

CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2009

(Rupees in Million)

| Particulars | 2008-09 | 2007-08 |
|---|-------------------|-------------------|
| A. CASH FLOW FROM OPERATING ACTIVITIES : | | |
| Net (Loss)/Profit Before Taxes | | (32,980.9) |
| Adjustments for : | | |
| Depreciation | 12,258.9 | 7,616.6 |
| (Profit)/Loss on Sale of Fixed Assets | (1,046.2) | (4,698.2) |
| Dividend Income | (72.1) | (23.9) |
| Interest Income | (189.4) | (743.7) |
| Interest Expenditure | 16,658.8 | 7,013.0 |
| | 27,610.0 | 9,163.8 |
| Operating (Loss)/Profit Before Working Capital Changes | (44,276.3) | (23,817.1) |
| Adjustments for : | | |
| Inventories | 374.0 | (1,312.4) |
| Debtors and Other Receivables | 6,031.5 | 3,690.5 |
| Creditors and Other Payables | 484.5 | 3,706.6 |
| | 6,890.0 | 6,084.7 |
| Cash Generated from Operations | (37,386.3) | (17,732.4) |
| Direct Taxes Paid | (640.3) | (1,786.3) |
| Net Cash Flow (used in)/from Operating Activities | (38,026.6) | (19,518.7) |
| B. CASH FLOW FROM INVESTING ACTIVITIES : | | |
| Acquisition of Fixed Assets | (68,955.9) | (76,424.5) |
| Proceeds from Sale of Fixed Assets | 2,722.4 | 9,235.9 |
| Increase in Surplus Assets | (241.9) | - |
| Purchase of Investments (Net) | (330.6) | - |
| Sale of Investments (Net) | - | 12.9 |
| Interest Received | 190.9 | 424.8 |
| Dividend Received | 72.1 | 23.9 |
| Net Cash Flow used in Investing Activities | (66,543.0) | (66,727.0) |
| C. CASH FLOW FROM FINANCING ACTIVITIES : | | |
| Issue of Shares | - | 0.5 |
| Proceeds from Borrowings (Net) | 124,946.2 | 94,046.2 |
| Repayment of Borrowings | | |
| Foreign Currency Monetary Items Translation Difference A/c | (1,528.0) | - |
| Interest Paid | (16,394.0) | (6,974.9) |
| Dividend Paid | - | - |
| Net Cash Flow from/(used in) Financing Activities | 107,024.2 | 87,071.8 |
| Net Increase in Cash and Cash equivalents | 2,454.6 | 826.1 |
| Cash and Cash equivalents (Opening Balance) | 10,845.0 | 10,018.9 |
| As 11 Notification impact adjusted to General Reserve | (1,903.2) | - |
| Cash and Cash equivalents (Closing Balance) | 11,396.4 | 10,845.0 |

Notes

- The Cash Flow Statement has been prepared under the "Indirect Method" as set out in the Accounting Standard 3(AS-3) on "Cash Flow Statements", and present cash flows by operating, investing and financing activities.
- Figures in brackets are outflows / deductions.

For and on behalf of
P.K. Chopra & Co.
Chartered Accountants

For and on behalf of
Thakur, Vaidyanath Aiyar & Co.
Chartered Accountants

For and on behalf of
Chhajer & Doshi
Chartered Accountants

For and on behalf of Board
Sd/-
Arvind Jadhav
Chairman &
Managing Director

Sd/-
Prashant Sukul
Director

Sd/-
Subhash Kapoor
Partner
M.No. 12781

Sd/-
Anil K. Thakur
Partner
M.No. 88722

Sd/-
Kiran K. Daftary
Partner
M.No. 10279

Sd/-
S. Chandrasekhar
Director - Finance

Sd/-
S. Venkat
Executive Director -
Finance & Company
Secretary

Place : Chennai
Date : 11 November 2009