

# Statement of Cash Flows, IFRS

EURm	2017	2016
<b>Operating activities</b>		
Profit before taxes	2,482	1,871
<b>Adjustments:</b>		
Depreciation and amortisation	29	18
Unrealised gains and losses arising from valuation	43	-223
Realised gains and losses on investments	-489	-92
Change in liabilities for insurance and investment contracts	317	666
Other adjustments	-1,199	-550
<b>Adjustments total</b>	<b>-1,298</b>	<b>-180</b>
<b>Change (+/-) in assets of operating activities</b>		
Investments <sup>*)</sup>	638	-1,184
Other assets	-40	-95
<b>Total</b>	<b>598</b>	<b>-1,280</b>
<b>Change (+/-) in liabilities of operating activities</b>		
Financial liabilities	-81	20
Other liabilities	-20	35
Paid taxes	-413	-271
<b>Total</b>	<b>-514</b>	<b>-216</b>
<b>Net cash from operating activities</b>	<b>1,267</b>	<b>195</b>
<b>Investing activities</b>		
Investments in group and associated undertakings	546	356
Net investment in equipment and intangible assets	-12	-13
<b>Net cash from investing activities</b>	<b>534</b>	<b>343</b>
<b>Financing activities</b>		
Dividends paid	-1,286	-1,192
Issue of debt securities	1,042	2,271
Repayments of debt securities in issue	-1,395	-1,002
<b>Net cash used in financing activities</b>	<b>-1,639</b>	<b>78</b>
<b>Total cash flows</b>	<b>162</b>	<b>616</b>
Cash and cash equivalents at 1 January	2,585	1,997
Effects of exchange rate changes	-14	-27
Cash and cash equivalents at 31 December	2,734	2,585
<b>Net increase in cash and cash equivalents</b>	<b>162</b>	<b>616</b>
<b>Additional information to the statement of cash flows:</b>	<b>2017</b>	<b>2016</b>
Interest income received	360	432
Interest expense paid	-127	-117
Dividend income received	124	122

<sup>\*)</sup> Investments include investment property, financial assets and investments related to unit-linked insurance contracts.

The items of the statement of cash flows cannot be directly concluded from the balance sheets due to e.g. exchange rate differences, and acquisitions and disposals of subsidiaries during the period.

Cash and cash equivalents include cash at bank and in hand and short-term deposits (max. 3 months).

The consolidation of Topdanmark as a subsidiary at 30 September 2017 increased Group's cash at bank and in hand by EURm 45.

## Note to the statement of cash flow

### Business acquisitions 2017

Topdanmark is the second largest insurance company in Denmark, and is primarily engaged in providing life and non-life insurance products. Sampo Group has consolidated Topdanmark A/S as an associate since May 2011.

On 30 September 2017, Sampo gained the control in the company in accordance with the IFRS standards. Since then, Topdanmark has been consolidated as a subsidiary in the financial reporting of Sampo Group. The acquisition price in the Group was determined as EURm 1,398 which was the fair value of Topdanmark's shares on the acquisition date, 30 Sep 2017. The carrying amount of Topdanmark's shares at the same time was EURm 692. The difference EURm 706 was recognised through p/l as an increase of the carrying amount. There were no transfer of cash assets or expenses incurred at the moment of gaining of control.