



100  
Inspiring Years

# Cash Flow Statement for the year ended 31st March, 2011

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

	For the year ended 31st March, 2011 (₹ in Crores)	For the year ended 31st March, 2010 (₹ in Crores)
<b>A. Cash Flow from Operating Activities</b>		
NET PROFIT BEFORE TAX	7268.16	6015.31
ADJUSTMENTS FOR :		
Depreciation	655.99	608.71
Interest – Net	(58.67)	(54.54)
Income from Long Term Investments	(83.75)	(77.65)
Income from Current Investments	(207.12)	(135.68)
Fixed Assets – Loss on Sale – Net	24.44	30.88
Profit on Sale of Current Investments – Net	(54.92)	(11.24)
Profit on Sale of Long Term Investments	(63.01)	(31.70)
Doubtful and Bad Debts	2.28	12.47
Doubtful and Bad Advances, Loans and Deposits	2.93	11.28
Excess of Carrying Cost over Fair Value of Current Investments – Net	–	9.95
Excess of Cost of Current Investments over Fair Value, reversed – Net	(2.57)	–
Unrealised Gain on Exchange – Net	(0.15)	(0.27)
Doubtful Debts, Claims and Advances – previous years	(1.36)	(1.07)
Liability no longer required written back	(27.47)	(36.04)
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES	7454.78	6340.41
ADJUSTMENTS FOR :		
Trade and Other Receivables	(195.05)	(289.54)
Inventories	(718.46)	50.65
Trade and Other Payables	918.71	530.32
CASH GENERATED FROM OPERATIONS	7459.98	6631.84
Income Tax Paid	(2195.74)	(1990.01)
<b>NET CASH FROM OPERATING ACTIVITIES</b>	<b>5264.24</b>	<b>4641.83</b>
<b>B. Cash Flow from Investing Activities</b>		
Purchase of Fixed Assets	(1281.46)	(1094.47)
Sale of Fixed Assets	8.06	2.86
Purchase of Current Investments	(68486.95)	(57866.98)
Sale/Redemption of Current Investments	68939.54	55449.27
Purchase of Long Term Investments from Subsidiary	–	(387.31)
Purchase of Long Term Investments	(176.59)	–
Investment in Joint Venture	(45.47)	–
Investment in Subsidiary	(25.00)	(147.00)
Sale of Long Term Investments	103.58	66.47
Income from Long Term Investments Received	83.75	77.65
Income from Current Investments Received	186.29	133.80
Interest Received	110.24	129.33
Loans Given	(239.61)	(811.33)
Loans Realised	207.40	905.22
<b>NET CASH USED IN INVESTING ACTIVITIES</b>	<b>(616.22)</b>	<b>(3542.49)</b>
<b>C. Cash Flow from Financing Activities</b>		
Proceeds from issue of Share Capital	903.82	720.73
Proceeds from Long Term Borrowings	1.40	1.85
Repayments of Long Term Borrowings	(11.85)	(10.06)
Net increase/(decrease) in Cash/Export Credit Facilities	1.94	(61.63)
Interest Paid	(15.80)	(33.77)
Net increase in Statutory Restricted Accounts Balances	20.58	6.04
Dividends Paid	(3818.18)	(1396.53)
Income Tax on Dividends Paid	(633.55)	(236.74)
<b>NET CASH USED IN FINANCING ACTIVITIES</b>	<b>(3551.64)</b>	<b>(1010.11)</b>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	<b>1096.38</b>	<b>89.23</b>
<b>OPENING CASH AND CASH EQUIVALENTS</b>	<b>1082.93</b>	<b>993.70</b>
<b>CLOSING CASH AND CASH EQUIVALENTS</b>	<b>2179.31</b>	<b>1082.93</b>

**Notes :**

1. The above Cash Flow Statement has been prepared under the "Indirect Method" as set out in Accounting Standard - 3 Cash Flow Statements.

**2. CASH AND CASH EQUIVALENTS :**

Cash and Cash Equivalents as above	2179.31	1082.93
Balances in Statutory Restricted Accounts	63.93	43.35
Cash and Bank Balances (Schedule 10)	2243.24	1126.28

In terms of our report of even date  
For Deloitte Haskins & Sells  
Chartered Accountants

P. R. RAMESH  
Partner

Kolkata, 20th May, 2011

On behalf of the Board

P. V. DHOBALÉ Director Y. C. DEVESHWAR Chairman  
R. TANDON Chief Financial Officer B. B. CHATTERJEE Secretary