

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 six months ended June 30,			
	Notes	2016	2015	2016	2015
		KRW	KRW	USD	USD
Cash flows from operating activities					
Profit for the period		11,100,196	10,378,112	9,392,748	8,781,738
Adjustments	23	15,606,076	13,142,100	13,205,529	11,120,565
Changes in assets and liabilities arising from operating activities	23	(1,294,161)	(5,721,367)	(1,095,091)	(4,841,299)
Cash flows from operating activities		25,412,111	17,798,845	21,503,186	15,061,004
Interest received		739,934	1,172,418	626,116	992,075
Interest paid		(213,162)	(374,799)	(180,373)	(317,147)
Dividends received		197,904	193,603	167,462	163,823
Income tax paid		(4,073,652)	(2,958,472)	(3,447,037)	(2,503,396)
Net cash generated from operating activities		22,063,135	15,831,595	18,669,354	13,396,359
Cash flows from investing activities					
Net decrease(increase) in short-term financial instruments		(3,736,033)	1,652,928	(3,161,351)	1,398,672
Proceeds from disposal of short-term available-for-sale financial assets		2,810,743	1,771,838	2,378,391	1,499,292
Acquisition of short-term available-for-sale financial assets		(2,104,714)	(681,854)	(1,780,964)	(576,970)
Proceeds from disposal of long-term financial instruments		589,858	1,837,756	499,125	1,555,070
Acquisition of long-term financial instruments		(20,283)	(132,323)	(17,163)	(111,969)
Proceeds from disposal of long-term available-for-sale financial assets		299,941	63,942	253,804	54,106
Acquisition of long-term available-for-sale financial assets		(67,606)	(77,508)	(57,207)	(65,586)
Proceeds from disposal of associates and joint ventures		1,537,457	277,788	1,300,963	235,058
Acquisition of associates and joint ventures		(24,104)	(68,348)	(20,396)	(57,835)
Disposal of property, plant and equipment		63,954	150,050	54,117	126,969
Purchases of property, plant and equipment		(8,743,821)	(14,056,273)	(7,398,835)	(11,894,118)
Disposal of intangible assets		518	735	438	622
Purchases of intangible assets		(617,473)	(813,679)	(522,492)	(688,518)
Cash outflows from business combinations		(198,164)	(411,445)	(167,682)	(348,156)
Others		32,733	325,770	27,698	275,659
Net cash used in investing activities		(10,176,994)	(10,160,623)	(8,611,554)	(8,597,704)

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

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	Notes	For the six months ended June 30,			
		2016	2015	2016	2015
		KRW	KRW	USD	USD
Cash flows from financing activities					
Net increase(decrease) in short-term borrowings		(755,922)	1,771,882	(639,645)	1,499,329
Acquisition of treasury stock		(5,347,031)	(1,323,059)	(4,524,544)	(1,119,544)
Proceeds from long-term borrowings and debentures		299,187	190	253,166	161
Repayment of long-term borrowings and debentures		(46,067)	(1,794,144)	(38,981)	(1,518,166)
Payment of dividends		(2,924,524)	(2,924,861)	(2,474,670)	(2,474,955)
Net increase(decrease) in non-controlling interests		5,869	(26,677)	4,966	(22,574)
Net cash used in financing activities		(8,768,488)	(4,296,669)	(7,419,708)	(3,635,749)
Effect of exchange rate changes on cash and cash equivalents		86,362	(349,813)	73,078	(296,004)
Net increase in cash and cash equivalents		3,204,015	1,024,490	2,711,170	866,902
Cash and cash equivalents					
Beginning of the period		22,636,744	16,840,766	19,154,730	14,250,297
End of the period		25,840,759	17,865,256	21,865,900	15,117,199

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