

Innovation
for a Better Life

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LG Annual Report





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Message From the CEO

Dear our valued shareholders and customers,

I would like to express my deepest gratitude to each of you for your unwavering trust and support in LG's journey toward delivering exceptional customer value.

In 2024, we faced intensified global trade frictions, geopolitical conflicts, and prolonged supply chain disruptions, coupled with persistent inflation and currency volatility. These challenges underlined the uncertainty in our external business environment. Amidst these conditions, LG focused on securing core competitive advantages in our business and building a portfolio centered on future growth pillars such as AI, Bio, and Clean Tech. We continued to invest in creating new customer value that goes beyond expectations.

Looking ahead to 2025, the landscape is shifting dramatically due to evolving global relations, economic conditions, and the rapid acceleration of technological innovations like AI. These changes demand a "new way of thinking" for growth from LG. As a company that has historically led in responding to economic and social demands, LG has always embraced change by pioneering new values and expanding its horizons. Recognizing this as a golden opportunity for sustainable transformation, we aim to understand and leverage the unprecedented shifts of this era to create a new journey for our customers.

Moving forward, LG will strengthen two key pillars that have defined our success.

Firstly, it is about achieving the robust compliance management. We envision compliance not just as a regulatory obligation but as a core infrastructure for growth and development. All LG employees are committed to this transformation, and we have been enhancing our compliance governance, rooted at the board level, to ensure it permeates every level of our operations. We will continue to evolve our compliance framework to stay aligned with societal and industry changes.

Secondly, LG would actively discovers new growth drivers and nurtures them into our core businesses through solid investments and technological innovation. This includes reinforcing our market leadership in core businesses while also creating differentiated

value in future sectors like AI, Bio, and Clean Tech. Notably, we are committed to developing battery technology as a national cornerstone and a flagship for LG's growth, overcoming market and technological challenges through continuous innovation in next-generation batteries and processes.

LG's history of leading through change and creating new value is well-established. By strengthening our compliance management and nurturing new growth engines, we aim to earn sustained trust from our shareholders, customers, employees, and society, becoming an even stronger company.

Lastly, we remain committed to enhancing shareholder value through ongoing efforts and thoughtful execution.

We will appreciate your continued support and encouragement.

Thank you.

CEO & Chairman **Koo, Kwang Mo**

Board of Directors



Koo, Kwang Mo
Director



Lee, Soo Young
Director



Han, Jong Soo
Director



Kwon, Bong Seok
Director



Ha, Beom Jong
Director



Cho, Sung Wook
Director



Park, Jong Soo
Director

Holding Structure

Electronics



LG Electronics Inc.

34.3%

- LG Display Co., Ltd. (36.7%)
Nanumnuri (100%)
- LG Innotek Co., Ltd. (40.8%)
Innowith (100%)
- Hiplaza Co., Ltd (100%)
- Hi-M.Solutek (100%)
- Hi-Caresolution Corp (100%)
- Hiteleservice Co., Ltd (100%)
- Ace R&A Co., Ltd. (100%)
- Hanuri (100%)
- Robostar Co., Ltd. (33.4%)
- LG Magna e-Powertrain Co., Ltd. (51.0%)
- Hievcharger Co., Ltd (60.0%)
- ZKW Lighting Systems Korea Co., Ltd.* (100%)

*) Owned 100% by ZKW Group GmbH
(Overseas Affiliate)

As of 31st Dec. 2024
Total of 61 companies

(Based on trade law of South Korea)

- Holding Company : **1**
- No. of 1st. tier subsidiaries : **9**
- No. of 2nd. tier subsidiaries : **43**
- No. of 3rd. tier subsidiaries : **7**
- Others : **1**

Chemicals



LG Chem Ltd

34.0%

- LG Energy Solution, Ltd. (81.8%)
Aremnuri. Co. Ltd (100%)
- Seetec Co., Ltd. (50.0%)
- Haengboknuri (100%)
- Farm Hannong Co., Ltd (100%)
- LG-HY BCM Co., Ltd. (51.0%)
- TW Biomassenergy Co., Ltd (60.0%)

LG Household & Health Care Co., Ltd.

34.0%

- Coca-Cola Beverage Co. (90.0%)
Hankook Beverage Co., Ltd. (100%)
Gowoonnuri (100%)
- Hai Tai HTB Co., Ltd. (100%)
- Fmg Co., Ltd. (100%)
- Balkeunnuri. Co., Ltd. (100%)
- LG Farouk Co. (50.0%)
- MiGenstory Co. Ltd (100%)
- Ulleung Water Co., Ltd (87.4%)
- Tai Guk Pharm. Co., Ltd (99.1%)
- Rucipello Korea Inc. (100%)
- F&I Agricultural Co., Ltd. (90.0%)
- Vivawave Co., Ltd. (75.0%)

Telecommunications & Services



LG Uplus Corp.

37.7%

- LG HelloVision Corp. (58.6%)
CV Partners Co., Ltd. (100%)
Hello Connect N Co., Ltd. (100%)
- CS Leader (100%)
- AIN TeleService, LTD. (100%)
- Medialog Corp. (99.6%)
- Dacom Crossing Corporation (51.0%)
- CS One Partner Corporation (100%)
- WithU Corporation (100%)
- Uplus Home Service Corp. (100%)
- LG Uplus VoltUp Corp. (50.0)

HS Ad Inc.

35.0%

LG CNS Co., Ltd.

50.0%

- BizTechi Co., Ltd. (96.1%)
- Biztech On Co., Ltd. (96.1%)
- Haengbokmaru (100%)
- Rightbrain Co., Ltd. (61.9%)

D&O Corp.

100%

- miraeM Co., Ltd (100%)
- D&O CM Corp. (100%)

LG Management Development Institute

100%

LG Sports Ltd.

100%

LG Holdings Japan Co., Ltd.(Overseas)

100%

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LG Annual Report

Business Report

LG has continued to achieve qualitative growth while focusing securing core competitive advantages and building a business portfolio centered around future growth pillars such as AI, Bio, and Clean Tech. The company has invested in creating new customer values that are essential and can exceed expectations.

In our electronics business sector, LG has improved market position by enhancing product competitiveness to innovate customer experiences, targeting overseas growth markets, and advancing the portfolio through qualitative growth in subscription and WebOS-based businesses, as well as expanding B2B operations.

In our chemical business sector, LG Energy Solution is concentrating on responding to changes in the electric vehicle market by focusing on product competitiveness, technological leadership, and supply chain strengthening. In addition, LG Chem is accelerating the competitiveness of battery materials and the development of innovative new drugs, while transitioning its portfolio to high-value and differentiated materials in petrochemicals.

In our telecommunications and services sector, LG Uplus is enhancing customer communication experiences by integrating AI-based differentiated services while maintaining a focus on quality and security. LG CNS is leading the domestic AI Transformation (AX) market by leveraging cloud and AI technologies.

Owing to these efforts, LG Corp posted consolidated revenue of KRW 7.18 trillion and operating profit of KRW 0.97 trillion in 2024.

1. Revenue and operating profit for main business segments

(Unit : KRW billion)

Company	Revenue			Operating Profit	
	2024	2023	YoY	2024	2023
LG Corp.	932	1,031	-10%	655	751
LG CNS Co., Ltd.	5,983	5,605	7%	513	464
D&O Corp.	286	282	1%	7	9
LG Management Development Institute	273	230	18%	11	9
LG Sports Ltd.	82	82	-1%	2	-2

(*) All Companies’ figures are based on consolidated income statements except for LG Corp.
LG Corp’s figures are based on separate income statement.

2. Gain & Loss on Valuation of Equity Method Securities

(Unit : KRW million)

Company	2024	2023	YoY
LG Chem Ltd.	-165,880	380,955	-
LG Household & Healthcare Ltd.	58,421	46,464	26%
LG Electronics Inc.	135,273	212,013	-36%
LG Uplus Corp.	185,161	214,995	-14%
HSAd	7,839	4,563	72%
Others	-3,813	40,213	-
Total	217,001	899,203	-76%

3. Operating Income

(Unit : KRW million)			
Account	2024	2023	YoY
Dividend Income	432,079	538,891	-20%
Brand Royalty Income	356,361	357,233	-0%
Rental Revenues	143,127	134,462	6%
Total	931,567	1,030,586	-10%

1) Dividend Income (Details)

(Unit : KRW million)			
Company	2024	2023	YoY
LG Chem Ltd.	82,370	235,342	-65%
LG Household & Health Care Ltd.	18,604	21,262	-13%
LG Electronics Inc.	71,623	38,566	86%
LG Uplus Corp.	106,875	106,875	0%
HSAd	2,609	2,319	13%
Others	149,998	134,527	12%
Total	432,079	538,891	-20%

2) Brand Royalty Income

LG Corp. reserves the legal rights over the brand "LG". Value of a brand is determined separately from intellectual property rights such as patent rights and a brand constitutes an important competitiveness-enhancing factor that contributes to increasing a company's cash flows in the future. Brand value has a material impact on sales by working as a factor to add image and credibility to the fundamental competitiveness of a company's products.

As such, LG Corp. set the vision and core values of the “LG” brand, charged royalty from 2005 to users of the brand for enhancing the brand value through systematic brand management and strategic action plan. The company plans to reinvest part of the brand royalty income with the aim of elevating it into the global No. 1 brand, thereby, creating a virtuous circle of positive contribution to the brand users.

Basic terms of the brand license agreements are as provided in the following :

- License fee = (Consolidated sales - Consolidated advertising expenses) X 0.2%
- Payable monthly
- 1-year term
- Adjustment factors applicable depending upon the specific form of usage of the brand (whether used by a joint venture, whether logos are used, etc.)

Brand license fees are calculated and charged monthly based on the amount of consolidated sales and consolidated advertising expenses as reported on the user's financial statements for the prior period. When the user's performance for the relevant period is fixed in the following year, then the fees are finally reconciled based on the relevant year's actual figures.

As of the end of 2024, LG Corp. posted brand royalty income of KRW 356,361 million from the companies in the brand contract.

3) Rental Revenue

LG Corp. recorded rental revenue of KRW 143,127 million in 2024, marking an increase of around 6% YoY.

4. Changes in investments in associates and joint ventures for the years ended December 31, 2024

(Unit : KRW million)							
Companies	Beginning balance	Acquisition and changes of consolidation scope	Dividend received and others	Equity method gains and losses	Other capital changes and others	Disposal and others	Ending balance
LG Chem Ltd.	9,471,868	150,015	(82,370)	(165,880)	628,180	-	10,001,813
LG Household & Health Care Ltd.	1,717,438	-	(18,604)	58,421	770	-	1,758,025
LG Electronics Inc.	5,895,775	100,010	(71,623)	135,273	374,176	-	6,433,611
LG Uplus Corp.	3,144,545	-	(106,875)	185,161	(4,306)	-	3,218,525
HS Ad Inc.	59,825	-	(2,609)	7,839	1,697	-	66,752
ZKW Holding GmbH ¹	88,114	-	-	(73,268)	4,850	(19,696)	-
ZKW Austria Immobilien Holding GmbH	12,197	-	-	1,629	873	-	14,699
Tmoney Co., Ltd.	73,871	-	-	5,789	(783)	-	78,877
Songdo U-Life LLC	1,415	-	-	488	(143)	-	1,760
RECAUDO BOGOTA S.A.S	5,072	-	-	(874)	14	-	4,212
Hellas SmarTicket Societe Anonyme	5,773	-	(1,004)	1,582	356	-	6,707
Dongnam Solar Energy Co., Ltd.	1,159	-	(122)	122	1	-	1,160
Daegu Clean Energy Co., Ltd. ²	-	-	-	-	-	-	-
Serveone Co., Ltd.	344,225	-	-	46,119	2,211	-	392,555
CloudGram Corp. ³	2,962	-	-	(404)	4	(2,562)	-
Korea DRD Corp.	653	-	-	60	-	-	713
Danbee Inc.	-	-	-	15	-	-	15
Bithumb META Co., Ltd. ³	89	-	-	(88)	1	(2)	-
SEJONG SMART CITY CO., LTD.	12,550	-	-	(293)	-	-	12,257
Aimos Inc.	-	900	-	(242)	(1)	-	657
MEDICNT CO., LTD.	-	224	-	-	-	-	224
PT. LG Sinarmas Technology Solutions	-	4,850	-	(1,222)	305	-	3,933
SMARTCITY BUSAN CO., LTD.	-	15,000	-	-	-	-	15,000
Xi C&A Co., Ltd.	195,785	-	(16,000)	3,209	1,973	-	184,967
S&I Corp.	173,021	-	(12,000)	13,565	(688)	-	173,898
Total	21,206,337	270,999	(311,207)	217,001	1,009,490	(22,260)	22,370,360

(*1) During the period, indications of impairment were identified, and as a result of the recoverable amount assessment, an impairment loss of \ 19,696 million was recognized in profit or loss. The recoverable amount of the investment was determined based on value in use and is subject to changes in key assumptions, including a perpetual growth rate of 2% after five years and a discount rate ranging from 8.7% to 9.7%, when applying the discounted cash flow method. Additionally, due to the equity method loss recorded during the period, the application of the equity method has been discontinued, and the cumulative unrecognized equity method loss amounts to KRW 773 million.

(*2) Due to the cumulative equity method losses from prior periods, the application of the equity method had been discontinued, and the investment was liquidated during the current period.

(*3) The equity was sold during the current period.

5. Changes in property, plant and equipment for the years ended December 31, 2024

(Unit : KRW million)

Description	Year ended December 31, 2024									
	Land	Buildings	Structures	Machinery	Vehicles	Tools and equipment	Furniture and fixtures	Construction in progress	Other property	Total
Beginning balance	433,552	661,101	120,414	4,134	9,224	53	72,439	46,201	177,911	1,525,029
Acquisitions	3	713	67	1,187	941	2	18,089	62,134	32,792	115,928
Disposals	-	(177)	-	-	(18)	-	(12)	-	(2,739)	(2,946)
Depreciation	-	(28,214)	(12,186)	(994)	(2,091)	(18)	(21,748)	-	(32,024)	(97,275)
Transfers	6,377	16,084	6,049	607	13	-	9,728	(43,576)	3,710	(1,008)
Government grants	-	-	-	-	-	-	(30)	-	-	(30)
Changes in scope of consolidation ¹	220	372	-	-	93	-	1	-	4	690
Transfer to assets held-for-sale	-	-	(1,735)	-	-	-	(48)	-	-	(1,783)
Impairment loss	-	-	-	-	-	-	(225)	(544)	-	(769)
Others	(3)	(206)	(1)	-	-	-	836	6,494	103	7,223
Effect of foreign currency translation	-	-	-	-	-	1	112	-	706	819
Ending balance	440,149	649,673	112,608	4,934	8,162	38	79,142	70,709	180,463	1,545,878

(*1) The Company obtained control by acquiring shares in GT INNOVISION CO., LTD. during the current period.

6. Changes in investment property for the years ended December 31, 2024

(Unit : KRW million)

Description	Year ended December 31, 2024				
	Land	Buildings	Structures	Construction in progress	Total
Beginning balance	645,387	605,991	3,674	29,772	1,284,824
Acquisitions	-	1,573	-	56,947	58,520
Depreciation	-	(38,816)	(839)	-	(39,655)
Transfers	(4,666)	88,138	4,255	(86,719)	1,008
Disposals	(77)	(474)	-	-	(551)
Others	1,090	12,541	-	-	13,631
Ending balance	641,734	668,953	7,090	-	1,317,777

Details of the fair value of investment properties¹ as at December 31, 2024, are as follows :

(Unit : KRW million)

Description	31-Dec-24			
	Date of revaluation	Land	Buildings, structures and construction in progress	Total
Twin Tower	2024-08-16	1,108,096	299,904	1,408,000
Gasandong building	2024-08-16	179,925	99,028	278,953
Gwanghwamun building	2024-08-16	404,079	102,921	507,000
Seoul Station building	2024-08-16	427,482	133,518	561,000
Sangdodong Hi Plaza ²	2017-06-30	5,445	1,760	7,205
Dogokdong Gangnam building ³	2023-11-30	220,732	69,698	290,430
Flagone 2 ⁴	-	-	11,026	11,026
Flagone 3 ⁴	-	-	8,633	8,633
Gangseo building	2023-12-31	75,440	52,846	128,286
Hwadamchae	2024-01-01	2,320	12,338	14,658
CNS Sangam DDMC ⁵	2020-01-10	-	343,000	343,000
Japan Corporation	2024-12-31	119,466	197,064	316,530
LG Art Center, LG Discovery Lab ⁴	-	-	5,076	5,076
Total				3,879,797

(*1) The carrying amount of investment properties is \ 1,492,529 million and it includes the value of investment properties (Book value that is subject to valuation: \ 174,752 million) occupied by the owner.

(*2) Carrying amount is considered as fair value.

(*3) The fair value for land is determined considering the recent changes in official land prices and timing, and the fair value for building is determined based on replacement cost that considers the changes in the standard unit price (provided by Korea Real Estate Board) after the time of acquisition.

(*4) The carrying amount of right-of-use assets is considered as fair value.

(*5) It is the whole valuation amount of Sangam DDMC. Sangam DDMC is an appraisal value of the entire real estate, including land, buildings and structures. The Group owns 32.8% of the property.

7. Debentures and Borrowings

1)Short-term borrowings as of December 31, 2024 and 2023

(Unit : KRW one in million)

Description	Creditor	December 31, 2024		December 31, 2023
		Annual interest rate (%)	Amount	Amount
Foreign currency short-term borrowings	Shinhan bank and others	5.73 ~ 9.10	5,515	2,565
Total			5,515	2,565

2) Long-term borrowings as of December 31, 2024 and 2023

(Unit : KRW one in million)

Description	Creditor	Annual interest rate (%)	December 31, 2024		December 31, 2023	
			Current	Non- current	Current	Non- current
Korean currency long-term borrowings	Korea SMEs And Startups Agency and others	2.03 ~ 2.84	367	294	413	-
Debentures in Korean won	Public offering bonds and others	1.75 ~ 4.44	160,000	390,000	-	550,000
Discount on debentures			(52)	(601)	-	(1,250)
Total			160,315	389,693	413	548,750

3) Debentures as of December 31, 2024 and 2023

(Unit : KRW one in million)

Company	Description	Issuance date	Maturity date	Annual interest rate	December 31, 2024	December 31, 2023
LG CNS Co., Ltd.	12-2nd public offering	2020-05-14	2025-05-14	1.75%	50,000	50,000
	12-3rd public offering	2020-05-14	2027-05-14	1.99%	100,000	100,000
	13-1st public offering	2023-03-10	2025-03-10	4.39%	110,000	110,000
	13-2nd public offering	2023-03-10	2026-03-10	4.44%	230,000	230,000
	13-3rd public offering	2023-03-10	2028-03-10	4.32%	60,000	60,000
Subtotal					550,000	550,000
Discount on debentures					(653)	(1,250)
Current debentures ¹					(159,948)	-
Total					389,399	548,750

(*1) Amount of discount on debentures is deducted.

8. Issued Capital

Details of issued capital as of December 31, 2024, are as follows. (Unit : KRW millions)

Type of stock	Number of authorized shares	Number of issued shares	Number of shares owned by related party	Par value (in Korean won)	Amount of issued capital
Common stock	700,000,000	157,300,993	65,598,735	5,000	786,505
Preferred stock (*1)	-	3,021,620	-	5,000	15,108

(*1) Preferred stocks are stocks without voting rights that are eligible for an additional 1%, based on the face value of the stock compared to common stocks when receiving cash dividends. In case of no dividend payout, they are granted voting rights for the period from the shareholders’ meeting following the meeting of shareholders that resolved not to pay dividends to the date of shareholders’ meeting that resolved to pay dividends.

9. Retained Earnings and Dividends

Changes in retained earnings for the years ended December 31, 2024 and 2023 are as follows. (Unit : KRW one in millions)

Description	2024	2023
Beginning balance	21,301,106	20,620,548
Profit for the year attributable to the owners of the Company	574,727	1,261,219
Dividends ¹	(483,737)	(474,545)
Remeasurement of net defined benefit liability	(6,952)	(1,156)
Changes in retained earnings by equity method	(59,691)	(106,412)
Transfer due to the disposal of other financial assets	-	1,452
Ending balance	21,325,453	21,301,106

(*1) Details of dividends for the years ended December 31, 2024 and 2023, are as follows.

(Unit : in millions of Korean won and in shares)					
Type of stock	2024				
	Number of issued shares	Number of treasury shares	Number of dividend shares	Dividend per share (in Korean won)	Total dividends
Common share	157,300,993	4,316,521	152,984,472	₩ 3,100	₩ 474,252
Preferred share	3,021,620	10,421	3,011,199	3,150	9,485

(Unit : in millions of Korean won and in shares)					
Type of stock	2023				
	Number of issued shares	Number of treasury shares	Number of dividend shares	Dividend per share (in Korean won)	Total dividends
Common share	157,300,993	2,180,794	155,120,199	₩ 3,000	₩ 465,361
Preferred share	3,021,620	10,421	3,011,199	3,050	9,184

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LG Annual Report

Audit Report

Independent Auditor’s Report

English Translation of a Report
Originally Issued in Korean

To the Board of Directors and
Shareholders of LG Corp.

Opinion

We have audited the consolidated financial statements of LG Corp. and its subsidiaries (collectively referred to as the "Group"), which comprise the consolidated statements of financial position as at December 31, 2024 and 2023, and the consolidated statements of profit or loss, consolidated statements of comprehensive income, consolidated statements of changes in equity and consolidated statements of cash flows for the years then ended, and notes to the consolidated financial statements, including material accounting policy information.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Group as at December 31, 2024 and 2023, and its consolidated financial performance and its consolidated cash flows for the years then ended in accordance with International Financial Reporting Standards as adopted by the Republic of Korea (Korean IFRS).

We also have audited, in accordance with Korean Standards on Auditing, the Company’s Internal Control over Financial Reporting for consolidation purposes as at December 31, 2024 and 2023, based on Conceptual Framework for Designing and Operating Internal Control over Financial Reporting, and our report dated March 17, 2025 expressed an unqualified opinion.

Basis for Opinion

We conducted our audits in accordance with Korean Standards on Auditing. Our responsibilities under those standards are further described in the Auditor’s Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Group in accordance with the ethical requirements of the Republic of Korea that are relevant to our audit of the consolidated financial statements and we have fulfilled our other ethical responsibilities in accordance with the ethical requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated financial statements of the current period. These matters were addressed in the context of our audit of the consolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

(1) Estimation of total contract costs for construction contracts

Reason why the matter was determined to be a Key Audit Matter

As described in Note 18 to the consolidated financial statements, the Group recognizes revenue over time using the cost-based input method for construction contracts. The Group measures the percentage of completion based on total costs incurred relative to total estimated contract costs by project. As total contract costs are estimated based on future forecasting of labor costs, outsourcing costs and others, changes in the estimate of the total contract costs may affect profit or loss of the current and future periods as well as the calculation of contract assets and contract liabilities. Since the Group’s construction contract revenues and costs are material to the consolidated financial statements and there are inherent uncertainties for construction contracts that the estimated total contract costs may change in the future depending on the significant judgement of the Group’s management, we identified the estimation of total contract costs for construction contracts as a key audit matter.

How our audit addressed the Key Audit Matter

We have performed the following audit procedures, including the use of subsidiaries’ component auditors, to address the Key Audit Matter

- Obtained an understanding and assessed the Group’s revenue recognition accounting policies and internal controls
- Performed tests on design and operating effectiveness of internal controls such as management’s review and approval for the estimation and changes in total contract costs
- Verified the accuracy of reflection of total contract costs when calculating percentage of completion
- Recalculated the percentage of completion
- Performed retrospective review of projects of which total contract costs were significantly changed during the current period
- Performed review of projects of which total contract costs were significantly changed subsequent to the reporting date

(2) Impairment assessment of the investment in associate (LG Uplus Corp.)

Reason why the matter was determined to be a Key Audit Matter

The Group performs impairment assessment for investments in associates if there is any indication of impairment. We focused on this area because the estimation of future cash flow to determine recoverable amount involves management’s assumption and judgement about future business forecast, discount rate and other factors, as well as the significance of the carrying amount of investments in associates (₩22,370,360 million as at December 31, 2024). Details are described in Note 13 to the consolidated financial statements.

In particular, we focused our audit procedures on the impairment assessment of the investment in LG Uplus Corp. (₩3,218,525 million as at December 31, 2024) where the Group management determined that there is an indication of impairment as the share price was less than the net asset value per share as at December 31, 2024. While the Group management determined that there was sufficient headroom between the recoverable amount and the carrying amount of this investment, we identified this matter as a key audit matter due to the significant size of this investment in associate and considering the measurement of recoverable amount involves management’s significant assumption and judgement.

How our audit addressed the Key Audit Matter

We have performed the following audit procedures to address the Key Audit Matter. We also involved our valuation specialists when performing such audit procedures.

- Obtained an understanding and assessed the Group’s accounting policies and internal controls related to impairment assessment
- Reviewed management’s assessment for the impairment indications on investments in associates
- Performed tests on the design and operating effectiveness of relevant internal controls including management review and approval of future cash flow forecast and significant assumptions related to impairment assessment
- Evaluated the competence and objectivity of external experts used by management
- Obtained an understanding of valuation model, assumptions applied, and underlying data used by management in estimating the value-in-use

- Assessed the appropriateness of valuation model used by management in estimating the value-in-use
- Assessed the reasonableness of the key assumptions used in estimating the value-in-use
 - Compared the current year actual results of relevant cash generating units with the prior year forecasts to assess the reasonableness of management's forecasts
 - Compared the long-term growth rate with economic and industry forecasts
 - Compared the discount rate used by management with the discount rate independently calculated using observable information
- Compared future cash flow forecasts used for impairment assessment with the business plan approved by management
- Assessed the sensitivity analysis performed by management on the discount rate and terminal growth rate

Other Matters

Auditing standards and their application in practice vary among countries. The procedures and practices used in the Republic of Korea to audit such consolidated financial statements may differ from those generally accepted and applied in other countries.

Responsibilities of Management and Those Charged with Governance for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with Korean IFRS, and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is responsible for assessing the Group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Group or to cease operations.

Those charged with governance are responsible for overseeing the Group's financial reporting process.

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Korean Standards on Auditing will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

As part of an audit in accordance with Korean Standards on Auditing, we exercise professional judgment and maintain professional skepticism throughout the audit. We also :

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error; as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the Group audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

The engagement partner on the audit resulting in this independent auditor's report is Kibok Lee, Certified Public Accountant.

Samil PricewaterhouseCoopers

Seoul, Korea
March 17, 2025

Notice to Readers This report is effective as at March 17, 2025, the audit report date. Certain subsequent events or circumstances, which may occur between the audit report date and the time of reading this report, could have a material impact on the accompanying consolidated financial statements and notes thereto. Accordingly, the readers of the audit report should understand that there is a possibility that the above audit report may have to be revised to reflect the impact of such subsequent events or circumstances, if any.

LG CORP. AND SUBSIDIARIES
Consolidated Statements of Financial Position

December 31,
2024 and 2023

(Unit : in millions of Korean won)		
ASSETS	2024	2023
Assets		
Current assets		
Cash and cash equivalents (Notes 5, 6, 27, 34)	₩1,379,821	₩778,904
Financial institution deposits (Notes 5, 27, 31, 34)	1,321,579	1,927,810
Current derivative assets (Notes 5, 27, 34)	2,344	4,858
Trade receivables, net (Notes 5, 7, 27, 30, 34)	1,679,350	1,564,483
Other receivables, net (Notes 5, 7, 27, 30, 34)	97,792	109,221
Current tax assets (Notes 28)	6,167	3,331
Other current assets (Notes 9, 18)	526,314	740,682
Inventories, net (Notes 8)	50,765	70,181
Total current assets	5,064,132	5,199,470
Non-current assets		
Non-current financial institution deposits (Notes 5, 27, 31, 34)	12,050	175,483
Other financial assets (Notes 5, 27, 34)	858,980	439,164
Non-current trade receivables, net (Notes 5, 7, 27, 30, 34)	6,582	12,333
Non-current other receivables, net (Notes 5, 7, 27, 30, 31, 34)	15,883	16,892
Investments in associates and joint ventures (Notes 13)	22,370,360	21,206,337
Deferred tax assets, net (Notes 28)	216,940	200,149
Non-current other assets (Notes 9, 16)	7,428	13,412
Property, plant and equipment, net (Notes 10, 30, 37)	1,545,878	1,525,029
Investment properties, net (Notes 11)	1,317,777	1,284,824
Intangible assets (Notes 12)	117,269	142,729
Right-of-use assets (Notes 32)	105,994	37,263
Total non-current assets	26,575,141	25,053,615
Total assets	₩31,639,273	₩30,253,085

LG CORP. AND ITS SUBSIDIARIES
Consolidated Statements of Financial Position (Continued)

December 31,
2024 and 2023

(Unit : in millions of Korean won)		
LIABILITIES	2024	2023
Current liabilities		
Current derivative liabilities (Notes 5, 27, 34)	₩24,410	₩3,252
Trade payables (Notes 5, 27, 30, 34)	800,936	772,816
Other payables (Notes 5, 27, 30, 34)	511,096	524,807
Short-term borrowings (Notes 5, 14, 27, 34, 38)	5,515	2,565
Current portion of long-term borrowings (Notes 5, 14, 27, 34, 38)	160,315	413
Current tax liabilities (Notes 28)	128,890	116,557
Current provisions (Notes 15)	70,948	49,679
Other current liabilities (Notes 17, 18)	502,659	451,885
Current lease liabilities (Notes 5, 27, 32, 34, 38)	40,038	15,133
Total current liabilities	2,244,807	1,937,107
Non-current liabilities		
Other non-current payables (Notes 5, 27, 30, 34)	28,121	29,641
Long-term borrowings (Notes 5, 14, 27, 34, 38)	389,693	548,750
Net defined benefit liability (Notes 16)	2,512	2,325
Deferred tax liability (Notes 28)	705,263	643,027
Provisions (Notes 15)	6,908	15,504
Other non-current liabilities (Notes 17)	31,293	27,376
Non-current lease liabilities (Notes 5, 27, 32, 34, 38)	98,043	32,866
Total non-current liabilities	1,261,833	1,299,489
Total liabilities	3,506,640	3,236,596
Equity		
Issued capital (Notes 19)	801,613	801,613
Capital surplus (Notes 20)	2,967,691	2,967,691
Other capital items (Notes 19)	(2,065,341)	(1,913,659)
Accumulated other comprehensive income (Notes 21)	4,053,947	2,972,166
Retained earnings (Notes 22)	21,325,453	21,301,106
Equity attributable to owners of the Parent	27,083,363	26,128,917
Non-controlling interests	1,049,270	887,572
Total equity	28,132,633	27,016,489
Total equity and liabilities	₩31,639,273	₩30,253,085

LG CORP. AND SUBSIDIARIES
Consolidated Statements of Profit or Loss

Years Ended December 31,
2024 and 2023

	2024	2023
(Unit : in millions of Korean won)		
Revenue and gain on valuation by equity method (Notes 4, 23)		
Sales of finished goods and merchandise	₩921,827	₩1,022,195
Service revenue	2,880,021	2,507,360
Construction revenue	2,557,448	2,421,518
Gain on valuation by equity method (Notes 13)	217,001	899,203
Other revenue	599,208	595,060
	7,175,505	7,445,336
Cost of sales (Notes 23, 24)	5,746,803	5,438,970
Gross profit	1,428,702	2,006,366
Selling and administrative expenses (Notes 23, 24)	461,860	417,353
Operating income	966,842	1,589,013
Financial income (Notes 25, 27)	130,598	128,197
Financial expenses (Notes 25, 27)	33,791	57,963
Other non-operating income (Notes 26, 27)	74,797	49,540
Other non-operating expenses (Notes 26, 27)	131,348	90,419
Profit before income tax expense	1,007,098	1,618,368
Income tax expense (Note 28)	216,620	204,110
Profit for the year	₩790,478	₩1,414,258
Profit for the year attributable to :		
Owners of the parent	574,727	₩1,261,219
Non-controlling interests	215,751	153,039
Earnings per share (in Korean won) : (Note 29)		
Common share - basic/diluted	₩3,712	₩8,032
Pre-1996 Commercial Law Amendment Preferred Share - basic/diluted	3,762	8,082

LG CORP. AND SUBSIDIARIES
Consolidated Statements of Comprehensive Income

Years Ended December 31,
2024 and 2023

	2024	2023
(Unit : in millions of Korean won)		
Profit for the year	₩790,478	₩1,414,258
Other comprehensive income :		
Items that may be reclassified subsequently to profit or loss :		
Net gain on changes in valuation of investments using equity method	973,394	174,873
Overseas operations translation	27,866	(6,606)
Items that will not be reclassified subsequently to profit or loss		
Net gain on other financial assets	44,940	13,963
Remeasurement of net defined benefit liability	(7,162)	(772)
Net loss on changes in valuation of investments using equity method	(14,029)	(106,298)
Total comprehensive income for the year	₩1,815,487	₩1,489,418
Total comprehensive income attributable to :		
Owners of the Parent	₩1,589,865	₩1,331,663
Non-controlling interests	225,622	157,755

LG CORP. AND SUBSIDIARIES

Consolidated Statements of Changes in Equity

Years Ended December 31,
2024 and 2023

(Unit : in millions of Korean won)							
	Issued capital	Capital Surplus	Other capital items	Accumulated Other Comprehensive Income	Retained Earnings	Non-controlling Interests	Total
Balance at January 1, 2023	₩801,613	₩2,967,691	₩(1,733,103)	₩2,795,606	₩20,620,548	₩781,831	₩26,234,186
Total comprehensive income for the year :							
Profit for the year	-	-	-	-	1,261,219	153,039	1,414,258
Net gain on other financial assets	-	-	-	10,882	1,452	1,629	13,963
Valuation through equity method	-	-	-	174,183	(106,412)	804	68,575
Remeasurements of the net defined benefit liability	-	-	-	-	(1,156)	384	(772)
Overseas operations translation	-	-	-	(8,505)	-	1,899	(6,606)
Transactions with owners directly reflected in capital, etc.							
Annual dividends	-	-	-	-	(474,545)	(51,932)	(526,477)
Acquisitions of treasury shares	-	-	(180,556)	-	-	-	(180,556)
Changes in the shares of subsidiaries	-	-	-	-	-	(82)	(82)
Balance at December 31, 2023	₩801,613	₩2,967,691	₩(1,913,659)	₩2,972,166	₩21,301,106	₩887,572	₩27,016,489
Balance at January 1, 2024	₩801,613	₩2,967,691	₩(1,913,659)	₩2,972,166	₩21,301,106	₩887,572	₩27,016,489
Total comprehensive income for the year :							
Profit for the year	-	-	-	-	574,727	215,751	790,478
Net gain (loss) on other financial assets	-	-	-	45,193	-	(253)	44,940
Valuation through equity method	-	-	-	1,019,180	(59,691)	(124)	959,365
Remeasurements of the net defined benefit liability	-	-	-	-	(6,952)	(210)	(7,162)
Overseas operations translation	-	-	-	17,408	-	10,458	27,866
Transactions with owners directly reflected in capital, etc.							
Annual dividends	-	-	-	-	(483,737)	(66,333)	(550,070)
Acquisitions of treasury shares	-	-	(151,682)	-	-	-	(151,682)
Changes in the shares of subsidiaries	-	-	-	-	-	2,409	2,409
Balance at December 31, 2024	₩801,613	₩2,967,691	₩(2,065,341)	₩4,053,947	₩21,325,453	₩1,049,270	₩28,132,633

LG CORP. AND SUBSIDIARIES

Consolidated Statements of Cash Flows

Years Ended December 31,
2024 and 2023

(Unit : in millions of Korean won)		
	2024	2023
Cash flows from operating activities		
Profit for the year	₩790,478	₩1,414,258
Additions of expenses not involving cash outflows :		
Salaries and bonuses	5,056	7,306
Retirement benefits	18,921	17,343
Depreciation	164,168	155,170
Amortization of intangible assets	29,734	32,696
Bad debt expenses	13,671	3,049
Accrual of provisions	85,304	51,916
Impairment loss on property, plant and equipment	769	5,862
Impairment loss on intangible assets	17,080	7,088
Loss on foreign currency translation	4,053	5,489
Loss on disposals of property, plant and equipment	2,893	2,391
Loss on disposals of investment property	476	4,346
Loss on disposals of intangible assets	438	145
Loss on disposals of right-of-use assets	17	17
Loss on transactions of derivatives	42,545	32,384
Loss on valuation of derivatives	24,410	13,130
Interest expenses	26,996	39,701
Loss on disposals of other financial assets	1	-
Loss on valuation of other financial assets	2,880	5,237
Impairment loss on investments in associates	19,696	4,955
Impairment loss on right-of-use assets	14	300
Income tax expense	216,620	204,110
Others	(4,642)	5,415
	671,100	598,050

LG CORP. AND SUBSIDIARIES
Consolidated Statements of Cash Flows (Continued)

Years Ended December 31,
2024 and 2023

	2024	2023
(Unit : in millions of Korean won)		
Deduction of items not involving cash inflows :		
Reversal of loss on valuation of inventories	-	8
Reversal of allowance for bad debts	201	87
Reversal of provisions	10,259	13,445
Gain on foreign currency translation	28,176	7,473
Gain on disposals of property, plant and equipment	291	381
Gain on disposals of right-of-use assets	338	218
Gain on disposals of intangible assets	-	367
Gain on transactions of derivatives	11,607	11,830
Gain on valuation of derivatives	2,344	4,858
Interest income	102,956	121,394
Dividend income	2,118	917
Gain on valuation of other financial assets	11,580	190
Gain on disposals of other financial assets	4,853	-
Gain on disposals of investments in subsidiaries	-	1,267
Gain on disposals of investments in associates	198	-
Gain on valuation by equity method	217,001	899,203
Reversal of impairment loss on investments in associates	1,491	-
Others	6,140	1,539
	(399,553)	(1,063,177)
Movements in working capital :		
Trade receivables	(66,983)	(144,302)
Other receivables	11,491	3,709
Inventories	19,389	(11,795)
Non-current trade receivables	(454)	(223)
Non-current other receivables	-	14
Trade payables	(12,408)	25,427
Other payables	(8,327)	40,757
Provisions	(63,844)	(32,190)
Net defined benefit liability	(21,006)	(16,681)
Others	276,009	(159,751)
	133,867	(295,035)
Interest income received	101,781	105,363
Dividend income received	313,325	453,091
Income tax received	834	2,597
Interest expenses paid	(26,578)	(42,413)
Income taxes paid	(223,803)	(290,040)
Net cash provided by operating activities	1,361,451	882,694

- Continued

LG CORP. AND SUBSIDIARIES
Consolidated Statements of Cash Flows (Continued)

Years Ended December 31,
2024 and 2023

	2024	2023
(Unit : in millions of Korean won)		
Cash flows from investing activities		
Cash inflows from investing activities :		
Decrease in financial institution deposits	2,516,268	3,930,663
Disposals of other financial assets	15,454	6,613
Cash inflows from settlement of derivatives	11,607	11,830
Decrease in other receivables	5,432	6,376
Decrease in non-current other receivables	112	1,415
Disposals of investments in associates	4,252	-
Disposals of property, plant and equipment	345	5,144
Disposals of investment property	60	76
Increase in government grants	468	-
Disposals of intangible assets	1,395	2,412
Disposals of assets and liabilities held-for-sale	8,232	-
Others	224	258
	2,563,849	3,964,787
Cash outflows for investing activities :		
Increase in financial institution deposits	1,742,687	3,793,544
Acquisitions of other financial assets	375,987	134,523
Cash outflows from settlement of derivatives	40,940	22,752
Increase in other receivables	6,234	6,614
Increase in other current assets	73	857
Increase in non-current other receivables	4,027	2,671
Acquisitions of investments in subsidiaries	3,614	-
Acquisitions of investments in associates and joint ventures	270,774	-
Acquisitions of property, plant and equipment	101,706	111,431
Acquisitions of investment property	56,916	43,247
Acquisitions of intangible assets	24,504	28,450
Others	2,601	-
	(2,630,063)	(4,144,089)
Net cash used in investing activities	(66,214)	(179,302)

- Continued

LG CORP. AND SUBSIDIARIES

Consolidated Statements of Cash Flows (Continued)

Years Ended December 31,
2024 and 2023

	2024	2023
Cash flows from financing activities		
Cash inflows from financing activities :		
Proceeds from short-term borrowings	27,437	28,966
Issuance of debentures	-	400,000
Receipt of lease incentive	19,032	-
	46,469	428,966
Cash outflows for financing activities :		
Redemptions of short-term borrowings	24,912	313,348
Redemptions of debentures	-	370,000
Redemptions of lease liabilities	25,287	12,892
Redemptions of current portion of long-term borrowings	752	1,652
Payments of dividends	550,067	526,569
Acquisitions of treasury shares	151,682	180,556
	(752,700)	(1,405,017)
Net cash used in financing activities	(706,231)	(976,051)
Net increase (decrease) in cash and cash equivalents	589,006	(272,659)
Cash and cash equivalents at the beginning of year	778,904	1,050,726
Effects of exchange rate changes on cash and cash equivalents	11,911	837
Cash and cash equivalents at the end of year	₩1,379,821	₩778,904

LG CORP.

Separate Statements of Financial Position

December 31,
2024 and 2023

ASSETS	2024	2023
Current assets		
Cash and cash equivalents (Notes 5, 6, 20, 27)	₩212,930	₩183,009
Financial institution deposits (Notes 5, 20, 27)	1,000,000	1,500,000
Non-trade receivables and other receivables, net (Notes 5, 7, 20, 23, 27)	39,786	64,734
Other current assets (Notes 8)	704	792
	1,253,420	1,748,535
Non-current assets		
Non-current financial institution deposits (Notes 5, 20, 24, 27)	-	163,483
Other financial assets (Notes 5, 20, 24, 27)	789,904	371,275
Non-trade receivables and other receivables, net (Notes 5, 20, 24, 27)	1,005	1,005
Investments in subsidiaries (Notes 12)	758,789	758,789
Investments in associates (Notes 12)	6,156,802	6,027,921
Other non-current assets (Notes 8, 13)	3,053	3,960
Property, plant and equipment, net (Notes 9)	63,953	55,793
Investment properties, net (Notes 10, 25)	867,535	838,852
Intangible assets (Notes 11)	32,631	29,770
Right-of-use assets (Notes 25)	823	1,200
	8,674,495	8,252,048
Total assets	₩9,927,915	₩10,000,583

LG CORP.
Separate Statements of Financial Position (Continued)

December 31,
2024 and 2023

(Unit : in millions of Korean won)		
LIABILITIES	2024	2023
Current liabilities		
Non-trade payables and other payables, net (Notes 5, 20, 23, 27)	168,097	168,507
Current tax liabilities (Notes 21)	49,216	41,106
Other current liabilities (Notes 14)	6,881	8,812
Current lease liabilities (Notes 5, 20, 25, 27, 28)	551	622
	224,745	219,047
Non-current liabilities		
Non-trade payables and other payables, net (Notes 5, 20, 23, 27)	10,044	13,832
Net defined benefit liability (Notes 13)	369	-
Deferred tax liability (Notes 21)	160,132	147,285
Other non-current liabilities (Notes 14)	2,706	3,137
Non-current lease liabilities (Notes 5, 20, 25, 27, 28)	294	599
	173,545	164,853
Total liabilities	398,290	383,900
Equity		
Issued capital (Notes 15)	801,613	801,613
Capital surplus (Notes 16)	2,413,576	2,413,576
Other capital items (Notes 15)	(2,069,515)	(1,917,833)
Accumulated other comprehensive income (Notes 17)	98,796	53,352
Retained earnings (Notes 18)	8,285,155	8,265,975
Total equity	9,529,625	9,616,683
Total equity and liabilities	₩9,927,915	₩10,000,583

LG CORP.
Separate Statements of Profit or Loss

Years ended December 31,
2024 and 2023

(Unit : in millions of Korean won)		
	2024	2023
Operating income		
Dividend income (Notes 4, 19, 23)	₩432,079	₩538,891
Royalty revenue (Notes 4, 19, 23)	356,361	357,233
Rental income (Notes 4, 10, 19, 23, 25)	143,127	134,462
	931,567	1,030,586
Operating Expenses		
Labor cost (Notes 19, 23)	57,500	59,993
Depreciation (Notes 9, 10, 19, 25)	27,562	24,136
Other operating expenses (Notes 19, 23, 25)	191,766	195,082
	276,828	279,211
Net operating income (Notes 19)	654,739	751,375
Non-operating income and expenses		
Financial income (Notes 20, 23)	71,407	72,600
Financial expenses (Notes 20)	3,918	15,502
Other non-operating income	45	908
Other non-operating expenses	121,762	5,124
	(54,228)	52,882
Profit before income tax expense	600,511	804,257
Income tax expense (Notes 21)	95,293	85,883
Profit for the year	₩505,218	₩718,374
Earnings per share (in Korean won) :		
Common share - basic/diluted (Notes 22)	₩3,263	₩4,575
Pre-1996 Commercial Law Amendment Preferred Share - basic/diluted (Notes 22)	3,313	4,625

LG CORP.
Separate Statements of Comprehensive Income

Years ended December 31,
2024 and 2023

(Unit : in millions of Korean won)		
	2024	2023
Profit for the year	₩505,218	₩718,374
Other comprehensive income :		
Items that will not be reclassified subsequently to profit or loss		
Net gain on other financial assets	45,444	10,707
Remeasurement of net defined benefit liability	(2,301)	2,289
	43,143	12,996
Total comprehensive income for the year	₩548,361	₩731,370

LG CORP.
Separate Statements of Changes in Equity

Years ended December 31,
2024 and 2023

(Unit : in millions of Korean won)						
	Issued capital	Capital Surplus	Other capital items	Accumulated Other Comprehensive Income	Retained Earnings	Total
Balance at January 1, 2023	₩801,613	₩2,413,576	₩(1,737,277)	₩42,645	₩8,019,857	₩9,540,414
Total comprehensive income for the year :						
Profit for the year	-	-	-	-	718,374	718,374
Net gain on other financial assets	-	-	-	10,707	-	10,707
Remeasurements of the net defined benefit liability	-	-	-	-	2,289	2,289
Transactions with owners directly reflected in capital, etc.						
Annual dividends	-	-	-	-	(474,545)	(474,545)
Acquisitions of treasury shares	-	-	(180,556)	-	-	(180,556)
Balance at December 31, 2023	₩801,613	₩2,413,576	₩(1,917,833)	₩53,352	₩8,265,975	₩9,616,683
Balance at January 1, 2024	₩801,613	₩2,413,576	₩(1,917,833)	₩53,352	₩8,265,975	₩9,616,683
Total comprehensive income for the year :						
Profit for the year	-	-	-	-	505,218	505,218
Net gain on other financial assets	-	-	-	45,444	-	45,444
Remeasurements of the net defined benefit liability	-	-	-	-	(2,301)	(2,301)
Transactions with owners directly reflected in capital, etc.						
Annual dividends	-	-	-	-	(483,737)	(483,737)
Acquisitions of treasury shares	-	-	(151,682)	-	-	(151,682)
Balance at December 31, 2024	₩801,613	₩2,413,576	₩(2,069,515)	₩98,796	₩8,285,155	₩9,529,625

LG CORP.
Separate Statements of Cash Flows

Years ended December 31,
2024 and 2023

(Unit : in millions of Korean won)		
	2024	2023
Cash flows from operating activities		
Profit for the year	₩505,218	₩718,374
Additions of expenses not involving cash outflows :		
Depreciation	27,562	24,136
Amortization of intangible assets	4,046	2,724
Retirement benefits	4,364	4,668
Interest expenses	566	520
Income tax expense	95,292	85,883
Loss on disposals of property, plant and equipment	29	284
Loss on disposals of investment property	443	4,346
Loss on valuation of other financial assets	562	5,012
Loss on disposals of intangible assets	38	22
Impairment loss on investments in associates	121,143	-
Loss on valuation of derivatives	-	9,878
Other selling and administrative expenses	150	229
	254,195	137,702
Deduction of items not involving cash inflows :		
Interest income	58,665	70,825
Dividend income	432,079	538,891
Other operating income	520	470
Other non-operating income	-	849
Gain on valuation of other financial assets	11,207	-
Gain on disposals of property, plant and equipment	3	7
Gain on disposals of other financial assets	307	-
	(502,781)	(611,042)
Movements in working capital :		
Non-trade receivables and other receivables	18,465	19,273
Other current assets	87	(56)
Other non-current assets	-	(1,757)
Non-trade payables and other payables	8,039	14,735
Other current liabilities	1,371	(1,062)
Net defined benefit liability	(5,024)	(383)
	22,938	30,750

LG CORP.
Separate Statements of Cash Flows (Continued)

Years ended December 31,
2024 and 2023

(Unit : in millions of Korean won)		
	2024	2023
Interest income received	63,425	55,325
Dividend income received	432,079	538,891
Interest expenses paid	(47)	(49)
Income taxes paid	(86,900)	(106,573)
Net cash provided by operating activities	688,127	763,378
Cash flows from investing activities		
Cash inflows from investing activities :		
Decrease in financial institution deposits	1,914,392	2,750,000
Decrease in non-current financial institution deposits	-	180,556
Decrease in long-term deposits	-	600
Disposals of other financial assets	4,174	284
Disposals of property, plant and equipment	19	36
Disposals of investment property	-	76
Disposals of intangible assets	800	1,000
	1,919,385	2,932,552
Cash outflows for investing activities :		
Increase in financial institution deposits	1,250,000	2,850,000
Acquisitions of investments in associates	250,025	-
Acquisitions of other financial assets	370,244	123,949
Acquisitions of property, plant and equipment	7,029	19,682
Acquisitions of investment property	55,343	43,147
Acquisitions of intangible assets	6,339	12,018
Others	2,510	-
	(1,941,490)	(3,048,796)
Net cash used in investing activities	(22,105)	(116,244)

LG CORP.

Separate Statements of Cash Flows (Continued)

Years ended December 31,
2024 and 2023

(Unit : in millions of Korean won)		
	2024	2023
Cash flows from financing activities		
Cash inflows from financing activities :	-	-
	-	-
Cash outflows for financing activities :		
Payments of dividends	483,734	474,637
Redemptions of lease liabilities	685	703
Acquisitions of treasury shares	151,682	180,556
	(636,101)	(655,896)
Net cash used in financing activities	(636,101)	(655,896)
Net increase (decrease) in cash and cash equivalents	29,921	(8,762)
Cash and cash equivalents at the beginning of year	183,009	191,771
Cash and cash equivalents at the end of year	₩212,930	₩183,009

This LG Annual Report 2024(“Report”) has been prepared as a reference for investors. The specific facts and figures stated herein must be separately verified with objective data beyond this Report. LG Corp. does not assume legal responsibility for contents stated in this Report. LG Corp. is a holding company. As such it owns the number of shares commensurate with its managerial authority as the holding company of the LG Group. However, each Group affiliate is a legal entity that is independent of LG Corp. Therefore, LG Corp. is not responsible for the acts of the LG Group affiliates. Thus, the contents of this Report may not be construed as LG Corp’s assuming joint responsibility for obligations that belong to the LG Group affiliates.