

# Consolidated cash flow statement

for the year to 31 March 2003

	Notes	2003 £m	2002 £m
<b>Operating activities</b>			
Interest received and similar income arising from debt securities and other fixed income securities held as financial fixed asset investments		75	102
Other interest received and similar income		31	51
Interest paid on borrowings		(58)	(113)
Dividends received from equity shares		102	109
Fees and other net cash receipts		46	62
Operating and administrative costs paid		(68)	(148)
<b>Net cash inflow from operating activities</b>	42	<b>128</b>	<b>63</b>
<b>Taxation received/(paid)</b>		<b>4</b>	<b>(2)</b>
<b>Capital expenditure and financial investment</b>			
Investment in equity shares, fixed income shares and loans		(673)	(804)
Investment in equity shares and loans acquired from joint ventures		(17)	(233)
Sale, repayment or redemption of equity shares, fixed income shares and loan investments		975	1,123
Fees intrinsic to acquisition or disposal of investments		10	–
Investment interest paid		(53)	(6)
Investment administrative expenses		(94)	(59)
Investment in joint ventures		(54)	(347)
Divestment or repayment of interests in joint ventures		19	281
Disposal of investment properties		–	7
Purchase of tangible fixed assets		(5)	(7)
Sale of tangible fixed assets		1	1
<b>Net cash flow from capital expenditure and financial investment</b>		<b>109</b>	<b>(44)</b>
<b>Acquisitions</b>			
Acquisition of subsidiary undertakings	43	–	(51)
<b>Equity dividends paid</b>		<b>(78)</b>	<b>(78)</b>
<b>Management of liquid resources</b>	47	<b>15</b>	<b>293</b>
<b>Net cash flow before financing</b>		<b>178</b>	<b>181</b>
<b>Financing</b>			
Debt due within one year	46	(104)	(394)
Debt due after more than one year	46	(32)	165
Issues of shares	44	7	10
<b>Net cash flow from financing</b>		<b>(129)</b>	<b>(219)</b>
<b>Increase/(decrease) in cash</b>	46	<b>49</b>	<b>(38)</b>