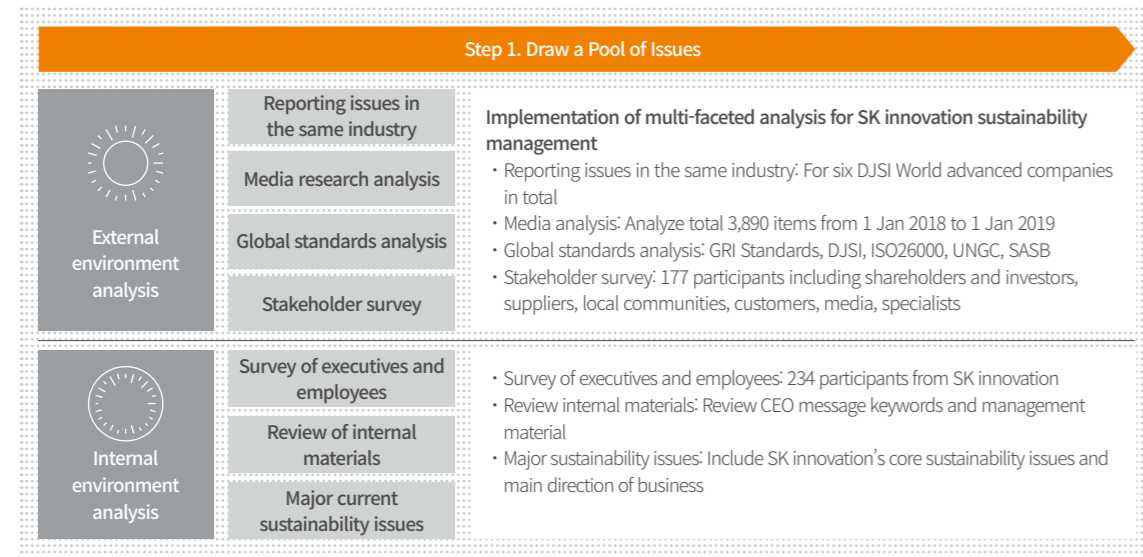


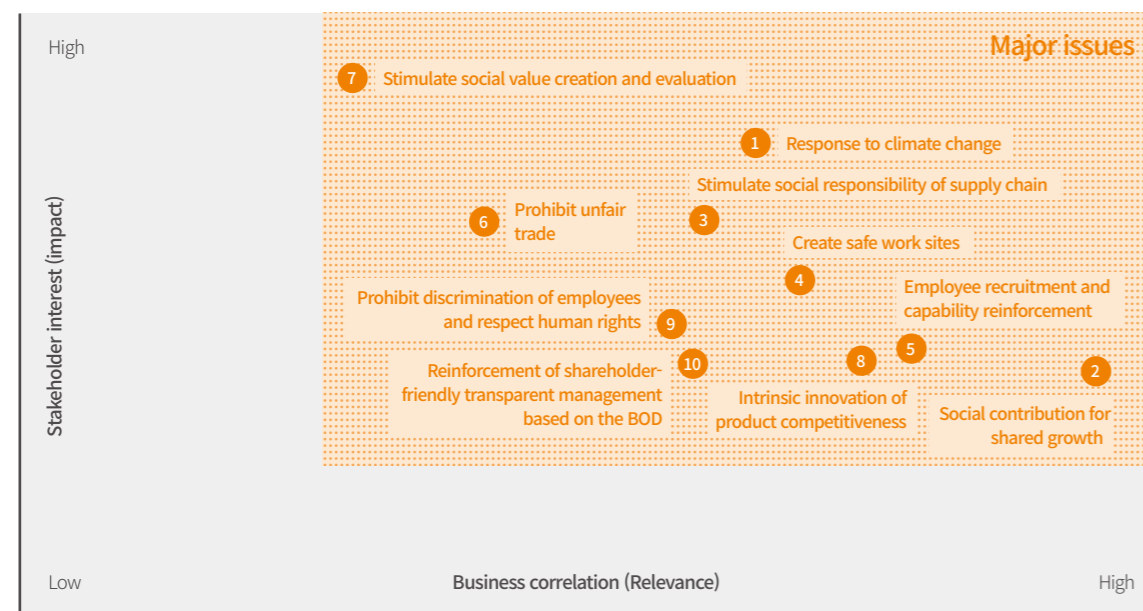
Materiality Test

SK innovation conducted internal and external environmental analyses for global sustainability trend, major industrial reporting issues and current management issues in the company to draw company's material sustainability issues and identified stakeholders' opinions and needs by conducting a survey for core stakeholders.

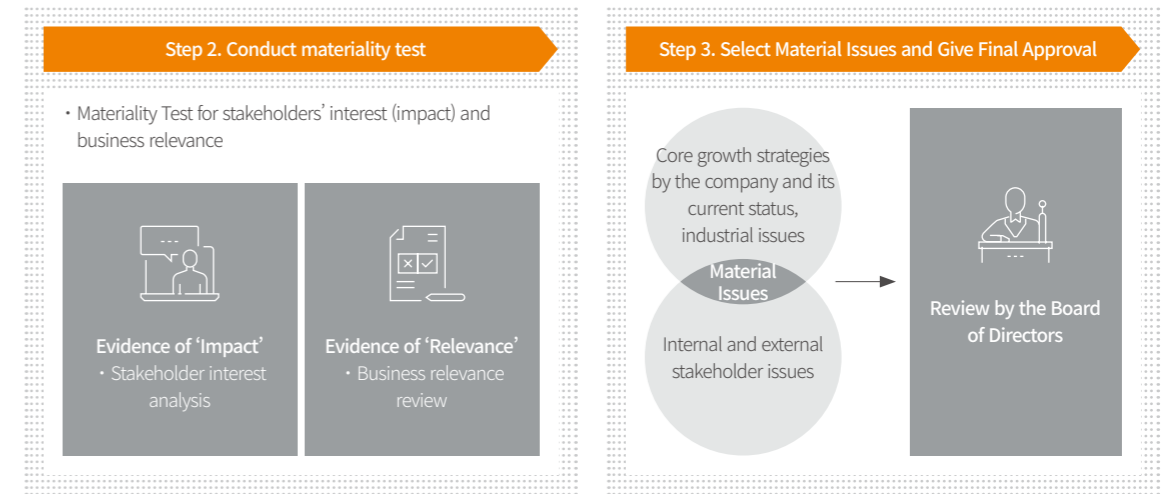
Draw a pool of major issues



Materiality test matrix



In the pool of issues identified by multi-faceted analysis, SK innovation identified material issues by considering stakeholders' interest (impact) and business relevance and a final review was conducted by the BOD. As a result of the materiality test process, 10 material issues from a total of 35 were selected in 2018.



Reports on Major Issues

Type	GRI Standards aspect	Issue	Stakeholder evaluation on impact				
			Financial	Image	Management	Strategy	Page
1	Emission	Response to climate change				○	54-55
2	Local community	Social contribution for shared growth		○			61-63
3	Social impact assessment of supply chain	Drive social responsibility of supply chain		○			58-60
4	Industry SHE	Create a safe work site			○		56-57
5	Employment, training and education	Improve employee employment process and employee skills			○		76-81
6	Actions to deter competition	Prevent unfair trade			○		72-75
7	Indirect economic effect	Create social value and stimulate evaluation				○	48-51
8	Financial performance	Innovate intrinsic product competitiveness	○				38-43
9	Human rights assessment	Prohibit employee discrimination and respect human rights			○		81
10	Governance	Enhance stakeholder-friendly transparency based on BOD		○			66-69