

**DBS BANK LTD AND ITS SUBSIDIARIES**  
**CONSOLIDATED CASH FLOW STATEMENT**  
**FOR THE YEAR ENDED 31 DECEMBER 2006**

<b>In \$ millions</b>	<b>2006</b>	<b>2005</b>
<b>Cash flows from operating activities</b>		
Profit before tax	3,003	1,338
<b>Adjustments for non-cash items:</b>		
Allowances for credit and other losses	135	203
Depreciation of properties and other fixed assets	130	148
Goodwill charges	-	1,128
Share of profits of associates	(70)	(54)
Net gain on disposal of properties and other fixed assets	(104)	(314)
Net gain on disposal of financial investments	(171)	(121)
Profit before changes in operating assets & liabilities	<u>2,923</u>	<u>2,328</u>
<b>(Decrease)/Increase in:</b>		
Due to banks	(1,087)	(1,989)
Due to non-bank customers	15,661	(6,775)
Financial liabilities at fair value through profit or loss	(3,115)	22,823
Other liabilities including bills payable	148	(5,430)
Debt securities and borrowings	1,471	(4,503)
Due to holding and related companies	137	(45)
<b>(Increase)/Decrease in:</b>		
Change in restricted balances with central banks	(95)	(938)
Singapore Government securities and treasury bills	(3,936)	1,337
Due from banks	(3,134)	3,028
Financial assets at fair value through profit or loss	1,890	(15,877)
Other financial securities at fair value through profit or loss	-	7,942
Loans and advances to customers	(7,741)	(8,215)
Financial investments	1,392	(1,346)
Other assets	298	2,886
Tax paid	(300)	(440)
<b>Net cash generated from / (used in) operating activities (1)</b>	<u><b>4,512</b></u>	<u><b>(5,214)</b></u>
<b>Cash flows from investing activities</b>		
Dividends from associates	37	40
Purchase of properties and other fixed assets	(239)	(225)
Proceeds from disposal of associates	4	-
Proceeds from disposal of properties and other fixed assets	387	733
Acquisition of interest in associates	(6)	(42)
<b>Net cash generated from investing activities (2)</b>	<u><b>183</b></u>	<u><b>506</b></u>
<b>Cash flows from financing activities</b>		
Increase in share capital and share premium	-	-
Proceeds from issuance of subordinated term debts	1,928	-
Dividends paid to shareholders of the Company	(833)	(701)
Dividends paid to minority interests	(95)	(98)
<b>Net cash generated from / (used in) financing activities (3)</b>	<u><b>1,000</b></u>	<u><b>(799)</b></u>
Exchange translation adjustments (4)	<u>15</u>	<u>15</u>
<b>Net change in cash and cash equivalents (1)+(2)+(3)+(4)</b>	<u><b>5,710</b></u>	<u><b>(5,492)</b></u>
<b>Cash and cash equivalents at 1 January</b>	<u><b>9,408</b></u>	<u><b>14,900</b></u>
<b>Cash and cash equivalents at 31 December (Note 42)</b>	<u><b>15,118</b></u>	<u><b>9,408</b></u>

(see notes on pages 6 to 66, which form part of these financial statements)