

LG Display Co., Ltd.
Form 6-K
November 15, 2017
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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 November 2017

LG Display Co., Ltd.

(Translation of Registrant's name into English)

LG Twin Towers, 128 Yeoui-daero, Yeongdeungpo-gu, Seoul 07336, 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, 2017 to September 30, 2017)

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 AND CERTAIN NUMBERS WERE ROUNDED FOR THE CONVENIENCE OF READERS. REFERENCES TO Q1 , Q2 , Q3 AND Q4 OF A FISCAL YEAR ARE REFERENCES TO THE THREE-MONTH PERIODS ENDED MARCH 31, JUNE 30, SEPTEMBER 30 AND DECEMBER 31, RESPECTIVELY, OF SUCH FISCAL YEAR. REFERENCES TO Q1~Q3 OF A FISCAL YEAR ARE REFERENCES TO THE NINE-MONTH PERIOD ENDED SEPTEMBER 30 OF SUCH FISCAL YEAR.

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1. Company

A. Name and contact information

The name of our company is EL-GI DISPLAY CHUSIK HOESA, which shall be LG Display Co., Ltd. in English.

Our principal executive office is located at LG Twin Towers, 128 Yeoui-daero, Yeongdeungpo-gu, Seoul 07336, Republic of Korea, and our telephone number is +82-2-3777-1010. Our website address is <http://www.lgdisplay.com>.

B. Domestic credit rating

(1) Corporate bonds

Subject instrument	Month of rating	Credit rating ⁽¹⁾	Rating agency (Rating range)
	April 2015		
	June 2016		
	September 2016	AA	NICE Information Service Co., Ltd. (AAA ~ D)
	May 2017		
Corporate bonds	April 2015		
	April 2016	AA	Korea Investors Service, Inc. (AAA ~ D)
	May 2017		
	October 2017		
	May 2015		
	April 2016		
	September 2016	AA	Korea Ratings Corporation (AAA ~ D)
	May 2017		
	October 2017		

(1) Domestic corporate bond credit ratings are generally defined to indicate the following:

Subject instrument	Credit rating	Definition
	AAA	Strongest capacity for timely repayment.
	AA+/AA/AA-	Very strong capacity for timely repayment. This capacity may, nevertheless, be slightly inferior than is the case for the highest rating category
	A+/A/A-	Strong capacity for timely repayment. This capacity may, nevertheless, be more vulnerable to adverse changes in circumstances or in economic conditions than is the case for higher rating categories.
Corporate bonds	BBB+/BBB/BBB-	

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	Capacity for timely repayment is adequate, but adverse changes in circumstances and in economic conditions are more likely to impair this capacity.
BB+/BB/BB-	Capacity for timely repayment is currently adequate, but that there are some speculative characteristics that make the repayment uncertain over time.
B+/B/B-	Lack of adequate capacity for repayment and speculative characteristics. Interest payment in time of unfavorable economic conditions is uncertain.
CCC	Lack of capacity for even current repayment and high risk of default.
CC	Greater uncertainties than higher ratings.
C	High credit risk and lack of capacity for timely repayment.
D	Insolvency.

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(2) Commercial paper

Subject instrument	Month of rating	Credit rating ⁽¹⁾	Rating agency (Rating range)
	October 2015	A1	Korea Investors Service, Inc. (A1 ~ D)
	October 2015	A1	NICE Information Service Co., Ltd. (A1 ~ D)
	June 2016	A1	Korea Ratings Corporation (A1 ~ D)
	June 2016	A1	NICE Information Service Co., Ltd. (A1 ~ D)
	September 2016	A1	NICE Information Service Co., Ltd. (A1 ~ D)
Commercial paper	September 2016	A1	Korea Ratings Corporation (A1 ~ D)
	May 2017	A1	Korea Investors Service, Inc. (A1 ~ D)
	May 2017	A1	Korea Ratings Corporation (A1 ~ D)
	October 2017	A1	Korea Investors Service, Inc. (A1 ~ D)

(1) Domestic commercial paper credit ratings are generally defined to indicate the following:

Subject instrument	Credit rating	Definition
	A1	Timely repayment capability is at the highest level with extremely low investment risk and is stable such that it will not be influenced by any reasonably foreseeable changes in external factors.
	A2	Strong capacity for timely repayment with very low investment risk. This capacity may, nevertheless, be slightly inferior than is the case for the highest rating category.
Commercial paper	A3	Capacity for timely repayment is adequate with low investment risk. This capacity may, nevertheless, be somewhat influenced by sudden changes in external factors.
	B	Capacity for timely repayment is acknowledged, but there are some speculative characteristics.
	C	Capacity for timely repayment is questionable.
	D	Insolvency.

+ or - modifier can be attached to ratings A2 through B to differentiate ratings within broader rating categories.

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C. Capitalization

(1) Change in capital stock (as of September 30, 2017)

There were no changes to our issued capital stock during the quarterly reporting period ended September 30, 2017.

(2) Convertible bonds

Not applicable.

D. Voting rights (as of September 30, 2017)

Description	(Unit: share)	
	Number of shares	
A. Total number of shares issued ⁽¹⁾ :	Common shares ⁽¹⁾	357,815,700
	Preferred shares	
B. Shares without voting rights:	Common shares	
	Preferred shares	
C. Shares subject to restrictions on voting rights pursuant to our articles of incorporation:	Common shares	
	Preferred shares	
D. Shares subject to restrictions on voting rights pursuant to regulations:	Common shares	
	Preferred shares	
E. Shares with restored voting rights:	Common shares	
	Preferred shares	
Total number of issued shares with voting rights (=A - B - C - D + E):	Common shares	357,815,700
	Preferred shares	

(1) Authorized: 500,000,000 shares

E. Dividends

Dividends for the three most recent fiscal years

Description (unit)	2017 Q1~Q3	2016	2015
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Par value (Won)		5,000	5,000	5,000
Profit for the period (million Won) ⁽¹⁾		1,765,772	906,713	966,553
Earnings per share (Won) ⁽²⁾		4,935	2,534	2,701
Total cash dividend amount for the period (million Won)			178,908	178,908
Total stock dividend amount for the period (million Won)				
Cash dividend payout ratio (%) ⁽³⁾			19.73%	18.51%
Cash dividend yield (%) ⁽⁴⁾	Common shares		1.58%	1.97%
	Preferred shares			
Stock dividend yield (%)	Common shares			
	Preferred shares			
Cash dividend per share (Won)	Common shares		500	500
	Preferred shares			
Stock dividend per share (share)	Common shares			
	Preferred shares			

- (1) Based on profit for the period attributable to the owners of the controlling company.
- (2) Earnings per share is based on par value of ₩5,000 per share and is calculated by dividing net income by weighted average number of common shares.
- (3) Cash dividend payout ratio is the percentage that is derived by dividing total cash dividend by profit for the period attributable to the owners of the controlling company.

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- (4) Cash dividend yield is the percentage that is derived by dividing cash dividend by the arithmetic average of the daily closing prices of our common shares during the one-week period ending two trading days prior to the closing of the register of shareholders for the purpose of determining the shareholders entitled to receive annual dividends.

2. Business**A. Business overview**

We were incorporated in February 1985 under the laws of the Republic of Korea. LG Electronics and LG Semicon transferred their respective LCD business to us in 1998, and since then, our business has been focused on the research, development, manufacture and sale of display panels, applying technologies such as TFT-LCD and OLED.

As of September 30, 2017, in order to support our business activities, we operated TFT-LCD and OLED production and research facilities in Paju and Gumi in Korea, and we have also established subsidiaries in the Americas, Europe and Asia.

As of September 30, 2017, our business consisted of the manufacture and sale of display and display related products utilizing TFT-LCD, OLED and other technologies under a single reporting business segment.

2017 Q1~Q3 consolidated operating results highlights

	(Unit: In billions of Won)
2017 Q1~Q3	Display business
Sales Revenue	20,664
Gross Profit	4,489
Operating Profit	2,417

B. Industry**(1) Industry characteristics and growth potential**

The entry barriers to manufacture display panels are relatively high due to the technology and capital intensive nature of the mass manufacturing process that is required to achieve economies of scale, among other factors.

While growth in the market for displays used in notebook computer, monitor and other traditional IT products has stagnated or declined, the market for small- and medium-sized displays (including those used in smartphones) in the rapidly evolving IT environment has shown steady growth. The display market for

televisions has also shown steady growth mainly due to growing demand from developing countries as well as from consumers in general for larger sized display panels. As for displays used in industrial, automobile and other value added products, we expect to see growth in these markets.

(2) Cyclicalities

The display panel business is highly cyclical and sensitive to fluctuations in the general economy. The industry experiences recurring volatility caused by imbalances between supply and demand due to capacity expansion and changing production utilization rates within the industry.

Macroeconomic factors and other causes of business cycles can affect the rate of growth in demand for display panels. Accordingly, if supply exceeds demand, average selling prices of display panels may decrease. Conversely, if growth in demand outpaces growth in supply, average selling prices may increase.

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(3) Market conditions

Recently, various Chinese manufacturers have been actively reviewing making investments in ultra-large scale production facilities in order to secure competitiveness in the large display panel market. As a result, there is a concern regarding excessive competition in the LCD industry.

Most display panel manufacturers are located in Asia.

- a. Korea: LG Display, Samsung Display, etc.
- b. Taiwan: AU Optronics, Innolux, CPT, HannStar, etc.
- c. Japan: Japan Display, Sharp, Panasonic LCD, etc.
- d. China: BOE, CSOT, CEC Panda, etc.

(4) Market shares

Our worldwide market share of large-sized display panels (i.e., panels that are 9 inches or larger) based on revenue is as follows:

	2017 Q1~Q3	2016	2015
Panels for Televisions ⁽¹⁾	28.6%	28.2%	25.4%
Panels for Monitors	36.1%	36.6%	39.0%
Panels for Notebook Computers	21.3%	27.8%	27.3%
Panels for Tablet Computers	28.3%	24.1%	22.5%
Total	29.5%	29.4%	27.7%

Source: Large-Area Display Market Tracker (IHS Technology)

(1) Includes panels for public displays.

(5) Competitiveness

Our ability to compete successfully depends on factors both within and outside our control, including product pricing, our relationship with customers, timely investments, adaptable production capabilities, development of new and premium products through technological advances, competitive production costs, success in marketing to our end-brand customers, component and raw material supply costs, foreign exchange rates and general economic and industry conditions.

In order to compete effectively, it is critical to be cost competitive and maintain stable and long-term relationships with customers which will enable us to be profitable 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 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. It is important that 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 skilled line operators.

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As a leading technology innovator in the display industry, we continue to focus on delivering differentiated value to our customers by developing various technologies and products, including display panels with OLED, IPS, in-TOUCH and other technologies. With respect to OLED panels, following our supply of the world's first 55-inch OLED 3D panels for televisions in January 2013, we have supplied ultra-high definition (Ultra HD) OLED panels for televisions, flexible plastic OLED panels for smartphones, round OLED panels for wearable devices among others and have shown that we are technologically a step ahead of the competition. With respect to TFT-LCD panels, we are leading the market with our differentiated products with IPS technology, such as our ultra-large and high definition Ultra HD television panels and 21:9 screen aspect ratio ultra-wide IPS curved monitors, and have prepared our production facilities to produce products with in-TOUCH technology.

Moreover, we entered into long-term sales contracts with major global firms to secure customers and expand partnerships for technology development.

C. New businesses

For our continued growth, we are actively exploring and preparing for new business opportunities that may arise in the changing market environment. As such, we are continually reviewing and looking at opportunities in the display and promising new industries.

3. Major Products and Raw Materials**A. Major products**

We manufacture TFT-LCD and OLED panels, of which a significant majority is sold overseas.

(Unit: In billions of Won, except percentages)					
Business area	Sales type	Items (Market)	Usage	Major trademark	Sales in 2017 Q1~Q3 (%)
Display	Product/ Service/ Other sales	Display panel (Overseas ⁽¹⁾)	Panels for notebook computers, monitors, televisions, smartphones, tablets, etc.	LG Display	19,239 (93.1%)
		Display panel (Korea ⁽¹⁾)	Panels for notebook computers, monitors, televisions, smartphones, tablets, etc.	LG Display	1,425 (6.9%)
Total					20,664 (100.0%)

Period: January 1, 2017 ~ September 30, 2017.

(1) Based on ship-to-party.

B. Average selling price trend of major products

The average selling price of LCD panels per square meter of net display area shipped in the third quarter of 2017 increased by approximately 5% compared to the second quarter of 2017, largely as a result of a comparative increase in the shipment of small- and medium-sized panels, which generally have higher selling prices per square meter of net display area compared to other panels, while average selling prices of LCD panels exhibited varying trends according to demand by product category. There is no assurance that the average selling prices of LCD panels will not fluctuate in the future due to changes in market conditions.

Description	(Unit: US\$ / m ²)			
	2017 Q3	2017 Q2	2017 Q1	2016 Q4
Display panel ⁽¹⁾⁽²⁾	600	574	608	642

(1) Quarterly average selling price per square meter of net display area shipped.

(2) Excludes semi-finished products in the cell process.

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Prices of major raw 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-sized panels.

(Unit: In billions of Won, except percentages)

Business area	Purchase type	Items	Usage	Cost ⁽¹⁾	Ratio (%)	Suppliers
Display	Raw materials	Backlights	Display panel manufacturing	2,084	20.0%	HeeSung Electronics, etc.
		Polarizers		1,565	15.0%	LG Chem, etc.
		Glass		1,257	12.1%	NEG, Asahi Glass, etc.
		Printed circuit boards		997	9.6%	Korea SMT, etc.
		Others		4,503	43.3%	
Total				10,407	100.0%	

Period: January 1, 2017 ~ September 30, 2017.

(1) Based on total cost for purchase of raw materials which includes manufacturing and development costs, etc.

4. Production and Equipment**A. Production capacity and output****(1) Production capacity**

The table below sets forth the production capacity of our Gumi, Paju, Guangzhou and Ochang facilities in the periods indicated.

(Unit: 1,000 glass sheets)

Business area	Items	Location of facilities	2017 Q1~Q3 ⁽²⁾	2016 ⁽²⁾	2015 ⁽²⁾
Display	Display panel	Gumi, Paju, Guangzhou, Ochang	7,723	9,906	9,781

(1) Calculated based on the maximum monthly input capacity (based on glass input substrate size for eighth generation glass sheets) during the period multiplied by the number of months in the period (i.e., 6 months).

(2) Calculated based on the maximum monthly input capacity (based on glass input substrate size for eighth generation glass sheets) during the year multiplied by the number of months in a year (i.e., 12 months).

(2) Production output

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The table below sets forth the production output of our Gumi, Paju, Guangzhou and Ochang facilities in the periods indicated.

Business area	Items	Location of facilities	(Unit: 1,000 glass sheets)		
			2017 Q1~Q3	2016	2015
Display	Display panel	Gumi, Paju, Guangzhou, Ochang	6,858	8,996	8,609

Based on glass input substrate size for eighth generation glass sheets.

B. Production performance and utilization ratio

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(Unit: Hours, except percentages)

Production facilities	Available working hours in 2017 Q1~Q3	Actual working hours in 2017 Q1~Q3	Average utilization ratio
Gumi	6,552 ⁽¹⁾ (273 days) ⁽²⁾	6,340 ⁽¹⁾ (264 days) ⁽²⁾	96.8%
Paju	6,552 ⁽¹⁾ (273 days) ⁽²⁾	6,552 ⁽¹⁾ (273 days) ⁽²⁾	100.0%
Guangzhou	6,552 ⁽¹⁾ (273 days) ⁽²⁾	6,552 ⁽¹⁾ (273 days) ⁽²⁾	100.0%
Ochang	6,552 ⁽¹⁾ (273 days) ⁽²⁾	5,688 ⁽¹⁾ (237 days) ⁽²⁾	86.8%

(1) Based on the assumption that all 24 hours in a day have been fully utilized.

(2) Number of days is calculated by averaging the number of working days for each facility.

C. Investment plan

In 2016, our total capital expenditures on a cash out basis was ₩3.7 trillion. In 2017, we plan to continue capital expenditures to lead the market for OLED panels, prepare for mass production of future display products and respond to increases in demand for large-sized panels.

5. Sales

A. Sales performance

(Unit: In billions of Won)

Business area	Sales types	Items (Market)	2017 Q1~Q3	2016	2015
Display	Products, etc.	Display panel			
		Overseas ⁽¹⁾	19,239	24,679	26,166
		Korea ⁽¹⁾	1,425	1,825	2,218
		Total	20,664	26,504	28,384

(1) Based on ship-to-party.

B. Sales route and sales method

(1) Sales organization

As of September 30, 2017, each of our television, IT, mobile and OLED businesses had individual sales and customer support functions.

Sales subsidiaries in the United States, Germany, Japan, Taiwan, China and Singapore perform sales activities and provide local technical support to customers.

(2) Sales route

Sales of our products take place through one of the following two routes:

LG Display HQ and overseas manufacturing subsidiaries g Overseas sales subsidiaries
(USA/Germany/Japan/Taiwan/China/Singapore), etc. g System integrators and end-brand customers g End
users

LG Display HQ and overseas manufacturing subsidiaries g System integrators and end-brand customers g
End users

(3) Sales methods and sales terms

Direct sales and sales through overseas subsidiaries, etc. Sales terms are subject to change depending on the fluctuation in the supply and demand of LCD panels.

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(4) Sales strategy

As part of our sales strategy, we have secured stable sales to major personal computer manufacturers and leading consumer electronics manufacturers globally, led the television market with our OLED and other market leading television panels, increased the proportion of sales of our differentiated television panels, such as our Ultra HD and large television panels, in our product mix and strengthened sales of high-resolution, IPS, narrow bezel and other high-end display panels in the monitor, notebook computer and tablet markets.

In the smartphone, commercial products (including interactive whiteboards and video wall displays), industrial products (including aviation and medical equipment) and automobile displays segments, we have continued to build a strong and diversified business portfolio by expanding our business with customers with a global reach on the strength of our differentiated products applying IPS, plastic OLED, high-resolution, high-reliability, Super Narrow bezel, in-TOUCH and other technologies.

(5) Purchase orders

Customers generally place purchase orders with us one month prior to delivery. Our customary practice for procuring orders from our customers and delivering our products to such customers is as follows:

Receive order from customer (overseas sales subsidiaries, etc.) g Headquarter is notified g Manufacture product g Ship product (overseas sales subsidiaries, etc.) g Sell product (overseas sales subsidiaries, etc.)

6. Market Risks and Risk Management

A. Market risks

The display industry continues to experience continued declines in the average selling prices of TFT-LCD and OLED panels irrespective of cyclical fluctuations in the industry, and our margins would be adversely impacted if prices decrease faster than we are able to reduce our costs.

The display industry is highly competitive. We have experienced pressure on the prices and margins of our major products due largely to additional industry capacity from panel manufacturers in Korea, Taiwan, China and Japan coupled with changes in the production mix of such manufacturers.

Our ability to compete successfully depends on factors both within and outside our control, including product pricing, performance and reliability, timely investments, adaptable production capabilities, utilization of differentiated technologies in product development, success or failure of our end-brand customers in marketing their brands and products, component and raw material supply costs, and general economic and industry conditions. We cannot provide assurance that we will be able to compete successfully with our competitors on these fronts and, as a result, we may be unable to sustain our current market position.

Our results of operations are subject to exchange rate fluctuations. To the extent that we incur costs in one currency and generate sales in a different currency, our profit margins may be affected by changes in the exchange rates between the two currencies. Our sales of display panels are denominated mainly in U.S. dollars, whereas our foreign currency denominated purchases of raw materials are denominated mainly in U.S. dollars and Japanese Yen. Seeking to achieve stable management, we take every precaution in our foreign currency risk management to minimize the risk of foreign currency fluctuations on our foreign currency denominated assets and liabilities.

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B. Risk management

As the average selling prices of TFT-LCD and OLED panels can continue to decline over time irrespective of industry-wide cyclical fluctuations, we may find it hard to manage risks associated with certain factors that are outside our control. However, we counteract such declines in average selling prices by increasing the proportion of high value added panels in our product mix while also implementing various cost reduction measures. In addition, in order to manage our risk against foreign currency fluctuations, we continually monitor our currency position and risk, and when needed, we may from time to time enter into cross-currency interest rate swap contracts and foreign currency forward contracts.

7. Derivative Contracts

A. Currency risks

We are exposed to currency risks on sales, purchases and borrowings that are denominated in currencies other than in Won, our functional currency. These currencies are primarily the U.S. dollar, the Japanese Yen and the Chinese Yuan.

Interest on borrowings is denominated in the currency of the borrowing. Generally, borrowings are denominated in currencies that match the cash flows generated by our underlying operations, primarily in Won, the U.S. dollar and the Chinese Yuan.

In respect of other monetary assets and liabilities denominated in foreign currencies, we ensure that our net exposure is kept to an acceptable level by buying or selling foreign currencies at spot rates, when necessary, to address short-term imbalances.

During the first nine months of 2017, we entered into an aggregate of US\$100 million in Won/US\$ forward foreign exchange contracts with Shinhan Bank and HSBC, which contracts were subsequently settled on June 26, 2017. As of September 30, 2017, there are no outstanding amounts to be settled under our foreign currency derivative instruments.

We recognized a gain on valuation of derivative instruments in the amount of ₩3,106 million with respect to foreign exchange derivative instruments held during the first nine months of 2017.

B. Interest rate risks

Our exposure to interest rate risks relates primarily to our floating rate long term loan obligations. We have established and are managing interest rate risk policies to minimize uncertainty and costs associated with interest rate fluctuations by monitoring cyclical interest rate fluctuations and enacting countermeasures.

As of September 30, 2017, we have entered into an aggregate of ₩350 billion in interest rate swap agreements with Shinhan Bank and NongHyup Bank, for which we have not applied hedge accounting. We recognized a gain on valuation of derivative instruments in the amount of ₩592 million with respect to interest rate derivative instruments held during the first nine months of 2017.

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Our material contracts, other than contracts entered into in the ordinary course of business, are set forth below:

Type of agreement	Name of party	Term	Content
Technology licensing agreement	Semiconductor Energy Laboratory	October 2005 ~	Patent licensing of LCD and OLED related technology
	Hewlett-Packard	January 2011 ~	Patent licensing of semi-conductor device technology
	Ignis Innovation, Inc.	July 2016 ~	Patent licensing of OLED related technology
Technology licensing/supply agreement	HannStar Display Corporation	December 2013 ~	Patent cross-licensing of LCD technology
	AU Optronics Corporation	August 2011~	Patent cross-licensing of LCD technology
	Innolux Corporation	July 2012 ~	Patent cross-licensing of LCD technology
	Universal Display Corporation	January 2015 ~ December 2022	Patent cross-licensing of OLED related technology

9. Research & Development

A. Summary of R&D-related expenditures

Items	(Unit: In millions of Won, except percentages)		
	2017 Q1~Q3	2016	2015
Material Cost	468,972	677,423	679,603
Labor Cost	482,611	479,650	510,455
Depreciation Expense	218,826	136,826	196,799
Others	212,339	129,348	159,983
Total R&D-Related Expenditures	1,382,748	1,423,247	1,546,840
Selling & Administrative Expenses	661,991	880,794	995,336
Accounting Treatment ⁽¹⁾ Manufacturing Cost	468,509	220,165	324,437
Development Cost (Intangible Assets)	252,248	322,288	227,067

R&D-Related Expenditures / Revenue Ratio (Total R&D-Related Expenditures ÷ Revenue for the period × 100)	6.7%	5.4%	5.4%
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- (1) For accounting treatment purposes, selling & administrative expenses are presented as research and development expenses in our statements of comprehensive income, net of amortization of capitalized intangible asset development costs.

B. R&D achievements

Achievements in 2015

- (1) Developed the world's narrowest, at the time, module bezel (0.7mm) LTPS smartphone display (5.3-inch FHD in-TOUCH)

Developed the world's first FHD in-TOUCH display (LTPS 5.3-inch FHD) applying the Neo Edge module process (new manufacturing technology) in January 2015

Set-up glue & laser cutting process, 0.6mm panel bezel (L/R)

- (2) Developed the world's first QHD in-TOUCH LTPS smartphone display (5.5-inch QHD)

Developed LTPS 5.5-inch QHD display applying LG Display's new capacitive type in-cell touch technology with all points sensing in March 2015; luminance: 500nit, contrast ratio: 1500:1 (using photo alignment & negative LC), 0.95mm panel bezel (L/R)

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Delivered differentiated value proposition based on touch performance, simplified SCM process and competitive cost innovation

- (3) Developed the world's narrowest, at the time, bezel videowall product (49-inch FHD)

Developed the world's narrowest bezel videowall product (bezel to bezel 3.5mm)

Optimized sizing of panel PAD and mechanical bezel

- (4) Developed 43-inch Ultra HD slim and light LED television product

Achieved LCD module thickness of 8.4mm

Reduced thickness through publication of set LCM parts (back cover and middle cabinet)

- (5) Developed the world's first Ultra HD OLED television product (55-inch, 65-inch and 77-inch Ultra HD)

Developed the world's first Ultra HD television product lineup

- (6) Developed the world's first Ultra HD television product applying DRD technology (55-inch, 49-inch and 43-inch Ultra HD)

World's first application of Ultra HD DRD technology based on an RGBW(M+) pixel structure

Utilized RGBW(M+) technology to optimize picture quality (high definition, high luminance, low energy consumption and High Dynamic Range (HDR))

- (7) Developed Ultra HD asymmetric RGBW(M+) structure product (15.6-inch)

Improved panel transmittance, lowered energy consumption and enhanced outdoor visibility compared to previous models

- (8) Developed the world's first second display LTPS smartphone product (5.7-inch QHD+)

Delivered differentiated set design through the realization of a second display by applying a panel exterior manufacturing process

Developed panel and instrumental optics technology for the independent operation of main display and second display

Developed advanced power consumption technology for the realization of Always On Display functionality for the second display

- (9) Developed the world's first four-sided borderless monitor product (23.8-inch FHD and 27-inch QHD)

Developed the world's first four-sided borderless design LCD module

Improved design by reducing lower bezel size from 12.6mm to 6.15mm (23.8-inch FHD)

- (10) Developed the world's first in-TOUCH notebook product (15.6-inch and 14-inch FHD)

Improved touch functionality and cost competitiveness through world's first application of in-TOUCH technology on notebook products

Simplified customer supply chain management by providing touch total solution

- (11) Developed the world's first 15.6-inch FHD notebook narrow bezel (2.9mm) product

Ultra-light and narrow concept project for 15.6-inch line extension to LG Electronics 13.3-inch and 14-inch Gram products

Delivered differentiated design utilizing 2.9mm bezels (Top/L/R)

Ultra slim and light design (225g, 2.3t)

- (12) Developed 1900R curved monitor product (34-inch, 21:9 screen aspect ratio)

Strengthened product competitiveness by improving the curvature radius of 21:9 screen aspect ratio monitors (3800 reduced to 1900R)

Applied 0.25T etching to address looseness and backlight bleeding attributable to curved screen

Applied COT structure to enhance panel transmittance and address color mixing defects

(13) Developed the world's first four-sided borderless 55-inch Ultra HD LED television product

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Developed panel reverse structure in order to deliver a four-sided borderless product

(14) Developed the world's first a-Si 98-inch Quad Ultra HD 120Hz television product

Developed the world's first drive technology for a-Si based extra-large 8K 120Hz panels

(15) Developed the world's first 65-inch 8K M+ product

Achieved cost competitiveness and maximized 8K transmittance by applying GIP/Source single bank for the first time in the world

Developed super resolution (4K enhanced to 8K) and M+ algorithm technologies

(16) Developed 75-inch Ultra HD Signage product

Delivered 11.9mm thickness on large-size LCD module

Achievements in 2016

(1) Developed the world's narrowest, at the time, bezel videowall product (55-inch/49-inch FHD, bezel to bezel 1.8mm)

Delivered 0.9mm even bezel, four-sided borderless product (bezel to bezel 1.8mm)

(2) Developed the world's first ultra-stretch format display product (86-inch, 58:9 screen aspect ratio)

Developed new display panel size and screen aspect ratio (86-inch, 58:9 screen aspect ratio)

Applied next-generation stain (per pixel) offset technology

(3) Developed the world's first ultra-large display product utilizing data single bank and GIP technology (86-inch Ultra HD)

Achieved cost-competitiveness by developing world's first ultra-large display product utilizing data single bank and GIP technology

- (4) Developed the world's first in-TOUCH monitor product (23-inch)

Improved touch functionality and strengthened cost-competitiveness by applying the world's first in-TOUCH technology to monitor display products

Simplified customer software configuration management by providing touch total solution

- (5) Developed ultra-slim OLED television display product applying high dynamic range (65-inch, 800 nit luminance, 2.52 mm module thickness)

Applied high dynamic range (HDR) technology to achieve 800 nit peak luminance and improved display quality

Achieved module thickness of 2.52mm (without back cover) and 5.92mm (with back cover)

- (6) Developed combined 5.3-inch QHD in-TOUCH + 3D cover glass product for LG Electronics

Developed world class smartphone product (G5) through collaboration with other LG Group companies

Strengthened competitiveness of design by achieving processability and productivity for 0.4t 3D cover glass

Improved power consumption of AoD Mode from Self Font Generation technology and operation optimization

- (7) Developed the world's first large-scale outdoor high luminance 3000 nit product (75-inch Ultra HD)

Developed the world's first large-scale outdoor 75-inch Ultra HD, high luminance 3000 nit product

Achieved cost competitiveness and power consumption reduction through utilization of high transmittance M+ panel

- (8) Developed the world's first FHD/Ultra HD multi-input Interactive Whiteboard product (75-inch Ultra HD)

Strengthened product competitiveness through delivery of customer FHD/Ultra HD selective input functionality

- (9) Developed 4.9mm depth Art Slim2 Ultra HD television (55-inch/65-inch Ultra HD)

Strengthened design competitiveness through delivery of ultra-slim product with application of Glass Light Guide Plate

- (10) Developed the world's largest 21:9 screen aspect ratio curved monitor (37.5-inch UltraWide Quad HD (WQHD))+

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Continued pioneering of the market with the world's largest 21:9 screen aspect ratio IPS curved monitor lineup (37.5-inch, 2300R curvature radius, 44mm curvature depth)

Established flagship line through application of new high definition technology (WQHD+, 3840 x 1600 resolution)

Improved panel transmittance and backlight bleeding through our first-time application of a Super-IPS COT panel structure to monitor models

(11) Developed the world's first in-TOUCH GIP/DRD notebook product (15.6-inch FHD)

Strengthened competitiveness through application of GIP/DRD technology to FHD-quality notebook in-TOUCH products

(12) Developed a transparent 32-inch FHD product

Achieved high transmittance of transparent panel through application of RGBW(M+) panel technology

(13) Developed the world's first Light Absorption Polarizer (LAP) product (65-inch/60-inch Ultra HD)

Developed differentiated wide color gamut solution

(14) Developed the world's first Ultra HD DRD product (50-inch Ultra HD)

Utilized Ultra HD RGBW(M+) pixel structure-based DRD technology to strengthen product competitiveness and optimize picture quality (high definition, high luminance, low energy consumption and HDR)

(15) Developed a 5.7-inch QHD flexible display product

Developed a flexible display smartphone product through collaboration with other LG Group companies

Reduced the lower bezel size by 0.59mm and improved power consumption by applying VESA Display Stream Compression 1.1

- (16) Developed the world's first wallpaper OLED television product (65-inch Ultra HD)

Achieved an ultra-slim wallpaper-style design that completely sticks to walls (65-inch, 3.9 mm hindmost thickness, 7.4 kg)

Achieved long-distance signal and power transmission technology for the separation of the driver circuit
Achievements in 2017

- (1) Developed 5.7-inch QHD+ full vision display (LG Electronics)

Developed a full vision display smartphone product (G6) through strategic collaboration with other LG Group companies

Applied first 18:9 screen aspect ratio with 4-corner round display

- (2) Developed mobile LTPS 30Hz product (SH 5.1-inch FHD)

Secured 30Hz low-frequency drive technology based on LTPS TFT-LCD

Reduced logic power consumption through 30Hz low-frequency drive (reduced from 96mW to 69mW on 5.1-inch FHD)

- (3) Developed and released the world's first Crystal Sound OLED, or CSO, television product

Released product with a new platform concept through development of OLED panel product with integrated speakers

Delivered OLED television product that achieves differentiated value not only in picture quality and design, but also sound quality

- (4) Developed notebook oxide product (13.9-inch, Ultra HD)

Achieved high definition/narrow bezel product through application of oxide BCE GIP technology

Delivered low power consumption product through application of low refresh rate, or LRR, technology

- (5) Developed medical monitor product for surgical endoscope (27.0-inch, Ultra HD)

Newly entered the medical devices market through development and production of medical monitor product for surgical endoscope

Achieved high definition (3,840 x 2,160), high luminance (800 nit) and high contrast ratio (1,300:1)

Implemented coverglass direct bonding applying our own manufacturing processes (M6 line)

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- (6) Developed the world's first four-side borderless monitor with a resolution of 8K4K (31.5-inch 8K4K Oxide)

Pioneered Ultra HD Premium MNT market through development of the world's first four-side borderless monitor with a resolution of 8K4K

Delivered Ultra HD based on oxide GIP (280 PPI with a resolution of 7680x4320)

Delivered wide color gamut (Adobe RGB 100%/DCI 98%), four-side borderless

- (7) Developed the world's largest automotive Center Information Display (CID) product (15.4-inch Widescreen Ultra Extended Graphics Array (WUXGA))

Developed the world's largest auto component display in the automotive industry

Guaranteed the first 1000hr reliability in the automotive industry

- (8) Developed the world's first 88-inch Ultra Stretch display product

Strengthened competitiveness through application of smart (digital) stepper

10. Intellectual Property

As of September 30, 2017, our cumulative patent portfolio (including patents that have already expired) included a total of 33,671 patents, consisting of 15,747 in Korea and 17,924 in other countries.

11. Environmental and Safety Matters

We are subject to a variety of environmental laws and regulations, and we may be subject to fines or restrictions that could cause our operations to be interrupted. Our manufacturing processes generate worksite waste, including water and air pollutants, at various stages in the manufacturing process, and we are subject to relevant laws and regulations in each area of the environment, including with respect to the treatment of chemical by-products. We have installed various types of anti-pollution equipment, consistent with environmental standards, for the treatment of chemical waste and equipment for the recycling of treated waste water at our various facilities. However, we cannot provide assurance that environmental claims will not be brought against us or that the local or national governments will not take steps toward adopting more stringent environmental standards. Any failure on our part to comply with any present or future environmental regulations could result in the assessment of damages or imposition of fines against us, suspension of production or a cessation of operations. In addition, environmental regulations could require us to acquire costly equipment or to incur other significant compliance expenses that may materially and negatively affect our financial condition and results of operations.

In accordance with the Framework Act on Low Carbon, Green Growth, we implemented the greenhouse gas emission and energy consumption target system from 2012 to 2014. In 2015, we implemented the greenhouse gas trading system, under which we are responsible to meet our emission targets based on the emission credits allocated to us by the Ministry of Environment of the Korean government. As a result, we have been investing in additional equipment and there may be other costs associated with meeting reduction targets, which may have a negative effect on our profitability or production activities. As a designated company subject to greenhouse gas emission targets under the Framework Act on Low Carbon, Green Growth, if we fail to meet a reduction target and are unable to comply with the government's subsequent enforcement notice relating to such failure, we may be subject to fines. Furthermore, as a designated company subject to the Act on Allocation and Trading of Greenhouse Gas Emissions, if do not have enough emission credits, we may be required to purchase additional credits or be subject to fines.

In connection with the greenhouse gas emission and energy reduction target system, we submitted a statement of our domestic emissions and energy usage for 2016 to the Korean government in March 2017 after it was certified by BSI Korea, a government-designated certification agency. The table below sets forth yearly levels of our greenhouse gases emissions and energy usage in the statement submitted to the Korean government:

Category	(Unit: thousand tonnes of CO ₂ equivalent; Tetra Joules)		
	2016	2015	2014
Greenhouse gases	5,851	7,348	7,537
Energy	60,423	60,146	60,002

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Operations at our manufacturing plants are subject to regulation and periodic scheduled and unscheduled on-site inspections by the Ministry of Environment and local environmental protection authorities. We believe that we have adopted adequate anti-pollution measures and have minimized our impact on the environment by improving existing and developing new technologies for the effective maintenance of environmental protection standards consistent with local industry practice. In addition, we have continually monitored, and we believe that we are in compliance in all material respects with, the applicable environmental laws and regulations in Korea. Expenditures related to such compliance may be substantial. Such expenditures are generally included in capital expenditures. As required by Korean law, we employ licensed environmental specialists to manage our water and air pollution, toxic materials and waste. In December 2013, to ensure safe water quality and reduce costs, we entered into a contract with a specialist company to operate our waste water treatment facilities. In stages beginning in November 1997, we have obtained environmental management system ISO 14001 certifications for our domestic panel and module production facilities and our overseas module production plants in Nanjing, Yantai and Guangzhou, China, and with respect to our domestic panel and module production plants, we received ISO 50001 certification in December 2013 for our energy management system.

In addition, in August 2014, GP1, our newest eighth-generation panel fabrication facility located in Guangzhou, China, was the first electronics plant in China to receive the Green Plant designation under China's Green China Policy, in addition to receiving ISO 14001, ISO 50001, OHSAS 18001, ISO 9001, PAS 2050 and ISO 14064-1 certifications. Furthermore, with respect to our production facilities in Gumi, we have been certified by the Ministry of Environment as a Green Company for P1 and our Gumi module production plant since 1997, P2 and P3 since 2006 and P4, P5 and P6 since 2008. Also, we received certification to self-inspect designated waste products with respect to our Paju plant by the Ministry of Environment in 2011, which was recertified in 2013. In recognition of our efforts to reduce greenhouse gas emissions, we were awarded a commendation from the Minister of Environment in the efforts against climate change category in the 2013 Green Management Awards, which was jointly hosted by the Ministry of Environment and the Ministry of Trade, Industry & Energy. In addition, in recognition of our efforts to improve recycling and reduce waste, we received a citation in 2014 for being a leading recycling company from the Prime Minister of Korea and, in recognition of our continued water conservation activities (reuse system investments, etc.) and greenhouse gas emission reduction activities (process gas and energy reduction, etc.), we attained the highest level, Leadership A, and received the grand prize award at the CDP Water Korea Best Awards in 2016 from the Carbon Disclosure Project, which was presided over by the Carbon Disclosure Project Korea Committee. We also attained a Leadership A in the climate change information technology sector and received a carbon management honors award. In 2017, in recognition of efficient control, management and operating systems implemented in our manufacturing facilities, we received the top-level certification, Level 1, under the Factory Energy Management System evaluation presided by the Korea Energy Agency.

In the case of the European Union's Restriction of Hazardous Substances (RoHS) Directive 2011/65/EU, with the adoption of Directive (EU) 2015/863 in 2016, four additional substances (four phthalate substances) will be added to the six already restricted substances and the additional restrictions are scheduled to come into effect on July 22, 2019. In order to address the latent risk elements of the four phthalate substances scheduled to be restricted in 2019 and to establish a more stable management system, we implemented in 2016 a preemptive response process with respect to such four phthalate substances. In implementing this process, we collaborated with external agencies to ascertain regulatory trends and establish our response strategy, and we formulated and applied effective management measures through the collaborative efforts of our development, procurement and quality teams. Beryllium (Be) was not designated internationally as a mandatorily restricted substance but has continued to be the subject of discussion for restriction, and certain of our customers have designated it as a restricted substance not to be used in products. Accordingly, we have completed verification of the parts used in products for customers who have banned the use of Beryllium. We have also conducted verification of the parts used in products for all customers who are expected to implement a ban and we have established a Beryllium verification process for parts in development. Through such

efforts, we have established a voluntary hazardous substance response process that can be expanded to products for all customers, not only those who have requested a response.

In October 2005, we became the first display panel company to receive accreditation as an International Accredited Testing Laboratory by the Korea Laboratory Accreditation Scheme, which is operated by the Korean Ministry of Trade, Industry & Energy. In September 2006, we received international accreditation from TUV SUD, EU's German accreditation agency, as a RoHS testing laboratory. Our efforts to keep pace with the increasingly stringent accreditation standards and to receive and maintain such accreditations are part of our on-going efforts to systematically monitor environmentally controlled substances in our component parts inventory. Moreover, we participated in reforming IEC 62321, an international testing standard published by the International Electrotechnical Commission and used by RoHS, and the commission adopted our halogen-free combustion ion chromatography method in as IEC 62321-3-2, which was published in June 2013.

In February 2015, we were issued a corrective order and assessed a fine of W276 million, which we subsequently followed and paid, respectively, for violating the Occupational Health and Safety Act in connection with an accidental nitrogen gas exposure at one of our production facilities in Paju, Korea in January 2015. In 2016, we were assessed an additional fine of W10 million in connection with such accidental exposure for other violations of the Occupational Health and Safety Act. To prevent such accidents happening again in the future, we have strengthened our safety standards and management and employee education.

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In 2015 and 2016, we were assessed fines in the aggregate amount of W1.6 million, which we subsequently paid, for failure to meet certain reporting obligations under the Industrial Safety and Health Act. To prevent such violations from occurring again, we have strengthened our monitoring process and management and employee education training initiatives.

In June 2017, we were assessed a fine of W1 million, which we subsequently paid, for failure to meet certain waste disposal subcontractor requirements under the Waste Management Act. To prevent such violations from occurring again, we are strengthening the periodic evaluation process for our waste management subcontractors.

In June 2017, we were investigated by the Ministry of Employment and Labor in connection with the occurrence of a safety accident and found to be in violation of certain provisions of the Industrial Safety and Health Act relating to supervisory obligations. As a result, we were issued a corrective order and assessed a fine of W2.4 million. Relevant authorities are currently conducting further investigations. In order to prevent such accidents from occurring again, we are strengthening our safety management standards and training for our employees.

12. Financial Information**A. Financial highlights (Based on consolidated K-IFRS)**

Description	(Unit: In millions of Won)		
	As of September 30, 2017	As of December 31, 2016	As of December 31, 2015
Current assets	11,334,062	10,484,186	9,531,634
Quick assets	8,670,030	8,196,401	7,179,965
Inventories	2,664,032	2,287,785	2,351,669
Non-current assets	17,457,667	14,400,150	13,045,526
Investments in equity accounted investees	119,724	172,683	384,755
Property, plant and equipment, net	15,004,141	12,031,449	10,546,020
Intangible assets	888,592	894,937	838,730
Other non-current assets	1,445,210	1,301,081	1,276,021
Total assets	28,791,729	24,884,336	22,577,160
Current liabilities	8,079,139	7,058,219	6,606,712
Non-current liabilities	5,544,478	4,363,729	3,265,492
Total liabilities	13,623,617	11,421,948	9,872,204
Share capital	1,789,079	1,789,079	1,789,079
Share premium	2,251,113	2,251,113	2,251,113
Retained earnings	10,582,527	9,004,283	8,158,526
Other equity	(88,404)	(88,478)	(5,766)
Non-controlling interest	633,797	506,391	512,004

Total equity	15,168,112	13,462,388	12,704,956
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(Unit: In millions of Won, except for per share data and number of consolidated entities)

Description	For the nine months ended September 30, 2017	For the year ended December 31, 2016	For the year ended December 31, 2015
Revenue	20,664,143	26,504,074	28,383,884
Operating profit	2,417,142	1,311,416	1,625,566
Operating profit from continuing operations	1,893,409	931,508	1,023,456
Profit for the period	1,893,409	931,508	1,023,456
Profit attributable to:			
Owners of the Company	1,765,772	906,713	966,553
Non-controlling interest	127,637	24,795	56,903
Basic earnings per share	4,935	2,534	2,701
Diluted earnings per share	4,935	2,534	2,701
Number of consolidated entities	20	19	18

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B. Financial highlights (Based on separate K-IFRS)

Description	(Unit: In millions of Won)		
	As of September 30, 2017	As of December 31, 2016	As of December 31, 2015
Current assets	9,093,211	8,712,575	8,246,330
Quick assets	7,221,721	7,005,592	6,396,117
Inventories	1,871,490	1,706,983	1,850,213
Non-current assets	15,729,352	13,100,175	11,964,363
Investments	2,781,868	2,656,026	2,543,205
Property, plant and equipment, net	11,136,767	8,757,973	7,719,022
Intangible assets	697,218	673,966	607,398
Other non-current assets	1,113,499	1,012,210	1,094,738
Total assets	24,822,563	21,812,750	20,210,693
Current liabilities	7,047,907	6,176,344	6,505,979
Non-current liabilities	4,453,877	3,400,959	2,375,131
Total liabilities	11,501,784	9,577,303	8,881,110
Share capital	1,789,079	1,789,079	1,789,079
Share premium	2,251,113	2,251,113	2,251,113
Retained earnings	9,280,587	8,195,255	7,289,333
Reserves	0	0	58
Total equity	13,320,779	12,235,447	11,329,583

Description	(Unit: In millions of Won, except for per share data)		
	For the nine months ended September 30, 2017	For the year ended December 31, 2016	For the year ended December 31, 2015
Revenue	19,160,088	24,419,295	25,856,426
Operating profit	1,631,938	709,138	770,856
Operating profit from continuing operations	1,273,308	967,078	968,209
Profit for the period	1,273,308	967,078	968,209
Basic earnings per share	3,559	2,703	2,706
Diluted earnings per share	3,559	2,703	2,706

C. Consolidated subsidiaries (as of September 30, 2017)

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Company Interest	Primary Business	Location	Equity
LG Display America, Inc.	Sales	U.S.A.	100%
LG Display Japan Co., Ltd.	Sales	Japan	100%
LG Display Germany GmbH	Sales	Germany	100%
LG Display Taiwan Co., Ltd.	Sales	Taiwan	100%
LG Display Nanjing Co., Ltd.	Manufacturing	China	100%
LG Display Shanghai Co., Ltd.	Sales	China	100%
LG Display Poland Sp. zo.o.	Manufacturing	Poland	100%
LG Display Guangzhou Co., Ltd.	Manufacturing	China	100%
LG Display Shenzhen Co., Ltd.	Sales	China	100%
LG Display Singapore Pte. Ltd.	Sales	Singapore	100%
L&T Display Technology (Fujian) Limited	Manufacturing and sales	China	51%
LG Display Yantai Co., Ltd.	Manufacturing	China	100%
Nanumnuri Co., Ltd.	Workplace services	Korea	100%
LG Display (China) Co., Ltd.	Manufacturing and sales	China	70%
Unified Innovative Technology, LLC	Managing intellectual property	U.S.A.	100%
LG Display Guangzhou Trading Co., Ltd.	Sales	China	100%
Global OLED Technology LLC	Managing intellectual property	U.S.A.	100%
LG Display Vietnam Haiphong Co., Ltd.	Manufacturing	Vietnam	100%
Suzhou Lehui Display Co., Ltd.	Manufacturing and sales	China	100%
MMT (Money Market Trust)	Money market trust	Korea	100%

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D. Status of equity investments (as of September 30, 2017)

(1) Consolidated subsidiaries

Company	Investment Amount (in millions)	Initial Equity Investment Date	Equity Interest
LG Display America, Inc.	US\$411	September 24, 1999	100%
LG Display Japan Co., Ltd.	¥95	October 12, 1999	100%
LG Display Germany GmbH	EUR1	November 5, 1999	100%
LG Display Taiwan Co., Ltd.	NT\$116	May 19, 2000	100%
LG Display Nanjing Co., Ltd.	CNY3,020	July 15, 2002	100%
LG Display Shanghai Co., Ltd.	CNY4	January 16, 2003	100%
LG Display Poland Sp. zo.o.	PLN511	September 6, 2005	100%
LG Display Guangzhou Co., Ltd.	CNY1,655	August 7, 2006	100%
LG Display Shenzhen Co., Ltd.	CNY4	August 28, 2007	100%
LG Display Singapore Pte. Ltd.	US\$1.1	January 12, 2009	100%
L&T Display Technology (Fujian) Limited	CNY116	January 5, 2010	51%
LG Display Yantai Co., Ltd.	CNY1,008	April 19, 2010	100%
Nanumnuri Co., Ltd.	₩800	March 19, 2012	100%
LG Display (China) Co., Ltd. ⁽¹⁾	CNY8,232	December 27, 2012	70%
Unified Innovative Technology, LLC	US\$9	March 21, 2014	100%
LG Display Guangzhou Trading Co., Ltd.	CNY1.2	May 27, 2015	100%
Global OLED Technology LLC	US\$138	May 7, 2015	100%
LG Display Vietnam Haiphong Co., Ltd.	US\$100	May 13, 2016	100%
Suzhou Lehui Display Co., Ltd.	CNY637	July 1, 2016	100%
MMT (Money Market Trust) ⁽²⁾	₩157,335	March 31, 2017	100%

(1) In June 2017, LG Display Guangzhou Co., Ltd., our consolidated subsidiary, invested an additional ₩8,557 million in LG Display (China) Co., Ltd.

(2) We conducted money market trust acquisitions in the amount of ₩157,335 million during the nine months ended September 30, 2017.

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(2) Affiliated companies

Company ⁽¹⁾	Carrying Amount (in millions)	Date of Incorporation	Equity Interest
Paju Electric Glass Co., Ltd.	₩48,236	January 2005	40%
Invenia Co., Ltd.	₩3,161	January 2001	13%
Wooree E&L Co., Ltd.	₩7,407	June 2008	14%
LB Gemini New Growth Fund No. 16 ⁽²⁾	₩5,761	December 2009	31%
Can Yang Investments Limited ⁽³⁾	₩2,063	January 2010	9%
YAS Co., Ltd.	₩10,665	April 2002	15%
Avatec Co., Ltd.	₩22,123	August 2000	17%
Arctic Sentinel, Inc.		June 2008	10%
CYNORA GmbH ⁽⁴⁾	₩20,308	March 2003	14%

- (1) During the nine months ended September 30, 2017, we divested our entire equity interest in New Optics Ltd. and Narae Nanotech Corporation.
- (2) We participate as a limited member in LB Gemini New Growth Fund No. 16. During the reporting period, we received a distribution of ₩2,076 million as return of principal from our investments. The distribution did not affect our percentage interest.
- (3) During the reporting period, we recognized an impairment loss of ₩4,234 million, the difference between the carrying amount and the recoverable amount of our equity interest in Can Yang Investments Limited, which loss was categorized as finance costs.
- (4) In September 2017, we acquired 88,584 preferred shares with voting rights of CYNORA GmbH for ₩20,308 million. As of September 30, 2017, our percentage ownership interest in CYNORA GmbH is 14%, and we are entitled to appoint one director of CYNORA GmbH.

13. Audit Information

A. Audit service

Description	(Unit: In millions of Won, hours)		
	2017 Q1~Q3	2016	2015
Auditor	KPMG Samjong	KPMG Samjong	KPMG Samjong
Activity	Audit by independent auditor	Audit by independent auditor	Audit by independent auditor
Compensation ⁽¹⁾	1,040 (450) ⁽²⁾	1,020 (440) ⁽²⁾	990 (400) ⁽²⁾
Time required	11,521	18,291	17,530

- (1) Compensation amount is the contracted amount for the full fiscal year.
- (2) Compensation amount in () is for Form 20-F filing and SOX 404 audit.

B. Non-audit service

None.

14. Board of Directors

A. Members of the board of directors

As of September 30, 2017 our board of directors consisted of two non-outside directors, one non-standing director and four outside directors.

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Name	Position	(As of September 30, 2017) Primary responsibility
Sang Beom Han	Representative Director (non-outside), Chief Executive Officer and Vice Chairman	Chairman of the board of directors
Sang Don Kim ⁽¹⁾	Director (non-outside), Chief Financial Officer and Senior Vice President	Overall head of finances
Hyun Hwoi Ha ⁽²⁾	Director (non-standing)	Related to the overall management
Jin Jang ⁽³⁾	Outside Director	Related to the overall management
Joon Park ⁽⁴⁾	Outside Director	Related to the overall management
Sung Sik Hwang ⁽⁵⁾	Outside Director	Related to the overall management
Kun Tai Han ⁽⁶⁾	Outside Director	Related to the overall management

- (1) Sang Don Kim was reappointed for another term as a non-outside director at the annual general meeting of shareholders held on March 23, 2017.
- (2) Hyun Hwoi Ha was appointed as a non-standing director at the annual general meeting of shareholders held on March 23, 2017. Mr. Ha is also the chief executive officer of LG Corp., a non-standing director of LG Hausys, Ltd., a non-standing director of LG International Corp., a non-standing director of LG Uplus Corp., a non-standing director of LG Economic Research Institute and a non-standing director of LG CNS Co., Ltd.
- (3) Jin Jang was reappointed for another term as an outside director at the annual general meeting of shareholders held on March 23, 2017. Mr. Jang is also the chief executive officer of Silicon Display Co., Ltd.
- (4) Joon Park is also an outside director of Green Cross Holdings Corp.
- (5) Sung Sik Hwang is also an outside director of Kyobo Life Insurance Co., Ltd.
- (6) Kun Tai Han is also the chief executive officer of Hans Consulting.

B. Committees of the board of directors

We have the following committees that serve under our board of directors: Audit Committee, Outside Director Nomination Committee and Management Committee. The Management Committee consists of two non-outside directors, Sang Boem Han and Sang Don Kim.

During the reporting period, two meetings of the Outside Director Nomination Committee were held and the composition of the Outside Director Nomination Committee was as follows.

Committee	Composition	Member
Outside Director Nomination Committee	1 non-standing director and 2 outside directors	Yu Sig Kang, Joon Park ⁽¹⁾ , Sung Sik Hwang

(As of March 8, 2017)

(1) Joon Park was appointed as a member of the outside director nomination committee of the board of directors by the board of directors on January 23, 2017.

As of September 30, 2017, the composition of the Audit Committee was as follows.

		(As of September 30, 2017)
Committee	Composition	Member
Audit Committee	3 outside directors	Sung Sik Hwang ⁽¹⁾ , Joon Park, Kun Tai Han ⁽²⁾

(1) Sung Sik Hwang is the audit committee chairman.

(2) Kun Tai Han was appointed as a member of the audit committee of the board of directors at the annual general meeting of shareholders held on March 23, 2017.

Table of Contents**C. Independence of directors**

Directors are appointed in accordance with the procedures of the Commercial Act and other relevant laws and regulations. Our board of directors is independent as four out of the seven directors that comprise the board are outside directors. Outside directors candidates are nominated for appointment at a shareholders meeting after undergoing rigorous review by the Outside Director Nomination Committee.

All of our current outside directors were nominated by the Outside Director Nomination Committee, and all of our current non-outside directors were nominated by the board of directors.

15. Information Regarding Shares**A. Total number of shares**

- (1) Total number of shares authorized to be issued (as of September 30, 2017): 500,000,000 shares.
- (2) Total shares issued and outstanding (as of September 30, 2017): 357,815,700 shares.

B. Shareholder list

- (1) Largest shareholder and related parties as of September 30, 2017:

Name	Relationship	Number of shares of common stock	Equity interest
LG Electronics	Largest Shareholder	135,625,000	37.90%
Sang Beom Han	Related Party	31,355	0.01%
Sang Don Kim	Related Party	4,000	0.00%

- (2) Shareholders who are known to us to own 5% or more of our shares as of September 30, 2017:

Beneficial owner	Number of shares of common stock	Equity interest
LG Electronics	135,625,000	37.90%
National Pension Service	32,930,270	9.20%

16. Directors and Employees

A. Directors

(1) Remuneration for directors in 2017 Q1~Q3

(Unit: person, in millions of Won)

Classification	No. of directors ⁽¹⁾	Amount paid ⁽²⁾	Per capita average remuneration paid ⁽³⁾
Non-outside directors	3	2,442	814
Outside directors who are not audit committee members	1	59	59
Outside directors who are audit committee members	3	176	59
Total	7	2,677	932

(1) Number of directors as of September 30, 2017.

(2) Amount paid is calculated on the basis of amount of cash actually paid.

(3) Per capita average remuneration paid is calculated by dividing total amount paid by the average number of directors for the nine months ended September 30, 2017.

(2) Remuneration for individual directors and audit committee members
Not required for quarterly reports.

(3) Stock options
Not applicable.

Table of Contents**B. Employees**

As of September 30, 2017, we had 33,127 employees (excluding our executive officers). On average, our male employees have served 9.0 years and our female employees have served 7.5 years. The total amount of salary paid to our employees for the nine months ended September 30, 2017 based on income tax statements submitted to the Korean tax authority in accordance with Article 20 of the Income Tax Act was ₩1,428,185 million for our male employees and ₩340,688 million for our female employees. The following table provides details of our employees as of September 30, 2017:

	(Unit: person, in millions of Won, year)			
	Number of employees ⁽¹⁾	Total salary in 2017 Q1~Q3 ⁽²⁾⁽³⁾⁽⁴⁾	Total salary per capita ⁽⁵⁾	Average years of service
Male	24,899	1,428,185	58	9.0
Female	8,228	340,688	41	7.5
Total	33,127	1,768,873	54	8.7

- (1) Excludes temporary employees hired for temporarily required tasks or as temporary replacements for employees on maternity/child-rearing leaves.
- (2) Welfare benefits and retirement expenses have been excluded. Total welfare benefit provided to our employees for the nine months ended September 30, 2017 was ₩271,071 million and the per capita welfare benefit provided was ₩8.3 million.
- (3) Based on income tax statements (amounts are based on pre-income tax figures), which are submitted to the Korean tax authority in accordance with Article 20 of the Income Tax Act.
- (4) Includes incentive payments to employees who have transferred from our affiliated companies.
- (5) Calculated using the average number of employees (male: 24,517, female: 8,277) for the nine months ended September 30, 2017.

17. Material Events Subsequent to the Reporting Period

On October 27, 2017, we issued corporate bonds in an aggregate amount of Won 200 billion. The following table provides details of such issuance:

Type of Securities	Type of Offering	Issue Date	Issue Amount	Interest Rate	Credit Rating	Date of Maturity	Underwriters
Corporate Bonds	Public	October 27, 2017	Won 150,000,000,000	2.564%	AA (Korea Investors Service; Korea Ratings Corporation)	October 27, 2020	KB Securities; Korea Investment & Securities; CAPE Investment

& Securities;
NH
Investment
& Securities;
Mirae Asset
Daewoo

October 27, 2017 Won 50,000,000,000 2.911% October 27, 2022

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LG DISPLAY CO., LTD. AND SUBSIDIARIES
Condensed Consolidated Interim Financial Statements
(Unaudited)
September 30, 2017 and 2016
(With Independent Auditors' Review Report Thereon)

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Independent Auditors' Review Report

Based on a report originally issued in Korean

To the Board of Directors and Shareholders

LG Display Co., Ltd.:

Reviewed Financial Statements

We have reviewed the accompanying condensed consolidated interim financial statements of LG Display Co., Ltd. and subsidiaries (the Group) which comprise the condensed consolidated interim statement of financial position as of September 30, 2017, the condensed consolidated interim statements of comprehensive income (loss) for the three-month and nine-month periods ended September 30, 2017 and 2016, the statements of changes in equity and cash flows for the nine-month periods ended September 30, 2017 and 2016, and notes comprising a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Condensed Consolidated Interim Financial Statements

Management is responsible for the preparation and fair presentation of these condensed consolidated interim financial statements in accordance with Korean International Financial Reporting Standards No. 1034, *Interim Financial Reporting*, and for such internal controls as management determines necessary to enable the preparation of condensed consolidated interim financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to issue a report on these condensed consolidated interim financial statements based on our reviews.

We conducted our reviews in accordance with the Review Standards for Quarterly and Semiannual Financial Statements established by the Security and Futures Commission of the Republic of Korea. A review of interim financial information consists principally of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Korean Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our reviews, nothing has come to our attention that causes us to believe that the condensed consolidated interim financial statements referred to above are not presented fairly, in all material respects, in accordance with Korean International Financial Reporting Standards No. 1034, *Interim Financial Reporting*.

Other Matters

The procedures and practices utilized in the Republic of Korea to review such condensed consolidated interim financial statements may differ from those generally accepted and applied in other countries.

We audited the consolidated statement of financial position as of December 31, 2016 and the related consolidated statements of comprehensive income, changes in equity and cash flows for the year then ended, which are not accompanying this review report, in accordance with Korean Standards on Auditing, and our report thereon, dated February 21, 2017, expressed an unqualified opinion. The accompanying condensed consolidated statement of financial position of the Group as of December 31, 2016, presented for comparative purposes, is not different from that audited by us from which it was derived in all material respects.

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KPMG Samjong Accounting Corp.

Seoul, Korea

November 10, 2017

This report is effective as of November 10, 2017 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 condensed consolidated interim financial statements and notes thereto. Accordingly, the readers of the review report should understand that the above review report has not been updated to reflect the impact of such subsequent events or circumstances, if any.

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LG DISPLAY CO., LTD. AND SUBSIDIARIES

Condensed Consolidated Interim Statements of Financial Position

(Unaudited)

As of September 30, 2017 and December 31, 2016

<i>(In millions of won)</i>	Note	September 30, 2017	December 31, 2016
Assets			
Cash and cash equivalents	4, 25	₩ 1,974,036	1,558,696
Deposits in banks	4, 25	1,328,010	1,163,750
Trade accounts and notes receivable, net	5, 14, 25, 27	4,847,867	4,957,993
Other accounts receivable, net	5, 25	87,416	143,592
Other current financial assets	6, 25	23,790	28,016
Inventories	7	2,664,032	2,287,785
Prepaid income taxes		371	592
Other current assets	5	408,540	343,762
Total current assets		11,334,062	10,484,186
Deposits in banks	4, 25	11	13
Investments in equity accounted investees	8	119,724	172,683
Other non-current financial assets	6, 25	63,522	74,633
Property, plant and equipment, net	9, 17	15,004,141	12,031,449
Intangible assets, net	10, 17	888,592	894,937
Deferred tax assets	23	972,821	867,011
Other non-current assets	5	408,856	359,424
Total non-current assets		17,457,667	14,400,150
Total assets		₩ 28,791,729	24,884,336
Liabilities			
Trade accounts and notes payable	25, 27	₩ 2,962,856	2,877,326
Current financial liabilities	11, 25	1,218,849	667,909
Other accounts payable	25	2,621,112	2,449,517
Accrued expenses		652,139	639,629
Income tax payable		371,785	257,082
Provisions	13	73,814	55,972
Advances received		134,188	61,818
Other current liabilities	13	44,396	48,966
Total current liabilities		8,079,139	7,058,219
Non-current financial liabilities	11, 25	4,165,532	4,111,333
Non-current provisions	13	24,043	8,155
Defined benefit liabilities, net	12	297,306	142,987

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Long-term advances received	14	960,361	
Deferred tax liabilities	23	27,324	32,108
Other non-current liabilities	13	69,912	69,146
Total non-current liabilities		5,544,478	4,363,729
Total liabilities		13,623,617	11,421,948
Equity			
Share capital	15	1,789,079	1,789,079
Share premium		2,251,113	2,251,113
Retained earnings		10,582,527	9,004,283
Reserves	15	(88,404)	(88,478)
Total equity attributable to owners of the Controlling Company		14,534,315	12,955,997
Non-controlling interests		633,797	506,391
Total equity		15,168,112	13,462,388
Total liabilities and equity		₩ 28,791,729	24,884,336

See accompanying notes to the condensed consolidated interim financial statements.

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LG DISPLAY CO., LTD. AND SUBSIDIARIES

Condensed Consolidated Interim Statements of Comprehensive Income (Loss)

(Unaudited)

For the three-month and nine-month periods ended September 30, 2017 and 2016

<i>(In millions of won, except earnings per share)</i>	Note	For the three-month period		For the nine-month period	
		ended September 30 2017	ended September 30 2016	ended September 30 2017	ended September 30 2016
Revenue	16, 17, 27	₩ 6,973,095	6,723,775	₩ 20,664,143	18,568,118
Cost of sales	7, 18, 27	(5,717,586)	(5,784,216)	(16,175,486)	(16,391,890)
Gross profit		1,255,509	939,559	4,488,657	2,176,228
Selling expenses	19	(212,817)	(165,580)	(678,546)	(491,349)
Administrative expenses	19	(170,625)	(152,396)	(511,032)	(451,529)
Research and development expenses		(286,074)	(298,420)	(881,937)	(826,275)
Operating profit		585,993	323,163	2,417,142	407,075
Finance income	22	35,752	92,766	164,176	165,474
Finance costs	22	(45,954)	(60,494)	(192,961)	(192,080)
Other non-operating income	21	226,800	231,530	767,282	860,948
Other non-operating expenses	21	(205,871)	(335,345)	(873,892)	(995,176)
Equity in gain (loss) of equity accounted investees, net		2,003	(3,169)	6,915	5,477
Profit before income tax		598,723	248,451	2,288,662	251,718
Income tax expense	23	(121,479)	(58,897)	(395,253)	(144,893)
Profit for the period		477,244	189,554	1,893,409	106,825
Other comprehensive income (loss)					
Items that will never be reclassified to profit or loss					
Remeasurements of net defined benefit liabilities	12	(3,639)	(1,033)	(11,963)	(3,817)
Other comprehensive income (loss) from associates and joint ventures		(45)	(7)	448	203
Related income tax	12	881	250	2,895	924
		(2,803)	(790)	(8,620)	(2,690)
Items that are or may be reclassified to profit or loss					

Net change in fair value of available-for-sale financial assets	22				(77)
Foreign currency translation differences for foreign operations		109,892	(237,609)	(895)	(315,442)
Other comprehensive income (loss) from associates and joint ventures		204	4,009	2,367	(2,362)
Related income tax	22				19
		110,096	(233,600)	1,472	(317,862)
Other comprehensive income (loss) for the period, net of income tax		107,293	(234,390)	(7,148)	(320,552)
Total comprehensive income (loss) for the period		₩ 584,537	(44,836)	₩ 1,886,261	(213,727)
Profit attributable to:					
Owners of the Controlling Company		₩ 441,982	177,825	1,765,772	108,676
Non-controlling interests		35,262	11,729	127,637	(1,851)
Profit for the period		₩ 477,244	189,554	₩ 1,893,409	106,825
Total comprehensive income (loss) attributable to:					
Owners of the Controlling Company		₩ 532,860	(27,145)	1,757,226	(172,160)
Non-controlling interests		51,677	(17,691)	129,035	(41,567)
Total comprehensive income (loss) for the period		₩ 584,537	(44,836)	₩ 1,886,261	(213,727)
Earnings per share (In won)					
Basic earnings per share	24	₩ 1,235	497	₩ 4,935	304
Diluted earnings per share	24	₩ 1,235	497	₩ 4,935	304

See accompanying notes to the condensed consolidated interim financial statements.

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LG DISPLAY CO., LTD. AND SUBSIDIARIES

Condensed Consolidated Interim Statements of Changes in Equity

(Unaudited)

For the nine-month periods ended September 30, 2017 and 2016

<i>(In millions of won)</i>	Attributable to owners of the Controlling Company					Non-controlling interests	Total equity
	Share capital	Share premium	Retained earnings	Reserves	Sub-total		
Balances at January 1, 2016	₩ 1,789,079	2,251,113	8,158,526	(5,766)	12,192,952	512,004	12,704,956
Total comprehensive income (loss) for the period							
Profit(loss) for the period			108,676		108,676	(1,851)	106,825
Other comprehensive income (loss)							
Net change in fair value of available-for-sale financial assets, net of tax				(58)	(58)		(58)
Remeasurements of net defined benefit liabilities, net of tax			(2,893)		(2,893)		(2,893)
Foreign currency translation differences for foreign operations, net of tax				(275,726)	(275,726)	(39,716)	(315,442)
Other comprehensive income (loss) from associates and joint ventures			203	(2,362)	(2,159)		(2,159)
Total other comprehensive loss			(2,690)	(278,146)	(280,836)	(39,716)	(320,552)
Total comprehensive income (loss) for the	₩		105,986	(278,146)	(172,160)	(41,567)	(213,727)

period

Transaction with owners, recognized directly in equity

Dividends to equity holders			(178,908)		(178,908)		(178,908)
Subsidiaries dividends distributed to non-controlling interests						(10,658)	(10,658)

Balances at

September 30, 2016	₩ 1,789,079	2,251,113	8,085,604	(283,912)	11,841,884	459,779	12,301,663
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Balances at

January 1, 2017	₩ 1,789,079	2,251,113	9,004,283	(88,478)	12,955,997	506,391	13,462,388
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Total comprehensive income (loss) for the period

Profit for the period			1,765,772		1,765,772	127,637	1,893,409
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Other comprehensive income (loss)

Remeasurements of net defined benefit liabilities, net of tax			(9,068)		(9,068)		(9,068)
Foreign currency translation differences for foreign operations, net of tax				(2,293)	(2,293)	1,398	(895)
Other comprehensive income from associates and joint ventures			448	2,367	2,815		2,815

Total other comprehensive income (loss)

			(8,620)	74	(8,546)	1,398	(7,148)
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Total comprehensive income for the period

₩			1,757,152	74	1,757,226	129,035	1,886,261
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Transaction with owners, recognized directly in equity

Dividends to equity holders			(178,908)		(178,908)		(178,908)
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Subsidiaries dividends distributed to non-controlling interests						(5,929)	(5,929)
Capital contribution from non-controlling interests						4,300	4,300

Balances at September 30, 2017	₩ 1,789,079	2,251,113	10,582,527	(88,404)	14,534,315	633,797	15,168,112
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See accompanying notes to the condensed consolidated interim financial statements.

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LG DISPLAY CO., LTD. AND SUBSIDIARIES

Condensed Consolidated Interim Statements of Cash Flows

(Unaudited)

For the nine-month periods ended September 30, 2017 and 2016

<i>(In millions of won)</i>	Note	2017	2016
Cash flows from operating activities:			
Profit for the period		₩ 1,893,409	106,825
Adjustments for:			
Income tax expense	23	395,253	144,893
Depreciation	18	2,013,067	2,035,720
Amortization of intangible assets	18	316,036	265,905
Gain on foreign currency translation		(128,321)	(67,054)
Loss on foreign currency translation		85,638	97,423
Expenses related to defined benefit plans	12	148,679	165,833
Gain on disposal of property, plant and equipment		(14,259)	(7,662)
Loss on disposal of property, plant and equipment		9,340	3,122
Gain on disposal of intangible assets		(308)	
Loss on disposal of intangible assets		9	20
Impairment loss on intangible assets		1,717	125
Finance income		(103,672)	(124,025)
Finance costs		118,544	128,488
Equity in gain of equity method accounted investees, net	8	(6,915)	(5,477)
Other income		(16,505)	(15,546)
Other expenses		165,368	133,661
		2,983,671	2,755,426
Changes in			
Trade accounts and notes receivable		223,256	(9,725)
Other accounts receivable		35,132	46,085
Other current assets		9,105	(110,854)
Inventories		(370,064)	(98,484)
Other non-current assets		(115,894)	(97,887)
Trade accounts and notes payable		45,297	256,237
Other accounts payable		(66,742)	(40,616)
Accrued expenses		20,974	(78,084)
Other current liabilities		(4,228)	4,557
Long-term advance received		1,020,470	
Other non-current liabilities		5,178	14,004
Provisions		(130,380)	(107,083)
Defined benefit liabilities, net		(6,311)	(119,841)
		665,793	(341,691)

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Cash generated from operating activities	5,542,873	2,520,560
Income taxes paid	(358,096)	(169,412)
Interests received	36,855	36,290
Interests paid	(99,246)	(95,367)
Net cash provided by operating activities	₩ 5,122,386	2,292,071

See accompanying notes to the condensed consolidated interim financial statements.

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LG DISPLAY CO., LTD. AND SUBSIDIARIES