

Group cash flow statement

for the year ended 31 December 2004

Unaudited pro forma 2004 £million	Note	2004 £million	2003 £million
457.4			
Net cash inflow from operating activities	27a	310.1	322.3
6.3		4.3	3.3
Dividends received from associated undertakings			
(65.9)	27b	(44.7)	(50.7)
Returns on investments and servicing of finance			
(72.3)		(49.0)	(46.2)
Taxation			
(64.6)	27c	(43.8)	(42.8)
Capital expenditure and financial investment			
(157.8)	27d	(107.0)	(46.8)
Acquisitions and disposals			
(46.8)		(31.7)	(30.8)
Equity dividends paid			
56.3		38.2	108.3
Cash inflow before financing			
Financing			
2.8		1.9	2.0
Issue of ordinary share capital			
4.0	28	2.7	(80.3)
Net cash inflow/(outflow) from increase/(decrease) in debt and lease financing			
6.8		4.6	(78.3)
Net cash inflow/(outflow) from financing			
63.1		42.8	30.0
Increase in cash in the year			
Reconciliation of net cash flow to movement in net borrowings			
Increase in cash in the year		42.8	30.0
Cash (inflow)/outflow from (increase)/decrease in debt and lease financing	28	(2.7)	80.3
Decrease in net borrowings resulting from cash flows		40.1	110.3
Borrowings acquired with businesses		–	(0.3)
Finance leases entered into		(13.3)	–
Loan notes issued for non-cash consideration	26	(0.7)	(0.4)
Currency translation differences		(9.9)	(56.6)
Decrease in net borrowings for the year		16.2	53.0
Net borrowings at 1 January		(827.2)	(880.2)
Net borrowings at 31 December	29	(811.0)	(827.2)