

**AFP RETIREMENT AND SEPARATION BENEFITS SYSTEM**

**CASH FLOW STATEMENT**

For the Period December 31, 2017

(In Philippine Pesos)

	Jan to Dec	December
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Net income/(loss)	406,995,015.96	55,318,762.90
Adjustments:		
Depreciation and amortization	4,144,819.79	341,498.25
Equity in net earnings (losses) of subsidiaries and assoc.	4,909,295.01	296,632.95
Retained Earnings, Unappropriated - Adjustments	0.00	(4,039,086.27)
Interest income	(238,579,023.87)	(20,059,085.94)
Provisions and allowances/Unrealized Gain/(Loss):		
Unrealized gain/(loss)-Available For Sale	2,325,954.62	53,574.70
	<u>2,325,954.62</u>	<u>53,574.70</u>
	<u>(227,198,954.45)</u>	<u>(23,406,466.31)</u>
Operating Income (loss) before working capital changes	<u>179,796,061.51</u>	<u>31,912,296.59</u>
Changes in operating assets and liabilities:		
Decrease (increase) in		
Short-term investments	(142,456,909.30)	30,854,534.34
Receivables	(15,596,798.55)	(3,989,837.50)
Loans receivable	(294,315,742.36)	(30,444,708.86)
Installment contracts receivable	60,330,729.40	(3,644,131.18)
Other current assets	(3,089,910.63)	(4,630,241.31)
	<u>(395,128,631.43)</u>	<u>(11,854,384.51)</u>
Increase (decrease) in		
Accounts Payable and Accrued Expenses	36,553,800.07	14,026,539.46
Deposits and Other Liabilities	22,905,049.31	860,497.58
	<u>59,458,849.38</u>	<u>14,887,037.04</u>
	<u>(335,669,782.05)</u>	<u>3,032,652.53</u>
Cash provided by (used) in operations	(155,873,720.54)	34,944,949.12
Interest received	230,214,806.80	5,994,394.11
<b>Net cash provided by (used) in operating activities</b>	<b>74,341,086.26</b>	<b>40,939,343.23</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Acquisition of property and equipment	(2,955,406.21)	(225,036.39)
Decrease (increase) in		
Advances to Subsidiaries and Associates - net	(270,000.00)	-
Investment in Bonds & Commercial Papers	(84,774,249.28)	(758,647.15)
Investments in Shares of Stock - net	(167,143.18)	156,734.10
Investments in Real Estate - net	35,363,843.86	5,061,463.56
Other Assets- net	3,605,068.96	982,139.90
<b>Net cash provided by (used) in investing activities</b>	<b>(49,197,885.85)</b>	<b>5,216,654.02</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Members' contributions received	80,133.50	256,437.16
Refund of members' contributions	(404,477,541.67)	(29,058,487.49)
Payments of:		
Estimated liability on earnings of members' contributions	(167,781,660.98)	(11,370,092.32)
<b>Net cash provided by financing activities</b>	<b>(572,179,069.15)</b>	<b>(40,172,142.65)</b>
<b>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>(547,035,868.74)</b>	<b>5,983,854.60</b>
<b>CASH AND CASH EQUIVALENTS AT BEGINNING</b>	<b>588,792,349.16</b>	<b>35,772,625.82</b>
<b>CASH AND CASH EQUIVALENTS AT END</b>	<b>41,756,480.41</b>	<b>41,756,480.42</b>