

LG Electronics
Interim Consolidated Financial Statements
June 30, 2015 and 2014

LG Electronics
Notes to the Interim Consolidated Financial Statements
June 30, 2015 and 2014(unaudited), and December 31, 2014

iii) Investments in joint ventures are as follows:

<i>(in millions of Korean won)</i>	June 30, 2015				December 31, 2014			
	Acquisition cost	Net asset amount	Unrealized gain	Carrying amount	Acquisition cost	Net asset amount	Unrealized gain	Carrying amount
LG Holdings(HK) Ltd.	115,234	135,210	-	135,210	115,234	127,256	-	127,256
Arcelic-LG Klima Sanayi ve Ticarta A.S.(LGEAT)	14,718	43,180	(708)	42,472	14,718	44,908	(345)	44,563
EIC PROPERTIES PTE LTD.	9,636	14,081	-	14,081	9,636	13,912	-	13,912
LG-MRI LLC	516	616	-	616	516	639	-	639
Total	140,104	193,087	(708)	192,379	140,104	186,715	(345)	186,370

(b) **Associates** and joint ventures

i) Associates as of June 30, 2015, are as follows:

	Location	Closing Month	Percentage of ownership	Nature of relationships with the Group
LG Display Co., Ltd.	Korea	December	37.9%	Production and supply of display products
Ericsson-LG Co., Ltd	Korea	December	25.0%	Supply of communication devices and network solution products
Hitachi-LG Data Storage Inc.(HLDS)	Japan	December	49.0%	Production and supply of data storages
Korea Information Certificate Authority Inc. ¹	Korea	December	7.5%	Certificate services
LG Fuel Cell Systems Inc.	USA	December	29.2%	R&D of fuel cell
SKT Vietnam PTE., Ltd.	Singapore	December	25.4%	Communication services
One-Red, LLC	USA	March	25.0%	DVD related patent licensing

¹ Classified as an associate although the percentage of ownership is less than 20% because the Group can exercise its voting rights through the Board of Directors.

ii) Joint ventures as of June 30, 2015, are as follows:

All joint arrangements, over which the Group has joint control, are structured through separate companies and are categorized as joint ventures as the parties with joint control are assumed to have rights to the net assets of the arrangement.

<i>(in millions of Korean won)</i>	Location	Closing month	Percentage of ownership	Nature of relationships with the Group
LG Holdings(HK) Ltd.	China	December	49.0%	Real estate
Arcelic-LG Klima Sanayi ve Ticarta A.S.(LGEAT)	Turkey	December	50.0%	Production and supply of air conditioning products
EIC PROPERTIES PTE LTD.	Singapore	December	38.2%	Real estate
LG-MRI LLC	USA	December	50.0%	Production and supply of digital display products

iii) All associates and joint ventures are accounted for using the equity method.