

Announcement of Issuance of New Shares and Record Date for New Share Allotment

In accordance with Article 416 of the Commercial Act, the company's board of directors held on 18 November 2022 decided to issue new shares as below, so we are announcing.

- Below -

1. Class and Number of New Shares : Registered Common Stock 8,500,000 shares (Par Value per new share: 5,000 KRW)
2. Method of Capital Increase : Public Offering of Forfeited Shares after Offering to Shareholders (Standby underwriting)
3. Issuing Price of New Shares : Based on the calculation basis of (former) Article 5-15-2 of the 'Regulations on Issuance and Disclosure of Securities', the confirmed issuing price is the lower of the 1st issuing price and the 2nd issuing price, at the discount rate of 20%. If the calculated price, at a discount rate of 40% applied to the weighted arithmetic average stock price from the 3rd to 5th trading day in the past before the subscription date, exceeds the lower of the 1st issuing price and the 2nd issuing price, the price shall be the final issuing price.
4. Record Date for New Share Allotment : 15 December 2022
5. New Share Allocation Method : As of 18:00 on the record date for new share allotment, 0.2000562099 shares per 1 share are allocated to shareholders registered in the shareholder list, but single stocks of less than 1 stock are not assigned.

Any forfeited shares and single-number shares after existing shareholder subscription and excessive subscription are publicly offered by the "lead manager," and when forfeited shares occur, the lead manager takes over all forfeited shares.
6. Scheduled Date of Subscription
 - a. Existing Shareholders : 19 January 2023 ~ 20 January 2023
 - b. Public Offering : 26 January 2023 ~ 27 January 2023

7. Date for Payment of Subscription Money : 31 January 2023

(Payment Bank : Standard Chartered Bank Korea,
Ltd. Yangjae-dong Corporate Finance Center)

8. Transfer of Warrant : Warrant certificates are listed on KRX and transfer is permitted

(Warrant certificate listing date : 4 January 2023~10 January 2023)

9. Others

- a. When the issue value of new shares is confirmed, it is disclosed in the Electronic Disclosure System of the Financial Supervisory Service, and notified on the company' s Internet homepage, replacing notification to individual shareholders
- b. Subscription Deposit is replaced with the payment of stock on the payment date, and there is no interest from the subscription date to the payment date
- c. Single stocks of less than 1 stock are rounded off and not assigned
- d. The above schedule may be changed in the process of mediation by related institutions or acceptance of securities registration statements
- e. Other incidental matters related to the issuance of new shares are delegated to the CEO

21 November 2022

LOTTE CHEMICAL CORPORATION

300, Olympic-ro, Songpa-gu, Seoul, Republic of Korea

CEO Kim Gyo-hyun(official seal omitted)

Transfer Agent, Securities Agency of Hana Bank