

CONSOLIDATED CASH FLOW STATEMENT

for the year ended 1st October, 2006

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	Note	2006 £m	2005 £m
Operating profit	3	149.5	235.5
Adjustments for:			
Share based payments		11.6	10.6
Depreciation	3, 19	70.6	71.1
Non-exceptional loss on disposal of property, plant and equipment	3	-	0.3
Amortisation of intangible assets	3, 18	50.6	28.7
Impairment of goodwill and intangible assets	3, 17, 18	59.2	5.3
Operating cash flows before movements in working capital		341.5	351.5
Increase in inventories		(5.4)	(1.9)
Increase in trade and other receivables		(13.6)	(38.0)
Increase in trade and other payables		47.0	60.0
Decrease/(increase) in provisions		1.9	(3.1)
Cash generated by operations		371.4	368.5
Taxation paid		(29.1)	(44.6)
Taxation received		8.5	9.0
Net cash inflow from operating activities		350.8	332.9
Investing activities			
Interest received		3.5	4.1
Dividends received from joint ventures and associates		7.0	6.8
Dividends received from other investments		3.8	2.6
Purchase of property, plant and equipment		(117.5)	(95.0)
Purchase of investments	21	(21.6)	(0.4)
Proceeds on disposal of property, plant and equipment		19.1	6.2
Proceeds on disposal of investments		28.6	16.0
Purchase of subsidiaries	14	(293.4)	(102.2)
Internally generated intangible fixed assets	18	(10.5)	-
Treasury hedging activities (net)		5.3	0.4
Investment in joint ventures and associates (net)	20	(13.7)	(29.7)
Proceeds on disposal of subsidiaries	14	186.5	15.7
Net cash used in investing activities		(202.9)	(175.5)
Financing activities			
Equity dividends paid	10	(48.6)	(44.9)
Dividends paid to minority interests	35	(7.7)	(5.7)
Issue of share capital	35	1.4	1.0
Issue of shares by Group companies to minority interests	35	2.2	3.2
Purchase of own shares	35	(31.0)	(15.4)
Settlement of subsidiary share option plan		(6.4)	-
Interest paid		(50.1)	(68.7)
Interest element of finance lease rental payments	13	(0.1)	(2.0)
Capital element of finance lease rental payments	13	(7.2)	(5.4)
Bonds repaid		-	(87.7)
Loan notes repaid	13	(2.1)	-
(Repayment)/increase of other borrowings	13	(23.7)	100.4
Net cash used in financing activities		(173.3)	(125.2)
Net (decrease)/increase in cash and cash equivalents	13	(25.4)	32.2
Cash and cash equivalents at beginning of year	13, 25	124.0	91.4
Exchange (loss)/gain on cash and cash equivalents	13	(2.5)	0.4
Cash and cash equivalents at end of year	13, 25	96.1	124.0