

# Financial Review

## Consolidated Profit & Loss

	2006	2005
For the year ended 31 March	£m	£m
Turnover (including share of joint ventures)	784.4	706.0
Less: share of joint ventures	(228.4)	(160.9)
<b>Group turnover</b>	556.0	545.1
Cost of sales	(341.3)	(335.4)
<b>Gross profit</b>	214.7	209.7
Distribution costs	(147.0)	(147.3)
Administrative expenses	(20.0)	(24.6)
<b>Group operating profit</b>	47.7	37.8
Share of operating profit of joint ventures	30.4	18.5
Share of operating profit of associates	0.8	1.2
<b>Total operating profit</b>	78.9	57.5
Profit on disposal of business	1.7	0.4
Profit on sale of fixed assets	9.3	-
Loss on termination of business	(0.5)	(2.7)
<b>Profit before interest and taxation</b>	89.4	55.2
Interest receivable	1.5	0.2
Interest payable	(4.1)	(5.7)
<b>Profit on ordinary activities before taxation</b>	86.8	49.7
Tax on profit on ordinary activities	(24.6)	(22.5)
<b>Profit on ordinary activities after taxation</b>	62.2	27.2
Equity minority interests	(0.1)	0.5
<b>Profit attributable to shareholders</b>	62.1	27.7

On 19 January 2005 BBC Worldwide completed the sale of *Eve* magazine to Haymarket Magazines Limited. Sale proceeds of £6.5 million have been included within Group turnover in the year ended 31 March 2005.

There is no difference in the profit for the financial period as reported compared to an historical cost basis in either the current or prior year.

The profit for the current and prior year is derived from continuing operations.

Following amendments to the Companies Act 1985 dividends are presented as deductions from equity and are not presented within the profit and loss account.