

Consolidated statement of cash flows

Millions of Canadian dollars, for the year ended October 31	2017 ⁽¹⁾	2016 ⁽²⁾	2015
Cash flows provided by (used in) operating activities			
Net income	\$ 4,718	\$ 4,295	\$ 3,590
Adjustments to reconcile net income to cash flows provided by (used in) operating activities:			
Provision for credit losses	829	1,051	771
Amortization and impairment ⁽³⁾	542	462	435
Stock options and restricted shares expense	7	5	5
Deferred income taxes	21	(20)	(61)
AFS securities losses (gains), net	(143)	(73)	(138)
Net losses (gains) on disposal of land, buildings and equipment	(305)	(72)	(2)
Other non-cash items, net	(15)	(692)	(257)
Net changes in operating assets and liabilities			
Interest-bearing deposits with banks	394	4,919	(4,731)
Loans, net of repayments	(30,547)	(27,464)	(22,610)
Deposits, net of withdrawals	18,407	28,440	40,510
Obligations related to securities sold short	3,375	532	(3,193)
Accrued interest receivable	(34)	(98)	(112)
Accrued interest payable	90	(72)	(77)
Derivative assets	3,588	(1,425)	(5,655)
Derivative liabilities	(5,549)	(232)	7,204
Trading securities	(764)	(3,734)	880
FVO securities	107	12	(14)
Other FVO assets and liabilities	1,071	807	327
Current income taxes	(1,063)	8	140
Cash collateral on securities lent	(494)	1,089	526
Obligations related to securities sold under repurchase agreements	16,277	2,780	(948)
Cash collateral on securities borrowed	398	(2,188)	144
Securities purchased under resale agreements	(10,556)	1,712	3,318
Other, net	2,103	169	(569)
	2,457	10,211	19,483
Cash flows provided by (used in) financing activities			
Issue of subordinated indebtedness	–	1,000	–
Redemption/repurchase/maturity of subordinated indebtedness	(55)	(1,514)	(1,130)
Issue of preferred shares, net of issuance cost	792	–	593
Redemption of preferred shares	–	–	(631)
Issue of common shares for cash	194	100	26
Purchase of common shares for cancellation	–	(270)	(11)
Net sale (purchase) of treasury shares	(7)	1	3
Dividends paid	(1,425)	(1,753)	(1,753)
	(501)	(2,436)	(2,903)
Cash flows provided by (used in) investing activities			
Purchase of AFS securities	(37,864)	(31,625)	(41,145)
Proceeds from sale of AFS securities	18,787	10,750	9,264
Proceeds from maturity of AFS securities	19,368	12,299	15,451
Cash used in acquisitions, net of cash acquired	(2,517)	–	–
Net cash provided by dispositions of investments in equity-accounted associates and joint ventures	60	1,363	185
Net sale (purchase) of land, buildings and equipment	201	(170)	(256)
	(1,965)	(7,383)	(16,501)
Effect of exchange rate changes on cash and non-interest-bearing deposits with banks	(51)	55	280
Net increase (decrease) in cash and non-interest-bearing deposits with banks during year	(60)	447	359
Cash and non-interest-bearing deposits with banks at beginning of year	3,500	3,053	2,694
Cash and non-interest-bearing deposits with banks at end of year ⁽⁴⁾	\$ 3,440	\$ 3,500	\$ 3,053
Cash interest paid	\$ 4,526	\$ 3,798	\$ 3,646
Cash interest received	12,611	10,961	10,388
Cash dividend received	949	1,033	983
Cash income taxes paid	2,204	730	555

(1) Includes the results of CIBC Bank USA following the completion of the acquisition on June 23, 2017. See Note 3 for additional details.

(2) Certain information has been reclassified to conform to the presentation adopted in the current year.

(3) Comprises amortization and impairment of buildings, furniture, equipment, leasehold improvements, and software and other intangible assets.

(4) Includes restricted balance of \$436 million (2016: \$422 million; 2015: \$406 million).

The accompanying notes and shaded sections in “MD&A – Management of risk” are an integral part of these consolidated financial statements.