

	Note	2003 £'000	2002 £'000
Cash inflow from operating activities	24	53,521	60,614
Returns on investments and servicing of finance	25	(954)	(468)
Taxation			
Corporation tax paid		(22,456)	(17,485)
Capital expenditure and financial investment	25	(14,562)	(9,097)
Acquisitions and disposals	25	(37,303)	7,559
Equity dividends paid		(14,437)	(5,324)
Cash (outflow)/inflow before financing		(36,191)	35,799
Financing	25	2,207	(43,083)
Decrease in cash in the year		(33,984)	(7,284)

Reconciliation of net cash flow to movement in net funds

For the year ended 31 December 2003

	2003 £'000	2002 £'000
Net funds at 1 January 2003	83,430	53,287
Decrease in cash in the year	(33,984)	(7,284)
Cash outflow from repayment of debt and lease finance	479	38,787
Change in net cash resulting from cash flows	(33,505)	84,790
New finance leases	-	(1,164)
Amortisation of debt issue costs	-	(196)
Net funds at 31 December 2003	49,925	83,430