

DOOSAN CORPORATION AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31, 2015 AND 2014

	2015	2014
	(In Korean won)	
CASH FLOWS FROM OPERATING ACTIVITIES:		
Cash generated from operations	₩734,241,262,435	₩1,529,843,978,678
Net income	(1,700,809,954,280)	33,249,466,961
Adjustments	3,051,788,125,271	1,855,219,568,010
Changes in operating assets and liabilities	(616,736,908,556)	(358,625,056,293)
Interest received	45,793,627,378	63,933,191,256
Interest paid	(636,063,143,146)	(683,844,575,016)
Dividends received	3,928,381,230	3,632,436,321
Income tax paid	(165,669,826,876)	(266,775,189,713)
Net cash provided by operating activities	(17,769,698,979)	646,789,841,526
 CASH FLOWS FROM INVESTING ACTIVITIES:		
Cash inflows from investing activities:		
Decrease of short-term financial instruments	142,213,619,030	196,477,880,463
Disposal of short-term investment securities	83,543,756,781	17,616,425,218
Decrease in short-term loans	-	79,065,051,970
Decrease in long-term financial instruments	11,164,950,670	4,431,747,297
Disposal of long-term investment securities	17,624,859,170	6,953,704,798
Decrease in long-term loans	133,628,693,543	79,843,391,941
Disposal of investment in subsidiaries	126,667,468,493	-
Disposal of investments in associates	5,999,506,443	6,477,773,289
Disposal of property, plant and equipment	19,272,546,182	16,419,953,473
Disposal of intangible assets	2,548,927,707	4,551,388,109
Disposal of investment properties	1,697,101,473	2,091,798,861
Disposal of assets classified as held for sale	-	9,665,880,000
Business combinations	-	778,887,608
Disposal of investment in subsidiaries	128,317,226,465	106,947,410,563
Subtotal	672,678,655,957	531,321,293,590
Cash outflows for investing activities:		
Increase in short-term loans	49,560,469,402	-
Increase in long-term financial instruments	56,269,210,156	1,117,551,401
Acquisition of long-term investment securities	12,593,229,612	21,083,476,734
Increase in long-term loans	222,113,182,861	300,145,768,756
Acquisition of investments in associates	1,108,000,000	268,400,000
Acquisition of property, plant and equipment	407,476,893,300	453,279,867,205
Acquisition of intangible assets	265,452,810,249	270,151,736,196
Acquisition of investment properties	4,124,092,829	15,235,455,050
Acquisition of investment in subsidiaries	99,741,046,523	81,026,530,296
Subtotal	(1,118,438,934,932)	(1,142,308,785,638)
Net cash used in investing activities	(445,760,278,975)	(610,987,492,048)

(Continued)

DOOSAN CORPORATION AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS (CONTINUED)
FOR THE YEARS ENDED DECEMBER 31, 2015 AND 2014

	2015	2014
	(In Korean won)	
CASH FLOWS FROM FINANCING ACTIVITIES:		
Cash inflows from financing activities:		
Increase in short-term borrowings	₩1,392,926,536,188	₩719,974,726,891
Increase in asset-backed loans	1,294,518,541,269	1,028,000,000,000
Issuance of bonds	710,193,878,690	697,988,561,247
Increase in long-term borrowings	993,348,752,328	3,092,390,805,744
Exercise of share option	-	290,340,000
Capital increase by issuing new shares of subsidiaries	916,677,759,896	287,004,537,078
Disposal of Treasury stock in subsidiaries	-	3,963,729,410
Others	2,198,453,571	75,600,000
	<u>5,309,863,921,942</u>	<u>5,829,688,300,370</u>
Subtotal		
Cash outflows for financing activities:		
Decrease in asset-backed loans	1,203,450,000,000	829,350,000,000
Repayment of bonds	748,124,548,164	1,234,033,670,621
Repayment of long-term borrowings	1,936,885,391,479	3,122,755,402,602
Repayment of financial lease liabilities	11,645,601,449	-
Acquisition of Treasury stock	59,201,998,780	61,224,106,520
Acquisition of Treasury stock in subsidiaries	9,997,743,330	-
Payment of dividends	208,346,324,506	133,818,906,850
Payment of dividends on capital securities	18,500,625,000	17,218,500,000
Additional acquisition of investments in subsidiaries	-	5,478,843,625
	<u>(4,196,152,232,708)</u>	<u>(5,403,879,430,218)</u>
Subtotal		
Net cash provided by financing activities	<u>1,113,711,689,234</u>	<u>425,808,870,152</u>
EFFECT OF EXCHANGE RATE CHANGES IN CASH AND CASH EQUIVALENTS	<u>(8,585,712,337)</u>	<u>(29,050,983,420)</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	641,595,998,943	432,560,236,210
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF YEAR	<u>1,691,010,038,687</u>	<u>1,258,449,802,477</u>
CASH AND CASH EQUIVALENTS AT THE END OF YEAR	<u>₩2,332,606,037,630</u>	<u>₩1,691,010,038,687</u>

(Concluded)

The accompanying notes are an integral part of these consolidated financial statements.