

10. Cash flow statement

- The Triglav Group and Zavarovalnica Triglav generated a positive cash flow from operating activities and negative cash flows from investing and financing activities.
- The closing balance of cash and cash equivalents of the Triglav Group was EUR 75.9 million, up by 12% compared to the previous year.

10.1 The Triglav Group

A positive **cash flow from operating activities** of the Triglav Group increased by 105% to EUR 90.3 million. Its growth mainly resulted from the higher volume of net written premium and lower net claims paid.

Cash flow from investing activities was EUR –71.4 million (compared to EUR 3.4 million in 2018). Its decrease is a result of increased investments due to higher net written premium and additional assets raised with the issue of a new subordinated bond. Cash balances with banks were also higher, which partly offset an even higher negative cash flow from investing activities.

Cash flow from financing activities was negative and stood at EUR –13.5 million (compared to –58.3 million in 2018). Income from financing activities grew due to the issue of a new subordinated bond. Financing expenses include dividend payments, expenses for interest on treasury bonds, and expenses for interest and principal payments from leases.

The **closing balance of cash and cash equivalents** totalled EUR 75.9 million, up by 12% compared to the previous year.

Summary cash flow statement of the Triglav Group

	2019	2018	Index
A. Operating cash flow			
Income statement items	91,179,693	63,558,277	143
Changes in net current assets—operating balance sheet items	-882,254	-19,565,937	5
Net cash from/ (used in) operating activities	90,297,439	43,992,340	205
B. Cash flows from investing activities			
Cash inflows from investing activities	1,469,286,636	999,778,200	147
Cash outflows from investing activities	-1,540,674,760	-996,334,697	155
Net cash from/ (used in) investing activities	-71,388,124	3,443,503	
C. Cash flows from financing activities			
Cash inflows from financing activities	49,367,159	0	
Cash outflows from financing activities	-62,882,638	-58,256,189	108
Net cash from/ (used in) financing activities	-13,515,479	-58,256,189	23
D. Closing balance of cash and cash equivalents	75,869,775	67,601,660	112
E1. Net cash flow for the period	5,393,836	-10,820,346	
E1. External acquisition	2,862,910	0	
E3. Foreign exchange differences	11,369	4,159	273
F. Opening balance of cash and cash equivalents	67,601,660	78,417,847	86

10.2 Zavarovalnica Triglav

A positive **cash flow from operating activities** of Zavarovalnica Triglav reached EUR 30.8 million, up by 132% compared to the year before, predominantly due to the higher volume of net written premium and lower net claims paid.

Cash flow from investing activities was EUR –11.8 million (compared to EUR 27.3 million in 2018). Its decrease is a result of increased investment due to higher net written premium and additional assets raised with the issue of a new subordinated bond. Cash balances with banks were higher in 2019, which partly offset an even higher negative cash flow from investing activities.

Cash flow from financing activities was negative and reached EUR –10.8 million (compared to EUR –58.1 million in 2018). It improved compared to the previous year as a result of gains from the issue of the new subordinated bond. Financing expenses include dividend payments, interest on treasury bonds, and interest and principal payments from leases.

The closing balance of cash and cash equivalents of EUR 26.1 million was higher by 45% compared to the previous year.

Summary cash flow statement of Zavarovalnica Triglav

	2019	2018	Index
A. Operating cash flow			
Income statement items	31,051,477	27,298,196	114
Changes in net current assets–operating balance sheet items	-297,987	-14,036,824	2
Net cash from/ (used in) operating activities	30,753,490	13,261,372	232
B. Cash flows from investing activities			
Cash inflows from investing activities	1,198,898,504	796,648,223	150
Cash outflows from investing activities	-1,210,737,724	-769,343,650	157
Net cash from/ (used in) investing activities	-11,839,220	27,304,573	
C. Cash flows from financing activities			
Cash inflows from financing activities	49,367,159	0	
Cash outflows from financing activities	-60,167,804	-58,082,203	104
Net cash from/ (used in) financing activities	-10,800,645	-58,082,203	19
D. Closing balance of cash and cash equivalents	26,112,112	17,998,487	145
E. Net cash flow for the period (sum of net cash flows)	8,113,625	-17,516,258	
F. Opening balance of cash and cash equivalents	17,998,487	35,514,746	51