

CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31 JULY 2006

		Year ended 31 July 2006	Year ended 31 July 2005 <i>Restated</i>
	<i>Note</i>	£m	£m
Net cash inflow / (outflow) from operating activities	26	6.6	(37.0)
Returns on investments and servicing of finance	27	46.2	41.2
Capital expenditure and financial investment	27	(40.1)	20.0
Cash inflow before use of liquid resources and financing		12.7	24.2
Management of liquid resources:			
Increase in short-term deposits		(1.5)	(5.3)
Financing	27	(0.5)	0.5
Increase in cash in the year		10.7	19.4
Reconciliation of net cash flow to movement in net funds			
Increase in cash		10.7	19.4
Cash outflow from liquid resources		1.5	5.3
Movement in net funds in the year		12.2	24.7
Net funds at 1 August		62.5	37.8
Net funds at 31 July	28	74.7	62.5