

## CASH FLOW STATEMENT FOR THE YEAR ENDED

	31.03.2012	31.03.2011
₹ Crore		
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net Profit before tax	<b>12,326.16</b>	12,049.60
Adjustment for:		
Depreciation / Amortisation	<b>2,791.70</b>	2,485.69
Prior period depreciation / amortisation	<b>(1.35)</b>	(1,113.05)
Provisions	<b>65.18</b>	1,552.15
Deferred revenue on account of advance against depreciation	<b>(73.58)</b>	(818.79)
Deferred foreign currency fluctuation asset/liability	<b>(874.84)</b>	(58.48)
Deferred income from foreign currency fluctuation	<b>792.00</b>	90.46
Interest charges	<b>3,969.67</b>	3,100.79
Guarantee fee & other finance charges	<b>84.18</b>	62.86
Interest/income on bonds/investments	<b>(752.55)</b>	(856.09)
Dividend income	<b>(79.16)</b>	(35.13)
Provisions written back	<b>(315.86)</b>	(7.81)
Profit on disposal of fixed assets	<b>(13.28)</b>	(8.16)
Loss on disposal of fixed assets	<b>58.40</b>	60.87
	<b>5,650.51</b>	4,455.31
<b>Operating Profit before Working Capital Changes</b>	<b>17,976.67</b>	16,504.91
Adjustment for:		
Trade receivables	<b>(2,862.83)</b>	(2,804.13)
Inventories	<b>93.94</b>	(169.75)
Trade payables, provisions and other liabilities	<b>375.87</b>	1,474.86
Loans & Advances and Other current assets	<b>43.58</b>	(966.46)
	<b>(2,349.44)</b>	(2,465.48)
<b>Cash generated from operations</b>	<b>15,627.23</b>	14,039.43
Direct taxes paid	<b>(1,760.66)</b>	(2,954.40)
<b>Net Cash from Operating Activities - A</b>	<b>13,866.57</b>	11,085.03
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of fixed assets	<b>(13,136.48)</b>	(11,114.96)
Disposal of fixed assets	<b>78.76</b>	29.42
Purchase of investments	<b>(23,630.00)</b>	(15,848.17)
Sale of investments	<b>25,433.87</b>	19,268.07
Investment in subsidiaries/joint ventures	<b>(681.68)</b>	(957.65)
Loans & advances to subsidiaries	<b>(2.98)</b>	6.19
Interest/income on bonds/investments received	<b>822.74</b>	926.28
Dividend received	<b>79.16</b>	35.13
	<b>(11,036.61)</b>	(7,655.69)
<b>Net cash used in Investing Activities - B</b>		
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>		
Proceeds from long term borrowings	<b>8,736.39</b>	9,045.79
Repayment of long term borrowings	<b>(3,522.93)</b>	(3,998.50)
Grants received	<b>1.30</b>	0.27
Interest paid	<b>(3,885.12)</b>	(3,036.94)
Guarantee fee & other finance charges paid	<b>(84.18)</b>	(62.86)
Dividend paid	<b>(3,545.55)</b>	(3,133.26)
Tax on dividend	<b>(569.02)</b>	(518.06)
	<b>(2,869.11)</b>	(1,703.56)
<b>Net cash flow from Financing Activities - C</b>		
<b>Net increase/decrease in cash and cash equivalents (A+B+C)</b>	<b>(39.15)</b>	1,725.78
<b>Cash and cash equivalents at the beginning of the year (see Note 1 below)</b>	<b>16,185.26</b>	14,459.48
<b>Cash and cash equivalents at the end of the period (see Note 1 below)</b>	<b>16,146.11</b>	16,185.26

### NOTES

- Cash and cash equivalents consists of Cash in hand and balances with banks. Cash and cash equivalents included in the cash flow statement comprise of following balance sheet amounts as per Note-19:  
Cash and cash equivalents 761.89 315.96  
Demand deposits included in other bank balances 15,357.98 15,847.23  
Other bank balances-Others\* 26.24 22.07  
Cash and cash equivalents as restated ( Note-19-Cash and Bank balances) 16,146.11 16,185.26  
\* Amounts which are not available for use towards:  
1) Unclaimed dividend 11.48 10.25  
2) Margin money kept with RBI earmarked for fixed deposits from public 1.77 0.13  
3) Deposited as security with Government and other authorities 12.99 11.69  
26.24 22.07
- Previous year figures have been regrouped/rearranged wherever considered necessary.

(A. K. Rastogi)  
Company Secretary

For and on behalf of the Board of Directors

(A. K. Singhal)  
Director (Finance)

(Arup Roy Choudhury)  
Chairman & Managing Director

This is the cash flow statement referred to in our report of even date

For O. P. Bagla & Co.  
Chartered Accountants  
Firm Reg. No. 000018N

For K. K. Soni & Co.  
Chartered Accountants  
Firm Reg. No. 000947N

For PKF Sridhar & Santhanam  
Chartered Accountants  
Firm Reg. No. 003990S

(Rakesh Kumar)  
Partner  
M No.087537

(S. S. Soni)  
Partner  
M No.094227

(S. Narasimhan)  
Partner  
M No.206047

For V. Sankar Aiyar & Co.  
Chartered Accountants  
Firm Reg. No. 109208W

For Ramesh C. Agrawal & Co.  
Chartered Accountants  
Firm Reg. No. 001770C

For A. R. & Co.  
Chartered Accountants  
Firm Reg. No. 002744C

(R. Raghuraman)  
Partner  
M No. 081350

(R. C. Agrawal)  
Partner  
M No.070229

(Prabuddha Gupta)  
Partner  
M.No.400189

Place : New Delhi  
Dated : 10<sup>th</sup> May 2012