

4.5 Notes to the statement of cash flows

Movement in working capital

2018	Movement in statement of financial position	Effect of the implementation of IFRS 9	Movement in tax settlements	Net cash flow from investing activities	Net cash flow from financing activities	Other	Net cash flow from operating activities (movement in working capital)
Inventories	(13.2)	-	-	5.4	-	-	(7.8)
Trade receivables	3.5	(3.3)	-	(1.4)	-	(0.3)	(1.5)
Other assets	(22.6)	(1.1)	2.9	7.5	-	(18.4)	(31.7)
Provisions	18.0	-	-	-	-	-	18.0
Trade payables	52.7	-	-	-	-	0.1	52.8
Investment liabilities	208.3	-	-	(173.3)	-	-	35.0
Other liabilities	8.6	-	1.3	8.8	(5.1)	-	13.6
Total	255.3	(4.4)	4.2	(153.0)	(5.1)	(18.6)	78.4

2017	Movement in statement of financial position	Movement in tax settlements	Net cash flow from investing activities	Net cash flow from financing activities	Other	Net cash flow from operating activities (movement in working capital)
Inventories	(27.3)	-	30.4	-	-	3.1
Trade receivables	(72.8)	-	(4.7)	-	(0.8)	(78.3)
Other assets	(9.8)	(2.7)	6.7	-	(29.8)	(35.6)
Provisions	69.4	-	-	-	-	69.4
Trade payables	69.9	-	-	-	0.1	70.0
Investment liabilities	32.7	-	(32.9)	-	-	(0.2)
Other liabilities	(23.8)	(0.3)	2.0	(4.7)	-	(26.8)
Total	38.3	(3.0)	1.5	(4.7)	(30.5)	1.6

Other adjustments

	2018	2017
Actuarial profits / (losses) on employee benefits recognized in other comprehensive income	(13.2)	(36.9)
Measurement of hedging instruments	(8.4)	12.7
(Profit) / loss on the sale and liquidation of non-financial non-current assets	(3.2)	(4.6)
Result on the sale of entities measured by the equity method	(4.5)	-
(Profit) / loss on investing activities	(4.1)	0.2
FX differences resulting from translation of financial	0.3	0.4
Other	(2.3)	(8.7)

	2018	2017
Other adjustments in the cash flow statement	(35.4)	(36.9)

Non-cash transactions

In the 12-month period ended 31 December 2018 and 31 December 2017, major non-financial transactions concerning investing and financial activity which were not reflected in the cash flow statement were as follows:

- Offsetting mutual settlements

In 2018, the Group offset trade receivables with liabilities arising from the purchase of non-financial non-current assets. The total amount of offsets in 2018 amounted to PLN 1.4 million, whereas in 2017 it was PLN 4.7 million.

- Liquidation of rolling stock

When it is decided to liquidate a rolling stock component, its residual value is posted in the item of inventories. In 2018, the residual value of fixed assets reclassified to inventories was PLN 5.4 million, compared to PLN 30.4 million in 2017.

- Purchase of asset components in the form of finance lease

In the 12-month period ended 31 December 2018, the Group, under executed finance lease agreements, purchased fixed assets worth PLN 0.8 million. In the 12-month period ended 31 December 2017, the value of fixed assets acquired under finance lease agreements was PLN 3.4 million.