

FIRST INVESTMENT BANK AD**Consolidated 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	49 140	51 113
Adjustment for non-cash items		
Impairment losses	(979)	26 958
Depreciation and amortization	17 477	11 668
Income tax expense	5 173	5 640
	70 811	95 379
Change in operating assets		
(Increase)/decrease in financial instruments held for trading	3 848	(290)
Decrease in available for sale investments	81 463	133 711
(Increase)/decrease in loans and advances to banks and financial institutions	(22)	19 087
(Increase) in loans to customers	(190 755)	(1 095 308)
(Increase) in other assets	(8 234)	2 121
	(113 700)	(940 679)
Change in operating liabilities		
Increase/(decrease) in deposits from banks	49 840	(7 241)
Increase in amounts owed to other depositors	380 093	782 942
Net increase in other liabilities	922	1 455
	430 855	777 156
Income tax paid	(7 423)	(5 232)
NET CASH FLOW FROM OPERATING ACTIVITIES	380 543	(73 376)
Cash flow from investing activities		
(Purchase) of tangible and intangible fixed assets	(60 609)	(45 933)
(Acquisition)/decrease of investments	43 689	(35 863)
NET CASH FLOW FROM INVESTING ACTIVITIES	(16 920)	(81 796)
Financing activities		
Increase of shareholders' equity, fully paid-up	-	10 000
Increase of share premium	-	97 000
Capital increase of subsidiary	-	180
Increase/(decrease) in borrowings	(402 374)	117 846
NET CASH FLOW FROM FINANCING ACTIVITIES	(402 374)	225 026
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	(38 751)	69 854
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	800 665	730 811
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	761 914	800 665

J. Skortchev

EXECUTIVE DIRECTOR

E. Lukanov

EXECUTIVE DIRECTOR