

6 Cash flow statement (unaudited)

For the six months ended 30 June 2004	Notes	2004 Half year £m	2003 Half year £m	2003 Full year £m
Net cash inflow/(outflow) from operating activities	7	40.6	(21.5)	50.3
Returns on investments and servicing of finance				
Net interest paid		(2.5)	(5.8)	(11.9)
Preference dividends paid		(0.4)	(0.4)	(0.7)
Dividends paid to minority shareholders		(3.6)	(1.5)	(3.1)
Net cash outflow for returns on investment and servicing of finance		(6.5)	(7.7)	(15.7)
Taxation paid		(8.4)	(8.1)	(15.3)
Capital expenditure and financial investment				
Purchase of tangible fixed assets		(22.1)	(27.0)	(66.0)
Sale of tangible fixed assets		12.6	3.9	38.3
Sale of fixed asset investments		1.6	–	0.3
Net cash outflow for capital expenditure and financial investment		(7.9)	(23.1)	(27.4)
Acquisitions and disposals				
Purchase of businesses		(0.8)	(4.3)	(9.4)
Sale or termination of businesses		3.9	(3.9)	(4.0)
Net cash inflow/(outflow) for acquisitions and disposals		3.1	(8.2)	(13.4)
Equity dividends paid		–	(28.3)	(28.3)
Management of liquid resources				
Decrease/(increase) in short term deposits		7.5	(5.1)	(3.3)
Sale of current asset investments		0.3	1.5	1.2
Net cash inflow/(outflow) from management of liquid resources		7.8	(3.6)	(2.1)
Financing				
Issue of ordinary share capital		–	0.3	0.3
Net funds from minorities		–	0.2	0.2
(Decrease)/increase in borrowings		(36.9)	101.1	43.3
Net cash (outflow)/inflow from financing		(36.9)	101.6	43.8
(Decrease)/increase in cash		(8.2)	1.1	(8.1)
Reconciliation of net cash flow to movement in net debt				
(Decrease)/increase in cash		(8.2)	1.1	(8.1)
Cash outflow/(inflow) from change in debt and lease financing		36.9	(101.1)	(43.3)
Cash (inflow)/outflow from change in short term deposits		(7.5)	5.1	3.3
Change in net debt resulting from cash flows		21.2	(94.9)	(48.1)
Other		(0.3)	–	(0.3)
Exchange		1.6	13.1	21.3
Decrease/(increase) in net debt		22.5	(81.8)	(27.1)
Net debt at 1 January		(131.5)	(104.4)	(104.4)
Net debt at 30 June		(109.0)	(186.2)	(131.5)