2011 JUL 18 A 9:16 ALEXANDRA J. SHEPARD (Cal. Bar No. 205143) 1 CHRISTOPHER M. RIES (OH Bar No. 0080028) 2 **Antitrust Division** U.S. Department of Justice 3 450 Golden Gate Avenue Box 36046, Room 10-0101 4 San Francisco, CA 94102-3478 Tel: (415) 436-6660; Fax: (415) 436-6687 5 alexandra.shepard@usdoj.gov christopher.ries@usdoj.gov 6 Attorneys for the United States 7 8 UNITED STATES DISTRICT COURT 9 NORTHERN DISTRICT OF CALIFORNIA 10 SAN FRANCISCO DIVISION 11 12 UNITED STATES OF AMERICA 13 INFORMATION 14 ٧. VIOLATION: Title 15, United States Code, 15 Section 1 (Price Fixing) LG CHEM, LTD., RS 16 San Francisco Venue Defendant. 17 18 The United States of America, acting through its attorneys, charges: 19 20 DESCRIPTION OF THE OFFENSE 21 LG Chem, Ltd. ("defendant") is made a defendant on the charge stated below: 1. 22 2. From about April 2007 until about September 2008, the defendant and its co-23 conspirators entered into and engaged in a combination and conspiracy in the United States 24 and elsewhere to suppress and eliminate competition by fixing the prices of cylindrical lithium 25 ion battery cells sold in the United States and elsewhere for use in notebook computer battery 26 packs. The combination and conspiracy engaged in by the defendant and its co-conspirators 27 was an unreasonable restraint of interstate and foreign trade and commerce in violation of 28 1

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Section 1 of the Sherman Act (15 U.S.C. § 1). The defendant knowingly joined and participated in the charged conspiracy from about April 2007 until about September 2008.

- 3. The charged combination and conspiracy consisted of a continuing agreement, understanding, and concert of action among the defendant and its co-conspirators, the substantial terms of which were to agree to fix the prices of cylindrical lithium ion battery cells used in notebook computer battery packs.
- 4. For the purpose of forming and carrying out the charged combination and conspiracy, the defendant and its co-conspirators did those things that they combined and conspired to do, including, among other things:
 - (a) participating in meetings, conversations, and communications in Korea,

 Japan, and elsewhere to discuss the prices of cylindrical lithium ion

 battery cells for use in notebook computer battery packs;
 - agreeing, during those meetings, conversations, and communications, to charge prices of cylindrical lithium ion battery cells for use in notebook computer battery packs at certain predetermined levels;
 - (c) issuing price quotations in accordance with the agreements reached;
 - (d) collecting and exchanging information on prices and sales of cylindrical lithium ion battery cells for the purpose of monitoring and enforcing adherence to the agreed-upon prices;
 - (e) authorizing, ordering, and consenting to the participation of subordinate employees in the conspiracy; and
 - (f) taking steps to conceal the conspiracy and conspiratorial contacts, conversations, and communications through various means.

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DEFENDANTS AND CO-CONSPIRATORS

- 5. LG Chem, Ltd. is a corporation organized and existing under the laws of the Republic of Korea. During the time period covered by this Information, the defendant engaged in the business of manufacturing and selling cylindrical lithium ion battery cells and battery packs containing multiple cylindrical cells for use in notebook computers and power tools.
- 6. Various corporations and individuals, not made defendants in this Information, participated as co-conspirators in the offense charged in this Information and performed acts and made statements in furtherance of it.
- 7. Whenever in this Information reference is made to any act, deed, or transaction of any corporation, the allegation means that the corporation engaged in the act, deed, or transaction by or through its officers, directors, employees, agents, or other representatives while they were actively engaged in the management, direction, control, or transaction of its business or affairs.

III.

TRADE AND COMMERCE

- 8. Cylindrical lithium ion battery cells are rechargeable batteries that, functioning alone or incorporated in groups into more powerful battery packs, are commonly used to power various electronic devices.
- 9. During the period covered by this Information, the defendant and its coconspirators manufactured and sold cylindrical lithium ion battery cells and packs in a
 continuous and uninterrupted flow of interstate and foreign trade and commerce to customers
 located in states or countries other than and in addition to the states or countries in which
 cylindrical lithium ion battery cells were produced.
- 10. During the period covered by this Information, the business activities of the defendant and co-conspirators that are the subject of this Information were within the flow of, and substantially affected, interstate and foreign trade and commerce.

IV. 1 2 JURISDICTION AND VENUE The combination and conspiracy charged in this Information was carried out, 3 11. in part, in the Northern District of California. 4 5 ALL IN VIOLATION OF TITLE 15, UNITED STATES CODE, SECTION 1. 6 7 8 9 Phillip H. Warren 10 Chief, San Francisco Office Assistant Attorney General 11 12 Peter K. Huston 13 Scott D. Hammond Assistant Chief, San Francisco Office Deputy Assistant Attorney General 14 15 16 Alexandra J. Shepard Marvin N. Price Christopher M. Ries Director of Criminal Enforcement 17 Trial Attorneys U.S. Department of Justice 18 **Antitrust Division** 19 450 Golden Gate Avenue Box 36046, Room 10-0101 20 San Francisco, CA 94102 United States Department of Justice (415) 436-6660 **Antitrust Division** 21 22 23 Melinda L. Haag 24 United States Attorney 25 Northern District of California 26 27

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