

PNOG EXPLORATION CORPORATION

(A Subsidiary of Philippine National Oil Company)

STATEMENTS OF CASH FLOWS

For the period ended September 30, 2014

(In Philippine Peso)

	Unaudited	Audited	Audited
	September 2014	December 2013	December 2012
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash receipts from customers	4,596,722,586	6,794,517,903	8,377,319,371
Interest income	24,400,410	61,582,545	64,342,139
Cash paid to suppliers, affiliates and employees	(1,139,682,335)	(1,924,821,143)	(4,408,174,114)
Cash Generated from Operations	3,481,440,661	4,931,279,305	4,033,487,396
Income taxes paid	(910,033,968)	(1,013,824,950)	(1,348,496,455)
Net cash from operating activities	2,571,406,693	3,917,454,355	2,684,990,941
CASH FLOWS FROM INVESTING ACTIVITIES			
Exploration and development costs	(721,563,512)	(68,329,379)	(136,006,358)
Capital expenditures	(707,796,879)	(1,732,061,344)	(801,185,615)
Investment in Short-term investments/Treasury Notes/Other Assets	(1,337,283,906)	929,349,008	-
Net cash used in investing activities	(2,766,644,297)	(871,041,715)	(937,191,973)
CASH FLOWS FROM FINANCING ACTIVITIES			
Payment of cash dividends	(3,007,010,407)	(500,501,066)	(1,501,503,199)
Net cash used in financing activities	(3,007,010,407)	(500,501,066)	(1,501,503,199)
EFFECT OF EXCHANGE RATE CHANGES ON CASH AND CASH EQUIVALENTS	8,725,603	189,527,754	(6,362,269)
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(3,193,522,408)	2,735,439,328	239,933,500
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	4,823,210,402	2,087,771,074	1,847,837,574
CASH AND CASH EQUIVALENTS, END	1,629,687,994	4,823,210,402	2,087,771,074