

PRADA Group

Consolidated Statement of cash flows

(amounts in thousands of Euro)	twelve months ended December 31 2018	eleven months ended December 31 2017
Income before taxation	302,538	309,817
Profit or loss adjustments		
Depreciation and amortization	219,882	199,000
Impairment of property, plant and equipment and intangible assets	7,475	10,912
Non-monetary financial (income) expenses	38,812	(23,753)
Other non-monetary (income) expenses	(10,407)	12,222
Balance Sheet changes		
Other non-current assets and liabilities	(16,796)	(16,597)
Trade receivables, net	(31,724)	(8,444)
Inventories, net	(60,731)	(66,125)
Trade payables	571	64,281
Other current assets and liabilities	(14,750)	986
Cash flows from operating activities	434,870	482,299
Interest paid, net – third parties	(7,566)	(8,796)
Taxes paid	(62,196)	(26,986)
Net cash flows from operating activities	365,108	446,517
Purchases of property, plant and equipment and intangible assets	(282,135)	(212,653)
Disposals of property, plant and equipment and intangible assets	2,807	1,649
Dividends from investments	632	670
Acquisition of additional shares from Non-Controlling Interests	(2,570)	(1,275)
Financial investments	(98,155)	-
Net cash flow utilized by investing activities	(379,421)	(211,609)
Dividends paid to shareholders of PRADA spa	(191,912)	(307,059)
Dividends paid to non-controlling shareholders	(5,729)	(1,014)
Repayment of Notes	(130,000)	-
Repayment of short-term portion of long-term borrowings - third parties	(144,877)	(46,830)
Arrangement of long-term borrowings – third parties	119,865	343,268
Change in short-term borrowings – third parties	63,480	11,870
Share capital increases by non-controlling shareholders of subsidiaries	345	89
Cash flows generated/(utilized) by financing activities	(288,828)	324
Change in cash and cash equivalents, net of bank overdrafts	(303,141)	235,232
Foreign exchange differences	10,352	(64,836)
Opening cash and cash equivalents, net of bank overdraft	892,610	722,214
Closing cash and cash equivalents, net of bank overdraft	599,821	892,610
Cash and cash equivalents, net of bank overdraft	599,821	892,610
Closing cash and cash equivalents, net of bank overdraft	599,821	892,610