

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

	<b>For the Nine Months ended September 30,</b>	
	<b>2007</b>	<b>2006</b>
<b>Cash flows from operating activities:</b>		
Net income	\$ 46,643	\$ 46,679
<b>Adjustments to reconcile net income to net cash (used in) provided by operating activities:</b>		
Provision for bad debts	594	1,577
Depreciation and amortization	4,191	3,435
Deferred income tax (benefit) provision	(647)	3,373
Impairment on short-term investments	1,900	—
Share based payment compensation costs for employees and non-employee directors	5,435	4,883
Unrealized gains from derivatives and related hedged items, net	(608)	(1,417)
Other non-cash operating charges	(239)	(60)
<b>Changes in operating assets and liabilities:</b>		
Accounts receivable	(278,882)	(142,517)
Inventories	(38,261)	(29,959)
Receivables related to derivative contracts	(3,300)	(6,519)
Prepaid expenses and other current assets	(9,178)	13,281
Non-current income tax receivable and other assets	(1,471)	(55)
Accounts payable	227,297	125,236
Payables related to derivative contracts	5,924	4,750
Accrued expenses and other current liabilities	12,662	(8,519)
Non-current income tax payable, deferred compensation and other long-term liabilities	1,107	525
Total adjustments	(73,476)	(31,986)
Net cash (used in) provided by operating activities	(26,833)	14,693
<b>Cash flows from investing activities:</b>		
Capital expenditures	(12,669)	(15,333)
Purchases of short-term investments	(30,060)	(31,055)
Proceeds from the sale of short-term investments	32,560	31,055
Acquisition of minority interests	—	(2,646)
Net cash used in investing activities	(10,169)	(17,979)
<b>Cash flows from financing activities:</b>		
Dividends paid on common stock	(3,189)	(3,094)
Minority interest distribution	(426)	(410)
Borrowings under revolving credit facility	—	25,000
Repayments under revolving credit facility	—	(25,000)
Repayment of promissory notes	—	(500)
Proceeds from exercise of stock options	730	5,298
Purchases of stock tendered by employees to satisfy the required withholding taxes related to share-based awards	(2,583)	(1,050)
Other	428	(44)
Net cash (used in) provided by financing activities	(5,040)	200
Net decrease in cash and cash equivalents	(42,042)	(3,086)
Cash and cash equivalents, at beginning of period	176,495	133,284
Cash and cash equivalents, at end of period	<u>\$ 134,453</u>	<u>\$ 130,198</u>

**Supplemental Schedule of Noncash Investing and Financing Activities:**

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

We had capital expenditures of approximately \$2.6 million and \$1.6 million during the nine months ended September 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.