

CASH FLOW STATEMENT

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

	2001 (Rs. in Lakhs)	2000 (Rs. in Lakhs)
A. NET PROFIT BEFORE TAX	16,00,30	12,28,95
ADJUSTMENTS FOR :		
Depreciation	1,39,94	1,18,53
Lease Rentals	—	18
Interest etc. – Net	49,29	90,00
Income from Long Term Investments	(8,59)	(17,03)
Income from Current Investments	(4,76)	(7,09)
Fixed Assets – Loss on Sale/Write off – Net	3,68	6,56
Profit on Sale of Long Term Investment	—	(12,30)
Loss on Sale of Current Investments – Net	2,45	—
Investment Written off	—	29
Unrealised (Gain)/Loss on Exchange – Net	1,54	(4,46)
Liability no longer required written back	(28,45)	(1,52)
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES	17,55,40	14,02,11
ADJUSTMENTS FOR :		
Trade and Other Receivables	(65,53)	17,68
Inventories	(2,12,17)	(16,41)
Trade Payables	1,60,76	1,61,68
CASH GENERATED FROM OPERATIONS	16,38,46	15,65,06
Income Tax Paid	(6,47,45)	(4,86,65)
NET CASH FROM OPERATING ACTIVITIES	9,91,01	10,78,41
B. CASH FLOW FROM INVESTING ACTIVITIES :		
Purchase of Fixed Assets	(4,64,39)	(4,70,27)
Sale of Fixed Assets	14,72	62
Purchase of Current Investments	(12,27,94)	(4,88,82)
Sale/Redemption of Current Investments	12,30,25	4,95,91
Purchase of Long Term Investments	(19,72)	(27,15)
Sale of Long Term Investments	4	1,11,65
Income from Long Term Investments Received	9,11	17,87
Interest Received	45,24	78,34
Deposits towards Property Options	—	(25,00)
Loans Given	(4,55,49)	(29,18)
Loans Realised	9,67	26,00
NET CASH USED IN INVESTING ACTIVITIES	(8,58,51)	(3,10,03)
C. CASH FLOW FROM FINANCIAL ACTIVITIES :		
Proceeds from Long Term Borrowings	—	85,09
Repayments of Long Term Borrowings	(2,64,60)	(6,86,53)
Net increase in Cash/Export Credit Facilities and other Short Term Loans	4,70,67	25
Repayments of Lease Liabilities	—	(18)
Interest etc. Paid	(99,68)	(1,68,71)
Dividends Paid	(1,90,89)	(1,26,50)
Income Tax on Dividend Paid	(40,49)	(14,85)
NET CASH FLOW USED IN FINANCING ACTIVITIES	(1,24,99)	(9,11,43)
NET INCREASE IN CASH AND CASH EQUIVALENTS	7,51	(1,43,05)
OPENING CASH AND CASH EQUIVALENTS	27,73	1,70,78
CLOSING CASH AND CASH EQUIVALENTS	35,24	27,73
CASH AND CASH EQUIVALENTS COMPRISE :		
Cash and Bank Balances	35,41	27,73
Unrealised Loss/(Gain) on Foreign Currency Cash and Cash Equivalents	(17)	—
	35,24	27,73

Landbase India Limited and ITC Infotech India Limited became subsidiaries of the company during the year on acquisition of shares, for cash, aggregating to Rs. 9,71 lakhs.

Per our Report attached
For A. F. FERGUSON & Co.
Chartered Accountants

A. K. MAHINDRA
Partner
Kolkata, 30th May, 2001

On behalf of the Board

A. SINGH Director
K. VAIDYANATH Director
B. B. CHATTERJEE Secretary

Auditors' Report

We have examined the attached Cash Flow Statement of I.T.C. Limited for the year ended 31st March, 2001. The statement has been prepared by the company in accordance with the listing requirements of the Stock Exchanges in India and is based on and derived from the audited accounts of the company for the year ended 31st March, 2001.

For A. F. Ferguson & Co.
Chartered Accountants

A. K. Mahindra
Partner

Kolkata, 30th May, 2001