

8 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

| | 31 December 2005 | 31 December 2004 (restated) |
|---|---------------------|-----------------------------------|
| | £m | £m |
| Trade creditors | 2 | 5 |
| Amounts due to subsidiary undertakings | 1,286 | 1,448 |
| Other creditors | 15 | 14 |
| Other taxation and social security | 1 | 1 |
| Bank loans | 64 | – |
| Corporation tax | – | 15 |
| Accruals and deferred income | 47 | 50 |
| Total creditors: amounts falling due within one year | 1,415 | 1,533 |

9 PROVISIONS

| | Retirement benefit obligations (restated) £m | Deferred tax (restated) £m | Rationalisation and restructuring £m | Total (restated) £m |
|--------------------------------|---|-------------------------------------|---|---------------------------|
| At 1 January 2005 | 12 | 24 | 7 | 43 |
| Charged to profit and loss | – | – | 6 | 6 |
| Credited to profit and loss | – | – | (2) | (2) |
| Charged/(credited) to reserves | 6 | (2) | – | 4 |
| At 31 December 2005 | 18 | 22 | 11 | 51 |

10 SHARE CAPITAL

| | Authorised Ordinary Shares of 50p | | Issued and fully paid Ordinary Shares of 50p | |
|---|--------------------------------------|--------------|---|------------|
| | Number | £m | Number | £m |
| At 1 January 2005 | 2,266,000,000 | 1,133 | 1,473,269,066 | 737 |
| Issue of shares under the Sharesave Scheme | – | – | 858,892 | – |
| Issue of shares under Executive Share Option Scheme | – | – | 608,679 | – |
| At 31 December 2005 | 2,266,000,000 | 1,133 | 1,474,736,637 | 737 |

| | Authorised Ordinary Shares of 50p | | Issued and fully paid Ordinary Shares of 50p | |
|---|--------------------------------------|--------------|---|------------|
| | Number | £m | Number | £m |
| At 1 January 2004 | 1,700,000,000 | 850 | 1,107,091,994 | 554 |
| Increase in authorised share capital | 566,000,000 | 283 | – | – |
| Issue of shares | – | – | 365,540,834 | 183 |
| Issue of shares under the Sharesave Scheme | – | – | 33,077 | – |
| Issue of shares under Executive Share Option Scheme | – | – | 603,161 | – |
| At 31 December 2004 | 2,266,000,000 | 1,133 | 1,473,269,066 | 737 |

Rights Issue

The Company's Rights Issue closed on 14 September 2004. A total of 366 million Ordinary Shares were issued at 82 pence per share in a 33 for 100 Rights Issue. Of the total £286 million raised (net of £14 million expenses), £183 million was credited to share capital and £103 million to the share premium account.

Ordinary Shares

Ordinary Shares rank equally between each other with regard to the right to receive dividends and also in a distribution of assets on the winding up of the Company.

Deferred shares

The Company has 21 Deferred Shares of 1 pence each in issue. These shares were issued to ensure the demerger was effected as efficiently as possible. The holders of Deferred Shares have no rights to receive dividends or to attend or vote at any general meeting.

Unclassified share

Further to the redemption of the Special Share in August 2000, the Company's authorised share capital includes one unclassified share of £1.