



**CASH FLOW STATEMENT FOR THE FINANCIAL YEAR 2006-07**

Particulars	Rupees in Lakhs	Rupees in Lakhs	Previous Year Rupees in Lakhs	Previous Year Rupees in Lakhs
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>				
PROFIT BEFORE TAX				
ADJUSTMENT FOR:		<b>5,489.55</b>		2,129.78
Add: 1. Depreciation	547.43		378.15	
2. Interest	301.95		225.82	
3. Provision for doubtful debt & advance	170.82		378.00	
		<b>1,020.20</b>		981.97
		<b>6,509.75</b>		3111.75
Less: 1. Interest/Dividend	123.03		56.27	
2. Profit/(Loss) on Sale of Investment	109.91			
3. Profit/(Loss) on Sale of Assets	(11.11)		54.10	
		<b>221.83</b>		110.37
		<b>6,287.92</b>		3,001.38
<b>I</b>				
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES				
ADJUSTMENT FOR:				
1. Trade and Other Receivables	(7,693.56)		(1,112.76)	
2. Inventories	1,055.37		(6,152.27)	
3. Trade and Other Payables	2,934.83		11,873.42	
		<b>(3,703.36)</b>		4,608.39
<b>II</b>				
CASH GENERATED FROM OPERATING ACTIVITIES		<b>2,584.56</b>		7,609.77
Direct Taxes Net of Refund of Income Tax		<b>1,190.25</b>		874.82
<b>I+II</b>				
NET CASH FROM OPERATING ACTIVITIES		<b>1,394.31</b>		6,734.95
<b>A</b>				
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>				
Purchases of Investment	(450.00)		(51.66)	
Purchase of Fixed Assets	(2,934.60)		(2,202.37)	
Sale of Investment	121.12		—	
Sale of Fixed Assets	33.39		83.77	
Interest Received	52.40		22.41	
Dividend Received	57.12		33.86	
		<b>(3,120.57)</b>		(2,113.99)
<b>B</b>				
NET CASH FROM INVESTING ACTIVITIES		<b>(3,120.57)</b>		(2,113.99)
<b>(A+B)</b>				
		<b>(1,726.26)</b>		4,620.96
<b>C. CASH FLOW FROM FINANCIAL ACTIVITIES</b>				
Against issue of Share Warrants	509.98		—	
(Decrease)/Increase in Borrowings	(360.85)		(664.88)	
Interest Paid	(301.95)		(225.82)	
Dividend Paid	(153.83)		(102.40)	
		<b>(306.65)</b>		(993.10)
<b>(C)</b>				
NET CASH USED IN FINANCING ACTIVITIES		<b>(306.65)</b>		(993.10)
<b>(A+B-C)</b>				
NET INCREASE IN CASH AND CASH EQUIVALENTS		<b>(2,032.91)</b>		3,627.86
CASH AND CASH EQUIVALENTS AS AT 30.09.2006		<b>4,794.42</b>		1,166.56
CASH AND CASH EQUIVALENTS AS AT 30.09.2007		<b>2,761.51</b>		4,794.42
NET CASH FROM OPERATING ACTIVITIES		<b>(2,032.91)</b>		3,627.86

As per our report attached  
For K. S. AIYAR & Co.  
Chartered Accountants

Satish K. Kelkar  
Partner

S. K. Singhvi  
Company Secretary

Mumbai  
25<sup>th</sup> November, 2007

Walchandnagar  
25<sup>th</sup> November, 2007

J. L. Deshmukh  
Managing Director & Chief Executive Officer  
M. H. Purwat  
Sr. Vice President (Finance)

V. R. Joshi  
Chief Financial Officer

Chakor L. Doshi

Chirag C. Doshi

Dr. P. K. Basu  
R. M. Pande  
Dilip J. Thakkar  
A. U. Rijhsinghani  
S. B. Das

Chairman

Managing Director

Directors