



STATEMENT OF CASH FLOWS

	Year ended December 31,	
	2021	2020
	NIS million	
<u>Cash flows from operating activities:</u>		
Loss in the year	(20,133)	(4,500)
Adjustments to reconcile loss in the year to net cash provided by operating activities:		
<u>Adjustments to profit or loss items:</u>		
Interest income from foreign exchange reserves, net	(2,532)	(3,389)
Gain from fair value revaluation of financial assets, net	(13,562)	(17,411)
Other expenses (income) from activities abroad, net	(4)	8
Tax expenses on foreign investments	62	46
Interest expenses (income) on financial instruments from local activities, net	(143)	660
Gain from fair value revaluation of financial assets from local activities	-	(179)
Exchange rate differentials	35,370	23,847
Depreciation and amortization	105	103
	19,296	3,685
<u>Changes in asset and liability items:</u>		
Increase in investment in foreign currency securities abroad	(95,745)	(104,329)
Decrease in derivative financial instruments abroad	993	2,776
Decrease (increase) in collaterals on derivative financial instruments abroad	4,179	(2,743)
Decrease (increase) in short-term deposits abroad	5,340	(5,429)
Increase in reverse repos abroad	5,063	12,105
Decrease (increase) in other assets abroad	377	(435)
Increase in IMF deposits	(125)	(726)
Increase in investment in local currency bonds in Israel	(36,904)	(48,866)
Increase in loans to local financial institutions	(19,045)	(21,055)
Decrease in local derivative financial instruments	-	179
Decrease (increase) in other local assets	(6)	7
Increase in local reserves of banking corporations	26,486	10,020
Increase in local time deposits	109,000	171,000
Increase (decrease) in short-term bills (<i>makam</i>)	27,963	(33,093)
Increase in local government reserves	2,475	29,959
Increase in other local liabilities	113	614
Decrease in employee benefit liabilities	(132)	(105)
	30,032	9,879

The accompanying notes are an integral part of the financial statements.



	Year ended December 31,	
	2021	2020
	NIS million	
<u>Cash paid and received during the year:</u>		
Interest paid on reserves abroad	(254)	(102)
Interest received from reserves abroad	3,793	3,762
Interest paid on local reserves	(868)	(772)
Interest received from local reserves	1,628	479
Dividends received	2,037	1,544
Taxes on income paid	(62)	(46)
	6,274	4,865
Net cash provided by operating activities	35,469	13,929
<u>Cash flows from investing activities:</u>		
Loans granted to employees	(9)	(3)
Purchase of Fixed assets and Intangible assets	(67)	(95)
Net cash used in investing activities	(76)	(98)
<u>Cash flows from financing activities:</u>		
Increase in banknotes and coins in circulation	7,273	18,627
Net cash provided by financing activities	7,273	18,627
Exchange rate differentials on cash and cash equivalents	(4,531)	(7,651)
Increase in cash and cash equivalents	42,666	32,458
Cash and cash equivalents at beginning of year	132,735	107,928
Cash and cash equivalents at end of year	170,870	132,735

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