

(In millions of won)

	<u>Note</u>	<u>2017</u>	<u>2016</u>
<b>Cash flows from operation activities</b>			
Cash generated from operation activities	31 ₩	488,542	370,541
Interest received		1,730	1,056
Interest paid		(64,850)	(63,629)
Dividends received		16,457	14,422
Income tax paid		(20,832)	(25,634)
<b>Net cash provided by operating activities</b>		<u>421,047</u>	<u>296,756</u>
<b>Cash flows from investing activities</b>			
Increase in short-term financial instruments		(4,000)	(23,000)
Proceeds from sales of short-term financial instruments		14,000	5,000
Increase in long-term financial instruments		(10,598)	
Proceeds from sales of long-term financial instruments		3	
Increase in long-term loans		(383)	(608)
Collection of long-term loans		211	286
Acquisition of property, plant and equipment		(105,974)	(272,707)
Proceeds from sales of property, plant and equipment		5,182	1,640
Acquisition of intangible assets		(832)	(1,648)
Proceeds from sales of intangible assets		79	120
Acquisition of investments in subsidiaries			(1,880)
Acquisition of held-for-trading financial assets			(252)
Acquisition of available-for-sale financial assets		(3,400)	(7)
Proceeds from sales of available-for-sale financial assets		72	31,336
Proceeds from sales of non-current assets held for sale			4,187
Proceeds from sales of other investments			28
Acquisition of other investments		(370)	
Increase in cash due to change in scope of consolidation		(13)	6,828
<b>Net cash used in investing activities</b>		<u>(106,023)</u>	<u>(250,677)</u>
<b>Cash flows from financing activities</b>			
Net repayments of short-term borrowings		(59,747)	258,640
Proceeds from issuance of bonds		217,905	111,706
Proceeds from long-term borrowings		147,540	84,480
Repayments of current portion of long-term borrowings		(541,476)	(310,760)
Repayments of long-term borrowings		(15,612)	(12,270)
Repayments of Other payables		(220)	
Payments of derivative instruments		(3,034)	
Dividends paid		(22,094)	(22,470)
Capital increase from non-controlling interests		84	
Increase of parent's ownership interests			(5,686)
Proceeds from sales of parent's ownership interests			1
Payment for share issuance costs		(22)	(53)
<b>Net cash from used in financing activities</b>		<u>(276,676)</u>	<u>103,588</u>
<b>Effect of exchange rate fluctuations on cash held</b>		<u>(895)</u>	<u>18</u>
<b>Net increase in cash and cash equivalents</b>		<u>37,453</u>	<u>149,685</u>
<b>Cash and cash equivalents at 1 January</b>		<u>196,977</u>	<u>47,292</u>
<b>Cash and cash equivalents at 31 December</b>	₩	<u>234,430</u>	<u>196,977</u>