

KUMHO PETROCHEMICAL CO., LTD. AND SUBSIDIARIES

Consolidated Statements of Cash Flows

For the years ended December 31, 2022 and 2021

<i>(In millions of won)</i>	2022	2021
Cash flows from operating activities:	513,533	2,127,031
Cash generated from operating activities	1,200,126	2,366,243
Interest received	28,801	4,757
Interest paid	(24,584)	(18,946)
Dividends received	56,072	19,819
Income tax paid	(746,882)	(244,842)
Cash flows from investing activities:	94,084	(1,758,508)
Increase in short-term financial instruments	(1,191,624)	(1,303,000)
Decrease in short-term financial instruments	1,750,500	277,000
Increase in long-term financial instruments	(1,289)	-
Decrease in long-term financial instruments	9,253	10
Collection of short-term loans	265	5,528
Increase in long-term loans	(409)	(375)
Collection of long-term loans	153	631
Acquisition of investments in associates and joint ventures	(50,200)	-
Disposal of investments in associates and joint ventures	-	15,614
Acquisition of property, plant and equipment	(427,689)	(353,776)
Disposal of property, plant and equipment	4,869	1,375
Acquisition of intangible assets	(386)	(1,219)
Disposal of intangible assets	-	480
Acquisition of financial assets at fair value through OCI	-	(79)
Acquisition of financial assets at fair value through P/L	(600)	-
Disposal of financial assets at fair value through P/L	624	-
Acquisition of other investments	-	(371)
Disposal of other investments	617	-
Increase in cash due to change in scope of consolidation	-	(400,326)
Cash flows from financing activities:	(661,044)	(166,557)
Net changes in short-term borrowings	(75,996)	(2,001)
Proceeds from long-term borrowings	178,400	25,579
Repayments of current portion of long-term borrowings	(295,612)	(62,933)
Repayments of long-term borrowings	(32,749)	(1,000)
Payments of lease liability	(8,294)	(10,177)
Cash inflows from settlement of derivatives	4,240	-
Dividends paid	(280,846)	(115,809)
Acquisition of treasury stock	(150,072)	-
Disposal of treasury stock	-	(151)
Payment for share issuance costs	(115)	(65)
Effects of exchange rate changes on cash and cash equivalents	(2,209)	2,748
Net increase(decrease) in cash and cash equivalents	(55,636)	204,714
Cash and cash equivalents at the beginning of year	622,937	418,223
Cash and cash equivalents at the end of year	567,301	622,937