

Consolidated Cash Flow Statement

for the year ended 30 June 2004

	NOTES	2004 £m	2003 £m
Net cash inflow from operating activities	27a	882	664
Dividends received from joint ventures		4	4
Returns on investments and servicing of finance			
Interest received and similar income		7	3
Interest paid and similar charges		(89)	(127)
Interest element of finance lease payments		-	(1)
Net cash outflow from returns on investments and servicing of finance		(82)	(125)
Taxation			
UK corporation tax paid		(55)	(18)
Consortium relief paid		(3)	-
Net cash outflow from taxation		(58)	(18)
Capital expenditure and financial investment			
Payments to acquire tangible fixed assets		(132)	(98)
Receipts from sales of fixed asset investments		116	1
Net cash outflow from capital expenditure and financial investment		(16)	(97)
Acquisitions and disposals			
Funding to joint ventures and associates		(5)	(15)
Repayments of funding from joint ventures and associates		6	5
Net cash inflow (outflow) from acquisitions and disposals		1	(10)
Equity dividends paid		(53)	-
Net cash inflow before management of liquid resources and financing		678	418
Management of liquid resources		(511)	1
Financing			
Proceeds from issue of Ordinary Shares		20	5
Purchase of own shares for Employee Share Ownership Plan		(22)	-
Capital element of finance lease payments	27b	(1)	(2)
Net decrease in debt due after more than one year	27b	(75)	(425)
Net cash outflow from financing		(78)	(422)
Increase (decrease) in cash	27c	89	(3)
Decrease in net debt	27c	676	423

The accompanying notes are an integral part of this consolidated cash flow statement.