

**S-OIL Corporation and Subsidiaries**  
**Consolidated Statements of Cash Flows**  
**6-months period June 30, 2020 and 2019**

<i>(In millions of Korean won)</i>	Notes	2020.1H	2019.1H
<b>Cash flows from operating activities</b>			
Cash generated from operations	20	580,619	46,425
Interest received		6,642	6,812
Interest paid		(85,509)	(79,846)
Income tax paid		40,590	32,844
Dividends		3,088	4,697
<b>Net cash inflow (outflow) from operating activities</b>		<u>545,430</u>	<u>10,932</u>
<b>Cash flows from investing activities</b>			
Proceeds from disposal of property, plant and equipment		4,821	727
Proceeds from disposal of intangible assets		1,946	383
Decrease in other receivables		5,718	12,181
Decrease in other financial assets		-	501
Proceeds from other investment activities		663	-
Payments for property, plant and equipment	8	(228,341)	(373,098)
Payments for intangible assets	9	(379)	(160)
Increase in FVPL financial assets		(2,851)	(4,067)
Increase in other receivables		(4,292)	(4,617)
Increase in other financial assets		(121,975)	-
Settlement of derivative assets and liabilities		(1,860)	(24,463)
Decrease from other investment activities		(370)	(18)
<b>Net cash outflow from investing activities</b>		<u>(346,920)</u>	<u>(392,631)</u>
<b>Cash flows from financing activities</b>			
Proceeds from borrowings		1,807,118	1,026,218
Repayment of borrowings		(123,161)	(218,609)
Decrease in other payables		(33,807)	(25,848)
Dividends paid		(11,738)	(17,559)
<b>Net cash inflow (outflow) from financing activities</b>		<u>1,638,412</u>	<u>764,202</u>
<b>Net increase (decrease) in cash and cash equivalents</b>		1,836,922	382,503
<b>Cash and cash equivalents at the beginning of the year</b>		291,004	664,506
Effects of exchange rate changes on cash and cash equivalents		(1,552)	52
<b>Cash and cash equivalents at the end of the period in the consolidated statement of financial position</b>		<u>2,126,374</u>	<u>1,047,061</u>

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