

DOOSAN CORPORATION AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31, 2014 AND 2013

	2014	2013
	(In Korean won)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash generated from operations	₩1,529,843,978,678	₩1,215,437,372,905
Net income	33,249,466,961	130,167,997,406
Adjustments	1,855,219,568,010	1,938,256,122,312
Changes in operating assets and liabilities	(358,625,056,293)	(852,986,746,813)
Interest received	63,933,191,256	75,207,923,701
Interest paid	(683,844,575,016)	(762,780,166,861)
Dividends received	3,632,436,321	6,754,831,670
Income tax paid	(266,775,189,713)	(151,258,402,361)
Net Cash Provided by Operating Activities	<u>646,789,841,526</u>	<u>383,361,559,054</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Cash inflows from investing activities		
Decrease of short-term financial instruments	196,477,880,463	-
Disposal of short-term investment securities	17,616,425,218	20,365,520,440
Decrease in short-term loans	79,065,051,970	-
Decrease in long-term financial instruments	4,431,747,297	10,383,994,277
Disposal of long-term investment securities	6,953,704,798	95,670,513,742
Decrease in long-term loans	79,843,391,941	28,553,101,355
Disposal of investments in associates	6,477,773,289	279,031,676
Disposal of property, plant and equipment	16,419,953,473	117,118,367,182
Disposal of intangible assets	4,551,388,109	5,882,482,848
Disposal of investment properties	2,091,798,861	66,745,998,106
Disposal of assets classified as held for sale	9,665,880,000	4,872,000,000
Business combinations	778,887,608	-
Disposal of investment in subsidiaries	106,947,410,563	-
Others	-	275,953,207
Subtotal	<u>531,321,293,590</u>	<u>350,146,962,833</u>
Cash outflows for investing activities		
Increase in short-term financial instruments	-	289,686,475,192
Increase in short-term loans	-	269,714,576,301
Increase in long-term financial instruments	1,117,551,401	22,250,162,450
Acquisition of long-term investment securities	21,083,476,734	28,518,247,796
Increase in long-term loans	300,145,768,756	24,627,850,063
Acquisition of investments in associates	268,400,000	72,999,741,669
Acquisition of property, plant and equipment	453,279,867,205	503,846,434,550
Acquisition of intangible assets	270,151,736,196	274,609,767,599
Acquisition of investment properties	15,235,455,050	2,519,425,745
Acquisition of investment in subsidiaries	81,026,530,296	-
Subtotal	<u>(1,142,308,785,638)</u>	<u>(1,488,772,681,365)</u>
Net Cash Used in Investing Activities	<u>(610,987,492,048)</u>	<u>(1,138,625,718,532)</u>

(Continued)

DOOSAN CORPORATION AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS (CONTINUED)
FOR THE YEARS ENDED DECEMBER 31, 2014 AND 2013

	2014	2013
	(In Korean won)	
CASH FLOWS FROM FINANCING ACTIVITIES		
Cash inflows from financing activities		
Increase in short-term borrowings	₩719,974,726,891	₩ -
Increase in asset-backed loans	1,028,000,000,000	620,000,000,000
Issuance of bonds	697,988,561,247	1,372,313,983,500
Increase in long-term borrowings	3,092,390,805,744	1,568,388,491,690
Exercise of share option	290,340,000	2,528,359,000
Capital increase by issuing new shares of subsidiaries	287,004,537,078	883,915,834,022
Disposal of treasury stock in subsidiaries	3,963,729,410	299,918,800,070
Others	75,600,000	334,958,000
Subtotal	<u>5,829,688,300,370</u>	<u>4,747,400,426,282</u>
Cash outflows for financing activities		
Repayment of short-term borrowings	-	632,441,631,704
Decrease in asset-backed loans	829,350,000,000	656,800,000,000
Repayment of bonds	1,234,033,670,621	1,868,494,643,523
Repayment of long-term borrowings	3,122,755,402,602	1,563,590,274,033
Acquisition of treasury stock	61,224,106,520	36,132,480,960
Acquisition of treasury stock in subsidiaries	-	11,768,002,116
Payment of dividends	133,818,906,850	118,611,387,600
Payment of dividends on capital securities	17,218,500,000	17,862,000,000
Additional acquisition of investments in subsidiaries	5,478,843,625	111,831,153,520
Subtotal	<u>(5,403,879,430,218)</u>	<u>(5,017,531,573,456)</u>
Net Cash Provided by (Used in) Financing Activities	<u>425,808,870,152</u>	<u>(270,131,147,174)</u>
EFFECT OF EXCHANGE RATE CHANGES IN CASH AND CASH EQUIVALENTS	<u>(29,050,983,420)</u>	<u>10,506,071,452</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	432,560,236,210	(1,014,889,235,200)
CASH AND CASH EQUIVALENTS, AT BEGINNING OF YEAR	<u>1,258,449,802,477</u>	<u>2,273,339,037,677</u>
CASH AND CASH EQUIVALENTS, AT END OF YEAR	<u><u>₩1,691,010,038,687</u></u>	<u><u>₩1,258,449,802,477</u></u>

(Concluded)

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