

# Consolidated statement of cash flow

in CHF 1,000	Note	2023	2022
<b>Cash flow from operating activities</b>			
Group net income		44,209	40,160
<b>Reconciliation to cash flow from operating activities</b>			
Non-cash-related positions in Group results			
• Depreciation of property, equipment and intangible assets	22/23	45,908	40,969
• Creation/dissolution of retirement pension provisions		-2,558	1,248
• Creation/dissolution of other provisions and valuation allowances		-1,016	-2,741
• Non-cash-related income from capitalisation of assets		-3,133	-4,001
• Unrealised gains on financial instruments measured at fair value		52	-3,229
• Unrealised gains on financial instruments measured at amortised cost (foreign exchange)		0	-382
• Deferred income taxes		-2,358	-1,382
Net increase/reduction in banking			
• Amounts due from/to banks, net		384,406	231,092
• Trading portfolios incl. replacement values, net		31,281	5,882
• Amounts due from/to clients		-806,147	-99,200
• Accrued receivables and other assets		-13,977	-14,496
• Accruals and other liabilities		9,388	-35,143
Income taxes paid	10a	-8,949	-11,608
Used provisions and valuation allowances		-112	-229
Foreign-currency impact on intragroup transactions		-46,772	904
<b>Net cash flow from operating activities</b>		<b>-369,778</b>	<b>147,844</b>
<b>Cash flow from investment activities</b>			
Purchase of financial instruments measured at fair value		-15,526	-18,835
Proceeds from sale of/maturing financial instruments measured at fair value		11,692	26,995
Purchase of financial instruments measured at amortised cost		-723,305	-864,825
Proceeds from sale of/maturing financial instruments measured at amortised cost		660,417	608,875
Acquisition of property and equipment and intangible assets		-18,864	-32,653
Sale of property and equipment and intangible assets		0	0
<b>Net cash flow from investment activities</b>		<b>-85,586</b>	<b>-280,443</b>
<b>Cash flow from financing activities</b>			
Purchase of treasury shares	30	-13	-17
Sale of treasury shares		1,310	1,139
Payment of lease liabilities		-5,561	-5,661
Dividend distributions		-30,682	-30,524
Issuance of medium-term bonds		23,691	8,163
Redemption of medium-term bonds		-11,499	-20,947
Redemption of debentures	26	0	0
<b>Net cash flow from financing activities</b>		<b>-22,754</b>	<b>-47,847</b>
Foreign-currency translation impact		-45,867	-10,828
<b>Net increase/reduction in cash and cash equivalents</b>		<b>-523,985</b>	<b>-191,274</b>
Cash and cash equivalents at the beginning of the financial year		2,684,567	2,875,841
Cash and cash equivalents at the end of the financial year		2,160,582	2,684,567
<b>Net increase/reduction in cash and cash equivalents</b>		<b>-523,985</b>	<b>-191,274</b>

Consolidated statement of cash flow (continued)

in CHF 1,000	Note	2023	2022
<b>Cash and cash equivalents are represented by</b>			
Cash	13	1,610,983	2,208,760
Receivables arising from money market paper		0	9,995
Due from banks - at-sight balances	15	549,599	465,812
<b>Total cash and cash equivalents</b>		<b>2,160,582</b>	<b>2,684,567</b>
<b>Consolidated statement of cash flow (summarised)</b>			
<b>Cash and cash equivalents at beginning of accounting period</b>		<b>2,684,567</b>	<b>2,875,841</b>
Cash flow from operating activities, net of taxes		-369,778	147,844
Cash flow from investing activities		-85,586	-280,443
Cash flow from financing activities		-22,754	-47,847
Foreign-currency translation impact		-45,867	-10,828
<b>Cash and cash equivalents at end of accounting period</b>		<b>2,160,582</b>	<b>2,684,567</b>
<b>Cash flow from operating activities from interest and dividends</b>			
Interest paid		-172,260	-36,090
Interest received		305,240	150,341
Dividends received		7,084	7,349

At-sight balances due from banks bear interest at daily rates or are invested in interest-bearing short-term money-market deposits for between one day and three months, depending upon the liquidity requirements of VP Bank Group. Interest rates are based upon equivalent market rates. The fair value of cash and cash equivalents amounts to CHF 2,160.6 million (2022: CHF 2,684.6 million).

**Reconciliation between cash flow from financing activities and the balance sheet positions:**

in CHF 1,000	Note	31.12.2023	31.12.2022	Variance absolute	Variance from cash flows	Changes in fair values	Effect of changes in foreign exchange rates	Additions right of use assets	Other variances
Medium-term notes	25	53,005	41,180	11,825	12,192	-367	0	0	0
Debentures issued	26	255,028	255,081	-53	0	-53	0	0	0
Lease liabilities	32	17,692	19,868	-2,176	-5,561	0	-393	6,210	-2,432
<b>Total variance</b>				<b>9,596</b>	<b>6,631</b>	<b>-420</b>	<b>-393</b>	<b>6,210</b>	<b>-2,432</b>

in CHF 1,000	Note	31.12.2022	31.12.2021	Variance absolute	Variance from cash flows	Changes in fair values	Effect of changes in foreign exchange rates	Additions right of use assets	Other variances
Medium-term notes	25	41,180	53,997	-12,817	-12,784	-33	0	0	0
Debentures issued	26	255,081	255,134	-53	0	-53	0	0	0
Lease liabilities	32	19,868	25,174	-5,306	-5,661	0	96	470	-211
<b>Total variance</b>				<b>-18,176</b>	<b>-18,445</b>	<b>-86</b>	<b>96</b>	<b>470</b>	<b>-211</b>