

DOOSAN CORPORATION
SEPARATE STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31, 2013 AND 2012

	2013	2012
	(In Korean won)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash generated from operations:	₩175,682,828,147	₩219,661,208,648
Net income	149,688,055,705	85,407,214,141
Adjustments	23,012,895,197	77,595,063,887
Changes in operating assets and liabilities	2,981,877,245	56,658,930,620
Interest received	3,562,917,484	6,192,095,536
Interest paid	(36,520,280,877)	(36,381,240,831)
Dividends received	102,054,304,158	47,672,413,519
Income tax paid	(13,430,633,473)	(29,702,537,089)
Net cash provided by operating activities	<u>231,349,135,439</u>	<u>207,441,939,783</u>
 CASH FLOWS FROM INVESTING ACTIVITIES		
Cash inflows from investing activities:		
Decrease in short-term financial instruments	6,704,140,980	-
Decrease in short-term loans	173,846,000	1,129,782,031
Decrease in long-term financial instruments	-	3,000,000
Disposal of long-term investment securities	2,224,618,628	25,570,884
Disposal of investments in subsidiaries	108,178,733	-
Disposal of investments in associates	279,031,676	5,952,137,400
Disposal of property, plant and equipment	1,905,282,492	1,459,963,272
Disposal of intangible assets	1,256,454,547	518,672,727
Disposal of investment property	5,100,000,000	-
Decrease in long-term loans	1,054,247,131	-
Increase by transfer of operations	776,511,911	6,165,706,727
Increase by merger	21,570,641,618	196,314,942
Increase in government subsidy	69,925,538	229,337,037
Subtotal	<u>41,222,879,254</u>	<u>15,680,485,020</u>
Cash outflows for investing activities:		
Increase in short-term financial instruments	-	8,629,505,723
Purchase of long-term investment securities	50,121,456	7,000,000,000
Purchase of investments in subsidiaries	220,017,911,530	23,443,767,800
Purchase of investments in associates	-	891,220,949
Acquisition of property, plant and equipment	42,745,729,888	61,253,286,860
Acquisition of intangible assets	3,953,496,501	3,881,334,120
Increase in long-term loans	2,017,000,000	1,492,944,705
Subtotal	<u>(268,784,259,375)</u>	<u>(106,592,060,157)</u>
Net cash used in investing activities	<u>₩(227,561,380,121)</u>	<u>₩(90,911,575,137)</u>

(Continued)

DOOSAN CORPORATION
SEPARATE STATEMENTS OF CASH FLOWS (CONTINUED)
FOR THE YEARS ENDED DECEMBER 31, 2013 AND 2012

	2013	2012
(In Korean won)		
CASH FLOWS FROM FINANCING ACTIVITIES		
Cash inflows from financing activities		
Increase in short-term borrowings	₩51,294,291,258	₩-
Issuance of bonds	99,512,500,000	99,490,700,000
Increase in long-term borrowings	199,974,147,180	155,000,000,000
Exercise of share option	2,528,359,000	1,012,954,000
Subtotal	353,309,297,438	255,503,654,000
Cash outflows for financing activities		
Repayment in short-term borrowings	-	59,986,256,261
Repayment of bonds	40,000,000,000	116,962,384,436
Repayment of long-term borrowings	245,180,128,506	96,362,835,200
Acquisition of treasury stock	36,132,480,960	47,030,599,185
Payment of dividends	74,299,721,600	65,302,513,100
Equity spin off	-	3,000,000,000
Subtotal	(395,612,331,066)	(388,644,588,182)
Net cash used in financing activities	(42,303,033,628)	(133,140,934,182)
EFFECT OF EXCHANGE RATE CHANGES ON CASH AND CASH EQUIVALENTS	(2,470,246)	259,923
NET DECREASE IN CASH AND CASH EQUIVALENTS	(38,517,748,556)	(16,610,309,613)
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	139,232,864,850	155,843,174,463
CASH AND CASH EQUIVALENTS AT END OF YEAR	₩100,715,116,294	₩139,232,864,850

(Concluded)

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