

Financial statements continued

Consolidated cash flow statement for the 52 weeks ended 31 December 2006 (Note 1(c))

Notes		2006 £m	2005 Re-presented ¹ £m	2004 Re-presented ¹ £m
35	Net cash from operating activities	620	891	745
	Investing activities			
17	Dividends received from associates	6	11	8
	Proceeds on disposal of property, plant and equipment	84	37	26
	Purchases of property, plant and equipment	(384)	(298)	(285)
31	Acquisitions of businesses	(375)	(38)	(59)
17	Acquisitions of associates	–	(33)	(3)
	Net cash assumed on acquisitions	28	1	1
	Sale of investments, associates and subsidiary undertakings	1,295	41	11
	Cash removed on disposal	(50)	–	–
	Acquisitions and disposals	898	(29)	(50)
	Movement in equity investments and money market deposits	(82)	(29)	106
	Net cash generated from/(used in) investing activities	522	(308)	(195)
	Net cash flow before financing activities	1,142	583	550
	Financing activities			
	Dividends paid	(272)	(261)	(246)
	Dividends paid to minority interests	(4)	(7)	(19)
	Proceeds of finance leases	–	1	93
	Capital element of finance leases repaid	(21)	(21)	(24)
	Proceeds on issues of ordinary shares	38	37	25
	Net movement of shares held under employee trust	(4)	71	29
	Proceeds of new borrowings	532	350	610
	Borrowings repaid	(1,481)	(543)	(1,007)
	Repayment of non-equity minority interest	–	(219)	–
	Net cash used in financing activities	(1,212)	(592)	(539)
	Net (decrease)/increase in cash and cash equivalents	(70)	(9)	11
	Opening net cash and cash equivalents – total Group	279	284	275
	Opening net cash and cash equivalents – discontinued operations	(3)	–	–
	Opening net cash and cash equivalents – continuing operations	276	284	275
	Effect of foreign exchange rates	(20)	4	(2)
32	Less: Net cash and cash equivalents included in discontinued operations	–	(3)	–
	Closing net cash and cash equivalents	186	276	284

¹ Re-presented to include interest paid and interest received within operating activities, see Note 1(b).

Net cash and cash equivalents includes overdraft balances of £83 million (2005: £56 million; 2004: £41 million).

In 2006, cash inflow from the sale of investments, associates and subsidiary undertakings includes £1,387 million gross proceeds less £92 million reflecting deductions for debt within disposed businesses.