

Decision on Paid-In Capital Increase(Voluntary Disclosure)(Material Business Matters of Subsidiary Company)

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| Subsidiary company | LOTTE Battery Materials USA Corporation | 's material business matters to report |
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| 1. Class and number of new shares | Common stock (shrs.) | 100 |
| | Different classes of stocks (shrs.) | 0 |
| 2. Par value per share (KRW) | | 13.75 |
| 3. Total number of shares issued before increase of capital stock | Common stock (shrs.) | 100 |
| | Different classes of stocks (shrs.) | 0 |
| 4. Purpose of financing | Facility investment (KRW) | - |
| | Business acquisition (KRW) | - |
| | Operating capital (KRW) | - |
| | Repayment of debt (KRW) | - |
| | Acquisition of securities issued by other corporations (KRW) | 275,000,000,000 |
| | Other purposes (KRW) | - |
| 5. Method of capital increase | | Rights offering |

[Rights Offering]

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| 6. Issuing price of new shares | Final Issuing price | Common stock (KRW) | 2,750,000,000 | | |
| | | Different classes of stocks (KRW) | - | | |
| | Expected issuing price | Common stock (KRW) | - | Expected date of finalization | - |
| | | Different classes of stocks (KRW) | - | Expected date of finalization | - |
| 7. Calculation method of issuing price | | | Followed by resolution of L OTTE Battery Materials USA Corporation's Board of Directors | | |
| 8. Record date for new share allotment | | | - | | |
| 9. Number of new shares per outstanding share | | | 1 | | |
| 10. Preferential allotment ratio for employee stock ownership association (%) | | | - | | |
| 11. Scheduled date of subscription | Employee shares ownership association | Start date | - | | |
| | | End date | - | | |
| | Existing shareholders | Start date | - | | |
| | | End date | - | | |
| 12. Date for payment of subscription money | | | 2022-09-29 | | |
| 13. Plan for handling forfeited shares | | | Following the Board of Director's resolution to distribute all forfeited shares to existing shareholders | | |
| 14. Record date of dividend payout | | | - | | |
| 15. Scheduled delivery date of new share certificates | | | 2022-09-29 | | |
| 16. Lead underwriter (in case of indirect offering) | | | Not Applicable | | |
| 17. Transfer of preemptive rights to new shares? | | | No | | |
| 18. Date of board resolution (decision date) | | | 2022-09-28 | | |
| - Attendance of outside directors | Present (No.) | | - | | |
| | Absent (No.) | | - | | |

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| - Attendance of auditors (members of Audit Committee who are not outside directors) | - |
| 19. Subject to filing of securities registration statement? | No |
| 20. Reasons for exemption from filing securities registration statement, if exempted | This is not direct offering and LOTTE Battery Materials USA Corporation is an unlisted overseas affiliate |
| 21. Subject to reporting to the Fair Trade Commission? | No |

22. Other matters to be factored into investment decisions

1. This disclosure is followed by LOTTE Battery Materials USA Corporation (hereinafter referred to as 'LBM')'s resolution of paid-in capital increase. LBM is a 100% owned subsidiary of LOTTE Chemical (hereinafter referred to as 'LCC')

2. LBM decided paid-in capital increase to secure investment funds for share acquisition of ILJIN materials and other battery business expansion promotion purposes.

All new issued 100 shares for paid-in capital increase will be distributed to the former shareholder LCC.

3. The acquisition which is mentioned above, has not been confirmed as of now. We will re-announce the details after it is confirmed.

4. Above '2. Par value per share', '4. Purpose of financing', and '6. Issuing price of new shares' was calculated after dividing the LCC Board of Director's resolved acquisition amount of ₩ 275,000,000,000 (KRW), by the LBM Board of Director's resolved acquisition amount of \$200,000,000 (USD) with exchange rate applied. 'Issuing price of new share' was calculated after dividing acquisition amount of \$200,000,000 (USD) by 100 shares.

5. Above '3. New shares' will be issued after distributing to existing 100 shares. So, with above statement in mind, '9. Number of new shares per outstanding share' was calculated.

6. The figures in the above '15. Scheduled delivery date of new shares certificates' is the first delivery date.

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| | <p>6. The figures in the above '15. Scheduled delivery date of new shares certificates' is the first delivery date of shares for payment. Newly issued 100 shares by LBM will be subsequently proceeded followed by the contract process.</p> <p>7. The figures in the below 'Details of Subsidiary Company' about 'Total assets' are based on the date of disclosure, as the subsidiary company is newly incorporated (in June 30th of 2022).</p> | |
| | ※ Related disclosure | - |

[Details of Subsidiary Company]

| Name of subsidiary company | LOTTE Battery Materials USA Corporation | Name in English | LOTTE Battery Materials USA Corporation |
|--|---|-----------------|---|
| - Representative | Jin Seob Lee | | |
| - Main business | Battery business Investment | | |
| - Major subsidiary company? | No | | |
| Total assets of subsidiary company (KRW) | 27,500,000,000 | | |
| Consolidated total assets of parent company (KRW) | 22,869,964,008,005 | | |
| Ratio to consolidated total assets of parent company (%) | 0.12 | | |