

BMW GROUP

CASH FLOW STATEMENT

→ BMW Group
Cash Flow Statement

in € million	Group	
	2017	2016
Net profit	8,706	6,910
Reconciliation between net profit and cash inflow / outflow from operating activities		
Current tax	2,558	2,670
Other interest and similar income / expenses ¹	65	131
Depreciation and amortisation of tangible, intangible and investment assets	4,822	4,998
Change in provisions	696	883
Change in leased products	-1,134	-2,526
Change in receivables from sales financing	-7,440	-8,368
Change in deferred taxes	-609	85
Other non-cash income and expense items	-249	-15
Gain / loss on disposal of tangible and intangible assets and marketable securities	-43	-4
Result from equity accounted investments	-738	-441
Changes in working capital	166	-104
Change in inventories	-1,293	-749
Change in trade receivables	45	-93
Change in trade payables	1,414	738
Change in other operating assets and liabilities	1,285	1,229
Income taxes paid	-2,301	-2,417
Interest received ¹	125	142
Cash inflow / outflow from operating activities	5,909	3,173
Investments in intangible assets and property, plant and equipment	-7,112	-5,823
Proceeds from the disposal of intangible assets and property, plant and equipment	30	10
Expenditure for investment assets	-142	-338
Proceeds from the disposal of investment assets and other business units	1,236 ²	140
Investments in marketable securities and investment funds	-4,041	-3,592
Proceeds from the sale of marketable securities and investment funds	3,866	3,740
Cash inflow / outflow from investing activities	-6,163	-5,863
Payments into equity	38	20
Payment of dividend for the previous year	-2,324	-2,121
Intragroup financing and equity transactions	-	-
Interest paid ¹	-165	-118
Proceeds from the issue of bonds	12,061	13,974
Repayment of bonds	-9,374	-10,374
Proceeds from new non-current other financial liabilities	11,894	8,952
Repayment of non-current other financial liabilities	-7,427	-8,443
Change in current other financial liabilities	-4,084	4,135
Change in commercial paper	953	-1,632
Cash inflow / outflow from financing activities	1,572	4,393
Effect of exchange rate on cash and cash equivalents	-223	17
Effect of changes in composition of Group on cash and cash equivalents	64	38
Change in cash and cash equivalents	1,159	1,758
Cash and cash equivalents as at 1 January	7,880	6,122
Cash and cash equivalents as at 31 December	9,039	7,880

¹ Interest relating to financial services business is classified as revenues / cost of sales.

² Includes €969 million from the sale of receivables from sales financing (multibrand portfolio) amounting to €939 million and other receivables and payables amounting to €22 million (2016: € – million) as well as dividends received from investment assets amounting to €258 million (2016: €134 million).

Automotive (unaudited supplementary information)		Financial Services (unaudited supplementary information)		
2017	2016	2017	2016	
5,276	5,441	4,047	1,777	Net profit
				Reconciliation between net profit and cash inflow / outflow from operating activities
2,699	2,787	-114	-117	Current tax
89	283	-5	12	Other interest and similar income / expenses ¹
4,699	4,876	35	29	Depreciation and amortisation of tangible, intangible and investment assets
988	970	225	139	Change in provisions
-	-	-1,855	-3,532	Change in leased products
-	-	-7,440	-8,368	Change in receivables from sales financing
906	-187	-1,872	275	Change in deferred taxes
25	11	46	11	Other non-cash income and expense items
-41	-3	-2	-1	Gain / loss on disposal of tangible and intangible assets and marketable securities
-738	-441	-	-	Result from equity accounted investments
78	-172	161	50	Changes in working capital
-1,179	-758	-20	2	Change in inventories
43	-43	19	-12	Change in trade receivables
1,214	629	162	60	Change in trade payables
-1,362	-246	705	-283	Change in other operating assets and liabilities
-1,896	-1,997	-315	164	Income taxes paid
125	142	-	-	Interest received ¹
10,848	11,464	-6,384	-9,844	Cash inflow / outflow from operating activities
-6,972	-5,699	-15	-10	Investments in intangible assets and property, plant and equipment
28	9	2	-	Proceeds from the disposal of intangible assets and property, plant and equipment
-482	-122	-	-	Expenditure for investment assets
1,037	140	970	-	Proceeds from the disposal of investment assets and other business units
-3,810	-3,196	-231	-396	Investments in marketable securities and investment funds
3,655	3,436	211	304	Proceeds from the sale of marketable securities and investment funds
-6,544	-5,432	937	-102	Cash inflow / outflow from investing activities
38	20	-	-	Payments into equity
-2,324	-2,121	-	-	Payment of dividend for the previous year
567	-1,833	4,315	6,191	Intragroup financing and equity transactions
-165	-118	-	-	Interest paid ¹
-	-	552	870	Proceeds from the issue of bonds
-	-	-489	-1,160	Repayment of bonds
-	67	11,385	8,295	Proceeds from new non-current other financial liabilities
-48	-520	-7,119	-7,215	Repayment of non-current other financial liabilities
73	-720	-4,181	4,425	Change in current other financial liabilities
-	-	-129	195	Change in commercial paper
-1,859	-5,225	4,334	11,601	Cash inflow / outflow from financing activities
-82	10	-141	21	Effect of exchange rate on cash and cash equivalents
-	25	64	11	Effect of changes in composition of Group on cash and cash equivalents
2,363	842	-1,190	1,687	Change in cash and cash equivalents
4,794	3,952	3,046	1,359	Cash and cash equivalents as at 1 January
7,157	4,794	1,856	3,046	Cash and cash equivalents as at 31 December

The reconciliation of liabilities from financing activities is presented in note 33.