

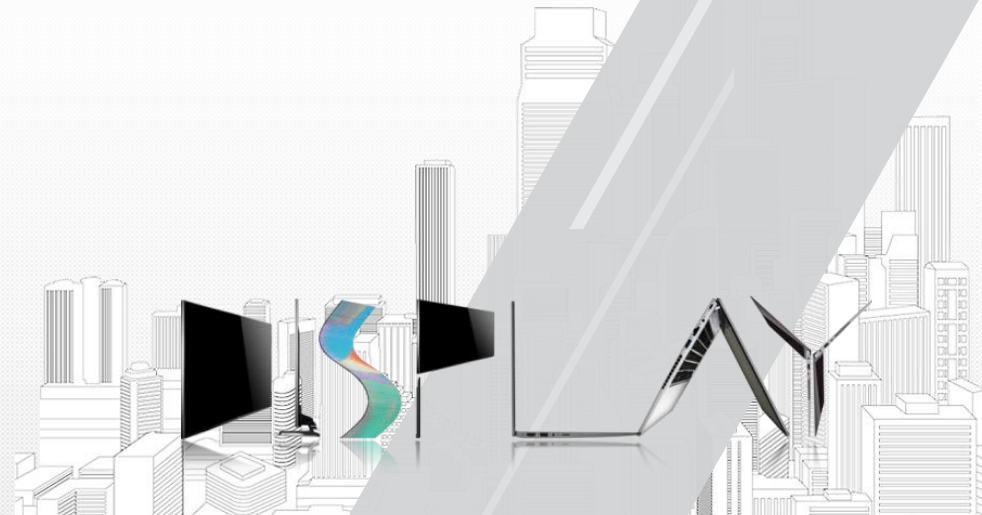
2019 Q4 Earnings Results



January 31, 2020

- This presentation contains forward-looking statements. We may also make written or oral forward-looking statements in our periodic reports to the United States Securities and Exchange Commission and the Korean Financial Supervisory Service, in our annual report to shareholders, in our proxy statements, in our offering circulars and prospectuses, in press releases and other written materials and in oral statements made by our officers, directors or employees to third parties. Statements that are not historical facts, including statements about our beliefs and expectations, are forward-looking statements. These statements are based on current plans, estimates and projections, and therefore you should not place undue reliance on them. Forward-looking statements speak only as of the date they are made, and we undertake no obligation to update publicly any of them in light of new information or future events.
- Forward-looking statements involve inherent risks and uncertainties. We caution you that a number of important factors could cause actual results to differ materially from those contained in any forward-looking statement. Such factors include, but are not limited to: our highly competitive environment; the cyclical nature of our industry; our ability to introduce new products on a timely basis; our dependence on growth in the demand for our products; our ability to successfully execute our expansion strategy; our dependence on key personnel; and general economic and political conditions, including those related to Display industry; possible disruptions in business activities caused by natural and human-induced disasters, including terrorist activity and armed conflict; and fluctuations in foreign currency exchange rates. Additional information as to these and other factors that may cause actual results to differ materially from our forward-looking statements can be found in our filings with the United States Securities and Exchange Commission.
- All financial information contained in this document is based on consolidated K-IFRS.
- This presentation also includes information regarding our historical financial performance through December 31, 2019 and our expectations regarding future performance which is available on our investor relations website at <http://www.lgdisplay.com> under the file name Q4 2019 Earnings Results Presentation.

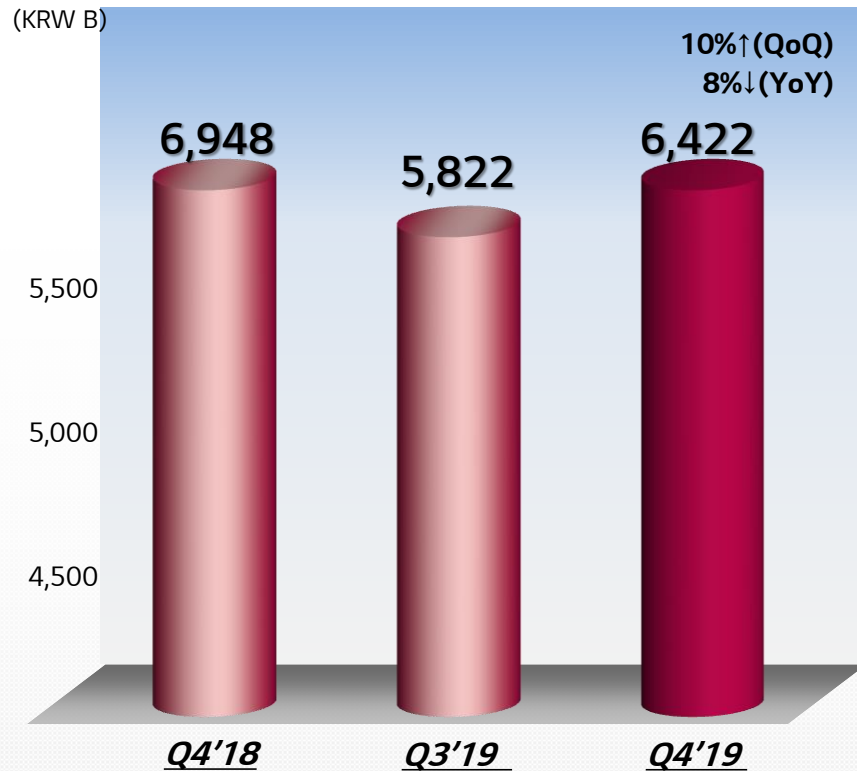
2019 Q4 Highlight



Revenues & Profits

Revenues

(Unit : KRW B)



Profits

(Unit : KRW B, %)

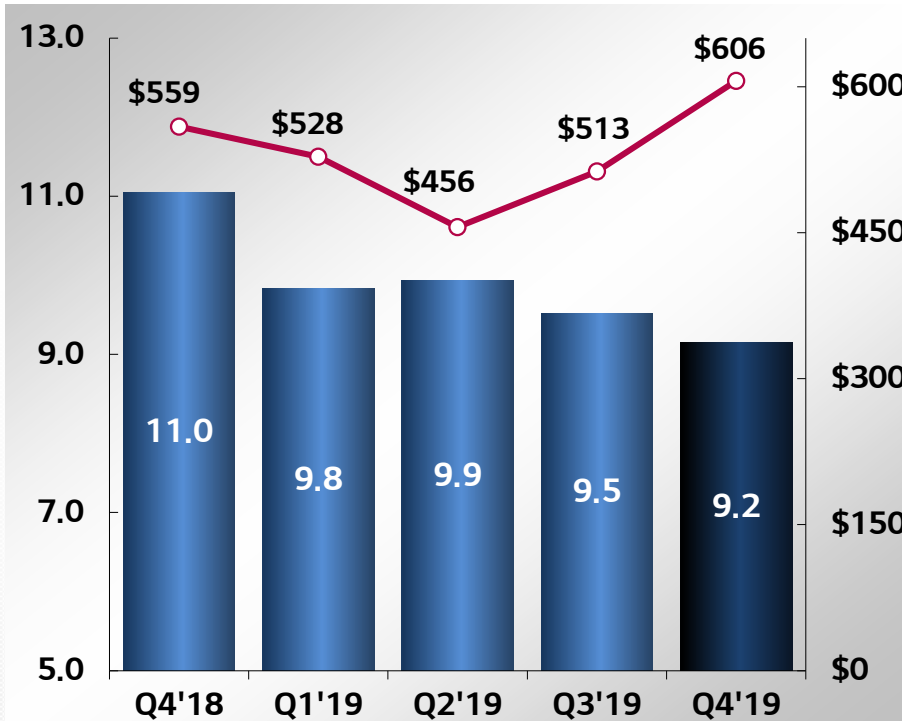
| | Q4'18 | Q3'19 | Q4'19 | QoQ | YoY |
|-------------------|--------------|-------------|-------------|-----|------|
| Operating Income | 279 4% | -436 -8% | -422 -7% | N/A | N/A |
| EBITDA* | 1,134 16% | 613 11% | 586 9% | -4% | -44% |
| Income Before Tax | 235 | -600 | -2,173 | N/A | N/A |
| Net Income | 153 | -442 | -1,817 | N/A | N/A |

* EBITDA = Operating Income + Depreciation + Amortization *K-IFRS (Consolidated)*

Shipment, ASP and Capacity

Shipment and ASP

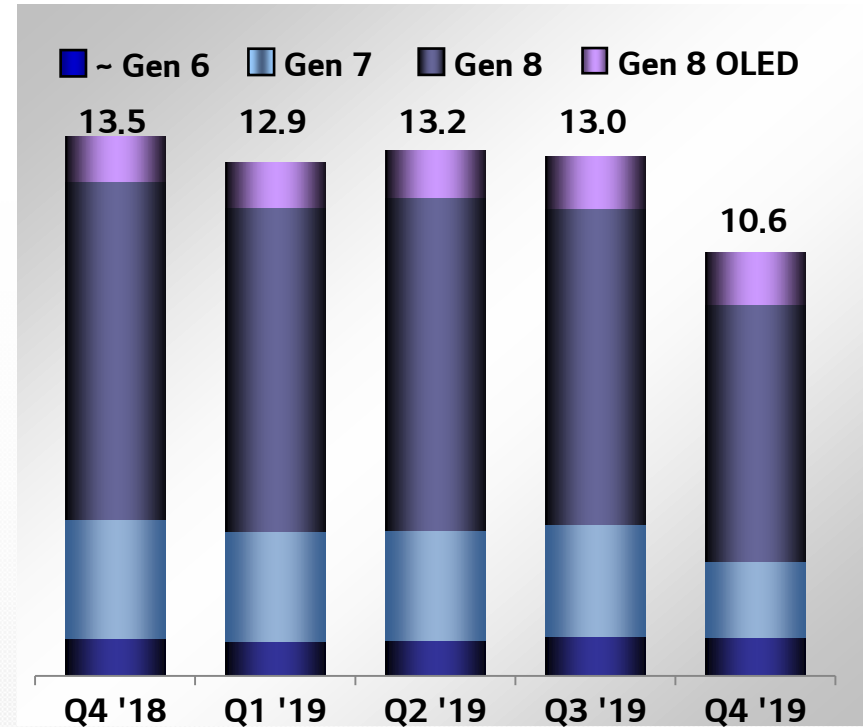
(Unit : M m², ASP/m²)



Net Display area shipment in M m²
 ASP per m² (USD)

Capacity

(Unit : M m²)



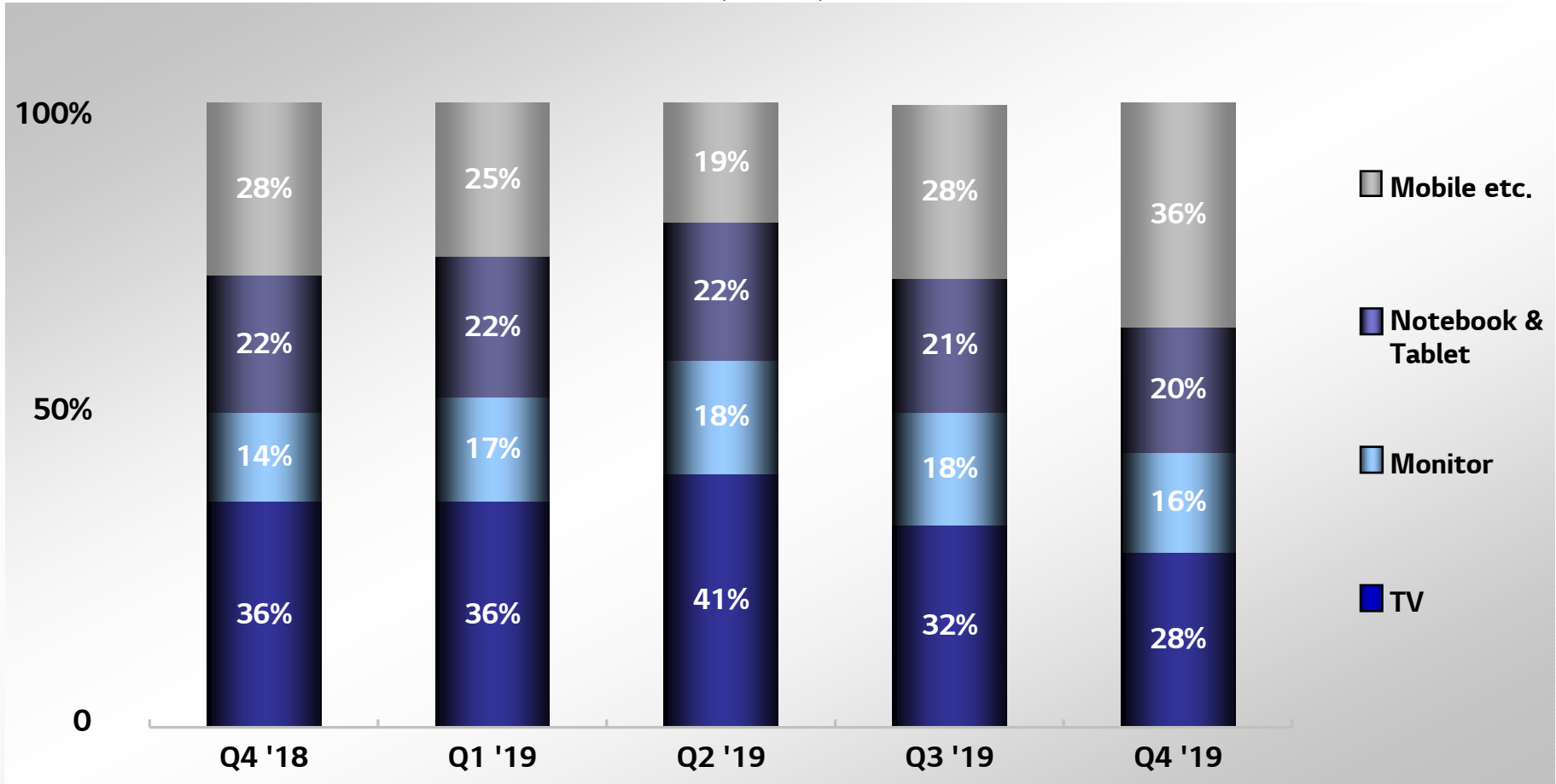
Quarterly producible capacity by area

Source: Company financials

Revenue: Product Mix

Product Mix by Rev.

(Unit : %)



Source: Unaudited, Company financials (KRW)

Financial Positions & Ratios

Financial Positions

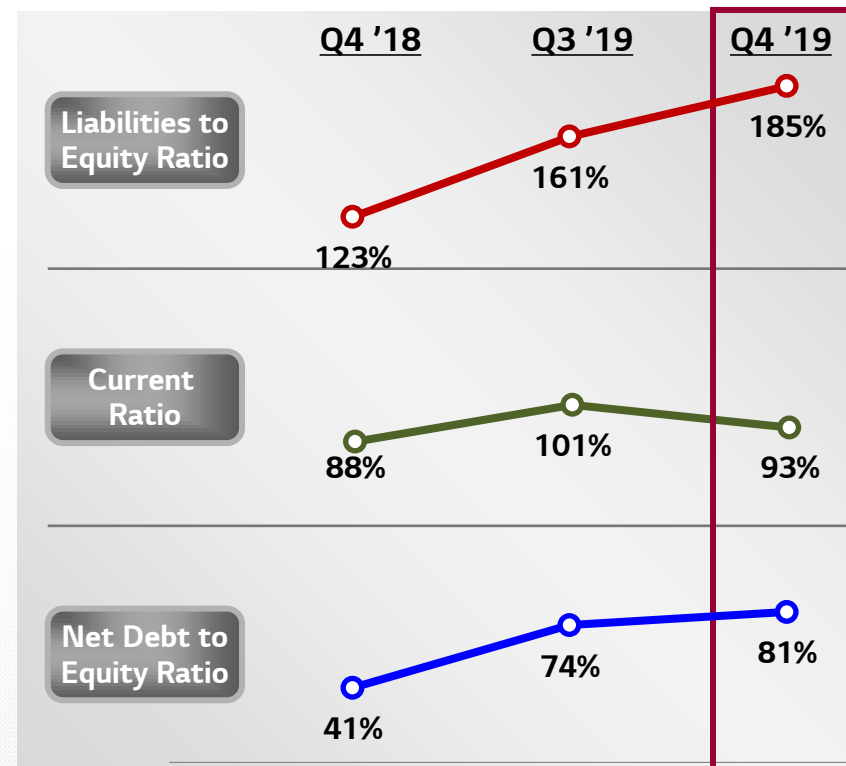
(Unit : KRW B)

| | Q4 '18 | Q3 '19 | Q4 '19 |
|-----------------------------|---------------|---------------|---------------|
| Assets | 33,176 | 37,443 | 35,575 |
| Current Assets | 8,800 | 10,780 | 10,248 |
| Cash* | 2,443 | 2,838 | 3,415 |
| Inventory | 2,691 | 2,727 | 2,051 |
| Non-Current Assets | 24,376 | 26,663 | 25,326 |
| Liabilities | 18,289 | 23,117 | 23,086 |
| Current Liabilities | 9,954 | 10,641 | 10,985 |
| Non-Current Liab. | 8,335 | 12,476 | 12,101 |
| Shareholders' Equity | 14,886 | 14,326 | 12,488 |
| Debts | 8,559 | 13,429 | 13,481 |
| Net Debts | 6,115 | 10,591 | 10,066 |

* Cash includes short term financial instruments.

Financial Ratios

(Unit : %)



K-IFRS (Consolidated)

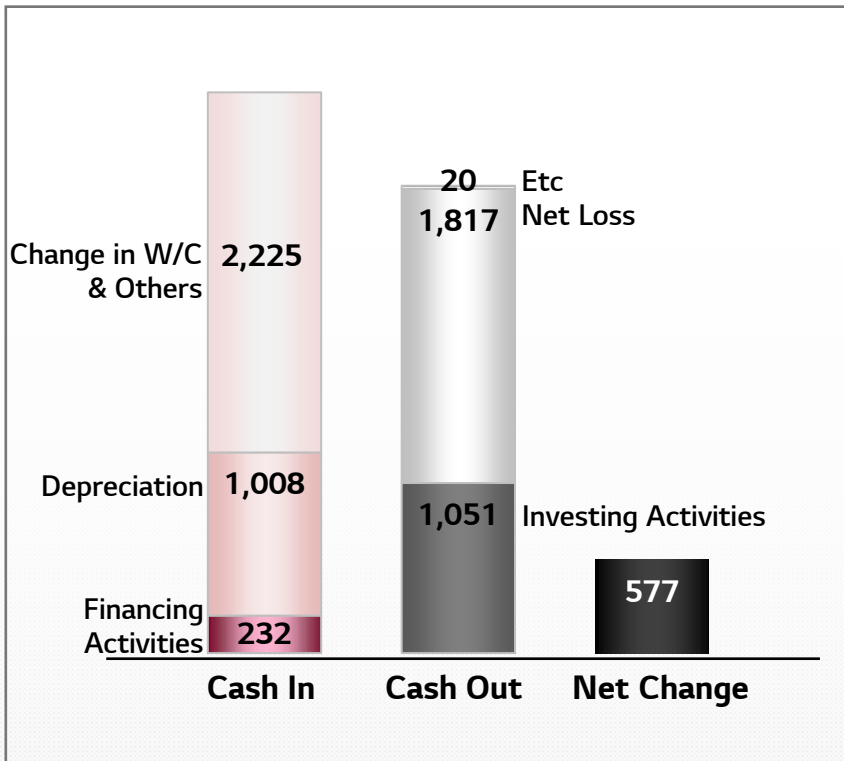
Source : Unaudited, Company financials

Any discrepancies in any table between the totals and the sums of the amounts listed are due to rounding.

Cash Flow

Net Cash Flow

(Unit : KRW B)



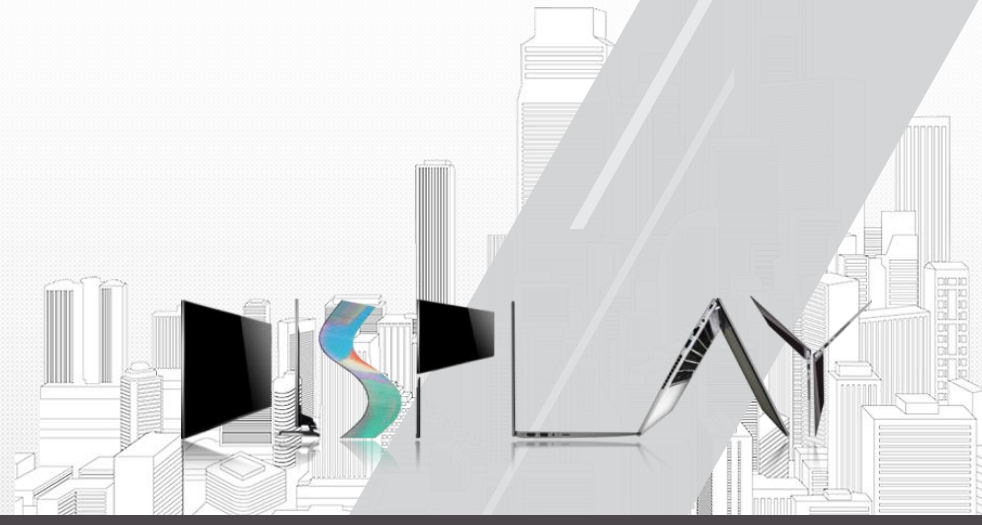
Cash Flow Statement

(Unit : KRW B)

| | Q4 '19 |
|---|----------------|
| Cash at the Beginning of Quarter | 2,838 |
| Cash Flow from Operating Activities | 1,416 |
| <i>Net Income</i> | <i>(1,817)</i> |
| <i>Depreciation & Amortization</i> | <i>1,008</i> |
| <i>Change in Working Capital & Others</i> | <i>2,225</i> |
| Cash Flow from Investing Activities | (1,051) |
| Cash Flow before Financing Activities | 365 |
| <i>Financing Activities</i> | <i>232</i> |
| <i>Others</i> | <i>(20)</i> |
| Net Change in Cash | 577 |
| Cash at the End of Quarter | 3,415 |

K-IFRS (Consolidated)

Outlook





Question and Answers



You Dream,
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Appendix

IFRS Statements of Income

Unit: KRW Bn

| Accounts | Q3'16 | Q4'16 | 2016 | Q1'17 | Q2'17 | Q3'17 | Q4'17 | 2017 | Q1'18 | Q2'18 | Q3'18 | Q4'18 | 2018 | Q1'19 | Q2'19 | Q3'19 | Q4'19 | 2019 |
|--------------------|-------|-------|--------|-------|-------|-------|-------|--------|-------|-------|-------|-------|--------|-------|--------|--------|--------|--------|
| Revenue | 6,724 | 7,936 | 26,504 | 7,062 | 6,629 | 6,973 | 7,126 | 27,790 | 5,675 | 5,611 | 6,103 | 6,948 | 24,337 | 5,879 | 5,353 | 5,822 | 6,422 | 23,476 |
| COGS | 5,784 | 6,362 | 22,754 | 5,343 | 5,115 | 5,717 | 6,249 | 22,424 | 5,133 | 5,144 | 5,214 | 5,761 | 21,252 | 5,246 | 4,872 | 5,520 | 5,969 | 21,607 |
| Gross Profit | 940 | 1,574 | 3,750 | 1,719 | 1,514 | 1,256 | 877 | 5,366 | 542 | 467 | 889 | 1,187 | 3,085 | 633 | 481 | 302 | 452 | 1,868 |
| Operating Income | 323 | 904 | 1,311 | 1,027 | 804 | 586 | 45 | 2,462 | -98 | -228 | 140 | 279 | 93 | -132 | -369 | -436 | -422 | -1,359 |
| EBITDA | 1,024 | 1,624 | 4,333 | 1,743 | 1,583 | 1,420 | 930 | 5,676 | 812 | 681 | 1,020 | 1,134 | 3,647 | 679 | 458 | 613 | 586 | 2,336 |
| Income before tax | 248 | 1,065 | 1,316 | 858 | 832 | 599 | 44 | 2,333 | -96 | -340 | 110 | 235 | -91 | -129 | -442 | -600 | -2,173 | -3,344 |
| Net Income | 190 | 825 | 932 | 679 | 737 | 477 | 44 | 1,937 | -49 | -301 | 18 | 153 | -179 | -63 | -550 | -442 | -1,817 | -2,872 |
| EPS (Unit: KRW) | 530 | 2,305 | 2,603 | 1,899 | 2,059 | 1,334 | 122 | 5,414 | -137 | -840 | 49 | 427 | -501 | -175 | -1,538 | -1,236 | -5,078 | -8,027 |
| Margins (%) | | | | | | | | | | | | | | | | | | |
| Gross Margin | 14.0 | 19.8 | 14.1 | 24.3 | 22.8 | 18.0 | 12.3 | 19.3 | 9.6 | 8.3 | 14.6 | 17.1 | 12.7 | 10.8 | 9.0 | 5.2 | 7.0 | 8.0 |
| Operating Margin | 4.8 | 11.4 | 4.9 | 14.5 | 12.1 | 8.4 | 0.6 | 8.9 | -1.7 | -4.1 | 2.3 | 4.0 | 0.4 | -2.2 | -6.9 | -7.5 | -6.6 | -5.8 |
| EBITDA Margin | 15.2 | 20.5 | 16.3 | 24.7 | 23.9 | 20.4 | 13.1 | 20.4 | 14.3 | 12.1 | 16.7 | 16.3 | 15.0 | 11.5 | 8.6 | 10.5 | 9.1 | 10.0 |

Source: Unaudited, Company financials

K-IFRS (Consolidated)

Any discrepancies in any table between the totals and the sums of the amounts listed are due to rounding.

IFRS Statements of Financial Position

Unit: KRW Bn

| Accounts | Q3'16 | Q4'16 | Q1'17 | Q2'17 | Q3'17 | Q4'17 | Q1'18 | Q2'18 | Q3'18 | Q4'18 | Q1'19 | Q2'19 | Q3'19 | Q4'19 |
|------------------------------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|
| Assets | 23,570 | 24,884 | 24,805 | 26,501 | 28,792 | 29,160 | 29,995 | 31,444 | 32,120 | 33,176 | 35,388 | 35,601 | 37,443 | 35,575 |
| A/R | 4,107 | 4,958 | 4,431 | 4,466 | 4,848 | 4,325 | 3,496 | 3,491 | 3,302 | 2,829 | 3,386 | 2,676 | 3,621 | 3,154 |
| Cash* | 2,481 | 2,722 | 2,303 | 2,602 | 3,302 | 3,360 | 3,497 | 3,197 | 2,839 | 2,443 | 2,483 | 2,502 | 2,838 | 3,415 |
| Inventory | 2,492 | 2,288 | 2,283 | 2,343 | 2,664 | 2,350 | 2,350 | 2,430 | 2,587 | 2,691 | 2,630 | 2,569 | 2,727 | 2,051 |
| Liabilities | 11,269 | 11,422 | 11,096 | 11,912 | 13,624 | 14,178 | 15,170 | 16,911 | 17,428 | 18,289 | 20,098 | 20,872 | 23,117 | 23,086 |
| A/P | 3,070 | 2,877 | 2,437 | 2,444 | 2,963 | 2,875 | 2,803 | 2,970 | 3,177 | 3,087 | 2,970 | 2,815 | 2,673 | 2,618 |
| Short-term debts | 1,113 | 668 | 767 | 834 | 1,219 | 1,453 | 2,148 | 2,182 | 2,049 | 1,554 | 1,549 | 1,803 | 1,875 | 1,940 |
| Long-term debts | 3,680 | 4,111 | 3,917 | 4,188 | 4,165 | 4,150 | 4,584 | 5,384 | 5,665 | 7,005 | 9,151 | 9,605 | 11,554 | 11,541 |
| Shareholders' Equity | 12,301 | 13,462 | 13,709 | 14,589 | 15,168 | 14,982 | 14,825 | 14,533 | 14,692 | 14,887 | 15,290 | 14,729 | 14,326 | 12,488 |
| BPS (Unit: KRW) | 34,380 | 37,624 | 38,313 | 40,774 | 42,391 | 41,869 | 41,434 | 40,615 | 41,060 | 41,603 | 42,730 | 41,162 | 40,037 | 34,901 |
| Net debt to equity ratio (%) | 18.8 | 15.3 | 17.4 | 16.6 | 13.7 | 15.0 | 21.8 | 30.1 | 33.2 | 41.1 | 53.7 | 60.5 | 73.9 | 80.6 |

Source: Unaudited, Company financials

K-IFRS (Consolidated)

* Cash includes short term financial instruments.

Any discrepancies in any table between the totals and the sums of the amounts listed are due to rounding.

IFRS Statements of Cash Flow

Unit: KRW Bn

| Accounts | Q3'16 | Q4'16 | 2016 | Q1'17 | Q2'17 | Q3'17 | Q4'17 | 2017 | Q1'18 | Q2'18 | Q3'18 | Q4'18 | 2018 | Q1'19 | Q2'19 | Q3'19 | Q4'19 | 2019 |
|---|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|
| Net Income | 190 | 825 | 932 | 679 | 737 | 477 | 44 | 1,937 | -49 | -301 | 18 | 153 | -179 | -63 | -550 | -442 | -1,817 | -2,872 |
| Depreciation & Amortization | 700 | 721 | 3,022 | 716 | 779 | 834 | 885 | 3,214 | 910 | 909 | 881 | 855 | 3,555 | 811 | 827 | 1,049 | 1,008 | 3,695 |
| Others | 128 | 754 | 418 | -325 | 564 | 830 | -129 | 940 | -753 | 743 | 266 | -514 | -258 | -250 | 592 | 590 | 1,137 | 2,069 |
| Working Capital* | 1 | -840 | -684 | 92 | -90 | -183 | 749 | 568 | 756 | 92 | 240 | 279 | 1,367 | -613 | 616 | -1,245 | 1,088 | -154 |
| Cash flow from Operating Activities | 1,019 | 1,460 | 3,688 | 1,162 | 1,990 | 1,958 | 1,549 | 6,659 | 864 | 1,443 | 1,405 | 773 | 4,485 | -115 | 1,485 | -48 | 1,416 | 2,738 |
| Cash flow from Investing Activities** | -1,029 | -1,009 | -3,798 | -1,638 | -1,793 | -1,587 | -1,865 | -6,883 | -1,843 | -2,282 | -2,224 | -2,006 | -8,355 | -2,137 | -2,108 | -1,459 | -1,051 | -6,755 |
| Net Cash flow before Financing Activities | -10 | 451 | -110 | -476 | 197 | 371 | -316 | -224 | -979 | -839 | -819 | -1,233 | -3,870 | -2,252 | -623 | -1,507 | 365 | -4,017 |
| Financing Activities | 39 | -205 | 504 | 57 | 276 | 336 | 374 | 1,043 | 1,116 | 718 | 180 | 837 | 2,851 | 2,029 | 664 | 1,858 | 232 | 4,783 |
| Dividends | 0 | 0 | -179 | 0 | -179 | 0 | 0 | -179 | 0 | -179 | 0 | 0 | -179 | 0 | 0 | 0 | 0 | 0 |
| Change in non-controlling interest*** | 0 | -6 | -17 | 0 | 4 | -6 | 0 | -2 | 0 | 0 | 281 | 0 | 281 | 262 | -22 | -15 | -20 | 205 |
| Net Change in cash | 29 | 240 | 198 | -419 | 298 | 701 | 58 | 638 | 137 | -300 | -359 | -396 | -917 | 39 | 20 | 336 | 577 | 971 |

Source: Unaudited, Company financials

K-IFRS (Consolidated)

* Working Capital consists of net change in AR, Inventory, AP and F/X effect

** Cash flow from Investing Activities exclude increase (decrease) of short term financial instruments.

*** Equity investments from other companies

Any discrepancies in any table between the totals and the sums of the amounts listed are due to rounding.

EBITDA Calculation

Unit: KRW Bn

| Account | Q3'16 | Q4'16 | 2016 | Q1'17 | Q2'17 | Q3'17 | Q4'17 | 2017 | Q1'18 | Q2'18 | Q3'18 | Q4'18 | 2018 | Q1'19 | Q2'19 | Q3'19 | Q4'19 | 2019 |
|---------------------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|--------|
| 1. Operating Income | 323 | 904 | 1,311 | 1,027 | 804 | 586 | 45 | 2,462 | -98 | -228 | 140 | 279 | 93 | -132 | -369 | -436 | -422 | -1,359 |
| 2. Depreciation | 604 | 608 | 2,644 | 611 | 668 | 734 | 779 | 2,792 | 808 | 799 | 769 | 749 | 3,125 | 696 | 715 | 947 | 911 | 3,269 |
| 3. Amortization | 96 | 112 | 377 | 105 | 111 | 100 | 106 | 422 | 102 | 110 | 111 | 106 | 429 | 115 | 112 | 102 | 97 | 426 |
| EBITDA (1+2+3) | 1023 | 1624 | 4,332 | 1,743 | 1,583 | 1,420 | 930 | 5,676 | 812 | 681 | 1,020 | 1,134 | 3,647 | 679 | 458 | 613 | 586 | 2,336 |

Source: Unaudited, Company financials

K-IFRS (Consolidated)

We add depreciation and amortization expense to operating income to calculate EBITDA.

It is a key financial measure used by our senior management to internally evaluate the performance of our business and for other required or discretionary purposes.

We believe that the presentation of EBITDA will enhance an investor's understanding of our operating performance as we believe it is commonly reported and widely used by analysts and investors in our industry.

It also provides useful information for comparison on a more comparable basis of our operating performance and those of our competitors, who follow different accounting policies.

EBITDA is not a measure defined by GAAP. Our calculation of EBITDA may not be consistent with other similarly titled measures reported by other companies.

Any discrepancies in any table between the totals and the sums of the amounts listed are due to rounding.

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