

LG.Philips LCD Co., Ltd.
Form 6-K
October 09, 2007

SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

Form 6-K

REPORT OF FOREIGN PRIVATE ISSUER

PURSUANT TO RULE 13a-16 OR 15d-16 UNDER

THE SECURITIES EXCHANGE ACT OF 1934

For the month of October 2007

LG.Philips LCD Co., Ltd.

(Translation of Registrant's name into English)

20 Yoido-dong, Youngdungpo-gu, Seoul 150-721, The Republic of Korea

(Address of principal executive offices)

Indicate by check mark whether the registrant files or will file annual reports under cover of Form 20-F or Form 40-F.

Form 20-F Form 40-F

Indicate by check mark if the registrant is submitting the Form 6-K in paper as permitted by Regulation S-T Rule 101(b)(1):

Note: Regulation S-T Rule 101(b)(1) only permits the submission in paper of a Form 6-K if submitted solely to provide an attached annual report to security holders.

Indicate by check mark if the registrant is submitting the Form 6-K in paper as permitted by Regulation S-T Rule 101(b)(7):

Note: Regulation S-T Rule 101(b)(7) only permits the submission in paper of a Form 6-K if submission to furnish a report or other document that the registration foreign private issuer must furnish and make public under the laws of the jurisdiction in which the registrant is incorporated, domiciled or legally organized (the registrant's home country), or under the rules of the home country exchange on which the registrant's securities are traded, as long as the report or other document is not a press release, is not required to be and has not been distributed to the

Edgar Filing: LG.Philips LCD Co., Ltd. - Form 6-K

registrant's security holders, and if discussing a material event, has already been the subject of a Form 6-K submission or other Commission filing on EDGAR.

Indicate by check mark whether by furnishing the information contained in this Form, the registrant is also thereby furnishing the information to the Commission pursuant to Rule 12g3-2(b) under the Securities Exchange Act of 1934.

Yes No

Q3 07 Earnings Results

I. Performance in Q3 2007 Korean GAAP Consolidated Financial Data

(Unit: KRW B)

Item	Q3 07	Q2 07	Q3 06	QoQ	YoY
Quarterly Results					
Revenues	3,953	3,355	2,773	17.8%	42.6%
Operating Income	693	150	-382	362.0%	
Income Before Tax	659	124	-422	431.5%	
Net Income	524	228	-321	129.8%	

II. IR Event of Q3 2007 Earnings Results

1. Provider of Information: IR Communication team
2. Participants: Institutional investors, securities analysts, etc.
3. Purpose: To present Q3 07 Earnings Results of LG.Philips LCD
4. Date & Time: 4:30 p.m. (Korea Time) on October 9, 2007 in Korean
9:00 p.m. (Korea Time) on October 9, 2007 in English
5. Venue & Method:
 - 1) Earnings release conference in Korean:
 - Grand Conference Room, 4th floor,
 - Korea Investment & Securities Building,
 - 27-1, Yoido-dong, Youngdungpo-gu, Seoul
 - 2) Conference call in English:
 - Please refer to IR homepage of LG.Philips LCD Co., Ltd. at www.lgphilips-lcd.com
6. Contact Information
 - 1) Head of Disclosure: Dong Joo Kim, Vice President, Finance & Risk Management
Department (82-2-3777-0702)
 - 2) Main Contact for Disclosure-related Matters:
 - Kanghee Kim, Assistant Manager, Financing Team
 - (82-2-3777-1665)
 - 3) Relevant Team: IR Communication team (82-2-3777-1010)

III. Remarks

1. Please note that the presentation material for Q3 07 Earnings Results is attached as an appendix and accessible on IR homepage of LG.Philips LCD Co., Ltd. at www.lgphilips-lcd.com.
2. Please note that the financial data included in the investor presentation and press release are prepared on a consolidated Korean GAAP basis (US GAAP consolidated and Korean GAAP non-consolidated information are stated below).
3. Financial data for Q3 07 are unaudited. They are provided for the convenience of investors and can be subject to change.

* The following US GAAP consolidated information and Korean GAAP non-consolidated information are included for the convenience of investors.

US GAAP consolidated information

(Unit: KRW B)

Item	Q3 07	Q2 07	Q3 06	QoQ	YoY
Quarterly Results					
Revenues	3,953	3,355	2,773	17.8%	42.6%
Operating Income	672	147	-378	357.1%	
Income Before Tax	651	147	-408	342.9%	
Net Income	502	262	-307	91.6%	

Korean GAAP non-consolidated information

(Unit: KRW B)

Item	Q3 07	Q2 07	Q3 06	QoQ	YoY
Quarterly Results					
Revenues	3,975	3,267	2,729	21.7%	45.7%
Operating Income	709	139	-384	410.1%	
Income Before Tax	662	122	-426	442.6%	
Net Income	524	228	-321	129.8%	

Attached: 1) Press Release

2) Presentation Material

Attachment 1. Press Release

LG.PHILIPS LCD REPORTS THIRD QUARTER 2007 RESULTS

SEOUL, Korea - October 9, 2007 - LG.Philips LCD [NYSE: LPL, KRX: 034220], one of the world's leading TFT-LCD manufacturers, today reported unaudited earnings results based on consolidated Korean GAAP for the three-month period ended September 30, 2007. Amounts in Korean Won (KRW) are translated into US dollars (USD) at the noon buying rate in effect on September 28, 2007, which was KRW 914 per US dollar.

Sales in the third quarter of 2007 increased by 18% to KRW 3,953 billion (USD 4,325 million) from sales of KRW 3,355 billion (USD 3,671 million) in the second quarter of 2007 and increased 43% compared to KRW 2,773 billion (USD 3,034 million) in the third quarter of 2006.

Operating profit in the third quarter of 2007 was KRW 693 billion (USD 758 million) compared to an operating profit of KRW 150 billion (USD 164 million) in the second quarter of 2007, and an operating loss of KRW 382 billion (USD 418 million) in the third quarter of 2006.

EBITDA in the third quarter of 2007 was KRW 1,376 billion (USD 1,505 million), an increase of 62% from KRW 850 billion (USD 930 million) in the second quarter of 2007 and a year-over-year increase of 366% from KRW 295 billion (USD 323 million) in the third quarter of 2006.

Net income in the third quarter of 2007 was a profit of KRW 524 billion (USD 573 million) compared to a profit of KRW 228 billion (USD 249 million) in the second quarter of 2007 and a loss of KRW 321 billion (USD 351 million) in the third quarter of 2006.

Young Soo Kwon, CEO of LG.Philips LCD, said, "We are pleased with our financial performance this quarter, underscored by better than expected profit levels. These strong results reflect our focus on value based management including our continued diligence on reducing costs, maintaining a disciplined CAPEX strategy, developing marketing initiatives focused on our customer base, and managing appropriate inventory levels given both the current and projected market demand. Additionally, better than anticipated cost savings this quarter of 9 percent in terms of USD came as a result of our product development effort and effectively managing the supply chain. We are well on our way to achieving this year's guided cost reduction of approximately 30 percent.

Mr. Kwon continued, "Today, the Board of Directors approved investment in a Gen 8 facility with additional CAPEX of around KRW 2.5 trillion, targeting ramp-up in the first half of 2009. We believe this timing is in line with expected market demand of large-sized LCD TVs.

In conclusion, our current strategic decisions produced constructive results in the third quarter and attest that we are progressing in the right direction and well positioned to retain our role as a disciplined leader in this dynamic industry.

Third Quarter Financial Review

Revenue and Cost

Revenue for the three-month period ended September 30, 2007, increased by 43% to KRW 3,953 billion (USD 4,325 million) from KRW 2,773 billion (USD 3,034 million) for the corresponding period of 2006. TFT-LCD panels for TVs, monitors, notebook PCs and other applications accounted for 48%, 25%, 22% and 5%, respectively, on a revenue basis in the third quarter of 2007.

Overall, the Company shipped a total of 3.1 million square meters of net display area in the third quarter of 2007, an increase of 11% quarter-on-quarter. The average selling price per square meter of net display area shipped was USD 1,364, which was an increase of approximately 7% compared to the average of the second quarter of 2007. The ending average selling price per square meter was USD 1,369, an increase of approximately 4% compared to the end of the second quarter of 2007.

For the third quarter of 2007, the cost of goods sold per square meter of net display area shipped decreased 9 % to KRW 1.0 million (USD 1,071) from the second quarter of 2007.

Liquidity

Cash and cash equivalents of LG.Philips LCD were KRW 1,656 billion (USD 1,812 million) as of September 30, 2007. Total debt was KRW 4,432 billion (USD 4,849 million), and the net debt-to-equity ratio was 37% as of September 30, 2007, compared to 49% as of June 30, 2007.

Capital Spending

Capital expenditures in the third quarter of 2007 were KRW 328 billion (USD 359 million) compared to KRW 908 billion (USD 993 million) in the third quarter of 2006, and were largely for P7.

Capacity

Total production input capacity on an area basis increased approximately 17 % sequentially in the third quarter and was largely due to increase of production, mainly in P7.

Outlook

The following expectations are based on information as of October 9, 2007. The Company does not expect to update its expectations until next quarter's earnings announcement. However, the Company reserves the right to update its full business outlook, or any portion thereof, at any time and for any reason.

We are encouraged by the progress we have made over the last 5 quarters, as we have fundamentally shifted the company's perspective from being volume driven to becoming value-based. This focus will continue into the quarters ahead. Our overriding goal is to generate greater

shareholder value and our management team is committed to making the right strategic decisions to that effect. said Ron Wirahadiraksa, CFO of LG.Philips LCD.

Looking ahead, we expect shipments in the fourth quarter of 2007 to increase by a mid single digit percentage with a low single digit percentage declining average and ending ASP. We expect shipments in the TV segment to increase by a high single digit percentage with a mid single digit percentage declining average and ending ASP. In the IT segment, we anticipate shipments to decrease by a low single digit percentage with an average ASP flat and a mid single digit percentage declining ending ASP. Our COGS reduction per square meter is expected to be a low single digit percentage in the fourth quarter. As a result, we expect our EBITDA margin for the fourth quarter of 2007 to be in the mid thirties percentage range. We plan to maintain our capital expenditures in 2007 to approximately KRW 1 trillion. In addition, we expect our CAPEX for 2008 to be around KRW 3 trillion, which we feel is the right approach to capital spending given market demand. Mr. Wirahadiraksa concluded.

Earnings Conference and Conference Call

LG.Philips LCD will hold a Korean language earnings conference on October 9, 2007, at 4:30 p.m. Korea Standard Time on the 4th floor, in the Grand Conference room of the Korea Investment & Securities Building, 27-1 Yeouido-dong, Yeongdeungpo-gu, Seoul, Korea. An English language conference call will follow at 9:00 p.m. Korea Standard Time, 8:00 a.m. EDT and 12:00 p.m. GMT. The call-in number is +82 (0)31-810-3001 for both callers in Korea and callers outside of Korea. The confirmation number is 3777. Corresponding slides will be available at the Investor Relations section of the LG.Philips LCD web site: <http://www.lgphilips-lcd.com>.

Investors can listen to the conference call via the Internet at <http://www.lgphilips-lcd.com>. To listen to the live call, please go to the Investor Relations section of the web site at least 15 minutes prior to the call to register and install any necessary audio software.

For those who are unable to participate in the call, a replay will be available for 30 days after the call. The call-in number is 031-810-3100 for callers in Korea and +82-31-810-3100 for callers outside of Korea. The confirmation number for the replay is 110120#.

About LG.Philips LCD

LG.Philips LCD Co., Ltd. [NYSE: LPL, KRX: 034220] is a leading manufacturer and supplier of thin-film transistor liquid crystal display (TFT-LCD) panels. The Company manufactures TFT-LCD panels in a wide range of sizes and specifications for use in TVs, monitors, notebook PCs, and various applications. LG.Philips LCD currently operates seven fabrication facilities and four back-end assembly sites in Korea, China and Poland. The Company has a total of 23,000 employees operating in ten countries around the world. Please visit <http://www.lgphilips-lcd.com> for more information.

Forward-Looking Statement Disclaimer

This press release contains forward-looking statements. Statements that are not historical facts, including statements about our beliefs and expectations, are forward-looking statements. These statements are based on current plans, estimates and projections, and therefore you should not place undue reliance on them. Forward-looking statements speak only as of the date they are made, and we undertake no obligation to update publicly any of them in light of new information or future events. Forward-looking statements involve inherent risks and uncertainties. We caution you that a number of important factors could cause actual results to differ materially from those contained in any forward-looking statement. Additional information as to factors that may cause actual results to differ materially from our forward-looking statements can be found in our filings with the United States Securities and Exchange Commission.

Investor Relations Contacts:

John Kim

LG.Philips LCD

Tel: +822-3777-1010

Email: jonghkim@lgphilips-lcd.com

Media Contacts:

Sue Kim

LG.Philips LCD

Tel: +822-3777-0970

Email: sue.kim@lgphilips-lcd.com

LG.Philips LCD

CONSOLIDATED STATEMENTS OF INCOME

(In millions of KRW)

(The financial statements are based on unaudited Korean GAAP)

	2007				2006			
	Three months		Nine months		Three months		Nine months	
	ended September 30		ended September 30		ended September 30		ended September 30	
REVENUES	3,953,065	100%	10,030,102	100%	2,772,774	100%	7,558,906	100%
Cost of goods sold	(3,061,442)	-77%	(8,875,407)	-88%	(3,018,773)	-109%	(7,842,081)	-104%
GROSS PROFIT	891,623	23%	1,154,695	12%	(245,999)	-9%	(283,175)	-4%
Selling, general & administrative	(198,530)	-5%	(519,470)	-5%	(136,065)	-5%	(419,275)	-6%
OPERATING INCOME	693,093	18%	635,225	6%	(382,064)	-14%	(702,450)	-9%
Interest income	16,230	0%	37,084	0%	5,151	0%	23,536	0%
Interest expense	(53,543)	-1%	(155,577)	-2%	(50,815)	-2%	(125,759)	-2%
Foreign exchange gain (loss), net	26,894	1%	42,761	0%	1,369	0%	(1,043)	0%
Others, net	(23,996)	-1%	(22,562)	0%	4,371	0%	(3,921)	0%
Total other income (expense)	(34,415)	-1%	(98,294)	-1%	(39,924)	-1%	(107,187)	-1%
INCOME BEFORE TAX	658,678	17%	536,931	5%	(421,988)	-15%	(809,637)	-11%
Income tax (expense) benefit	(134,447)	-3%	47,188	0%	101,022	4%	214,669	3%
NET INCOME (LOSS)	524,231	13%	584,119	6%	(320,966)	-12%	(594,968)	-8%

- These financial statements are provided for informational purposes only.

LG.Philips LCD

CONSOLIDATED BALANCE SHEET

(In millions of KRW)

(The financial statements are based on unaudited Korean GAAP)

	2007				2006			
	September 30		June 30		September 30		June 30	
ASSETS								
Current assets:								
Cash and cash equivalents	1,656,419	12%	1,237,643	9%	471,747	3%	778,877	6%
Trade accounts and notes receivable	2,258,545	16%	1,470,025	11%	1,330,539	10%	985,798	7%
Inventories	905,802	6%	961,911	7%	1,148,286	8%	1,270,899	9%
Other current assets	350,547	2%	557,951	4%	320,707	2%	378,207	3%
Total current assets	5,171,313	37%	4,227,530	31%	3,271,279	24%	3,413,781	25%
Investments and other non-current assets	738,982	5%	721,135	5%	703,452	5%	578,946	4%
Property, plant and equipment, net	8,027,862	57%	8,631,646	63%	9,578,309	70%	9,702,000	70%
Intangible assets, net	105,449	1%	114,047	1%	181,576	1%	190,984	1%
Total assets	14,043,606	100%	13,694,358	100%	13,734,616	100%	13,885,711	100%
LIABILITIES AND SHAREHOLDERS EQUITY								
Current liabilities:								
Short-term debt	922,697	7%	630,074	5%	672,721	5%	787,845	6%
Trade accounts and notes payable	1,144,782	8%	976,534	7%	881,443	6%	632,011	5%
Other payables and accrued liabilities	836,477	6%	980,332	7%	1,230,404	9%	1,563,409	11%
Total current liabilities	2,903,956	21%	2,586,940	19%	2,784,568	20%	2,983,265	21%
Long-term debt	3,509,342	25%	4,026,528	29%	3,806,675	28%	3,413,995	25%
Other non-current liabilities	111,555	1%	94,970	1%	71,812	1%	64,770	0%
Total liabilities	6,524,853	46%	6,708,438	49%	6,663,055	49%	6,462,030	47%
Common Stock and additional paid-in capital	4,100,150	29%	4,100,150	30%	4,064,251	30%	4,064,251	29%
Retained Earnings	3,423,492	24%	2,899,261	21%	3,013,718	22%	3,334,684	24%
Capital adjustment	(4,973)	0%	(13,491)	0%	(6,408)	0%	24,746	0%
Controlling Interest	7,518,669	54%	6,985,920	51%	7,071,561	51%	7,423,681	53%
Minority Interest	84	0%	0	0%	0	0%	0	0%
Total liabilities and shareholders equity	14,043,606	100%	13,694,358	100%	13,734,616	100%	13,885,711	100%

- These financial statements are provided for informational purposes only.

LG.Philips LCD

CONSOLIDATED STATEMENTS OF CASH FLOW

(In millions of KRW)

(The financial statements are based on unaudited Korean GAAP)

	2007		2006	
	Three months	Nine months	Three months	Nine months
	ended September 30	ended September 30	ended September 30	ended September 30
Net Income	524,231	584,119	(320,966)	(594,968)
Depreciation	667,211	2,049,497	659,072	1,878,125
Amortization	12,524	35,659	12,733	37,954
Others	34,884	120,190	5,052	55,735
Operating Cash Flow	1,238,850	2,789,465	355,891	1,376,846
Net Change in Working Capital	(293,623)	(1,129,183)	(34,156)	(683,211)
Change in accounts receivable	(811,538)	(1,430,809)	(356,037)	(74,461)
Change in inventory	56,109	146,903	122,613	(457,501)
Change in accounts payable	173,234	205,324	253,875	193,604
Change in others	288,572	(50,601)	(54,607)	(344,853)
Cash Flow from Operation	945,227	1,660,282	321,735	693,635
Capital Expenditures	(327,879)	(1,331,455)	(908,087)	(2,742,791)
Acquisition of property, plant and equipment	(317,110)	(1,311,029)	(907,819)	(2,745,098)
(Delivery)	(90,815)	(679,814)	(535,936)	(2,312,646)
(Other account payables)	(226,295)	(631,215)	(371,883)	(432,452)
Intangible assets investment	(3,481)	(15,572)	(1,970)	(5,363)
Others	(7,288)	(4,854)	1,702	7,670
Cash Flow before Financing	617,348	328,827	(586,352)	(2,049,156)
Cash Flow from Financing Activities	(198,573)	373,229	279,222	941,451
Net Cash Flow	418,775	702,056	(307,130)	(1,107,705)

- These financial statements are provided for informational purposes only.

LG.Philips LCD

CONSOLIDATED STATEMENTS OF INCOME

(In millions of KRW)

(The financial statements are based on unaudited US GAAP)

	2007				2006			
	Three months		Nine months		Three months		Nine months	
	ended Sep 30		ended Sep 30		ended Sep 30		ended Sep 30	
REVENUES	3,953,065	100%	10,030,102	100%	2,772,774	100%	7,558,906	100%
Cost of goods sold	(3,053,320)	-77%	(8,845,458)	-88%	(3,008,521)	-109%	(7,834,173)	-104%
GROSS PROFIT	899,745	23%	1,184,644	12%	(235,747)	-9%	(275,267)	-4%
Selling, general & administrative	(227,794)	-6%	(570,402)	-6%	(141,829)	-5%	(434,860)	-6%
OPERATING INCOME	671,951	17%	614,242	6%	(377,576)	-14%	(710,127)	-9%
Interest income	16,230	0%	37,084	0%	5,151	0%	23,536	0%
Interest expense	(45,020)	-1%	(142,382)	-1%	(43,979)	-2%	(117,672)	-2%
Foreign exchange gain (loss), net	4,319	0%	27,594	0%	5,123	0%	35,701	0%
Others, net	3,201	0%	18,582	0%	3,341	0%	19,867	0%
Total other income (expense)	(21,270)	-1%	(59,122)	-1%	(30,364)	-1%	(38,568)	-1%
INCOME BEFORE TAX	650,681	16%	555,120	6%	(407,940)	-15%	(748,695)	-10%
Income tax (expense) benefit	(148,972)	-4%	39,616	0%	100,449	4%	200,677	3%
NET INCOME(LOSS)	501,709	13%	594,736	6%	(307,491)	-11%	(548,018)	-7%

- These financial statements are provided for informational purposes only (Unaudited).

LG.Philips LCD

CONSOLIDATED BALANCE SHEETS

(In millions of KRW)

(The financial statements are based on unaudited US GAAP)

	2007				2006			
	Sep 30		Jun 30		Sep 30		Jun 30	
ASSETS								
Current assets:								
Cash and cash equivalents	1,656,419	12%	1,237,643	9%	471,747	3%	778,877	6%
Trade accounts and notes receivable	2,258,545	16%	1,470,025	11%	1,330,539	10%	985,798	7%
Inventories	904,642	6%	961,166	7%	1,147,575	8%	1,270,142	9%
Other current assets	351,889	3%	564,552	4%	326,424	2%	388,313	3%
Total current assets	5,171,495	37%	4,233,386	31%	3,276,285	24%	3,423,130	25%
Investments and other non-current assets	756,043	5%	748,963	5%	710,701	5%	581,577	4%
Property, plant and equipment, net	8,069,844	57%	8,686,465	63%	9,663,242	71%	9,786,667	71%
Intangible assets, net	72,995	1%	71,608	1%	45,380	0%	43,791	0%
Total assets	14,070,377	100%	13,740,422	100%	13,695,608	100%	13,835,165	100%
LIABILITIES AND SHAREHOLDERS EQUITY								
Current liabilities:								
Short-term debt	922,616	7%	630,453	5%	672,853	5%	788,349	6%
Trade accounts and notes payable	1,144,782	8%	976,534	7%	881,443	6%	632,011	5%
Other payables and accrued liabilities	853,271	6%	1,016,826	7%	1,236,235	9%	1,569,747	11%
Total current liabilities	2,920,669	21%	2,623,813	19%	2,790,531	20%	2,990,107	22%
Long-term debt	3,552,685	25%	4,051,842	29%	3,801,984	28%	3,415,261	25%
Other non-current liabilities	116,436	1%	99,939	1%	75,560	1%	68,199	0%
Total liabilities	6,589,790	47%	6,775,594	49%	6,668,075	49%	6,473,567	47%
Common stock and additional paid-in capital	4,037,977	29%	4,037,239	29%	4,035,331	29%	4,034,636	29%
Retained earnings	3,444,649	24%	2,942,939	21%	2,994,673	22%	3,302,164	24%
Capital adjustment	(2,123)	0%	(15,350)	0%	(2,471)	0%	24,798	0%
Controlling Interest	7,480,503	53%	6,964,828	51%	7,027,533	51%	7,361,598	53%
Minority Interest	84	0%	0	0%	0	0%	0	0%
Total liabilities and shareholders equity	14,070,377	100%	13,740,422	100%	13,695,608	100%	13,835,165	100%

- These financial statements are provided for informational purposes only (Unaudited).

LG.Philips LCD

CONSOLIDATED STATEMENTS OF CASH FLOW

(In millions of KRW)

(The financial statements are based on unaudited US GAAP)

	2007		2006	
	Three months ended Sep 30	Nine months ended Sep 30	Three months ended Sep 30	Nine months ended Sep 30
Net Income	501,709	594,736	(307,491)	(548,018)
Depreciation	668,579	2,053,603	661,929	1,886,696
Amortization	2,863	6,676	1,735	4,978
Others	85,478	168,045	1,783	2,061
Operating Cash Flow	1,258,629	2,823,060	357,956	1,345,717
Net Change in Working Capital	(313,402)	(1,162,778)	(36,220)	(652,081)
Change in accounts receivable	(811,538)	(1,430,809)	(356,037)	(74,461)
Change in inventory	56,524	146,948	122,567	(457,998)
Change in accounts payable	173,234	205,324	253,875	193,604
Change in others	268,378	(84,241)	(56,625)	(313,226)
Cash Flow from Operation	945,227	1,660,282	321,736	693,636
Capital Expenditures	(327,879)	(1,331,455)	(908,086)	(2,742,791)
Acquisition of property, plant and equipment (Delivery)	(317,110)	(1,311,029)	(907,818)	(2,745,097)
(Other account payables)	(90,815)	(679,814)	(535,936)	(2,312,646)
Intangible assets investment	(226,295)	(631,215)	(371,882)	(432,451)
Others	(3,481)	(15,572)	(1,970)	(5,363)
Cash Flow before Financing	617,348	328,827	(586,350)	(2,049,155)
Cash Flow from Financing Activities	(198,573)	373,229	279,220	941,450
Proceeds from Issuance of common stock	0	0	0	0
Net Cash Flow	418,775	702,056	(307,130)	(1,107,705)

- These financial statements are provided for informational purposes only (Unaudited).

LG.Philips LCD**Net Income Reconciliation to US GAAP**

(In millions of KRW)

	2007	
	Q3	Q2
Net Income under K GAAP	524,231	228,487
US GAAP Adjustments	(22,522)	33,781
Depreciation of PP&E	(655)	(655)
Amortization of IPR	9,321	9,253
Adjustment of AR discount loss	(34)	(1,237)
Capitalization of financial interests	7,045	(794)
Inventory Valuation	(76)	0
Pension expense	(260)	979
Income tax effect of US GAAP Adjustments	(14,526)	11,103
ESOP	(738)	(738)
Convertible bonds (including FX valuation)	(18,711)	13,425
Stock appreciation right	(550)	(1,605)
Cash flow hedge	(3,339)	4,049
Others	1	1
Net Income under US GAAP	501,709	262,268

- These financial statements are provided for informational purposes only(Unaudited).

Q3 07
Q3 07
Earnings Results
Earnings Results
October 9, 2007
Attachment 2. Presentation Material

1

Disclaimer

Disclaimer

This presentation contains forward-looking statements. We may also make written or oral forward-looking statements in our periodic reports to the United States Securities and Exchange Commission and the Korean Financial Supervisory Service, in our annual report to shareholders, in our proxy statements, in our offering circulars and prospectuses, in press releases and other written materials and in oral statements made by our

officers, directors or employees to third parties. Statements that are not historical facts, including statements about our beliefs and expectations, are forward-looking statements. These statements are based on current plans, estimates and projections, and therefore you should not place undue reliance on them. Forward-looking statements speak only as of the date they are made, and we undertake no obligation to update publicly any of them in light of new information or future events.

Forward-looking
statements
involve
inherent
risks
and
uncertainties.

We
caution
you
that
a
number
of

important factors could cause actual results to differ materially from those contained in any forward-looking statement. Such factors include, but are not limited to: our highly competitive environment; the cyclical nature of our industry; our ability to introduce new products on a timely basis; our dependence on growth in the demand for our products; our ability to successfully execute our expansion strategy; our dependence on key personnel; and general economic and political conditions, including those related to the TFT-LCD industry; possible disruptions in business activities caused by natural and human-induced disasters, including terrorist activity and armed conflict; and fluctuations in foreign currency exchange rates. Additional information as to these and other factors that may cause actual results to differ materially from our forward-looking statements can be found in our filings with the United States Securities and Exchange Commission.

This presentation also includes information regarding our historical financial performance through September 30, 2007, and our expectations regarding future performance as reflected in certain non-GAAP financial measures as defined by United States Securities and Exchange Commission rules. As required by such rules, we have provided a reconciliation of those measures to the most directly comparable GAAP measures,

which
is
available
on
our
investor
relations
website
at

<http://www.lgphilips-lcd.com>
under
the
file
name
Q3 2007
Earnings Results Presentation.

2
Q3 07 Earnings Results
Q3 07 Earnings Results

3	
Income Statement	
Income Statement	
25	
6	
(12)	
7	

13
Net margin
24
10
11
25
35
EBITDA margin
32
14
(14)
4
18
Operating margin
32
14
(9)
9
23
Gross margin
Margin (%)
N/A
130%
(321)
228
524
Net income
N/A
431%
(422)
124
659
Income before tax
366%
62%
295
850
1,376
EBITDA
N/A
362%
(382)
150
693
Operating Income
N/A
186%
(246)
312
892

Gross Profit

1%

1%

3,019

3,043

3,061

COGS

43%

18%

2,773

3,355

3,953

Revenue

YoY

Change

QoQ

Change

Q3 06

Q2 07

Q3 07

KRW b

Source: Unaudited, Company financials

K GAAP (Consolidated)

4
Balance Sheet
Balance Sheet
6%
8%
7,072
6,986

7,519
 Shareholders
 equity
 (20)
 (12)
 57
 49
 37
 Net debt to equity ratio (%)
 (8%)
 (13%)
 3,807
 4,027
 3,509
 Long-term debt
 37%
 47%
 673
 630
 923
 Short-term debt
 (2%)
 (3%)
 6,663
 6,708
 6,525
 Liabilities
 (21%)
 (6%)
 1,148
 962
 906
 Inventory
 251%
 34%
 472
 1,238
 1,656
 Cash and cash equivalents
 2%
 3%
 13,735
 13,694
 14,044
 Assets
 YoY
 Change
 QoQ
 Change
 Q3 06

Q2 07

Q3 07

KRW b

Source: Unaudited, Company financials

K GAAP (Consolidated)

5
8
(6)
672
686
680
Depreciation & Amortization

30
(2)
5
37
35
Others
(260)
269
(34)
(563)
(294)
Net change in working capital
725
160
(307)
258
418
Net change in cash
(478)
(581)
279
382
(199)
Financing activities
1,203
741
(586)
(124)
617
Cash flow before financing
580
184
(908)
(512)
(328)
CAPEX
623
557
322
388
945
Cash flow from operations
845
296
(321)
228
524
Net income
YoY
Change

QoQ

Change

Q3

06

Q2 07

Q3 07

KRW b

Cash Flow

Cash Flow

Source: Unaudited, Company financials

K GAAP (Consolidated)

6
Performance Highlights
Performance Highlights

7

Shipments and ASP

Shipments and ASP

Total K m²

*

ASP/m²

** (USD)

Source: Company financials

*

Net display area shipped

** Quarterly average selling price per square meter of net display area shipped

Display area shipment in K m²

ASP per m²

(USD)

1,993

2,275

\$1,430

\$1,414

0

1,000

2,000

3,000

4,000

Q3 06

Q4 06

Q1 07

Q2 07

\$0

\$1,000

\$2,000
2,243
\$1,287
Q3 07
\$1,274
5,000
2,822
3,127
\$1,364

8

Revenue: Product Mix

Revenue: Product Mix

Source: Company financials

(Based on USD)

Notebooks

Monitors

TVs

Applications

Q1 07

Q2 07

50

100

0

Q3 07

%

27%

21%

5%

47%

28%

22%

5%

45%

25%

22%

5%

48%

9
Q3 '07 Capacity Update
Q3 '07 Capacity Update
P7 averaged 127K sheets per month for the third quarter
Source: Company financials
Quarterly input capacity
by Area (K m²)
)
P1-P3
P4
P5
P6
P7
0
1,000
2,000
3,000
5,000
409
413
362
386
420
389
418

416
437
487
507
534
520
549
605
1,092
1,211
1,162
1,228
1,367
682
1,032
1,021
1,298
1,675
4,000
Q3 06
Q4 06
Q1 07
Q2 07
Q3 07
3,079
3,607
3,481
3,898
4,554

10

Cash ROIC

Cash ROIC

Source: Unaudited, Company financials

* IC (Invested Capital) equals average of net debt and equity for the designated period; Quarterly ratios are annualized

K GAAP (Consolidated)

EBITDA margin

Sales / IC*

Cash ROIC

18%

124%

23%

11%

112%

12%

19%

Q3 06

Q4 06

Q1 07

Q2 07

Q3 07

107%

20%

25%

126%

32%

Q3 06

Q4 06

Q1 07

Q2 07

Q3 07

Q3 06

Q4 06

Q1 07

Q2 07

Q3 07

35%

51%

148%

11
Outlook
Outlook

12

Appr. KRW 1 Trillion

Mid thirties (%)

Low single digit (%)

Mid single digit (%)

Mid single digit (%)

Low single digit (%)

Flat (%)

Mid single digit (%)

Low single digit (%)

Low single digit (%)

High single digit

(%)

Mid single digit (%)

IT

TV

IT

TV

IT

TV

(USD)

COGS per m²

EBITDA margin

CAPEX (KRW bn)

End QoQ

ASP per m²

(USD)

Avg

QoQ

ASP per m²

(QoQ)

Total Shipment in m²

Q4 '07

Outlook

Outlook

Source: Company financials, delivery base

Others

P7

Future production facilities

2006

2007

549

1,221

1,064

485

270

260

2,834

1,015

CAPEX

Schedule (KRW b)

13
Questions and Answers
Questions and Answers

14
Appendix
Appendix

15
24
5
(11)
8
13
Net margin

23
8
11
26
34
EBITDA
margin
31
13
(14)
4
17
Operating margin
32
13
(9)
10
23
Gross margin
Margin (%)
N/A
92%
(307)
262
502
Net income
N/A
343%
(408)
147
651
Income before tax
355%
57%
297
863
1,352
EBITDA
N/A
357%
(378)
147
672
Operating Income
N/A
180%
(236)
321
900
Gross Profit

1%

1%

3,009

3,034

3,053

COGS

43%

18%

2,773

3,355

3,953

Revenue

YoY

Change

QoQ

Change

Q3 06

Q2 07

Q3 07

KRW b

Source: Unaudited, Company financials

US GAAP Income Statement

US GAAP Income Statement

16
6%
7%
7,028
6,965
7,480
Shareholders

equity
 (19)
 (11)
 57
 49
 38
 Net debt to equity ratio (%)
 (7%)
 (12%)
 3,802
 4,052
 3,553
 Long-term debt
 37%
 47%
 673
 630
 923
 Short-term debt
 (1%)
 (3%)
 6,668
 6,775
 6,590
 Liabilities
 (21%)
 (6%)
 1,148
 961
 905
 Inventory
 251%
 34%
 472
 1,238
 1,656
 Cash and cash equivalents
 3%
 2%
 13,696
 13,740
 14,070
 Assets
 YoY
 Change
 QoQ
 Change
 Q3 06
 Q2 07
 Q3 07

KRW b

Source: Unaudited, Company financials

US GAAP Balance Sheet

US GAAP Balance Sheet

17
7
(6)
664
677
671
Depreciation & Amortization

84
66
1
19
85
Others
(277)
257
(36)
(570)
(313)
Net change in working capital
725
160
(307)
258
418
Net change in cash
(478)
(581)
279
382
(199)
Financing activities
1,203
741
(586)
(124)
617
Cash flow before financing
580
184
(908)
(512)
(328)
CAPEX
623
557
322
388
945
Cash flow from operations
809
240
(307)
262
502
Net income
YoY
Change

QoQ

Change

Q3 06

Q2 07

Q3 07

KRW b

Source: Unaudited, Company financials

US GAAP Cash Flow

US GAAP Cash Flow

18
14
(19)
Convertible bonds (including FX valuation)
(2)
(1)
Stock appreciation right

4
(3)
Cash flow hedge
262
502
Net Income under US GAAP
0
0
Others
(1)
(1)
ESOP
11
(14)
Income tax effect of US GAAP Adjustments
1
0
Pension expense
(1)
7
Capitalization of financial interests
(1)
0
Adjustment of AR discount loss
10
10
Amortization of IPR
(1)
(1)
Depreciation of PP&E
34
(22)
US GAAP Adjustments
228
524
Net Income under K GAAP
Q2 07
Q3 07
KRW b
Source: Unaudited, Company financials
Net Income Reconciliation to US GAAP
Net Income Reconciliation to US GAAP

19
1,376
0
13
667
135
(16)

53
524
1,352
1
3
668
149
(16)
45
502
Q3 07
1
1
2
2
6. Amortization of Intangible Asset
809
240
(307)
262
1. Net Income
YoY
Change
QoQ
Change
Q3 06
Q2 07
US GAAP (KRW b)
1
(5)
44
50
2. Interest Expense
(11)
(4)
(5)
(12)
3. Interest Income
249
264
(100)
(115)
4. Provision (benefit) for Income Taxes
6
(7)
662
675
5. Depreciation of PP&E
1,081
526

295
 850
 EBITDA (1+2+3+4+5+6+7)
 0
 0
 0
 0
 7. Amortization of Debt Issuance Cost
 8
 (7)
 659
 674
 5. Depreciation of PP&E
 236
 239
 (101)
 (104)
 4. Provision (benefit) for Income Taxes
 1,055
 489
 297
 863
 EBITDA (1+2+3+4+5+6+7)
 0
 0
 1
 1
 7. Amortization of Debt Issuance Cost
 0
 1
 13
 12
 6. Amortization of Intangible Asset
 (11)
 (4)
 (5)
 (12)
 3. Interest Income
 3
 1
 50
 52
 2. Interest Expense
 845
 296
 (321)
 228
 1. Net Income
 YoY
 Change

QoQ

Change

Q3 06

Q2 07

Q3 07

K GAAP (KRW b)

Source: Unaudited, Company financials

EBITDA Reconciliation

EBITDA Reconciliation

20
EBITDA Reconciliation (Continued)
EBITDA Reconciliation (Continued)
EBITDA is defined as net income (loss) plus: interest income (expense); provision (benefit) for income taxes; depreciation of property, plant and equipment; amortization of intangible assets; and amortization of debt issuance cost. EBITDA is a key financial measure used by our senior management to internally evaluate the performance of our business and for other required or discretionary purposes.

We believe that the presentation of EBITDA will enhance an investor's understanding of our operating performance as we believe it is commonly reported and widely used by analysts and investors in our industry. It also provides useful information for comparison on a more comparable basis of our operating performance and those of our competitors, who follow different accounting policies.

EBITDA is not a measure determined in accordance with U.S. GAAP.

EBITDA should not be considered as an alternative to operating income, cash flows from operating activities or net income, as determined in accordance with U.S. GAAP. Our calculation of EBITDA may not be comparable to similarly titled measures reported by other companies.

21
LG. Philips LCD makes technology you can see
Thank
You
!!!

October 9, 2007

New Direction

New Direction

1.

Progress of '07 Major Action Items

2.

Current Issues

3.
Profitability in 07

23

1. Progress of '07

1. Progress of '07 Major Action Items

1)

Increase capacity by shortening Tact Time
(Maximize equipment efficiency)

2)

Significantly enhance production capacity of the existing

fabs

by

minimizing

loss

(Challenge

limits)

3)

Some effects to show from Q3 07

(Contribute to the revenue increase)

4)

Further

upgraded Max

Capa

&

Min

Loss

activity

in

progress

Improvement of theoretical capacity

Increase of utilization rate

3. Production

Capacity

Expansion

1)

Planning

and

execution

of

aggressive cost reduction model

for 2007

Cost reduction through active sales of lower cost models

(Early start of model change)

Start the development of models for 2008

2. Developing

Lower

Cost Model

1)

Timely purchase CI in correlation with panel price

decline

Simple

price

cut

has

limitation

to

further

lower

purchasing

price

Co-work on cost reduction ideas for co-existence

Support

suppliers

business

innovation

1.

Lowering

Purchasing Price

24

1. Progress of 07

1. Progress of 07 Major Action Items

1)

Achieved superiority in pricing over competitors by strengthening price management, etc.

5. Price Management

Through consideration management:

Customer-oriented mindset

Voluntary, positive mindset

Building teamwork

Establish strong organizational culture, enabling to challenge limits

7. Organization Culture

1) Continuous reduction of O/H cost rate: 8% Point

2) Continuous reduction of Labor cost rate: 2% Point

4. Overhead Cost

Reduction

\$25

(\$39)

Price Difference (42W-40W)

\$511

\$665

40W

HD

\$536

\$626

42W

Sep 07

Dec 06

Panel price

(USD)

(Source : DisplaySearch

Monthly (Sep '07, Mar '07) Large Area Pricing Report)

1)

Superiority of IPS technology for high-end TVs

(120HZ, Full HD)

6. Superiority of IPS

25

2. Current Issues

2. Current Issues

1) Possibility for Philips to sell some portion of its LPL shares during 07.

2) Philips to discuss with LPL on how and to whom it sells LPL shares.

Currently, one or two companies have interests.

1. Philips Overhang

1)

Decision on Gen 8 investment

Glass Size (mm)

: 2,200 X 2,500

Input Capacity : 83 K sheet / Month

Main Product : 47W, 52W

Mass Production : 1H '09

Investment Amount

: KRW 2.7 trillion

2. Gen 8 Investment

MOU was signed on Sep 20 and formal contract is in progress

1)

Both

companies

have

agreed

to

end

patent

disputes

raised

2) Cross-license contract between the two companies

3) Compensation payment to LPL, of which amount is not for disclosure

3. CPT License

26

3. Profitability in 07

3. Profitability in 07

Concerns on PDP price decline

-

But PDP price decline may not affect significantly on LCD

The shortage situation will be continued or eased depending on products

Sales may be decreased as a result of some equipment alteration for CAPA enhancement

Considering the profit deterioration from strong Korean won against USD, operating profit is forecasted to be reduced a bit compared to Q3 '07 operating profit
Q4 '07

27
Dec
'06
Jan
'07
Feb
Mar

Apr
May
Jun
Jul
Aug
Sep
Dec

'06

Jan

'07

Feb

Mar

Apr

May

Jun

Jul

Aug

Sep

Appendix 1) Theoretical CAPA and

Appendix 1) Theoretical CAPA and

Production Utilization Rate

Production Utilization Rate

38% improvement

15% Point

increase

Compared

to

Jan

07,

when

Max

Capa

&

Min

Loss

activities

started,

theoretical

capa

has

improved

by

38%

and

production

utilization

rate

has

been

increased

by
15%
point
as
of
Sep
07
Production Utilization Rate
(Km)
Theoretical Capacity
(%)
2

28

Appendix 2) Customers

Appendix 2) Customers

Evaluation on

Evaluation on

LPL s

LPL s IPS 120Hz FHD/HD

JVC:
Letter
of
appreciation
for
receiving
Summer
Best
Buy
award
from
HiVi
(June
07)
and
Visual
Grand
Prix
award
from
AV
Review
(July
07)
with
LPL s
42
120Hz
FHD
product
Thanks
to
your
excellent
42
120Hz
FHD
panel,
we
have
received
Summer
Best
Buy
award
from
HiVi
in
June
07

and

Visual

Grand

Prix

award

from

AV

Review

in

July

07.

We

sincerely

appreciate your dedication and support, which enable us to receive these awards.

Toshiba: Evaluation on the performance of 120Hz FHD panel (Q2 07)

All our engineers are certain that LPL's IPS is superior to others, and LPL can be the leading company with its technological dominance in the 120Hz FHD market.

Philips (120Hz): Self-evaluation test for motion blur reduction (Q2 07)

LPL

32

HD

Panel

(Best)

>>

SS

32

HD

TV

>>

Sony

32

HD

TV

(Worst)

Loewe (120Hz):

Self-evaluation test for motion blur reduction (Q2 07)

LPL

42

HD

Panel

(Best)

>>

Sharp

42

HD

Panel

>>

SS

40

HD

Panel

Generally customers are satisfied with our 120Hz FHD/HD products, which demonstrates excellence of IPS tech.

Source: TV Product Planning Team

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

LG.Philips LCD Co., Ltd.
(Registrant)

Date: October 9, 2007

By: /s/ Ron H. Wirahadiraksa
(Signature)
Name: Ron H. Wirahadiraksa
Title: Joint Representative Director/

President & Chief Financial Officer