

The Depository Trust Company

IMPORTANT

B#: 2263

DATE: August 01, 2001

TO: All Participants

CATEGORY: Dividends

FROM: Nilesh Desai, Supervisor, Dividend Department

ATTENTION: Dividend Managers, Cashiers & Reorganization Managers

SUBJECT: Rights: LG Chem Investment, Ltd.
GDS CUSIP#: 501953103 Rights Contra CUSIP#: 501953996
R/D: 7/27/01 Expires: 8/22/01 (2:15 P.M. N.Y.C. time)
Rate: 0.8532895 rights for every GDS held

*******WARNING TIME CRITICAL*******

LG Chem Investment, Ltd. is offering non-transferable rights to holders of its Global Depository Shares (“GDSs”) as of July 27, 2001 (the “Record Date”).

The Depository Trust Company (“DTC”) credited rights to participants’ accounts on July 31, 2001. Fractional entitlements will be paid in cash from the sale of unexercised rights, if any.

THE DIVIDEND POSITION AND ALLOCATION HISTORY (DPAL) OPTION, ACCESSED VIA THE PTS DIVIDEND ANNOUNCEMENTS INQUIRY (DIVA) FUNCTION, SHOULD BE USED TO CONFIRM YOUR RECORD DATE POSITION HISTORY AND PAYMENT INFORMATION.

IT IS IMPORTANT THAT PARTICIPANTS REFER TO THE DTC REORGANIZATION INQUIRY FOR PARTICIPANTS (RIPS CODE 59) FOR INFORMATION REGARDING THE SUBSCRIPTION PRIVILEGE WHICH WILL BE AVAILABLE SHORTLY.

If participants have any questions concerning this Important Notice, please contact Mr. Ray Lew or Mr. John McCarthy of DTC’s Stock Dividend Department at (212) 855-4523/4521.

If participants have any questions concerning the rights offering, they may contact Mr. Richard Etienne of Citibank at (212) 657-5938.