

Consolidated Statement of Cash Flows

For the financial year ended 31 March 2018

	2018 S\$ Mil	2017 S\$ Mil
Cash Flows From Operating Activities		
Profit before tax	6,131.5	4,515.4
Adjustments for -		
Depreciation and amortisation	2,340.1	2,238.9
Share of results of associates and joint ventures	(1,786.7)	(2,017.3)
Exceptional items	(1,965.6)	(37.1)
Interest and investment income (net)	(45.6)	(114.8)
Finance costs	390.2	374.3
Other non-cash items	30.3	25.8
	(1,037.3)	469.8
Operating cash flow before working capital changes	5,094.2	4,985.2
Changes in operating assets and liabilities		
Trade and other receivables	(195.4)	(561.7)
Trade and other payables	76.5	93.4
Inventories	(59.1)	(23.6)
Cash generated from operations	4,916.2	4,493.3
Dividends received from associates and joint ventures	1,647.7	1,655.5
Income tax and withholding tax paid (Note 1)	(607.8)	(833.8)
Payment to employees in cash under performance share plans	(0.9)	(0.3)
Net cash from operating activities	5,955.2	5,314.7
Cash Flows From Investing Activities		
Payment for purchase of property, plant and equipment	(2,349.0)	(2,260.6)
Purchase of intangible assets	(1,124.4)	(257.7)
Investment in associate and joint ventures (Note 2)	(540.6)	(2,471.8)
Payments for acquisition of subsidiaries, net of cash acquired (Note 3)	(336.5)	(4.9)
Investment in AFS investments	(59.6)	(34.6)
Withholding tax paid on intra-group interest income	(26.0)	(27.3)
Proceeds/ deferred proceeds from disposal of associates and joint ventures (Note 4)	1,146.4	61.5
Repayment of loan by an associate (Note 4)	1,100.5	-
Proceeds from sale of property, plant and equipment	142.6	34.2
Proceeds from sale of AFS investments	77.7	75.0
Interest received	16.4	39.4
Dividends received from AFS investments (net of withholding tax paid)	1.8	1.7
Contribution from non-controlling interests	-	12.9
Net cash used in investing activities	(1,950.7)	(4,832.2)

The accompanying notes on pages 155 to 249 form an integral part of these financial statements.
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	Note	2018 S\$ Mil	2017 S\$ Mil
Cash Flows From Financing Activities			
Proceeds from term loans		6,948.6	6,174.9
Repayment of term loans		(6,726.0)	(5,263.7)
Proceeds from bond issue		430.2	675.4
Repayment of bonds		(936.4)	(404.2)
Proceeds from finance lease liabilities		18.0	10.1
Finance lease payments		(46.3)	(34.9)
Net (repayment of)/ proceeds from borrowings		(311.9)	1,157.6
Proceeds from issue of shares (Note 2)		-	1,602.4
Final dividend paid to shareholders of the Company		(1,746.6)	(1,705.5)
Interim dividend paid to shareholders of the Company		(1,110.0)	(1,110.0)
Special dividend paid to shareholders of the Company		(489.7)	-
Net interest paid on borrowings and swaps		(379.9)	(351.3)
Settlement of swap for bonds repaid		61.4	16.3
Purchase of performance shares		(25.0)	(27.2)
Dividend paid to non-controlling interests		(5.4)	(5.0)
Others		(2.1)	0.3
Net cash used in financing activities		(4,009.2)	(422.4)
Net change in cash and cash equivalents		(4.7)	60.1
Exchange effects on cash and cash equivalents		(4.2)	11.9
Cash and cash equivalents at beginning of year		533.8	461.8
Cash and cash equivalents at end of year	15	524.9	533.8

Note 1: Income tax and withholding tax paid

The payments in the previous financial year included an amount of S\$142 million (A\$134 million) paid to the Australian Taxation Office in November 2016 for amended assessments under dispute related to the acquisition financing of Optus (see **Note 16**).

Note 2: Investments in associate and joint ventures, and proceeds from issue of shares

On 12 March 2018, Singtel completed the acquisition of an additional 1.7% equity interest in Bharti Telecom Limited ("**BTL**") for S\$539 million.

On 17 November 2016, Singtel completed the acquisitions of 21.0% equity interest in Intouch Holdings Public Company Limited ("**Intouch**") for S\$1.59 billion and an additional 7.4% equity interest in BTL for S\$884 million. The acquisitions were partially financed by proceeds of S\$1.60 billion from the issuance of 385,581,351 new ordinary shares of Singtel listed on the Singapore Exchange.

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Note 3: Payments for acquisition of subsidiaries

- (a) On 10 April 2017, Singtel's wholly-owned subsidiary, Amobee, Inc. ("**Amobee**"), acquired 100% of the share capital of Turn, Inc. ("**Turn**") for S\$392 million (US\$281 million). The acquisition of Turn, a leading provider of a global technology platform for marketers and agencies, expands Amobee's digital marketing technology. The fair values of identifiable net assets and the net cash outflow on the acquisition were as follows –

	31 March 2018 S\$ Mil
Identifiable intangible assets	53.3
Non-current assets	11.8
Cash and cash equivalents	55.6
Current assets (excluding cash and cash equivalents)	103.6
Total liabilities	(179.7)
Net assets acquired	44.6
Goodwill (see Note 19.1)	347.5
Total cash consideration	392.1
Less: Cash and cash equivalents acquired	(55.6)
Net outflow of cash	336.5

- (b) The payments in the previous financial year included deferred payments of S\$3.4 million and S\$1.5 million made in respect of the acquisitions of Adconion Media, Inc. and Adconion Pty Limited (together, "**Adconion**") and Ensyst Pty Limited respectively.

Note 4: Proceeds from disposal of associate, and repayment of loan by an associate

On 19 July 2017, Singtel sold its 100% interest in NetLink Trust to NetLink NBN Trust for an aggregate consideration of S\$1.89 billion comprising a cash consideration of S\$1.11 billion and 24.8% interest in NetLink NBN Trust. In addition, a unitholder loan of S\$1.10 billion was repaid by NetLink Trust to Singtel.

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