

STATEMENT OF CONSOLIDATED CASH FLOWS

Amerada Hess Corporation and Consolidated Subsidiaries

<i>Millions of dollars</i>	<i>For the Years Ended December 31</i>		
	2003	2002	2001
CASH FLOWS FROM OPERATING ACTIVITIES			
Net income (loss)	\$ 643	\$ (218)	\$ 914
Adjustments to reconcile net income (loss) to net cash provided by operating activities			
Depreciation, depletion and amortization	1,053	1,118	833
Asset impairments	—	1,024	—
Exploratory dry hole costs	162	157	185
Lease impairment	65	41	38
Pre-tax gain on asset sales	(245)	(117)	—
Provision (benefit) for deferred income taxes	107	(258)	64
Undistributed earnings of affiliates	(130)	47	(52)
Non-cash effect of discontinued operations	46	280	153
Changes in other operating assets and liabilities			
(Increase) decrease in accounts receivable	47	(104)	650
(Increase) decrease in inventories	(107)	51	(131)
Increase (decrease) in accounts payable and accrued liabilities	18	(217)	(553)
Increase (decrease) in taxes payable	(39)	50	(185)
Changes in prepaid expenses and other	(39)	111	44
Net cash provided by operating activities	1,581	1,965	1,960
CASH FLOWS FROM INVESTING ACTIVITIES			
Capital expenditures			
Exploration and production	(1,286)	(1,404)	(2,341)
Refining and marketing	(72)	(130)	(160)
Total capital expenditures	(1,358)	(1,534)	(2,501)
Acquisition of Triton Energy Limited, net of cash acquired	—	—	(2,720)
Proceeds from asset sales	545	412	67
Payment received on note receivable	61	48	48
Other	(25)	(22)	(99)
Net cash used in investing activities	(777)	(1,096)	(5,205)
CASH FLOWS FROM FINANCING ACTIVITIES			
Debt with maturities of 90 days or less – increase (decrease)	(2)	(581)	564
Debt with maturities of greater than 90 days			
Borrowings	—	637	2,595
Repayments	(1,026)	(686)	(54)
Proceeds from issuance of preferred stock	653	—	—
Cash dividends paid	(108)	(107)	(94)
Common stock and warrants acquired	—	—	(100)
Stock options exercised	—	28	59
Net cash provided by (used in) financing activities	(483)	(709)	2,970
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	321	160	(275)
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	197	37	312
CASH AND CASH EQUIVALENTS AT END OF YEAR	\$ 518	\$ 197	\$ 37

See accompanying notes to consolidated financial statements.