

**S-Oil Corporation**  
**Non-Consolidated Statements of Income**  
**Three-month periods ended March 31, 2008 and 2007**

<i>(In Korean won)</i>	<b>Mar. 31, 2008</b>	<b>Mar. 31, 2007</b>
<b>Sales</b>	₩ 4,866,726,181,523	₩ 3,345,493,907,567
<b>Cost of sales (Note 15)</b>	4,462,231,401,053	2,874,550,864,265
Gross profit	404,494,780,470	470,943,043,302
<b>Selling, general and administrative expenses (Note 16)</b>	87,729,061,916	84,002,185,197
Operating profit	316,765,718,554	386,940,858,105
<b>Non-operating income</b>		
Interest and dividend income	51,583,879,974	28,143,579,220
Foreign exchange gains	69,392,107,004	16,580,145,463
Gain on foreign currency translation	44,906,591,144	7,157,601,057
Gain on valuation of equity method investments	4,755,482	248,321,699
Gain on disposal of property, plant, and equipment	1,005,057	156,807,394
Others	10,111,813,464	2,194,554,668
	<u>176,000,152,125</u>	<u>54,481,009,501</u>
<b>Non-operating expenses</b>		
Interest expense	36,805,105,728	39,315,533,740
Foreign exchange losses	141,920,933,158	29,652,768,723
Loss on foreign currency translation	99,136,782,330	11,771,279,819
Loss on derivative investments	1,851,503,900	-
Loss on evaluation of derivative investments	10,816,971,274	-
Loss on disposal of property, plant and equipment	260,624,526	60,861,088
Others	41,074,852,513	2,771,192,134
	<u>331,866,773,429</u>	<u>83,571,635,504</u>
Income before income tax	160,899,097,250	357,850,232,102
Income tax (Note 17)	46,057,152,968	99,150,938,304
Net income	<u>₩ 114,841,944,282</u>	<u>₩ 258,699,293,798</u>
Basic earnings per share (Note 18) (in Korean won)	<u>₩ 986</u>	<u>₩ 3,064</u>