

# Group income statement

Year ended 31 July 2006

	Notes	2006 £m	2005 £m
<i>Continuing operations</i>			
<b>Revenue</b>	2	<b>14,158</b>	11,256
Cost of sales		<b>(10,222)</b>	(8,174)
<b>Gross profit</b>		<b>3,936</b>	3,082
Distribution costs		<b>(2,413)</b>	(1,930)
Administrative expenses: amortisation of acquired intangibles		<b>(48)</b>	(6)
Administrative expenses: other		<b>(665)</b>	(468)
Administrative expenses: total		<b>(713)</b>	(474)
Other income		<b>24</b>	24
<b>Operating profit</b>	2, 3	<b>834</b>	702
Finance revenue	4	<b>49</b>	27
Finance costs	5	<b>(114)</b>	(64)
<b>Profit before tax</b>		<b>769</b>	665
<b>Tax expense</b>	6	<b>(232)</b>	(186)
<b>Profit for the year attributable to equity shareholders</b>		<b>537</b>	479
<b>Earnings per share</b>	8		
Basic earnings per share		<b>90.77p</b>	81.61p
Diluted earnings per share		<b>90.02p</b>	80.75p
<b>Non-GAAP measures of performance</b>	9		
Trading profit		<b>882</b>	708
Profit before tax and the amortisation of acquired intangibles		<b>817</b>	671

# Group statement of recognised income and expense

Year ended 31 July 2006

	2006 £m	2005 £m
Profit for the financial year	<b>537</b>	479
Net exchange adjustments offset in reserves	<b>(124)</b>	57
Cash flow hedges		
– fair value gains and losses	<b>14</b>	(11)
– reclassified and reported in net profit for the year	<b>(1)</b>	–
Actuarial gain/(loss) on retirement benefits	<b>7</b>	(4)
Change in fair value of available-for-sale investments	<b>(7)</b>	–
Tax (charge)/credit recognised in the income statement	6 <b>(13)</b>	34
Net (losses)/gains not recognised in the income statement	<b>(124)</b>	76
<b>Total recognised income for the year attributable to shareholders</b>	<b>413</b>	555

The accompanying notes are an integral part of these consolidated financial statements.