

CASH FLOW STATEMENT

	Year ended 31-Mar-2010	(Rs. in lacs) Year ended 31-Mar-2009
A CASH FLOW FROM OPERATING ACTIVITIES :		
PROFIT BEFORE TAX	31,372.32	19,116.46
Adjustments for :		
Depreciation and Amortisation	5,442.32	3,739.16
Provision for Doubtful Debts	175.82	777.47
Bad Debts Written-off	5.05	4.71
Provision for Doubtful Claim Receivables	143.97	-
Foreign Exchange (Gain) / Loss on Borrowings	(346.69)	724.37
Loss on Sale / Discard / Write-off of Fixed Assets	87.27	204.91
Provision on Assets held for Sale	(1.96)	25.57
(Profit) on Sale of Current Investments	(889.25)	(313.77)
Net Borrowing Cost	1,679.32	1,943.60
Provision for Impairment of Loan to Zao Torrent Pharma	1,400.40	-
Provision for Diminution in Value of Investment in Zao Torrent Pharma	2,308.49	-
Government Grant	(78.52)	-
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES	41,298.54	26,222.48
Adjustments for changes in working capital :		
Debtors, Loans and Advances and Other Current Assets	(5,487.68)	(8,410.59)
Inventories	(3,603.96)	(2,531.36)
Current Liabilities and Provisions	4,681.49	6,661.70
CASH GENERATED FROM OPERATIONS	36,888.39	21,942.23
Direct Taxes Paid	(6,201.29)	(1,792.32)
NET CASH FROM OPERATING ACTIVITIES	30,687.10	20,149.91
B CASH FLOW FROM INVESTING ACTIVITIES :		
Purchase of Fixed Assets	(15,020.93)	(5,094.46)
Proceeds from Fixed Assets Sold	105.57	84.72
Long Term Investments in Subsidiaries	(791.27)	(205.57)
Proceeds from Long Term Non-Trade Investments Sold	-	8.75
Profit on Sale of Current Investments	889.25	313.77
Interest Received	1,096.32	1,753.46
NET CASH USED IN INVESTING ACTIVITIES	(13,721.06)	(3,139.33)
C CASH FLOW FROM FINANCING ACTIVITIES :		
Long Term debt borrowed	7,814.06	8,494.00
Long Term debt repaid	(6,698.75)	(6,093.33)
Net Short Term debt borrowed / (repaid)	5,056.00	3,537.53
Government Grant / Capital Subsidy	78.52	30.00
Dividend paid	(4,101.48)	(3,318.64)
Interest paid	(2,597.19)	(2,602.32)
NET CASH FROM / (USED IN) FINANCING ACTIVITIES	(448.84)	47.24
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS	16,517.20	17,057.82
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	30,374.67	13,316.85
CASH AND CASH EQUIVALENTS AT END OF YEAR	46,891.87	30,374.67
Note : Cash and Cash Equivalents as at end of the year :		
Cash and Bank balances [Schedule 21 (11)]	34,678.91	18,330.61
Current Investments [Investments in Mutual Funds]	12,212.96	12,044.06
	46,891.87	30,374.67

In terms of our report attached

For C.C. CHOKSHI & CO.
Chartered Accountants

Gaurav J. Shah
Partner

Ahmedabad
6th May, 2010

Mahesh Agrawal
VP (Legal) & Company Secretary

Signatures to the Cash Flow Statement

Sudhir Mehta
Chairman

Samir Mehta
Managing Director

Ahmedabad
6th May, 2010