

**Glanbia plc**

**Summarised Cash Flow Statement**

	Half year ended 2 July 2005 €'000	Half year ended 3 July 2004 €'000	Year ended 1 January 2005 €'000
<b>Net cash inflow from operating activities:</b>			
Operating profit (pre exceptional items)	<b>38,328</b>	41,390	86,257
Profit on disposal of fixed assets	<b>(915)</b>	(57)	(920)
Depreciation and amortisation	<b>13,769</b>	17,115	28,130
Changes in working capital	<b>(61)</b>	(90,415)	(33,713)
	<b>51,121</b>	(31,967)	79,754
Exceptional items	<b>(5,304)</b>	-	3,693
Returns on investments and servicing of finance	<b>(10,097)</b>	(11,397)	(20,540)
Taxation	<b>292</b>	(1,100)	(4,955)
Purchase of fixed assets (net of disposals/grants)	<b>(21,769)</b>	(24,006)	(59,537)
Purchase of investments	<b>(5,081)</b>	(24,336)	(55,211)
Purchase of subsidiary undertakings	<b>(10,050)</b>	-	(10,157)
Disposal of subsidiary undertakings	-	90,642	83,277
Share capital issued	-	215	215
Equity dividends paid	<b>(8,989)</b>	(8,535)	(14,813)
Repayment of preferred securities (see note below)	<b>(82,233)</b>	-	-
Change in net debt resulting from cash flows	<b>(92,110)</b>	(10,484)	1,726
Translation difference	<b>(6,145)</b>	(9,270)	1,505
Movement in net debt in the period	<b>(98,255)</b>	(19,754)	3,231
Net debt at beginning of period	<b>(150,566)</b>	(153,797)	(153,797)
Preference shares reclassified on implementation of IAS 32 and IAS 39 (see note below)	<b>(37,789)</b>	-	-
Net debt at end of period	<b>(286,610)</b>	(173,551)	(150,566)

**Note:**

The comparative numbers as at 3 July 2004 and 1 January 2005 have been restated on an IFRS basis, with the exception of IAS 32 and IAS 39 which were implemented from 2 January 2005. This impacts the comparison of net financing which on a comparable basis was €286.6m at 2 July 2005, €292.8m at 3 July 2004 and €260.9m at 1 January 2005.