

# Cash Flow Statement for the year ended 31st March, 2010

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

	For the year ended 31st March, 2010 (Rs. in Crores)	For the year ended 31st March, 2009 (Rs. in Crores)
<b>A. Cash Flow from Operating Activities</b>		
NET PROFIT BEFORE TAX	6015.31	4825.74
ADJUSTMENTS FOR :		
Depreciation	608.71	549.41
Interest etc. – Net	(65.93)	(30.20)
Income from Long Term Investments	(77.65)	(97.91)
Income from Current Investments	(135.68)	(147.87)
Fixed Assets – Loss on Sale – Net	30.88	20.95
Profit on Sale of Current Investments – Net	(11.24)	(24.95)
Profit on Sale of Long Term Investments	(31.70)	(14.96)
Doubtful & Bad Debts	12.50	6.20
Doubtful & Bad Advances, Loans and Deposits	11.28	9.01
Excess of Cost of Current Investments over Fair Value, reversed (net)	–	(7.71)
Excess of Carrying Cost over Fair Value of Current Investments – Net	9.95	–
Unrealised Gain on Exchange – Net	(0.27)	(4.88)
Liability no longer required written back	(36.93)	(74.57)
<b>OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES</b>	<b>6329.23</b>	<b>5008.26</b>
ADJUSTMENTS FOR :		
Trade and Other Receivables	(290.89)	(102.80)
Inventories	50.65	(549.20)
Trade Payables	531.46	325.65
<b>CASH GENERATED FROM OPERATIONS</b>	<b>6620.45</b>	<b>4681.91</b>
Income Tax Paid	(1989.80)	(1440.18)
<b>NET CASH FROM OPERATING ACTIVITIES</b>	<b>4630.65</b>	<b>3241.73</b>
<b>B. Cash Flow from Investing Activities</b>		
Purchase of Fixed Assets	(1094.47)	(1699.70)
Sale of Fixed Assets	2.86	5.56
Purchase of Business [See Note 3 Below]	–	(38.84)
Purchase of Current Investments	(57866.98)	(43122.47)
Sale/Redemption of Current Investments	55449.27	43298.67
Purchase of Long Term Investments from Subsidiary	(387.31)	–
Investment in Subsidiary	(147.00)	(63.10)
Sale of Long Term Investments	66.47	31.32
Income from Long Term Investments Received	77.65	97.91
Income from Current Investments Received	133.80	147.58
Interest Received	140.26	59.16
Refund of Deposits towards Property Options	–	49.00
Loans Given	(811.33)	(256.22)
Loans Realised	905.22	254.04
<b>NET CASH USED IN INVESTING ACTIVITIES</b>	<b>(3531.56)</b>	<b>(1237.09)</b>
<b>C. Cash Flow from Financing Activities</b>		
Proceeds from issue of Share Capital	720.73	44.75
Proceeds from Long Term Borrowings	1.85	0.31
Repayments of Long Term Borrowings	(10.06)	(6.91)
Net decrease in Cash/Export Credit Facilities and other Short Term Loans	(61.63)	(30.28)
Interest Paid	(33.52)	(20.65)
Net increase in Statutory Restricted Accounts balances	6.04	4.34
Dividends Paid	(1396.53)	(1319.01)
Income Tax on Dividend Paid	(236.74)	(220.77)
<b>NET CASH USED IN FINANCING ACTIVITIES</b>	<b>(1009.86)</b>	<b>(1548.22)</b>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	<b>89.23</b>	<b>456.42</b>
<b>OPENING CASH AND CASH EQUIVALENTS</b>	<b>993.70</b>	<b>537.28</b>
<b>CLOSING CASH AND CASH EQUIVALENTS</b>	<b>1082.93</b>	<b>993.70</b>

**Notes :**

- The above Cash Flow Statement has been prepared under the "Indirect Method" as set out in Accounting Standard - 3 Cash Flow Statements.
- CASH AND CASH EQUIVALENTS :**  
Cash and Cash Equivalents as above 1082.93  
Balances in Statutory Restricted Accounts 43.35  
Cash and Bank Balances (Schedule 10) 1126.28
- Purchase consideration of Rs. 232.99 Crores (net of liability of Rs. 15.03 Crores towards sales tax deferment loans assumed) on acquisition of business in 2004, payable to M/s BILT Industrial Packaging Company Limited. – 232.99  
Cash paid [including Rs. Nil (2009 - Rs. 38.84 Crores) during the year as per scheme of repayment] – 232.99  
Balance Payable – –

In terms of our report of even date  
For DELOITTE HASKINS & SELLS  
Chartered Accountants

P. R. RAMESH  
Partner

Kolkata, 21st May, 2010

On behalf of the Board

Y. C. DEVESHWAR Chairman  
K. VAIDYANATH Director  
B. B. CHATTERJEE Secretary