

## Consolidated cash flow statement for the year ended March 31, 2015

|  | March 31, 2015<br>₹ in crore | March 31, 2014<br>₹ in crore |
|--|------------------------------|------------------------------|
| <b>CASH FLOW FROM / (USED IN) OPERATING ACTIVITIES</b>   |                              |                              |
| (Loss) / profit from continuing operations before tax expenses, minority interest and share of (loss) / profit of associates | (2,814.84)                   | (1,416.66)                   |
| Profit / (loss) from discontinuing operations before tax expenses and minority interest                                      | 8.43                         | 1,691.32                     |
| <b>Profit / (loss) before tax expenses and minority interest</b>   | <b>(2,806.41)</b>            | <b>274.66</b>                |
| Adjustments to reconcile profit / (loss) before tax to net cash flows  |                              |                              |
| Depreciation / amortisation of continuing operations   | 1,806.78                     | 1,355.17                     |
| Depreciation / amortisation of discontinuing operations  | 5.75                         | 99.82                        |
| Adjustments to the carrying amount of current investments  | 3.72                         | 5.29                         |
| Adjustments to the carrying amount of long term investments  | 0.05                         | -                            |
| Loss on derivative contracts (including provisions for mark-to-market loss)  | 27.25                        | -                            |
| Loss on account of provision towards claims recoverable  | 130.99                       | -                            |
| Provisions no longer required, written back  | (21.45)                      | (14.67)                      |
| Amortisation of ancillary borrowing costs  | 168.81                       | 68.08                        |
| Impairment / other write off of tangible / intangible assets pertaining to continuing operations                             | 122.16                       | 47.02                        |
| Impairment / other write off of tangible / intangible assets pertaining to discontinuing operations                          | -                            | 0.04                         |
| (Profit) / loss on sale of fixed assets  | (2.03)                       | (114.37)                     |
| Provision / write off of doubtful advances and trade receivables   | 33.64                        | 34.81                        |
| Effect of changes in exchange rates  | 10.93                        | 90.00                        |
| Net gain on sale of investments / jointly controlled entities / subsidiaries   | (95.51)                      | (1,772.63)                   |
| Finance costs  | 3,403.05                     | 2,903.80                     |
| Breakage cost of interest rate swap  | 91.83                        | -                            |
| Interest income  | (291.07)                     | (229.63)                     |
| Dividend income on current investments   | (0.04)                       | (0.06)                       |
| <b>Operating profit before working capital changes</b>   | <b>2,588.45</b>              | <b>2,747.33</b>              |
| Movements in working capital :   |                              |                              |
| Increase / (decrease) in trade payables and other liabilities  | 529.12                       | 290.27                       |
| (Increase) / decrease in trade receivables   | 41.45                        | 26.02                        |
| (Increase) / decrease in inventories   | 37.22                        | (62.51)                      |
| Decrease / (increase) in other assets  | (18.64)                      | (90.70)                      |
| Decrease / (increase) in loans and advances  | (35.93)                      | (84.07)                      |
| Increase / (decrease) in provisions  | (19.01)                      | (13.88)                      |
| <b>Cash generated from operations</b>  | <b>3,122.66</b>              | <b>2,812.46</b>              |
| Direct taxes paid (net of refunds)   | (207.84)                     | (222.40)                     |
| <b>Net cash flow from operating activities (A)</b>   | <b>2,914.82</b>              | <b>2,590.06</b>              |
| <b>CASH FLOW FROM / (USED IN) INVESTING ACTIVITIES</b>   |                              |                              |
| Purchase of fixed assets and cost incurred towards assets under construction / development                                   | (3,805.09)                   | (5,602.70)                   |
| Proceeds from sale of fixed assets   | 5.70                         | 336.37                       |
| Advance proceeds from sale of stake in jointly controlled entities   | -                            | 66.15                        |
| Proceeds from sale of stake in jointly controlled entities (net)   | 1,560.18                     | -                            |
| Purchase of long term investments  | (0.56)                       | -                            |
| Sale / (purchase) of current investments (net)   | (437.79)                     | (433.21)                     |
| Proceeds from sale / dilution of stake in subsidiaries / jointly controlled entities   | -                            | 416.62                       |
| Loans given to / (repaid by) others  | 25.75                        | 146.83                       |
| Purchase consideration paid on acquisition /additional stake in subsidiary companies / jointly controlled entities           | (97.06)                      | (128.51)                     |
| (Investments) / redemption of bank deposits (net) (having original maturity of more than three months)                       | (704.79)                     | (414.11)                     |
| Interest received  | 289.13                       | 190.83                       |
| Dividend received  | 0.04                         | 0.06                         |
| <b>Net cash flow used in investing activities (B)</b>  | <b>(3,164.49)</b>            | <b>(5,421.67)</b>            |

## Consolidated cash flow statement for the year ended March 31, 2015 (Contd.)

|  | March 31, 2015<br>₹ in crore | March 31, 2014<br>₹ in crore |
|--|------------------------------|------------------------------|
| <b>CASH FLOW FROM / (USED IN) FINANCING ACTIVITIES</b>   |                              |                              |
| Proceeds from issue of equity shares (including securities premium and net of related securities issue expenses) | 1,441.56                     | -                            |
| Proceeds from issue of share warrants / share application pending allotment                                      | 1,031.41                     | -                            |
| Proceeds from issue of preference shares (including securities premium)  | -                            | 1,169.17                     |
| Redemption of preference shares (including redemption out of securities premium)                                 | (329.59)                     | (1,181.99)                   |
| Redemption premium on debentures, preference shares and related security issue expenses                          | (312.47)                     | (336.34)                     |
| Issue of common stock in consolidated entities (including share application money)                               | 14.68                        | 199.83                       |
| Proceeds from borrowings   | 11,481.53                    | 10,785.05                    |
| Repayment of borrowings  | (9,277.87)                   | (6,836.60)                   |
| Finance costs paid   | (3,448.95)                   | (3,109.72)                   |
| Breakage cost of interest rate swap  | (91.83)                      | -                            |
| Dividend paid (including dividend distribution taxes)  | (60.15)                      | (55.84)                      |
| <b>Net cash flow from financing activities (C)</b>   | <b>448.32</b>                | <b>633.56</b>                |
| Net increase / (decrease) in cash and cash equivalents (A + B + C)   | 198.65                       | (2,198.05)                   |
| Cash and cash equivalents as at April 1,   | 1,494.31                     | 3,783.11                     |
| Cash and cash equivalents on acquisitions during the year  | 0.95                         | 22.83                        |
| Cash and cash equivalents on account of sale of subsidiaries / jointly controlled entities during the year       | (2.91)                       | (122.51)                     |
| Effect of exchange differences on cash and cash equivalents held in foreign currency                             | 7.12                         | 8.93                         |
| <b>Cash and cash equivalents as at March 31,</b>   | <b>1,698.12</b>              | <b>1,494.31</b>              |
| <b>COMPONENTS OF CASH AND CASH EQUIVALENTS</b>   |                              |                              |
| Cash on hand / credit card collection  | 9.81                         | 11.11                        |
| Cheques / drafts on hand   | 8.49                         | 14.13                        |
| With banks:  |                              |                              |
| - on current account   | 1,206.26                     | 822.12                       |
| - on deposit account (having original maturity of less than or equal to three months)                            | 473.56                       | 646.95                       |
| <b>Total cash and cash equivalents</b>   | <b>1,698.12</b>              | <b>1,494.31</b>              |

### Notes:

- The above consolidated cash flow statement has been prepared under the 'Indirect Method' as set out in the Accounting Standard - 3 on 'Cash Flow Statements' as notified under section 133 of the Companies Act, 2013, read with paragraph 7 of the Companies (Accounts) Rules 2014.
- The above consolidated cash flow statement has been compiled from and is based on the consolidated balance sheet as at March 31, 2015 and the related consolidated statement of profit and loss for the year ended on that date.
- Refer note 5 and note 8 as regards restriction on balances with banks arising in connection with the borrowings made by the Group.
- Current account includes balances in Exchange Earner's Foreign Currency ('EEFC') Accounts.
- Current account includes unclaimed dividend of ₹ 0.27 crore (March 31, 2014: ₹ 0.14 crore) and ₹ 9.91 crore (March 31, 2014: ₹ 11.17 crore) towards DSRA maintained by the Company with a bank. Includes ₹ 347.65 Crore (March 31, 2014: ₹ Nil) towards share application money for issue of rights shares. The funds are received in an escrow account and are restricted till the allotment of equity shares pursuant to the right issue. Refer note 3(f).
- Refer note 5 and 8 for certain refinancing done by the Group during the years ended March 31, 2015 and March 31, 2014. Such refinancing have not been considered in the above cash flow statement.
- Previous year figures have been regrouped and reclassified to conform to those of the current year. Refer note 58.

As per our report of even date

For S. R. Batliboi & Associates LLP  
ICAI Firm registration number: 101049W  
Chartered Accountants

per Sunil Bhumralkar  
Partner  
Membership number: 35141

Place: Bengaluru  
Date: May 30, 2015

For and on behalf of the Board of Directors of  
GMR Infrastructure Limited

Grandhi Kiran Kumar  
Managing Director

Madhva Bhimacharya Terdal  
Group CFO  
Place: Bengaluru  
Date: May 30, 2015

B. V. N. Rao  
Director

C. P. Sounderarajan  
Company Secretary