



## CASH FLOW STATEMENT FOR THE YEAR ENDED 31-MARCH-2007

[Pursuant to Listing Agreement with Stock Exchanges]

	Rs.	31-March-2007 Rs.	Rs.	31-March-2006 Rs.
<b>A) Cash Flow from Operating Activities :</b>				
Net Profit / (Loss) Before Tax and Extraordinary Items		<b>1,294,065,814</b>		<b>639,528,898</b>
<b>Adjustment for:</b>				
Depreciation / Amortisation of Lease Land	313,668,494		262,588,419	
Amounts Written off & Provisions	67,529,868		509,669,825	
Loss / (Surplus) on Assets Sale/Discarded	(3,445,861)		(34,912,549)	
Interest and Finance Charges	655,834,418		471,135,283	
Provision for Doubtful Debts & Advances Written Back	(95,393,342)		(405,103,026)	
ESOP Cost	3,710,466			
Sundry Credit Balances Appropriated	(7,591,644)		(2,279,107)	
Dividend Income	(4,002,098)		(1,762)	
		<u>930,310,301</u>		<u>801,097,083</u>
<b>Operating Profit before Working Capital Changes</b>		<b>2,224,376,115</b>		<b>1,440,625,981</b>
<b>Adjustment for:</b>				
Sundry Debtors	(1,585,821,735)		(616,877,866)	
Other Current Assets	(46,441,885)		(26,738,869)	
Loans & Advances	(198,079,670)		(230,127,790)	
Inventories	(905,765,848)		(454,143,303)	
Trade Payables	1,268,376,919		1,031,823,257	
		<u>(1,467,732,219)</u>		<u>(296,064,571)</u>
<b>Cash Generated from Operations</b>		<b>756,643,896</b>		<b>1,144,561,410</b>
Direct Taxes paid		(95,965,036)		(11,711,147)
<b>Net Cash From Operating Activities</b>		<b>660,678,860</b>		<b>1,132,850,263</b>
<b>B) Cash Flow From Investing Activities:</b>				
Purchase of Fixed Assets	(1,885,293,538)		(1,119,112,850)	
Sale of Fixed Assets	4,230,649		46,166,674	
Sale/(Purchase) of Investment [net]	(948,400,969)		(743,955,330)	
Interest Received	71,245,902		16,950,896	
Dividend Income	4,002,098		1,762	
		<u>(2,754,215,858)</u>		<u>(1,799,948,848)</u>
<b>Net Cash Flow from Investing Activities</b>		<b>(2,093,536,998)</b>		<b>(667,098,585)</b>
<b>C) Cash Flow from Financing Activities</b>				
Total Proceeds by way of issue of Shares (Net)	475,850,000		-	
Redemption of Preference Shares	(25,000,000)		(25,000,000)	
Adjustments to Reserves (Net)	2,706,150		40,677,920	
Total Proceeds from Borrowings	753,943,111		3,423,710,376	
Issue Expenses	(1,392,419)		(94,567,343)	
Premium paid on Redemption of NCD & Pref Shares adjusted against Share Premium	(27,995,828)		(27,995,830)	
Dividend Paid	(258,908,820)		(10,198,443)	
Interest and Finance Charges paid	(730,920,285)		(490,365,810)	
<b>Net Cash Used in Financing Activities</b>		<b>188,281,909</b>		<b>2,816,260,570</b>
<b>Net Increase in Cash &amp; Cash Equivalents</b>		<b>(1,905,255,089)</b>		<b>2,149,161,985</b>
Cash and Cash Equivalents as at the beginning of the year		2,261,941,693		112,779,708
Cash and Cash Equivalents as at end of the year.		356,686,604		2,261,941,693
<b>Net Increase / (Decrease) in Cash and Cash Equivalents</b>		<b>(1,905,255,089)</b>		<b>2,149,161,985</b>

As per our report of even date

For and on behalf of

**DALAL & SHAH**

Chartered Accountants

**Shishir Dalal**

Partner

Mumbai, 22nd August, 2007

**A. V. Ghodgaonkar**

Company Secretary

**Anil B. Jain**

Managing Director

Mumbai, 22nd August, 2007

**A. R. Barwe**

Director

For and on behalf of the Board of Directors