CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2011

		2010-2011 Rs.	2009-2010 Rs.
A.	**Cash Flow from Operating Activities**		
	Net Profit/(-) Loss Before Tax	**-1,52,34,45,427**	4,75,49,43,448
	Adjustment for :		
	Depreciation	**2,72,58,62,888**	1,72,80,03,438
	Loss/(-) Profit on Fixed Assets sold/discarded (net)	**-2,20,48,332**	26,23,824
	Diminution in value of Long-term Investments (other than trade)	**16,03,100**	–
	Profit on sale of Long-term Investments (other than trade)	**-6,80,56,300**	–
	Profit on sale of Current Investments (other than trade)	**-1,14,412**	-42,250
	Income from Long-term Investments (other than trade)	**-5,17,56,644**	-4,74,18,383
	Dividend from Current Investments (other than trade)	**-15,11,488**	-46,55,917
	Borrowing Cost [including interest Rs. 2,30,18,58,535/- (Previous Year 1,09,03,12,626)] paid/payable on loans	**2,58,17,78,164**	1,25,11,07,404
	Interest received/receivable on loans, deposits etc.	**-90,98,636**	-88,53,852
	Provision for doubtful debts	**17,64,095**	2,51,609
	Debts/Advances/Deposits written off	**57,66,334**	–
	Liabilities no longer required written back	**-79,71,796**	-2,07,22,174
	Unrealised Loss/(-) Gain on derivative contracts (net)	**3,67,22,220**	-15,92,70,523
	Unrealised Loss/(-) Gain on foreign currency fluctuation (net)	**-13,44,98,745**	-14,05,95,767
	Operating profit before working capital changes	**3,53,49,95,021**	7,35,53,70,857
	Adjustment for :		
	Inventories	**-2,02,35,43,064**	-3,27,13,28,413
	Trade and other receivables	**-1,65,28,53,037**	-2,36,09,35,689
	Trade Payables	**2,23,13,22,756**	1,88,51,60,479
	Cash generated from operations	**2,08,99,21,676**	3,60,82,67,234
	Direct Taxes Paid (net of refund)	**-35,87,74,926**	-1,04,28,07,755
	Net cash from operating activities	**1,73,11,46,750**	2,56,54,59,479
B.	**Cash Flow from Investing Activities**		
	Purchase of Fixed Assets	**-5,62,39,34,645**	-12,58,46,26,265
	Proceeds from sale of Fixed Assets	**4,12,51,819**	61,37,205
	Trade investment in Joint Venture	**-20**	-2,27,280
	Purchase of Long-term Investments (other than trade)	**-21,22,40,281**	-2,23,00,000
	Purchase of Current Investments (other than trade)	**-6,28,17,44,485**	-11,48,03,85,394
	Proceeds from sale of Current Investments (other than trade)	**6,28,18,58,897**	11,48,04,27,644
	Proceeds from sale of Long-term Investments (other than trade)	**13,48,76,221**	–
	Income from Long-term Investments (other than trade)	**5,17,56,644**	4,74,18,383
	Dividend from Current Investments (other than trade)	**15,11,488**	46,55,917
	Loans taken	**48,00,00,000**	–
	Loans repaid	**-48,00,00,000**	–
	Loans given	**-5,47,18,105**	-23,04,00,000
	Realisation of loans given	**50,00,000**	25,00,00,000
	Interest received on loans, deposits etc.	**1,21,67,248**	59,43,472
	Net cash used in investing activities	**-5,64,42,15,219**	-12,52,33,56,318

CASH FLOW STATEMENT *(Contd.)*

	2010-2011 Rs.	2009-2010 Rs.
C. Cash Flow from Financing Activities :		
Proceeds from -		
Long-term borrowings	**12,49,22,70,623**	14,83,36,10,022
Short-term borrowings	**98,82,27,86,258**	67,70,96,56,040
Repayment of -		
Long-term borrowings	**-7,77,82,87,631**	-9,61,46,71,768
Short-term borrowings	**-96,79,12,08,513**	-60,71,83,45,761
Increase/(-) Decrease in cash credit and overdrafts from banks	**-11,84,16,482**	6,74,05,843
Borrowing cost paid	**-2,49,04,63,846**	-1,79,13,54,465
Dividends paid during the year (including taxes thereon)	**-29,16,56,384**	-29,25,41,324
Net Cash from financing activities	**3,84,50,24,025**	10,19,37,58,587
Net increase in Cash and Cash Equivalents	**-6,80,44,444**	23,58,61,748
Opening Cash and Cash Equivalents	**80,44,88,277**	56,85,52,594
Cash and Cash equivalents consequent to amalgamation	**–**	73,935
Closing Cash and Cash Equivalents (Note 2)	**73,64,43,833**	80,44,88,277

Notes :

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.

	31st March, 2011 Rs.	31st March, 2010 Rs.
2. Cash and Cash Equivalents comprise:		
Cash in Hand	**52,31,923**	36,27,459
With Scheduled Banks on -		
Current Account	**69,52,47,604**	78,11,08,183
Dividend Account		
Unpaid Dividend Account	**1,83,34,306**	1,66,16,447
Term Deposit Account	**1,76,25,000**	31,31,188
With Post Office Savings Bank Account	**5,000**	5,000
	73,64,43,833	80,44,88,277

This is the Cash Flow Statement referred to in our report of even date.

B. K. Birla | *Chairman*

For Price Waterhouse
Firm Registration No. 301112 E
Chartered Accountants

(Prabal Kr. Sarkar)
Partner
Membership No. 52340

K. C. Jain
Whole-time Director

S. K. Patodia
Secretary

K. G. Maheshwari
B. P. Bajoria
P. K. Choksey
Amitabha Ghosh
P. K. Mallik
Manjushree Khaitan
Directors

Kolkata,
28th April, 2011