

Group cash flow statement

For the second quarter and half year to 30 September

	Second quarter		Half year	
	to 30 September		to 30 September	
	2014	2013	2014	2013
	£m	£m	£m	£m
Profit before tax	563	499	1,109	948
Depreciation and amortisation	618	677	1,270	1,374
Net finance expense	216	206	434	411
Profit on disposal of subsidiary	(1)	-	(1)	-
(Profit) loss on disposal of associate	-	-	(25)	3
Share of post-tax (profits) losses of associates and joint ventures	(1)	-	(1)	2
Share-based payments	18	16	36	34
Increase in working capital	(254)	(74)	(806)	(822)
Provisions, pensions and other non-cash movements	43	10	98	43
Cash generated from operations	1,202	1,334	2,114	1,993
Tax paid	(117)	(72)	(231)	(83)
Net cash inflow from operating activities	1,085	1,262	1,883	1,910
Cash flow from investing activities				
Interest received	2	2	4	3
Proceeds on disposal of property, plant and equipment	-	2	3	4
Acquisition of subsidiaries, net of cash acquired	(3)	(16)	(3)	(18)
Sale of subsidiaries, net of cash and bank overdrafts	2	-	2	-
Acquisition of associates and joint ventures	(1)	-	(3)	(2)
Disposal of associates and joint ventures	1	-	26	2
Purchases of property, plant and equipment and software	(521)	(636)	(1,054)	(1,238)
Net purchase of non-current asset investments	-	-	(2)	-
Purchase of current financial assets	(1,697)	(1,797)	(4,112)	(4,291)
Sale of current financial assets	2,180	1,876	4,734	3,907
Net cash used in investing activities	(37)	(569)	(405)	(1,633)
Cash flow from financing activities				
Interest paid	(89)	(73)	(296)	(296)
Equity dividends paid	(603)	(507)	(604)	(508)
New borrowings	-	7	812	400
Repayment of borrowings	(520)	(2)	(1,151)	(3)
Repayment of finance lease liabilities	-	(11)	-	(11)
Cash flows from derivatives related to net debt	59	(84)	50	(180)
Net repayment of commercial paper	-	-	(338)	(158)
Proceeds on issue of Own shares	188	42	192	52
Repurchase of ordinary share capital	(56)	(77)	(197)	(152)
Net cash used in financing activities	(1,021)	(705)	(1,532)	(856)
Net increase (decrease) in cash and cash equivalents	27	(12)	(54)	(579)
Opening cash and cash equivalents	613	345	684	919
Net increase (decrease) in cash and cash equivalents	27	(12)	(54)	(579)
Effect of exchange rate changes	6	(18)	1	(25)
Closing cash and cash equivalents including overdrafts	646	315	631	315
Add back bank overdrafts	2	7	17	7
Closing cash and cash equivalents	648	322	648	322