

CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2012

(₹ in crores)

	2011 - 2012	2010 - 2011
A. Cash flow from operating activities		
Profit for the year	13,516.50	9,273.62
Adjustments for:		
Depreciation (including lease equalisation adjusted in income)	5,620.86	4,651.00
Loss on sale of assets (including assets scrapped/written off)	76.72	22.54
Profit on sale of investments (net)	(48.45)	(17.35)
Impairment of goodwill	139.18	19.37
Reversal of provision for inter corporate deposits (net)	-	(8.02)
Gain on settlement of deferred sales tax liability	(153.74)	(194.36)
Share of profit of associates (net)	(24.92)	(101.35)
Share of minority interest	82.33	48.52
Tax expense / (credit)	(40.04)	1,216.38
Interest / dividend (net)	2,470.96	1,978.14
Non-cash dividend income on mutual funds	(14.56)	-
Profit on issue of shares by a subsidiary	(47.36)	-
Exchange difference	854.86	(208.74)
	8,915.84	7,406.13
Operating profit before working capital changes	22,432.34	16,679.75
Adjustments for:		
Inventories	(2,718.98)	(2,410.68)
Trade receivables	(1,006.86)	931.93
Finance receivables	(5,652.07)	(2,354.15)
Other current and non-current assets	(980.94)	(1,311.63)
Trade payables	5,866.85	343.99
Other current and non-current liabilities	2,321.06	1,624.41
Provisions	(109.14)	(872.27)
	(2,280.08)	(4,048.40)
Cash generated from operations	20,152.26	12,631.35
Income taxes paid (net)	(1,767.94)	(1,391.20)
Net cash from operating activities	18,384.32	11,240.15
B. Cash flow from investing activities		
Purchase of fixed assets	(13,875.55)	(8,123.98)
Sale of fixed assets	92.70	11.21
Refund received against loan to associates	-	8.62
Advance towards investments	(25.00)	-
Investment in associate companies	(8.76)	(4.09)
Investments in mutual funds made (net)	(5,840.09)	(32.14)
Investments in subsidiary companies	(304.33)	(70.42)
Decrease in investments in retained interests in securitisation transactions	0.18	4.52
Investments - others	(17.33)	(114.76)
Sale / redemption of investments - others	83.75	7.44
Deposits of margin money / cash collateral	(5.85)	(800.81)
Realisation of margin money / cash collateral	506.06	1,828.30
Fixed deposits / restricted deposits with banks made	(2,560.76)	(1,310.82)

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(₹ in crores)

	2011 - 2012	2010 - 2011
Fixed deposits / restricted deposits with banks realised	877.51	894.68
Interest received	467.25	313.64
Dividend received from associates	46.60	40.07
Dividend / Income on investments received	23.73	57.75
(Increase) / decrease in short term Inter-corporate deposit	(2.96)	5.30
Net cash used in investing activities	<u>(20,542.85)</u>	<u>(7,285.49)</u>
C. Cash flow from financing activities		
Expenses on Foreign Currency Convertible Notes (FCCN) conversion	-	(3.59)
Brokerage and other expenses on Non-Convertible Debentures (NCD)	(76.69)	(90.66)
Reimbursement of expenses / (Expenses) incurred on issue of GDS and FCCN	-	0.51
Proceeds from QIP issue (net of issue expenses)	-	3,249.80
Proceeds from issue of shares to minority shareholders (net of issue expenses)	138.54	5.19
Premium paid on redemption of FCCN / NCD	(0.97)	(71.96)
Proceeds from issue of shares held in abeyance	0.02	3.08
Proceeds from long term borrowings (net of issue expenses)	19,030.04	5,413.62
Repayment of long term borrowings	(4,664.13)	(2,395.69)
Proceeds from short term borrowings	7,911.22	10,116.51
Repayment of short term borrowings	(10,345.65)	(12,698.95)
Net change in other short-term borrowings (with maturity up to three months)	520.85	(1,546.36)
Proceeds from fixed deposits	-	339.39
Repayment of fixed deposits	(1,069.25)	(233.58)
Dividend paid (including dividend distribution tax)	(1,479.33)	(1,003.26)
Dividend paid to minority shareholders	(23.78)	(16.27)
Interest paid [including discounting charges paid ₹624.31(2010-2011₹618.53 crores)]	(3,373.69)	(2,469.07)
Net cash (used in) / from financing activities	<u>6,567.18</u>	<u>(1,401.29)</u>
Net Increase in Cash and cash equivalents	<u>4,408.65</u>	<u>2,553.37</u>
Cash and cash equivalents as at March 31 (Opening balance)	9,345.41	6,529.96
Cash and bank balance on acquisition of subsidiaries	-	2.47
Effect of foreign exchange on Cash and cash equivalents	1,078.96	259.61
Cash and cash equivalents as at March 31 (Closing balance)	<u>14,833.02</u>	<u>9,345.41</u>

Previous year's figures have been restated, wherever necessary, to conform to this year's classification.

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

N VENKATRAM
Partner

Mumbai, May 29, 2012

RATAN N TATA
Chairman

RAVI KANT
Vice-Chairman

For and on behalf of the Board

N N WADIA
S M PALIA
R A MASHELKAR
N MUNJEE
S BHARGAVA
V K JAIRATH
R SEN
R SPETH
Directors

P M TELANG
Managing Director - India Operations

C RAMAKRISHNAN
Chief Financial Officer

H K SETHNA
Company Secretary

Mumbai, May 29, 2012