

## Consolidated statement of total recognised gains and losses

FOR THE YEAR ENDED 31 DECEMBER 2004

|  | Year ended<br>31 December<br>2004<br>£m | Year ended<br>31 December<br>2003<br>£m |
|--|---|---|
| Profit/(loss) for the financial year   | 94                                      | (219)                                   |
| Exchange differences on the retranslation of net investments<br>(net of £1 million tax (2003: £7 million)) | (39)                                    | 15                                      |
| <b>Total recognised gains and losses relating to the financial year</b>                                    | <b>55</b>                               | <b>(204)</b>                            |

## Reconciliation of movements in shareholders' funds – equity

FOR THE YEAR ENDED 31 DECEMBER 2004

|  | Year ended<br>31 December<br>2004<br>£m | Year ended<br>31 December<br>2003<br>(restated)<br>£m |
|--|---|---|
| Profit/(loss) for the financial year                         | 94                                      | (219)   |
| Dividends  | (37)                                    | –   |
|  | <b>57</b>                               | (219)   |
| Other recognised gains and losses relating to the year (net) | (39)                                    | 15  |
| Issue of shares (net of issue costs)                         | 286                                     | –   |
| Purchase of own shares                                       | –                                       | (2)   |
| Share buyback  | –                                       | (13)  |
| Net addition to/(reduction from) shareholders' funds         | <b>304</b>                              | (219)   |
| Shareholders' funds at 1 January – previously reported       | <b>1,523</b>                            | 1,740   |
| Prior year adjustment*                                       | <b>(2)</b>                              | –   |
| Shareholders' funds at 1 January – restated                  | <b>1,521</b>                            | 1,740   |
| <b>Closing shareholders' funds</b>                           | <b>1,825</b>                            | 1,521   |

\*Restated for the adoption of UITF 38 Accounting for ESOP Trusts (see note xvii – New accounting standards on page 76).