

Consolidated Statements of Cash Flows

<i>Years Ended (See Note 23)</i>	May 7, 2005	April 30, 2004
<i>(in millions)</i>	<i>(53 Weeks)</i>	<i>(52 Weeks)</i>
		<i>Restated (Note 1)</i>
Operating Activities		
Net earnings	\$ 186.6	\$ 172.5
Items not affecting cash (Note 12)	316.0	272.3
Preferred dividends	(0.3)	(0.4)
	502.3	444.4
Net change in non-cash working capital	(15.7)	22.8
Cash flows from operating activities	486.6	467.2
Investing Activities		
Net decrease in investments	3.0	52.3
Purchase of shares in subsidiary, Sobeys Inc.	(93.5)	(74.2)
Purchase of property, equipment and other assets	(372.0)	(431.0)
Proceeds from sale of property	35.1	81.4
Business acquisitions, net of cash acquired	(19.6)	(64.1)
Cash flows used in investing activities	(447.0)	(435.6)
Financing Activities		
Increase in bank indebtedness	78.6	41.5
Decrease in construction loans	(1.1)	(0.9)
Issue of long-term debt	39.9	14.9
Repayment of long-term debt	(79.8)	(188.9)
Increase (decrease) in long-term lease obligation	(0.2)	0.9
Minority interest	4.4	6.9
Repurchase of preferred shares	(2.5)	–
Issue of Non-Voting Class A shares	0.9	1.1
Repurchase of Non-Voting Class A shares for cancellation	(1.6)	(1.8)
Common dividends	(31.6)	(26.3)
Refundable taxes	–	5.1
Cash flows from (used in) financing activities	7.0	(147.5)
Increase (decrease) in cash from continuing operations	46.6	(115.9)
Initial impact of variable interest entities	32.9	–
Discontinued operations	–	1.3
Increase (decrease) in cash and cash equivalents	79.5	(114.6)
Cash and cash equivalents, beginning of year	202.2	316.8
Cash and cash equivalents, end of year	\$ 281.7	\$ 202.2

See accompanying notes to the consolidated financial statements.