

KUMHO PETROCHEMICAL CO., LTD.

Separate Statements of Cash Flows

For the years ended December 31, 2017 and 2016

In millions of won

	2017	2016
Cash flows from operation activities		
Cash generated from operation activities	₩ 374,481	291,457
Interest received	957	604
Interest paid	(48,887)	(46,838)
Dividends received	11,006	12,091
Income tax paid	(18,491)	(24,558)
Net cash provided by operating activities	319,066	232,756
Cash flows from investing activities		
Increase in short-term loans	-	(6,189)
Increase in long-term loans	(213)	(454)
Collection of long-term loans	187	266
Increase in short-term financial instruments	-	(1,500)
Proceeds from sales of short-term financial instruments	-	5,000
Acquisition of property, plant and equipment	(49,565)	(176,592)
Proceeds from sales of property, plant and equipment	4,735	1,428
Acquisition of intangible assets	(672)	(1,648)
Proceeds from sales of intangible assets	68	32
Acquisition of investments in subsidiaries and associates	(2,076)	(5,686)
Acquisition of available-for-sale financial assets	(2,900)	-
Proceeds from sales of available-for-sale financial assets	72	1
Proceeds from sales of non-current assets held for sale	-	4,187
Net cash used in investing activities	₩ (50,364)	(181,155)

In millions of won

	2017	2016
Cash flows from financing activities		
Net proceeds(repaysments) of short-term borrowings	(34,907)	247,302
Proceeds from issuance of bonds	144,562	91,726
Proceeds from long-term borrowings	118,300	50,000
Repayments of current portion of long-term borrowings	(439,078)	(254,719)
Payments of derivative instruments	(3,034)	-
Repayments of other payables	(220)	-
Dividends paid	(22,094)	(22,470)
Net cash provided by(used in) financing activities	(236,471)	111,839
Effect of exchange rate fluctuations on cash held	(496)	50
Net increase(decrease) in cash and cash equivalents	31,735	163,490
Cash and cash equivalents at beginning of year	166,412	2,922
Cash and cash equivalents at end of year	₩ 198,147	166,412