

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

SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

Form 6-K

REPORT OF FOREIGN PRIVATE ISSUER

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

THE SECURITIES EXCHANGE ACT OF 1934

For the month of January 2007

LG.Philips LCD Co., Ltd.

(Translation of Registrant's name into English)

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

(Address of principal executive offices)

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

Form 20-F Form 40-F

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

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

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

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

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

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

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

Yes _____ No X

Q4 06 Earnings Results

I. Performance in Q4 2006 Korean GAAP Consolidated Financial Data

(Unit: KRW B)

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

II. IR Event of Q4 2006 Earnings Results

1. Provider of Information: IR Communication team
2. Participants: Institutional investors, securities analysts, etc.
3. Purpose: To present Q4 06 Earnings Results of LG.Philips LCD
4. Date & Time: 4:30 p.m. (Korea Time) on January 16, 2007 in Korean 10:00 p.m. (Korea Time) on January 16, 2007 in English
5. Venue & Method:
 - 1) Earnings release conference in Korean:
 - International conference room, 1st floor, Korea Exchange New Building, Seoul
 - 2) Conference call in English:
 - Please refer to IR homepage of LG.Philips LCD Co., Ltd. at www.lgphilips-lcd.com

6. Contact Information

- 1) Head of Disclosure: Dong Joo Kim, Vice President, Finance & Risk Management Department (82-2-3777-0702)
- 2) Main Contact for Disclosure-related Matters:
 - Kanghee Kim, Assistant, Financing Team (82-2-3777-1665)
- 3) Relevant Team: IR Communication team (82-2-3777-1010)

III. Remarks

1. Please note that the presentation material for Q4 06 Earnings Results is attached as an appendix and accessible on IR homepage of LG.Philips LCD Co., Ltd. at www.lgphilips-lcd.com.
2. Please note that the financial data included in the investor presentation and press release are prepared on a consolidated Korean GAAP basis only (US GAAP consolidated and Korean GAAP non-consolidated information are stated below).
3. Financial data for Q4 06 are unaudited. They are provided for the convenience of investors and can be subject to change.

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

US GAAP consolidated information

(Unit: KRW B)

Item	Q4 06	Q3 06	Q4 05	QoQ	YoY
Quarterly Results					
Revenues	3,065	2,773	2,963	10.5%	3.5%
Operating Income	-172	-378	328		
Ordinary Income	-186	-408	334		
Net Income	-145	-307	360		

Korean GAAP non-consolidated information

(Unit: KRW B)

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

Attached: 1) Press Release

2) Presentation Material

Attachment 1. Press Release

LG.PHILIPS LCD REPORTS FOURTH QUARTER 2006 RESULTS

SEOUL, Korea January 16, 2007 LG.Philips LCD [NYSE: LPL, KRX: 034220], one of the world's leading TFT-LCD manufacturers, today reported unaudited earnings results based on consolidated Korean GAAP for the three-month period ended December 31, 2006. Amounts in Korean Won (KRW) are translated into US dollars (USD) at the noon buying rate in effect on December 29, 2006, which was KRW 930.00 per US dollar.

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

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

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

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

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

Fourth Quarter Financial Review

Revenue and Cost

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

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

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

Liquidity

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

Capital Spending

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

Utilization and Capacity

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

Outlook

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

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

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

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

Earnings Conference and Conference Call

LG.Philips LCD will hold a Korean language earnings conference on January 16, 2007, at 4:30 p.m. Korea Standard Time on the 1st floor, in the International Conference Room of the Korea Exchange Building (KRX). An English language conference call will follow at 10:00 p.m. Korea Standard Time, 8:00 a.m. EST and 1:00 p.m. GMT. The call-in number is +82 (0)31-810-3001 for both callers in Korea and callers outside of Korea. The confirmation number is 3777. Corresponding slides will be available at the Investor Relations section of the LG.Philips LCD web site: <http://www.lgphilips-lcd.com>

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

For those who are unable to participate in the call, a replay will be available for 30 days after the call. The call-in number is 031-810-3100 for callers in Korea and +82-31-810-3100 for callers outside of Korea. The confirmation number for the replay is 76999#.

About LG.Philips LCD

LG.Philips LCD Co., Ltd [NYSE: LPL, KRX: 034220] is a leading manufacturer and supplier of thin-film transistor liquid crystal display (TFT-LCD) panels. The Company manufactures TFT-LCD panels in a wide range of sizes and specifications for use in TVs, monitors, notebook PCs, and various applications. LG.Philips LCD currently operates seven fabrication facilities and four back-end assembly facilities in Korea, China and Poland. In addition, LG.Philips LCD has sales and representative offices in ten countries and has approximately 21,000 employees globally. Please visit <http://www.lgphilips-lcd.com> for more information.

Forward-Looking Statement Disclaimer

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

Investor Relations Contacts:

C.H. Lee [Korea]
LG.Philips LCD
Tel: +822-3777-1010
Email: ch.lee@lgphilips-lcd.com

Joshua Hochberg [USA]
Sloane & Company
Tel: +1-212-446-1892
Email: jhochberg@sloanepr.com

Media Contacts:

Elliot Sloane [USA]
Sloane & Company
Tel: +1-212-446-1860
Email: ESloane@sloanepr.com

Sue Kim [Korea]
LG.Philips LCD
Tel: +822-3777-0970
Email: sue.kim@lgphilips-lcd.com

LG.Philips LCD

CONSOLIDATED STATEMENTS OF INCOME

(In millions of KRW)

(The financial statements are based on unaudited Korean GAAP)

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

- These financial statements are provided for informational purposes only.

LG.Philips LCD

CONSOLIDATED BALANCE SHEET

(In millions of KRW)

(The financial statements are based on unaudited Korean GAAP)

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

- These financial statements are provided for informational purposes only.

LG.Philips LCD

CONSOLIDATED STATEMENTS OF CASH FLOW

(In millions of KRW)

(The financial statements are based on unaudited Korean GAAP)

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

- These financial statements are provided for informational purposes only.

LG.Philips LCD

CONSOLIDATED STATEMENTS OF INCOME

(In millions of KRW)

(The financial statements are based on unaudited US GAAP)

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

- These financial statements are provided for informational purposes only.

LG.Philips LCD

CONSOLIDATED BALANCE SHEETS

(In millions of KRW)

(The financial statements are based on unaudited US GAAP)

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

- These financial statements are provided for informational purposes only.

LG.Philips LCD

CONSOLIDATED STATEMENTS OF CASH FLOW

(In millions of KRW)

(The financial statements are based on unaudited US GAAP)

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

- These financial statements are provided for informational purposes only.

LG.Philips LCD
Net Income Reconciliation to US GAAP

(In millions of KRW)

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

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

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

2

Disclaimer

Disclaimer

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

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

Forward-looking
statements
involve
inherent
risks
and
uncertainties.

We
caution
you
that
a
number
of

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

This presentation also includes information regarding our historical financial performance through December 31, 2006, and our expectations regarding future performance as reflected in certain non-GAAP financial measures as defined by United States

Securities and Exchange Commission rules. As required by such rules, we have provided a reconciliation of those measures to the most directly comparable GAAP measures, which is available

on
our
investor
relations
website
at

<http://www.lgphilips-lcd.com>

under
the
file
name

Q4
06
Earnings
Presentation.

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

47 W
32 W
37 W
42 W

4
Q4 06 Earnings Results
Q4 06 Earnings Results

5
Q4 06 Earnings Results
Q4 06 Earnings Results

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

Revenue

COGS

Gross profit

Operating income

EBITDA

Income before tax

Net income

3%

26%

NA

NA

(32%)

NA

NA

11%

2%

NA

NA

89%

NA

NA

Gross margin

Operating margin

EBITDA margin

Net margin

Source: Unaudited, Company financials

K GAAP (Consolidated)

(18)

(17)

(10)

(17)

8

8

7

6

17

11

28

11

(1)

(6)

18

(6)

2,773

3,019

(246)

(382)

295

(422)

(321)

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

(3)
(8)
17
(7)

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

Cash and cash equivalents

Inventory

Liabilities

Short-term debt

Long-term debt

Shareholders

equity

Net debt to equity ratio (%)

(1%)

(40%)

52%

10%

9%

17%

(10%)

20

(2%)

102%

(8%)

(1%)

21%

(13%)

(3%)

(11)

K GAAP (Consolidated)

Source: Unaudited, Company financials

13,488

954

1,053

6,598

814

3,307

6,890

46

13,674

1,579

691

5,998

750

2,816

7,676

26

13,735

472

1,148

6,663

673

3,807

7,072

57

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

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

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

9
Performance Highlights
Performance Highlights

10
Shipments and ASP
Shipments and ASP
Total K m²
*
ASP**/m²
(USD)

Source: Company financials

*

Net display area shipped

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

Display area shipment in K m²

ASP per m²

(USD)

1,343

1,274

1,485

1,993

2,275

\$2,112

\$1,953

\$1,598

\$1,430

\$1,414

0

1,000

2,000

3,000

4,000

5,000

Q4 05

Q1 06

Q2

Q3

Q4

\$0

\$1,000

\$2,000

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

(Based on USD)

Notebooks

Monitors

TVs

Applications

34%

48%

38%

26%

21%

24%

4%

5%

48%

27%

21%

4%

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

78K
input
sheets
per
month
for
the
quarter

Source: Company financials
Unit: Quarterly input capacity
by Area (K m²

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

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

13
Cash ROIC
Cash ROIC
Source: Unaudited, Company financials
*
IC
(Invested

Capital)
equals
average
of
net
debt
and
equity
for
the
designated
period;
Quarterly
ratios
are
annualized
K GAAP (Consolidated)
EBITDA margin
Sales / IC*
Cash ROIC
18%
28%
142%
124%
23%
39%
Q4 05
Q1 06
Q2
27%
112%
30%
Q3
10%
98%
10%
Q4 05
Q1 06
Q2
Q3
Q4
11%
112%
12%
Q4
Q4 05
Q1 06
Q2
Q3
Q4

14
Outlook
Outlook

Outlook

Outlook

Source: Company financials, delivery base

Capex Schedule (KRW b)

Capex Schedule (KRW b)

549

1,064

1,221

2006

2007

Others

P7

Future production facilities

2,834

566

197

252

1,015

15

Total Shipments in m²

Q1 07 vs. Q4 06

: Mid-single digit (%)

ASP per m²

shipped

End of Q1 07 vs. End of Q4 06,

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

TV: Low teens (%)

IT: Low teens (%)

COGS per m²

Q1 07 : Mid-single digit (%)

2007 : 25 to 30%

EBITDA Margin

Q1 07 : Mid teens (%)

CAPEX

2007 : Approximately KRW 1 trillion

16
Questions and Answers
Questions and Answers

17
Appendix
Appendix

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

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

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

(8)
17
(7)

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

Assets

Cash and cash equivalents

Inventory

Liabilities

Short-term debt

Long-term debt

Shareholders

equity

Net debt to equity ratio (%)

(1%)

102%

(8%)

(1%)

21%

(13%)

(2%)

(11)

Source: Unaudited, Company financials

13,496

954

1,052

6,623

815

3,291

6,873

46

13,616

1,579

690

6,042

751

2,851

7,574

27

13,696

472

1,148

6,668

673

3,802

7,028

57

(1%)

(40%)

52%

10%

8%

15%

(9%)

19

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

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

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

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

Others

Convertible bonds (including FX valuation)

Stock appreciation right

ESOP

Pension expense

Income tax effect of US GAAP Adjustments

Amortization of IPR

Depreciation of PP&E

Capitalization of financial interests

Adjustment of AR discount loss

Net Income under K GAAP

US GAAP Adjustments

Net Income under US GAAP

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

KRW b

(174)

29

(1)

9

(1)

2

2

4

(1)

9

2

2

2

(145)

(321)

14

(1)

10

2

3

1

(1)

(1)

6

0

(4)

(1)

(307)

(769)

76

(3)

38

0

7

1

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

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

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

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

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

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

2. Interest Expense

5. Depreciation of PP&E

4.

Provision (benefit) for Income Taxes

7. Amortization of Debt Issuance Cost

6. Amortization of Intangible Asset

1. Net Income

3. Interest Income

US GAAP (KRW bn)

23

EBITDA Reconciliation (Continued)

EBITDA Reconciliation (Continued)

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

assets are in different stages of depreciation, and because we do not have separate operating divisions, our senior management uses EBITDA internally to measure the performance of these assets on a comparable basis. We also believe that the presentation of EBITDA will enhance an investor's understanding of our operating performance as we believe it is commonly reported and widely used by analysts and investors in our industry. It also provides useful information for comparison on a more comparable basis of our operating performance and those of our competitors, who follow different accounting policies. For example, depreciation on most of our equipment is made based on a four-year useful life while most of our competitors use different depreciation schedules from our own. EBITDA is not a measure determined in accordance with U.S. GAAP. EBITDA should not be considered as an alternative to operating income, cash flows from operating activities or net income, as determined in accordance with U.S. GAAP. Our calculation of EBITDA may not be comparable to similarly titled measures reported by other companies.

24
LG.Philips LCD makes
Technology you can see!

SIGNATURES

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

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

Date: January 16, 2007

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

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