

**Banco Nacional de Comercio Exterior, S. N. C.,
Institución de Banca de Desarrollo and Subsidiary**

Periférico Sur 4333, Mexico, City
Consolidated Statement of Cash Flows

Years ended December 31, 2018 and 2017

(Millions of Mexican pesos)

	<u>2018</u>	<u>2017</u>
Net income	\$ 47	255
Adjustments for non cash items:		
Depreciation	12	8
Provisions	(49)	201
Current and deferred income taxes	(163)	1
Equity in the results of associated companies	<u>(61)</u>	<u>(15)</u>
	(214)	450
Operating activities:		
Change in investment securities	34,351	(48,526)
Change in debtors under resale/repurchase agreements	7,364	11,303
Change in derivatives (assets)	57	(65)
Change in loan portfolio (net)	(18,341)	(16,525)
Change in other operating assets	361	704
Change in deposits	3,922	10,982
Change in due to banks and other institutions	6,131	5,102
Change in creditors on resale/repurchase agreements	(40,563)	46,454
Change in collaterals sold or pledged	17	(43)
Change in derivatives (liabilities)	(67)	(356)
Change in subordinated debit issue	16	(679)
Change in other operating liabilities	(26)	97
Income taxes paid	<u>(215)</u>	<u>(1,018)</u>
Net cash provided by operating activities	<u>(7,207)</u>	<u>7,880</u>
Cash flows from financing activities		
Payments for acquisition of property, furniture and equipment	(55)	(15)
Payments for the acquisition of other permanent investments	<u>(2)</u>	<u>-</u>
Net cash flows of financing activities	(57)	(15)
Net cash of financing activities		
Additional paid in capital	<u>3,386</u>	<u>3,825</u>
Net (decrease) increase in cash	(3,878)	11,690
Cash and cash equivalents at the beginning of year	<u>31,246</u>	<u>19,556</u>
Cash and cash equivalents at the end of year	\$ <u>27,368</u>	<u>31,246</u>

The accompanying notes are an integral part of these consolidated financial statements.

These consolidated statements of cash flows were prepared in accordance with the Accounting Criteria for Credit Institutions, issued by the National Banking and Securities Commission, pursuant to Articles 99, 101 and 102 of the Law for Credit Institutions which are general and mandatory, and were consistently applied. These consolidated statements of cash flows reflect the Institution's cash inflows and outflows arising from operations recorded during the above mentioned years, which were carried out and valued in accordance with sound banking practices and the applicable legal and administrative provisions.

These consolidated statements of cash flows were approved by the Board of Directors under the responsibility of the undersigned officers.

SIGNATURE

Eugenio Nájera Solórzano
Chief Executive Officer
(Effective as of December 16, 2018)

SIGNATURE

Armando Hernández Torres
Chief Financial Officer

SIGNATURE

Julia Noemí Rodríguez Kú
In charge of the Deputy General
Direction of Internal Audit