

10. Cash Flow Statement

10.1 The Triglav Group

The **cash flow from operating activities** of the Triglav Group was positive and equalled EUR 44.0 million. Compared to the previous year, it fell by 11% mostly due to lower debt recovery.

A **positive cash flow from investing activities** of EUR 3.4 million, down by 85% compared to the year before. This decrease was primarily caused by retained investment activities due to the extremely low interest rate environment and lower returns.

Cash flow from financing activities was negative at EUR –58.3 million (index 96). In addition to dividend payments and subordinated bond interest payments, an expense of EUR 133 thousand was recorded due to the decrease in equity following the acquisition of minority stakes.

The **closing balance of cash and cash equivalents** totalled EUR 67.6 million, having decreased by 14%.

Summary cash flow statement of the Triglav Group

	2018	2017	Index
A. Operating cash flow			
Income statement items	63,558,277	47,763,405	133
Changes in net current assets—operating balance sheet items	-19,565,937	1,918,944	
Net cash from/ (used in) operating activities	43,992,340	49,682,349	89
B. Cash flows from investing activities			
Cash inflows from investing activities	999,778,200	1,295,036,003	77
Cash outflows from investing activities	-996,334,697	-1,271,700,986	78
Net cash from/ (used in) investing activities	3,443,503	23,335,017	15
C. Cash flows from financing activities			
Cash inflows from financing activities	0	0	
Cash outflows from financing activities	-58,256,189	-60,407,207	96
Net cash from/ (used in) financing activities	-58,256,189	-60,407,207	96
D. Closing balance of cash and cash equivalents	67,601,660	78,417,847	86
E1. Net cash flow for the period	-10,820,346	12,610,159	
E2. Foreign exchange differences	4,159	93,214	4
F. Opening balance of cash and cash equivalents	78,417,847	65,714,474	119

- In 2018, 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 in the Triglav Group totalled EUR 67.6 million.

10.2 Zavarovalnica Triglav

A higher positive **cash flow from operating activities** of Zavarovalnica Triglav mainly resulted from higher volume of net premium. It amounted to EUR 13.3 million, having increased by 90% compared to the year before.

Cash flow from investing activities dropped by 54% to EUR 27.3 million nominally compared to the year before, as a result of higher volume of investments, primarily of companies of the Group (capital raise of Triglav INT and Trigal, purchase of shares of Skupna pokojninska družba).

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 amounted to EUR 18.0 million, falling below the 2017 figure by 49%.

Summary cash flow statement of Zavarovalnica Triglav

	2018	2017	Index
A. Operating cash flow			
Income statement items	27,298,196	2,402,118	1.136
Changes in net current assets—operating balance sheet items	-14,036,824	4,592,420	
Net cash from/ (used in) operating activities	13,261,372	6,994,538	190
B. Cash flows from investing activities			
Cash inflows from investing activities	796,648,223	1,077,968,813	74
Cash outflows from investing activities	-769,343,650	-1,018,983,429	76
Net cash from/ (used in) investing activities	27,304,573	58,985,384	46
C. Cash flows from financing activities			
Cash inflows from financing activities	0	0	
Cash outflows from financing activities	-58,082,203	-58,118,823	100
Net cash from/ (used in) financing activities	-58,082,203	-58,118,823	100
D. Closing balance of cash and cash equivalents	17,998,487	35,514,746	51
E. Net cash flow for the period	-17,516,258	7,861,100	
F. Opening balance of cash and cash equivalents	35,514,746	27,653,646	128