

Consolidated Statement of Cash Flows

For the years ended December 31, 2018 and 2017

	Notes	2018 SAR '000	2017 SAR '000
Operating Activities			
Net income		1,458,718	1,410,798
Adjustments to reconcile net income to net cash from (used in) operating activities			
Net accretion of discounts and net amortization of premiums on investments not held as FVTPL		46,095	56,903
Net change in accrued special commission income		(24,243)	(84,713)
Net change in accrued special commission expense		85,364	(85,487)
Net change in deferred loan fees		(10,300)	11,038
Losses on FVOCI debt securities	23	59	-
Gains on investments, net	23	-	(49,130)
Loss (gain) on sales of property, equipment, and intangibles		30	(15)
FVTPL unrealized losses		20,464	-
FVTPL realized gains		(4,528)	-
Depreciation and amortization	9	103,239	92,559
Provisions for credit losses		246,972	213,000
Impairment charge for equity investments	6	-	108,622
Share in earnings of associates	8	(126,145)	(131,851)
Share based provisions	38	5,400	9,948
		1,801,125	1,551,672
Net (increase) decrease in operating assets:			
Statutory deposit with SAMA		114,975	243,558
Due from banks and other financial institutions maturing after ninety days from acquisition date		(53,578)	25,663
Loans and advances, net		(88,742)	545,068
Positive fair values of derivatives		(545,360)	6,357
Other assets		114,278	(357,024)
Net increase (decrease) in operating liabilities:			
Due to banks and other financial institutions		4,971,376	(1,425,465)
Customer deposits		(3,251,040)	1,381,361
Negative fair values of derivatives		354,885	(29,708)
Other liabilities		(723,251)	(60,178)
Net cash provided from operating activities		2,694,668	1,881,304
Investing Activities			
Proceeds from sales and maturities of investments		1,820,969	3,894,435
Purchases of investments		(5,072,207)	(4,561,311)
Dividends received from associates	8	108,273	98,815
Investments in associates	8	(1,876)	-
Acquisitions of property, equipment, and intangibles	9	(161,556)	(107,880)
Proceeds from sales of property, equipment, and intangibles		6	15
Net cash used in investing activities		(3,306,391)	(675,926)
Financing Activities			
Zakat and Income Tax payments, net		(49,840)	(35,144)
Treasury shares purchased	40	(787,536)	-
Sales (purchases) of shares for employee options	38	16,651	(17,574)
Vesting of employee share options, net	38	36,218	12,241
Dividends paid	26	(450,000)	(350,000)
Repayment of term loans	14	-	(1,000,000)
Proceeds from term loans	14	-	1,000,000
Proceeds from Tier 1 Sukuk	39	1,000,000	285,000
Tier 1 Sukuk costs		(94,904)	(38,247)
Net cash used in financing activities		(329,411)	(143,724)
Net (decrease) increase in cash and cash equivalents		(941,134)	1,061,654

For the years ended December 31, 2018 and 2017

	Notes	2018 SAR '000	2017 SAR '000
Cash and cash equivalents			
Cash and cash equivalents at the beginning of the year		5,444,306	4,382,652
Net (decrease) increase in cash and cash equivalents		(941,134)	1,061,654
Cash and cash equivalents at the end of the year	28	4,503,172	5,444,306
Supplemental special commission information			
Special commission received		3,609,173	3,448,376
Special commission paid		1,263,479	1,573,746
Supplemental non-cash information			
Total other comprehensive loss		(373,735)	(305,173)
Other real estate		-	300,000
Bonus shares issued	26	-	500,000
Adoption of IFRS 9 on January 1, 2018		822,556	-
Zakat settlement from 2006 to 2017, net of fair value adjustment	27	711,807	-

The accompanying Notes 1 to 43 form an integral part of these Consolidated Financial Statements.