

**PNOG EXPLORATION CORPORATION**  
(A Subsidiary of Philippine National Oil Company)  
**STATEMENTS OF CASH FLOWS**  
For the three months ended March 31, 2015  
(In Philippine Peso)

	<b>Unaudited</b> <b>March 2015</b>	<b>Unaudited</b> December 2014	Audited December 2013
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Cash receipts from customers	<b>1,381,116,548</b>	6,180,261,866	6,794,517,903
Interest income	<b>6,073,469</b>	34,462,120	61,582,545
Cash paid to suppliers, affiliates and employees	<b>(517,979,126)</b>	(2,217,854,360)	(1,924,821,143)
Cash Generated from Operations	<b>869,210,891</b>	3,996,869,626	4,931,279,305
Income taxes paid	<b>(169,101,634)</b>	(1,177,735,830)	(1,013,824,950)
Net cash from operating activities	<b>700,109,257</b>	2,819,133,796	3,917,454,355
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Exploration and development costs	<b>(59,564,412)</b>	(98,252,223)	(68,329,379)
Capital expenditures	<b>(338,712,770)</b>	(1,085,044,537)	(1,732,061,344)
Investment in Short-term investments/Treasury Notes/Other Assets	<b>930,945,360</b>	(1,336,492,299)	929,349,008
Net cash used in investing activities	<b>532,668,178</b>	(2,519,789,059)	(871,041,715)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Payment of cash dividends	<b>(1,503,505,203)</b>	(3,007,010,407)	(500,501,066)
Net cash used in financing activities	<b>(1,503,505,203)</b>	(3,007,010,407)	(500,501,066)
<b>EFFECT OF EXCHANGE RATE CHANGES ON CASH AND CASH EQUIVALENTS</b>	<b>1,736,363</b>	(1,218,583)	189,527,754
<b>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>(268,991,405)</b>	(2,708,884,253)	2,735,439,328
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR</b>	<b>2,114,326,149</b>	4,823,210,402	2,087,771,074
<b>CASH AND CASH EQUIVALENTS, END</b>	<b>1,845,334,744</b>	2,114,326,149	4,823,210,402

Audited  
2012

8,377,319,371  
64,342,139  
(4,408,174,114)  
4,033,487,396  
(1,348,496,455)  
2,684,990,941

(136,006,358)  
(801,185,615)  
-  
(937,191,973)

(1,501,503,199)  
(1,501,503,199)

(6,362,269)

239,933,500  
1,847,837,574

2,087,771,074