

Consolidated Cash Flow Statement

For the six months ended 30 June 2003

	6 months to 30.6.03 £'000 (unaudited)	6 months to 30.6.02 £'000 (unaudited)	Year to 31.12.02 £'000 (audited)
Operating profit pre exceptional item	17,111	16,842	29,103
Exceptional item: Reorganisation costs	(4,489)	–	–
Operating profit	12,622	16,842	29,103
Depreciation and amortisation of goodwill	13,671	11,494	23,632
Movement in working capital	(10,911)	(16,652)	(13,124)
One-off pension fund contribution	–	(15,500)	(15,500)
NET CASH INFLOW/(OUTFLOW) FROM OPERATING ACTIVITIES BEFORE PFI ASSET EXPENDITURE	15,382	(3,816)	24,111
Expenditure on PFI assets in the course of construction	(13,327)	(5,063)	(14,950)
Net cash inflow/(outflow) from operating activities after PFI asset expenditure	2,055	(8,879)	9,161
Dividends received from joint ventures	4,602	6,172	11,095
RETURNS ON INVESTMENT AND SERVICING OF FINANCE			
Interest received	448	299	1,223
Interest paid	(1,869)	(3,251)	(7,362)
Net cash outflow from returns on investments and servicing of finance	(1,421)	(2,952)	(6,139)
TAXATION			
Tax paid	(3,658)	(2,468)	(5,738)
CAPITAL EXPENDITURE AND FINANCIAL INVESTMENT			
Purchase of tangible and intangible fixed assets	(12,499)	(8,211)	(23,596)
Sale of tangible fixed assets	4,895	343	8,125
Exceptional item: GSR sale and leaseback	5,761	–	–
Net cashflows with joint ventures	780	(1,039)	1,235
Net cash outflow from capital expenditure and financial investment	(1,063)	(8,907)	(14,236)
ACQUISITIONS AND DISPOSALS			
Acquisitions	(829)	(4,213)	(11,353)
Net cash acquired with acquisitions	66	26	397
Subscription for shares in joint ventures	(4,552)	–	(370)
Proceeds on disposal of joint ventures	–	1,000	1,030
Net cash outflow from acquisitions and disposals	(5,315)	(3,187)	(10,296)
EQUITY DIVIDENDS PAID			
Dividends paid	(6,183)	(5,536)	(8,283)
Net cash outflow from equity dividends paid	(6,183)	(5,536)	(8,283)
Net cash outflow before financing	(10,983)	(25,757)	(24,436)
FINANCING			
Issue of Ordinary Share Capital	–	117,945	117,929
Debt due within one year:			
(Decrease)/increase in other loans	(32)	115	(300)
Debt due beyond one year:	14,384	5,270	15,624
Increase/(decrease) in other loans	734	(330)	24
Increase in non-recourse debt financing PFI assets	13,650	5,600	15,600
Capital element of finance lease repayments	(2,132)	(1,699)	(3,594)
Net cash inflow from financing	12,220	121,631	129,659
Increase in cash	1,237	95,874	105,223
Opening balance	69,388	(35,835)	(35,835)
Closing balance	70,625	60,039	69,388