

Samsung Electronics Co., Ltd. and its subsidiaries

INTERIM CONSOLIDATED STATEMENTS OF CASH FLOWS

(In millions of Korean won, in thousands of US dollars (Note 2.3))

For the nine months ended September 30,				
Notes	2016	2015	2016	2015
	KRW	KRW	USD	USD
Cash flows from operating activities				
Profit for the period	15,638,051	15,836,671	13,465,746	13,636,775
Adjustments	23	23,357,626	21,499,982	20,112,983
Changes in assets and liabilities arising from operating activities	23	1,569,093	(6,478,308)	1,351,128
Cash flows from operating activities	40,564,770	30,858,345	34,929,857	26,571,766
Interest received	1,108,228	1,740,947	954,282	1,499,109
Interest paid	(333,030)	(577,860)	(286,768)	(497,589)
Dividends received	225,880	227,915	194,503	196,255
Income tax paid	(5,166,116)	(4,543,937)	(4,448,482)	(3,912,731)
Net cash generated from operating activities	36,399,732	27,705,410	31,343,392	23,856,810
Cash flows from investing activities				
Net increase in short-term financial instruments	(10,225,788)	(1,141,287)	(8,805,309)	(982,749)
Proceeds from disposal of short-term available-for-sale financial assets	3,010,003	2,043,234	2,591,879	1,759,405
Acquisition of short-term available-for-sale financial assets	(2,345,122)	(861,548)	(2,019,358)	(741,869)
Proceeds from disposal of long-term financial instruments	789,860	2,799,709	680,139	2,410,797
Acquisition of long-term financial instruments	(941,503)	(132,323)	(810,717)	(113,942)
Proceeds from disposal of long-term available-for-sale financial assets	1,642,930	117,272	1,414,708	100,982
Acquisition of long-term available-for-sale financial assets	(636,970)	(102,712)	(548,488)	(88,444)
Proceeds from disposal of associates and joint ventures	1,537,457	278,009	1,323,887	239,390
Acquisition of associates and joint ventures	(70,998)	(137,917)	(61,136)	(118,759)
Disposal of property, plant and equipment	160,876	193,271	138,528	166,423
Purchases of property, plant and equipment	(14,143,682)	(20,116,206)	(12,178,962)	(17,321,834)
Disposal of intangible assets	537	803	462	691
Purchases of intangible assets	(811,181)	(1,113,338)	(698,499)	(958,683)
Cash outflows from business combinations	(372,872)	(411,445)	(321,076)	(354,291)
Others	48,587	438,126	41,840	377,268
Net cash used in investing activities	(22,357,866)	(18,146,352)	(19,252,102)	(15,625,615)

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

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	For the nine months ended September 30,			
Notes	2016	2015	2016	2015
	KRW	KRW	USD	USD
Cash flows from financing activities				
Net increase(decrease) in short-term borrowings	(41,969)	3,234,626	(36,139)	2,785,299
Acquisition of treasury stock	(7,707,938)	(1,323,059)	(6,637,217)	(1,139,271)
Proceeds from long-term borrowings and debentures	603,177	190	519,389	164
Repayment of long-term borrowings and debentures	(51,949)	(1,795,923)	(44,733)	(1,546,449)
Payment of dividends	(3,074,182)	(3,074,851)	(2,647,143)	(2,647,719)
Net increase(decrease) in non-controlling interests	12,433	(26,185)	10,706	(22,547)
Net cash used in financing activities	(10,260,428)	(2,985,202)	(8,835,137)	(2,570,523)
Effect of exchange rate changes on cash and cash equivalents	(1,150,613)	193,755	(990,779)	166,840
Net increase in cash and cash equivalents	2,630,825	6,767,611	2,265,374	5,827,512
Cash and cash equivalents				
Beginning of the period	22,636,744	16,840,766	19,492,240	14,501,390
End of the period	25,267,569	23,608,377	21,757,614	20,328,902

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