

# CASH FLOW STATEMENT

(₹ in crores)

	For the year ended 31.03.2016	For the year ended 31.03.2015
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>		
<b>NET PROFIT BEFORE TAX</b>	(5,066.53)	3,248.92
<b>ADJUSTMENTS FOR :</b>		
Depreciation and amortisation expenses	2,551.45	2,784.50
(Profit)/Loss on sale of fixed assets	0.33	(44.18)
Gain on sale of current investments	(2.66)	(2.64)
Gain on sale of long-term investment	-	(70.91)
Interest income	(246.46)	(223.20)
Dividend income	(18.29)	(57.16)
Interest expense	2,260.28	2,191.05
Unrealised exchange loss	316.00	120.63
Provision/ Write off for diminution in value of investments, Loans & Advances & guarantees	5,860.61	396.40
	<b>10,721.26</b>	<b>5,094.49</b>
Operating profit before working capital changes	<b>5,654.73</b>	<b>8,343.41</b>
<b>ADJUSTMENTS FOR :</b>		
(Increase) / Decrease in inventories	1,809.24	(2,388.17)
Decrease in trade receivables*	(483.88)	191.91
Decrease/ (Increase) in loans and advances*	79.69	453.82
(Decrease)/ Increase in trade payable and other liabilities**	(1,885.78)	2,559.88
(Decrease)/Increase in provisions*	2.79	16.11
	<b>(477.94)</b>	<b>833.55</b>
<b>Cash flow from operations</b>	<b>5,176.79</b>	<b>9,176.96</b>
Direct taxes paid	(153.86)	(710.79)
<b>Net cash generated from operating activities</b>	<b>5,022.93</b>	<b>8,466.17</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>		
Capital expenditure on fixed assets, including capital advances	(3,904.41)	(4,451.59)
Proceeds from sale of fixed assets	1.60	138.47
Investment in subsidiaries and joint ventures including advances	(1,283.46)	(292.41)
Sale/ (Purchase) of other long-term investments (net)	0.29	88.75
Sale/ (Purchase) of current investments (net)	2.66	70.34
Bank deposits not considered as cash and cash equivalents (net)	851.99	(942.87)
Loans to subsidiaries	(790.92)	(1,242.94)
Loans repaid by subsidiaries	14.29	236.45
Interest received	59.25	64.00
Dividend received	18.29	57.16
<b>Net cash used in investing activities</b>	<b>(5,030.42)</b>	<b>(6,274.64)</b>

# CASH FLOW STATEMENT

(₹ in crores)

	For the year ended 31.03.2016	For the year ended 31.03.2015
<b>C CASH FLOW FROM FINANCING ACTIVITIES</b>		
Proceeds from long-term borrowings	5,863.06	11,072.71
Repayment of long-term borrowings	(5,343.28)	(6,708.80)
Proceeds from/ Repayment of short-term borrowings (net)	1,805.65	(3,660.21)
Interest paid	(2,311.14)	(2,165.35)
Dividend paid (including corporate dividend tax)	(353.60)	(343.72)
<b>Net cash used in financing activities</b>	<b>(339.31)</b>	<b>(1,805.37)</b>
<b>Net increase in cash and cash equivalents (A+B+C)</b>	<b>(346.80)</b>	<b>386.16</b>
<b>Cash and cash equivalents - opening balances</b>	<b>809.66</b>	<b>423.50</b>
<b>Cash and cash equivalents - closing balances (refer note 18)</b>	<b>462.86</b>	<b>809.66</b>
Add : Margin money / Fixed deposit balance*	110.06	961.97
Add : Balance in debenture interest/ installments/dividend payment accounts	23.39	23.43
<b>Cash and bank balances (refer note 18)</b>	<b>596.31</b>	<b>1,795.06</b>
* Includes current and non-current		

## Note

The cash flow statement is prepared using the "indirect method" set out in Accounting Standard 3 "Cash Flow Statements" and presents the cash flows by operating, investing and financing activities of the Company.

Cash and cash equivalents presented in the cash flow statement consist of cash on hand and unencumbered, highly liquid bank balances.

In terms of our report attached

For and on behalf of the Board of Directors

For **DELOITTE HASKINS & SELLS LLP**

Chartered Accountants

**SAJJAN JINDAL**

Chairman & Managing Director

**A. SIDDHARTH**

Partner

**LANCY VARGHESE**

Company Secretary

**RAJEEV PAI**

Chief Financial Officer

**SESHAGIRI RAO M.V.S.**

Jt. Managing Director & Group CFO

Place: Mumbai,

Dated : 18 May 2016