

S-OIL Corporation and Subsidiary
Consolidated Statements of Cash Flows
Six-Month Periods Ended June 30, 2014 and 2013

<i>(in millions of Korean won)</i>	Notes	2014 1 st Half	2013 1 st Half
Cash flows from operating activities			
Cash generated from operations	20	(₩ 55,945)	₩ 607,441
Interest received		12,888	20,024
Interest paid		(21,188)	(32,572)
Income tax refund (paid)		(25,130)	(172,153)
Dividends received		7,155	8,093
Net cash generated from(used in) operating activities		<u>(82,220)</u>	<u>430,833</u>
Cash flows from investing activities			
Proceeds from sale of property, plant and equipment		957	1,382
Proceeds from sale of intangible assets		14	326
Decrease in other receivables		10,777	12,054
Decrease in other assets		2,044	2,012
Settlement of derivative financial instruments		18,776	(26,785)
Purchases of property, plant and equipment		(356,527)	(216,967)
Purchases of intangible assets	9	(709)	(3,684)
Increase in other receivables		(12,008)	(12,205)
Acquisition of jointly controlled entities	7	(264)	-
Increase in other financial assets		(236,819)	(221,684)
Increase in other assets		(3,300)	(3,941)
Net cash from(used in) investing activities		<u>(577,059)</u>	<u>(469,492)</u>
Cash flows from financing activities			
Proceeds from borrowings		760,831	420,228
Repayment of borrowings		(1,794)	(313,747)
Dividends paid		(102,570)	(256,187)
Net cash from(used in) financing activities		<u>656,467</u>	<u>(149,706)</u>
Net decrease in cash and cash equivalents		(2,812)	(188,365)
Cash and cash equivalents at the beginning of year		584,603	434,414
Exchange gain(loss)on cash and cash equivalents		(45)	86
Cash and cash equivalents at the end of period		<u>₩ 581,746</u>	<u>₩ 246,135</u>

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