

10. Cash Flow Statement

- In 2017, cash flows from operating and investing activities of the Triglav Group and Zavarovalnica Triglav were positive, while cash flows from financing activities were negative.
- The closing balance of cash and cash equivalents of the Triglav Group amounted to EUR 78.4 million, up by 19% compared to the previous year.

10.1 The Triglav Group

A higher positive **cash flow from operating activities** of the Triglav Group mainly resulted from higher net premium. It amounted to EUR 49.7 million, having increased by 19% compared to the year before.

A **positive cash flow from investing activities** dropped by 31% to EUR 23.3 million nominally compared to the year before. This decrease was primarily caused by lower net income and retained investment activities due to the extremely low interest rate environment.

Cash flow from financing activities was negative and reached EUR –60.4 million (index 104). In addition to subordinated bond interest payments and dividend payments, an expense of EUR 2.3 million was recorded for the acquisition of minority stakes.

The **closing balance of cash and cash equivalents** increased by 19% over 2016 and totalled EUR 78.4 million.

Summary cash flow statement of the Triglav Group

	2017	2016	Index
A. Cash flow from operating activities			
Income statement items	47,763,405	35,691,434	134
Changes in net current assets–operating balance sheet items	1,918,944	6,094,910	31
Total cash flow from operating activities	49,682,349	41,786,344	119
B. Cash flows from investing activities			
Cash inflows from investing activities	1,295,036,003	1,363,785,772	95
Cash outflows from investing activities	-1,271,700,986	-1,329,853,353	96
Total cash flow from investing activities	23,335,017	33,932,419	69
C. Cash flows from financing activities			
Cash inflows from financing activities	0	0	0
Cash outflows from financing activities	-60,407,207	-57,900,352	104
Total cash flow from financing activities	-60,407,207	-57,900,352	104
D. Opening balance of cash and cash equivalents	65,714,474	47,928,768	137
E1. Net cash flow for the period	12,610,159	17,818,411	71
E2. Foreign exchange differences	93,214	-32,705	0
F. Closing balance of cash and cash equivalents	78,417,847	65,714,474	119

10.2 Zavarovalnica Triglav

Zavarovalnica Triglav recorded a positive **cash flow from operating activities**. It amounted to EUR 7.0 million, down by 59% compared to the previous year. This decrease was mainly the result of higher claims settled.

Cash flow from investing activities dropped by 3% to EUR 59.0 million nominally compared to the year before. A high level of the positive cash flow was maintained in the reporting year, while the whole decrease was the result of lower interest income.

Cash flow from financing activities was negative and reached EUR –58.1 million. Compared to the previous year, it remained at approximately the same level (index 100). Financing expenses included dividend payments and interest paid on ZT02 treasury bonds.

The **closing balance of cash and cash equivalents** was 28% above the 2016 year-end figure, totalling EUR 35.5 million.

Summary cash flow statement of Zavarovalnica Triglav

	2017	2016	Index
A. Cash flow from operating activities			
Income statement items	2,402,118	12,967,999	19
Changes in net current assets–operating balance sheet items	4,592,420	4,049,554	113
Total cash flow from operating activities	6,994,538	17,017,553	41
B. Cash flows from investing activities			
Cash inflows from investing activities	1,077,968,813	1,065,220,751	101
Cash outflows from investing activities	-1,018,983,429	-1,004,173,370	101
Total cash flow from investing activities	58,985,384	61,047,381	97
C. Cash flows from financing activities			
Cash inflows from financing activities	0	0	0
Cash outflows from financing activities	-58,118,823	-57,961,246	100
Total cash flow from financing activities	-58,118,823	-57,961,246	100
D. Opening balance of cash and cash equivalents	27,653,646	7,549,958	366
E. Net cash flow for the period	7,861,100	20,103,688	39
F. Closing balance of cash and cash equivalents	35,514,746	27,653,646	128