

Samsung Electronics Co., Ltd. and its subsidiaries

CONSOLIDATED STATEMENTS OF CASH FLOWS

(In millions of Korean won, in thousands of US dollars (Note 2.28))

	Notes	For the year ended December 31,			
		2018	2017	2018	2017
		KRW	KRW	USD	USD
Cash flows from operating activities					
Profit for the period		44,344,857	42,186,747	40,305,867	38,344,321
Adjustments	30	43,604,573	36,211,232	39,633,009	32,913,064
Changes in assets and liabilities arising from operating activities	30	(9,924,366)	(10,620,547)	(9,020,441)	(9,653,214)
Cash generated from operations		78,025,064	67,777,432	70,918,435	61,604,171
Interest received		1,788,520	1,581,117	1,625,619	1,437,108
Interest paid		(548,272)	(542,715)	(498,335)	(493,284)
Dividends received		215,992	173,305	196,319	157,520
Income tax paid		(12,449,441)	(6,827,098)	(11,315,529)	(6,205,277)
Net cash inflow from operating activities		67,031,863	62,162,041	60,926,509	56,500,238
Cash flows from investing activities					
Net (increase)decrease in short-term financial instruments		(12,368,298)	387,627	(11,241,777)	352,321
Net acquisition of short-term financial assets at amortized cost		(1,436,844)	-	(1,305,974)	-
Net acquisition of short-term financial assets at fair value through profit or loss		(139,668)	-	(126,947)	-
Disposal of short-term available-for-sale financial assets		-	499,856	-	454,328
Disposal of long-term financial instruments		255,850	1,750,221	232,547	1,590,808
Acquisition of long-term financial instruments		(7,678,654)	(1,079,355)	(6,979,272)	(981,046)
Disposal of long-term available-for-sale financial assets		-	191,826	-	174,354
Acquisition of long-term available-for-sale financial assets		-	(358,497)	-	(325,845)
Acquisition of held-to-maturity financial assets		-	(106,751)	-	(97,028)
Acquisition of financial assets at amortized cost		(158,716)	-	(144,260)	-
Disposal of financial assets at fair value through other comprehensive income		16,211	-	14,734	-
Acquisition of financial assets at fair value through other comprehensive income		(456,134)	-	(414,589)	-
Disposal of financial assets at fair value through profit or loss		80,138	-	72,839	-
Acquisition of financial assets at fair value through profit or loss		(193,848)	-	(176,192)	-
Disposal of investment in associates and joint ventures		148	355,926	135	323,508
Acquisition of investment in associates and joint ventures		(51,226)	(25,293)	(46,560)	(22,989)
Disposal of property, plant and equipment		556,973	308,354	506,243	280,269
Acquisition of property, plant and equipment		(29,556,406)	(42,792,234)	(26,864,368)	(38,894,659)
Disposal of intangible assets		11,935	733	10,848	666
Acquisition of intangible assets		(1,020,517)	(983,740)	(927,567)	(894,140)
Cash outflow from business combinations		(99,108)	(8,754,268)	(90,081)	(7,956,917)
Cash inflow from business transfers		-	1,248,834	-	1,135,088
Others		(2,289)	(28,455)	(2,080)	(25,861)
Net cash outflow from investing activities		(52,240,453)	(49,385,216)	(47,482,321)	(44,887,143)

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

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	Notes	For the year ended December 31,			
		2018	2017	2018	2017
		KRW	KRW	USD	USD
Cash flows from financing activities					
Net increase (decrease) in short-term borrowings	30	(2,046,470)	2,730,676	(1,860,075)	2,481,962
Acquisition of treasury stock		(875,111)	(8,350,424)	(795,405)	(7,589,856)
Proceeds from long-term borrowings and debentures	30	3,580	998,311	3,254	907,383
Repayment of long-term borrowings and debentures	30	(1,986,597)	(1,140,803)	(1,805,655)	(1,036,897)
Dividends paid		(10,193,695)	(6,804,297)	(9,265,239)	(6,184,552)
Net increase in non-controlling interests		8,071	5,670	7,336	5,154
Net cash outflow from financing activities		(15,090,222)	(12,560,867)	(13,715,784)	(11,416,806)
Effect of exchange rate changes on cash and cash equivalents		94,187	(1,782,270)	85,608	(1,619,939)
Net decrease in cash and cash equivalents		(204,625)	(1,566,312)	(185,988)	(1,423,650)
Cash and cash equivalents					
Beginning of the period		30,545,130	32,111,442	27,763,038	29,186,688
End of the period		30,340,505	30,545,130	27,577,050	27,763,038

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