

S-OIL Corporation and Subsidiary
Consolidated Statements of Cash Flows
Three Month Periods ended March 31, 2016 and 2015

<i>(in millions of Korean won)</i>	Notes	<u>2016 1Q</u>	<u>2015 1Q</u>
Cash flows from operating activities			
Cash generated from operations	20	₩ 505,150	₩ 1,384,470
Interest received		7,086	7,706
Interest paid		(20,699)	(14,204)
Income tax refund (paid)		(1,114)	(545)
Net cash generated from operating activities		<u>490,423</u>	<u>1,377,427</u>
Cash flows from investing activities			
Proceeds from sale of property, plant and equipment		830	739
Proceeds from sale of intangible assets		252	5
Decrease in other receivables		2,056	4,496
Decrease in other financial assets		33,264	-
Decrease in other assets		1,490	910
Purchases of property, plant and equipment	8	(134,249)	(71,731)
Purchases of intangible assets	9	(1,844)	(51)
Increase in other receivables		(2,565)	(3,685)
Acquisition of jointly controlled entities	7	-	-
Settlement of derivative financial instruments		-	(4,661)
Increase in financial assets		(363,557)	(809,958)
Increase in other assets		(2,616)	(2,748)
Net cash generated from investing activities		<u>(466,939)</u>	<u>(886,684)</u>
Cash flows from financing activities			
Proceeds from borrowings		179,238	383,050
Repayment of borrowings		(1,371)	(777,710)
Net cash generated from financing activities		<u>177,867</u>	<u>(394,660)</u>
Net increase in cash and cash equivalents		201,351	96,083
Cash and cash equivalents at the beginning of year		201,203	711,525
Exchange gain(loss)on cash and cash equivalents		(24)	(3)
Cash and cash equivalents at the end of period		<u>₩ 402,530</u>	<u>₩ 807,605</u>

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