

Samsung Electronics Co., Ltd. and its subsidiaries

INTERIM CONSOLIDATED STATEMENTS OF CASH FLOWS

(In millions of Korean won, in thousands of US dollars (Note 2.4))

	Notes	For the three months ended March 31,			
		2018 KRW	2017 KRW	2018 USD	2017 USD
Cash flows from operating activities					
Profit for the period		11,688,544	7,684,354	10,896,784	7,163,830
Adjustments	24	11,140,508	7,909,512	10,385,871	7,373,736
Changes in assets and liabilities arising from operating activities	24	(6,802,521)	(3,211,085)	(6,341,731)	(2,993,572)
Cash generated from operations		16,026,531	12,382,781	14,940,924	11,543,994
Interest received		331,422	378,987	308,972	353,315
Interest paid		(89,829)	(92,981)	(83,744)	(86,683)
Dividends received		28,754	27,227	26,806	25,383
Income tax paid		(680,526)	(2,098,743)	(634,429)	(1,956,577)
Net cash inflow from operating activities		15,616,352	10,597,271	14,558,529	9,879,432
Cash flows from investing activities					
Net decrease in short-term financial instruments		3,472,296	10,082,810	3,237,089	9,399,819
Acquisition of short-term available-for-sale financial assets		-	(544,463)	-	(507,582)
Acquisition of short-term available-for-sale financial assets		(411,752)	-	(383,861)	-
Disposal of long-term financial instruments		84,373	10,153	78,658	9,465
Acquisition of long-term financial instruments		(455,778)	(86,835)	(424,904)	(80,953)
Disposal of long-term available-for-sale financial assets		-	53,041	-	49,448
Acquisition of long-term available-for-sale financial assets		-	(28,847)	-	(26,893)
Acquisition of financial assets at amortized cost		(158,716)	-	(147,965)	-
Disposal of financial assets at fair value through other comprehensive income		2,083	-	1,942	-
Acquisition of financial assets at fair value through other comprehensive income		(31,911)	-	(29,749)	-
Disposal of financial assets at fair value through profit or loss		9,968	-	9,293	-
Acquisition of financial assets at fair value through profit or loss		(34,587)	-	(32,244)	-
Disposal of investment in associates and joint ventures		148	76,522	138	71,339
Acquisition of investment in associates and joint ventures		(17,137)	(4,160)	(15,976)	(3,878)
Disposal of property, plant and equipment		200,057	35,250	186,506	32,862
Acquisition of property, plant and equipment		(9,818,105)	(8,901,692)	(9,153,045)	(8,298,708)
Disposal of intangible assets		5,272	47	4,915	44
Acquisition of intangible assets		(234,228)	(171,098)	(218,362)	(159,508)
Cash outflow from business combinations		(14,721)	(8,624,973)	(13,724)	(8,040,733)
Other		29,402	(60,894)	27,409	(56,770)
Net cash outflow from investing activities		(7,373,336)	(8,165,139)	(6,873,880)	(7,612,048)

The above interim consolidated statements of cash flows should be read in conjunction with the accompanying notes.

Samsung Electronics Co., Ltd. and its subsidiaries

INTERIM CONSOLIDATED STATEMENTS OF CASH FLOWS

(In millions of Korean won, in thousands of US dollars (Note 2.4))

	Notes	For the three months ended March 31,			
		2018	2017	2018	2017
		KRW	KRW	USD	USD
Cash flows from financing activities					
Net decrease in short-term borrowings		(5,793,171)	(3,575,834)	(5,400,752)	(3,333,614)
Acquisition of treasury stock		(875,111)	(2,045,795)	(815,833)	(1,907,217)
Proceeds from long-term borrowings and debentures		3,157	434,803	2,943	405,350
Repayment of long-term borrowings and debentures		(264,947)	(2,042)	(247,000)	(1,904)
Dividends paid		(3,272)	(218)	(3,050)	(203)
Net increase in non-controlling interests		4,031	194	3,758	182
Net cash outflow from financing activities		(6,929,313)	(5,188,892)	(6,459,934)	(4,837,406)
Effect of exchange rate changes on cash and cash equivalents		444,919	(1,791,744)	414,781	(1,670,375)
Net increase (decrease) in cash and cash equivalents		1,758,622	(4,548,504)	1,639,496	(4,240,397)
Cash and cash equivalents					
Beginning of the period		30,545,130	32,111,442	28,476,060	29,936,273
End of the period		32,303,752	27,562,938	30,115,556	25,695,876

The above interim consolidated statements of cash flows should be read in conjunction with the accompanying notes.