

## Consolidated cash flow statement

for the year ended 30 September 2008

	Notes	2008 £m	2007 £m
<b>Cash flow from operating activities</b>			
Cash generated from operations <sup>1</sup>	28	915	756
Interest paid		(104)	(152)
Interest element of finance lease rentals		(2)	(3)
Tax received		16	4
Tax paid		(165)	(121)
Net cash from/(used in) operating activities of continuing operations		660	484
Net cash from/(used in) operating activities of discontinued operations	29	2	(18)
<b>Net cash from/(used in) operating activities</b>		<b>662</b>	<b>466</b>
<b>Cash flow from investing activities</b>			
Purchase of subsidiary companies and investments in associated undertakings <sup>2</sup>	27	(181)	(31)
Proceeds from sale of subsidiary companies and associated undertakings – discontinued activities <sup>2</sup>	6	(17)	782
Proceeds from sale of subsidiary companies and associated undertakings – other activities <sup>2</sup>		12	32
Proceeds from sale of other investments		1	4
Tax on profits from sale of subsidiary companies and associated undertakings		45	(51)
Contribution of disposal proceeds to pension plans		–	(45)
Purchase of intangible assets and investments <sup>1</sup>		(73)	(74)
Purchase of property, plant and equipment <sup>1</sup>		(119)	(106)
Proceeds from sale of property, plant and equipment / intangibles		26	22
Dividends received from associated undertakings		5	6
Interest received		25	28
Net cash from/(used in) investing activities by continuing operations		(276)	567
Net cash from/(used in) investing activities by discontinued operations	29	–	(30)
<b>Net cash from/(used in) investing activities</b>		<b>(276)</b>	<b>537</b>
<b>Cash flow from financing activities</b>			
Proceeds from issue of ordinary share capital	25	58	27
Purchase of own shares <sup>3</sup>		(355)	(576)
Net increase/(decrease) in borrowings – excluding new leases / repayments	30	(141)	(239)
Repayment of obligations under finance leases	30	(11)	(15)
Equity dividends paid	9,25	(209)	(208)
Dividends paid to minority interests	25	(4)	(3)
Net cash from/(used in) financing activities by continuing operations		(662)	(1,014)
Net cash from/(used in) financing activities by discontinued operations	29	–	–
<b>Net cash from/(used in) financing activities</b>		<b>(662)</b>	<b>(1,014)</b>
<b>Cash and cash equivalents</b>			
<b>Net increase/(decrease) in cash and cash equivalents</b>	30	<b>(276)</b>	<b>(11)</b>
Cash and cash equivalents at beginning of the year	30	839	848
Currency translation gains/(losses) on cash and cash equivalents	30	16	2
<b>Cash and cash equivalents at end of the year</b>	30	<b>579</b>	<b>839</b>

1 Certain contract-related assets previously included in property, plant and equipment, and other receivables have been reclassified as intangible assets. The 2007 cash flow has been restated accordingly. There is no impact on the income statement.

2 Net of cash acquired or disposed and payments received or made under warranties and indemnities.

3 Share buy-back and increase/(decrease) in own shares held to satisfy employee share-based payments.