

Income Statement
Balance Sheet
Statement of Recognized Income and Expense
Cash Flow Statement
Notes to the Consolidated Financial Statements
Auditors' Report

Cash Flow Statement of the Volkswagen Group for the Period January 1 to December 31, 2006

€ million	2006	Restated 2005
Cash and cash equivalents at beginning of period	7,963	10,221
Profit before tax from continuing operations	1,793	1,621
Income taxes paid	-888	-354
Depreciation and amortization expense*	5,932	5,614
Amortization of capitalized development costs	1,826	1,438
Impairment losses on equity investments*	35	6
Depreciation of leasing and rental assets and investment property*	1,605	1,596
Change in provisions	3,395	1,351
Gain/Loss on disposal of noncurrent assets	-324	40
Share of profit or loss of Group companies accounted for using the equity method	-206	294
Other noncash income/expense	13	151
Change in inventories	-147	-720
Change in receivables (excluding financial services)	736	-757
Change in liabilities (excluding financial liabilities)	700	429
Cash flows from operating activities	14,470	10,709
Acquisition of property, plant and equipment, and intangible assets	-3,728	-4,434
Additions to capitalized development costs	-1,478	-1,432
Acquisition of subsidiaries and other equity investments	-2,720	-150
Disposal of equity investments	1,581	166
Issuance of bonds	-19	-22
Change in leasing and rental assets and investment property	-2,528	-2,950
Change in financial services receivables	-3,563	-1,948
Proceeds from disposal of noncurrent assets (excluding leasing and rental assets and investment property)	544	405
Change in investments in securities	-987	-820
Investing activities	-12,898	-11,185
Capital contributions	340	66
Dividends paid	-451	-414
Other changes	-23	13
Proceeds from issue of bonds	7,955	5,754
Repayment of bonds	-8,401	-9,804
Change in other financial liabilities	229	3,233
Finance lease payments	-17	-3
Change in loans	254	-639
Cash flows from financing activities	-114	-1,794
Changes in cash and cash equivalents due to changes in the consolidated Group structure	5	-67
Effect of exchange rate changes on cash and cash equivalents	-59	79
Net change in cash and cash equivalents	1,404	-2,258
Cash and cash equivalents at end of period	9,367	7,963
Cash and cash equivalents	9,367	7,963
Securities and loans	7,097	5,843
Gross liquidity	16,464	13,806
Total third-party borrowings	-58,757	-62,006
Net liquidity	-42,293	-48,200

* Offset with impairment reversals.

Explanatory notes on the cash flow statement are presented in note 28.