

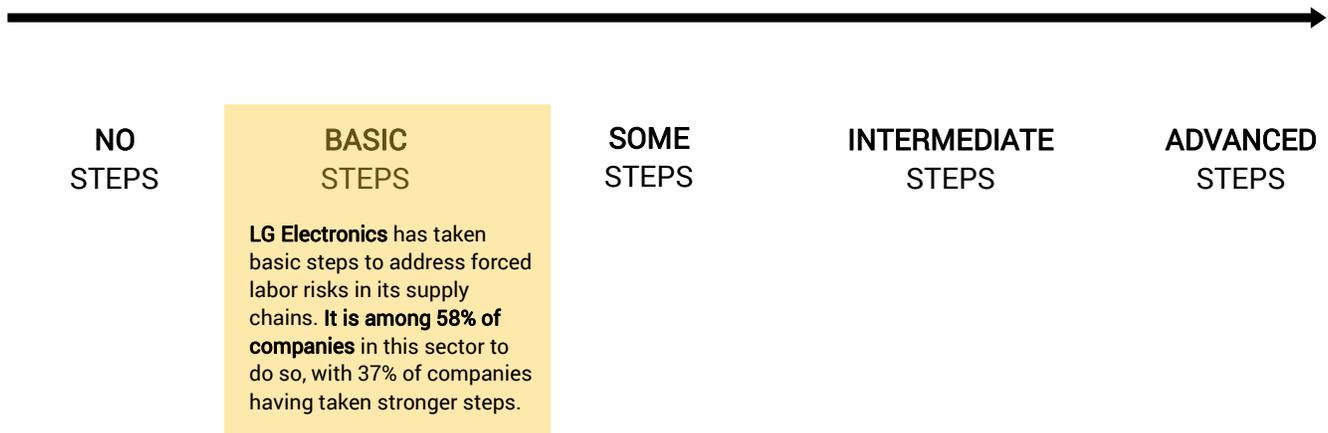
LG Electronics Inc.

TICKER KRX:66570	MARKET CAPITALIZATION US\$16 billion	HEADQUARTERS South Korea
DISCLOSURES <u>UK Modern Slavery Act</u> : Yes (Disclosure of Subsidiary)		TARGETS Yes

California Transparency in Supply Chains Act: Not applicable

LG Electronics Inc. (LG Electronics), a South Korean consumer electronics company, has taken basic steps to address forced labor risks in its supply chains. It discloses a similar amount of information to the global sector average. However, other consumer electronics companies such as Sony, and other South Korean electronics companies such as Samsung, disclose taking stronger steps. KnowTheChain identified one allegation of forced labor in the company's supply chains. The company does not disclose engagement with affected stakeholders nor remedy outcomes for workers.

STEPS TAKEN TO ADDRESS FORCED LABOR RISKS IN SUPPLY CHAINS



SUPPLY CHAIN TRANSPARENCY

Supplier List (Including Names and Addresses)	No
Information on Supply Chain Workforce	No

🚩 The company discloses sourcing from China and Malaysia, two countries where electronics may be produced using forced labor.¹

¹ US Department of Labor (20 September 2018), "[List of Goods Produced by Child Labor or Forced Labor.](#)"

SUBSET OF INDICATORS

 NOT MET  PARTIALLY MET  MET	Policy / Process	Outcomes
Supplier Code of Conduct and Integration into Supplier Contracts		
Management and Accountability		Not Applicable
Internal Management		
Board Oversight		Not Applicable
Stakeholder Engagement		
Local Stakeholders		
Peers		
Risk Assessment		
Purchasing Practices		
Recruitment Fees		
Freedom of Association		Not Applicable
Working with Unions		
Examples of Improvements		
Grievance Mechanism		
Remedy Programs / Response to Allegations		

For example, the company has adopted a supplier code that prohibits forced labor and worker-paid recruitment fees and requires its suppliers to set up grievance mechanisms for workers. Further, the company discloses an “Executive Council for Sustainability Management” consisting of executive employees from the labor, human rights, and supply chain management teams. It also actively participates in the Responsible Business Alliance to address forced labor.

Additional steps the company could take include

- assessing forced labor risks in its supply chains (beyond supplier self-assessments) and disclosing the risks identified;
- taking steps to ensure that workers in its supply chains are able to exercise their right to freedom of association and collective bargaining; and
- developing a remedy process and disclosing remedy outcomes for supply chain workers.

COMPANY ENGAGED WITH KNOWTHECHAIN

No