

Notes to the group cash flow statement

Year ended 31 March 2002

Reconciliation of operating profit to net cash inflow from operating activities	2002 £m	2001 Restated £m
Group operating profit	245.0	228.0
Depreciation	142.4	138.7
Goodwill amortisation	1.1	1.8
Release of grants and contributions	(3.4)	(3.4)
Profit on sale of fixed assets and other adjustments	(2.5)	(2.0)
Decrease in stocks	0.9	0.2
(Increase) decrease in debtors	(1.2)	8.1
Increase in creditors	5.5	3.9
Net cash inflow from operating activities	387.8	375.3

Reconciliation of increase in cash to movement in net debt	2002 £m	2001 £m
Increase in cash in the year	58.0	0.8
Cash (inflow) outflow from (decrease) increase in liquid resources	(9.0)	134.7
Cash inflow from increase in debt and lease financing	(91.3)	(107.4)
Change in net debt resulting from cash flows	(42.3)	28.1
Net loans and finance leases acquired with subsidiary undertakings	-	(0.2)
Exchange and other non cash adjustments	0.9	(10.2)
Movement in net debt in the year	(41.4)	17.7
Opening net debt	(1,395.1)	(1,412.8)
Closing net debt	(1,436.5)	(1,395.1)

Analysis of movement in net debt

	At 1 April 2001 £m	Cash flow £m	Disposals £m	Currency translation £m	At 31 March 2002 £m
Cash	4.6	58.0	-	-	62.6
Short term deposits	130.2	(6.3)	-	-	123.9
Commercial paper	11.7	(2.7)	-	-	9.0
	146.5	49.0	-	-	195.5
Debt due within one year	(20.9)	(12.5)	0.7	-	(32.7)
Finance leases due within one year	(4.0)	(0.2)	-	-	(4.2)
	(24.9)	(12.7)	0.7	-	(36.9)
Debt due after one year	(1,033.8)	(84.5)	-	0.2	(1,118.1)
Finance leases due after one year	(482.9)	5.9	-	-	(477.0)
	(1,516.7)	(78.6)	-	0.2	(1,595.1)
Net debt	(1,395.1)	(42.3)	0.7	0.2	(1,436.5)