Consolidated cash flow statement

FOR THE YEAR ENDED 31 DECEMBER 2004		Year ended 31 December 2004	Year ended 31 December 2003
Note		£m	£m
25	Net cash inflow from operating activities	198	184
25	Dividends received from joint ventures and associates	69	101
		267	285
25	Returns on investments and servicing of finance – ordinary	(109)	(84)
25	Returns on investments and servicing of finance – exceptional	(26)	(4)
		(135)	(88)
	Taxation	(20)	(14)
25	Capital expenditure and financial investment – ordinary	(273)	(74)
25	Capital expenditure and financial investment – exceptional	_	11
		(273)	(63)
25	Acquisitions and disposals – ordinary	(1,143)	_
25	Acquisitions and disposals – exceptional	17	24
		(1,126)	24
	Net cash (outflow)/inflow before management of liquid resources and financing activities	(1,287)	144
	Management of liquid resources	(32)	(20)
25	Financing activities	1,068	(260)
	Decrease in cash in the year	(251)	(136)

Consolidated reconciliation of net cash flow to movement in net debt

FOR	THE YEAR ENDED 31 DECEMBER 2004	Year ended 31 December 2004 £m	Year ended 31 December 2003 £m
27	Decrease in cash in the year	(251)	(136)
27	Cash (inflow)/outflow from (increase)/decrease in debt financing	(617)	247
27	Cash outflow from increase in liquid resources	32	20
	Change in net debt resulting from cash flows	(836)	131
	Liquid resources and debt acquired with subsidiaries	(1,271)	_
	Foreign exchange movement	32	11
	Other non-cash movements	28	(22)
	Movement in net debt in the year	(2,047)	120
	Net debt at the start of the year	(692)	(812)
27	Net debt at the end of the year	(2,739)	(692)