

S-OIL Corporation and Subsidiaries

**Consolidated Financial Statements
December 31, 2025 and 2024**

S-OIL Corporation and Subsidiaries
Consolidated Statements of Financial Position
December 31, 2025 and 2024

(In millions of Korean won)

	Notes	2025	2024
Assets			
Current assets			
Cash and cash equivalents	7,11	₩ 1,834,658	₩ 1,945,837
Trade receivables	8,11	2,005,056	2,171,002
Other receivables	8,11,17	263,392	751,951
Other current financial assets	9,11	8,001	11,001
Derivative financial instruments	10,11	8,711	30,145
Inventories	12	4,164,448	4,493,062
Other current assets	9	331,290	598,999
Current income tax assets		-	46,042
		<u>8,615,556</u>	<u>10,048,039</u>
Non-current assets			
Other receivables	8,11,17	91,827	94,986
Other non-current financial assets	9,11	100,572	98,760
Derivative financial instruments	10,11	19,477	27,873
Investments in joint venture and associates	13	40,676	42,724
Property, plant and equipment	6,14,18	16,990,037	13,581,807
Intangible assets	6,15	149,519	148,768
Investment property	16	135,936	136,065
Other non-current assets	9,17	308,672	146,223
Net defined benefit assets	23	104,685	126,188
		<u>17,941,401</u>	<u>14,403,394</u>
Total assets		<u>₩ 26,556,957</u>	<u>₩ 24,451,433</u>
Liabilities			
Current liabilities			
Trade payables	11,19	₩ 6,981,686	₩ 4,981,628
Other payables	11,17,19	1,571,998	1,960,962
Borrowings	11,19,20	2,503,767	4,014,803
Derivative financial instruments	10,11	29,037	2,559
Current income tax liabilities		4,535	632
Provisions for other liabilities and charges	21,22	7,114	31,439
Contract liabilities	21	13,037	14,060
Other current liabilities	19	1,099,685	650,600
		<u>12,210,859</u>	<u>11,656,683</u>
Non-current liabilities			
Other payables	11,17,19	312,769	184,636
Borrowings	11,20	5,031,572	3,791,214
Deferred income tax liabilities	33	114,356	123,253
		<u>5,458,697</u>	<u>4,099,103</u>
Total liabilities		<u>17,669,556</u>	<u>15,755,786</u>
Equity			
Share capital	25	291,512	291,512
Share premium	25	379,190	379,190
Reserves	28	997,011	996,351
Treasury share	26	(1,876)	(1,876)
Retained earnings	27	7,221,564	7,030,470
Total equity		<u>8,887,401</u>	<u>8,695,647</u>
Total liabilities and equity		<u>₩ 26,556,957</u>	<u>₩ 24,451,433</u>

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

S-OIL Corporation and Subsidiaries
Consolidated Statements of Comprehensive Income
Years Ended December 31, 2025 and 2024

<i>(In millions of Korean won, except earnings per share data)</i>	Notes	2025	2024
Sales	6	₩ 34,246,957	₩ 36,637,031
Cost of sales	29,34	<u>(33,203,684)</u>	<u>(35,411,172)</u>
Gross profit		1,043,273	1,225,859
Selling and administrative expenses	30,34	<u>(807,642)</u>	<u>(803,682)</u>
Operating profit		235,631	422,177
Other income	31	950,802	654,546
Other expenses	31	(822,446)	(971,349)
Finance income	32	483,362	389,025
Finance costs	32	(677,632)	(832,799)
Share of net profit of associate and joint venture	13	3,503	5,890
Profit (loss) before income tax		<u>173,220</u>	<u>(332,510)</u>
Income tax benefit	33	3,732	139,468
Profit (loss) for the year		<u>176,952</u>	<u>(193,042)</u>
Other comprehensive income, net of tax			
Items that will not be reclassified to profit or loss			
Remeasurements of net defined benefit liabilities	23	14,238	33,261
Gains on valuation of financial assets at fair value through other comprehensive income	28	2	4,096
Share of other comprehensive income of associate and joint venture	28	-	-
Items that may be subsequently reclassified to profit or loss			
Cash flow hedges	28	1,197	1,472
Currency translation differences	28	<u>(539)</u>	<u>1,575</u>
Total other comprehensive income for the year		<u>14,898</u>	<u>40,404</u>
Total comprehensive income (loss) for the year		<u>₩ 191,850</u>	<u>₩ (152,638)</u>
Earnings per share			
Basic and diluted earnings (losses) per ordinary share	35	₩ 1,519	₩ (1,659)
Basic and diluted earnings (losses) per preferred share	35	₩ 1,544	₩ (1,634)

The above consolidated statements of comprehensive income should be read in conjunction with the accompanying notes.

S-OIL Corporation and Subsidiaries
Consolidated Statements of Changes in Equity
Years ended December 31, 2025 and 2024

(In millions of Korean won)

	Share Capital	Share Premium	Reserves	Treasury Share	Retained Earnings	Total Equity
Balance at January 1, 2024	₩ 291,512	₩ 379,190	₩ 989,140	₩ (1,876)	₩ 7,379,599	₩ 9,037,565
Loss for the year	-	-	-	-	(193,042)	(193,042)
Other comprehensive income						
Gains on valuation of financial assets at fair value through other comprehensive income	-	-	4,096	-	-	4,096
Share of other comprehensive income of associate and joint venture	-	-	-	-	-	-
Cash flow hedges	-	-	1,472	-	-	1,472
Foreign currency translation adjustments	-	-	1,575	-	-	1,575
Remeasurements of net defined benefit liabilities	-	-	-	-	33,261	33,261
Other comprehensive income for the year	-	-	7,143	-	33,261	40,404
Total comprehensive income (loss) for the year	-	-	7,143	-	(159,781)	(152,638)
Transfer of share of other comprehensive income of associate and joint venture	-	-	68	-	(68)	-
Transactions with owners						
Dividends paid for 2023	-	-	-	-	(174,727)	(174,727)
Interim Dividends paid for 2024	-	-	-	-	(14,553)	(14,553)
Balance at December 31, 2024	₩ 291,512	₩ 379,190	₩ 996,351	₩ (1,876)	₩ 7,030,470	₩ 8,695,647

S-OIL Corporation and Subsidiaries
Consolidated Statements of Changes in Equity
Years ended December 31, 2025 and 2024

(In millions of Korean won)

	Share Capital	Share Premium	Reserves	Treasury Share	Retained Earnings	Total Equity
Balance at January 1, 2025	₩ 291,512	₩ 379,190	₩ 996,351	₩ (1,876)	₩ 7,030,470	₩ 8,695,647
Profit for the year	-	-	-	-	176,952	176,952
Other comprehensive income						
Gains on valuation of financial assets at fair value through other comprehensive income	-	-	2	-	-	2
Cash flow hedges	-	-	1,197	-	-	1,197
Foreign currency translation adjustments	-	-	(539)	-	-	(539)
Remeasurements of net defined benefit liabilities	-	-	-	-	14,238	14,238
Other comprehensive income for the year	-	-	660	-	14,238	14,898
Total comprehensive income for the year	-	-	660	-	191,190	191,850
Transactions with owners						
Dividends paid for 2024	-	-	-	-	(96)	(96)
Balance at December 31, 2025	₩ 291,512	₩ 379,190	₩ 997,011	₩ (1,876)	₩ 7,221,564	₩ 8,887,401

The above consolidated statements of changes in equity should be read in conjunction with the accompanying notes.

S-OIL Corporation and Subsidiaries
Consolidated Statements of Cash Flows
Years ended December 31, 2025 and 2024

<i>(In millions of Korean won)</i>	Notes	2025		2024	
Cash flows from operating activities					
Cash generated from operations	37	₩	4,322,176	₩	1,963,633
Interest received			38,056		52,660
Interest paid			(466,800)		(364,846)
Income tax refund(paid)			39,729		(191,345)
Dividends received			9,143		7,481
Net cash inflow from operating activities			<u>3,942,304</u>		<u>1,467,583</u>
Cash flows from investing activities					
Proceeds from disposal of property, plant and equipment			146		3,460
Proceeds from disposal of intangible assets			3,299		112
Proceeds from disposal of investment property			235		-
Disposal of financial assets at fair value through profit or loss			1,945		3,527
Disposal of financial assets at fair value through other comprehensive income			1		2
Decrease in other receivables			24,745		24,239
Net decrease in other financial assets			3,000		-
Net settlement of derivative assets and liabilities			103,739		26,389
Purchase of property, plant and equipment	14		(3,906,036)		(3,041,864)
Purchase of intangible assets	15		(2,581)		(27,415)
Purchase of financial assets at fair value through profit or loss	4		(3,644)		(262)
Purchase of financial assets at fair value through other comprehensive income	4		(268)		(100)
Increase in other receivables			(7,175)		(13,730)
Others			(67)		(1,404)
Net cash outflow from investing activities			<u>(3,782,661)</u>		<u>(3,027,046)</u>
Cash flows from financing activities					
Net proceeds from short-term borrowings			-		861,182
Proceeds from long-term borrowings			243,460		591,520
Proceeds from debentures			1,336,617		997,355
Net decrease in short-term borrowings			(1,084,808)		-
Repayment of current maturities of debentures			(660,000)		(640,000)
Decrease in other payables			(104,768)		(81,955)
Dividends paid			(97)		(189,275)
Net cash inflow (outflow) from financing activities			<u>(269,596)</u>		<u>1,538,827</u>
Net decrease in cash and cash equivalents			(109,953)		(20,636)
Cash and cash equivalents at the beginning of the year	7		1,945,837		1,963,279
Effects of exchange rate changes on cash and cash equivalents			(1,226)		3,194
Cash and cash equivalents at the end of the year	7	₩	<u>1,834,658</u>	₩	<u>1,945,837</u>

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