

CASH FLOW STATEMENT

FOR THE YEAR ENDED 31ST MARCH, 2003

(Figures for the previous year have been rearranged to conform with the revised presentation)

A. NET PROFIT BEFORE TAX

ADJUSTMENTS FOR :

Depreciation	2,37,34	
Interest etc. – Net	(7,90)	
Income from Long Term Investments	(3,06)	
Income from Current Investments	(4,41)	
Fixed Assets – Loss on Sale/Write off – Net	7,68	
Profit on Sale of Long Term Investments	—	
Profit on Sale of Current Investments – Net	(42,70)	
Provision for diminution in value of Long Term Investment	—	
Unrealised (Gain)/Loss on Exchange – Net	(57)	
Provision for estimated loss on Fixed Assets held for Sale	35,04	
Liability no longer required written back	(20,02)	2,01,40

OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES

ADJUSTMENTS FOR :

Trade and Other Receivables	(44,82)	
Inventories	(71,95)	
Trade Payables	4,85,79	3,69,02

CASH GENERATED FROM OPERATIONS

Income Tax Paid (net of refunds)

NET CASH FROM OPERATING ACTIVITIES

B. CASH FLOW FROM INVESTING ACTIVITIES

Purchase of Fixed Assets	(4,52,41)	
Sale of Fixed Assets	3,24	
Purchase of Current Investments	(33,69,01)	
Sale/Redemption of Current Investments	28,20,32	
Purchase of Long Term Investments	(1,06,16)	
Sale of Long Term Investments	3	
Income from Long Term Investments Received	3,06	
Interest Received	26,77	
Deposits towards Property Options	—	
Loans Given	(11,48,90)	
Loans Realised	11,84,27	

NET CASH USED IN INVESTING ACTIVITIES

C. CASH FLOW FROM FINANCING ACTIVITIES

Proceeds from issue of Share Capital by erstwhile ITC Bhadrachalam Paperboards Ltd.	—	
Proceeds from Long Term Borrowings	7,89	
Repayments of Long Term Borrowings	(1,85,41)	
Net increase/(decrease) in Cash/Export Credit Facilities and other Short Term Loans	9,96	
Interest etc. Paid	(41,55)	
Dividends Paid	(3,32,08)	
Income Tax on Dividend Paid	—	

NET CASH FLOW USED IN FINANCING ACTIVITIES

NET INCREASE IN CASH AND CASH EQUIVALENTS

OPENING CASH AND CASH EQUIVALENTS

CASH AND CASH EQUIVALENTS TAKEN OVER ON AMALGAMATION (Note 1)

CLOSING CASH AND CASH EQUIVALENTS

CASH AND CASH EQUIVALENTS COMPRISE :

Cash and Bank Balances	3,78,84	
Unrealised Loss/(Gain) on Foreign Currency Cash and Cash Equivalents	(18)	3,78,66

For the year ended
31st March, 2003
(Rs. in Lakhs)

20,56,19

2,37,34

(7,90)

(3,06)

(4,41)

7,68

—

(42,70)

—

(57)

35,04

(20,02)

2,01,40

22,57,59

(44,82)

(71,95)

4,85,79

3,69,02

26,26,61

(7,12,57)

19,14,04

(4,52,41)

3,24

(33,69,01)

28,20,32

(1,06,16)

3

3,06

26,77

—

(11,48,90)

11,84,27

(10,38,79)

—

7,89

(1,85,41)

9,96

(41,55)

(3,32,08)

—

(5,41,19)

3,34,06

44,60

—

3,78,66

For the year ended
31st March, 2002
(Rs. in Lakhs)

17,80,26

1,98,45

13,75

(6,78)

(10,73)

5,24

(3,72)

(2,90)

1,41

56

—

(14,59)

1,80,69

19,60,95

(87,25)

52,92

2,99,63

2,65,30

22,26,25

(4,56,71)

17,69,54

(5,12,42)

87

(32,29,91)

31,65,53

(1,27,46)

8,89

6,84

54,19

(17,40)

(2,06,34)

1,45,62

(7,11,59)

1

12,15

(1,11,13)

(6,04,84)

(76,25)

(2,44,10)

(25,03)

(10,49,19)

8,76

35,24

60

44,60

Notes :

- In 2001-02, cash and cash equivalents include Rs. 60 Lakhs of the erstwhile ITC Bhadrachalam Paperboards Limited taken over on amalgamation.
- Surya Nepal (P) Limited became a subsidiary of the Company in 2002-03 on acquisition of shares, for cash, aggregating Rs. 6.16 Lakhs.

Per our Report attached to the Balance Sheet

For A. F. FERGUSON & CO.

Chartered Accountants

A. K. MAHINDRA

Partner

Kolkata, 23rd May, 2003

On behalf of the Board

Y. C. DEVESHWAR *Chairman*

K. VAIDYANATH *Director*

B. B. CHATTERJEE *Secretary*