

Statement of cash flows

€ million	2019	2018
Net profit	1,873	918
Non-cash items included in net profit and reconciliation to cash flows from operating activities		
Depreciation, amortization, impairment losses, reversals of impairment losses on assets, and other non-cash changes in financial assets and liabilities	-3,977	1,706
Non-cash changes in provisions	804	297
Changes in insurance liabilities	10,815	4,366
Other non-cash income and expenses	1,531	125
Gains and losses on the disposal of assets and liabilities	-619	-77
Other adjustments (net)	-2,564	-2,609
Subtotal	7,863	4,726
Cash changes in assets and liabilities arising from operating activities		
Loans and advances to banks	-5,883	-2,264
Loans and advances to customers	-6,505	-8,340
Other assets from operating activities	238	-895
Hedging instruments (positive and negative fair values)	-2,594	-1,550
Financial assets and financial liabilities held for trading	775	2,284
Deposits from banks	-734	6,428
Deposits from customers	-1,043	6,773
Debt certificates issued including bonds	20,809	-3,448
Other liabilities from operating activities	1,144	-329
Interest, dividends, and operating lease payments received	6,723	7,653
Interest paid	-3,654	-3,746
Income taxes paid	-469	-379
Cash flows from operating activities	16,670	6,913
Proceeds from the sale of investments	9,464	19,219
Proceeds from the sale of investments held by insurance companies	19,426	23,566
Proceeds from the sale of property, plant and equipment, and investment property (excluding assets subject to operating leases)	7	3
Proceeds from the sale of intangible non-current assets	2	12
Payments for the acquisition of investments	-17,730	-10,583
Payments for the acquisition of investments held by insurance companies	-27,523	-30,487
Payments for the acquisition of property, plant and equipment, and investment property (excluding assets subject to operating leases)	-74	-49
Payments for the acquisition of intangible non-current assets	-154	-147
Changes in scope of consolidation	131	2
of which: proceeds from the sale of investments in consolidated subsidiaries net of cash divested	128	-
Cash flows from investing activities	-16,451	1,536
Proceeds from capital increases by shareholders of DZ BANK	1,400	-
Proceeds from capital increases by non-controlling interests	9	-
Dividends paid to shareholders of DZ BANK	-322	-322
Dividends paid to non-controlling interests	-54	-50
Distribution of dividend on additional equity components	-34	-23
Other payments to shareholders of DZ BANK	-	-4
Other payments to non-controlling interests	-	-9
Net change in cash and cash equivalents from other financing activities (including subordinated capital)	-518	-106
Cash flows from financing activities	481	-514

€ million	2019	2018
Cash and cash equivalents as at January 1	51,845	43,910
Cash flows from operating activities	16,670	6,913
Cash flows from investing activities	-16,451	1,536
Cash flows from financing activities	481	-514
Cash and cash equivalents as at December 31	52,545	51,845

The statement of cash flows shows the changes in cash and cash equivalents during the reporting period. Cash and cash equivalents consist of cash on hand and balances with central banks. The cash and cash equivalents do not include any financial investments with maturities of more than 3 months at the date of acquisition. Changes in cash and cash equivalents are broken down into operating, investing, and financing activities.

Cash flows from operating activities comprise cash flows mainly arising in connection with the revenue-producing activities of the group and other activities that cannot be classified as investing or financing activities. Cash flows related to the acquisition and disposal of non-current assets are allocated to investing activities. Cash flows from financing activities include cash flows arising from transactions with equity owners and from other borrowing to finance business activities.

Cash payments from lessees for repayment of lease liabilities, which are included in cash flows from financing activities, amounted to €138 million.

The first-time consolidation of subsidiaries generated a cash inflow of €3 million (2018: €2 million). There were no cash outflows as a result of the deconsolidation of subsidiaries (2018: €1 million).