

S-Oil Corporation
Non-Consolidated Balance Sheets
September 30, 2008 and December 31, 2007

(In Korean won)	<u>Sep. 30, 2008</u>	<u>Dec. 31, 2007</u>
Assets		
Current assets		
Cash and cash equivalents (Note 3)	449,661,515,619	578,452,498,015
Short-term financial investments, net of allowance for doubtful accounts (Note 4)	1,261,533,830,000	2,828,256,703,000
Trade accounts and notes receivable, net of allowance for bad debt of ₩ 24,135,042,328 (2007: ₩16,274,670,776)	2,181,203,041,511	1,438,735,627,443
Short term loans, net of allowance for bad debt	119,104,172,362	103,793,998,187
Other accounts receivable	789,314,442,354	313,217,483,548
Inventories, net of allowance for inventory valuation	2,817,553,794,547	2,262,092,764,542
Prepaid expenses and other current assets	195,730,778,852	73,969,590,898
Total current assets	<u>7,814,101,575,245</u>	<u>7,598,518,665,633</u>
Non-current assets		
Property, plant and equipment, net (Note 7)	1,674,214,135,442	1,559,556,104,029
Long-term financial instruments (Note 3)	12,500,000	12,500,000
Equity-method investments (Note 6)	20,831,841,914	1,013,551,382
Intangible assets, net (Note 8)	13,143,560,928	15,650,842,771
Available-for-sale & Held-to-maturity securities (Note 5)	110,555,491,650	133,025,124,195
Deferred catalyst expenses	51,587,810,868	61,825,081,534
Long-term deposits and other assets	98,355,791,607	89,769,940,043
Total non-current assets	<u>1,968,701,132,409</u>	<u>1,860,853,143,954</u>
Total assets	<u>9,782,802,707,654</u>	<u>9,459,371,809,587</u>
Liabilities and Shareholders' Equity		
Current liabilities		
Trade accounts and notes payable	1,167,310,519,485	2,209,320,308,117
Short-term borrowings	3,419,577,168,466	1,292,121,284,149
Current maturities of long-term debts (Note 10)	232,041,408,284	575,950,003,204
Other accounts and notes payable	733,273,215,678	817,854,883,282
Advance from customers	40,721,486,535	23,038,849,406
Accrued expenses	34,529,041,170	19,234,058,244
Income taxes payable	282,556,672,436	471,302,548,266
Short-term deferred income tax liabilities	-	9,568,141,926
Dividend payable	130,058,800	106,252,475
Other current liabilities	26,367,494,646	7,538,951,584
Total current liabilities	<u>5,936,507,065,500</u>	<u>5,426,035,280,653</u>
Non-current liabilities		
Long-term debts, net of current maturities, local currency (Note 10)	4,488,700,000	6,080,500,000
Foreign currency debts (Note 10)	1,038,201,362	820,106,524
Accrued severance benefits, net	37,556,119,402	30,584,624,732
Deferred income tax liabilities	1,804,281,244	11,974,413,063
Other long-term liabilities	17,777,519,449	17,132,545,000
Total non-current liabilities	<u>62,664,821,457</u>	<u>66,592,189,319</u>
Total liabilities	<u>5,999,171,886,957</u>	<u>5,492,627,469,972</u>

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Shareholders' equity		
Capital stock (Note 13)		
Common stock	281,456,980,000	281,456,980,000
Preferred stock	10,054,817,500	10,054,817,500
Capital surplus	1,799,248,470,952	1,799,248,470,952
Capital adjustments		
Treasury stock	(1,875,942,045)	(1,875,942,045)
Other cumulative comprehensive income		
Changes in equity from equity-method investments	7,646,875,283	7,450,767,014
Unrealized gain on available-for-sale securities	58,320,830,757	74,395,586,907
Unrealized loss on available-for-sale securities	(93,467,745)	(504,550)
Retained earnings (Note 14)	1,628,872,255,995	1,796,014,163,837
Total shareholders' equity	<u>3,783,630,820,697</u>	<u>3,966,744,339,615</u>
Total liabilities & shareholders' equity	<u>9,782,802,707,654</u>	<u>9,459,371,809,587</u>