

CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH 2010

	2009-10 Rs. Million	2008-09 Rs. Million
A. Cash flow from operating activities:		
Net Profit / (Loss) Before Tax	274.574	(382.803)
Adjustments for :		
Depreciation	351.783	364.911
Bad debts written off	17.278	0.739
Provision for doubtful debts (Net)	0.633	5.261
(Profit) / Loss on sale of assets (Net)	(6.298)	(4.249)
Exchange Fluctuation (Gain) / Loss on Re-statement	(9.364)	43.125
Interest received	(5.015)	(11.816)
Interest & Finance charges	316.452	395.505
Income from Mutual Funds	(0.248)	(0.271)
	<u>665.221</u>	<u>793.205</u>
Operating profit before working capital changes	939.795	410.402
Trade and other receivables	(317.599)	61.763
Inventories	125.431	361.557
Trade and other payables	417.858	76.670
	<u>225.690</u>	<u>499.990</u>
Cash generated from operations	1,165.485	910.392
Direct taxes (paid) / refunds	(35.194)	2.917
Net cash from operating activities	1,130.291	913.309
B. Cash flow from investing activities:		
Purchase of Fixed Assets	(187.942)	(268.544)
Sale of Fixed Assets	30.081	19.497
Interest received	5.015	11.816
Purchase of Investments	(69.500)	—
Income from Sale of Mutual Funds	0.248	0.271
Net cash used in investing activities	(222.098)	(236.960)
C. Cash flow from financing activities:		
Long term borrowings	(81.514)	166.330
Unsecured Loans & Deposits	(121.057)	(207.345)
Working Capital borrowings	(308.392)	(183.899)
Dividend & Tax on dividend paid	(0.330)	(63.330)
Interest & Finance charges paid	(318.023)	(403.020)
Net cash used in financing activities	(829.316)	(691.264)
D. Net increase / (decrease) in cash and cash equivalents (A+B+C)	78.877	(14.915)
Cash and cash equivalents as at 1.4.2009 and 1.4.2008 (Opening balance)	39.260	54.175
Cash and cash equivalents as at 31.3.2010 and 31.3.2009 (Closing balance)	<u>118.137</u>	<u>39.260</u>

As per our report of date attached
For Suri & Co.,
Chartered Accountants
ICAI Regn. No.0042835
C.S. Sathyanarayanan, Partner
Membership No.028328
Coimbatore, 28th May 2010

For and on behalf of the Board

Vijay Mohan
Chairman & Managing Director

D. Sarath Chandran
Director

Vanitha Mohan
Executive Director

T.G. Thamizhanban
Company Secretary