

Statement of cash flows

€ million	2018	2017
Net profit	918	1,098
Non-cash items included in net profit and reconciliation to cash flows from operating activities		
Depreciation, amortization, impairment losses, reversals of impairment losses on assets, and other non-cash changes in financial assets and liabilities	1,706	465
Non-cash changes in provisions	297	-348
Changes in insurance liabilities	4,366	4,435
Other non-cash income and expenses	125	717
Gains and losses on the disposal of assets and liabilities	-77	-1,152
Other adjustments (net)	-2,609	-2,619
Subtotal	4,726	2,596
Cash changes in assets and liabilities arising from operating activities		
Loans and advances to banks	-2,264	1,534 ¹
Loans and advances to customers	-8,340	827
Other assets from operating activities	-895	-37
Hedging instruments (positive and negative fair values)	-1,550	27
Financial assets and financial liabilities held for trading	2,284	5,860
Deposits from banks	6,428	6,946
Deposits from customers	6,773	2,799
Debt certificates issued including bonds	-3,448	-10,599
Other liabilities from operating activities	-329	1,235
Interest, dividends, and operating lease payments received	7,653	7,751
Interest paid	-3,746	-4,670
Income taxes paid	-379	-397
Cash flows from operating activities	6,913	13,872
Proceeds from the sale of investments	19,219	21,090
Proceeds from the sale of investments held by insurance companies	23,566	20,298
Proceeds from the sale of property, plant and equipment, and investment property (excluding assets subject to operating leases)	3	29
Proceeds from the sale of intangible non-current assets	12	6
Payments for the acquisition of investments	-10,583	-8,983
Payments for the acquisition of investments held by insurance companies	-30,487	-25,912
Payments for the acquisition of property, plant and equipment, and investment property (excluding assets subject to operating leases)	-49	-81
Payments for the acquisition of intangible non-current assets	-147	-147
Changes in scope of consolidation	2	7
of which: proceeds from the sale of investments in consolidated subsidiaries net of cash divested	-	4
Cash flows from investing activities	1,536	6,307
Dividends paid to shareholders of DZ BANK	-322	-322
Dividends paid to non-controlling interests	-50	-87
Distribution of dividend on additional equity components	-23	-23
Other payments to shareholders of DZ BANK	-4	-
Other payments to non-controlling interests	-9	-1
Net change in cash and cash equivalents from other financing activities (including subordinated capital)	-106	-513
Cash flows from financing activities	-514	-946

¹ Amount restated (see note 2).

€ million	2018	2017
Cash and cash equivalents as at January 1	43,910	24,677¹
Cash flows from operating activities	6,913	13,872 ¹
Cash flows from investing activities	1,536	6,307
Cash flows from financing activities	-514	-946
Cash and cash equivalents as at December 31	51,845	43,910

¹ Amount restated (see note 2).

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, 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.

The first-time consolidation of subsidiaries generated a cash inflow of €2 million (2017: €3 million). The deconsolidation of subsidiaries led to a cash outflow of €1 million. In 2017, there had been no impact on cash and cash equivalents from the deconsolidation of subsidiaries.