

Statement of cash flow, Group

SEKm	Note	2014	2013
Operating activities			
Operating profit		21 026	19 355
Loss for the period from discontinuing operations		-262	-2 340
Adjustments for non-cash items in operating activities	G48	-555	-500
Taxes paid		-5 494	-2 961
Increase/decrease in loans to credit institution		-26 662	2 597
Increase/decrease in loans to the public		-115 813	-28 775
Increase/decrease in holdings of securities for trading		12 925	-46 814
Increase/decrease in deposits and borrowings from the public including retail bonds		34 957	37 772
Increase/decrease in amounts owed to credit institutions		45 468	-1 811
Increase/decrease in other assets		-41 353	32 732
Increase/decrease in other liabilities		84 693	-35 606
Cash flow from operating activities		8 930	-26 351
Investing activities			
Business combinations		-2 918	-213
Business disposals		-590	119
Acquisitions of and contributions to associates		-814	-4
Acquisition of other fixed assets and strategic financial assets		-1 111	-835
Disposals of/matured other fixed assets and strategic financial assets		362	2 482
Cash flow from investing activities		-5 071	1 549
Financing activities			
Issuance of interest-bearing securities		114 936	103 085
Redemption of interest-bearing securities		-139 976	-126 236
Issuance of commercial paper		730 879	493 982
Redemption of commercial paper		-646 040	-506 627
Dividends paid		-11 138	-10 885
Cash flow from financing activities		48 661	-46 681
Cash flow for the year		52 520	-71 483
Cash and cash equivalents at the beginning of the year		59 382	130 058
Cash flow for the year		52 520	-71 483
Exchange rate differences on cash and cash equivalents		1 866	807
Cash and cash equivalents at end of the year		113 768	59 382

Comments on the consolidated cash flow statement

The cash flow statement shows receipts and payments during the year as well as cash and cash equivalents at the beginning and end of the year. The cash flow statement is reported using the indirect method and is divided into payments from operating activities, investing activities and financing activities.

Operating activities

Cash flow from operating activities is based on operating profit for the year. Adjustments are made for items not included in cash flow from operating activities. Changes in assets and liabilities from operating activities consist of items which are part of normal business activities, such as loans to and deposits and borrowings from the public and credit institutions, and which are not attributable to investing and financing activities. Cash flow includes interest receipts of SEK 42 445m (44 346) and interest payments of SEK 16 773m (19 510). Capitalised interest is included.

Investing activities

Investing activities consist of purchases and sales of businesses and other fixed assets such as owner-occupied properties, investment properties and equipment, and strategic financial assets. The latter refer to holdings of interest-bearing securities held to maturity and strategic shareholdings in companies other than subsidiaries and associates. In 2014 other tangible assets were acquired for SEK 1 111m (835). Holdings of matured bonds amounted to SEK 169m (371).

In 2014 Sparbanken Öresund AB was acquired for SEK 2 918m, including acquired cash and cash equivalents of SEK 20m. Moreover, Färs och Frosta Sparbank AB was converted during the year to Sparbanken Skåne AB. The new Sparbanken Skåne includes the former Sparbanken 1826 and branches acquired from Sparbanken Öresund AB. In connection with the conversion, Swedbank AB invested SEK 265m in a new share issue and acquired shares for SEK 549m. Swedbank AB's ownership interest in the new Sparbanken Skåne AB is 22 per cent. In 2014 SIA Etkorner Kr Valdemara 27/29 was sold for SEK 140m, Imoniy grupé ALITA for SEK 184m, Inedah HB and condominium certificates of title for SEK 13m and branches from Sparbanken Öresund AB to Sparbanken Skåne AB for SEK -913m.

Svensk Fastighetsförmedling AB was acquired in 2013 for SEK 254m through the subsidiary Swedbank Franchise AB. In addition, capital contributions of SEK 4m were paid to Getswish AB. In 2013 the Estonian associate AS Arealis was sold for SEK 119m.

Cash and cash equivalents

Cash and cash equivalents consist of cash and balances with central banks, which correspond to the balance sheet item Cash and balances with central banks. Cash and cash equivalents in the statement of cash flow are defined according to IAS 7 and do not correspond to what the Group considers liquidity.