

# Bayer Group Consolidated Statements of Cash Flows

€ million

	Note	2002 <sup>1)</sup>	2003
Operating result [EBIT]		1,610	(1,203)
Income taxes		(301)	(607)
Depreciation and amortization		3,312	4,735
Change in long-term provisions		(135)	421
Gains on retirements of noncurrent assets		(1,401)	(102)
<b>Gross cash provided by operating activities <sup>2)</sup></b>		<b>3,085</b>	<b>3,244</b>
<i>of which discontinuing operations</i>	[42]	416	228
Increase in inventories		(55)	(49)
Decrease in trade accounts receivable		546	115
Increase (decrease) in trade accounts payable		419	(143)
Changes in other working capital		463	126
<b>Net cash provided by operating activities</b>	[39]	<b>4,458</b>	<b>3,293</b>
<i>of which discontinuing operations</i>	[42]	461	33
Cash outflows for additions to property, plant and equipment		(2,239)	(1,653)
Cash inflows from sales of property, plant and equipment		2,114	1,644
Cash inflows from sales of investments		903	258
Cash outflows for acquisitions less acquired cash		(7,776)	(72)
Interest and dividends received		402	366
Net cash inflow (outflow) from marketable securities		26	(83)
<b>Net cash provided by (used in) investing activities</b>	[40]	<b>(6,570)</b>	<b>460</b>
<i>of which discontinuing operations</i>	[42]	973	(186)
Bayer AG dividend and dividend payments to minority stockholders		(662)	(664)
Issuances of debt		7,427	1,621
Retirements of debt		(3,890)	(1,936)
Interest paid		(704)	(782)
<b>Net cash provided by (used in) financing activities</b>	[41]	<b>2,171</b>	<b>(1,761)</b>
<i>of which discontinuing operations</i>	[42]	(60)	153
<b>Change in cash and cash equivalents due to business activities</b>		<b>59</b>	<b>1,992</b>
<b>Cash and cash equivalents at beginning of year</b>		<b>719</b>	<b>767</b>
Change in cash and cash equivalents due to changes in scope of consolidation		4	1
Change in cash and cash equivalents due to exchange rate movements		(15)	(26)
<b>Cash and cash equivalents at end of year</b>	[43]	<b>767</b>	<b>2,734</b>
Marketable securities and other instruments		29	129
<b>Liquid assets as per balance sheets</b>		<b>796</b>	<b>2,863</b>

<sup>1)</sup> 2002 figures restated

<sup>2)</sup> for definition see Bayer Group Key Data on front flap