

Samsung Electronics Co., Ltd. and its subsidiaries
CONSOLIDATED STATEMENTS OF CASH FLOWS

(In millions of Korean Won, in thousands of U.S dollars (Note 2.1))

For the three-months ended March 31,

	Notes	2011	2010	2011	2010
Cash flows from operating activities		KRW	KRW	USD	USD
Profit for the period		2,784,738	3,993,770	2,515,118	3,607,090
Adjustments	22	3,282,407	3,448,608	2,964,602	3,114,711
Changes in operating assets and liabilities	22	(1,102,903)	(1,482,587)	(996,119)	(1,339,042)
Cash flows from operating activities		4,964,242	5,959,791	4,483,601	5,382,759
Interest received		233,034	103,210	210,471	93,217
Interest paid		(100,405)	(130,177)	(90,684)	(117,573)
Dividend received		199,060	171,020	179,786	154,462
Income tax paid		(952,220)	(877,427)	(860,025)	(792,474)
Net cash generated from operating activities		4,343,711	5,226,417	3,923,149	4,720,391
Cash flows from investing activities					
Net decrease (increase) in short-term financial instruments		1,697,149	(1,655,820)	1,532,830	(1,495,502)
Net decrease in short-term available-for-sale securities		360,416	958,067	325,520	865,306
Proceeds from disposal of long-term available-for-sale securities		424	1,608	383	1,452
Acquisition of long-term available-for-sale securities		(35,257)	(217,166)	(31,843)	(196,140)
Proceeds from disposal of associates and joint ventures		-	2,463	-	2,225
Acquisition of associates and joint ventures		(286,384)	-	(258,656)	-
Purchases of property, plant and equipment		(5,527,465)	(4,141,530)	(4,992,291)	(3,740,544)
Disposal of property, plant and equipment		139,939	680,031	126,390	614,190
Purchases of intangible assets		(172,154)	(601,597)	(155,486)	(543,350)
Disposal of intangible assets		126	6,337	114	5,723
Payment for deposits		(107,663)	(183,096)	(97,239)	(165,368)
Proceeds from deposits		75,545	166,430	68,231	150,316
Others		(36,793)	(182,140)	(33,232)	(164,505)
Net cash used in investing activities		(3,892,117)	(5,166,413)	(3,515,279)	(4,666,197)

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	Notes	For the three-months ended March 31,			
		2011 KRW	2010 KRW	2011 USD	2010 USD
Cash flows from financing activities					
Payment of dividends		(2,256)	(13,287)	(2,038)	(12,001)
Disposal of treasury stock		63,462	42,451	57,318	38,341
Net repayment from short-term borrowings		(293,491)	(1,082,860)	(265,075)	(978,017)
Repayment of long-term borrowings		(611,278)	(379,260)	(552,094)	(342,540)
Proceeds from long-term borrowings		1,946,519	315,594	1,758,055	285,038
Others		331,866	11,618	299,735	10,494
Net cash used in financing activities		1,434,822	(1,105,744)	1,295,901	(998,685)
Effect of exchange rate changes		31,317	121,053	28,286	109,333
Net increase (decrease) in cash and cash equivalents		1,917,733	(924,687)	1,732,057	(835,158)
Cash and cash equivalents					
Beginning of the year		9,791,419	10,149,930	8,843,405	9,167,206
End of the period		11,709,152	9,225,243	10,575,462	8,332,048

The accompanying notes form an integral part of these consolidated financial statements