

Statement of cash flows

€ million	2020	2019
Net profit	980	1,880¹
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	879	-3,977
Non-cash changes in provisions	730	812 ¹
Changes in insurance liabilities	6,612	10,815
Other non-cash income and expenses	837	1,531
Gains and losses on the disposal of assets and liabilities	-419	-619
Other adjustments (net)	-2,686	-2,564
Subtotal	6,933	7,878
Cash changes in assets and liabilities arising from operating activities		
Loans and advances to banks	-5,389	-5,883
Loans and advances to customers	-4,637	-6,505
Other assets from operating activities	1,341	238
Hedging instruments (positive and negative fair values)	-1,342	-1,892 ¹
Financial assets and financial liabilities held for trading	1,763	73 ¹
Deposits from banks	36,739	-734
Deposits from customers	2,617	-1,043
Debt certificates issued including bonds	-14,732	20,809
Other liabilities from operating activities	717	1,136 ¹
Interest, dividends, and operating lease payments received	5,864	6,714 ¹
Interest paid	-2,578	-3,672 ¹
Income taxes paid	-394	-469
Cash flows from operating activities	26,902	16,650
Proceeds from the sale of investments	10,483	9,464
Proceeds from the sale of investments held by insurance companies	21,454	19,419 ¹
Proceeds from the sale of property, plant and equipment, and investment property (excluding assets subject to operating leases)	37	7
Proceeds from the sale of intangible non-current assets	3	2
Payments for the acquisition of investments	-13,188	-17,730
Payments for the acquisition of investments held by insurance companies	-30,044	-27,523
Payments for the acquisition of property, plant and equipment, and investment property (excluding assets subject to operating leases)	-88	-74
Payments for the acquisition of intangible non-current assets	-316	-154
Changes in scope of consolidation	-85	131
of which proceeds from the sale of investments in consolidated subsidiaries net of cash divested	-	128
of which payments for the acquisition of investments in consolidated subsidiaries net of cash acquired	-85	-
Cash flows from investing activities	-11,744	-16,458
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
Dividends paid to non-controlling interests	-42	-54
Distribution of dividend on additional equity components	-69	-34
Other payments to non-controlling interests	-22	-
Net change in cash and cash equivalents from other financing activities (including subordinated capital)	784	-491 ¹
Cash flows from financing activities	651	508

¹ Amount restated (see note 2).

€ million	2020	2019
Cash and cash equivalents as at January 1	52,545	51,845
Cash flows from operating activities	26,902	16,650 ¹
Cash flows from investing activities	-11,744	-16,458 ¹
Cash flows from financing activities	651	508 ¹
Cash and cash equivalents as at December 31	68,354	52,545

¹ Amount restated (see note 2).

The statement of cash flows shows the changes in cash and cash equivalents during the financial year. 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, in particular from subordinated capital.

Cash payments from lessees in repayment of lease liabilities, which are included in cash flows from financing activities, amounted to €99 million (2019: €111 million) (amount restated, see note 2)).

In 2020, there were no cash inflows as a result of the first-time consolidation of subsidiaries (2019: cash inflow of €3 million).