

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2008

PARTICULARS	2007-2008		2006-2007	
	Rupees in lacs		Rupees in lacs	
CASH FLOWS FROM OPERATING ACTIVITIES				
NET PROFIT BEFORE TAXATION		7,796.49		8,131.77
Adjustments for :				
Depreciation and Impairment	1,115.09		949.15	
Interest expense	118.42		101.33	
Interest income	(132.19)		(97.38)	
(Profit)/ Loss on sale of fixed assets (net)	(23.40)		0.52	
Dividend income	(613.86)		(178.86)	
Diminution in value of current investments	596.69		-	
Profit on sale of investments (net)	(735.31)		(440.07)	
Unrealised foreign exchange loss/ (gain) on restatement	179.38		22.75	
Bad debts written off	-		13.28	
Provision for doubtful debts	70.53		21.97	
Provision for doubtful advances	8.54		15.88	
Provision for expenses no longer required written back	(72.22)		(28.71)	
Provision for doubtful debts/ advances no longer required written back	(15.85)		(216.84)	
Miscellaneous expenditure amortised during the year	1.85	497.67	145.16	308.18
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES		8,294.16		8,439.95
Adjustments for :				
(Increase)/ decrease in debtors	101.71		75.18	
(Increase)/ decrease in inventories	674.08		(2,681.60)	
(Increase)/ decrease in advances	304.34		629.76	
Increase/ (decrease) in creditors	1,124.31		1,246.20	
Increase/ (decrease) in provisions	(44.74)	2,159.70	54.96	(675.50)
CASH GENERATED FROM OPERATIONS		10,453.86		7,764.45
Direct taxes paid (including Fringe benefit tax)		(1,269.86)		(1,404.96)
NET CASH FROM OPERATING ACTIVITIES (A)		9,184.00		6,359.49
CASH FLOWS FROM/ (USED IN) INVESTING ACTIVITIES				
Purchase of fixed assets		(3,657.13)		(5,856.27)
Proceeds from sale of fixed assets		197.47		22.63
(Increase)/ decrease in inter-corporate deposits given		(1000.00)		25.00
Loan given to subsidiary		-		(7.03)
Repayment of loan by joint venture entity		98.08		-
Purchase of investments in joint venture entity		-		(6.55)
Proceeds from sale of investments in joint venture entity		6.55		-
Purchase of investments - others		(25,571.25)		(20,421.20)
Proceeds from sale of investments - others		18,558.05		22,627.50
Dividend received		613.86		178.86
Interest received		167.26		70.80
NET CASH FROM/ (USED IN) INVESTING ACTIVITIES (B)		(10,587.11)		(3,366.26)
CASH FLOWS FROM/ (USED IN) FINANCING ACTIVITIES				
Repayment of Government grant		-		(15.00)
Proceeds from/ (repayment of) borrowings		984.27		-
Repayment of Interest free sales tax loan		(24.01)		(6.88)
Dividend paid		-		(2,489.01)
Dividend tax paid		-		(349.08)
Interest paid		(118.42)		(101.33)
NET CASH FROM/ (USED IN) FINANCING ACTIVITIES (C)		841.84		(2,961.30)
NET INCREASE/ (DECREASE) IN CASH AND CASH EQUIVALENTS (A)+(B)+(C)		(561.27)		31.93
OPENING CASH AND CASH EQUIVALENTS		1,995.92		1,963.99
CLOSING CASH AND CASH EQUIVALENTS (Refer Note 1 below)		1,434.65		1,995.92

Notes to the Cash Flow Statement

1. Cash and cash equivalents consist of cash on hand and balances with banks. Cash and cash equivalents included in the cash flow statement comprise of the following Balance Sheet items:

PARTICULARS	31st March, 2008 Rupees in lacs	31st March, 2007 Rupees in lacs
Cash on hand	7.24	7.61
Balance with scheduled banks:		
In current accounts	1,372.29	1,955.60
In fixed and margin deposits (provided against letter of credit and bank guarantees)	81.16	58.12
Unrealised foreign exchange loss/ (gain) on restatement of cash and cash equivalents	(26.04)	(25.41)
TOTAL	1,434.65	1,995.92

2. Previous year's figures have been regrouped/ reclassified wherever necessary.

As per our report of even date

For S. R. BATLIBOI & CO.
Chartered Accountants

per **VIJAY BHATT**
Partner
Membership No. 36647
Place: Mumbai
Date: June 28, 2008

For and on behalf of the Board

MOHAN A. CHANDAVARKAR
Chairman and Managing Director

SHALINI KAMATH
Company Secretary

Place: Mumbai
Date: June 28, 2008

ASHOK A. CHANDAVARKAR
Director