

Consolidated cash flow statement

for the year ended 31 December 2008

	Notes	2008 £m	2007 £m
Cash flows from operating activities			
Operating profit on continuing activities before interest and taxation		302.3	261.6
Depreciation	12	50.0	46.1
Amortisation of other intangible assets (treated as depreciation)	13	1.5	1.5
Amortisation of intangible assets created on acquisition	13	18.6	9.7
Share based payment expense	26	9.2	8.6
Pension charge	31	19.3	15.2
Pension contributions	31	(28.5)	(21.0)
Loss/(profit) on sale of property, plant and equipment		1.1	(0.1)
Investment loss	4	0.2	–
Movement in provisions		(2.2)	0.9
Increase in receivables		(90.7)	(71.4)
Increase in payables		111.2	82.9
Cash generated from operations before exceptional additional pension contribution			
Income tax paid		(48.6)	(45.8)
Exceptional additional pension contribution	31	(10.0)	–
Net interest paid		(38.4)	(31.9)
Cash generated from operations after income tax, interest and exceptional additional pension contribution			
		295.0	256.3
Net cash used in investing activities			
Purchase of property, plant and equipment	12	(86.4)	(67.9)
Proceeds from sale of property, plant and equipment		0.3	1.0
Purchase of intangible fixed assets	13	–	(5.0)
Acquisition of subsidiary undertakings and businesses		(188.4)	(94.7)
Cash acquired with subsidiary undertakings		8.9	4.4
Disposal/(purchase) of financial assets	15	23.1	(4.4)
Investment loan	15	(6.2)	(16.6)
Return on investment in joint venture	4/15	0.1	–
		(248.6)	(183.2)
Net cash from financing activities			
Issue of ordinary share capital	27	35.7	67.2
Share buybacks	27	(68.4)	(43.9)
Share transaction costs	27	(0.4)	(0.5)
Dividends paid	11	(78.0)	(218.6)
Capital element of finance lease rental payments	28	(0.2)	(0.4)
Instalment debtor movement	28	0.7	20.4
Asset based securitised financing	28	–	(17.8)
Repayment of loan notes and long term loans	28	(3.3)	(34.6)
Proceeds on issue of bonds	28	200.2	100.9
Financing arrangement costs	21	(0.7)	(0.3)
		85.6	(127.6)
Net increase in cash and cash equivalents			
		132.0	(54.5)
Cash and cash equivalents at the beginning of the period		(45.3)	9.2
Cash and cash equivalents at 31 December			
		86.7	(45.3)
Cash and cash equivalents comprise:			
Overdraft	21	–	(46.1)
Cash at bank and in hand	18	86.7	0.8
Total		86.7	(45.3)