

S-OIL Corporation
Consolidated Statements of Changes in Shareholders' Equity
Nine-Month Periods Ended September 30, 2011 and 2010

<i>(In millions of Korean won)</i>	Notes	2011	2010
Cash flows from operating activities			
Cash generated from operations	35	₩ 167,302	₩ 31,485
Interest received		26,184	31,771
Interest paid		(50,970)	(49,994)
Income tax paid		(200,055)	(7,066)
Dividends received		6,484	6,834
Cash flows from operating activities - net		<u>(51,055)</u>	<u>13,030</u>
Cash flows from investing activities			
Disposal of property, plant and equipment	35	428	4,981
Disposal of intangible assets		418	150
Decrease in other receivables		37,517	100,848
Decrease in financial assets		22,182	386,289
Decrease in other assets		27,698	2,526
Settlement of derivative instruments		8,199	-
Acquisition of property, plant and equipment	14	(462,373)	(727,660)
Acquisition of intangible assets	15	(3,928)	(2,769)
Increase in other receivables		(23,030)	(17,010)
Settlement of derivative instruments		-	(1,798)
Increase in financial assets		(366,461)	(217)
Investment in joint venture		(267,315)	-
Increase in other assets		(27,371)	(2,804)
Cash flows from investing activities - net		<u>(1,054,036)</u>	<u>(257,464)</u>
Cash flows from financing activities			
Proceeds from borrowings		1,342,058	478,720
Repayment of borrowings		(978)	(1,454)
Dividends paid		(442,494)	(122,318)
Cash flows from financing activities - net		<u>898,586</u>	<u>354,948</u>
Net increase(decrease) in cash and cash equivalents		<u>(206,505)</u>	<u>110,514</u>
Cash and cash equivalents at the beginning of period	7	853,864	822,533
Effect of exchange rate changes		45	(28)
Cash and cash equivalents at the end of period	7	<u>₩ 647,404</u>	<u>₩ 933,019</u>

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