

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

(Rs. in lacs)

	2010-2011	2009-2010
<b>(A) CASH FLOW FROM OPERATING ACTIVITIES</b>		
<b>Net Profit before Tax</b>	20951.12	23410.54
<b>Adjustments for :</b>		
Depreciation	8148.20	5501.36
Interest Expenses (Net of Capitalisation)	4177.61	3453.27
Loss on Fixed Assets Sold/Discarded(Net)	90.07	44.54
Irrecoverable loans, debts & advances written off	18.97	22.86
Provision for Doubtful Loan, Debts & Advances	71.30	79.11
Provision for Diminution in value of Investments Written back	(8.06)	-
Provision against loan no longer required written back	-	(170.00)
Deferred Revenue Expenditure written off	-	232.05
Unrealised Foreign Exchange Loss (Net)	4.60	84.16
Interest & Dividend Income	(599.78)	(621.56)
	<b>32854.03</b>	<b>32036.33</b>
<b>Operating Profit before Working Capital Changes :</b>		
Increase in Trade Payables	5825.40	5395.36
(Increase) in Trade & Other Receivables	(8211.37)	(2728.90)
(Increase) in Inventories	(1392.52)	(4032.24)
<b>Cash Generated from Operations:</b>	<b>29075.54</b>	<b>30670.55</b>
Direct Taxes Paid (Net)	(5638.80)	(4480.32)
<b>Net Cash from Operating Activities</b>	<b>23436.74</b>	<b>26190.23</b>
<b>(B) CASH FLOW FROM INVESTING ACTIVITIES :</b>		
Sale of Fixed Assets	131.32	31.43
Purchase of Investments (Net)	(1926.61)	(3800.96)
Interest Received	140.44	160.69
Dividend Received	449.66	461.71
Purchase of Fixed Assets	(17951.45)	(19188.16)
Loans (given)	(0.35)	(3.57)
<b>Net Cash used in Investing Activities</b>	<b>(19156.99)</b>	<b>(22338.86)</b>
<b>(C) CASH FLOW FROM FINANCING ACTIVITIES</b>		
Proceeds from Long Term Loans	-	14470.00
Repayment of Long Term Loans	(3121.82)	(818.69)
Increase/(Decrease) in other loans (Net)	6165.67	(8532.54)
Calls in arrear (Equity Share)	0.10	1.00
Issue of Share Warrant	1717.50	-
Calls in arrear (Share Premium)	3.53	35.20
Interest Paid	(4476.88)	(4342.43)
Payment of Preference Share Redemption amount	(0.12)	-
Dividend Paid	(2868.27)	(2883.45)
Preference Dividend Paid	(6.00)	(0.03)
Dividend Tax Paid	(481.54)	(491.72)
<b>Net Cash used in Financing Activities</b>	<b>(3067.83)</b>	<b>(2562.66)</b>
<b>Net Changes in Cash &amp; Cash Equivalents (A+B+C)</b>	<b>1211.92</b>	<b>1288.71</b>
* Cash & Cash Equivalents - Opening Balance	4669.74	3328.98
Add: Cash Balance transferred from Amalgamating Company (Ref. Note No. 5 on Sch.22)	2.25	52.05
<b>Total Cash &amp; Cash Equivalents - Opening Balance</b>	<b>4671.99</b>	<b>3381.03</b>
* Cash & Cash Equivalents - Closing Balance	5883.91**	4669.74
* Represents Cash and Bank Balances as indicated in Schedule 10.		
** Includes Rs. 67.77 lacs (Rs. 42.77 lacs) lying in Unpaid Dividend Account and Rs. 9.95 lacs (Rs. 13.03 lacs) of receipts/pass books lodged with Government Departments/Banks having restrictive use.		

Note: The above cash flow statement has been prepared under the indirect method as set out in Accounting Standard-3 on Cash Flow Statements issued by the Institute of Chartered Accountants of India.

As per our report of even date.

**For S. R. Batliboi & Co.**

Firm Registration Number: 301003E

Chartered Accountants

Per **Raj Agrawal**

a Partner

Membership No. 82028

New Delhi

Dated: 27th April, 2011

**S. L. Saraf** Secretary **P. K. Sonthalia** President (Finance) and CFO

**C. K. Birla** Chairman

**M. L. Pachisia** Managing Director