

IntelGenx Technologies Corp.  
Form SC 13G  
June 19, 2012

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**UNITED STATES  
SECURITIES AND EXCHANGE COMMISSION**  
Washington, D.C. 20549

**SCHEDULE 13G**

**Under the Securities Exchange Act of 1934**

(Amendment No. \_\_\_\_\_)\*

**IntelGenx Technologies Corp.**  
*(Name of Issuer)*

**COMMON STOCK**  
*(Title of Class of Securities)*

**45822R101**  
*(CUSIP Number)*

**June 18, 2012**  
*(Date of Event Which Requires Filing of This Statement)*

Check the appropriate box to designate the rule pursuant to which this Schedule is filed:

- Rule 13d-1(b)  
 Rule 13d-1(c)  
 Rule 13d-1(d)

\*The remainder of this cover page shall be filled out for a reporting person's initial filing on this form with respect to the subject class of securities, and for any subsequent amendment containing information which would alter the disclosures provided in a prior cover page.

The information required in the remainder of this cover page shall not be deemed to be filed for the purpose of Section 18 of the Securities Exchange Act of 1934 ( Act ) or otherwise subject to the liabilities of that section of the Act but shall be subject to all other provisions of the Act (however, see the Notes).

**Persons who respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB control number.**

CUSIP No.

**45822R101**

1. NAMES OF REPORTING PERSONS BluMont Capital Corporation

I.R.S. Identification Nos. of above persons (entities only). N/A

2. CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP (See Instructions)

(a)

(b)

3. SEC USE ONLY

4. CITIZENSHIP OR PLACE OF ORGANIZATION

Ontario

NUMBER OF SHARES BENEFICIALLY OWNED BY EACH REPORTING PERSON WITH	5. SOLE VOTING POWER  6. SHARED VOTING POWER <u>0</u>	7. SOLE DISPOSITIVE POWER <u>5,531,300<sup>(1)</sup></u>	8. SHARED DISPOSITIVE POWER <u>0</u>
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9. AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON

5,531,300<sup>(1)</sup>

10. CHECK BOX IF THE AGGREGATE AMOUNT IN ROW (9) EXCLUDES CERTAIN SHARES (See Instructions)

11. PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (9)

11.15%<sup>(2)</sup>

12. TYPE OF REPORTING PERSON (See Instructions)

CO

(1) This amount includes 5,276,300 shares of common stock and unexercised warrants to purchase (i) 225,000 shares at a price of \$0.50 per share; and (ii) 30,000 shares at a price of \$0.74 per share.

(2) Based upon 49,621,859 issued and outstanding shares of common stock reported by the Issuer in its Quarterly Report on Form 10-Q for the period ended March 31, 2012.

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**Item 1.**

(a) Name of Issuer

IntelGenx Technologies Corporation

(b) Address of Issuer's Principal Executive Offices

6425 Abrams, Ville St. Laurent, Quebec, Canada H4S 1X9

**Item 2.**

(a) Name of Person Filing

BluMont Capital Corporation

70 University Avenue

Suite 1200

Toronto, Ontario Canada

M5J 2M4

(b) Address of Principal Business Office or, if none, Residence

See Item 2(a)

(c) Citizenship or Place of Organization

Ontario

(d) Title of Class of Securities

Common Stock

(e) CUSIP Number

45822R101

**Item 3. If the statement is filed pursuant to §§ 240.13d -1(b) or 240.13d -2(b) or (c), check whether the person filing is a:**

(a)  Broker or dealer registered under section 15 of the Act (15 U.S.C. 78c);

(b)  Bank as defined in section 3(a)(6) of the Act (15 U.S.C. 78c);

(c)  Insurance company as defined in section 3(a)(19) of the Act (15 U.S.C. 78c);

(d)  Investment company registered under section 8 of the Investment Company Act of 1940 (15 U.S.C. 80a-8);

(e)  An investment adviser in accordance with § 240.13d-1(b)(1)(ii)(E);

(f)  An employee benefit plan or endowment fund in accordance with § 240.13d-1(b)(1)(ii)(F);

(g)  A parent holding company or control person in accordance with § 240.13d-1(b)(1)(ii)(G);

(h)  A savings associations as defined in Section 3(b) of the Federal Deposit Insurance Act (12 U.S.C. 1813);

(i)  A church plan that is excluded from the definition of an investment company under section 3(c)(14) of the Investment Company Act of 1940 (15 U.S.C. 80a-3);

(j) [ ] Group, in accordance with § 240.13d-1(b)(1)(ii)(J).

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**Item 4. Ownership.**

1. BluMont Capital Corporation

- (a) Amount beneficially owned: 5,531,300. This amount includes 5,276,300 shares of common stock and unexercised warrants to purchase (i) 225,000 shares at a price of \$0.50 per share; and (ii) 30,000 shares at a price of \$0.74 per share.
- (b) Percent of class: 11.15%. Based upon 49,621,859 issued and outstanding shares of common stock reported by the Issuer in its Quarterly Report on Form 10-Q for the period ended March 31, 2012.
- (c) Number of shares as to which the person has:
  - (i) Sole power to vote or to direct the vote 5,531,300
  - (ii) Shared power to vote or to direct the vote 0.
  - (iii) Sole power to dispose or to direct the disposition of 5,531,300
  - (iv) Shared power to dispose or to direct the disposition of 0.

**Item 5. Ownership of Five Percent or Less of a Class.**

If this statement is being filed to report the fact that as of the date hereof the reporting person has ceased to be the beneficial owner of more than five percent of the class of securities, check the following. [ ]

**Item 6. Ownership of More than Five Percent on Behalf of Another Person.**

Not applicable.

**Item 7. Identification and Classification of the Subsidiary Which Acquired the Security Being Reported on By the Parent Holding Company.**

Not applicable.

**Item 8. Identification and Classification of Members of the Group.**

Not applicable.

**Item 9. Notice of Dissolution of Group.**

Not applicable

**Item 10. Certification.**

By signing below I certify that, to the best of my knowledge and belief, the securities referred to above were not acquired and are not held for the purpose of or with the effect of changing or influencing the control of the issuer of the securities and were not acquired and are not held in connection with or as a participant in any transaction having that purpose or effect.



**SIGNATURE**

After reasonable inquiry and to the best of my knowledge and belief, I certify that the information set forth in this statement is true, complete and correct.

June 19, 2012

Date

BluMont Capital Corporation

By: */s/ Stephen*

*Johnson*

Name/Title: Stephen Johnson, Chief Financial

Officer

The original statement shall be signed by each person on whose behalf the statement is filed or his authorized representative. If the statement is signed on behalf of a person by his authorized representative other than an executive officer or general partner of the filing person, evidence of the representative's authority to sign on behalf of such person shall be filed with the statement, provided however, that a power of attorney for this purpose which is already on file with the Commission may be incorporated by reference. The name and any title of each person who signs the statement shall be typed or printed beneath his signature.

*NOTE:* Schedules filed in paper format shall include a signed original and five copies of the schedule, including all exhibits. *See* § 240.13d -7 for other parties for whom copies are to be sent.

**Attention: Intentional misstatements or omissions of fact constitute Federal criminal violations (See 18 U.S.C. 1001)**

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EXHIBIT 1

The undersigned acknowledge and agree that the foregoing statement on Schedule 13G is filed on behalf of each of the undersigned and that all subsequent amendments to this statement on Schedule 13G shall be filed on behalf of each of the undersigned without the necessity of filing additional joint acquisition statements. The undersigned acknowledge that each shall be responsible for the timely filing of such amendments, and for the completeness and accuracy of the information concerning him or it contained therein, but shall not be responsible for the completeness and accuracy of the information concerning the others, except to the extent that he or it knows or has reason to believe that such information is inaccurate.

Dated: June 19, 2012

BluMont Capital Corporation

By: /s/ Stephen Johnson

Name/Title: Stephen Johnson, Chief Financial Officer

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ABN AMRO Bank and others July 1, 2008 ~

November 17, 2008

USD 611,000 (Won)626,374 (Won) 977.70 ~

(Won) 1053.40 : USD1

BNP PARIBAS Bank and others

July 14, 2008 ~

August 14, 2008

USD 94,414 JPY 10,000 JPY 104.63 ~

JPY 107.79 : USD1

(ii) Range Forward Options

Details of range forward options outstanding as of June 30, 2008 are as follows:

*In millions of Won and thousands of USD, except forward rate and maturity date*

Bank	Maturity date	Selling	Buying	Forward rate
Citi Bank and others	July 9, 2008 ~	USD 330,000	USD 330,000	(Won) 941.00 ~

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September 29, 2008

(Won) 999.10 : USD1

(iii) Unrealized gains and losses related to the forward derivatives as of June 30, 2008 are as follows:

*In millions of Won*

Type	Unrealized gains	Unrealized losses
Foreign Currency Forwards	(Won) 843	13,265
Range Forward Options		28,307

The unrealized gains and losses are charged to operations as gains and losses on foreign currency translation for the six-month period ended June 30, 2008.

**Table of Contents****LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.)****Notes to Interim Non-Consolidated Financial Statements****June 30, 2008****(Unaudited)**12 Derivative Instruments, Continued

## (c) Hedge of cash flows

The Company enters into foreign currency forward contracts to manage the exposure to changes in foreign currency related to purchase of raw materials and sale of products in accordance with its foreign currency risk management policy. In addition, the Company entered into cross currency swap and interest rate swap contracts to manage the exposure to changes in cash flows from changes in foreign currency exchange rates and interest rates related to floating rate notes.

Net unrealized gains and losses, net of related taxes, incurred relating to cash flow hedges from forecasted exports and the purchase of materials, were recorded as accumulated other comprehensive income. Unrealized gains and losses from the contracts that did not meet the requirements for a cash flow hedge were charged to operations as foreign currency translation gains and losses.

## (i) Foreign Currency Forwards

Details of foreign currency forwards outstanding as of June 30, 2008 are as follows:

*In millions of Won, millions of JPY and thousands of USD, except forward rate and maturity date*

Bank	Maturity date	Selling	Buying	Forward rate
BNP PARIBAS Bank and others	July 1, 2008 ~			(Won) 944.10 ~
	December 31, 2008	USD 785,000	(Won) 774,609	
CALYON Bank and others	July 14, 2008 ~			(Won) 1050.10 : USD1
	August 14, 2008	(Won) 38,470	JPY 4,000	(Won) 9.58 ~
				(Won) 9.65: JPY1

The net unrealized losses recorded, amounting to W44,889 million, under accumulated other comprehensive income, are expected to be recognized as realized gain and loss within the next twelve months.

## (ii) Cross Currency Swap

*In millions of Won and thousands of USD, except forward rate and maturity date*

Bank	Maturity date	Selling	Buying	Contract rate
Kookmin Bank and others	August 29, 2011 ~			Receive 3M LIBOR ~
	January 31, 2012		USD 150,000	floating rate
				3M LIBOR+0.53%

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(Won) 143,269

Pay fixed rate 4.54% ~ 5.35%

In relation to the abovementioned cross currency swap, unrealized losses amounting to W1,239 million, recorded as accumulated other comprehensive income, are expected to be charged to operations as gain and loss within the next twelve months.

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**LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.)**

**Notes to Interim Non-Consolidated Financial Statements**

**June 30, 2008**

**(Unaudited)**

12 Derivative Instruments, Continued

(iii) Interest Rate Swap

*In thousands of USD, except forward rate and maturity date*

Bank	Maturity date	Contract amount	Contract rate
SC First Bank	May 21, 2009 ~	USD 150,000	Receive 6M LIBOR
	May 24, 2010		floating rate
			Pay fixed rate 5.375% ~ 5.644%

In relation to the abovementioned interest rate swap, unrealized losses amounting to W3,338 million, recorded as accumulated other comprehensive income, are expected to be charged to operations as gain and loss within the next twelve months.

(iv) Unrealized gains and losses related to hedge of cash flows as of June 30, 2008 are as follows:

*In millions of Won*

Type	Unrealized gains	Unrealized losses	Cash flow hedge requirements
Foreign currency forwards	(Won) 985	45,874	Fulfilled
Cross currency swap(*)		4,568	Fulfilled
Interest rate swap		5,604	Fulfilled

(\*) The unrealized gains amounting to W15,780 that related to the hedge of foreign exchange rate risk are recognized as gains and losses in the non-consolidated statement of income in the current period.

(d) Realized gains and losses related to derivative instruments for the six-month period ended June 30, 2008 are as follows:

*In millions of Won*

Hedge purpose	Type	Transaction gains	Transaction losses
Cash flow hedge	Cross currency swap	(Won) 145	419
Cash flow hedge	Interest rate swap		561

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Cash flow hedge	Foreign currency forwards	3,606	60,943
Fair value hedge	Foreign currency forwards	5,493	69,709
Fair value hedge	Range forward options	2,441	40,613

The transaction gains and losses are charged to operations for the six-month period ended June 30, 2008.

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LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.)

**Notes to Interim Non-Consolidated Financial Statements****June 30, 2008****(Unaudited)**13 Income Taxes

- (a) Income tax expense for the six-month period ended June 30, 2008 is as follows:

<i>In millions of Won</i>	<b>2008</b>
<b>Current income taxes</b>	(Won) 304,999
Change in deferred income taxes from temporary differences	(24,412)
Change in deferred income taxes from tax credit	128,725
Change in deferred income taxes charged directly to stockholders' equity	(32,218)
<b>Income tax expense</b>	(Won) 377,094

- (b) Changes in accumulated temporary differences for the six-month period ended June 30, 2008 are as follows:

<i>In millions of Won</i>	<b>January 1, 2008</b>	<b>Increase (decrease)</b>	<b>June 30, 2008</b>
Inventories	(Won) 22,860	38,404	61,264
Equity method investments	(50,579)	(17,584)	(68,163)
Derivatives	15,561	9,389	24,950
Property, plant and equipment	176,626	10,207	186,833
Warranty reserve	49,295	15,831	65,126
Others	(4,724)	24,697	19,973
	(Won) 209,039	80,944	289,983

- (c) Changes in deferred income tax assets (liabilities) for the six-month period ended June 30, 2008 are as follows:

<i>In millions of Won</i>	<b>January 1, 2008</b>	<b>Increase (decrease)</b>	<b>June 30, 2008</b>	<b>Current</b>	<b>Non-Current</b>
Inventories	(Won) 5,726	11,122	16,848	16,848	
Equity method investments	(13,960)	26,459	12,499		12,499
Derivatives	3,898	2,964	6,862	3,221	3,641
Property, plant and equipment	47,713	3,666	51,379		51,379
Warranty reserve	12,348	5,562	17,910	15,253	2,657
Others	(1,366)	6,857	5,491	2,312	3,179
<b>Total</b>	<b>54,359</b>	<b>56,630</b>	<b>110,989</b>	<b>37,634</b>	<b>73,355</b>

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Deferred income taxes added to stockholders' equity	6,303	(32,218)	(25,915)	21,520	(47,435)
Tax credit carryforwards	403,670	(128,725)	274,945	274,945	
	(Won) 464,332	(104,313)	360,019	334,099	25,920

- (d) The Company's statutory tax rate for the six-month periods ended June 30, 2008 and 2007 is 27.5%. Under the Foreign Investment Promotion Act of Korea, from September 1999, the Company is entitled to an exemption from income taxes in proportion to the percentage of foreign equity for seven years following the registration of each foreign equity investment, and at one-half of that percentage for the subsequent three years.

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LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.)

**Notes to Interim Non-Consolidated Financial Statements****June 30, 2008****(Unaudited)****14 Comprehensive Income**

Comprehensive income for the six-month periods ended June 30, 2008 and 2007 are as follows:

<i>In millions of Won</i>	<b>2008</b>	<b>2007</b>
<b>Net income</b>	(Won) 1,492,108	59,888
Change in equity arising from application of equity method, net of tax effect of (Won)(36,910) million in 2008 and (Won)1,526 million in 2007	76,064	9,181
Change in fair value of available-for-sale securities, net of tax effect of (Won)(4,988) million in 2008 and nil in 2007	13,149	
Gain on valuation of cash flow hedges, net of tax effect of (Won)297 million in 2008 and (Won)4,587 million in 2007	(784)	(12,094)
Loss on valuation of cash flow hedges, net of tax effect of (Won)9,383 million in 2008 and (Won)(1,278) million in 2007	(24,736)	3,370
<b>Comprehensive income</b>	(Won) 1,555,801	60,345

**15 Cost of Sales**

Cost of sales for the six-month periods ended June 30, 2008 and 2007 is as follows:

<i>In millions of Won</i>	<b>2008</b>	<b>2007</b>
Finished goods	(Won) 5,998,747	5,703,195
Beginning balance of inventories	310,975	256,002
Cost of goods manufactured	6,276,278	5,814,469
Ending balance of inventories	(588,506)	(367,276)
Merchandise	122,508	
Others	11,916	10,360
	(Won) 6,133,171	5,713,555

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LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.)

**Notes to Interim Non-Consolidated Financial Statements****June 30, 2008****(Unaudited)****16 Selling and Administrative Expenses**

Selling and administrative expenses for the six-month periods ended June 30, 2008 and 2007 are as follows:

<i>In millions of Won</i>	<b>2008</b>	<b>2007</b>
Salaries	(Won) 53,910	33,602
Severance benefits	5,921	5,083
Other employee benefits	7,474	3,849
Shipping cost	61,959	70,818
Rent	2,162	1,851
Fees and commissions	30,141	26,591
Entertainment	1,198	739
Depreciation	3,775	2,295
Taxes and dues	1,910	883
Advertising	21,305	12,814
Sales promotion	4,415	9,135
Development costs	4,231	1,439
Research	64,185	49,588
Bad debt expenses	628	47
A/S	52,226	28,945
Others	23,044	10,965
	(Won) 338,484	258,644

**17 Earnings Per Share**

(a) Basic earnings per share for the three-month and six-month periods ended June 30, 2008 and 2007 are as follows:

<i>In millions of Won, except earnings per share and share information</i>	<b>For the three-month periods ended June, 30</b>		<b>For the six-month periods ended June, 30</b>	
	<b>2008</b>	<b>2007</b>	<b>2008</b>	<b>2007</b>
<b>Net income</b>	(Won) 731,522	228,486	1,492,108	59,888
Weighted-average number of common shares outstanding	357,815,700	357,815,700	357,815,700	357,815,700
<b>Earnings per share</b>	(Won) 2,044	639	4,170	167

There were no events or transactions that result in changes in the number of common shares used for calculating earnings per share.



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LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.)

Notes to Interim Non-Consolidated Financial Statements

June 30, 2008

(Unaudited)

17 Earnings Per Share, Continued

(b) Diluted earnings per share for the three-month and six-month periods ended June 30, 2008 are as follows:

<i>In millions of Won, except earnings per share and share information</i>	<b>For the three-month periods ended June, 30</b>		<b>For the six-month periods ended June, 30</b>	
	<b>2008</b>	<b>2007</b>	<b>2008</b>	<b>2007</b>
<b>Net income</b>	(Won) 731,522	228,486	1,492,108	59,888
Interest on convertible bond, net of tax	4,711	7,901	9,389	
<b>Adjusted income</b>	736,233	236,387	1,501,497	59,888
Weighted-average number of common shares outstanding and common equivalent shares(*)	368,346,462	374,601,758	368,346,462	357,815,700
<b>Diluted earnings per share</b>	(Won) 1,999	631	4,076	167

For the six-month period ended June 30, 2007, diluted earnings per share is identical to basic earnings per share due to the anti-dilution effect of convertible bond.

(\*) Weighted-average number of common shares outstanding is calculated as follows:

<i>In shares</i>	<b>For the three-month periods ended June, 30</b>		<b>For the six-month periods ended June, 30</b>	
	<b>2008</b>	<b>2007</b>	<b>2008</b>	<b>2007</b>
<b>Weighted-average number of common shares (basic)</b>	357,815,700	357,815,700	357,815,700	357,815,700
Effect of conversion of convertible bonds	10,530,762	16,786,058	10,530,762	
<b>Weighted-average number of common shares (diluted) at June 30, 2008</b>	368,346,462	374,601,758	368,346,462	357,815,700

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**LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.)**

**Notes to Interim Non-Consolidated Financial Statements**

**June 30, 2008**

**(Unaudited)**

17 Earnings Per Share, Continued

(c) The conversion effect of the convertible bond for the six-month period ended June 30, 2008 is as follows:

<i>In shares</i>	<b>For the three-month periods ended June, 30</b>		<b>For the six-month periods ended June, 30</b>	
	<b>2008</b>	<b>2007</b>	<b>2008</b>	<b>2007(*)</b>
Number of convertible bonds				
1 <sup>st</sup>		8,276,681		
2 <sup>nd</sup>	10,530,762	10,464,234	10,530,762	
Period				
1 <sup>st</sup>		April 1, 2007 ~ June 30, 2007		
2 <sup>nd</sup>	April 1, 2008 ~ June 30, 2008	April 18, 2007 ~ June 30, 2007	January 1, 2008 ~ June 30, 2008	
Weighted				
1 <sup>st</sup>		91 days / 91 days		
2 <sup>nd</sup>	91 days / 91 days	74 days / 91 days	182 days / 182 days	
Effect of conversion of convertible bonds				
1 <sup>st</sup>		8,276,681		
2 <sup>nd</sup>	10,530,762	8,509,377	10,530,762	
	10,530,762	16,786,058	10,530,762	

(\*) For the six-month period ended June 30, 2007, there is no diluted shares due to the anti-dilution effect.

(d) Earnings per share and diluted earnings per share for the three-month period ended March 31, 2008 and for the year ended December 31, 2007 are as follows:

<i>In won</i>	<b>For the three-month period ended March 31, 2008</b>	<b>For the year ended December 31, 2007</b>
Earnings per share	2,126	3,756
Diluted earnings per share	2,078	3,716



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**LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.)**

**Notes to Interim Non-Consolidated Financial Statements**

**June 30, 2008**

**(Unaudited)**

18 **Transactions and Balances with Related Companies**

(a) Details of the Company's related parties as of June 30, 2008 are as follows:

<b>Parent</b>	<b>Control relationship</b>
LG Corp.	Company that has significant influence over the Company
LG Electronics Inc. (*1)	Controlling party
<b>Controlled subsidiary</b>	<b>Ownership (%)</b>
LG Display America, Inc.,	100%
LG Display Taiwan Co., Ltd.	100%
LG Display Japan Co., Ltd.	100%
LG Display Germany GmbH, LG.	100%
LG Display Nanjing Co., Ltd.	100%
LG Display Shanghai Co., Ltd.	100%
LG Display Hong Kong Co., Ltd.	100%
LG Display Poland Sp. zo.o.	80%
LG Display Guangzhou Co., Ltd.	84%
LG Display Shenzhen Co., Ltd.	100%
Global Professional Sourcing Co., Ltd.	70%(*2)
<b>Other related parties</b>	<b>Relationship</b>
Paju Electric Glass Co., Ltd.	Equity-method investee
TLI Inc.	
AVACO Co., Ltd.	
Dacom Multimedia Internet Corporation,	Affiliates
Dacom Crossing Corporation, Siltron Incorporated,	
LG Management Development Institute Co., Ltd.,	
LG Sports Ltd., LG CNS Co., Ltd., Serveone Co., Ltd.,	
Hiplaza Co., Ltd., LG Dow Polycarbonate,	
LG N-Sys Inc., LG MMA Corporation,	
LG Innotek Co., Ltd., LG Powercom Corp.,	
Seatek Co., Ltd., V-ENS Co., Ltd.,	

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Hi Business Logistics, Lusem Co., Ltd., CSLeader,

AIN Tele Service, Biztech&Ektimo Co. Ltd.,

LG Solar Energy Inc., Coca-Cola Beverage Co.,

LG CHEM Ltd., LG Dacom Corporation,

LG International Corp.,

LG Household & Health Care Ltd.,

LG Life Sciences, Ltd., LG Telecom Co., Ltd.

LG Micron Ltd., TWIN WINE,

Korea Commercial Vehicle Co., Ltd.

Ucess Partners Co., Ltd,

System Air-con Engineering Incorporation and others

(\*1) LG Electronics Inc. files consolidated financial statements.

(\*2) The Company's subsidiary, LG Display Taiwan Co., Ltd., owns interest in Global Professional Sourcing Co., Ltd.

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LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.)

**Notes to Interim Non-Consolidated Financial Statements****June 30, 2008****(Unaudited)**18 Transactions and Balances with Related Companies. Continued

Koninklijke Philips Electronics N.V., which had significant influence over the Company in 2007, sold its share interest in the Company resulting in decreased share interest to 13.2% (47,225 thousand shares) and resigned from the Company's management. Accordingly, Koninklijke Philips Electronics N.V. was excluded from the companies that have significant influence over the Company as of June 30, 2008.

- (b) Significant transactions which occurred in the normal course of business with related companies for the six-month periods ended June 30, 2008 and 2007 are as follows:

<i>In millions of Won</i>	Sales and other		Purchases and other	
	2008	2007	2008	2007
Controlling party	(Won) 633,771	427,742	(Won) 107,247	54,854
Companies that have significant influence over the Company			11,836	7,482
Overseas subsidiaries	6,720,360	4,857,886	255,333	170,712
Equity-method investee			228,815	115,563
Other related parties	167,299	77,446	1,379,051	883,480
	(Won) 7,521,430	5,363,074	(Won) 1,982,282	1,232,091

- (c) Account balances with related companies as of June 30, 2008 and December 31, 2007 are as follows:

<i>In millions of Won</i>	Trade accounts and notes receivable and other		Trade accounts and notes payable and other	
	2008	2007	2008	2007
Controlling party	(Won) 236,094	124,560	(Won) 89,610	25,851
Companies that have significant influence over the Company	6,057	2,717	1,067	8,629
Overseas subsidiaries	1,536,134	1,921,164	92,578	67,342
Equity-method investee			41,985	30,291
Other related parties	88,876	52,097	498,797	344,757
	(Won) 1,867,161	2,100,538	(Won) 724,037	476,870

- (d) Key management compensation costs for the six-month periods ended June 30, 2008 and 2007, are as follows:

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<i>In millions of Won</i>	<b>2008</b>	<b>2007</b>
Salaries	(Won) 875	838
Severance benefits	191	531
Incentive compensation	827	
	(Won) 1,893	1,369

Key management refers to the registered directors who have significant control and responsibilities over the Company's operations and business.

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**LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.)**

**Notes to Interim Non-Consolidated Financial Statements**

**June 30, 2008**

**(Unaudited)**

**19 Segment Information**

The Company manufactures and sells TFT-LCD and AM-OLED products. Export sales represent approximately 93% of total sales for the six-month period ended June 30, 2008.

The following is a summary of sales by country based on the location of the customers for the six-month periods ended June 30, 2008 and 2007:

*In millions of Won*

	<b>Domestic</b>	<b>Taiwan</b>	<b>Japan</b>	<b>America</b>	<b>China</b>	<b>Europe</b>	<b>Others in Asia</b>	<b>Others</b>	<b>Total</b>
2008	575,188	2,039,500	761,104	1,082,255	1,604,288	1,253,649	819,433	115,737	8,251,154
2007	452,398	1,655,327	567,920	655,884	1,114,768	906,056	415,862	105,371	5,873,586

**20 Supplemental Cash Flow Information**

Significant transactions not affecting cash flows for the six-month periods ended June 30, 2008 and 2007 are as follows:

<i>in millions of Won</i>	<b>2008</b>	<b>2007</b>
Other accounts payable arising from purchase of property, plant and equipment	(Won) 405,371	(390,803)

**Table of Contents****LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.) AND SUBSIDIARIES****Interim Consolidated Balance Sheets****(Unaudited)****As at June 30, 2008 and December 31, 2007**

<i>In millions of Won, except share data</i>	Note	2008	2007
<b>Assets</b>			
Cash and cash equivalents		(Won) 890,034	1,196,423
Short-term financial instruments		2,945,000	785,000
Available-for-sale securities	4	74	63
Trade accounts and notes receivable, net	5,19	2,820,102	2,339,690
Other accounts receivable, net	5	52,817	97,098
Accrued income, net	5	58,526	13,949
Advance payments, net	5	1,511	2,783
Prepaid expenses		63,013	35,613
Prepaid value added tax		168,030	105,924
Deferred income tax assets, net	14	339,115	332,926
Inventories, net	6	1,386,935	823,924
Other current assets		5,191	12,740
<b>Total current assets</b>		<b>8,730,348</b>	<b>5,746,133</b>
Long-term financial instruments		13	13
Available-for-sale securities	4	114,386	1
Equity-method investments		43,421	24,704
Property, plant, and equipment, net	7	7,463,924	7,528,523
Intangible assets, net		181,860	123,111
Long-term other receivables, net	5	25,449	20,141
Long-term prepaid expenses		162,561	155,656
Deferred income tax assets, net	14	57,091	151,058
Non-current guarantee deposits		40,815	30,495
Other non-current assets		13,239	
<b>Total non-current assets</b>		<b>8,102,759</b>	<b>8,033,702</b>
<b>Total assets</b>		<b>(Won) 16,833,107</b>	<b>13,779,835</b>

*See accompanying notes to interim consolidated financial statements.*

**Table of Contents****LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.) AND SUBSIDIARIES****Interim Consolidated Balance Sheets (continued)****(Unaudited)****As at June 30, 2008 and December 31, 2007**

<i>In millions of Won, except share data</i>	Note	2008	2007
<b>Liabilities</b>			
Trade accounts payable and notes payable	19	(Won) 1,108,533	994,701
Other accounts payable		1,032,467	614,904
Short-term borrowings	10	850,752	4,660
Advances received		13,291	82,101
Unearned income			15,248
Withholdings		8,894	7,160
Accrued expenses		189,363	99,288
Income tax payable		303,071	78,133
Warranty reserve		51,357	49,295
Current portion of long-term debt and debentures, net of discount	9,10	605,288	409,082
Other current liabilities		98,439	46,650
<b>Total current liabilities</b>		<b>4,261,455</b>	<b>2,401,222</b>
Debentures, net of current portion and discounts on debentures	9	1,734,242	1,998,147
Long-term debt, net of current portion	10	1,085,463	993,785
Long-term other accounts payable	2	52,350	31,046
Long-term accrued expenses		17,481	12,680
Accrued severance benefits, net		89,500	53,496
Other non-current liabilities		32,575	
<b>Total non-current liabilities</b>		<b>3,011,611</b>	<b>3,089,154</b>
<b>Total liabilities</b>		<b>7,273,066</b>	<b>5,490,376</b>
<b>Stockholders equity</b>			
<b>Controlling interest</b>			
Common stock, (Won)5,000 par value. Authorized 500,000,000 shares: issued and outstanding 357,815,700 shares in 2008 and 2007		1,789,079	1,789,079
Capital surplus		2,311,071	2,311,071
Accumulated other comprehensive income		68,648	5,823
Retained earnings		5,391,156	4,183,400
<b>Total controlling interest</b>		<b>9,559,954</b>	<b>8,289,373</b>
<b>Minority interest</b>		<b>87</b>	<b>86</b>
<b>Total stockholders equity</b>		<b>9,560,041</b>	<b>8,289,459</b>
<b>Commitments and contingencies</b>	12		
<b>Total liabilities and stockholders equity</b>		<b>(Won) 16,833,107</b>	<b>13,779,835</b>

See accompanying notes to interim consolidated financial statements.

**Table of Contents****LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.) AND SUBSIDIARIES****Interim Consolidated Statements of Income****(Unaudited)****For the six-month periods ended June 30, 2008 and 2007**

<i>In millions of Won, except earnings per share</i>	<b>Note</b>	<b>2008</b>	<b>2007</b>
<b>Sales</b>	19,20	(Won) 8,246,957	6,077,037
<b>Cost of sales</b>	16,19	6,055,941	5,813,965
<b>Gross profit</b>		2,191,016	263,072
Selling and administrative expenses	17, 19	420,762	320,940
<b>Operating income (loss)</b>	20	1,770,254	(57,868)
Interest income		91,940	20,854
Rental income		1,684	2,050
Commission earned	19	4,261	10,613
Foreign exchange gains		872,976	85,631
Gain on foreign currency translation		100,877	23,690
Equity income on investments		4,229	2,176
Gain on disposal of property, plant and equipment		589	770
Reversal of allowance for doubtful accounts	5	106	
Gain on redemption of debentures	9	188	
Other income	19	8,251	5,377
<b>Non-operating income</b>		1,085,101	151,161
Interest expense		74,996	102,034
Foreign exchange losses		770,505	75,347
Loss on foreign currency translation		162,008	18,107
Donations		1,971	120
Loss on disposal of trade accounts and notes receivable			15,151
Loss on disposal of property, plant and equipment		675	2,876
Impairment loss on property, plant, and equipment		83	
Other bad debt expenses			1,258
Loss on redemption of debentures	9	13	
Other expenses		180	147
<b>Non-operating expenses</b>		1,010,431	215,040
<b>Income (loss) before income taxes</b>		1,844,924	(121,747)
Income tax expense (benefit)	14	368,805	(181,635)
<b>Net income</b>		(Won) 1,476,119	59,888
of Which :			
Net income of the Controlling Company		(Won) 1,476,118	59,888
Net income of minority interest		(Won) 1	

<b>Earnings per share</b>	18		
Basic earnings per share	(Won)	4,125	167
Diluted earnings per share	(Won)	4,033	167

*See accompanying notes to interim consolidated financial statements.*

**Table of Contents****LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.) AND SUBSIDIARIES****Interim Consolidated Statements of Changes in Stockholders' Equity****(Unaudited)****For the six-month periods ended June 30, 2008 and 2007**

<i>In millions of Won</i>	Note	Capital Stock	Capital Surplus	Accumulated other comprehensive income (loss)	Retained earnings	Minority interest	Total
<b>Balances at January 1, 2007</b>		(Won) 1,789,079	2,275,172	(13,948)	2,839,373		6,889,676
Net income					59,888		59,888
Change in cumulative translation adjustments	15			9,181			9,181
Gain on valuation of cash flow hedges	13,15			(12,094)			(12,094)
Loss on valuation of cash flow hedges	13,15			3,370			3,370
Change in consideration for conversion rights	13,15		35,899				35,899
<b>Balances at June 30, 2007</b>		1,789,079	2,311,071	(13,491)	2,899,261		6,985,920
<b>Balances at January 1, 2008</b>		1,789,079	2,311,071	5,823	4,183,400	86	8,289,459
Cash dividend					(268,362)		(268,362)
Net income					1,476,118	1	1,476,119
Change in cumulative translation adjustments	15			75,196			75,196
Change in fair value of available-for-sale securities	4,15			13,149			13,149
Gain on valuation of cash flow hedges	13,15			(784)			(784)
Loss on valuation of cash flow hedges	13,15			(24,736)			(24,736)
<b>Balances at June 30, 2008</b>		(Won) 1,789,079	2,311,071	68,648	5,391,156	87	9,560,041

*See accompanying notes to interim consolidated financial statements.*

**Table of Contents****LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.) AND SUBSIDIARIES****Interim Consolidated Statements of Cash Flows****(Unaudited)****For the six-month periods ended June 30, 2008 and 2007**

<i>In millions of Won</i>	Note	2008	2007
<b>Cash flows provided by operating activities:</b>			
Net income		(Won) 1,476,119	59,888
<b>Adjustments for:</b>			
Depreciation		1,354,215	1,382,286
Amortization of intangible assets		28,591	23,135
Loss on disposal of property, plant and equipment, net		86	2,106
Impairment loss on property, plant, and equipment		83	
Loss on foreign currency translation, net		54,449	(7,135)
Amortization of discount on debentures, net		15,387	21,983
Gain on redemption of debentures, net		(175)	
Provision for warranty reserve		41,761	31,084
Provision for severance benefits		44,684	39,444
Equity income on investments		(4,229)	(2,176)
Reversal of compensation expenses associated with stock option		(560)	
		1,534,292	1,490,727
<b>Changes in operating assets and liabilities:</b>			
Decrease (increase) in trade accounts receivable and notes receivable		(447,509)	(619,271)
Decrease (increase) in inventories		(563,011)	90,794
Decrease (increase) in other accounts receivable		49,638	19,648
Decrease (increase) in accrued income		(44,577)	(2,895)
Decrease (increase) in advance payments		1,272	(2,880)
Decrease (increase) in prepaid expenses		(13,075)	(28,941)
Decrease (increase) in prepaid value added tax		(54,831)	6,546
Decrease (increase) in current deferred income tax assets		3,491	(268,246)
Decrease (increase) in other current assets		9,867	9,527
Decrease (increase) in long-term prepaid expenses		(21,230)	(45,832)
Decrease (increase) in non-current deferred income tax		52,068	80,033
Decrease (increase) in long-term other receivables		(5,308)	
Increase (decrease) in trade accounts and notes payable		112,274	32,090
Increase (decrease) in other accounts payable		10,946	(87,032)
Increase (decrease) in advances received		(68,810)	26,839
Increase (decrease) in unearned income		(15,248)	
Increase (decrease) in withholdings		1,734	(13,699)
Increase (decrease) in accrued expenses		90,075	15,456
Increase (decrease) in income tax payable		224,938	(988)
Increase (decrease) in warranty reserve		(30,035)	(25,373)
Increase (decrease) in other current liabilities		(992)	(4,204)
Increase (decrease) in non-current deferred income tax liabilities			(8)
Increase (decrease) in long-term accrued expenses		885	706
Accrued severance benefits transferred from affiliated company, net		2,201	2,020
Payment of severance benefits		(14,606)	(38,272)
Decrease (increase) in severance insurance deposits		3,455	8,573
Decrease (increase) in contribution to the National Pension Fund		269	172
Decrease (increase) in cumulative translation adjustments, net		18,169	9,677

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	(697,950)	(835,560)
<b>Net cash provided by operating activities</b>	2,312,461	715,055

*See accompanying notes to interim consolidated financial statements.*

**Table of Contents****LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.) AND SUBSIDIARIES****Interim Consolidated Statements of Cash Flows (continued)****(Unaudited)****For the six-month periods ended June 30, 2008 and 2007**

<i>In millions of Won</i>	Note	2008	2007
<b>Cash flows from investing activities:</b>			
Proceeds from disposal of property, plant and equipment	(Won)	1,879	847
Proceeds from disposal of short-term financial instruments		685,000	
Acquisition of short-term financial instruments		(2,845,000)	
Acquisition of available-for-sale securities		(96,260)	
Acquisition of equity-method investments		(20,247)	
Decrease (increase) in guarantee deposits		(10,320)	149
Disposal of available-for-sale securities		1	
Increase in short-term loans		(15)	(2)
Acquisition of property, plant and equipment		(764,533)	(993,919)
Acquisition of intangible assets		(52,986)	(12,091)
Receipt of government subsidy		354	
Proceeds from dividend received from equity-method investments		5,760	1,440
<b>Net cash used in investing activities</b>		<b>(3,096,367)</b>	<b>(1,003,576)</b>
<b>Cash flows from financing activities:</b>			
Proceeds from short-term borrowings		846,092	
Proceeds from debentures			508,997
Proceeds from long-term debt		23,637	335,089
Increase in long-term other accounts payable		14,608	
Repayment of short-term debt			(236,576)
Repayment of current portion of long-term debt		(88,932)	(35,708)
Redemption of debentures		(49,526)	
Payment of cash dividend		(268,362)	
<b>Net cash provided by financing activities</b>		<b>477,517</b>	<b>571,802</b>
<b>Net increase (decrease) in cash and cash equivalents</b>		<b>(306,389)</b>	<b>283,281</b>
Cash and cash equivalents at beginning of period		1,196,423	954,362
<b>Cash and cash equivalents at end of period</b>	(Won)	<b>890,034</b>	<b>1,237,643</b>

*See accompanying notes to interim consolidated financial statements.*

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**LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.) AND SUBSIDIARIES**

**Notes to Interim Consolidated Financial Statements**

**June 30, 2008**

**(Unaudited)**

**1 Organization and Description of Business**

The accompanying interim consolidated financial statements include the accounts of LG Display Co., Ltd. and its consolidated subsidiaries (collectively the Company). The general information of LG Display Co., Ltd. (the Controlling Company) and its consolidated subsidiaries is described below.

**(a) Description of the Controlling Company**

LG Display Co., Ltd. (formerly, LG.Philips LCD Co., Ltd.) was incorporated in 1985 under its original name of LG Soft, Ltd. as a wholly owned subsidiary of LG Electronics Inc. In 1998, LG Electronics Inc. and LG Semicon transferred their respective Thin Film Transistor Liquid Crystal Display (TFT-LCD) related business to the Controlling Company and its main business is to manufacture and sell TFT-LCD panels. In July 1999, LG Electronics Inc. and Koninklijke Philips Electronics N.V. (Philips) entered into a joint venture agreement. Pursuant to the agreement, the Controlling Company changed its name to LG.Philips LCD Co., Ltd. However, on February 29, 2008, the Controlling Company changed its name from LG.Philips LCD Co., Ltd. to LG Display Co., Ltd. based upon the approval of shareholders at the general shareholders meeting on the same date as a result of the decrease in Philips' share interest in the Controlling Company and the possibility of its business expansion to Organic Light Emitting Diode (OLED) and Flexible Display products. As of June 30, 2008, the majority of shares in the Controlling Company are owned by LG Electronics Inc. and Philips, 37.9% (135,625 thousand shares) and 13.2% (47,225 thousand shares), respectively.

As of June 30, 2008, the Controlling Company's LCD Research & Development Center is located in Anyang, TFT-LCD manufacturing plants are located in Gumi and Paju and OLED manufacturing plant is located in Gumi. The Controlling Company's overseas subsidiaries are located in the United States of America, Europe and Asia.

**(b) Consolidated Subsidiaries**

**(i) LG Display America, Inc. ( LGDUS , formerly, LG.Philips LCD America, Inc.)**

LGDUS was incorporated in California, U.S.A., on September 24, 1999, to sell TFT-LCD products. As of June 30, 2008 and December 31, 2007, its capital stock amounted to USD5 million and is wholly owned by the Controlling Company.

**(ii) LG Display Japan Co., Ltd. ( LGDJP , formerly, LG.Philips LCD Japan Co., Ltd.)**

LGDJP was incorporated in Tokyo, Japan, on October 12, 1999, to sell TFT-LCD products. As of June 30, 2008 and December 31, 2007, its capital stock amounted to JPY95 million and is wholly owned by the Controlling Company.

**(iii) LG Display Germany GmbH ( LGDDG , formerly, LG.Philips LCD Germany GmbH)**

LGDDG was incorporated in Dusseldorf, Germany, on November 5, 1999, to sell TFT-LCD products. As of June 30, 2008 and December 31, 2007, its capital stock amounted to EUR1 million and is wholly owned by the Controlling Company.

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**LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.) AND SUBSIDIARIES**

**Notes to Interim Consolidated Financial Statements**

**June 30, 2008**

**(Unaudited)**

**1 Organization and Description of Business**

**(b) Consolidated Subsidiaries, Continued**

**(iv) LG Display Taiwan Co., Ltd. ( LGDTW , formerly, LG.Philips LCD Taiwan Co., Ltd.)**

LGDTW was incorporated in Taipei, Taiwan, on April 12, 1999, to sell TFT-LCD products and its shares were acquired by the Controlling Company in May 2000 from LG Electronics Inc. As of June 30, 2008 and December 31, 2007, its capital stock amounted to NTD116 million and is wholly owned by the Controlling Company.

**(v) LG Display Nanjing Co., Ltd. ( LGDNJ , formerly, LG.Philips LCD Nanjing Co., Ltd.)**

LGDNJ was incorporated in Nanjing, China, on July 15, 2002, to manufacture and sell TFT-LCD products. As of June 30, 2008 and December 31, 2007, its capital stock amounted to CNY1,643 million and is wholly owned by the Controlling Company.

**(vi) LG Display Hong Kong Co., Ltd. ( LGDHK , formerly, LG.Philips LCD Hong Kong Co., Ltd.)**

LGDHK was incorporated in Hong Kong on January 24, 2003, to sell the TFT-LCD products. As of June 30, 2008 and December 31, 2007, its capital stock amounted to HKD12 million and is wholly owned by the Controlling Company. LGDHK's operations transferred to LG.Philips LCD Shenzhen in 2007 and LGDHK is expected to liquidate in 2008.

**(vii) LG Display Shanghai Co., Ltd. ( LGDSH , formerly, LG.Philips LCD Shanghai Co., Ltd.)**

LGDSH was incorporated in Shanghai, China, on January 16, 2003, to sell TFT-LCD products. As of June 30, 2008 and December 31, 2007, its capital stock amounted to CNY4 million and is wholly owned by the Controlling Company.

**(viii) LG Display Poland Sp. z o.o. ( LGDWR , formerly, LG.Philips LCD Poland Sp. z o.o.)**

LGDWR was incorporated in Poland on September 6, 2005, to manufacture and sell TFT-LCD products. As of June 30, 2008 and December 31, 2007, its capital stock amounted to PLN511 million, and is 80.29% owned by the Controlling Company.

**(ix) LG Display Guangzhou Co., Ltd. ( LGDGZ , formerly, LG.Philips LCD Guangzhou Co., Ltd.)**

LDGZ was incorporated in Guangzhou, China, on June 30, 2006, to manufacture and sell TFT-LCD products. As of June 30, 2008 and December 31, 2007, its capital stock amounted to CNY678 million and CNY582 million, and is 84.21% and wholly owned by the Controlling Company, respectively.

**(x) LG Display Shenzhen Co., Ltd. ( LGDSZ , formerly, LG.Philips LCD Shenzhen Co., Ltd.)**

LGDSZ was incorporated in Shenzhen, China on August 28, 2007, to sell TFT LCD products. As of June 30, 2008 and December 31, 2007, its capital stock amounted to CNY4 million, and is wholly owned by the Controlling Company.

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### (xi) Global Professional Sourcing Co., Ltd. ( GPS )

GPS was incorporated in Taipei, Taiwan on September 11, 2007, to survey and identify potential local partners in the LCD industry. As of June 30, 2008 and December 31, 2007, its capital stock amounted to NTD10 million, and is 70% owned by LG Display Taiwan Co., Ltd.

**Table of Contents****LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.) AND SUBSIDIARIES****Notes to Interim Consolidated Financial Statements****June 30, 2008****(Unaudited)****1 Organization and Description of Business. Continued****(c) Equity-method Investment****(i) Paju Electric Glass Co., Ltd. ( PEG )**

PEG was incorporated in Paju, Korea, in January 2005, to produce electric glass. As of June 30, 2008 and December 31, 2007, its capital stock amounted to (Won)36,000 million and 40% of PEG is owned by the Controlling Company.

**(ii) TLI Inc. ( TLI )**

TLI was incorporated in October 28, 1998, to manufacture and sell semiconductor parts for flat-panel display. In May 2008, the Controlling Company acquired 1,008,875 common shares of TLI Inc.(13%) at (Won)14,074 million through a stock purchase agreement for strategic alliance purposes.

**(iii) AVACO CO., Ltd.( AVACO )**

AVACO was incorporated in 2000, to manufacture and sell equipment for flat-panel display. In June 2008, the Controlling Company acquired 2,037,204 common shares of AVACO(19.9%) at (Won)6,173 million through a stock purchase agreement for strategic alliance purposes.

**2 Summary of Consolidated Subsidiaries**

Consolidated subsidiaries as of June 30, 2008, are as follows:

	<b>Total issued and outstanding shares</b>	<b>No of shares owned by the Company</b>	<b>Percentage of Ownership (%)</b>
<b>Overseas Subsidiaries</b>			
LG Display America, Inc.	5,000,000	5,000,000	100
LG Display Japan Co., Ltd.	1,900	1,900	100
LG Display Germany GmbH	960,000	960,000	100
LG Display Taiwan Co., Ltd.	11,550,000	11,550,000	100
LG Display Nanjing Co., Ltd.	(*1)	(*1)	100
LG Display Hong Kong Co., Ltd.	115,000	115,000	100
LG Display Shanghai Co., Ltd.	(*1)	(*1)	100
LG Display Poland Sp. zo.o.(*2)	5,110,710	4,103,277	80
LG Display Guangzhou Co., Ltd.(*3)	(*1)	(*1)	84
LG Display Shenzhen Co., Ltd.	(*1)	(*1)	100
Global Professional Sourcing Co., Ltd.	1,000,000	700,000	70

(\*1) No shares have been issued in accordance with the local laws and regulations.

**Table of Contents****LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.) AND SUBSIDIARIES****Notes to Interim Consolidated Financial Statements****June 30, 2008****(Unaudited)****2 Summary of Consolidated Subsidiaries, continued**

(\*2) Toshiba Corporation ( Toshiba ) acquired 20% of LG Display Poland Sp. zo.o. ( LGDWR ) in December 2007. With the acquisition of the 20% interest, Toshiba and the Company entered into a derivative contract that is indexed to LGDWR 's equity shares. According to the contract, LGD has a call option to buy Toshiba 's 20% interest in LGDWR and Toshiba has a put option to sell its 20% interest in LGDWR to LGD under the same terms; the price of the call is equal to the price of the put option which is the total amount of Toshiba 's investment at cost. The call and put option is exercisable after five years from the date of acquisition and on each anniversary thereafter with no stated expiry date in whole or in part. Toshiba 's investment in LGDWR is regarded as a financing due to the options and recorded as long-term other accounts payable. Accordingly, LGDWR is consolidated as a wholly owned subsidiary in the consolidated financial statements.

(\*3) Skyworth TV Holdings Limited ( Skyworth ) acquired 16% of equity interest in LG Display Guangzhou Co., Ltd.(LGDGZ) in June 2008. With the acquisition of the 16% interest, Skyworth and the Company entered into a derivative contract that is indexed to LGDGZ 's equity interest. According to the contract, LGD has a call option to buy Skyworth 's 16% interest in LGDGZ and Skyworth has a put option to sell its 16% interest in LGDGZ to LGD under the same terms; the price of the call is equal to the price of the put option which is the total amount of Skyworth 's investment at cost. The call and put option is exercisable after five years from the date of acquisition with no stated expiry date in whole or in part. Skyworth 's investment in LGDGZ is regarded as a financing due to the options and recorded as long-term other accounts payable. Accordingly, LGDGZ is consolidated as a wholly owned subsidiary in the consolidated financial statements.

A summary of the consolidated subsidiaries' financial data as of and for the six-month period ended June 30, 2008, prior to the elimination of intercompany transactions is as follows:

<i>In millions of Won</i>	<b>Total assets</b>	<b>Total liabilities</b>	<b>Total stockholders equity</b>	<b>Sales</b>	<b>Net Income (loss)</b>
LG Display America, Inc.	(Won) 451,652	439,656	11,996	1,045,530	514
LG Display Japan Co., Ltd.	263,302	258,336	4,966	761,338	(1,784)
LG Display Germany GmbH	392,985	383,854	9,131	1,287,931	943
LG Display Taiwan Co., Ltd.	732,913	716,058	16,855	2,037,445	(1,572)
LG Display Nanjing Co., Ltd.	470,966	160,170	310,796	149,711	26,802
LG Display Hong Kong Co., Ltd.	3,434	168	3,266		55
LG Display Shanghai Co., Ltd.	432,766	432,379	387	993,661	(2,704)
LG Display Poland Sp. zo.o.	405,521	199,128	206,393	71,181	5,966
LG Display Guangzhou Co., Ltd.	172,370	93,818	78,552	30,060	4,340
LG Display Shenzhen Co., Ltd.	179,550	176,820	2,730	627,677	907
	(Won) 3,505,459	2,860,387	645,072	7,004,534	33,467

The financial data for LG Display Taiwan Co., Ltd. are based on its consolidated financial statements while the remaining subsidiaries are based on their non-consolidated financial statements.

**Table of Contents****LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.) AND SUBSIDIARIES****Notes to Interim Consolidated Financial Statements****June 30, 2008****(Unaudited)****3 Summary of Significant Accounting Policies and Basis of Presenting Consolidated Financial Statements****(a) Significant Accounting Policies**

The significant accounting policies followed by the Company in the preparation of its interim consolidated financial statements are the same as those followed by the Company in its preparation of annual consolidated financial statements as of December 31, 2007 except for the application of the Statements of Korea Accounting Standard No. 2, Interim Financial Reporting.

**(b) Basis of Presenting Financial Statements**

The Company maintains its accounting records in Korean Won and prepares statutory financial statements in the Korean language (Hangul) in conformity with the accounting principles generally accepted in the Republic of Korea. Certain accounting principles applied by the Company that conform with financial accounting standards and accounting principles in the Republic of Korea may not conform with generally accepted accounting principles in other countries. Accordingly, these interim consolidated financial statements are intended for use only by those who are informed about Korean accounting principles and practices. The accompanying interim consolidated financial statements have been translated into English from the Korean language interim consolidated financial statements.

**4 Available-For-Sale Securities**

Available-for-sale securities as of June 30, 2008 and December 31, 2007 are as follows:

	Acquisition cost	Beginning balance	2008 Unrealized gains(losses) Changes in		Net balance at end of period	Book value (fair value)
			unrealized gains and losses, net	Realized gains on disposition		
<i>In millions of Won</i>						
<b>Current asset</b>						
<b>Debt securities</b>						
Government bonds	(Won) 74					74
<b>Non-current asset</b>						
<b>Equity securities</b>						
HannStar Display Corporation(*)	(Won) 96,249		18,137		18,137	114,386

**Table of Contents****LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.) AND SUBSIDIARIES****Notes to Interim Consolidated Financial Statements****June 30, 2008****(Unaudited)**4 **Available-For-Sale Securities, Continued**

(\*) The Controlling Company purchased 180 million shares of non-voting mandatorily redeemable convertible preferred stock. The preferred stocks are convertible into common stocks of HannStar Display Corporation at a ratio of 1:1 at the option of the Controlling Company from issue date (February 28, 2008) to maturity (February 28, 2011).

The Controlling Company has a put option for total or partial cash redemption of convertible preferred stocks during the period between 18 months from issuance to 91 days prior to maturity and the issuer has a call option to repay, in cash, total preferred stocks during the period between 2 years from issuance to 90 days prior to maturity.

The abovementioned convertible preferred stocks have been privately issued under the Taiwanese Law, which restricts the sale of the preferred stocks (up to three years) and the stocks acquired through conversion are not to be traded in the Taiwanese stock exchange until the original maturity of the preferred stocks.

<i>In millions of Won</i>	Acquisition cost	Beginning balance	2007 Unrealized gains(losses) Changes in		Net balance at end of period	Book value (fair value)
			unrealized gains and losses, net	Realized gains on disposition		
<b>Current asset</b>						
<b>Debt securities</b>						
Government bonds	(Won) 63					63
<b>Non-current asset</b>						
<b>Equity securities</b>						
Others	(Won) 1					1

**Table of Contents****LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.) AND SUBSIDIARIES****Notes to Interim Consolidated Financial Statements****June 30, 2008****(Unaudited)**5 Receivables

The Company's receivables, including trade accounts and notes receivable as of June 30, 2008 and December 31, 2007 are as follows:

<i>In millions of Won</i>	<b>Gross amount</b>	<b>2008 Allowance for doubtful accounts</b>	<b>Book value</b>
Trade accounts and notes receivable	(Won) 2,832,288	12,186	2,820,102
Other accounts receivable	53,435	618	52,817
Accrued income	59,119	593	58,526
Advance payments	1,524	13	1,511
Long-term other accounts receivable	25,452	3	25,449

<i>In millions of Won</i>	<b>Gross amount</b>	<b>2007 Allowance for doubtful accounts</b>	<b>Book value</b>
Trade accounts and notes receivable	(Won) 2,348,707	9,017	2,339,690
Other accounts receivable	98,341	1,243	97,098
Accrued income	14,091	142	13,949
Advance payments	2,811	28	2,783
Long-term other accounts receivable	20,145	4	20,141

Certain trade accounts and notes receivable arising from export sales were sold to financial institutions of which (Won)839,943 million is current and outstanding as of June 30, 2008. The transferred accounts receivable was recorded as short-term borrowings.



**Table of Contents****LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.) AND SUBSIDIARIES****Notes to Interim Consolidated Financial Statements****June 30, 2008****(Unaudited)****8 Property, Plant and Equipment**

Property, plant and equipment as of June 30, 2008 and December 31, 2007 are as follows:

<i>In millions of Won</i>	<b>2008</b>	<b>2007</b>
Acquisition cost:		
Land	(Won) 386,419	336,434
Buildings	2,492,854	2,374,513
Structures	179,040	172,453
Machinery and equipment	15,017,928	14,740,001
Tools	194,391	192,817
Furniture and fixtures	485,231	469,256
Vehicles	15,778	14,463
Others	9,244	8,887
Machinery-in-transit	189,099	19,043
Construction-in-progress	1,382,209	745,606
	20,352,193	19,073,473
Less accumulated depreciation	(12,857,093)	(11,504,020)
Less accumulated impairment loss	(83)	(16,139)
Less government subsidies (*)	(31,093)	(24,791)
<b>Property, plant and equipment, net</b>	(Won) 7,463,924	7,528,523

(\*) The Company acquired land at EUR1 in 2006 and received cash grants which are intended to be used for the construction of a plant according to an investment agreement with the Polish Government. The land was recognized at fair value at the acquisition date, amounting to PLN 57,413 thousand ((Won) 28,166 million), and the corresponding amount less EUR1 was recognized as a deduction to land. The cash grants amounting to PLN40,012 thousand ((Won)19,626 million) were recorded as a other non-current liability due to the repayment contingency to be determined based on the level of employment and investment by 2012. Other government subsidies are related to purchase of buildings, structures and machinery and equipment.

The Company capitalizes the interest expense and loss on foreign currency translation incurred on borrowings used to finance the cost of constructing facilities and equipment. Capitalized loss on foreign currency translation and interest expenses for the six-month period ended June 30, 2008 and the year ended December 31, 2007, amount to (Won)18,662 million and (Won)25,217 million, respectively.

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**LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.) AND SUBSIDIARIES**

**Notes to Interim Consolidated Financial Statements**

**June 30, 2008**

**(Unaudited)**

9 **Debentures**

(a) Details of debentures issued by the Company as of June 30, 2008 and December 31, 2007 are as follows:

<i>In millions of Won</i>	<b>Maturity</b>	<b>Annual interest rate</b>	<b>2008</b>	<b>2007</b>
<b>Local currency debentures</b>				
Public debentures	October 2008 ~			
	March 2010	3.50 ~ 5.00%	(Won) 1,130,000	1,180,000
Private debentures	December 2010 ~			
	June 2011	5.30 ~ 5.89%	600,000	600,000
Less discount on debentures			(6,477)	(9,526)
Less current portion of debentures			(478,701)	(249,110)
			1,244,822	1,521,364
<b>Foreign currency debentures</b>				
Convertible bond	April 2012	zero coupon	511,555	511,555
Less discount on debentures			(2,002)	(2,237)
Less conversion right adjustment			(105,921)	(118,323)
Add redemption premium			85,788	85,788
			489,420	476,783
			(Won) 1,734,242	1,998,147

Principal of the local currency debentures are to be repaid at maturity and interests are paid quarterly. The Controlling Company has redeemed local currency debentures amounting to (Won)50,000 million for the six-month period ended June 30, 2008. As a result, the Company recognized gain and loss on redemption of debentures of (Won)188 million and (Won)13 million, respectively.

(b) Details of the convertible bond as of June 30, 2008 are as follows:

	<b>Terms and Conditions</b>
Issue date	April 18, 2007
Maturity date	April 18, 2012
Conversion period	April 19, 2008 ~ April 3, 2012
Conversion price in Won	(Won)48,760

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Issued amount

USD 550 million

The bond will be repaid at 116.77% of their principal amount at maturity unless the put option of bondholders are exercised in which case the bondholders will be repaid at 109.75% of their principal amount on April 18, 2010.

**Table of Contents****LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.) AND SUBSIDIARIES****Notes to Interim Consolidated Financial Statements****June 30, 2008****(Unaudited)**9 Debentures, Continued

The Controlling Company is entitled to exercise a call option after three years from the date of issue at the amount of the principal and interest, calculated at 3.125% of the annual yield to maturity, from the issue date to the repayment date. The call option can be exercised only when the market price of the common shares on each of 20 trading days in 30 consecutive trading days ending on the trading day immediately prior to the date upon which notice of such redemption is published exceeds at least 130% of the conversion price. In addition, in the event that at least 90% of the initial principal amount of the bonds has been redeemed, converted, or purchased and cancelled, the remaining bonds may also be redeemed, at the Controlling Company's option, at the amount of the principal and interest from the date of issue to the repayment date prior to their maturity.

Based on the terms and conditions of the bond, the conversion price was decreased from (Won)49,070 to (Won)48,760 per share due to payment of cash dividends of (Won)750 per share for the year ended December 31, 2007. The number of common shares to be issued if the outstanding convertible bonds are fully converted is as follows:

<i>In Won and share</i>	<b>June 30, 2008</b>	<b>December 31, 2007</b>
Convertible bond amount (*)	(Won) 513,480,000,000	513,480,000,000
Conversion price	(Won) 48,760	49,070
Common shares to be issued	10,530,762	10,464,234

(\*) The exchange rate for the conversion is fixed at (Won)933.6 to USD 1.

(c) Aggregate maturities of the Company's debentures as of June 30, 2008 are as follows:

<i>In millions of Won</i>		<b>Debentures</b>	<b>Convertible bonds</b>	<b>Total</b>
<b>Period</b>				
July 1, 2008 ~ June 30, 2009	(Won)	480,000		480,000
July 1, 2009 ~ June 30, 2010		650,000		650,000
July 1, 2010 ~ June 30, 2011		600,000		600,000
July 1, 2011 ~ June 30, 2012			597,343	597,343
		(Won) 1,730,000	597,343	2,327,343

In the above schedule, it was assumed that the convertible bonds will be repaid in full at maturity with redemption premium amounting to (Won)85,788 million.

**Table of Contents****LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.) AND SUBSIDIARIES****Notes to Interim Consolidated Financial Statements****June 30, 2008****(Unaudited)****10 Short-Term Borrowings and Long-Term Debt**

(a) Short-term borrowings as of June 30, 2008 and December 31, 2007 are as follows:

<i>In millions</i>				
Lender	Annual interest rate(*)	2008	2007	
<b>Working capital</b>				
Korea Exchange Bank and others	LIBOR + 0.60 ~ 0.80%	(Won) 839,943		
Foreign currency equivalent		USD 805		
		839,943		
Mizuho Bank and others	TIBOR + 0.39 ~ 0.40%	10,809	4,660	
Foreign currency equivalent		JPY 1,101	JPY 556	
		10,809	4,660	
		(Won) 850,752	4,660	

(\*) TIBOR represents Tokyo Inter-Bank Offered Rates.

(b) Long-term debt as of June 30, 2008 and December 31, 2007 is as follows:

<i>In millions</i>				
Lender	Annual interest rate(*)	2008	2007	
<b>Local currency loans</b>				
Korea Development Bank( KDB ) and others	5.88 ~ 6.08%	(Won) 81,983	109,117	
Shinhan Bank	3 year Korean Treasury Bond			
	rate - 1.25%	18,982	18,982	
Less current portion of long-term debt		(59,483)	(61,767)	
		41,482	66,332	
<b>Foreign currency loans</b>				
Industrial and Commercial Bank of China and others	6ML + 0.50 % ~ 0.68 %	264,887	245,076	
	95% of the Basic Rate			

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published			
by the People's Bank of China			
3M EURIBOR + 0.60 %			
The Export-Import Bank of Korea	6ML + 0.69 ~ 1.20%	58,431	58,168
Korea Development Bank	3ML + 0.66 ~ 1.35%	161,727	159,494
Kookmin Bank and others	3ML + 0.35 ~ 0.53%	417,360	375,280
	6ML + 0.41 %	208,680	187,640
Foreign currency equivalent		USD 944	USD 978
		CNY 70	CNY 100
		EUR 70	EUR 70
Less current portion of long-term debt		(67,104)	(98,205)
		1,043,981	927,453
		(Won) 1,085,463	993,785

(\*) ML represents Monthly LIBOR (London Inter-Bank Offered Rates) and M EURIBOR represents Monthly EURIBOR (Euro Inter-Bank Offered Rates).

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## 10 Short-Term Borrowings and Long-Term Debt, Continued

(c) Aggregate maturities of the Company's long-term debt as of June 30, 2008 are as follows:

<i>In millions of Won</i>		<b>Local currency loans</b>	<b>Foreign currency loans</b>	<b>Total</b>
<b>Period</b>				
July 1, 2008 ~ June 30, 2009	(Won)	59,483	67,104	126,587
July 1, 2009 ~ June 30, 2010		23,703	63,232	86,935
July 1, 2010 ~ June 30, 2011		3,669	295,515	299,184
July 1, 2011 ~ June 30, 2012		3,796	618,490	622,286
Thereafter		10,314	66,744	77,058
	(Won)	100,965	1,111,085	1,212,050

## 11 Share-Based Payments

(a) The terms and conditions of grants as of June 30, 2008 are as follows:

	<b>Descriptions</b>
Settlement method	Cash settlement
Type of arrangement	Stock appreciation rights (granted to senior executive)
Date of grant	April 7, 2005
Weighted-average exercise price (*1)	(Won)44,050
Number of rights granted	450,000
Number of rights forfeited (*2)	230,000
Number of rights cancelled (*3)	110,000
Number of rights outstanding	110,000
Exercise period	From April 8, 2008 to April 7, 2012
Vesting conditions	Two years of service from the date of grant

(\*1) The exercise price at the grant date was (Won)44,260 per stock appreciation right ( SARs ). However, the exercise price was subsequently adjusted to (Won)44,050 due to additional issuance of common shares in 2005.

(\*2) SARs were forfeited in connection with senior executives who left the Controlling Company before meeting the vesting requirement.

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- (\*3) If the appreciation of the Controlling Company's share price is equal or less than that of the Korea Composite Stock Price Index ( KOSPI ) over the three-year period following the grant date, only 50% of the outstanding SARs are exercisable. As the actual increase rate of the Company's share price for the three-year period ending April 7, 2008, was less than that of the KOSPI for the same three-year period, only 110,000 shares, 50% of the outstanding SARs, as of June 30, 2008 are exercisable.

**Table of Contents****LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.) AND SUBSIDIARIES****Notes to Interim Consolidated Financial Statements****June 30, 2008****(Unaudited)****11 Share-Based Payments, Continued**

- (b) The change in the number of share options outstanding for the six-month period ended June 30, 2008 and for the year ended December 31, 2007 are as follows:

<i>In share</i>	Stock appreciation rights	
	2008	2007
Balance at beginning of period	220,000	260,000
Forfeited or cancelled	110,000	40,000
Outstanding at end of period	110,000	220,000
Exercisable at June 30, 2008	110,000	

- (c) The Controlling Company reversed accumulated stock compensation cost of (Won)560 million for the six-month period ended June 30, 2008 as the market price of the Controlling Company's common share was less than the exercise price of a SARs.

**12 Commitments and Contingencies**

- (a) Commitments

**Overdraft agreements and credit facility agreement**

As of June 30, 2008, the Controlling Company has bank overdraft agreements with Woori Bank and other various banks amounting to (Won)59,000 million and has a revolving credit facility agreement with Shinhan Bank and several other banks totaling (Won)100,000 million and USD100 million.

**Factoring and securitization of accounts receivable**

As of June 30, 2008, the Controlling Company has agreements with Korea Development Bank and other several banks for U.S. dollar denominated accounts receivable negotiating facilities of up to an aggregate of USD1,596.5 million.

In October 2006, LG Display America, Inc., LG Display Germany GmbH and LG Display Shanghai Co., Ltd. and LG Display HongKong Co., Ltd. entered into a five-year accounts receivable selling program with Standard Chartered Bank, selling accounts receivable on a revolving basis, of up to USD600 million. The Controlling Company joined this program in April 2007. For the six-month period ended June 30, 2008, no accounts and notes receivable were sold that are past due.

In September 2006, LG Display Taiwan Co., Ltd. entered into an accounts receivable selling program with ChinaTrust Bank and another bank of up to USD587.5 million. At June 30, 2008, no accounts and notes receivable were sold that are past due.

**Letters of credit**

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As of June 30, 2008, the Controlling Company has agreements with Korea Exchange Bank and other banks in relation to the opening of letters of credit amounting to (Won)90,000 million and USD35.5 million.

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**LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.) AND SUBSIDIARIES**

**Notes to Interim Consolidated Financial Statements**

**June 30, 2008**

**(Unaudited)**

12 Commitments and Contingencies. Continued

Payment guarantees

The Controlling Company receives repayment guarantees from ABN AMRO Bank amounting to USD8.5 million relating to tax payments in Poland. As of June 30, 2008, the Controlling Company entered into a payment guarantee agreement with a syndicate of banks including Kookmin Bank and Societe Generale in connection with a EUR70 million term loan credit facility of LG.Display Poland Sp. zo.o.

LG Display America, Inc. and other subsidiaries have entered into short-term credit facility agreements of up to USD57 million, EUR3.6 million, and JPY5,200 million with Comerica Bank and other various banks. LG Display Japan Co., Ltd. and LG Display Taiwan Co., Ltd. are provided with repayment guarantees from the Bank of Tokyo-Mitsubishi and ABN AMRO Bank amounting to JPY1,300 million and USD4 million, respectively, relating to their local tax payments.

License agreements

As of June 30, 2008, in relation to its TFT-LCD business, the Controlling Company has technical license agreements with Hitachi, Ltd., and others and has a trademark license agreement with LG Corporation. The trademark license agreement with Koninklijke Philips Electronics N.V. has expired as of June 30, 2008.

(b) Contingencies

As of June 30, 2008, the Controlling Company is involved in several legal proceedings and claims arising in the ordinary course of business. The Controlling Company's management does not expect that the outcome in these legal proceedings and claims, individually or collectively, will have any material adverse effect on the Controlling Company's financial condition, results of operations or cash flows.

Patent infringement lawsuit against Chi Mei Optoelectronics Corp. and others

On December 1, 2006, the Controlling Company filed a complaint against Chi Mei Optoelectronics Corp., and AU Optronics Corp. alleging patent infringement related to liquid crystal display and manufacturing process for TFT-LCDs in the United States District Court for the District of Delaware. On March 8, 2007, AU Optronics Corp. countersued the Controlling Company in the United States District Court for the Western District of Wisconsin, but the case was transferred to the United States District Court for the District of Delaware due to the Controlling Company's motion to transfer. On May 4, 2007, Chi Mei Optoelectronics Corp. countersued the Controlling Company for patent infringement in the United States District Court for the Eastern District of Texas, but, on March 31, 2008, the suit was transferred to the United States District Court for the District of Delaware according to the Controlling Company's motion to transfer.

Intervention in Positive Technologies, Inc.'s patent infringement lawsuit

On April 14, 2006, Positive Technologies, Inc. filed a complaint in the United States District Court for the Eastern District of Texas against, among others, several of the Controlling Company's customers, including BenQ America Corp., Hitachi America Ltd., Panasonic Corp. of North America, Philips Electronics North America Corp. and Toshiba America, Inc. for alleged infringement of two of its patents relating to LCD displays. Positive Technologies, Inc. is seeking, among other things, damages for past infringement. On March 7, 2007, the United States District Court for the Eastern District of Texas granted the Controlling Company's intervention in the patent infringement case brought by Positive Technologies, Inc.

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**LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.) AND SUBSIDIARIES**

**Notes to Interim Consolidated Financial Statements**

**June 30, 2008**

**(Unaudited)**

12 Commitments and Contingencies, continued

*Anvik Corporation's lawsuit for infringement of patent*

On February 2, 2007, Anvik Corporation filed a patent infringement case against the Company, along with other LCD manufacturing companies, in connection with the usage of photo-masking equipment manufactured by Nikon Corporation.

*Investigation on anti-competitive activities by authorities in Korea, Japan and U.S.*

The Company is currently under investigation by the fair trade or antitrust authorities in Korea, Japan, U.S. and other markets with respect to possible anti-competitive activities in the LCD industry. As of June 30, 2008, the Company, along with a number of other companies in the LCD industry, has been named as defendants in a number of purported federal class actions in the United States alleging that the defendants violated the antitrust laws in connection with the sale of LCD panels. In February 2007, the Company and certain of its officers and directors have been named as defendants in a federal class action in the United States by the shareholders of the Company alleging violations of the U.S. Securities Exchange Act of 1934, as amended, by the Company and certain of its officers and directors in connection with possible anti-competitive activities in the LCD industry.

13 Derivative Instruments

(a) Details of derivative instruments as of June 30, 2008 are as follows:

	<b>Hedging purpose</b>	<b>Derivative instrument</b>
Hedge of fair value		Foreign Currency Forwards Range Forward Options
Hedge of cash flows		Foreign Currency Forwards Cross Currency Swap Interest Rate Swap

(b) Hedge of fair value

The Controlling Company enters into foreign currency forward and range forward option contracts to manage the exposure to changes in currency exchange rates of foreign currency denominated accounts receivable and accounts payable in accordance with its foreign currency risk management policy. Hedge accounting is not applied related to the abovementioned derivatives.

(i) Foreign Currency Forwards

Details of foreign currency forwards outstanding as of June 30, 2008 are as follows:

*In millions of Won, millions of JPY and thousands of USD, except forward rate and maturity date*

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<b>Bank</b>	<b>Maturity date</b>	<b>Selling</b>	<b>Buying</b>	<b>Forward rate</b>
ABN AMRO Bank and others	July 1, 2008 ~			(Won)977.70 ~
	November 17, 2008	USD 611,000	(Won) 626,374	(Won) 1,053.40:USD1
BNP PARIBAS Bank and others	July 14, 2008~			JPY 104.63 ~
	August 14, 2008	USD 94,414	JPY 10,000	JPY 107.79:USD1

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## (ii) Range Forward Options

Details of range forward options outstanding as of June 30, 2008 are as follows:

*In millions of Won and thousands of USD, except forward rate and maturity date*

Bank	Maturity date	Selling	Buying	Forward rate
Citi Bank and others	July 9, 2008 ~			(Won) 941.00 ~
	September 29, 2008	USD 330,000	USD 330,000	(Won) 999.10:USD 1

(iii) Unrealized gains and losses related to hedge of fair value as of June 30, 2008 are as follows:

*In millions of Won*

Type	Unrealized gains	Unrealized losses
Foreign Currency Forwards	(Won) 843	13,265
Range Forward Options		28,307

The net unrealized losses are charged to operations as gains and losses on foreign currency translation for the six-month period ended June 30, 2008.

## (c) Hedge of cash flows

The Controlling Company enters into foreign currency forward contracts to manage the exposure to changes in foreign currency related to purchase of raw materials and sale of products in accordance with its foreign currency risk management policy. In addition, the Controlling Company entered into cross currency swap and interest rate swap contracts to manage the exposure to changes in cash flows from changes in foreign currency exchange rates and interest rates related to floating rate notes.

Net unrealized gains and losses, net of related taxes, incurred relating to cash flow hedges from forecasted exports and the purchase of materials, were recorded as accumulated other comprehensive income. Unrealized gains and losses from the contracts that did not meet the requirements for a cash flow hedge were charged to operations as foreign currency translation gains and losses.

## (i) Foreign Currency Forwards

Details of foreign currency forwards outstanding as of June 30, 2008 are as follows:

*In millions of Won, millions of JPY and thousands of USD, except forward rate and maturity date*

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<b>Bank</b>	<b>Maturity date</b>	<b>Selling</b>	<b>Buying</b>	<b>Forward rate</b>
BNP PARIBAS Bank and others	July 1, 2008 ~			(Won)944.10 ~
	December 31, 2008	USD 785,000	(Won)774,609	(Won) 1,050.10:USD 1
CALYON Bank and others	July 14, 2008 ~			(Won)9.58 ~
	August 14, 2008	(Won)38,470	JPY 4,000	(Won) 9.65: JPY1

**Table of Contents****LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.) AND SUBSIDIARIES****Notes to Interim Consolidated Financial Statements****June 30, 2008****(Unaudited)**13 Derivative Instruments, Continued

The net unrealized losses recorded, amounting to (Won)44,889 million, under accumulated other comprehensive income, are expected to be recognized as realized gain and loss within the next twelve months.

## (ii) Cross Currency Swap

*In millions of Won and thousands of USD, except forward rate and maturity date*

Bank	Maturity date	Selling	Buying	Contract rate
Kookmin Bank and others				3M LIBOR ~
	August 29, 2011 ~ January 31, 2012		USD150,000	Recieve floating rate
		(Won) 143,269		Pay fixed rate 4.54% ~ 5.35%

In relation to the abovementioned cross currency swap, unrealized losses amounting to (Won)1,239 million, recorded as accumulated other comprehensive income, are expected to be charged to operations as gain and loss within the next twelve months.

## (iii) Interest Rate Swap

*In thousands of USD, except forward rate and maturity date*

Bank	Maturity date	Contract amount	Contract rate
SC First Bank	May 21, 2009 ~		Receive
	May 24, 2010	USD150,000	floating rate
			Pay fixed rate 5.375% ~ 5.644%

In relation to the abovementioned interest rate swap, unrealized losses amounting to (Won)3,338 million, recorded as accumulated other comprehensive income, are expected to be charged to operations as gain and loss within the next twelve months.

## (iv) Unrealized gains and losses related to hedge of cash flows as of June 30, 2008 are as follows:

*In millions of Won*

Type	Unrealized gains	Unrealized losses	Cash flow hedge requirements
Foreign currency forwards	(Won) 985	45,874	Fulfilled
Cross currency swap(*)		4,568	Fulfilled

Interest rate swap	5,604	Fulfilled
--------------------	-------	-----------

(\*) The unrealized gains amounting to (Won)15,780 that related to the hedge of foreign exchange rate risk are recognized as gains and losses in the consolidated statement of income in the current period.

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**LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.) AND SUBSIDIARIES**

**Notes to Interim Consolidated Financial Statements**

**June 30, 2008**

**(Unaudited)**

13 Derivative Instruments, Continued

(d) Realized gains and losses related to derivative instruments for the six-month period ended June 30, 2008 are as follows:

*In millions of Won*

Hedge purpose	Type	Transaction gains	Transaction losses
Cash flow hedge	Cross currency swap	(Won) 145	419
Cash flow hedge	Interest rate swap		561
Cash flow hedge	Foreign currency forwards	3,606	60,943
Fair value hedge	Foreign currency forwards	5,493	69,709
Fair value hedge	Range forward options	2,441	40,613

The transaction gains and losses are charged to operations for the six-month period ended June 30, 2008.

14 Income Taxes

(a) Income tax expense for the six-month period ended June 30, 2008 is as follows:

*In millions of Won*

	2008
Current income taxes	(Won) 312,917
Change in deferred income taxes from temporary differences	(40,947)
Change in deferred income taxes from tax credit	128,725
Change in deferred income taxes charged directly to stockholders' equity	(31,890)
Income tax expense	(Won) 368,805

(b) Changes in accumulated temporary differences for the six-month period ended June 30, 2008 are as follows:

<i>In millions of Won</i>	January 1, 2008	Increase (decrease)	June 30, 2008
Inventories	(Won) 24,236	39,174	63,410
Derivatives	15,561	9,389	24,950
Property, plant and equipment	390,226	(61,135)	329,091

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Warranty reserve	49,295	15,831	65,126
Others	32,537	(9,037)	23,500
	(Won) 511,855	(5,778)	506,077

**Table of Contents****LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.) AND SUBSIDIARIES****Notes to Interim Consolidated Financial Statements****June 30, 2008****(Unaudited)**14 Income Taxes, Continued

(c) Changes in deferred income tax assets (liabilities) for the six-month period ended June 30, 2008 are as follows :

<i>In millions of Won</i>	January 1, 2008	Increase (decrease)	June 30, 2008	Current	Non-current
Inventories	(Won) 5,978	11,526	17,504	17,504	
Derivatives	3,898	2,964	6,862	3,221	3,641
Property, plant and equipment	63,733	14,702	78,435		78,435
Warranty reserve	12,348	5,562	17,910	15,253	2,657
Others	(11,946)	38,083	26,137	6,672	19,465
Total	74,011	72,837	146,848	42,650	104,198
Deferred income taxes added to stockholders' equity	6,303	(31,890)	(25,587)	21,520	(47,107)
Tax credit carryforwards	403,670	(128,725)	274,945	274,945	
	(Won) 483,984	(87,778)	396,206	339,115	57,091

(d) The Controlling Company's statutory tax rate for the six-month periods ended June 30, 2008 and 2007 is 27.5%. Under the Foreign Investment Promotion Act of Korea, from September 1999, the Controlling Company is entitled to an exemption from income taxes in proportion to the percentage of foreign equity for seven years following the registration of each foreign equity investment, and at one-half of that percentage for the subsequent three years.

15 Consolidated Comprehensive Income

Consolidated comprehensive income for the six-month periods ended June 30, 2008 and 2007 are as follows:

<i>In millions of Won</i>	2008	2007
Net income	(Won) 1,476,119	59,888
Change in cumulative translation adjustments, net of tax effect of (Won)(36,582) million in 2008 and (Won)1,526 million in 2007	75,196	9,181
Change in fair value of available-for-sale securities, net of tax effect of (Won)(4,988) million in 2008 and Nil in 2007	13,149	
Gain on valuation of cash flow hedges, net of tax effect of (Won)297 million in 2008 and (Won)4,587 million in 2007	(784)	(12,094)
Loss on valuation of cash flow hedges, net of tax effect of (Won)9,383 million in 2008 and (Won)(1,278) million in 2007	(24,736)	3,370
Comprehensive income	(Won) 1,538,944	60,345



**Table of Contents****LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.) AND SUBSIDIARIES****Notes to Interim Consolidated Financial Statements****June 30, 2008****(Unaudited)**16 Cost of Sales

Cost of sales for the six-month periods ended June 30, 2008 and 2007 is as follows:

<i>In millions of Won</i>		<b>2008</b>	<b>2007</b>
Finished goods	(Won)	5,928,563	5,800,973
Beginning balance of inventories		453,034	572,210
Cost of goods manufactured		6,255,444	5,761,958
Ending balance of inventories		(779,915)	(533,195)
Merchandise		118,040	
Others		9,338	12,992
	(Won)	6,055,941	5,813,965

17 Selling and Administrative Expenses

Selling and administrative expenses for the six-month periods ended June 30, 2008 and 2007 are as follows:

<i>In millions of Won</i>		<b>2008</b>	<b>2007</b>
Salaries	(Won)	69,929	46,816
Severance benefits		6,159	5,098
Other employee benefits		9,814	5,948
Shipping cost		90,256	93,056
Rent		7,380	5,240
Fees and commissions		38,526	36,938
Insurance expenses		3,707	2,582
Entertainment		2,451	1,655
Depreciation		9,956	5,530
Traveling expenses		6,497	4,772
Training expenses		5,388	1,141
Taxes and dues		4,375	2,611
Advertising		21,341	12,867
Sales promotion		4,665	8,908
Development costs		4,231	1,456
Research		64,185	49,588
Bad debt expenses		2,154	
A/S		56,148	31,083
Others		13,600	5,651



**Table of Contents****LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.) AND SUBSIDIARIES****Notes to Interim Consolidated Financial Statements****June 30, 2008****(Unaudited)**18 **Earnings Per Share**

(a) Basic earnings per share for the six-month periods ended June 30, 2008 and 2007 are as follows:

<i>In Won, except share information</i>	<b>2008</b>	<b>2007</b>
<b>Net income</b>	(Won) 1,476,118,880,812	59,887,768,558
Weighted-average number of common shares outstanding	357,815,700	357,815,700
<b>Earnings per share</b>	(Won) 4,125	167

There were no events or transactions that result in changes in the number of common shares used for calculating earnings per share.

(b) Diluted earnings per share for the six-month periods ended June 30, 2008 are as follows:

<i>In Won, except share information</i>	<b>2008</b>
<b>Net income</b>	(Won) 1,476,118,880,812
Interest on convertible bonds, net of tax	9,388,942,093
<b>Adjusted income</b>	1,485,507,822,905
Weighted-average number of common shares outstanding and common equivalent shares(*)	368,346,462
<b>Diluted earnings per share</b>	(Won) 4,033

For the six-month period ended June 30, 2007, diluted income per share is identical to basic income per share due to the anti-dilution effect as a result of net income.

(\*) Weighted-average number of common shares outstanding calculated as follows:

<i>In shares</i>	<b>2008</b>
<b>Weighted-average number of common shares (basic)</b>	357,815,700
Effect of conversion of convertible bonds(**)	10,530,762
<b>Weighted-average number of common shares (diluted) at June 30, 2008</b>	368,346,462

(\*\*) The conversion effect of the convertible bond for the six-month period ended June 30, 2008 is as follows:

<i>In shares</i>	<b>Descriptions</b>
Number of convertible bonds	10,530,762
Period	January 1, 2008 ~ June 30, 2008
Weighted	182 days / 182 days
Effect of conversion of convertible bonds	10,530,762

(c) Earnings per share and diluted earnings per share for the year ended December 31, 2007 were (Won)3,756 and (Won)3,716, respectively.

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**LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.) AND SUBSIDIARIES**

**Notes to Interim Consolidated Financial Statements**

**June 30, 2008**

**(Unaudited)**

19 Transactions and Balances with Related Companies

(a) Details of the Company's related parties as of June 30, 2008 are as follows:

<b>Parent</b>	<b>Control relationship</b>
LG Corp.	Company that has significant influence over the Company
LG Electronics Inc.(*)	Controlling party
<b>Other related parties</b>	<b>Relationship</b>
Paju Electric Glass Co., Ltd.	Equity-method investee
TLI Inc.	
AVACO Co., Ltd	
Dacom Multimedia Internet Corporation,	Affiliates
Dacom Crossing Corporation, Siltron Incorporated,	
LG Management Development Institute Co., Ltd.,	
LG Sports Ltd., LG CNS Co., Ltd., Serveone Co., Ltd.,	
Hiplaza Co., Ltd., LG Dow Polycarbonate,	
LG N-Sys Inc., LG MMA Corporation,	
LG Innotek Co., Ltd., LG Powercom Corp.,	
Seatek Co., Ltd., V-ENS Co., Ltd.,	
Hi Business Logistics, Lusem Co., Ltd., CSLeader,	
AIN Tele Service, Biztech&Ektimo Co. Ltd.,	
LG Solar Energy Inc., Coca-Cola Beverage Co.,	
LG CHEM Ltd., LG Dacom Corporation,	
LG International Corp.,	

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LG Household & Health care Ltd., LG Life Sciences,

Ltd .LG Telecom Co., Ltd., LG Micron Ltd., TWIN WINE,  
Korea Commercial Vehicle Co., Ltd.

Ucess Partners Co., Ltd,

System Air-con Engineering Incorporation and others

(\*) LG Electronics Inc. files consolidated financial statements.

Koninklijke Philips Electronics N.V., which had significant influence over the Company in 2007, sold its share interest in the Company resulting in decreased share interest of 13.2% (47,225 thousand shares) and resigned from the Company's management. Accordingly, Koninklijke Philips Electronics N.V. was excluded from the companies that have significant influence over the Company as of June 30, 2008.

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**LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.) AND SUBSIDIARIES**

**Notes to Interim Consolidated Financial Statements**

**June 30, 2008**

**(Unaudited)**

19 **Transactions and Balances with Related Companies, continued**

- (b) Significant transactions which occurred in the normal course of business with related companies, excluding consolidated subsidiaries, for the six-month periods ended June 30, 2008 and 2007 are as follows:

<i>In millions of Won</i>	Sales and other		Purchases and other	
	2008	2007	2008	2007
Controlling party	(Won) 2,398,024	1,946,081	(Won) 107,258	54,862
Companies that have significant influence over the Company			11,836	7,482
Equity-method investee			228,815	115,563
Other related parties	1,031,351	410,686	1,438,707	985,794
	(Won) 3,429,375	2,356,767	(Won) 1,786,616	1,163,701

- (c) Account balances with related companies, excluding consolidated subsidiaries, as of June 30, 2008 and December 31, 2007 are as follows:

<i>In millions of Won</i>	Trade accounts and notes receivable and other		Trade accounts and notes payable and other	
	2008	2007	2008	2007
Controlling party	(Won) 707,693	400,348	(Won) 96,067	26,003
Companies that have significant influence over the Company	6,057	259,580	1,067	8,654
Equity-method investee			41,985	30,291
Other related parties	332,258	114,539	517,393	371,079
	(Won) 1,046,008	774,467	(Won) 656,512	436,027

- (d) Key management compensation costs for the six-month periods ended June 30, 2008 and 2007 are as follows:

<i>In millions of Won</i>	2008	2007
Salaries	(Won) 875	838
Severance benefits	191	531
Incentives	827	

Key management refers to the registered directors who have significant control and responsibilities over the Company's operations and business.

**Table of Contents****LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.) AND SUBSIDIARIES****Notes to Interim Consolidated Financial Statements****June 30, 2008****(Unaudited)**19 Transactions and Balances with Related Companies. continued

- (e) Transactions between the Controlling Company and its consolidated subsidiaries for the six-month periods ended June 30, 2008 and 2007 are as follows:

<i>In millions of Won</i>	Sales and other income		Purchases and other expense	
	2008	2007	2008	2007
LG Display America, Inc.	(Won) 1,091,111	655,839	(Won)	5
LG Display Taiwan Co., Ltd.	2,018,271	1,626,800		63
LG Display Japan Co., Ltd.	766,190	568,362		
LG Display Germany GmbH	1,261,409	906,819	2,650	165
LG Display Nanjing Co., Ltd.	1,060	3,682	152,976	138,879
LG Display Shanghai Co., Ltd.	969,226	624,042		12
LG Display Hong Kong Co., Ltd.		466,239		8
LG Display Poland Sp. zo.o.	9,509	6,103	66,979	31,580
LG Display Guangzhou Co., Ltd.	203		32,728	
LG Display Shenzhen Co., Ltd.	603,381			
	(Won) 6,720,360	4,857,886	(Won) 255,333	170,712

- (f) Account balances between the Controlling Company and its consolidated subsidiaries, as of June 30, 2008 and 2007 are as follows:

<i>In millions of Won</i>	Trade accounts and notes receivable		Trade accounts and notes payable	
	2008	2007	2008	2007
LG Display America, Inc.	(Won) 214,058	213,095	(Won) 148	
LG Display Taiwan Co., Ltd.	502,392	494,084	14	13
LG Display Japan Co., Ltd.	180,041	154,182	1	1
LG Display Germany GmbH	238,092	549,987	2,652	3
LG Display Nanjing Co., Ltd.	3,302	10,191	31,806	44,636
LG Display Shanghai Co., Ltd.	290,988	247,679		
LG Display Hong Kong Co., Ltd.		33		49
LG Display Poland Sp. zo.o.	1,036	14,310	42,802	22,170
LG Display Guangzhou Co., Ltd.	2,353	15,038	15,155	470
LG Display Shenzhen Co., Ltd.	103,872	222,565		
	(Won) 1,536,134	1,921,164	(Won) 92,578	67,342

**Table of Contents****LG DISPLAY CO., LTD. (formerly, LG.Philips LCD Co., Ltd.) AND SUBSIDIARIES****Notes to Interim Consolidated Financial Statements****June 30, 2008****(Unaudited)****20 Segment Information**

The Company manufactures and sells TFT-LCD and AM-OLED products. Export sales represent approximately 93% of total sales for the six-month period ended June 30, 2008.

The following is a summary of operations by region based on the location of the business for the six-month periods ended June 30, 2008:

<i>In millions of Won</i>	Korea		Asia	America	Europe	Consolidation Adjustment	Consolidation
	Domestic	Export					
Total sales	(Won) 575,188	7,675,966	4,599,893	1,045,530	1,359,112	(7,008,732)	8,246,957
Inter-company sales		(6,710,189)	(225,319)	(760)	(72,464)	7,008,732	
Net sales	(Won) 575,188	965,777	4,374,574	1,044,770	1,286,648		8,246,957
Operating income	(Won)	1,779,499	5,262	703	6,676	(21,886)	1,770,254
Total assets	(Won)	15,673,150	2,255,301	451,652	798,506	(2,345,502)	16,833,107

**21 Supplemental Cash Flow Information**

Significant transactions not affecting cash flows for the six-month periods ended June 30, 2008 and 2007 are as follows:

<i>In millions of Won</i>	2008	2007
Other accounts payable arising from purchase of property, plant and equipment	(Won) 372,587	(404,920)

**Table of Contents****LG DISPLAY CO., LTD. (Formerly, LG.Philips LCD Co., Ltd.) AND SUBSIDIARIES**

Interim Consolidated Balance Sheets

(Unaudited)

December 31, 2007 and June 30, 2008

(In millions of Korean Won, and thousands of U.S. dollars, except for share data)	2007	2008	2008 (note 1(c))
<b>Assets</b>			
Current assets:			
Cash and cash equivalents	(Won) 1,196,423	(Won) 890,034	\$ 850,243
Short-term financial instruments	785,000	2,945,000	2,813,336
Accounts receivable, net (note 3)			
Trade, net	1,565,223	1,774,094	1,694,778
Due from affiliates	774,467	1,046,008	999,243
Others, net	97,098	52,817	50,456
Prepaid expenses	41,435	68,835	65,758
Prepaid value added tax	105,924	168,030	160,518
Deferred income tax assets (note 11)	335,347	341,537	326,268
Inventories (note 5)	823,924	1,386,935	1,324,928
Available-for-sale securities (notes 4 and 16)	63	74	71
Other current assets (note 16)	29,472	66,317	63,351
<b>Total current assets</b>	<b>5,754,376</b>	<b>8,739,681</b>	<b>8,348,950</b>
Long-term prepaid expenses	181,511	185,504	177,211
Property, plant and equipment, net (notes 8 and 18)	7,591,654	7,530,597	7,193,921
Intangible assets, net	77,487	161,445	154,227
Deferred income tax assets (note 11)	160,464	47,428	45,308
Available-for-sale securities (notes 4 and 16)	1	113,297	108,232
Equity method investments (note 6)	24,704	43,421	41,480
Other non-current assets (note 16)	54,503	82,384	78,700
<b>Total non-current assets</b>	<b>8,090,324</b>	<b>8,164,076</b>	<b>7,799,079</b>
<b>Total assets</b>	<b>(Won) 13,844,700</b>	<b>(Won) 16,903,757</b>	<b>\$ 16,148,029</b>
<b>Liabilities, Minority Interest and Stockholders Equity</b>			
Current liabilities:			
Trade accounts payable			
Trade	(Won) 714,814	(Won) 781,933	\$ 746,975
Due to affiliates	279,887	326,600	311,999
Other accounts payable (note 18)			
Others	458,764	702,555	671,145
Due to affiliates	156,140	329,912	315,162
Short-term borrowings (notes 9 and 15)	4,660	850,752	812,717
Accrued expenses	99,288	190,016	181,521
Income taxes payable	78,133	303,071	289,521
Current portion of long-term debt and debentures (notes 10 and 16)	409,236	605,522	578,451
Other current liabilities (note 16)	248,377	176,984	169,071
<b>Total current liabilities</b>	<b>2,449,299</b>	<b>4,267,345</b>	<b>4,076,562</b>

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Long-term debt, net of current portion (notes 10, 15 and 16)	3,044,252	2,925,351	2,794,565
Long-term other accounts payable (notes 1 and 16)	31,046	52,350	50,010
Long-term accrued expenses	17,828	17,481	16,699
Long-term unearned income		76,385	72,970
Accrued severance benefits, net	53,496	89,500	85,499
Other non-current liabilities (note 16)		12,949	12,370
<b>Total non-current liabilities</b>	<b>3,146,622</b>	<b>3,174,016</b>	<b>3,032,113</b>
<b>Total liabilities</b>	<b>5,595,921</b>	<b>7,441,361</b>	<b>7,108,675</b>
<b>Minority interest (note 1)</b>	<b>86</b>	<b>87</b>	<b>83</b>
<b>Stockholders equity (note 12)</b>			
Common stock, (Won)5,000 par value. Authorized 500,000,000 shares; issued and outstanding 357,815,700 shares in 2007 and 2008	1,789,079	1,789,079	1,709,093
Capital surplus	2,249,637	2,253,444	2,152,698
Accumulated other comprehensive income	15,686	75,285	71,919
Retained earnings	4,194,291	5,344,501	5,105,561
<b>Total stockholders equity</b>	<b>8,248,693</b>	<b>9,462,309</b>	<b>9,039,271</b>
<b>Commitments and contingencies (note 15)</b>			
<b>Total liabilities, minority interest and stockholders equity</b>	<b>(Won) 13,844,700</b>	<b>(Won) 16,903,757</b>	<b>\$ 16,148,029</b>

See accompanying notes to interim consolidated financial statements.

**Table of Contents****LG DISPLAY CO., LTD. (Formerly, LG.Philips LCD Co., Ltd.) AND SUBSIDIARIES**

## Interim Consolidated Statements of Income

(Unaudited)

Three-month and six-month periods ended June 30, 2007 and 2008

(In millions of Korean Won, and thousands of U.S. dollars, except for earnings per share)	Three Months Ended June 30,		Six Months Ended June 30,		2008 (note 1(c))
	2007	2008	2007	2008	
<b>Sales (note 17)</b>					
Related parties	(Won) 1,310,104	(Won) 2,608,674	(Won) 2,356,767	(Won) 3,429,375	\$ 3,276,056
Others	2,044,477	1,602,672	3,720,270	4,817,582	4,602,199
	3,354,581	4,211,346	6,077,037	8,246,957	7,878,255
<b>Cost of sales</b>	3,033,197	3,073,435	5,792,138	6,037,997	5,768,052
<b>Gross profit</b>	321,384	1,137,911	284,899	2,208,960	2,110,203
Selling, general and administrative expenses	174,320	237,566	342,608	416,705	398,076
<b>Operating income (loss)</b>	147,064	900,345	(57,709)	1,792,255	1,712,127
<b>Other income (expense)</b>					
Interest income	12,419	53,512	20,854	93,029	88,870
Interest expense	(50,386)	(37,515)	(97,362)	(73,005)	(69,741)
Foreign exchange gain (loss), net	25,610	(3,128)	23,275	(18,789)	(17,949)
Rental income	1,043	838	2,050	1,684	1,609
Others, net	11,175	4,042	13,331	8,576	8,193
<b>Total other income (expense)</b>	(139)	17,749	(37,852)	11,495	10,982
<b>Income (loss) before income tax expense (benefit)</b>	146,925	918,094	(95,561)	1,803,750	1,723,109
Income tax expense (benefit) (note 11)	(115,343)	172,663	(188,588)	385,177	367,957
Minority interest		1		1	1
<b>Net income</b>	(Won) 262,268	(Won) 745,430	(Won) 93,027	(Won) 1,418,572	\$ 1,355,151
<b>Earnings per share (note 14)</b>					
Basic earnings per share	(Won) 733	(Won) 2,083	(Won) 260	(Won) 3,965	\$ 3.79
Diluted earnings per share	(Won) 715	(Won) 2,034	(Won) 260	(Won) 3,870	\$ 3.70

See accompanying notes to interim consolidated financial statements.

**Table of Contents****LG DISPLAY CO., LTD. (Formerly, LG.Philips LCD Co., Ltd.) AND SUBSIDIARIES**

Interim Consolidated Statements of Stockholders' Equity and Comprehensive Income

(Unaudited)

Six-month periods ended June 30, 2007 and 2008

(in millions of Korean Won)	Common Stock		Capital Surplus			Accumulated Other Comprehensive Income (Loss)	Total
	Shares	Amount	Additional Paid-In Capital	Unearned Compensation	Retained Earnings		
Balance as of January 1, 2007	357,815,700	(Won) 1,789,079	(Won) 2,251,112	(Won) (4,166)	(Won) 2,849,912	(Won) (12,367)	(Won) 6,873,570
Stock compensation expense				1,214			1,214
Comprehensive income:							
Net income					93,027		93,027
Cumulative translation adjustment						8,121	8,121
Net unrealized loss on derivative, net of tax						(11,104)	(11,104)
Total comprehensive income							90,044
Balance as of June 30, 2007	357,815,700	(Won) 1,789,079	(Won) 2,251,112	(Won) (2,952)	(Won) 2,942,939	(Won) (15,350)	(Won) 6,964,828
Balance as of January 1, 2008	357,815,700	(Won) 1,789,079	(Won) 2,251,112	(Won) (1,475)	(Won) 4,194,291	(Won) 15,686	(Won) 8,248,693
Stock compensation expense				1,475			1,475
Payment of dividend					(268,362)		(268,362)
Change in conversion price of convertible bond			2,332				2,332
Comprehensive income:							
Net income					1,418,572		1,418,572
Unrealized gain on available-for-sale securities						12,360	12,360
Cumulative translation adjustment						75,276	75,276
Net unrealized loss on derivative, net of tax						(28,037)	(28,037)

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Total comprehensive income 1,478,171

Balance as of June 30, 2008 357,815,700 (Won) 1,789,079 (Won) 2,253,444 (Won) (Won) 5,344,501 (Won) 75,285 (Won) 9,462,309

(in thousands of U.S. dollars) (Note 1 (e))	Common Stock		Capital Surplus		Retained Earnings	Accumulated Other Comprehensive Income (Loss)	Total
	Shares	Amount	Additional Paid-In Capital	Unearned Compensation			
Balance as of January 1, 2008	357,815,700	\$ 1,709,093	\$ 2,150,470	\$ (1,409)	\$ 4,006,774	\$ 14,985	\$ 7,879,913
Stock compensation expense				1,409			1,409
Payment of dividend					(256,364)		(256,364)
Change in conversion price of convertible bond			2,228				2,228
Comprehensive income:							
Net income					1,355,151		1,355,151
Unrealized gain on available-for-sale securities						11,807	11,807
Cumulative translation adjustment						71,911	71,911
Net unrealized loss on derivative, net of tax						(26,784)	(26,784)
Total comprehensive income							1,412,085
Balance as of June 30, 2008	357,815,700	\$ 1,709,093	\$ 2,152,698	\$	\$ 5,105,561	\$ 71,919	\$ 9,039,271

See accompanying notes to interim consolidated financial statements.

**Table of Contents****LG DISPLAY CO., LTD. (Formerly, LG.Philips LCD Co., Ltd.) AND SUBSIDIARIES**

## Interim Consolidated Statements of Cash Flows

(Unaudited)

Six-month periods ended June 30, 2007 and 2008

(In millions of Korean Won, and thousands of U.S. dollars)	2007		2008		2008 (note 1(c))
<b>Cash flows from operating activities:</b>					
Net income	(Won)	93,027	(Won)	1,418,572	\$ 1,355,151
<b>Adjustments for:</b>					
Depreciation		1,385,024		1,360,674	1,299,842
Amortization of intangible assets		3,813		7,661	7,318
Loss on disposal of property, plant and equipment, net		2,106		86	82
Impairment losses on property, plant, and equipment				83	79
Loss (gain) on foreign currency translation, net		(10,313)		114,579	109,456
Amortization of discount on debentures		17,499		13,396	12,797
Provision for warranty reserve		31,084		41,761	39,894
Provision for severance benefits		39,444		45,113	43,096
Deferred taxes		(192,827)		72,131	68,906
Minority interest				1	1
Others, net		4,028		(6,998)	(6,684)
<b>Changes in operating assets and liabilities:</b>					
Increase in accounts receivable		(619,271)		(397,871)	(380,083)
Decrease (increase) in inventories		90,424		(563,011)	(537,840)
Decrease (increase) in other current assets		1,826		(102,433)	(97,853)
Increase in other non-current assets		(48,390)		(26,538)	(25,352)
Increase in trade accounts payable		32,090		112,274	107,254
Increase (decrease) in other accounts payable		(85,953)		10,946	10,457
Increase in accrued expenses		15,456		90,075	86,048
Increase (decrease) in other current liabilities		(18,669)		111,587	106,598
Decrease in other non-current liabilities		(24,062)		(7,796)	(7,447)
<b>Net cash provided by operating activities</b>		716,336		2,294,292	2,191,720
<b>Cash flows from investing activities:</b>					
Acquisition of short-term financial instruments				(2,845,000)	(2,717,807)
Proceeds from disposal of short-term financial instruments				685,000	654,375
Acquisition of available-for-sale securities				(96,260)	(91,956)
Acquisition of property, plant and equipment		(993,919)		(764,533)	(730,353)
Proceeds from disposal of property, plant and equipment		847		1,879	1,795
Acquisition of intangible assets		(12,091)		(52,986)	(50,617)
Acquisition of equity method investments				(20,247)	(19,342)
Others, net		1,587		(4,220)	(4,031)
<b>Net cash used in investing activities</b>		(1,003,576)		(3,096,367)	(2,957,936)
<b>Cash flows from financing activities:</b>					
Proceeds from short-term borrowings, net		(236,576)		846,092	808,265
Proceeds from issuance of long-term debts		844,086		23,637	22,580
Repayment of current portion of long-term debts and debentures		(35,708)		(88,932)	(84,956)

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Early redemption of debentures		(49,526)	(47,312)
Increase in long-term other accounts payable		14,608	13,955
Payment of dividend		(268,362)	(256,364)
<b>Net cash provided by financing activities</b>	571,802	477,517	456,168
<b>Effect of exchange rate changes on cash and cash equivalents</b>	(1,281)	18,169	17,357
<b>Net increase (decrease) in cash and cash equivalents</b>	283,281	(306,389)	(292,691)
Cash and cash equivalents at beginning of period	954,362	1,196,423	1,142,934
<b>Cash and cash equivalents at end of period</b>	(Won) 1,237,643	(Won) 890,034	\$ 850,243

See accompanying notes to interim consolidated financial statements.

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**LG DISPLAY CO., LTD. (Formerly, LG.Philips LCD Co., Ltd.) AND SUBSIDIARIES**

Notes to Interim Consolidated Financial Statements

(Unaudited)

June 30, 2007 and 2008

**1. Summary of Significant Accounting Policies**

**(a) *Basis of Presentation***

The unaudited interim consolidated financial statements of LG Display Co., Ltd. (formerly, LG.Philips LCD Co., Ltd.) ( LGD ) and its subsidiaries (collectively, the Company ) have been prepared in accordance with generally accepted accounting principles in the United States of America ( U.S. GAAP ) for the preparation of interim financial information. They do not include all information and notes required by U.S. GAAP in the preparation of annual consolidated financial statements. The information furnished in these unaudited interim statements reflects all adjustments that are, in the opinion of management, necessary for a fair statement of the results for the periods presented. These adjustments are of a normal recurring nature, unless otherwise disclosed. The results of operations in the interim statements do not necessarily indicate the results that may be expected for the full year. The accounting policies used in the preparation of the unaudited consolidated financial statements are the same as those described in LGD 's audited consolidated financial statements prepared in accordance with U.S. GAAP for the year ended December 31, 2007 except as discussed in note 2. The consolidated balance sheet as of December 31, 2007 is derived from the December 31, 2007 audited financial statements.

Toshiba Corporation ( Toshiba ) acquired 20% of LG Display Poland Sp. zo.o. (formerly, LG.Philips LCD Poland Sp. zo.o.) in December 2007. With the acquisition of the 20% interest, Toshiba and the Company entered into a derivative contract that is indexed to LG Display Poland Sp. zo.o. 's equity shares. According to the contract, LGD has a call option to buy Toshiba 's 20% interest in LG Display Poland Sp. zo.o. and Toshiba has a put option to sell its 20% interest in LG Display Poland Sp. zo.o. to LGD under the same terms, that is, the price of the call is equal to the price of the put option which is the total amount of Toshiba 's investment at cost. The call and put option is exercisable after five years from the date of acquisition and on each anniversary thereafter with no stated expiry date in whole or in part. In accordance with EITF 00-4, *Majority Owner 's Accounting for a Transaction in the Shares of a Consolidated Subsidiary and a Derivative Indexed to the Minority Interest in That Subsidiary*, LG Display Poland Sp. Zo.o is consolidated as a wholly owned subsidiary and Toshiba 's 20% interest in LG Display Poland Sp. zo.o. is accounted for as a financing by the Company and recorded as long-term other accounts payable in the amount of W39,144 million as of June 30, 2008.

Skyworth TV Holdings Limited ( Skyworth ) acquired 16% of LG Display Guangzhou Co., Ltd. (formerly, LG.Philips LCD Guangzhou Co., Ltd.) in June 2008. With the acquisition of the 16% interest, Skyworth and the Company entered into a derivative contract that is indexed to LG Display Guangzhou Co., Ltd. 's equity shares. According to the contract, LGD has a call option to buy Skyworth 's 16% interest in LG Display Guangzhou Co., Ltd. and Skyworth has a put option to sell its 16% interest in LG Display Guangzhou Co., Ltd. to LGD under the same terms, that is, the price of the call is equal to the price of the put option which is the total amount of Skyworth 's investment at cost. The call and put option is exercisable after five years from the date of acquisition with no stated expiry date in whole or in part. In accordance with EITF 00-4, *Majority*

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**LG DISPLAY CO., LTD. (Formerly, LG.Philips LCD Co., Ltd.) AND SUBSIDIARIES**

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(Unaudited)

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*Owner's Accounting for a Transaction in the Shares of a Consolidated Subsidiary and a Derivative Indexed to the Minority Interest in That Subsidiary*, LG Display Guangzhou Co., Ltd. is consolidated as a wholly owned subsidiary and Skyworth's 16% interest in LG Display Guangzhou Co., Ltd. is accounted for as a financing by the Company and recorded as long-term other accounts payable in the amount of (Won)11,635 million as of June 30, 2008.

**(b) Use of Estimates**

The preparation of the interim consolidated financial statements, in accordance with U.S. GAAP requires management to make estimates and assumptions that affect the amounts reported in the interim consolidated financial statements and accompanying notes. Actual results could differ from those estimates.

**(c) United States Dollar Amounts**

The Company operates primarily in Korea and its financial accounting records are maintained in Korean Won. These translations should not be construed as a representation that the Korean Won amounts shown could be converted, realized or settled in U.S. dollars at this or any other rate. The U.S. dollar amounts are provided herein as supplemental information solely for the convenience of the reader. Korean Won amounts are expressed in U.S. dollars at the rate of (Won)1,046.8 to USD 1, the U.S. Federal Reserve Bank of New York noon buying exchange rate in effect on June 30, 2008. The U.S. dollar amounts are unaudited and are not presented in accordance with generally accepted accounting principles in either Korea or the United States of America.

**(d) Recent Accounting Pronouncements**

In December 2007, the FASB issued Statement of Financial Accounting Standards ( SFAS ) No. 141(R), *Business Combinations*. SFAS No. 141(R) establishes principles and requirements for how the acquirer in business combinations should recognize and measure identifiable assets acquired, the liabilities assumed, and any noncontrolling interest in the acquiree. SFAS No. 141(R) applies prospectively to business combinations for which the acquisition date is on or after the beginning of the first annual reporting period beginning on or after December 15, 2008. The Company is currently in the process of evaluating the impact, if any, of adopting this standard.

In December 2007, the FASB issued SFAS No. 160, *Noncontrolling Interests in Consolidated Financial Statements - An amendment of ARB No. 51*. SFAS No. 160 requires that ownership interests in subsidiaries held by parties other than the parent be clearly identified, labeled, and presented in the consolidated statements of financial position within equity, but separate from the parent's equity. It also requires companies to clearly identify and present on the face of the consolidated statements of income, the amount of consolidated net income attributable to the parent and to the noncontrolling interest. SFAS No. 160 is effective for fiscal years, and interim periods within those fiscal years, beginning on or after December 15, 2008. The adoption of SFAS No. 160 will result in the reclassification of minority interests from long-term liabilities to

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**LG DISPLAY CO., LTD. (Formerly, LG.Philips LCD Co., Ltd.) AND SUBSIDIARIES**

Notes to Interim Consolidated Financial Statements

(Unaudited)

June 30, 2007 and 2008

stockholders' equity. The balance at June 30, 2008 was (Won)87 million. The Company does not believe the adoption of SFAS No. 160 will have a material impact on the Company's consolidated financial position, results of operations or cash flows.

In March 2008, the FASB issued SFAS No. 161, *Disclosures about Derivative Instruments and Hedging Activities*. The new standard is intended to help investors better understand how derivative instruments and hedging activities affect an entity's financial position, financial performance and cash flows through enhanced disclosure requirements. The enhanced disclosures include, for example:

a tabular summary of the fair value of derivative instruments and their gains and losses;

disclosure of derivative features that are credit-risk-related to provide more information regarding an entity's liquidity; and

cross-referencing within footnotes to make it easier for financial statement users to locate important information about derivative instruments.

SFAS No. 161 is effective for financial statements issued for fiscal years and interim periods beginning after November 15, 2008, with early application encouraged. The Company is currently in the process of evaluating the impact, if any, of adopting this standard.

In April 2008, the FASB issued FASB Staff Position (FSP) FAS 142-3, *Determination of the Useful Life of Intangible Assets*. This FASB Staff Position (FSP) amends the factors that should be considered in developing renewal or extension assumptions used to determine the useful life of a recognized intangible asset under SFAS No. 142, *Goodwill and Other Intangible Assets*. This FSP requires the following additional disclosures to be applied prospectively to all intangible assets.

The entity's accounting policy on the treatment of costs incurred to renew or extend the term of a recognized intangible asset.

In the period of acquisition or renewal, the weighted-average period prior to the next renewal or extension (both explicit and implicit), by major intangible asset class.

For an entity that capitalizes renewal or extension costs, the total amount of costs incurred in the period to renew or extend the term of a recognized intangible asset for each period for which a statement of financial position is presented, by major intangible asset class.

If the effect of a change in either an intangible asset's useful life or the expected likelihood of its renewal or extension would be material to the financial statements the criteria in AICPA Statement of Position (SOP) 94-6, *Disclosure of Certain Significant Risks and Uncertainties*, shall be considered met. Accordingly, an entity is required to provide disclosures about an estimate.

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This FSP shall be effective for financial statements issued for fiscal years beginning after December 15, 2008, and interim periods within those fiscal years. The Company is currently in the process of evaluating the impact, if any, of adopting this FSP.

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Notes to Interim Consolidated Financial Statements

(Unaudited)

June 30, 2007 and 2008

**2. Accounting Changes**

Effective January 1, 2008, the Company adopted SFAS No. 157, *Fair Value Measurement*, and SFAS No. 159, *The Fair Value Option for Financial Assets and Financial Liabilities* including an amendment of FASB Statement No. 115.

The adoption of SFAS No. 157 and SFAS No. 159 did not have any effect on the Company's consolidated financial statements at the date of adoption. For additional information, see Note 16 Fair Value of Assets and Liabilities.

**3. Accounts Receivable**

The Company's accounts receivable, including trade accounts and notes receivable as of December 31, 2007 and June 30, 2008 are as follows:

<i>(in millions of Korean Won)</i>	<b>2007</b>	<b>2008</b>
Trade	(Won) 1,574,240	1,786,280
Due from affiliates	774,467	1,046,008
Others	98,341	53,435
	2,447,048	2,885,723
Allowance for doubtful accounts	(10,260)	(12,804)
	(Won) 2,436,788	2,872,919

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Notes to Interim Consolidated Financial Statements

(Unaudited)

June 30, 2007 and 2008

**4. Available-for-sale Securities**

Available-for-sale securities as of December 31, 2007 and June 30, 2008 are as follows:

<i>(in millions of Korean Won)</i>	Acquisition Cost	Fair value	Carrying amount	
			2007	2008
<b>Debt securities:</b>				
HannStar Display Corporation(*)	(Won) 96,249	113,297		113,297
Government bonds	74	74	63	74
<b>Equity securities:</b>				
Others			1	
	(Won) 96,323	113,371	64	113,371

(\*) The Company purchased 180 million shares of non-voting mandatorily redeemable convertible preferred stock. The preferred stocks are convertible into common stocks of HannStar Display Corporation at a ratio of 1:1 at the option of the Company from issue date (February 28, 2008) to maturity (February 28, 2011). The Company has a put option for total or partial cash redemption of convertible preferred stocks during the period between 18 months from issuance to 91 days prior to maturity and the issuer has a call option to repay, in cash, total preferred stocks during the period between 2 years from issuance to 90 days prior to maturity. The abovementioned convertible preferred stocks have been privately issued under the Taiwanese Law, which restricts the sale of the preferred stocks and the stocks acquired through conversion are not to be traded in the Taiwanese stock exchange until the original maturity of the preferred stocks.

**5. Inventories**

Inventories as of December 31, 2007 and June 30, 2008 are as follows:

<i>(in millions of Korean Won)</i>	2007	2008
Finished goods	(Won) 453,034	779,915
Merchandise		1,670
Work-in-process	208,668	418,418
Raw materials	108,048	141,763
Supplies	54,174	45,169
	(Won) 823,924	1,386,935

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**LG DISPLAY CO., LTD. (Formerly, LG.Philips LCD Co., Ltd.) AND SUBSIDIARIES**

Notes to Interim Consolidated Financial Statements

(Unaudited)

June 30, 2007 and 2008

**6. Investment in Equity Securities**

During the three-month period ended June 30, 2008, the Company acquired 1,008,875 common shares (13.0%) and 2,037,204 common shares (19.9%) of TLI Inc. and AVACO Co., Ltd. at (Won)14,074 million and (Won)6,173 million, respectively. Although the Company's share interests in these investees are below 20%, the Company is able to exercise significant influence through its right to assign a director in the board of directors of the investees and the Company is a significant customer of the investees. Accordingly, the investments in these investees have been accounted for using the equity method.

**7. Derivative Instruments and Hedging Activities**

**Derivatives for cash flow hedge**

During the six-month periods ended June 30, 2007 and 2008, 182 and 138 foreign currency forward contracts were designated as cash flow hedges, respectively. During the six-month periods ended June 30, 2007 and 2008, these cash flow hedges were fully effective and changes in the fair value of the derivatives of (Won)4,498 million and (Won)(44,889) million, respectively, were recorded in other comprehensive income. The deferred loss of (Won)32,545 million, net of tax, for derivatives designated as cash flow hedges are expected to be reclassified into earnings within the next twelve months.

**Derivatives for trading**

For the six-month periods ended June 30, 2007 and 2008, the Company recorded realized net exchange loss of (Won)6,491 million and (Won)103,223 million, respectively, on derivative contracts designated for trading upon settlement.

In addition, for the six-month periods ended June 30, 2007 and 2008, the Company recorded net unrealized gain of (Won)280 million and loss of (Won)25,231 million, respectively, relating to these derivative contracts designated for trading.

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(Unaudited)

June 30, 2007 and 2008

**8. Property, Plant and Equipment**

Property, plant and equipment as of December 31, 2007 and June 30, 2008 are as follows:

<i>(in millions of Korean Won)</i>	2007	2008
Land	(Won) 342,253	392,594
Buildings	2,615,087	2,742,751
Machinery and equipment	14,842,378	15,144,555
Tools, furniture, fixtures and vehicles	708,741	727,605
Machinery-in-transit	19,422	188,879
Construction-in-progress	753,249	1,380,311
	19,281,130	20,576,695
Accumulated depreciation	(11,689,476)	(13,046,098)
	(Won) 7,591,654	7,530,597

**9. Short-Term Borrowings**

Short-term borrowings as of December 31, 2007 and June 30, 2008 are as follows:

<i>(in millions of Korean Won)</i>	2007	2008
Export bill discount, principally from banks :		
with interest rate of LIBOR + 0.60 ~ 0.80 %	(Won)	839,943
Loans, principally from banks:		
with interest rate of TIBOR + 0.39 ~ 0.40 %	4,660	10,809
	(Won) 4,660	850,752

**10. Long-Term Debt**

Long-term debt as of December 31, 2007 and June 30, 2008 are as follows:

<i>(in millions of Korean Won)</i>	2007	2008
<b>Won denominated debt :</b>		
Unsecured loans, representing obligations principally to banks:		
Due 2008 to 2010 with interest rate of 5.88% to 6.08% per annum	(Won) 109,117	81,983

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Unsecured loans, representing obligation principally to banks:

Due 2009 to 2015 with interest rate of 3 year Korean Treasury Bond -1.25% per annum	18,982	18,982
Unsecured bond with interest rate ranging from 3.50 % to 5.89%:		
Due 2008 to 2011, net of unamortized discount	1,772,215	1,724,857
	1,900,314	1,825,822

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Notes to Interim Consolidated Financial Statements

(Unaudited)

June 30, 2007 and 2008

<i>(in millions of Korean Won)</i>	2007	2008
<b>U.S. dollar denominated debt :</b>		
Unsecured loans, representing obligations principally to banks:		
Due 2008 to 2010 with interest rate of 6M LIBOR+0.50% per annum	(Won) 127,279	112,988
Unsecured loans, representing obligations principally to banks:		
Due 2010 to 2011 with interest rate of 6M LIBOR+0.68% per annum	9,383	26,084
Unsecured loans, representing obligations principally to banks:		
Due 2008 with interest rate of 6M LIBOR+1.20% per annum	11,258	6,261
Unsecured loans, representing obligations principally to banks:		
Due 2008 with interest rates from 3M LIBOR+0.99% to 1.35% per annum	28,146	15,651
Unsecured loans, representing obligations principally to banks:		
Due 2011 with interest rate of 3M LIBOR+0.47% per annum	187,640	208,680
Unsecured loans, representing obligations principally to banks:		
Due 2011 with interest rate of 6M LIBOR+0.41% per annum	187,640	208,680
Unsecured loans, representing obligations principally to banks:		
Due 2011 with interest rate of 3M LIBOR+0.35% per annum	93,820	104,340
Unsecured loans, representing obligations principally to banks:		
Due 2010 to 2013 with interest rate of 6M LIBOR+0.69% per annum	46,910	52,170
Unsecured loans, representing obligations principally to banks:		
Due 2012 with interest rate of 3M LIBOR+0.66% per annum	131,348	146,076
Unsecured loans, representing obligations principally to banks:		
Due 2012 with interest rate of 3M LIBOR+0.53% per annum	93,820	104,340
Zero Coupon Convertible Bond due 2012 (put year : 2010)	527,361	593,966
	1,444,605	1,579,236
<b>Euro denominated debt :</b>		
Unsecured loans, representing obligations principally to banks:		
Due 2010 to 2013 with interest rate 3M EURIBOR+0.60% per annum	95,726	115,185
<b>Chinese Renminbi denominated debt :</b>		
Unsecured loans, representing obligations principally to banks:		
Due 2008 with interest rate of 90% of the Basic Rate published by the People's Bank of China	12,843	
Unsecured loans, representing obligations principally to banks:		
Due 2010 to 2011 with interest rate of 95% of the Basic Rate published by the People's Bank of China		10,630
	12,843	10,630
Less : Current portion	(409,236)	(605,522)
	(Won) 3,044,252	2,925,351

Based on the terms and conditions of the convertible bond due 2012, the conversion price was changed from (Won)49,070 to (Won)48,760 per share due to payment of cash dividends of (Won)750 per share for the year ended December 31, 2007.

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The number of common shares to be issued if the outstanding convertible bonds are fully converted is 10,530,762 shares as of June 30, 2008.

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**LG DISPLAY CO., LTD. (Formerly, LG.Philips LCD Co., Ltd.) AND SUBSIDIARIES**

Notes to Interim Consolidated Financial Statements

(Unaudited)

June 30, 2007 and 2008

**11. Income Taxes**

The Company adopted FASB Interpretation No. 48, *Accounting for Uncertainty in Income Taxes - an Interpretation of SFAS Statement 109* ( FIN 48 ) on January 1, 2007. The Company recognizes the effect of income tax positions only if those positions are more likely than not of being sustained. Recognized income tax positions are measured at the largest amount that is greater than 50% likely of being realized. Changes in recognition or measurement are reflected in the period in which the change in judgment occurs. The adoption of FIN 48 did not have any impact on the Company's consolidated financial statements. The Company does not have any unrecognized tax positions as of June 30, 2008 and there has been no change since adoption.

The Company's primary tax jurisdictions are Korea, China, Japan, Germany, Poland and the United States. Open tax years of the Company are 5 years, 6 years, 1 year, 5 years, 3 years and 9 years in Korea, China, Japan, Germany, Poland and the United States, respectively. The Company has not made any provision for the disputed tax liabilities under SFAS No. 109 or FIN 48.

Management's policy is to recognize accrued interest on the underpayment of income taxes as a component of interest expense and penalties associated with tax liabilities as a component of income tax expense. However, there was no such interest or penalties incurred during the six-month period ended June, 30, 2008.

The valuation allowance for deferred tax assets as of January 1, 2007 was (Won)159,527 million, but there was no valuation allowance as of January 1, 2008. The net change in the total valuation allowance was a decrease of (Won)140,981 million during the six-month period ended June 30, 2007, but there was no change in the valuation allowance during the six-month period ended June 30, 2008. In assessing the realizability of deferred tax assets, management considers whether it is more likely than not that some portion or all of the deferred tax assets will not be realized.

**12. Stockholders Equity**

On May 21, 2004, employees of the Company formed an employee stock ownership association, ( ESOA ), which has the right to purchase on behalf of its membership up to 20% (1,728,000 shares) of shares offered publicly in Korea, pursuant to the Korean Securities and Exchange Act. Employees purchased the shares through the ESOA with loans provided by the Company at the initial public offering price ((Won)34,500) and held under each individual employee's account. 20% of the 20% of shares (345,600 shares) purchased by employees with loans from the Company is accounted for as a restricted stock award which vests over four years. Unearned compensation, shown as a deduction of capital surplus, will be amortized over the 4-year vesting period. During the six-month periods ended June 30, 2007 and 2008, the Company recorded compensation expense of (Won)1,214 million and (Won)1,475 million, respectively.

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**13. Stock Option Plan**

Effective January 1, 2005, the Company adopted the provisions of SFAS No. 123(R), *Share-Based Payment*. SFAS No. 123(R) establishes accounting for share-based awards exchanged for employee services. SFAS No. 123(R) requires that an award that is classified as a liability to be initially measured at its grant date fair value and remeasured at fair value at the end of each reporting period until the award is settled or expired. The measurement is based on the current stock price and other relevant factors. The difference between the fair value amounts is recognized as compensation expense during the requisite service period, based on the percentage of the requisite service that the employee has rendered as of that date. In accordance with SFAS No. 123(R), compensation expense is remeasured at each reporting date, based on the fair value of the award, and is recognized as expense over the employee requisite service period.

On April 7, 2005, the Company granted 450,000 shares of stock appreciations rights ( SARs ) for selected management. Under the terms of this plan, management, upon exercise, receives cash equal to the amount that the market price of the Company's common stock exceeds the strike price ((Won)44,050) of the SARs. The vesting period is two years starting from the grant date, and exercise period is April 8, 2008 through April 7, 2012.

The following table shows total share-based compensation expense included in the consolidated statement of income for the three-month and six-month periods ended June 30, 2007 and 2008:

<i>(in millions of Korean Won)</i>	<b>Three Months</b>		<b>Six Months</b>	
	<b>Ended June 30, 2007</b>	<b>2008</b>	<b>Ended June 30, 2007</b>	<b>2008</b>
Cost of goods sold	(Won) 494		494	
Selling general and administrative expense	1,111	(1,694)	2,245	(4,495)
	(Won) 1,605	(1,694)	2,739	(4,495)

There were no capitalized share-based compensation costs for the six-month periods ended June 30, 2007 and 2008.

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The following tables summarize option activity under the SARs for the six-month period ended June 30, 2008:

	Weighted- average exercise price (in Korean Won)	Number of shares under option	Weighted- average remaining contractual life (in years)
Balance at December 31, 2007	(Won) 44,050	220,000	4.3
Options granted			
Options exercised			
Options cancelled		(110,000)	
Balance at June 30, 2008	(Won) 44,050	110,000	3.8
Exercisable at June 30, 2008	(Won)	110,000	

If the increase rate of the Company's share price is equal or less than that of the Korea Composite Stock Price Index ( KOSPI ) over the three-year period following the grant date, only 50% of the initially granted SARs are exercisable. The actual increase rate of the Company's share price for the three-year period ending April 7, 2008, was less than that of the KOSPI. As a result, as of June 30, 2008, only 110,000 SARs are exercisable.

In connection with the adoption of SFAS No. 123(R), the Company assessed its valuation technique and related assumptions. The Company estimates the fair value of SARs using a Black-Scholes valuation model, consistent with the provisions of SFAS No. 123(R) and Securities and Exchange Commission (SEC) Staff Accounting Bulletin No. 107. Key input assumptions used to estimate the fair value of SARs include the grant price of the award, the expected option term, volatility of the Company's stock, the risk-free rate and the Company's dividend yield. Estimates of fair value are not intended to predict actual future events or the value ultimately realized by selected members of management who receive SARs, and subsequent events are not indicative of the reasonableness of the original estimates of fair value made by the Company under SFAS No. 123(R).

The fair value of SARs as of June 30, 2007 and 2008, was estimated using a Black-Scholes valuation model with the following assumptions:

	2007	2008
Volatility	47.69%	30.04%
Risk-free interest rate (Korean government bond)	5.38%	5.63%
Dividend yield	0%	0%
Weighted-average fair value per SAR granted	(Won) 19,152	(Won) 5,937

Volatility is measured using historical weekly price changes of the Company's stock over the respective term of the SARs.

The number of years that the Company estimates the SARs will be outstanding prior to settlement as of June 30, 2008, is 1.8 years.

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**14. Earnings Per Share**

- (a) Basic earnings per share for the three-month and six-month periods ended June 30, 2007 and 2008 were as follows:

<i>(in millions of Korean Won, except for share data)</i>	<b>Three Months Ended June 30,</b>		<b>Six Months Ended June 30,</b>	
	<b>2007</b>	<b>2008</b>	<b>2007</b>	<b>2008</b>
Net income	(Won) 262,268	745,430	93,027	1,418,572
Weighted-average number of common shares outstanding	357,815,700	357,815,700	357,815,700	357,815,700
Earnings per share	(Won) 733	2,083	260	3,965

- (b) Diluted earnings per share for the three month and six-month periods ended June 30, 2007 and 2008 was as follows:

<i>(in millions of Korean Won, except for share data)</i>	<b>Three Months Ended June 30,</b>		<b>Six Months Ended June 30,</b>	
	<b>2007</b>	<b>2008</b>	<b>2007(*)</b>	<b>2008</b>
Net income <sup>(1)</sup>	(Won) 267,663	749,221	93,027	1,425,640
Weighted-average number of common shares outstanding and common shares equivalent <sup>(2)</sup>	374,601,758	368,346,462	357,815,700	368,346,462
Diluted earnings per share	(Won) 715	2,034	260	3,870

- (1) Adjustments to net income:

<i>(in millions of Korean Won)</i>	<b>Three Months Ended June 30,</b>		<b>Six Months Ended June 30,</b>	
	<b>2007</b>	<b>2008</b>	<b>2007(*)</b>	<b>2008</b>
Net income	(Won) 262,268	745,430	93,027	1,418,572
Interest expense of convertible bonds, net of tax	5,395	3,791		7,068
Adjusted income	(Won) 267,663	749,221	93,027	1,425,640

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- (2) Weighted-average number of common shares outstanding:

<i>(in shares)</i>	Three Months Ended June 30,		Six Months Ended June 30,	
	2007	2008	2007(*)	2008
Weighted-average number of common shares	357,815,700	357,815,700	357,815,700	357,815,700
Effect of conversion of convertible bonds	16,786,058	10,530,762		10,530,762
Weighted average number of common shares and common shares equivalent at June 30, 2007 and 2008	374,601,758	368,346,462	357,815,700	368,346,462

- (\*) Diluted earnings per share for the six-month period ended June 30, 2007 was identical to basic earnings per share as the conversion of convertible bonds would have an anti-dilutive effect.

**15. Commitments and Contingencies**

- (a) Commitments

**Overdraft agreements and credit facility agreement**

As of June 30, 2008, the Company has bank overdraft agreements with Woori Bank and various other banks amounting to (Won)59,000 million and has a revolving credit facility agreement with several banks totaling (Won)100,000 million and USD100 million. There is no outstanding balance as of June 30, 2008.

LG Display America, Inc. and other subsidiaries have entered into short-term facility agreements of up to USD57 million, EUR3.6 million, and JPY5,200 million with Comerica Bank and other various banks. As of June 30, 2008, JPY1,101 million of short-term borrowing is outstanding in relation to the abovementioned agreements.

**Factoring and securitization of accounts receivable**

As of June 30, 2008, the Company has agreements with Korea Development Bank and several other banks for U.S. dollar denominated accounts receivable negotiating facilities with recourse of up to an aggregate of USD1,596.5 million. Certain trade accounts and notes receivable due from the subsidiaries to LGD arising from export sales were sold to banks under the agreements above. Of the total trade accounts receivable sold under the programs, (Won)839,943 million are outstanding and current as of June 30, 2008. The transferred accounts receivable was recorded as short-term borrowings.

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In October 2006, LG Display America, Inc. (formerly, LG.Philips LCD America, Inc.), LG Display Germany GmbH (formerly, LG.Philips LCD Germany GmbH), LG Display Shanghai Co., Ltd. (formerly, LG.Philips LCD Shanghai Co., Ltd.) and LG Display Hong Kong Co., Ltd. (formerly, LG.Philips LCD Hong Kong Co., Ltd.), entered into a five-year accounts receivable selling program with Standard Chartered Bank, selling accounts receivable on a revolving basis, of up to USD600 million. LGD joined this program in April 2007. For the six-month period ended June 30, 2008, no accounts and notes receivable were sold that are past due.

In September 2006, LG Display Taiwan Co., Ltd. entered into accounts receivable selling program with ChinaTrust Bank and another bank of up to USD587.5 million. At June 30, 2008, no accounts and notes receivable were sold that are past due.

**Letters of credit**

As of June 30, 2008, LGD has agreements with Korea Exchange Bank and several other banks in relation to the opening of letters of credit amounting to (Won)90,000 million and USD35.5 million. There is no outstanding balance as of June 30, 2008.

**Payment guarantees**

LGD receives repayment guarantees from ABN AMRO Bank amounting to USD8.5 million relating to tax payments in Poland. As of June 30, 2008, LGD entered into a payment guarantee agreement with a syndicate of banks including Kookmin Bank and Societe Generale in connection with a EUR70 million term loan credit facility of LG Display Poland Sp. zo.o. As of June 30, 2008, EUR70 million of long-term debt is outstanding in relation to the abovementioned agreement.

LG Display Japan Co., Ltd. and LG Display Taiwan Co., Ltd. are provided with repayment guarantees from Bank of Tokyo-Mitsubishi and ABN AMRO Bank amounting to JPY1,300 million and USD4 million, respectively, relating to their local tax payments.

**License agreements**

As of June 30, 2008, in relation to its Thin Film Transistor Liquid Crystal Display ( TFT-LCD ) business, LGD has technical license agreements with Hitachi, Ltd. and others, and has a trademark license agreement with LG Corporation. On June 30, 2008, the license agreement with Koninklijke Philips Electronics N.V. was terminated.

**(b) Contingencies**

As of June 30, 2008, LGD is involved in several legal proceedings and claims arising in the ordinary course of business. The Company's management does not expect that the outcome in these legal proceedings and claims, individually or collectively, will have any material adverse effect on the Company's financial condition, results of operations or cash flows.

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**Patent Infringement lawsuit against Chi Mei Optoelectronics Corp. and others**

On December 1, 2006, the Company filed a complaint against Chi Mei Optoelectronics Corp. and AU Optronics Corp., alleging patent infringement related to liquid crystal display and manufacturing process for TFT-LCDs in the United States District Court for the District of Delaware. On March 8, 2007, AU Optronics Corp. countersued the Company in the United States District Court for the Western District of Wisconsin, but the case was transferred to the United States District Court for the District of Delaware due to the Company's motion to transfer. On May 4, 2007, Chi Mei Optoelectronics Co. countersued the Company for patent infringement in the United States District Court for the Eastern District of Texas, but, on March 31, 2008, the suit was transferred to the United States District Court for the District of Delaware according to the Company's motion to transfer.

**Intervention in Positive Technologies, Inc.'s patent infringement lawsuit**

On April 14, 2006, Positive Technologies, Inc. filed a complaint in the United States District Court for the Eastern District of Texas against, among others, several of the Company's customers, including BenQ America Corp., Hitachi America Ltd., Panasonic Corp. of North America, Philips Electronics North America Corp. and Toshiba America, Inc. for alleged infringement of two of its patents relating to LCD displays. Positive Technologies, Inc. is seeking, among other things, damages for past infringement. On March 7, 2007, the United States District Court for the Eastern District of Texas granted the Company's intervention in the patent infringement case brought by Positive Technologies, Inc.

**Anvik Corporation's lawsuit of infringement of patent**

On February 2, 2007, Anvik Corporation filed a patent infringement case against the Company, along with other LCD manufacturing companies, in connection with the usage of photo-masking equipment manufactured by Nikon Corporation.

**Investigation on anti-competitive activities by authorities in Korea, Japan and U.S.**

The Company is currently under investigation by the fair trade or antitrust authorities in Korea, Japan, US and other markets with respect to possible anti-competitive activities in the LCD industry. As of June 30, 2008, the Company, along with a number of other companies in the LCD industry, has been named as defendants in a number of purported federal class actions in the United States alleging that the defendants violated the antitrust laws in connection with the sale of LCD panels. In February 2007, the Company and certain of its officers and directors have been named as defendants in a federal class action in the United States by the shareholders of the Company alleging violations of the U.S. Securities Exchange Act of 1934, as amended, by the Company and certain of its officers and directors in connection with possible anti-competitive activities in the LCD industry. The Company and the officers and directors intend to defend themselves vigorously in this matter.

While the Company intends to defend each of the abovementioned suits vigorously, it is too early in the proceedings to evaluate the probability of a favorable or unfavorable outcome of the actions, or to estimate the potential loss, if any.

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**Investment agreement with Polish Government**

The Company acquired land at EUR 1 and received cash grants which are intended to be used for the construction of a plant according to an investment agreement with the Polish Government. The land was recognized at the fair value at acquisition date, amounting to PLN57,413 thousand ((Won)28,166 million) and the corresponding amount was recorded as long-term unearned income. The cash grants amounting to PLN40,005 thousand ((Won)19,626 million) were also recorded as long-term unearned income due to the repayment contingency to be determined in 2012 based on the level of employment and investment.

**16. Fair Value of Assets and Liabilities**

The Company uses fair value measurements to record fair value adjustments to certain assets and liabilities and to determine fair value disclosures. Available-for-sale securities, derivatives and long-term debt including the current portion are recorded at fair value on a recurring basis.

Effective January 1, 2008, upon adoption of SFAS No. 159, the Company may elect to use fair value to measure eligible items at specified election dates and report unrealized gains and losses on items for which the fair value option has been elected in earnings at each subsequent reporting date. However, as of June 30, 2008, the Company did not elect to measure any eligible assets or liabilities at fair value in accordance with the Standard.

SFAS No. 157 defines fair value, establishes a consistent framework for measuring fair value and expands disclosure requirements for fair value measurements. Additionally, SFAS No. 157 amended SFAS No. 107, *Disclosure about Fair Value of Financial Instruments* ( SFAS No. 107 ), and as such, the Company follows SFAS No. 157 in determination of SFAS No. 107 fair value disclosure amounts. The disclosures required under SFAS No. 157 and SFAS No. 107 has been included in this note. However, as of June 30, 2008, the Company has deferred the application of SFAS No. 157 for its nonfinancial assets and liabilities.

**Fair Value Hierarchy**

Under SFAS No. 157, the Company groups its assets and liabilities at fair value in three levels, based on the markets in which the assets and liabilities are traded and the reliability of the assumptions used to determine fair value. These levels are:

Level 1 Valuation is based upon quoted prices for identical instruments traded in active markets.

Level 2 Valuation is based upon quoted prices for similar instruments in active markets, quoted prices for identical or similar instruments in markets that are not active, and model-based valuation techniques for which all significant assumptions are observable in the market.

Level 3 Valuation is generated from model-based techniques that use significant assumptions not observable in the market. These unobservable assumptions reflect the Company's own estimates of assumptions that market participants would use in pricing the asset or liability. Valuation techniques include use of option pricing models, discounted cash flow models and similar techniques.

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**Determination of Fair Value**

Under SFAS No. 157, the Company bases its fair value on the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. It is the Company's policy to maximize the use of observable inputs and minimize the use of unobservable inputs when developing fair value measurements, in accordance with the fair value hierarchy in SFAS No. 157.

Fair value measurements for assets and liabilities where there exists limited or no observable market data and, therefore, are based primarily upon the Company's own estimates, are often calculated based on current pricing policy, the economic and competitive environment, the characteristics of the asset or liability and other such factors. Therefore, the results cannot be determined with precision and may not be realized in an actual sale or immediate settlement of the asset or liability. Additionally, there may be inherent weaknesses in any calculation technique, and changes in the underlying assumptions used, including discount rates and estimates of future cash flows, that could significantly affect the results of current or future value.

Following is a description of valuation methodologies used for assets and liabilities recorded at fair value and for estimating fair value for financial instruments not recorded at fair value (SFAS No. 107 disclosures).

**Assets**

**Available-for-sale securities**

Available-for-sale securities are recorded at fair value on a recurring basis. Fair values are measured using independent pricing models or other model-based valuation techniques such as the present value of future cash flows, adjusted for the security's credit rating and other factors such as credit loss assumptions.

**Derivatives**

The Company measures fair value of derivatives using internally developed models that use primarily market observable inputs, such as yield curves and option volatilities, and, accordingly, classify as Level 2. Examples of Level 2 derivatives are basic interest rate swaps and forward contracts.

**Liabilities**

**Long-term debt and payables**

Long-term debt is carried at amortized cost. However, the Company is required to estimate the fair value of long-term debt and payables under SFAS No. 107. Generally, the discounted cash flow method is used to estimate the fair value of the Company's long-term debt and payables. Contractual cash flows are discounted using rates currently traded for the bonds with similar remaining maturities and, as such, these discount rates include the Company's current spread levels.

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**Assets and Liabilities Recorded at Fair Value on a Recurring Basis**

The table below presents the amounts of assets and liabilities measured at fair value on a recurring basis as of June 30, 2008.

<i>(in millions of Korean Won)</i>	<b>Total</b>	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>
Available-for-sale securities	(Won) 113,371		113,371	
Derivatives, net	(82,550)		(82,550)	

**Fair Value of Financial Instruments**

The table below is a summary of fair value estimates as of December 31, 2007 and June 30, 2008, for financial instruments, as defined by SFAS No. 107, excluding short-term financial assets and liabilities, for which carrying amounts approximate fair value, and excluding financial instruments recorded at fair value on a recurring basis. The carrying amounts in the following table are recorded in the consolidated balance sheet under the indicated captions.

<i>(in millions of Korean Won)</i>	<b>2007</b>		<b>2008</b>	
	<b>Carrying amount</b>	<b>Estimated fair value</b>	<b>Carrying amount</b>	<b>Estimated fair value</b>
Long-term debt including the current portion	(Won) 3,453,488	3,234,667	3,530,873	3,210,798
Long-term other accounts payable	(Won) 31,046	31,046	52,350	50,995

In accordance with SFAS No. 107, the Company has not included assets and liabilities that are not financial instruments in this disclosure.

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**17. Segment Information**

The Company has one reportable business segment, the manufacture and sale of TFT-LCDs and other flat panel displays. The following is a summary of operations by country based on the location of the customer, where the Company's products are shipped to, as of and for the three-month and six-month periods ended June 30, 2007 and 2008.

**By Geography**

<i>(in millions of Korean Won)</i>	<b>Three Months</b>		<b>Six Months</b>	
	<b>Ended June 30,</b>		<b>Ended June 30,</b>	
	<b>2007</b>	<b>2008</b>	<b>2007</b>	<b>2008</b>
<b>Revenue from external customers:</b>				
Republic of Korea	(Won) 227,883	300,908	446,491	581,885
China	1,698,393	2,237,350	3,102,725	4,518,475
Asia	416,005	528,186	703,700	896,361
America	392,069	606,149	630,958	978,269
Europe	577,198	483,780	1,053,451	1,180,589
Others	43,033	54,973	139,712	91,378
Total	(Won) 3,354,581	4,211,346	6,077,037	8,246,957

During the six-month periods ended June 30, 2007 and 2008, the Company's revenue from its three largest customers, LG Electronics, Philips Electronics and Hewlett-Packard accounted for 42.6% and 43.0% of total revenue, respectively. Sales to LG Electronics constituted 19.9% and 20.6% of total revenue, for the six-month periods ended June 30, 2007 and 2008, respectively. Sales to Philips Electronics constituted 13.6% and 11.3% of total revenue for the six-month periods ended June 30, 2007 and 2008, respectively. Sales to Hewlett-Packard constituted 9.1% and 11.1% of total revenue for the six-month periods ended June 30, 2007 and 2008, respectively.

Approximately 93% of the Company's total assets are located in the Republic of Korea.

The Company purchases a number of components from various sources. In some cases, alternative sources of supply are not available. In other cases, the Company may establish a working relationship with a single source, even when multiple suppliers are available, if the Company believes it is advantageous to do so due to performance, quality, support, delivery, capacity or price considerations. If the supply of a critical material or component were delayed or curtailed, the Company's ability to ship the related product in desired quantities and in a timely manner could be adversely affected. Even where alternative sources of supply are available, qualification of the alternative suppliers and establishment of reliable supplies could result in delays and a possible loss of sales, which could adversely affect operating results.

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The following is a summary of revenue by product for the three-month and six-month periods ended June 30, 2007 and 2008:

**By Product**

<i>(in millions of Korean Won)</i>	<b>Three Months Ended June 30,</b>		<b>Six Months Ended June 30,</b>	
	<b>2007</b>	<b>2008</b>	<b>2007</b>	<b>2008</b>
<b>Panels for:</b>				
TFT-LCD televisions	(Won) 1,598,388	1,809,744	2,800,496	3,585,869
Desktop monitors	913,048	1,129,479	1,657,534	2,197,688
Notebook computers	715,300	1,088,882	1,314,935	2,074,677
Others	127,845	183,241	304,072	388,723
 Total	 (Won) 3,354,581	 4,211,346	 6,077,037	 8,246,957

**18. Supplemental Cash Flows Information**

Significant transactions not affecting cash flows for the six-month periods ended June 30, 2007 and 2008 are as follows:

<i>(in millions of Korean Won)</i>	<b>2007</b>	<b>2008</b>
<b>Non-cash investing and financing activities:</b>		
Changes in other accounts payable arising from the purchase of property, plant and equipment	(Won) (404,920)	372,587

Interest payments for the six-month periods ended June 30, 2007 and 2008 were (Won)110,092 million and (Won)78,568 million, respectively.  
Income taxes paid for the six-month periods ended June 30, 2007 and 2008 were (Won)11,052 million and (Won)52,354 million, respectively.

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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 Display Co., Ltd.

(Registrant)

Date: August 14, 2008

By: /s/ Dong Joo Kim

(Signature)

Name: Dong Joo Kim

Title: Vice President/

Finance & Risk Management Department