2026. 11. 05

3Q 2026
Earnings Release

LG Chem

WeConnectScience

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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.**

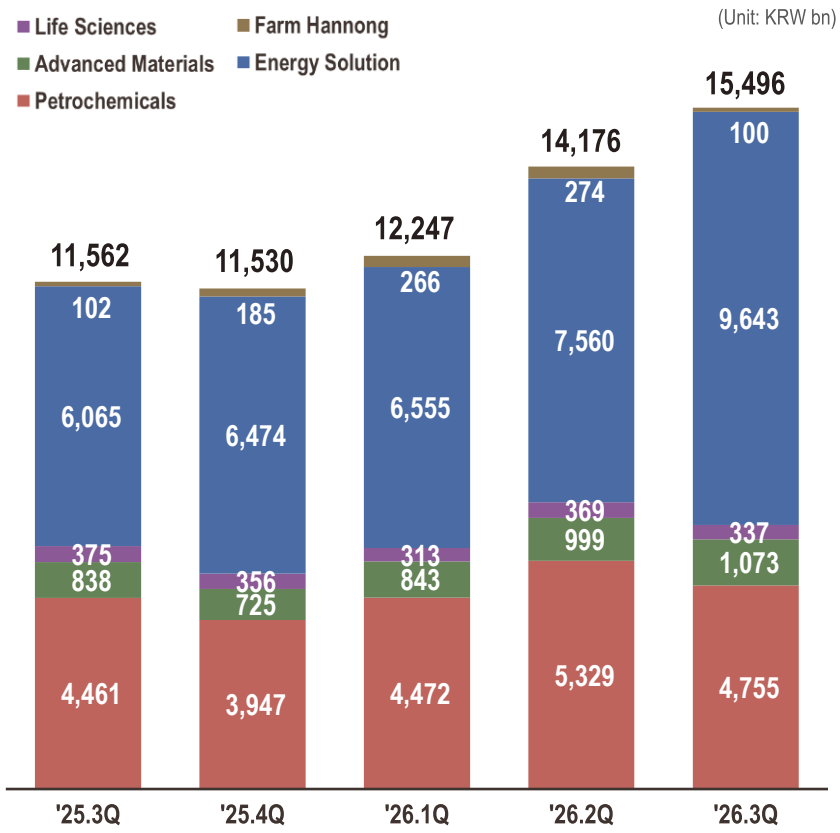
3Q 2026 Business Results

Sales & Profits Trends (Consolidated)

(Unit: KRW bn)

LG Chem	2025		2026		
	3Q	4Q	1Q	2Q	3Q
Sales	11,562	11,530	12,247	14,176	**15,496**
Operating Profit (%)	680 5.9%	-413 -3.6%	-50 -0.4%	600 4.2%	**561** **3.6%**
EBITDA (%)	1,992 17.2%	1,103 9.6%	1,442 11.8%	2,206 15.6%	**2,137** **13.8%**
Pre-tax Income (%)	457 4.0%	-2,489 -21.6%	-566 -4.6%	429 3.0%	**-645** **-4.2%**
Net Income (%)	447 3.9%	-1,573 -13.6%	-782 -6.4%	67 0.5%	**-600** **-3.9%**

Sales trend by business



※ Following our decisions to discontinue and divest certain 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.

3Q 2026 Business Results

Financial Position (Consolidated)

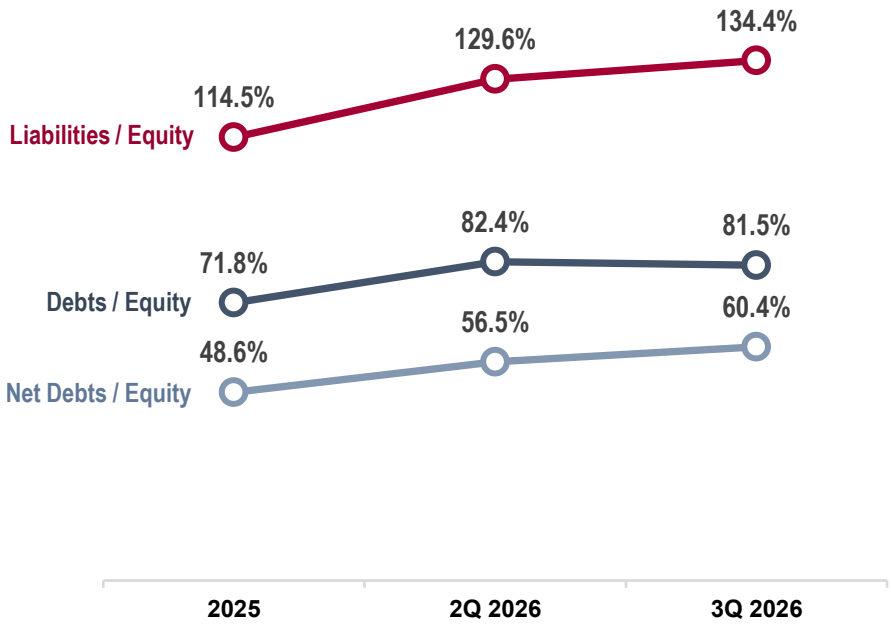
Balance Sheet

(Unit: KRW tn)

LG Chem	2025	2Q 2026	3Q 2026
Asset	101.1	112.2	**102.2**
Cash and cash equivalents	10.9	12.7	**9.2**
Liabilities	54.0	63.3	**58.6**
Debts	33.8	40.3	**35.5**
Equity	47.1	48.9	**43.6**

Financial Ratios

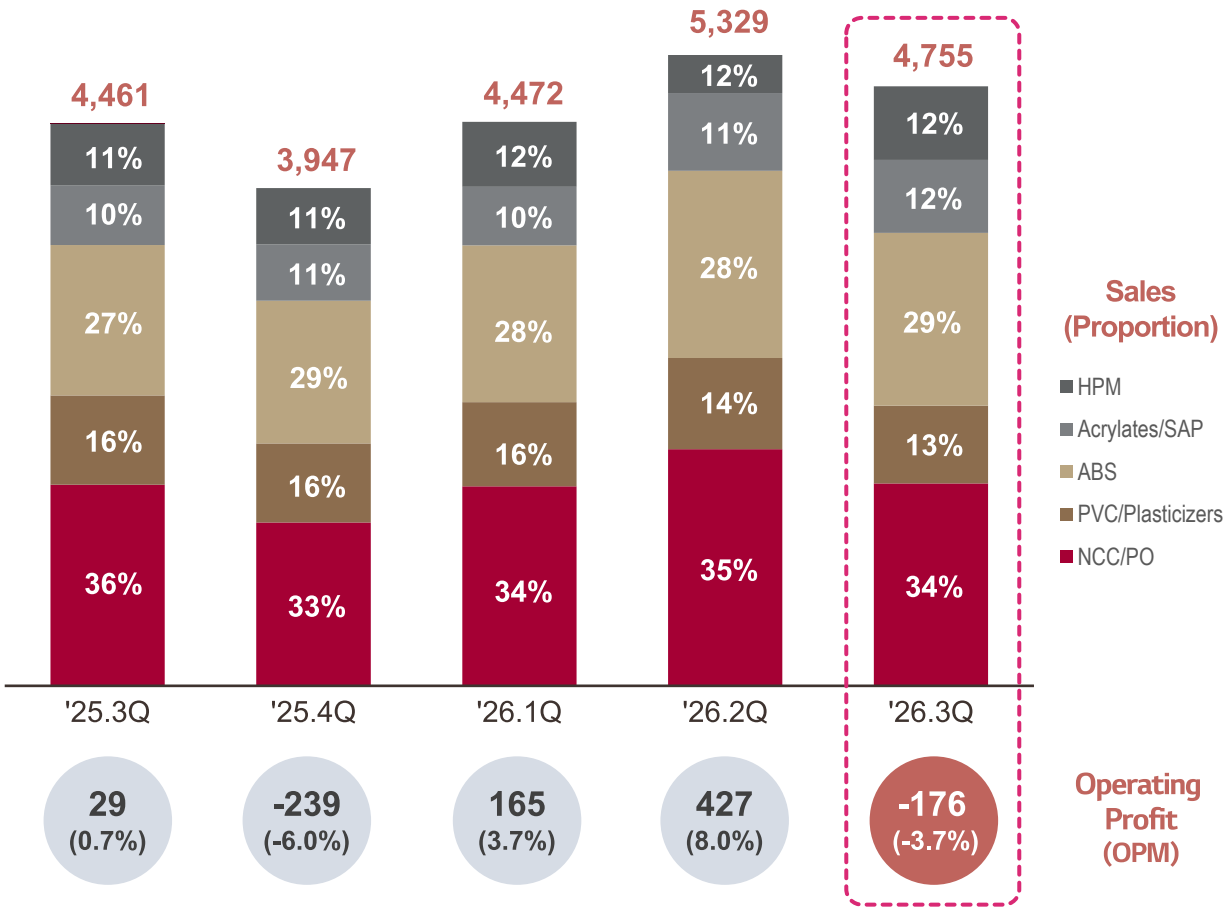
(Unit: %)



Results & Outlook by Business

Petrochemicals

(Unit: KRW bn)



※ Past results have been retroactively restated based on the organizational restructuring effective July 1, 2026.
[Key Changes] – Alcohol products reassigned from the PVC/Plasticizers Business Unit to the Acrylates/SAP Business Unit

Results

- Turned to an operating loss, driven by narrower spreads in key products amid negative inventory lag effects, higher logistics costs, and unfavorable foreign exchange movements.

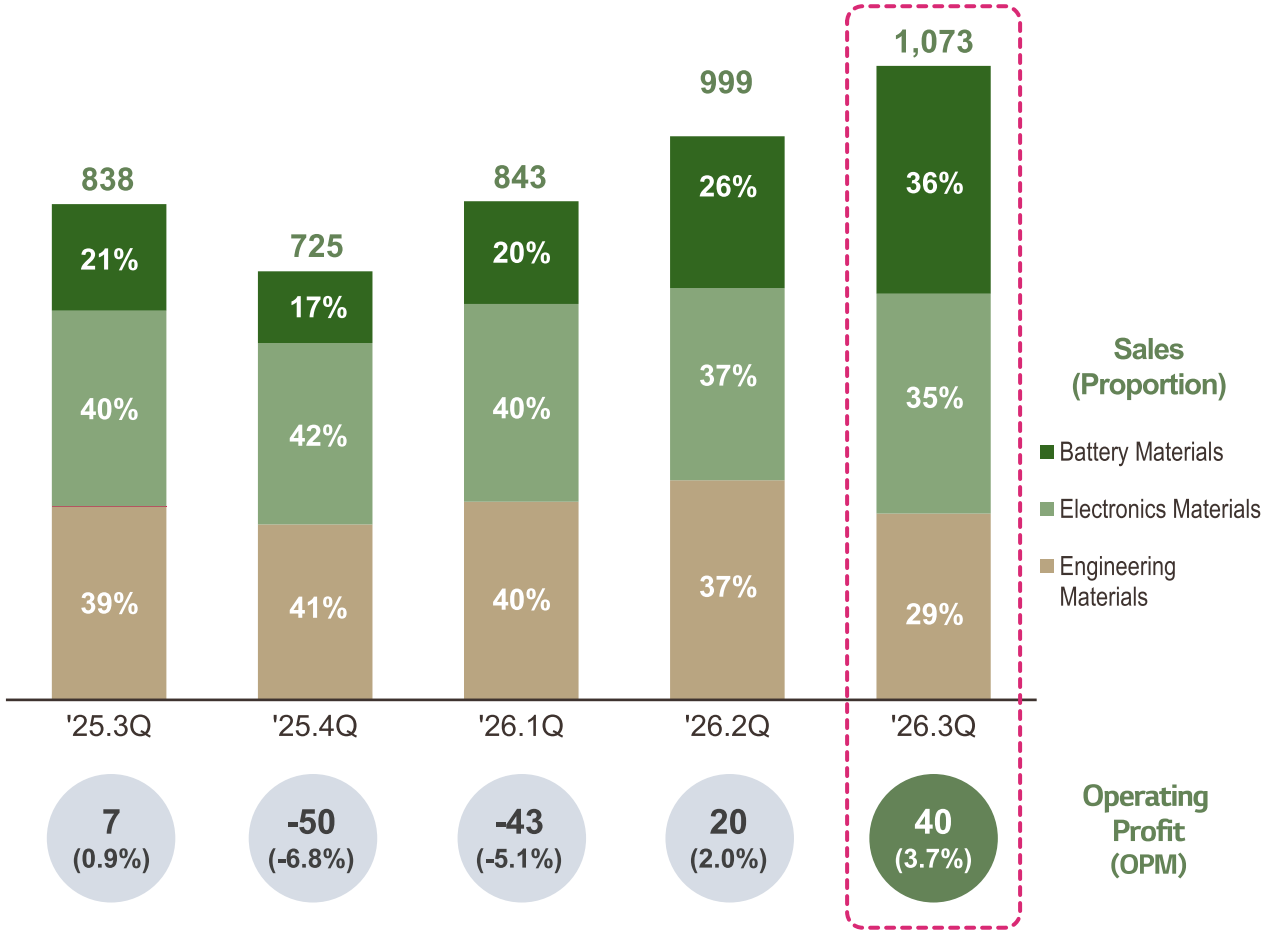
Outlook

- High oil prices are expected to remain a burden due to ongoing geopolitical risks, along with opportunity losses expected from the scheduled maintenance of the Yeosu plant.
- Endeavor to improve profitability through expanding sales of higher value-added products (e.g., IPA for semiconductors and SSBR for EVs), reducing costs, and optimizing inventory management.

Results & Outlook by Business

Advanced Materials

(Unit: KRW bn)



※ Following our decisions to discontinue and divest certain businesses, the relevant business results have been compiled retroactively.

Results

- Profitability improved due to an increase in Battery Materials volumes and the recognition of one-off gains, supported by solid performance in Electronics Materials.

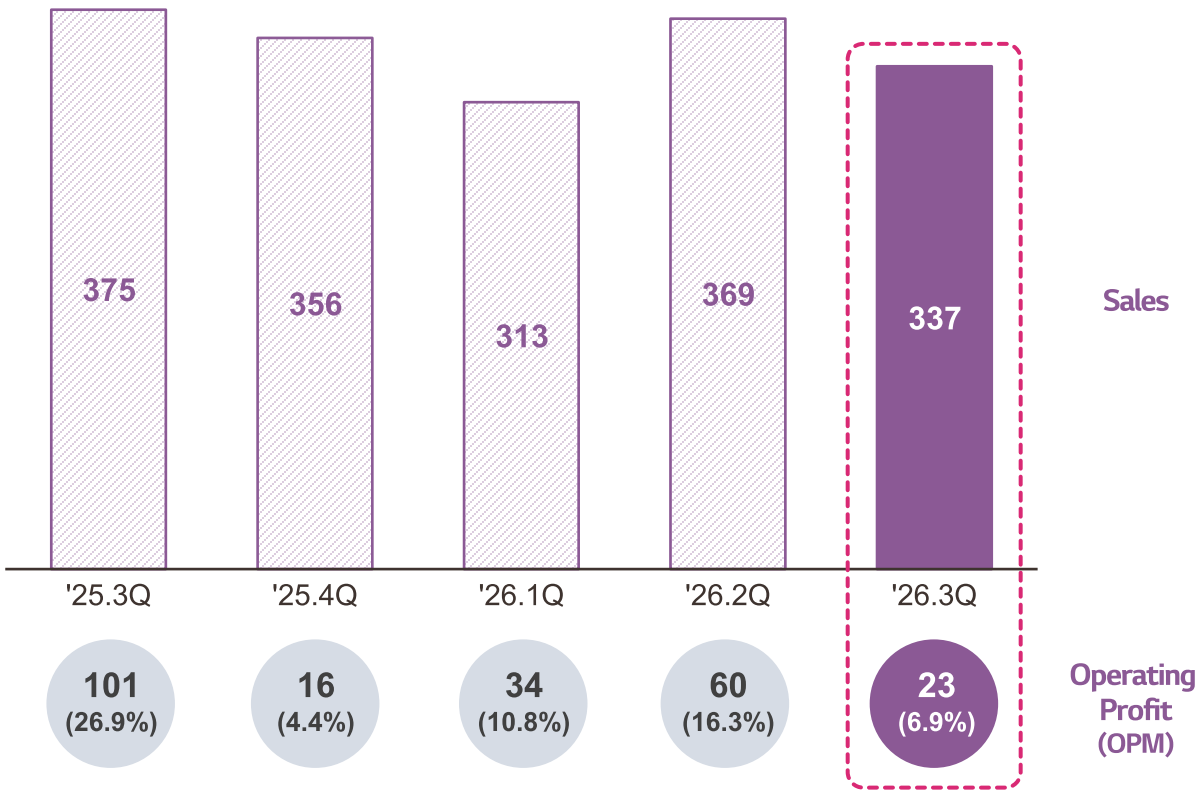
Outlook

- Revenue is expected to increase on expanded Battery Materials volumes; while profitability is projected to remain at a similar level due to the base effect of the previous quarter's one-off gains.

Results & Outlook by Business

Life Sciences

(Unit: KRW bn)



Results

- Revenue and profitability declined quarter-on-quarter on lower export shipment volumes and increased R&D expenses.

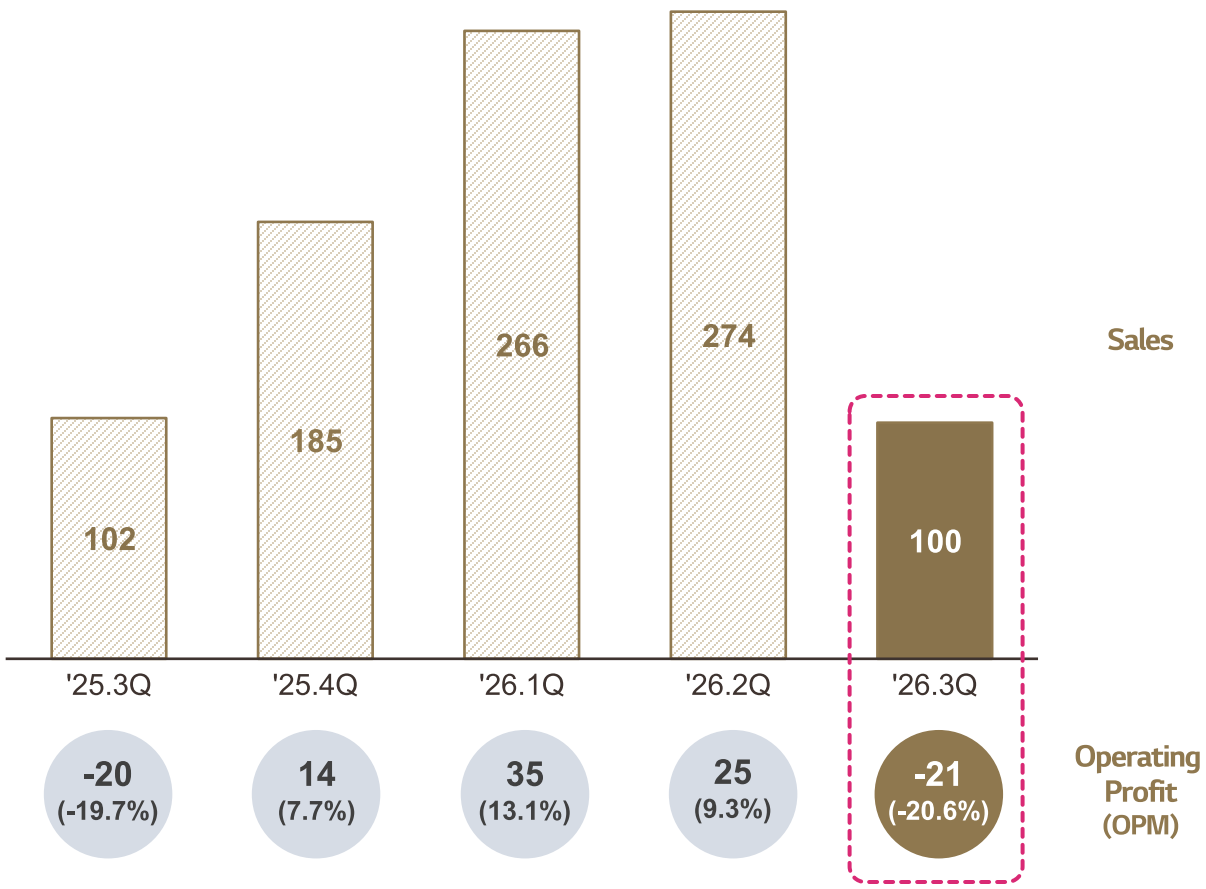
Outlook

- Revenue and profitability are expected to rise, with export volumes for certain products such as vaccines concentrated in the fourth quarter, and additional upfront payments received following the amended license-out agreement for the rare obesity treatment.

Results & Outlook by Business

Farm Hannong

(Unit: KRW bn)



Results

- Despite higher sales of crop protection products and seeds, revenue and profitability edged down year-on-year due to the base effect of advance fertilizer purchases in the first half.

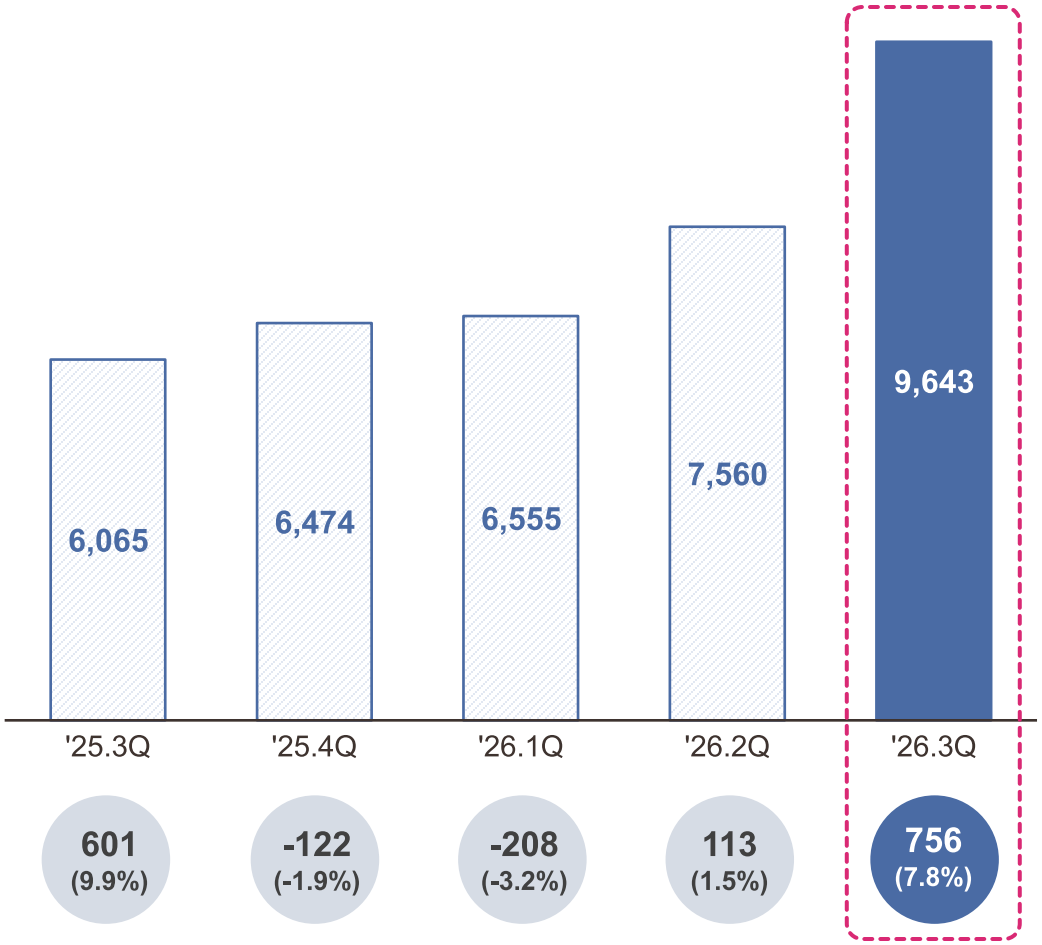
Outlook

- Revenue and profitability are expected to decline year-on-year, as lower fertilizer sales and increased R&D expenses outweigh the expansion of overseas crop protection sales.

Results & Outlook by Business

Energy Solution

(Unit: KRW bn)



※ 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.

Results

- Revenue grew, driven by a significant increase in ESS shipments, along with the solid expansion of EV cylindrical and High-voltage Mid-Ni pouch supply.
- Profitability improved, driven by higher utilization rates in Europe, continued growth in EV cylindrical volumes, and the alleviation of fixed-cost burdens following the stabilization of ESS production in North America.

Outlook

- Revenue growth is expected on volume gains underpinned by North American ESS production capacity and the steady growth in EV cylindrical and pouch supply.
- Continued response to customer demand through the start-up of an additional ESS cell line and the securing of additional back-end capacity in the U.S., as well as preparations for the start-up of 46-series cylindrical production in Arizona.

Appendix

Income Statements

(Unit: KRW bn)

LG Chem	2024	2025					2026		
	Year	1Q	2Q	3Q	4Q	Year	1Q	2Q	3Q
Sales	**50,180**	**12,579**	**11,908**	**11,562**	**11,530**	**47,579**	**12,247**	**14,176**	**15,496**
Cost of Sales	41,247	10,101	9,518	8,808	9,696	38,123	9,932	11,180	12,448
Gross Profit	8,932	2,478	2,390	2,754	1,834	9,456	2,315	2,996	3,048
(%)	17.8%	19.7%	20.1%	23.8%	15.9%	19.9%	18.9%	21.1%	19.7%
SG&A Expenses	8,057	2,040	1,914	2,074	2,247	8,275	2,365	2,396	2,487
Operating Profit	**875**	**438**	**477**	**680**	**-413**	**1,181**	**-50**	**600**	**561**
(%)	1.7%	3.5%	4.0%	5.9%	-3.6%	2.5%	-0.4%	4.2%	3.6%
Other non-operating income(expenses)	-1,185	-1	-662	-223	-2,076	-2,961	-516	-171	-1,206
Income before tax	-310	437	-185	457	-2,489	-1,780	-566	429	-645
Net Income	**515**	**260**	**-112**	**447**	**-1,573**	**-977**	**-782**	**67**	**-600**

※ 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.

※ 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		
	4Q	1Q	2Q	3Q	4Q	1Q	2Q	3Q
Assets	**93,858**	**95,091**	**93,952**	**98,475**	**101,062**	**105,663**	**112,210**	**102,222**
Cash and Equivalents	8,068	7,293	8,385	8,593	10,903	9,685	12,696	9,202
A/R	8,166	8,783	7,651	7,711	6,725	8,343	9,476	9,778
Inventory	8,847	8,529	7,846	8,629	8,177	9,351	11,157	11,328
Tangible / Intangible Assets	58,190	60,369	59,672	62,809	59,960	61,890	65,443	59,667
Liabilities	**45,862**	**46,984**	**49,365**	**52,247**	**53,956**	**57,572**	**63,339**	**58,612**
A/P	3,682	3,925	3,187	3,478	3,537	4,513	5,354	5,501
Short-term debts	7,621	8,634	9,586	11,860	11,738	13,117	11,603	10,617
Long-term debts	19,755	20,769	22,212	21,727	22,074	22,538	28,686	24,932
Equity	**47,995**	**48,106**	**44,587**	**46,229**	**47,106**	**48,091**	**48,871**	**43,610**
Liabilities / Equity (%)	95.6%	97.7%	110.7%	113.0%	114.5%	119.7%	129.6%	134.4%
Net debt / Equity (%)	40.2%	46.0%	52.5%	54.1%	48.6%	54.0%	56.5%	60.4%

※ 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		
	Year	1Q	2Q	3Q	4Q	Year	1Q	2Q	3Q
Beginning Cash Balance	**9,142**	**8,068**	**7,293**	**8,385**	**8,593**	**8,068**	**10,903**	**9,685**	**12,696**
Operating Activities	**7,012**	**1,891**	**1,339**	**2,461**	**2,544**	**8,234**	**-176**	**1,344**	**395**
Operating Profit	875	438	477	680	-413	1,181	-50	600	561
Depreciation	4,672	1,286	1,238	1,312	1,517	5,353	1,492	1,606	1,576
Working Capital	9	-55	1,077	-552	1,496	1,966	-1,815	-2,098	-326
Investing Activities	**-13,507**	**-3,855**	**-3,508**	**-3,046**	**-1,272**	**-11,681**	**-1,226**	**1,516**	**-1,681**
Financing Activities	**4,821**	**1,184**	**3,460**	**667**	**932**	**6,243**	**23**	**-5**	**-1,517**
Borrow / Repay	5,448	2,027	2,395	1,790	225	6,436	1,843	4,635	-4,741
Ending Cash Balance	**8,068**	**7,293**	**8,385**	**8,593**	**10,903**	**10,903**	**9,685**	**12,696**	**9,202**

※ 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	2025	3Q 2026	YTD 3Q26	2026 (P)
Petrochemicals	915	**149**	411	790
Advanced Materials	1,671	**143**	418	612
Life Sciences	70	**7**	15	30
Common (incl. Farm Hannong)	237	**38**	81	284
Total	2,893	**337**	925	1,716

R&D Expenses

(Unit: KRW bn)

LG Chem	2025	2Q 2026	3Q 2026	YTD 3Q26
Petrochemicals	230	60	**58**	176
Advanced Materials	269	78	**74**	221
Life Sciences	373	149	**94**	321
Common (incl. Farm Hannong)	185	47	**45**	138
Total	1,058	334	**271**	856

Thank you

WeConnectScience

LG Chem

LG Twin Tower, 128 Yeoui-daero, Yeongdeungpo-gu, Seoul 07336, Korea
Tel. 02-3773-1114 / www.lgchem.com

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