

BANGKO SENTRAL NG PILIPINAS

CASH FLOW STATEMENT

Year ended 31 December	Note	2007 PHP000	2006 PHP000
Cash flows from operating activities:			
Interest received – foreign currency		46,234,888	38,107,067
Interest received – local currency -investment portfolio		13,007,924	9,873,359
Fees, commission and other Income received		31,511,994	8,048,540
Interest paid – foreign currency		(5,966,283)	(14,550,781)
Interest paid – local currency		(44,737,385)	(26,605,808)
Payment of miscellaneous expenses		(452,672)	(1,269,025)
Payment to suppliers and employees		(10,923,769)	(3,175,359)
Income tax paid		<u>0</u>	<u>(11,952)</u>
Cash flows from operating profits before changes in operating assets and liabilities		<u>28,674,697</u>	<u>10,416,041</u>
Changes in operating assets and liabilities			
(Increase)decrease in operating assets:			
Net decrease in marketable securities		4,535,738	40,734,248
Net(increase)decrease in special drawing rights		81,469	(65,679)
Net increase in loans and advances-foreign currency		(230,047)	(1,381,710)
Net (increase)decrease in loans and advances-local currency		14,599,340	(381,255)
Net decrease in foreign currency assets		1,256,239	5,269,128
Net (increase)decrease in other local currency asset		1,073,150	(1,143,237)
Net increase in other assets		(3,568,109)	(1,614,948)
Increase(decrease) in operating liabilities:			
Net issuance of government securities under agreements to repurchase		66,470,000	105,735,000
Net decrease in other foreign currency liabilities		(164,425)	(2,052,795)
Net increase (decrease) in other local currency liabilities		(173,483)	198,260
Net increase (decrease) in short-term deposits		(8,929,942)	21,484,936
Net increase (decrease) in other liabilities		<u>299,741</u>	<u>(15,062)</u>
Operating cash flows from changes in asset and liability balances		<u>75,249,671</u>	<u>166,766,886</u>
Net cash flows from operating activities	34	<u>103,924,368</u>	<u>177,182,927</u>
Cash flows from investing activities:			
Net payments for gold purchases		(6,561,167)	(15,737,812)
Purchases of fixed assets		(793,949)	(835,577)
Net cash flows used in investing activities		<u>(7,355,116)</u>	<u>(16,573,389)</u>
Cash flows from financing activities:			

The Statements are to be read in conjunction with the Notes on the succeeding pages.

Issue of circulating currency	249,204,374	206,513,126
Withdrawal of circulating currency	(199,841,578)	(158,579,016)
Cash recoveries from items written-off and prior period expenses	0	6,820,583
Proceeds from sale of franchise of closed banks	38,640	0
Payment for demonetized currency	(4)	0
Net payments for bonds payable	(1,112,242)	(3,929,388)
Net payments of loans payable	(46,070,272)	(92,133,838)
Payment of dividends to national government	<u>(2,763,440)</u>	<u>(2,716,240)</u>
Net cash flows used in financing activities	<u>(544,522)</u>	<u>(44,024,773)</u>
Net increase in cash and cash equivalents	<u>96,024,730</u>	<u>116,584,765</u>
Cash and cash equivalents at beginning of year	<u>559,224,122</u>	<u>466,976,343</u>
Effect of exchange rate changes on cash & cash equivalents	<u>(211,442,78)</u>	<u>(24,336,986)</u>
Cash and cash equivalents at end of year	35 <u>443,806,574</u>	<u>559,224,122</u>