

**S-OIL Corporation**  
**Non-Consolidated Statements of Income**  
**Nine-month Period ended September 30, 2010 and 2009**

*(In Million of Korean won, Except for share amounts)*

	2010		2009	
	3 <sup>rd</sup> Quarter	Jan.~Sep.	3 <sup>rd</sup> Quarter	Jan.~Sep.
<b>Sales (Note 15 and 18)</b>	5,168,336	₩ 14,442,763	4,711,838	₩ 12,564,729
<b>Cost of sales (Note 11)</b>	4,882,893	13,721,370	4,670,955	11,837,297
Gross profit	285,443	721,393	40,883	727,432
<b>Selling, general and administrative expenses (Note 12)</b>	114,095	303,767	97,847	292,949
Operating Income	171,348	417,626	(56,964)	434,483
<b>Non-operating income</b>				
Interest and dividend income	5,498	21,610	11,526	51,331
Gain on foreign currency transactions	119,482	428,352	291,488	799,824
Gain on foreign currency translation	186,804	88,180	56,202	161,793
Gain on valuation of equity method investments	1,454	4,268	1,813	5,109
Gain on derivative transactions	15,486	53,089	7,778	66,691
Gain on valuation of derivatives(Note 9)	-	8,960	38,580	1,657
Gain on disposal of property, plant, and equipment	145	588	141	475
Others	2,767	31,688	6,076	9,474
	331,636	636,735	413,604	1,096,354

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	3 <sup>rd</sup> Quarter	Jan.~Sep.	3 <sup>rd</sup> Quarter	Jan.~Sep.
<b>Non-operating expenses</b>				
Interest expense	5,486	20,638	23,941	82,982
Loss on foreign currency transactions	142,444	453,838	109,987	826,576
Loss on foreign currency translation	31,320	37,959	69,794	35,870
Loss on derivative transactions	10,868	55,273	45,969	109,723
Loss on valuation of derivatives (Note 9)	5,631	4,533	-	6,555
Loss on valuation of equity-method investment	-	-	1	6
Loss on disposal of property, plant and equipment	206	511	21	252
Others	706	2,027	8,724	15,188
	<u>196,661</u>	<u>574,779</u>	<u>258,437</u>	<u>1,077,152</u>
Income before income tax	306,323	479,582	98,203	453,685
Income tax (Note 13)	<u>64,079</u>	<u>82,023</u>	<u>19,335</u>	<u>93,011</u>
Net income	<u>242,244</u>	<u>₩ 397,559</u>	<u>78,868</u>	<u>₩ 360,674</u>
Basic earnings per share (Note 14)	₩ 2,081	₩ 3,414	₩ 677	₩ 3,097
Diluted earnings per share (Note 14)	₩ 2,081	₩ 3,414	₩ 677	₩ 3,097

The accompanying notes are an integral part of these non-consolidated financial statements.