

Consolidated and parent company cash flow statements

for the year ended 31 March 2006

	Notes	2006 £m	Group 2005 £m	2006 £m	Company 2005 £m
Cash flows from operating activities					
Cash generated from operations	31	111.7	88.1	12.4	10.7
Interest received		7.6	7.0	–	–
Interest paid		(2.4)	(2.4)	–	–
Tax paid		(10.9)	(18.3)	–	–
Net cash from operating activities		106.0	74.4	12.4	10.7
Cash flows from investing activities					
Dividends received from Joint Ventures		3.7	3.6	–	–
Investment in Metronet		(11.2)	(11.1)	–	–
Acquisition of subsidiaries					
– Consideration	38	(4.9)	–	–	–
– Cash acquired	38	(0.2)	–	–	–
Purchases of property, plant and equipment		(20.4)	(14.5)	–	–
Proceeds from disposals of property, plant and equipment		0.5	2.1	–	–
Proceeds from disposals of Joint Ventures	5	9.2	5.6	–	–
Financial assets		(9.6)	(1.1)	–	–
Purchase of other intangible assets		(8.3)	(5.5)	–	–
Net cash used in investing activities		(41.2)	(20.9)	–	–
Cash flows from financing activities					
Proceeds from issue of ordinary shares		–	0.1	–	–
Redemption of loan stock		–	(0.7)	–	–
Long term loans		12.5	2.6	–	–
Repayment of long term loans		(1.1)	(15.2)	–	–
Finance lease principal payments		(3.2)	(2.9)	–	–
Sales of own shares by Employee Benefit Trusts		1.3	1.2	–	–
Equity dividends paid to shareholders	9	(12.4)	(10.7)	(12.4)	(10.7)
Net cash used in financing activities		(2.9)	(25.6)	(12.4)	(10.7)
Effects of exchange rate changes		0.9	0.5	–	–
Net increase in cash and cash equivalents		62.8	28.4	–	–
Cash and cash equivalents at beginning of year		114.6	86.2	–	–
Cash and cash equivalents at end of year	21	177.4	114.6	–	–

The notes on pages 65 to 107 form part of these financial statements.