

INDEPENDENT ASSURANCE STATEMENT

Introduction

SK innovation Co., Ltd(hereinafter referred to as "SK innovation") commissioned DNV GL Business Assurance Korea Ltd.(hereinafter referred to as "DNV GL"), part of DNV GL Group, to undertake independent assurance of the SK innovation Sustainability Report 2015 (the "Report"). The directors of SK innovation have sole responsibility for the preparation of the Report. The responsibility of DNV GL in performing the assurance work is to the management of SK innovation in accordance with the terms of reference. DNV GL's assurance engagements are based on the assumption that the data and information provided by the client to us as part of our review have been provided in good faith.

Scope of assurance

The scope of assurance included a review of sustainability activities and performance data over the reporting period 1st January to 31st December 2015. This included:

- > Evaluation of the principles for defining the sustainability report content in the Global Reporting Initiative(GRI) Sustainability Reporting Guidelines 4.0
- > Verification of disclosures to check the Report is prepared 'In accordance' with the GRI Guidelines G4(Core option)(Verification on aggregated level of data and activities that refers to the period between January and December in 2015)
- > Evaluation of the process for determining material aspects for reporting and the management approach to material issues and the process for generating, gathering and managing the quantitative and qualitative data in the Report.

Basis of our opinion

We performed our work using DNV GL's assurance methodology VeriSustain™, which is based on our professional experience, international assurance best practice including International Standard on Assurance Engagements 3000(ISA 3000). We applied the limited level of assurance. The audit was carried out in July and August 2016. The site visits were made to SK innovation Head office in Seoul and Ulsan complex in Korea. We undertook the following activities as part of the assurance process:

- > challenged the sustainability-related statements and claims made in the Report and assessed the robustness of the underlying data management system, information flow and controls;
- > interviewed representatives from the various departments;
- > conducted document reviews, data sampling and interrogation of supporting databases and associated reporting system and associated reporting systems as they relate to selected content and performance data;
- > reviewed the outcomes of stakeholder consultation report and the materiality assessment report.

Limitations

The engagement excludes the sustainability management, performance and reporting practices of SK innovation' associated companies, subsidiaries, suppliers, contractors and any third-parties except for SK innovation, 5 major Subsidiaries and SKIGT(R&D center in Daedeok) mentioned in the Report. DNV GL did not interview external stakeholders as part of this Assurance Engagement. Economic performance based on the financial data is cross-checked with internal documents, the audited consolidated financial statements and the announcement disclosed at the website of Korea Financial Supervisory Service(<http://dart.fss.or.kr>) as well as SK innovation's website (<http://www.skinnovation.com>). These documents, financial statements and the announcements are not included in this Assurance Engagement. Limited depth of evidence gathering including inquiry and analytical procedures and limited sampling at lower levels in the organization were applied. The baseline data for Environmental and Social performance are not verified, while the aggregated data at the corporate level are used for the verification. DNV GL expressly disclaims any liability or co-responsibility for any decision a person

or an entity may make based on this Assurance Statement.

Opinion and Observation

On the basis of the work undertaken, nothing comes to our attention to suggest that the Report does not properly describe the adherence to the Principles for defining report content in GRI G4 nor is prepared 'in accordance' with GRI Sustainability Reporting Guidelines G4, Core option. The verification team has observed that there is general awareness of sustainability context across all different levels of the organization. Further opinions with regards to the adherence to the following Principles are made below;

Stakeholder Inclusiveness

SK innovation has identified internal and external stakeholder groups such as Shareholders, Employees, Suppliers, Local Communities and Customers. SK innovation engages with the stakeholders at the company and business unit levels through various channels. SK innovation organized stakeholders survey to listen to their interests and expectations on the sustainability issues. The report presents key issues of respective stakeholders which were considered during evaluating the materiality assessment process.

It is recommended to document the stakeholder engagement process and its outcomes for reliability and improvement of reporting,

Sustainability Context

The report covers the sustainability context of economic, environmental and social aspects by addressing the background and importance of key issues.

Materiality

SK innovation has conducted the materiality assessment to prepare the 2015 Report and presents the result in the Report. The relevant issues were formed from the internal and external sources such as various global standards, the media and industry peer group reports. The issues are prioritized based on the opinion of internal and external experts and stakeholders survey result. The audit team has reviewed and confirmed that the main issues selected through the materiality assessment process included in the report.

It is recommended to document the materiality assessment process and its outcomes for reliability and improvement of reporting,

Completeness

SK innovation has reported the organizational performance on key issues of sustainability taking into account the economic, environmental and social impacts. The audit team has not found material omissions or errors in the Report when it comes to reporting boundary and material aspects.

Accuracy and Reliability

Any errors and misstatements identified during the engagement were corrected prior to the Report being published. Data and information contained in the report has been described in an accurate and reliable way on the basis of sample checked and the information provided by SK innovation.

Although, different ranges of reporting are applied to some indicators depending on the circumstances of companies and sites, it is desirable to apply the same range of reporting for meaningful and comparable information for the key indicators.

Competence and Independence

DNV GL Business Assurance is part of DNV GL Group and a global provider of certification, verification, assessment and training services, helping customers to build sustainable business performance. Our environmental and social assurance specialists are present in over 100 countries. The assurance work was performed by independent team which meets DNV GL's competence requirements. DNV GL was not involved in the preparation of any statements or data included in the Report except for this Assurance Statement.



5 Aug 2016
Seoul, Korea
In Kyoon Ahn Country Representative
DNV GL Business Assurance Korea Ltd.