Guangzhou Co., Ltd. (LGDGZ , formerly, LG.Philips LCD Guangzhou Co., Ltd.)

LDGZ was incorporated in Guangzhou, China, on June 30, 2006, to manufacture and sell TFT-LCD products. As of September 30, 2008 and December 31, 2007, its capital stock amounted to CNY678 million and CNY582 million, and is 84.21% and wholly owned by the Controlling Company, respectively.

(x) LG Display Shenzhen Co., Ltd. (LGDSZ , formerly, LG.Philips LCD Shenzhen Co., Ltd.)

LGDSZ was incorporated in Shenzhen, China on August 28, 2007, to sell TFT LCD products. As of September 30, 2008 and December 31, 2007, its capital stock amounted to CNY4 million, and is wholly owned by the Controlling Company.

(xi) Global Professional Sourcing Co., Ltd. (GPS)

GPS was incorporated in Taipei, Taiwan on September 11, 2007, to survey and identify potential local partners in the LCD industry. As of September 30, 2008 and December 31, 2007, its capital stock amounted to NTD10 million, and is 70% owned by LG Display Taiwan Co., Ltd.

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LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.) AND SUBSIDIARIES

Notes to Interim Consolidated Financial Statements

September 30, 2008

(Unaudited)

1 **Organization and Description of Business. Continued**

(c) **Equity-method Investment**

(i) **Paju Electric Glass Co., Ltd. (PEG)**

PEG was incorporated in Paju, Korea, in January 2005, to produce electric glass. As of September 30, 2008 and December 31, 2007, its capital stock amounted to (Won)36,000 million and 40% of PEG is owned by the Controlling Company.

(ii) **TLI Inc. (TLI)**

TLI was incorporated in October 28, 1998, to manufacture and sell semiconductor parts for flat-panel display. In May 2008, the Controlling Company acquired 1,008,875 common shares of TLI Inc.(13%) at (Won)14,074 million through a stock purchase agreement for strategic alliance purposes. Although the Controlling Company's share interests in these investees are below 20%, the Controlling Company is able to exercise significant influence through its right to assign a director in the board of directors of the investees and, accordingly, the investments in these investees have been accounted for using the equity method.

(iii) **AVACO CO., Ltd. (AVACO)**

AVACO was incorporated in 2000, to manufacture and sell equipment for flat-panel display. In June 2008, the Controlling Company acquired 2,037,204 common shares of AVACO(19.9%) at (Won)6,173 million through a stock purchase agreement for strategic alliance purposes. Although the Controlling Company's share interests in these investees are below 20%, the Controlling Company is able to exercise significant influence through its right to assign a director in the board of directors of the investees and, accordingly, the investments in these investees have been accounted for using the equity method.

(iv) **Guangzhou New Vision Technology Research and Development Limited (Guangzhou R&D JV Center)**

The Controlling Company entered into a joint venture agreement with Skyworth-RGB Electronics Co., Limited (Skyworth) to strengthen its strategic alliance with Skyworth and for development of products to enhance competitiveness in the Chinese market and accordingly, Guangzhou R&D JV Center was set up for research and development of LCD module design and LCD TV design. Each party acquired a 50% equity interest in the joint venture and, in July 2008, the Controlling Company invested (Won)3,655 million. The board of directors consists of 4 directors and each party is entitled to nominate 2 directors.

(v) **NEW OPTICS Ltd.**

In July 2008, the Controlling Company acquired 6,850,000 common shares of NEW OPTICS Ltd. (36.68%) at (Won)9,700 million. The Controlling Company's share interest in the investee exceeds 30%, however, the Controlling Company is not the shareholder with the majority ownership and accordingly, investment in this investee has been accounted for using the equity method.

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LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.) AND SUBSIDIARIES

Notes to Interim Consolidated Financial Statements

September 30, 2008

(Unaudited)

2 Summary of Consolidated Subsidiaries

Consolidated subsidiaries as of September 30, 2008, are as follows:

	Total issued and outstanding shares	No. of shares owned by the Company	Percentage of Ownership (%)
Overseas Subsidiaries			
LG Display America, Inc.	5,000,000	5,000,000	100
LG Display Japan Co., Ltd.	1,900	1,900	100
LG Display Germany GmbH	960,000	960,000	100
LG Display Taiwan Co., Ltd.	11,550,000	11,550,000	100
LG Display Nanjing Co., Ltd.	(*1)	(*1)	100
LG Display Hong Kong Co., Ltd.	115,000	115,000	100
LG Display Shanghai Co., Ltd.	(*1)	(*1)	100
LG Display Poland Sp. zo.o.(*2)	5,110,710	4,103,277	80
LG Display Guangzhou Co., Ltd.(*3)	(*1)	(*1)	84
LG Display Shenzhen Co., Ltd.	(*1)	(*1)	100
Global Professional Sourcing Co., Ltd.	1,000,000	700,000	70

(*1) No shares have been issued in accordance with the local laws and regulations.

(*2) Toshiba Corporation (Toshiba) acquired 20% of LG Display Poland Sp. zo.o. (LGDWR) in December 2007. With the acquisition of the 20% interest, Toshiba and the Controlling Company and LGDWR entered into a derivative contract that is indexed to LGDWR s equity shares. According to the contract, LGD or LGDWR has a call option to buy Toshiba s 20% interest in LGDWR and Toshiba has a put option to sell its 20% interest in LGDWR to LGD or LGDWR under the same terms; the price of the call is equal to the price of the put option which is the total amount of Toshiba s investment at cost. The call and put option is exercisable after five years from the date of acquisition and on each anniversary thereafter with no stated expiry date in whole or in part. Toshiba s investment in LGDWR is regarded as a financing due to the options and recorded as long-term other accounts payable. Accordingly, LGDWR is consolidated as a wholly owned subsidiary in the consolidated financial statements.

(*3) Skyworth TV Holdings Limited (Skyworth) acquired 16% of equity interest in LG Display Guangzhou Co., Ltd.(LGDGZ) in June 2008. With the acquisition of the 16% interest, Skyworth and the Company entered into a derivative contract that is indexed to LGDGZ s equity interest. According to the contract, LGD has a call option to buy Skyworth s 16% interest in LGDGZ and Skyworth has a put option to sell its 16% interest in LGDGZ to LGD under the same terms; the price of the call is equal to the price of the put option which is the total amount of Skyworth s investment at cost. The call and put option is exercisable after five years from the date of acquisition with no stated expiry date in whole or in part. Skyworth s investment in LGDGZ is regarded as a financing due to the options and recorded as long-term other accounts payable. Accordingly, LGDGZ is consolidated as a wholly owned subsidiary in the consolidated financial statements.

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LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.) AND SUBSIDIARIES

Notes to Interim Consolidated Financial Statements

September 30, 2008

(Unaudited)

2 Summary of Consolidated Subsidiaries, Continued

A summary of the consolidated subsidiaries' financial data as of and for the nine-month period ended September 30, 2008, prior to the elimination of intercompany transactions is as follows:

In millions of Won

	Total assets	Total liabilities	Total stockholders equity	Sales	Net Income (loss)
LG Display America, Inc.	(Won) 527,569	519,383	8,186	1,650,064	(4,661)
LG Display Japan Co., Ltd.	229,378	220,803	8,575	1,144,589	482
LG Display Germany GmbH	766,395	755,218	11,177	1,957,480	2,213
LG Display Taiwan Co., Ltd.	598,033	574,333	23,700	2,836,390	3,237
LG Display Nanjing Co., Ltd.	572,208	203,661	368,547	239,821	41,028
LG Display Hong Kong Co., Ltd.	3,876	188	3,688		15
LG Display Shanghai Co., Ltd.	400,416	393,690	6,726	1,434,334	2,715
LG Display Poland Sp. zo.o.	423,154	201,801	221,353	107,556	15,163
LG Display Guangzhou Co., Ltd.	196,068	102,226	93,842	59,508	8,150
LG Display Shenzhen Co., Ltd.	209,719	202,850	6,869	904,327	4,094
	(Won) 3,926,816	3,174,153	752,663	10,334,069	72,436

The financial data for LG Display Taiwan Co., Ltd. are based on its consolidated financial statements including Global Professional Sourcing Co., Ltd., while the remaining subsidiaries are based on their non-consolidated financial statements.

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LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.) AND SUBSIDIARIES

Notes to Interim Consolidated Financial Statements

September 30, 2008

(Unaudited)

3 Summary of Significant Accounting Policies and Basis of Presenting Consolidated Financial Statements**(a) Significant Accounting Policies**

The significant accounting policies followed by the Company in the preparation of its interim consolidated financial statements are the same as those followed by the Company in its preparation of annual consolidated financial statements as of December 31, 2007 except for the application of the Statements of Korea Accounting Standard No. 2, *Interim Financial Reporting*.

(b) Basis of Presenting Financial Statements

The Company maintains its accounting records in Korean Won and prepares statutory financial statements in the Korean language (Hangul) in conformity with the accounting principles generally accepted in the Republic of Korea. Certain accounting principles applied by the Company that conform with financial accounting standards and accounting principles in the Republic of Korea may not conform with generally accepted accounting principles in other countries. Accordingly, these interim consolidated financial statements are intended for use only by those who are informed about Korean accounting principles and practices. The accompanying interim consolidated financial statements have been translated into English from the Korean language interim consolidated financial statements.

4 Available-For-Sale Securities

Available-for-sale securities as of September 30, 2008 and December 31, 2007 are as follows:

<i>In millions of Won</i>	Acquisition cost	Beginning balance	2008 Unrealized gains (losses)		Net balance at end of period	Book value (fair value)
			Changes in unrealized gains and losses, net	Realized gains on disposition		
Current asset						
Debt securities						
Government bonds	(Won) 74					74
Non-current asset						
Equity securities						
HannStar Display Corporation(*)	(Won) 96,249		28,161		28,161	124,410

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LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.) AND SUBSIDIARIES

Notes to Interim Consolidated Financial Statements

September 30, 2008

(Unaudited)

4 Available-For-Sale Securities, Continued

(*) In February 2008, The Controlling Company purchased 180 million shares of non-voting mandatorily redeemable convertible preferred stock. The preferred stocks are convertible into common stocks of HannStar Display Corporation at a ratio of 1:1 at the option of the Controlling Company from issue date (February 28, 2008) to maturity (February 28, 2011).

The Controlling Company has a put option for total or partial cash redemption of convertible preferred stocks during the period between 18 months from issuance to 91 days prior to maturity and the issuer has a call option to repay, in cash, total preferred stocks during the period between 2 years from issuance to 90 days prior to maturity.

The abovementioned convertible preferred stocks have been privately issued under the Taiwanese Law, which restricts the sale of the preferred stocks (up to 3 years) and the stocks acquired through conversion are not to be traded in the Taiwanese stock exchange until the original maturity of the preferred stocks.

In millions of Won

	Acquisition cost	Beginning balance	2007 Unrealized gains (losses)		Net balance at end of period	Book value (fair value)
			Changes in unrealized gains and losses, net	Realized gains on disposition		
Current asset						
Debt securities						
Government bonds	(Won) 63					63
Non-current asset						
Equity securities						
Others	(Won) 1					1

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LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.) AND SUBSIDIARIES

Notes to Interim Consolidated Financial Statements

September 30, 2008

(Unaudited)

5 Receivables

The Company's receivables, including trade accounts and notes receivable as of September 30, 2008 and December 31, 2007 are as follows:

In millions of Won

	Gross amount	2008 Allowance for doubtful accounts	Book value
Trade accounts and notes receivable	(Won) 2,902,591	1,272	2,901,319
Other accounts receivable	23,404	254	23,150
Accrued income	84,967	35	84,932
Advance payments	532	4	528
Long-term other receivable	29,425	2	29,423

In millions of Won

	Gross amount	2007 Allowance for doubtful accounts	Book value
Trade accounts and notes receivable	(Won) 2,348,707	9,017	2,339,690
Other accounts receivable	98,341	1,243	97,098
Accrued income	14,091	142	13,949
Advance payments	2,811	28	2,783
Long-term other receivable	20,145	4	20,141

Certain trade accounts and notes receivable arising from export sales of the Controlling Company to its subsidiaries were sold to financial institutions of which (Won)662,745 million is current and outstanding as of September 30, 2008. The transferred accounts receivable was recorded as short-term borrowings.

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September 30, 2008

(Unaudited)

6 Inventories

Inventories as of September 30, 2008 and December 31, 2007 are as follows:

<i>In millions of Won</i>	2008		Book value
	Gross amount	Valuation loss	
Finished goods	(Won) 870,114	39,979	830,135
Merchandise	4,469	3	4,466
Work-in-process	475,152	19,926	455,226
Raw materials	167,478	4,449	163,029
Supplies	83,705	24,386	59,319
	(Won) 1,600,918	88,743	1,512,175

<i>In millions of Won</i>	2007		Book value
	Gross amount	Valuation loss	
Finished goods	(Won) 460,756	7,722	453,034
Work-in-process	216,258	7,590	208,668
Raw materials	110,652	2,604	108,048
Supplies	80,205	26,031	54,174
	(Won) 867,871	43,947	823,924

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(Unaudited)

7 Property, Plant and Equipment

Property, plant and equipment as of September 30, 2008 and December 31, 2007 are as follows:

<i>In millions of Won</i>	2008	2007
Acquisition cost:		
Land	(Won) 406,870	336,434
Buildings	2,543,000	2,374,513
Structures	179,338	172,453
Machinery and equipment	15,168,632	14,740,001
Tools	201,433	192,817
Furniture and fixtures	498,144	469,256
Vehicles	22,029	14,463
Others	9,256	8,887
Machinery-in-transit	638,431	19,043
Construction-in-progress	2,060,914	745,606
	21,728,047	19,073,473
Less accumulated depreciation	(13,481,518)	(11,504,020)
Less accumulated impairment loss	(7)	(16,139)
Less government subsidies (*)	(31,625)	(24,791)
Property, plant and equipment, net	(Won) 8,214,897	7,528,523

(*) The Company acquired land at EUR1 in 2006 and received cash grants which are intended to be used for the construction of a plant according to an investment agreement with the Polish Government. The land was recognized at fair value at the acquisition date, amounting to PLN57,413 thousand ((Won)28,830 million), and the corresponding amount less EUR1 was recognized as a deduction to land. The cash grants amounting to PLN43,221 thousand ((Won)21,703 million) were recorded as a other non-current liability due to the repayment contingency to be determined based on the level of employment and investment by 2012. Other government subsidies are related to purchase of buildings, structures and machinery and equipment.

The Company capitalizes the interest expense and loss on foreign currency translation incurred on borrowings used to finance the cost of constructing facilities and equipment. Capitalized loss on foreign currency translation and interest expenses for the nine-month period ended September 30, 2008 and the year ended December 31, 2007, amount to (Won)29,702 million and (Won)25,217 million, respectively.

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LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.) AND SUBSIDIARIES

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(Unaudited)

8 **Debentures**

(a) Details of debentures issued by the Company as of September 30, 2008 and December 31, 2007 are as follows:

In millions of Won

	Maturity	Annual interest rate	2008	2007
Local currency debentures				
Public debentures	October 2008~ March 2010	3.50~5.00%	(Won) 1,100,000	1,180,000
Private debentures	December 2010~ June 2011	5.30~5.89%	600,000	600,000
Less discount on debentures			(4,874)	(9,526)
Less current portion of debentures			(479,283)	(249,110)
			1,215,843	1,521,364
Foreign currency debentures				
Convertible bond	April 2012	zero coupon	511,555	511,555
Less discount on debentures			(1,882)	(2,237)
Less conversion right adjustment			(99,578)	(118,323)
Add redemption premium			85,788	85,788
			495,883	476,783
			(Won) 1,711,726	1,998,147

Principal of the local currency debentures are to be repaid at maturity and interests are paid quarterly. The Controlling Company has redeemed local currency debentures amounting to (Won)80,000 million for the nine-month period ended September 30, 2008. As a result, the Controlling Company recognized gain and loss on redemption of debentures of (Won)1,152 million and (Won)13 million, respectively.

(b) Details of the convertible bond as of September 30, 2008 are as follows:

	Terms and Conditions
Issue date	April 18, 2007
Maturity date	April 18, 2012
Conversion period	April 19, 2008 ~ April 3, 2012
Conversion price in Won	(Won) 48,760
Issued amount	USD 550 million

The bond will be repaid at 116.77% of their principal amount at maturity unless the put option of bondholders are exercised in which case the bondholders will be repaid at 109.75% of their principal amount on April 18, 2010.

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8 Debentures, Continued

The Controlling Company is entitled to exercise a call option after three years from the date of issue at the amount of the principal and interest, calculated at 3.125% of the annual yield to maturity, from the issue date to the repayment date. The call option can be exercised only when the market price of the common shares on each of 20 trading days in 30 consecutive trading days ending on the trading day immediately prior to the date upon which notice of such redemption is published exceeds at least 130% of the conversion price. In addition, in the event that at least 90% of the initial principal amount of the bonds has been redeemed, converted, or purchased and cancelled, the remaining bonds may also be redeemed, at the Controlling Company's option, at the amount of the principal and interest from the date of issue to the repayment date prior to their maturity.

Based on the terms and conditions of the bond, the conversion price was decreased from (Won)49,070 to (Won)48,760 per share due to payment of cash dividends of (Won)750 per share for the year ended December 31, 2007. The number of common shares to be issued if the outstanding convertible bonds are fully converted is as follows:

<i>In Won and share</i>	September 30, 2008	December 31, 2007
Convertible bond amount (*)	(Won) 513,480,000,000	513,480,000,000
Conversion price	(Won) 48,760	49,070
Common shares to be issued	10,530,762	10,464,234

(*) The exchange rate for the conversion is fixed at (Won)933.6 to USD 1.

(c) Aggregate maturities of the Company's debentures as of September 30, 2008 are as follows:

In millions of Won

Period	Debentures	Convertible bonds	Total
October 1, 2008 ~ September 30, 2009	(Won) 480,000		480,000
October 1, 2009 ~ September 30, 2010	620,000		620,000
October 1, 2010 ~ September 30, 2011	600,000		600,000
October 1, 2011 ~ September 30, 2012		597,343	597,343
	(Won) 1,700,000	597,343	2,297,343

In the above schedule, it was assumed that the convertible bonds will be repaid in full at maturity with redemption premium amounting to (Won)85,788 million.

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9 **Short-Term Borrowings and Long-Term Debt**

(a) Short-term borrowings as of September 30, 2008 and December 31, 2007 are as follows:

In millions of Won, USD, JPY, except interest rate

Lender	Annual interest rate(*)	2008	2007
Factoring of accounts receivable			
Korea Exchange Bank and others	LIBOR + 0.60 ~ 1.50%	(Won) 662,745	
Foreign currency equivalent		USD 558	
Working capital			
Mizuho Bank and others	TIBOR + 0.39 ~ 0.40%	7,323	4,660
Foreign currency equivalent		JPY 640	JPY 556
		(Won) 670,068	4,660

(*) TIBOR represents Tokyo Inter-Bank Offered Rates.

(b) Long-term debt as of September 30, 2008 and December 31, 2007 is as follows:

In millions of Won, USD, CNY, EUR, except interest rate

Lender	Annual interest rate(*)	2008	2007
Local currency loans			
The Export-Import Bank of Korea	5.88 ~ 6.08%	(Won) 9,850	49,117
Korea Development Bank	Ref + 0.77%	45,000	60,000
Shinhan Bank	3 year Korean Treasury Bond rate less 1.25%	18,982	18,982
Less current portion of long-term debt		(39,850)	(61,767)
		33,982	66,332
Foreign currency loans			
Industrial and Commercial Bank of China and others	6ML + 0.50% ~ 0.68%, 95% of the Basic Rate published by the	289,637	245,076

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	People's Bank of China, 3M EURIBOR + 0.60%		
The Export-Import Bank of Korea	6ML + 0.69 ~ 1.20%	66,511	58,168
Korea Development Bank	3ML + 0.66 ~ 1.35%	175,186	159,494
Kookmin Bank and others	3ML + 0.35 ~ 0.53%	475,080	375,280
	6ML + 0.41%	237,540	187,640
Foreign currency equivalent		USD 937	USD 978
		CNY 70	CNY 100
		EUR 70	EUR 70
Less current portion of long-term debt		(67,295)	(98,205)
		1,176,659	927,453
		(Won) 1,210,641	993,785

(*) ML represents Month LIBOR (London Inter-Bank Offered Rates) and M EURIBOR represents Month EURIBOR (Euro Inter-Bank Offered Rates) and Ref represents Korea Development Bank Benchmark Interest Rates.

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9 Short-Term Borrowings and Long-Term Debt, Continued

(c) Aggregate maturities of the Company's long-term debt as of September 30, 2008 are as follows:

In millions of Won

Period	Local currency loans	Foreign currency loans	Total
October 1, 2008 ~ September 30, 2009	(Won) 39,850	67,295	107,145
October 1, 2009 ~ September 30, 2010	17,088	91,262	108,350
October 1, 2010 ~ September 30, 2011	3,733	689,059	692,792
October 1, 2011 ~ September 30, 2012	3,796	338,997	342,793
Thereafter	9,365	57,341	66,706
	(Won) 73,832	1,243,954	1,317,786

10 Share-Based Payments

(a) The terms and conditions of grants as of September 30, 2008 are as follows:

	Descriptions
Settlement method	Cash settlement
Type of arrangement	Stock appreciation rights (granted to senior executive)
Date of grant	April 7, 2005
Weighted-average exercise price (*1)	(Won)44,050
Number of rights granted	450,000
Number of rights forfeited (*2)	230,000
Number of rights cancelled (*3)	110,000
Number of rights outstanding	110,000
Exercise period	From April 8, 2008 to April 7, 2012
Vesting conditions	Two years of service from the date of grant

(*1) The exercise price at the grant date was (Won)44,260 per stock appreciation right (SARs). However, the exercise price was subsequently adjusted to (Won)44,050 due to additional issuance of common shares in 2005.

(*2) SARs were forfeited in connection with senior executives who left the Controlling Company before meeting the vesting requirement.

(*3) If the appreciation of the Controlling Company's share price is equal or less than that of the Korea Composite Stock Price Index (KOSPI) over the three-year period following the grant date, only 50% of the outstanding SARs are exercisable. As the actual increase rate of the Controlling Company's share price for the three-year period ending April 7, 2008, was less than that of the KOSPI for the same three-year period, only 110,000 shares, 50% of the outstanding SARs, as of September 30, 2008 are exercisable.

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10 Share-Based Payments, Continued

- (b) The changes in the number of SARs outstanding for the nine-month period ended September 30, 2008 and for the year ended December 31, 2007 are as follows:

In share

	Stock appreciation rights	
	2008	2007
Balance at beginning of period	220,000	260,000
Forfeited or cancelled	110,000	40,000
Outstanding at end of period	110,000	220,000
Exercisable at end of period	110,000	

- (c) The Controlling Company reversed accumulated stock compensation cost of (Won)560 million for the nine-month period ended September 30, 2008 as the market price of the Controlling Company's common share was less than the exercise price of a SAR.

11 Commitments and Contingencies

(a) Commitments

Overdraft agreements and credit facility agreement

As of September 30, 2008, the Controlling Company has bank overdraft agreements with Woori Bank and other various banks amounting to (Won)59,000 million in aggregate and has a revolving credit facility agreement with Shinhan Bank and several other banks totaling (Won)100,000 million and USD100 million.

Factoring and securitization of accounts receivable

As of September 30, 2008, the Controlling Company has agreements with Korea Exchange Bank and other several banks for U.S. dollar denominated accounts receivable negotiating facilities of up to an aggregate of USD1,646.5 million.

In October 2006, LG Display America, Inc., LG Display Germany GmbH and LG Display Shanghai Co., Ltd. and LG Display Hong Kong Co., Ltd. entered into a five-year accounts receivable selling program with Standard Chartered Bank, selling accounts receivable on a revolving basis, of up to USD600 million. The Controlling Company joined this program in April 2007. For the nine-month period ended September 30, 2008, no accounts and notes receivable were sold that are past due.

Letters of credit

The Controlling Company has agreements with Korea Exchange Bank and several other banks in relation to the opening of letters of credit amounting to (Won)20,000 million and USD35.5 million.

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11 Commitments and Contingencies. Continued

Payment guarantees

The Controlling Company receives repayment guarantees from ABN AMRO Bank amounting to USD8.5 million relating to value added tax payments in Poland. As of September 30, 2008, the Controlling Company entered into a payment guarantee agreement with a syndicate of banks including Kookmin Bank and Societe Generale in connection with a EUR70 million term loan credit facility of LG Display Poland Sp. zo.o.

LG Display America, Inc. and other subsidiaries have entered into short-term credit facility agreements of up to USD57 million, EUR3.6 million, and JPY5,200 million with Comerica Bank and other various banks. LG Display Japan Co., Ltd. and LG Display Taiwan Co., Ltd. are provided with repayment guarantees from the Bank of Tokyo-Mitsubishi and ABN AMRO Bank amounting to JPY1,300 million and USD4 million, respectively, relating to their local tax payments.

License agreements

As of September 30, 2008, in relation to its TFT-LCD business, the Controlling Company has technical license agreements with Hitachi, Ltd., and others and has a trademark license agreement with LG Corporation. The trademark license agreement with Koninklijke Philips Electronics N.V. has expired on June 30, 2008.

(b) Contingencies

As of September 30, 2008, the Controlling Company is involved in several legal proceedings and claims arising in the ordinary course of business. The Controlling Company's management does not expect that the outcome in these legal proceedings and claims, individually or collectively, will have any material adverse effect on the Controlling Company's financial condition, results of operations or cash flows.

Patent infringement lawsuit against Chi Mei Optoelectronics Corp. and others

On December 1, 2006, the Controlling Company filed a complaint against Chi Mei Optoelectronics Corp. and AU Optronics Corp. alleging patent infringement related to liquid crystal display and manufacturing process for TFT-LCDs in the United States District Court for the District of Delaware. On March 8, 2007, AU Optronics Corp. countersued the Controlling Company in the United States District Court for the Western District of Wisconsin, but the case was transferred to the United States District Court for the District of Delaware due to the Controlling Company's motion to transfer. On May 4, 2007, Chi Mei Optoelectronics Corp. countersued the Controlling Company for patent infringement in the United States District Court for the Eastern District of Texas, but, on March 31, 2008, the suit was transferred to the United States District Court for the District of Delaware according to the Controlling Company's motion to transfer.

Intervention in Positive Technologies, Inc.'s patent infringement lawsuit

On April 14, 2006, Positive Technologies, Inc. filed a complaint in the United States District Court for the Eastern District of Texas against, among others, several of the Controlling Company's customers, including BenQ America Corp., Hitachi America Ltd., Panasonic Corp. of North America, Philips Electronics North America Corp. and Toshiba America, Inc. for alleged infringement of two of its patents relating to LCD displays. Positive Technologies, Inc. is seeking, among other things, damages for past infringement. On March 7, 2007, the United States District Court for the Eastern District of Texas granted the Controlling Company's intervention in the patent infringement case brought by Positive Technologies, Inc.

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11 **Commitments and Contingencies. Continued**

Anvik Corporation's lawsuit for infringement of patent

On February 2, 2007, Anvik Corporation filed a patent infringement case against the Controlling Company, along with other LCD manufacturing companies in the United States District Court for the Southern District of New York, in connection with the usage of photo-masking equipment manufactured by Nikon Corporation.

AtratechJapan Corporation's lawsuit for infringement of patent

On July 31, 2008, AtratechJapan Corporation filed a patent infringement case related to back light unit in the United States District Court for the Eastern District of Texas against LG Display America, Inc., along with other LCD companies.

Investigation on anti-competitive activities by authorities in Korea, Japan and U.S.

The Controlling Company is currently under investigation by the fair trade or antitrust authorities in Korea, Japan, U.S. and other markets with respect to possible anti-competitive activities in the LCD industry. As of September 30, 2008, the Controlling Company, along with a number of other companies in the LCD industry, has been named as defendants in a number of purported federal class actions in the United States alleging that the defendants violated the antitrust laws in connection with the sale of LCD panels. In February 2007, the Controlling Company and certain of its officers and directors have been named as defendants in a federal class action in the United States by the shareholders of the Controlling Company alleging violations of the U.S. Securities Exchange Act of 1934, as amended, by the Controlling Company and certain of its officers and directors in connection with possible anti-competitive activities in the LCD industry.

12 **Derivative Instruments**

(a) Details of derivative instruments as of September 30, 2008 are as follows:

	Hedging purpose	Derivative instrument
	Hedge of fair value	Foreign Currency Forwards
	Hedge of cash flows	Foreign Currency Forwards
		Cross Currency Swap
		Interest Rate Swap

(b) Hedge of fair value

The Controlling Company enters into foreign currency forward contracts to manage the exposure to changes in currency exchange rates of foreign currency denominated accounts receivable and accounts payable in accordance with its foreign currency risk management policy. Hedge accounting is not applied related to the abovementioned derivatives.

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12 Derivative Instruments, Continued

(i) Foreign Currency Forwards

Details of foreign currency forwards outstanding as of September 30, 2008 are as follows:

In millions of Won and thousands of USD, except forward rate and maturity date

Bank	Maturity date	Selling	Buying	Forward rate
ABN AMRO Bank and others				(Won) 1,017.5~
	October 2, 2008~	USD 200,000	(Won) 207,946	
	November 28, 2008			(Won) 1,051.9:USD1

(ii) Unrealized gains and losses related to the above derivatives as of September 30, 2008 are as follows:

In millions of Won

Type	Unrealized gains	Unrealized losses
Foreign Currency Forwards	(Won)	28,619

The unrealized losses are charged to operations as losses on foreign currency translation for the nine-month period ended September 30, 2008.

(c) Hedge of cash flows

The Controlling Company enters into foreign currency forward contracts to manage the exposure to changes in foreign currency related to purchase of raw materials and sale of products in accordance with its foreign currency risk management policy. In addition, the Controlling Company entered into cross currency swap and interest rate swap contracts to manage the exposure to changes in cash flows from changes in foreign currency exchange rates and interest rates related to floating rate notes.

Net unrealized gains and losses, net of related taxes, incurred relating to cash flow hedges from forecasted exports and the purchase of materials, were recorded as accumulated other comprehensive income. Unrealized gains and losses from the contracts that did not meet the requirements for a cash flow hedge were charged to operations as foreign currency translation gains and losses.

(i) Foreign Currency Forwards

Details of foreign currency forwards outstanding as of September 30, 2008 are as follows:

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In millions of Won and thousands of USD, except forward rate and maturity date

Bank	Maturity date	Selling	Buying	Forward rate
ABN AMRO Bank and others	October 1, 2008 ~ January 28, 2009	USD 555,000	(Won) 574,866	(Won) 958.4 ~ (Won) 1,086.7:USD 1

The net unrealized losses recorded, under accumulated other comprehensive income, are expected to be recognized as realized gains and losses within the next twelve months.

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12 Derivative Instruments, Continued

(ii) Cross Currency Swap

In millions of Won and thousands of USD, except forward rate and maturity date

Bank	Maturity date	Selling	Buying	Contract rate
Kookmin Bank and others	August 29, 2011~ January 31, 2012		USD 150,000	3M LIBOR ~ Receive floating rate 3M LIBOR+0.53%
		(Won) 143,269		Pay fixed rate 4.54%~5.35%

In relation to the abovementioned cross currency swap, unrealized losses amounting to (Won)2,181 million, recorded as accumulated other comprehensive income, are expected to be charged to operations as gains and losses within the next twelve months.

(iii) Interest Rate Swap

In thousands of USD, except forward rate and maturity date

Bank	Maturity date	Contract amount	Contract rate
SC First Bank	May 21, 2009 ~ May 24, 2010	USD150,000	Receive floating rate 6M LIBOR
			Pay fixed rate 5.375% ~ 5.644%

In relation to the abovementioned interest rate swap, unrealized losses amounting to (Won)2,850 million, recorded as accumulated other comprehensive income, are expected to be charged to operations as gains and losses within the next twelve months.

(iv) Unrealized gains and losses related to hedge of cash flows as of September 30, 2008 are as follows:

In millions of Won

Type	Unrealized gains	Unrealized losses	Cash flow hedge requirements
Foreign currency forwards	(Won)	81,103	Fulfilled
Cross currency swap(*)		6,558	Fulfilled
Interest rate swap		7,037	Fulfilled

- (*) The unrealized gains amounting to (Won)37,425 million that related to the hedge of foreign exchange rate risk are recognized as gains and losses in the consolidated statement of income in the current period.

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12 Derivative Instruments, Continued

(d) Realized gains and losses related to derivative instruments for the nine-month period ended September 30, 2008 are as follows:

In millions of Won

Hedge purpose	Type	Transaction gains	Transaction losses
Cash flow hedge	Cross currency swap	(Won) 145	979
Cash flow hedge	Interest rate swap		561
Cash flow hedge	Foreign currency forwards	5,514	116,810
Fair value hedge	Foreign currency forwards	12,104	105,457
Fair value hedge	Range forward options	2,441	59,538

The transaction gains and losses are charged to operations for the nine-month period ended September 30, 2008.

13 Income Taxes

(a) Income tax expense for the nine-month period ended September 30, 2008 is as follows:

<i>In millions of Won</i>	2008
Current income taxes	(Won) 358,081
Change in deferred income taxes from temporary differences	(21,903)
Change in deferred income taxes from tax credit	91,311
Change in deferred income taxes charged directly to stockholders' equity	(43,133)
Income tax expense	(Won) 384,356

(b) Changes in accumulated temporary differences for the nine-month period ended September 30, 2008 are as follows:

<i>In millions of Won</i>	January 1, 2008	Increase (decrease)	September 30, 2008
Inventories	(Won) 24,236	29,627	53,863
Derivatives	15,561	(24,367)	(8,806)
Property, plant and equipment	390,226	(56,042)	334,184
Warranty reserve	49,295	21,824	71,119
Others	32,537	(90,857)	(58,320)

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(Won) 511,855

(119,815)

392,040

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13 Income Taxes, Continued

(c) Changes in deferred income tax assets (liabilities) for the nine-month period ended September 30, 2008 are as follows :

<i>In millions of Won</i>	January 1, 2008	Increase (decrease)	September 30, 2008	Current	Non-Current
Inventories	(Won) 5,978	8,773	14,751	14,751	
Derivatives	3,898	(6,320)	(2,422)	(2,422)	
Property, plant and equipment	63,733	19,015	82,748		82,748
Warranty reserve	12,348	7,210	19,558	14,860	4,698
Others	(11,946)	36,358	24,412	7,447	16,965
Total	74,011	65,036	139,047	34,636	104,411
Deferred income taxes added to stockholders equity	6,303	(43,133)	(36,830)	23,687	(60,517)
Tax credit carryforwards	403,670	(91,311)	312,359	291,957	20,402
	(Won) 483,984	(69,408)	414,576	350,280	64,296

(d) The Controlling Company's statutory tax rate is 27.5%. Under the Foreign Investment Promotion Act of Korea, from September 1999, the Controlling Company is entitled to an exemption from income taxes in proportion to the percentage of foreign equity for seven years following the registration of each foreign equity investment, and at one-half of that percentage for the subsequent three years.

14 Consolidated Comprehensive Income

Consolidated comprehensive income for the nine-month periods ended September 30, 2008 and 2007 are as follows:

<i>In millions of Won</i>	2008	2007
Net income	(Won) 1,770,681	584,119
Change in cumulative translation adjustments, net of tax effect of (Won)(55,782) million in 2008 and (Won)1,051 million in 2007	124,621	17,965
Change in fair value of available-for-sale securities, net of tax effect of (Won)(7,744) million in 2008 and Nil in 2007	20,417	
Change in equity arising from application of equity method, net of tax effect of (Won)(187) million in 2008 and Nil in 2007	493	
Gain on valuation of cash flow hedges, net of tax effect of (Won)568 million in 2008 and (Won)6,303 million in 2007	(1,498)	(16,616)
	(52,759)	7,626

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Loss on valuation of cash flow hedges, net of tax effect of (Won)20,012 million in 2008 and (Won)(2,892) million in 2007

Consolidated Comprehensive income	1,861,955	593,094
Comprehensive income of the Controlling Company	1,861,953	593,094
Comprehensive income of minority interest	(Won) 2	

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LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.) AND SUBSIDIARIES

Notes to Interim Consolidated Financial Statements

September 30, 2008

(Unaudited)

15 Cost of Sales

Cost of sales for the nine-month periods ended September 30, 2008 and 2007 are as follows:

<i>In millions of Won</i>		2008	2007
Finished goods	(Won)	9,253,423	8,853,530
Beginning balance of inventories		453,034	572,210
Cost of goods manufactured		9,630,524	8,768,249
Ending balance of inventories		(830,135)	(486,929)
Merchandise		168,443	
Others		6,760	21,877
	(Won)	9,428,626	8,875,407

16 Selling and Administrative Expenses

Selling and administrative expenses for the nine-month periods ended September 30, 2008 and 2007 are as follows:

<i>In millions of Won</i>		2008	2007
Salaries	(Won)	103,214	72,849
Severance benefits		7,567	6,706
Other employee benefits		16,258	8,963
Shipping cost		142,815	140,255
Rent		9,096	7,969
Fees and commissions		61,767	77,656
Insurance expenses		5,797	4,036
Entertainment		3,885	2,697
Depreciation		15,568	8,696
Traveling expenses		10,965	7,011
Training expenses		7,661	2,121
Taxes and dues		6,581	3,679
Advertising		39,539	21,178
Sales promotion		10,768	11,190
Development costs		5,382	1,999
Research		103,207	74,974
Bad debt expenses			2,771
A/S		86,278	52,535
Others		19,160	12,185
	(Won)	655,508	519,470

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LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.) AND SUBSIDIARIES

Notes to Interim Consolidated Financial Statements

September 30, 2008

(Unaudited)

17 Earnings Per Share

- (a) Basic earnings per share for the nine-month periods ended September 30, 2008 and 2007 are as follows:

<i>In Won, except share information</i>	2008	2007
Net income	(Won) 1,770,679,221,054	584,118,742,566
Weighted-average number of common shares outstanding	357,815,700	357,815,700
Earnings per share	(Won) 4,949	1,632

There were no events or transactions that result in changes in the number of common shares used for calculating earnings per share.

- (b) Diluted earnings per share for the nine-month period ended September 30, 2008 and 2007 are as follows:

<i>In Won, except share information</i>	2008	2007
Net income	(Won) 1,770,679,221,054	584,118,742,566
Interest on convertible bond, net of tax	14,191,053,047	8,426,883,571
Adjusted income	1,784,870,274,101	592,545,626,137
Weighted-average number of common shares outstanding and common equivalent shares(*)	368,346,462	364,446,905
Diluted earnings per share	(Won) 4,846	1,626

- (*) Weighted-average number of common shares outstanding calculated as follows:

<i>In shares</i>	2008	2007
Weighted-average number of common shares (basic)	357,815,700	357,815,700
Effect of conversion of convertible bonds(**)	10,530,762	6,631,205
Weighted-average number of common shares (diluted) at September 30, 2008	368,346,462	364,446,905

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LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.) AND SUBSIDIARIES

Notes to Interim Consolidated Financial Statements

September 30, 2008

(Unaudited)

17 Earnings Per Share, Continued

(**) The conversion effect of the convertible bond for the nine-month period ended September 30, 2008 and 2007 are as follows:

<i>In shares</i>	2008	2007
Number of convertible bonds		
1 st		268,338
2 nd	10,530,762	10,464,234
Period		
1 st		January 1, 2007 ~ September 30, 2007
2 nd		April 18, 2007 ~ January 1, 2008 ~ September 30, 2008
Weighted		
1 st		273 days / 273 days
2 nd	274 days / 274 days	166 days / 273 days
Effect of conversion of convertible bonds		
1 st		268,338
2 nd	10,530,762	6,362,867
	10,530,762	6,631,205

(c) Earnings per share and diluted earnings per share for the year ended December 31, 2007 were (Won)3,756 and (Won)3,716, respectively.

18 Transactions and Balances with Related Companies

(a) Details of the Company's related parties as of September 30, 2008 are as follows:

Parent	Control relationship
LG Corp.	Company that has significant influence over the Company
LG Electronics Inc. (*)	Controlling party
Other related parties (**)	Relationship
Paju Electric Glass Co., Ltd.,	Equity-method investee

TLI Inc.,

AVACO Co., Ltd,

NEW OPTICS Ltd., and

Guangzhou New Vision Technology Research and
Development Limited

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LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.) AND SUBSIDIARIES

Notes to Interim Consolidated Financial Statements

September 30, 2008

(Unaudited)

18 Transactions and Balances with Related Companies. Continued

Other related parties(**)	Relationship
Dacom Multimedia Internet Corporation,	Affiliates
Dacom Crossing Corporation, Siltron Incorporated,	
LG Management Development Institute Co., Ltd.,	
LG Sports Ltd., LG CNS Co., Ltd., Serveone Co.,Ltd.,	
Hiplaza Co.,Ltd., LG Dow Polycarbonate,	
LG N-Sys Inc., LG MMA Corporation,	
LG Innotek Co., Ltd., LG Powercom Corp.,	
Seatek Co.,Ltd., V-ENS Co., Ltd.,	
Hi Business Logistics, Lusem Co., Ltd., CSLeader,	
AIN Tele Service, Biztech&Ektimo Co. Ltd.,	
LG Solar Energy Inc., Coca-Cola Beverage Co.,	
LG CHEM Ltd., LG Dacom Corporation,	
LG International Corp.,	
LG Household & Health care Ltd.,	
LG Life Sciences, Ltd., LG Telecom Co., Ltd.,	
LG Micron Ltd.,	
Jiheung, TWIN WINE,	
Korea Commercial Vehicle Co., Ltd.,	
Ucess Partners Co.,Ltd.,	
System Air-con Engineering Incorporation	
Giovine, Pixdix, CS One partner Corp.	

(*) The Company's parent and ultimate parent is LG Electronics Inc. and LG Corp., respectively. LG Electronics Inc. files consolidated financial statements.

(**) The Controlling Company acquired equity interests in TLI Inc. and AVACO Co., Ltd., during the three-month period ended June 30, 2008, and acquired equity interests in NEW OPTICS Ltd. and Guangzhou New Vision Technology Research and Development Limited, during the three-month period ended September 30, 2008. The investments in these investees have been accounted for using the equity method. During the three-month period ended March 31, 2008, Koninklijke Philips Electronics N.V., which had significant influence over the Controlling Company in 2007, sold its share interest in the Controlling Company resulting in decreased share interest of 13.2% (47,225 thousand shares) and resigned from the Controlling Company's management. Accordingly, Koninklijke Philips Electronics N.V. was excluded from the companies that have significant influence over the Controlling Company as of September 30, 2008.

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LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.) AND SUBSIDIARIES

Notes to Interim Consolidated Financial Statements

September 30, 2008

(Unaudited)

18 Transactions and Balances with Related Companies. Continued

- (b) Significant transactions which occurred in the normal course of business with related companies, excluding consolidated subsidiaries, for the nine-month periods ended September 30, 2008 and 2007 are as follows:

<i>In millions of Won</i>	Sales and other		Purchases and other	
	2008	2007	2008	2007
Controlling party	(Won) 2,596,071	3,130,275	(Won) 197,159	66,206
Companies that have significant influence over the Company			18,233	12,173
Equity-method investee	404		435,694	115,564
Other related parties	1,179,866	736,964	2,527,567	1,551,027
	(Won) 3,776,341	3,867,239	(Won) 3,178,653	1,744,970

- (c) Account balances with related companies, excluding consolidated subsidiaries, as of September 30, 2008 and December 31, 2007 are as follows:

<i>In millions of Won</i>	Trade accounts and notes receivable and other		Trade accounts and notes payable and other	
	2008	2007	2008	2007
Controlling party	(Won) 641,711	400,348	(Won) 74,848	26,003
Companies that have significant influence over the Company	2,255	259,580	1,604	8,654
Equity-method investee	2		81,732	30,291
Other related parties	206,446	114,539	783,517	371,079
	(Won) 850,414	774,467	(Won) 941,701	436,027

- (d) Key management compensation costs for the nine-month periods ended September 30, 2008 and 2007 are as follows:

<i>In millions of Won</i>	2008	2007
Salaries	(Won) 1,255	1,286
Severance benefits	249	605
Incentive compensation	827	

(Won) 2,331 1,891

Key management refers to the registered directors who have significant control and responsibilities over the Company's operations and business.

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LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.) AND SUBSIDIARIES

Notes to Interim Consolidated Financial Statements

September 30, 2008

(Unaudited)

18 Transactions and Balances with Related Companies. Continued

- (e) Transactions between the Controlling Company and its consolidated subsidiaries for the nine-month periods ended September 30, 2008 and 2007 are as follows:

<i>In millions of Won</i>	Sales and other income		Purchases and other expense	
	2008	2007	2008	2007
LG Display America, Inc.	(Won) 1,718,293	1,111,997	(Won)	11
LG Display Taiwan Co., Ltd.	2,775,379	2,494,511		68
LG Display Japan Co., Ltd.	1,145,967	939,147		24
LG Display Germany GmbH	1,997,295	1,653,539	2,811	165
LG Display Nanjing Co., Ltd.	5,779	7,472	248,206	202,280
LG Display Shanghai Co., Ltd.	1,383,417	987,095		17
LG Display Hong Kong Co., Ltd.		699,687		8
LG Display Poland Sp. zo.o.	15,744	7,281	104,302	55,847
LG Display Guangzhou Co., Ltd.	12,990	12	66,905	
LG Display Shenzhen Co., Ltd.	867,046	119,520		
	(Won) 9,921,910	8,020,261	(Won) 422,224	258,420

- (f) Account balances between the Controlling Company and its consolidated subsidiaries, as of September 30, 2008 and 2007 are as follows:

<i>In millions of Won</i>	Trade accounts and notes receivable		Trade accounts and notes payable	
	2008	2007	2008	2007
LG Display America, Inc.	(Won) 343,536	213,095	(Won)	
LG Display Taiwan Co., Ltd.	331,492	494,084		13
LG Display Japan Co., Ltd.	135,273	154,182		1
LG Display Germany GmbH	568,127	549,987	2,811	3
LG Display Nanjing Co., Ltd.	6,377	10,191	118,438	44,636
LG Display Shanghai Co., Ltd.	239,544	247,679		
LG Display Hong Kong Co., Ltd.		33		49
LG Display Poland Sp. zo.o.	1,996	14,310	62,847	22,170
LG Display Guangzhou Co., Ltd.	21,067	15,038	24,494	470
LG Display Shenzhen Co., Ltd.	153,800	222,565		
	(Won) 1,801,212	1,921,164	(Won) 208,590	67,342

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LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.) AND SUBSIDIARIES

Notes to Interim Consolidated Financial Statements

September 30, 2008

(Unaudited)

19 Segment Information

The Company manufactures and sells TFT-LCD and AM-OLED products. Export sales represent approximately 93% of total sales for the nine-month period ended September 30, 2008.

The following is a summary of operations by region based on the location of the business for the nine-month period ended September 30, 2008:

<i>In millions of Won</i>	Korea					Consolidation	
	Domestic	Export	Asia	America	Europe	Adjustment	Consolidation
Total sales	(Won) 821,537	11,321,001	6,618,969	1,650,064	2,065,036	(10,368,620)	12,107,987
Inter-company sales		(9,888,909)	(365,067)	(4,501)	(110,143)	10,368,620	
Net sales	(Won) 821,537	1,432,092	6,253,902	1,645,563	1,954,893		12,107,987
Operating income	(Won)	1,969,240	39,154	(5,653)	11,482	9,630	2,023,853
Total assets	(Won)	16,873,373	2,209,698	527,569	1,189,549	(2,973,566)	17,826,623

20 Supplemental Cash Flow Information

Significant transactions not affecting cash flows for the nine-month periods ended September 30, 2008 and 2007 are as follows:

<i>In millions of Won</i>	2008	2007
Other accounts payable arising from purchase of property, plant and equipment	(Won) 802,187	(631,215)

21 Subsequent event

The Controlling Company and Taiwan's AmTRAN Technology Co., Ltd. entered into an agreement to set up a joint venture in China to produce LCD Module and TV sets and established Suzhou Raken Technology Ltd. on October 7, 2008. The Controlling Company agreed to invest a total of USD10.41 million for a 51% equity interest in the joint venture, and as of the date of this report, the Controlling Company invested USD9.91 million. The joint venture's board of directors consists of 4 directors and each party is entitled to nominate 2 directors.

Table of Contents**LG DISPLAY CO., LTD. (Formerly, LG.Philips LCD Co., Ltd.) AND SUBSIDIARIES**

Interim Consolidated Balance Sheets

(Unaudited)

December 31, 2007 and September 30, 2008

(In millions of Korean Won, and thousands of U.S. dollars, except for share data)	2007	2008	2008 (note 1(c))
Assets			
Current assets:			
Cash and cash equivalents	(Won) 1,196,423	(Won) 784,665	\$ 650,473
Short-term financial instruments	785,000	3,000,000	2,486,944
Accounts receivable, net (note 3)			
Trade, net	1,565,223	2,050,905	1,700,162
Due from affiliates	774,467	850,414	704,977
Others, net	97,098	23,150	19,191
Prepaid expenses	41,435	57,050	47,293
Prepaid value added tax	105,924	196,824	163,163
Deferred income tax assets (note 11)	335,347	351,317	291,235
Inventories (note 5)	823,924	1,512,175	1,253,565
Available-for-sale securities (notes 4 and 16)	63	74	61
Other current assets (note 16)	29,472	96,274	79,808
Total current assets	5,754,376	8,922,848	7,396,872
Long-term prepaid expenses	181,511	176,372	146,209
Property, plant and equipment, net (notes 8 and 18)	7,591,654	8,277,379	6,861,791
Intangible assets, net	77,487	179,625	148,906
Deferred income tax assets (note 11)	160,464	49,923	41,385
Available-for-sale securities (notes 4 and 16)	1	122,354	101,429
Equity method investments (note 6)	24,704	59,313	49,169
Other non-current assets (note 16)	54,503	111,850	92,723
Total non-current assets	8,090,324	8,976,816	7,441,612
Total assets	(Won) 13,844,700	(Won) 17,899,664	\$ 14,838,484
Liabilities, Minority Interest and Stockholders Equity			
Current liabilities:			
Trade accounts payable			
Trade	(Won) 714,814	(Won) 912,779	\$ 756,677
Due to affiliates	279,887	355,530	294,728
Other accounts payable (note 18)			
Others	458,764	920,987	763,481
Due to affiliates	156,140	586,171	485,925
Short-term borrowings (notes 9 and 15)	4,660	670,068	555,474
Accrued expenses	99,288	225,734	187,129
Income taxes payable	78,133	343,564	284,808
Current portion of long-term debt and debentures (notes 10 and 16)	409,236	586,559	486,246
Other current liabilities (note 16)	248,377	209,901	174,003
Total current liabilities	2,449,299	4,811,293	3,988,471

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Long-term debt, net of current portion (notes 10, 15 and 16)	3,044,252	3,109,606	2,577,805
Long-term other accounts payable (notes 1 and 16)	31,046	51,634	42,804
Long-term accrued expenses	17,828	17,603	14,593
Long-term unearned income		82,989	68,796
Accrued severance benefits, net	53,496	99,825	82,753
Other non-current liabilities (note 16)		25,740	21,338
Total non-current liabilities	3,146,622	3,387,397	2,808,089
Total liabilities	5,595,921	8,198,690	6,796,560
Minority interest (note 1)	86	88	73
Stockholders equity (note 12)			
Common stock, (Won)5,000 par value. Authorized 500,000,000 shares; issued and outstanding 357,815,700 shares in 2007 and 2008	1,789,079	1,789,079	1,483,113
Capital surplus	2,249,637	2,253,444	1,868,062
Accumulated other comprehensive income	15,686	105,515	87,470
Retained earnings	4,194,291	5,552,848	4,603,206
Total stockholders equity	8,248,693	9,700,886	8,041,851
Commitments and contingencies (note 15)			
Total liabilities, minority interest and stockholders equity	(Won) 13,844,700	(Won) 17,899,664	\$ 14,838,484

See accompanying notes to interim consolidated financial statements.

Table of Contents**LG DISPLAY CO., LTD. (Formerly, LG.Philips LCD Co., Ltd.) AND SUBSIDIARIES**

Interim Consolidated Statements of Income

(Unaudited)

Three-month and nine-month periods ended September 30, 2007 and 2008

(In millions of Korean Won, and thousands of U.S. dollars, except for earnings per share)	Three Months Ended September 30,		Nine Months Ended September 30,		2008
	2007	2008	2007	2008	(note 1(c))
Sales (note 17)					
Related parties	(Won) 1,510,472	(Won) 346,966	(Won) 3,867,239	(Won) 3,776,341	\$ 3,130,516
Others	2,442,593	3,514,064	6,162,863	8,331,646	6,906,777
	3,953,065	3,861,030	10,030,102	12,107,987	10,037,293
Cost of sales	3,053,320	3,372,008	8,845,458	9,410,005	7,800,717
Gross profit	899,745	489,022	1,184,644	2,697,982	2,236,576
Selling, general and administrative expenses	227,794	224,266	570,402	640,971	531,353
Operating income	671,951	264,756	614,242	2,057,011	1,705,223
Other income (expense)					
Interest income	16,230	63,221	37,084	156,250	129,528
Interest expense	(45,020)	(37,664)	(142,382)	(110,669)	(91,743)
Foreign exchange gain (loss), net	4,319	(67,749)	27,594	(86,538)	(71,738)
Rental income	894	785	2,945	2,469	2,047
Others, net	2,307	6,167	15,637	14,743	12,222
Total other income (expense)	(21,270)	(35,240)	(59,122)	(23,745)	(19,684)
Income before income tax expense (benefit)	650,681	229,516	555,120	2,033,266	1,685,539
Income tax expense (benefit) (note 11)	148,972	21,168	(39,616)	406,345	336,852
Minority interest		1		2	2
Net income	(Won) 501,709	(Won) 208,347	(Won) 594,736	(Won) 1,626,919	\$ 1,348,685
Earnings per share (note 14)					
Basic earnings per share	(Won) 1,402	(Won) 582	(Won) 1,662	(Won) 4,547	\$ 3.77
Diluted earnings per share	(Won) 1,370	(Won) 576	(Won) 1,648	(Won) 4,447	\$ 3.69

See accompanying notes to interim consolidated financial statements.

Table of Contents**LG DISPLAY CO., LTD. (Formerly, LG.Philips LCD Co., Ltd.) AND SUBSIDIARIES**

Interim Consolidated Statements of Stockholders' Equity and Comprehensive Income

(Unaudited)

Nine-month periods ended September 30, 2007 and 2008

(in millions of Korean Won except for number of shares)	Common Stock		Capital Surplus			Accumulated Other Comprehensive Income (Loss)	Total
	Shares	Amount	Additional Paid-In Capital	Unearned Compensation	Retained Earnings		
Balance as of January 1, 2007	357,815,700	(Won) 1,789,079	(Won) 2,251,112	(Won) (4,166)	(Won) 2,849,912	(Won) (12,367)	(Won) 6,873,570
Stock compensation expense				1,952			1,952
Comprehensive income:							
Net income					594,736		594,736
Cumulative translation adjustment						18,274	18,274
Net unrealized loss on derivative, net of tax						(8,029)	(8,029)
Total comprehensive income							604,981
Balance as of September 30, 2007	357,815,700	(Won) 1,789,079	(Won) 2,251,112	(Won) (2,214)	(Won) 3,444,648	(Won) (2,122)	(Won) 7,480,503
Balance as of January 1, 2008	357,815,700	(Won) 1,789,079	(Won) 2,251,112	(Won) (1,475)	(Won) 4,194,291	(Won) 15,686	(Won) 8,248,693
Stock compensation expense				1,475			1,475
Payment of dividend					(268,362)		(268,362)
Change in conversion price of convertible bond			2,332				2,332
Comprehensive income:							
Net income					1,626,919		1,626,919
Unrealized gain on available-for-sale securities						18,927	18,927
						125,193	125,193

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Cumulative translation adjustment								
Net unrealized loss on derivative, net of tax						(54,291)		(54,291)
Total comprehensive income								1,716,748
Balance as of September 30, 2008	357,815,700	(Won) 1,789,079	(Won) 2,253,444	(Won)	(Won) 5,552,848	(Won) 105,515	(Won)	9,700,886

(in thousands of U.S. dollars) (Note 1 (c))	Common Stock		Capital Surplus			Retained Earnings	Accumulated Other Comprehensive Income (Loss)	Total
	Shares	Amount	Additional Paid-In Capital	Unearned Compensation				
Balance as of January 1, 2008	357,815,700	\$ 1,483,113	\$ 1,866,129	\$ (1,223)	\$	3,476,988	\$ 13,003	\$ 6,838,010
Stock compensation expense				1,223				1,223
Payment of dividend						(222,467)		(222,467)
Change in conversion price of convertible bond			1,933					1,933
Comprehensive income:								
Net income						1,348,685		1,348,685
Unrealized gain on available-for-sale securities							15,690	15,690
Cumulative translation adjustment							103,783	103,783
Net unrealized loss on derivative, net of tax							(45,006)	(45,006)
Total comprehensive income								1,423,152
Balance as of September 30, 2008	357,815,700	\$ 1,483,113	\$ 1,868,062	\$	\$	4,603,206	\$ 87,470	\$ 8,041,851

See accompanying notes to interim consolidated financial statements.

Table of Contents**LG DISPLAY CO., LTD. (Formerly, LG.Philips LCD Co., Ltd.) AND SUBSIDIARIES**

Interim Consolidated Statements of Cash Flows

(Unaudited)

Nine-month periods ended September 30, 2007 and 2008

(In millions of Korean Won, and thousands of U.S. dollars)	2007	2008	2008 (note 1(c))
Cash flows from operating activities:			
Net income	(Won) 594,736	(Won) 1,626,919	\$ 1,348,685
Adjustments for:			
Depreciation	2,053,603	1,964,096	1,628,199
Amortization of intangible assets	6,676	12,885	10,681
Gain on disposal of property, plant and equipment, net	(664)	(327)	(271)
Impairment loss on property, plant, and equipment	28,681	83	69
Loss (gain) on foreign currency translation, net	(21,240)	201,023	166,644
Amortization of discount on debentures	37,349	22,380	18,553
Provision for warranty reserve	52,535	76,661	63,550
Provision for severance benefits	50,464	58,014	48,092
Deferred taxes	(40,972)	48,264	40,010
Minority interest		2	2
Others, net	22,443	(11,440)	(9,484)
Changes in operating assets and liabilities:			
Increase in accounts receivable	(1,430,809)	(345,492)	(286,407)
Decrease (increase) in inventories	146,948	(688,250)	(570,546)
Decrease (increase) in other current assets	88,472	(81,575)	(67,624)
Increase in other non-current assets	(48,528)	(26,106)	(21,641)
Increase in trade accounts payable	205,324	216,140	179,176
Increase (decrease) in other accounts payable	(87,751)	47,744	39,579
Increase in accrued expenses	86,105	126,246	104,656
Increase (decrease) in other current liabilities	(63,350)	131,456	108,975
Decrease in other non-current liabilities	(18,153)	(1,447)	(1,200)
Net cash provided by operating activities	1,661,869	3,377,276	2,799,698
Cash flows from investing activities:			
Acquisition of short-term financial instruments		(3,170,000)	(2,627,870)
Proceeds from disposal of short-term financial instruments		955,000	791,677
Acquisition of available-for-sale securities		(96,260)	(79,798)
Acquisition of property, plant and equipment	(1,311,029)	(1,622,707)	(1,345,193)
Proceeds from disposal of property, plant and equipment	2,325	2,864	2,374
Acquisition of intangible assets	(15,572)	(100,949)	(83,685)
Acquisition of equity method investments		(33,602)	(27,855)
Others, net	(7,179)	(5,375)	(4,456)
Net cash used in investing activities	(1,331,455)	(4,071,029)	(3,374,806)
Cash flows from financing activities:			
Proceeds from short-term borrowings, net	(234,991)	665,408	551,611
Proceeds from issuance of long-term debts	875,109	23,637	19,594

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Repayment of current portion of long-term debts and debentures	(266,973)	(123,102)	(102,049)
Early redemption of debentures		(78,308)	(64,916)
Increase in long-term other accounts payable	84	14,607	12,109
Payment of dividend		(268,362)	(222,467)
Net cash provided by financing activities	373,229	233,880	193,882
Effect of exchange rate changes on cash and cash equivalents	(1,586)	48,115	39,886
Net increase (decrease) in cash and cash equivalents	702,057	(411,758)	(341,340)
Cash and cash equivalents at beginning of period	954,362	1,196,423	991,813
Cash and cash equivalents at end of period	(Won) 1,656,419	(Won) 784,665	\$ 650,473

See accompanying notes to interim consolidated financial statements.

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1. Summary of Significant Accounting Policies***(a) Basis of Presentation***

The unaudited interim consolidated financial statements of LG Display Co., Ltd. (formerly, LG.Philips LCD Co., Ltd.) (LGD) and its subsidiaries (collectively, the Company) have been prepared in accordance with generally accepted accounting principles in the United States of America (U.S. GAAP). They do not include all information and notes required by U.S. GAAP in the preparation of annual consolidated financial statements. The information furnished in these unaudited interim statements reflects all adjustments that are, in the opinion of management, necessary for a fair statement of the results for the periods presented. These adjustments are of a normal recurring nature, unless otherwise disclosed. The results of operations in the interim statements do not necessarily indicate the results that may be expected for the full year. The accounting policies used in the preparation of the unaudited consolidated financial statements are the same as those described in the Company 's audited consolidated financial statements prepared in accordance with U.S. GAAP for the year ended December 31, 2007 except as discussed in note 2. The consolidated balance sheet as of December 31, 2007 is derived from the December 31, 2007 audited financial statements.

Toshiba Corporation (Toshiba) acquired 20% of LG Display Poland Sp. zo.o. (formerly, LG.Philips LCD Poland Sp. zo.o.) in December 2007. With the acquisition of the 20% interest, Toshiba, LGD and LG Display Poland Sp. zo.o. entered into a derivative contract that is indexed to LG Display Poland Sp. zo.o. 's equity shares. According to the contract, LGD or LG Display Poland Sp. zo.o. has a call option to buy Toshiba 's 20% interest in LG Display Poland Sp. zo.o. and Toshiba has a put option to sell its 20% interest in LG Display Poland Sp. zo.o. to LGD or LG Display Poland Sp. zo.o. under the same terms, that is, the price of the call option is equal to the price of the put option which is the total amount of Toshiba 's investment at cost. The call and put options are exercisable after five years from the date of acquisition and on each anniversary thereafter with no stated expiry date in whole or in part. In accordance with EITF 00-4, *Majority Owner 's Accounting for a Transaction in the Shares of a Consolidated Subsidiary and a Derivative Indexed to the Minority Interest in That Subsidiary*, LG Display Poland Sp. Zo.o is consolidated as a wholly owned subsidiary and Toshiba 's 20% interest in LG Display Poland Sp. zo.o. is accounted for as a financing by the Company and recorded as long-term other accounts payable in the amount of (Won)36,868 million as of September 30, 2008.

Skyworth TV Holdings Limited (Skyworth) acquired 16% of LG Display Guangzhou Co., Ltd. (formerly, LG.Philips LCD Guangzhou Co., Ltd.) in June 2008. With the acquisition of the 16% interest, Skyworth and LGD entered into a derivative contract that is indexed to LG Display Guangzhou Co., Ltd. 's equity shares. According to the contract, LGD has a call option to buy Skyworth 's 16% interest in LG Display Guangzhou Co., Ltd. and Skyworth has a put option to sell its 16% interest in LG Display Guangzhou Co., Ltd. to LGD under the same terms, that is, the price of the call option is equal to the price of the put option which is the total amount of Skyworth 's investment at cost. The call and put options are exercisable after five years from the date of

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acquisition with no stated expiry date in whole or in part. In accordance with EITF 00-4, *Majority Owner's Accounting for a Transaction in the Shares of a Consolidated Subsidiary and a Derivative Indexed to the Minority Interest in That Subsidiary*, LG Display Guangzhou Co., Ltd. is consolidated as a wholly owned subsidiary and Skyworth's 16% interest in LG Display Guangzhou Co., Ltd. is accounted for as a financing by the Company and recorded as long-term other accounts payable in the amount of (Won)13,345 million as of September 30, 2008.

(b) Use of Estimates

The preparation of the interim consolidated financial statements, in accordance with U.S. GAAP requires management to make estimates and assumptions that affect the amounts reported in the interim consolidated financial statements and accompanying notes. Actual results could differ from those estimates.

(c) United States Dollar Amounts

The Company operates primarily in Korea and its financial accounting records are maintained in Korean Won. These translations should not be construed as a representation that the Korean Won amounts shown could be converted, realized or settled in U.S. dollars at this or any other rate. The U.S. dollar amounts are provided herein as supplemental information solely for the convenience of the reader. Korean Won amounts are expressed in U.S. dollars at the rate of (Won)1,206.3 to USD 1, the U.S. Federal Reserve Bank of New York noon buying exchange rate in effect on September 30, 2008. The U.S. dollar amounts are unaudited and are not presented in accordance with generally accepted accounting principles in either Korea or the United States of America.

(d) Recent Accounting Pronouncements

In December 2007, the FASB issued Statement of Financial Accounting Standards (SFAS) No. 141(R), *Business Combinations*. SFAS No. 141(R) establishes principles and requirements for how the acquirer in business combinations should recognize and measure identifiable assets acquired, the liabilities assumed, and any noncontrolling interest in the acquiree. SFAS No. 141(R) applies prospectively to business combinations for which the acquisition date is on or after the beginning of the first annual reporting period beginning on or after December 15, 2008. The Company is currently in the process of evaluating the impact, if any, of adopting this standard.

In December 2007, the FASB issued SFAS No. 160, *Noncontrolling Interests in Consolidated Financial Statements - An amendment of ARB No. 51*. SFAS No. 160 requires that ownership interests in subsidiaries held by parties other than the parent be clearly identified, labeled, and presented in the consolidated statements of financial position within equity, but separate from the parent's equity. It also requires companies to clearly identify and present on the face of the consolidated statements of income, the amount of consolidated net income attributable to the parent and to the noncontrolling interest. SFAS No. 160 is effective for fiscal years, and interim periods within those fiscal years, beginning on or after December 15, 2008. The adoption of SFAS No. 160 will result in the

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reclassification of minority interests from long-term liabilities to stockholders' equity. The balance at September 30, 2008 was (Won)88 million. The Company does not believe the adoption of SFAS No. 160 will have a material impact on the Company's consolidated financial position, results of operations or cash flows.

In March 2008, the FASB issued SFAS No. 161, *Disclosures about Derivative Instruments and Hedging Activities*. The new standard is intended to help investors better understand how derivative instruments and hedging activities affect an entity's financial position, financial performance and cash flows through enhanced disclosure requirements. The enhanced disclosures include, for example:

a tabular summary of the fair value of derivative instruments and their gains and losses;

disclosure of derivative features that are credit-risk-related to provide more information regarding an entity's liquidity; and

cross-referencing within footnotes to make it easier for financial statement users to locate important information about derivative instruments.

SFAS No. 161 is effective for financial statements issued for fiscal years and interim periods beginning after November 15, 2008, with early application encouraged. The Company is currently in the process of evaluating the impact, if any, of adopting this standard.

In April 2008, the FASB issued FASB Staff Position (FSP) FAS 142-3, *Determination of the Useful Life of Intangible Assets*. This FASB Staff Position (FSP) amends the factors that should be considered in developing renewal or extension assumptions used to determine the useful life of a recognized intangible asset under SFAS No. 142, *Goodwill and Other Intangible Assets*. This FSP requires the following additional disclosures to be applied prospectively to all intangible assets.

The entity's accounting policy on the treatment of costs incurred to renew or extend the term of a recognized intangible asset.

In the period of acquisition or renewal, the weighted-average period prior to the next renewal or extension (both explicit and implicit), by major intangible asset class.

For an entity that capitalizes renewal or extension costs, the total amount of costs incurred in the period to renew or extend the term of a recognized intangible asset for each period for which a statement of financial position is presented, by major intangible asset class.

If the effect of a change in either an intangible asset's useful life or the expected likelihood of its renewal or extension would be material to the financial statements, the criteria in AICPA Statement of Position (SOP) 94-6, *Disclosure of Certain Significant Risks and Uncertainties*, shall be considered met. Accordingly, an entity is required to provide disclosures about an estimate.

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This FSP shall be effective for financial statements issued for fiscal years beginning after December 15, 2008, and interim periods within those fiscal years. The Company is currently in the process of evaluating the impact, if any, of adopting this FSP.

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2. Accounting Changes

Effective January 1, 2008, the Company adopted SFAS No. 157, *Fair Value Measurement*, and SFAS No. 159, *The Fair Value Option for Financial Assets and Financial Liabilities* including an amendment of FASB Statement No. 115.

The adoption of SFAS No. 157 and SFAS No. 159 did not have any effect on the Company's consolidated financial statements at the date of adoption. For additional information, see Note 16 Fair Value of Assets and Liabilities.

3. Accounts Receivable

The Company's accounts receivable, including trade accounts and notes receivable as of December 31, 2007 and September 30, 2008 are as follows:

<i>(in millions of Korean Won)</i>	2007	2008
Trade	(Won) 1,574,240	2,052,177
Due from affiliates	774,467	850,414
Others	98,341	23,404
	2,447,048	2,925,995
Allowance for doubtful accounts	(10,260)	(1,526)
	(Won) 2,436,788	2,924,469

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4. Available-for-sale Securities

Available-for-sale securities as of December 31, 2007 and September 30, 2008 are as follows:

<i>(in millions of Korean Won)</i>	Acquisition Cost	Fair value	Carrying amount	
			2007	2008
Debt securities:				
HannStar Display Corporation(*)	(Won) 96,249	122,354		122,354
Government bonds	74	74	63	74
Equity securities:				
Others			1	
	(Won) 96,323	122,428	64	122,428

(*) The Company purchased 180 million shares of non-voting mandatorily redeemable convertible preferred stock. The preferred stocks are convertible into common stocks of HannStar Display Corporation at a ratio of 1:1 at the option of the Company from issue date (February 28, 2008) to maturity (February 28, 2011). The Company has a put option for total or partial cash redemption of convertible preferred stocks during the period between 18 months from issuance to 91 days prior to maturity and the issuer has a call option to repay, in cash, total preferred stocks during the period between 2 years from issuance to 90 days prior to maturity. The abovementioned convertible preferred stocks have been privately issued under Taiwanese laws, which restricts the sale of the preferred stocks and the stocks acquired through conversion are not to be traded in the Taiwanese stock exchange until the original maturity of the preferred stocks.

5. Inventories

Inventories as of December 31, 2007 and September 30, 2008 are as follows:

<i>(in millions of Korean Won)</i>	2007	2008
Finished goods	(Won) 453,034	830,135
Merchandise		4,466
Work-in-process	208,668	455,226
Raw materials	108,048	163,029
Supplies	54,174	59,319
	(Won) 823,924	1,512,175

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6. Investment in Equity Securities

In May and June, 2008, the Company acquired 1,008,875 common shares (13.0%) and 2,037,204 common shares (19.9%) of TLI Inc. and AVACO Co., Ltd. at (Won)14,074 million and (Won)6,173 million, respectively. Although the Company's share interests in these investees are below 20%, the Company is able to exercise significant influence through its right to assign a director in the board of directors of the investees and, accordingly, the investments in these investees have been accounted for using the equity method.

In addition, the Company entered into a joint venture agreement with Skyworth-RGB Electronics Co., Limited. to strengthen its strategic alliance with the Skyworth-RGB Electronics Co., Limited. and for development of products to enhance competitiveness in the Chinese market and accordingly, Guangzhou New Vision Technology Research and Development Limited was set up for the research and development of LCD module design and LCD TV set design. Each party acquired a 50% equity interest in the joint venture and, in July 2008, the Company invested (Won)3,655 million.

In July, 2008, the Company acquired 6,850,000 common shares (36.68%) of New Optics Ltd. at (Won)9,700 million.

7. Derivative Instruments and Hedging Activities

Derivatives for cash flow hedge

During the nine-month periods ended September 30, 2007 and 2008, 203 and 127 foreign currency forward contracts were designated as cash flow hedges, respectively. During the nine-month periods ended September 30, 2007 and 2008, these cash flow hedges were fully effective and changes in the fair value of the derivatives of (Won)7,472 million and (Won)(81,103) million, respectively, were recorded in other comprehensive income. The deferred loss of (Won)58,800 million, net of tax, for derivatives designated as cash flow hedges are expected to be reclassified into earnings within the next twelve months.

Derivatives for trading

For the nine-month periods ended September 30, 2007 and 2008, the Company recorded realized net exchange loss of (Won)10,856 million and (Won)151,845 million, respectively, on derivative contracts designated for trading upon settlement.

In addition, for the nine-month periods ended September 30, 2007 and 2008, the Company recorded net unrealized gain of (Won)10,818 million and (Won)5,101 million, respectively, relating to these derivative contracts designated for trading.

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8. Property, Plant and Equipment

Property, plant and equipment as of December 31, 2007 and September 30, 2008 are as follows:

<i>(in millions of Korean Won)</i>	2007	2008
Land	(Won) 342,253	413,057
Buildings	2,615,087	2,793,195
Machinery and equipment	14,842,378	15,295,336
Tools, furniture, fixtures and vehicles	708,741	753,812
Machinery-in-transit	19,422	637,605
Construction-in-progress	753,249	2,056,892
	19,281,130	21,949,897
Accumulated depreciation	(11,689,476)	(13,672,518)
	(Won) 7,591,654	8,277,379

9. Short-Term Borrowings

Short-term borrowings as of December 31, 2007 and September 30, 2008 are as follows:

<i>(in millions of Korean Won)</i>	2007	2008
Export bill discount, principally from banks :		
with interest rates of LIBOR + 0.60 ~ 1.50 %	(Won)	662,745
Loans, principally from banks:		
with interest rates of TIBOR + 0.39 ~ 0.40 %	4,660	7,323
	(Won) 4,660	670,068

10. Long-Term Debt

Long-term debt as of December 31, 2007 and September 30, 2008 are as follows:

<i>(in millions of Korean Won)</i>	2007	2008
Won denominated debt :		
Unsecured loans, representing obligations principally to banks:		
Due 2008 to 2009 with interest rates of 5.88% to 6.08% per annum	(Won) 49,117	9,850

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Due 2010 with interest rate of Korea Development Bank + 0.77% per annum	60,000	45,000
Unsecured loans, representing obligation principally to banks:		
Due 2009 to 2015 with interest rate of 3 year Korean Treasury Bond		
-1.25% per annum	18,982	18,982
Unsecured bonds with interest rates ranging from 3.50 % to 5.89%:		
Due 2008 to 2011, net of unamortized discount	1,772,215	1,696,177
	1,900,314	1,770,009

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<i>(in millions of Korean Won)</i>	2007	2008
U.S. dollar denominated debt :		
Unsecured loans, representing obligations principally to banks:		
Due 2008 to 2010 with interest rate of 6M LIBOR+0.50% per annum	(Won) 127,279	128,159
Unsecured loans, representing obligations principally to banks:		
Due 2010 to 2011 with interest rate of 6M LIBOR+0.68% per annum	9,383	29,693
Unsecured loans, representing obligations principally to banks:		
Due 2008 with interest rate of 6M LIBOR+1.20% per annum	11,258	7,126
Unsecured loans, representing obligations principally to banks:		
Due 2008 with interest rates from 3M LIBOR+0.99% to 1.35% per annum	28,146	8,908
Unsecured loans, representing obligations principally to banks:		
Due 2011 with interest rate of 3M LIBOR+0.47% per annum	187,640	237,540
Unsecured loans, representing obligations principally to banks:		
Due 2011 with interest rate of 6M LIBOR+0.41% per annum	187,640	237,540
Unsecured loans, representing obligations principally to banks:		
Due 2011 with interest rate of 3M LIBOR+0.35% per annum	93,820	118,770
Unsecured loans, representing obligations principally to banks:		
Due 2010 to 2013 with interest rate of 6M LIBOR+0.69% per annum	46,910	59,385
Unsecured loans, representing obligations principally to banks:		
Due 2012 with interest rate of 3M LIBOR+0.66% per annum	131,348	166,278
Unsecured loans, representing obligations principally to banks:		
Due 2012 with interest rate of 3M LIBOR+0.53% per annum	93,820	118,770
Zero Coupon Convertible Bond due 2012 (put year : 2010)	527,361	682,201
	1,444,605	1,794,370
Euro denominated debt :		
Unsecured loans, representing obligations principally to banks:		
Due 2010 to 2013 with interest rate 3M EURIBOR+0.60% per annum	95,726	119,803
Chinese Renminbi denominated debt :		
Unsecured loans, representing obligations principally to banks:		
Due 2008 with interest rate of 90% of the Basic Rate published		
by the People's Bank of China	12,843	
Unsecured loans, representing obligations principally to banks:		
Due 2010 to 2011 with interest rate of 95% of the Basic Rate published		
by the People's Bank of China		11,983
	12,843	11,983
Less : Current portion	(409,236)	(586,559)

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(Won) 3,044,252 3,109,606

Based on the terms and conditions of the convertible bond due 2012, the conversion price was changed from (Won)49,070 to (Won)48,760 per share due to payment of cash dividends of (Won)750 per share for the year ended December 31, 2007.

The number of common shares to be issued if the outstanding convertible bonds are fully converted is 10,530,762 shares as of September 30, 2008.

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11. Income Taxes

The Company adopted FASB Interpretation No. 48, *Accounting for Uncertainty in Income Taxes - an Interpretation of SFAS Statement 109* (FIN 48) on January 1, 2007. The Company recognizes the effect of income tax positions only if those positions are more likely than not of being sustained. Recognized income tax positions are measured at the largest amount that is greater than 50% likely of being realized. Changes in recognition or measurement are reflected in the period in which the change in judgment occurs. The adoption of FIN 48 did not have any impact on the Company's consolidated financial statements. The Company does not have any unrecognized tax positions as of September 30, 2008 and there has been no change since adoption.

The Company's primary tax jurisdictions are Korea, China, Japan, Germany, Poland and the United States with open tax years of 5 years, 6 years, 1 year, 1 year, 3 years and 9 years, respectively. The Company has not made any provision for the disputed tax liabilities under SFAS No. 109 or FIN 48.

Management's policy is to recognize accrued interest on the underpayment of income taxes as a component of interest expense and penalties associated with tax liabilities as a component of income tax expense. However, there was no such interest or penalties incurred during the nine-month period ended September, 30, 2008.

The valuation allowance for deferred tax assets as of January 1, 2007 was (Won)159,527 million, but there was no valuation allowance as of January 1, 2008. The net change in the total valuation allowance was a decrease of (Won)159,527 million during the nine-month period ended September 30, 2007, but there was no change in the valuation allowance during the nine-month period ended September 30, 2008. In assessing the realizability of deferred tax assets, management considers whether it is more likely than not that some portion or all of the deferred tax assets will not be realized.

12. Stockholders Equity

On May 21, 2004, employees of the Company formed an employee stock ownership association, (ESOA), which has the right to purchase on behalf of its membership up to 20% (1,728,000 shares) of shares offered publicly in Korea, pursuant to the Korean Securities and Exchange Act. Employees purchased the shares through the ESOA with loans provided by the Company at the initial public offering price ((Won)34,500) and held under each individual employee's account. 20% of the 20% of shares (345,600 shares) purchased by employees with loans from the Company is accounted for as a restricted stock award which vests over four years. Unearned compensation, shown as a deduction of capital surplus, will be amortized over the 4-year vesting period. During the nine-month periods ended September 30, 2007 and 2008, the Company recorded compensation expense of (Won)1,952 million and (Won)1,475 million, respectively.

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13. Stock Option Plan

Effective January 1, 2005, the Company adopted the provisions of SFAS No. 123(R), *Share-Based Payment*. SFAS No. 123(R) establishes accounting for share-based awards exchanged for employee services. SFAS No. 123(R) requires that an award that is classified as a liability to be initially measured at its grant date fair value and remeasured at fair value at the end of each reporting period until the award is settled or expired. The measurement is based on the current stock price and other relevant factors. The difference between the fair value amounts is recognized as compensation expense during the requisite service period, based on the percentage of the requisite service that the employee has rendered as of that date. In accordance with SFAS No. 123(R), compensation expense is remeasured at each reporting date, based on the fair value of the award, and is recognized as expense over the employee requisite service period.

On April 7, 2005, the Company granted 450,000 shares of stock appreciations rights (SARs) for selected management employees. Under the terms of this plan, the management employees, upon exercise, receive cash equal to the amount that the market price of the Company's common stock exceeds the strike price (W44,050) of the SARs. The vesting period is two years starting from the grant date, and exercise period is April 8, 2008 through April 7, 2012.

The following table shows total share-based compensation expense included in the consolidated statement of income for the three-month and nine-month periods ended September 30, 2007 and 2008:

<i>(in millions of Korean Won)</i>	Three Months		Nine Months	
	Ended September 30, 2007	2008	Ended September 30, 2007	2008
Cost of goods sold	(Won) 169		663	
Selling general and administrative expense	380	(453)	2,625	(5,508)
	(Won) 549	(453)	3,288	(5,508)

There were no capitalized share-based compensation costs for the nine-month periods ended September 30, 2007 and 2008.

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The following tables summarize option activity under the SARs for the nine-month period ended September 30, 2008:

	Weighted-average exercise price (in Korean Won)	Number of shares under option	Weighted-average remaining contractual life (in years)
Balance at December 31, 2007	(Won) 44,050	220,000	4.3
Options granted			
Options exercised			
Options cancelled		(110,000)	
Balance at September 30, 2008	(Won) 44,050	110,000	3.5
Exercisable at September 30, 2008	(Won)	110,000	

If the increase rate of the Company's share price is equal or less than that of the Korea Composite Stock Price Index (KOSPI) over the three-year period following the grant date, only 50% of the initially granted SARs are exercisable. The actual increase rate of the Company's share price for the three-year period ending April 7, 2008, was less than that of the KOSPI. As a result, as of September 30, 2008, only 110,000 SARs are exercisable.

In connection with the adoption of SFAS No. 123(R), the Company assessed its valuation technique and related assumptions. The Company estimates the fair value of SARs using a Black-Scholes valuation model, consistent with the provisions of SFAS No. 123(R) and Securities and Exchange Commission (SEC) Staff Accounting Bulletin No. 107. Key input assumptions used to estimate the fair value of SARs include the grant price of the award, the expected option term, volatility of the Company's stock, the risk-free rate and the Company's dividend yield. Estimates of fair value are not intended to predict actual future events or the value ultimately realized by selected management employees who receive SARs, and subsequent events are not indicative of the reasonableness of the original estimates of fair value made by the Company under SFAS No. 123(R).

The fair value of SARs as of September 30, 2007 and 2008, was estimated using a Black-Scholes valuation model with the following assumptions:

	2007	2008
Volatility	47.46%	33.15%
Risk-free interest rate (Korean government bond)	5.52%	5.65%
Dividend yield	0%	0%
Weighted-average fair value per SAR granted	(Won) 21,264	(Won) 1,822

Volatility is measured using historical weekly price changes of the Company's stock over the respective term of the SARs.

The number of years that the Company estimates the SARs will be outstanding prior to settlement as of September 30, 2008, is 1.5 years.

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14. Earnings Per Share

- (a) Basic earnings per share for the three-month and nine-month periods ended September 30, 2007 and 2008 were as follows:

(in millions of Korean Won, except for share data)

		Three Months Ended September 30,		Nine Months Ended September 30,	
		2007	2008	2007	2008
Net income	(Won)	501,709	208,347	594,736	1,626,919
Weighted-average number of common shares outstanding		357,815,700	357,815,700	357,815,700	357,815,700
Earnings per share	(Won)	1,402	582	1,662	4,547

- (b) Diluted earnings per share for the three month and nine-month periods ended September 30, 2007 and 2008 were as follows:

(in millions of Korean Won, except for share data)

		Three Months Ended September 30,		Nine Months Ended September 30,	
		2007	2008	2007	2008
Net income ⁽¹⁾	(Won)	504,851	212,334	600,499	1,637,974
Weighted-average number of common shares outstanding and common shares equivalent ⁽²⁾		368,548,272	368,346,462	364,446,905	368,346,462
Diluted earnings per share	(Won)	1,370	576	1,648	4,447

- (1) Adjustments to net income:

(in millions of Korean Won)

		Three Months Ended September 30,		Nine Months Ended September 30,	
		2007	2008	2007	2008
Net income	(Won)	501,709	208,347	594,736	1,626,919

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Interest expense of convertible bonds, net of tax	3,142	3,987	5,763	11,055
Adjusted income	(Won) 504,851	212,334	600,499	1,637,974

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- (2) Weighted-average number of common shares outstanding:

<i>(in shares)</i>	Three Months		Nine Months	
	Ended September 30, 2007	2008	Ended September 30, 2007	2008
Weighted-average number of common shares	357,815,700	357,815,700	357,815,700	357,815,700
Effect of conversion of convertible bonds	10,732,572	10,530,762	6,631,205	10,530,762
Weighted average number of common shares and common shares equivalent at September 30, 2007 and 2008	368,548,272	368,346,462	364,446,905	368,346,462

15. Commitments and Contingencies

- (a) Commitments

Overdraft agreements and credit facility agreement

As of September 30, 2008, the Company has bank overdraft agreements with Woori Bank and various other banks amounting to W59,000 million in aggregate and has a revolving credit facility agreement with Shinhan Bank and several other banks totaling W100,000 million and USD100 million. There is no outstanding balance as of September 30, 2008.

LG Display America, Inc. and other subsidiaries have entered into short-term facility agreements of up to USD57 million, EUR3.6 million, and JPY5,200 million with Comerica Bank and other various banks. As of September 30, 2008, JPY640 million of short-term borrowing is outstanding in relation to the abovementioned agreements.

Factoring and securitization of accounts receivable

As of September 30, 2008, the Company has agreements with Korea Exchange Bank and several other banks for U.S. dollar denominated accounts receivable negotiating facilities with recourse of up to an aggregate of USD1,646.5 million. Certain trade accounts and notes receivable due from the subsidiaries to LGD arising from export sales were sold to banks under the agreements above. Of the total trade accounts receivable sold under the programs, W662,745 million are outstanding and current as of September 30, 2008. The transferred accounts receivable was recorded as short-term borrowings.

In October 2006, LG Display America, Inc. (formerly, LG.Philips LCD America, Inc.), LG Display Germany GmbH (formerly, LG.Philips LCD Germany GmbH), LG Display Shanghai Co., Ltd. (formerly, LG.Philips LCD Shanghai Co., Ltd.) and LG Display Hong Kong Co., Ltd. (formerly, LG.Philips LCD Hong Kong Co., Ltd.), entered into a five-year accounts receivable selling program with Standard Chartered Bank, selling accounts receivable on a revolving basis, of up to USD600 million. LGD joined this program in April 2007. For the nine-month period ended September 30, 2008, no accounts and notes receivable were sold that are past due.

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Letters of credit

As of September 30, 2008, LGD has agreements with Korea Exchange Bank and several other banks in relation to the opening of letters of credit amounting to W20,000 million and USD35.5 million. There is no outstanding balance as of September 30, 2008.

Payment guarantees

LGD receives repayment guarantees from ABN AMRO Bank amounting to USD8.5 million relating to value added tax payments in Poland. As of September 30, 2008, LGD entered into a payment guarantee agreement with a syndicate of banks including Kookmin Bank and Societe Generale in connection with a EUR70 million term loan credit facility of LG Display Poland Sp. zo.o. As of September 30, 2008, EUR70 million of long-term debt is outstanding in relation to the abovementioned agreement.

LG Display Japan Co., Ltd. and LG Display Taiwan Co., Ltd. are provided with repayment guarantees from Bank of Tokyo-Mitsubishi UFJ and ABN AMRO Bank amounting to JPY1,300 million and USD4 million, respectively, relating to their local tax payments.

License agreements

As of September 30, 2008, in relation to its Thin Film Transistor Liquid Crystal Display (TFT-LCD) business, LGD has technical license agreements with Hitachi, Ltd. and others, and has a trademark license agreement with LG Corporation. On June 30, 2008, the license agreement with Koninklijke Philips Electronics N.V. was terminated.

(b) Contingencies

As of September 30, 2008, LGD is involved in several legal proceedings and claims arising in the ordinary course of business. The Company's management does not expect that the outcome in these legal proceedings and claims, individually or collectively, will have any material adverse effect on the Company's financial condition, results of operations or cash flows.

Patent Infringement lawsuit against Chi Mei Optoelectronics Corp. and others

On December 1, 2006, the Company filed a complaint against Chi Mei Optoelectronics Corp. and AU Optronics Corp., alleging patent infringement related to liquid crystal display and manufacturing process for TFT-LCDs in the United States District Court for the District of Delaware. On March 8, 2007, AU Optronics Corp. countersued the Company in the United States District Court for the Western District of Wisconsin, but the case was transferred to the United States District Court for the District of Delaware due to the Company's motion to transfer. On May 4, 2007, Chi Mei Optoelectronics Corp. countersued the Company for patent infringement in the United States District Court for the Eastern District of Texas, but, on March 31, 2008, the suit was transferred to the United States District Court for the District of Delaware according to the Company's motion to transfer.

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Intervention in Positive Technologies, Inc.'s patent infringement lawsuit

On April 14, 2006, Positive Technologies, Inc. filed a complaint in the United States District Court for the Eastern District of Texas against, among others, several of the Company's customers, including BenQ America Corp., Hitachi America Ltd., Panasonic Corp. of North America, Philips Electronics North America Corp. and Toshiba America, Inc. for alleged infringement of two of its patents relating to LCD displays. Positive Technologies, Inc. is seeking, among other things, damages for past infringement. On March 7, 2007, the United States District Court for the Eastern District of Texas granted the Company's intervention in the patent infringement case brought by Positive Technologies, Inc.

Anvik Corporation's lawsuit of infringement of patent

On February 2, 2007, Anvik Corporation filed a patent infringement case against the Company, along with other LCD manufacturing companies in the United States District Court for the Southern District of New York, in connection with the usage of photo-masking equipment manufactured by Nikon Corporation.

AtratechJapan Corporation's lawsuit of infringement of patent

On July 31, 2008, AtratechJapan Corporation filed a patent infringement case related to back light unit in the United States District court of the Eastern District of Texas against LG Display America, Inc., along with other LCD companies.

Investigation on anti-competitive activities by authorities in Korea, Japan and U.S.

The Company is currently under investigation by the fair trade or antitrust authorities in Korea, Japan, U.S. and other markets with respect to possible anti-competitive activities in the LCD industry. As of September 30, 2008, the Company, along with a number of other companies in the LCD industry, has been named as defendants in a number of purported federal class actions in the United States alleging that the defendants violated the antitrust laws in connection with the sale of LCD panels. In February 2007, the Company and certain of its officers and directors have been named as defendants in a federal class action in the United States by the shareholders of the Company alleging violations of the U.S. Securities Exchange Act of 1934, as amended, by the Company and certain of its officers and directors in connection with possible anti-competitive activities in the LCD industry. The Company and the officers and directors intend to defend themselves vigorously in this matter.

While the Company intends to defend each of the abovementioned suits vigorously, it is too early in the proceedings to evaluate the probability of a favorable or unfavorable outcome of the actions, or to estimate the potential loss, if any.

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Investment agreement with Polish Government

The Company acquired land at EUR1 and received cash grants which are intended to be used for the construction of a plant according to an investment agreement with the Polish Government. The land was recognized at the fair value at acquisition date, amounting to PLN57,413 thousand ((Won)28,830 million) and the corresponding amount was recorded as long-term unearned income. The cash grants amounting to PLN43,221 thousand ((Won)21,703 million) were also recorded as long-term unearned income due to the repayment contingency to be determined in 2012 based on the level of employment and investment.

16. Fair Value of Assets and Liabilities

The Company uses fair value measurements to record fair value adjustments to certain assets and liabilities and to determine fair value disclosures. Available-for-sale securities, derivatives and long-term debt including the current portion are recorded at fair value on a recurring basis.

Effective January 1, 2008, upon adoption of SFAS No. 159, the Company may elect to use fair value to measure eligible items at specified election dates and report unrealized gains and losses on items for which the fair value option has been elected in earnings at each subsequent reporting date. However, as of September 30, 2008, the Company did not elect to measure any eligible assets or liabilities at fair value in accordance with the Standard.

SFAS No. 157 defines fair value, establishes a consistent framework for measuring fair value and expands disclosure requirements for fair value measurements. Additionally, SFAS No. 157 amended SFAS No. 107, *Disclosure about Fair Value of Financial Instruments* (SFAS No. 107), and as such, the Company follows SFAS No. 157 in determination of SFAS No. 107 fair value disclosure amounts. The disclosures required under SFAS No. 157 and SFAS No. 107 has been included in this note. However, as of September 30, 2008, the Company has deferred the application of SFAS No. 157 for its nonfinancial assets and liabilities.

Fair Value Hierarchy

Under SFAS No. 157, the Company groups its assets and liabilities at fair value in three levels, based on the markets in which the assets and liabilities are traded and the reliability of the assumptions used to determine fair value. These levels are:

Level 1 Valuation is based upon quoted prices for identical instruments traded in active markets.

Level 2 Valuation is based upon quoted prices for similar instruments in active markets, quoted prices for identical or similar instruments in markets that are not active, and model-based valuation techniques for which all significant assumptions are observable in the market.

Level 3 Valuation is generated from model-based techniques that use significant assumptions not observable in the market. These unobservable assumptions reflect the Company's own estimates of assumptions that market participants would use in pricing the asset or liability. Valuation techniques include use of option pricing models, discounted cash flow models and similar techniques.

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Determination of Fair Value

Under SFAS No. 157, the Company bases its fair value on the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. It is the Company's policy to maximize the use of observable inputs and minimize the use of unobservable inputs when developing fair value measurements, in accordance with the fair value hierarchy in SFAS No. 157.

Fair value measurements for assets and liabilities where there exists limited or no observable market data and, therefore, are based primarily upon the Company's own estimates, are often calculated based on current pricing policy, the economic and competitive environment, the characteristics of the asset or liability and other such factors. Therefore, the results cannot be determined with precision and may not be realized in an actual sale or immediate settlement of the asset or liability. Additionally, there may be inherent weaknesses in any calculation technique, and changes in the underlying assumptions used, including discount rates and estimates of future cash flows, that could significantly affect the results of current or future value.

Following is a description of valuation methodologies used for assets and liabilities recorded at fair value and for estimating fair value for financial instruments not recorded at fair value (SFAS No. 107 disclosures).

Assets

Available-for-sale securities

Available-for-sale securities are recorded at fair value on a recurring basis. Fair values are measured using independent pricing models or other model-based valuation techniques such as the present value of future cash flows, adjusted for the security's credit rating and other factors such as credit loss assumptions.

Derivatives

The Company measures fair value of derivatives using internally developed models that use primarily market observable inputs, such as yield curves and option volatilities, and, accordingly, classifies derivatives as Level 2. Examples of Level 2 derivatives are basic interest rate swaps and forward contracts.

Liabilities

Long-term debt and payables

Long-term debt is carried at amortized cost. However, the Company is required to estimate the fair value of long-term debt and payables under SFAS No. 107. Generally, the discounted cash flow method is used to estimate the fair value of the Company's long-term debt and payables. Contractual cash flows are discounted using rates currently traded for the bonds with similar remaining maturities and, as such, these discount rates include the Company's current spread levels.

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Assets and Liabilities Recorded at Fair Value on a Recurring Basis

The table below presents the amounts of assets and liabilities measured at fair value on a recurring basis as of September 30, 2008.

<i>(in millions of Korean Won)</i>	Total	Level 1	Level 2	Level 3
Available-for-sale securities	(Won) 122,428		122,428	
Derivatives, net	(88,431)		(88,431)	

Fair Value of Financial Instruments

The table below is a summary of fair value estimates as of December 31, 2007 and September 30, 2008, for financial instruments, as defined by SFAS No. 107, excluding short-term financial assets and liabilities, for which carrying amounts approximate fair value, and excluding financial instruments recorded at fair value on a recurring basis. The carrying amounts in the following table are recorded in the consolidated balance sheet under the indicated captions.

<i>(in millions of Korean Won)</i>	2007		2008	
	Carrying amount	Estimated fair value	Carrying amount	Estimated fair value
Long-term debt including the current portion	(Won) 3,453,488	3,234,667	3,696,165	3,298,257
Long-term other accounts payable	(Won) 31,046	31,046	51,634	50,045

In accordance with SFAS No. 107, the Company has not included assets and liabilities that are not financial instruments in this disclosure.

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17. Segment Information

The Company has one reportable business segment, the manufacture and sale of TFT-LCDs and other flat panel displays. The following is a summary of operations by region based on the location of the customer, where the Company's products are shipped to, for the three-month and nine-month periods ended September 30, 2007 and 2008.

By Geography

<i>(in millions of Korean Won)</i>	Three Months Ended		Nine Months Ended	
	September 30,		September 30,	
	2007	2008	2007	2008
Revenue from external customers:				
Republic of Korea	(Won) 262,097	242,943	708,588	824,828
China	2,105,957	2,078,718	5,208,683	6,597,193
Asia other than Korea and China	337,166	301,240	1,040,866	1,197,601
America	431,988	579,591	1,062,945	1,557,860
Europe	739,854	625,663	1,793,305	1,806,253
Others	76,003	32,875	215,715	124,252
Total	(Won) 3,953,065	3,861,030	10,030,102	12,107,987

During the nine-month periods ended September 30, 2007 and 2008, the Company's revenue from its three largest customers, LG Electronics, Philips Electronics and Hewlett-Packard accounted for 42.0% and 42.9% of total revenue, respectively. Sales to LG Electronics constituted 19.3% and 20.8% of total revenue, for the nine-month periods ended September 30, 2007 and 2008, respectively. Sales to Philips Electronics constituted 13.5% and 11.9% of total revenue for the nine-month periods ended September 30, 2007 and 2008, respectively. Sales to Hewlett-Packard constituted 9.2% and 10.2% of total revenue for the nine-month periods ended September 30, 2007 and 2008, respectively.

The Company purchases a number of components from various sources. In some cases, alternative sources of supply are not available. In other cases, the Company may establish a working relationship with a single source, even when multiple suppliers are available, if the Company believes it is advantageous to do so due to performance, quality, support, delivery, capacity or price considerations. If the supply of a critical material or component were delayed or curtailed, the Company's ability to ship the related product in desired quantities and in a timely manner could be adversely affected. Even where alternative sources of supply are available, qualification of the alternative suppliers and establishment of reliable supplies could result in delays and a possible loss of sales, which could adversely affect operating results.

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The following is a summary of revenue by product for the three-month and nine-month periods ended September 30, 2007 and 2008:

By Product

<i>(in millions of Korean Won)</i>	Three Months Ended September 30,		Nine Months Ended September 30,	
	2007	2008	2007	2008
Panels for:				
TFT-LCD televisions	(Won) 1,895,859	1,972,438	4,696,355	5,558,307
Desktop monitors	994,064	895,438	2,651,597	3,093,126
Notebook computers	870,742	843,099	2,185,677	2,917,776
Others	192,400	150,055	496,473	538,778
Total	(Won) 3,953,065	3,861,030	10,030,102	12,107,987

18. Supplemental Cash Flows Information

Significant transactions not affecting cash flows for the nine-month periods ended September 30, 2007 and 2008 are as follows:

<i>(in millions of Korean Won)</i>	2007	2008
Non-cash investing and financing activities:		
Changes in other accounts payable arising from the purchase of property, plant and equipment	(Won) (631,215)	802,187

Interest payments for the nine-month periods ended September 30, 2007 and 2008 were (Won)129,166 million and (Won)114,226 million, respectively. Income taxes paid for the nine-month periods ended September 30, 2007 and 2008 were (Won)15,692 million and (Won)45,875 million, respectively.

19. Subsequent Events

On August 29, 2008, the Company and Taiwan's AmTRAN Technology Co., Ltd. entered into an agreement to set up a joint venture in China to produce LCD Module and TV sets and established Suzhou Raken Technology Ltd. on October 7, 2008. The Company agreed to invest a total of USD10.41 million for a 51% equity interest in the joint venture, and as of the date of this report, the Company invested USD9.91 million. The joint venture's board of directors consists of 4 directors and each party is entitled to nominate 2 directors.

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SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

LG Display Co., Ltd.
(Registrant)

Date: November 11, 2008

By: /s/ Dong Joo Kim
(Signature)
Name: Dong Joo Kim
Title: Vice President/

Finance & Risk Management Department