

# Consolidated cash flow statement

for the six months to 30 September 2005

	6 months to 30 September 2005 (unaudited) £m	6 months to 30 September 2004 (as restated)* (unaudited) £m	12 months to 31 March 2005 (as restated)* (unaudited) £m
<b>Cash flow from operating activities</b>			
Purchase of investments	(724)	(426)	(719)
Proceeds from sales of investments	1,025	605	1,287
Interest received	28	26	64
Dividends received	39	53	103
Fees received	30	33	56
Operating expenses paid	(132)	(160)	(228)
Income tax paid	(1)	(1)	(1)
<b>Net cash flow from operations</b>	<b>265</b>	<b>130</b>	<b>562</b>
<b>Cash flow from financing activities</b>			
Proceeds from issues of share capital	5	2	5
Repurchase of own shares	(151)	£	(25)
Dividend paid	(301)	(54)	(85)
Interest received	26	20	46
Interest paid	(36)	(37)	(81)
Payment of finance lease liabilities	£	(1)	(1)
Proceeds from long-term borrowings	1	10	44
Repayment of long-term borrowings	(47)	(1)	(32)
Net cash flow from short-term borrowings	(86)	50	(67)
Net cash flow from deposits	75	(59)	(131)
<b>Net cash flow from financing activities</b>	<b>(514)</b>	<b>(70)</b>	<b>(327)</b>
<b>Cash flow from investing activities</b>			
Purchases of property, plant and equipment	(2)	(2)	(4)
Sales of property, plant and equipment	£	£	1
Divestment from joint venture	2	5	14
<b>Net cash flow from investing activities</b>	<b>£</b>	<b>3</b>	<b>11</b>
<b>Change in cash and cash equivalents</b>	<b>(249)</b>	<b>63</b>	<b>246</b>
<b>Cash and cash equivalents at 1 April</b>	<b>623</b>	<b>374</b>	<b>374</b>
<b>Effect of exchange rate fluctuations</b>	<b>(1)</b>	<b>3</b>	<b>3</b>
<b>Cash and cash equivalents at the end of the period</b>	<b>373</b>	<b>440</b>	<b>623</b>

\*As restated for the adoption of IFRS, as explained within the Basis of preparation on page 18.