

Notes to the financial statements

28 Analysis of net debt

	23 March 2008 £m	Cash flow £m	Other non-cash movements £m	21 March 2009 £m
Non-current assets				
Interest bearing available-for-sale financial assets	-	8	(1)	7
Derivative financial instruments	-	-	31	31
	-	8	30	38
Current assets				
Cash and cash equivalents	719	(92)	-	627
Derivative financial instruments	4	-	55	59
	723	(92)	55	686
Current liabilities				
Bank overdrafts	(118)	90	-	(28)
Borrowings ¹	(47)	(13)	(65)	(125)
Obligations under finance leases	-	-	(1)	(1)
Derivative financial instruments	(6)	-	(50)	(56)
	(171)	77	(116)	(210)
Non-current liabilities				
Borrowings ¹	(1,988)	(152)	11	(2,129)
Obligations under finance leases	(49)	-	1	(48)
Derivative financial instruments	(18)	-	10	(8)
	(2,055)	(152)	22	(2,185)
Total net debt	(1,503)	(159)	(9)	(1,671)

¹ The financial statements for the 52 weeks to 22 March 2008 included all long-term borrowings within non-current liabilities. £47 million of the long-term borrowings (included in non-current borrowings) at 22 March 2008 were due within one year and have been reclassified within the comparative amounts.

Net debt incorporates the Group's borrowings (including accrued interest), bank overdrafts, interest bearing available-for-sale financial assets, fair value of derivatives and obligations under finance leases, less cash and cash equivalents.

Reconciliation of net cash flow to movement in net debt

	2009 £m	2008 £m
Decrease in cash and cash equivalents	(2)	(164)
(Increase)/decrease in debt	(157)	39
Disposal of derivative financial instruments	-	7
Other non-cash movements	(9)	(5)
Increase in net debt in the year	(168)	(123)
Opening net debt at the beginning of the year	(1,503)	(1,380)
Closing net debt at the end of the year	(1,671)	(1,503)