CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 JUNE 2012

	NOTE	2012 $'000	2011 $'000
Cash flows from operating activities			
Cash receipts in the course of operations		**310,721**	343,792
Cash payments in the course of operations		**(141,419)**	(161,192)
Payments for exploration and evaluation expenses		**(24,576)**	(21,322)
Payments for merger and acquisition transaction costs		**–**	(1,710)
Interest received		**3,688**	1,680
Borrowing costs paid		**(6,824)**	(2,886)
Income tax refunded – Australia		**–**	1,072
Tax refunded – Australian Petroleum Resource Rent Tax		**–**	639
Income tax paid – New Zealand		**(6,903)**	(212)
Tax paid – New Zealand Accounting Profits Royalty		**(10,819)**	(20,008)
Net cash provided by operating activities	29	**123,868**	139,853
Cash flows from investing activities			
Acquisition of Adelphi Energy Limited (net of cash acquired)		**–**	(32,221)
Acquisition of assets inclusive of debt assumed for North West Natuna		**(135,157)**	–
Payments for:			
Exploration and evaluation assets initially capitalised		**(8,237)**	(48,091)
Oil and gas assets		**(152,442)**	(79,725)
Other plant and equipment and intangibles		**(515)**	(820)
Proceeds from sale of plant and equipment		**91,866**	–
Proceeds from sale of available-for-sale financial assets		**16,930**	3,111
Net cash used in investing activities		**(187,555)**	(157,746)
Cash flows from financing activities			
Proceeds from borrowings		**57,722**	–
Repayment of borrowings		**(42,139)**	–
Dividends paid	25	**(26,094)**	–
(Payments)/release of security deposits		**(4,876)**	9,645
Net cash (used in) / provided by financing activities		**(15,387)**	9,645
Net decrease in cash held		**(79,074)**	(8,248)
Cash at the beginning of the financial year		**117,168**	135,331
Effect of exchange rate fluctuations on the balances of cash held in foreign currencies	31	**4,665**	(9,915)
Cash at the end of the financial year	11	**42,759**	117,168

The above Consolidated Statement of Cash Flows is to be read in conjunction with the notes to the financial statements.