

Cash flow statement for the year ended March 31, 2011

(Amount in Rupees)

Sl. No.	Particulars	March 31, 2011	March 31, 2010
A.	CASH FLOW FROM OPERATING ACTIVITIES		
	Net profit before tax	659,646,853	136,376,766
	Adjustments for :		
	Depreciation	49,137,378	9,362,939
	Provision for diminution in the value of investments	2,285,800	-
	Provisions/ liabilities no longer required, written back	(8,112,821)	(3,035,586)
	(Profit)/Loss on sale of investments (net)	(469,547,412)	(170,352,598)
	Loss / (Gain) on sale of fixed assets	277,139	39,978
	Unrealised exchange differences (net)	(7,896,246)	11,881,841
	Interest income	(1,378,215,787)	(466,879,048)
	Finance charges	1,741,424,346	691,148,979
	Operating profit before working capital changes	588,999,250	208,543,271
	Adjustments for :		
	(Increase) / decrease in inventories	21,120,869	(126,808,589)
	(Increase) / decrease in loans and advances	(2,469,944,037)	308,864,139
	(Increase) / decrease in sundry debtors	(792,663,453)	(373,515,770)
	Increase / (decrease) in current liabilities and provisions	3,016,434,777	461,702,429
	Cash generated from operations	363,947,406	478,785,480
	Direct taxes paid (net)	(286,849,339)	(130,910,347)
	Net cash from operating activities	77,098,067	347,875,133
B.	CASH FLOW FROM INVESTING ACTIVITIES		
	Purchase of fixed assets	(554,448,323)	(289,007,185)
	Proceeds from sale of fixed assets	170,730	127,927
	Purchase of long term investments (including share application money)	(25,341,421,134)	(20,513,943,874)
	Proceeds from sale of long term investments (including refund of share application money)	16,903,063,995	5,819,916,391
	Purchase of investments - short term	(109,987,399,053)	(105,667,765,174)
	Proceeds from sale of investments - short term	117,041,637,059	97,076,768,010
	Loan given to subsidiary companies	(9,618,120,000)	(10,000,000,000)
	Loan repaid by subsidiary companies	6,311,466,000	-
	Loan given to others	(1,150,000,000)	-
	Interest income received	843,447,292	496,312,350
	Net cash used in investing activities	(5,551,603,436)	(33,077,591,555)
C.	CASH FLOW FROM FINANCING ACTIVITIES		
	Proceeds from secured loans	-	10,000,000,000
	Repayment of secured loans	-	(650,000,000)
	Proceeds from unsecured loans	5,000,000,000	13,000,000,000
	Repayment of unsecured loans	(8,000,000,000)	-
	Proceeds/(repayment) from/of working capital loan	1,010,688,357	(803,010,883)
	Proceeds from shares allotted to Qualified Institutional Buyers	14,000,000,258	-
	Share issue expenses	(404,601,549)	-
	Payment of debenture redemption premium	(750,000,002)	-

Cash flow statement for the year ended March 31, 2011

(Amount in Rupees)

Sl. No.	Particulars	March 31, 2011	March 31, 2010
	Received against calls unpaid	7,450	-
	Debenture issue expenses	(188,600,000)	(196,240,713)
	Financial charges paid	(1,741,424,346)	(620,327,062)
	Net cash from financing activities	8,926,070,168	20,730,421,342
	Net increase/(decrease) in cash and cash equivalents	3,451,564,799	(11,999,295,080)
	Cash and cash equivalents at the beginning of the year	584,780,223	12,584,075,303
	Cash and cash equivalents at the end of the year	4,036,345,022	584,780,223
	Components of cash and cash equivalents		
	Cash on hand	211,242	208,157
	Balances with scheduled banks		
	- On current accounts	1,259,660,102	85,098,388
	- On deposit accounts	3,481,900,000	600,000,000
		4,741,771,344	685,306,545
	Less: amount not considered as cash and cash equivalents		
	- On current accounts	526,322	526,322
	- On deposit accounts	704,900,000	100,000,000
		705,426,322	100,526,322
	Components of cash and cash equivalents in cash flow statement	4,036,345,022	584,780,223

Note:

1. The above cash flow statement has been prepared under the 'Indirect Method' as set out in the Accounting Standard 3 on Cash Flow Statements as referred to in scheme 211 (3C) of the Companies Act, 1956
2. Previous year figures have been regrouped and reclassified to conform to those of the current year.
3. The above cash flow statement has been compiled from and is based on the Balance sheet as at March 31, 2011 and the related Profit and loss account for the year ended on that date.

As per our report of even date.

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

For and on behalf of the Board of Directors

per Sunil Bhumralkar
Partner
Membership No.: 35141

G.M. Rao Srinivas Bommidala Subba Rao Amarthaluru C.P. Sounderarajan
Executive Chairman Managing Director Group CFO Company Secretary

Place : Bengaluru
Date : May 30, 2011

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