

S-OIL Corporation
Consolidated Statements of Cash Flows
Nine-Month Periods Ended September 30, 2012 and 2011

<i>(In millions of Korean won)</i>	Notes	2012	2011
Cash flows from operating activities			
Cash generated from operations		₩ 757,488	₩ 167,302
Interest received		29,586	26,184
Interest paid		(61,873)	(50,970)
Income tax paid		(370,670)	(200,055)
Dividends received		5,590	6,484
Cash flows from operating activities - net		360,121	(51,055)
Cash flows from investing activities			
Disposal of property, plant and equipment		3,256	428
Disposal of intangible assets		1,149	418
Decrease in other receivables		22,369	37,517
Decrease in financial assets		-	22,182
Decrease in other assets		3,039	27,698
Settlement of derivative instruments		11,146	8,199
Acquisition of property, plant and equipment	8	(143,204)	(462,373)
Acquisition of intangible assets	9	(2,092)	(3,928)
Increase in other receivables		(12,911)	(23,030)
Increase in financial assets		(645,016)	(366,461)
Investment in joint venture		-	(267,315)
Increase in other assets		(3,508)	(27,371)
Cash flows from investing activities - net		(765,772)	(1,054,036)
Cash flows from financing activities			
Proceeds from borrowings		927,297	1,342,058
Repayment of borrowings		(376,072)	(978)
Dividends paid		(425,014)	(442,494)
Cash flows from financing activities - net		126,211	898,586
Net increase(decrease) in cash and cash equivalents		(279,440)	(206,505)
Cash and cash equivalents at the beginning of period		876,954	853,864
Effect of exchange rate changes		(38)	45
Cash and cash equivalents at the end of period		₩ 597,476	₩ 647,404

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