

S-OIL Corporation and Subsidiary
Consolidated Statements of Cash Flows
Three-Month Periods Ended March 31, 2012 and 2011

<i>(in millions of Korean won)</i>	Notes	2012	2011
Cash flows from operating activities			
Cash generated from operations		₩ 178,692	₩ (508,300)
Interest received		9,469	6,644
Interest paid		(18,792)	(17,598)
Income tax paid		<u>(1,287)</u>	<u>(64,592)</u>
Net cash generated from operating activities		<u>168,082</u>	<u>(583,846)</u>
Cash flows from investing activities			
Proceeds from sale of property, plant and equipment		20	124
Proceeds from sale of intangible assets		9	-
Decrease in other receivables		8,735	11,784
Decrease in other financial assets		105,777	19
Decrease in other assets		941	996
Purchases of property, plant and equipment	8	(33,513)	(108,764)
Purchases of intangible assets	9	(81)	(2,248)
Increase in other receivables		(2,822)	(4,161)
Settlement of derivative financial instruments		2,030	(1,908)
Increase in financial assets		-	(210,275)
Increase in other assets		<u>(608)</u>	<u>(389)</u>
Net cash used in investing activities		<u>80,488</u>	<u>(314,533)</u>
Cash flows from financing activities			
Proceeds from borrowings		179,175	1,182,840
Repayment of borrowings		(1,193)	(326)
Dividends paid		<u>-</u>	<u>(13)</u>
Net cash generated from (used in) financing activities		<u>177,982</u>	<u>1,182,501</u>
Net increase in cash and cash equivalents			
Cash and cash equivalents at the beginning of year		876,954	853,864
Exchange gain(loss)on cash and cash equivalents		<u>(16)</u>	<u>(34)</u>
Cash and cash equivalents at the end of period		<u>₩ 1,303,490</u>	<u>₩ 1,137,952</u>

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