

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 nine months ended September 30,			
		2018	2017	2018	2017
		KRW	KRW	USD	USD
Cash flows from operating activities					
Profit for the period		35,882,671	29,931,616	32,890,878	27,436,005
Adjustments	24	34,137,314	26,755,486	31,291,044	24,524,691
Changes in assets and liabilities arising from operating activities	24	(16,271,493)	(11,737,540)	(14,914,823)	(10,758,898)
Cash generated from operations		53,748,492	44,949,562	49,267,099	41,201,798
Interest received		1,273,834	1,314,082	1,167,625	1,204,518
Interest paid		(367,706)	(421,908)	(337,048)	(386,731)
Dividends received		187,765	145,706	172,110	133,557
Income tax paid		(10,238,602)	(5,516,947)	(9,384,937)	(5,056,959)
Net cash inflow from operating activities		44,603,783	40,470,495	40,884,849	37,096,183
Cash flows from investing activities					
Net (increase)decrease in short-term financial instruments		(9,026,701)	11,124,497	(8,274,081)	10,196,969
Net acquisition of short-term available-for-sale financial assets		-	(144,767)	-	(132,697)
Net acquisition of short-term financial assets at amortized cost		(337,625)	-	(309,475)	-
Disposal of long-term financial instruments		254,855	49,326	233,606	45,213
Acquisition of long-term financial instruments		(2,782,949)	(780,287)	(2,550,915)	(715,229)
Disposal of long-term available-for-sale financial assets		-	177,804	-	162,979
Acquisition of long-term available-for-sale financial assets		-	(218,976)	-	(200,718)
Acquisition of financial assets at amortized cost		(158,716)	-	(145,483)	-
Disposal of financial assets at fair value through other comprehensive income		9,789	-	8,973	-
Acquisition of financial assets at fair value through other comprehensive income		(417,447)	-	(382,641)	-
Disposal of financial assets at fair value through profit or loss		49,283	-	45,174	-
Acquisition of financial assets at fair value through profit or loss		(124,002)	-	(113,663)	-
Disposal of investment in associates and joint ventures		148	356,608	136	326,875
Acquisition of investment in associates and joint ventures		(17,564)	(19,510)	(16,100)	(17,883)
Disposal of property, plant and equipment		392,768	137,230	360,020	125,788
Acquisition of property, plant and equipment		(23,715,834)	(32,355,245)	(21,738,477)	(29,657,559)
Disposal of intangible assets		10,004	945	9,170	866
Acquisition of intangible assets		(676,612)	(595,846)	(620,198)	(546,166)
Cash outflow from business combinations		(30,463)	(8,673,260)	(27,923)	(7,950,109)
Other		93,801	(115,869)	85,980	(106,207)
Net cash outflow from investing activities		(36,477,265)	(31,057,350)	(33,435,897)	(28,467,878)

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

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

	Notes	For the nine months ended September 30,			
		2018	2017	2018	2017
		KRW	KRW	USD	USD
Cash flows from financing activities					
Net increase in short-term borrowings		3,198,153	1,823,920	2,931,500	1,671,847
Acquisition of treasury stock		(875,111)	(6,317,621)	(802,147)	(5,790,876)
Proceeds from long-term borrowings and debentures		3,474	976,842	3,184	895,396
Repayment of long-term borrowings and debentures		(270,317)	(1,139,177)	(247,779)	(1,044,196)
Dividends paid		(7,748,461)	(5,806,602)	(7,102,415)	(5,322,464)
Net increase in non-controlling interests		3,185	17,650	2,919	16,178
Net cash outflow from financing activities		(5,689,077)	(10,444,988)	(5,214,738)	(9,574,115)
Effect of exchange rate changes on cash and cash equivalents		105,522	(291,373)	96,724	(267,080)
Net increase (decrease) in cash and cash equivalents		2,542,963	(1,323,216)	2,330,938	(1,212,890)
Cash and cash equivalents					
Beginning of the period		30,545,130	32,111,442	27,998,366	29,434,083
End of the period		33,088,093	30,788,226	30,329,304	28,221,193

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