

Samsung Electronics Co., Ltd. and Subsidiaries

CONSOLIDATED STATEMENTS OF CASH FLOWS

(In millions of Korean Won, in thousands of U.S dollars (Note 2.28))

	Notes	For the year ended December 31,			
		2016	2015	2016	2015
Cash flows from operating activities		KRW	KRW	USD	USD
Profit for the period		22,726,092	19,060,144	19,594,260	16,433,508
Adjustments	30	30,754,471	29,610,971	26,516,267	25,530,350
Changes in assets and liabilities arising from operating activities	30	(1,180,953)	(4,682,032)	(1,018,209)	(4,036,812)
Cash generated from operations		52,299,610	43,989,083	45,092,318	37,927,046
Interest received		1,405,085	2,151,741	1,211,453	1,855,215
Interest paid		(443,838)	(748,256)	(382,674)	(645,141)
Dividend received		256,851	266,369	221,455	229,661
Income tax paid		(6,132,064)	(5,597,176)	(5,287,018)	(4,825,842)
Net cash generated from operating activities		47,385,644	40,061,761	40,855,534	34,540,939
Cash flows from investing activities					
Net increase in short-term financial instruments		(6,780,610)	(5,762,783)	(5,846,189)	(4,968,627)
Proceeds from disposal of short-term available-for-sale financial assets		3,010,003	2,143,384	2,595,201	1,848,009
Acquisition of short-term available-for-sale financial assets		(2,129,551)	(509,349)	(1,836,082)	(439,157)
Proceeds from disposal of long-term financial instruments		789,862	3,999,710	681,013	3,448,519
Acquisition of long-term financial instruments		(1,741,547)	(132,733)	(1,501,548)	(114,441)
Proceeds from disposal of long-term available-for-sale financial assets		2,010,356	200,502	1,733,313	172,871
Acquisition of long-term available-for-sale financial assets		(1,498,148)	(232,530)	(1,291,692)	(200,486)
Proceeds from disposal of investment in associates and joint ventures		2,280,203	278,009	1,965,973	239,697
Acquisition of investment in associates and joint ventures		(84,306)	(137,917)	(72,688)	(118,911)
Disposal of property, plant and equipment		270,874	357,154	233,545	307,935
Purchases of property, plant and equipment		(24,142,973)	(25,880,222)	(20,815,884)	(22,313,726)
Disposal of intangible assets		6,944	1,083	5,987	934
Purchases of intangible assets		(1,047,668)	(1,501,881)	(903,291)	(1,294,910)
Cash outflows from business combinations		(622,050)	(411,445)	(536,327)	(354,745)
Others		19,936	421,231	17,190	363,183
Net cash used in investing activities		(29,658,675)	(27,167,787)	(25,571,479)	(23,423,855)

The above consolidated statement of financial position should be read in conjunction with the accompanying notes.

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(In millions of Korean Won, in thousands of U.S dollars (Note 2.28))

	Notes	For the year ended December 31,			
		2016	2015	2016	2015
		KRW	KRW	USD	USD
Cash flows from financing activities					
Net increase in short-term borrowings		1,351,037	3,202,416	1,164,854	2,761,098
Acquisition of treasury stock		(7,707,938)	(5,015,112)	(6,645,724)	(4,323,991)
Disposal of treasury stock		-	3,034	-	2,616
Proceeds from long-term borrowings and debentures		1,041,743	192,474	898,183	165,950
Repayment of long-term borrowings and debentures		(252,846)	(1,801,465)	(218,002)	(1,553,209)
Payment of dividends		(3,114,742)	(3,129,544)	(2,685,506)	(2,698,269)
Net increase in non-controlling interests		13,232	(25,312)	11,407	(21,823)
Net cash used in financing activities		(8,669,514)	(6,573,509)	(7,474,788)	(5,667,628)
Effect of exchange rate changes on cash and cash equivalents		417,243	(524,487)	359,744	(452,209)
Net increase in cash and cash equivalents		9,474,698	5,795,978	8,169,011	4,997,247
Cash and cash equivalents					
Beginning of the period		22,636,744	16,840,766	19,517,225	14,519,978
End of the period		32,111,442	22,636,744	27,686,236	19,517,225

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