

CONSOLIDATED STATEMENT OF CASH FLOWS

For the year ended 30 September 2002

	Notes	2002 £m	2001 £m
Cash flow from operating activities	30(a)	269.4	103.3
Dividends received from joint ventures and associated undertakings		0.8	1.6
Returns on investments and servicing of finance	30(b)	(28.5)	(43.0)
Taxation		4.2	3.1
Cash flow after returns on investments, servicing of finance and taxation		245.9	65.0
Capital expenditure and financial investment	30(c)	(126.2)	(250.4)
Acquisitions and disposals	34	(7.8)	273.5
Equity dividends paid		(55.5)	(89.2)
Cash outflow before financing		56.4	(1.1)
Financing	30(d)	266.3	58.7
Increase in cash in the year		322.7	57.6

	Notes	2002 £m	2001 £m
Reconciliation of net cash flow to movements in net debt			
Increase in cash in the year		322.7	57.6
Cash inflow from increase in debt		(269.6)	(56.6)
Change in net debt resulting from cash flows		53.1	1.0
Translation difference and non-cash movement		(6.4)	2.6
Movement in net debt in the year		46.7	3.6
Opening net debt		(506.6)	(510.2)
Closing net debt	31	(459.9)	(506.6)

STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES

For the year ended 30 September 2002

	2002	2001
	£m	£m
Loss for the financial year	(156.0)	(390.0)
Gain on sale of Meridian	-	9.2
Exchange differences on foreign currency net investments	(7.3)	14.7
Total recognised gains and losses in the year	(163.3)	(366.1)

RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

For the year ended 30 September 2002

	2002	2001
	£m	£m
Loss for the financial year	(156.0)	(390.0)
Ordinary and preference dividends	(66.0)	(66.1)
Exchange differences on foreign currency net investments	(7.3)	14.7
New share capital issued	0.7	2.1
Other reserve movements	(1.6)	9.0
Goodwill reinstated on sale of businesses	-	647.3
Net (decrease)/increase in shareholders' funds	(230.2)	217.0
Shareholders' funds at the beginning of the year	663.7	446.7
Shareholders' funds at the end of the year	433.5	663.7