

## Statement of cash flows

€ million	2017	2016
<b>Net profit</b>	<b>1,098</b>	<b>1,606</b>
<b>Non-cash items included in net profit and reconciliation to cash flows from operating activities</b>		
Depreciation, amortization, impairment losses, reversals of impairment losses on assets, and other non-cash changes in financial assets and liabilities	465	-1,333
Non-cash changes in provisions	-348	909
Changes in insurance liabilities	4,435	5,489
Other non-cash income and expenses	717	948
Gains and losses on the disposal of assets and liabilities	-1,152	122
Other adjustments (net)	-2,619	-5,806
<b>Subtotal</b>	<b>2,596</b>	<b>1,935</b>
<b>Cash changes in assets and liabilities arising from operating activities</b>		
Loans and advances to banks	-13,379	-1,323
Loans and advances to customers	827	-7,043
Other assets from operating activities	-37	-653
Derivatives used for hedging (positive and negative fair values)	27	1,447
Financial assets and financial liabilities held for trading	5,860	4,177
Deposits from banks	6,946	-9,862
Deposits from customers	2,799	6,251
Debt certificates issued including bonds	-10,599	2,087
Other liabilities from operating activities	1,235	-33
Interest, dividends, and operating lease payments received	7,751	7,497
Interest paid	-4,670	-4,339
Income taxes paid	-397	-392
<b>Cash flows from operating activities</b>	<b>-1,041</b>	<b>-251</b>
Proceeds from the sale of investments	21,090	11,090
Proceeds from the sale of investments held by insurance companies	20,298	21,627
Proceeds from the sale of property, plant and equipment, and investment property (excluding assets subject to operating leases)	29	14
Proceeds from the sale of intangible non-current assets	6	14
Payments for the acquisition of investments	-8,983	-6,680
Payments for the acquisition of investments held by insurance companies	-25,912	-25,921
Payments for the acquisition of property, plant and equipment, and investment property (excluding assets subject to operating leases)	-81	-83
Payments for the acquisition of intangible non-current assets	-147	-173
Changes in scope of consolidation	7	236
of which: Proceeds from the sale of investments in consolidated subsidiaries net of cash divested	4	2
<b>Cash flows from investing activities</b>	<b>6,307</b>	<b>124</b>
Proceeds from capital increases by shareholders of DZ BANK	-	4,730
Proceeds from capital increases by non-controlling interests	-	31
Dividends paid to shareholders of DZ BANK	-322	-224
Dividends paid to non-controlling interests	-87	-143
Distribution of dividend on additional equity components	-23	-18
Other payments to shareholders of DZ BANK	-	-916
Other payments to non-controlling interests	-1	-
Net change in cash and cash equivalents from other financing activities (including subordinated capital)	-513	-1,360
<b>Cash flows from financing activities</b>	<b>-946</b>	<b>2,100</b>

€ million	2017	2016
<b>Cash and cash equivalents as at January 1</b>	<b>8,515</b>	6,542
Cash flows from operating activities	-1,041	-251
Cash flows from investing activities	6,307	124
Cash flows from financing activities	-946	2,100
<b>Cash and cash equivalents as at December 31</b>	<b>12,835</b>	<b>8,515</b>

The statement of cash flows shows the changes in cash and cash equivalents during the financial year. Cash and cash equivalents consist of cash on hand, balances with central banks and other government institutions, treasury bills, and non-interest-bearing treasury notes. The cash and cash equivalents do not include any financial investments with maturities of more than 3 months at the date of acquisition. Changes in cash and cash equivalents are broken down into operating, investing, and financing activities.

Cash flows from operating activities comprise cash flows mainly arising in connection with the revenue-producing activities of the group and other activities that cannot be classified as investing or financing activities. Cash flows related to the acquisition and disposal of non-current assets are allocated to investing activities. Cash flows from financing activities include cash flows arising from transactions with equity owners and from other borrowing to finance business activities, in particular from subordinated capital.

The first-time consolidation of subsidiaries generated a cash inflow of €3 million (2016: €236 million). There were no cash outflows as a result of the deconsolidation of subsidiaries (2016: €2 million).