

CASH FLOW STATEMENT – GROUP**STATEMENT 18****PURPOSE**

The Cash Flow Statement shows the changes in cash and cash equivalents of the group during the reporting period. The statement shows how the group generates and uses cash and cash equivalents by classifying cash flows as operating, investing and financing activities. The amount of net cash flows arising from operating activities is a key indicator of the extent to which the operations of the group are funded by way of taxation and grant income or from the recipients of services provided by the group. Investing activities represent the extent to which cash outflows have been made for resources which are intended to contribute to the group's future service delivery. Cash flows arising from financing activities are useful in predicting claims on future cash flows by providers of capital (i.e. borrowing) to the group.

	Group Note	2023/24 £'000	2022/23 £'000
Net deficit on the provision of services of Group		(80,127)	(156,850)
Adjustments to deficit on the provision of services for non-cash movements		121,137	223,090
Adjustments for items included in the deficit on the provision of services that are Investing and Financing Activities		(1,379)	(189)
Net cash flows from Operating Activities		39,631	66,051
Net cash flows from Investing Activities		(60,563)	(89,545)
Net cash flows from Financing Activities		15,479	7,342
Net (decrease) / increase in cash and cash equivalents		(5,453)	(16,152)
Cash and cash equivalents at the beginning of the reporting period		35,257	51,409
Cash and cash equivalents at the end of the reporting period		29,804	35,257