

S-OIL Corporation and Subsidiary
Consolidated Statements of Cash Flows
Years ended December 31, 2012 and 2011

<i>(In millions of Korean won)</i>	Notes	2012	2011
Cash flows from operating activities			
Cash generated from operations	34	₩ 1,149,052	₩ 653,048
Interest received		40,185	39,577
Interest paid		(87,314)	(57,192)
Income tax paid		(372,120)	(201,874)
Dividends received		5,590	6,484
Net cash generated from operating activities		<u>735,393</u>	<u>440,043</u>
Cash flows from investing activities			
Proceeds from sale of property, plant and equipment	34	4,090	468
Proceeds from sale of intangible assets		1,149	1,539
Decrease in other receivables		30,410	44,896
Settlement of derivative financial instruments		16,745	3,121
Decrease in other assets		3,872	5,273
Purchases of property, plant and equipment	13	(187,650)	(511,079)
Purchases of intangible assets	14	(2,768)	(4,890)
Increase in other receivables		(15,931)	(30,662)
Increase in other financial assets		(442,880)	(217,393)
Acquisition of jointly controlled entities, net of cash acquired	12	-	(267,315)
Increase in other assets		(4,616)	(4,085)
Net cash used in investing activities		<u>(597,579)</u>	<u>(980,127)</u>
Cash flows from financing activities			
Proceeds from borrowings		504,186	1,006,955
Repayment of borrowings		(659,437)	(1,304)
Dividends paid		(425,014)	(442,493)
Net cash provided by (used in) financing activities		<u>(580,265)</u>	<u>563,158</u>
Net increase (decrease) in cash and cash equivalents		(442,451)	23,074
Cash and cash equivalents at the beginning of year	6	876,954	853,864
Exchange gain/(loss) on cash and cash equivalents		(89)	16
Cash and cash equivalents at the end of year	6	<u>₩ 434,414</u>	<u>₩ 876,954</u>

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