

World Fuel Services Corporation
Consolidated Statements of Cash Flows
(Unaudited - In thousands)

	<u>For the Six Months ended June 30,</u>	
	<u>2007</u>	<u>2006</u>
Cash flows from operating activities:		
Net income	\$ 31,817	\$ 29,480
Adjustments to reconcile net income to net cash provided by operating activities:		
Provision for bad debts	(700)	1,148
Depreciation and amortization	2,762	2,103
Executive severance costs	—	1,545
Deferred income tax (benefit) provision	(1,417)	2,620
Share based payment compensation costs for employees and non-employee directors	3,657	2,490
Unrealized losses from derivatives and related hedged items, net	41	265
Other non-cash operating charges	(187)	(32)
Changes in operating assets and liabilities:		
Accounts receivable	(144,519)	(89,378)
Inventories	(10,148)	(19,109)
Receivables related to derivative contracts	(7,037)	(24,999)
Prepaid expenses and other current assets	(14,488)	6,570
Non-current income tax receivable and other assets	(1,389)	(118)
Accounts payable	166,138	105,514
Payables related to derivative contracts	9,660	15,032
Accrued expenses and other current liabilities	6,815	(5,739)
Non-current income tax payable, deferred compensation and other long-term liabilities	295	(165)
Total adjustments	9,483	(2,253)
Net cash provided by operating activities	41,300	27,227
Cash flows from investing activities:		
Capital expenditures	(7,130)	(10,046)
Purchases of short-term investments	(20,060)	(21,055)
Proceeds from the sale of short-term investments	32,560	31,055
Acquisition of minority interests	—	(2,646)
Net cash provided by (used in) investing activities	5,370	(2,692)
Cash flows from financing activities:		
Dividends paid on common stock	(2,126)	(2,068)
Minority interest distribution	(426)	(410)
Repayment of promissory notes	—	(500)
Proceeds from exercise of stock options	626	4,670
Purchases of stock tendered by employees to satisfy the required withholding taxes related to share-based awards	(939)	(109)
Other	287	(248)
Net cash (used in) provided by financing activities	(2,578)	1,335
Net increase in cash and cash equivalents	44,092	25,870
Cash and cash equivalents, at beginning of period	176,495	133,284
Cash and cash equivalents, at end of period	<u>\$ 220,587</u>	<u>\$ 159,154</u>

Supplemental Schedule of Noncash Investing and Financing Activities:

Cash dividends declared, but not yet paid, were \$1.1 million and \$1.0 million at June 30, 2007 and 2006, respectively, and were paid in July 2007 and 2006, respectively.

We had capital expenditures of approximately \$1.4 million and \$1.3 million during the six months ended June 30, 2007 and 2006, respectively, which were included in accrued expenses and other current liabilities as of those dates.

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