

S-OIL Corporation and Subsidiary
Consolidated Statements of Cash Flows
Nine Month Periods ended September 30, 2017 and 2016

<i>(in millions of Korean won)</i>	Notes	<u>2017 3Q</u>	<u>2016 3Q</u>
Cash flows from operating activities			
Cash generated from operations	20	₩ 934,614	₩ 944,868
Interest received		50,897	29,022
Interest paid		(80,831)	(59,960)
Income tax refund (paid)		(393,574)	41,898
Dividend received		7,322	9,723
Net cash generated from operating activities		<u>518,428</u>	<u>965,551</u>
Cash flows from investing activities			
Proceeds from sale of property, plant and equipment		477	417
Proceeds from sale of intangible assets		485	2,203
Decrease in other receivables		16,237	14,979
Settlement of derivative financial instruments		-	40,346
Decrease in other financial assets		755,720	-
Proceeds from other investing activities		7,488	4,254
Purchases of property, plant and equipment	8	(1,433,457)	(540,366)
Purchases of intangible assets	9	(1,448)	(2,320)
Increase in other receivables		(12,369)	(6,156)
Increase in other financial assets		-	(1,557,776)
Acquisition of investment securities of affiliated companies	7	(40)	(61)
Settlement of derivative financial instruments		(25,790)	-
Payments from other investing activities		(5,375)	(4,421)
Net cash generated from investing activities		<u>(698,072)</u>	<u>(2,048,901)</u>
Cash flows from financing activities			
Proceeds from borrowings		972,631	1,404,730
Repayments of borrowings		(353,507)	(46,277)
Payments of dividends		(803,380)	(209,641)
Net cash generated from financing activities		<u>(184,256)</u>	<u>1,148,812</u>
Net increase in cash and cash equivalents		(363,900)	65,462
Cash and cash equivalents at the beginning of year		767,438	201,203
Exchange gain(loss)on cash and cash equivalents		(84)	(97)
Cash and cash equivalents at the end of period		<u>₩ 403,454</u>	<u>₩ 266,568</u>

The accompanying notes are an integral part of these consolidated financial statement