

Consolidated Cash Flow Statement for the year ended 31 March 2008

	For the year ended 31 March 2008	For the year ended 31 March 2007
A. Cash flow from operating activities		
Net profit before tax	644,626,277	573,427,661
<i>Adjustment for:</i>		
Depreciation	118,463,957	68,768,476
Exchange difference on translation of foreign currency accounts	(2,087,636)	6,968,086
Dividend received from non trade investments	(21,405,254)	(11,991,342)
Interest on fixed deposits	(1,378,783)	(2,348,378)
Profit on sale of investments	(24,833,708)	(23,269,833)
Employee's stock compensation expenses	5,990,268	8,377,407
Profit on sale of fixed assets (net)	(907,591)	(196,292)
Advances and other current assets written off	6,609,696	290,466
Provision for doubtful debts / advances	6,838,935	23,926,167
Operating profit before working capital changes	<u>731,916,161</u>	<u>643,952,418</u>
Decrease / (increase) in debtors	(129,881,015)	(349,207,855)
Decrease / (increase) in loans and advances	(73,086,724)	(43,915,179)
Decrease / (increase) in other current assets	(150,102,474)	(107,556,158)
(Decrease) / increase in current liabilities	<u>(112,621,714)</u>	<u>273,351,065</u>
	266,224,234	416,624,292
Direct taxes paid	(12,286,599)	(23,102,889)
Fringe benefit tax paid	<u>(9,969,688)</u>	<u>(6,224,213)</u>
Net cash from operating activities (A)	243,967,947	387,297,190
B. Cash flow from investing activities		
Purchase of fixed assets/capital work in progress	(159,203,099)	(268,554,816)
Sale of fixed assets	4,350,823	2,206,704
Purchase of current investments	(2,838,895,078)	(1,769,021,154)
Proceeds on sale of current investments	2,648,137,614	1,715,866,077
Interest on fixed deposits	1,371,927	4,411,869
Tax paid	(2,067,602)	(2,688,257)
Dividend received from non trade investments	<u>21,405,254</u>	<u>11,991,342</u>
Net cash used in investing activities (B)	(324,900,161)	(305,788,235)
C. Cash flow from financing activities		
Dividend paid (including corporate dividend tax thereon)	(16,995,000)	(126,144,669)
Advance pursuant to employee stock option scheme	<u>5,191,800</u>	<u>13,999,520</u>
Net cash used in financing activities (C)	(11,803,200)	(112,145,149)
Net (decrease) / increase in cash and cash equivalents	(92,735,414)	(30,636,194)
Opening cash and cash equivalents	268,251,436	300,525,040
Effect of exchange rate change	(496,559)	(1,637,410)
Closing cash and cash equivalents *	175,019,463	268,251,436

*include fixed deposits amounting to Rs. 6,712,120 (Rs. 9,954,311) under lien with bank on account of guarantees issued on behalf of the Company

Notes:

- The above cash flow statement has been prepared in accordance with the 'Indirect method' as set out in the Accounting Standard - 3 on 'Cash Flow Statements' prescribed under Companies (Accounting Standard) Rules, 2006.
- Cash and cash equivalents consist of cash on hand and balances with scheduled banks / non-scheduled banks.