

Articles of incorporation

Chapter 1 General Supplementary Provisions

Article 1 (Trade Name)

The trade name of our company (hereinafter referred to as our company) is Lotte Shopping Co., Ltd.

Article 2 (Purpose)

Our purpose is to:

- (1) Operations related to the establishment and operation of department stores, large stores and supermarkets
- (2) Business related to the production, processing and wholesale/retail of clothing, leathers, toys (excluding toys), foods (cakes) and various other daily necessities
3. Activities related to various recreational facilities, food and beverage stands, gymnasiums, concert halls, parking lots and other services and operations
- (4) Tourism mediation, publication and sale of tourist books, sales of specialty goods, photography, and exchange of money
- (5) Activities related to interior and advertising
- (6) Activities related to new sales, buying and selling, mediation and leasing of real estate
- (7) Business related to import and export
- (8) Credit card business
- (9) Cultural Activities
- (10) Sales of medical equipment and sanitary goods

- (11) Services for the provision of services
- (12) Manufacturing and selling food additives
- (13) Food processing and sales industries
- (14) Sales of agricultural, marine and livestock products
- (15) Sales of small portions of food
- (16) Manufacturing and marketing industries for chemical conversion
- (17) The production and sales of tea
- (18) Specialized Distribution Business
- (19) The manufacturing and selling businesses of confectionery
- (20) The production and sale of seasoned food
- (21) Manufacturing, processing and selling businesses of other food products
- (22) Other food sales businesses
- (23) The manufacturing and processing and sales business of cardboard
- (24) Manufacturing and processing and sales of synthetic resin products
- (25) Paper manufacturing and processing sales
- (26) Operation of passenger car terminal business and related incidental business
- (27) Entertainment
- (28) Tourism Business
- (29) Movie show business, film system work, film distribution business, film import business and accessories all
- (30) Travel business
- (31) Operation of Telecommunications Education Centers for Lifelong Education
- (32) Supermarket franchise

- (33) Alcoholic liquor intermediary business
- (34) Operation of Lifelong Education Centers
- (35) Development of new and renewable energy
- (36) photovoltaic power generation
- (37) Retail sales of oil and fuel
- (38) Gasoline Stations-Related Business
- (39) Telemarketing Business
- (40) Electronic Commerce Business
- (41) Non-Store Sales
- (42) Food collection, storage, delivery and packaging
- (43) Storage
- (44) Any other business incidental to the business set forth in the preceding items

Article 3 (Location of Head Office and Branch Office)

- (1) Our head office will be located in Seoul, Korea.
- (2) By resolution of the board of directors, we may establish branches and local subsidiaries in Korea and abroad, if necessary. We can also establish business offices, business offices and offices if necessary.

Article 4 (Method of Public Notice)

Our public notice will be posted on the Internet website at <http://www.lotteshoppingir.com>. However, if it is impossible to advertise on the company's website due to computer problems or other unavoidable circumstances, it will be published in the daily Korean Economic Daily, which is published in the Seoul Special City.

Chapter 2 Shares

Article 5 (Total number of shares to be issued)

The total number of shares we issue is 60,000,000 shares.

Article 6 (Amount of one share)

The amount of each share we issue is 5,000 won.

Article 7 (Total number of shares issued at incorporation)

The total number of shares we issue at the time of establishment is 10,000 shares.

Article 8 (E-registration of the type of shares and shares, Rights to be shown on the certificate of warrant)

(1) The classes of shares we issue shall be registered common shares and registered preferred shares.

(2) Instead of issuing sovereign and warrant certificates, the company electronically registers the rights to be displayed on the stock and warrant certificates in the electronic registration account books of the electronic registration agency.

Article 9 (Number and content of preferred shares)

(1) The preferred shares we issue shall not be entitled to vote, and the number of preferred shares shall be up to one-fourth of the total number of such shares.

(2) The dividend rate of preferred shares may not be less than 5% annually based on the face value as determined by the board of directors at the time of issue.

(3) If the dividend rate of the common shares exceeds the dividend rate of the preferred shares,

the excess amount shall be distributed additionally with the participation of the preferred shares in the same proportion as the common shares at the time of dividend of the common shares.

(4) Where a prescribed dividend cannot be made to preferred shares in a business year, the accumulated non-dividend portion shall be allocated in preference to the distribution in the following business year.

(5) If there is a resolution of a shareholders meeting that the preferred shares are not to be distributed as prescribed, the preferred shares shall have voting rights from the following general meeting after the general meeting with a resolution to distribute dividends to preferred shares:

(6) In cases where we issue shares to existing shareholders by way of a free or chargeable share increase, the allocation of new shares to preferred shares shall be common shares in the case of a free share increase, or the same type of preferred shares.

(7) The duration of the preferred shares shall be within 10 years from the date of issue and shall be determined by the Board of Directors at the time of issue, and such shares shall be converted into common shares upon expiration of the duration. However, if the prescribed dividends cannot be paid during the prescribed period, the prescribed period shall be extended until the prescribed dividends are completed. In this case, Section 11 shall apply mutatis mutandis to the distribution of profits to shares issued as a result of conversion.

Article 10 (Right to subscribe for new shares)

(1) Upon issuing new shares, our shareholders shall be entitled to receive new shares in proportion to the number of shares held by each shareholder.

(2) Notwithstanding subsection (1) above, we may assign new shares to persons other than shareholders by resolution of the board of directors in the following cases: However, the total number of shares issued in accordance with the following provisions, excluding item 3, shall not exceed 50% of the total number of issued shares.

1. In order for our company to list its share certificates on the stock market, we invite new shares, or we ask subscribers to subscribe for new shares.

2. When we issue new shares based on Article 165-6 of the Capital Markets and Financial Investment Business Act by way of general public offering of shares

3. In the case where we preferentially allocate new shares to members of the Employee Holding Company under Article 32 of the Basic Act on Welfare of Workers or Article 165-7 of the Act on Capital Markets and Financial Investment.

4. In the case where we issue new shares based on Article 165-16 of the Capital Markets and the Financial Investment Business Act, we issue new shares by issuing stock deposit certificates (DRs).

5. When new shares are issued for the purpose of foreign investment under the Foreign Investment Promotion Act, as necessary for management.

6. If we issue new shares to domestic and foreign financial institutions when we need to raise funds urgently.

7. If we issue new shares to its partners for technology introduction

(3) If the shareholders renounce or lose the right to subscribe for new shares, or if a new share is allotted, the shares shall be treated under a resolution of the board of directors.

Article 11 (Standard date for dividend of new shares)

If we issue new shares by issuing shares to shareholders through a pay increase, by issuing shares to shareholders or by offering shares to shareholders through a pay increase, the distribution of profits to such new shares shall be deemed to be at the end of the business year.

Article 12 (Subsent for Replacement of Name)

(1) We shall have a transfer agent for shares.

(2) The name transfer agent, the place of administration and the scope of administration shall be determined and published by resolution of the board of directors.

(3) The company's stockholder list or its copy shall be placed in the place of business of the person in charge of the agent's office, and the electronic registration of the stock, management of the stockholder's book and other matters shall be handled by the person in charge of the person in charge of the person in charge.

(4) The procedure for handling the affairs set forth in paragraph (3) of this Article by a transfer agent shall be governed by the provisions concerning the transfer of the name of the securities of the transfer agent.

Article 13 Deletion

Article 14 (Closing the Shareholder Registry and the Record Date)

(1) The company suspends entry changes in its shareholders' list on rights from Jan. 1 to Jan. 15 every year.

(2) Each year, the shareholders entered in the final shareholder registry on December 31 shall exercise their rights at the annual shareholders meeting for the accounting period.

(3) The company may suspend the change of the listing of shareholders on rights by a resolution of the Board of Directors for a period not exceeding three months if necessary, or may make the shareholders listed on the list exercise their rights on the date set by the Board of Directors' resolution, and may, if the Board of Directors deems necessary, amend the listing of shareholders and designate the standard date. The company shall publish this notice two weeks in advance.

Chapter 3 Corporate Bonds

Article 15 (Issuance of Company Bonds)

(1) We may issue bonds in accordance with the resolution of the board of directors.

(2) The Board of Directors may delegate the issuance of bonds to the representative director within a period not exceeding one year after the determination of the amount and type of bonds.

Article 15-2 (Issuance of convertible bonds)

(1) We may issue convertible bonds to persons other than shareholders by a resolution of the

board of directors, within the scope of the total face value of convertible bonds not exceeding 2 trillion won.

1. Where convertible bonds are issued in such a manner as to give the opportunity to apply for bond underwriting to specific persons (including our shareholders) when it is necessary to achieve the business objectives of the company, such as introducing new technologies and improving financial structure

2. In the event that an opportunity is given to a large number of unspecified persons (including our shareholders) to apply for corporate bonds, and the convertible bonds are issued in such a manner as to distribute the bonds to the applicants.

3. When convertible bonds are issued overseas pursuant to Article 165-16 of the "Act on Capital Markets and Financial Investment"

4. If we issue convertible bonds to domestic and foreign financial institutions when we need to raise funds urgently.

5. When convertible bonds are issued to attract foreign investment

(2) In cases where bonds are distributed in the form of paragraph (1), item (ii), the bonds shall be distributed by resolution of the board of directors in a form that falls under any of the following items:

1. A method of distributing bonds to many and unspecified applicants without classifying the types of persons who give the opportunity to apply for bond acceptance

2. The method of giving priority to shareholders an opportunity to subscribe for corporate bonds and giving the unspecified majority the opportunity to distribute corporate bonds if there are any other corporate bonds.

3. The method of granting the opportunity to apply for corporate bond subscriptions to a person of a particular type based on reasonable standards established by relevant laws, such as demand forecasting established by an investment trader or investment intermediary as a subscriber or intermediary.

(3) The Board of Directors may, in issuing convertible bonds under subsection (1), issue convertible bonds only on part of them.

(4) Shares issued by conversion shall be common shares or preferred shares, and the conversion

value shall be the face value or higher of the shares and shall be determined by the Board of Directors at the time of issuance of such convertible bonds.

(5) The period for which conversion may be requested shall be from the day one month after the issue date of the convertible bonds to the day before the redemption date. However, if convertible bonds are issued by a method other than solicitation, they shall be issued from the day one year after the issue date of the bonds until the day immediately preceding the redemption date. However, the request period for conversion may be adjusted by a resolution of the board of directors within the above period.

(6) With regard to the payment of dividends for shares issued by conversion and interest on convertible bonds, the provisions of Article 11 shall apply mutatis mutandis.

Article 16 (Issuance of Shares, etc.)

(1) We may issue new shares to persons other than shareholders by a resolution of the board of directors within the scope of the total face value of the bonds not exceeding two hundred billion won.

1. In the case where it is necessary to achieve the business purpose of a company, such as introducing new technologies and improving its financial structure, the issue of new stock subscription rights and bonds is made in such a manner as to give an opportunity to subscribe.

2. In the event that a large number of unspecified persons (including our shareholders) are given the opportunity to apply for corporate bonds, and in accordance with this opportunity, new stock subscription rights and bonds are issued to those who apply for corporate bonds.

3. In the case of issuing new stock subscription rights overseas under Article 165-16 of the Capital Markets and Financial Investment Business Act

4. If we issue new share subscription rights to domestic and foreign financial institutions when we need to raise funds urgently.

5. In order to attract foreign investment, issue new stock subscription rights

(2) In cases where bonds are distributed in the form of paragraph (1), item (ii), the bonds shall be distributed by resolution of the board of directors in a form that falls under any of the following items:

1. A method of distributing bonds to many and unspecified applicants without classifying the types of persons who give the opportunity to apply for bond acceptance

2. The method of giving priority to shareholders an opportunity to subscribe for corporate bonds and giving the unspecified majority the opportunity to distribute corporate bonds if there are any other corporate bonds.

3. The method of granting the opportunity to apply for corporate bond subscriptions to a person of a particular type based on reasonable standards established by relevant laws, such as demand forecasting established by an investment trader or investment intermediary as a subscriber or intermediary.

(3) The amount for which new shares may be requested shall be determined by the Board of Directors within a limit not exceeding the face value of the bonds.

(4) The classes of shares issued upon exercise of the right to subscribe for new shares shall be common shares or preferred shares, and the issue price shall be fixed by the Board of Directors at the time of issue of bonds at the face value or higher.

(5) The period during which a new share subscription right may be exercised shall be from the day one month after the issue date of such bonds to the day immediately preceding the redemption date. However, if a new share subscription right is issued by a method other than solicitation, it shall be from the day one year after the issue date of the bonds until the day immediately preceding the redemption date. However, the exercise period of the new stock subscription rights can be adjusted by a resolution of the board of directors within the above period.

(6) The provisions of Article 11 shall apply mutatis mutandis to dividends of shares issued by exercise of a new share subscription right and payment of interest on new share subscription.

Article 16-2 (Electronic Registration of Rights to Be Marked on Private Bonds)

Instead of issuing private bonds and warrants, the company electronically registers the rights to be displayed in the electronic registration account books of the electronic registration agency.

Article 17 (Provisions Applied Mutatis Mutandis to Bond Issuance)

The provisions of Articles 12 shall apply mutatis mutandis to bond issues.

Chapter 4 Shareholders Meeting

Article 18 (Calling time)

The shareholders' meeting shall be convened within three months of the end of each settlement period, and the extraordinary shareholders' meeting shall, if necessary, convene from time to time as prescribed by other laws and regulations of the board of directors's decision.

Article 19 (Convenor)

(1) Shareholders meeting shall be convened by the Representative Director based on a resolution of the Board of Directors, unless otherwise provided for in laws and regulations.

(2) Where the representative director is in an accident, the provisions of Article 36(2) shall apply mutatis mutandis.

Article 20 (Notice of Convocation and Public Notice)

(1) The notice of the general meeting of shareholders shall state the date, place and purpose of the meeting and shall be sent to each shareholder by means of a document or electronic document approved by each shareholder by two weeks prior to the general meeting date.

(2) The notification of invocation to shareholders who own less than one hundredth of the total number of voting shares shall be published by the Korea Economic Daily and the Korea Economic Daily or Financial Supervisory Service, including at least two weeks prior to the shareholders meeting.

Article 21 (Convocation)

Shareholders' meetings will be held at our head office, but may be held in neighboring areas

if necessary.

Article 22 (Chair)

(1) The representative director shall chair the shareholders meeting.

(2) Where the representative director is in an accident, the provisions of Article 36(2) shall apply mutatis mutandis.

Article 23 (Preservation of order by Chairman)

(1) The chairperson of the shareholders meeting may order a person who intentionally obstructs the progress of the proceedings, who is seriously disordered, to stop or leave.

(2) The chairperson of the shareholders meeting may limit the time and number of comments made by the shareholders if deemed necessary for the smooth progress of the proceedings.

Article 24 (Voting rights)

Each shareholder shall have one voting right for each share he owns.

Article 25 (Restrictions on Voting Rights by Shareholding)

If we, our parent company and our subsidiaries or our subsidiaries hold more than one-tenth of the total number of issued shares of another company, such other company shall not exercise any voting rights on our shares.

Article 26 (Universal exercise of voting rights)

(1) Where a person with two or more voting rights intends to exercise the voting rights in an inconsistent manner, a written notice to that effect and the reasons therefor shall be given to us three days prior to the date of the meeting.

(2) We may refuse to exercise the voting rights of shareholders. However, this shall not apply where the shareholders take over the trust of shares or hold shares on behalf of others or on behalf of others.

Article 27 (Voting by proxy)

(1) Shareholders may exercise their voting rights by proxy.

(2) In the case of subsection (1), the representative shall submit a document (a power of attorney) proving his authority of representation before the commencement of the shareholders meeting.

Article 28 (Method of Resolutions of Shareholders Meetings)

Resolutions of shareholders meetings shall be made by a majority of the voting rights of the shareholders present and a quarter or more of the total number of shares held, except as otherwise provided by relevant laws and regulations and articles of incorporation.

Article 29 (Preparation of minutes of shareholders meeting)

The proceedings of the shareholders meeting shall be recorded in the minutes of the proceedings and such minutes shall be kept at our head office and branch office after the chairman and the attending director have signed or signed.

Chapter 5 Directors and Board of Directors

Article 30 (Number of directors)

Our company has three or more directors and 11 or fewer outside directors, so that the majority of the total number of directors becomes three or more.

Article 31 (Appointment of Directors)

(1) The directors shall be appointed at the shareholders meeting.

(2) The appointment of directors shall be made with a majority of the voting rights of the

shareholders present, but shall be made with a quarter or more of the total number of issued shares.

(3) Where two or more directors are appointed, the centralized voting system set forth in Article 382-2 of the Commercial Code shall not apply.

Article 32 (Recommendations of candidates for outside directors)

(1) The Committee for Recommended Candidates for Outside Directors recommends Outside Directors candidates from persons who have relevant legal and regulatory qualifications.

(2) Detailed matters concerning the recommendation and qualification examination of outside directors candidates shall be decided by the outside directors candidate recommendation committee.

Article 33 (Director's Term of Office)

The term of office of directors shall be three years; provided, however, that if the annual shareholders meeting is held within one month prior to the expiration of the term, the term shall expire at the conclusion of the general meeting.

Article 34 (Complemental selection of directors)

(1) In the event of a vacancy in the board of directors, such vacancy shall be elected by resolution of the shareholders meeting. However, if the number of persons is up to the number specified in Article 30 of the articles of incorporation and does not hinder the execution of business, such persons shall not be selected as a substitute.

(2) If external directors cease to reach the number specified in Article 30 of the Articles of Incorporation due to reasons such as resignation, death, etc., the requirements shall be met at the first shareholders meeting called after such grounds occur.

Article 35 (Appointment of Representative Director, etc.)

We can appoint a few representative directors by resolution of the board of directors.

Article 36 (Duties of Directors)

(1) The Representative Director represents us and oversees all of our operations, and where there are multiple Representative Directors, each Representative Director represents us. The directors shall perform the duties of the Company in accordance with the decisions of the Board of Directors.

(2) The vice-president shall assist the representative director, and the managing director shall assist the representative director and vice-president. If the representative director is in an accident, the vice-president shall, and if the vice-president is in an accident, the managing director shall perform the duties on behalf of the vice-president.

Article 37 (Duty of Director to Report)

(1) Each director shall report to the Board at least once every three months on the status of execution of his/her business.

(2) If the director finds any fact which may cause serious damage to us, he shall immediately report such fact to the Board of Audit.

Article 38 (Composition and Convocation of Board of Directors)

(1) Board of directors shall consist of directors. The board of directors shall adopt important matters concerning the execution of business.

(2) The Board of Directors shall be convened with notice to each director one week prior to the date of the meeting, if there is a representative director or a director separately appointed by the Board of Directors. However, such notice may be omitted with the consent of all directors.

(3) The chairperson of the board of directors shall be the Convener of the board of directors meeting under the preceding paragraph.

Article 39 (Method of Resolution by Board of Directors)

(1) Resolutions of the board of directors shall be made by the attendance of a majority of the directors and the approval of a majority of the directors present. However, the resolution of the board of directors shall be made with the approval of two-thirds or more of the voting rights of the present directors for subjects falling under Article 397-2 (prohibition of corporate opportunity diversion) and/or Article 398.

(2) The Board of Directors may allow all or part of the board of directors to exercise their voting rights by means of telecommunications in which they do not attend the board of directors directly and transmit and receive their voices simultaneously. In such a case, the director shall be deemed to have attended the Board of Directors.

(3) No person with a special interest in a resolution of the board of directors may exercise his/her voting rights.

Article 40 (Record of Board of Directors)

1. The proceedings of the board of directors shall be entered in the minutes.
- (2) The minutes shall contain items of the proceedings, the progress of the proceedings, as a result, those against the resolution and the reasons for opposition thereto, and the directors present at the meeting shall affix their names, seals or signatures to the minutes.

Article 41 (Committee)

- (1) We shall have the following committees within the board of directors:
 1. Committee for Recommended Candidates for External Directors
 2. Audit Committee
 3. Management Committee
 4. Compensation Committee
 5. Other committees required by Board of Directors
- (2) Details of the composition, authority and operation of each Committee shall be determined by resolution of the Board of Directors.
- (3) Sections 38, 39 and 40 shall apply mutatis mutandis to the Commission.

Article 42 (Remuneration and Retirement Allowance of Director)

- (1) The remuneration of the directors shall be determined by a resolution of the shareholders meeting.
- (2) Payment of directors' retirement allowances shall be governed by the provisions for payment of executive retirement allowances which have been effected by resolution of shareholders meetings.

Article 43 (Deleted)

Chapter VI Audit Committee

Article 44 (Composition of Audit Committee)

- (1) In lieu of company auditors, we shall establish an audit committee in accordance with Article 41 of the Articles of Incorporation.
- (2) The audit committee shall consist of three or more directors.

(3) More than two-thirds of the members of the audit committee must be outside directors. Members who are not outside directors shall meet the requirements of Article 542-11(3) of the Commercial Code.

4. Shareholders who hold more than three hundredths of the total number of voting shares may not exercise their voting rights in respect of excess shares in the appointment of a member of the audit committee who is an external director.

(5) The appointment of members of the audit committee other than outside directors shall not allow the exercise of voting rights by the principal shareholder and his/her holder, or by any person who has delegated voting rights to the principal shareholder or his/her holder.

(6) The Board of Audit shall, by resolution, appoint a representative of the Board. In this case, the chairman of the Committee shall be an outside director.

(7) If the number of outside directors falls short of the components of the audit committee set out in this section due to the resignation or death of outside directors, the requirements shall be met at the shareholders meeting convened for the first time after the reasons arise.

Article 45 (Duties of Audit Committee)

(1) The Audit Committee shall audit our accounting and operations.

(2) The Audit Committee may submit to the Board a document stating the purpose of the meeting and the reasons for the calling, and request the calling of the extraordinary shareholders meeting.

(3) The Board of Audit may require its subsidiaries to report operational details, if necessary, in order to perform their duties. In this case, if a subsidiary company does not report without delay or if it is necessary to confirm the report, the status of the operations and property of the subsidiary company may be investigated.

(4) The Audit Committee shall select external auditors.

(5) In addition to what is provided for in paragraphs (1) to (4), the Audit Committee shall handle the matters delegated by the Board.

(6) The Board of Directors shall not revoke or reconsider the decision of the audit committee.

Article 46 (Audit Record of Audit Committee)

The Board of Audit shall prepare an audit report for the audit, which shall contain the audit procedures and the results thereof, and shall be signed or signed by the members of the Board of Audit who have audited.

CHAPTER VII ACCOUNTING

Article 47 (Business Year)

Our business year starts on Jan. 1 every year and ends on Dec. 31. Our company will settle accounts at the end of each term.

Article 48 (Preparation and keeping of financial documents and sales reports, etc.)

(1) The representative director of our company shall prepare the following documents, their annexed detailed statements and sales reports six weeks prior to the annual shareholders meeting and submit them to the annual shareholders meeting under the audit of the audit committee:

1. Balance Sheet

2. Profit and Loss Statement

3. Other documents specified in the Order for Enforcement of the Commercial Code that state the company's financial condition and management performance.

(2) Each document specified in subsection (1) shall contain consolidated financial statements.

(3) The Board of Audit shall submit an audit report to the representative director by one week prior to the annual shareholders meeting.

(4) The representative director shall keep the documents and attachments specified in paragraph (1) together with the business and audit reports at the head office for five years from the day of the annual shareholders meeting and prepare copies thereof at the branch office for

three years.

(5) The representative director shall publish the balance sheet and the audit opinion of the external auditor immediately after the documents provided for in paragraph (1) of this Article are approved at the shareholders meeting.

Article 49 (Appointment of an External Accounting Auditor)

The company appoints external auditors selected by the Audit Committee according to the provisions of the Act on External Audit of Stock Companies, etc., and notifies or publishes them to shareholders as provided in the Enforcement Decree of the Act on External Audits of Companies, etc.

Article 50 (Disposition of profit)

We will dispose of the profit surplus before disposal as follows at the end of this year.

1. Profit reserve (profit reserve under commercial law)
2. Other statutory reserves
3. Dividend
4. Voluntary Reserve
5. Other Profits
6. Retained Income Surplus

Article 51 (Dividend of profit)

- (1) Distribution of profits may be made in money and shares.
- (2) In the case of making dividends of profits in shares, if we issue more than one kind of shares, we may distribute dividends in other classes of shares by resolution of shareholders meeting.
- (3) Dividends under paragraph (1) shall be paid to the shareholders or registered pledgees

entered in our shareholder registry as of the end of each accounting period.

Article 51-2 (Interim Distribution)

(1) Our company may set a fixed base date by a resolution of the board of directors only once in a business year and make an interim dividend pursuant to Article 46 of the Commercial Code to shareholders of the relevant base date.

(2) Intermediate dividends shall be limited to the amount obtained by deducting the amount set forth in the following items from the amount of net assets on the balance sheet for the most recent accounting period:

1. Amount of stated capital during the most recent accounting period
2. Total capital and profit reserve accrued through the previous accounting period
3. Unrealized profit from the enforcement of the Commercial Code
4. Amount determined to distribute profit at the annual shareholders meeting for the most recent accounting period
5. Voluntary Reserves accrued for a specific purpose by the provisions of the articles of incorporation or by a resolution of a shareholders meeting until the most recent accounting period
6. Profit reserves that must be accrued for the accounting period by interim dividends

3. If new shares are issued after the start of the business year and before the base date of paragraph 1 of this Article (including capital transfers of reserves, share dividends, conversion requests of convertible bonds, and shares immediately prior to the exercise of new shares).

Article 52 (Extinctive Prescription of Right to Demand Payment of Dividend)

(1) The extinctive prescription shall be completed if the claim for payment of dividends is not exercised for five years.

(2) After the expiration of the period of time prescribed in paragraph (1), such dividends shall belong to us.

Supplementary Provisions (November 7, 2005)

1. This article shall come into effect as of November 7, 2005. Section 20(2) and Section 48(3) shall, however, be effective after the company has newly listed its shares in the securities markets established by the Korea Securities Exchange, and Article 30, Article 32 and Article 34(2).

2. Until an audit committee is formed in accordance with our articles of incorporation, current auditors shall have the same rights and obligations as auditors under the Commercial Code and the articles of incorporation.

3. External directors appointed at the first shareholders meeting to be convened after the amendment of our articles of incorporation shall be deemed to have received the recommendation of the External Directors Candidate Recommendation Committee pursuant to Article 32.

Supplementary Provisions (March 30, 2006)

1. This article shall come into effect as of March 30, 2006.

2. Section 33 shall apply from the time when a new director is first appointed after the amendment of this Articles of Incorporation.

Supplementary Provisions (March 7, 2008)

1. This article shall come into effect as of March 7, 2008.

Supplementary Provisions (March 26, 2010)

1. This article shall come into effect as of March 26, 2010.

Supplementary Provisions (March 18, 2011)

1. This article shall come into effect as of March 18, 2011.

Supplementary Provisions (March 23, 2012)

1. This article shall come into effect as of April 15, 2012.

Supplementary Provisions (March 21, 2014)

1. This article shall come into effect as of March 21, 2014.

Supplementary Provisions (March 24, 2017)

1. This articles of incorporation shall come into effect as of March 24, 2017.

2. Convertible bonds and new share subscription rights issued prior to March 23, 2017 are amended in Article 15bis(1) and Article 15bis(1) are amended without subtracting the issue limits associated with Article 16bis(1) from the new issue limits.

Supplementary Provisions (August 29, 2017)

1. This article shall come into effect as of August 29, 2017.

Supplementary Provisions (March 29, 2019)

1. The charter will go into effect on March 29, 2019. However, the amendments made to Articles 8, 12, 13, 14, 16, 2 and 17 shall take effect from the date on which the Enforcement Decree of the Act on Electronic Registration of Shares, Private Bonds, etc. goes into effect. Articles 8, 12, 13, 14 and 17 of the old articles of association (before they were amended as of March 29, 1919) continue to apply in force until the Enforcement Decree of the Act on Electronic Registration of Shares, Private Bonds, etc. is enforced.