



SK Inc. **AND ITS SUBSIDIARIES**

Condensed Consolidated Interim Financial Statements
September 30, 2024 and 2023
(with Independent Auditors' Review Report Thereon)

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Independent Auditors' Review Report

Based on a report originally issued in Korean

To the Shareholders and Board of Directors of
SK Inc.

Reviewed Financial Statements

We have reviewed the accompanying condensed consolidated interim financial statements of SK Inc. and its subsidiaries (the "Group"), expressed in Korean won, which comprise the condensed consolidated interim statement of financial position as of September 30, 2024, the related condensed consolidated interim statements of comprehensive income (loss) for the three-month and nine-month periods ended September 30, 2024 and 2023, changes in equity and cash flows for the nine-month periods ended September 30, 2024 and 2023, and notes comprising a summary of material accounting policy information and other explanatory information.

Management's Responsibility for the Interim Financial Statements

Management is responsible for the preparation and fair presentation of these condensed consolidated interim financial statements in accordance with Korean International Financial Reporting Standard ("K-IFRS") No. 1034 "Interim Financial Reporting", and for such internal control as management determines is necessary to enable the preparation of condensed consolidated interim financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' review responsibility

Our responsibility is to express a conclusion on these condensed consolidated interim financial statements based on our reviews.

We conducted our reviews in accordance with the Review Standards for Quarterly and Semiannual Financial Statements established by the Securities and Futures Commission of the Republic of Korea. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Korean Standards on Auditing ("KSAs") and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our reviews, nothing has come to our attention that causes us to believe that the accompanying condensed consolidated interim financial statements referred to above do not present fairly, in all material respects, in accordance with the K-IFRS No. 1034, "Interim Financial Reporting".

Other matters

The consolidated statement of financial position as of December 31, 2023, the related statements of comprehensive income, changes in equity and cash flows for the year then ended, which are not accompanying this report, were audited by us in accordance with KSAs and report thereon, dated March 12, 2024, expressed an unmodified opinion. The accompanying consolidated statement of financial position as of December 31, 2023, presented for comparative purposes, is not different from that audited by us from which it was derived in all material respects.



The procedures and practices utilized in the Republic of Korea to review such condensed consolidated interim financial statements may differ from those generally accepted and applied in other countries.

The accompanying condensed consolidated interim financial statements as of September 30, 2024, for the nine-month periods ended September 30, 2024 and 2023, and the consolidated statement of financial position as of December 31, 2023 have been translated into United States dollars solely for the convenience of the reader and such translation does not comply with K-IFRS. We have reviewed the translation and nothing came to our attention that cause us to believe that the condensed consolidated interim financial statements expressed in Korean won have not been translated into dollars on the basis set forth in note 2.1 to the condensed consolidated interim financial statements.

KPMG Samjory Accounting Corp.

Seoul, Korea
November 14, 2024

This report is effective as of November 14, 2024, the review report date. Certain subsequent events or circumstances, which may occur between the review report date and the time of reading this review report, could have a material impact on the accompanying condensed consolidated interim financial statements and notes thereto. Accordingly, the readers of the review report should understand that the above review report has not been updated to reflect the impact of such subsequent events or circumstances, if any.

SK Inc. and its subsidiaries
Condensed consolidated interim statements of financial position
as of September 30, 2024 and December 31, 2023
(Korean won in millions and U.S. dollar in thousands)

	Notes	Korean won		Translation into U.S. dollar (Note 2)	
		September 30, 2024	December 31, 2023	September 30, 2024	December 31, 2023
Assets					
Current assets:					
Cash and cash equivalents	5	₩ 22,637,663	₩ 22,683,670	\$ 17,154,943	\$ 17,189,808
Short-term financial instruments	5, 38, 39	3,140,335	2,942,041	2,379,763	2,229,495
Trade receivables, net	5, 6, 33, 39	13,118,115	13,879,388	9,940,978	10,517,875
Other receivables, net	5, 6, 33, 39	3,477,681	3,060,312	2,635,405	2,319,121
Inventories, net	7	14,064,221	15,006,555	10,657,943	11,372,048
Short-term investment securities	5, 8, 38, 39	18,563	186,838	14,067	141,587
Other current assets	5, 6, 20, 21, 33, 38, 39	6,852,318	5,728,716	5,192,724	4,341,252
Assets held for sale	35	888,293	1,347,102	673,153	1,020,841
Total current assets		64,197,189	64,834,622	48,648,976	49,132,027
Non-current assets:					
Long-term financial instruments	5, 39	65,241	56,415	49,440	42,752
Long-term trade receivables, net	5, 6, 33, 39	586,151	545,442	444,188	413,339
Long-term other receivables, net	5, 6, 33, 39	401,511	809,912	304,267	613,756
Long-term investment securities	5, 8, 38, 39	6,521,126	7,544,076	4,941,744	5,716,941
Investments in associates and joint ventures	9, 10, 38	29,028,793	26,537,507	21,998,176	20,110,266
Property, plant and equipment, net	12, 38	78,042,742	73,494,432	59,141,211	55,694,477
Right-of-use assets, net	13	4,357,232	5,176,931	3,301,934	3,923,106
Investment property, net	14, 38	3,068,442	3,093,905	2,325,282	2,344,578
Goodwill	15	6,695,623	6,845,928	5,073,979	5,187,881
Intangible assets, net	16	10,819,662	11,741,419	8,199,198	8,897,711
Defined benefit assets	19	326,243	518,616	247,229	393,010
Deferred tax assets		2,208,661	1,749,089	1,673,735	1,325,469
Other non-current assets	5, 6, 20, 21, 33, 39	3,154,252	4,021,970	2,390,310	3,047,871
Total non-current assets		145,275,679	142,135,642	110,090,693	107,711,157
Total assets		₩ 209,472,868	₩ 206,970,264	\$ 158,739,669	\$ 156,843,184
Liabilities and equity					
Liabilities					
Current liabilities:					
Short-term borrowings	5, 17, 38, 39	₩ 20,043,546	₩ 17,388,374	\$ 15,189,107	\$ 13,177,004
Trade payables	5, 33, 39	11,502,259	12,949,401	8,716,474	9,813,126
Other payables	5, 33, 39	8,866,135	9,731,378	6,718,805	7,374,491
Provisions	18	669,341	579,030	507,230	438,792
Current portion of long-term debt	5, 17, 38, 39	14,692,666	13,019,290	11,134,182	9,866,088
Other current liabilities	5, 6, 13, 20, 21, 33, 39	12,045,770	11,381,670	9,128,349	8,625,091
Liabilities held for sale	35	27,713	304,148	21,001	230,485
Total current liabilities		67,847,430	65,353,291	51,415,148	49,525,077
Non-current liabilities:					
Bonds and long-term borrowings	5, 17, 39	45,850,446	48,570,229	34,745,715	36,806,782
Long-term other payables	5, 39	986,202	1,342,164	747,349	1,017,099
Defined benefit liabilities	19	204,862	56,062	155,246	42,484
Provisions	18	1,203,369	1,226,618	911,920	929,538
Deferred tax liabilities		4,164,994	4,144,444	3,156,255	3,140,682
Other non-current liabilities	5, 6, 13, 20, 21, 33, 39	7,451,472	8,398,406	5,646,766	6,364,358
Total non-current liabilities		59,861,345	63,737,923	45,363,251	48,300,943
Total liabilities		127,708,775	129,091,214	96,778,399	97,826,020
Equity					
Equity attributable to owners of the parent:					
Share capital	1, 22	16,143	16,143	12,233	12,233
Other paid-in capital	23, 26	6,836,450	7,024,926	5,180,699	5,323,527
Retained earnings	24	14,070,518	13,668,066	10,662,714	10,357,734
Other components of equity	25	413,938	17,579	313,684	13,321
Equity attributable to owners of the Parent Company		21,337,049	20,726,714	16,169,330	15,706,815
Non-controlling interests	1	60,427,044	57,152,336	45,791,940	43,310,349
Total equity		81,764,093	77,879,050	61,961,270	59,017,164
Total liabilities and equity		₩ 209,472,868	₩ 206,970,264	\$ 158,739,669	\$ 156,843,184

See accompanying notes to the condensed consolidated interim financial statements.

SK Inc. and its subsidiaries
Condensed consolidated interim statements of comprehensive income (loss)
for the three-month and nine-month periods ended September 30, 2024 and 2023
(Korean won in millions, except for earnings (losses) per share)

	Notes	Korean won			
		September 30, 2024		September 30, 2023	
		Three-month	Nine-month	Three-month	Nine-month
Sales	4, 33	₩ 30,637,299	₩ 94,459,912	₩ 33,222,250	₩ 96,581,209
Cost of sales	30, 33	<u>28,187,124</u>	<u>85,868,174</u>	<u>28,776,180</u>	<u>86,561,753</u>
Gross profit		2,450,175	8,591,738	4,446,070	10,019,456
Other operating revenue	4	60,719	211,078	209,879	376,879
Selling and administrative expenses	27, 30, 33	<u>1,997,818</u>	<u>6,039,205</u>	<u>1,998,469</u>	<u>5,908,963</u>
Operating profit	4	513,076	2,763,611	2,657,480	4,487,372
Finance income	28	1,099,357	4,292,883	1,641,252	5,256,597
Finance costs	28	1,754,466	6,717,037	2,391,378	7,134,130
Gain (Loss) on investments in associates and joint ventures, net	9, 10	1,205,758	2,322,003	(695,200)	(1,886,914)
Other non-operating income	29	180,512	706,302	121,075	939,470
Other non-operating expenses	29	<u>298,545</u>	<u>616,608</u>	<u>252,005</u>	<u>823,361</u>
Profit from continuing operations before income tax expense	4	945,692	2,751,154	1,081,224	839,034
Income tax expense (benefit) from continuing operations	31	<u>(117,304)</u>	<u>619,406</u>	<u>637,694</u>	<u>688,021</u>
Profit for the period from continuing operations	4	1,062,996	2,131,748	443,530	151,013
Gain from discontinued operation	34	<u>84,877</u>	<u>195,508</u>	<u>936,154</u>	<u>1,021,093</u>
Profit for the period attributable to:		<u>₩ 1,147,873</u>	<u>₩ 2,327,256</u>	<u>₩ 1,379,684</u>	<u>₩ 1,172,106</u>
Owners of the Parent Company		511,522	849,912	326,690	307,873
Non-controlling interests		636,351	1,477,344	1,052,994	864,233
Other comprehensive income (loss):					
Items that will not be reclassified subsequently to profit or loss (net of tax):					
Remeasurements of the net defined benefit plans		33,544	(6,538)	40,057	(23,765)
Net gain (loss) on valuation of financial assets at FVOCI		(140,553)	(285,726)	(341,063)	(318,297)
Items that are or may be reclassified subsequently to profit or loss (net of tax):					
Equity adjustments of investments in associates and joint ventures		(63,174)	141,280	16,999	116,108
Net gain (loss) on valuation of derivative financial instruments		(114,451)	(56,623)	58,334	37,680
Net gain on translation of foreign operations		<u>(1,975,932)</u>	<u>904,322</u>	<u>725,808</u>	<u>1,826,394</u>
		<u>(2,260,566)</u>	<u>696,715</u>	<u>500,135</u>	<u>1,638,120</u>
Total comprehensive income (loss) for the period attributable to:		<u>₩ (1,112,693)</u>	<u>₩ 3,023,971</u>	<u>₩ 1,879,819</u>	<u>₩ 2,810,226</u>
Owners of the Parent Company		(259,167)	1,132,603	475,665	948,933
Non-controlling interests		(853,526)	1,891,368	1,404,154	1,861,293
Earnings (losses) per share (Korean won):	32				
Basic earnings per ordinary share		₩ 9,285	₩ 15,419	₩ 5,759	₩ 5,460
Basic earnings per preference share		9,335	15,467	5,809	5,509
Diluted earnings per ordinary share		9,267	15,374	5,745	5,341
Basic earnings (losses) per ordinary share from continuing operations		8,571	13,791	585	(239)
Basic earnings (losses) per preference share from continuing operations		8,571	13,789	585	(239)
Diluted earnings (losses) per ordinary share from continuing operations		8,553	13,748	573	(352)

(Continued)

SK Inc. and its subsidiaries
Condensed consolidated interim statements of comprehensive income (loss)
for the three-month and nine-month periods ended September 30, 2024 and 2023 (cont'd)
(U.S. dollar in thousands, except earnings (losses) per share)

	Notes	Translation into U.S. dollar (Note 2)			
		September 30, 2024		September 30, 2023	
		Three-month	Nine-month	Three-month	Nine-month
Sales	4, 33	\$ 23,217,110	\$ 71,582,231	\$ 25,176,000	\$ 73,189,761
Cost of sales	30, 33	21,360,355	65,071,366	21,806,744	65,596,963
Gross profit		1,856,755	6,510,865	3,369,256	7,592,798
Other operating revenue	4	46,013	159,956	159,047	285,601
Selling and administrative expenses	27, 30, 33	1,513,957	4,576,542	1,514,451	4,477,844
Operating profit	4	388,811	2,094,279	2,013,852	3,400,555
Finance income	28	833,099	3,253,170	1,243,750	3,983,478
Finance costs	28	1,329,544	5,090,207	1,812,199	5,406,282
Gain (Loss) on investments in associates and joint ventures, net	9, 10	913,730	1,759,626	(526,826)	(1,429,914)
Other non-operating income	29	136,793	535,239	91,751	711,935
Other non-operating expenses	29	226,239	467,269	190,971	623,947
Profit from continuing operations before income tax expense	4	716,650	2,084,838	819,357	635,825
Income tax expense (benefit) from continuing operations	31	(88,894)	469,389	483,248	521,386
Profit for the period from continuing operations	4	805,544	1,615,449	336,109	114,439
Gain from discontinued operation	34	64,320	148,157	709,423	773,790
Profit for the period attributable to:		<u>\$ 869,864</u>	<u>\$ 1,763,606</u>	<u>\$ 1,045,532</u>	<u>\$ 888,229</u>
Owners of the Parent Company		387,634	644,068	247,567	233,308
Non-controlling interests		482,230	1,119,538	797,965	654,921
Other comprehensive income (loss):					
Items that will not be reclassified subsequently to profit or loss (net of tax):					
Remeasurements of the net defined benefit plans		25,420	(4,955)	30,355	(18,009)
Net gain (loss) on valuation of financial assets at FVOCI		(106,512)	(216,525)	(258,459)	(241,207)
Items that are or may be reclassified subsequently to profit or loss (net of tax):					
Equity adjustments of investments in associates and joint ventures		(47,874)	107,063	12,882	87,987
Net gain (loss) on valuation of derivative financial instruments		(86,732)	(42,909)	44,206	28,554
Net gain on translation of foreign operations		(1,497,372)	685,300	550,021	1,384,051
		<u>(1,713,070)</u>	<u>527,974</u>	<u>379,005</u>	<u>1,241,376</u>
Total comprehensive income (loss) for the period attributable to:		<u>\$ (843,206)</u>	<u>\$ 2,291,580</u>	<u>\$ 1,424,537</u>	<u>\$ 2,129,605</u>
Owners of the Parent Company		(196,398)	858,293	360,462	719,107
Non-controlling interests		(646,808)	1,433,287	1,064,075	1,410,498
Earnings (losses) per share (U.S. dollar):	32				
Basic earnings per ordinary share		\$ 7.04	\$ 11.68	\$ 4.36	\$ 4.14
Basic earnings per preference share		7.07	11.72	4.40	4.17
Diluted earnings per ordinary share		7.02	11.65	4.35	4.05
Basic earnings (losses) per ordinary share from continuing operations		6.50	10.45	0.44	(0.18)
Basic earnings (losses) per preference share from continuing operations		6.50	10.45	0.44	(0.18)
Diluted earnings (losses) per ordinary share from continuing operations		6.48	10.42	0.43	(0.27)

See accompanying notes to the condensed consolidated interim financial statements.

SK Inc. and its subsidiaries
Condensed consolidated interim statements of changes in equity
for the nine-month periods ended September 30, 2024 and 2023

(Korean won in millions)

	Share capital	Other paid-in capital	Retained earnings	Other components of equity	Equity attributable to owners of the Parent Company	Non-controlling interests	Total equity
	₩ 16,143	₩ 6,401,912	₩ 14,918,613	₩ 258,878	₩ 21,595,546	₩ 50,213,244	₩ 71,808,790
As of January 1, 2023							
Total comprehensive income:							
Profit for the period	-	-	307,873	-	307,873	864,233	1,172,106
Remeasurements of the net defined benefit plans	-	-	(15,230)	-	(15,230)	(8,535)	(23,765)
Net gain (loss) on valuation of financial assets measured at FVOCI	-	-	(12,608)	(268,999)	(281,607)	(36,690)	(318,297)
Equity adjustment arising from investments in equity-accounted investees	-	-	-	56,171	56,171	59,937	116,108
Net loss on valuation of derivative financial instruments	-	-	-	19,058	19,058	18,622	37,680
Net gain on translation of foreign operations	-	-	-	862,668	862,668	963,726	1,826,394
Transaction with share holders recognized directly to equity:							
Dividends	-	-	(278,764)	-	(278,764)	(1,185,102)	(1,463,866)
Stock-based payment	-	11,718	-	-	11,718	33,921	45,639
Retirement of treasury stocks	-	100,681	(100,681)	-	-	-	-
Equity transactions within consolidated entities	-	404,207	-	-	404,207	4,868,844	5,273,051
Changes in the scope of consolidation	-	-	-	-	-	846,145	846,145
Others	-	(7,360)	(1,422)	-	(8,782)	546	(8,236)
As of September 30, 2023	₩ 16,143	₩ 6,911,158	₩ 14,817,781	₩ 927,776	₩ 22,672,858	₩ 56,638,891	₩ 79,311,749
As of January 1, 2024	₩ 16,143	₩ 7,024,926	₩ 13,668,066	₩ 17,579	₩ 20,726,714	₩ 57,152,336	₩ 77,879,050
Total comprehensive income:							
Profit for the period	-	-	849,912	-	849,912	1,477,344	2,327,256
Remeasurements of the net defined benefit plans	-	-	(3,312)	-	(3,312)	(3,226)	(6,538)
Net gain (loss) on valuation of financial assets measured at FVOCI	-	-	(110,356)	(118,226)	(228,582)	(57,144)	(285,726)
Equity adjustment arising from investments in equity-accounted investees	-	-	-	40,779	40,779	100,501	141,280
Net gain on valuation of derivative financial instruments	-	-	-	(20,436)	(20,436)	(36,187)	(56,623)
Net gain on translation of foreign operations	-	-	-	494,242	494,242	410,080	904,322
Transaction with share holders recognized directly to equity:							
Dividends	-	-	(275,446)	-	(275,446)	(1,373,506)	(1,648,952)
Stock-based payment	-	(10,536)	-	-	(10,536)	83,001	72,465
Retirement of treasury stocks	-	75,362	(75,362)	-	-	-	-
Equity transactions within consolidated entities	-	(258,667)	-	-	(258,667)	2,682,420	2,423,753
Others	-	5,365	17,016	-	22,381	(8,575)	13,806
As of September 30, 2024	₩ 16,143	₩ 6,836,450	₩ 14,070,518	₩ 413,938	₩ 21,337,049	₩ 60,427,044	₩ 81,764,093

(Continued)

SK Inc. and its subsidiaries
Condensed consolidated interim statements of changes in equity
for the nine-month periods ended September 30, 2024 and 2023 (cont'd)
(U.S. dollar in thousands)

	Share capital	Other paid-in capital	Retained earnings	Other components of equity	Equity attributable to owners of the Parent Company	Non-controlling interests	Total equity
As of January 1, 2023	\$ 12,233	\$ 4,851,403	\$ 11,305,405	\$ 196,179	\$ 16,365,220	\$ 38,051,867	\$ 54,417,087
Total comprehensive income:							
Profit for the period	-	-	233,308	-	233,308	654,921	888,229
Remeasurements of the net defined benefit plans	-	-	(11,541)	-	(11,541)	(6,468)	(18,009)
Net gain (loss) on valuation of financial assets measured at FVOCI	-	-	(9,554)	(203,849)	(213,403)	(27,804)	(241,207)
Equity adjustment arising from investments in equity-accounted investees	-	-	-	42,567	42,567	45,420	87,987
Net loss on valuation of derivative financial instruments	-	-	-	14,442	14,442	14,112	28,554
Net gain on translation of foreign operations	-	-	-	653,734	653,734	730,317	1,384,051
Transaction with share holders recognized directly to equity:							
Dividends	-	-	(211,249)	-	(211,249)	(898,077)	(1,109,326)
Stock-based payment	-	8,880	-	-	8,880	25,706	34,586
Retirement of treasury stocks	-	76,297	(76,297)	-	-	-	-
Equity transactions within consolidated entities	-	306,310	-	-	306,310	3,689,636	3,995,946
Changes in the scope of consolidation	-	-	-	-	-	641,213	641,213
Others	-	(5,577)	(1,078)	-	(6,655)	414	(6,241)
As of September 30, 2023	\$ 12,233	\$ 5,237,313	\$ 11,228,994	\$ 703,073	\$ 17,181,613	\$ 42,921,257	\$ 60,102,870
As of January 1, 2024	\$ 12,233	\$ 5,323,527	\$ 10,357,734	\$ 13,321	\$ 15,706,815	\$ 43,310,349	\$ 59,017,164
Total comprehensive income:							
Profit for the period	-	-	644,068	-	644,068	1,119,538	1,763,606
Remeasurements of the net defined benefit plans	-	-	(2,510)	-	(2,510)	(2,445)	(4,955)
Net gain (loss) on valuation of financial assets measured at FVOCI	-	-	(83,628)	(89,592)	(173,220)	(43,305)	(216,525)
Equity adjustment arising from investments in equity-accounted investees	-	-	-	30,903	30,903	76,160	107,063
Net gain on valuation of derivative financial instruments	-	-	-	(15,487)	(15,487)	(27,422)	(42,909)
Net gain on translation of foreign operations	-	-	-	374,539	374,539	310,761	685,300
Transaction with share holders recognized directly to equity:							
Dividends	-	-	(208,734)	-	(208,734)	(1,040,850)	(1,249,584)
Stock-based payment	-	(7,984)	-	-	(7,984)	62,899	54,915
Retirement of treasury stocks	-	57,110	(57,110)	-	-	-	-
Equity transactions within consolidated entities	-	(196,019)	-	-	(196,019)	2,032,752	1,836,733
Others	-	4,065	12,894	-	16,959	(6,497)	10,462
As of September 30, 2024	\$ 12,233	\$ 5,180,699	\$ 10,662,714	\$ 313,684	\$ 16,169,330	\$ 45,791,940	\$ 61,961,270

See accompanying notes to the condensed consolidated interim financial statements.

SK Inc. and its subsidiaries
Condensed consolidated interim statements of cash flows
for the nine-month periods ended September 30, 2024 and 2023
(Korean won in millions and U.S. dollar in thousands)

	Notes	For the nine-month periods ended September 30			
		Korean won		Translation into U.S. dollar (Note 2)	
		2024	2023	2024	2023
Cash flows from operating activities:					
Profit for the period		₩ 2,327,256	₩ 1,172,106	\$ 1,763,606	\$ 888,229
Non-cash adjustments	36	7,260,113	10,246,251	5,501,753	7,764,664
Working capital adjustments	36	495,869	(516,889)	375,772	(391,701)
Interest received		685,129	559,981	519,194	424,357
Interest paid		(2,697,822)	(2,368,258)	(2,044,424)	(1,794,679)
Dividends received		274,143	294,344	207,747	223,055
Income tax paid		(1,406,384)	(1,851,478)	(1,065,765)	(1,403,060)
Net cash provided by operating activities		6,938,304	7,536,057	5,257,883	5,710,865
Cash flows from investing activities:					
Decrease (increase) in short-term financial instruments, net		(25,836)	461,969	(19,579)	350,083
Increase in long-term financial instruments		(81,585)	(59,079)	(61,826)	(44,770)
Decrease in long-term financial instruments		19,655	44,845	14,895	33,984
Decrease (increase) in short-term loans, net		54,940	103,110	41,634	78,137
Increase in long-term loans, net		(224,454)	(265,304)	(170,092)	(201,049)
Decrease (increase) in short-term investment securities, net		65,514	55,007	49,647	41,685
Proceeds from disposal of long-term investment securities		763,614	258,039	578,671	195,543
Proceeds from disposal of investments in associates and joint ventures		935,668	162,776	709,054	123,353
Proceeds from disposal of property, plant and equipment		186,115	110,402	141,039	83,663
Proceeds from disposal of intangible assets		73,023	52,311	55,337	39,642
Proceeds from disposal of assets held for sale		916,175	554,296	694,282	420,048
Acquisition of long-term investment securities		(139,278)	(898,638)	(105,546)	(680,993)
Acquisition of investments in associates and joint ventures		(738,983)	(559,160)	(560,005)	(423,734)
Acquisition of property, plant and equipment		(13,029,042)	(13,285,182)	(9,873,478)	(10,067,583)
Acquisition of intangible assets		(216,770)	(295,090)	(164,269)	(223,621)
Decrease in cash from changes in the scope of consolidation, net		(19,325)	57,433	(14,645)	43,523
Others, net		395,875	(863,236)	299,996	(654,165)
Net cash used in investing activities		(11,064,694)	(14,365,501)	(8,384,885)	(10,886,254)
Cash flows from financing activities:					
Increase (decrease) in short-term borrowings, net		3,236,878	102,349	2,452,924	77,561
Increase in bonds and borrowings		11,766,753	15,314,758	8,916,909	11,605,606
Decrease in bonds and borrowings		(11,415,888)	(10,156,322)	(8,651,022)	(7,696,516)
Decrease in long-term other payables		(391,880)	(420,809)	(296,969)	(318,891)
Decrease in lease liabilities		(797,652)	(790,185)	(604,465)	(598,806)
Payment of dividends		(1,490,220)	(1,496,856)	(1,129,297)	(1,134,326)
Cash inflows from consolidated capital transaction		2,820,350	5,837,634	2,137,276	4,423,791
Others, net		115,728	156,086	87,699	118,283
Net cash provided by financing activities		3,844,069	8,546,655	2,913,055	6,476,702
Net increase (decrease) in cash and cash equivalents		(282,321)	1,717,211	(213,947)	1,301,313
Net foreign exchange effects		182,405	84,908	138,228	64,344
Net increase (decrease) cash and cash equivalents included in assets held for sale		53,909	(7,982)	40,854	(6,049)
Cash and cash equivalents at the beginning of the period		22,683,670	21,393,853	17,189,808	16,212,377
Cash and cash equivalents at the end of the period		₩ 22,637,663	₩ 23,187,990	\$ 17,154,943	\$ 17,571,985

See accompanying notes to the condensed consolidated interim financial statements.

SK Inc. and its subsidiaries
Notes to the condensed consolidated interim financial statements
September 30, 2024 and 2023

1. Corporate information (cont'd)

Subsidiaries	Reasons for changes
TS ENERGY NO.29 CO.,LTD	
Gaewha Energy Co., Ltd.	
Atom Oneline LLC	
Atom Power Group LLC	
Atom Solid State Technologies	
SK Geo Centric International Trading (Guangzhou) Co., Ltd.	
Solution Co., Ltd.	
SK China Real Estate Co., Limited	
SK Networks America, Inc.	Liquidation (15 companies)
KCE IN 4, LLC	
KCE WI 1, LLC	
KCE NY 11, LLC	
KCE TX 9, LLC	
KCE TX 27, LLC	
KCE TX 29, LLC	
SK Investment Vina V Pte. Ltd.	
KCE TX 22, LLC	
SK Networks Deutschland GmbH	
Quantum Innovation 1st PEF	
SK Planet Japan, K. K.	
Studio Dolphin Co., Ltd.	
Panasia Semiconductor Materials LLC	
Geom Bawi Solar Co., Ltd.	
Nickel Co., Ltd.	Disposal (49 companies)
Solar Ocean Co., Ltd	
TS ENERGY NO.5 CO.,LTD	
TOPSUN SOLAR NO.2 CO.,LTD	
TS ENERGY NO.15 CO.,LTD	
TS ENERGY CO.,LTD	
SK pucore Co., Ltd.	
Woori Fine Chem Co., Ltd.	
Solmics Shanghai Co., Ltd.	
SKC (Nantong) PU Specialty Co., Ltd	
Enpulse Taiwan Co., Ltd.	
SK pucore Europe sp. z o.o.	
SK pucore USA Inc	
SK pucore Mexico, S. de R.L. de C.V.	
SK pucore India Pvt. Ltd.	
SK pucore RUS LLC	
Gold Co., Ltd.	
Neujinmok Solar Co., Ltd.	
Eodeumi Solar Co., Ltd.	
Baekya Energy Co., Ltd.	
Duryu Energy Co., Ltd.	
Seongso Solar Co., Ltd.	
Shinchu Energy Co., Ltd.	
Soak Solar Co., Ltd.	
Sangjeong Solar Co., Ltd.	
Jusuk	
Silbeo	
Eneman Energy Co., Ltd.	
Cast Iron Co., Ltd.	
CBK Energy Co., Ltd.	
Signal Solar Co., Ltd.	
TS Energy 6Ho Co., Ltd.	
TS Energy 30Ho Co., Ltd.	
Sodu Energy Co., Ltd.	
Dongmae Solar Co., Ltd.	
Gaedo Energy Co., Ltd.	
Bongri Energy Co., Ltd.	

SK Inc. and its subsidiaries
Notes to the condensed consolidated interim financial statements
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1. Corporate information (cont'd)

Subsidiaries	Reasons for changes
Bunmugol Energy Co., Ltd.	
Naru Sunlight Co., Ltd.	
Nari Sunlight Co., Ltd.	
Chopo Energy Co., Ltd.	
SE (JIANGSU) Electronic Materials Co., Ltd.	
SKC-ENF Electronic Materials Ltd.	
SKC (Nantong) Semiconductor Materials Technology Co., Ltd.	
SKC Solmics Hong Kong Co., Ltd.	
SKC Semiconductor Materials (Wuxi) Co., Ltd.	
Car Life Service Co., Ltd.	
SK Rent-a-Car Co., Ltd.	

(3) Disclosure of significant non-controlling interests in subsidiaries

Information about significant non-controlling interests in subsidiaries as of and for the nine-month periods ended September 30, 2024 and for the year ended December 31, 2023 is as follows (Korean won in millions):

	As of and for the nine-month period ended September 30, 2024						
	SK Innovation Co., Ltd.	SK Telecom Co., Ltd.	SK Square Co., Ltd.	SK Networks Co., Ltd.	SKC Co., Ltd.	SK E&S Co., Ltd.	SK Ecoplant Co., Ltd.
Percentage of the non-controlling ownership	64.05%	69.15%	68.16%	52.04%	54.82%	10.00%	57.10%
Current assets	₩ 30,584,625	₩ 7,371,515	₩ 2,770,632	₩ 2,602,314	₩ 1,312,825	₩ 3,993,747	₩ 6,678,704
Non-Current assets	54,589,308	22,101,255	17,356,531	3,275,443	5,439,659	14,227,050	8,855,925
Current liabilities	30,199,154	8,127,355	1,263,142	2,479,548	2,413,612	4,709,450	8,426,166
Non-current liabilities	22,976,848	8,784,011	864,300	1,250,793	1,932,514	6,101,637	2,686,482
Net assets	31,997,931	12,561,404	17,999,721	2,147,416	2,406,358	7,409,710	4,421,981
Book value of the non-controlling interests	23,253,632	7,578,760	12,392,165	1,104,905	1,834,873	4,966,479	3,612,529
Sales	55,311,297	13,429,088	1,424,346	5,808,398	1,350,203	8,562,097	6,371,695
Net income (loss)	(1,325,449)	992,290	2,191,273	94,388	(192,852)	639,066	54,667
Other comprehensive income (loss)	550,421	(30,618)	118,807	3,724	76,744	81,897	34,725
Total comprehensive income (loss)	(775,028)	961,672	2,310,080	98,112	(116,108)	720,963	89,392
Net income of the non-controlling interests	(851,922)	644,627	1,502,397	65,218	(103,369)	259,446	28,983
Total comprehensive income (loss) of the non-controlling interests	(480,956)	614,557	1,581,837	64,574	(63,651)	277,486	49,145
Net cash flows from operating activities	2,374,285	3,816,396	104,189	372,484	(120,173)	920,074	(601,712)
Net cash flows from investing activities	(8,734,520)	(1,559,270)	(19,785)	537,551	(31,266)	(638,985)	(102,137)
Net cash flows from financing activities	5,543,970	(1,748,863)	(179,509)	(442,967)	(42,531)	(131,128)	757,950
Net increase (decrease) in cash and cash equivalents	(816,265)	508,263	(95,105)	467,068	(193,970)	149,961	54,101
Dividends paid to the non-controlling interests	(295,161)	(449,269)	(2,388)	(21,077)	(2,184)	(321,308)	(55,934)

The aforementioned condensed financial information is consolidated financial information of each subsidiary and non-controlling interests include hybrid bonds and redeemable convertible preferred stocks and others.

SK Inc. and its subsidiaries
Notes to the condensed consolidated interim financial statements
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1. Corporate information (cont'd)

	As of and for the year ended December 31, 2023						
	SK Innovation Co., Ltd.	SK Telecom Co., Ltd.	SK Square Co., Ltd.	SK Networks Co., Ltd.	SKC Co., Ltd.	SK E&S Co., Ltd.	SK Ecoplant Co., Ltd.
Percentage of the non-controlling ownership	64.05%	69.13%	68.65%	51.21%	54.74%	10.00%	57.10%
Current assets	₩ 33,279,589	₩ 6,585,602	₩ 2,288,523	₩ 2,371,454	₩ 2,081,260	₩ 4,381,402	₩ 6,201,789
Non-Current assets	47,555,924	23,533,625	15,681,485	6,738,905	4,951,062	13,856,341	8,714,237
Current liabilities	29,399,179	6,993,980	1,380,605	3,908,393	1,845,576	4,046,081	6,827,346
Non-current liabilities	21,416,367	10,896,848	772,886	3,046,125	2,662,322	6,683,669	3,659,464
Net assets	30,019,967	12,228,399	15,816,517	2,155,841	2,524,424	7,507,993	4,429,216
Book value of the non-controlling interests	20,868,225	7,417,369	10,968,447	1,091,230	1,897,591	5,155,680	3,648,718
Sales	77,288,486	17,608,511	2,276,508	9,133,867	1,570,752	11,167,183	8,925,073
Net income (loss)	554,894	1,145,937	(1,314,834)	5,459	(326,360)	1,086,377	(33,646)
Other comprehensive income (loss)	99,446	(23,967)	41,812	(40,923)	77,250	(221,667)	(77,768)
Total comprehensive income (loss)	654,340	1,121,970	(1,273,022)	(35,464)	(249,110)	864,710	(111,414)
Net income of the non-controlling interests	497,311	733,771	(952,204)	1,449	(198,370)	394,907	24,869
Total comprehensive income (loss) of the non-controlling interests	536,932	711,262	(924,323)	(19,675)	(153,688)	399,674	(20,459)
Net cash flows from operating activities	5,367,896	4,947,205	265,749	127,469	(234,742)	853,925	(731,943)
Net cash flows from investing activities	(11,244,233)	(3,352,905)	284,320	(113,151)	(987,482)	(1,401,828)	(926,902)
Net cash flows from financing activities	9,490,447	(2,020,990)	(281,085)	(33,154)	661,875	(204,896)	1,357,211
Net increase (decrease) in cash and cash equivalents	3,614,110	(426,690)	268,984	(18,836)	(560,349)	(752,799)	(301,634)
Dividends paid to the non-controlling interests	(313,926)	(573,069)	(38,024)	(16,110)	(40,053)	(301,660)	(42,177)

The aforementioned condensed financial information is consolidated financial information of each subsidiary and non-controlling interests include hybrid bonds and redeemable convertible preferred stocks and others.

2. Summary of basis of preparation and material accounting policy information

(1) Basis of preparation

The Company and its subsidiaries (the "Group") prepares statutory condensed consolidated interim financial statements in Korean language in accordance with Korean International Financial Reporting Standards ("K-IFRS") No. 1034 *Interim Financial Reporting* enacted by the Act on External Audit of Stock Companies. The accompanying condensed consolidated interim financial statements have been translated into English from the Korean language financial statements. In the event of any differences in interpreting the financial statements or the independent auditor's review report thereon, the Korean version, which used for regulatory reporting purposes, shall prevail.

The condensed interim financial statements do not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the Group's annual financial statements as of December 31, 2023.

The accompanying condensed consolidated interim financial statements are stated in Korean won, the currency of the country in which the Group is incorporated and operates. The translation of Korean won amounts into U.S. dollar amounts is included solely for the convenience of readers of the condensed consolidated interim financial statements and has been made at the rate of ₩1,319.60 to USD 1.00, the basic exchange rate in the Seoul Money Brokerage Service for cable transfers in Korean won on the last business day of the nine-month period ended September 30, 2024. Such translations into U.S. dollars should not be construed as representations that the Korean won amounts could be converted into U.S. dollars at that or any other rate.

2. Summary of basis of preparation and material accounting policy information (cont'd)

(2) Material accounting policy information

The material accounting policy information used for the preparation of the accompanying the condensed consolidated interim financial statements as of and for the nine-month period ended September 30, 2024, are the same as the accounting policy information adopted for the preparation of consolidated financial statements as of and for the year ended December 31, 2023, except for adoption of new and revised K-IFRSs applied in the current period, which are summarized below.

1) New and amended standards and interpretations

The Group has applied amendments to K-IFRS issued that are mandatorily effective for accounting periods beginning on or after January 1, 2024.

Amendments to K-IFRS No. 1001 *Presentation of Financial Statements*

The amendments only affect the presentation of current and non-current liabilities in the statement of financial position, clarifying that the classification of current and non-current liabilities is based on the entity's rights existing at the end of the reporting period and highlighting that the entity's expectation of deferring the settlement of the liabilities. At the end of the reporting period, if the borrowing arrangement is in compliance, the right is explained and the definition is clarified by transferring cash, equity instruments, or other assets or services to the counterparty. The amendments do not have any significant impact on the Group's financial position or management performance.

Amendments to K-IFRS No. 1001 *Presentation of Financial Statements*

This amendment requires the disclosure of important information to users of financial statements, such as the impact on accounting policies and financial statements related to the direct holding of virtual assets, holding on behalf of customers, or issuing virtual assets. The amendments do not have any significant impact on the Group's financial position or management performance.

Amendments to K-IFRS No. 1007 *Statement of Cash Flows* and K-IFRS No. 1107 *Financial Instruments: Disclosures*

The amendment requires users of financial statements to disclose information about supplier financial agreements so that users can assess the impact of supplier financial agreements on the entity's debt, cash flows and liquidity risk exposure when applying them. The amendments do not have any significant impact on the Group's financial position or management performance.

Amendments to K-IFRS No. 1116 *Leases*

The amendment clarified that the lease or revised lease fees should be calculated in a manner that does not recognize the gains or losses related to the right to use held by the seller-less user when subsequently measuring lease liabilities arising from sales fleece. The amendments do not have any significant impact on the Group's financial position or management performance.

2. Summary of basis of preparation and material accounting policy information (cont'd)

2) New and amended K-IFRSs issued but not yet effective

The new and amended K-IFRSs that are issued, but not yet effective, as of September 30, 2024 are disclosed below.

Amendments to K-IFRS No. 1021 *The Effects of Changes in Foreign Exchange Rates* and K-IFRS No. 1101 *First-time adoption of K-IFRS*

The amendments require the entity to assess exchangeability with other currencies, estimate spot exchange rates in the event of a lack of exchangeability, and disclose such effects. The amendments are intended to help users of financial statements understand the risks and impacts of a company's exposure to other currencies. The Group plans to apply the standard for annual reporting period beginning on or after January 1, 2025, with early application permitted.

The Group is currently assessing the impact the above-listed amendments will have on the consolidated financial statements.

3. Significant accounting judgments, estimates and assumptions

When preparing the condensed consolidated interim financial statements, management is required to make judgments, estimates and assumptions that affect the reported amount of assets, liabilities, revenues and expenses. Actual results may be different from those estimates.

Those accounting judgments made by management in the preparation of the condensed consolidated interim financial statements for the nine-month period ended September 30, 2024, are consistent with those followed in the preparation of consolidated financial statements for the year ended December 31, 2023.

4. Operating segments

(1) Overview of operating segments

The Group makes decisions on resources to be allocated to business segments and divides the business segments based on the internal reports which the chief operating decision maker periodically reviews to evaluate the performances of the sales segments. Details of segment operations of each segment are as follows:

Operating segments	Business
SK Innovation Co., Ltd.	Petroleum refining, chemical, lubricating oil, battery and resources development
SK Telecom Co., Ltd.	Wireless and wired telecommunication
SK Square Co., Ltd.	Semiconductor and New ICT
SK Networks Co., Ltd.	Information communication, rental and trade
SKC Co., Ltd.	Chemical, electronic materials and mobility materials
SK E&S Co., Ltd.	Gas and energy
SK Ecoplant Co., Ltd.	Construction and eco-friendly business
Others	IT services, special gas manufacturing and sale, medicine and life science and others

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4. Operating segments (cont'd)

(2) Details of financial information for each operating segment as of and for the nine-month periods ended September 30, 2024 and 2023 are as follows (Korean won in millions):

	As of and for the nine-month period ended September 30, 2024				
	SK Innovation Co., Ltd.	SK Telecom Co., Ltd.	SK Square Co., Ltd. (*1)	SK Networks Co., Ltd.	SKC Co., Ltd.
Sales and other operating income	₩ 55,522,376	₩ 13,429,088	₩ 3,927,558	₩ 5,808,398	₩ 1,350,203
Internal sales	(819,941)	(162,706)	(2,779,813)	(842,559)	(101,054)
Net sales and other operating income	54,702,435	13,266,382	1,147,745	4,965,839	1,249,149
Net Income	(1,325,449)	992,290	2,191,273	94,388	(192,852)
Total assets	85,173,933	29,472,770	20,127,163	5,877,757	6,752,484
Total liabilities	53,176,002	16,911,366	2,127,442	3,730,341	4,346,126
Depreciation	1,489,957	2,138,439	46,168	391,682	96,941
Amortization	245,262	633,447	30,914	23,041	34,220

	As of and for the nine-month period ended September 30, 2024				
	SK E&S Co., Ltd.	SK Ecoplant Co., Ltd.	Others	Consolidation adjustments (*2)	Total
Sales and other operating income	₩ 8,562,097	₩ 6,371,695	₩ 8,028,109	₩ (8,328,534)	₩ 94,670,990
Internal sales	(374,894)	(716,782)	(2,530,785)	8,328,534	-
Net sales and other operating income	8,187,203	5,654,913	5,497,324	-	94,670,990
Net Income	639,066	54,667	596,100	(722,227)	2,327,256
Total assets	18,220,797	15,534,630	63,376,043	(35,062,709)	209,472,868
Total liabilities	10,811,087	11,112,648	26,389,040	(895,277)	127,708,775
Depreciation	414,213	121,494	530,659	(12,964)	5,216,589
Amortization	20,726	116,130	92,108	204,196	1,400,044

	As of and for the nine-month period ended September 30, 2023				
	SK Innovation Co., Ltd.	SK Telecom Co., Ltd.	SK Square Co., Ltd. (*1)	SK Networks Co., Ltd.	SKC Co., Ltd.
Sales and other operating income	₩ 58,136,065	₩ 13,081,220	₩ (75,758)	₩ 5,426,353	₩ 1,310,930
Internal sales	(454,593)	(170,107)	1,374,093	(803,678)	(211,884)
Net sales and other operating income	57,681,472	12,911,113	1,298,335	4,622,675	1,099,046
Net Income	557,220	958,495	(780,362)	28,648	(182,279)
Total assets	80,108,210	29,879,267	18,468,594	9,514,168	6,349,704
Total liabilities	50,960,471	17,507,717	1,860,662	7,272,441	4,005,091
Depreciation	1,349,850	2,172,648	83,993	587,765	103,001
Amortization	148,229	637,733	36,437	26,800	26,186

	As of and for the nine-month period ended September 30, 2023				
	SK E&S Co., Ltd.	SK Ecoplant Co., Ltd.	Others	Consolidation adjustments (*2)	Total
Sales and other operating income	₩ 8,331,836	₩ 6,513,855	₩ 7,974,071	₩ (3,740,484)	₩ 96,958,088
Internal sales	(352,402)	(9,914)	(3,111,999)	3,740,484	-
Net sales and other operating income	7,979,434	6,503,941	4,862,072	-	96,958,088
Net Income	1,138,381	252,859	486,346	(1,287,202)	1,172,106
Total assets	18,306,455	14,944,106	65,568,492	(35,462,649)	207,676,347
Total liabilities	10,732,882	10,119,764	27,074,177	(1,168,607)	128,364,598
Depreciation	366,759	96,042	622,135	(65,202)	5,316,991
Amortization	17,168	78,503	112,185	(8,732)	1,074,509

(*1) Sales and other operating income of SK Square Co., Ltd. include equity in earnings of investment in associates.

(*2) Consolidation adjustments of the Parent Company, excluding consolidation adjustments of each subsidiary.

SK Inc. and its subsidiaries
Notes to the condensed consolidated interim financial statements
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4. Operating segments (cont'd)

(3) Details of financial information by geographical location as of and for the nine-month periods ended September 30, 2024 and 2023 are as follows (Korean won in millions):

	As of and for the nine-month period ended September 30, 2024						
	Korea	Asia	Europe	North America	Others	Consolidation adjustments	Total
Total sales and other operating income	₩ 116,531,930	₩ 38,168,842	₩ 7,238,162	₩ 11,395,433	₩ 39,536	₩ (78,702,913)	₩ 94,670,990
Operating profit (loss)	4,686,866	240,926	100,628	(769,899)	(13,844)	(1,481,066)	2,763,611
Profit (loss) from continuing operating before income tax expense	3,726,076	247,052	10,858	(1,434,376)	(9,808)	211,352	2,751,154
Profit (loss) for the period from continuing operations	3,359,220	174,781	(14,625)	(1,408,975)	(13,458)	34,805	2,131,748
Total assets	214,579,540	27,359,849	15,205,569	57,435,317	3,147,070	(108,254,477)	209,472,868
Total liabilities	106,958,386	10,500,859	7,869,962	17,337,061	858,590	(15,816,083)	127,708,775

	As of and for the nine-month period ended September 30, 2023						
	Korea	Asia	Europe	North America	Others	Consolidation adjustments	Total
Total sales and other operating income	₩ 116,686,980	₩ 36,726,767	₩ 8,693,744	₩ 9,167,790	₩ 63,595	₩ (74,380,788)	₩ 96,958,088
Operating profit (loss)	6,707,047	569,074	(226,050)	(280,945)	15,972	(2,297,726)	4,487,372
Profit (loss) from continuing operating before income tax expense	5,710,241	596,897	(272,850)	(874,553)	25,728	(4,346,429)	839,034
Profit (loss) for the period from continuing operations	4,727,861	470,599	(296,100)	(854,700)	22,396	(3,919,043)	151,013
Total assets	217,497,686	28,895,835	14,334,309	44,481,448	2,549,784	(100,082,715)	207,676,347
Total liabilities	108,607,690	12,113,106	8,375,496	12,231,198	662,426	(13,625,318)	128,364,598

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4. Operating segments (cont'd)

(4) Details of financial information by revenue from contracts with customers for the nine-month periods ended September 30, 2024 and 2023 are as follows (Korean won in millions):

	For the nine-month period ended September 30, 2024				
	SK Innovation Co., Ltd.	SK Telecom Co., Ltd.	SK Square Co., Ltd. (*1)	SK Networks Co., Ltd.	SKC Co., Ltd.
1. Sales and other operating income	₩ 55,522,376	₩ 13,429,088	₩ 3,927,558	₩ 5,808,398	₩ 1,350,203
2. Revenue from contracts with customers	54,980,346	13,429,088	1,424,346	5,445,775	1,346,391
Categories:					
Service sales	248,505	12,168,823	907,464	545,292	-
Finished goods sales	52,531,486	-	33,741	52,117	1,271,613
Merchandise sales	1,128,713	858,936	242,829	4,837,414	27,256
Other sales	1,071,642	401,329	240,312	10,952	47,522
	54,980,346	13,429,088	1,424,346	5,445,775	1,346,391
Timing of revenue recognition:					
Recognition at a point in time	54,731,841	1,201,961	565,911	4,900,483	1,324,649
Recognition over a period of time	248,505	12,227,127	858,435	545,292	21,742
	54,980,346	13,429,088	1,424,346	5,445,775	1,346,391
3. Revenue from other sources	330,952	-	2,503,212	362,623	3,812
4. Other operating income (*3)	211,078	-	-	-	-

	For the nine-month period ended September 30, 2024				
	SK E&S Co., Ltd.	SK Ecoplant Co., Ltd.	Others	Consolidation adjustments (*2)	Total
1. Sales and other operating income	₩ 8,562,097	₩ 6,371,695	₩ 8,028,109	₩ (8,328,534)	₩ 94,670,990
2. Revenue from contracts with customers	8,560,988	6,334,161	7,664,310	(4,990,631)	94,194,774
Categories:					
Service sales	2,778	6,144,132	2,960,460	(2,624,048)	20,353,406
Finished goods sales	3,677,809	-	4,226,892	(1,086,881)	60,706,777
Merchandise sales	4,720,913	88,242	367,680	(1,188,610)	11,083,373
Other sales	159,488	101,787	109,278	(91,092)	2,051,218
	8,560,988	6,334,161	7,664,310	(4,990,631)	94,194,774
Timing of revenue recognition:					
Recognition at a point in time	1,309,404	50,708	4,874,188	(1,991,696)	66,967,449
Recognition over a period of time	7,251,584	6,283,453	2,790,122	(2,998,935)	27,227,325
	8,560,988	6,334,161	7,664,310	(4,990,631)	94,194,774
3. Revenue from other sources	1,109	37,534	363,799	(3,337,903)	265,138
4. Other operating income (*3)	-	-	-	-	211,078

(*1) Sales and other operating income of SK Square Co., Ltd. include equity in earnings of investment in associates.

(*2) Consolidation adjustments of the Parent Company, excluding consolidation adjustments of each subsidiary.

(*3) SK Innovation Co., Ltd., a subsidiary, is subject to tax credits for battery cells and modules produced and sold in the U.S. under the Advanced Manufacturing Production Tax Credit System of the U.S. Inflation Reduction Act, which takes effect on January 1, 2023. Companies subject to the Advanced Manufacturing Production Tax Credit can choose (1) legal deduction (direct deduction or transfer of rights) or (2) direct receipt of the remaining amount after deducting it (hereinafter referred to as the "cash receipt method") for the amount of tax credit, which is expected to be received as SK Innovation Co., Ltd. has decided to transfer its right to deduct under the law.

SK Inc. and its subsidiaries
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4. Operating segments (cont'd)

	For the nine-month period ended September 30, 2023				
	SK Innovation Co., Ltd.	SK Telecom Co., Ltd.	SK Square Co., Ltd.(*1)	SK Networks Co., Ltd.	SKC Co., Ltd.
1. Sales and other operating income	₩ 58,136,065	₩ 13,081,220	₩ (75,758)	₩ 5,426,353	₩ 1,310,930
2. Revenue from contracts with customers	57,450,211	13,081,220	1,646,783	4,210,263	1,307,532
Categories:					
Service sales	244,115	11,908,446	1,006,041	487,644	-
Finished goods sales	53,406,840	-	33,928	44,908	1,236,620
Merchandise sales	2,983,621	755,565	339,597	3,667,555	49,556
Other sales	815,635	417,209	267,217	10,156	21,356
	57,450,211	13,081,220	1,646,783	4,210,263	1,307,532
Timing of revenue recognition:					
Recognition at a point in time	57,206,096	1,097,575	687,406	3,722,618	1,303,111
Recognition over a period of time	244,115	11,983,645	959,377	487,645	4,421
	57,450,211	13,081,220	1,646,783	4,210,263	1,307,532
3. Revenue from other sources	308,975	-	(1,722,541)	1,216,090	3,398
4. Other operating income (*3)	376,879	-	-	-	-

	For the nine-month period ended September 30, 2023				
	SK E&S Co., Ltd.	SK Ecoplant Co., Ltd.	Others	Consolidation adjustments (*2)	Total
1. Sales and other operating income	₩ 8,331,836	₩ 6,513,855	₩ 7,974,072	₩ (3,740,485)	₩ 96,958,088
2. Revenue from contracts with customers	8,328,810	6,466,570	7,948,589	(4,042,754)	96,397,224
Categories:					
Service sales	1,865	5,993,913	3,845,109	(1,966,961)	21,520,172
Finished goods sales	3,889,804	-	3,871,380	(931,112)	61,552,368
Merchandise sales	4,254,576	424,360	320,864	(1,076,676)	11,719,018
Other sales	182,565	48,297	(88,764)	(68,005)	1,605,666
	8,328,810	6,466,570	7,948,589	(4,042,754)	96,397,224
Timing of revenue recognition:					
Recognition at a point in time	750,531	377,076	4,232,017	(1,723,450)	67,652,980
Recognition over a period of time	7,578,279	6,089,494	3,716,572	(2,319,304)	28,744,244
	8,328,810	6,466,570	7,948,589	(4,042,754)	96,397,224
3. Revenue from other sources	3,026	47,285	25,483	302,269	183,985
4. Other operating income (*3)	-	-	-	-	376,879

(*1) Sales and other operating income of SK Square Co., Ltd include equity in earnings of investment in associates.

(*2) Consolidation adjustments of the Parent Company, excluding consolidation adjustments of each subsidiary.

(*3) SK Innovation Co., Ltd., a subsidiary, is subject to tax credits for battery cells and modules produced and sold in the U.S. under the Advanced Manufacturing Production Tax Credit System of the U.S. Inflation Reduction Act, which takes effect on January 1, 2023. Companies subject to the Advanced Manufacturing Production Tax Credit can choose (1) legal deduction (direct deduction or transfer of rights) or (2) direct receipt of the remaining amount after deducting it (hereinafter referred to as the "cash receipt method") for the amount of tax credit, which is expected to be received as SK Innovation Co., Ltd. has decided to transfer its right to deduct under the law.

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5. Financial instruments

(1) Financial assets

Details of financial assets as of September 30, 2024 and December 31, 2023 are as follows (Korean won in millions):

	September 30, 2024				
	Financial assets measured at FVTPL	Financial assets measured at FVOCI	Financial assets measured at amortized cost	Financial assets designated as hedging instruments	Total
Current assets:					
Cash and cash equivalents	₩ 5,015,035	₩ -	₩ 17,622,628	₩ -	₩ 22,637,663
Short-term financial instruments	428,655	-	2,711,680	-	3,140,335
Trade receivables (*1)	167,960	260,739	11,366,633	-	11,795,332
Other receivables (*2)	185,979	-	2,413,326	-	2,599,305
Short-term loans	-	-	230,665	-	230,665
Accrued income	-	-	214,109	-	214,109
Short-term investment securities	17,988	-	575	-	18,563
Guarantee deposits	-	-	455,532	-	455,532
Derivative assets	1,034,523	-	-	160,604	1,195,127
Short-term lease receivables	-	-	32,689	-	32,689
	<u>₩ 6,850,140</u>	<u>₩ 260,739</u>	<u>₩ 35,047,837</u>	<u>₩ 160,604</u>	<u>₩ 42,319,320</u>
Non-current assets:					
Long-term financial instruments	₩ 4,702	₩ -	₩ 60,539	₩ -	₩ 65,241
Long-term trade receivables	-	-	586,151	-	586,151
Long-term other receivables	178,953	-	222,558	-	401,511
Long-term loans	-	-	802,072	-	802,072
Long-term accrued income	-	-	24,275	-	24,275
Long-term investment securities	1,372,380	5,147,880	866	-	6,521,126
Long-term guarantee deposits	-	-	541,421	-	541,421
Derivative assets	173,275	-	-	206,156	379,431
Long-term lease receivables	-	-	59,727	-	59,727
	<u>₩ 1,729,310</u>	<u>₩ 5,147,880</u>	<u>₩ 2,297,609</u>	<u>₩ 206,156</u>	<u>₩ 9,380,955</u>
	<u>₩ 8,579,450</u>	<u>₩ 5,408,619</u>	<u>₩ 37,345,446</u>	<u>₩ 366,760</u>	<u>₩ 51,700,275</u>

(*1) Contract assets (unbilled receivables) amounting to ₩1,322,783 million as of September 30, 2024 are not included in the financial assets.

(*2) Employees and tax related amounts are excluded because they were not subject to financial instruments disclosure.

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5. Financial instruments (cont'd)

	December 31, 2023				
	Financial assets measured at FVTPL	Financial assets measured at FVOCI	Financial assets measured at amortized cost	Financial assets designated as hedging instruments	Total
Current assets:					
Cash and cash equivalents	₩ 5,280,674	₩ -	₩ 17,402,996	₩ -	₩ 22,683,670
Short-term financial instruments	530,313	-	2,411,728	-	2,942,041
Trade receivables (*1)	173,105	215,669	12,448,218	-	12,836,992
Other receivables (*2)	144,629	-	2,250,870	-	2,395,499
Short-term loans	-	-	246,555	-	246,555
Accrued income	-	-	117,323	-	117,323
Short-term investment securities	186,793	-	45	-	186,838
Guarantee deposits	-	-	507,630	-	507,630
Derivative assets	140,650	-	-	149,654	290,304
Short-term lease receivables	-	-	23,892	-	23,892
	<u>₩ 6,456,164</u>	<u>₩ 215,669</u>	<u>₩ 35,409,257</u>	<u>₩ 149,654</u>	<u>₩ 42,230,744</u>
Non-current assets:					
Long-term financial instruments	₩ 6,161	₩ -	₩ 50,254	₩ -	₩ 56,415
Long-term trade receivables	-	-	545,442	-	545,442
Long-term other receivables	129,316	-	680,596	-	809,912
Long-term loans	-	-	673,027	-	673,027
Long-term accrued income	-	-	32,462	-	32,462
Long-term investment securities	1,728,974	5,814,238	864	-	7,544,076
Long-term guarantee deposits	-	-	615,445	-	615,445
Derivative assets	1,005,219	-	-	253,732	1,258,951
Long-term lease receivables	-	-	43,385	-	43,385
	<u>₩ 2,869,670</u>	<u>₩ 5,814,238</u>	<u>₩ 2,641,475</u>	<u>₩ 253,732</u>	<u>₩ 11,579,115</u>
	<u>₩ 9,325,834</u>	<u>₩ 6,029,907</u>	<u>₩ 38,050,732</u>	<u>₩ 403,386</u>	<u>₩ 53,809,859</u>

(*1) Contract assets (unbilled receivables) amounting to ₩1,042,396 million as of December 31, 2023 are not included in the financial assets.

(*2) Employees and tax related amounts are excluded because they were not subject to financial instruments disclosure.

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5. Financial instruments (cont'd)

(2) Financial liabilities

Details of financial liabilities as of September 30, 2024 and December 31, 2023 are as follows (Korean won in millions):

	September 30, 2024				
	Financial liabilities measured at FVTPL	Financial liabilities measured at amortized cost	Financial liabilities designated as hedging instruments	Other financial liabilities	Total
Current liabilities:					
Short-term borrowings	₩ -	₩ 20,043,546	₩ -	₩ -	₩ 20,043,546
Trade payables	180,655	11,321,604	-	-	11,502,259
Other payables (*1)	16,478	8,746,162	-	-	8,762,640
Current portion of long-term debt	-	14,692,666	-	-	14,692,666
Accrued expenses (*1)	-	3,411,495	-	-	3,411,495
Dividends payable	-	161,484	-	-	161,484
Withholdings	-	53,643	-	-	53,643
Leasehold deposits received	-	994,516	-	-	994,516
Derivative liabilities	867,636	-	17,270	-	884,906
Lease liabilities	-	-	-	992,618	992,618
Finance guarantee liabilities	-	-	-	29,720	29,720
Financial liabilities at fair value through profit or loss	-	-	-	-	-
	<u>₩ 1,064,769</u>	<u>₩ 59,425,116</u>	<u>₩ 17,270</u>	<u>₩ 1,022,338</u>	<u>₩ 61,529,493</u>
Non-current liabilities:					
Bonds and long-term borrowings	₩ -	₩ 45,850,446	₩ -	₩ -	₩ 45,850,446
Long-term other payables (*1)	118,989	864,997	-	-	983,986
Long-term accrued expenses (*1)	-	7,857	-	-	7,857
Leasehold deposits received	-	162,482	-	-	162,482
Derivative liabilities	852,411	-	48,449	-	900,860
Long-term lease liabilities	-	-	-	3,549,780	3,549,780
Financial guarantee liabilities	-	-	-	3,698	3,698
Financial liabilities at fair value through profit or loss	666,390	-	-	-	666,390
Other long-term liabilities	224,663	-	-	-	224,663
	<u>₩ 1,862,453</u>	<u>₩ 46,885,782</u>	<u>₩ 48,449</u>	<u>₩ 3,553,478</u>	<u>₩ 52,350,162</u>
	<u>₩ 2,927,222</u>	<u>₩ 106,310,898</u>	<u>₩ 65,719</u>	<u>₩ 4,575,816</u>	<u>₩ 113,879,655</u>

(*1) Unpaid liabilities related to employee compensation systems, stock-based payment and tax related amounts are excluded because they were not subject to disclosure of financial instruments.

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5. Financial instruments (cont'd)

	December 31, 2023				
	Financial liabilities measured at FVTPL	Financial liabilities measured at amortized cost	Financial liabilities designated as hedging instruments	Other financial liabilities	Total
Current liabilities:					
Short-term borrowings	₩ -	₩ 17,388,374	₩ -	₩ -	₩ 17,388,374
Trade payables	175,970	12,773,431	-	-	12,949,401
Other payables (*1)	16,291	9,369,697	-	-	9,385,988
Current portion of long-term debt	-	13,019,290	-	-	13,019,290
Accrued expenses (*1)	-	3,034,689	-	-	3,034,689
Dividends payable	-	983	-	-	983
Withholdings	-	57,178	-	-	57,178
Leasehold deposits received	-	1,086,643	-	-	1,086,643
Derivative liabilities	349,785	-	19,115	-	368,900
Lease liabilities	-	-	-	1,239,548	1,239,548
Finance guarantee liabilities	-	-	-	10,048	10,048
Financial liabilities at fair value through profit or loss	25,085	-	-	-	25,085
	<u>₩ 567,131</u>	<u>₩ 56,730,285</u>	<u>₩ 19,115</u>	<u>₩ 1,249,596</u>	<u>₩ 58,566,127</u>
Non-current liabilities:					
Bonds and long-term borrowings	₩ -	₩ 48,570,229	₩ -	₩ -	₩ 48,570,229
Long-term other payables (*1)	111,175	1,228,159	-	-	1,339,334
Long-term accrued expenses	-	21,078	-	-	21,078
Leasehold deposits received	-	391,159	-	-	391,159
Derivative liabilities	1,086,698	-	164,074	-	1,250,772
Long-term lease liabilities	-	-	-	3,989,530	3,989,530
Financial guarantee liabilities	-	-	-	18,514	18,514
Financial liabilities at fair value through profit or loss	457,319	-	-	-	457,319
Other long-term liabilities	210,731	-	-	-	210,731
	<u>₩ 1,865,923</u>	<u>₩ 50,210,625</u>	<u>₩ 164,074</u>	<u>₩ 4,008,044</u>	<u>₩ 56,248,666</u>
	<u>₩ 2,433,054</u>	<u>₩ 106,940,910</u>	<u>₩ 183,189</u>	<u>₩ 5,257,640</u>	<u>₩ 114,814,793</u>

(*1) Unpaid liabilities related to employee compensation systems and tax are excluded because they were not subject to disclosure of financial instruments.

(3) Fair values of financial instruments by hierarchy level

1) Fair values and book values of financial instruments that are not measured at fair value as of September 30, 2024 and December 31, 2023 are as follows (Korean won in millions):

	September 30, 2024		December 31, 2023	
	Book value	Fair value	Book value	Fair value
Bonds	₩ 36,838,620	₩ 36,906,635	₩ 37,422,779	₩ 36,512,427
Borrowings	43,748,038	43,305,057	41,555,114	40,002,644

The fair value of bonds and borrowings was measured as the present value of the contractually determined stream of future cash flows discounted at the market interest rate (2.55% ~ 18.12%) regarding residual market risks. As the book values of other financial assets and other financial liabilities are reasonable approximations to fair values, the fair values have not been disclosed.

2) The Group categorized financial instruments measured at fair value based on the inputs to measure the fair value. The level of hierarchy of fair value is as follows:

Classification	Significance of input variables
Level 1	Quoted (unadjusted) prices in active markets for identical assets or liabilities
Level 2	Other techniques for which all inputs that have a significant effect on the recorded fair value are observable, either directly or indirectly
Level 3	Techniques that use inputs that have a significant effect on the recorded fair value that are not based on observable market data

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5. Financial instruments (cont'd)

3) Details of fair values of financial instruments by hierarchy level as of September 30, 2024 and December 31, 2023 are as follows (Korean won in millions):

	September 30, 2024				
	Book value	Level 1	Level 2	Level 3	Total
Financial assets:					
Financial assets measured at FVTPL	₩ 7,371,652	₩ 35,727	₩ 5,996,548	₩ 1,339,377	₩ 7,371,652
Financial assets measured at FVOCI	5,408,619	1,590,799	28,656	3,789,164	5,408,619
Derivative financial assets	1,574,558	1,882	545,989	1,026,687	1,574,558
	<u>₩ 14,354,829</u>	<u>₩ 1,628,408</u>	<u>₩ 6,571,193</u>	<u>₩ 6,155,228</u>	<u>₩ 14,354,829</u>
Financial liabilities:					
Financial liabilities measured at FVTPL	₩ 1,207,175	₩ -	₩ 409,856	₩ 797,319	₩ 1,207,175
Derivative financial liabilities	1,785,766	-	256,901	1,528,865	1,785,766
	<u>₩ 2,992,941</u>	<u>₩ -</u>	<u>₩ 666,757</u>	<u>₩ 2,326,184</u>	<u>₩ 2,992,941</u>
	December 31, 2023				
	Book value	Level 1	Level 2	Level 3	Total
Financial assets:					
Financial assets measured at FVTPL	₩ 8,179,965	₩ 329,190	₩ 6,091,093	₩ 1,759,682	₩ 8,179,965
Financial assets measured at FVOCI	6,029,907	2,693,803	29,828	3,306,276	6,029,907
Derivative financial assets	1,549,255	613	620,798	927,844	1,549,255
	<u>₩ 15,759,127</u>	<u>₩ 3,023,606</u>	<u>₩ 6,741,719</u>	<u>₩ 5,993,802</u>	<u>₩ 15,759,127</u>
Financial liabilities:					
Financial liabilities measured at FVTPL	₩ 785,840	₩ -	₩ 177,200	₩ 608,640	₩ 785,840
Derivative financial liabilities	1,619,672	-	526,228	1,093,444	1,619,672
	<u>₩ 2,405,512</u>	<u>₩ -</u>	<u>₩ 703,428</u>	<u>₩ 1,702,084</u>	<u>₩ 2,405,512</u>

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6. Trade and other receivables

(1) Details of trade and other receivables as of September 30, 2024 and December 31, 2023 are as follows (Korean won in millions):

	September 30, 2024			December 31, 2023		
	Gross amount	Allowance for doubtful accounts	Carrying amount	Gross amount	Allowance for doubtful accounts	Carrying amount
Trade receivables (*1)	₩ 13,505,516	₩ (387,401)	₩ 13,118,115	₩ 14,362,437	₩ (483,049)	₩ 13,879,388
Short-term loans	308,608	(77,943)	230,665	324,564	(78,009)	246,555
Other receivables	3,576,193	(98,512)	3,477,681	3,166,781	(106,469)	3,060,312
Accrued income	214,855	(746)	214,109	118,727	(1,404)	117,323
Short-term guarantee deposits	456,401	(869)	455,532	508,439	(809)	507,630
Short-term Lease receivables	32,689	-	32,689	23,892	-	23,892
Long-term trade receivables	731,066	(144,915)	586,151	589,171	(43,729)	545,442
Long-term loans	1,079,155	(277,083)	802,072	960,487	(287,460)	673,027
Long-term other receivables	414,464	(12,953)	401,511	830,235	(20,323)	809,912
Long-term accrued income	24,275	-	24,275	32,462	-	32,462
Long-term guarantee deposits	543,516	(2,095)	541,421	617,484	(2,039)	615,445
Long-term lease receivables	59,727	-	59,727	43,385	-	43,385
	<u>₩ 20,946,465</u>	<u>₩ (1,002,517)</u>	<u>₩ 19,943,948</u>	<u>₩ 21,578,064</u>	<u>₩ (1,023,291)</u>	<u>₩ 20,554,773</u>

(*1) Includes the net investment amount of the finance lease provided by the Group as a manufacturer or seller.

(2) Details of contract assets and liabilities related to the contract with the customer as of September 30, 2024 and December 31, 2023 are as follows (Korean won in millions):

	September 30, 2024	December 31, 2023
Contract assets: (*1)		
Construction business	₩ 1,185,964	₩ 988,478
Telecommunication business	140,987	129,771
Others	369,518	294,712
	<u>₩ 1,696,469</u>	<u>₩ 1,412,961</u>
Contract liabilities: (*2)		
Construction business	₩ 1,437,036	₩ 1,123,313
Telecommunication business	227,009	212,493
City gas business	488,076	473,686
Others	1,391,512	1,029,912
	<u>₩ 3,543,633</u>	<u>₩ 2,839,404</u>

(*1) Contract assets are included in trade receivables and other assets.

(*2) Contract liabilities are included in advances received and other liabilities. The amount recognized as revenue for the nine-month period ended September 30, 2024 in relation to the contract liabilities in the end of the prior period is ₩1,088,286 million.

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6. Trade and other receivables (cont'd)

(3) Details of construction profit variation by changes of accounting estimates related to construction contracts as of September 30, 2024 and 2023 are as follows (Korean won in millions):

		September 30, 2024			
		Change in estimated construction revenue	Change in estimated construction cost	Impact on current period profit(loss)	Impact on future period profit(loss)
SK Ecoplant Co., Ltd. and its subsidiaries	₩	1,928,551	₩ 1,570,099	₩ 87,449	₩ 271,003
Others		19,156	35,968	(17,117)	305
	₩	1,947,707	₩ 1,606,067	₩ 70,332	₩ 271,308

		September 30, 2023			
		Change in estimated construction revenue	Change in estimated construction cost	Impact on current period profit(loss)	Impact on future period profit(loss)
SK Ecoplant Co., Ltd. and its subsidiaries	₩	410,415	₩ 216,589	₩ 92,717	₩ 101,109
Others		(2,478)	8,730	(11,161)	(47)
	₩	407,937	₩ 225,319	₩ 81,556	₩ 101,062

Impact on profit (loss) of current and future period has been calculated by the estimated construction costs based on the situations which occurred from the inception of construction contracts to current reporting period and the estimated construction revenue as of current reporting period. Estimated construction costs and revenue can be changed in the future period.

(4) Details of the construction contracts where the contract revenue exceeds 5% of the preceding year's revenue under the percentage-of-completion method as of September 30, 2024 and 2023 are as follows (Korean won in millions):

		September 30, 2024						
		Contract date	Completion date(*1)	Progress (%)	Unbilled receivables		Trade receivables (*2)	
Subsidiary	Project				Gross amount	Allowance for doubtful accounts	Gross amount	Allowance for doubtful accounts
SK Ecoplant Co., Ltd.	Goseong Green Power Project	2014.07	2022.01	99.68	₩ -	₩ -	₩ 60,012	₩ -

(*1) It is the contractual or scheduled construction deadline for each project.

(*2) It is the balance of receivables excluding unbilled receivables.

		September 30, 2023						
		Contract date	Completion date(*1)	Progress (%)	Unbilled receivables		Trade receivables (*2)	
Subsidiary	Project				Gross amount	Allowance for doubtful accounts	Gross amount	Allowance for doubtful accounts
SK Ecoplant Co., Ltd.	Goseong Green Power Project	2014.07	2022.01	99.64	₩ -	₩ -	₩ 60,012	₩ -

(*1) It is the contractual or scheduled construction deadline for each project.

(*2) It is the balance of receivables excluding unbilled receivables.

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7. Inventories

(1) Details of inventories as of September 30, 2024 and December 31, 2023 are as follows (Korean won in millions):

	September 30, 2024			December 31, 2023		
	Acquisition cost	Valuation allowance	Book value	Acquisition cost	Valuation allowance	Book value
Merchandise	₩ 996,146	₩ (43,042)	₩ 953,104	₩ 1,483,797	₩ (73,429)	₩ 1,410,368
Finished goods	4,771,456	(310,778)	4,460,678	4,978,286	(324,487)	4,653,799
Semifinished goods and work in progress	1,800,974	(175,650)	1,625,324	1,803,927	(131,952)	1,671,975
Raw materials and sub-materials	2,929,720	(199,875)	2,729,845	3,397,528	(165,039)	3,232,489
Materials in transit	3,158,151	(3,394)	3,154,757	3,079,113	-	3,079,113
Supplies	1,126,187	(9,050)	1,117,137	943,308	(5,839)	937,469
Uncompleted contracts	18,260	-	18,260	17,326	-	17,326
Others	6,268	(1,152)	5,116	5,169	(1,153)	4,016
	₩ 14,807,162	₩ (742,941)	₩ 14,064,221	₩ 15,708,454	₩ (701,899)	₩ 15,006,555

(2) Details of profit or loss recognized for the nine-month period ended September 30, 2024 and 2023 with regards to inventories are as follows (Korean won in millions):

	For the nine-month periods ended	
	September 30, 2024	September 30, 2023
(Reversal of) Loss on valuation of inventories	₩ 41,042	₩ (442,269)

8. Investment securities

Details of investment securities as of September 30, 2024 and December 31, 2023 are as follows (Korean won in millions):

	September 30, 2024			
	Equity instruments		Debt instruments	
	Listed	Unlisted	Listed	Unlisted
Current assets				
Financial assets measured at FVTPL	₩ -	₩ -	₩ -	₩ 17,988
Financial assets measured at FVOCI (*1)	-	-	-	-
Financial assets measured at amortized cost	-	-	-	576
	₩ -	₩ -	₩ -	₩ 18,564
Non-current assets				
Financial assets measured at FVTPL	₩ 35,727	₩ 98,622	₩ -	₩ 1,238,031
Financial assets measured at FVOCI (*1)	1,590,799	3,557,030	-	51
Financial assets measured at amortized cost	-	-	-	866
	₩ 1,626,526	₩ 3,655,652	₩ -	₩ 1,238,948
	₩ 1,626,526	₩ 3,655,652	₩ -	₩ 1,257,512

(*1) The Group has applied the irrevocable option to designate the equity instruments held for strategic investment purposes, rather than for held-for-trading purpose, at the date of initial application, as items measured at FVOCI.

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8. Investment securities (cont'd)

	December 31, 2023							
	Equity instruments				Debt instruments			
	Listed		Unlisted		Listed		Unlisted	
Current assets								
Financial assets measured at FVTPL	₩	-	₩	-	₩	-	₩	186,793
Financial assets measured at FVOCI (*1)		-		-		-		-
Financial assets measured at amortized cost		-		-		-		45
	₩	-	₩	-	₩	-	₩	186,838
Non-current assets								
Financial assets measured at FVTPL	₩	329,190	₩	93,151	₩	-	₩	1,306,633
Financial assets measured at FVOCI (*1)		2,693,803		3,120,434		-		1
Financial assets measured at amortized cost		-		-		-		864
	₩	3,022,993	₩	3,213,585	₩	-	₩	1,307,498
	₩	3,022,993	₩	3,213,585	₩	-	₩	1,494,336

(*1) The Group has applied the irrevocable option to designate the equity instruments held for strategic investment purposes, rather than for held-for-trading purpose, at the date of initial application, as items measured at FVOCI.

9. Investments in joint ventures

(1) Details of investments in joint ventures as of September 30, 2024 and December 31, 2023 are as follows (Korean won in millions):

	Domicile	Principal Business activity	September 30, 2024		December 31, 2023		Fiscal year-end month
			Ownership percentage (%)	Book value	Ownership percentage (%)	Book value	
Sinopec-SK (Wuhan) Petrochemical Co., Ltd.	China	Chemical product manufacturing	35.0	₩ 860,047	35.0	₩ 901,241	December
Beijing BESK Technology Co., Ltd.	China	Battery manufacturing	49.0	251,111	49.0	263,870	December
Lunar Energy, Inc.	USA	Power management services	43.5	72,999	43.5	97,817	December
ZETA CAYMAN Limited	Cayman	Overseas investment	50.0	156,713	50.0	153,906	December
Ignis Therapeutics	Cayman	Pharmaceutical manufacturing	41.0	80,608	41.0	93,293	December
Eurasia Tunnel	Turkiye	Construction	50.0	487,682	50.0	466,996	December
Parkingcloud Corp.	Korea	Business support service	44.5	154,030	44.5	155,569	December
BORYEONG LNG TERMINAL CO.,LTD.	Korea	Energy	50.0	180,401	50.0	172,398	December
SABIC SK Nexlene Company Pte. Ltd.	Singapore	Investment	50.0	227,776	50.0	228,782	December
Korea Security Holdings Co., Ltd.	Korea	Holding company	32.0	876,002	32.0	887,398	December
Zhejiang SK energy Baoying Group Co., Ltd.	China	Asphalt business	49.0	100,676	49.0	102,943	December
HSAGP ENERGY LLC	USA	Investment	50.0	1,319,708	50.0	831,600	December
Others				516,989		473,265	December
				₩ 5,284,742		₩ 4,829,078	

All joint arrangements that the Group has joint control over are structured by a separate entity. The parties that have joint control with respect to the joint agreements are deemed to hold the rights to the net assets of the agreements and accordingly, they are classified as joint ventures.

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9. Investments in joint ventures (cont'd)

(2) Changes in investments in joint ventures for the nine-month periods ended September 30, 2024 and 2023 are as follows (Korean won in millions):

	For the nine-month period ended September 30, 2024							
	Beginning balance	Acquisition	Disposals	Equity in earnings of investment in associates (loss)	Changes in equity adjustment	Dividends	Others (*1)	Ending balance
Joint ventures	₩ 4,829,078	₩ 533,308	₩ (3,125)	₩ (128,931)	₩ 39,963	₩ (17,484)	₩ 31,933	₩ 5,284,742

(*1) Others include the effects of net exchange differences and others.

	For the nine-month period ended September 30, 2023							
	Beginning balance	Acquisition	Disposals	Equity in earnings of investment in associates (loss)	Changes in equity adjustment	Dividends	Others (*1)	Ending balance
Joint ventures	₩ 2,995,713	₩ 75,009	₩ (49)	₩ 29,501	₩ 59,912	₩ (14,954)	₩ 931,257	₩ 4,076,389

(*1) Others include the effects of changes in scope of consolidation, net exchange differences, impairment and others.

10. Investments in associates

(1) Details of investments in associates as of September 30, 2024 and December 31, 2023 are as follows (Korean won in millions):

	Domicile	Principal Business activity	September 30, 2024		December 31, 2023		Fiscal year-end month
			Ownership percentage (%)	Book value	Ownership percentage (%)	Book value	
SK hynix Inc. (*1)	Korea	Semiconductor	20.1	₩ 14,193,332	20.1	₩11,694,067	December
Vingroup Joint Stock Company (*2)	Vietnam	Holding company	6.1	574,162	6.1	549,217	December
Eureka Midstream Holdings	USA	Resource development	40.0	556,741	40.0	549,070	December
VCM Services And Trading Development Joint Stock Company (*2)	Vietnam	Investment	8.6	270,732	15.8	489,055	December
Masan Group Corporation (*2,4)	Vietnam	Holding company(F&B, Livestock, Mining, Banking)	9.2	428,167	9.2	419,226	December
Darwin LNG Pty Ltd.	Australia	Wholesale, import and export of LNG gas and other	25.0	476,714	25.0	473,791	December
The CrownX Corporation (*2)	Vietnam	Holding company	4.9	392,997	4.9	380,736	December
FR BR Aggregator	USA	Resource development	39.0	224,453	39.0	164,973	December
Huizhou EVE United Energy Co., Ltd.	China	Battery manufacturing	49.0	542,156	49.0	514,635	December
Peru LNG Company, LLC (*6)	USA	LNG	-	-	20.0	279,825	December
Daehan Oil Pipeline Corporation	Korea	Pipeline transportation	41.0	327,422	41.0	327,897	December

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10. Investments in associates (cont'd)

	Domicile	Principal Business activity	September 30, 2024		December 31, 2023		Fiscal year-end month
			Ownership percentage (%)	Book value	Ownership percentage (%)	Book value	
NHIP II Bison Holdings, LLC	USA	Resource development	24.4	₩ 275,299	24.4	₩ 307,089	December
Canakkale Highway And Bridge	Turkiye	Construction	25.0	459,420	25.0	333,655	December
Korea IT Fund (*3)	Korea	Investment	63.3	339,443	63.3	336,404	December
Joyvio (*5)	China	Investment	-	-	13.3	195,987	December
Content Wavve Corp.	Korea	Broadcasting	40.5	78,042	40.5	118,459	December
Best Oil Company Ltd.	Myanmar	Oil product trading and distribution	35.0	161,153	35.0	150,945	September
TBM Co., Ltd. (*2)	Japan	Manufacturing	13.3	92,329	13.4	94,637	December
ENN (Zhoushan) LNG Co., Ltd. (*2)	China	Energy	10.0	160,354	10.0	146,415	December
XE-PIAN XE-NAMNOY POWER COMPANY LIMITED.	Laos	Hydropower generation	26.0	136,736	26.0	149,761	December
BLOOMENERGY CORPORATION (*2)	USA	Other power generation	10.3	559,982	10.5	579,440	December
TERRAPOWER, LLC (*2)	USA	Small nuclear reactor	11.7	252,587	11.7	284,753	December
Londian Wason New Energy Tech. Inc.	Cayman	EV charger manufacturing	29.6	480,729	29.6	474,388	December
CENVIRO SDN. BHD.	Malaysia	Recycling and recovery	30.0	172,441	30.0	135,427	December
Goseong Green Power Co., Ltd. (*2)	Korea	Thermal power generation	10.0	112,421	10.0	117,674	December
ChangZhou BTR New Material Technology CO.,LTD.	China	New energy	25.0	112,886	25.0	107,487	December
Nexeon	UK	Investment	21.3	106,599	21.3	106,024	December
Amyg Inc. (*2)	USA	Fuel cell	15.3	90,170	15.3	101,966	December
Others				2,166,584		2,125,426	
				₩ 23,744,051		₩ 21,708,429	

- (*1) Equity ownership includes indirect investments held by the consolidated subsidiaries.
(*2) The Group retains significant influence on the associate despite having less than 20% equity interests.
(*3) These companies were not included as consolidated subsidiaries as the Group does not have control over more than half of the voting rights by agreements.
(*4) The consolidated entity holds a put option in relation to its shares.
(*5) It was transferred to assets held for sale during the nine-month periods ended September 30, 2024 (See Note 35).
(*6) It was disposed during the nine-month periods ended September 30, 2024.

(2) Changes in investments in associates for the nine-month periods ended September 30, 2024 and 2023 are as follows (Korean won in millions):

	For the nine-month period ended September 30, 2024								
	Beginning balance	Acquisition	Disposals	Equity in earnings of investment in associates (loss)	Changes in equity adjustment	Dividends	Impairment	Others (*1)	Ending balance
Associates	₩ 21,708,429	₩ 225,088	₩ (602,717)	₩ 2,450,934	₩ 148,469	₩ (212,437)	₩ 37,743	₩ (11,458)	₩ 23,744,051

(*1) Others include the effects of transferring to assets held for sale, net exchange differences and others.

	For the nine-month period ended September 30, 2023							
	Beginning balance	Acquisition	Disposals	Equity in earnings of investment in associates (loss)	Changes in equity adjustment	Dividends	Others (*1)	Ending balance
Associates	₩ 24,461,292	₩ 887,849	₩ (63,756)	₩ (1,916,415)	₩ 78,610	₩ (231,581)	₩ (794,809)	₩ 22,421,190

(*1) Others include the effects of changes in scope of consolidation, net exchange differences, impairment and others.

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September 30, 2024 and 2023

10. Investments in associates (cont'd)

(3) Details of unrecognized changes in equity due to the suspension of equity method application in investments in associates as of September 30, 2024 and December 31, 2023 are as follows (Korean won in millions):

	Unrecognized equity method loss		Unrecognized equity method capital changes	
	September 30, 2024	Accumulated	September 30, 2024	Accumulated
Gunpo Mixed Use Development PFV Company	₩ 3,986	₩ 10,600	₩ -	₩ -
Chuncheon Green Energy Co., Ltd.	(25)	-	-	-
Yongin General Industrial Complex Co.,Ltd	36,109	36,109	8	8
InterVest New Growth Fund	(564)	152	(152)	(152)
CHUNGJU BIJEU KOEO CITY CO., LTD.	88	284	-	-
HAEUNDAE MARINEWON PFV CO.,LTD.	16,745	38,778	-	-
Chuncheon Clean Water Load Co., Ltd	7	25	-	-
Pohang New Water Road Co., Ltd	74	440	-	-
BARR Operation and Maintenance. LLP	(91)	-	-	-
Sonori corp	14	236	-	-
Invites Genomics Co.,Ltd. (formerly Invites healthcare Co., Ltd.)	12,112	19,956	(135)	1,044
U-land Co.,Ltd.	-	1,011	-	-
Daehan Kanggun BcN Co., Ltd.	-	4,176	-	(124)
Yemen LNG Company Ltd.	-	74,518	-	19,268
HCM001,LLC	35,972	35,972	(17,986)	(17,986)
Mastern 171 Yangjoo PFV Co. Ltd.	513	513	-	-
	₩ 104,940	₩ 222,770	₩ (18,265)	₩ 2,058

	Unrecognized equity method loss		Unrecognized equity method capital changes	
	December 31, 2023	Accumulated	December 31, 2023	Accumulated
Gunpo Mixed Use Development PFV Company	₩ 1,626	₩ 6,614	₩ -	₩ -
Daehan 4 New Stay REIT Co., Ltd. (*1)	8,782	11,511	-	-
Chuncheon Green Energy Co., Ltd.	25	25	-	-
Yongin General Industrial Complex Co.,Ltd	(6,652)	-	-	-
InterVest New Growth Fund	216	716	-	-
CHUNGJU BIJEU KOEO CITY CO., LTD.	182	196	-	-
HAEUNDAE MARINEWON PFV CO.,LTD.	18,224	22,033	-	-
Chuncheon Clean Water Load Co., Ltd	9	18	-	-
Pohang New Water Road Co., Ltd	109	366	-	-
Gangneung Sacheon Fuelcell	(646)	838	-	-
BARR Operation and Maintenance. LLP	91	91	-	-
Sonori corp	2	222	-	-
Invites Genomics Co.,Ltd. (formerly Invites healthcare Co., Ltd.)	7,844	7,844	1,179	1,179
U-land Co.,Ltd.	-	1,011	-	-
Daehan Kanggun BcN Co., Ltd.	-	4,176	-	-
Yemen LNG Company Ltd.	16,507	74,518	6,132	19,268
	₩ 46,319	₩ 130,179	₩ 7,311	₩ 20,447

(*1) It was disposed of during the nine-month period ended September 30, 2024

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11. Investments in joint operations

Details of joint operations as of September 30, 2024 and December 31, 2023 are as follows:

Company name	Ownership percentage		Main business location	Date of financial statements	Nature of joint arrangement activities, etc.
	September 30, 2024	December 31, 2023			
Ulsan Aromatics Co., Ltd.	50%	50%	Korea	September 30	(*1,2)
PT. Patra SK	65%	65%	Indonesia	September 30	(*1,3,4)
HDGSK JV	25%	25%	Iraq	September 30	(*1,5)
TPSK JV	50%	50%	Vietnam	September 30	(*1,6)
BUILD KING - SK ECOPLANT JV(East)	40%	40%	Hong Kong	September 30	(*1,7)
BUILD KING - SK ECOPLANT JV(West)	49%	49%	Hong Kong	September 30	(*1,8)
RIVERLINKX CJV	20%	20%	UK	September 30	(*1,9)
Sotra Link Construction JV	30%	30%	Norway	September 30	(*1,10)

(*1) The Group classified activities subject to the joint arrangement with the entities above as a joint operation, considering facts and circumstances that the contractual agreement is designed to provide outputs to relevant parties of the agreement, despite the terms of the agreement that grant the parties neither any rights to the assets nor any obligations to the liabilities in relation to the agreement.

(*2) The entity was established as a joint venture with ENEOS Corporation on March 30, 2012 and is engaged in manufacturing of aromatic compounds.

(*3) The entity was established as a joint venture with PT Pertamina Patra Niaga on November 19, 2006 and is engaged in lubricant oil manufacturing and sales activities.

(*4) For the nine-month period ended September 30, 2024, the Group entered into an agreement to sell its 14.0% interest in the joint venture to PT Pertamina Patra Niaga Company Limited, a joint arrangement party, and classified the related assets and liabilities as held for sale.

(*5) The entity was established as joint contract implementation purposes with Hyundai engineering & construction Co., Ltd. and GS Engineering & Construction Corp. on November, 2013 and is engaged in Construction activities on the Karbala Refinery Project site.

(*6) The entity was established as joint contract implementation purposes with Technip Energies on February, 2018 and is engaged in Construction activities on the LSPC Project site.

(*7) The entity was established as joint contract implementation purposes with Build King on June, 2017 and is engaged in Construction activities on the Yau Ma Tei East site.

(*8) The entity was established as joint contract implementation purposes with Build King on October, 2017 and is engaged in Construction activities on the Yau Ma Tei West site.

(*9) The entity was established as joint contract implementation purposes with Ferrovial, BAM on February, 2020 and is engaged in Construction activities on the Silvertown Tunnel site.

(*10) The entity was established as joint contract implementation purposes with FCC, We build on November, 2020 and is engaged in Construction activities on the Rv.555 Sotra Connection site.

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12. Property, plant and equipment

(1) Details of property, plant and equipment as of September 30, 2024 and December 31, 2023 are as follows (Korean won in millions):

	September 30, 2024			
	Acquisition cost	Accumulated depreciation	Accumulated impairment loss	Book value
Land	₩ 10,008,928	₩ -	₩ (16,445)	₩ 9,992,483
Buildings	10,840,174	(1,617,250)	(53,939)	9,168,985
Structures	3,354,238	(1,113,776)	(18,993)	2,221,469
Machinery and equipment	44,515,879	(22,705,284)	(159,956)	21,650,639
Vehicles	242,136	(103,727)	(2,780)	135,629
Operating lease asset	123,939	(23,603)	(3,447)	96,889
Others	10,912,355	(4,151,939)	(360,649)	6,399,767
Construction-in-progress	28,376,881	-	-	28,376,881
	<u>₩ 108,374,530</u>	<u>₩ (29,715,579)</u>	<u>₩ (616,209)</u>	<u>₩ 78,042,742</u>

	December 31, 2023			
	Acquisition cost	Accumulated depreciation	Accumulated impairment loss	Book value
Land	₩ 9,758,681	₩ -	₩ (14,976)	₩ 9,743,705
Buildings	9,504,809	(1,384,907)	(51,887)	8,068,015
Structures	3,240,861	(1,009,572)	(19,599)	2,211,690
Machinery and equipment	42,843,382	(20,590,235)	(184,290)	22,068,857
Vehicles	304,688	(137,354)	(2,276)	165,058
Operating lease asset	3,489,747	(905,169)	(3,968)	2,580,610
Others	10,029,092	(3,776,180)	(351,112)	5,901,800
Construction-in-progress	22,754,697	-	-	22,754,697
	<u>₩ 101,925,957</u>	<u>₩ (27,803,417)</u>	<u>₩ (628,108)</u>	<u>₩ 73,494,432</u>

(2) Changes in property, plant and equipment for the nine-month periods ended September 30, 2024 and 2023 are as follows (Korean won in millions):

	For the nine-month period ended September 30, 2024								Ending balance
	Beginning balance	Acquisition	Disposals	Depreciation	Reversal (Impairment)	Transfers (*1)	Others (*2)		
Land	₩ 9,743,705	₩ 11,226	₩ (15,658)	₩ -	₩ -	₩ (22,958)	₩ 276,168	₩ 9,992,483	
Buildings	8,068,015	10,749	(33,385)	(251,092)	(2,149)	1,661,011	(284,164)	9,168,985	
Structures	2,211,690	8,073	(3,917)	(124,695)	301	157,517	(27,500)	2,221,469	
Machinery and equipment	22,068,857	331,496	(114,840)	(3,121,646)	(57,029)	2,425,778	118,023	21,650,639	
Vehicles	165,058	9,764	(25,735)	(20,586)	(183)	3,308	4,003	135,629	
Operating lease asset	2,580,610	478,653	(10,314)	(262,385)	(772)	(2,688,705)	(198)	96,889	
Others	5,901,800	880,003	(20,279)	(587,548)	23,204	97,065	105,522	6,399,767	
Construction-in-progress	22,754,697	10,038,049	(24,462)	-	(8,317)	(4,843,099)	460,013	28,376,881	
	<u>₩ 73,494,432</u>	<u>₩ 11,768,013</u>	<u>₩ (248,590)</u>	<u>₩ (4,367,952)</u>	<u>₩ (44,945)</u>	<u>₩ (3,210,083)</u>	<u>₩ 651,867</u>	<u>₩ 78,042,742</u>	

(*1) This includes transfer from construction-in-progress to property, plant and equipment and from property, plant and equipment to intangible assets and from investment properties to property, plant and equipment and from property, plant and equipment to assets held for sale.

(*2) Others include the effects of changes in scope of consolidation, net exchange differences and others.

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12. Property, plant and equipment (cont'd)

	For the nine-month period ended September 30, 2023								Ending balance
	Beginning balance	Acquisition	Disposals	Depreciation	Reversal (Impairment)	Transfers (*1)	Others (*2)		
Land	₩ 9,316,944	₩ 20,461	₩ (30,642)	₩ -	₩ -	₩ 314,105	₩ 10,209	₩ 9,631,077	
Buildings	6,609,655	20,877	(4,220)	(222,532)	(2)	1,568,065	94,106	8,065,949	
Structures	1,906,675	17,643	(836)	(114,434)	-	337,052	32,235	2,178,335	
Machinery and equipment	20,873,162	394,746	(29,590)	(3,189,321)	(4,806)	4,137,394	(279,211)	21,902,374	
Vehicles	177,588	12,145	(5,484)	(23,180)	-	8,108	348	169,525	
Operating lease asset	2,387,593	866,453	(13,167)	(388,662)	(4,482)	(224,924)	(813)	2,621,998	
Others	5,280,841	950,075	(12,812)	(577,246)	24	59,976	(37,092)	5,663,766	
Construction-in-progress	13,369,414	11,570,223	(3,950)	-	(6,722)	(6,771,661)	971,046	19,128,350	
	₩ 59,921,872	₩ 13,852,623	₩ (100,701)	₩ (4,515,375)	₩ (15,988)	₩ (571,885)	₩ 790,828	₩ 69,361,374	

(*1) This includes transfer from construction-in-progress to property, plant and equipment and from property, plant and equipment to intangible assets and from investment properties to property, plant and equipment and from property, plant and equipment to assets held for sale.

(*2) Others include the effects of changes in scope of consolidation, net exchange differences and others.

13. Right-of-use assets and lease

(1) Details of right-of-use assets as of September 30, 2024 and December 31, 2023 are as follows (Korean won in millions):

	September 30, 2024			
	Acquisition cost	Accumulated depreciation	Accumulated impairment loss	Book value
Land and buildings	₩ 4,107,033	₩ (1,677,217)	₩ (4,863)	₩ 2,424,953
Tanks	383,118	(270,948)	-	112,170
Ships	1,885,108	(648,967)	-	1,236,141
Vehicles	568,108	(373,249)	(4,570)	190,289
Others	656,815	(262,956)	(180)	393,679
	₩ 7,600,182	₩ (3,233,337)	₩ (9,613)	₩ 4,357,232

	December 31, 2023			
	Acquisition cost	Accumulated depreciation	Accumulated impairment loss	Book value
Land and buildings	₩ 4,179,799	₩ (1,526,917)	₩ (4,686)	₩ 2,648,196
Tanks	377,362	(233,567)	-	143,795
Ships	1,859,744	(531,945)	-	1,327,799
Vehicles	1,207,666	(559,835)	(3,649)	644,182
Others	662,360	(249,248)	(153)	412,959
	₩ 8,286,931	₩ (3,101,512)	₩ (8,488)	₩ 5,176,931

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13. Right-of-use assets and lease (cont'd)

(2) Changes in right-of-use assets for the nine-month periods ended September 30, 2024 and 2023 are as follows (Korean won in millions):

	For the nine-month period ended September 30, 2024					Ending balance
	Beginning Balance	Increase	Decrease	Depreciation	Others (*1)	
Land and buildings	₩ 2,648,196	₩ 488,061	₩ (243,976)	₩ (431,016)	₩ (36,312)	₩ 2,424,953
Tanks	143,795	16,398	-	(51,869)	3,846	112,170
Ships	1,327,799	-	-	(114,245)	22,587	1,236,141
Vehicles	644,182	238,609	(74,997)	(105,305)	(512,200)	190,289
Others	412,959	162,830	(56,718)	(104,080)	(21,312)	393,679
	₩ 5,176,931	₩ 905,898	₩ (375,691)	₩ (806,515)	₩ (543,391)	₩ 4,357,232

(*1) Others include the effects of changes in scope of consolidation, net exchange differences, from right-of-use assets to assets held for sale and others.

	For the nine-month period ended September 30, 2023					Ending balance
	Beginning Balance	Increase	Decrease	Depreciation	Others (*1)	
Land and buildings	₩ 2,519,406	₩ 317,026	₩ (86,651)	₩ (417,282)	₩ 359,035	₩ 2,691,534
Tanks	156,403	47,619	(174)	(49,714)	2,456	156,590
Ships	1,435,547	1,630	-	(105,396)	69,175	1,400,956
Vehicles	946,903	86,805	(230,527)	(131,852)	(15,398)	655,931
Others	379,155	38,554	(11,555)	(75,453)	31,719	362,420
	₩ 5,437,414	₩ 491,634	₩ (328,907)	₩ (779,697)	₩ 446,987	₩ 5,267,431

(*1) Others include the effects of changes in scope of consolidation, net exchange differences, from right-of-use assets to assets held for sale and others.

(3) Details of lease-related income and expenses from lease contracts where the consolidated entity is a lease user for the nine-month periods ended September 30, 2024 and 2023 are as follows (Korean won in millions):

	For the nine-month period ended	
	September 30, 2024	September 30, 2023
Short-term lease-related costs	₩ 119,321	₩ 173,380
Low-value underlying asset lease-related costs	11,419	8,841
Costs related to variable lease payments not included in the measurement of lease liabilities	130,314	111,330
	₩ 261,054	₩ 293,551

(4) Details of total cash outflows due to leases for the nine-month periods ended September 30, 2024 and 2023 are as follows (Korean won in millions):

	For the nine-month period ended	
	September 30, 2024	September 30, 2023
Total cash out flows from leases	₩ 1,229,520	₩ 1,228,248

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14. Investment properties

(1) Details of investment properties as of September 30, 2024 and December 31, 2023 are as follows (Korean won in millions):

	September 30, 2024	December 31, 2023
Acquisition cost	₩ 3,352,272	₩ 3,323,282
Accumulated depreciation	(278,594)	(225,130)
Accumulated impairment loss	(5,236)	(4,247)
	<u>₩ 3,068,442</u>	<u>₩ 3,093,905</u>

(2) Changes in investment properties for the nine-month periods ended September 30, 2024 and 2023 are as follows (Korean won in millions):

		For the nine-month period ended September 30, 2024							
	Beginning balance	Acquisition	Disposal	Depreciation	Impairment	Transfers	Others (*1)	Ending balance	
Land	₩ 1,241,040	₩ 3	₩ (3,009)	₩ -	₩ (6,627)	₩ 4,078	₩ (39,947)	₩ 1,195,538	
Buildings	1,841,385	1,109	(2,980)	(40,775)	(563)	3,894	61,224	1,863,294	
Structures	1,041	41	-	(87)	(281)	(41)	(377)	296	
Right-of-use assets	10,439	-	-	(1,260)	-	134	1	9,314	
	<u>₩ 3,093,905</u>	<u>₩ 1,153</u>	<u>₩ (5,989)</u>	<u>₩ (42,122)</u>	<u>₩ (7,471)</u>	<u>₩ 8,065</u>	<u>₩ 20,901</u>	<u>₩ 3,068,442</u>	

(*1) Others include the effects of changes in scope of consolidation, net exchange differences and others.

		For the nine-month period ended September 30, 2023							
	Beginning balance	Acquisition	Disposal	Depreciation	Impairment	Transfers	Others (*1)	Ending balance	
Land	₩ 1,121,125	₩ 46,340	₩ (23,903)	₩ -	₩ -	₩ 3,389	₩ (2,188)	₩ 1,144,763	
Buildings	739,922	1,141,052	(17,397)	(21,826)	(118)	29,401	19,007	1,890,041	
Structures	5,059	1,093	-	(93)	-	(1,093)	(391)	4,575	
	<u>₩ 1,866,106</u>	<u>₩ 1,188,485</u>	<u>₩ (41,300)</u>	<u>₩ (21,919)</u>	<u>₩ (118)</u>	<u>₩ 31,697</u>	<u>₩ 16,428</u>	<u>₩ 3,039,379</u>	

(*1) Others include the effects of changes in scope of consolidation, net exchange differences and others.

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15. Goodwill

Changes in goodwill for the nine-month periods ended September 30, 2024 and 2023 are as follows (Korean won in millions):

	For the nine-month period ended September 30, 2024						Ending balance
	Beginning balance	Acquisition	Consolidation	Impairment	Transfers (*1)	Others (*2)	
Goodwill	₩ 6,845,928	₩ -	₩ -	₩ (47,835)	₩ (183,519)	₩ 81,049	₩ 6,695,623

(*1) Subsidiary SK Networks Co., Ltd classified its rental car business division as a discontinued operation and the division's assets have been reclassified as held for sale.

(*2) Others include net translation differences, retroactive adjustment amount of identifiable net assets in accordance with past business combination.

	For the nine-month period ended September 30, 2023						Ending balance
	Beginning balance	Acquisition	Consolidation	Impairment	Transfers (*1)	Others (*2)	
Goodwill	₩ 7,475,558	₩ -	₩ 1,119,786	₩ -	₩ (1,181,716)	₩ 103,260	₩ 7,516,888

(*1) Subsidiary SK Square Co., Ltd. classified its security business division as a discontinued operation, and the division's assets have been reclassified as held for sale.

(*2) Others include net translation differences, retroactive adjustment amount of identifiable net assets in accordance with past business combination.

16. Intangible assets

Changes in intangible assets for the nine-month periods ended September 30, 2024 and 2023 are as follows (Korean won in millions):

	For the nine-month period ended September 30, 2024								Ending balance
	Beginning balance	Acquisition	Disposal	Amortization	Impairment	Transfers (*3)	Others (*4)		
Frequency usage rights	₩ 1,606,606	₩ -	₩ -	₩ (353,295)	₩ -	₩ -	₩ -	₩ -	₩ 1,253,311
Industrial property rights	190,820	5,910	(501)	(9,603)	(4)	9,208	2,997		198,827
Development costs	241,071	35,497	(10,951)	(52,430)	(18,126)	118,131	9,862		323,054
Facility usage rights	27,758	1,086	(1)	(3,529)	-	496	121		25,931
Customer-related assets	2,461,423	-	-	(214,053)	-	(6,767)	11,851		2,252,454
Development costs for petroleum resource	1,482,623	94,391	-	(120,350)	-	7,741	(8,068)		1,456,337
Memberships (*1)	374,757	19,371	(46,164)	-	-	(4,777)	67		343,254
Brand-related assets (*1)	2,288,941	-	-	-	-	-	(668)		2,288,273
Developed technology	955,825	-	-	(143,287)	-	-	8,332		820,870
Others (*2)	2,111,595	47,780	(8,039)	(503,497)	(553)	183,655	26,410		1,857,351
	₩ 11,741,419	₩ 204,035	₩ (65,656)	₩ (1,400,044)	₩ (18,683)	₩ 307,687	₩ 50,904		₩ 10,819,662

(*1) Memberships and brand-related assets are classified as intangible assets with infinite useful life and are not amortized.

(*2) Other intangible assets consist of intangible assets recognized through business combination, software, usable and profitable donation assets and others.

(*3) The transfers consist of the replacement of construction-in-progress with intangible assets, and replacement with assets held for sale.

(*4) This includes net exchange differences, changes in scope of consolidation and others.

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16. Intangible assets (cont'd)

	For the nine-month period ended September 30, 2023								Ending balance
	Beginning balance	Acquisition	Disposal	Amortization	Impairment	Transfers (*3)	Others (*4)		
Frequency usage rights	₩ 2,082,434	₩ -	₩ -	₩ (358,063)	₩ -	₩ -	₩ -	₩ -	₩ 1,724,371
Industrial property rights	194,812	10,790	(14)	(10,113)	(43)	2,720	5,899		204,051
Development costs	252,314	30,099	(486)	(54,865)	(21,275)	17,843	18,201		241,831
Facility usage rights	33,351	1,266	(11)	(4,079)	-	(415)	251		30,363
Customer-related assets	2,985,910	2,576	(280)	(131,436)	-	(456,521)	(34,174)		2,366,075
Development costs for petroleum resource	1,300,661	117,760	-	(61,382)	(886)	(7,929)	18,415		1,366,639
Memberships (*1)	353,156	34,532	(17,010)	-	-	(4,887)	143		365,934
Brand-related assets (*1)	2,681,683	-	(5,124)	-	-	(374,096)	1,605		2,304,068
Developed technology	876,564	-	-	(29,122)	-	-	(85,032)		762,410
Others (*2)	1,948,134	66,218	(13,093)	(425,449)	(4,922)	246,640	41,423		1,858,951
	₩ 12,709,019	₩ 263,241	₩ (36,018)	₩ (1,074,509)	₩ (27,126)	₩ (576,645)	₩ (33,269)		₩ 11,224,693

(*1) Memberships and brand-related assets are classified as intangible assets with infinite useful life and are not amortized.

(*2) Other intangible assets consist of intangible assets recognized through business combination, software, usable and profitable donation assets and others.

(*3) The transfers consist of the replacement of construction-in-progress with intangible assets, and replacement with assets held for sale.

(*4) This includes net exchange differences, changes scope of consolidation and others.

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17. Bonds and borrowings

(1) Details of bonds and borrowings as of September 30, 2024 and December 31, 2023 are as follows (Korean won in millions):

	<u>September 30, 2024</u>		<u>December 31, 2023</u>	
	<u>Current</u>	<u>Non-current</u>	<u>Current</u>	<u>Non-current</u>
Short-term borrowings (*1)	₩ 20,043,546	₩ -	₩ 17,388,374	₩ -
Bonds and long-term borrowings:				
Bonds	9,564,768	27,273,852	8,113,947	29,308,832
Long-term borrowings	<u>5,127,898</u>	<u>18,576,594</u>	<u>4,905,343</u>	<u>19,261,397</u>
	<u>14,692,666</u>	<u>45,850,446</u>	<u>13,019,290</u>	<u>48,570,229</u>
	<u>₩ 34,736,212</u>	<u>₩ 45,850,446</u>	<u>₩ 30,407,664</u>	<u>₩ 48,570,229</u>

(*1) It includes borrowings collateralized for trade receivables of ₩39,035 million and ₩113,351 million as of September 30, 2024 and December 31, 2023, respectively, which were transferred but not derecognized.

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17. Bonds and borrowings (cont'd)

(2) Details of bonds as of September 30, 2024 and December 31, 2023 are as follows (Korean won in millions):

	September 30, 2024	December 31, 2023
SK Inc.	₩ 7,355,000	₩ 7,300,000
SK Innovation Co., Ltd.	740,000	1,050,000
SK Energy Co., Ltd.	2,490,000	3,030,000
SK Geo Centric Co., Ltd.	1,850,000	1,650,000
SK Incheon Petrochem Co., Ltd.	1,847,000	1,817,000
SK Enmove Co., Ltd.	850,000	920,000
SK ie technology Co., Ltd.	325,000	-
SK Battery America, Inc.	1,583,520	2,063,040
SK On Co., Ltd.	2,247,640	1,146,820
SK Earthon Co., Ltd.	150,000	150,000
IPC First Securitization Specialty Company	180,000	180,000
SK Telecom Co., Ltd.	6,739,774	6,744,471
SK Broadband Co., Ltd.	1,485,880	1,606,820
SAPEON Korea Inc.	18,029	
SK Networks Co., Ltd.	810,000	1,180,000
SK Magic Co., Ltd.	595,000	610,000
SK Speedmate Co., Ltd. (*1)	30,000	30,000
SKC Co., Ltd.	145,000	145,000
ISC Co., Ltd.	20,000	20,000
SK PIC Global Co., Ltd.	30,000	30,000
SK E&S Co., Ltd.	2,500,000	2,200,000
Paju Energy Service Co., Ltd.	610,000	610,000
Narae Energy Service Co., Ltd.	250,000	250,000
Yeoju Energy Service Co., Ltd.	200,000	200,000
Ige Co., Ltd.	130,000	130,000
SK Ecoplant Co., Ltd.	1,268,000	1,474,000
Topsun Co., Ltd.	3,908	4,245
SK Oceanplant Co., Ltd.	50,000	50,000
SK Specialty Co., Ltd.	580,000	580,000
SK Materials airplus Incorporated.	100,000	40,000
SK Siltron Co., Ltd.	949,000	869,000
Teraon Co., Ltd.	10	10
SK REIT Co., Ltd.	765,600	468,100
SK Rent-a-Car Co., Ltd. (*2)	-	920,000
SK Enpulse Co., Ltd.	-	10,000
8 Rivers Capital LLC	-	4,835
	36,898,361	37,483,341
Less: discount on bonds	(59,741)	(60,562)
Less: current portion	(9,564,768)	(8,113,947)
	₩ 27,273,852	₩ 29,308,832

(*1) SK networks 185-1 bond issued during the prior period with a par value of ₩30,000 million was transferred to SK Speedmate Co., Ltd. due to a split-off during the nine-month period ended September 30, 2024, and the name of the bond has been changed to SK Speedmate Co., Ltd. 1-1 Corporate Bond.

(*2) It has been excluded due to changes in scope of consolidation during the nine-month period ended September 30, 2024.

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17. Bonds and borrowings (cont'd)

(3) Details of long-term borrowings as of September 30, 2024 and December 31, 2023 are as follows (Korean won in millions):

Description	Financial institution	Issuing currency	Interest rate	September 30, 2024	December 31, 2023
General	Korea Development Bank and others	KRW	1.00% ~ 7.80%	₩ 8,892,174	₩ 7,925,789
Fund for facility	Korea Development Bank and others	KRW	1.53% ~ 6.98%	6,943,832	8,326,877
Foreign borrowings	Standard Chartered Bank and others	USD and Others	0.00% ~ 8.00%	6,143,643	6,200,145
Fund for mine exploration	Korea Energy Agency (*1)	USD	0.00% ~ 8.80%	85,893	104,284
Takeover	Korea Development Bank and others	USD	SOFR + 2.00%	184,744	180,516
Takeover	Mizuho Bank and others	EUR	EURIBOR(3M)+1.60%	237,324	229,681
Repayment-exemptible loan	Kentucky Economic Development Finance Authority (*2)	USD	-	329,900	322,350
Others	MD Prime 1st Co., Ltd. and others	KRW	3M CD+1.8%, 4.95%	1,007,818	1,007,818
				₩ 23,825,328	₩ 24,297,460
Less: discount				(120,836)	(130,720)
Less: current portion				(5,127,898)	(4,905,343)
				₩ 18,576,594	₩ 19,261,397

(*1) As of September 30, 2024 and December 31, 2023, the Group holds a loan amounting to ₩57,827 million and ₩57,560 million from Korea Energy Agency for the purpose of oil exploration and development in which there is no repayment obligation in case for failure in exploration.

(*2) The repayment obligation will be extinguished when the required employment and wage levels are met over the specified periods for the amount received by the subsidiary BlueOval SK, LLC from the local government.

Borrowings presented above are to be repaid either in installments or all at once at maturity. Financial instruments and other assets of the Group are pledged as detailed in Note 38.

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18. Provisions

Changes in the provisions as of and for the nine-month periods ended September 30, 2024 and 2023 are as follows (Korean won in millions):

	As of and for the nine-month period ended September 30, 2024								
	Beginning balance	Increase	Use	Reversal	Others (*1)	Ending balance	Current	Non-current	
Provision for sale warranties	₩ 388,030	₩ 67,968	₩ (40,012)	₩ (528)	₩ 9,334	₩ 424,792	₩ 46,078	₩ 378,714	
Provision for service / construction warranties	102,415	20,994	(10,555)	(80)	(3,973)	108,801	108,801	-	
Provision for restoration	792,561	61,198	(11,368)	(1,374)	12,799	853,816	97,468	756,348	
Provision for onerous contracts	186,575	7,655	(7,185)	(37,507)	(18,759)	130,779	89,556	41,223	
Emission provisions	7,819	6,972	(6,361)	(2,083)	128	6,475	6,475	-	
Litigation provisions	36,893	524	(650)	(253)	4,493	41,007	41,007	-	
Other provisions	291,355	340,859	(302,415)	(21,073)	(1,686)	307,040	279,956	27,084	
	₩ 1,805,648	₩ 506,170	₩ (378,546)	₩ (62,898)	₩ 2,336	₩ 1,872,710	₩ 669,341	₩ 1,203,369	

(*1) Others include the effects of changes in scope of consolidation, net exchange differences and others.

	As of and for the nine-month period ended September 30, 2023								
	Beginning balance	Increase	Use	Reversal	Others (*1)	Ending balance	Current	Non-current	
Provision for sale warranties	₩ 215,191	₩ 183,498	₩ (56,796)	₩ (2,168)	₩ 7,990	₩ 347,715	₩ 53,203	₩ 294,512	
Provision for service / construction warranties	95,848	10,883	(13,093)	(3)	7,536	101,171	101,171	-	
Provision for restoration	705,171	38,216	(1,953)	(9,734)	36,027	767,727	144,094	623,633	
Provision for onerous contracts	282,239	11,814	(21,637)	(85,139)	8,484	195,761	152,060	43,701	
Emission provisions	8,467	5,738	(5,097)	(3,733)	(456)	4,919	4,919	-	
Litigation provisions	18,543	396	(11,776)	(6,022)	3,392	4,533	3,944	589	
Other provisions	181,565	208,020	(129,425)	(28,224)	4,699	236,635	106,924	129,711	
	₩ 1,507,024	₩ 458,565	₩ (239,777)	₩ (135,023)	₩ 67,672	₩ 1,658,461	₩ 566,315	₩ 1,092,146	

(*1) Others include the effects of changes in scope of consolidation, net exchange differences and others.

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19. Defined benefit liabilities (assets)

(1) Details of defined benefit liabilities (assets) as of September 30, 2024 and December 31, 2023 are as follows (Korean won in millions):

	<u>September 30, 2024</u>	<u>December 31, 2023</u>
Present value of defined benefit obligation	₩ 3,797,130	₩ 3,749,577
Fair value of plan assets	(3,918,511)	(4,212,131)
Defined benefit asset (*1)	(326,243)	(518,616)
Defined benefit liability	204,862	56,062

(*1) Since the Group has neither an enforceable legal right to use any excess reserves of a plan in the Group for a settlement of defined benefit obligations of another plan nor an intention to settle such obligations likewise, the asset above may not be set off.

(2) Changes in the defined benefit liabilities for the nine-month periods ended September 30, 2024 and 2023 are as follows (Korean won in millions):

	<u>For the nine-month period ended September 30, 2024</u>		
	<u>Present value of defined benefit obligation</u>	<u>Fair value of plan assets</u>	<u>Total</u>
Beginning balance	₩ 3,749,577	₩ (4,212,131)	₩ (462,554)
Current service cost	327,345	-	327,345
Past service cost	(749)	-	(749)
Net interest cost (income)	112,606	(129,831)	(17,225)
Remeasurements:			
Return on plan assets (excluding amounts included in net interest expenses)	-	4,284	4,284
Actuarial gain from changes in financial assumptions	32,966	-	32,966
Contributions by employer directly to plan assets	-	(60,802)	(60,802)
Benefit payments	(469,156)	473,259	4,103
Others	44,541	6,710	51,251
Ending balance	<u>₩ 3,797,130</u>	<u>₩ (3,918,511)</u>	<u>₩ (121,381)</u>

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19. Defined benefit liabilities (assets) (cont'd)

	For the nine-month period ended September 30, 2023		
	Present value of defined benefit obligation	Fair value of plan assets	Total
Beginning balance	₩ 3,418,566	₩ (3,908,480)	₩ (489,914)
Consolidation	67,840	(82,504)	(14,664)
Current service cost	319,611	-	319,611
Past Service cost	(15,014)	-	(15,014)
Net interest cost (income)	129,485	(150,722)	(21,237)
Remeasurements:			
Return on plan assets (excluding amounts included in net interest expenses)	-	9,525	9,525
Actuarial gain from changes in financial assumptions	17,944	-	17,944
Contributions by employer directly to plan assets	(301)	(73,504)	(73,805)
Benefit payments	(285,031)	273,616	(11,415)
Others	(118,553)	7,882	(110,671)
Ending balance	₩ 3,534,547	₩ (3,924,187)	₩ (389,640)

20. Other assets and liabilities

(1) Details of other assets as of September 30, 2024 and December 31, 2023 are as follows (Korean won in millions):

	September 30, 2024	December 31, 2023
Current assets :		
Short-term loans	₩ 230,665	₩ 246,555
Accrued income	214,109	117,323
Advanced payments	1,600,030	1,452,222
Prepaid expenses	2,859,485	2,865,728
Guarantee deposits	455,532	507,630
Derivative financial assets	1,195,127	290,304
Lease receivables	32,689	23,892
Other contract assets	136,422	111,638
Others	128,259	113,424
	₩ 6,852,318	₩ 5,728,716
Non-current assets :		
Long-term prepaid expenses	₩ 1,167,607	₩ 1,217,004
Long-term accrued income	24,275	32,462
Long-term advanced payments	57,019	49,738
Long-term loans	802,072	673,027
Guarantee deposits	541,421	615,445
Derivative financial assets	379,431	1,258,951
Long-term lease receivables	59,727	43,385
Other long-term contract assets	47,017	57,228
Others	75,683	74,730
	₩ 3,154,252	₩ 4,021,970

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20. Other assets and liabilities (cont'd)

(2) Details of other liabilities as of September 30, 2024 and December 31, 2023 are as follows (Korean won in millions):

	September 30, 2024		December 31, 2023
Current liabilities :			
Accrued expenses	₩ 4,613,366	₩	4,364,459
Dividends payable	161,484		983
Advances received	1,926,612		1,824,137
Unearned revenue	167,160		269,329
Withholdings	1,258,463		1,011,052
Leasehold deposits received	994,516		1,086,643
Income tax payable	621,681		903,539
Derivative financial liabilities	884,906		368,900
Lease liabilities	992,618		1,239,548
Finance guarantee liabilities	29,720		10,048
Financial liabilities at fair value through profit or loss	-		25,085
Other contract liabilities	336,100		240,815
Others	59,144		37,132
	<u>₩ 12,045,770</u>	<u>₩</u>	<u>11,381,670</u>
Non-current liabilities :			
Long-term accrued expenses	₩ 18,284	₩	21,078
Advances received	735,794		809,827
Long-term unearned revenue	729,193		763,917
Leasehold deposits received	162,482		391,159
Derivative financial liabilities	900,860		1,250,772
Long-term lease liabilities	3,549,780		3,989,530
Financial guarantee liabilities	3,698		18,514
Financial liabilities at fair value through profit or loss	666,390		457,319
Other long-term contract liabilities	95,978		98,901
Others (*1)	589,013		597,389
	<u>₩ 7,451,472</u>	<u>₩</u>	<u>8,398,406</u>

(*1) Includes long-term employee benefit liabilities amounting to ₩168,452 million and ₩134,549 million as of September 30, 2024 and December 31, 2023, respectively.

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21. Derivative financial assets and liabilities

Details of derivative financial assets and liabilities as of September 30, 2024 and December 31, 2023 are as follows (Korean won in millions):

	September 30, 2024			
	Assets		Liabilities	
	Current	Non-current	Current	Non-current
Firm contracts	₩ 3,944	₩ 31,439	₩ 9,621	₩ 89,698
Swap contracts	224,487	191,917	409,250	303,593
Forward contracts	60,912	38,502	360,141	15,549
Futures contracts	28,485	-	-	-
Options contracts	872,722	109,554	10,694	492,020
Embedded derivative	4,577	8,019	95,200	-
	₩ 1,195,127	₩ 379,431	₩ 884,906	₩ 900,860

	December 31, 2023			
	Assets		Liabilities	
	Current	Non-current	Current	Non-current
Firm contracts	₩ 12,050	₩ 21,028	₩ 3,022	₩ 76,674
Swap contracts	151,228	245,454	16,412	632,318
Forward contracts	76,012	51,551	325,013	11,274
Futures contracts	7,560	-	195	-
Options contracts	42,496	929,501	9,302	435,306
Embedded derivative	958	11,417	14,956	95,200
	₩ 290,304	₩ 1,258,951	₩ 368,900	₩ 1,250,772

22. Share capital

(1) Details of share capital as of September 30, 2024 and December 31, 2023 are as follows (Korean won in millions, except for number of shares):

	September 30, 2024	
	Common stocks	Preferred stocks (No voting rights)
Number of shares authorized (in shares)	400,000,000	45,000,000
Par value per share (in won)	₩ 200	₩ 200
Number of shares issued (in shares)	72,502,703	566,135
Share capital	₩ 16,030	₩ 113

	December 31, 2023	
	Common stocks	Preferred stocks (No voting rights)
Number of shares authorized (in shares)	400,000,000	45,000,000
Par value per share (in won)	₩ 200	₩ 200
Number of shares issued (in shares)	73,198,329	566,135
Share capital	₩ 16,030	₩ 113

The Company retired 6,000,000 shares of its treasury share (par value : ₩1,200 million) in 2015, 695,626 shares of its treasury share (par value : ₩139 million) during the nine-month period ended September 30, 2024 and 951,000 shares of its treasury share (par value : ₩190 million) for the year ended December 31, 2023 by reducing retained earnings, which resulted in a difference between the total par value of ordinary shares and issued capital. Meanwhile, the total number of shares to be issued under the articles of association is 400,000,000 shares, of which preferred shares without voting rights can be issued up to 45,000,000 shares.

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22. Share capital (cont'd)

(2) Changes in the total number of shares issued for the nine-month periods ended September 30, 2024 and 2023 are as follows (In shares):

	For the nine-month period ended September 30, 2024	
	Common stocks	Preferred stocks (No voting rights)
Beginning	73,198,329	566,135
Retirement of treasury shares	(695,626)	-
Ending	<u>72,502,703</u>	<u>566,135</u>
	For the nine-month period ended September 30, 2023	
	Common stocks	Preferred stocks (No voting rights)
Beginning	74,149,329	566,135
Retirement of treasury shares	(951,000)	-
Ending	<u>73,198,329</u>	<u>566,135</u>

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23. Other paid-in capital

(1) Details of other paid-in capital as of September 30, 2024 and December 31, 2023 are as follows (Korean won in millions):

	September 30, 2024	December 31, 2023
Additional paid-in capital (*1)	₩ 6,609,167	₩ 6,609,167
Treasury shares (*2)	(1,948,386)	(1,960,078)
Other capital surplus	2,175,669	2,375,837
	<u>₩ 6,836,450</u>	<u>₩ 7,024,926</u>

(*1) For the year ended December 31, 2015, the Group repurchased treasury shares of ₩3,369,395 million from merger with the former SK Inc., which was recognized as a contra-equity account on additional paid-in capital.

(*2) As of September 30, 2024, treasury shares consist of those acquired to increase the enterprise value and to stabilize share price (6,959,117 ordinary shares) and those acquired from repurchase of shares from dissenting shareholders on business combination and shares arising from odd lot shares (11,023,237 ordinary shares and 1,787 preferred shares) during the year 2015.

(2) Details of treasury shares as of September 30, 2024 and December 31, 2023 are as follows (Korean won in millions):

	September 30, 2024	December 31, 2023
Number of treasury shares (in shares)	17,984,141	18,336,199
Acquisition amount	₩ 1,948,386	₩ 1,960,078

(3) Changes in treasury shares for the nine-month periods ended September 30, 2024 and 2023 are as follows (In shares):

	For the nine-month period ended	
	September 30, 2024	September 30, 2023
Beginning	18,336,199	18,976,607
Acquisition	357,602	-
Disposal	(14,034)	(27,434)
Retirement	(695,626)	(951,000)
Ending	<u>17,984,141</u>	<u>17,998,173</u>

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24. Retained earnings

Details of retained earnings as of September 30, 2024 and December 31, 2023 are as follows (Korean won in millions):

	<u>September 30, 2024</u>	<u>December 31, 2023</u>
Legal reserve		
Earned surplus reserve (*1)	₩ 8,072	₩ 8,072
Voluntary reserve		
Reserve for business rationalization	11,121	11,121
Reserve for business improvement	51,775	51,775
Unappropriated retained earnings	<u>13,999,550</u>	<u>13,597,098</u>
	<u>₩ 14,070,518</u>	<u>₩ 13,668,066</u>

(*1) In accordance with the *Korean Commercial Code*, an amount equal to at least 10% of cash dividends is required to be appropriated as a legal reserve until the reserve equals 50% of issued capital. The legal reserve may not be used for purposes other than used to offset a deficit, if any, or be transferred to issued capital through approval at the general meeting of the shareholders.

25. Other components of equity

Details of other components of equity as of September 30, 2024 and December 31, 2023 are as follows (Korean won in millions):

	<u>September 30, 2024</u>	<u>December 31, 2023</u>
Net loss on valuation of financial assets measured at FVOCI	₩ (1,667,003)	₩ (1,548,777)
Equity adjustments of investments in associates and joint ventures	200,129	159,350
Net gain on valuation of derivative instruments	23,299	43,735
Net gain on translation of foreign operation	<u>1,857,513</u>	<u>1,363,271</u>
	<u>₩ 413,938</u>	<u>₩ 17,579</u>

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26. Share-based payment

Upon resolution by the shareholders and the Board of Directors, the Group established a stock option program that entitles key management personnel an option to purchase ordinary shares. The terms and conditions related to the grants of the stock options granted under the share option program are as follows:

(1) SK Inc.

- Cash-settled share-based payment

1) The terms and conditions related to the grants of the stock options granted under the share option program as of September 30, 2024 are as follows (Korean won):

	1-3(*1)		2-1		2-2		2(*2,3)		1(*3)		2(*3)	
Grant date	2017-03-24		2020-03-25		2020-03-25		2018-03-29		2020-03-31		2020-03-31	
Type of shares to be issued	Ordinary shares											
Grant method	Reissue of treasury shares, but if the stock option's exercise price is lower than the stock's real price (evaluated based on exercise date), the Company may settle the difference in cash or with treasury share equivalent to the difference amount.											
Number of shares (in shares)	41,431		142,692		71,346		18,607		39,098		19,551	
Exercise price (Korean won)	₩	263,950	₩	153,450	₩	153,450	₩	108,959	₩	89,204	₩	89,204
Contractual life of options	2021.03.25 ~2024.03.24		2023.03.26 ~2027.03.25		2023.03.26 ~2027.03.25		2021.03.29 ~2024.03.28		2023.03.31 ~2027.03.30		2023.03.31 ~2027.03.30	
Vesting conditions	4 year service from the grant date		2 year service from the grant date		3 year service from the grant date		3 year service from the grant date		2 year service from the grant date		3 year service from the grant date	

(*1) All options granted in wave 1-3 were fully forfeited during the nine-month period ended September 30, 2024.

(*2) All options granted in wave 2 were fully exercised during the nine-month period ended September 30, 2024.

(*3) The stock options have been transferred from SK Materials Co., Ltd.(formerly)

2) Details of compensation cost as of September 30, 2024 and 2023, due to stock option program are as follows (Korean won in millions):

September 30, 2024				
Compensation costs recognized for the current period	Accumulated compensation costs recognized for the period	Residual compensation costs	Total compensation costs	Related liabilities
₩ (2,149)	₩ 13,155	₩ -	₩ 13,155	₩ 11,828
September 30, 2023				
Compensation costs recognized for the prior period	Accumulated compensation costs recognized for the period	Residual compensation costs	Total compensation costs	Related liabilities
₩ (8,590)	₩ 10,160	₩ -	₩ 10,160	₩ 8,946

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26. Share-based payment (cont'd)

3) Changes in stock options for the nine-month periods ended September 30, 2024 and 2023 are as follows (Korean won):

	For the nine-month period ended September 30, 2024		For the nine-month period ended September 30, 2023	
	Stocks (in shares)	Weighted average exercise price	Stocks (in shares)	Weighted average exercise price
Beginning balance	332,725	₩ 153,397	392,762	₩ 160,508
Exercised	(18,607)	(108,959)	(18,607)	(100,884)
Extinguished	(41,431)	(263,950)	(41,430)	(244,400)
Ending balance	272,687	₩ 139,632	332,725	₩ 153,397
Stock Options available for exercise	58,649	89,204	77,256	93,962

4) The assumptions and variables used in option pricing model as of September 30, 2024 are as follows (Korean won):

Descriptions	September 30, 2024			
	2-1	2-2	1	2
Option Pricing Model	The binomial model	The binomial model	The binomial model	The binomial model
Expected price (Closing price on the preceding day)	₩ 153,200	₩ 153,200	₩ 153,200	₩ 153,200
Risk-free interest rate	2.83%	2.83%	2.83%	2.83%
Expected option life	7 years	7 years	7 years	7 years
Expected volatility	41.90%	41.90%	41.90%	41.90%
Dividend yield	3.26%	3.26%	3.26%	3.26%
Exercise price	₩ 153,450	₩ 153,450	₩ 89,204	₩ 89,204
Fair value per share	₩ 36,378	₩ 36,378	₩ 68,906	₩ 68,906

- Equity-settled share-based payment

1) According to the resolution of the Board of Directors, the Group established a performance-based stock option program as part of compensation related to corporate value growth, granting performance-based stock compensation to major executives. The terms and conditions related to the grants of the stock options under the share option program are as follows:

Descriptions	For 2023
Evaluation base date	December 5, 2023
Grant date	March 29, 2023
Types of shares to be issue	Ordinary shares
Grant method	Reissue of treasury shares, cash payment for specific reasons
Number of shares paid	Determined in consideration of the absolute stock price increase/decrease rate and the relative stock price increase/decrease rate (or corporate value increase/decrease rate) compared to the KOSPI200 for three years from the date of grant
Payment time	The final quantity or amount of payment will be confirmed on the date of the regular shareholders' meeting in 2026, within one month after the date of resolution of the board of directors, on the premise of the approval of the agenda of the board of directors approving the payment
Vesting conditions	1 year service from January 1, 2023

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26. Share-based payment (cont'd)

Descriptions	For 2024
Evaluation base date	May 30, 2024
Grant date	March 27, 2024
Types of shares to be issue	Ordinary shares
Grant method	Reissue of treasury shares, cash payment for specific Reasons
Number of shares paid	Determined in consideration of the absolute stock price increase/decrease rate and the relative stock price increase/decrease rate (or corporate value increase/decrease rate) compared to the KOSPI200 for three years from the date of grant
Payment time	The final quantity or amount of payment will be confirmed on the date of the regular shareholders' meeting in 2027, within one month after the date of resolution of the board of directors, on the premise of the approval of the agenda of the board of directors approving the payment
Vesting conditions	1 year service from January 1, 2024

2) Details of compensation cost as of September 30, 2024, due to Equity-settled Share-based Payment are as follows (Korean won in millions):

September 30, 2024			
Compensation costs recognized for the current period	Accumulated compensation costs recognized for the period	Residual compensation costs	Total compensation costs
₩ 1,021	₩ 5,741	₩ 859	₩ 6,600

3) The assumptions and variables used in the option pricing model for equity-settled share-based payment as of September 30, 2024 are as follows (Korean won):

Descriptions	For 2023	For 2024
Option Pricing Model	The binomial model	The binomial model
Initial grant amount(Korean won in millions)	₩ 4,775	₩ 1,775
Weighted average stock price at the grant date	₩ 171,980	₩ 189,533
Beta	1.19	1.35
Expected price(Closing price on the preceding day)	₩ 168,500	₩ 158,100
Risk-free interest rate	3.49%	3.44%
Expected option life	2.3 years	2.8 years
Expected volatility	27.48%	37.66%
Dividend yield	2.50%	2.60%
Fair value per share	₩ 126,799	₩ 120,636

In addition, the Group has entered into a Stock Grant that pays treasury stocks to employees for free apart from the above stock options. In the case of such Stock Grant, there is no requirement for vesting condition, and may not be transferred during the term of the stock. As of September 30, 2024, the recognized stock compensation costs related to the Stock Grant are ₩340 million.

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26. Share-based payment (cont'd)

(2) Subsidiaries of the Group established a stock option program that entitles key management personnel an option to purchase ordinary shares. Share-based compensation expenses recognized under the share option program as of September 30, 2024 and 2023 are as follows (Korean won in millions):

	September 30, 2024			
	Current	Accumulated	Remaining	Total
Group of SK Innovation Co., Ltd.	₩ 55,602	₩ 115,250	₩ 118,209	₩ 233,459
Group of SK Telecom Co., Ltd.	5,460	173,166	1,770	174,936
Group of SK Square Co., Ltd.	3,985	69,434	10,389	79,823
Group of SK Networks Co., Ltd.	1,083	6,585	736	7,321
Group of SKC Co., Ltd.	5,349	10,709	-	10,709
Group of SK Ecoplant Co., Ltd.	1,946	9,652	1,525	11,177
Others	10,778	68,196	13,306	81,502
	₩ 84,203	₩ 452,992	₩ 145,935	₩ 598,927

	September 30, 2023				
	Current(reversal)	Accumulated	Remaining	Changes in the scope of consolidation	Total
Group of SK Innovation Co., Ltd.	₩ 22,132	₩ 29,665	₩ 58,378	₩ -	₩ 88,043
Group of SK Telecom Co., Ltd.	2,380	157,959	2,053	-	160,012
Group of SK Square Co., Ltd.	21,203	94,418	28,160	(21,150)	101,428
Group of SK Networks Co., Ltd.	(470)	2,436	-	-	2,436
Group of SKC Co., Ltd.	(262)	4,555	(138)	-	4,417
Group of SK Ecoplant Co., Ltd.	2,861	6,548	4,629	-	11,177
Others	1,841	13,016	2,350	-	15,366
	₩ 49,685	₩ 308,597	₩ 95,432	₩ (21,150)	₩ 382,879

27. Selling and administrative expenses

Details of selling and administrative expenses for the three-month and nine-month periods ended September 30, 2024 and 2023 are as follows (Korean won in millions):

	September 30, 2024		September 30, 2023	
	Three-month	Nine-month	Three-month	Nine-month
Salaries	₩ 605,212	₩ 1,810,296	₩ 545,850	₩ 1,671,075
Provision for pension benefits	37,165	109,929	29,369	85,281
Employee welfare benefits	110,920	413,658	92,492	360,105
Travel	29,839	84,981	37,258	102,131
Bad debt expenses(reversal)	12,630	45,348	16,547	(5,168)
Communications	4,191	12,052	3,757	10,396
Utilities	20,706	46,074	16,721	47,003
Taxes and dues	49,185	123,630	34,412	112,862
Supplies	12,474	35,104	15,384	39,949
Rents	40,682	151,688	48,804	152,035
Depreciation	152,082	472,049	117,111	390,429
Amortization	110,729	338,710	110,616	295,267
Repairs	10,257	27,207	8,435	22,353
Insurance	22,181	64,329	22,014	59,551
Advertising	123,361	359,931	137,424	435,839
Research and development	220,018	590,038	168,429	532,646
Education and examination	17,825	54,904	25,026	62,329
Outsourcing technology services	250,607	788,708	363,249	948,288
Transport	81,554	245,764	86,596	239,718
Others	86,200	264,805	118,975	346,874
	₩ 1,997,818	₩ 6,039,205	₩ 1,998,469	₩ 5,908,963

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28. Finance income and costs

(1) Details of finance income for the three-month and nine-month periods ended September 30, 2024 and 2023 are as follows (Korean won in millions):

	September 30, 2024		September 30, 2023	
	Three-month	Nine-month	Three-month	Nine-month
Financial income:				
Interest income	₩ 243,892	₩ 727,178	₩ 215,977	₩ 618,983
Gain on foreign currency transactions	377,552	1,431,958	605,740	2,129,290
Gain on foreign currency translation	33,984	476,342	7,523	412,684
Gain on transactions of derivatives	444,082	1,107,358	623,698	1,564,308
Gain on valuation of derivatives	(41,400)	282,188	162,023	393,855
Others	41,247	267,859	26,291	137,477
	₩ 1,099,357	₩ 4,292,883	₩ 1,641,252	₩ 5,256,597

(2) Details of finance costs for the three-month and nine-month periods ended September 30, 2024 and 2023 are as follows (Korean won in millions):

	September 30, 2024		September 30, 2023	
	Three-month	Nine-month	Three-month	Nine-month
Finance costs:				
Interest expense	₩ 945,490	₩ 2,764,639	₩ 801,826	₩ 2,258,962
Loss on foreign currency transactions	477,674	1,663,815	557,906	2,317,988
Loss on foreign currency translation	(217,362)	340,948	186,027	601,057
Loss on transactions of derivatives	544,914	1,411,357	564,136	1,383,303
Loss on valuation of derivatives	(75,830)	274,525	216,169	344,814
Others	79,580	261,753	65,314	228,006
	₩ 1,754,466	₩ 6,717,037	₩ 2,391,378	₩ 7,134,130

29. Other non-operating income and expenses

(1) Details of other non-operating income for the three-month and nine-month periods ended September 30, 2024 and 2023 are as follows (Korean won in millions):

	September 30, 2024		September 30, 2023	
	Three-month	Nine-month	Three-month	Nine-month
Other non-operating income:				
Dividend income	₩ 1,465	₩ 40,546	₩ 13,951	₩ 64,786
Rental income	155	1,216	458	1,451
Gain on disposal of trade receivables	2,763	2,763	-	-
Gain on disposal of investments in associates and joint ventures	111,470	341,479	6,506	24,465
Gain on disposal of property, plant and equipment	6,210	55,572	20,818	142,413
Gain on disposal of intangible assets	7,775	19,852	17,807	18,563
Others	50,674	244,874	61,535	687,792
	₩ 180,512	₩ 706,302	₩ 121,075	₩ 939,470

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29. Other non-operating income and expenses (cont'd)

(2) Details of other non-operating expenses for the three-month and nine-month periods ended September 30, 2024 and 2023 are as follows (Korean won in millions):

	September 30, 2024		September 30, 2023	
	Three-month	Nine-month	Three-month	Nine-month
Other non-operating expenses:				
Loss on disposal of trade receivables	₩ 15,412	₩ 60,768	₩ 30,795	₩ 89,560
Loss on impairment of investments in associates	-	-	37,588	74,564
Loss on disposal of property, plant and equipment	97,994	127,547	5,362	18,767
Loss on impairment of property, plant and equipment	12,037	46,318	604	13,094
Loss on disposal of intangible assets	1,614	3,986	751	2,083
Loss on impairment of intangible assets	17,818	66,199	3,921	27,305
Donations	7,437	34,518	6,630	55,506
Others	146,233	277,272	166,354	542,482
	<u>₩ 298,545</u>	<u>₩ 616,608</u>	<u>₩ 252,005</u>	<u>₩ 823,361</u>

30. The Classification of expenses by nature

Details of the classification of expenses by nature for the three-month and nine-month periods ended September 30, 2024 and 2023 are as follows (Korean won in millions):

	September 30, 2024		September 30, 2023	
	Three-month	Nine-month	Three-month	Nine-month
Employee benefits	₩ 2,379,718	₩ 7,420,443	₩ 2,482,072	₩ 7,068,456
Depreciation and amortization	2,111,515	6,574,511	1,929,889	6,346,945
Network connection	181,599	548,855	168,943	521,325
Transport	192,939	564,863	315,479	796,263
Advertising	126,029	365,404	141,849	446,339
Lease payments and rents	117,521	359,246	120,071	381,482
Others	5,418,179	16,435,305	5,433,717	15,519,001
Use of raw materials and purchase of finished goods and merchandise	19,617,188	59,587,417	21,332,014	63,118,906
Changes in finished goods and semi-finished goods	40,254	51,335	(1,149,385)	(1,728,001)
Total (*1)	<u>₩ 30,184,942</u>	<u>₩ 91,907,379</u>	<u>₩ 30,774,649</u>	<u>₩ 92,470,716</u>

(*1) The sum of the cost of sales, selling and administrative expenses in the statement of comprehensive income.

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31. Income taxes

The Group calculated income tax expense by adding the current period adjustments to the accumulated interim tax expense, reflecting deferred tax expense (income) due to changes in temporary differences and considering adjustments not related to the interim profit or loss.

The average effective tax rate for the nine-month period ended September 30, 2024 and 2023 is 22.54% and 41.23%.

In accordance with the global minimum tax law that comes into effect from 2024, the consolidated entity is required to pay additional tax on the difference between the effective tax rate and the minimum tax rate of 15% for each constituent country. The Company reviewed the impact of introducing the global minimum tax law for the competent countries to which the constituent companies within the consolidated entity belong. As a result of the review, it was determined that no additional tax would be incurred in accordance with the global minimum tax law, and accordingly, there is no amount recognized as corporate tax expense for the current quarter. On the other hand, the Company does not disclose information on deferred tax assets and liabilities related to the global minimum tax without recognizing them as an exception to the recognition and disclosure of deferred tax assets and liabilities related to the global minimum tax.

32. Earnings per share

(1) Basic earnings per share

1) Basic earnings per share calculation details attribute to ordinary share owners of the parent for the three-month and nine-month periods ended September 30, 2024 and 2023 are as follows (Korean won in millions, except weighted-average number of ordinary share outstanding):

	September 30, 2024		September 30, 2023	
	Three-month	Nine-month	Three-month	Nine-month
Profit(loss) for the period from continuing operations attributable to owners of the Parent Company	₩ 472,142	₩ 760,158	₩ 33,187	₩ (13,476)
Gain from discontinued operations attributable to owners of the Parent Company	39,380	89,754	293,503	321,349
Less: preference share dividends and residual profit(loss) (*1)	5,268	8,729	3,279	3,109
Profit(loss) for the period from continuing operations attributable to ordinary share owners of the Parent Company	467,305	752,376	32,856	(13,341)
Gain from discontinued operations attributable to ordinary share owners of the Parent Company	38,949	88,807	290,555	318,105
Weighted-average number of ordinary share outstanding (*2)	54,520,349	54,557,517	56,152,943	55,819,770
Basic earnings(losses) per share from continuing operations attributable to ordinary share owners of the Parent Company (in Korean won)	₩ 8,571	₩ 13,791	₩ 585	₩ (239)
Basic earnings per share from discontinued operations attributable to ordinary share owners of the Parent Company (in Korean won)	₩ 714	₩ 1,628	₩ 5,174	₩ 5,699

(*1) Preference shares are entitled to receive 25% above (par value basis) the cash dividend rate for ordinary shares.

(*2) The weighted average number of shares in consideration of the number of shares issued due to changes in the number of treasury stocks during the nine-month periods ended September 30, 2024 and 2023.

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32. Earnings per share (cont'd)

2) The basis of calculating weighted-average number of ordinary shares for the three-month and nine-month periods ended September 30, 2024 and 2023 is as follows:

	September 30, 2024		September 30, 2023	
	Three-month	Nine-month	Three-month	Nine-month
Weighted-average number of issued shares outstanding	72,502,703	72,911,447	74,149,329	74,149,329
Adjustment: treasury shares	(17,982,354)	(18,353,930)	(17,996,386)	(18,329,559)
Weighted-average number of ordinary shares outstanding	<u>54,520,349</u>	<u>54,557,517</u>	<u>56,152,943</u>	<u>55,819,770</u>

3) Basic earnings per share calculation details attribute to preference share owners of the parent for the three-month and nine-month periods ended September 30, 2024 and 2023 are as follows (Korean won in millions, except weighted-average number of preference share outstanding):

	September 30, 2024		September 30, 2023	
	Three-month	Nine-month	Three-month	Nine-month
Preference share dividends and residual profit	₩ 5,268	₩ 8,729	₩ 3,279	₩ 3,109
Profit(loss) for the period from continuing operations attributable to preferred share owners of the Parent Company	4,837	7,782	331	(135)
Gain from discontinued operations attributable to preference share owners of the Parent Company	431	947	2,948	3,244
Weighted-average number of preferred share outstanding	<u>564,348</u>	<u>564,348</u>	<u>564,348</u>	<u>564,348</u>
Basic earnings(losses) per share from continuing operations attributable to preference share owners of the Parent Company (in Korean won) (*1)	₩ 8,571	₩ 13,789	₩ 585	₩ (239)
Basic earnings per share from discontinued operations attributable to preference share owners of the Parent Company (in Korean won) (*1)	₩ 764	₩ 1,678	₩ 5,224	₩ 5,748

(*1) Earnings per share were calculated with respect to the preference shares that meet the definition of a ordinary share as specified in the K-IFRS No. 1033 *Earnings per Share*, which has no such preferential rights for participating in dividends or undistributed earnings.

Preference share has no potential equity instruments, so basic earnings per share and diluted earnings per share are the same.

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32. Earnings per share (cont'd)

(2) Diluted earnings per share

1) Diluted earnings per share calculation details attribute to ordinary share owners of the parent for the three-month and nine-month periods ended September 30, 2024 and 2023 are as follows (Korean won in millions, except weighted-average number of ordinary share outstanding):

	September 30, 2024		September 30, 2023	
	Three-month	Nine-month	Three-month	Nine-month
Profit(loss) for the period from continuing operations attributable to owners of the Parent Company	₩ 472,142	₩ 760,158	₩ 33,187	₩ (13,476)
Gain from discontinued operations attributable to owners of the Parent Company	39,380	89,754	293,503	321,349
Less: preference share dividends and residual profit (*1)	5,268	8,729	3,279	3,109
Less: numerator adjustment of cash-settled stock option	685	1,582	690	6,321
Profit(loss) for the period from continuing operations attributable to ordinary share owners of the Parent Company	466,620	750,794	32,166	(19,662)
Gain from discontinued operations attributable to ordinary share owners of the Parent Company	38,949	88,807	290,555	318,105
Weighted-average number of ordinary share outstanding	54,556,161	54,611,257	56,181,102	55,872,652
Diluted earnings(losses) per share from continuing operations attributable to ordinary share owners of the Parent Company (in Korean won)	₩ 8,553	₩ 13,748	₩ 573	₩ (352)
Diluted earnings per share from discontinued operations attributable to ordinary share owners of the Parent Company (in Korean won)	₩ 714	₩ 1,626	₩ 5,172	₩ 5,693

(*1) Preference shares are entitled to receive 25% above (par value basis) the cash dividend rate for ordinary shares.

2) The basis of calculating weighted-average number of diluted ordinary shares for the three-month and nine-month periods ended September 30, 2024 and 2023 is as follows:

	September 30, 2024		September 30, 2023	
	Three-month	Nine-month	Three-month	Nine-month
Weighted-average number of issued shares outstanding	54,520,349	54,557,517	56,152,943	55,819,770
Adjustment: stock option	35,812	53,740	28,159	52,882
Weighted-average number of diluted ordinary shares outstanding	54,556,161	54,611,257	56,181,102	55,872,652

Earnings per diluted share of common stock are calculated by applying the weighted average number of shares distributed, adjusted assuming that all diluted potential common stock has been converted to common stock.

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33. Transactions with related parties

Balances on transactions arising from intercompany transactions within the Group were eliminated in preparing the condensed consolidated interim financial statements as of and for the nine-month periods ended September 30, 2024 and 2023.

(1) Related parties of the Group as of September 30, 2024 are as follows:

	Company name
Investments in associates	SK Hynix Inc., Vingroup Joint Stock Company, Eureka Midstream Holdings, VCM Services And Trading Development Joint Stock Company, Masan Group Corporation, Darwin LNG Pty Ltd., The CrownX Corporation, FR BR Aggregator, Huizhou EVE United Energy Co., Ltd., Daehan Oil Pipeline Corporation, NHIP II Bison Holdings, LLC, Canakkale Highway And Bridge, Korea IT Fund, Content Wavve Corp, Best Oil Company Ltd., TBM Co., Ltd., ENN (Zhoushan) LNG Co., Ltd., XE-PIAN XE-NAMNOY POWER COMPANY LIMITED., BLOOMENERGY CORPORATION, TERRAPOWVER, LLC, Londian Wason New Energy Tech. Inc., CENVIRO SDN. BHD., Goseong Green Power Co., Ltd., ChangZhou BTR New Material Technology CO.,LTD., Nexeon, Amogy Inc. etc.
Investments in joint ventures	Sinopec-SK (Wuhan) Petrochemical Co., Ltd., Beijing BESK Technology Co., Ltd., Lunar Energy, Inc., ZETA CAYMAN Limited, Ignis Therapeutics, Eurasia Tunnel, Parkingcloud Corp, Boryeong LNG Terminal Co., Ltd., SABIC SK Nexlene Company Pte. Ltd., Korea Security Holdings Co., Ltd., HSAGP Energy, LLC, Zhejiang SK energy Baoying Group Co., Ltd., etc.
Other related parties (*1)	SK D&D Co., Ltd., Ulsan Aromatics Co., Ltd., SK Chemicals Co., Ltd., SK Gas Co., Ltd., SK Shieldus Co., Ltd., UNA Engineering Co., Ltd. (Formerly, Ubins Co., Ltd.), etc.

(*1) These companies are including companies that are not the related parties as defined in paragraph 9 of K-IFRS No. 1024. However, Large-Scale Business Group affiliates designated by the Korea Fair Trade Commission are classified as related parties in accordance with the decision of the Korean Securities and Futures Commission that those are related parties considering substance of the relationship as stipulated in paragraph 10 of K-IFRS No. 1024.

SK Inc. and its subsidiaries
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33. Transactions with related parties (cont'd)

(2) Details of significant transactions with the related parties for the three-month and nine-month periods ended September 30, 2024 and 2023 are as follows (Korean won in millions):

	Company name	September 30, 2024				
		Sales and others		Expenses and others		
		Three-month	Nine-month	Three-month	Nine-month	
Investments in associates and joint ventures	Daehan Oil Pipeline Corporation	₩ 112	₩ 16,612	₩ 14,830	₩ 46,970	
	SABIC SK Nexlene Company Pte. Ltd.	123	470	19,689	97,882	
	Sinopec-SK (Wuhan) Petrochemical Co., Ltd.	232	703	168,270	447,010	
	Changzhou BTR New Material Technology Co.,Ltd.	13,081	48,410	39,344	172,946	
	Ignis Therapeutics	2,874	13,752	-	-	
	Eurasia Tunnel	4,501	6,729	-	-	
	XE-PIAN XE-NAMNOY POWER COMPANY LIMITED.	820	3,289	-	-	
	YONGIN General Industrial Complex Co.,Ltd	133,947	390,743	6,382	7,216	
	Bloom SK Fuel Cell, LLC	340	3,008	22,913	50,810	
	Godeok Clean Energy Co., Ltd.	29,267	32,611	3,919	6,432	
	Chuncheon Green Energy Inc.	35	3,826	-	-	
	Boryeong LNG Terminal Co., Ltd.	8,474	23,263	43,345	106,271	
	Darwin LNG Pty Ltd.	1	179	-	-	
	F&U Credit Information Co., Ltd.	1,110	2,798	12,320	37,005	
	SK Hynix Inc.	862,007	2,164,445	4,485	30,684	
	Best Oil Company Ltd.	229,395	868,944	32	2,579	
	Asia Bitumen Trading Pte. Ltd.	3,005	15,550	-	5,739	
	Huizhou EVE United Energy Co., Ltd.	16,194	47,508	105,954	322,393	
	Sotra Link Holdco AS	25,115	86,484	-	-	
	Daehan Kanggun BCN Co. Ltd.	8,291	25,040	-	-	
	Haman Green Energy Co., Ltd.	103,482	107,234	1	1	
	Mastern No.93 Logispoin Gimpo PFV Co., Ltd.	66,198	137,447	-	-	
	Goseong Green Power Co., Ltd.	480	2,361	-	-	
	Songsan Green Energy Co.,Ltd.	6,503	110,553	-	-	
	DCK One Co., Ltd.	29,287	238,916	-	-	
	BLOOMENERGY CORPORATION	33	270	182,495	366,482	
	SMCore. Inc.	68	263	9,511	47,808	
	HCM001, LLC	3,976	3,976	-	-	
	Others	158,312	394,564	89,186	214,990	
	Other related parties	Peru LNG Company, LLC.(*1)	-	55,875	-	-
		Baic Electronics SK (Jiangsu) Technology Co., Ltd	4,852	13,652	171,584	308,998
		XINGLU (HONGKONG) LIMITED	5,095	22,120	-	-
		Happynarae Co., Ltd.	3,486	20,314	74,937	215,259
SK hynix Semiconductor (China) Ltd.		61,204	211,767	277	983	
SK Hynix Semiconductor Hongkong		-	4	171,507	475,635	
Korea Nexlene Company		42,919	92,138	12	88	
Ulsan Aromatics Co., Ltd.		74,728	110,829	21,989	64,377	
SK Gas Co., Ltd.		142,086	418,084	35,997	157,675	
SK Chemicals Co., Ltd.		11,276	35,983	934	4,321	
SK Shieldus Co., Ltd.		25,919	69,271	78,878	238,434	
UNA Engineering Co., Ltd. (Formerly, Ubins Co., Ltd.)		-	465	23,186	57,628	
Ulsan GPS Corporation		29,758	134,148	-	-	
SK Bioscience Co., Ltd.		37,756	77,767	547	547	
SK Multi utility Co., Ltd.		28,264	161,802	3,384	13,544	
SK Eternix Co., Ltd.		43	3,412	26	26	
Others	151,483	281,208	122,021	213,807		
		<u>₩ 2,326,132</u>	<u>₩ 6,458,787</u>	<u>₩ 1,427,955</u>	<u>₩ 3,714,540</u>	

(*1) As the entire stake is sold during the period ended September 30, 2024, it is not applicable to related parties as of September 30, 2024. The transaction amount for the September 30, 2024 is the transaction amount up to the time when it is excluded from related parties.

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33. Transactions with related parties (cont'd)

		September 30, 2023				
		Sales and others		Expenses and others		
		Three-month	Nine-month	Three-month	Nine-month	
	Company name					
Investments in associates and joint ventures	Daehan Oil Pipeline Corporation	₩ 258	₩ 16,372	₩ 17,867	₩ 52,997	
	SABIC SK Nexlene Company Pte. Ltd.	176	557	85,341	233,152	
	Sinopec-SK(Wuhan) Petrochemical Co., Ltd.	312	933	198,747	529,271	
	Changzhou BTR New Material Technology Co.,Ltd.	200,815	571,556	279,883	732,175	
	Ignis Therapeutics	3,236	8,932	-	-	
	Eurasia Tunnel	942	2,753	-	-	
	XE-PIAN XE-NAMNOY POWER COMPANY LIMITED.	865	2,495	-	-	
	YONGIN General Industrial Complex Co.,Ltd	81,045	165,386	-	-	
	Bloom SK Fuel Cell, LLC	225	872	25,101	26,170	
	Godeok Clean Energy Co., Ltd.	11,478	88,079	363	363	
	Chuncheon Green Energy Inc.	16,292	30,157	-	-	
	Boryeong LNG Terminal Co., Ltd.	29	10,090	30,848	93,046	
	Darwin LNG Pty Ltd.	6,248	40,976	-	-	
	F&U Credit Information Co., Ltd.	855	2,515	11,620	38,258	
	SK Hynix Inc.	566,300	1,743,177	1,126,276	1,190,713	
	Best Oil Company Ltd.	157,344	892,934	-	3	
	Asia Bitumen Trading Pte. Ltd.	6,229	12,904	2,980	16,856	
	Huizhou EVE United Energy Co., Ltd.	29,848	74,284	274,829	1,112,086	
	Sotra Link Holdco AS	15,031	34,204	-	-	
	Daehan Kanggun BCN Co. Ltd.	7,912	23,350	-	-	
	Masterm No.93 Logispoint Gimpo PFV Co., Ltd.	30,266	82,536	-	-	
	Goseong Green Power Co., Ltd.	2,023	18,925	-	-	
	DCK One Co., Ltd.	62,815	67,193	83	83	
	SMCore. Inc.	32	491	23,307	54,758	
	Others	367,955	673,581	157,036	354,629	
	Other related parties	Peru LNG Company, LLC.	25,352	211,456	-	-
		Baic Electronics SK (Jiangsu) Technology Co., Ltd	8,433	30,773	259,697	771,399
Xinglu (HongKong) Ltd.		24,429	152,666	-	-	
Happynarae Co., Ltd.		7,224	13,211	105,010	269,311	
SK Hynix Semiconductor (China) Ltd.		45,429	158,005	238	776	
SK Hynix Semiconductor Hongkong		-	4	123,516	448,256	
Korea Nexlene Company		52,625	155,234	19	89	
Ulsan Aromatics Co., Ltd.		144,643	201,063	22,370	79,968	
SK Gas Co., Ltd.		37,745	180,377	25,599	234,431	
SK Chemicals Co., Ltd.		8,623	31,677	3,762	9,534	
SK Shieldus Co., Ltd.		122,971	122,971	416,015	416,015	
UNA Engineering Co., Ltd. (Formerly, Ubins Co., Ltd.)		218	571	23,048	57,037	
Ulsan GPS Corporation		1,514	4,334	-	-	
SK Bioscience Co., Ltd.		6,830	14,286	-	-	
SK Multi utility Co., Ltd.		789	2,330	7,441	21,818	
Others	25,966	68,682	42,273	123,131		
		<u>₩ 2,081,322</u>	<u>₩ 5,912,892</u>	<u>₩ 3,263,269</u>	<u>₩ 6,866,325</u>	

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33. Transactions with related parties (cont'd)

(3) Details of significant outstanding balances of receivables and payables with the related parties as of September 30, 2024 and December 31, 2023 are as follows (Korean won in millions):

	Company name	September 30, 2024	
		Receivables and others (*1)	Payables and others
Investments in associates and joint ventures	Daehan Oil Pipeline Corporation	₩ 100	₩ 2,550
	SABIC SK Nexlene Company Pte. Ltd.	1,133	17,306
	Sinopec-SK (Wuhan) Petrochemical Co., Ltd.	245	20,465
	Changzhou BTR New Material Technology Co., Ltd.	14,925	44,060
	YEMEN LNG COMPANY LTD.	92,280	-
	Ignis Therapeutics	-	8,301
	Eurasia Tunnel	35,456	-
	SK E&C JURONG Investment Singapore Pte., Ltd.	74,375	-
	XE-PIAN XE-NAMNOY POWER COMPANY LIMITED.	104,273	-
	YONGIN General Industrial Complex Co.,Ltd	2,717	254,718
	Bloom SK Fuel Cell, LLC	6,390	25,204
	Godeok Clean Energy Co., Ltd.	11,624	539
	Chuncheon Green Energy Inc.	1,254	-
	Boryeong LNG Terminal Co., Ltd	366	5,056
	Darwin LNG Pty Ltd.	84,576	-
	F&U Credit Information Co., Ltd.	48	5,057
	SK Hynix Inc.	742,620	345,194
	Best Oil Company Ltd.	94,515	7,493
	Asia Bitumen Trading Pte. Ltd.	2,916	-
	Huizhou EVE United Energy Co., Ltd.	45,985	102,788
	Daehan Kanggun BCN Co. Ltd.	28,889	-
	Haman Green Energy Co., Ltd.	-	14,886
	Goseong Green Power Co., Ltd.	62,026	1,458
	DCK One Co., Ltd.	38,513	-
	BLOOMENERGY CORPORATION	116	486,771
	SMCore. Inc.	61	1,106
	HCM001, LLC	70,906	-
Others	605,980	104,252	
Other related Parties	Baic Electronics SK (Jiangsu) Technology Co., Ltd.	10,514	50,434
	Happynarae Co., Ltd.	2,858	17,614
	SK hynix Semiconductor (China) Ltd.	48,756	180
	SK hynix Semiconductor Hong Kong Ltd.	-	72,463
	Korea Nexlene Company	20,872	308
	Ulsan Aromatics Co., Ltd.	5,173	8,186
	SK Gas Co., Ltd.	21,596	85,121
	SK Chemicals Co., Ltd.	5,585	1,117
	SK Shieldus Co., Ltd.	36,154	36,541
	UNA Engineering Co., Ltd. (Formerly, Ubins Co., Ltd.)	-	6,650
	Ulsan GPS Corporation	2,181	932
	SK Bioscience Co., Ltd.	15,339	17,166
	SK Eternix Co., Ltd.	140	25,130
Others	32,896	258,587	
	₩ 2,324,353	₩ 2,027,633	

(*1) The Group recognized bad debt expense amounting to ₩1,677 million for the nine-month periods ended September 30, 2024 (for the nine-month periods ended September 30, 2023: bad debt expense of ₩1,134 million). The Group recognized the allowance for doubtful accounts amounting to ₩173,896 million and ₩172,219 million as of September 30, 2024 and December 31, 2023, respectively.

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33. Transactions with related parties (cont'd)

		December 31, 2023	
Company name		Receivables and others (*1)	Payables and others
Investments in associates and joint ventures	Daehan Oil Pipeline Corporation	₩ 99	₩ 2,633
	SABIC SK Nexlene Company Pte. Ltd.	5,584	59,549
	Sinopec-SK (Wuhan) Petrochemical Co., Ltd.	-	5,015
	ChangZhou BTR New Material Technology CO.,LTD.	42,243	141,717
	Yemen LNG Company Ltd.	85,924	-
	Ignis Therapeutics	-	14,466
	Eurasia Tunnel	32,274	-
	SK E&C JURONG Investment Singapore Pte., Ltd.	74,375	-
	XE-PIAN XE-NAMNOY POWER COMPANY LIMITED.	100,501	-
	YONGIN General Industrial Complex Co.,Ltd	1,155	82,808
	Bloom SK Fuel Cell, LLC	6,211	25,684
	Godeok Clean Energy Co., Ltd.	11,392	799
	Chuncheon Green Energy Inc.	21,442	-
	Boryeong LNG Terminal Co., Ltd	7,887	-
	Darwin LNG Pty Ltd.	78,305	-
	F&U Credit Information Co., Ltd.	346	4,417
	SK Hynix Inc.	390,104	337,780
	Best Oil Company Ltd.	126,494	7,321
	Asia Bitumen Trading Pte. Ltd.	2,755	-
	Huizhou EVE United Energy Co., Ltd.	40,350	177,551
	Daehan Kanggun BCN Co. Ltd.	26,850	-
	Haman Green Energy Co., Ltd.	2,933	34,735
	Goseong Green Power Co., Ltd.	62,026	1,458
	Songsan Green Energy Co.,Ltd.	-	34,949
	DCK One Co., Ltd.	99	19,071
	BLOOMENERGY CORPORATION	-	244,313
	SMCore. Inc.	178	3,285
Others	620,375	31,737	
Other related Parties	Peru LNG Company, LLC.(*2)	7,841	-
	Baic Electronics SK (Jiangsu) Technology Co., Ltd.	9,053	99,148
	XINGLU (HONGKONG) LIMITED	11,833	-
	Happynarae Co., Ltd.	2,650	30,721
	SK hynix Semiconductor (China) Ltd.	33,694	241
	SK hynix Semiconductor Hong Kong Ltd.	-	139,326
	Korea Nexlene Company	24,365	498
	Ulsan Aromatics Co., Ltd.	5,385	9,532
	SK Gas Co., Ltd.	28,147	142,550
	SK Chemicals Co., Ltd.	7,234	1,422
	SK Shieldus Co., Ltd.	39,774	36,287
	UNA Engineering Co., Ltd. (Formerly, Ubins Co., Ltd.)	363	10,811
	Ulsan GPS Corporation	7,415	321
SK Bioscience Co., Ltd.	9,893	370	
SK Multi utility Co., Ltd.	281	1,842	
Others	25,496	26,013	
		₩ 1,953,326	₩ 1,728,370

(*1) The Group recognized bad debt expense and write-off each amounting to ₩1,134 million and ₩(-)103,505 million for the year ended December 31, 2023 (for the year ended December 31, 2022: bad debt expense of ₩451 million, others of ₩(-)73,767 million). The Group recognized the allowance for doubtful accounts amounting to ₩172,219 million and ₩261,317 million as of December 31, 2023 and December 31, 2022, respectively.

(*2) As the entire stake is sold during the period ended September 30, 2024, it is not applicable to related parties as of September 30, 2024.

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September 30, 2024 and 2023

33. Transactions with related parties (cont'd)

(4) Details of significant financial transactions with related-parties for the nine-month periods ended September 30, 2024 and 2023 are as follows (Korean won in millions and foreign currencies in thousands):

Company	Currency	For the nine-month period ended			
		September 30, 2024		September 30, 2023	
		Loans	Collection	Loans	Collection
Yemen LNG Company Ltd.	KRW	4,032	-	10,366	-
Bloom SK Fuel Cell, LLC	KRW	-	-	2,000	-
Gray Whale Offshore Wind Power No.1 Co., Ltd.	KRW	-	-	1,270	-
Gray Whale Offshore Wind Power No.2 Co., Ltd.	KRW	-	-	1,168	-
Gray Whale Offshore Wind Power No.3 Co., Ltd.	KRW	-	-	2,559	-
Komundo Offshore Wind Power Co., Ltd.	KRW	-	-	900	-
Maenggoldo Offshore Wind Power Co., Ltd.	KRW	-	-	1,050	-
KCMT Co., Ltd.	KRW	3,825	-	14,320	-
Jincheon Megapolis Industrial Complex Co., Ltd.	KRW	1,200	-	-	-
TIEN GIANG WIND POWER JOINT STOCK COMPANY.	KRW	-	-	18,584	-
Haman Green Energy Co., Ltd.	KRW	-	(2,921)	-	-
HCM001, LLC	KRW	5,167	-	-	-
Samam Solar Co., Ltd.	KRW	842	(57)	-	-
Darwin LNG Pty Ltd.	KRW	22,899	-	32,009	-
SK Telecom CS T1 Co., Ltd.	KRW	2,921	-	-	-
SK Growth Opportunities Corporation	USD	1,340	-	-	-

(5) There were additional capital contribution transactions for investments in associates and joint ventures for the nine-month periods ended September 30, 2024 and 2023 (See Notes 9, 10).

(6) Guarantees provided among the Group entities as of September 30, 2024 are as follows (Korean won in millions and foreign currencies in thousands):

Guarantor	Guarantee	Currency	Amount	Description of guarantee
SK Innovation Co., Ltd.	SK On Co., Ltd.	KRW	2,579,600	Guarantee of debt
	SK Battery America, Inc.	USD	700,000	Guarantee of debt
	SK On Co., Ltd.	USD	1,134,900	Performance guarantees for invest
	SK Battery America, Inc.			
	BlueOval SK, LLC	USD	125,000	Guarantee of debt
	SK Battery Manufacturing Kft.	USD	500,000	Guarantee of debt
SK Innovation Co., Ltd. and SK On Co., Ltd.	SK Earthon Co., Ltd.	HUF	34,194,000	Guarantee of local factory construction
	SK On Hungary Kft.	USD	33,000	Guarantee of mandatory work load
SK On Co., Ltd.	SK On Hungary Kft.	HUF	9,809,730	Guarantee of local factory construction
	SK Battery America, Inc.	USD	2,645,000	Guarantee of loan related
	SK Battery Manufacturing Kft.	USD	3,500,000	Guarantee of loan related
	SK On Yancheng Co., Ltd.	USD	1,050,000	Guarantee of loan related
	SK On(Jiangsu) Co., Ltd.	CNY	4,300,000	Guarantee of loan related
SK ie technology Co., Ltd.	SK On(Jiangsu) Co., Ltd.	CNY	1,159,987	Guarantee of loan related
	SK Hi-Tech Battery Materials(Jiang Su) Co., Ltd	CNY	480,000	Guarantee of debt
	SK hi-tech battery materials Poland sp. z o.o.			
SK Geo Centric Co., Ltd.	SK Energy Europe, Ltd.	USD	696,000	Guarantee of debt
	SK GC Americas, Inc.	USD	135,000	Guarantee of PCG
	SK Functional Polymer, S.A.S.	USD	140,000	Guarantee of loan related
SK E&S Co., Ltd.	LNG Americas, Inc.	EUR	161,000	Guarantee of loan related
	LNG Americas, Inc.	USD	667,590	Guarantee for derivative hedge and Others
	Paju Energy Service Co., Ltd.	KRW	350,000	Guarantee of debt
	Narae Energy Service Co., Ltd.	KRW	250,000	Guarantee of debt
	Yeoju Energy Service Co., Ltd.	KRW	200,000	Guarantee of debt
	Prism Energy International Pte. Ltd.	USD	620,000	Guarantee for derivative hedge and Others
	IGE Co., Ltd.	USD	130,000	Guarantee of debt
	BU12 Australia Pty. Ltd.,	KRW	130,000	Guarantee of debt
	BU13 Australia Pty. Ltd.	USD	329,737	Guarantee for BU gas field recovery cost
	Grid Solution LLC	USD	60,000	Guarantee of LC
	SK E&S Americas, Inc.	LNG Americas, Inc.	USD	106,842
PassKey, Inc.		USD	52,313	Performance guarantee for contract

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33. Transactions with related parties (cont'd)

Guarantor	Guarantee	Currency	Amount	Description of guarantee
SK Ecoplant Co., Ltd	Silvertown Investco Limited	GBP	10,671	Guarantee of financial obligation
	SK Ecoplant Americas Corporation(Formerly, BETEK)	USD	112,000	Guarantee of debt and others
	RenewUs Co., Ltd.(Formerly, Environment Management Corporation Co., Ltd)	KRW	17,229	Fund supplement agreement for loan Agreement
	Renewland Singyeongju Co., Ltd. (Formerly, Samwon ENT Co., Ltd.)	KRW	41,000	Conditional debt acquisition
	ECO FRONTIER (SINGAPORE) PTE. LTD.	USD	420,000	Guarantee of payment and others
	SK Ecoengineering Co., Ltd.	KRW	304,291	Joint liability joint debt
	SEONGJU TECH CO.,LTD.	KRW	14,000	Conditional debt acquisition
RenewUs Co., Ltd.(Formerly, Environment Management Corporation Co., Ltd)	Renew Liquid Honam Co., Ltd.(Formerly, Honam Environment Energey Co., Ltd.)	KRW	4,800	Guarantee of debt
	Gyeongsan Clean Water Way Co., Ltd.	KRW	8,200	Guarantee of loan agreement
SK Networks Co., Ltd.	SK Networks (Xiamen) Steel Processing Center Co., Ltd.	CNY	68,000	Standing surety for investee
	SK Networks Hong Kong Ltd.	USD	79,600	Standing surety for investee
SKC Co., Ltd.	Absolics Inc.	USD	162,000	Guarantee of payment
	SK ENPULSE Co., Ltd.	KRW	10,000	Guarantee of corporate bond
SK Specialty Co., Ltd.	SK specialty Jiangsu Co., Ltd.	CNY	178,800	Guarantee of debt
	SK specialty Taiwan Co., Ltd.	USD	2,000	Guarantee of debt
	SK specialty Japan Co., Ltd.	JPY	276,000	Guarantee of debt
	SK specialty (Xi'An) Co., Ltd.	USD	2,400	Guarantee of debt
SK Siltron Co., Ltd.	SK Siltron CSS, LLC	USD	10,000	Guarantee of debt
	SK Siltron USA, Inc.	USD	323,000	Guarantee of debt
SK Pharmteco Inc.	Center For Breakthrough Medicines Holdings, LLC	USD	20,000	Performance guarantee for contract
SK Biotek Co., Ltd.	SK Biotek Ireland Limited	USD	20,000	Guarantee for credit limit
		EUR	10,000	Guarantee for EPA

(7) Detail of compensation for key management personnel of the Group.

Key management personnel consists of registered executives who are responsible for the planning, operation and control of the Group's business activities. Details of compensation for them for the three-month and nine-month periods ended September 30, 2024 and 2023 are as follows (Korean won in millions):

	September 30, 2024		September 30, 2023	
	Three-month	Nine-month	Three-month	Nine-month
Salaries	₩ 2,398	₩ 7,567	₩ 5,067	₩ 13,907
Retirement allowance	657	2,140	1,071	3,307
(Reversal of) Share-based payment expenses	(446)	(789)	(938)	(8,315)
	₩ 2,609	₩ 8,918	₩ 5,200	₩ 8,899

34. Discontinued operations

(1) Details of discontinued operations

SK Networks Co., Ltd., a subsidiary of the Group, decided to discontinue operations with the sale of its resource business and China business to clean up non-core businesses, strengthen its financial soundness and secure investment funds, before the prior period. For resource business, as the sale of major assets and liabilities was completed during the period ended September 30, 2024 and due to changes in the sale plan the remaining assets was changed, the relevant non-current assets and liabilities held for sale were reclassified to their original account.

SK Networks Co., Ltd., a subsidiary of the Group, decided to discontinue operations along with the replacement of the planned sale of SK Magic's home appliance division during the prior period, and the related profits and losses were classified as gains and losses from the discontinued operation. Among the assets and liabilities of the business, assets and liabilities that are expected to be sold were classified as non-current assets and liabilities held for sale and evaluated in consideration of the recoverable amount.

SK Networks Co., Ltd., a subsidiary of the Group, completed the sale of its rental car division during the period ended September 30, 2024, and the related profits and losses were classified as gains and losses from discontinued operation.

SKC Co., Ltd., a subsidiary of the Group, decided to sell Wet Chemical and Cleaning Business in China on September 12, 2023 after approval by the board of directors to secure financial resources for growth investment to focus on high value-added material parts business, and sold it as of September 12, 2024. Accordingly, the related profit and loss were classified as gain and loss from the discontinued operation.

SKC Co., Ltd., a subsidiary of the Group, decided to sell its Fine Ceramic division on October 30, 2023, to create synergy by strengthening corporate competitiveness and improving management efficiency. The sale was completed on February 2, 2024. Accordingly, the related profits and losses were classified as gains and losses from the discontinued operation.

SKC Co., Ltd., a subsidiary of the Group, decided to sell all of the shares in SK Pucore Co., Ltd. to Korea PU Holdings Co., Ltd. following the decision of the board of directors on October 12, 2023. The sale was completed on February 29, 2024. Accordingly, the related profits and losses were classified as gains and losses from the discontinued operation.

SKC Co., Ltd., a subsidiary of the Group, decided to sell all of the shares in SKC (Nantong) PU SPECIALTY CO., LTD. to Daejinhap Automotive Parts Limited. Accordingly, the related profits and losses were classified as gains and losses from the discontinued operation.

SK Square Co., Ltd., a subsidiary of the Group, sold its security business due to a stock trading contract for its stake in Korea Security Holdings Co., Ltd. held by the parent company during the nine-month period ended March 31, 2023, and classified the related gains and losses as discontinued operating gains and losses.

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34. Discontinued operations (cont'd)

(2) Gains and losses from the discontinued operation for the nine-month periods ended September 30, 2024 and 2023 are as follows (Korean won in millions):

	For the nine-month period ended September 30, 2024		
	Resource business and others in SK Networks Co., Ltd.	Fine Ceramic Business and others in SKC Co., Ltd.	Total
Revenue	₩ 1,240,549	₩ 152,689	₩ 1,393,238
Expenses	1,149,755	161,968	1,311,723
Recognized gains (losses) as a measure or disposition of assets or dispositional asset classes included in discontinued operations at net fair value	(22,343)	194,010	171,667
Income tax expense (benefit)	17,116	40,558	57,674
Profit for the period from discontinued operations	₩ 51,335	₩ 144,173	₩ 195,508
Attributable to:			
Owners of the parent	₩ 24,623	₩ 65,131	₩ 89,754
Non-controlling interests	26,712	79,042	105,754

	For the nine-month period ended September 30, 2023			
	Resource business and others in SK Networks Co., Ltd.	Industrial materials business and others in SKC Co., Ltd.	Security business in Korea Security Holdings Co., Ltd.	Total
Revenue	₩ 1,494,694	₩ 535,695	₩ 980,660	₩ 3,011,049
Expenses	1,458,022	516,665	921,525	2,896,212
Recognized gains (losses) as a measure or disposition of assets or dispositional asset classes included in discontinued operations at net fair value	(4,731)	(1,911)	1,047,138	1,040,496
Income tax expense	8,162	7,633	118,445	134,240
Profit for the period from discontinued operations	₩ 23,779	₩ 9,486	₩ 987,828	₩ 1,021,093
Attributable to:				
Owners of the parent	₩ 11,603	₩ 4,292	₩ 305,454	₩ 321,349
Non-controlling interests	12,176	5,194	682,374	699,744

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34. Discontinued operations (cont'd)

(3) Details of cash flows relating to discontinued operations for the nine-month periods ended September 30, 2024 and 2023 are as follows (Korean won in millions):

	For the nine-month period ended September 30, 2024		
	Resource business and others in SK Networks Co., Ltd.		Fine Ceramic business and others in SKC Co., Ltd.
Cash flows from operating activities	₩	144,058	₩ 10,708
Cash flows from investing activities		(66,784)	394,918
Cash flows from financing activities		149,632	(20,068)
Increase in cash and cash equivalents	₩	226,906	₩ 385,558

	For the nine-month period ended September 30, 2023		
	Resource business and others in SK Networks Co., Ltd.	Industry material business and others in SKC Co., Ltd.	Security business in Korea Security Holdings Co., Ltd.
Cash flows from operating activities	₩ (29,417)	₩ 41,874	₩ 140,562
Cash flows from investing activities	(22,866)	(20,708)	161,601
Cash flows from financing activities	78,666	(28,797)	(73,926)
Increase (decrease) in cash and cash equivalents	₩ 26,383	₩ (7,631)	₩ 228,237

35. Assets and liabilities held for sale

(1) Summary of assets and liabilities held for sale

The Parent company decided to sell its entire stake in ESR Cayman Limited and classified related assets and liabilities as held-for-sale and measured them at the lower of their carrying amounts and fair value less costs to sell. Some of the shares were sold before the year ended December 31, 2023, and the remaining shares are also being reviewed for sale.

The Parent company decided to sell its entire stake in SOCAR, Inc. and classified related assets and liabilities as held-for-sale and measured them at the lower of their carrying amounts and fair value less costs to sell. Meanwhile, the parent company completed the sale of some of its shares (2,936,225 shares) during the nine-month period ended September 30, 2024, and the gains and losses on disposal recognized in connection with the sale of the shares are ₩20,847 million.

The Parent company decided to sell the entire stake of THiRA-UTECH CO.,LTD., accordingly, the related assets and liabilities were classified as held for sale and measured at the lower of their carrying amounts or fair value less costs to sell.

The Group decided to sell the full amount of its shares in Grab holdings limited and Joyvio Group Co., Ltd., accordingly, the related assets and liabilities were classified as held for sale and measured at the lower of their carrying amounts or fair value less costs to sell.

SKC Co., Ltd., a subsidiary of the Group, decided to sell Wet Chemical and Cleaning Business in China on September 12, 2023 after approval by the board of directors to secure financial resources for growth investment to focus on high value-added material parts business. Accordingly, the related assets and liabilities were classified as held for sale. The assets and liabilities were sold as of September 12, 2024.

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35. Assets and liabilities held for sale (cont'd)

SKC Co., Ltd., a subsidiary of the Group, decided to sell its Fine Ceramic division on October 30, 2023, to create synergy by strengthening corporate competitiveness and improving management efficiency, and classified related assets and liabilities as held-for-sale. The assets and liabilities were sold as of February 2, 2024.

SKC Co., Ltd., a subsidiary of the Group, decided to sell all of the shares in SK Pucore Co., Ltd. to Korea PU Holdings Co., Ltd. following the decision of the board of directors on October 12, 2023. The assets and liabilities were sold as of February 29, 2024.

In addition, according to the decision of the board of directors on October 12, 2023, SKC Co., Ltd., a subsidiary of the Group, decided to sell all of the shares in SKC (Nantong) PU SPECIALTY CO., LTD. to Daejinhap Automotive Parts Limited and classified related assets and liabilities as held for sale.

SK Innovation Co., Ltd., a subsidiary of the Group, entered into an agreement to sell 14.0% of its shares in joint operations to PT Pertamina Patra Niaga Company Limited, a party to the joint agreement, and classified related assets and liabilities as held for sale.

SK Ecoplant Co., Ltd., a subsidiary of the Group, decided to sell all of its shares in Ascend Elements, Inc., it classified the remaining portion of the sale scheduled for sale in November after partial sale during the nine-month period ended September 30, 2024. The relevant non-current assets held for sale were measured at the lower of their carrying amounts or fair value less costs to sell. As the net fair value of non-current assets held for sale is expected to exceed the book value, the impairment loss of non-current assets held for sale was not recognized.

(2) Details of assets and liabilities held for sale as of September 30, 2024 and December 31, 2023 are as follows (Korean won in millions):

		September 30, 2024	
		Assets	Liabilities
Investment securities	ESR Cayman Limited (*1)	₩ 206,323	₩ -
	Grab holdings limited (*1)	264,943	-
	THiRA-UTECH CO.,LTD.	9,293	-
	Digital Content Korea Investment Association	3,395	-
	Central Convergence Content Technology Investment Association	884	-
	P&I Cultural Innovation Investment Association	817	-
	Business segment		
	China business segment	74,761	22,443
	Home appliances business segment	39,996	691
	Semiconductor materials business segment	3,472	-
Joint operations	Partial stake in PT. Patra SK	27,889	4,579
Associates	SOCAR, Inc. (*2)	52,558	-
	DAEKYO Contents Investment Fund I	746	-
	Joyvio Group Co., Ltd.	164,370	-
	Ascend Elements, Inc.	38,846	-
		<u>₩ 888,293</u>	<u>₩ 27,713</u>

(*1) As of September 30, 2024, the book value includes ₩59,783 million in valuation gain on the investment securities.

(*2) As of September 30, 2024, the book value includes ₩7,341 million in reversal of impairment loss.

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35. Assets and liabilities held for sale (cont'd)

		<u>December 31, 2023</u>	
		<u>Assets</u>	<u>Liabilities</u>
Investment securities	ESR Cayman Limited (*1)	₩ 174,725	₩ -
	Digital Content Korea Investment Association	3,395	-
	Central Convergence Content Technology Investment Association	884	-
	P&I Cultural Innovation Investment Association	1,892	-
Business segment	China business segment	72,766	20,680
	Resources business segment	18,872	7,590
	Home appliances business segment	75,941	1,531
	Semiconductor materials business segment	903,847	274,308
Associates	SOCAR, Inc. (*2)	90,436	-
	DAEKYO Contents Investment Fund I	746	-
Others	Property, plant and equipment and others	3,598	39
		<u>₩ 1,347,102</u>	<u>₩ 304,148</u>

(*1) As of December 31, 2023, the book value includes ₩86,245 million in valuation loss on the investment securities.

(*2) As of December 31, 2023, the book value includes ₩18,869 million in impairment loss.

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36. Cash flow information

(1) Details of non-cash adjustments for the nine-month periods ended September 30, 2024 and 2023 are as follows (Korean won in millions):

	For the nine-month period ended	
	September 30, 2024	September 30, 2023
Provision for pension benefits	₩ 309,371	₩ 283,360
Depreciation	5,216,589	5,316,991
Amortization	1,400,044	1,074,509
Bad debt expenses	45,356	1,527
(Reversal of) loss on valuation of inventories	41,042	(442,269)
Interest expenses	2,850,518	2,387,267
Loss on foreign currency translation	341,591	609,570
Loss on valuation of derivatives	274,737	345,236
Loss on disposal of trade receivables	60,768	89,652
Loss on disposal of property, plant and equipment	128,273	28,775
Loss on impairment of property, plant and equipment	49,552	17,576
Loss on disposal of intangible assets	3,986	2,341
Loss on impairment of intangible assets	66,518	27,305
Tax expense	619,406	821,837
Share of profit of equity-accounted investees, net	(2,322,003)	1,886,914
Interest income	(733,101)	(624,960)
Gain on foreign currency translation	(476,944)	(418,577)
Gain on valuation of derivatives	(282,188)	(396,772)
Dividend income	(40,546)	(64,786)
Gain on disposal of investments in associates and joint ventures	(408,515)	(1,071,603)
Gain on disposal of property, plant and equipment	(48,529)	(146,107)
Gain on disposal of intangible assets	(19,953)	(18,607)
Gain on disposal of assets held for sale	(280,509)	-
Others	464,650	537,072
	₩ 7,260,113	₩ 10,246,251

(2) Details of working capital adjustments for the nine-month periods ended September 30, 2024 and 2023 are as follows (Korean won in millions):

	For the nine-month period ended	
	September 30, 2024	September 30, 2023
Inventories	₩ 901,292	₩ (851,443)
Trade receivables	357,798	(320,576)
Other receivables	187,308	512,433
Trade payables	3,389,955	1,476,433
Other payables	(4,145,297)	(417,110)
Advances received	185,449	24,424
Retirement benefits	(424,615)	(403,584)
Plan assets	419,167	207,994
Others	(375,188)	(745,460)
	₩ 495,869	₩ (516,889)

(3) Significant non-cash transactions for the nine-month periods ended September 30, 2024 and 2023 are as follows (Korean won in millions):

	For the nine-month period ended	
	September 30, 2024	September 30, 2023
Increase(decrease) in other payables due to acquisition of property, plant and equipment and others	₩ (1,684,468)	₩ (207,395)

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37. Commitments and contingencies

(1) Guarantees provided for the Group as of September 30, 2024 are as follows (Korean won in millions and foreign currencies in thousands):

Guarantee	Guarantor	Currency	Amount	Description of guarantee
SK Inc.	Seoul Guarantee Insurance	KRW	15,636	Performance guarantees for contract and others
	Korea Software Financial Corporation	KRW	596,162	Performance guarantees for contract and others
Netruck Co., Ltd	Seoul Guarantee Insurance and others	KRW	4,080	Commodity payment guarantee insurance and others
Won Poll	Seoul Guarantee Insurance	KRW	776	Performance guarantees for contract and others
SK Incheon Petrochem Co. Ltd	KPIOCEANCONNECTPTE.LTD. and others	KRW USD	500 383,500	Export letter of credit Export letter of credit, import letter of credit
Blueoval SK LLC	Ford Moter Company	USD	125,000	Incentive guarantee
SKBATTERYAMERICA, INC.	Kookmin Bank	USD	500,000	Performance guarantees for contract and others
SK ON HUNGARYKFT.	ING BANK HUNGARY BRANCH	HUF	72,800,000	Investment in Iváncsa incentive guarantee
		EUR	1,200	Investment performance guarantees following the receipt of investment incentive
SK On Co., Ltd.	KEB Hana Bank and others	USD	996,750	Bond principal and interest guarantee
SK Telink Co., Ltd.	Seoul Guarantee Insurance	KRW	728	Performance guarantees for contract
SK Broadband Co., Ltd.	Seoul Guarantee Insurance	KRW	30,698	Guarantee of warranties-contract
	Korea Content Financial Cooperative	KRW	93,000	Guarantee of warranties-contract
SK M & Service Co., Ltd.	Seoul Guarantee Insurance	KRW	2,744	Guarantee of bid payment and others
	Shinhan Bank	KRW	1,000	Other payment guarantees
PS&Marketing Corp.	Seoul Guarantee Insurance	KRW	1,605	Guarantee of liability for damages and others
Service Ace Co., Ltd.	Seoul Guarantee Insurance	KRW	1	Guarantee of bid payment
SK O&S Co., Ltd.	Seoul Guarantee Insurance	KRW	50,000	Performance guarantees
Home&Service Co., Ltd.	Seoul Guarantee Insurance	KRW	4,933	Guarantee of warranties and deposit guarantees
SK Stoa Co., Ltd.	Kookmin Bank	KRW	1,280	Specific debt guarantee
Dreamus company Co., Ltd.	Seoul Guarantee Insurance	KRW	1,163	Performance guarantees for contract
Seoul Airbus Co., Ltd.	Seoul Guarantee Insurance	KRW	72	Performance guarantee insurance for contract and others
GOOD SERVICE Co., LTD.	Seoul Guarantee Insurance	KRW	114	Performance guarantees for contract
YLP inc.	Seoul Guarantee Insurance	KRW	1,006	Deposit guarantees and others
Tmap Mobility Co., Ltd.	Seoul Guarantee Insurance	KRW	5,097	Deposit guarantees and others
One store Co., Ltd.	Seoul Guarantee Insurance	KRW	1,441	Guarantee for E-commerce and others
	KEB Hana Bank	KRW	100	Guarantees for prepayment method and payment of Korean won
11street Co., Ltd.	Seoul Guarantee Insurance	KRW	26,763	Performance guarantees and others
	KEB Hana Bank	KRW	2,000	Guarantee of Korean won
FSK L&S Co., Ltd.	Seoul Guarantee Insurance	KRW	5,320	Performance guarantees for contract and others
SK Planet Co., Ltd.	Seoul Guarantee Insurance	KRW	10,282	Performance guarantee insurance and others
	KEB Hana Bank	KRW	3,000	Performance guarantee insurance and others
SK Networks Co., Ltd.	Seoul Guarantee Insurance	KRW	7,668	Contract deposit and others
SK Networks Service Co., Ltd.	Seoul Guarantee Insurance	KRW	12,816	Performance guarantees for sales contract
	KEB Hana Bank	KRW	500	Performance guarantees for contract
SK Magic Co., Ltd.	Seoul Guarantee Insurance	KRW	14,345	Performance insurances for warranties and others
EN-CORE CO., LTD.	Seoul Guarantee Insurance, Korea Software Financial Corporation	KRW	1,522	Performance guarantees for contract
SK E&S Co., Ltd.	Seoul Guarantee Insurance	KRW	112,541	Performance guarantees for contract and others
	Kookmin Bank	USD	80,000	Guarantee of debt
	Shinhan Bank	KRW	30,486	Capital payment performance guarantee
		USD	80,000	Guarantee of debt
	BNP Paribas	USD	71,000	PPA Bid Guarantee
Yeongnam Energy Service Co., Ltd.	Seoul Guarantee Insurance	KRW	1,600	Guarantee of warranties and approval

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37. Commitments and contingencies (cont'd)

Guarantee	Guarantor	Currency	Amount	Description of guarantee
Chonnam Energy Service Co., Ltd.	Seoul Guarantee Insurance	KRW	158	Performance guarantees for warranties and gas bill guarantee
Busan City Gas Co., Ltd.	Seoul Guarantee Insurance	KRW	10,193	Payment of construction costs
Kangwon City Gas Co., Ltd.	Seoul Guarantee Insurance	KRW	1,407	Performance guarantees and Performance guarantee insurance for approval
Jeonbuk Energy Service Co., Ltd.	Seoul Guarantee Insurance	KRW	1,433	Performance guarantees for contract and others
Chungcheong Energy Service Co., Ltd.	Seoul Guarantee Insurance	KRW	12,338	Performance guarantees for warranties and others
Ko-one Energy Service Co., Ltd.	Seoul Guarantee Insurance	KRW	1,851	Performance guarantees for contract and performance guarantees for approval
Paju Energy Service Co., Ltd.	Seoul Guarantee Insurance	KRW	442	Performance guarantees for approval and others
Narae Energy Service Co., Ltd.	Seoul Guarantee Insurance	KRW	1,915	Guarantee of license to use state property and others
Yeosu Energy Service Co., Ltd.	Seoul Guarantee Insurance	KRW	1,455	Performance guarantees for deposit on approval and others
Dangjin Haengbok Solar Co., Ltd.	Seoul Guarantee Insurance	KRW	16,282	Guarantee of payment of facility restoration and relocation work expenses
Busan Jungkwan Energy Co., Ltd.	Seoul Guarantee Insurance	KRW	93,457	Performance guarantees for contract and others
Prism Energy International Zhoushan Limited	KEB Hana Bank Beijing Branch	CNY	14,780	Guarantee of Terminal fee
BU12 Australia Pty. Ltd., BU13 Australia Pty. Ltd., SK E&S Australia Pty. Ltd.	ANZ Bank	USD	329,737	BU gas field recovery cost
SK Ecoplant Co., Ltd.	ANZ and others	AUD	219	Deposit on lease
		USD	352,543	Performance guarantees for overseas construction and others
		VND	569,459,658	Performance guarantees for overseas construction and others
		TRY	26,816	Performance guarantees for overseas construction and others
		KWD	46,075	Performance guarantees for overseas construction and others
		AED	87,503	Performance guarantees for overseas construction and others
		QAR	81,716	Performance guarantees for overseas construction and others
		HKD	37,621	Performance guarantees for overseas construction and others
		NOK	370,295	Performance guarantees for overseas construction and others
	KEB Hana Bank	USD	117,324	Performance guarantees for overseas construction and others
		EUR	84,938	Performance guarantees for overseas construction and others
		GBP	18,900	Performance guarantees for overseas construction and others
	Korea Eximbank	USD	90,969	Performance guarantees for overseas construction and others
		NOK	136,302	Performance guarantees for overseas construction and others
	Korea Housing Guarantee Co., Ltd.	KRW	6,894,638	Performance guarantees for domestic construction and others
	Seoul Guarantee Insurance	KRW	303,314	Performance guarantees for domestic construction and others
	Engineering Financial Cooperative	KRW	821,226	Performance guarantees for domestic construction and others
	Construction Guarantee Cooperative	KRW	7,219,411	Performance guarantees for domestic construction and others
	Korea Trade Insurance Corporation	USD	95,000	Insurance of overseas investment

SK Inc. and its subsidiaries
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37. Commitments and contingencies (cont'd)

Guarantee	Guarantor	Currency	Amount	Description of guarantee	
SK Oceanplant Co.,Ltd.	Samkang Metal Co., Ltd.	KRW	5,403	Borrowing and guarantee insurance-related joint guarantee	
	Industrial Bank of Korea	USD	1,235	WBOND	
	United Overseas Bank Ltd.	USD	85,000	PBOND and WBOND	
	Korea Defense Guarantee Cooperative	KRW	512,531	PBOND and APBOND	
	Busan Bank	KRW	5,500	Guarantee of Korean won	
		USD	851	PBOND	
	Korea Development Bank	KRW	3,000	Guarantee of Korean won	
	Seoul Guarantee Insurance	KRW	332,058	Guarantee of payment insurance and others	
		EUR	3,649	Guarantee of payment insurance and others	
		USD	9,336	Guarantee of payment insurance and others	
	Song Mu-seok	USD	840	Borrowing and guarantee insurance-related joint guarantee	
		EUR	1,990	Borrowing and guarantee insurance-related joint guarantee	
	Korea Eximbank	USD	8,413	Performance guarantees for contract and others	
	Shinhan Bank	KRW	27,710	Guarantee of Korean won	
		USD	1,871	Guarantee of foreign currencies	
		EUR	1,658	Guarantee of foreign currencies	
	Machinery Financial Cooperative and others	KRW	65,529	Advance payment guarantee	
	Construction Guarantee Cooperative	KRW	3,742	Warranties	
	KEB Hana Bank	KRW	92,705	Guarantee of Korean won	
		USD	25,279	Guarantee of foreign currencies	
				And others	
	SK Ecoengineering Co., Ltd.	Korea Trade Insurance Corporation	USD	18,325	Guarantees for overseas sales
		SWISSRE	USD	100,000	L/C
Construction Guarantee Cooperative		KRW	532,358	Payment Guarantee and Performance guarantees for construction	
Kookmin Bank		USD	25,000	Guarantee of foreign currencies and others	
Busan Bank		USD	15,000	L/C	
Seoul Guarantee Insurance		PLN	3,746	Performance guarantee	
		KRW	153	Payment Guarantee and Performance guarantee	
Renewus Co., Ltd. (formerly, Environment Management Corporation Co., Ltd.)	Engineering Financial Cooperative	KRW	789,221	Payment Guarantee and Performance guarantee	
	Woori Bank	USD	5,672	Guarantee of foreign currencies	
	Construction Guarantee Cooperative	KRW	86,338	Performance guarantees for business, construction, warranties and others	
	Seoul Guarantee Insurance	KRW	107,299	Performance guarantees for contract, payment, construction, advance payment and others	
ECO FRONTIER (SINGAPORE) PTE. LTD.	Engineering Financial Cooperative	KRW	172,427	Guarantees for contract, warranties and others	
	MAYBANK SINGAPORE LIMITED	SGD	752	BANKERSGUARANTEE	
Topsun Co.,Ltd.	Seoul Guarantee Insurance	KRW	67,084	Bid Contract Defect Payment Guarantee	
	Koea credit guarantee fund	KRW	8,650	Guarantee of debt	
	Electric contractors' financial cooperative	KRW	29,014	Bid Contract Defect Payment Guarantee	
Renewcon Daewon Co., Ltd.	Korea Construction Resource Mutual Aid Association	KRW	1,352	Performance guarantees for contract and others	
Renewenergy Daewon Co., Ltd.	Seoul Guarantee Insurance	KRW	1,681	Performance guarantees for contract and others	
Renewenergy Green Co., Ltd.	Seoul Guarantee Insurance	KRW	1,426	Abandoned Waste Disposal Performance Guarantee	
Renewenergy Saehan Co., Ltd.	Seoul Guarantee Insurance	KRW	2,444	Performance guarantees for approval and contract and others	
Renewenergy Jeonnam Co., Ltd.	Seoul Guarantee Insurance	KRW	1,353	Performance guarantee insurance for contract and others	
Renewenergy Chungnam Co., Ltd.	Seoul Guarantee Insurance	KRW	1,038	Performance contract and others	
Renewenergy Chungbuk Co., Ltd.	Seoul Guarantee Insurance	KRW	4,061	Commodity payment guarantee insurance and others	
Renewland Cheongju Co., Ltd.	Seoul Guarantee Insurance	KRW	398	Performance guarantees for contract and approval and others	
DY INDUS CO.,LTD.	Seoul Guarantee Insurance	KRW	105,280	Performance guarantees insurance for contract and others	

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37. Commitments and contingencies (cont'd)

Guarantee	Guarantor	Currency	Amount	Description of guarantee
DY POLRIMER CO.,LTD.	Seoul Guarantee Insurance	KRW	24	Performance guarantees insurance for approval
SK Signet Inc.	Seoul Guarantee Insurance	KRW	22,647	Performance guarantee insurance and others
SK Pinx Co., Ltd.	Seoul Guarantee Insurance	KRW	175	Performance guarantees for sales contract
SK Powertech Co., Ltd.	Seoul Guarantee Insurance	KRW	5	Defect payment guarantees
SK SPEEDMATE CO., LTD.	Seoul Guarantee Insurance	KRW	17,730	Guarantees of lease deposit
SK Nexilis Poland sp.z o.o.	INGBANKSLASKIS.A	PLN	38,187	Guarantees of performance for contract and payment
SEONGJU TECH CO.,LTD.	TOWOO CONSTRUCTION INDUSTRIAL CO.,LTD.	KRW	14,000	Completion of responsibility
SK Specialty Co., Ltd.	Seoul Guarantee Insurance	KRW	7,618	Performance guarantees and others

(2) Guarantees provided to related parties and others as of September 30, 2024 are as follows (Korean won in millions and foreign currencies in thousands):

Guarantor	Guarantee	Currency	Amount	Description of guarantee	
SK Ecoplant Co., Ltd.	POSCO Eco & Challenge Co., Ltd.	KRW	705	Joint Subcontracting Joint Liability	
	Hanyang Corporation	KRW	24,927	Joint Subcontracting Joint Liability	
	Samsung C&T Corporation	KRW	887	Joint Subcontracting Joint Liability	
	Daewoo Engineering & Construction Co., Ltd.	KRW	9,095	Joint Subcontracting Joint Liability	
	KyeRyong Construction Industrial Co.,Ltd	KRW	16	Joint Subcontracting Joint Liability	
	Samco Construction Co., Ltd.	KRW	1,376	Joint Subcontracting Joint Liability	
	Cheongju Hi Water Co., Ltd.	KRW	2,889	Joint Guarantee Debt	
	EAST SEOUL UNDERPASS COMPANY	KRW	14,839	Joint Guarantee Debt	
	Smartrail Co., Ltd.	KRW	42,861	Joint Guarantee Debt	
	KCMT Co., Ltd.	KRW	5,203	Joint guarantee of investment attraction subsidies	
	KT Corporation	KRW	2,080	LTSA Additional guarantee	
	ChangwonEnerPark Co., Ltd.	KRW	6,182	LTSA Additional guarantee	
	SE Greenenergy Co., Ltd.	KRW	12,000	LTSA Additional guarantee	
	Paju EcoEnergy Co., Ltd.	KRW	11,448	LTSA Additional guarantee	
	Korea East-West Power Co., Ltd.	KRW	68,255	LTSA Additional guarantee	
	Korea Midland Power Co., Ltd.	KRW	7,106	LTSA Additional guarantee	
	Korea Western Power Co., Ltd.	KRW	79,613	LTSA Additional guarantee	
	Gangneung Sacheon Fuel Cell Co., Ltd.	KRW	16,000	LTSA Additional guarantee	
	Chuncheon Green Energy Inc.	KRW	23,756	LTSA Additional guarantee	
	Seokmun Green Energy Co., Ltd.	KRW	12,000	LTSA Additional guarantee	
	SBC General Trading & Contracting Co. WLL	KWD	4,500	Performance guarantees for contract and others	
	Gwoon Construction Co., Ltd.	KRW	188,169	Housing guarantee	
	Korea Real Estate Investment & Trust Co., Ltd.	KRW	502,536	Housing guarantee	
	Asia Trust Co., Ltd.	KRW	738,263	Housing guarantee	
	HCM001, LLC	USD	105,276	Performance guarantee and others	
	HCS001, LLC	USD	171,997	Performance guarantee	
	QH Oil Investments LLC	USD	31,576	Guarantee of warranties	
	KPE Green Energy Co.,Ltd.	KRW	12,000	Guarantee related to fuel cell business	
	Topsun Co.,Ltd.	Natural Otupia	KRW	130	Seoul Guarantee Insurance Joint Guarantee
		Bodae Energy Co., Ltd.	KRW	23	Seoul Guarantee Insurance Joint Guarantee
Sannari Solar Co., Ltd.		KRW	25	Seoul Guarantee Insurance Joint Guarantee	
Solar Ocean Co., Ltd		KRW	31	Seoul Guarantee Insurance Joint Guarantee	
Songgo Energy Co., Ltd.		KRW	24	Seoul Guarantee Insurance Joint Guarantee	
Jang ji Solar Co., Ltd.		KRW	24	Seoul Guarantee Insurance Joint Guarantee	
TOPSUN SOLAR NO.1		KRW	112	Seoul Guarantee Insurance Joint Guarantee	
TOPTech ENERGY CO.,LTD.		KRW	13,200	Seoul Guarantee Insurance Joint Guarantee	
TS ENERGY NO.13 CO.,LTD.		KRW	9	Seoul Guarantee Insurance Joint Guarantee	
TS ENERGY NO.2 CO.,LTD		KRW	19	Seoul Guarantee Insurance Joint Guarantee	

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37. Commitments and contingencies (cont'd)

Guarantor	Guarantee	Currency	Amount	Description of guarantee	
Renewus Co., Ltd. (formerly, Environment Management Corporation Co., Ltd.)	Geochang Malgunmool Sarang Co., Ltd.	KRW	1,586	Guarantee of debt payment	
	Gyeongsan Pure Water Co. Ltd.	KRW	887	Guarantee of debt payment and others	
	GYEONGSAN CLEAN ENERGY CO.,LTD	KRW	5,013	Guarantee of debt payment	
	KIMHAE CLEAN WATER LOAD CO.,LTD.	KRW	1,952	Guarantee of debt payment	
	Dongbugwon Puleunmul co., LTD.	KRW	668	Guarantee of debt payment	
	FUTURE ENVIRONMENTAL ENERGY CO.,LTD.	KRW	2,646	Guarantee of debt payment	
	ASAN GREEN ENVIRONMENT CO., LTD.	KRW	2,489	Guarantee of debt payment	
	Asanseong Seafood Gil Co., Ltd.	KRW	2,036	Guarantee of debt payment	
	Yangyang Clean Water Road Co., Ltd.	KRW	231	Guarantee of debt payment	
	YEONGJU SMC CO.,LTD.	KRW	867	Guarantee of debt payment	
	ULJIN CLEAN WATER LOAD CO.,LTD.	KRW	645	Guarantee of debt payment	
	The 2nd Yangsan Echo Line Co., Ltd	KRW	4,230	Guarantee of debt payment	
	Jinan Bio Energy Co., Ltd.	KRW	2,714	Guarantee of debt payment and others	
	Jinju Echo Line Co., Ltd.	KRW	11,195	Guarantee of debt payment	
	CHEONAN CLEAN WATER LOAD CO.,LTD.	KRW	5,635	Guarantee of debt payment	
	CHUNCHEON CLEAN WATER LOAD CO.,LTD.	KRW	2,405	Guarantee of debt payment	
	Pyeongtaek Ecopia Co.,Ltd.	KRW	7,771	Guarantee of debt payment	
	POHANG CLEAN WATER CO.,LTD.	KRW	10,469	Guarantee of debt payment	
	POHANG NEW WATER ROAD CO.,LTD.	KRW	1,743	Guarantee of debt payment	
	Green Seobu Environment Co., Ltd.	KRW	1,748	Guarantee of debt payment	
HONGSUNG Malgunmool Sarang CO.,LTD.	KRW	6,153	Guarantee of debt payment		
ASAN SONGAK WATER ROAD CO.,LTD.	KRW	1,603	Performance guarantees for contract		
SK Innovation Co., Ltd.	Ford Motor Company and Ford's subsidiaries	USD	1,134,900	Investment performance guarantee	
SK Geo Centric Co., Ltd.	SABIC SK Nextlene Company Pte. Ltd.	USD	170,000	Loan payment guarantee	
	Puertos del Estado and others	EUR	1,127	Guarantee for installing facilities	
Iberian Lube Base Oils S.A.	BizTalk Corporation and others	KRW	28	Electricity Bill Payment Guarantee and others	
SK Telink Co., Ltd.	IOT Wave Co., Ltd. and others	KRW	261	Performance guarantees for insurance and others	
SK Communications Co., Ltd.	Kakaopay Corp.	KRW	10	Usage Contract	
	KSNET Inc	KRW	6	Electronic payment agency service contract	
	Purchaser or right holder of electronic payment method	KRW	300	Protection of user funds from electronic financiers	
Dreamus Company Co., Ltd.	Youngkwang Precision Industry Co., Ltd. and others	KRW	406	Performance guarantees for contract	
SK ENPULSE Co., Ltd	SKC Semiconductor (Wuxi) Co. Ltd.	USD	1,800	Guarantee of payment	
	SKC(Nantong) Semiconductor	CNY	136,800	Guarantee of payment	
	Materials Technology Co., Ltd.	CNY	62,400	Guarantee of payment	
SK E&S Co., Ltd	Boryeong LNG Terminal Co.,Ltd	KRW	310,000	Principle of borrowing public bonds cash deficiency support	
	CHUNGSAN WIND POWER CO., LTD.	KRW	Excess project cost	PF Cash deficiency support	
	WONDONG WIND FARM CO., LTD.	KRW	67% of the excess project cost	PF Cash deficiency support	
	Haesolarenergy, Inc.	KRW	35% of the excess project cost	PF Cash deficiency support	
	Jeonnam Offshore Wind Power Co., Ltd.	KRW	50% of the excess project cost	PF Cash deficiency support	
	NEW&COMPANY ONE Pte. Ltd.	KRW	51% of the excess project cost	PF Cash deficiency support	
	POCHEON IPP CO.,LTD.	KRW	45% of PF borrowing principal and interest	PF Cash deficiency support	
	Goseong Green Power Co., Ltd.	KRW	REC Purchase price	Performance guarantees for contract	
	Ko-one energy service Co., Ltd.	Godeok Clean Energy Co., Ltd.	KRW	REC Purchase price	Performance guarantees for contract
			KRW	19.5% of the excess project cost	PF Cash deficiency support

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37. Commitments and contingencies (cont'd)

(3) PF contingencies

1) PF Summary table

As of September 30, 2024 and December 31, 2023, the consolidated entity provides credit enhancement of ₩1,772,093 million (₩984,665 million as of December 31, 2023) up to the limitation of a loan balance of ₩2,205,922 million (₩1,243,538 million as of December 31, 2023) in relation to PF, of which ₩1,220,989 million (₩783,889 million as of December 31, 2023) is for the consolidated entity alone and ₩551,104 million (₩200,776 million as of December 31, 2023) is for the consortium participation project.

There was no case that was recorded as a contingent liability at the end of previous term and converted into a provision during the current term.

Among these, we are providing credit enhancement of ₩346,600 million, based on the loan balance (₩170,350 million as of December 31, 2023), with a guarantee limit for related parties of ₩372,920 million (₩184,420 million as of December 31, 2023).

The details of the PF contingent liabilities related to maintenance work and other businesses are as follows (Korean won in millions):

Type	Contract		Guarantee Limit	Guarantee amount	Loan Balance September 30, 2024	Within 3 months	3 months ~ 6 months	6 months ~ 12 months
Maintenance Business	Main PF		₩ 47,867	₩ 47,867	₩ 39,889	₩ -	₩ -	₩ -
	Total		47,867	47,867	39,889	-	-	-
Other Business	Bridge Loan		327,800	327,800	309,000	94,000	-	215,000
	Main PF		1,049,500	1,031,600	872,100	-	-	220,000
	Total		1,377,300	1,359,400	1,181,100	94,000	-	435,000
Sole Business Total			₩ 1,425,167	₩ 1,407,267	₩ 1,220,989	₩ 94,000	₩ -	₩ 435,000
Maintenance Business	Main PF	Entire Group	₩ 231,199	₩ 174,619	₩ 136,499	₩ -	₩ -	₩ 4,311
			228,986	172,406	134,655	-	-	4,311
	Total	Entire Group	231,199	174,619	136,499	-	-	4,311
Other Business	Bridge Loan	Entire Group	27,089	27,089	27,089	27,089	-	-
			4,849	4,849	4,849	4,849	-	-
	Total	Entire Group	656,840	547,840	503,200	-	-	503,200
Consortium Total	Main PF	Entire Group	546,920	437,920	411,600	-	-	411,600
			683,929	574,929	530,289	27,089	-	503,200
	Total	Entire Group	551,769	442,769	416,449	4,849	-	411,600
Grand Total	Entire Group		915,128	749,548	666,788	27,089	-	507,511
			780,755	615,175	551,104	4,849	-	415,911
Grand Total			₩ 2,340,295	₩ 2,156,815	₩ 1,887,777	₩ 121,089	₩ -	₩ 942,511
			₩ 2,205,922	₩ 2,022,442	₩ 1,772,093	₩ 98,849	₩ -	₩ 850,911

Type	Contract		Guarantee Limit	Guarantee amount	Loan Balance 1 year~ 2 years	2 years ~ 3 years	Over 3 years	December 31, 2023
Maintenance Business	Main PF		₩ 47,867	₩ 47,867	₩ -	₩ 19,000	₩ 20,889	₩ 39,889
	Total		47,867	47,867	-	19,000	20,889	39,889
Other Business	Bridge Loan		327,800	327,800	-	-	-	194,000
	Main PF		1,049,500	1,031,600	322,100	330,000	-	550,000
	Total		1,377,300	1,359,400	322,100	330,000	-	744,000
Sole Business Total			₩ 1,425,167	₩ 1,407,267	₩ 322,100	₩ 349,000	₩ 20,889	₩ 783,889
Maintenance Business	Main PF	Entire Group	₩ 231,199	₩ 174,619	₩ 2,634	₩ 120,934	₩ 8,620	₩ 132,270
			228,986	172,406	790	120,934	8,620	130,426
	Total	Entire Group	231,199	174,619	2,634	120,934	8,620	132,270
Other Business	Bridge Loan	Entire Group	27,089	27,089	-	-	-	-
			4,849	4,849	-	-	-	-
	Total	Entire Group	656,840	547,840	-	-	-	201,000
Consortium Total	Main PF	Entire Group	546,920	437,920	-	-	-	70,350
			683,929	574,929	-	-	-	201,000
	Total	Entire Group	551,769	442,769	-	-	-	70,350
Grand Total	Entire Group		915,128	749,548	2,634	120,934	8,620	333,270
			780,755	615,175	790	120,934	8,620	200,776
Grand Total			₩ 2,340,295	₩ 2,156,815	₩ 324,734	₩ 469,934	₩ 29,509	₩ 1,117,159
			₩ 2,205,922	₩ 2,022,442	₩ 322,890	₩ 469,934	₩ 29,509	₩ 984,665

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37. Commitments and contingencies (cont'd)

2) Detailed statement of Real Estate Project Financing (Loan) Guarantee

As of September 30, 2024 and December 31, 2023, the details of the PF (loan) guarantees for 16 maintenance projects and other related projects are as follows. In some agreements related to PF guarantees, there are grounds for loss of the right to due time worth ₩1,772,093 million (₩984,665 million as of December 31, 2023) when situations such as the borrower's failure to pay the amount due according to the financial contract, occurrence of a default event to the constructor or the borrower or decline in the credit rating of the constructor occur. (Korean won in millions):

Business Type	Location	Type	PF	Credit Enhancement Type	Limit	Rate(*)	Amount (Group)	Affiliated
Maintenance business	Seoul	Apartment	Main PF	Joint guarantee	₩ 12,786	100%	₩ 12,786	-
	Seoul	Apartment	Main PF	Joint guarantee	22,800	100%	22,800	-
	Seoul	Apartment	Main PF	Joint guarantee	12,281	100%	12,281	-
Other business	Seoul	Apartment	Bridge loan	Cash deficiency support	112,800	100%	112,800	-
	Busan	Business facilities	Bridge loan	Cash deficiency support	215,000	100%	215,000	Y
	Daegu	Apartment	Main PF	Cash deficiency support	264,000	100%	264,000	-
	Daegu	Apartment	Main PF	Cash deficiency support and completion	445,500	100%	445,500	-
	Gyeonggi-do	Distribution center	Main PF	Cash deficiency support and completion	340,000	100%	322,100	-
Sole business Total					₩ 1,425,167		₩ 1,407,267	
Maintenance business	Ulsan	Apartment	Main PF	Joint guarantee	₩ -	100%	₩ -	-
	Gwangju	Apartment	Main PF	Joint guarantee	5,173	100%	5,173	-
	Daejeon	Apartment	Main PF	Joint guarantee	-	100%	-	-
	Seoul	Apartment	Main PF	Joint guarantee	17,520	100%	15,280	-
	Gyeonggi-do	Apartment	Main PF	Joint guarantee	3,161	30%	948	-
	Gyeonggi-do	Apartment	Main PF	Joint guarantee	10,345	100%	10,345	-
	Gyeonggi-do	Apartment	Main PF	Joint guarantee	195,000	100%	140,660	-
Other business	Gyeonggi-do	Business facilities	Main PF	Cash deficiency support and completion	351,840	50%	157,920	Y
	Gyeonggi-do	Distribution center	Main PF	Cash deficiency support and completion	305,000	100%	280,000	-
	USA	Power generation facilities	Bridge Loan	Cash deficiency support	27,089	18%	4,849	-
Consortium total				₩ 915,128		₩ 615,175		
Grand Total				₩ 2,340,295		₩ 2,022,442		

(*) For consortium-style projects or cases where the burden rate is 100%, there is no additional burden beyond the limit with parts procured or borrowed from each company, hence it was disclosed at 100%.

Business Type	Location	Type	PF	Credit Enhancement Type	Loan Balance			Maturity	Type	Responsibility for completion amount
					Current Term	Prior Term	Term			
Maintenance business	Seoul	Apartment	Main PF	Joint guarantee	₩ 10,655	₩ 10,655	'19.10 ~ '28.10	'28.10	Loan	₩ -
	Seoul	Apartment	Main PF	Joint guarantee	19,000	19,000	'22.02 ~ '27.02	'27.02	Loan	-
	Seoul	Apartment	Main PF	Joint guarantee	10,234	10,234	'23.11 ~ '28.02	'28.02	Loan	-
Other business	Seoul	Apartment	Bridge loan	Cash deficiency support	94,000	94,000	'23.05 ~ '24.11	'24.11	Loan	-
	Busan	Business facilities	Bridge loan	Cash deficiency support	215,000	100,000	'24.02 ~ '25.05	'25.05	ABCP	-
	Daegu	Apartment	Main PF	Cash deficiency support	220,000	220,000	'23.10 ~ '25.07	'25.07	Bond	-
	Daegu	Apartment	Main PF	Cash deficiency support and completion	330,000	330,000	'23.07 ~ '27.07	'27.07	Loan and ABCP	330,000
	Gyeonggi-do	Distribution center	Main PF	Cash deficiency support and completion	322,100	-	'21.12 ~ '25.12	'25.12	Loan	340,000
Sole business total					₩ 1,220,989	₩ 783,889				₩ 670,000

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37. Commitments and contingencies (cont'd)

Business Type	Location	Type	PF	Credit Enhancement Type	Loan Balance		Term	Maturity	Type	Responsibility for completion amount
					Current Term	Prior Term				
Maintenance business	Ulsan	Apartment	Main PF	Joint guarantee	₩ -	₩ 4,226	'20.06 ~ '24.05	'24.05	Loan	₩ -
	Gwangju	Apartment	Main PF	Joint guarantee	4,311	4,311	'20.07 ~ '25.08	'25.08	Loan	-
	Daejeon	Apartment	Main PF	Joint guarantee	-	4,845	'22.09 ~ '24.05	'24.05	Loan	-
	Seoul	Apartment	Main PF	Joint guarantee	12,734	12,734	'21.12 ~ '26.12	'26.12	Loan	-
	Gyeonggi-do	Apartment	Main PF	Joint guarantee	790	790	'22.03 ~ '26.07	'26.07	Loan	-
	Gyeonggi-do	Apartment	Main PF	Joint guarantee	8,620	8,620	'22.11 ~ '28.01	'28.01	Loan	-
	Gyeonggi-do	Apartment	Main PF	Joint guarantee	108,200	94,900	'24.04 ~ '26.12	'26.12	Loan	-
Other business	Gyeonggi-do	Business facilities	Main PF	Cash deficiency Support and completion	131,600	70,350	'22.10 ~ '25.08	'25.08	Loan	139,214
	Gyeonggi-do	Distribution center	Main PF	Cash deficiency Support and completion	280,000	70,350	'22.05 ~ '25.05	'25.05	Loan	305,000
	USA	Power generation facilities	Bridge Loan	Cash deficiency	4,849	-	'24.06 ~ '24.12	'24.12	ABL	-
Consortium total					₩ 551,104	₩ 200,776				₩ 444,214
Grand Total					₩ 1,772,093	₩ 984,665				₩ 1,114,214

3) Real Estate PF liability agreement

As of September 30, 2024 and December 31, 2023, the consolidated entity provides a conditional debt acceptance agreement in case of failure to fulfill the completion guarantee as follows in relation to maintenance business and other businesses. (Korean won in millions):

	September 30, 2024				December 31, 2023			
	Number	Contract Amount	Agreed Amount	Loan Balance	Number	Contract Amount	Agreed Amount	Loan Balance
Maintenance business	-	-	-	-	-	-	-	-
Maintenance business(Group)	-	-	-	-	-	-	-	-
Other business	20	₩ 4,012,915	₩ 4,029,591	₩ 3,225,637	26	₩ 5,029,473	₩ 6,143,121	₩ 3,955,095
Other business(Group)	20	4,012,915	3,985,605	3,181,651	26	5,029,473	6,076,106	3,892,370
Total	20	₩ 4,012,915	₩ 4,029,591	₩ 3,225,637	26	₩ 5,029,473	₩ 6,143,121	₩ 3,955,095
Total(Group)	20	₩ 4,012,915	₩ 3,985,605	₩ 3,181,651	26	₩ 5,029,473	₩ 6,076,106	₩ 3,892,370

SK Inc. and its subsidiaries
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37. Commitments and contingencies (cont'd)

4) Real Estate PF's Guarantee of construction progress payment

As of September 30, 2024 and December 31, 2023, the consolidated entity has entered into an agreement to guarantee ₩118,418 million (₩113,790 million as of December 31, 2023) for the buyer's construction progress payment loans related to the renovation business. Furthermore, in relation to other businesses, it has made an agreement to guarantee ₩855,153 million (₩724,375 million as of December 31, 2023) for the buyer's construction progress payment loans. (Korean won in millions):

	September 30, 2024				December 31, 2023			
	Number	Contract Amount	Agreed Amount	Loan Balance	Number	Contract Amount	Agreed Amount	Loan Balance
Maintenance business	9	₩ 414,293	₩ 345,244	₩ 164,144	10	₩ 471,280	₩ 411,643	₩ 203,031
Maintenance business(Group)	9	323,455	269,546	118,418	10	256,093	223,081	113,790
Other business	15	2,702,062	2,238,385	855,153	12	1,840,416	1,530,847	760,799
Other business(Group)	15	2,702,062	2,238,385	855,153	12	1,606,416	1,335,846	724,375
Total	24	<u>₩ 3,116,355</u>	<u>₩ 2,583,629</u>	<u>₩ 1,019,297</u>	22	<u>₩ 2,311,696</u>	<u>₩ 1,942,490</u>	<u>₩ 963,830</u>
Total(Group)	24	<u>₩ 3,025,517</u>	<u>₩ 2,507,931</u>	<u>₩ 973,571</u>	22	<u>₩ 1,862,509</u>	<u>₩ 1,558,927</u>	<u>₩ 838,165</u>

5) Real Estate PF's SOC guarantee loan

As of September 30, 2024 and December 31, 2023, the consolidated entity provides credit enhancement such as supplement and provision for the outstanding loan balance of ₩765,230 million (₩758,855 million as of December 31, 2023), up to a limit of the consolidated entity's share of ₩1,342,651 million (₩1,341,505 million as of December 31, 2023) in relation to borrowings, etc. of the SOC Corporation and the executor. Moreover, it is obliged to supplement funds in the event of a shortfall in the mandatory operating expenses of the SOC Corporation. (Korean won in millions):

	September 30, 2024				December 31, 2023			
	Number	Contract Amount (Total)	Agreed Amount (Group)	Loan Balance (Group)	Number	Contract Amount (Total)	Agreed Amount (Group)	Loan Balance (Group)
SOC	14	₩ 4,872,113	1,342,651	765,230	14	₩ 4,872,113	1,341,505	758,855

SK Inc. and its subsidiaries
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37. Commitments and contingencies (cont'd)

(4) Pending litigations

The Group's significant pending litigations as of September 30, 2024, in which the Group is a defendant are as follows (Korean won in millions and foreign currencies in thousands):

Defendant	Plaintiff	Description	Currency	Claim	Status
11Street Co., Ltd	Individual and others	Claim for damages and others	KRW	398	First trial in progress and others
SK Planet Co., Ltd.	Korea gold exchange Co.,Ltd.	Claim for settlement	KRW	486	First trial in progress
Dreamus Company Co., Ltd.	Individual	Claim for infringement of neighbouring rights	KRW	212	First trial in progress
Tmap Mobility Co., Ltd.	ELUON CMS Corporation	Claim for damages and others	KRW	553	Second trial in progress and others
SK Telecom Co., Ltd.	HSF and others	Claim for damages and others	KRW	120,319	Second trial in progress and others
SK Broadband Co., Ltd.	Republic of Korea and others	Claim for damages and others	KRW	8,059	First trial in progress and others
SK Networks Co., Ltd.	Durr Korea Inc. and others	Claim for payment of goods and others	KRW	2,113	First trial in progress and others
SK Networks Service Co., Ltd.	Doobis Co.,Ltd.	Claim for loan	KRW	1,212	First trial in progress and others
SK Magic Co. Ltd	Individual and others	Claim for damages and others	KRW	256	First trial in progress and others
SK ENPULSE Co., Ltd.	POSCO Eco&Challenge Co., Ltd.	Claim for damage	KRW	4,000	Before First trial
ISC Co., Ltd.	HANWHA CORPORATION	Claim for payment of construction	KRW	7,402	Before First trial
SK Nexilis Co., Ltd.	Individual and others	Claim for damages and others	KRW	5,921	Second trial in progress and others
SK E&S Co., Ltd.	POSCO INTERNATIONAL CORPORATION	Claim for settlement	KRW	3,175	First trial in progress
Busan City Gas Co., Ltd.	HDC-labs Co., Ltd. and others	Claim for payment of construction	KRW	534	Second trial in progress
EverCharge, Inc., Mobility Solution I, Inc., Mobility Solution II, Inc., PassKey, Inc	Individual	Claim for damages	USD	3,300	First trial in progress
SK Ecoplant Co., Ltd.	AL-ESSAM and others	Claim for damages and others	KRW	51,903	Second trial in progress and others
	GE	Claim for damages	KRW	42,887	Arbitration in progress
	NSRP	Claim for payment of construction	KRW	115,861	Arbitration in progress
	PNPC	Claim for payment of construction	KRW	441,274	Arbitration in progress
	Godeok Clean Energy Co., Ltd	Claim for damages	KRW	18,309	First trial in progress
Topsun Co.,Ltd.	Individual and others	Claim for damages and others	KRW	4,766	First trial in progress and others
SK Oceanplant Co.,Ltd.	JEONJIN OCEAN DEVELOPMENT CO.,LTD. and others	Claim for payment of construction and others	KRW	2,526	First trial in progress and others
SAM KANG S&C Co., Ltd.	GTS KOREA Co., Ltd. and others	Claim for payment of construction and others	KRW	1,091	Second trial in progress and others
SK Ecoengineering Co., Ltd.	Korea Gas Corporation Co., Ltd. and others	Claim for damages and others	KRW	68,268	First trial in progress and others
RenewUs Co., Ltd. (Formerly, Environment Management Corporation Co., Ltd).	Siheung City and others	Claim for contribution and others	KRW	5,716	Second trial in progress and others
SK Biopharmaceuticals Co., Ltd.	Individual and others	Claim for severance pay and employee invention compensation and others	KRW	300	First trial in progress and others
SK Signet Inc.	Individual and others	Claim for payment of goods and others	KRW	301	First trial in progress and others
SK Specialty Co., Ltd.	Ant Buz Co., Ltd.	Claim for restitution of unjust enrichment and others	KRW	41,247	First trial in progress

37. Commitments and contingencies (cont'd)

On May 15, 2021, SK Innovation Co., Ltd., a subsidiary of the Group, LG Chem Co., Ltd. and LG Energy Solution Co., Ltd., which is a corporation split-off from LG Chem Co., Ltd. agreed to withdraw all domestic and foreign disputes, be exempt from obligations, and prohibit similar or identical disputes for 10 years. An agreement was concluded to include permanent licenses for trade secrets and patents. Accordingly, ₩1 trillion in cash was paid over 2021 and 2022 to LG Energy Solution Ltd, and royalties up to ₩1 trillion corresponding to a certain percentage of sales will be paid to LG Energy Solution Ltd from 2023. Meanwhile, cash payments to LG Energy Solution Co., Ltd., has been completed as of September 30, 2024, and the amount of royalties corresponding to a certain percentage of sales revenue have been recognized as expenses since the previous fiscal period.

On May 4, 2020, the Attorney General Office of California filed a civil lawsuit against SK Trading International Inc. and SK Energy Americas Inc., a subsidiary of Vitol Inc. and SK Innovation, in San Francisco against market price manipulation and anti-competitive unfair practices of gasoline products in the wake of the 2015 Refinery explosion. Since May 6, 2020, end-users of gasoline have filed a number of class-action lawsuits related to this case in federal court in California. Meanwhile, agreements between the plaintiff and the defendant in the civil and federal lawsuits were signed in May 2023 and June 2024, respectively. It was agreed at USD 50 million (SK Trading International Inc. and SK Energy Americas Inc. respectively) for civil lawsuits in state courts and USD 14 million (SK Energy Americas and Inc. and Vitol Inc. respectively) for class lawsuits and USD 6.97 million for non-operating expenses in the prior period and the current period. Both cases are currently undergoing court approval and other procedures for closing, and the final closing time is currently unpredictable.

E&P business in 8th block of Peru, a subsidiary of SK Innovation Co., has been suspended due to the liquidation of operator (Pluspetrol Norte S.A.) and the business is in progress of closing.

Before the previous year, the Perupetro S.A., a Peruvian state-owned oil company and mining rights management agency, received a preliminary injunction from the local judiciary to suspend the liquidation procedure of the operator and during the previous year, the Peruvian Environmental Assessment and Supervision Authority (OEFA) fined the operator related to the restoration of the workplace and environmental pollution charge. Accordingly, SK Innovation Co., Ltd. recognized the expense of ₩3,518 million during the current period and the cumulative amount recognized expense of up to the current period is ₩6,657 million.

The Perupetro S.A. has filed international proceedings with the International Chamber of Commerce against the parties to the mining contract, including subsidiary SK Innovation Co., Ltd., in accordance with the dispute settlement clause in the mine contract to the effect that the mining right contract is not terminated only by the initiation of liquidation of the operator. The status of the arbitration is currently pending, and the final outcomes of the arbitration cannot be predicted at the moment.

Metro Site in Georgia filed a lawsuit against its subsidiary SK Battery America, Inc. in Georgia District Court on July 31, 2023, regarding the fire at a recycling treatment facility. SK Battery America, Inc. has paid a settlement amount of USD 31 million during the current period for the purpose of reaching an agreement, and the payment is reflected as a non-operating expense in the consolidated financial statements. Meanwhile, discussions on the settlement of the related lawsuit are ongoing, and the final outcome is subject to change. Meanwhile, the local government of Banks County, Georgia filed a lawsuit against its subsidiary SK Battery America, Inc. on May 3, 2024, seeking damages for substantial government funding used to extinguish the fire, and the value of the lawsuit, duration and final outcome are currently unpredictable.

Individual A filed a lawsuit for damages against its subsidiary SK Battery America, Inc. on January 15, 2021. The relevant litigation value is USD 20 million, and the duration and final outcome cannot be predicted at the moment.

37. Commitments and contingencies (cont'd)

SKC Co., Ltd., a subsidiary of the Group, guarantees 50% of claim amounts related to the patent litigation filed by Kaneka Corporation against PI Advanced Materials Co., Ltd. As of September 30, 2024, the appeal of the lawsuit in the U.S. was rejected and the jury's verdict determined damages, but the final ruling was not made because some of the compensation for damages had not been confirmed. Meanwhile, Kaneka Corporation filed a lawsuit against PI Advanced Materials Co., Ltd. in Korea based on a portion of final judgment on the U.S. jury's verdict. Accordingly, in 2020, the Group paid PI Advanced Materials Co., Ltd. USD 8 million which is 50% of USD 16 million in damages. Based on the final results of litigation, the Group may have to bear additional costs according to the ratio as specified by the payment arrangement. As of September 30, 2024, it is not possible to predict the final outcome of the first trial and the timing of the damage compensation determination.

(5) Commitments

< SK Inc.>

- 1) In accordance with the Commercial Code of the Republic of Korea, the Group, SK Innovation Co., Ltd., SK Energy Co., Ltd., SK Geo Centric Co., Ltd, SK Enmove Co., Ltd, SK Incheon Petrochem Co., Ltd., SK Trading International Co., Ltd., SK enterm Co., Ltd., SK ie technology Co., Ltd., SK On Co., Ltd, and SK Earthon Co., Ltd. are collectively responsible for any obligations of the Company arising before the spin-off. The Company and SK Biopharmaceuticals Co., Ltd. are collectively responsible for any obligations of the Company that occurred before the spin-off on April 1, 2011 and the Company and SK Specialty Co., Ltd. are collectively responsible for any obligations of SK Materials Co., Ltd. (formerly) that occurred before the spin-off on December 1, 2021.
- 2) The Group has signed a lease contract for the head office building from SK REITs Co., Ltd. The lease contract period under this lease contract is until July 5, 2026, and we have the option of extending the lease contract by five years before the end of the contract. On the other hand, we have been granted preferential purchase rights for lessor to purchase the building at fair prices when it is sold.
- 3) The Group has signed IT outsourcing and IT System Maintenance contracts with SK Group affiliates to maintain, develop IT system and supply hardware.

37. Commitments and contingencies (cont'd)

- 4) The Group has total return swap contracts with investor of ordinary shares in regards to SK Shipping Co., Ltd.'s issuance of ordinary shares and sale of existing shares, and details are as follows:

	<u>Subscription of new shares</u>	<u>Sale of existing shares</u>
Investor	Special Situation 1 st Fund	Corporate Turnaround 1 st Fund
Number of shares	6,548,672	4,808,259
Contract date	March 30, 2022	March 30, 2022
Expiry date	April 13, 2027	May 11, 2027
Settlement	The Group and the investor make a cash settlement of the amount that deducts the issue price from the net selling price for all target shares. If the amount is positive, the investor pays to the Group, and if the amount is negative, the Group pays to the investor. In case where the sale is not complete, the selling price of the shares is considered to be nil.	
Premium	The Group pays to the investor the amount equivalent to 3.899% of the remaining contract amount of the remaining target shares on the third month from the contract date (the "premium payment date"). On the other hand, if the investor receives dividends on the shares held, the amount is shall be paid to the Group.	
Call option	The Group may request the purchase of the common stock held by the investor at the contract amount plus a certain level of additional charges on the first day of each year between the date of the investment termination and the maturity date.	

- 5) The Group entered into total return swap contracts with ordinary shareholders of SK Siltron Co., Ltd., one of the subsidiaries. Details are as follows:

	<u>Total return swap</u>
Investor	Warmachine Sixth Co., Ltd. and others
Number of shares	13,140,440
Contract date	August 16, 2022
Expiry date	August 30, 2027
Settlement	The Group and the investors are to settle the amount that deducts the issue price from the net selling price for all target shares. If the amount is positive, the investor pays to the Group, and if the amount is negative, the Group pays to the investor. In case where the sale is not complete, the selling price of the shares is considered to be nil.
Premium	The Group shall pay an amount equivalent to 0.5% of the initial contract amount within five business days from the effective date and pay 4.948% to the remaining contract amount of the remaining target stock on the third month (the "premium payment date") from the effective date. On the other hand, if an investor receives dividends, etc. by holding the target stock, the amount shall be paid to the Group.
Call option	On a three-month basis from the closing date of sale ("the quarterly payment day"), the Group has the right to purchase the shares held by the investor at the initial contract price of the ordinary shares with a certain level of additional charges.

As of September 30, 2024, the value of the agreements amounting to ₩169,131 million is recognized in long-term borrowings.

37. Commitments and contingencies (cont'd)

- 6) The Group entered into total return swap contracts with ordinary shareholders of SK E&S Co., Ltd., one of the subsidiaries. Details are as follows:

	Total return swap
Investor	MD Prime 1 st Co., Ltd.
Number of shares	4,640,199
Contract date	November 4, 2022
Expiry date	November 16, 2027
Settlement	The Group and the investors are to settle the amount that deducts the issue price from the net selling price for all target shares. If the amount is positive, the investor pays to the Group, and if the amount is negative, the Group pays to the investor. In case where the sale is not complete, the selling price of the shares is considered to be nil.
Premium	At the date when three months passed after the last premium payment date or the effective date ("premium payment date") during the period from the effective date to the expiration date of this Agreement, the Group shall pay the remaining contract amount of the remaining shares multiplied by the TRS Premium (rate of return on final asking price of 91-day Transferable Certificate of Deposit (CD) plus 1.80% of annual rate). On the other hand, if an investor receives dividends or other receivables from holding the target stock, the relevant amount must be paid to the Group.
Call option	On each premium payment date (every three months from the effective date of this contract), the Group may claim all remaining underlying assets (ordinary shares that SK E&S issued and an investor purchased from the Group) to the remaining contract amount of the underlying assets plus the call option exercise fee, securities exchange tax, and special tax for rural development.

As of September 30, 2024, the value of the agreements amounting to ₩677,775 million is recognized in long-term borrowings.

- 7) The Group entered into a cash deficiency support agreement with Hudson Energy NY, LLC, a subsidiary of Plutus Capital NY, Inc. a subsidiary to lend funds insufficient to repay the principal and interest of loans and credit limit of USD 236,000 thousand.
- 8) The Group entered into a cash deficiency support agreement with Abrasax Investment Inc., a subsidiary of SK Pharmteco Inc., to lend insufficient funds to repay the principal and interest of loans and credit of up to USD 315,000 thousand.
- 9) The Group has entered into an agreement between shareholders with Resonac Holdings Corporation in relation to the investment of SK Resonac Corporation, a subsidiary, and in accordance with this agreement, Resonac Holdings Corporation has the right to sell 630,000 shares (15%) of SK Resonac Corporation at ₩5,000 per share when a specific event occurs. The Group recognizes financial liabilities of ₩3,150 million in accordance with the above agreement related to SK Resonac Corporation.
- 10) The Group has entered into an agreement between shareholders that allows certain shareholders to sell their shares to us for ₩50,000 per share if certain conditions are met for shares held by certain shareholders of its subsidiary SK Signet Co., Ltd. The Group recognizes financial liabilities of ₩97,843 million in accordance with the above agreement related to SK Signet Co., Ltd.
- 11) LNG Americas, Inc, a subsidiary, is scheduled to be provided with liquefaction service for 20 years from FLNG Liquefaction 3, LLC, which plans to operate natural gas liquefaction plants in Texas starting from 2020. As of September 30, 2024, SK E&S Co., Ltd., a subsidiary, is responsible for performance guarantee in case of LNG Americas, Inc.'s inability to make payments for service or for claims against breach of obligation. In regard to this, the Group provides performance guarantee for SK E&S Co., Ltd.'s guarantee.

37. Commitments and contingencies (cont'd)

< SK Innovation Co., Ltd. and affiliates >

- 1) SK Energy Co., SK Incheon Petrochemical Co., SK ON Co., and SK Geo Centric Co., Ltd., SK Enmove Co., Ltd. subsidiaries, pay electricity bills and customs duties through B2B corporate contracts and national tax cards signed with certain financial institutions, and settle the payment with the credit card companies at the end of the credit offering period under the agreement. As of the end of the current term, the related unpaid amount is ₩4,281,718 million, all of which is classified as current liabilities.
- 2) SK Innovation Co., Ltd., a subsidiary, sold its holdings (40%) of SK Enmove Co., Ltd., a subsidiary of SK Innovation Co., Ltd., to Eco Solution Holdings Co., Ltd. (the "investor") on July 30, 2021. The shareholder agreement between the Investor and the company., the largest shareholder of SK Enmove Co., Ltd. in event of selling the stake, includes the following key terms:
 - Investor's Tag-along right and Co-Sale Process
 - Investor's right to make decisions on dividend policies, under certain conditions
 - The largest shareholder's right to request for sale of shares and Investor's right to demand the purchase of shares, under certain conditions
 - Restriction on disposal of shares of the largest shareholder and investor under certain conditions, etc.

Details of rights granted to investor are as follows:

Description	Conditions	Rights
Tag-Along Right	In the event that the largest shareholder sells under certain conditions	The right to sell Investor's shares under the same conditions as those applicable to the largest shareholder
Co-Sale Process	In the event of failure of Initial Public Offering ("IPO") within the agreed period (8 years) and the total amounts of cumulative dividends and distributable profits falling below an annual compound interest rate of 2.5% based on the IRR	The right to sell the shares held by the largest shareholder along with the shares held by Investors
Dividend policy decision-making right	In the event of failure of IPO within the agreed period (5 years)	The right to make decisions on dividend policies within a certain limit
Default Put Option	In the event of a serious violation of a specific obligation clause agreed with Investor executed with a deliberate and malicious purpose	The right to sell the investor's shares to the largest shareholder at an amount calculated by applying a 10% annual compound interest rate based on IRR to the investment principal (₩1,091,948 million).

37. Commitments and contingencies (cont'd)

- 3) SK Innovation Co., Ltd., a subsidiary, has signed a shareholders' agreement with investors related to shares newly issued through the paid-in capital increase of its subsidiary, SK ON Co., Ltd. The agreement between the largest shareholder, SK Innovation Co., Ltd., and investors includes the following key terms:

- Investor's tag-along right
- Investor's drag-along right and the largest shareholder's call option responding to drag-along right exercised by investors
- Investor's put option
- Restriction on the disposal of shares of the largest shareholder under certain conditions.

Details of rights granted to investor are as follows:

Description	Conditions	Rights
Tag-along right	In the event of transferring all or part of the shares held by the largest shareholder	The right to sell Investor's shares under the same conditions as those applicable to the largest shareholder
Drag-along right	In the event of a failure to complete a qualified listing that requires certain conditions, such as an IRR of 7.5% or higher, within 4 years of the agreement period (which can be extended twice by one year, respectively)	The right to sell the shares held by the largest shareholder along with the shares held by Investors
Put option	In the event of a serious violation of a specific obligation clause agreed with investors executed with a deliberate and malicious purpose	The right to sell the investor's shares to the largest shareholder at the exercise price of the put option for the investment principal (₩2,809,351 million)

SK Innovation Co., Ltd., a subsidiary, recognized ₩487,006 million in derivative financial instrument liabilities as of September 30, 2024 for the rights included in the shareholder's contract, such as the investor's Drag-Along right and the largest shareholder's call option.

- 4) SK Innovation Co., Ltd., a subsidiary, has entered into a Price Return Swap (PRS) agreement as of September 30, 2024, to settle the difference according to the conditions with the purchaser of the shares for 18,031,337 shares of SK On Co., Ltd., in relation to the new share subscription agreement of the subsidiary SK On Co., Ltd.

	Total return swap
Investor	S Project Ino Co.,Ltd. and others
Number of shares	18,031,337
Contract date	October 15, 2024
Expiry date	October 15, 2027
Settlement	The buyer receives the difference between the sale amount and the settlement amount upon the sale of the underlying assets.

37. Commitments and contingencies (cont'd)

- 5) SK Battery America Inc., a subsidiary, has signed a project agreement with Jackson County Industrial Development Authority and the Georgia Department of Economic Development (hereinafter referred to as "contract") to provide incentives such as property tax reduction. Under the contract, SK Battery America, Inc. transferred legal ownership of assets subject to property tax reduction to state agencies and received bonds issued by state agencies. The Group recognized the bonds and financial liabilities generated in the transaction as net amounts as they meet the offsetting criteria of IAS No. 32, and the amount of bonds and financial liabilities set off as of September 30, 2024 is USD 2,540 million, and the book value after offset is ₩0.
- 6) SK Geo Centric Co., Ltd., a subsidiary, has been granted the right to claim the sale of shares of Samyang Ecotec Co., Ltd. (hereinafter referred to as "joint venture") from Samyang Packaging (hereinafter referred to as "strategic partner"). SK Geo Centric Co., Ltd. has the right to claim the sale of 49% of the total number of issued shares of the joint venture held by the strategic partner to SK Geo Central Co., Ltd. or its affiliates designated by SK Geo Central Co., Ltd. if it is possible to transfer all or part of the shares of the joint venture without restriction, including any of the following reasons.
- Where the strategic partner does not bear the obligation to own the total number of shares (100%) issued by the affiliates due to the revision of the Fair Trade Act
 - Where the strategic partner ceases to be a subsidiary of the holding company under the Fair Trade Act
 - Where the strategic partner or joint venture is excluded from being an affiliate of Samyang business group under the Fair Trade Act (excluding cases where it is incorporated into another affiliate and is subject to restrictions on the actions of its subsidiary)

In addition, if SK Geo Centric Co., Ltd. does not exercise its right to claim shares within the period, the strategic partner has the right to claim 49% of the total number of shares issued by the joint venture to be purchased from SK Geo Centric Co., Ltd. or a third party designated by SK Geo Centric Co., Ltd.

SK Geo centric Co., Ltd. must hold at least 50% of the shares of strategic partner acquired in the previous year before notification of the above right to claim for sale. If a part of the shares of strategic partner are to be disposed of to a third party, etc., the strategic partner must be notified in advance and the strategic partner can exercise their preferred purchase rights. In addition, if SK Geo centric Co., Ltd. wishes to directly dispose of more than 30% of its shares in strategic partner, SK Geo centric Co., Ltd. may dispose of them with prior written consent from strategic partner.

SK Geo centric Co., Ltd. has agreed to obtain prior written consent from the strategic partner if it intends to dispose of part or all of shares of the joint venture to a third party after acquiring shares in the joint venture through the above right to claim for sale. However, if it intends to dispose of all of its shares to an affiliate of the consolidated entity, it may dispose of its shares by prior written notice, with a prior condition that a commitment stating is submitted to the strategic partner that they agree to assume its contractual obligations.

- 7) BlueOval SK, LLC, a subsidiary, entered into a Project Agreement (hereinafter referred to as the "Contract") with Hardin County and Kentucky (hereinafter referred to as the "State Authority") for the purpose of receiving incentives such as property tax reduction. Under the agreement, BlueOval SK, LLC transferred legal ownership of assets subject to property tax reduction to state agencies and received bonds issued by state agencies. The consolidated entity indicated that the bonds and financial liabilities arising from the transaction were offset because they met the offsetting criteria of IAS No. 32. As of September 30, 2024, the amount of bonds and financial liabilities offset is USD 5,800 million, and the book value of bonds and financial liabilities after offset is ₩0.

37. Commitments and contingencies (cont'd)

8) As of September 30, 2024, SK Trading International Co., Ltd., a subsidiary, has the right to request the sale of all shares of Green Olios directly or indirectly owned by the other shareholder to a consolidated entity or a third party designated by the consolidated entity for six months from the fourth year from the date of conclusion of the stock trading contract. The other shareholder may notify the consolidated entity at any time from four years and six months after the date of conclusion of the stock trading contract, and the consolidated entity has the right to decide and notify whether to jointly sell all of the shares of the target company within three months thereafter. If the SK Trading International Co., Ltd. refuses to sell the shares of the merged entity and continues to hold the shares of the merged entity, the other shareholder may sell the shares at its discretion.

9) SK On Co., Ltd., a subsidiary, has entered into the following agreement with Kia Corporation and Hyundai Motor Company (Korean won in millions):

	Type of debt	Currency	Committed Limit	Debt execution amount
Loan agreement	Long-term borrowings (*1)	KRW	2,000,000	1,338,648
Loan agreement	Long-term borrowings (*1,2)	KRW	977,500	468,053
Facility investment	Contract liabilities (*2,3,4)	KRW	692,900	230,200

(*1) An obligation to redeem arises in the event of a change in control or similar circumstances at SK Innovation Co., Ltd.

(*2) In relation to the debt, SK On Co., Ltd., a subsidiary, has provided collateral to Kia Corporation and Hyundai Motor Company.

(*3) An obligation to redeem arises in the event of a breach of the agreed terms for facility investment.

(*4) As there are obligations to transfer goods to the customer, they have been recognized as a contract liabilities. As of September 30, 2024, the related contract liabilities are included in long-term advances received.

10) The capital contribution commitments of SK On Co., Ltd., a subsidiary, are as follows (Foreign currencies in thousands):

	Currency	Committed contribution amount	Cumulative contribution amount	Remaining commitment amount
MILLENNIUM NEW HORIZONS II, L.P.	USD	5,000	1,800	3,200
HSAGP Energy LLC	USD	1,227,387	995,540	231,847
Sakuu Corporation(*1)	USD	25,028	8,003	17,025

(*1) If additional investment is not made by the agreed investment deadline, the right to appoint a director will be lost.

< SK Telecom Co., Ltd. and affiliates >

1) Agents of SK Telecom Co., Ltd., a subsidiary, are selling mobile communication terminals that customers use to use SK Telecom's communication services to customers. SK Telecom Co., Ltd. has signed a contract with the agency to comprehensively receive amortized bonds from Sale by amortization method. Meanwhile, SK Telecom Co., Ltd. is signing a Liquidated asset transfer contract with a company specializing in liquidity for the transferred amortized bonds. The balance of the terminal amortization bonds purchased by SK Telecom Co., Ltd. according to the above comprehensive transfer agreement is ₩388,986 million and ₩291,747 million as of September 30, 2024 and December 31, 2023, which are recorded in receivables and long-term receivables.

37. Commitments and contingencies (cont'd)

- 2) At the board of directors on July 22, 2022, SK Telecom Co., Ltd., a subsidiary, decided to purchase and sell shares to strengthen strategic cooperation with Hana Financial Group. According to the decision, on July 27, 2022, SK Telecom Co., Ltd. sold all of Hana Card Co., Ltd.'s common stock (39,902,323 shares) and all of Finng Inc. (6,370,000 shares) to Hana Financial Holdings Co., Ltd. for ₩330,032 million and ₩5,733 million, respectively. SK Telecom Co., Ltd. is obligated to purchase Hana Financial Group's common stock from July 27, 2022 to January 31, 2024 after depositing ₩330,032 million in a specific money trust through an agreement with Hana Financial Group Co., Ltd., and completed the purchase for the year ended December 31, 2022. Meanwhile, as part of the above transaction, SK Telecom Co., Ltd. sold the entire common stock (767,011 shares) of SK Square Co., Ltd. to Hana Card Co., Ltd. for ₩31,563 million on July 27, 2022. and obligated to purchase Hana Card Co., Ltd.'s common stock from July 27, 2022 to January 31, 2024 after depositing ₩68,437 million in a specific money trust through an agreement with Hana Card Co., Ltd. and completed the purchase for the year ended December 31, 2022. The shares acquired by SK Telecom Co., Ltd., Hana Financial Group Co., Ltd. and Hana Card Co., Ltd. cannot be sold until the end of March 2025.
- 3) SK Broadband Co., Ltd., a subsidiary, is entering into a Total Return Swap (TRS) with the beneficiaries of Aegis Specialized Investment Private Equity Real Estate Investment Trust No. 156 and Hana Alternative Investment Land Chip Private Equity Real Estate Investment Trust No. 62, respectively, and the beneficiary certificates of ₩270,000 million and ₩64,000 million issued by the Real Estate Fund as underlying assets. The settlement contract consists of the settlement of the difference according to the change in the value of the real estate at the expiration date of the contract and the settlement of the difference between the dividend and the standard dividend during the contract period. SK Broadband Co., Ltd. is obligated to guarantee the fixed rate of return to the counterparties of each settlement contract until the expiration of the contract. SK Broadband Co., Ltd. recognized the derived financial assets of ₩20,825 million (₩21,027 million as of December 31, 2023) by discounting the cash flows expected to occur in the settlement contract using the present value method.
- 4) Regarding the merger and acquisition transaction of SK Broadband Co., Ltd. that occurred before the previous period, SK Telecom Co., Ltd. entered into an agreement between the existing shareholders of the merged company and the shareholders. If certain requirements are not met after the business combination according to the agreement, the shareholders of the merged company may exercise the right to claim the joint sale of SK Broadband Co., Ltd. held by SK Telecom Co., Ltd. If the shareholders of the merged company exercise the right, SK Telecom Co., Ltd. may exercise the right to claim the stock purchase. As of September 30, 2024, SK Telecom Co., Ltd. has recognized a total of ₩295,876 million in derivative financial liabilities (₩295,876 million as of December 31, 2023) for the rights included in the agreement between shareholders.

< SK Square Co., Ltd. and affiliates >

- 1) SK Square Co., Ltd., a subsidiary, was newly established for the purpose of managing and investing in investee companies related to semiconductors and new ICT among the businesses of SK Telecom Co., Ltd. prior to the spin-off, and pursuant to Article 530-9, Paragraph 1 of the Commercial Code, the SK Square Co., Ltd and SK Telecom Co., Ltd. are jointly and severally liable for the debts of SK Telecom Co., Ltd. prior to the spin-off.
- 2) SK Square Co., Ltd., a subsidiary, entered into an agreement between the financial investor of One store Co., Ltd. and the new shareholder, according to which the Group could not avoid its obligation to purchase the equity instruments and recognized ₩146,146 million as long-term payables corresponding to the present value of the redemption amount.

37. Commitments and contingencies (cont'd)

- 3) SK Square Co., Ltd., a subsidiary, entered into a shareholders' agreement with an investor of ₩500,000 million of convertible redeemable preferred shares issued by Eleven Street Co., Ltd. (the "Target Company") in September 2018. Pursuant to the agreement, the investor has the right to request that SK Square Co., Ltd. sell all of the shares of the Target Company owned by the investor together with the shares of the Target Company held by the investor if the listing process of the Target Company is not completed within the listing deadline (the "Together Sale Right"), and SK Square Co., Ltd. has the right to request that the investor sell all of the shares of the Target Company owned by the investor to SK Square Co., Ltd. (the "Share Sale Right") if the investor gives notice of the exercise of the Together Sale Right. As the listing deadline expired during the year ended December 31, 2023, but the listing process of the target company was not completed and SK Square Co., Ltd.'s right to sell the shares was not exercised, the process of exercising the investors' right to sell was in progress. The proceeds from the sale of the target company's shares pursuant to the exercise of the investors' right to sell together will be distributed in a waterfall manner in accordance with the shareholders' agreement, and the distribution to the SK Square Co., Ltd. will be made after the investors' investment. As of September 30, 2024, the sale of the target company's shares and the timing of the completion of the sale cannot be reasonably estimated, and as of September 30, 2024, SK Square Co., Ltd. recognized a derivative financial liability totaling ₩289,208 million (December 31, 2023 : ₩289,208 million) for the rights included in the shareholders' agreement.
- 4) Tmap Mobility Co., Ltd., a subsidiary, entered into an earn-out payment agreement with the seller upon the acquisition of 109,259 ordinary shares of SEOUL AIRPORT LIMOUSINE CO., LTD. The agreement stipulates that during the valid period, the seller will pay the agreed amount to the buyer based on the ratio of the passenger traffic at Incheon International Airport reaching the agreed benchmark indicator. During the nine-month period ended September 30, 2024, in accordance with the contract, a payment of ₩13,918 million was made to the seller. As of September 30, 2024, Tmap Mobility Co., Ltd. recognized a derivative financial liability of ₩13,098 million (December 31, 2023 : ₩27,016 million) based on the estimated future passenger numbers under this agreement.
- 5) In connection with the capital increase of its subsidiary Tmap Mobility Co., Ltd., SK Square Co., Ltd. entered into a shareholders' agreement with the acquirer of the newly issued shares. Under the agreement, if certain conditions are not met after the capital increase, the acquirer in the newly issued shares may exercise the right to tender their shares of Tmap Mobility Co., Ltd.'s common stock held by SK Square Co., Ltd. If the acquirer exercises such right, SK Square Co., Ltd. may exercise its right to purchase the shares. As of September 30, 2024, SK Square Co., Ltd. recognized derivative financial liabilities totaling ₩89,698 million (December 31, 2023 : ₩89,698 million) for these rights included in the shareholders' agreement.
- 6) Tmap Mobility Co., Ltd., a subsidiary, entered into a share pledge agreement with the seller in connection with the acquisition of common shares of Airport Limousine. In order to secure any future obligations under the Share Purchase Agreement and the Shareholders' Agreement with Tmap Mobility Co., Ltd., the seller has set up a first priority security interest in shares equal to 20% of the total issued shares of Airport Limousine Co., Ltd..
- 7) SK Square Co., Ltd., a subsidiary, is provided as collateral for 55,320,816 common shares of Korea Security Holdings Co., Ltd., owned by Soteria Bidco SCSp, for other receivables of ₩450,000 million.

37. Commitments and contingencies (cont'd)

< SK Networks Co., Ltd. and affiliates >

- 1) SK Networks Co., Ltd., a subsidiary, is obligated to make additional contributions to the Alpha Intelligence Fund. As of September 30, 2024, the consolidated entity plans to make additional capital contributions in the amount of ₩2,650 million and USD 53,518 thousand through a capital call.
- 2) SK Networks Co., Ltd., a subsidiary, is subject to disposal restrictions under certain conditions regarding its subsidiaries POSK (Pinghu) Steel Processing Center Co., Ltd., SK MENA Investment B.V., SK Latin America Investment S.A., its associates SVA Venture Fund II, SK electlink Co., Ltd., Kindred HM1, Alpha Intelligence Fund and long-term investment securities such as Kurly Inc., PortOne Holdings, Prostar Asia-Pacific Energy Infrastructure SK Fund L.P., Hashed Venture Fund II, and IPI Partners II Fund..
- 3) SK Networks Co., Ltd., a subsidiary, has covenants such as right of first refusal and right to sell in connection with its equity investment in its associates, SK Electlink Co., Ltd., Upstage Co., Ltd., and BMSMILE Co., Ltd.
- 4) In the case of equity investments in MycoWorks, Standard Cognition, Humane, and Source.ag, SK Networks Co., Ltd., a subsidiary, is obligated to respond to other shareholders' exercise of co-sale rights under the shareholders' agreement.
- 5) SK Networks Co., Ltd., a subsidiary, holds a call option to purchase a portion of the equity in its affiliate Upstage Co., Ltd., BMSMILE CO., LTD. under certain conditions.

< SKC Co., Ltd. and affiliates >

- 1) SK Nexilis Co., Ltd., a subsidiary, has entered into an inter-shareholder agreement with noncontrolling shareholders, a financial investor holding convertible preferred shares, in connection with convertible preferred shares issued by Nexilis Management Malaysia Sdn. Bhd. and NEXILIS MANAGEMENT EUROPE B.V.. Financial investors may sell common shares of Nexilis Management Malaysia Sdn. Bhd. and NEXILIS MANAGEMENT EUROPE B.V. at any time, but if sold during a specified contractual period, they must settle the difference between the sale price and the initial investment price of the financial investor. A financial investor may claim settlement from SK Nexilis Co., Ltd., for convertible preferred or common shares issued by Nexilis Management Malaysia Sdn. Bhd. and NEXILIS MANAGEMENT EUROPE B.V. in the event of a specific reason, even during the specified period in the contract. Financial investors may not transfer or dispose of convertible redeemable preferred shares to a third party without the prior consent of SK Nexilis Co., Ltd. except in the event of a specific reason.

In addition, SK Nexilis Co., Ltd. pays a certain percentage of the issuance of convertible preferred shares of Nexilis Management Malaysia Sdn. Bhd. and NEXILIS MANAGEMENT EUROPE B.V. to financial investors every three months from the date of initial payment. If the convertible preferred stock is not repaid or 'Settled', the financial investor shall return the amount received by that time to SK Nexilis Co., Ltd.

Meanwhile, in connection with the above transactions, SK Nexilis Co., Ltd. has signed a fund supplement agreement to cover the shortfall in the event of a lack of funds for repayment or early repayment of convertible preferred stocks of Nexilis Management Malaysia Sdn. Bhd. and NEXILIS MANAGEMENT EUROPE B.V..

SK Inc. and its subsidiaries
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37. Commitments and contingencies (cont'd)

- 2) When SKC Co., Ltd., a subsidiary, transferred its SiC wafer business to Paratus Investment Inc. (the "Buyer") in 2021, the Buyer granted SKC Co., Ltd. the right to require SKC Co., Ltd. to sell all of the outstanding shares of SPC (the company that operates the SiC wafer business) owned by the Buyer (a right that can be exercised if EBITDA does not meet certain conditions by 2025). In addition, SKC Co., Ltd. has the right to receive 40% of the excess sale proceeds from the buyer in the event of the buyer's sale of SPC shares to a third party, provided that the actual consideration received exceeds ₩75,000 million. As of September 30, 2024, SKC Co., Ltd. recognized derivative financial instrument assets of ₩9,049 million and derivative financial instrument liabilities of ₩8,355 million for these rights and obligations.

< SK E&S Co., Ltd. and affiliates >

- 1) As of September 30, 2024, details of contracts of the subsidiaries of SK E&S Co., Ltd. are as follows:

Contracting parties	Description of contract	Counterparty	Term of contract
Kangwon City Gas Co., Ltd. and 7 subsidiaries	Contract for the long-term supply of natural gas (*1)	Korea Gas Corporation Co., Ltd.	-
Busan Jungkwan Energy Co., Ltd.	Contract for the long-term supply of natural gas (*1)	Korea Gas Corporation Co., Ltd.	20 years from 2008.7
SK E&S Co., Ltd.	Contract for the supply of natural gas	Tanggung PSC Contractor Parties	2006.1 ~ 2026.12
	Contract for the repair and maintenance of gas turbine	GE International Inc.	2004.6 ~ 2026.12 (estimated)
	Contract for the storage and vaporization service of natural gas	POSCO International Co., Ltd.	2005.6 ~ 2026.02
	Contract for the storage and vaporization service of natural gas	Boryeong LNG Terminal Co., Ltd.	2020.7 ~ 2026.02
	Rental contract of the plant and tower site	POSCO Co., Ltd.	20 years from 2017
	Contract for the REC trading	Godeok Green Energy Co., Ltd. and others	20 years from 2021
	Contract for direct power transaction	SK Specialty Co., Ltd. and others	20 years from 2023
	Contract for power supply	Dangjin Haengbok Solar Co., Ltd. and others	2003.8 ~ 2028.12
Paju Energy Service Co., Ltd.	Contract for the long-term maintenance program	Siemens AG and others	20 years from contract
	Contract for the REC trading	GeoGeum Solar Park Co., Ltd. and others	20 years from the time of supply
	Contract for LTSA	Doosan Fuelcell Co., Ltd.	2014.6 ~ 2031.6 (estimated)
Narae Energy Service Co., Ltd.	Contract for the long-term maintenance program	Siemens AG and others	15 years from 2018
	Contract for the long-term maintenance program	Doosan Enerbility Co., Ltd.	10 years from performance warranty date
	Contract for the operation and maintenance program	Jeonbuk Group Energy Co., Ltd. and Gimcheon Energy Service Co., Ltd.	2015.1 ~ 2032.1 (estimated)
	Contract for the long-term supply of natural gas	Korea Gas Corporation Co., Ltd.	2012.9 ~ 2030.9 (estimated)
	Contract for the REC trading	K Solar E Ho Co., Ltd. and others	2015.1 ~ 2025.1
Narae Energy Service Co., Ltd. and Paju Energy Service Co., Ltd.	Contract for the use of plumbing system	Korea Gas Corporation Co., Ltd.	20 years from 2017
	Contract for the storage and vaporization service of natural gas	Boryeong LNG Terminal Co., Ltd.	20 years from 2017
Yeoju Energy Service Co., Ltd.	Contract for LTSA	Siemens Gas & Power GmbH and Siemens Energy Ltd.	2019.12 ~ 2047.12 (estimated)
	Contract for the use of plumbing system	Korea Gas Corporation Co., Ltd.	2022.11 ~ 2042.10
LNG Americas, Inc.	Contract for the use of manufacturing facilities	Korea Gas Corporation Co., Ltd.	2022.11 ~ 2042.10
	Contract for the liquefaction and storage of natural gas	FLNG Liquefaction 3, LLC	20 years from 2020
	Contract for the use of natural gas pipeline	Kinder Morgan, Inc.	20 years from 2020
Prism Energy International Pte. Ltd.	Contract for the supply of natural gas	SHELL EASTERN TRADING PTE LTD and others	2022.4 ~ 2033.3

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37. Commitments and contingencies (cont'd)

Contracting parties	Description of contract	Counterparty	Term of contract
	Time charter contract	SK Shipping Co., Ltd.	20 years from ship delivery date
	Contract for the supply of LNG	MET INTERNATIONAL AG Generadora San Felipe Limited Partnership	2024.4 ~ 2025.6 10 years from commencement date
SK E&S Australia Pty. Ltd.	Contract for FPSO	BW Offshore Singapore Pte. Ltd. (Australia Branch)	15 years from service date
	Contract for the liquefaction service of natural gas	Darwin LNG Pty. Ltd. and others	2020.12 (contract) 15 years from service date (estimated)
Prism Energy International Zhoushan Limited IGE Co., Ltd	Contract for the storage and vaporization service of natural gas	ENN (Zhoushan) LNG Co., Ltd.	2020.7 ~ 2030.7
	Contract for liquid hydrogen facility management and operation contract	Korea Gas Technology Corporation	2023.3 ~ 5 years from the commercial operation start date
	Contract for residual hydrogen sales	SK Incheon Petrochem Co., Ltd.	20 years from the commercial operation start date
	Contract for liquid hydrogen transportation	CJ Logistics Corporation	2023.11 ~ 2033.12

(*1) The Company has signed a contract with Korea Gas Corporation for natural gas supply for 20 years.

2) As of September 30, 2024, Prism Energy International Pte. Ltd. has provided a Letter of Undertaking (LOU) to HHIENS1 Shipholding S.A., HHIENS2 Shipholding S.A., HHIENS3 Shipholding S.A., and HHIENS4 Shipholding S.A. in relation to LNG carriers. Accordingly, SK E&S shall bear all obligations related to the performance of the contract if SK Shipping Co., Ltd. fails to fulfill the contract (BBCHP) concluded with the ship's owner.

3) As of September 30, 2024, the main purchase contracts concluded by the subsidiaries of SK E&S Co., Ltd. are as follows. (Korean won in millions):

Name of subsidiaries	Description of contract	Contract opponent	Term of contract	Amount
Narae Energy Service Co., Ltd.	Contract for heat piping and others	DREAMLINE.CO,LTD. and others	2022.04 ~ 2025.07	₩ 13,789

4) As of September 30, 2024, the subsidiaries of SK E&S Co., Ltd. are obligated to pay development costs corresponding to the share ratio in relation to the asset acquisition contract below.

Name of subsidiaries	Description of contract	Counterparty	Equity ownership
SK E&S Australia Pty. Ltd.	Barossa-Caldita, Australia	Santos NA Barossa Pty. Ltd.	37.50%
Dew Blaine Energy, LLC	Woodford, USA	Continental Resources, Inc.	49.90%
BU12 Australia Pty. Ltd.	East Timor Bayu-Undan gas field and pipeline asset and acquisition of a stake in Darwin LNG Pty Ltd.	Santos NA Darwin Pipeline Pty. Ltd. and others	25.00%
PRISM Darwin Pipeline Pty Ltd.			
Prism DLNG Pte Ltd	Pty Ltd.		

5) SK E&S Co., Ltd., a subsidiary, has agreed to invest a total of ₩113,617 million in Jeonnam Marine Wind Power Co., Ltd. to cooperate with offshore wind power business, and has completed 73.17% of the total amount of investment agreement.

6) SK E&S Co., Ltd., a subsidiary, has agreed to invest a total of ₩88,638 million in investment to SK Plug Hibus Co., Ltd. for cooperation in the hydrogen business, and has completed 74.77% of the total amount of investment agreement.

7) LAI CCS, LLC, a subsidiary, has agreed to a total investment of USD 110 million to Summit Carbon Holdings, LLC for cooperation in the North American carbon capture and storage business, and has completed the total investment agreement amount.

37. Commitments and contingencies (cont'd)

- 8) SK E&S Co., Ltd., a subsidiary, has agreed to invest a total of ₩300,000 million in the Truston ESG Renewable Energy General Private Investment Trust No. 2 for the development of the renewable energy business, and none of the total agreed investment amount has been paid as of September 30, 2024.
- 9) Prism Energy International Pte. Ltd., a subsidiary, has agreed to invest CNY 273 million to Jiangsu Huadian Ganyu LNG Co. Ltd. to secure the right to use through China LNG TML, and has now completed a total of 30.00%.

< SK Ecoplant Co., Ltd. and affiliates >

- 1) SK Ecoplant Co., Ltd., a subsidiary, pays the purchase obligations, etc. incurred by its main business activities through a supplier finance agreement contract signed with some financial institutions, and pays the payment to the financial institutions at the end of the credit period under the agreement. The related unpaid amount is ₩184,995 million as of September 30, 2024. In addition, the consolidated entity has entered into a buyer's fund loan agreement with a limit of ₩50,000 million.
- 2) SK Ecoplant Co., Ltd., a subsidiary, holds call options for non-controlling shareholders of Eco Frontier PTE.LTD. It has entered into a shareholder agreement to compensate for the difference between the call option exercise price and the actual external sale price when SK Ecoplant Co., Ltd. does not exercise the call option and non-controlling shareholders sell their stake to the outside.
- 3) SK Ecoplant Co., Ltd., a subsidiary, entered into an agreement with Eco Energy Holdings Co., Ltd., the buyer of SK ecoengineering Co., Ltd. redeemable convertible preferred shares, which was sold during the year ended December 31, 2022. If certain conditions are met in the future according to the agreement, Eco Energy Holdings Co., Ltd. may exercise the drag-along right for its redeemable convertible preferred stock.
- 4) SK Ecoplant Co., Ltd., a subsidiary, enters into an agreement between shareholders to compensate for the difference if certain conditions are not met for non-controlling shareholders of Econovation, LLC.
- 5) SK Ecoplant Co., Ltd., a subsidiary, issued exchangeable bonds based on shares of Renewon Co., Ltd. (formerly, Daewon Green Energy Co., Ltd.) during the previous period. According to the agreement between investors, SK Ecoplant Co., Ltd. has a call option and a preferential purchase right for the bonds, and the bond acquirer has a put option if certain conditions are not met and a right to claim compensation for the difference if certain conditions are not met.
- 6) In connection with the sale of preferred stocks of RenewUs Co., Ltd (formerly, Environment Management Corporation CO., LTD.), SK Ecoplant Co., Ltd., a subsidiary, has entered into an agreement between shareholders to provide non-controlling shareholders with compensation for any shortfall if certain conditions are not met.
- 7) SK Ecoplant Co., Ltd., a subsidiary, has entered into an agreement with the financial shareholders of Renewenergy Chungbuk Co., Ltd. (formerly, Clenko Co., Ltd.). Under the agreement, financial shareholders may exercise their right to claim joint sale (Drag-along) on their shares.
- 8) SK Ecoplant Co., Ltd., a subsidiary, has entered into an agreement with financial investors of NK Youth Rental Housing Private Real Estate Development Investment No.1 Co., Ltd. (formerly DS Networks Youth Housing General Private Real Estate Development Investment Company No. 1 and No. 2), Signature Youth Housing General Private Real Estate Development Investment Company No. 1, K Square Eco Songpa PFV Co., Ltd., and YONGIN General Industrial Complex Co., Ltd. Under the agreement, financial investors may exercise put options on the consolidated entity for their shares.

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37. Commitments and contingencies (cont'd)

- 9) SK Ecoplant Co., Ltd., a subsidiary, has entered into a PRS (share price return swap) agreement with Main Stream 19th Co., Ltd. the buyer of Daehan 4 New Stay REIT Co., Ltd. stock sold for the September 30, 2024, to settle the difference according to the terms and conditions.
- 10) SK Ecoplant Co., Ltd., a subsidiary, is obligated to fulfill the product purchase obligations under the fuel cell purchase agreement signed with Bloom Energy Corporation and is required to compensate for any loss of profits if it fails to meet the purchase obligations by 2027. However, the scope of the loss of profits is currently a matter of negotiation between the two companies, and the amount and timing of the outflow of resources cannot be reasonably estimated.
- 11) SK Ecoplant Co., Ltd., a subsidiary, has entered into an excess compensation payment contract regarding fuel cell performance guarantees with Korea East-West Power Co., Ltd. and 12 other companies (hereinafter referred to as "other companies"), and is obligated to pay within the limit of the payment cap for any compensation that exceeds the performance guarantee liability guaranteed by Bloom Energy Corporation to the other companies.
- 12) SK Ecoplant Co., Ltd., a subsidiary, has entered into an agreement with the buyer to compensate for the difference if certain conditions are not met in relation to the sale of Ascend Elements, Inc.'s convertible preference shares.

< Others >

- 1) The technology transfer contract status of SK Biopharmaceuticals Co., Ltd., a subsidiary, is as follows. (Korean won in millions and foreign currencies in thousands):

Contractor	Contract Year/month	Transferred technology	Region	Amount(*1)
Angelini Pharma S.p.A	2019 / 02	Cenobamate	Europe	USD 530,000
Ono Pharmaceutical Co., Ltd.	2020 / 10	Cenobamate	Japan	JPY 53,100,000
Ignis Therapeutics.	2021 / 11	6 New Drugs, including Cenobamate and others	China, Hong Kong, Macao	USD 186,000
	2024 / 04	7 New Drugs, including non-narcotic pain medication and others	Worldwide	USD 58,000
Endo Ventures Limited	2021 / 12	Cenobamate	Canada	USD 20,000
				CAD 21,000
DEXCEL LTD.	2022 / 05	Cenobamate	Israel, Palestine	USD 3,000
Eurofarma Laboratorios S.A	2022 / 07	Cenobamate	Latin America (*2)	USD 62,000
HIKMA MENA FZE	2023 / 08	Cenobamate	Middle East, North Africa (*3)	USD 3,000
Dong-A ST Co., Ltd	2024 / 01	Cenobamate	South Korea and others (*4)	KRW 19,000

(*1) The amount is upfront and milestone.

(*2) They are 17 countries in Latin America, including Brazil and Mexico.

(*3) They are 16 countries in the Middle East and North Africa, including Jordan and Egypt.

(*4) They are 30 countries including Korea, Australia, Russia, Southeast Asia, and others.

- 2) SK Biopharmaceuticals Co., Ltd., a subsidiary, is a Limited Partner in the LifeSci Venture Partners II Fund in the United States. As of September 30, 2024, investments in the fund amount to USD 9,362,718.20 (investments in money: USD 8,217,818.20, revenue distributions reinvested: USD 1,144,900), and the investment period agreed between the parties has ended, but additional investments can be made up to USD 1,363,636.35 for subsequent investments in existing investments.
- 3) Areca, Inc., Chamaedorea, Inc., and Tillandsia, Inc., subsidiaries, acquired shares in 8 Rivers Capital, LLC in prior period, and considered it to be in control and incorporated shares into the consolidated target. The agreement concluded during the acquisition includes the following major agreements.

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37. Commitments and contingencies (cont'd)

- Investor's claim for joint sale (Tag-along right)
- Investor's request for joint sale (Drag-along right)
- Restrictions on the disposal of shares by the largest shareholder and investors under certain conditions, etc

Meanwhile, the main contents related to the rights granted to investors are as follows.

Description	Conditions	Rights
Tag-along right	In the event of the largest shareholder selling shares that meet certain conditions	The right to sell Investor's shares on the same conditions as the largest shareholder
Drag-along right	In the event of selling the company's shares to a non-affiliated company or most of the company's assets to a non-affiliated company	The right to sell shares held by the largest shareholder along with shares held by

(6) Hybrid bonds

Details of hybrid bonds as of September 30, 2024 and December 31, 2023 are as follows (Korean won in millions):

Issue segment	Description	Issuance date	Maturity date (*1)	Interest rate (%)	September 30, 2024	December 31, 2023
Group of SK Innovation Co., Ltd. (*2,3)	1st private equity bond type	2019.03.15	2049.03.15	4.20	₩ -	₩ 600,000
Group of SK Innovation Co., Ltd. (*2)	2nd public equity bond type	2023.10.19	2053.10.19	7.30	140,000	140,000
Group of SK Innovation Co., Ltd. (*2)	3rd private equity bond type	2024.03.07	2054.03.07	6.50	460,000	-
Group of SK Innovation Co., Ltd. (*2)	1st unsecured bonds with unsecured interest rights(private equity bond type)	2024.06.27	2054.06.27	6.42	500,000	-
Group of SK Telecom Co., Ltd. (*2)	3rd public equity bond type	2023.06.05	2083.06.05	4.95	400,000	400,000
Group of SK Ecoplant Co., Ltd.	1st bearer unguaranteed exchange bond	2023.09.22	2053.09.22	-	323,650	323,650
Group of SK E&S Co., Ltd. (*2)	2nd Korean currency type	2019.10.11	2049.10.11	3.30	330,000	330,000
Group of SK E&S Co., Ltd. (*2)	3rd Korean currency type	2020.07.14	2050.07.14	3.60	400,000	400,000

(*1) The issuing company may decide on early repayment or an extension of maturity date after a certain period has elapsed.

(*2) After a certain period from the issuance date, the interest rate will fluctuate in accordance with the contract.

(*3) SK Incheon Petrochemical Co., Ltd., a subsidiary, decided to exercise early redemption of the 1st private equity bond type hybrid bonds on January 16, 2024 and redeemed a total of ₩600,000 million on March 15, 2024.

SK Inc. and its subsidiaries
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37. Commitments and contingencies (cont'd)

(7) Bills and checks provided to financial institutions as collateral for borrowings.

As of September 30, 2024, the bills and checks provided to financial institutions as collateral for borrowings are as follows (Korean won in millions and except for number of papers):

Type (bill/check)	Papers	₩	Par value
Blank check	86		-
Blank bill	27		-
Check	1		6,995
Bill	2		792

SK Inc. and its subsidiaries
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38. Pledged assets

The following assets were pledged as collateral for the Group's borrowings and others as of September 30, 2024 (Korean won in millions and foreign currencies in thousands):

Company	Asset	Currency	Collateralized amount(*1)	Provided to	Description
Netruck Co., Ltd.	Property, plant and equipment	KRW	1,430	Hyundai Engineering Co., Ltd.	Collateral for pledging
ONEPOL Co., Ltd.	Property, plant and equipment	KRW	3,360	Shinhan Bank	Collateral for borrowing
SK On Co., Ltd.	Property, plant and equipment	KRW	397,900	Kia corporation and Hyundai Motor company	Loan agreement and others
SK Broadband Co., Ltd.	Property, plant and equipment	KRW	1,048	Industrial Bank of Korea	Restricted real rights for office lease
Incross Co., Ltd.	Financial instrument	KRW	25,789	Naver Co., Ltd. and others	Performance guarantees for contract
One store Co., Ltd.	Investment property, financial instrument	KRW	2,262	Shinhan Bank, Suhyup Bank	Collateral for borrowing and foreign payment guarantee collateral
SK Networks Co., Ltd.	Property, plant and equipment	KRW	390,981	Korea Development Bank	Collateral for sales
SK Magic Co., Ltd.	Property, plant and equipment	KRW	96,000	Korea Development Bank and others	Collateral for borrowing
SK ENPULSE Co., Ltd.	Property, plant and equipment and others	KRW	34,477	Shinhan Bank and others	Collateral for borrowing
SK Nexilis Co., Ltd.	Property, plant and equipment	KRW	396,000	Korea Development Bank and others	Collateral for borrowing
Nexilis Management EUROPE B.V.	Investments in subsidiaries	KRW	522,940	Korea Development Bank and others	Collateral for borrowing
SK picglobal Co., Ltd.	Property, plant and equipment	KRW	33,600	Korea Development Bank	Collateral for borrowing
SK E&S Co., Ltd.	Investments in subsidiaries	KRW	581,550	Industrial Bank of Korea and others	Collateral for PF
		VND	1,156,600,000	Joint Stock Commercial Bank For Foreign Trade of Vietnam	Collateral for PF
	Investments in joint ventures	KRW	234,144	Korea Development Bank and others	Collateral for PF
		USD	14,000	Bangkok Bank Public Company Limited	Collateral for PF
		VND	1,102,500,000	Joint Stock Commercial Bank For Foreign Trade of Vietnam	Collateral for PF
	Investments in associates	KRW	26,485	Industrial Bank of Korea and others	Collateral for PF
Paju Energy Service Co., Ltd.	Property, plant and equipment	KRW	360,000	Kookmin Bank and others	Collateral for borrowing
Chonnam City Gas Co., Ltd.	Property, plant and equipment	KRW	81	LG Hello Vision Co., Ltd.	Collateral for deposits received
Narae Energy Service Co., Ltd.	Property, plant and equipment and others	KRW	505,000	Korea Development Bank and others	Collateral for borrowing
Yeoju Energy Service Co., Ltd.	Property, plant and equipment	KRW	601,200	Korea Development Bank and others	Collateral for PF
Busan Jungkwan Energy Co., Ltd.	Property, plant and equipment	KRW	100,800	NH Bank and others	Collateral for borrowing
IGE Co., Ltd.	Property, plant and equipment and others	KRW	493,800	Korea Development Bank	Collateral for PF
Prism Energy International China Limited	Investments in associates	CNY	192,806	Hana Bank Beijing Branch	Collateral for borrowing
Yeongnam Energy Service Co., Ltd.	Property, plant and equipment and others	KRW	4,332	Industrial Bank of Korea	Collateral for borrowing

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38. Pledged assets (cont'd)

Company	Asset	Currency	Collateralized amount(*1)	Provided to	Description
SK Ecoplant Co., Ltd.	Debt instrument	KRW	51,937	Kookmin Bank and others	Collateral for borrowing and others
	Investments in associates and others	KRW	1,233,304	Korea Development Bank and others	Collateral for borrowing
SEONGJU TECH Co., Ltd.	Property, plant and equipment and others	KRW	16,800	Suhyp Bank and others	Collateral for PF
Renewenergy Chungnam Co., Ltd.	Property, plant and equipment	KRW	3,000	Korea Development Bank	Collateral for borrowing
Renewone Co., Ltd.	Investment in associates and others	KRW	150,000	KEB Hana Bank and others	Collateral for borrowing
Renewenergy Green Co., Ltd.	Property, plant and equipment	KRW	9,600	Korea Development Bank	Collateral for borrowing
Renewland Cheongju Co., Ltd.	Property, plant and equipment	KRW	10,800	Kyungnam Bank	Collateral for borrowing
DY INDUS Co., Ltd.	Property, plant and equipment	KRW	6,222	Industrial Bank of Korea	Collateral for borrowing
DY POLRIMER Co., Ltd.	Property, plant and equipment	KRW	3,800	Industrial Bank of Korea and others	Collateral for borrowing
SK Oceanplant Co., Ltd.	Property, plant and equipment	KRW	288,980	KEB Hana Bank and others	Collateral for borrowing and others
	Debt instrument	KRW	9,064	Korea Defense Guarantee Cooperative and others	Collateral for guarantee
	Others	KRW	85,200	KEB Hana Bank and others	Insurance pledge and others
RenewUs Co., Ltd. (Formerly, Environment Management Corporation Co., Ltd)	Property, plant and equipment	KRW	123,160	KEB Hana Bank and others	Collateral for borrowing and others
	Investments in associates	KRW	490,158	Korea Development Bank and others	Collateral for borrowing and others
	Investment securities	KRW	110,075	KEB Hana Bank and others	Collateral for borrowing and others
	Others	KRW	1,787,562	KEB Hana Bank and others	Collateral for pledging and others
Renewenergy Chungbuk Co., Ltd.	Property, plant and equipment	KRW	60,000	KEB Hana Bank and others	First beneficiary right of trust property
	Others	KRW	60,000	KEB Hana Bank and others	Comprehensive property insurance right
Renewenergy Metro Co., Ltd.	Property, plant and equipment	KRW	40,537	Woori Bank	Collateral for borrowing
SK Industrial Development China Co., Ltd.	Investment property	CNY	1,600,000	Bank of China communications	Collateral for borrowing
SK Specialty Co., Ltd.	Property, plant and equipment	KRW	137,000	Korea Development Bank	Collateral for borrowing
		USD	3,500	Korea Development Bank	Collateral for borrowing
		JPY	3,690,000	Korea Development Bank	Collateral for borrowing
		KRW	1,668	Yeongju city and Gyeongsang Buk-do	Government subsidy
	Financial instrument	KRW	60	Kodit2022the9thSecuritization Specialty Co., Ltd.	Collateral for borrowing
		KRW	75	Kodit2022the10thSecuritization Specialty Co., Ltd.	Collateral for borrowing
		KRW	165	KODIT GLOBAL 2022-1 CO.,LTD.	Collateral for borrowing

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38. Pledged assets (cont'd)

Company	Asset	Currency	Collateralized amount(*1)	Provided to	Description
SK Specialty Japan Co., Ltd.	Property, plant and equipment	JPY	315,000	MUFG Bank	Collateral for borrowing
SK Materials airplus Incorporated	Property, plant and equipment	KRW	208,200	Shinhan Bank and others	Collateral for borrowing
SK Resonac Corporation	Property, plant and equipment	KRW	30,000	Korea Development Bank	Collateral for borrowing
SK Materials Performance Co., Ltd. (Formerly, SK Performance Materials Co., Ltd.)	Property, plant and equipment	KRW	390	Korea Development Bank	Collateral for borrowing
SK Siltron Co., Ltd.	Property, plant and equipment and others	KRW	601,260	Korea Development Bank and others	Collateral for borrowing
		USD	60,500	Korea Development Bank and others	Collateral for borrowing
SK Biotek Co., Ltd.	Property, plant and equipment	KRW	120,000	Korea Development Bank	Collateral for borrowing
SK REIT Co., Ltd.	Investment property	KRW	775,466	The lender and the lessor	Collateral for borrowing
Clean Energy REIT Co., Ltd.	Investment property	KRW	555,439	The lender and the lessor	Collateral for borrowing
TOTAL VALUE 1 REIT CO., LTD.	Investment property	KRW	305,989	The lender and the lessor	Collateral for borrowing
Clean Industrial Reit Co., Ltd.	Investment property	KRW	976,498	The lender and the lessor	Collateral for borrowing
GANGDONG GREEN COMPLEX	Property, plant and equipment	KRW	3,840	SuwonHwaseongOsan Livestock Cooperative	Collateral for borrowing
Topsun Co., Ltd.	Property, plant and equipment	KRW	12,600	KEB Hana Bank	Collateral for borrowing
		KRW	-	Industrial Bank of Korea	Collateral for borrowing
		KRW	4,200	Korea Development Bank and others	Collateral for borrowing
		KRW	850	Electric Contractors' Financial Cooperative	Collateral for borrowing
Evertch Enterprise Co., Ltd	Property, plant and equipment	KRW	6,360	Industrial Bank of Korea	Collateral for borrowing
SK Signet Inc.	Property, plant and equipment	KRW	11,520	Korea Development Bank and others	Collateral for borrowing
		USD	24,000	The lender and the lessor	Collateral for borrowing
		KRW	14,400	Kookmin Bank	Collateral for borrowing

(*1) The carrying amount of securities provided as collaterals for PF loans and facility borrowings are included.

39. Financial risk management

Regarding financial instruments, the Group is exposed to a variety of financial risks: credit, liquidity and market. This note presents information related to risk exposures of the Group and the main objective, strategy, evaluation of risk, management process and capital management. Additional quantitative information is stated throughout the condensed consolidated financial statements.

(1) Financial risk management

Risk management activities

The board of directors has overall responsibility for the establishment and oversight of the Group's risk management framework. The board of directors has established the risk management committee, which is responsible for developing and monitoring the Group's risk management policies. The risk management committee reports regularly to the board of directors on its activities. The Group audit committee is assisted in its oversight role by internal audit.

Internal audit undertakes both regular and ad hoc reviews of risk management controls and procedures, the results of which are reported to the Group audit committee. The Group's risk management policies are established to identify and analyze the risks faced by the Group, to set appropriate risk limits and controls and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Group's activities. The Group, through its training and management standards and procedures, aims to develop a disciplined and constructive control environment in which all employees understand their roles and obligations.

(2) Credit risk

Credit risk refers to the risk that the consolidated entity will suffer financial losses due to the failure of the customer or counterparty to fulfill their contractual obligations on the financial instrument. Credit risk mainly comes from accounts receivable and investment assets to the customer.

1) The carrying amount of a financial asset, measured at amortized cost, represents the maximum exposure to credit risk. The maximum exposure to credit risk as of September 30, 2024 and December 31, 2023 are as follows (Korean won in millions):

	<u>September 30, 2024</u>		<u>December 31, 2023</u>
Financial assets measured at FVTPL	₩ 8,445,101	₩	8,898,332
Financial assets measured at FVOCI	260,790		215,670
Financial assets measured at amortized cost	37,345,446		38,050,733
Financial assets designated as hedging instruments	366,760		408,547
	<u>₩ 46,418,097</u>	₩	<u>47,573,282</u>

Equity products are excluded from the table above because they are not related to credit risk.

On the other hand, the Group has provided payment guarantees for others including related parties, associates and others. The Group, due to its payment guarantees, is exposed to credit risk (See Note 37).

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39. Financial risk management (cont'd)

2) Guarantees

SK Ecoplant Co., Ltd., one of the subsidiaries, offers payment guarantees for loans of project financing. The financing liabilities related to the payment guarantees recognized are ₩32,198 million as of September 30, 2024. The Group recognizes the financial guarantee liabilities related to the payment guarantees contracted with the Group, such as SK Ecoplant Co., Ltd., as of September 30, 2024 and December 31, 2023(Korean won in millions):

	September 30, 2024		December 31, 2023	
SK Innovation Co., Ltd.	₩	1,041	₩	1,548
SK Ecoplant Co., Ltd.		32,198		26,833
SK Biotek Co., Ltd.		180		180
	₩	33,419	₩	28,561

In addition, the Group has provided payment guarantees for others, including subsidiaries and others. (See Notes 33 and 37).

3) Other financial assets

Credit risk arising from other financial assets consists of long-term and short-term financial instruments, occurrence of trade opponent arising from the bankruptcy, etc. In this case, the credit risk exposure of the Group will be the same as the book value of the maximum applicable financial instruments. On the other hand, the management of the Group's credit rating, because it is excellent to deal with financial institutions, is judged to have limited impact on the credit risk of the financial institutions of the Group.

(3) Liquidity risk

Liquidity risk is the risk that the Group encounters difficulty in meeting the obligations of the financial liabilities. The Group's approach to managing liquidity is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Group's reputation.

The contractual maturity of financial liabilities as of September 30, 2024 and December 31, 2023 are as follows. The amount includes interest payments and does not include the effect of the offsetting agreement. (Korean won in millions):

	September 30, 2024				
	Less than 3 months	3 ~ 12 months	1 ~ 5 years	More than 5 years	Total
Borrowings	₩ 8,662,043	₩ 18,889,251	₩ 18,725,696	₩ 8,315,494	₩ 54,592,484
Bonds	2,104,816	8,604,898	24,999,173	4,536,924	40,245,811
Derivative financial liabilities	131,496	72,937	805,853	153	1,010,439
Trade payables	9,414,331	2,087,928	-	-	11,502,259
Lease liabilities	200,721	995,793	2,924,995	2,405,341	6,526,850
Other liabilities	10,034,132	3,322,319	1,074,773	258,744	14,689,968
Guarantee contracts	4,405,696	-	310,000	-	4,715,696
	₩ 34,953,235	₩ 33,973,126	₩ 48,840,490	₩ 15,516,656	₩ 133,283,507

	December 31, 2023				
	Less than 3 months	3 ~ 12 months	1 ~ 5 years	More than 5 years	Total
Borrowings	₩ 5,434,323	₩ 17,567,983	₩ 16,025,810	₩ 2,180,577	₩ 41,208,693
Bonds	3,349,003	6,393,808	28,501,169	6,367,486	44,611,466
Derivative financial liabilities	28,243	50,412	1,161,075	-	1,239,730
Trade payables	11,407,027	1,542,375	-	-	12,949,402
Lease liabilities	148,571	1,127,097	2,810,328	2,535,728	6,621,724
Other liabilities	9,858,179	3,566,993	2,121,281	278,352	15,824,805
Guarantee contracts	3,831,071	-	310,000	-	4,141,071
	₩ 34,056,417	₩ 30,248,668	₩ 50,929,663	₩ 11,362,143	₩ 126,596,891

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39. Financial risk management (cont'd)

(4) Market risk

Market risk is the risk that the fair value of financial instruments will fluctuate because of changes in market prices. Market risk consists of currency risk, interest rate risk, crude oil and petroleum product price risk, and others. The fundamental goal of market price management is the maximization of the profit and the limit of the exposure to market risk within an acceptable level. The Group sells and purchases financial derivatives and financial instruments or financial liabilities for the purpose of controlling the market risk. In general, the Group applies hedge accounting in order to minimize the volatility of profit.

1) Currency risk

The Group is exposed to foreign currency risk arising from sales and purchases denominated in currencies other than functional currency. Main currencies used for these transactions are USD, JPY, CNY and EUR.

Details of foreign currencies and liabilities as of September 30, 2024 and December 31, 2023 are as follows (Korean won in millions and foreign currencies in thousands):

	Currency	September 30, 2024		December 31, 2023	
		Korean won equivalent	Foreign currencies	Korean won equivalent	Foreign currencies
Assets	USD	₩ 13,990,670	10,602,205	₩ 13,652,918	10,588,582
	JPY	126,290	13,660,209	136,740	14,982,526
	CNY	107,718	570,723	405,872	2,244,373
	EUR	360,287	244,418	493,118	345,662
	Others	749,819		567,599	
Liabilities	USD	₩ 19,340,208	14,656,114	₩ 18,761,399	14,550,488
	JPY	85,533	9,251,675	110,461	12,103,149
	CNY	1,003,772	5,318,278	1,155,280	6,388,412
	EUR	399,339	270,911	516,635	362,147
	Others	1,159,415		370,462	

Should the exchange rate of the aforementioned currencies fluctuate by 10%, the effects on equity would be as follows (Korean won in millions):

Currency	September 30, 2024		December 31, 2023	
	Increase by 10%	Decrease by 10%	Increase by 10%	Decrease by 10%
USD	₩ (393,726)	₩ 393,726	₩ (375,984)	₩ 375,984
JPY	3,000	(3,000)	1,934	(1,934)
CNY	(65,950)	65,950	(55,156)	55,156
EUR	(2,874)	2,874	(1,731)	1,731
Others	(30,146)	30,146	14,509	(14,509)

The Group is hedging currency risk by using derivative financial instruments such as currency swaps, currency forwards and others (See Note 21).

39. Financial risk management (cont'd)

2) Interest rate risk

Interest rate risk is the risk that the future cash flow of a financial instrument will fluctuate due to fluctuations in market interest rates. The Group maintains an appropriate balance between fixed-rate borrowings and variable-rate borrowings to manage interest rate risk, and hedging activities are regularly evaluated to appropriately adjust the interest rate status and defined risk propensity, and the optimal hedging strategy is applied (See Note 21).

(5) Capital risk management

The fundamental goal of capital management is to keep a sound financial structure. The Group is using the debt ratio, calculated as total debt divided by total amount of capital, as an indicator of capital management. The Group maintains a debt ratio of 156.2% as of September 30, 2024. The maturity of the debt is dispersed in the long term; so, debt-repayments are not demanding.

The Group's debt ratios as of September 30, 2024 and December 31, 2023 are as follows (Korean won in millions):

	September 30, 2024	December 31, 2023
Total liabilities	₩ 127,708,775	₩ 129,091,214
Total equity	81,764,093	77,879,050
Debt ratio	156.2%	165.8%

40. Events after the reporting period

(1) Merger of Subsidiaries of SKC Co., Ltd.

SKC Co., Ltd., a subsidiary company, resolved at the board meetings held on August 13, 2024, by SKCFT Holdings Co., Ltd. and SK Nexilis Co., Ltd., that SK Nexilis Co., Ltd. would absorb and merge with SKCFT Holdings Co., Ltd., with the merger completed on October 8, 2024.

SKC Co., Ltd., a subsidiary company, resolved at the board meetings held on August 20, 2024, by SK leavio Co., Ltd. and SK TBMGSTONE CO., LTD., that SK leavio Co., Ltd. would absorb and merge with SK TBMGSTONE CO., LTD., with the merger completed on October 8, 2024.

SKC Co., Ltd., a subsidiary company, decided at the general shareholders' meeting of ITMTC Co., Ltd. on September 20, 2024, to merge with Prowell Co., Ltd. with the merger date set for November 1, 2024.

(2) Transfer of Subsidiaries of SKC Co., Ltd.

SKC Co., Ltd., a subsidiary company, resolved at the board meeting of ISC Co., Ltd. on October 25, 2024, to enter into a contract to transfer all shares of its subsidiary, ISCM Co., Ltd., to a third party.

(3) SK Telecom Co., Ltd.'s Quarterly Dividend

SK Telecom Co., Ltd., a subsidiary, voted for a quarterly dividend at its board meeting dated October 24, 2024, and the main contents are as follows.

	Description
Dividends	₩830 per share (total amount : ₩176,696 million)
Market dividend rate	1.44%
Dividend base date	September 30, 2024
Dividend payout date	Payment is expected within November 13, 2024 based on Article 165-12 (3) of the Capital Markets and Financial Investment Business Act

40. Events after the reporting period (cont'd)

(4) Signing of a stock purchase agreement by SK Telecom Co., Ltd.

SK Telecom Co., Ltd., a subsidiary company, resolved at the board meeting held on November 13, 2024, to purchase a 24.76% stake in its subsidiary SK Broadband Co., Ltd. for ₩1,145,870 million based on an existing agreement among shareholders, and also signed a stock purchase agreement on the same date.

(5) Change in ownership stake held by SK Enmove Co., Ltd.

On September 30, 2024, pursuant to a board resolution, the subsidiary SK Innovation Co., Ltd. acquired 4,000,000 shares of SK Enmove Co., Ltd., a subsidiary held by Eco Solution Holdings Co., Ltd., on October 15, 2024, with the purpose of strengthening management rights. The related amount is ₩142,751 million, and the ownership stake after acquisition is 70.0%.

(6) SK On Co., Ltd. Paid-in Capital Increase

The subsidiary SK On Co., Ltd. conducted a third-party allotment paid-in capital increase on October 16, 2024, following a board resolution held on September 30, 2024. The amount of the capital increase is approximately ₩1,000,000 million, and the number of shares issued is 18,031,337 shares.

Additionally, SK On Co., Ltd. plans to conduct another third-party allotment paid-in capital increase in November 2024, following a board resolution held on November 6, 2024. The expected amount of the capital increase is approximately ₩500,000 million, and the number of shares to be issued is 9,015,667.

(7) SK E&S Co., Ltd.'s Treasury Stock Acquisition

After the reporting period ended, the subsidiary SK E&S Co., Ltd. resolved through a board meeting on October 15, 2024, to acquire its redeemable convertible preferred shares as treasury stock on October 18, 2024. To secure the obligations under the stock transfer agreement, SK E&S Co., Ltd. has established a pledge over all shares of E&S CITYGAS CO., LTD. and E&S CITYGAS BUSAN CO., LTD. held by SK E&S Co., Ltd. to the respective shareholders. The details of the shares to be acquired are as follows (Korean Won in million).

Issuer	Category	Shareholder	Number of shares acquired	Issuance amount
SK E&S Co., Ltd.	Non-Voting Redeemable Convertible Preferred Shares	Strada Holdco L.P.	4,094,293	₩ 2,400,000
	Series 1 Non-Voting Redeemable Convertible Preferred Shares	Corsa Holdco L.P.	625,000	367,500
	Series 2 Non-Voting Redeemable Convertible Preferred Shares	Corsa Holdco L.P.	625,000	367,500

(8) Issuance of Redeemable Convertible Preferred Shares by SK E&S Co., Ltd.

After the reporting period, on October 19, 2024, the subsidiary E&S CITYGAS CO., LTD. issued 1,000,000 non-voting redeemable convertible preferred shares with a total value of ₩2,400,000 million. After the reporting period, on October 15, 2024, SK E&S Co., Ltd. resolved through a board meeting that if the issuing company redeems the shares in cash, SK E&S Co., Ltd. will guarantee the redemption obligation of the issuing company to Strada Holdco L.P., either directly or by increasing capital in the issuing company, in an amount that achieves an internal rate of return (IRR) of 9.9% on the total subscription price.

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40. Events after the reporting period (cont'd)

After the reporting period, on October 19, 2024, the subsidiary E&S CITYGAS BUSAN CO., LTD. issued 306,250 non-voting redeemable convertible preferred shares with a total value of ₩735,000 million. After the reporting period, on October 15, 2024, SK E&S Co., Ltd. resolved through a board meeting that if the issuing company redeems the shares in cash, SK E&S Co., Ltd. will guarantee the redemption obligation of the issuing company to Corsa Holdco L.P., either directly or by increasing capital in the issuing company, in an amount that achieves an internal rate of return (IRR) of 9.9% on the total subscription price.

(9) Debt Acquisition by SK E&S Co., Ltd.

After the reporting period, on October 16, 2024, the subsidiary SK E&S Co., Ltd. purchased bearer bonds with warrants and subordinated capital securities issued by SK E&S Co., Ltd. from creditors to protect the creditors of the consolidated company. The details of the acquired debt are as follows (Korean Won in million).

Issuer	Bond	September 30, 2024	Amount for subscription	
SK E&S Co., Ltd.	13th-3 Unsecured Corporate Bond	₩ 50,000	₩ 40,000	
	14th-2 Unsecured Corporate Bond	110,000	73,400	
	14th-3 Unsecured Corporate Bond	80,000	38,000	
	14th-4 Unsecured Corporate Bond	110,000	110,000	
	15th-1 Unsecured Private Bond	80,000	80,000	
	15th-2 Unsecured Private Bond	40,000	40,000	
	15th-3 Unsecured Private Bond	30,000	30,000	
	16th-2 Unsecured Corporate Bond	120,000	100,000	
	16th-3 Unsecured Corporate Bond	120,000	80,000	
	16th-4 Unsecured Corporate Bond	110,000	100,000	
	3rd Series Won Hybrid Capital Securities	400,000	255,000	
	Paju Energy Service Co., Ltd.	1st-2 Bearer Unsecured Coupon Bond	190,000	190,000
		1st-3 Bearer Unsecured Coupon Bond	60,000	50,000
2nd-2 Bearer Unsecured Coupon Bond		50,000	40,000	
2nd-3 Bearer Unsecured Coupon Bond		50,000	30,000	
Narae Energy Service Co., Ltd.	1st-1 Bearer Unsecured Coupon Bond	200,000	100,000	
	1st-2 Bearer Unsecured Coupon Bond	50,000	10,000	
Yeoju Energy Service Co., Ltd.	1st-1 Bearer Unsecured Coupon Public Bond	130,000	100,000	
	1st-2 Bearer Unsecured Coupon Public Bond	70,000	70,000	

(10) Bond Issuance by SK E&S Co., Ltd.

After the reporting period, the subsidiary SK E&S Co., Ltd. issued unsecured private placement bonds, which were fully redeemed on the maturity date. The detailed issuance information is as follows (Korean won in million).

Unsecured private bond	Issue date	Maturity date	Rate	Issuance amount
21st	2024-10-17	2024-10-24	3.90%	₩ 2,800,000