

**BMT Company Limited**  
**Statements of Cash Flows**  
**For the years Ended December 31, 2019 and 2018**

<i>(in thousands of Korean Won)</i>	<u>2019</u>	<u>2018</u>
<b>Cash flows from operating activities</b>		
Net income	₩ 5,242,645	₩ 6,873,738
Adjustments to reconcile net income to net cash used in operating activities	6,919,453	5,911,454
Changes in operating assets and liabilities	1,581,513	(16,072,992)
Interest received	256,181	104,616
Interest paid	(931,572)	(825,572)
Income tax paid	(2,561,956)	(1,230,582)
Net cash provided by (used in) operating activities	<u>10,506,264</u>	<u>(5,239,338)</u>
<b>Cash flows from investing activities</b>		
Disposal (acquisition) of short-term financial instruments	(10,502,744)	3,654,362
Disposal (acquisition) of short-term loans	(313,835)	27,129
Disposal (acquisition) of trading securities	-	2,663,306
Disposal (acquisition) of long-term financial instruments	(637,056)	(557,507)
Acquisition of investment securities	-	(800,000)
Acquisition of held to maturity securities	(12,000)	-
Acquisition of property, plant and equipment	(3,839,496)	(4,360,336)
Disposal of property, plant and equipment	950,982	3,500
Acquisition of intangible assets	(76,088)	(360,982)
Disposal of intangible assets	310,909	-
Others	5,000	(348,963)
Net cash used in investing activities	<u>(14,114,328)</u>	<u>(79,491)</u>
<b>Cash flows from financing activities</b>		
Increase(Decrease) in short-term borrowings	(1,000,000)	2,000,000
Increase(Decrease) in long-term borrowings	3,280,000	550,001
Increase(Decrease) in leases	(134,640)	-
Increase in national subsidy	232,286	635,746
Disposal of treasury stock	-	2,793,366
Dividends	(1,221,980)	(788,788)
Net cash provided by (used in) financing activities	<u>1,155,666</u>	<u>5,190,325</u>
Net increase(Decrease) in cash and cash equivalents	<u>(2,452,398)</u>	<u>(128,504)</u>
<b>Cash and cash equivalents</b>		
Beginning of the year	<u>4,425,547</u>	<u>4,580,500</u>
Effect on foreign currency exchange of cash and cash equivalents	<u>(5)</u>	<u>(26,449)</u>
End of the year	<u>₩ 1,973,144</u>	<u>₩ 4,425,547</u>

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