

**BANGKO SENTRAL NG PILIPINAS**  
**CASH FLOW STATEMENTS**  
For the Years Ended December 31, 2018 and 2017  
(In Philippine Peso)

	Note	2018	2017 (as restated)
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>	2.2		
Interest received - foreign currency		67,472,131,854	51,195,332,517
Interest received - local currency - investment portfolio		8,851,246,676	5,798,138,552
Premium received on call/put option		573,798,653	608,126,951
Trading loss, fees, commission and other income realized		(10,276,509,826)	17,232,777,379
Interest paid - foreign currency		(4,253,632,112)	(2,595,667,043)
Interest paid - local currency		(25,108,594,349)	(32,867,580,164)
Payment to suppliers and employees		(34,238,181,173)	(27,851,759,335)
Payment of miscellaneous expenses		(971,581,962)	(944,827,968)
Changes in operating assets			
Net decrease in Loan to IMF		553,747,620	1,329,887,101
Net increase in marketable securities		(214,094,408,395)	(17,107,537,924)
Net increase in loans and advances - local		(53,623,536,634)	(170,160,536)
Net increase in local currency and other assets		(13,371,147,119)	(1,255,044,012)
Net increase in other foreign currency assets		(701,837,282)	(2,107,018,207)
Net increase in special drawing rights		(241,234,143)	(72,887,788)
Changes in operating liabilities			
Net increase in short-term deposits		80,187,415,089	5,282,790,010
Net increase/(decrease) in local currency and other liabilities		1,388,072,708	(510,169,774)
Net decrease in government securities		(4,132,999,965)	(14)
Net increase/(decrease) in other foreign currency liabilities		(554,732,829)	3,479,128,211
<b>Net cash used in operating activities</b>	39	<b>(202,541,983,189)</b>	<b>(556,472,044)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>	2.2		
Net payment for gold purchases		(3,553,675,924)	(886,862,774)
Purchase of fixed assets		(1,392,042,333)	(5,822,655,390)
Proceeds from/(exercise of) gold options		(98,292,324)	98,292,324
<b>Net cash used in investing activities</b>		<b>(5,044,010,581)</b>	<b>(6,611,225,840)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>	2.2		
Issue of circulating currency		1,263,417,849,306	907,086,285,446
Net increase in bonds payable		4,220,519	35,317
Withdrawal of circulating currency		(1,040,447,300,244)	(764,009,125,381)
Payment of dividend to national government		(3,636,739,620)	(1,842,496,000)
<b>Net cash provided by financing activities</b>		<b>219,338,029,961</b>	<b>141,234,699,382</b>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>		11,752,036,191	134,067,001,498
Cash and cash equivalents at beginning of year		588,037,948,364	426,145,125,264
Effects of exchange rate changes on cash and cash equivalents		143,321,605,375	27,825,821,602
<b>CASH AND CASH EQUIVALENTS AT END OF YEAR</b>	38	<b>743,111,589,930</b>	<b>588,037,948,364</b>

The Notes on pages 12 to 80 form part of these Financial Statements.