

STATEMENT OF CASH FLOWS

	Year ended December 31,	
	2022	2021
	NIS million	
<u>Cash flows from operating activities:</u>		
Income (loss) in the year	14,924	(20,133)
Adjustments to reconcile income (loss) in the year to net cash provided by (used in) operating activities:		
<u>Adjustments to profit or loss items:</u>		
Interest income from foreign exchange reserves, net	(6,845)	(2,532)
Loss (gain) from fair value revaluation of financial assets, net	43,147	(13,562)
Other expenses (income) from activities abroad, net	146	(4)
Tax expenses on foreign investments	92	62
Interest expenses (income) on financial instruments from local activities, net	5,479	(143)
Exchange rate differentials on cash and cash equivalents	(17,559)	4,531
Exchange rate differentials on foreign exchange reserves	(42,024)	31,776
Exchange rate differentials on balances from local activities	1,591	(937)
Depreciation and amortization	134	105
	(15,839)	19,296
<u>Changes in asset and liability items:</u>		
Increase in investment in foreign currency securities abroad	(122,197)	(95,745)
Decrease in derivative financial instruments abroad	1,536	993
Decrease (increase) in collaterals on derivative financial instruments abroad	(3,565)	4,179
Decrease in short-term deposits abroad	3,490	5,340
Decrease (increase) in reverse repos abroad	(6,798)	5,063
Decrease (increase) in other assets abroad	(861)	377
Increase in IMF deposits	(333)	(125)
Increase (decrease) in investment in local currency bonds in Israel	829	(36,904)
Increase (decrease) in loans to local financial institutions	100	(19,045)
Increase in other local assets	(1)	(6)
Increase (decrease) in local reserves of banking corporations	(7,657)	26,486
Increase (decrease) in local time deposits	(71,000)	109,000
Increase in short-term bills (makam)	94,102	27,963
Increase (decrease) in local government reserves	(21,407)	2,475
Increase in other local liabilities	1,996	113
Decrease in employee benefit liabilities	(64)	(132)
	(131,830)	30,032

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

	Year ended December 31,	
	2022	2021
	NIS million	
<u>Cash paid and received during the year:</u>		
Interest paid on reserves abroad	(126)	(254)
Interest received from reserves abroad	4,832	3,793
Interest paid on local reserves	(6,197)	(868)
Interest received from local reserves	1,869	1,628
Dividends received	3,111	2,037
Taxes on income paid	(92)	(62)
	3,397	6,274
Net cash provided by (used in) operating activities	(129,348)	35,469
<u>Cash flows from investing activities:</u>		
Loans granted to employees	(1)	(9)
Purchase of fixed assets and intangible assets	(57)	(67)
Net cash used in investing activities	(58)	(76)
<u>Cash flows from financing activities:</u>		
Increase in banknotes and coins in circulation	6,348	7,273
Net cash provided by financing activities	6,348	7,273
Exchange rate differentials on cash and cash equivalents	17,559	(4,531)
Increase (decrease) in cash and cash equivalents	(123,058)	42,666
Cash and cash equivalents at beginning of year	170,870	132,735
Cash and cash equivalents at end of year	65,371	170,870

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