

Consolidated statements of cash flows for the years ended September 30 € in millions

	Notes	2002	2003	2004
Net (loss) income		(1,021)	(435)	61
Less: net loss from discontinued operations		(4)	–	–
Net (loss) income from continuing operations		(1,017)	(435)	61
Adjustments to reconcile net (loss) income to cash provided by operating activities:				
Depreciation and amortization	15/17	1,370	1,437	1,320
Acquired in-process research and development	3	37	6	9
Deferred compensation		23	7	2
Provision for (recovery of) doubtful accounts	12	(5)	(16)	15
Loss (gain) on sale of marketable securities	11	1	(56)	(9)
Loss (gain) on sale of businesses	4	(39)	10	2
Loss (gain) on disposal of property, plant and equipment		2	3	(5)
Equity in (earnings) losses of associated companies	16	47	(18)	14
Loss (gain) on associated company share issuance	16	(18)	2	(2)
Minority interests		(7)	(8)	(18)
Impairment charges	16/17	51	98	136
Deferred income taxes	9	(282)	16	96
Changes in operating assets and liabilities:				
Trade accounts receivable	12	(131)	(227)	(219)
Inventories	13	(28)	(112)	(40)
Other current assets	14	39	156	154
Trade accounts payable	18	40	(217)	228
Accrued liabilities	19	86	164	92
Other current liabilities	20	(37)	(17)	(22)
Other assets and liabilities	17/22	94	(62)	43
Net cash provided by operating activities		226	731	1,857

Continuation consolidated statements of cash flows € in millions

	Notes.	2002	2003	2004
Cash flows from investing activities:				
Purchases of marketable securities available for sale		(709)	(2,752)	(2,678)
Proceeds from sales of marketable securities available for sale		62	2,013	2,520
Proceeds from sales of businesses		96	164	9
Business interests, net of cash acquired		156	6	(29)
Investment in associated and related companies	16	(178)	(76)	(386)
Purchases of intangible assets	17	(55)	(58)	(125)
Purchases of property, plant and equipment	15	(643)	(872)	(1,163)
Proceeds from sales of property, plant and equipment	15	27	53	43
Net cash used in investing activities		(1,244)	(1,522)	(1,809)
Cash flows from financing activities:				
Net change in short-term debt	21	4	(36)	62
Net change in related party financial receivables and payables	27	(40)	(76)	75
Proceeds from issuance of long-term debt	21	1,482	700	-
Principal repayments of long-term debt	21	(21)	(25)	(549)
Change in restricted cash		15	3	(43)
Proceeds from issuance of shares to minority interest		-	-	53
Proceeds from issuance of ordinary shares		8	-	-
Net cash provided by (used in) financing activities		1,448	566	(402)
Effect of foreign exchange rate changes on cash and cash equivalents		1	(4)	(7)
Net increase (decrease) in cash and cash equivalents from continuing operations		431	(229)	(361)
Net increase (decrease) in cash and cash equivalents from discontinued operations		11	(1)	-
Cash and cash equivalents at beginning of period		757	1,199	969
Cash and cash equivalents at end of period		1,199	969	608

See accompanying notes to the consolidated financial statements.