

**S-OIL Corporation and Subsidiaries**  
**Consolidated Statements of Cash Flows**  
**6-months period June 30, 2021 and 2020**

<i>(In millions of Korean won)</i>	Notes	2021 1H	2020 1H
<b>Cash flows from operating activities</b>			
Cash generated from operations	20	938,983	580,619
Interest received		3,960	6,642
Interest paid		(57,764)	(85,509)
Income tax paid		666	40,590
Dividends		4,749	3,088
<b>Net cash inflow (outflow) from operating activities</b>		<u>890,594</u>	<u>545,430</u>
<b>Cash flows from investing activities</b>			
Proceeds from disposal of property, plant and equipment		559	4,821
Proceeds from disposal of intangible assets		569	1,946
Decrease in other receivables		9,825	5,718
Decrease in other financial assets		1,330	-
Proceeds from other investment activities		-	663
Payments for property, plant and equipment	8	(137,514)	(228,341)
Payments for intangible assets	9	(15)	(379)
Payments for investments in Associate		(8,200)	-
Increase in FVPL financial assets		(2,981)	(2,851)
Increase in other receivables		(300)	(4,292)
Increase in other financial assets		(24,103)	(121,975)
Settlement of derivative assets and liabilities		(36,515)	(1,860)
Decrease from other investment activities		(4,611)	(370)
<b>Net cash inflow (outflow) from investing activities</b>		<u>(201,956)</u>	<u>(346,920)</u>
<b>Cash flows from financing activities</b>			
Proceeds from borrowings		70,714	1,807,118
Repayment of borrowings		(340,000)	(123,161)
Decrease in other payables		(38,984)	(33,807)
Dividends paid		(100)	(11,738)
<b>Net cash inflow (outflow) from financing activities</b>		<u>(308,370)</u>	<u>1,638,412</u>
<b>Net increase (decrease) in cash and cash equivalents</b>		380,268	1,836,922
<b>Cash and cash equivalents at the beginning of the year</b>		737,439	291,005
Effects of exchange rate changes on cash and cash equivalents		126	(1,553)
<b>Cash and cash equivalents at the end of the period in the consolidated statement of financial position</b>		<u>1,117,833</u>	<u>2,126,374</u>

The above consolidated statements of cash flows should be read in conjunction with the accompanying notes.