

LANXESS GROUP

CASH FLOW STATEMENT

	Note	2004	2005
€ million			
Loss before income taxes		(20)	(117)
Depreciation and amortization		328	313
Loss from investment in associate		4	35
(Gains) losses on retirements of property, plant and equipment		2	(1)
Financial losses		44	72
Income taxes		(45)	(56)
Change in inventories		(90)	141
Changes in trade receivables		(131)	121
Changes in trade payables		186	(156)
Changes in other assets and liabilities		33	272
Net cash provided by operating activities	[40]	311	624
Cash outflow for additions to intangible assets, property, plant and equipment		(279)	(251)
Cash inflow from sales of intangible assets, property, plant and equipment		26	8
Cash inflows from (outflows for) financial assets		208	(8)
Interest and dividends received		6	10
Net cash used in investing activities	[40]	(39)	(241)
Proceeds from borrowings		717	666
Repayments of borrowings		(883)	(907)
Dividend payments to minority stockholders		0	(2)
Interest paid and other financial disbursements		(48)	(76)
Net cash used in financing activities	[40]	(214)	(319)
Change in cash and cash equivalents from business activities		58	64
Cash and cash equivalents as of January 1		13	72
Change in cash and cash equivalents due to changes in scope of consolidation		1	(5)
Change in cash and cash equivalents due to exchange rate movements		0	5
Cash and cash equivalents as of December 31	[40]	72	136