

Consolidated Cash Flow Statement for the year ended 31 December 2002

	Notes	2002 \$million	2001* \$million
Net cash inflow from operating activities	39 (a)	4,778	6,113
Returns on investment and servicing of finance			
Interest paid on subordinated loan capital		(330)	(321)
Subordinated loan capital issue expenses		–	(12)
Premium and costs on repayment of subordinated liabilities		(10)	–
Dividends paid to minority shareholders of subsidiary undertakings		(18)	(18)
Dividends paid on preference shares		(123)	(41)
Net cash outflow from returns on investments and servicing of finance		(481)	(392)
Taxation			
UK taxes paid		(25)	(103)
Overseas taxes paid		(303)	(417)
Total taxes paid		(328)	(520)
Capital expenditure and financial investment			
Purchases of tangible fixed assets		(209)	(283)
Acquisitions of treasury bills held for investment purposes		(10,453)	(10,383)
Acquisitions of debt securities held for investment purposes		(38,314)	(26,356)
Acquisitions of equity shares held for investment purposes		(175)	(28)
Disposals of tangible fixed assets		32	58
Disposals and maturities of treasury bills held for investment purposes		10,667	9,138
Disposals and maturities of debt securities held for investment purposes		35,530	20,562
Disposals of equity shares held for investment purposes		18	17
Net cash outflow from capital expenditure and financial investment		(2,904)	(7,275)
Net cash inflow/(outflow) before equity dividends paid and financing		1,065	(2,074)
Equity dividends paid to members of the Company		(462)	(442)
Financing			
Gross proceeds from issue of ordinary shares		399	22
Ordinary share issue expenses		(31)	–
Issue of preference share capital		–	1,000
Preference shares issue expenses		–	(31)
Repurchase of preference share capital		(732)	–
Preference share repurchase expenses		(9)	–
Issue of subordinated loan capital		11	700
Gross proceeds from issue of preferred securities		–	421
Repayment of subordinated liabilities		(355)	(204)
Net cash (outflow)/inflow from financing		(717)	1,908
Decrease in cash in the year	39 (b)	(114)	(608)

*Comparative restated (see note 40).