

BANGKO SENTRAL NG PILIPINAS
CASH FLOW STATEMENT
For the Year Ended December 31, 2008
(In Thousand Pesos)

	Note	2008	2007
CASH FLOWS FROM OPERATING ACTIVITIES			
Interest received – foreign currency		49,066,221	46,234,888
Interest received – local currency-investment portfolio		16,877,373	13,007,924
Fees, commission and other Income received		26,059,971	31,511,994
Interest paid – foreign currency		(4,090,511)	(5,966,283)
Interest paid – local currency		(68,928,424)	(44,737,385)
Payment of miscellaneous expenses		(374,940)	(452,672)
Payment to suppliers and employees		(14,348,856)	(10,923,769)
Income tax paid		(359,459)	-
Changes in operating assets and liabilities			
Net (increase) decrease in marketable securities		(62,540,572)	4,535,738
Net (increase) decrease in special drawing rights		(440,657)	81,469
Net increase in loans and advances-foreign		(715,360)	(230,047)
Net (increase) decrease in loans and advances-local		(24,388,707)	14,599,340
Net (increase) decrease in other foreign currency assets		(22,941,135)	1,256,239
Net (increase) decrease in other local currency assets		(875,226)	1,073,150
Net (increase) decrease in other assets		7,171,010	(3,568,109)
Net issuance (redemption) of government securities		(42,819,000)	66,470,000
Net decrease in short-term deposits		(24,324,700)	(8,929,942)
Net increase (decrease) in other foreign currency liabilities		210,159	(164,425)
Net increase (decrease) in other local currency liabilities		15,555	(173,483)
Net increase (decrease) in other liabilities		(107,715)	299,741
Net cash (used in) provided by operating activities	35	(167,854,973)	103,924,368
CASH FLOWS FROM INVESTING ACTIVITIES			
Net payment for gold purchases		(26,265,350)	(6,561,167)
Purchase of fixed assets		(716,408)	(793,949)
Net cash used in investing activities		(26,981,758)	(7,355,116)

	Note	2008	2007
CASH FLOWS FROM FINANCING ACTIVITIES			
Issue of circulating currency		339,454,229	249,204,374
Withdrawal of circulating currency		(228,213,711)	(199,841,578)
Proceeds from sale of franchise of closed banks		-	38,640
Payment for demonetized currency		(115)	(4)
Net payments of bonds payable		(4,577,096)	(1,112,242)
Net proceeds (payments) of loans payable		70,476,394	(46,070,272)
Payment of dividends to national government		-	(2,763,440)
Payments of tax deficiency		(3,600,000)	-
Net cash provided by (used in) financing activities		173,539,701	(544,522)
NET INCREASE(DECREASE) IN CASH AND CASH EQUIVALENTS			
		(21,297,030)	96,024,730
Cash and cash equivalents at beginning of year		443,806,574	559,224,122
Effects of exchange rate changes on cash and cash equivalents		258,438,859	(211,442,278)
CASH AND CASH EQUIVALENTS AT END OF YEAR	36	680,948,403	443,806,574

The Notes on pages 9 to 53 form part of these Financial Statements.