

Consolidated cash flow statement

For the year ended 31 March 2005

Financial Statements

	Note	2005 £m	2004 (as restated) £m
Reconciliation of operating profit to net cash inflow from operating activities			
Operating profit		95.9	98.3
Amortisation of goodwill		9.4	10.2
Depreciation and other amortisation		22.3	22.8
(Increase) decrease in stocks		(13.6)	1.0
Decrease (increase) in debtors		6.2	(8.4)
(Decrease) increase in creditors		(2.8)	10.9
Net cash inflow from operating activities		117.4	134.8
Cash flow statement			
Net cash inflow from operating activities		117.4	134.8
Returns on investments and servicing of finance	32	(1.3)	(1.3)
Taxation		(31.2)	(31.3)
Capital expenditure	32	(23.8)	(19.2)
Free cash flow		61.1	83.0
Equity dividends paid	9	(80.0)	(75.4)
Cash (outflow) inflow before use of liquid resources and financing		(18.9)	7.6
Management of liquid resources	32	11.8	(41.6)
Financing			
Shares	32	–	0.1
Loans	32	14.2	42.0
Increase in cash in the year		7.1	8.1
Reconciliation of net cash flow to movement in net debt			
Increase in cash		7.1	8.1
Management of liquid resources		(11.8)	41.6
Financing – loans		(14.2)	(42.0)
Change in net debt relating to cash flows		(18.9)	7.7
Translation differences		(2.0)	4.7
Change in net debt for the year		(20.9)	12.4
Net debt at the beginning of the year		(34.5)	(46.9)
Net debt at the end of the year	33	(55.4)	(34.5)

The notes on pages 41 to 57 form part of these accounts.