

SMITH & NEPHEW plc

2005 QUARTER FOUR AND FULL YEAR RESULTS

Unaudited Restatement to US \$

Balance Sheet

	2005				2004
	Q1 \$m	Q2 \$m	Q3 \$m	Q4 \$m	Year \$m
ASSETS					
Non-current assets					
Property, plant and equipment	565	578	579	589	557
Intangible assets	709	695	673	672	721
Investment in joint venture	221	218	228	-	232
Investments	10	10	10	10	9
Non-current receivables	2	1	1	1	2
Non-current asset derivatives	11	-	-	-	47
Deferred tax assets	<u>129</u>	<u>143</u>	<u>138</u>	<u>132</u>	<u>130</u>
	1,647	1,645	1,629	1,404	1,698
Current assets					
Inventories	593	611	633	610	547
Trade and other receivables	597	583	572	619	573
Current asset derivatives	46	10	24	10	42
Cash and bank	<u>143</u>	<u>96</u>	<u>120</u>	<u>152</u>	<u>62</u>
	1,379	1,300	1,349	1,391	1,224
Held for sale – investment in joint venture	-	-	-	217	-
TOTAL ASSETS	<u><u>3,026</u></u>	<u><u>2,945</u></u>	<u><u>2,978</u></u>	<u><u>3,012</u></u>	<u><u>2,922</u></u>
EQUITY AND LIABILITIES					
Equity attributable to equity holders of the parent	1,424	1,373	1,429	1,482	1,348
Non-current liabilities					
Long-term borrowings	197	207	186	210	293
Retirement benefit obligation	279	292	256	190	282
Other payables due after one year	7	7	6	16	26
Provisions – due after one year	58	47	50	48	61
Non-current liability derivatives	-	-	-	-	4
Deferred tax liabilities	<u>79</u>	<u>74</u>	<u>57</u>	<u>53</u>	<u>79</u>
	620	627	555	517	745
Current liabilities					
Trade and other payables	466	447	471	452	444
Bank overdrafts and loans due within one year	215	206	208	227	62
Provisions – due within one year	81	78	67	90	96
Current liability derivatives	4	12	22	30	24
Current tax payable	<u>216</u>	<u>202</u>	<u>226</u>	<u>214</u>	<u>203</u>
	982	945	994	1,013	829
Total liabilities	<u><u>1,602</u></u>	<u><u>1,572</u></u>	<u><u>1,549</u></u>	<u><u>1,530</u></u>	<u><u>1,574</u></u>
TOTAL EQUITY AND LIABILITIES	<u><u>3,026</u></u>	<u><u>2,945</u></u>	<u><u>2,978</u></u>	<u><u>3,012</u></u>	<u><u>2,922</u></u>
Exchange rate at end of period					
£ to \$	1.89	1.77	1.77	1.72	1.92
€ to \$	1.30	1.20	1.21	1.18	1.36
<u>Net Debt</u>					
Cash and bank	143	96	120	152	62
Long-term borrowings	(197)	(207)	(186)	(210)	(293)
Bank overdrafts and loans due within one year	(215)	(206)	(208)	(227)	(62)
Net currency swap assets/(liabilities)	<u>53</u>	<u>(2)</u>	<u>2</u>	<u>(20)</u>	<u>61</u>
	<u>(216)</u>	<u>(319)</u>	<u>(272)</u>	<u>(305)</u>	<u>(232)</u>