

Group cash flow statement

for the year ended 31 March 2002

	Notes	2002 £m	2001 £m	2000 £m
Net cash inflow from operating activities	16	5,257	5,887	5,849
Dividends from associates and joint ventures		2	10	5
Returns on investments and servicing of finance				
Interest received		309	293	286
Interest paid, including finance costs		(2,004)	(1,020)	(449)
Net cash outflow for returns on investments and servicing of finance		(1,695)	(727)	(163)
Taxation				
UK corporation tax paid		(557)	(669)	(1,308)
Non-UK tax paid		(5)	–	(3)
Taxation paid		(562)	(669)	(1,311)
Capital expenditure and financial investment				
Purchase of intangible fixed assets		–	(4,208)	–
Purchase of tangible fixed assets		(4,069)	(4,756)	(3,568)
Sale of tangible fixed assets		2,645	440	143
Purchase of fixed asset investments		(37)	(93)	(373)
Disposal of fixed asset investments		107	175	46
Net cash outflow for capital expenditure and financial investment		(1,354)	(8,442)	(3,752)
Acquisitions and disposals				
Purchase of subsidiary undertakings, net of £nil cash acquired (2001 – £101m, 2000 – £69m)		(896)	(11,215)	(4,065)
Investments in joint ventures		(235)	(3,214)	(933)
Investments in associates		–	(72)	(2,167)
Repayment of loans to joint ventures		–	–	550
Disposal of subsidiary undertakings, net of £28m cash disposed (2001 – £nil, 2000 – £8m)		1,959	245	206
Sale of investments in joint ventures and associates		4,957	502	4
Net cash inflow (outflow) for acquisitions and disposals		5,785	(13,754)	(6,405)
Equity dividends paid		–	(1,432)	(1,364)
Cash inflow (outflow) before management of liquid resources and financing		7,433	(19,127)	(7,141)
Management of liquid resources	17	(1,864)	(480)	1,236
Financing				
Issue of ordinary share capital		6,057	149	127
Issue of shares to minorities		–	36	432
Inflow on demerger of mmO2	19	440	–	–
New loans		30	14,552	1,473
Repayment of loans		(1,851)	(225)	(587)
Net increase (decrease) in short-term borrowings		(10,155)	5,223	4,514
Net cash inflow (outflow) from financing		(5,479)	19,735	5,959
Increase in cash in the year		90	128	54
Decrease (increase) in net debt in the year	19	13,930	(18,942)	(6,582)