

CASH FLOW STATEMENT ANNEXED TO THE BALANCE SHEET For the Year Ended 31st March, 2011

(₹ in crore)

	2010-11	2009-10
A Cash Flow from Operating Activities		
1. Profit Before Tax	9,095.86	14,106.09
2. Adjustments for :		
Depreciation	4,566.93	3,239.66
Loss/(Profit) on sale of Assets (net)	21.07	134.93
Loss/(Profit) on Investments (net)	356.47	539.58
Reversal of Impairment Loss	-	(12.14)
Amortisation of Capital Grants	(1.16)	(1.20)
Amortisation of Premium on Forward Contracts	132.04	133.88
Provision for Probable Contingencies (net)	38.24	21.69
Provision for Loss in cost of Investment written back	(329.91)	(718.91)
Provision for Doubtful Debts, Advances, Claims and		
Obsolescence of Stores (net)	115.02	(58.89)
Provision for Diminution in 'Receivable from trust' w/back	(96.86)	(265.91)
Provision for Loss on Investments	78.74	1,499.48
Interest Income on Investments	(1,307.46)	(1,643.12)
Dividend Income on Investments	(1,062.37)	(629.14)
Interest Expenditure	2,672.78	1,526.61
	5,183.53	3,766.52
B. Operating Profit before Working Capital Changes (1+2)	14,279.39	17,872.61
C Change in Working Capital:		
(Excluding Cash & Bank Balances)		
Trade & Other Receivables	(9,645.46)	(8,856.21)
Inventories	(12,706.86)	(11,105.68)
Trade and Other Payables	17,339.09	4,355.91
	(5,013.23)	(15,605.98)
D. Cash Generated From Operations (B+C)	9,266.16	2,266.63
E. Less : Taxes paid	3,584.96	2,731.33
F. Net Cash Flow from Operating Activities (D-E)	5,681.20	(464.70)
G. Cash Flow from Investing Activities:		
Sale/Transfer of Assets	282.38	209.75
Sale / Maturity of Investments	2,938.59	15,913.71
Interest Income on Investments	1,337.58	1,821.23
Dividend Income on Investments	1,062.37	629.14
Purchase of Assets	(2,127.75)	(1,126.85)
Investments in Subsidiaries	(87.69)	(3.22)
Investments in Long Term Investments / Others	(92.18)	(1,178.52)
Expenditure on Construction Work in Progress	(10,531.29)	(11,589.14)
Net Cash Generated/(Used) in Investing Activities:	(7,217.99)	4,676.10

Contd...

CASH FLOW STATEMENT ANNEXED TO THE BALANCE SHEET For the Year Ended 31st March, 2011 (Contd.)

(₹ in crore)

	2010-11	2009-10
H. Net Cash Flow From Financing Activities:		
Proceeds from/(Repayments of) Long-Term Borrowings	202.37	2,697.21
Proceeds from/(Repayments of) Short-Term Borrowings	7,965.25	(3,103.02)
Interest paid	(2,988.11)	(2,223.35)
Dividend/Dividend Tax paid	(3,663.40)	(1,065.07)
Net Cash Generated/(Used) from Financing Activities:	1,516.11	(3,694.23)
I. Net Change in Cash & Cash Equivalents (F+G+H)	(20.68)	517.17
J. Cash & Cash Equivalents as at end of the year	1,294.42	1,315.11
Add: Impact of Exchange variation taken to Reserves	0.01	0.08
	1,294.43	1,315.19
Less:		
K. Cash & Cash Equivalents as at the beginning of the year	1,315.11	798.02
NET CHANGE IN CASH & CASH EQUIVALENTS (J-K)	(20.68)	517.17
Notes:		
1. Cash and Cash Equivalents include:		
Cash and Bank Balances		
As per Balance Sheet	1,294.42	1315.11
Total Cash and Cash Equivalents	1294.42	1315.11
2. The previous year's figures have been regrouped wherever necessary for uniformity in presentation.		

Sd/-
(R. S. Butola)
Chairman

Sd/-
(P. K. Goyal)
Director (Finance)

Sd/-
(Raju Ranganathan)
Company Secretary

As per our attached Report of even date

For V.K.DHINGRA & CO.
Chartered Accountants
(Firm Regn. No. 000250N)

For PKF SRIDHAR & SANTHANAM
Chartered Accountants
(Firm Regn. No. 003990S)

For B.M. CHATRATH & CO.
Chartered Accountants
(Firm Regn. No. 301011E)

Sd/-
(CA. Lalit Ahuja)
Partner
M. No. 085842

Sd/-
(CA. V. Kothandaraman)
Partner
M. No. 025973

Sd/-
(CA. P. R. Paul)
Partner
M. No.051675

Place : New Delhi
Date : May 30, 2011