

LG.Philips LCD Co., Ltd.  
Form 6-K  
January 16, 2007

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# SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

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## Form 6-K

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REPORT OF FOREIGN PRIVATE ISSUER

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

THE SECURITIES EXCHANGE ACT OF 1934

For the month of January 2007

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## LG.Philips LCD Co., Ltd.

(Translation of Registrant's name into English)

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

(Address of principal executive offices)

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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

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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 X

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Q4 06 Earnings Results

I. Performance in Q4 2006 Korean GAAP Consolidated Financial Data

(Unit: KRW B)

Item	Q4 06	Q3 06	Q4 05	QoQ	YoY
<b>Quarterly Results</b>					
Revenues	3,065	2,773	2,963	10.5%	3.4%
Operating Income	-177	-382	334		
Ordinary Income	-212	-422	309		
Net Income	-174	-321	328		

II. IR Event of Q4 2006 Earnings Results

1. Provider of Information: IR Communication team
2. Participants: Institutional investors, securities analysts, etc.
3. Purpose: To present Q4 06 Earnings Results of LG.Philips LCD
4. Date & Time: 4:30 p.m. (Korea Time) on January 16, 2007 in Korean 10:00 p.m. (Korea Time) on January 16, 2007 in English
5. Venue & Method:
  - 1) Earnings release conference in Korean:
    - International conference room, 1st floor, Korea Exchange New Building, Seoul
  - 2) Conference call in English:
    - Please refer to IR homepage of LG.Philips LCD Co., Ltd. at [www.lgphilips-lcd.com](http://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, 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 Q4 06 Earnings Results is attached as an appendix and accessible on IR homepage of LG.Philips LCD Co., Ltd. at [www.lgphilips-lcd.com](http://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 only (US GAAP consolidated and Korean GAAP non-consolidated information are stated below).
3. Financial data for Q4 06 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	Q4 06	Q3 06	Q4 05	QoQ	YoY
Quarterly Results					
Revenues	3,065	2,773	2,963	10.5%	3.5%
Operating Income	-172	-378	328		
Ordinary Income	-186	-408	334		
Net Income	-145	-307	360		

Korean GAAP non-consolidated information

(Unit: KRW B)

Item	Q4 06	Q3 06	Q4 05	QoQ	YoY
Quarterly Results					
Revenues	2,967	2,730	2,675	8.7%	10.9%
Operating Income	-151	-384	339		
Ordinary Income	-207	-426	315		
Net Income	-174	-321	328		

Attached: 1) Press Release

2) Presentation Material

Attachment 1. Press Release

**LG.PHILIPS LCD REPORTS FOURTH QUARTER 2006 RESULTS**

SEOUL, Korea January 16, 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 December 31, 2006. Amounts in Korean Won (KRW) are translated into US dollars (USD) at the noon buying rate in effect on December 29, 2006, which was KRW 930.00 per US dollar.

Sales in the fourth quarter of 2006 increased by 11% to KRW 3,065 billion (USD 3,296 million) from sales of KRW 2,773 billion (USD 2,982 million) in the third quarter of 2006 and increased 3% compared to KRW 2,963 billion (USD 3,186 million) in the fourth quarter of 2005.

Operating loss in the fourth quarter of 2006 was KRW 177 billion (USD 190 million) compared to an operating loss of KRW 382 billion (USD 411 million) in the third quarter of 2006, and an operating profit of KRW 334 billion (USD 359 million) in the fourth quarter of 2005.

EBITDA in the fourth quarter of 2006 was KRW 559 billion (USD 601 million), an increase of 89% from KRW 295 billion (USD 317 million) in the third quarter of 2006 and a year-over-year decline of 32% from KRW 824 billion (USD 886 million) in the fourth quarter of 2005.

Net income in the fourth quarter of 2006 was a loss of KRW 174 billion (USD 187 million) compared to a loss of KRW 321 billion (USD 345 million) in the third quarter of 2006 and a profit of KRW 328 billion (USD 353 million) in the fourth quarter of 2005. Ron Wirahadiraksa, CFO of LG.Philips LCD, said, "We are encouraged by our performance this quarter and the results of the enhanced cost reduction initiatives we are implementing. During the fourth quarter, we were able to reduce our COGS per square meter in KRW by 10% sequentially. In addition, we maintained finished goods inventory levels at slightly under three weeks at the end of the quarter. Further, the increasing number of long-term supply agreements we have secured, reflects our continued focus on closer customer collaboration as we head into a challenging market environment in 2007.

Responding to the needs of our customers and a rapidly evolving global business environment remains a key focus of LG.Philips LCD, Mr. Wirahadiraksa continued. "We believe our strategy is strong and that the new leadership team, announced in late December, will further enhance the Company's global standing and business capabilities.

## **Fourth Quarter Financial Review**

### *Revenue and Cost*

Revenue in the three-month period ended December 31, 2006, increased by 3% to KRW 3,065 billion (USD 3,296 million) from KRW 2,963 billion (USD 3,186 million) in the corresponding period of 2005. TFT-LCD panels for TVs, desktop monitors, notebook computers and other applications accounted for 48%, 27%, 21% and 4%, respectively, on a revenue basis in the fourth quarter of 2006.

Overall, the Company shipped a total of 2.3 million square meters of net display area in the fourth quarter of 2006, a 14% increase quarter-on-quarter, with an average selling price per square meter of USD 1,414. This represents a decrease in the average selling price per square meter of net display area of approximately 3% compared to the end of the third quarter of 2006 and an average decrease of 1% from the third quarter of 2006.

The total cost of goods sold increased 2% sequentially to KRW 3,090 billion (USD 3,323 million), and increased 26% year-over-year driven by shipment growth. The cost of goods sold per square meter of net display area shipped was KRW 1.4 million (USD 1,460) for the fourth quarter of 2006, down 10% from the third quarter of 2006.

### *Liquidity*

As of December 31, 2006, LG.Philips LCD had KRW 954 billion (USD 1,026 million) of cash and cash equivalents. Total debt was KRW 4,121 billion (USD 4,431 million), and the net debt-to-equity ratio was 46% as of December 31, 2006, compared to 57% as of September 30, 2006.

### *Capital Spending*

Capital expenditures in the fourth quarter of 2006 were KRW 324 billion (USD 348 million) compared to KRW 1,396 billion (USD 1,501 million) in the fourth quarter of 2005, and were primarily invested in Gen 5.5, the Poland module plant, the enhancement of production efficiency, and the maintenance of existing facilities.

### *Utilization and Capacity*

Total input capacity on an area basis increased approximately 17% sequentially in the fourth quarter, mainly attributable to the ramp up of P7, which currently averages 78,000 input sheets per month.

## **Outlook**

The following expectations are based on current information as of January 16, 2007. The Company does not expect to update its expectations until next quarter's earnings announcement. However, the Company may update its full business outlook, or any portion thereof, at any time for any reason.

For the first quarter of 2007, we anticipate a mid-single digit decrease percentage in total area shipments sequentially, where TV decreases by a high-teens and IT increases by a mid-single digit percentage, commented Mr. Wirahadiraksa. We anticipate both the ASP per square meter at the end of the first quarter of 2007 as well as the average ASP during the quarter to decline by a low-teens percentage, which is the same for both TV and IT.

Mr. Wirahadiraksa continued, Our COGS reduction per square meter is expected to be a mid-single digit percentage in the first quarter. Accordingly, our EBITDA margin for the first quarter of 2007 is expected to be a mid-teens percentage. Looking forward to 2007, we anticipate continued progress in our cost reduction efforts and expect that these strategies will reduce costs by 25 to 30 percent.

Our CAPEX guidance for 2007 remains at approximately KRW 1 trillion. Our 2007 CAPEX will be utilized for future production facilities, production efficiency enhancement and existing facility maintenance, thereby providing us with more operational flexibility, Mr. Wirahadiraksa concluded.

#### **Earnings Conference and Conference Call**

LG.Philips LCD will hold a Korean language earnings conference on January 16, 2007, at 4:30 p.m. Korea Standard Time on the 1st floor, in the International Conference Room of the Korea Exchange Building (KRX). An English language conference call will follow at 10:00 p.m. Korea Standard Time, 8:00 a.m. EST and 1:00 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 76999#.

**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 facilities in Korea, China and Poland. In addition, LG.Philips LCD has sales and representative offices in ten countries and has approximately 21,000 employees globally. 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:***

C.H. Lee [Korea]	Joshua Hochberg [USA]
LG.Philips LCD	Sloane & Company
Tel: +822-3777-1010	Tel: +1-212-446-1892
Email: <a href="mailto:ch.lee@lgphilips-lcd.com">ch.lee@lgphilips-lcd.com</a>	Email: <a href="mailto:jhochberg@sloanep.com">jhochberg@sloanep.com</a>

***Media Contacts:***

Elliot Sloane [USA]	Sue Kim [Korea]
Sloane & Company	LG.Philips LCD
Tel: +1-212-446-1860	Tel: +822-3777-0970
Email: <a href="mailto:ESloane@sloanep.com">ESloane@sloanep.com</a>	Email: <a href="mailto:sue.kim@lgphilips-lcd.com">sue.kim@lgphilips-lcd.com</a>



## LG.Philips LCD

## CONSOLIDATED STATEMENTS OF INCOME

( In millions of KRW)

(The financial statements are based on unaudited Korean GAAP)

	2006		2005					
	Three months ended Dec 31	Twelve months ended Dec 31	Three months ended Dec 31	Twelve months ended Dec 31				
<b>REVENUES</b>	<b>3,065,294</b>	<b>100%</b>	<b>10,624,200</b>	<b>100%</b>	<b>2,962,697</b>	<b>100%</b>	<b>10,075,580</b>	<b>100%</b>
Cost of goods sold	(3,090,235)	-101%	(10,932,316)	-103%	(2,456,670)	-83%	(9,094,711)	-90%
<b>GROSS PROFIT</b>	<b>(24,941)</b>	<b>-1%</b>	<b>(308,116)</b>	<b>-3%</b>	<b>506,027</b>	<b>17%</b>	<b>980,869</b>	<b>10%</b>
Selling, general & administrative	(151,647)	-5%	(570,922)	-5%	(171,643)	-6%	(511,172)	-5%
<b>OPERATING INCOME</b>	<b>(176,588)</b>	<b>-6%</b>	<b>(879,038)</b>	<b>-8%</b>	<b>334,384</b>	<b>11%</b>	<b>469,697</b>	<b>5%</b>
Interest income	5,773	0%	29,309	0%	14,135	0%	50,622	1%
Interest expense	(53,440)	-2%	(179,199)	-2%	(26,253)	-1%	(104,928)	-1%
Foreign exchange gain (loss),net	4,469	0%	3,426	0%	(9,461)	0%	(30,500)	0%
Others, net	7,947	0%	4,026	0%	(4,253)	0%	(16,196)	0%
Total other income (expense)	(35,251)	-1%	(142,438)	-1%	(25,832)	-1%	(101,002)	-1%
<b>INCOME BEFORE TAX</b>	<b>(211,839)</b>	<b>-7%</b>	<b>(1,021,476)</b>	<b>-10%</b>	<b>308,552</b>	<b>10%</b>	<b>368,695</b>	<b>4%</b>
Income tax (expense) benefit	37,494	1%	252,163	2%	19,274	1%	148,317	1%
<b>NET INCOME(LOSS)</b>	<b>(174,345)</b>	<b>-6%</b>	<b>(769,313)</b>	<b>-7%</b>	<b>327,826</b>	<b>11%</b>	<b>517,012</b>	<b>5%</b>

- 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)

	2006		2005					
	Dec 31	Sep 30	Dec 31	Sep 30				
<b>ASSETS</b>								
<b>Current assets:</b>								
Cash and cash equivalents	954,362	7%	471,747	3%	1,579,452	12%	2,129,456	16%
Trade accounts and notes receivable	859,300	6%	1,330,539	10%	1,266,899	9%	1,307,958	10%
Inventories	1,052,705	8%	1,148,286	8%	690,785	5%	724,954	5%
Other current assets	288,260	2%	320,707	2%	308,932	2%	248,701	2%
<b>Total current assets</b>	<b>3,154,627</b>	<b>23%</b>	<b>3,271,279</b>	<b>24%</b>	<b>3,846,068</b>	<b>28%</b>	<b>4,411,069</b>	<b>33%</b>
Investments and other non-current assets	781,287	6%	703,452	5%	469,109	3%	413,959	3%
Property, plant and equipment, net	9,428,048	70%	9,578,309	70%	9,199,599	67%	8,548,527	63%
Intangible assets, net	123,825	1%	181,576	1%	159,306	1%	167,933	1%
<b>Total assets</b>	<b>13,487,787</b>	<b>100%</b>	<b>13,734,616</b>	<b>100%</b>	<b>13,674,082</b>	<b>100%</b>	<b>13,541,488</b>	<b>100%</b>
<b>LIABILITIES AND SHAREHOLDERS EQUITY</b>								
<b>Current liabilities:</b>								
Short-term debt	813,735	6%	672,720	5%	749,809	5%	794,504	6%
Trade accounts and notes payable	949,436	7%	881,443	6%	693,588	5%	730,003	5%
Other payables and accrued liabilities	1,445,618	11%	1,230,405	9%	1,695,439	12%	1,816,328	13%
<b>Total current liabilities</b>	<b>3,208,789</b>	<b>24%</b>	<b>2,784,568</b>	<b>20%</b>	<b>3,138,836</b>	<b>23%</b>	<b>3,340,835</b>	<b>25%</b>
Long-term debt	3,306,988	25%	3,806,675	28%	2,815,969	21%	2,822,930	21%
Other non-current liabilities	82,334	1%	71,812	1%	43,681	0%	59,528	0%
<b>Total liabilities</b>	<b>6,598,111</b>	<b>49%</b>	<b>6,663,055</b>	<b>49%</b>	<b>5,998,486</b>	<b>44%</b>	<b>6,223,293</b>	<b>46%</b>
Common stock and additional paid-in capital	4,064,250	30%	4,064,250	30%	4,068,328	30%	4,069,499	30%
Retained earnings	2,839,373	21%	3,013,718	22%	3,608,686	26%	3,280,838	24%
Capital adjustment	(13,947)	0%	(6,407)	0%	(1,418)	0%	(32,142)	0%
Shareholders equity	<b>6,889,676</b>	<b>51%</b>	<b>7,071,561</b>	<b>51%</b>	<b>7,675,596</b>	<b>56%</b>	<b>7,318,195</b>	<b>54%</b>
<b>Total liabilities and shareholders equity</b>	<b>13,487,787</b>	<b>100%</b>	<b>13,734,616</b>	<b>100%</b>	<b>13,674,082</b>	<b>100%</b>	<b>13,541,488</b>	<b>100%</b>

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## LG.Philips LCD

## CONSOLIDATED STATEMENTS OF CASH FLOW

(In millions of KRW)

(The financial statements are based on unaudited Korean GAAP)

	2006		2005	
	Three months ended Dec 31	Twelve months ended Dec 31	Three months ended Dec 31	Twelve months ended Dec 31
<b>Net Income</b>	<b>(174,345)</b>	<b>(769,313)</b>	<b>327,826</b>	<b>517,012</b>
Depreciation	715,314	2,593,439	492,179	1,746,901
Amortization	7,456	45,410	11,196	45,421
Others	24,518	80,253	(9,512)	68,877
<b>Operating Cash Flow</b>	<b>572,943</b>	<b>1,949,789</b>	<b>821,689</b>	<b>2,378,211</b>
Net Change in Working Capital	598,922	(84,289)	67,569	(269,795)
Change in accounts receivable	483,584	409,123	5,807	(398,445)
Change in inventory	95,582	(361,919)	34,097	114,503
Change in accounts payable	63,038	256,642	(27,506)	122,926
Change in others	(43,282)	(388,135)	55,171	(108,779)
<b>Cash Flow from Operation</b>	<b>1,171,865</b>	<b>1,865,500</b>	<b>889,258</b>	<b>2,108,416</b>
Capital Expenditures	(324,404)	(3,067,195)	(1,396,205)	(4,197,874)
Acquisition of property, plant and equipment (Delivery)	(330,887)	(3,075,985)	(1,379,631)	(4,166,151)
(Other account payables)	(521,337)	(2,833,983)	(1,141,287)	(4,419,223)
Intangible assets investment	190,450	(242,002)	(238,344)	253,072
Others	(2,888)	(8,251)	(2,557)	(12,704)
	9,371	17,041	(14,017)	(19,019)
<b>Cash Flow before Financing</b>	<b>847,461</b>	<b>(1,201,695)</b>	<b>(506,947)</b>	<b>(2,089,458)</b>
Cash Flow from Financing Activities	(364,846)	576,605	(43,219)	906,329
Proceeds from Issuance of common stock	0	0	162	1,401,342
<b>Net Cash Flow</b>	<b>482,615</b>	<b>(625,090)</b>	<b>(550,004)</b>	<b>218,213</b>

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## LG.Philips LCD

## CONSOLIDATED STATEMENTS OF INCOME

(In millions of KRW)

(The financial statements are based on unaudited US GAAP)

	2006		2005					
	Three months ended Dec 31	Twelve months ended Dec 31	Three months ended Dec 31	Twelve months ended Dec 31				
<b>REVENUES</b>	<b>3,065,294</b>	<b>100%</b>	<b>10,624,200</b>	<b>100%</b>	<b>2,962,697</b>	<b>100%</b>	<b>10,075,580</b>	<b>100%</b>
Cost of goods sold	(3,076,094)	-100%	(10,910,267)	-103%	(2,456,269)	-83%	(9,069,848)	-90%
<b>GROSS PROFIT</b>	<b>(10,800)</b>	<b>0%</b>	<b>(286,067)</b>	<b>-3%</b>	<b>506,428</b>	<b>17%</b>	<b>1,005,732</b>	<b>10%</b>
Selling, general & administrative	(160,921)	-5%	(595,781)	-6%	(178,037)	-6%	(528,084)	-5%
<b>OPERATING INCOME</b>	<b>(171,721)</b>	<b>-6%</b>	<b>(881,848)</b>	<b>-8%</b>	<b>328,391</b>	<b>11%</b>	<b>477,648</b>	<b>5%</b>
Interest income	5,773	0%	29,309		14,135	0%	50,622	1%
Interest expense	(51,926)	-2%	(169,598)	-2%	(26,391)	-1%	(107,540)	-1%
Foreign exchange gain (loss), net	16,699	1%	52,400	0%	9,409	0%	(23,607)	0%
Others, net	14,988	0%	34,855	0%	8,334	0%	7,807	0%
Total other income (expense)	(14,466)	0%	(53,034)	0%	5,487	0%	(72,718)	-1%
<b>INCOME BEFORE TAX</b>	<b>(186,187)</b>	<b>-6%</b>	<b>(934,882)</b>	<b>-9%</b>	<b>333,878</b>	<b>11%</b>	<b>404,930</b>	<b>4%</b>
Income tax (expense) benefit	41,426	1%	242,103	2%	25,837	1%	136,719	1%
<b>NET INCOME (LOSS)</b>	<b>(144,761)</b>	<b>-5%</b>	<b>(692,779)</b>	<b>-7%</b>	<b>359,715</b>	<b>12%</b>	<b>541,649</b>	<b>5%</b>

- These financial statements are provided for informational purposes only.

## LG.Philips LCD

## CONSOLIDATED BALANCE SHEETS

(In millions of KRW)

(The financial statements are based on unaudited US GAAP)

	2006		2005					
	Dec 31	Sep 30	Dec 31	Sep 30				
<b>ASSETS</b>								
<b>Current assets:</b>								
Cash and cash equivalents	954,362	7%	471,747	3%	1,579,452	12%	2,129,456	16%
Trade accounts and notes receivable	859,300	6%	1,330,539	10%	1,266,899	9%	1,307,957	10%
Inventories	1,051,590	8%	1,147,575	8%	689,577	5%	723,917	5%
Other current assets	289,050	2%	326,424	2%	310,837	2%	248,029	2%
<b>Total current assets</b>	<b>3,154,302</b>	<b>23%</b>	<b>3,276,285</b>	<b>24%</b>	<b>3,846,765</b>	<b>28%</b>	<b>4,409,359</b>	<b>33%</b>
Investments and other non-current assets	794,998	6%	710,701	5%	492,311	4%	434,719	3%
Property, plant and equipment, net	9,485,148	70%	9,663,242	71%	9,234,104	68%	8,578,817	64%
Intangible assets, net	61,911	0%	45,380	0%	43,374	0%	42,341	0%
<b>Total assets</b>	<b>13,496,359</b>	<b>100%</b>	<b>13,695,608</b>	<b>100%</b>	<b>13,616,554</b>	<b>100%</b>	<b>13,465,236</b>	<b>100%</b>
<b>LIABILITIES AND SHAREHOLDERS EQUITY</b>								
<b>Current liabilities:</b>								
Short-term debt	814,776	6%	672,853	5%	751,109	6%	794,690	6%
Trade accounts and notes payable	949,436	7%	881,443	6%	733,588	5%	730,003	5%
Other payables and accrued liabilities	1,482,955	11%	1,236,235	9%	1,660,262	12%	1,820,553	14%
<b>Total current liabilities</b>	<b>3,247,167</b>	<b>24%</b>	<b>2,790,531</b>	<b>20%</b>	<b>3,144,959</b>	<b>23%</b>	<b>3,345,246</b>	<b>25%</b>
Long-term debt	3,291,065	24%	3,801,984	28%	2,851,353	21%	2,875,674	21%
Other non-current liabilities	84,557	1%	75,560	1%	46,040	0%	61,138	0%
<b>Total liabilities</b>	<b>6,622,789</b>	<b>49%</b>	<b>6,668,075</b>	<b>49%</b>	<b>6,042,352</b>	<b>44%</b>	<b>6,282,058</b>	<b>47%</b>
Common stock and additional paid-in capital	4,036,025	30%	4,035,331	29%	4,032,878	30%	4,032,294	30%
Retained earnings	2,849,913	21%	2,994,673	22%	3,542,691	26%	3,182,976	24%
Capital adjustment	(12,368)	0%	(2,471)	0%	(1,367)	0%	(32,092)	0%
<b>Shareholders equity</b>	<b>6,873,570</b>	<b>51%</b>	<b>7,027,533</b>	<b>51%</b>	<b>7,574,202</b>	<b>56%</b>	<b>7,183,178</b>	<b>53%</b>
<b>Total liabilities and shareholders equity</b>	<b>13,496,359</b>	<b>100%</b>	<b>13,695,608</b>	<b>100%</b>	<b>13,616,554</b>	<b>100%</b>	<b>13,465,236</b>	<b>100%</b>

- 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 US GAAP)

	2006		2005	
	Three months ended Dec 31	Twelve months ended Dec 31	Three months ended Dec 31	Twelve months ended Dec 31
<b>Net Income</b>	<b>(144,761)</b>	<b>(692,779)</b>	<b>359,715</b>	<b>541,649</b>
Depreciation	710,783	2,597,479	492,550	1,748,385
Amortization	1,788	6,766	1,536	6,778
Others	17,499	19,560	(27,868)	81,442
<b>Operating Cash Flow</b>	<b>585,309</b>	<b>1,931,026</b>	<b>825,933</b>	<b>2,378,254</b>
Net Change in Working Capital	586,556	(65,526)	63,325	(269,838)
Change in accounts receivable	483,584	409,123	56,108	(400,838)
Change in inventory	95,985	(362,013)	34,267	114,540
Change in accounts payable	83,188	256,642	(27,506)	121,391
Change in others	(76,201)	(369,278)	456	(104,931)
<b>Cash Flow from Operation</b>	<b>1,171,865</b>	<b>1,865,500</b>	<b>889,258</b>	<b>2,108,416</b>
Capital Expenditures	(324,404)	(3,067,195)	(1,396,205)	(4,197,874)
Acquisition of property, plant and equipment (Delivery)	(330,887)	(3,075,985)	(1,379,631)	(4,166,151)
(Other account payables)	(521,337)	(2,833,983)	(1,141,287)	(4,419,223)
Intangible assets investment	190,450	(242,002)	(238,344)	253,072
Others	(2,888)	(8,251)	(2,557)	(12,704)
	9,371	17,041	(14,017)	(19,019)
<b>Cash Flow before Financing</b>	<b>847,461</b>	<b>(1,201,695)</b>	<b>(506,947)</b>	<b>(2,089,458)</b>
Cash Flow from Financing Activities	(364,846)	576,605	(43,219)	906,329
Proceeds from Issuance of common stock	0	0	162	1,401,342
<b>Net Cash Flow</b>	<b>482,615</b>	<b>(625,090)</b>	<b>(550,004)</b>	<b>218,213</b>

- These financial statements are provided for informational purposes only.

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

(In millions of KRW)

	2006	
	Q4	Q3
<b>Net Income under K GAAP</b>	<b>(174,345)</b>	<b>(320,966)</b>
<b>US GAAP Adjustments</b>	<b>29,584</b>	<b>13,475</b>
Depreciation of PP&E	(655)	(655)
Amortization of IPR	9,399	9,510
Adjustment of AR discount loss	(1,408)	1,670
Capitalization of financial interests	2,121	2,767
Pension expense	2,268	509
Income tax effect of US GAAP Adjustments	3,965	(573)
ESOP	(694)	(694)
Convertible bonds (including FX valuation)	9,293	5,467
Stock appreciation right	1,533	(322)
Cash flow hedge	2,355	(3,884)
Others	1,407	(320)
<b>Net Income under US GAAP</b>	<b>(144,761)</b>	<b>(307,491)</b>

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

1  
Q4 06  
Q4 06  
Earnings Results  
Earnings Results  
January 16, 2007  
Attachment 2. Presentation Material



2

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 Securities and Exchange Commission.

This presentation also includes information regarding our historical financial performance through December 31, 2006, 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

Q4 06

Earnings Presentation.

3  
Agenda  
Agenda  
Q4 06 Earnings Results  
Performance Highlights  
Outlook  
Gen 5.5 located in P8

47 W  
32 W  
37 W  
42 W

4  
Q4 06 Earnings Results  
Q4 06 Earnings Results

5  
Q4 06 Earnings Results  
Q4 06 Earnings Results

6  
Income Statement  
Income Statement  
Margin (%)  
Q4 06    Q3 06    QoQ  
Q4 05    YoY  
KRW b

Revenue

COGS

Gross profit

Operating income

EBITDA

Income before tax

Net income

3%

26%

NA

NA

(32%)

NA

NA

11%

2%

NA

NA

89%

NA

NA

Gross margin

Operating margin

EBITDA margin

Net margin

Source: Unaudited, Company financials

K GAAP (Consolidated)

(18)

(17)

(10)

(17)

8

8

7

6

17

11

28

11

(1)

(6)

18

(6)

2,773

3,019

(246)

(382)

295

(422)

(321)



3,065  
3,090  
(25)  
(177)  
559  
(212)  
(174)  
2,963  
2,457  
506  
334  
824  
309  
328  
(9)  
(14)  
11  
(12)  
YoY  
2005  
2006  
5%  
20%  
NA  
NA  
(20%)  
NA  
NA  
(13)  
(13)  
(5)  
(12)  
10  
5  
22  
5  
10,624  
10,932  
(308)  
(879)  
1,767  
(1,021)  
(769)  
10,076  
9,095  
981  
470  
2,215  
369  
517

(3)  
(8)  
17  
(7)

7  
Balance Sheet  
Balance Sheet  
Q4 06      Q3 06      QoQ      Q4 05  
YoY  
KRW b  
Assets

Cash and cash equivalents

Inventory

Liabilities

Short-term debt

Long-term debt

Shareholders

equity

Net debt to equity ratio (%)

(1%)

(40%)

52%

10%

9%

17%

(10%)

20

(2%)

102%

(8%)

(1%)

21%

(13%)

(3%)

(11)

K GAAP (Consolidated)

Source: Unaudited, Company financials

13,488

954

1,053

6,598

814

3,307

6,890

46

13,674

1,579

691

5,998

750

2,816

7,676

26

13,735

472

1,148

6,663

673

3,807

7,072

57

8  
Cash Flow  
Cash Flow  
Q4 06    Q3 06  
QoQ  
Q4 05  
KRW b

Net income  
Depreciation & Amortization  
Others  
Net change in working capital  
Cash flow from operations  
CAPEX  
Cash flow before financing  
Financing activities  
Proceeds from issuance  
of common stock  
Net change in cash  
K GAAP (Consolidated)  
Source: Unaudited, Company financials  
(321)  
672  
5  
(34)  
322  
(908)  
(586)  
279  
0  
(307)  
328  
503  
(10)  
68  
889  
(1,396)  
(507)  
(43)  
0  
(550)  
147  
50  
20  
633  
850  
584  
1,434  
(645)  
0  
789  
(502)  
219  
35  
531  
283  
1,072  
1,355

(323)  
0  
1,032  
(174)  
722  
25  
599  
1,172  
(324)  
848  
(366)  
0  
482  
2005  
2006  
517  
1,792  
69  
(270)  
2,108  
(4,198)  
(2,090)  
907  
1,401  
218  
(1,286)  
846  
12  
186  
(242)  
1,131  
889  
(331)  
(1,401)  
(843)  
(769)  
2,638  
81  
(84)  
1,866  
(3,067)  
(1,201)  
576  
0  
(625)

9  
Performance Highlights  
Performance Highlights



10  
Shipments and ASP  
Shipments and ASP  
Total K m<sup>2</sup>  
\*  
ASP\*\*/m<sup>2</sup>  
(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 m<sup>2</sup>

ASP per m<sup>2</sup>

(USD)

1,343

1,274

1,485

1,993

2,275

\$2,112

\$1,953

\$1,598

\$1,430

\$1,414

0

1,000

2,000

3,000

4,000

5,000

Q4 05

Q1 06

Q2

Q3

Q4

\$0

\$1,000

\$2,000

11  
Q4 05  
Q3 06  
Q4 06  
Revenue: Product Mix  
Revenue: Product Mix  
Source: Company financials

(Based on USD)

Notebooks

Monitors

TVs

Applications

34%

48%

38%

26%

21%

24%

4%

5%

48%

27%

21%

4%

Q4 06 Capacity Update  
Q4 06 Capacity Update  
P7 has  
achieved  
an  
average  
of

78K  
input  
sheets  
per  
month  
for  
the  
quarter

Source: Company financials  
Unit: Quarterly input capacity  
by Area (K m<sup>2</sup>

)  
P1-P3  
P4  
P5  
P6  
P7  
0  
1,000  
2,000  
3,000  
Q4 05  
Q1 06  
Q2  
Q3  
Q4  
412  
424  
421  
409  
368  
367  
359  
389  
490  
487  
494  
507  
929  
1,082  
1,082  
1,092  
216  
452  
682  
2,199  
2,576  
2,808  
3,079  
412

418  
534  
1,211  
1,032  
3,607  
4,000  
12

13  
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%  
28%  
142%  
124%  
23%  
39%  
Q4 05  
Q1 06  
Q2  
27%  
112%  
30%  
Q3  
10%  
98%  
10%  
Q4 05  
Q1 06  
Q2  
Q3  
Q4  
11%  
112%  
12%  
Q4  
Q4 05  
Q1 06  
Q2  
Q3  
Q4

14  
Outlook  
Outlook

Outlook

Outlook

Source: Company financials, delivery base

Capex Schedule (KRW b)

Capex Schedule (KRW b)

549

1,064

1,221

2006

2007

Others

P7

Future production facilities

2,834

566

197

252

1,015

15

Total Shipments in m<sup>2</sup>

Q1 07 vs. Q4 06

: Mid-single digit (%)

ASP per m<sup>2</sup>

shipped

End of Q1 07 vs. End of Q4 06,

Average Q1 07 vs. Average Q4 06 : Low teens (%)

TV: Low teens (%)

IT: Low teens (%)

COGS per m<sup>2</sup>

Q1 07 : Mid-single digit (%)

2007 : 25 to 30%

EBITDA Margin

Q1 07 : Mid teens (%)

CAPEX

2007 : Approximately KRW 1 trillion

16  
Questions and Answers  
Questions and Answers

17  
Appendix  
Appendix

18  
US GAAP Income Statement  
US GAAP Income Statement  
Margin (%)  
Q4 06    Q3 06    QoQ  
Q4 05    YoY  
KRW b

Revenue  
COGS  
Gross profit  
Operating income  
EBITDA  
Income before tax  
Net income  
3%  
25%  
NA  
NA  
(65%)  
NA  
NA  
11%  
2%  
NA  
NA  
93%  
NA  
NA  
Gross margin  
Operating margin  
EBITDA margin  
Net margin  
Source: Unaudited, Company financials  
(17)  
(17)  
(9)  
(17)  
9  
8  
8  
6  
17  
11  
28  
12  
(0)  
(6)  
19  
(5)  
2,773  
3,009  
(236)  
(378)  
297  
(408)  
(307)  
3,065



3,076  
(11)  
(172)  
574  
(186)  
(145)  
2,963  
2,457  
506  
328  
841  
334  
360  
(9)  
(14)  
11  
(11)  
YoY  
2005  
2006  
5%  
20%  
NA  
NA  
(18%)  
NA  
NA  
(13)  
(13)  
(5)  
(12)  
10  
5  
22  
5  
10,624  
10,910  
(286)  
(882)  
1,814  
(935)  
(693)  
10,076  
9,070  
1,006  
478  
2,223  
405  
542  
(3)

(8)  
17  
(7)

19  
US GAAP Balance Sheet  
US GAAP Balance Sheet  
Q4 06      Q3 06  
QoQ  
Q4 05  
KRW b

Assets

Cash and cash equivalents

Inventory

Liabilities

Short-term debt

Long-term debt

Shareholders

equity

Net debt to equity ratio (%)

(1%)

102%

(8%)

(1%)

21%

(13%)

(2%)

(11)

Source: Unaudited, Company financials

13,496

954

1,052

6,623

815

3,291

6,873

46

13,616

1,579

690

6,042

751

2,851

7,574

27

13,696

472

1,148

6,668

673

3,802

7,028

57

(1%)

(40%)

52%

10%

8%

15%

(9%)

19

20  
US GAAP Cash Flow  
US GAAP Cash Flow  
Q4 06 Q3 06  
QoQ  
Q4 05  
KRW b

Net income  
Depreciation & Amortization  
Others  
Net change in working capital  
Cash flow from operations  
CAPEX  
Cash flow before financing  
Other financing activities  
Proceeds from issuance  
of common stock  
Net change in cash  
Source: Unaudited, Company financials  
(307)  
664  
1  
(36)  
322  
(908)  
(586)  
279  
0  
(307)  
360  
494  
(28)  
63  
889  
(1,396)  
(507)  
(43)  
0  
(550)  
162  
49  
16  
623  
850  
584  
1,434  
(645)  
0  
789  
(505)  
219  
45  
524  
283  
1,072  
1,355  
(323)

0  
1,032  
(145)  
713  
17  
587  
1,172  
(324)  
848  
(366)  
0  
482  
2005  
YoY  
2006  
542  
1,755  
81  
(270)  
2,108  
(4,198)  
(2,090)  
907  
1,401  
218  
(1,235)  
849  
(60)  
204  
(242)  
1,131  
889  
(331)  
(1,401)  
(843)  
(693)  
2,604  
21  
(66)  
1,866  
(3,067)  
(1,201)  
576  
0  
(625)

21  
Net Income Reconciliation to US GAAP  
Net Income Reconciliation to US GAAP  
Source: Unaudited, Company financials  
2005  
2006  
Cash flow hedge



Others

Convertible bonds (including FX valuation)

Stock appreciation right

ESOP

Pension expense

Income tax effect of US GAAP Adjustments

Amortization of IPR

Depreciation of PP&E

Capitalization of financial interests

Adjustment of AR discount loss

Net Income under K GAAP

US GAAP Adjustments

Net Income under US GAAP

Q4 06	Q3 06
-------	-------

KRW b	
-------	--

(174)	
-------	--

29	
----	--

(1)	
-----	--

9	
---	--

(1)	
-----	--

2	
---	--

2	
---	--

4	
---	--

(1)	
-----	--

9	
---	--

2	
---	--

2	
---	--

2	
---	--

(145)	
-------	--

(321)	
-------	--

14	
----	--

(1)	
-----	--

10	
----	--

2	
---	--

3	
---	--

1	
---	--

(1)	
-----	--

(1)	
-----	--

6	
---	--

0	
---	--

(4)	
-----	--

(1)	
-----	--

(307)	
-------	--

(769)	
-------	--

76	
----	--

(3)	
-----	--

38	
----	--

0	
---	--

7	
---	--

1	
---	--

(10)  
(3)  
47  
1  
(2)  
0  
(693)  
517  
25  
(3)  
40  
0  
1  
(1)  
(12)  
(3)  
6  
(2)  
0  
(1)  
542

22  
EBITDA Reconciliation  
EBITDA Reconciliation  
2,215  
0  
45  
1,747

(148)  
(51)  
105  
517  
2005  
824  
0  
11  
492  
(19)  
(14)  
26  
328  
Q4 05  
295  
0  
13  
659  
(101)  
(5)  
50  
(321)  
Q3 06  
(448)  
0  
0  
846  
(104)  
22  
74  
(1,286)  
YoY  
1,767  
0  
45  
2,593  
(252)  
(29)  
179  
(769)  
2006  
559  
0  
7  
715  
(38)  
(5)  
54  
(174)  
Q4 06

(265)  
 0  
 (4)  
 223  
 (19)  
 9  
 28  
 (502)  
 YoY  
 264  
 0  
 (6)  
 56  
 63  
 0  
 4  
 147  
 QoQ  
 EBITDA(1+2+3+4+5+6+7)  
 2. Interest Expense  
 5. Depreciation of PP&E  
 4.  
 Provision (benefit) for Income Taxes  
 7. Amortization of Debt Issuance Cost  
 6. Amortization of Intangible Asset  
 1. Net Income  
 3. Interest Income  
 K GAAP (KRW bn)  
 2,223  
 6  
 7  
 1,748  
 (137)  
 (51)  
 108  
 542  
 2005  
 841  
 1  
 2  
 492  
 (26)  
 (14)  
 26  
 360  
 Q4 05  
 297  
 1  
 2  
 662

(100)  
(5)  
44  
(307)  
Q3 06  
(409)  
(1)  
0  
849  
(105)  
22  
61  
(1,235)  
YoY  
1,814  
5  
7  
2,597  
(242)  
(29)  
169  
(693)  
2006  
574  
1  
2  
711  
(41)  
(5)  
51  
(145)  
Q4 06  
(267)  
0  
0  
219  
(15)  
9  
25  
(505)  
YoY  
277  
0  
0  
49  
59  
0  
7  
162  
QoQ

EBITDA(1+2+3+4+5+6+7)

2. Interest Expense

5. Depreciation of PP&E

4.

Provision (benefit) for Income Taxes

7. Amortization of Debt Issuance Cost

6. Amortization of Intangible Asset

1. Net Income

3. Interest Income

US GAAP (KRW bn)

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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. Specifically, our significant capital



assets are in different stages of depreciation, and because we do not have separate operating divisions, our senior management uses EBITDA internally to measure the performance of these assets on a comparable basis. We also 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. For example, depreciation on most of our equipment is made based on a four-year useful life while most of our competitors use different depreciation schedules from our own. 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.

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**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: January 16, 2007

By: /s/ Ron H. Wirahadiraksa  
(Signature)

Name: Ron H. Wirahadiraksa  
Title: Joint Representative Director/  
President & Chief Financial Officer