

CASH FLOW STATEMENT AS AT 31ST MARCH 2003

Rs. million

	<u>Current Year</u>	<u>Previous Year</u>
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit before tax, Prior Period Adjustments and Extra Ordinary Items	38343	37021
Adjustment for:		
Depreciation	15562	13762
Provisions	5555	1836
Deferred revenue on account of Advance Against Depreciation	271	
Interest	9003	8957
Interest on Bonds	(3460)	(4841)
Prior Period Adjustments (Net)	(803)	(1)
Dividend Income	(36)	(57)
Surcharge	2176	
Income Tax Recoverable	9791	8174
	<u>38059</u>	<u>27830</u>
Operating Profit before Working Capital Changes	76402	64851
Adjustment for:		
Trade and Other Receivables	(10361)	(20475)
Inventories	2406	(1842)
Trade Payables and Other Liabilities	(1568)	3163
Loans and Advances	(3660)	(842)
Other Current Assets	(1468)	(1057)
	<u>(14651)</u>	<u>(21053)</u>
Cash generated from operations	61751	43798
Direct Taxes Paid	(14349)	(14426)
Net Cash from Operating Activities - A	47402	29372
B. CASH FLOW FROM INVESTING ACTIVITIES		
Expenditure on Fixed Assets	(32906)	(31333)
Purchase of Investments	0	(177)
Sale of Investments	0	110
Investment in Subsidiaries	(3)	0
Loans & Advances to Subsidiary	2	(3)
Interest on Bonds Received	935	2523
Dividend on Investments Received	91	2
Extra Ordinary Item - Capital Receipts	0	501
Net cash used in Investing Activities - B	(31881)	(28377)
C. CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from Long Term Borrowings	45421	27197
Repayment of Long Term Borrowings	(30439)	(9432)
Interest Paid	(9174)	(8903)
Dividend	(11079)	(7470)
Tax on Dividend	0	(762)
Net Cash flow from Financing Activities - C	(5271)	630
D. OTHERS		
Intangibles - D	(15)	19
Net Increase/Decrease in Cash and Cash equivalents (A+B+C+D)	10235	1644
Cash and cash equivalents (Opening balance) *	13659	12015
Cash and cash equivalents (Closing balance) *	23894	13659
	10235	1644

NOTES: Cash and Cash Equivalents consists of Cash in Hand, Balance with Banks, Public Deposit Account and Interest Accrued thereon.

* Includes Rs. 9 Million deposited as security with Government Authorities/ as per court orders.

A.K. Bajpaie
Company Secretary

P. Narasimharamulu
Director (Finance)

C. P. Jain
Chairman & Managing Director

Place : New Delhi
Dated: 16th July 2003