

GROUP ACCOUNTS

Consolidated cash flow statement

for the year ended 31 December 2009

	Note	2009 £million	2008 £million
Operating activities			
Operating profit before exceptional items		6.5	27.0
Adjustments for:			
Depreciation of property, plant and equipment		24.1	23.4
Amortisation of intangible assets		11.8	10.9
Share-based payment (credit)/expense		(0.2)	0.1
Gain on disposal of property, plant and equipment		(0.4)	(1.9)
Pension curtailment gain		(1.9)	(1.2)
Other non-cash items		(0.5)	(4.8)
(Decrease)/increase in financial derivatives		(2.7)	2.2
Decrease/(increase) in inventories		31.1	(6.6)
Decrease in receivables		22.2	–
(Decrease)/increase in payables		(6.1)	1.0
Cash generated from operations before exceptional payments		83.9	50.1
Special payments to pension funds		(2.2)	(2.2)
Exceptional restructuring costs		(9.6)	(1.7)
Net cash generated from operations		72.1	46.2
Tax paid		(5.3)	(3.6)
Net cash from operating activities		66.8	42.6
Cash flows from investing activities:			
Purchase of property, plant and equipment		(9.4)	(21.9)
Proceeds from sale of property, plant and equipment and grants received		5.7	5.1
Development expenditure and purchase of patents and licences		(6.9)	(10.9)
Acquisition of subsidiary net of cash acquired	23	(1.0)	(13.9)
Loan repayment		–	2.0
Net cash proceeds from sale of business		–	0.9
Net cash used in investing activities		(11.6)	(38.7)
Cash flows from financing activities:			
Interest paid (net)		(3.8)	(3.8)
Repayment of loans		(17.6)	(0.6)
New loans		2.9	10.0
Finance leases		(0.1)	(0.4)
Dividends paid		–	(15.6)
Net cash used in financing activities		(18.6)	(10.4)
Net increase/(decrease) in cash and cash equivalents		36.6	(6.5)
Cash and cash equivalents at beginning of period		(12.2)	(5.2)
Exchange difference		0.1	(0.5)
Cash and cash equivalents at end of period		24.5	(12.2)
Cash and cash equivalents comprise:			
Cash and cash equivalents	13	24.7	10.1
Bank overdrafts	17	(0.2)	(22.3)
		24.5	(12.2)