SK Innovation
2026 1Q Earnings Release

May 2026 | Investor Relations

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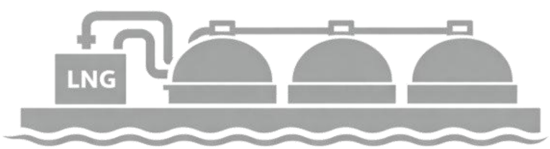
Financial results for 1Q 2026 are subject to change according to the audit by the external independent auditor.

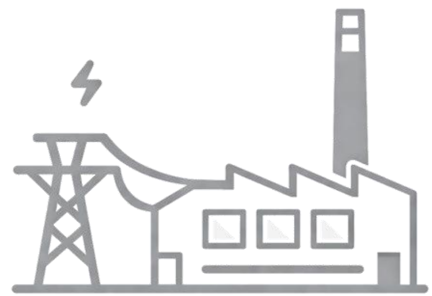
Highlights

First LNG Cargo from Australia's CB Gas Field, **Strengthens National Energy Security**



- First LNG cargo from the CB Gas Field arrives at the Chungnam Boryeong LNG Terminal
- Strengthening long-term stable supply, amid severe LNG volatility due to geopolitical uncertainty

Selected as project operator for the Quynh Lap LNG power project in Vietnam, **marking a full-scale entry into the global market**



- Construction of 1,500MW combined-cycle power plant and LNG terminal
- First domestic private company to replicate a completed overseas LNG value chain model

SK On wins over 50% of government ESS bid, **building momentum for ESS expansion**

- SK On wins over 3 projects in the second ESS government tender
- Secured 284 MW, 50.3% of the total capacity, to be supplied by the end of 2027

Key Financial Results

Financial Result

(Unit: KRW in Billion)

Type	'25.4Q	'26.1Q	QoQ	FY 2025
Revenue	19,671.3	**24,212.1**	*+4,540.8*	80,296.1
Operating Profit	295.3	**2,162.2**	*+1,866.9*	448.7
EBITDA	1,123.9	**2,935.3**	*+1,811.4*	3,694.1
Non-Operating Profit	-4,706.3	**-767.3**	*+3,939.0*	-6,317.5
Profit Before Tax	-4,411.0	**1,394.9**	*+5,805.9*	-5,868.8

Balance Sheet

(Unit: KRW in Trillion)

Type	'25 end	'26.1Q	vs '25 end
Assets	**105.6**	**110.1**	***+4.5***
- Cash, etc.	16.3	14.2	*-2.1*
- Account receivable	6.1	9.3	*+3.2*
- Inventory	9.6	9.5	*-0.1*
- Tangible & intangible assets	49.5	51.4	*+1.9*
Liabilities	**69.2**	**72.0**	***+2.8***
- Account payable	9.1	9.3	*+0.2*
- Debt	38.9	38.8	*-0.1*
Shareholder's equity	**36.4**	**38.1**	***+1.7***
- Debt/Equity	190%	189%	*-1%p*
Net Debt	**22.6**	**24.6**	***+2.0***

Business Performance

(Unit: KRW in Billion)

Type	Revenue					Operating Profit				
	'25.1Q	'25.4Q	'26.1Q	QoQ	YoY	'25.1Q	'25.4Q	'26.1Q	QoQ	YoY
SK Energy	10,174.0	9,382.0	**11,978.6**	*+2,596.6*	*+1,804.6*	-125.9	282.7	**1,283.2**	*+1,000.5*	*+1,409.1*
SK Geo Centric	3,037.8	2,822.2	**3,213.0**	*+390.8*	*+175.2*	-81.1	-5.5	**127.5**	*+133.0*	*+208.6*
SK Enmove	1,185.1	1,126.3	**1,222.3**	*+96.0*	*+37.2*	122	181.1	**188.5**	*+7.4*	*+66.5*
SK Incheon Petrochem	2,289.3	2,385.7	**3,015.4**	*+629.7*	*+726.1*	-25.6	52.7	**647.1**	*+594.4*	*+672.7*
SK Earthon*	110.4	89.6	**117.7**	*+28.1*	*+7.3*	51.1	25.7	**64.7**	*+39.0*	*+13.6*
SK On**	1,605.4	1,457.2	**1,791.2**	*+334.0*	*+185.8*	-299.4	-440.8	**-349.2**	*+91.6*	*-49.8*
SK Trading Internatinoal	13,292.4	11,480.4	**15,109.2**	*+3,628.8*	*+1,816.8*	147.1	128.0	**15.6**	*-112.4*	*-131.5*
SK IE Technology	58.3	41.8	**35.9**	*-5.9*	*-22.4*	-69.6	-75.7	**-73.2**	*+2.5*	*-3.6*
SK Innovation E&S	3,896.4	3,151.6	**3,696.1**	*+544.5*	*-200.3*	199.9	118.0	**283.2**	*+165.2*	*+83.3*
Others***	-14,622.9	-12,265.5	**-15,967.2**	*-3,701.7*	*-1,344.3*	50.8	29.1	**-25.2**	*- 54.3*	*-76.0*
Total	21,026.2	19,671.3	**24,212.1**	*+4,540.8*	*+3,186.0*	-30.7	295.3	**2,162.2**	*+1,866.9*	*2,192.9*

* Peru block earnings not included
** Battery Business (merged entity operating profit for the current period: KRW -145.1 Billion)
***Others: Peru block, staff, consolidation adjustment, etc.

Look-back and Outlook

Key Company	'26.1Q Look-Back	'26.2Q Outlook
SK Energy	▪ Operating profit improved QoQ on higher one-off inventory gains, driven by rising oil prices amid Middle East geopolitical risks	▪ Despite uncertainty, production and logistics normalization expected to take time even after conflict is resolved
SK Geo Centric	▪ Improved earnings driven by aromatic spreads and inventory gains from increased naphtha price, etc. ▪ Additional profit increase through cost efficiency and fixed cost reductions	▪ Despite earning improvement from lagging product prices and wider spreads, oil price trends may drive volatility stemming from inventory effect, etc.
SK Enmove	▪ Operating profit rose slightly QoQ backed by inventory effects, despite lower margins from higher oil prices	▪ Despite ongoing uncertainty, tight supply amid competitor disruptions and feedstock issues may improve spread
SK Earthon	▪ Operating profit rose QoQ on higher oil and gas price	▪ Despite ongoing geopolitical uncertainty, earnings expected to remain resilient backed by robust integrated selling price
SK On*	▪ Operating loss narrowed QoQ due to Europe/Asia sales volumes recovery despite weaker North American sales	▪ Battery long-term profitability to improve on Europe sales growth and North America ESS expansion
SK Innovation E&S	▪ Operating profit rose QoQ fueled by higher city gas sales from winter heating demand and stronger SMP	▪ Expect city gas slowdown due to seasonal off-peak, with long-term inventory buildup and planned plant maintenance to ensure stable power supply during the hot season

* Battery Business

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