

CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31 JULY 2005

	<i>Note</i>	Year ended 31 July 2005	Year ended 31 July 2004
		£m	<i>Restated</i> £m
Net cash outflow from operating activities	<i>24</i>	(40.6)	(4.0)
Returns on investments:			
Interest and dividends received on investments		41.2	36.1
Capital expenditure and financial investment	<i>25</i>	5.3	(31.2)
Cash inflow before use of liquid resources		5.9	0.9
Management of liquid resources:			
Increase in short-term deposits		(5.3)	(6.8)
Increase / (decrease) in cash in the year		0.6	(5.9)
Reconciliation of net cash flow to movement in net funds			
Increase in cash		0.6	(5.9)
Cash outflow from liquid resources		5.3	6.8
Movement in net funds in the year		5.9	0.9
Net funds at 1 August		46.3	45.4
Net funds at 31 July	<i>26</i>	52.2	46.3