

CASH FLOW STATEMENT

for the year ended 31 March, 2016

(₹ Millions)

	2016	2015
A. CASH FLOW FROM OPERATING ACTIVITIES		
Profit before tax	13,281	12,122
ADJUSTMENTS FOR :		
Depreciation and amortisation expense	676	580
Provision for doubtful debts, advances and investment written back (net)	(235)	(124)
Liabilities / excess provision written back	-	(242)
Unrealised loss / (gain) on exchange adjustments (net)	(277)	(201)
Loss on sale / discard of fixed assets (net)	171	58
Interest expense	27	15
Profit on sale of current investments	(194)	(89)
Profit on sale of long-term investments	-	(2)
Dividend income	(36)	(42)
Interest income	(1,384)	(1,494)
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES	12,029	10,581
ADJUSTMENTS FOR :		
Increase in inventories	(1,295)	(869)
Increase in trade and other receivables	(1,495)	(1,228)
Increase in trade and other payables	1,356	1,714
CASH GENERATED FROM OPERATIONS	10,595	10,198
Direct taxes paid (net)	(5,095)	(3,575)
Net cash flow from operating activities (A)	5,500	6,623
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of fixed assets / capital work-in-progress	(1,259)	(940)
Sale of fixed assets	362	5
Increase / (Decrease) in deposit accounts	980	(2,000)
Payment towards acquisition of subsidiary company	(968)	-
Purchase of long-term investments	(2,630)	(100)
Sale of long-term investments	-	339
Purchase of current investments	(35,020)	(27,906)
Sale of current investments	35,059	26,750
Loans to		
- Subsidiary	-	(614)
- Others	-	(1,530)
Loans repaid by others	2,500	730
Dividend received	3	42
Interest received	1,393	1,385
Net cash flow from / (used in) investing activities (B)	420	(3,839)

	(₹ Millions)	
	2016	2015
C. CASH FLOW FROM FINANCING ACTIVITIES		
Redemption of preference shares	(22)	-
Proceeds from long-term borrowings	8	10
Repayment of long-term borrowings	(12)	(15)
Repayment of short-term borrowings	-	(1,001)
Dividend paid (including dividend tax)	(4,051)	(2,348)
Interest paid	(27)	(64)
Net cash flow from / (used in) financing activities (C)	(4,104)	(3,418)
Net cash flow during the year (A+B+C)	1,816	(634)
Cash and bank balances received pursuant to the Scheme of Arrangement (Refer note 45) (₹ 62,485)	-	0
Cash and cash equivalents at the beginning of the year	1,000	1,634
Net cash and cash equivalents	2,816	1,000
Add: Balance in deposit accounts	1,020	2,000
Add: Balances earmarked	15	12
Cash and bank balances at the end of the year	3,851	3,012

Notes:

1. Previous year's figures have been regrouped, recast wherever necessary.
2. During the previous year, transactions pursuant to the Scheme of Arrangement (Refer note 45), being non-cash, had not been considered in the above cash flow statement.
3. Loan of Rs./Million 6,766 has been converted into 100,500,000 6% Cumulative Redeemable Non-Convertible Preference Shares of USD 1/- each, being non-cash, has not been considered in the above cash flow statement.

As per our attached report of even date

For **MGB & Co. LLP**
Chartered Accountants
Firm Registration Number 101169W/W-100035

Hitendra Bhandari
Partner
Membership Number 107832

Place: Mumbai
Date: 10 May, 2016

For and on behalf of the Board

Punit Goenka
Managing Director & CEO

Manish Chokhani
Director

Mihir Modi
Chief Finance & Strategy Officer

M Lakshminarayanan
Company Secretary