

Financial Statements

Statements of Cash Flows ⁽¹⁾

For the year ended 30 June 2011

	Note	Group			Bank
		2011	2010	2009	2011
		\$M	\$M	\$M	\$M
Cash flows from operating activities					
Interest received		36,961	31,663	31,745	27,197
Interest paid		(24,278)	(19,387)	(20,986)	(17,625)
Other operating income received		5,725	5,573	5,551	3,181
Expenses paid		(8,474)	(7,766)	(7,334)	(4,988)
Income taxes paid		(2,370)	(2,022)	(2,043)	(1,628)
Net decrease/(increase) in assets at fair value through Income Statement (excluding life insurance)		4,452	(2,466)	4,864	(3,962)
Net increase/(decrease) in liabilities at fair value through Income Statement:					
Life insurance:					
Investment income		552	335	275	-
Premiums received ⁽²⁾		2,200	2,094	2,063	-
Policy payments ⁽²⁾		(3,374)	(3,901)	(3,144)	-
Other liabilities at fair value through Income Statement		(4,317)	(1,200)	287	1,260
Cash flows from operating activities before changes in operating assets and liabilities		7,077	2,923	11,278	3,435
Changes in operating assets and liabilities arising from cash flow movements					
Movement in available-for-sale investments:					
Purchases		(62,733)	(60,021)	(37,200)	(36,325)
Proceeds from sale		4,440	4,107	4,996	4,095
Proceeds at or close to maturity		45,417	44,201	22,189	26,635
Net change in deposits with regulatory authorities		(72)	-	25	2
Net increase in loans, bills discounted and other receivables		(11,489)	(28,999)	(52,878)	(25,159)
Net decrease/(increase) in receivables due from other financial institutions not at call		1,115	2,725	(5,575)	1,134
Net (increase)/decrease in securities purchased under agreements to resell		(2,834)	776	(507)	751
Life insurance business:					
Purchase of insurance assets at fair value through Income Statement		(4,101)	(5,660)	(11,950)	-
Proceeds from sale/maturity of insurance assets at fair value through Income Statement		5,914	8,384	14,478	-
Net decrease/(increase) in other assets		201	254	(77)	193
Net increase in deposits and other public borrowings		31,893	8,852	47,394	5,321
Net increase/(decrease) in payables due to other financial institutions not at call		5,112	(1,157)	(8,012)	(1,112)
Net (decrease)/increase in securities sold under agreements to repurchase		(1,698)	(2,814)	6,985	(2,650)
Net decrease/(increase) in other liabilities		(575)	(240)	344	1,309
Changes in operating assets and liabilities arising from cash flow movements		10,590	(29,592)	(19,788)	7,597
Net cash provided by/(used in) operating activities	46(a)	17,667	(26,669)	(8,510)	(20,864)
Cash flows from investing activities					
Payments for acquisition of controlled entities		-	-	(1,741)	-
Net proceeds from disposal of controlled entities	46(c)	19	(11)	-	44
Net proceeds from disposal of entities and businesses (net of cash disposals)		15	(22)	-	-
Dividends received		26	71	76	1,648
Net amounts received from/(paid to) controlled entities		-	-	-	(23,823)
Proceeds from sale of property, plant and equipment		27	70	9	61
Purchases of property, plant and equipment		(443)	(293)	(987)	(230)
Payments for acquisitions of investments in associates/joint ventures		(164)	(414)	(144)	(396)
Purchase of intangible assets		(533)	(454)	(405)	(427)
Sale/(purchase) of assets held for sale		12	542	(22)	346
Net cash (used in)/provided by investing activities		(1,041)	(511)	(3,214)	(22,777)

(1) It should be noted that the Group does not use these accounting Statements of Cash Flows in the internal management of its liquidity positions.

(2) Represents gross premiums and policy payments before splitting between policyholders and shareholders.

The above Statements of Cash Flows should be read in conjunction with the accompanying notes.

Financial Statements

Statements of Cash Flows (continued) ⁽¹⁾

For the year ended 30 June 2011

	Note	Group			Bank	
		2011 \$M	2010 \$M	2009 \$M	2011 \$M	2010 \$M
Cash flows from financing activities						
Proceeds from issue of shares (net of issue costs)		6	2	4,830	5	2
Dividends paid (excluding Dividend Reinvestment Plan)		(4,188)	(2,149)	(2,620)	(4,157)	(2,119)
Net proceeds from issuance of debt securities		(8,321)	30,128	10,253	(8,092)	43,042
Net sale/(purchase) of treasury shares		4	(20)	(14)	-	95
Issue of loan capital		-	3,707	500	-	3,707
Redemption of loan capital		(1,064)	(1,760)	(1,250)	(911)	(1,760)
Other		(52)	3	(54)	(214)	284
Net cash (used in)/provided by financing activities		(13,615)	29,911	11,645	(13,369)	43,251
Net increase/(decrease) in cash and cash equivalents		3,011	2,731	(79)	2,845	(390)
Cash and cash equivalents at beginning of year		4,917	2,186	2,265	3,046	3,436
Cash and cash equivalents at end of year	46(b)	7,928	4,917	2,186	5,891	3,046

(1) It should be noted that the Group does not use these accounting Statements of Cash Flows in the internal management of its liquidity positions.

The above Statements of Cash Flows should be read in conjunction with the accompanying notes.