

1Q 2026 Earnings Release

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The business results currently under audit review are presented here for investors' convenience. Hence, please be advised that some of the contents **may be altered in the course of audit.**

The financial information included in this material has been prepared on a **consolidated basis** in accordance with Korea International Financial Reporting Standards (K-IFRS).

Forecasts and projections contained in this material are based on current business environments and management's strategies.

Please note it may differ from actual results, due to uncertainties including changes in the future business environment and strategy.

1Q 2026 Business Results

Sales & Profits Trends (consolidated)

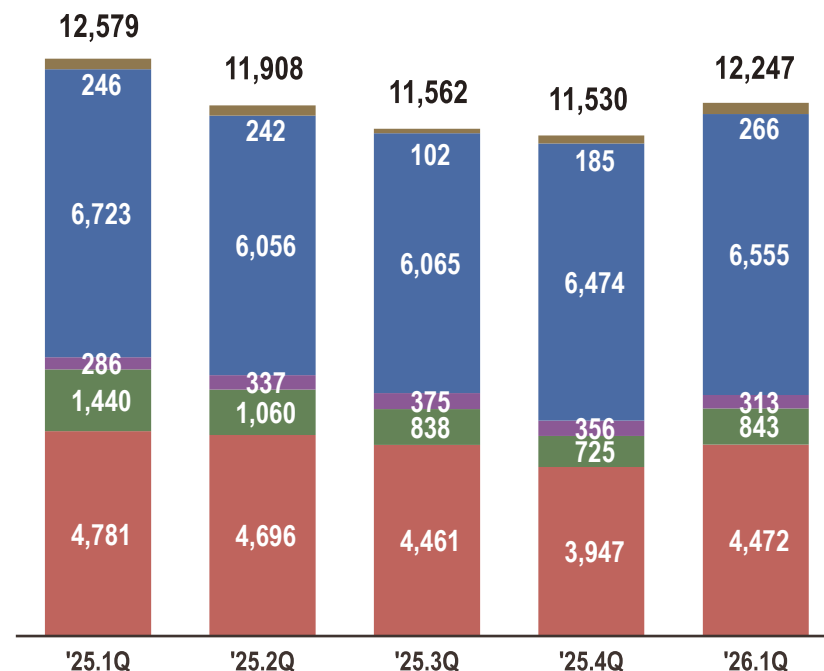
(Unit: KRW bn)

LG Chem	2025				2026
	1Q	2Q	3Q	4Q	1Q
Sales	12,579	11,908	11,562	11,530	12,247
Operating Profit (%)	438 3.5%	477 4.0%	680 5.9%	-413 -3.6%	-50 -0.4%
EBITDA (%)	1,723 13.7%	1,715 14.4%	1,992 17.2%	1,103 9.6%	1,442 11.8%
Pre-tax Income (%)	437 3.5%	-185 -1.6%	457 4.0%	-2,489 -21.6%	-566 -4.6%
Net Income (%)	260 2.1%	-112 -0.9%	447 3.9%	-1,573 -13.6%	-782 -6.4%

Sales trend by business

■ Life Sciences ■ Farm Hanning
■ Advanced Materials ■ Energy Solution
■ Petrochemicals

(Unit: KRW bn)



※ Following our decisions to discontinue and sell some of our businesses, the relevant business results have been compiled retroactively.

※ Starting from the fiscal year 2026, North America Production Incentive of LG ES will be consolidated into the revenue figures due to changes in accounting presentation methods. For comparison purposes, past financial figures are also be adjusted accordingly.

1Q 2026 Business Results

Financial Position (consolidated)

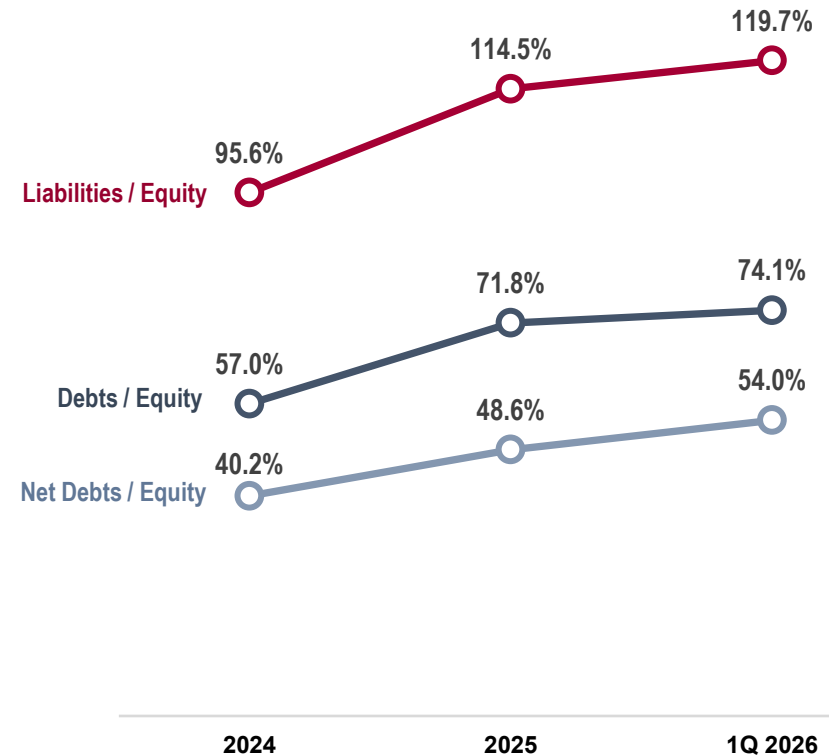
Balance Sheet

(Unit: KRW tn)

LG Chem	2024	2025	1Q 2026
Asset	93.9	101.1	105.7
Cash and cash equivalents	8.1	10.9	9.7
Liabilities	45.9	54.0	57.6
Debts	27.4	33.8	35.7
Equity	48.0	47.1	48.1

Financial Ratios

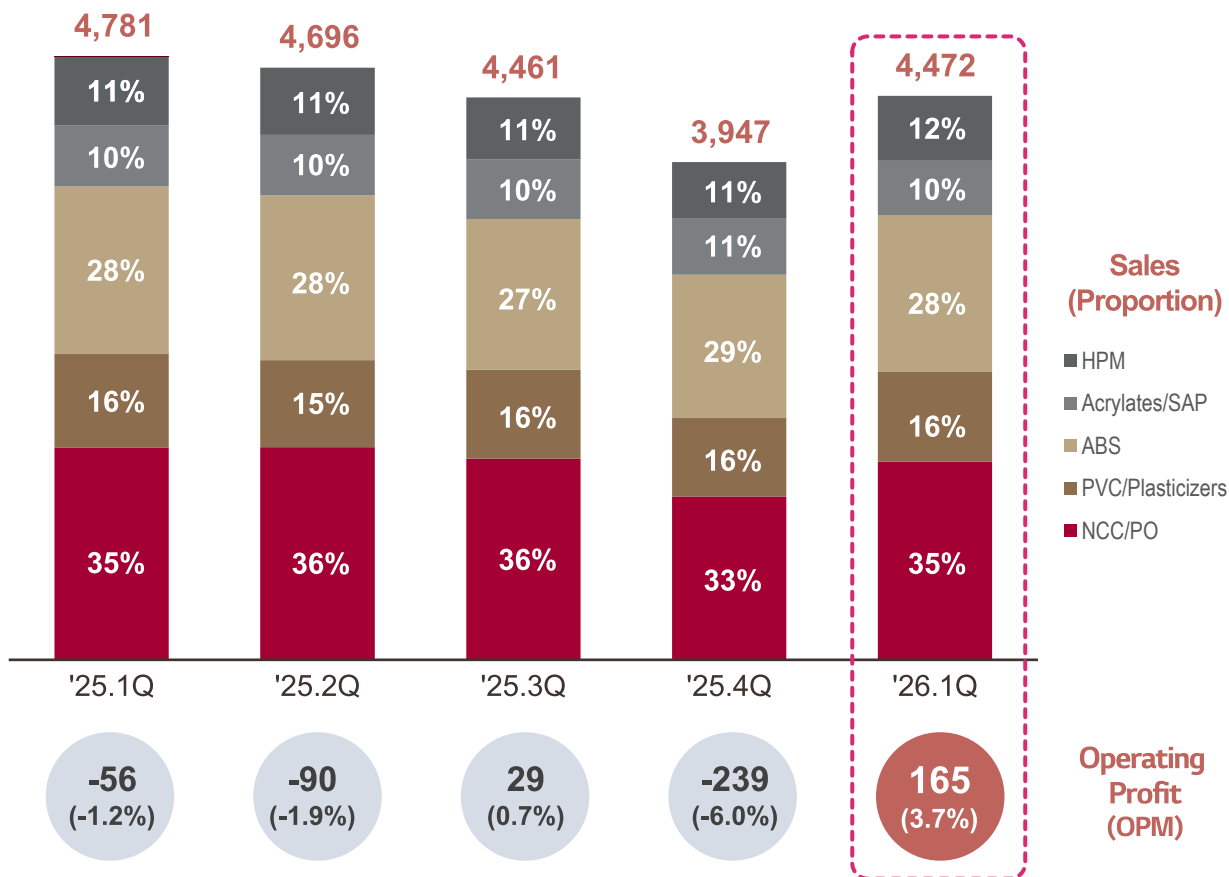
(Unit: %)



Results & Outlook by Business

Petrochemicals

(Unit: KRW bn)



Results

- Profitability improved QoQ, driven by a favorable inventory lag effect from rising raw material prices and a one-off EU anti-dumping duty refunds



Outlook

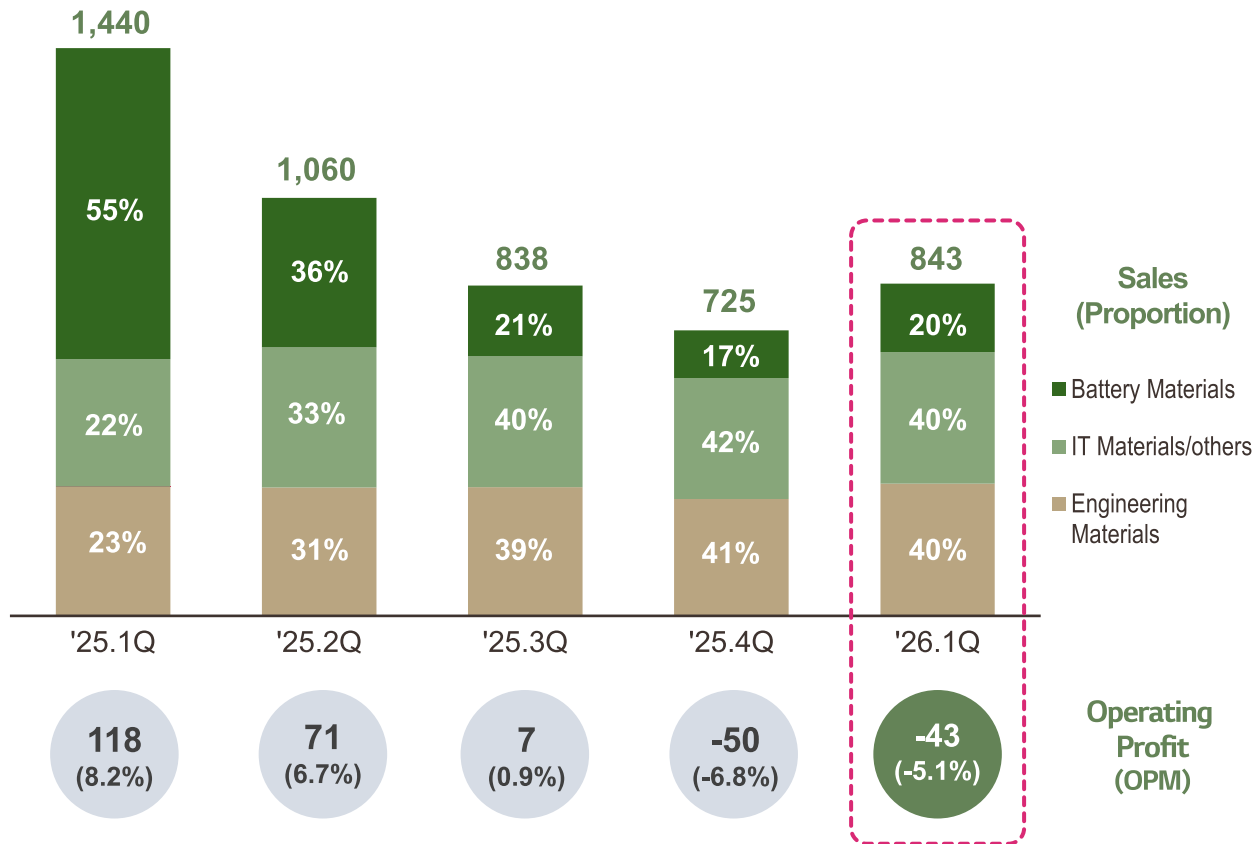
- While a temporary shutdown of NCC No.2 is expected to inevitably reduce sales volumes, profitability is projected to remain at a similar QoQ level, supported by continued naphtha lag effects and ongoing cost reduction initiatives



Results & Outlook by Business

Advanced Materials

(Unit: KRW bn)



Results

- Revenue increased and losses narrowed, driven by expanded cathode material volumes and the launch of new semiconductor material products



Outlook

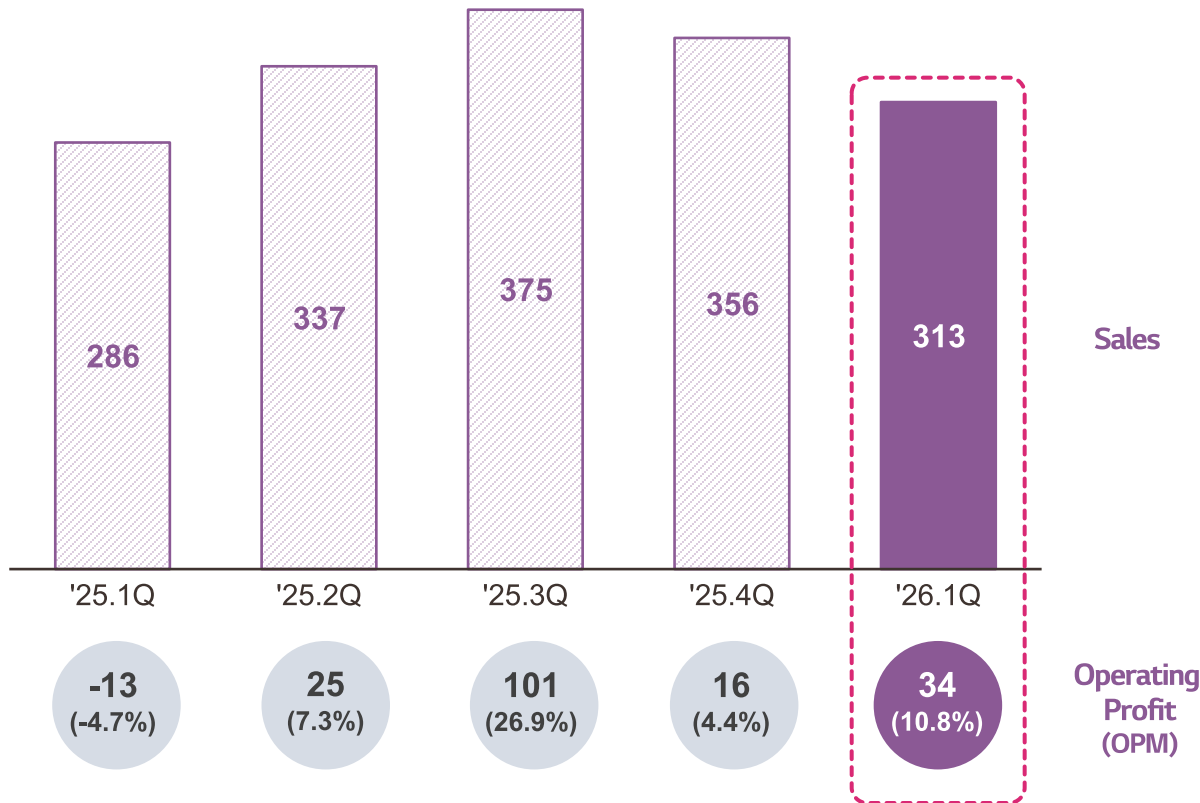
- IT/ Engineering Materials are expected to deliver solid performance, led by high value-added products.
- Expected to turn profitable, driven by increased cathode material volumes

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Results & Outlook by Business

Life Sciences

(Unit: KRW bn)



Results

- Despite a QoQ decline in revenue caused by timing differences in export shipments, profitability improved on lower R&D and marketing expenses



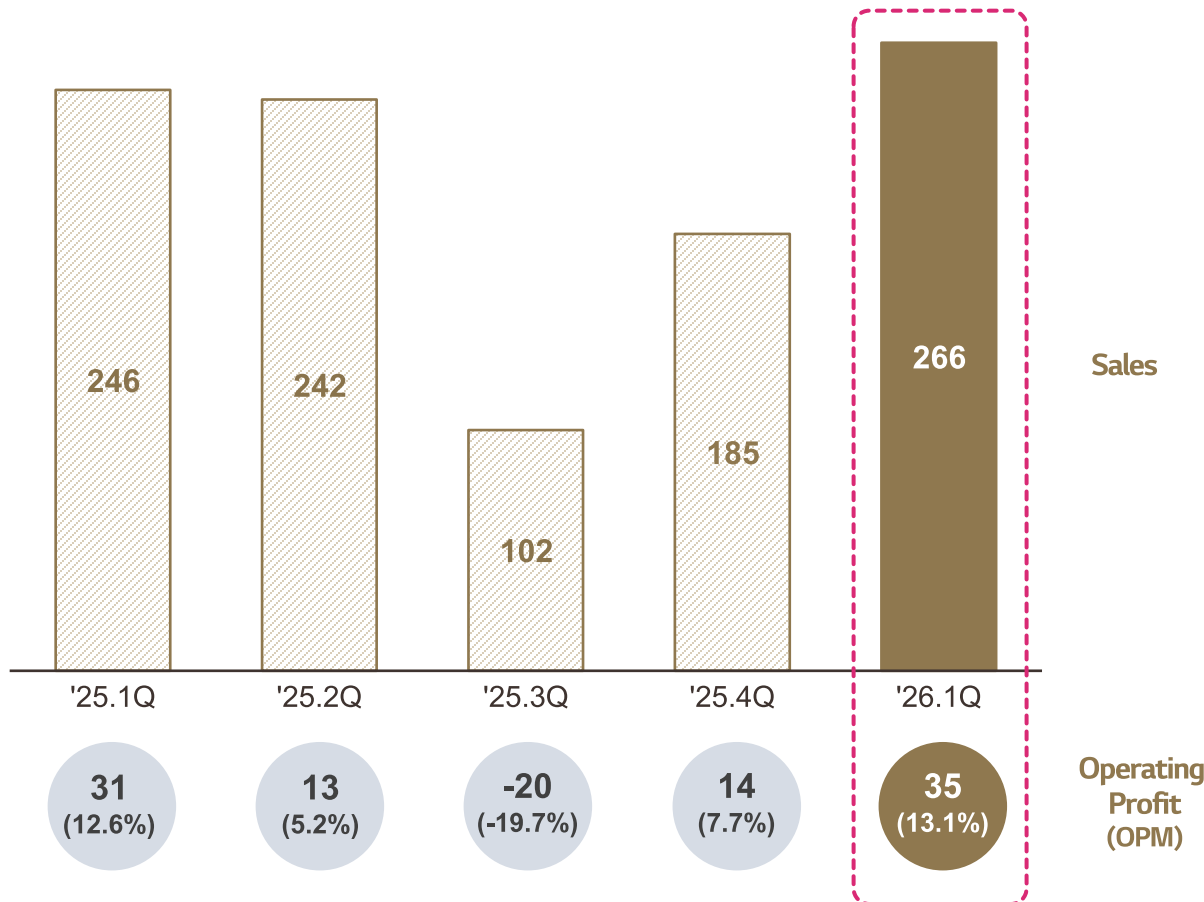
Outlook

- Revenue growth is expected, driven by increased volumes of key products, while global clinical R&D investments are expected to continue

Results & Outlook by Business

Farm Hannong

(Unit: KRW bn)



Results

- Revenue and profitability improved, driven by expanded domestic sales of crop protection products, along with increased fertilizer pre-purchasing demand following the impact of the Middle East conflict



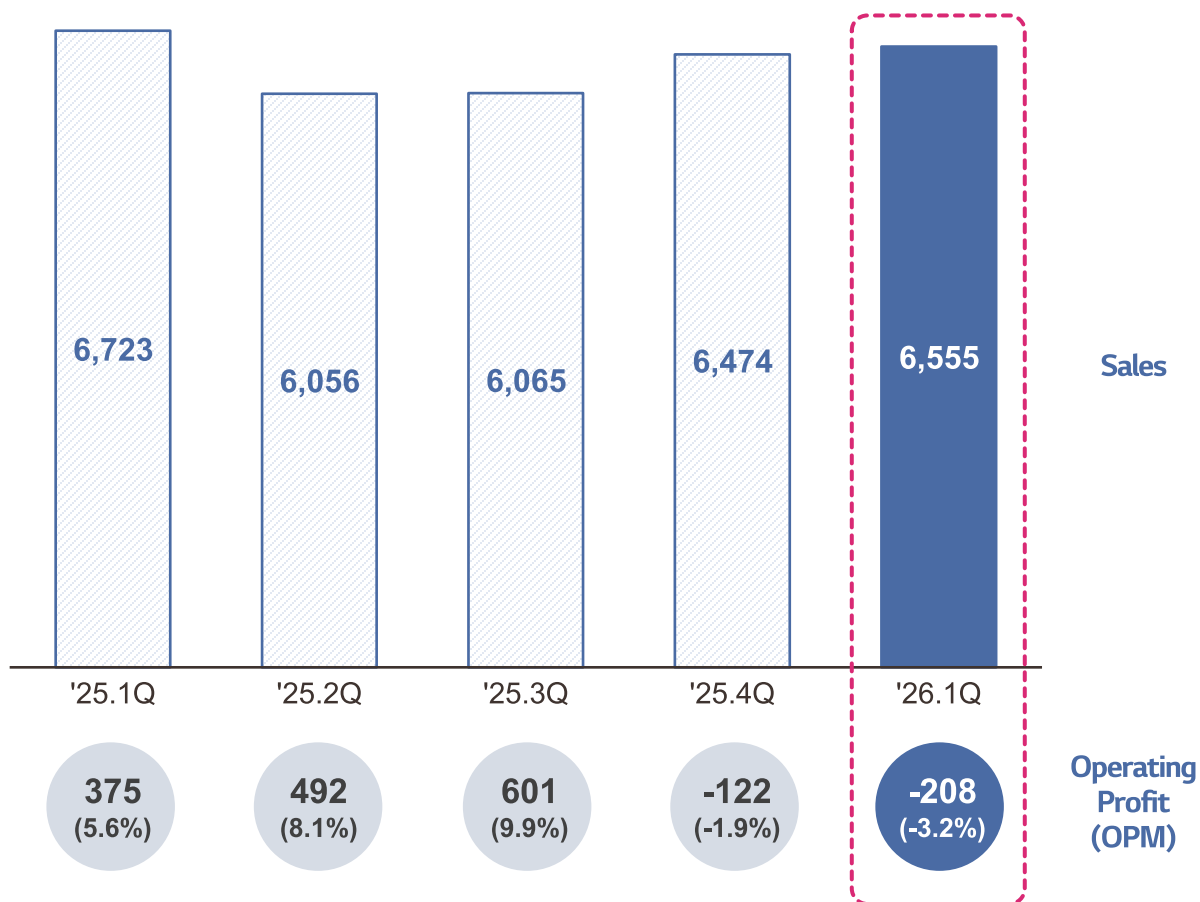
Outlook

- While crop protection revenues are expected to increase, overall revenue and profitability are projected to decline, reflecting reduced fertilizer exports due to higher raw material prices and rising R&D expenses.

Results & Outlook by Business

Energy Solution

(Unit: KRW bn)



Results

- Revenue increased despite a decline in North American EV pouch volumes, supported by higher ESS shipments and continued stable supply to the customers of EV cylindrical batteries.
- Recorded a loss, primarily due to initial ramp-up costs related to ESS production capacity expansion and an unfavorable product mix following reduced North American EV pouch volumes.



Outlook

- Revenue growth is expected, driven by a meaningful increase in shipments from capacity expansion underpinned by robust North American ESS demand, along with stable growth in cylindrical EV volumes.
- Planning to aggressively expand order intake and maximize the potential of the ESS business, leveraging its global operational capabilities and strong product competitiveness.

※ Starting from the fiscal year 2026, North America Production Incentive of LG ES will be consolidated into the revenue figures due to changes in accounting presentation methods. For comparison purposes, past financial figures are also be adjusted accordingly.

Appendix

Income Statements

(Unit: KRW bn)

LG Chem	2024					2025					2026
	1Q	2Q	3Q	4Q	Year	1Q	2Q	3Q	4Q	Year	1Q
Sales	11,745	12,690	13,086	12,658	50,180	12,579	11,908	11,562	11,530	47,579	12,247
Cost of Sales	9,672	10,390	10,353	10,833	41,247	10,101	9,518	8,808	9,696	38,123	9,932
Gross Profit	2,073	2,300	2,733	1,825	8,932	2,478	2,390	2,754	1,834	9,456	2,315
(%)	17.7%	18.1%	20.9%	14.4%	17.8%	19.7%	20.1%	23.8%	15.9%	19.9%	18.9%
SG&A Expenses	1,819	1,908	2,244	2,087	8,057	2,040	1,914	2,074	2,247	8,275	2,365
Operating Profit	254	392	490	-261	875	438	477	680	-413	1,181	-50
(%)	2.2%	3.1%	3.7%	-2.1%	1.7%	3.5%	4.0%	5.9%	-3.6%	2.5%	-0.4%
Other non-operating income(expenses)	57	-218	-119	-904	-1,185	-1	-662	-223	-2,076	-2,961	-516
Income before tax	311	174	370	-1,166	-310	437	-185	457	-2,489	-1,780	-566
Net Income	342	60	1,013	-899	515	260	-112	447	-1,573	-977	-782

※ The business results currently under audit review are presented here for investors' convenience. Hence, please be noted that some of contents may be altered in the course of audit.

(*) Other operating income: The amount is expected to be received under the US Inflation Reduction Act by LG Energy Solution.

※ Following our decisions to discontinue and sell some of our businesses, the relevant business results have been compiled retroactively.

※ Starting from the fiscal year 2026, North America Production Incentive of LG ES will be consolidated into the revenue figures due to changes in accounting presentation methods.
For comparison purposes, past financial figures are also be adjusted accordingly.

Appendix

Financial Position

(Unit: KRW bn)

LG Chem	2024				2025				2026
	1Q	2Q	3Q	4Q	1Q	2Q	3Q	4Q	1Q
Assets	82,116	84,188	88,795	93,858	95,091	93,952	98,475	101,062	105,663
Cash and Equivalents	9,294	7,170	8,834	8,068	7,293	8,385	8,593	10,903	9,685
A/R	8,152	8,857	8,659	8,166	8,783	7,651	7,711	6,725	8,343
Inventory	9,666	9,760	9,482	8,847	8,529	7,846	8,629	8,177	9,351
Tangible / Intangible Assets	45,643	49,128	52,061	58,190	60,369	59,672	62,809	59,960	61,890
Liabilities	38,937	39,924	43,178	45,862	46,984	49,365	52,247	53,956	57,572
A/P	4,195	4,266	3,710	3,682	3,925	3,187	3,478	3,537	4,513
Short-term debts	7,789	8,259	9,137	7,621	8,634	9,586	11,860	11,738	13,117
Long-term debts	16,894	16,492	18,976	19,755	20,769	22,212	21,727	22,074	22,538
Equity	43,179	44,264	45,617	47,995	48,106	44,587	46,229	47,106	48,091
Liabilities / Equity (%)	90.2%	90.2%	94.7%	95.6%	97.7%	110.7%	113.0%	114.5%	119.7%
Net debt / Equity (%)	35.6%	39.7%	42.3%	40.2%	46.0%	52.5%	54.1%	48.6%	54.0%

※ Cash and Equivalents includes cash, cash equivalents, and some deposits at financial institutions.

※ The business results currently under audit review are presented here for investors' convenience. Hence, please be noted that some of contents may be altered in the course of audit.

Appendix

Cash Flows

(Unit: KRW bn)

LG Chem	2024					2025					2026
	1Q	2Q	3Q	4Q	Year	1Q	2Q	3Q	4Q	Year	1Q
Beginning Cash Balance	9,142	9,294	7,170	8,834	9,142	8,068	7,293	8,385	8,593	8,068	10,903
Operating Activities	454	1,490	842	4,227	7,012	1,891	1,339	2,461	2,544	8,234	-176
Operating Profit	254	392	490	-261	875	438	477	680	-413	1,181	-50
Depreciation	1,086	1,156	1,151	1,279	4,672	1,286	1,238	1,312	1,517	5,353	1,492
Working Capital	-283	-762	-46	1,099	9	-55	1,077	-552	1,496	1,966	-1,815
Investing Activities	-4,009	-3,278	-3,202	-3,019	-13,507	-3,855	-3,508	-3,046	-1,272	-11,681	-1,226
Financing Activities	3,507	-447	4,154	-2,394	4,821	1,184	3,460	667	932	6,243	23
Borrow / Repay	2,755	68	3,361	-737	5,448	2,027	2,395	1,790	225	6,436	1,843
Ending Cash Balance	9,294	7,170	8,834	8,068	8,068	7,293	8,385	8,593	10,903	10,903	9,685

※ The financial information contained in this material has different standards from the cash flow statement in the audit report.

※ Beginning cash and ending cash include cash, cash equivalents, and some deposits at financial institutions. Accordingly, it was retroactively revised to the same beginning/ending-period cash basis.

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Appendix

CAPEX & R&D Expenses (excl. Energy Solution)

CAPEX

(Unit: KRW bn)

LG Chem	2024	2025	1Q 2026
Petrochemicals	1,007	915	99
Advanced Materials	960	1,671	131
Life Sciences	47	70	2
Common (incl. Farm Hannong)	362	237	17
Total	2,376	2,893	249

R&D Expenses

(Unit: KRW bn)

LG Chem	2024	2025	1Q 2026
Petrochemicals	239	230	58
Advanced Materials	237	269	70
Life Sciences	433	373	79
Common (incl. Farm Hannong)	190	185	46
Total	1,099	1,058	253

Thank you

*We*ConnectScience

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