

Doosan Corporation and its subsidiaries
Consolidated statements of cash flows
for the years ended December 31, 2019 and 2018

(Korean won)

	Notes	2019	2018
Cash flows from operating activities			
Cash generated from operating activities:	36		
Profit (loss) for the year	₩	433,106,772,532	₩ (340,510,994,514)
Adjustments		1,623,635,522,088	2,294,576,298,861
Changes in operating assets and liabilities		(540,760,397,512)	(299,659,338,989)
		1,515,981,897,108	1,654,405,965,358
Interest received		53,316,655,318	52,894,921,686
Interest paid		(553,922,910,286)	(520,678,018,777)
Dividends received		3,235,230,530	6,131,074,238
Income tax paid		(234,444,744,751)	(170,862,947,484)
Net cash flows from operating activities		784,166,127,919	1,021,890,995,021
Cash flows from investing activities			
Cash inflows from investing activities:			
Decrease in short-term financial instruments		258,648,761,815	-
Disposal of short-term investment securities		20,202,935,481	200,977,779,377
Decrease in short-term loans		33,700,704,598	40,234,589,282
Decrease in long-term financial instruments		18,356,299,775	26,546,592,648
Disposal of long-term investment securities		23,993,375,220	14,396,075,445
Decrease in long-term loans		290,689,144,370	139,372,222,152
Disposal of investments in subsidiaries		-	18,190,238,952
Disposal of investments in associates and joint ventures		8,579,413,180	11,804,517,500
Disposal of property, plant and equipment		163,377,493,662	36,706,994,068
Disposal of intangible assets		4,171,598,941	3,788,564,450
Changes in other investing activities		3,189,537,570	-
		824,909,264,612	492,017,573,874
Cash outflows from investing activities:			
Increase in short-term financial instruments		149,179,304,646	120,431,705,357
Acquisition of short-term investment securities		115,929,290,226	80,025,034,640
Increase in short-term loans		54,777,628,577	-
Increase in long-term financial instruments		16,290,764,922	74,883,814,919
Acquisition of long-term investment securities		43,108,601,125	39,738,983,624
Increase in long-term loans		323,333,844,774	286,671,129,881
Acquisition of investments in associates and joint ventures		35,114,658,377	95,313,389,188
Acquisition of property, plant and equipment		571,905,200,294	384,081,509,067
Acquisition of intangible assets		435,658,146,219	336,396,271,637
Acquisition of investment properties		5,184,107,185	2,020,843,087
Acquisition of business		-	3,628,065,810
Changes in other investing activities		10,264,067,944	11,907,323,457
		(1,760,745,614,289)	(1,435,098,070,667)
Net cash flows used in investing activities		(935,836,349,677)	(943,080,496,793)

(Continued)

Doosan Corporation and its subsidiaries
Consolidated statements of cash flows
for the years ended December 31, 2019 and 2018 (cont'd)
(Korean won)

Cash flows from financing activities	Notes	2019	2018
Cash inflows from financing activities:			
Increase in short-term borrowings	₩	1,434,539,535,848	₩ -
Increase in asset-backed loans		2,432,710,604,939	2,384,612,406,111
Issuance of bonds		1,036,540,163,926	1,074,653,665,909
Increase in long-term borrowings		1,019,049,366,553	2,766,197,282,126
Paid-in capital increase of subsidiaries		334,978,858,650	-
Exercise of stock warrants of subsidiaries		328,387,231	31,647,475,060
Disposal of part of investments by subsidiaries		-	507,593,227,099
		6,258,146,917,147	6,764,704,056,305
Cash outflows from financing activities:			
Decrease in short-term borrowings		-	1,124,794,106,878
Decrease in asset-backed loans		2,448,799,594,810	2,204,081,747,692
Repayment of bonds		1,381,296,951,282	1,343,059,134,384
Repayment of long-term borrowings		2,174,268,051,823	1,474,238,855,134
Repayment of finance lease liabilities		107,696,417,913	11,502,834,836
Decrease of stock options		-	877,900
Payment of dividends		171,613,303,723	242,420,079,677
Acquisition of treasury stocks in subsidiaries		592,076,206	135,234,686
Capital share issue costs in subsidiaries		-	8,247,908,039
Repayment of redeemable convertible preference shares in subsidiaries		318,344,218,152	-
Repayment of hybrid bonds		-	345,431,018,268
		(6,602,610,613,909)	(6,753,911,797,494)
Net cash flows provided by financing activities		(344,463,696,762)	10,792,258,811
Effects of exchange rate changes on cash and cash equivalents			
		47,381,103,892	21,986,315,836
Decrease in cash and cash equivalents by spin off	37	(166,602,665,958)	-
Net increase (decrease) in cash and cash equivalents		(615,355,480,586)	111,589,072,875
Cash and cash equivalents, beginning of the year		2,456,189,369,971	2,344,600,297,096
Cash and cash equivalents, end of the year	₩	1,840,833,889,385	₩ 2,456,189,369,971

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