

S-OIL Corporation and Subsidiary
Consolidated Statements of Cash Flows
Nine Month Periods ended September 30, 2018 and 2017

<i>(in millions of Korean won)</i>	Notes	<u>2018 3Q</u>	<u>2017 3Q</u>
Cash flows from operating activities			
Cash generated from operations	20	₩ (79,055)	₩ 934,614
Interest received		25,924	50,897
Interest paid		(100,892)	(80,831)
Income tax refund (paid)		(303,920)	(393,574)
Dividends received		5,937	7,322
Net cash generated from operating activities		<u>(452,006)</u>	<u>518,428</u>
Cash flows from investing activities			
Proceeds from sale of property, plant and equipment		144	477
Proceeds from sale of intangible assets		298	485
Decrease in other receivables		12,105	16,237
Decrease in other financial assets		1,685,100	755,720
Proceeds from other investing activities		2,013	7,488
Purchases of property, plant and equipment	8	(1,360,736)	(1,433,457)
Purchases of intangible assets	9	(288)	(1,448)
Increase in other receivables		(18,824)	(12,369)
Increase in other financial assets		(1,450)	-
Equity acquisition of jointly controlled entities	7	-	(40)
Settlement of derivative financial instruments		(32,939)	(25,790)
Payments from other investing activities		-	(5,375)
Net cash generated from investing activities		<u>285,423</u>	<u>(698,072)</u>
Cash flows from financing activities			
Proceeds from borrowings		1,536,101	972,631
Repayments of borrowings		(10,656)	(353,507)
Dividends paid		(617,109)	(803,380)
Net cash generated from financing activities		<u>908,336</u>	<u>(184,256)</u>
Net increase in cash and cash equivalents		741,753	(363,900)
Cash and cash equivalents at the beginning of year		480,052	767,438
Exchange gain(loss)on cash and cash equivalents		99	(84)
Cash and cash equivalents at the end of period		<u>₩ 1,221,904</u>	<u>₩ 403,454</u>

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