

Consolidated Cash Flow Statement

for the year ended 31 December 2004

	Notes	2004 \$million	2003* \$million
Net cash inflow from operating activities	41	2,503	3,748
Returns on investment and servicing of finance			
Interest paid on subordinated loan capital		(338)	(298)
Dividends paid to minority shareholders of subsidiary undertakings		(17)	(22)
Dividends paid on preference shares		(58)	(55)
Net cash outflow from returns on investments and servicing of finance		(413)	(375)
Taxation			
UK taxes paid		(33)	(161)
Overseas taxes paid		(540)	(353)
Total taxes paid		(573)	(514)
Capital expenditure and financial investment			
Purchases of tangible fixed assets		(240)	(156)
Acquisitions of treasury bills held for investment purposes		(9,396)	(12,604)
Acquisitions of debt securities held for investment purposes		(75,353)	(49,247)
Acquisitions of equity shares held for investment purposes		(121)	(194)
Disposals of tangible fixed assets		51	14
Disposals and maturities of treasury bills held for investment purposes		10,778	12,632
Disposals and maturities of debt securities held for investment purposes		71,482	49,498
Disposals of equity shares held for investment purposes		356	13
Net cash outflow from capital expenditure and financial investment		(2,443)	(44)
Net cash (outflow)/inflow before equity dividends paid and financing		(926)	2,815
Net cash outflow from the purchase of interests in subsidiary undertakings and joint venture	23	(333)	–
Net cash inflow/(outflow) from disposal of interests in subsidiary and associated undertakings and the business of a branch		6	(95)
Net cash outflow from acquisition and disposals		(327)	(95)
Equity dividends paid to members of the Company		(587)	(531)
Financing			
Gross proceeds from issue of ordinary shares		–	3
Repurchase of preference share capital		–	(20)
Gross proceeds from issue of preferred securities		499	–
Repayment of subordinated liabilities		(25)	–
Net cash inflow/(outflow) from financing		474	(17)
(Decrease)/increase in cash in the year		(1,366)	2,172

*Comparative restated (see note 54 on page 118).