

Group cash flow statement

for the quarter and nine months to 31 December 2008

	Third quarter to 31 December		Nine months to 31 December	
	2008 £m	2007 £m	2008 £m	2007 £m
Cash flow from operating activities				
Cash generated from operations (note 7(a))	1,171	1,070	2,783	2,564
Income taxes (paid) received	(111)	(70)	(113)	314
Net cash inflow from operating activities	1,060	1,000	2,670	2,878
Cash flow from investing activities				
Interest received	6	15	18	101
Dividends received from associates and joint ventures	2	1	5	2
Proceeds on disposal of property, plant and equipment	7	20	28	47
Proceeds on disposal of associates and joint ventures	-	2	-	13
Proceeds on disposal of non current financial assets	-	-	-	1
Acquisition of subsidiaries, net of cash acquired	(29)	(42)	(216)	(275)
Purchases of property, plant and equipment and computer software	(796)	(897)	(2,365)	(2,541)
Purchases of non current financial assets	-	(1)	-	(2)
Purchases of current financial assets	(1,578)	(1,099)	(3,773)	(4,174)
Sale of current financial assets	970	1,428	3,391	3,727
Net cash used in investing activities	(1,418)	(573)	(2,912)	(3,101)
Cash flow from financing activities				
Equity dividends paid	(19)	(23)	(806)	(809)
Dividends paid to minority interests	-	-	(1)	-
Interest paid	(311)	(359)	(753)	(688)
Repayments of borrowings	(76)	(441)	(694)	(1,177)
Repayment of finance lease liabilities	-	(279)	(9)	(291)
New bank loans and bonds	1	1,309	795	3,912
Net proceeds (repayment) on commercial paper	498	(444)	1,278	(20)
Repurchase of ordinary shares	-	(283)	(334)	(1,018)
Proceeds on issue of treasury shares	-	8	125	76
Net cash received (used) in financing activities	93	(512)	(399)	(15)
Effects of exchange rate changes	62	8	67	11
Net decrease in cash and cash equivalents	(203)	(77)	(574)	(227)
Cash and cash equivalents at beginning of period	803	607	1,174	757
Cash and cash equivalents, net of bank overdrafts, at end of period (note 7(c))	600	530	600	530
Free cash flow (note 7(b))	(32)	(221)	(397)	(202)
Increase in net debt from cash flows	80	559	1,629	2,215