

LG.Philips LCD Co., Ltd.  
Form 6-K  
January 24, 2005

---

# 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 January 2005

---

## LG.Philips LCD 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)

---

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

Edgar Filing: LG.Philips LCD Co., Ltd. - Form 6-K

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  X

---

Q4 04 Earnings Results

## I. Performance in Q4 2004 Consolidated Financial Data

(Unit: KRW B, Korean GAAP)

Items	Q4 04	Q3 04 Amount	Q4 03 Amount	QoQ	YoY
<b>1. Quarterly Results</b>					
Revenues	1,933	1,875	2,135	3.1%	-9.5%
Operating Income	2	256	552	-99.2%	-99.6%
Ordinary Income	19	240	532	-92.1%	-96.4%
Net Income	35	291	544	-88.0%	-93.6%
<b>2. Cumulative Results from the beginning of the fiscal year</b>					
Revenues	8,328	6,395	6,098	30.2%	36.6%
Operating Income	1,728	1,726	1,074	0.1%	60.9%
Ordinary Income	1,688	1,669	1,013	1.1%	66.6%
Net Income	1,655	1,620	1,019	2.2%	62.4%

\* For the purpose of comparison, the past financial statements are reclassified pursuant to the enactment of Korean GAAP.

## II. Event of Q4 2004 Earnings Results

1. Provider of Information: IR team
2. Participants: Institutional investors, securities analysts, etc.
3. Event: Q4 04 Earnings Results
4. Date & Time: 4:30 p.m. (Korea Time) on January 24, 2005 in Korean  
10:00 p.m. (Korea Time) on January 24, 2005 in English
5. Venue & Method:
  - 1) Earnings release conference in Korean:
    - Conference room, Korea Stock Exchange (21<sup>st</sup> floor, New building)
  - 2) Conference call in English:
    - Please refer to LG.Philips LCD Co., Ltd. s IR homepage at [www.lgphilips-lcd.com](http://www.lgphilips-lcd.com).

6. Contact Information

- i. Head of Disclosure: Dong Joo Kim, Vice President, Finance & Risk Management  
Department (82-2-3777-0702)
- ii. Main Contact for Disclosure-related Matters:  
Jaeho Park, Assistant Manager, Financing Team  
(82-2-3777-1053)
- iii. Relevant Team: IR team (82-2-3777-1010)

III. Remarks

- i. Please note that the presentation materials for Q4 04 Earnings Results are attached as an appendix and accessible on LG.Philips LCD Co., Ltd.'s IR homepage at [www.lgphilips-lcd.com](http://www.lgphilips-lcd.com).
- ii. Please note that the financial data included in the investor presentation and press release are prepared on a consolidated Korean GAAP basis only (US GAAP consolidated and Korean GAAP non-consolidated information are attached).
- iii. Financial data for Q4 04 are unaudited and provided for the convenience of investors and can be subject to change.

The following US GAAP consolidated information and Korean GAAP non-consolidated information are included for the convenience of investors.

1. US GAAP consolidated information

(Unit: KRW B, US GAAP)

Items	Q4 04	Q3 04 Amount	Q4 03 Amount	QoQ	YoY
<b>1. Quarterly Results</b>					
Revenues	1,933	1,874	2,135	3.1%	-9.5%
Operating Income	14	265	549	-94.7%	-97.4%
Ordinary Income	41	250	501	-83.6%	-91.8%
Net Income	56	298	480	-81.2%	-88.3%
<b>2. Cumulative Results from the beginning of the fiscal year</b>					
Revenues	8,325	6,392	6,098	30.2%	36.5%
Operating Income	1,760	1,746	1,122	0.8%	56.9%
Ordinary Income	1,742	1,701	1,061	2.4%	64.2%
Net Income	1,704	1,648	1,006	3.4%	69.4%

2. Korean GAAP non-consolidated information

(Unit: KRW B, Korean GAAP)

Items	Q4 04	Q3 04 Amount	Q4 03 Amount	QoQ	YoY
<b>1. Quarterly Results</b>					
Revenues	1,851	1,836	2,091	0.8%	11.5%
Operating Income	(67)	244	553	Loss	Loss
Ordinary Income	20	237	531	-91.6%	-96.2%
Net Income	35	291	544	-88.0%	-93.6%
<b>2. Cumulative Results from the beginning of the fiscal year</b>					
Revenues	8,080	6,229	6,031	29.7%	34.0%
Operating Income	1,641	1,707	1,087	-3.9%	51.0%
Ordinary Income	1,683	1,663	1,010	1.2%	66.6%
Net Income	1,655	1,620	1,019	2.2%	62.4%

\* For the purpose of comparison, the past financial statements are reclassified pursuant to the enactment of Korean GAAP.

**LG.PHILIPS LCD REPORTS FOURTH QUARTER 2004 RESULTS**

SEOUL, Korea (January 24, 2005) LG.Philips LCD (NYSE: LPL, KSE: 034220), one of the world's leading TFT-LCD manufacturers, today reported unaudited earnings results based on consolidated Korean GAAP for the three-month and full-year periods ended December 31, 2004. Amounts in Korean Won are translated into US dollars at the noon buying rate in effect on December 31, 2004, which was KRW 1,035.1 per US dollar.

Sales in the fourth quarter of 2004 increased by 3% to KRW 1,933 billion (USD 1,867 million) from sales of KRW 1,875 billion (USD 1,811 million) in the third quarter of 2004. Sales decreased by 9% in the fourth quarter of 2004 from KRW 2,135 billion (USD 2,063 million) in the fourth quarter of 2003 due to decreases in panel prices. Fourth quarter 2004 sales comparisons, from both a sequential and year-on-year perspective, were also impacted by the Korean Won appreciation against the US dollar during this period. Revenues for 2004 were KRW 8,328 billion (USD 8,046 million), an increase of 37% from KRW 6,098 billion (USD 5,891 million) in 2003.

Operating income in the fourth quarter of 2004 decreased by 99% from KRW 256 billion (USD 247 million) in the third quarter of 2004. Operating income decreased to KRW 2 billion (USD 1.9 million) in the fourth quarter of 2004 from KRW 552 billion (USD 533 million) in the fourth quarter of 2003. Operating income for 2004 was KRW 1,728 billion (USD 1,669 million), an increase of 61% from KRW 1,074 billion (USD 1,038 million) in 2003.

EBITDA in the fourth quarter of 2004 decreased by 27% to KRW 412 billion (USD 398 million) from KRW 568 billion (USD 549 million) in the third quarter of 2004. EBITDA in the fourth quarter of 2004 decreased by 51% from KRW 837 billion (USD 809 million) in the fourth quarter of 2003. EBITDA for 2004 was KRW 2,994 billion (USD 2,892 million), an increase of 43% from KRW 2,091 billion (USD 2,020 million) in 2003.

Net income in the fourth quarter of 2004 decreased by 88% from KRW 291 billion (USD 281 million) in the third quarter of 2004. Net income decreased to KRW 35 billion (USD 34 million) in the fourth quarter of 2004 from KRW 544 billion (USD 526 million) in the fourth quarter of 2003. Net income for 2004 was KRW 1,655 billion (USD 1,599 million), an increase of 62% from KRW 1,019 billion (USD 984 million) in 2003.

We continue making steady gains towards our goal of becoming the number one LCD company in the industry, said Bon Joon Koo, Vice Chairman and CEO of LG.Philips LCD. In the third quarter of 2004, we began mass production at the world's largest sixth generation factory, P6, reaching an average capacity of 35,000 input sheets per month in the fourth quarter. Our advanced technology enables us to further enhance our product offerings, strengthen our market position and fortify our strategic relationships with key customers. We remain committed to growing the LCD TV segment and have announced plans for our seventh generation factory, P7, which will enable us to meet the future product needs of our customers and capitalize on the growing global opportunity for LCD TVs.

## **Fourth Quarter Financial Review**

### *Revenue and Cost*

Revenues decreased by 9% to KRW 1,933 billion (USD 1,867 million) in the three-month period ended December 31, 2004, from KRW 2,135 billion (USD 2,063 million) in the corresponding period in 2003 due to decreases in panel prices. The effect of the overall decrease in panel prices was offset by an increase in the volume of panels for notebook computers, desktop monitors and TVs resulting from increased production capacity, especially from P6, which commenced operations in August 2004. TFT-LCD panels for desktop monitors, notebook computers, TVs and applications accounted for 53%, 27%, 15% and 5% respectively on a revenue basis, in the fourth quarter of 2004, compared to 55%, 27%, 14% and 4% respectively on a revenue basis, in the third quarter of 2004.

Overall, LG.Philips LCD shipped a total of 771,000 square meters of net display area, a 38% sequential quarterly increase, with an average selling price per square meter of net display area of USD 2,304 in the fourth quarter of 2004. This represents a decrease in the selling price per square meter of net display area of approximately 19% compared to the average of the third quarter of 2004 and a decline of 14% at the end of the fourth quarter as compared to the end of the third quarter of 2004.

The cost of goods sold per square meter of net display area shipped was KRW 2,271 thousand (USD 2,194) for the fourth quarter of 2004, down 9.0% from the third quarter of 2004. Cost of goods sold increased to KRW 1,840 billion (USD 1,778 million), or 22% year-on-year and 18% compared to the third quarter of 2004, as a result of increased volume year-on-year.

As we announced in December 2004, price declines in the fourth quarter were greater than we anticipated earlier in that period, said Ron Wirahadiraksa, President and Chief Financial Officer of LG.Philips LCD. Yet, despite these conditions, LG.Philips LCD continued to execute well on its plan to sustain market leadership, manufacturing efficiencies and sound financial management.

Mr. Wirahadiraksa continued, Our strength and commitment to state-of-the-art manufacturing resulted in an impressive 38% increase in area shipped for the quarter, while at the same time, we were able to reduce our costs of goods sold. In 2005, we believe there will be strong growth in consumer demand for flat screen TVs, and our focus remains the same: superior execution, prudent cost-cutting measures and investing in our business to further improve our competitive position and long-term growth prospects.

### *Liquidity*

As of December 31, 2004, LG.Philips LCD had KRW 1,361 billion (USD 1,315 million) of cash and cash equivalents. Total debt at December 31, 2004, was KRW 2,679 billion (USD 2,588 million) with a net-debt-to-equity ratio of 23%.

During the fourth quarter of 2004, LG.Philips LCD issued USD 200 million of US dollar-denominated floating rate notes and KRW 300 billion of Korean Won-denominated fixed rate bonds. The capital raised is being used for general investment purposes and refinancing of existing debt.





### *Capital Spending*

Capital expenditures in the fourth quarter of 2004 sequentially decreased to KRW 473 billion (USD 457 million) from KRW 1,434 billion (USD 1,385 million) in the third quarter of 2004, and from KRW 544 billion (USD 526 million) in the fourth quarter 2003. The capital expenditures for the fourth quarter of 2004 were mainly used for investments in P6 and ongoing operations.

### *Utilization and Capacity*

Total input capacity on an area basis increased approximately 24% in the fourth quarter compared to the third quarter, due mainly to the ramp-up of P6. P6 averaged 35,000 input sheets per month for the fourth quarter of 2004.

### **Outlook**

The following expectations are based on current information as of January 24, 2005. The Company does not expect to update its expectations until next quarter's earnings release. However, the Company may update its full business outlook, or any portion thereof, at any time for any reason.

According to DisplaySearch, the TFT-LCD industry should experience both unit and area growth in 2005. LG.Philips LCD plans to increase its output to meet this anticipated growth and to meet its customers' needs.

We expect the industry supply/demand balance will begin to stabilize in the second quarter and then show signs of strengthening later in the year, commented Mr. Wirahadiraksa. For the first quarter of 2005, we see our area shipments increasing approximately 9% quarter-on-quarter. We expect a high single digit rate decline on the ASP per net display area shipped at the end of the first quarter of 2005 as compared to the end of the fourth quarter of 2004. As a result, we expect our EBITDA margin rate in the first quarter of 2005 to be in the range of the mid-teens.

### **Earnings Conference and Conference Call**

LG.Philips LCD will hold a Korean language earnings conference on January 24, 2005 at 4:30 p.m. Korea Standard Time on the 21<sup>st</sup> floor of the Korea Stock Exchange (KSE). An English language conference call will follow at 10:00 p.m. Korea Standard Time (8:00 a.m. EST and 1:00 p.m. GMT). The call-in number is 1566-2256 for callers in Korea and +82-2-6677-2256 for callers outside of Korea. The confirmation number is 3777. Corresponding slides will be available at the Investor Relations section of the LG.Philips LCD website. <http://www.lgphilips-lcd.com>

Investors can listen to the conference call over the Internet at <http://www.lgphilips-lcd.com>. To listen to the live call, please go to the Investor Relations section of the website at least 15 minutes prior to the call to register and install any necessary audio software.

## Edgar Filing: LG.Philips LCD Co., Ltd. - Form 6-K

For those who are unable to participate in the call, a replay will be available for 30 days after the call. The call-in number is 031-810-3100 for callers in Korea and +82-31-810-3100 for callers outside of Korea. The confirmation number for the replay is 22619#.

**About LG.Philips LCD**

LG.Philips LCD (NYSE: LPL, KSE: 034220) is a leading manufacturer and supplier of thin film transistor liquid crystal display (TFT-LCD) panels. The Company manufactures TFT-LCD panels in a wide range of sizes and specifications primarily for use in notebook computers, desktop monitors and televisions. Headquartered in Seoul, South Korea, LG.Philips LCD currently operates six fabrication facilities in Korea and has approximately 10,000 employees in locations around the world.

For more information about the Company, please visit <http://www.lgphilips-lcd.com>.

LG.Philips LCD makes Technology you can see!

**Forward-Looking Statement Disclaimer**

This press release contains forward-looking statements. Statements that are not historical facts, including statements about our beliefs and expectations, are forward-looking statements. These statements are based on current plans, estimates and projections, and therefore you should not place undue reliance on them. Forward-looking statements speak only as of the date they are made, and we undertake no obligation to update publicly any of them in light of new information or future events. Forward-looking statements involve inherent risks and uncertainties. We caution you that a number of important factors could cause actual results to differ materially from those contained in any forward-looking statement. Additional information as to factors that may cause actual results to differ materially from our forward-looking statements can be found in our filings with the United States Securities and Exchange Commission.

***Investor Relations Contacts:***

Jay Hong (Korea)  
LG.Philips LCD  
Tel: +822-3777-1010  
Email: [jay.hong@lgphilips-lcd.com](mailto:jay.hong@lgphilips-lcd.com)

Monica Huang (USA)  
Sloane & Company  
Tel: +1-212-446-1874  
Email: [Mhuang@sloanepr.com](mailto:Mhuang@sloanepr.com)

***Media Contacts:***

Elliot Sloane (USA)  
Sloane & Company  
Tel: +1-212-446-1860  
Email: [ESloane@sloanepr.com](mailto:ESloane@sloanepr.com)

Sue Kim (Korea)  
Edelman  
Tel: + 822-2022-8239  
Email: [Sue.kim@edelman.com](mailto:Sue.kim@edelman.com)

## LG.Philips LCD

## CONSOLIDATED STATEMENTS OF INCOME

( In millions of KRW)

(The financial statements are based on unaudited Korean GAAP)

	2004				2003			
	Three months ended		Twelve months ended		Three months ended		Twelve months ended	
	Dec. 31		Dec. 31		Dec. 31		Dec. 31	
<b>NET REVENUES</b>	<b>1,932,732</b>	100%	<b>8,328,170</b>	100%	<b>2,135,178</b>	100%	<b>6,098,335</b>	100%
Cost of goods sold	(1,839,558)	-95%	(6,299,513)	-76%	(1,507,654)	-71%	(4,792,050)	-79%
<b>GROSS PROFIT</b>	<b>93,174</b>	5%	<b>2,028,657</b>	24%	<b>627,524</b>	29%	<b>1,306,285</b>	21%
Selling, general & administrative	(91,233)	-5%	(300,300)	-4%	(75,255)	-4%	(232,165)	-4%
<b>OPERATING INCOME</b>	<b>1,941</b>	0%	<b>1,728,357</b>	21%	<b>552,269</b>	26%	<b>1,074,120</b>	18%
Interest income	6,965	0%	19,963	0%	1,935	0%	6,393	0%
Interest expense	(15,797)	-1%	(53,262)	-1%	(23,086)	-1%	(80,700)	-1%
Foreign exchange gain (loss), net	34,496	2%	10,531	0%	2,719	0%	12,068	0%
Others, net	(8,660)	0%	(17,647)	0%	(1,880)	0%	990	0%
Total other income (expense)	17,004	1%	(40,415)	0%	(20,312)	-1%	(61,249)	-1%
<b>INCOME BEFORE INCOME TAX EXPENSE</b>	<b>18,945</b>	1%	<b>1,687,942</b>	20%	<b>531,957</b>	25%	<b>1,012,871</b>	17%
Income tax expense	16,476	1%	(32,497)	0%	11,998	1%	6,402	0%
<b>NET INCOME (LOSS)</b>	<b>35,421</b>	2%	<b>1,655,445</b>	20%	<b>543,955</b>	25%	<b>1,019,273</b>	17%

- These financial statements are provided for informational purposes only

## LG.Philips LCD

## CONSOLIDATED BALANCE SHEET

( In millions of KRW)

(The financial statements are based on unaudited Korean GAAP)

	2004				2003			
	December 31		September 30		December 31		September 30	
<b>ASSETS</b>								
<b>Current assets:</b>								
Cash and cash equivalents	1,361,239	13%	1,211,843	12%	503,946	8%	174,012	3%
Trade accounts and notes receivable	890,507	9%	885,790	9%	1,140,732	18%	933,727	17%
Inventories	805,288	8%	692,395	7%	337,175	5%	355,969	6%
Other receivables and assets	334,444	3%	127,888	1%	138,688	2%	151,863	3%
<b>Total current assets</b>	<b>3,391,478</b>	<b>33%</b>	<b>2,917,916</b>	<b>30%</b>	<b>2,120,541</b>	<b>33%</b>	<b>1,615,571</b>	<b>29%</b>
Investments and other non-current assets	245,632	2%	292,942	3%	168,851	3%	122,699	2%
Property, plant and equipment, net	6,528,182	63%	6,327,617	65%	3,947,407	61%	3,523,203	64%
Other Intangible assets, net	192,010	2%	198,100	2%	222,479	3%	229,187	4%
<b>Total assets</b>	<b>10,357,302</b>	<b>100%</b>	<b>9,736,575</b>	<b>100%</b>	<b>6,459,278</b>	<b>100%</b>	<b>5,490,660</b>	<b>100%</b>
<b>LIABILITIES AND SHAREHOLDERS EQUITY</b>								
<b>Current liabilities:</b>								
Short-term debt	694,230	7%	632,052	6%	609,662	9%	1,195,356	22%
Trade accounts and notes payable	581,581	6%	1,497,482	15%	1,426,947	22%	1,199,976	22%
Other payables and accrued liabilities	1,292,453	12%	213,867	2%	197,504	3%	111,962	2%
<b>Total current liabilities</b>	<b>2,568,264</b>	<b>25%</b>	<b>2,343,401</b>	<b>24%</b>	<b>2,234,113</b>	<b>35%</b>	<b>2,507,294</b>	<b>46%</b>
Long-term debt	1,984,432	19%	1,651,164	17%	1,310,164	20%	590,654	11%
Reserves for pension	31,964	0%	43,050	0%	20,965	0%	26,344	0%
<b>Total liabilities</b>	<b>4,584,660</b>	<b>44%</b>	<b>4,037,615</b>	<b>41%</b>	<b>3,565,242</b>	<b>55%</b>	<b>3,124,292</b>	<b>57%</b>
Common Stock and additional paid-in capital	2,638,850	25%	2,640,848	27%	1,450,000	22%	1,450,000	26%
Accumulated result	3,091,674	30%	3,056,254	31%	1,436,229	22%	892,275	16%
Capital adjustment	42,118	0%	1,858	0%	7,806	0%	24,093	0%
Shareholders equity	<b>5,772,642</b>	<b>56%</b>	<b>5,698,960</b>	<b>59%</b>	<b>2,894,036</b>	<b>45%</b>	<b>2,366,368</b>	<b>43%</b>
<b>Total liabilities and shareholders equity</b>	<b>10,357,302</b>	<b>100%</b>	<b>9,736,575</b>	<b>100%</b>	<b>6,459,278</b>	<b>100%</b>	<b>5,490,660</b>	<b>100%</b>

- These financial statements are provided for informational purposes only



## LG.Philips LCD

## CONSOLIDATED STATEMENTS OF CASH FLOW

( In millions of KRW)

(The financial statements are based on unaudited Korean GAAP)

	2004		2003	
	Three months ended Dec. 31	Twelve months ended Dec. 31	Three months ended Dec. 31	Twelve months ended Dec. 31
<b>Net Income</b>	<b>35,421</b>	<b>1,655,445</b>	<b>543,956</b>	<b>1,019,273</b>
Depreciation	372,864	1,228,190	272,619	960,388
Amortization	11,318	45,048	11,191	44,246
Others	(74,078)	(47,211)	26,400	46,149
<b>Operating Cash Flow</b>	<b>345,526</b>	<b>2,881,473</b>	<b>854,166</b>	<b>2,070,056</b>
Net Change in Working Capital	(198,454)	(155,339)	(75,750)	(413,356)
Change in accounts receivable	(147,078)	184,547	(189,851)	(619,883)
Change in inventory	(118,237)	(468,114)	(14,182)	35,077
Change in accounts payable	93,951	179,409	97,112	186,193
Change in others	(27,090)	(51,181)	31,171	(14,743)
<b>Cash Flow from Operation</b>	<b>147,072</b>	<b>2,726,134</b>	<b>778,416</b>	<b>1,656,700</b>
Capital Expenditures	(472,691)	(3,892,757)	(543,709)	(1,443,880)
Delivery	(467,223)	(3,879,494)	(539,741)	(1,434,780)
Intangible assets investment	(5,710)	(7,884)	(2,566)	(5,204)
Others	241	(5,380)	(1,402)	(3,896)
<b>Cash Flow before Financing</b>	<b>(325,619)</b>	<b>(1,166,623)</b>	<b>234,707</b>	<b>212,820</b>
Cash Flow from Financing Activities	477,014	835,066	95,227	220,820
Proceeds from IPO	(1,999)	1,188,850	0	0
<b>Net Cash Flow</b>	<b>149,396</b>	<b>857,293</b>	<b>329,934</b>	<b>433,640</b>

- These financial statements are provided for informational purposes only

## LG.Philips LCD

## CONSOLIDATED STATEMENTS OF INCOME

( In millions of KRW)

(The financial statements are based on unaudited US GAAP)

	2004				2003			
	Three months ended		Twelve months ended		Three months ended		Twelve months ended	
	Dec. 31		Dec. 31		Dec. 31		Dec. 31	
<b>REVENUE</b>	<b>1,932,732</b>	100%	<b>8,324,794</b>	100%	<b>2,135,145</b>	100%	<b>6,098,354</b>	100%
Cost of goods sold	(1,822,573)	-94%	(6,246,240)	-75%	(1,495,618)	-70%	(4,741,592)	-78%
<b>GROSS PROFIT</b>	<b>110,159</b>	6%	<b>2,078,554</b>	25%	<b>639,527</b>	30%	<b>1,356,762</b>	22%
Selling, general & administrative	(95,640)	-5%	(318,449)	-4%	(90,127)	-4%	(234,555)	-4%
<b>OPERATING INCOME</b>	<b>14,519</b>	1%	<b>1,760,105</b>	21%	<b>549,400</b>	26%	<b>1,122,207</b>	18%
Interest income	6,966	0%	19,964	0%	1,935	0%	6,393	0%
Interest expense	(17,217)	-1%	(58,049)	-1%	(22,876)	-1%	(83,619)	-1%
Foreign exchange gain (loss), net	37,172	2%	19,125	0%	(25,759)	-1%	15,015	0%
Others, net	(184)	0%	673	0%	(1,666)	0%	1,081	0%
Total other income (expense)	26,737	1%	(18,287)	0%	(48,366)	-2%	(61,130)	-1%
<b>INCOME BEFORE INCOME TAX EXPENSE</b>	<b>41,256</b>	2%	<b>1,741,818</b>	21%	<b>501,034</b>	23%	<b>1,061,077</b>	17%
Income tax expense	14,297	1%	(38,131)	0%	(21,132)	-1%	(54,574)	-1%
<b>NET INCOME(LOSS)</b>	<b>55,553</b>	3%	<b>1,703,687</b>	20%	<b>479,902</b>	22%	<b>1,006,503</b>	17%

- These financial statements are provided for informational purposes only



## LG.Philips LCD

## CONSOLIDATED BALANCE SHEET

( In millions of KRW)

(The financial statements are based on unaudited US GAAP)

	2004				2003			
	December 31		September 30		December 31		September 30	
<b>ASSETS</b>								
<b>Current assets:</b>								
Cash and cash equivalents	1,361,239	13%	1,211,843	13%	504,014	8%	174,012	3%
Accounts receivable (Trade, others)	954,316	9%	890,754	9%	1,159,767	18%	973,855	18%
Inventories	804,117	8%	691,145	7%	335,921	5%	354,518	7%
Other current assets	279,256	3%	125,323	1%	146,594	2%	133,642	2%
<b>Total current assets</b>	<b>3,398,928</b>	<b>33%</b>	<b>2,919,065</b>	<b>30%</b>	<b>2,146,296</b>	<b>34%</b>	<b>1,636,027</b>	<b>30%</b>
Investments and other non-current assets	262,160	3%	311,099	3%	193,116	3%	191,881	4%
Property, plant and equipment, net	6,563,977	64%	6,360,059	66%	3,974,315	63%	3,552,620	66%
Intangible assets, net	37,435	0%	33,335	0%	29,260	0%	26,241	0%
<b>Total assets</b>	<b>10,262,500</b>	<b>100%</b>	<b>9,623,558</b>	<b>100%</b>	<b>6,342,987</b>	<b>100%</b>	<b>5,406,769</b>	<b>100%</b>
<b>LIABILITIES AND SHAREHOLDERS EQUITY</b>								
<b>Current liabilities:</b>								
Short-term debt	696,212	7%	632,052	7%	625,675	10%	1,214,027	22%
Trade accounts and notes payable	583,117	6%	491,903	5%	403,522	6%	342,336	6%
Other payables and accrued liabilities	1,294,755	13%	1,219,145	13%	1,223,053	19%	966,750	18%
<b>Total current liabilities</b>	<b>2,574,084</b>	<b>25%</b>	<b>2,343,100</b>	<b>24%</b>	<b>2,252,250</b>	<b>36%</b>	<b>2,523,113</b>	<b>47%</b>
Long-term debt	1,993,150	19%	1,657,916	17%	1,318,581	21%	591,886	11%
Other non-current liabilities	31,964	0%	46,249	0%	20,965	0%	26,345	0%
<b>Total liabilities</b>	<b>4,599,198</b>	<b>45%</b>	<b>4,047,265</b>	<b>42%</b>	<b>3,591,796</b>	<b>57%</b>	<b>3,141,344</b>	<b>58%</b>
Common Stock & APIC	2,628,519	26%	2,629,530	27%	1,450,000	23%	1,450,000	27%
Retained Earnings	3,001,042	29%	2,945,489	31%	1,297,355	20%	817,453	15%
Capital adjustment	33,742	0%	1,274	0%	3,836	0%	-2,028	0%
<b>Shareholders equity</b>	<b>5,663,303</b>	<b>55%</b>	<b>5,576,293</b>	<b>58%</b>	<b>2,751,191</b>	<b>43%</b>	<b>2,265,425</b>	<b>42%</b>
<b>Total liabilities and shareholders equity</b>	<b>10,262,500</b>	<b>100%</b>	<b>9,623,558</b>	<b>100%</b>	<b>6,342,987</b>	<b>100%</b>	<b>5,406,769</b>	<b>100%</b>

- These financial statements are provided for informational purposes only



## LG.Philips LCD

## CONSOLIDATED STATEMENTS OF CASH FLOW

(In millions of KRW)

(The financial statements are based on unaudited US GAAP)

	2004		2003	
	Three months ended Dec. 31	Twelve months ended Dec. 31	Three months ended Dec. 31	Twelve months ended Dec. 31
<b>Cash flows from operating activities:</b>				
<b>Net income</b>	<b>55,553</b>	<b>1,703,687</b>	<b>479,902</b>	<b>1,006,503</b>
Adjustments to reconcile net income to net cash provided by operating activities:				
Depreciation	374,429	1,224,118	270,178	956,997
Amortization	1,658	6,405	1,564	5,406
Others, net	(61,180)	(65,823)	24,146	46,104
Change in operating assets and liabilities:				
Change in A/R	(67,573)	204,970	(167,422)	(607,480)
Change in inventory	(118,316)	(468,196)	18,597	62,288
Change in A/P	93,183	181,421	67,544	152,743
Change in others	(105,370)	(43,641)	73,377	49,278
<b>Net cash provided by operating activities</b>	<b>172,384</b>	<b>2,742,941</b>	<b>767,886</b>	<b>1,671,839</b>
Cash flows from investing activities:				
Purchase of property, plant and equipment	(469,228)	(3,885,650)	(528,172)	(1,438,230)
Proceeds from sales of property, plant and equipment	2,005	6,156	1,120	3,450
Others, net	(10,991)	(13,263)	(5,008)	(17,919)
<b>Net cash used in investing activities</b>	<b>(478,214)</b>	<b>(3,892,757)</b>	<b>(532,060)</b>	<b>(1,452,699)</b>
Cash flows from financing activities:				
Financing Activities	461,863	819,915	94,569	214,777
New Equity & Others	(1,999)	1,188,850		
<b>Net cash provided by financing activities</b>	<b>459,864</b>	<b>2,008,765</b>	<b>94,569</b>	<b>214,777</b>
Effect of exchange rate change on cash and cash equivalents	(4,638)	(1,724)	(393)	(209)
<b>Net increase (decrease) in cash</b>	<b>149,396</b>	<b>857,225</b>	<b>330,002</b>	<b>433,708</b>

- These financial statements are provided for informational purposes only

## LG.Philips LCD

## Net Income Reconciliation to US GAAP

( In millions of KRW)

	2004	
	Three months ended Dec. 31	Twelve months ended Dec. 31
<b>Net Income under K GAAP</b>	<b>35,421</b>	<b>1,655,445</b>
<b>US GAAP Adjustments</b>	<b>20,132</b>	<b>48,242</b>
Depreciation of property, plant and equipment	(655)	(2,706)
Amortization of Intellectual Property Rights	9,850	37,501
Adjustment of AR discount loss	(206)	1,379
Capitalization of financial interests	4,008	11,709
Inventory Valuation effect of US GAAP Adjustments	(110)	1,170
Cash flow hedge account	0	(3,376)
Pension expense	(788)	(2,132)
Income tax effect of US GAAP Adjustments	(2,179)	(5,634)
Others	10,212	10,331
<b>Net Income under US GAAP</b>	<b>55,553</b>	<b>1,703,687</b>

- These financial statements are provided for informational purposes only

**Appendix 2: IR Presentation**

























































































**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.Philips LCD Co., Ltd.  
(Registrant)

Date: January 24, 2005

By: /s/ Ron H. Wirahadiraksa

---

(Signature)

Name: Ron H. Wirahadiraksa  
Title: Joint Representative Director/  
President & Chief Financial Officer