

FIRST INVESTMENT BANK AD

Unconsolidated statement of cash flows for the year ended 31 December 2008

unaudited

	in BGN '000	
	2008	2007
Net cash flow from operating activities		
Net profit	50 931	50 407
Adjustment for non-cash items		
Impairment losses	(2 742)	26 408
Depreciation and amortization	16 796	11 541
Income tax expense	5 094	5 373
	70 079	93 729
Change in operating assets		
(Increase)/decrease in financial instruments held for trading	3 848	(290)
Decrease in available for sale investments	79 507	119 061
(Increase)/decrease in loans and advances to banks and financial institutions	(22)	19 675
(Increase) in loans to customers	(175 012)	(1 084 676)
(Increase) in other assets	(7 235)	3 597
	(98 914)	(942 633)
Change in operating liabilities		
Increase in deposits from banks	36 181	6 798
Increase/(decrease) in amounts owed to other depositors	(78 449)	768 289
Net increase in other liabilities	1 222	1 681
	(41 046)	776 768
Income tax paid	(7 185)	(4 290)
NET CASH FLOW FROM OPERATING ACTIVITIES	(77 066)	(76 426)
Cash flow from investing activities		
(Purchase) of tangible and intangible fixed assets	(59 259)	(41 885)
(Acquisition)/decrease of investments	44 313	(34 485)
NET CASH FLOW FROM INVESTING ACTIVITIES	(14 946)	(76 370)
Financing activities		
Increase of shareholders' equity, fully paid-up	-	10 000
Increase of share premium	-	97 000
Increase in borrowings	49 402	114 904
NET CASH FLOW FROM FINANCING ACTIVITIES	49 402	221 904
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	(42 610)	69 108
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	797 667	728 559
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	755 057	797 667

M. Mateev
EXECUTIVE DIRECTOR

(signed)

E. Lukanov
EXECUTIVE DIRECTOR

(signed)