

**S-OIL Corporation and Subsidiary**  
**Consolidated Statements of Financial Position**  
**June 30, 2012, December 31, 2011**

(In millions of Korean Won)

	Notes	June 30, 2012	December 31, 2011
<b>Assets</b>			
<b>Current assets</b>			
Cash and cash equivalents		₩ 562,975	₩ 876,954
Trade receivables		2,563,941	2,639,085
Other receivables		660,225	400,075
Other current financial assets		211,321	278,928
Derivative instruments		4,984	2,643
Inventories		4,216,586	4,617,119
Other current assets		12,846	9,549
Total current assets		<u>8,232,878</u>	<u>8,824,353</u>
<b>Non-current assets</b>			
Other receivables		80,440	86,503
Other non-current financial assets		74,476	77,816
Investments in jointly controlled entities and associates	7	278,289	290,192
Property, plant and equipment	8	3,768,746	3,882,460
Intangible assets	9	41,055	37,000
Other non-current assets		4,063	4,417
		<u>4,247,069</u>	<u>4,378,388</u>
<b>Total assets</b>		<u>₩ 12,479,947</u>	<u>₩ 13,202,741</u>
<b>Liabilities</b>			
<b>Current liabilities</b>			
Trade payables		₩ 2,243,979	₩ 2,617,848
Other payables		819,366	901,160
Borrowings	11	3,781,273	3,255,606
Derivative instruments		467	4,662
Current income tax liabilities		55,536	316,506
Provisions		7,528	8,094
Deferred revenues		28,818	28,885
Other current liabilities		119,989	103,227
Total current liabilities		<u>7,056,956</u>	<u>7,235,988</u>

**S-OIL Corporation and Subsidiary**  
**Consolidated Statements of Financial Position**  
**June 30, 2012, December 31, 2011**

<i>(In millions of Korean won)</i>	Notes	June 30, 2012	December 31, 2011
<b>Non-current liabilities</b>			
Borrowings	11	₩ 173,191	₩ 487,515
Retirement benefit obligations	12	30,877	24,165
Deferred income tax liabilities		199,461	210,961
Other payables		17,885	17,859
Other non-current liabilities		506	660
Derivative instruments		-	269
		<u>421,920</u>	<u>741,429</u>
<b>Total liabilities</b>		<u>₩ 7,478,876</u>	<u>₩ 7,977,417</u>
<b>Shareholders' equity</b>			
Paid-in capital			
Capital stock		₩ 291,512	₩ 291,512
Share premium		379,190	379,190
Reserves		991,587	993,865
Treasury stock		(1,876)	(1,876)
Retained earnings		3,340,658	3,562,633
<b>Total equity</b>		<u>5,001,071</u>	<u>5,225,324</u>
<b>Total liabilities and equity</b>		<u>₩ 12,479,947</u>	<u>₩ 13,202,741</u>

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