

CASH FLOW STATEMENT

	Year ended 31-Mar-2011	(₹ in lacs) Year ended 31-Mar-2010
A CASH FLOW FROM OPERATING ACTIVITIES :		
PROFIT BEFORE TAX	35,822.84	31,372.32
Adjustments for :		
Depreciation and Amortisation	5,812.62	5,442.32
Provision for Doubtful Debts	66.45	175.82
Bad Debts Written-off	4.83	5.05
Provision / (Reversal) for Doubtful Claim Receivables	(142.43)	143.97
Loss on Sale / Discard / Write-off of Fixed Assets	98.20	87.27
Provision on Asset held for Sale	3.44	(1.96)
Foreign Exchange Loss / (Gain) on Borrowings	245.96	(346.69)
(Profit) on Sale of Non Trade Investments	(786.74)	(889.25)
Loss on Disposal of Investment in Subsidiary	4.24	-
Net Borrowing Costs	1,417.09	1,679.32
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	(8.93)	(78.52)
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES	42,537.57	41,298.54
Adjustments for changes in working capital :		
Debtors, Loans and Advances and Other Current Assets	(9,325.84)	(5,487.68)
Inventories	(12,048.81)	(3,603.96)
Current Liabilities and Provisions	9,038.46	4,681.49
CASH GENERATED FROM OPERATIONS	30,201.38	36,888.39
Direct Taxes Paid	(6,871.17)	(6,201.29)
NET CASH FROM OPERATING ACTIVITIES	23,330.21	30,687.10
B CASH FLOW FROM INVESTING ACTIVITIES:		
Purchase of Fixed Assets	(24,117.21)	(15,020.93)
Proceeds from Fixed Assets sold	189.53	105.57
Long Term Investments in Subsidiaries	(1,420.23)	(791.27)
Proceeds from Disposal of Investment in Subsidiary	34.06	-
Investment in Capital of Partnership firms	(1,729.01)	-
Long Term Investments in Trade Investments	(95.33)	-
Profit on Sale of Current Non Trade Investments	780.96	889.25
Profit on Long Term Non Trade Investments	5.78	-
Interest Received	2,125.09	1,096.32
NET CASH USED IN INVESTING ACTIVITIES	(24,226.36)	(13,721.06)
C CASH FLOW FROM FINANCING ACTIVITIES:		
Long term debt borrowed	9,009.75	7,814.06
Long term debt repaid	(4,383.42)	(6,698.75)
Net Short Term debt taken / (repaid)	(2,770.99)	5,056.00
Government Grant	8.93	78.52
Dividend Paid	(5,911.65)	(4,101.48)
Interest Paid	(2,816.53)	(2,597.19)
NET CASH USED IN FINANCING ACTIVITIES	(6,863.91)	(448.84)
NET (DECREASE) / INCREASE IN CASH AND CASH EQUIVALENTS	(7,760.06)	16,517.20
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	46,891.42	30,374.67
CASH AND CASH EQUIVALENTS AT END OF YEAR	39,131.36	46,891.87
Note: Cash and Cash Equivalents as at end of the year :		
Cash and Bank balances [Refer schedule 21 (8)]	26,532.58	34,678.91
Current Investments (Investments in Mutual Funds)	12,598.78	12,212.96
	39,131.36	46,891.87

In terms of our report attached

Signatures to the Cash Flow Statement

For DELOITTE HASKINS & SELLS
Chartered Accountants

Sudhir Mehta
Chairman

Gaurav J. Shah
Partner

Mahesh Agrawal
VP (Legal) & Company Secretary

Samir Mehta
Executive Vice Chairman

Ahmedabad
28th May, 2011

Ahmedabad
28th May, 2011