

S-OIL Corporation and Subsidiaries
Consolidated Statements of Financial Position
December 31, 2017 and 2016

(In millions of Korean won)

| | Notes | 2017 | 2016 |
|--|-----------|---------------------|---------------------|
| Assets | | | |
| Current assets | | | |
| Cash and cash equivalents | 3,7,11 | ₩ 480,052 | ₩ 767,438 |
| Trade receivables | 3,8,11 | 1,538,758 | 1,154,608 |
| Other receivables | 3,8,11 | 219,631 | 181,249 |
| Other current financial assets | 3,4,9,11 | 1,711,098 | 3,433,772 |
| Derivative financial instruments | 3,4,10,11 | 24,312 | 2,078 |
| Inventories | 12 | 2,790,742 | 2,423,440 |
| Other current assets | 9 | 10,048 | 11,813 |
| Current income tax assets | | 205 | - |
| | | <u>6,774,846</u> | <u>7,974,398</u> |
| Non-current assets | | | |
| Other receivables | 3,8,11 | 62,941 | 64,895 |
| Other non-current financial assets | 3,4,9,11 | 49,843 | 49,308 |
| Investments in associate and joint venture | 13 | 32,353 | 33,295 |
| Property, plant and equipment | 6,14,16 | 7,968,693 | 5,710,804 |
| Intangible assets | 6,15 | 105,155 | 54,462 |
| Other non-current assets | 9 | 27,823 | 43,731 |
| Net defined benefit assets | 20 | 65,797 | 28,134 |
| | | <u>8,312,605</u> | <u>5,984,629</u> |
| Total assets | | <u>₩ 15,087,451</u> | <u>₩ 13,959,027</u> |
| Liabilities | | | |
| Current liabilities | | | |
| Trade payables | 3,11,17 | ₩ 1,733,325 | ₩ 1,140,725 |
| Other payables | 3,11,17 | 1,033,756 | 1,022,911 |
| Borrowings | 3,11,18 | 1,369,533 | 2,145,876 |
| Derivative financial instruments | 3,4,10,11 | 7,345 | 50,873 |
| Current income tax liabilities | | 257,450 | 348,255 |
| Provisions for other liabilities and charges | 19 | 1,797 | 1,803 |
| Deferred revenues | 19 | 24,937 | 27,433 |
| Other current liabilities | 17 | 116,273 | 94,905 |
| | | <u>4,544,416</u> | <u>4,832,781</u> |
| Non-current liabilities | | | |
| Other payables | 3,11,17 | 32,204 | 27,036 |
| Borrowings | 3,11,18 | 3,474,677 | 2,563,585 |
| Deferred income tax liabilities | 30 | 193,534 | 144,040 |
| | | <u>3,700,415</u> | <u>2,734,661</u> |
| Total liabilities | | <u>8,244,831</u> | <u>7,567,442</u> |
| Equity | | | |
| Share capital | 22 | 291,512 | 291,512 |
| Share premium | 22 | 379,190 | 379,190 |
| Reserves | 25 | 975,662 | 977,353 |
| Treasury share | 23 | (1,876) | (1,876) |
| Retained earnings | 24 | 5,198,132 | 4,745,406 |
| Total equity | | <u>6,842,620</u> | <u>6,391,585</u> |
| Total liabilities and equity | | <u>₩ 15,087,451</u> | <u>₩ 13,959,027</u> |

The above consolidated statements of financial position should be read in conjunction with the accompanying notes.