

**S-OIL Corporation and Subsidiaries**  
**Consolidated Statements of Cash Flows**  
**9-months period September 30, 2019 and 2018**

<i>(In millions of Korean won)</i>	Notes	2019.3Q	2018.3Q
<b>Cash flows from operating activities</b>			
Cash generated from operations	20	280,777	(79,055)
Interest received		9,614	25,924
Interest paid		(133,472)	(100,892)
Income tax paid		32,192	(303,920)
Dividends		4,697	5,937
<b>Net cash inflow (outflow) from operating activities</b>		<u>193,808</u>	<u>(452,006)</u>
<b>Cash flows from investing activities</b>			
Proceeds from disposal of property, plant and equipment		738	144
Proceeds from disposal of intangible assets		383	298
Decrease in other receivables		14,502	12,105
Decrease in other financial assets		-	1,685,100
Proceeds from other investment activities		898	2,013
Payments for property, plant and equipment	8	(584,899)	(1,360,736)
Payments for intangible assets	9	(258)	(288)
Increase in other receivables		(7,308)	(18,824)
Increase in other financial assets		(252,668)	(1,450)
Settlement of derivative assets and liabilities		(15,260)	(32,939)
Decrease from other investment activities		-	-
<b>Net cash outflow from investing activities</b>		<u>(843,872)</u>	<u>285,423</u>
<b>Cash flows from financing activities</b>			
Proceeds from borrowings		1,369,483	1,536,101
Repayment of borrowings		(385,994)	(10,656)
Decrease in other payables		(37,584)	-
Dividends paid		(29,184)	(617,109)
<b>Net cash inflow (outflow) from financing activities</b>		<u>916,721</u>	<u>908,336</u>
<b>Net increase (decrease) in cash and cash equivalents</b>		266,657	741,753
<b>Cash and cash equivalents at the beginning of the year</b>		664,506	480,052
Effects of exchange rate changes on cash and cash equivalents		109	99
<b>Cash and cash equivalents at the end of the period in the consolidated statement of financial position</b>		<u>931,272</u>	<u>1,221,904</u>

The above consolidated statements of cash flows should be read in conjunction with the accompanying notes.