

Cash Flow Statement for the year ended 31st March, 2012

	₹ crores	Year Ended 31.03.2011 ₹ crores
A. Cash Flow from Operating Activities:		
Net Profit before tax	9,857.35	9,776.85
Adjustments for:		
Depreciation and amortisation expense	1,151.44	1,146.19
Impairment of fixed assets	6.90	20.23
(Profit)/Loss on sale of assets/discarded assets written off	52.98	0.62
Profit on sale of non-current investments	(511.01)	(648.09)
(Gain)/Loss on cancellation of forwards, swaps and options	41.92	(50.54)
Interest and income from current investments	(863.83)	(385.78)
Income from other investments	(117.50)	(92.66)
Finance costs	1,925.42	1,735.70
Provision for wealth tax	1.70	1.28
Exchange (Gain)/Loss on revaluation of foreign currency loans and swaps	283.59	(263.70)
	1,971.61	1,463.25
Operating Profit before Working Capital Changes	11,828.96	11,240.10
Adjustments for:		
Trade and other receivables	1,425.86	(103.01)
Inventories	(905.23)	(876.01)
Trade payables and other liabilities	1,205.36	948.20
	1,725.99	(30.82)
Cash Generated from Operations	13,554.95	11,209.28
Direct tax paid	(3,298.48)	(2,870.28)
Net Cash Flow from Operating Activities	10,256.47	8,339.00
B. Cash Flow from Investing Activities:		
Purchase of fixed assets ⁽²⁾	(7,059.20)	(4,118.58)
Sale of fixed assets	9.19	387.42
Purchase of non-current investments	(55.36)	(180.30)
Purchase of investments in subsidiaries ⁽³⁾	(2,541.97)	(5,312.05)
Sale of non-current investments	—	719.55
Sale of investments in subsidiaries	576.10	—
(Purchase)/Sale of current investments (net)	2,226.19	(1,129.75)
Inter-corporate deposits/Shareholder loan given	(585.93)	(7,667.09)
Refund of inter-corporate deposits/shareholders' loan	4,006.87	3,959.70
Interest and income from current investments received	447.50	163.58
Dividend received	117.50	92.66
Net Cash used in Investing Activities	(2,859.11)	(13,084.86)

Cash Flow Statement for the year ended 31st March, 2012

C. Cash Flow from Financing Activities:

	₹ crores	Year Ended 31.03.2011 ₹ crores
Issue of Equity Share Capital	534.60	4,368.01
Issue of Share Warrants	—	178.20
Capital contributions received	1.52	0.33
Proceeds from Hybrid Perpetual Securities	775.00	1,500.00
Proceeds from borrowings	2,317.43	6,412.04
Repayment of borrowings	(8,212.56)	(4,257.64)
Amount received/(paid) on cancellation of forwards, swaps and options	(31.82)	34.61
Expenses on issue of equity instruments	(16.79)	(98.52)
Distribution on Hybrid Perpetual Securities	(222.47)	—
Interest paid ⁽²⁾	(1,593.20)	(1,776.27)
Dividend paid	(1,151.06)	(709.77)
Net Cash from Financing Activities	(7,599.35)	5,650.99
Net increase/(decrease) in Cash and Cash equivalents (A + B + C)	(201.99)	905.13
Opening Cash and Cash equivalents [Note 20, Page 164]	(4) 4,102.52	3,191.29
Closing Cash and Cash equivalents [Note 20, Page 164]	3,900.53	4,096.42

Additional information:

- (1) Figures in brackets represent outflows.
- (2) Interest paid is exclusive of and purchase of fixed assets is inclusive of interest capitalised ₹ 284.49 crores (2010-11: ₹ 81.77 crores).
- (3) Investment in subsidiaries represents the portion of purchase consideration discharged in cash during the year and includes application money on investments ₹ 981.18 crores (2010-11: ₹ 5,307.34 crores).
- (4) Includes ₹ 6.10 crores of Centennial Steel Company Ltd. on amalgamation with the Company (Note 38, Page 173).
- (5) Previous year figures have been recast/restated where necessary.

In terms of our report attached
For DELOITTE HASKINS & SELLS
Chartered Accountants,

N VENKATRAM
Partner

Mumbai, 18th May, 2012

A ANJENEYAN
Company Secretary

For and on behalf of the Board

RATAN N TATA	Chairman
B MUTHURAMAN	Vice Chairman
S M PALIA	} Directors
ISHAAT HUSSAIN	
SUBODH BHARGAVA	
JACOBUS SCHRAVEN	
ANDREW ROBB	
KARL-ULRICH KOEHLER	} Managing Director
H M NERURKAR	