

# Group cash flow statement

for the year ended 30 September 2007

	Notes	2007 Rm	2006 Rm
<b>Cash flows from operating activities</b>			
Cash received from customers		18 869	11 433
Cash paid to suppliers and employees		(14 895)	(9 304)
<b>Cash generated from operations</b>	A	3 974	2 129
Interest paid		(2 355)	(838)
Continuing operations		(2 348)	
Discontinued operation		(7)	
Taxation paid		(286)	(234)
Continuing operations	B	(269)	
Discontinued operation		(17)	
Preference dividends paid		(30)	(12)
Reductions of capital paid		(347)	(391)
<b>Net cash from operating activities</b>		956	654
Continuing operations		882	
Discontinued operation		74	
<b>Cash flows from investing activities</b>			
Purchase of property, plant and equipment		(1 389)	(1 014)
Proceeds on disposal of property, plant and equipment		40	50
Settlement of post-retirement benefit obligation		(151)	
Additions to intangible assets		(103)	(111)
(Increase)/decrease in investments and loans		(52)	171
Disposal of businesses	C	1	
Proceeds from disposal of investments			9
Interest received		158	151
Dividends received		1	1
Acquisition of businesses	D	(169)	(16 393)
Share buybacks			(682)
<b>Net cash from investing activities</b>		(1 664)	(17 818)
Continuing operations		(1 632)	
Discontinued operation		(32)	
<b>Cash flows from financing activities</b>			
Proceeds from issue of ordinary shares		669	1 678
Proceeds from issue of preference shares			644
Repurchase of shares			(134)
Long-term liabilities raised		262	25 021
Short-term liabilities repaid		(317)	(7 936)
<b>Net cash from financing activities</b>		614	19 273
Continuing operations		617	
Discontinued operation		(3)	
<b>Translation effects on cash and cash equivalents of foreign entities</b>			
		39	(1 393)
<b>Net (decrease)/increase in cash and cash equivalents</b>		(55)	716
Cash and cash equivalents at beginning of year		1 009	293
Cash in disposal group held for sale		(54)	
<b>Cash and cash equivalents at end of year</b>	E	900	1 009

# Notes to the group cash flow statement

for the year ended 30 September 2007

	2007 Rm	2006 Rm
<b>A. Cash generated from operations</b>		
Operating profit	3 117	1 681
Continuing operations	2 990	1 578
Discontinued operation	127	103
Adjustments for:		
Depreciation	1 017	528
Continuing operations	1 007	517
Discontinued operation	10	11
Amortisation of intangible assets	37	25
Profit on disposal of property, plant and equipment	(1)	(7)
Profit on disposal of subsidiaries	(1)	(111)
Profit on disposal of investments		(9)
Fair value adjustments on investments		(16)
(Reversal of impairment)/impairment of property, plant and equipment	(11)	15
Impairment of investments and loans	25	21
Impairment of goodwill	24	2
Impairment of intangible assets	40	
Share-based payment expense	27	78
Net foreign exchange (profits)/losses	(31)	15
Increase in post-retirement benefit obligation	10	58
Decrease in deferred lease liability	(1)	(95)
Other non-cash flow items		(6)
<b>Cash generated from operations before working capital changes</b>	<b>4 252</b>	<b>2 179</b>
Increase in accounts receivable	(212)	(186)
Increase in inventories	(27)	(25)
(Decrease)/increase in accounts payable	(39)	163
Movement in short-term financial liabilities		(2)
	<b>3 974</b>	<b>2 129</b>
<b>B. Taxation paid</b>		
Amounts payable at beginning of year	138	9
Charge per the income statement (excluding deferred taxation)	552	346*
Acquisition of subsidiaries		17
Translation of foreign entities	(11)	
Amounts payable at end of year	(410)	(138)
	<b>269</b>	<b>234</b>

\*Including discontinued operation

# Notes to the Group cash flow statement continued

for the year ended 30 September 2007

	2007 Rm	2006 Rm
<b>C. Disposal of businesses</b>		
Accounts payable		1
Intangible assets		(1)
Minority interest	1	
<b>Total consideration</b>	<b>1</b>	
Comprising:		
Cancare (Proprietary) Limited	1	
Prometheus Healthcare (Proprietary) Limited		
	<b>1</b>	
<b>D. Acquisition of businesses</b>		
Property, plant and equipment	4	19 143
Intangible assets		111
Investments		(535)
Treasury shares		4 221
Inventories		217
Accounts receivable		937
Cash and cash equivalents		691
Long and short-term debt		(8 445)
Financial liability – Derivative financial instruments		(1 113)
Post-retirement benefit obligations		(167)
Deferred taxation		(4 906)
Accounts payable		(924)
Provisions		(1 106)
Taxation payable		(17)
<b>Fair value of assets acquired</b>	<b>4</b>	8 107
Minority interest	<b>152</b>	(3 480)
	<b>156</b>	4 627
Goodwill	<b>13</b>	13 277
Negative goodwill		(820)
<b>Purchase consideration</b>	<b>169</b>	17 084
Cash and cash equivalents in acquiree		(691)
<b>Cash outflow on acquisition</b>	<b>169</b>	16 393
Comprising:		
General Healthcare Group Limited	<b>153</b>	14 265
Health Management Technologies (Proprietary) Limited	<b>8</b>	
Rosewood Clinic	<b>2</b>	
South Manchester Imaging Plc		49
Prime Cure Holdings (Proprietary) Limited		125
Netpartner Investments Limited	<b>6</b>	1 952
SAA Netcare Travel Clinics (Proprietary) Limited		2
<b>Total consideration</b>	<b>169</b>	16 393
<b>E. Cash and cash equivalents and bank overdrafts</b>		
Cash on hand and balances with banks	<b>1 415</b>	1 463
Short-term money market borrowings and bank overdrafts	<b>(461)</b>	(454)
Less:		
Cash in disposal group held for sale	<b>(54)</b>	
	<b>900</b>	1 009