

APPENDIX 4.6  
(referred to in paragraph 4.2)

**Granada: group profit and loss accounts, 1998 to 2002**

As described in paragraph 3 of Appendix 4.5, Granada Group underwent a major reorganization in 2000/01 involving, inter alia, a merger with Compass Group. As a result of a series of transactions Granada Group ceased to operate and was replaced by a new company, Granada. The table below shows information for Granada Group in 1998 and 1999 and for Granada from 2000 to 2002. For 2000 the information in the table is the pro forma comparatives included in the 2001 accounts of Granada, a merger accounting basis having been used for the new group.

**Granada: Group profit and loss accounts 1998 to 2002**

£ million

	Years ended 30 September				
	1998	1999	2000	2001	2002
	<i>Granada Group</i>		<i>Granada</i>		
Turnover	4,031	4,102	4,204	2,445	1,427
Operating costs	-2,891	-2,960	-3,317	-2,091	-1,225
Exceptional operating costs	-	-	-	-	-18
Depreciation	<u>-166</u>	<u>-177</u>	<u>-200</u>	<u>-75</u>	<u>-36</u>
EBITA	974	965	687	279	148
Amortization	-	-	-3	-34	-37
Goodwill impairment*	-	-	-	-	<u>-250</u>
Group operating profit/loss	974	965	684	245	-139
Joint ventures and associates†	-29	-91	-181	-202	-101
Sale or termination of businesses and investments‡	68	350	314	-	-104
Changes in value of investments	-	-	-	-65	-
Investment income	-	-	58	7	5
Interest payable	<u>-240</u>	<u>-168</u>	<u>-175</u>	<u>-90</u>	<u>-39</u>
Pre-tax profit/loss	773	1,056	700	-105	-378
Taxation	<u>-209</u>	<u>-181</u>	<u>-169</u>	<u>-35</u>	<u>-</u>
Post-tax profit/loss	564	875	531	-140	-378
Minority interests	-7	-9	19	8	-
Dividends	<u>-161</u>	<u>-184</u>	<u>-232</u>	<u>-56</u>	<u>-56</u>
Retained profit/loss	396	682	318	-188	-434
EBITA on turnover (%)	24.2	23.5	16.3	11.4	10.4

Source: Granada.

\*The exceptional goodwill amortization charge in 2002 of £250 million related to Granada's digital television interests.

†Includes Granada's share of losses at ONdigital.

‡Includes in 1999 the profit on the sale of the 7 per cent shareholding in BSkyB which was sold for £429 million. In 2002 the loss of £104 million arose on the cessation of ONdigital/ITV Sport.