

Statement of Cash Flows

For the year ended December 31,	Note	GROUP		BANK	
		2014	2013	2014	2013
		Rs. '000	Rs. '000	Rs. '000	Rs. '000
Cash Flows from Operating Activities					
Profit before income tax		15,859,917	14,690,918	15,736,216	14,510,519
Adjustments for;					
Non-cash items included in profits before tax	61	5,259,655	5,768,801	5,211,421	5,862,574
Change in operating assets	62	(177,812,671)	(102,776,236)	(178,345,779)	(102,740,182)
Change in operating liabilities	63	177,867,627	76,882,830	178,481,088	76,915,896
Gains/(losses) on sale of property, plant & equipment	16	2,144	(11,115)	4,916	(233)
Share of profits in associates, net of tax		(6,563)	(5,285)	–	–
Dividend income from subsidiaries and associates	16	851	2,691	(70,383)	(72,530)
Interest expense on subordinated liabilities	12.2	766,101	619,126	752,781	619,126
Net gains/(losses) arising from translating the Financial Statements of foreign operations	53.4	(60,430)	361,343	(57,151)	350,969
Benefits paid on defined benefit plans		(74,497)	(47,891)	(73,675)	(46,147)
Income taxes paid		(3,036,746)	(4,008,339)	(2,988,916)	(3,962,673)
Net cash from/(used in) operating activities		18,765,388	(8,523,157)	18,650,518	(8,562,681)
Cash Flows from Investing Activities					
Net purchase of property, plant & equipment		(1,072,322)	(957,152)	(989,864)	(956,337)
Proceeds from sale of property, plant & equipment		33,391	31,431	13,649	11,927
Purchase of financial investments		(6,868,493)	(2,749,888)	(6,868,493)	(2,749,888)
Proceeds from sale and maturity of financial investments		964,499	1,723,893	964,499	1,723,893
Net purchase of intangible assets		(144,494)	(119,903)	(144,417)	(119,449)
Net cash flow from investment in subsidiaries and associates		–	–	(34,795)	–
Acquisition of a subsidiary, net of cash acquired	34.2	(891,470)	–	(916,046)	–
Dividends received from investments in subsidiaries and associates		–	–	70,383	72,530
Net cash from/(used in) investing activities		(7,978,889)	(2,071,619)	(7,905,084)	(2,017,324)
Cash Flows from Financing Activities					
Net proceeds from issue of ordinary voting shares	50	340,763	76,074	340,763	76,074
Net proceeds from subordinated liabilities	49	–	9,468,750	–	9,468,750
Repayment of subordinated liabilities	49	–	(550)	–	(550)
Interest paid on subordinated liabilities		(749,190)	(492,745)	(738,668)	(492,745)
Dividend paid to non-controlling interest	54	(2,616)	(2,616)	–	–
Dividend paid to shareholders of the Bank		(4,017,211)	(3,942,809)	(4,017,211)	(3,942,809)
Net cash from/(used in) financing activities		(4,428,254)	5,106,104	(4,415,116)	5,108,720
Net increase/(decrease) in cash and cash equivalents		6,358,245	(5,488,672)	6,330,318	(5,471,285)
Cash and cash equivalents as at January 01,		14,263,533	19,752,205	14,261,549	19,732,834
Cash and cash equivalents as at December 31,	26	20,621,778	14,263,533	20,591,867	14,261,549

The Notes appearing on pages 277 to 405 form an integral part of these Financial Statements.