

## Group statement of cash flows

For the year ended 31 December 2004

	Note	2004 £'000	2003 £'000
<b>Cash inflow from operating activities</b>	24	<b>60,320</b>	53,521
<b>Returns on investments and servicing of finance</b>	25	<b>943</b>	(954)
<b>Taxation</b>	25	<b>(12,296)</b>	(22,456)
<b>Capital expenditure and financial investment</b>	25	<b>(7,591)</b>	(14,562)
<b>Acquisitions and disposals</b>	25	<b>-</b>	(37,303)
<b>Equity dividends paid</b>		<b>(13,587)</b>	(14,437)
<b>Cash inflow/(outflow) before financing</b>		<b>27,789</b>	(36,191)
<b>Financing</b>	25	<b>2,443</b>	2,207
<b>Increase/(decrease) in cash in the period</b>		<b>30,232</b>	(33,984)

## Reconciliation of net cash flow to movement in net funds

For the year ended 31 December 2004

	2004 £'000	2003 £'000
<b>Net funds at 1 January 2004</b>	<b>49,925</b>	83,430
Increase/(decrease) in cash in the year	<b>30,232</b>	(33,984)
Cash outflow from repayment of debt and lease finance	<b>39</b>	479
Change in net cash resulting from cash flows	<b>30,271</b>	(33,505)
Exchange movement	<b>(149)</b>	-
<b>Net funds at 31 December 2004</b>	<b>80,047</b>	49,925