

Leading with **Science** for **Sustainability**

LG Chem

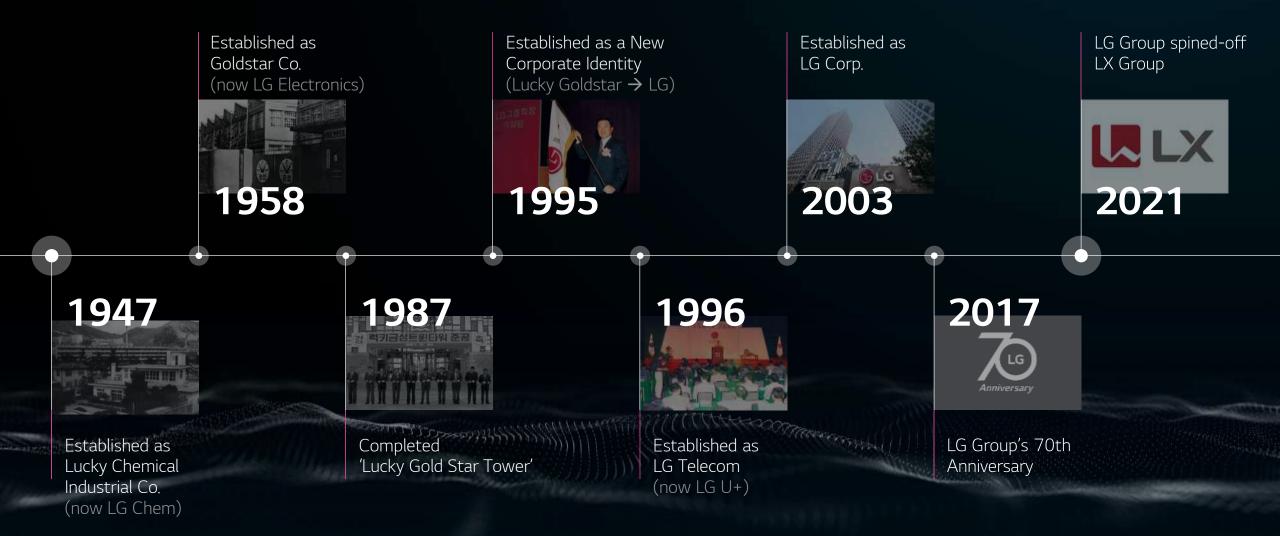
We Connect Science

Contents

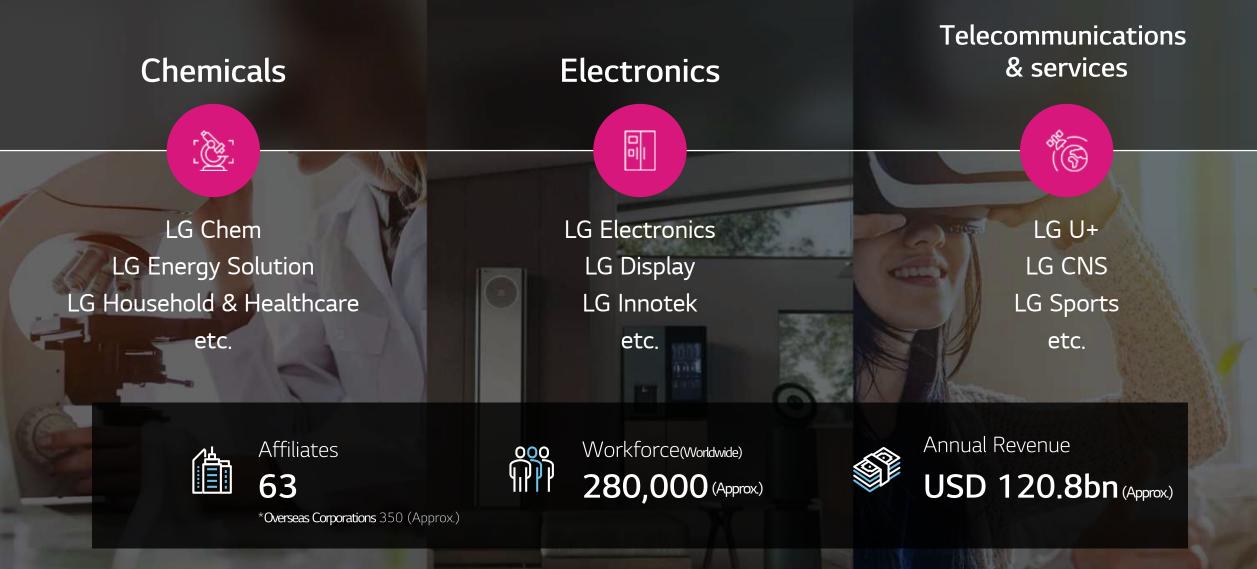
Introduction of LG Chem

- **01** Introduction of LG Group
- **02** Introduction of LG Chem
- **03** Business of LG Chem

LG Group | History



LG Group | Affiliates



LG Group | Main Products & Services Overview

Sustainable Innovation for a Better Life

Chemicals



ABS Plastics Global No.1



Life Sciences Domestic 1st New Drugs U.S FDA Approval



Battery for EV **Global No.1** (by Contract Size)



Cosmetics Domestic No.1

Electronics



Large OLED TV Panel / Rollable TV World's 1st Global No.1



Home Appliance
Domestic 1st (W/M, REF, A/C)







Smartphone Camera /3D Sensing Module **Global No.1** Telecommunications & services

U⁺56'

5G Network World's 1st



Home loT Domestic No.1

Platform Business





LG Chem | History

Since its founding, LG Chem is vigorously moving forward towards a sustainable future

1947 - 1999

- 1947 Established as Lucky Chemical Industrial Corporation1969 Listed on Korea Stock Exchange
- **1974** Renamed as Lucky Corporation
- **1976** Completed construction of Yeosu PVC Resin Plant
- **1979** Opened Daedeok Central R&D Center
- **1991** Developed the world's first 4th-generation cephalosporin antibiotics
- **1995**Renamed as LG Chem, Ltd.
Completed construction of Tianjin PVC plant in China

2000 - 2009

- 2001 Spinned off business entities (LGCI, LG Chem, LG Household & Healthcare)
- 2003 Acquired Hyundai Petrochemicals Factive became first Korean new drug to receive U.S. FDA approval
- 2004 Developed the world's first nanotechnology-applied new EP material
- 2005 Established LG Chem (China) Investment Co., Ltd. Established a sales subsidiary in Europe (in Germany)
- 2007 Merged with LG Petrochemicals Co., Ltd
- 2008 Develped Korea's first metallocene-based elastomer
- 2009 Spinned off Industrial Materials Business (now LX Hausys)

2010 - 2022

2016	Acquired Dongbu Farm Hannong (Farm Hannong)				
2017	Merged with LG Life Sciences Co., Ltd.				
2019	Completed construction of Korea's largest petrochemical tech center (in Osan)				
	Opened the Global Innovation Center in the bio sector (in Boston)				
	Spinned-off battery business (now LG Energy Solution)				
2020	Acquired separator business				
2021	Started construction of Cathode Material Plant for Gumi-type jobs (LG BCM)				
2022	Established a separator joint venture with Toray in Hungary				

2019 : First Korean Chemical Company in

GLOBAL TOP 10

* Source: Chemical & Engineering News, American Chemical Society)



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Top 10 Most Valuable Brands

1	BASE We preate enemistry	_	2021 : \$8.3bn 2020 : \$7.3bn	+15%
2	بیتابک ماداہ ہ	▲ 1	2021 : \$4.7bn 2020 : \$4,0bn	+16%
3	🕞 LG Chem	▲ 1	2021 : \$4.3bn 2020 : \$3.6bn	+19%
4	Dow	▼ 1	2021 : \$4.3bn 2020 : \$3.7bn	+15%
5	Linde	_	2021 : \$3.6bn 2020 : \$2.7bn	+34%
6	lyondellbasell	_	2021 : \$3.0bn 2020 : \$2.3bn	+33%
7	Asahi KASE I		2021 : \$2.3bn 2020 : \$2.1bn	+9%
8	Shin Etsu	NEW	2021 : \$2.3bn 2020 : \$1.6bn	+43%
9		_	2021 : \$2.1bn 2020 : \$1.9bn	+14%
10	100.340C	NEW	2021 : \$2.1bn 2020 : \$1.4bn	+55%

Brand value of chemical companies

"Global No.3"

* Source: Brand Finance Group, U.K.

Prospering In the pandemic TOP 100

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* Source: Financial Times, 2020

LG Chem | VISION

To achieve our vision, **"We Connect Science to Life for a Better Future,"** LG Chem will become **Top Global Science Company** that leads with **Science for Sustainability.**

We Connect Science to life for a Better Future



Leading with Science for Sustainability.

LG Chm Sustainability Roadmap

Through the implementation of our sustainability strategy, we will **secure future growth engines and enhance ESG competitiveness**.

LG Chem Innovative Sustainability

Vision

Deliver advanced, innovative and sustainable solutions for our environment and society

Strategic Directions Leading Sustainable Innovation for Customer

+

Managing the Impacts of Climate Change

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Making a Positive Contribution to Society



Key areas

Responsible Products * Circular Economy * Environment Protection (ZWTL) * _{Zero Waste to Landfill}



Climate Action * Renewable Energy * Water Management *



Responsible Supply Chain * Human Rights / Diversity Safety / Wellness

LG Chem | Climate Change Response Strategy

Carbon-neutral growth by 2030, Net-Zero by 2050



Accelerate decarbonization

Convert to low-carbon fuel by introducing hydrogen and eco-friendly raw materials

Convert 100% to renewable energy

Offset carbon emissions



Strengthen competitiveness of low-carbon products through LCA

To be applied To all Korean/overseas products in 2023 Become a global leader in climate response

The first and only Asian member of WEF Alliance of CEO Climate Leaders

*Alliance of CEO Climate Leaders : Climate alliance with over 30 corporate CEOs and government officials worldwide

LG Chem | Sustainable Growth Engine business

Towards Top Global Science Company



Sustainable business centered around eco-friendly materials

Accelerate development of bio materials

Establish circular economy of waste plastics

Foster renewable energy material business

Battery material-oriented e-Mobility

Produce first-rate cathode materials in the world

Expand core material business for secondary batteries

Reinforce R&D for next-gen battery materials



World-class innovative drug development

Expand domestic top-level pipelines

Develop global clinical trials and accelerate business

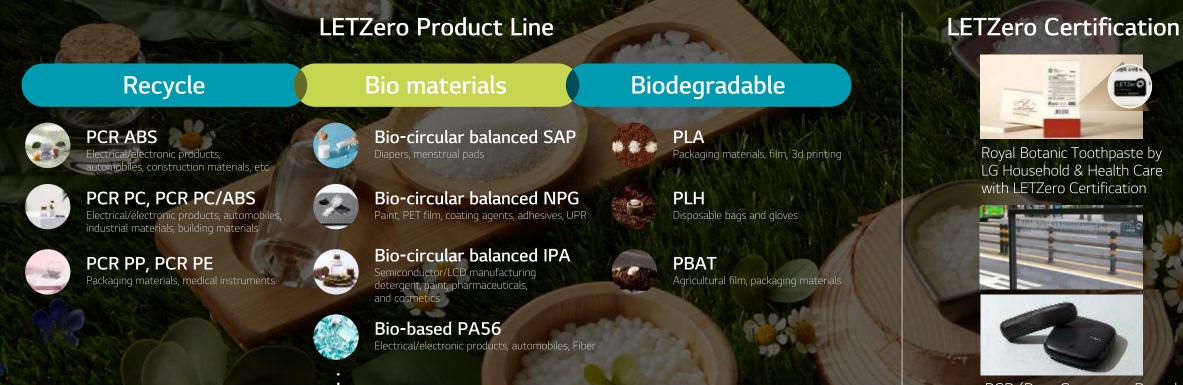
Bolster investment in R&D for new drug development

LG Chem | Eco-friendly Brand

LETZer

Eco-friendly Material Brand LETZero

A compound word of "Let" and "Zero," which means "to turn harmful substances to the environment and the net increase in carbon emissions into zero."



PCR (Post Consumer Recycled) Bus stop built , remote control With PCR materials

LG Chem | Sustainable Technology Innovation

Towards Top Global Science Company



Foster bioplastics and low-carbon technology

Mechanical/chemical recycling technologies

Develop and commercialize biodegradable plastics

CO2 capture/utilization technology



Improve battery performance and safety Develop next-gen battery materials

Develop single-crystal cathode materials

Develop new materials for separators /pure silicon electrode materials

Material technology for all-solid-state batteries

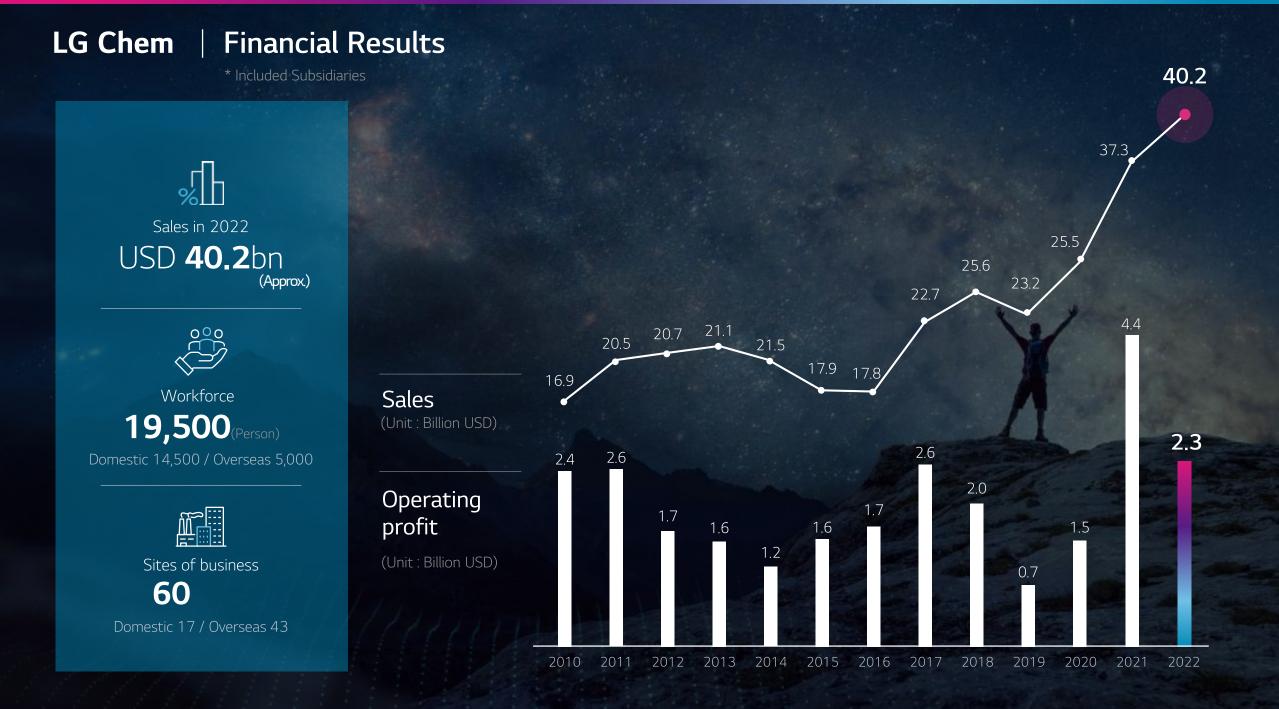
Gain leadership in cancer /autoimmune diseases, diabetes /metabolic diseases

Accelerate global clinical development for new drug projects, e. g., gout, NASH, and obesity

Implement multi-modality strategies for cell/gene therapy

* Various approach to drugs





LG Chem | Domestic Sites



Headquarter/R&D Campus Magok -(Est.1987/Est.2018)



Leadership Center / CS Center (Est.1991/Est.2019) (\bullet)

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R&D Campus Daejeon (Est.1979)



Osong Plant (Est.2009) Bio Similar, Vaccine



Iksan Plant(3)(Est.1991 / Est.1995/Est.2011) EP, ABS / Pharmaceutical / Battery Materials



Naju Plant (Est.1984) Octanol, Butanol, Plasticizers



Yeosu Complex (Est.1976) — NCC, PVC, ABS, SAP, PE, AA Daesan Complex (Est.2005) NCC, SSBR, PVC



Ochang Plant (Est.2005) Stripper



Cheongju Complex(2)(Est.1980 / Est.2009) OLED Material, Photoresist, Cathode Material, RO membrane / Battery Separator



Gimcheon Plant (Est.2008)

SAP





LG Chem | Business Area



- Sustainability
- Nexolution
- NCC / Polyolefins
- PVC / Plasticizers
- ABS
- Acrylates
- HPM(High Performance Materials)
- Catalyst

- Cathode Materials
- Battery Separator
- Engineering Materials
- IT Materials
- RO Filter

- Primary Care
- Specialty Care
- Aesthetic

Introduction of LG Chem

01

Petrochemicals Company



Petrochemicals Company

Establishment (Year)

1976

Sales (\$) *As of 2022

17.5bn (Approx.)

Workforce (Person)

Domestic 6,660 / Overseas 2,294

Business Area

Petrochemical Products

2022

2021

2019

1976

Launched Asia's first plant-based eco-friendly ABS Signed a joint venture agreement to build an eco-friendly bioplastic plant with ADM in Illinois, US

Acquired *ISCC for Korea's first eco-friendly (bio-circular balanced, Chemical Recycle) product. * ISCC (International Sustainability and Carbon Certification) Launched digital CRM system LG Chem On

- Established the largest petrochemical tech center in Korea (Osan CS Center)
- 2015 Launched Hwanam Tech Center in Nanjing, China
- 2010 Acquired Dow Polycarbonate business
- 2007 Merged with LG Petrochemicals Co., Ltd.
- 2003 Acquired PVC Business of Hyundai Petrochemicals Co., Ltd.
- 1995 ~ Established Manufacturing Subsidiary in1998 China / India / Vietnam (PVC, ABS)
 - Completed construction of Yeocheon PVC resin factory Entry into the petrochemical business

Leading Business Sustainability with Eco-Friendly Materials

Promoting bio materials, recycling, and energy transition as future growth engines



Bio Materials

- About 50 bio products certified by ISCC Plus
- World's first mass production of bio-circular balanced SAP
- Launched Asia's first plant-based ABS
- Strengthened partnership to internalize bio materials production/development (e.g. joint venture with ADM)

Recycle (Establish circular economy of waste plastics)

Energy Transition

(Discover new renewable energy materials)

- Produce mechanical recycling products
- Establish mass production and chemical recycling system
- Establish Closed-Loop system of waste plastics

- Produce high value-added products for solar panels
- Establish eco-friendly biomass power plant
- Establish CCU plant to produce blue hydrogen

Production Capacity (As of 2022)

Unit : KTA

3,350	POE	280	Oxo-Alco	hol 299
1,980	HDPE	730	Acrylic Ad	c id 715
510	LDPE/EVA	460	Acrylate	732
900	mLLDPE	600	IPA	205
180	PP	380	NPG	175
515	CA/EDC	1,150	SAP	502
710	VCM	1,353	NBR Late	x 344
505	NAOH	1,020	Specialty	Resin 315
2,290	PVC	1,278	Synthetic	Rubber 365
40	Plasticizer	278	CNT	1.7
90	PC	170		
	1,980 510 900 180 515 515 710 505 2,290 40	1,980 HDPE 510 LDPE/EVA 900 mLLDPE 180 PP 515 CA/EDC 710 VCM 505 NAOH 2,290 PVC 40 Plasticizer	1,980 HDPE 730 510 LDPE/EVA 460 900 mLLDPE 600 180 PP 380 515 CA/EDC 1,150 710 VCM 1,353 505 NAOH 1,020 2,290 PVC 1,278 40 Plasticizer 278	1,980HDPE730Acrylic Acrylic Acrylic Acrylic Acrylic Acrylate510LDPE/EVA460Acrylate900mLLDPE600IPA180PP380NPG515CA/EDC1,150SAP710VCM1,353NBR Late505NAOH1,020Specialty2,290PVC1,278Synthetic40Plasticizer278CNT



Sustainable Materials

LG Chem's key competitiveness is in sustainability business, a global mega-trend that includes renewable energy and biomaterials. Using biodegradable plastics, recycling, and biomaterials, we are reducing the generation of carbon during our manufacturing processes. POE, used as a heat-sealing sheet for solar power, and carbon nanotubes (CNT), the conductive additives for lithium-ion batteries, are critical materials for eco-friendly energy development.

Biodegradable(PLA, PLH, PBAT) Recycle, Bio-circular balanced, Renewable energy (POE, CNT)



Applications



Mulching Film





Electronics housing



Solar power film



lithium-ion batteries



Conductive Plastics

Nexolution materials

LG Chem is working ceaselessly to develop new functional materials with high technology barriers.

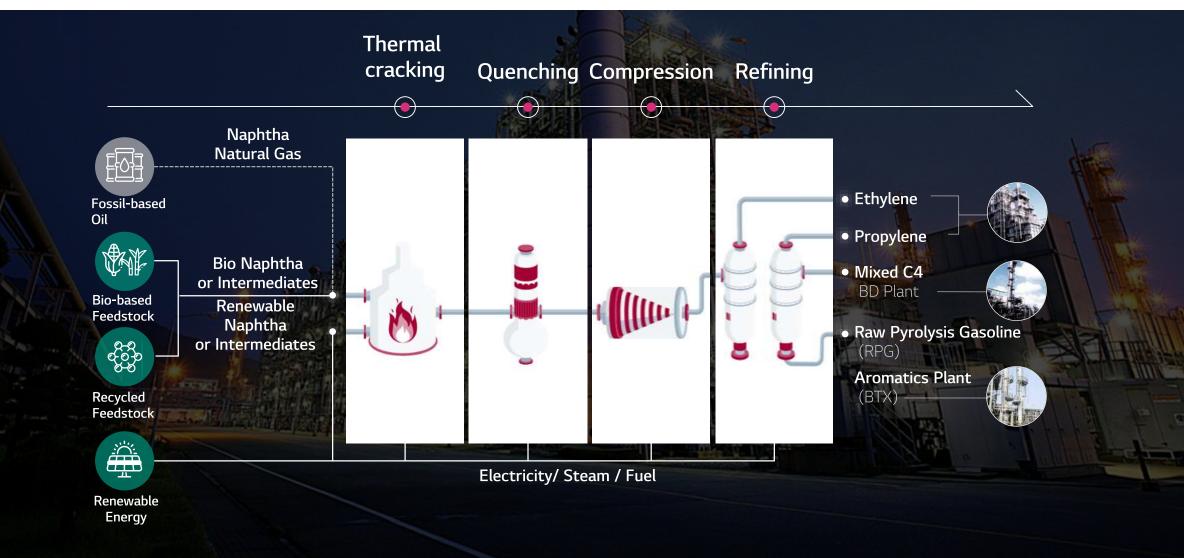
Our super absorbent polymer (SAP), a highly absorbent resin used in diapers and feminine hygiene products, acquired the world's first ISCC+ certification using plantbased materials, and our NBR latex, used in medical and industrial gloves, is recognized for the world's highest quality

with excellent tensile strength and chemical resistance. Aerogel is an effective insulant with high durability used in industrial applications such as plant piping.



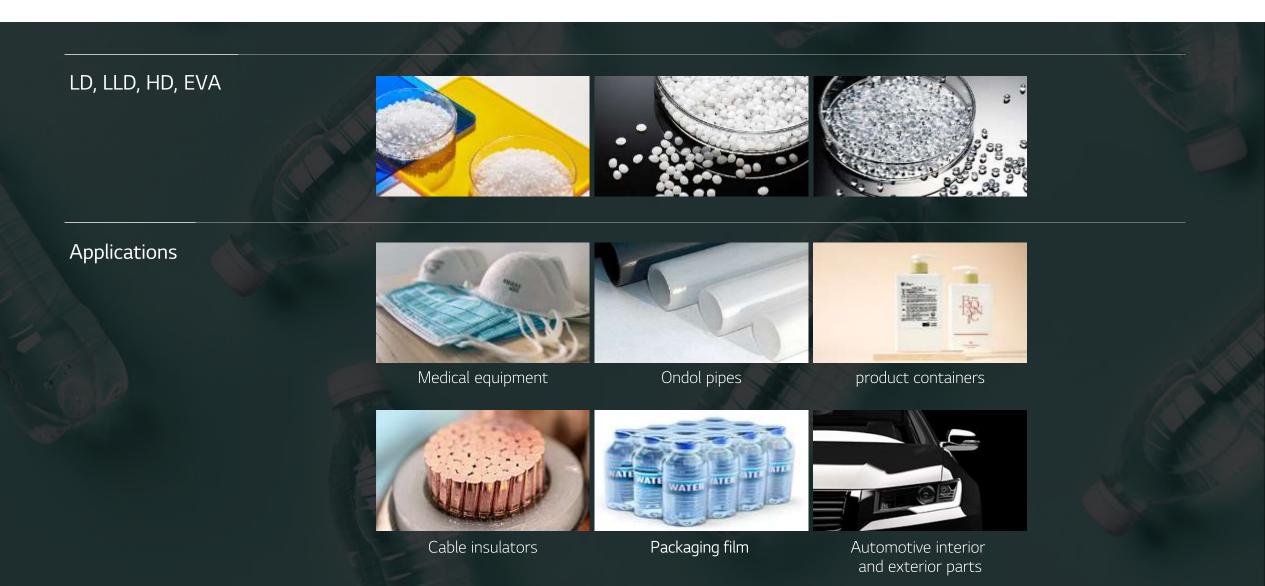
Naphtha Cracking Center (NCC)

NCC (Naphtha Cracking Center) is a process for producing base oils for petrochemical products, such as ethylene and propylene. They are supplied as raw materials for various products such as PO, synthetic rubber, and ABS. In addition to achieving the world's highest energy efficiency, LG Chem discovers and supplies alternative raw materials such as bio-materials and pyrolysis oil from waste plastic to reduce carbon, and develops various technologies for renewable energy and carbon capture for the eco-friendly conversion of our petrochemical plants.



Polyolefin (PO)

PE (polyethylene) and PP (polypropylene) are general-purpose plastics that are used in everyday life, used to make containers, packaging, and medical equipment. After use, discarded products transform into PCR PE and PCR PP through LG Chem's mechanical recycling technology, used to produce packing film and containers.



PVC / plasticizers

PVC (polyvinyl chloride) is a material used in flooring, window frames, and building materials, characterized by excellent thermal insulation and durability.

LG Chem supplies PVC made from renewable plant-based materials.

Plasticizers give flexibility to PVC, and caustic soda is used in a variety of advanced industries such as wastewater neutralization and manufacturing of cathode materials. PC (polycarbonate) has excellent impact resistance and heat resistance properties and is used in home appliance housings and automotive materials.

PVC, caustic soda, plasticizers, alcohol, PC



Applications



Sashes

Flooring

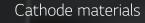






Cable sheath



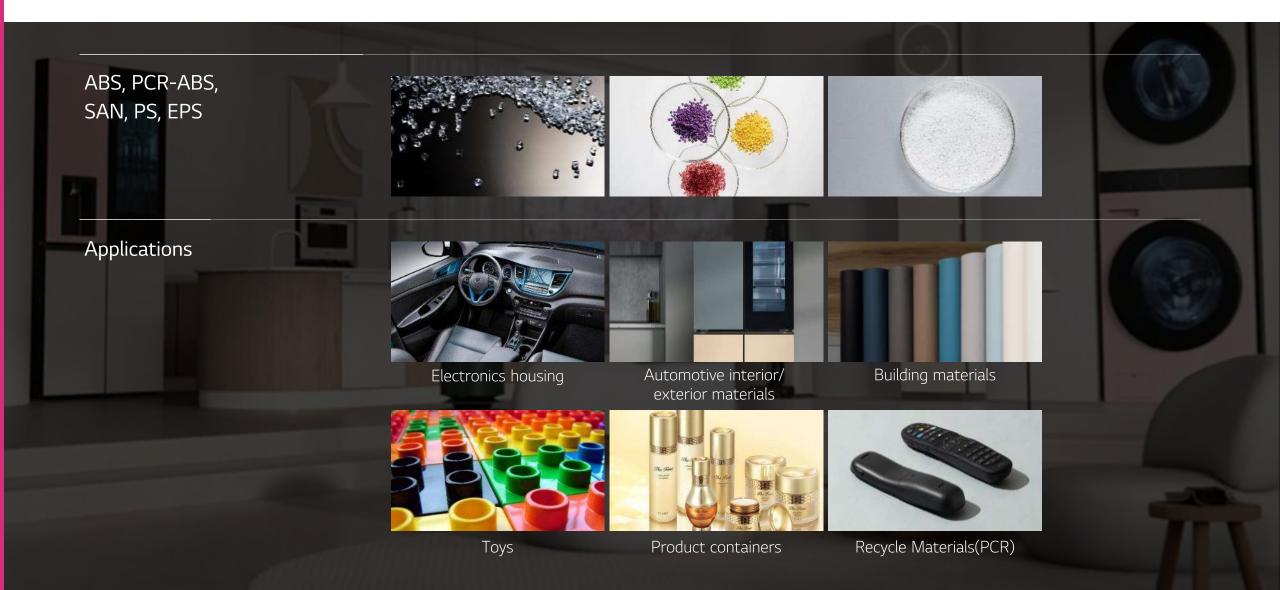




Car headlamps

Acrylonitrile Butadiene Styrene (ABS)

Acrylonitrile Butadiene Styrene (ABS) is a highly functional material mainly used in automobiles, home appliances, and IT devices for its excellent heat resistance, shock absorbance, and processability. LG Chem provides differentiated solutions to our customers, from producing chemical industry's very first white-colored PCR ABS and Asia's first eco-friendly ABS made of plant-based materials.



Acrylates

LG Chem is the only manufacturer of acrylic acid, IPA, and NPG in Korea, and produces high-quality products based on proprietary technology. Mainly used in paints, plasticizers, and SAP, Acrylates have a myriad of applications in various fields for its excellent chemical reactions. IPA is a semiconductor cleaning agent with the highest level of purity, and NPG is a highly favored eco-friendly material used to make powder coating.



Applications

Acrylates, IPA, NPG



SAP Resin





Semiconductor cleaning agent Eco-friendly powder coating









Paint

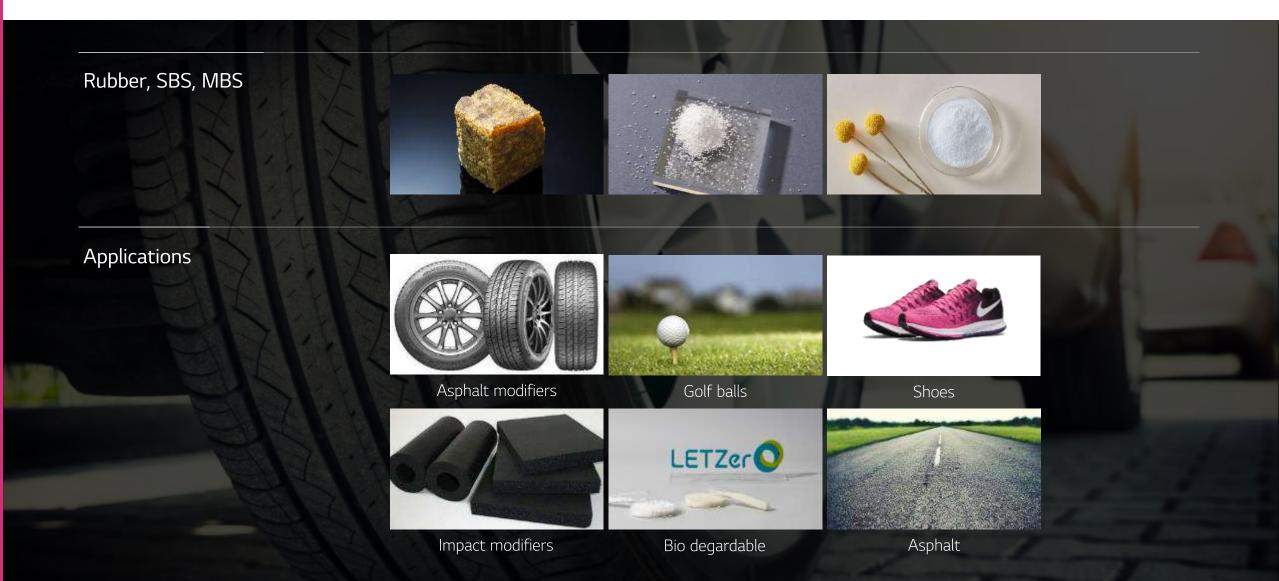
Hand Sanitizers

Bathroom Appliances

High Performance Materials (HPM)

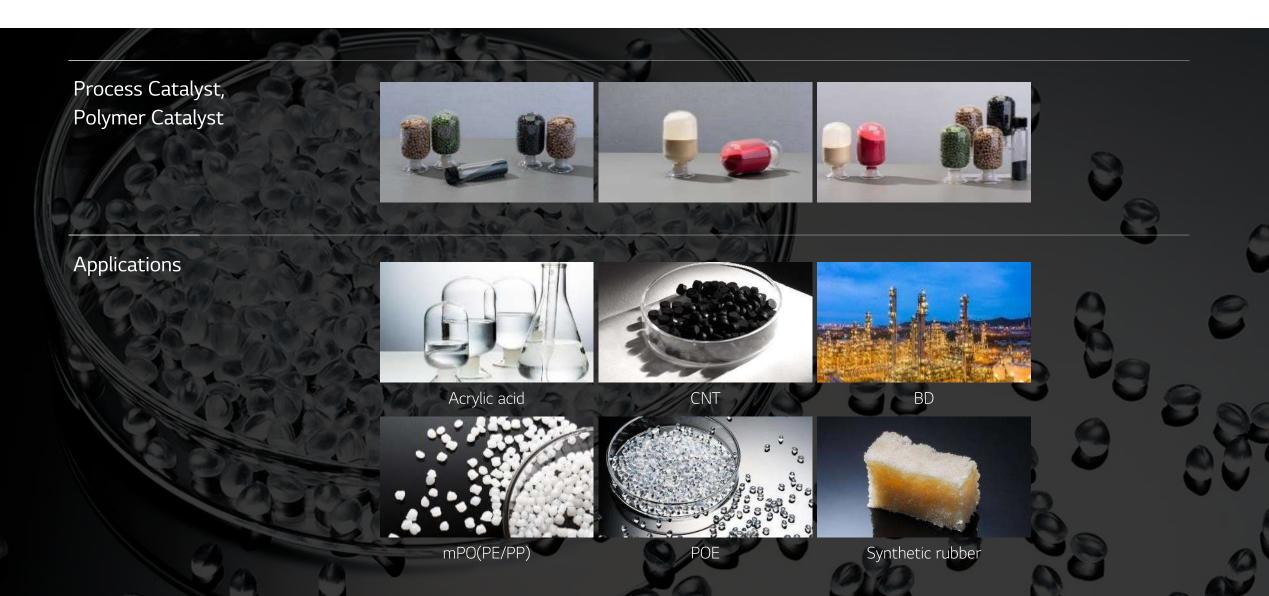
Synthetic rubber is used to produce automotive tires and golf balls.

Methacrylate Butadiene Styrene (MBS) is used as an additive for impact reinforcement agents and for enhancing adhesion with other resins in bio plastic compounds. Styrene Butadiene Styrene (SBS) is used as a modifying agent for asphalt and a special additive that imparts various functions.



Catalyst

Catalysts are the core technology for various petrochemical processes. We are the Korea's first and world's fourth company to independently develop catalysts for acrylic acid production. Polymer catalysts are used to manufacture metallocene polyolefins and functional chemical materials. We provide tailored solutions to customers with exceptional technology.



02

Introduction of LG Chem

Advanced Materials Company



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Advanced Materials Company

Establishment (Year)

1999

Sales (\$) * As of 2022

6.4bn (Approx.)

Workforce (Person)

Domestic 4,049 / Overseas 2,217

Business Area

Battery Materials, Engineering Materials, IT Materials 2022

2021

2004

2000

- Established a cathode material joint venture with B&M, a subsidiary of Zhejiang Huayou Cobalt Co., Ltd. (Gumi) Established a separator joint venture LG-Toray
- Commercialized battery separators (Acquired separator business from LG Electronics, established LG-Toray J/V in Hungary)
- 2019 Reorganized Advanced Materials Company (to provide customized solutions in high-performance materials)
- **2018** Established Chinese joint venture for manufacturing Precursor and cathode material
- 2016 Acquired GS E&M, a renowned cathode manufacturer
- 2006 Commercialization of battery materials (cathode material, electrolyte)
- 2003 Established IT&E Manufacturing Subsidiary in Nanjing, China
- 2000 ~ Commercialized LCD, OLED, Process materials
 - First to develop PDP fluorescent substance in Korea.

Towards World's Top Comprehensive Battery Materials Company

Global Top Tier Cathode Materials

628

Separator Business

Initiated the development of next-

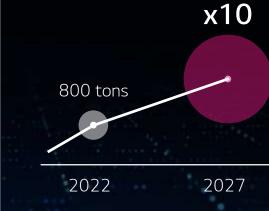
generation high-safety separators

· Established a global production base in

Poland (2021) and Hungary (2022)

CNT Capacity Expanded Over 10x

 Bolster market leadership in battery conducting materials



Focused Resources for R&D

Differentiate technology and gain

x2

2027

market leadership

190B

2022

- Strengthen metal competitiveness through owning mines and strategic cooperation with smelting and refining companies
- Develop leadership in high capacity and cost-innovative technology
- Expand business sites worldwide



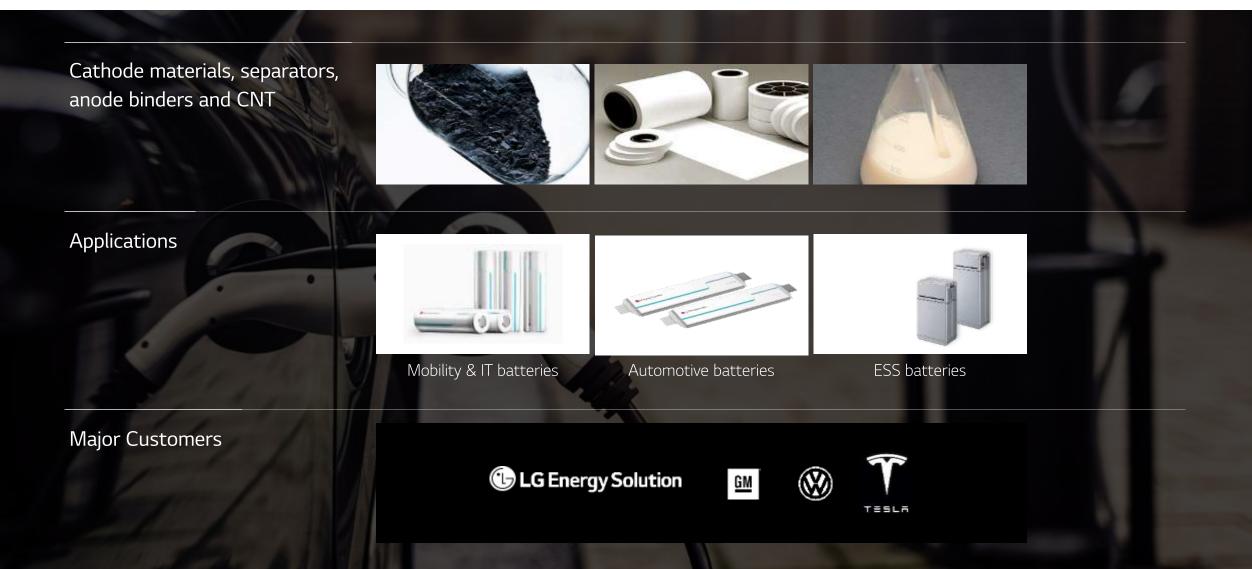
Battery Materials

In addition to cathode binders and dispersants, LG Chem is producing over 10 types of battery materials,

including cathode materials and separators, which are core materials for secondary batteries. We are also bolstering

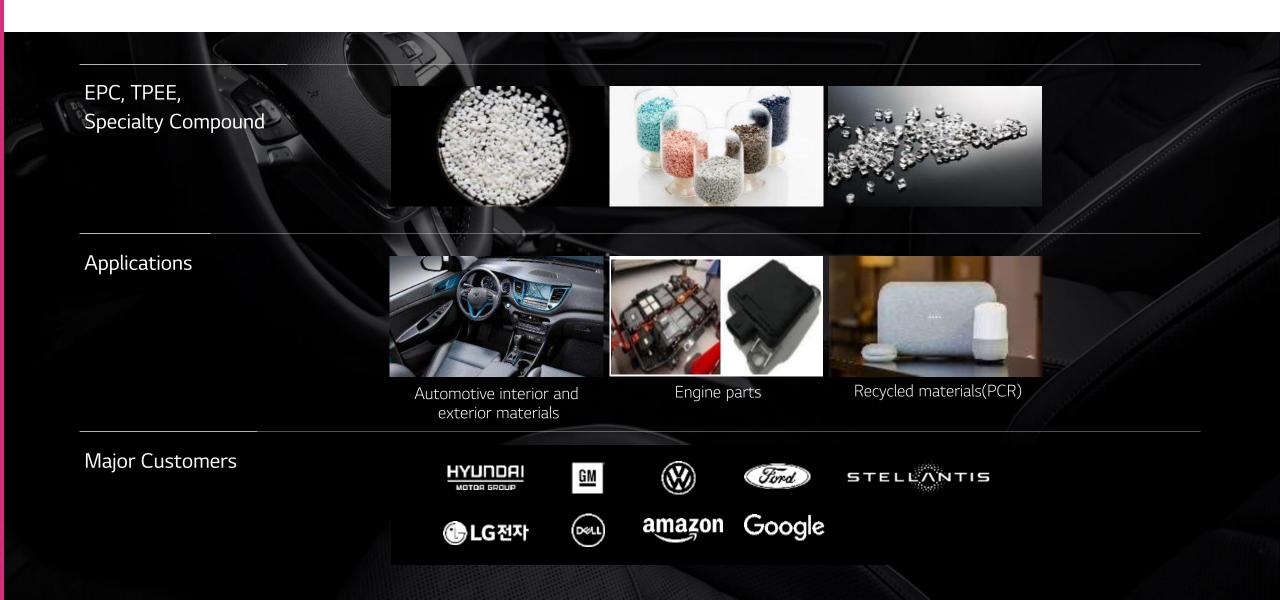
R&D across a wide range of fields, such as developing new materials for the technological advances in the next-generation

batteries. LG Chem will continue to strive to become the world's No. 1 comprehensive battery materials company with the highest level of safety and competitiveness.



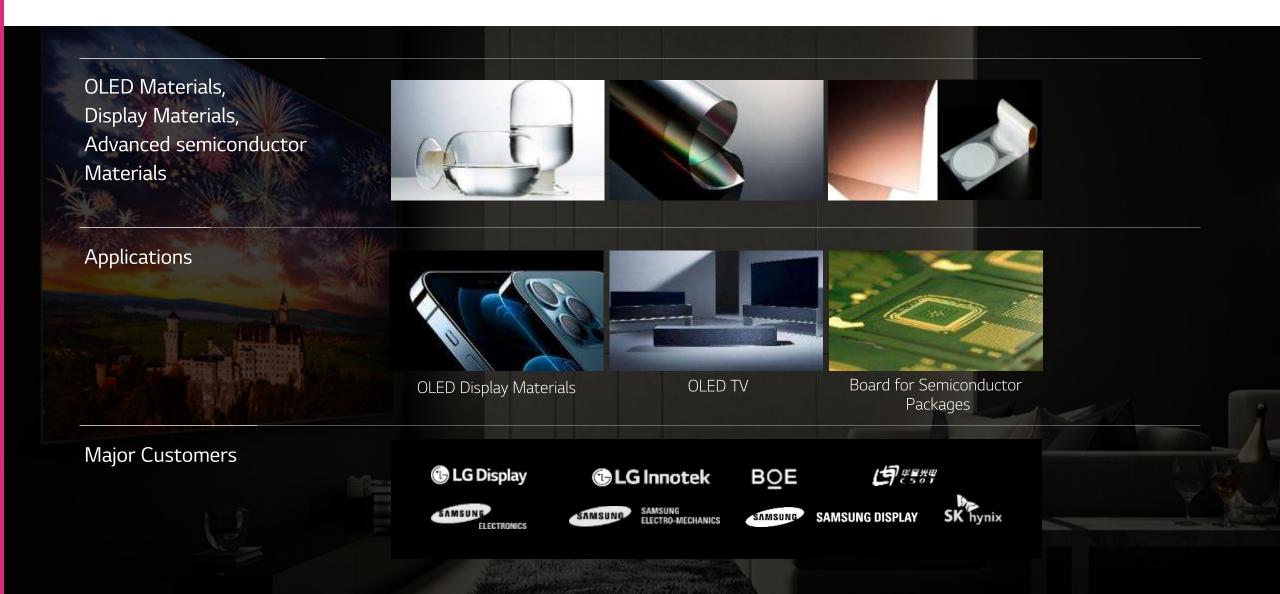
Engineering materials

In mega trends such as e-mobility and sustainability, LG Chem is striving to create world no. 1 products by producing high-strength, lightweight automotive materials and eco-friendly PCR materials that are optimized for customer products and processes.



IT Materials

LG Chem produces light-emitting materials and various high-functional film materials for OLED, which are critical for IT devices, as well as materials for the back-end process of manufacturing semiconductors.



RO Filiter

LG Chem's seawater desalination and industrial RO filter is a water treatment filter that utilizes our proprietary Thin-Film Nanocomposite (TFN) nanotechnology. This product is leading the global market with an unrivaled removal efficiency of 99.89%.



03

Introduction of LG Chem -

Life Sciences Company



Life Sciences Company

Establishment (Year)

1984

As of 2022 Sales (\$)

0.7bn (Approx.)

Workforce (Person)

Domestic 1,933 / Overseas 271

Business Area

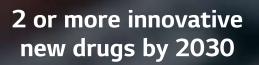
Pharmaceuticals, Vaccines, Aesthetic

- 2022 Applied for global Phase III clinical trial for Tigulixostat (new drug for gout) with the US
- 2021 Established LG Jiansheng Life Science in China Successfully completed Phase II clinical trial for new gout drug in the US
- Established Life Sciences Innovation Center in Boston, USA 2019
- Developed 1st Korean diabetes medicine, 'Zemiglo' 2012
- 1st Korean new chemical entity (NCE) approved by U.S. FDA (Factive) 2003
- 1996 1st Korean hepatitis B vaccine 'Euvox' approved by WHO PQ
- 1991 Developed World's first 4th generation Cephalosporin

Start of pharmaceutical business 1984 (Established Pharmaceuticals business division) 1961

Acquire of manufacturing license pharmaceuticals products

Toward a World-Class Innovative Drug Developer

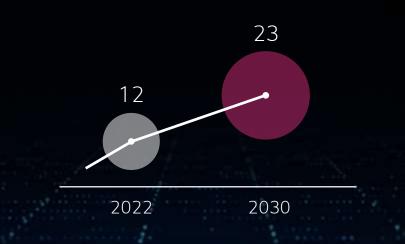


Diabetes, metabolic diseases, cancer, autoimmune diseases

Expand new drug pipelines in clinical development stage

Accelerate clinical developments and business growth worldwide

- First-rate pipelines in Korea
- Invest over USD 250mil in annual R&D
- Open innovation



- Reinforcing talent pool of clinical/regulatory specialists
- Increase overseas sales by 50%

Primary Care

LG Chem has developed Korea's first diabetes drug, Zemiglo, and arthritis drug, Synovian, increasing its competitiveness in Korea as well as overseas, and has expanded its efforts to develop new drugs and to collaborate with other companies through partnerships in the areas of diabetes and cardiovascular, musculoskeletal, and autoimmune diseases.



Specialty Care

LG Chem is the first company in Korea that has successfully developed a growth hormone stimulator, and is also

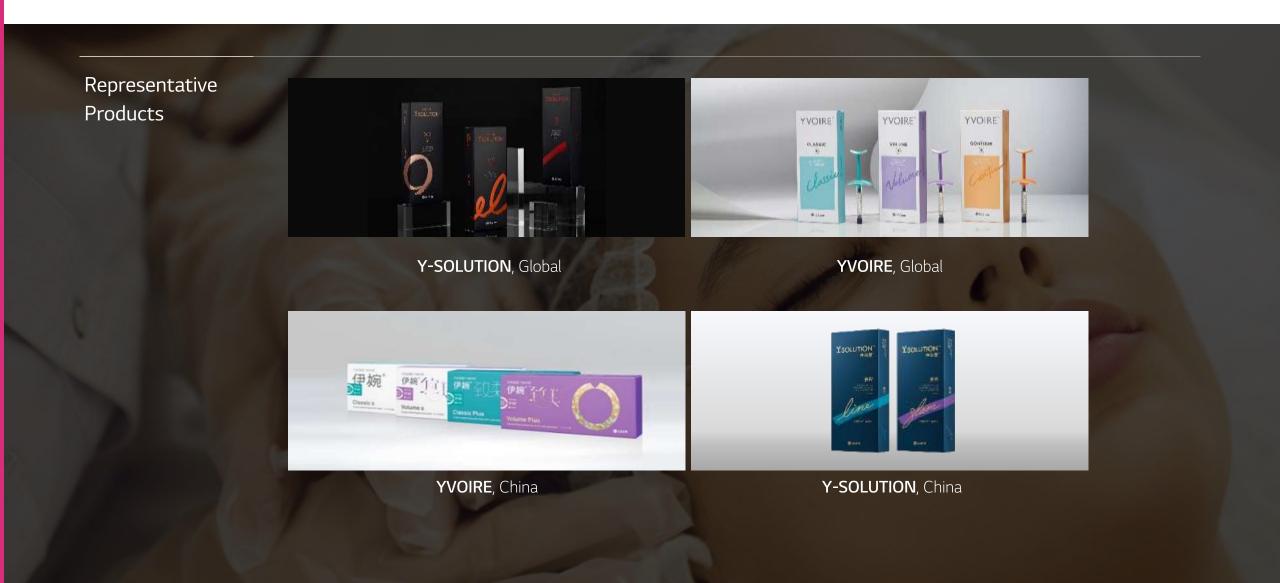
concentrating its R&D capabilities on treatments for special diseases.

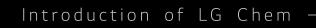
LG Chem has been strengthening competitiveness in the global market with its WHO-approved hepatitis B and pentavalent combination (5-in-1) vaccine.



Aesthetic

YVOIRE, the first hyaluronic acid filler developed with LG Chem's proprietary technology in Korea, is receiving attention for its superior product quality leading to expanding market share.





Subsidiaries





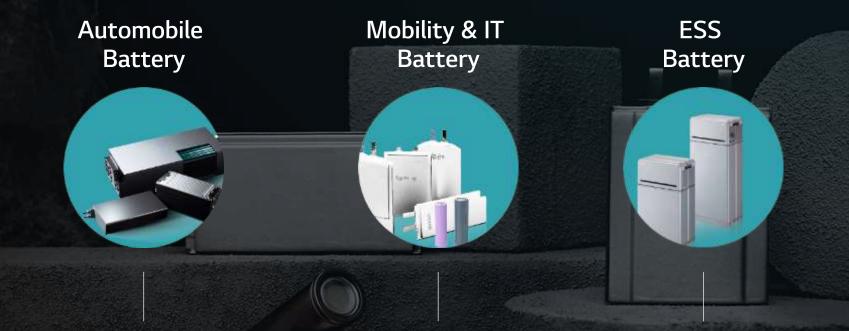
LG Energy Solution

LG Energy Solution embarked on a new journey as a global battery company when we became a separate entity from LG Chem's battery business in 2020.

We were the first to mass-produce lithium-ion batteries and supply them for electric vehicles, and have been offering a comprehensive portfolio of products related to automotive batteries.

LG Energy Solution also provides battery systems for ESS batteries in various applications, including power grids, residential and commercial use, and uninterruptible power supplies (UPS).

C LG Energy Solution



No. 1 in automotive battery global market

1st in Korea to successfully mass produce small lithium-ion batteries No. 1 in ESS batteries globally



Farm Hannong

Farm Hannong, an LG Chem's affiliate, is the top domestic agricultural company —No. 1 in agricultural chemicals and No. 2 In the fertilizer and seed in the Korean Market—and aims to be a global leader in green agriculture and ICT industry technologies.



THANK YOU

We Connect Science

LG Chem

LG Twin Towers, 128 Yeoui-daero, Yeongdeungpo-gu Seoul 07336, Korea

Tel. 02-3773-1114 / www.lgchem.com

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