

HALFORDS GROUP LIMITED
Consolidated Cash Flow Statement
Period ended 2nd April 2004

	Notes	Total 2004 £m	Total 2003 (30 weeks) £m
Net cash inflow from operating activities	21	114.8	18.0
Returns on Investments and servicing of finance			
Interest received		2.8	1.0
Interest paid		(26.8)	(7.3)
Issue costs of loans		(2.5)	(10.0)
Net cash outflow from returns on investments and servicing of finance		(26.5)	(16.3)
Taxation		(8.1)	(9.1)
Capital expenditure and financial investment			
Purchase of tangible fixed assets		(19.3)	(10.0)
Sale of tangible fixed assets		6.9	1.3
Net cash outflow for capital expenditure and financial investment		(12.4)	(8.7)
Acquisitions			
Purchase of subsidiary undertaking	22	-	(400.6)
Net cash acquired with subsidiary undertakings	22	-	21.2
Net cash flow from acquisitions		-	(379.4)
Net cash inflow/(outflow) before use of liquid resources and financing		67.8	(395.5)
Management of liquid resources			
Reduction/(increase) in short term deposits with banks		20.0	(20.0)
Financing			
Issue of ordinary share capital		-	0.1
Expenses of share issue to acquire Halfords Limited		-	(0.2)
Capital element of finance lease obligations		0.8	-
(Decrease)/Increase in borrowings		(81.9)	427.4
Net cash (outflow)/inflow from financing		(81.1)	427.3
Increase in net cash		6.7	11.8
Reconciliation of net cash flow to movement in net debt			
Net debt at 28 th March/incorporation	23	(395.9)	-
Increase in net cash		6.7	11.8
Movement in deposits		(20.0)	20.0
Movement in borrowings		83.6	(417.4)
Other non cash changes		(23.9)	(10.3)
Net debt at 2nd April 2004	23	(349.5)	(395.9)