

Consolidated cash flow statement

(thousands of euro)	2005	2004
Operating activities		
Net income for the year attributable to the Parent Company and minority interests	114,104	108,343
Income taxes expense	20,288	27,663
Income before taxes	134,392	136,006
Adjustments for:		
- depreciation and amortization	85,367	95,327
- (gains)/losses on disposal of assets	48,336	36,325
- net provisions charged to income statement	32,146	80,635
- use of provisions	(10,809)	(28,931)
- exchange differences	(409)	81
- shares of (income)/losses of associated companies	60	(33)
- net financial (income)/expenses	23,131	21,829
Cash flow from operating activities before changes in working capital	312,214	341,239
Cash flow from changes in working capital	10,373	(12,556)
Payment of taxes	(9,403)	(160,141) ^(A)
Interest paid	(53,104)	(51,597)
Interest received	24,842	23,826
Exchange differences	408	114
Cash flow generated by operating activities	285,330	140,885
Investing activities		
Operating investments	(115,621)	(122,950)
Operating divestments	15,265	61,440 ^(D)
Purchase of investments	(14,390)	(14,107)
Sale of investment	(74)	15,167 ^(D)
Operations in non-current financial assets	114,374 ^(B)	(64,945) ^(C)
Cash flow provided/(used) by investing activities	(446)	(125,395) ^{(C)(D)}
Financing activities		
Change in shareholders' equity	2,182	1,960
Payment of bond	(300,000)	-
Net change in other sources of finance	9,780	(12,164)
Payment of dividends	(62,361)	(69,414)
Cash flow provided/(used) by financing activities	(350,399)	(79,618)
Net decrease in cash and cash equivalents	(65,515)	(64,128)
Cash and cash equivalents at the beginning of the year	260,196	324,825
Cash in companies purchased	-	-
Translation differences and other movements	1,646	(501)
Cash and cash equivalents at the end of the year	196,327	260,196

(A) Includes payment of substitute taxes of 124.5 million euro. (B) Includes 118 million euro for the sale of financial assets. (C) Includes the acquisition of subsidiary in the amount of 90 million euro. (D) Includes residual amounts relating to the sale of the sports equipment segment, of 8, 15, and 26 million euro, respectively, for a total of 49 million euro.