

# KUMHO PETROCHEMICAL CO., LTD. AND SUBSIDIARIES

## Consolidated Statements of Cash Flows

For the years ended December 31, 2023 and 2022

<i>(In Korean won)</i>	2023	2022
<b>Cash flows from operating activities:</b>	<b>630,703,779,509</b>	<b>513,532,762,319</b>
Cash generated from operating activities	743,615,990,580	1,200,126,439,656
Interest received	40,976,458,434	28,800,736,551
Interest paid	(37,148,216,318)	(24,584,073,582)
Dividends received	44,362,463,356	56,072,119,052
Income tax paid	(161,102,916,543)	(746,882,459,358)
<b>Cash flows from investing activities:</b>	<b>(591,980,008,888)</b>	<b>94,084,326,568</b>
Increase in short-term financial instruments	(808,364,849,807)	(1,191,623,935,134)
Decrease in short-term financial instruments	855,146,998,183	1,750,500,000,000
Increase in long-term financial instruments	-	(1,289,273,230)
Decrease in long-term financial instruments	2,500,000	9,252,958,274
Acquisition of financial assets at fair value through P/L	(51,492,203,833)	(600,000,000)
Disposal of financial assets at fair value through P/L	2,900,000,000	624,382,187
Disposal of financial assets at fair value through OCI	6,632,121,293	-
Collection of short-term loans	248,533,166	265,242,449
Increase in long-term loans	(379,065,509)	(409,000,000)
Collection of long-term loans	2,048,252,018	152,937,584
Acquisition of investments in associates and joint ventures	(10,000,000,000)	(50,199,945,269)
Acquisition of property, plant and equipment	(589,818,134,462)	(427,688,850,315)
Disposal of property, plant and equipment	1,738,836,888	4,869,201,870
Acquisition of intangible assets	(402,696,825)	(386,458,363)
Acquisition of other investments	(240,300,000)	-
Disposal of other investments	-	617,066,515
<b>Cash flows from financing activities:</b>	<b>(153,284,582,227)</b>	<b>(661,044,100,301)</b>
Net changes in short-term borrowings	44,097,649,193	(75,995,508,837)
Proceeds from long-term borrowings	199,820,000,000	178,400,000,000
Repayments of current portion of long-term borrowings	(143,798,876,838)	(295,611,747,160)
Repayments of long-term borrowings	-	(32,749,000,000)
Payments of lease liability	(11,936,461,924)	(8,294,255,732)
Cash inflows from settlement of derivatives	2,091,000,000	4,240,000,000
Dividends paid	(146,709,816,473)	(280,845,923,730)
Acquisition of treasury stock	(100,048,044,185)	(150,072,568,442)
Cash inflows from consolidated capital transactions	3,199,968,000	-
Payment for subsidiary's share issuance costs	-	(115,096,400)
<b>Effects of exchange rate changes on cash and cash equivalents</b>	<b>(301,182,817)</b>	<b>(2,208,982,605)</b>
<b>Net increase(decrease) in cash and cash equivalents</b>	<b>(114,861,994,423)</b>	<b>(55,635,994,019)</b>
<b>Cash and cash equivalents at the beginning of year</b>	<b>567,301,480,378</b>	<b>622,937,474,397</b>
<b>Cash and cash equivalents at the end of year</b>	<b>452,439,485,955</b>	<b>567,301,480,378</b>