

## Consolidated cash flow statement for the year ended March 31, 2014

	March 31, 2014 ₹ in crore	March 31, 2013 ₹ in crore
<b>CASH FLOW FROM / (USED IN) OPERATING ACTIVITIES</b>		
(Loss) / profit from continuing operations before tax expenses and minority interest	(1,408.28)	(310.36)
Profit / (loss) from discontinuing operations before tax expenses and minority interest	1,682.94	703.21
<b>Profit / (loss) before tax expenses and minority interest</b>	<b>274.66</b>	<b>392.85</b>
Non-cash adjustment to reconcile profit / (loss) before tax to net cash flows		
Depreciation / amortisation of continuing operations	1,360.70	912.06
Depreciation / amortisation of discontinuing operations	94.29	127.72
Adjustments to the carrying amount of current investments	5.29	2.91
Inventory written off	-	8.09
Provisions no longer required, written back	(14.67)	(23.58)
Amortisation of ancillary borrowing costs	61.52	73.18
Impairment / other write off of tangible / intangible assets pertaining to continuing operations	47.02	6.92
Impairment / other write off of tangible / intangible assets pertaining to discontinuing operations	0.04	485.63
Loss/ (profit) on sale of fixed assets	(114.37)	(3.82)
Provision / write off of doubtful advances and trade receivables	34.81	125.22
Effect of changes in exchange rates	90.00	186.52
Mark to market losses on derivative instruments	0.18	-
Net gain on sale of investments	(1,772.63)	(1,315.54)
Finance costs	2,910.18	2,025.82
Interest income	(229.63)	(200.20)
Dividend income on current investments	(0.06)	(0.04)
<b>Operating profit before working capital changes</b>	<b>2,747.33</b>	<b>2,803.74</b>
Movements in working capital :		
Increase / (decrease) in trade payables and other liabilities	290.27	524.57
(Increase) / decrease in trade receivables	26.02	(156.91)
(Increase) / decrease in inventories	(62.51)	(42.64)
Decrease/ (increase) in other assets	(90.70)	77.40
Decrease/ (increase) in loans and advances	(84.07)	206.87
Increase / (decrease) in provisions	(13.88)	26.97
<b>Cash generated from operations</b>	<b>2,812.46</b>	<b>3,440.00</b>
Direct taxes paid (net of refunds)	(222.40)	(262.50)
<b>Net cash flow from operating activities (A)</b>	<b>2,590.06</b>	<b>3,177.50</b>
<b>CASH FLOW FROM / (USED IN) INVESTING ACTIVITIES</b>		
Purchase of fixed assets and cost incurred towards assets under construction / development	(5,602.70)	(10,281.02)
Proceeds from sale of fixed assets	336.37	17.02
Advance proceeds from sale of stake in jointly controlled entities	66.15	-
Proceeds from sale of long term investments	-	46.72
Sale / (purchase) of current investments (net)	(433.21)	473.47
Proceeds from dilution of stake in subsidiary companies	416.62	1,677.23
Loans given to / (repaid by) others	146.83	(101.33)
Proceeds from dilution of subsidiary companies used towards settlement of borrowings	-	1,284.30
Purchase consideration paid on acquisition / additional stake in subsidiary companies / jointly controlled entities	(128.51)	(53.09)
(Investments) / redemption of bank deposits (net) (having original maturity of more than three months)	(414.11)	(1,589.88)
Interest received	190.83	193.26
Dividend received	0.06	0.04
<b>Net cash flow used in investing activities (B)</b>	<b>(5,421.67)</b>	<b>(8,333.28)</b>

## Consolidated cash flow statement for the year ended March 31, 2014 (Contd.)

	March 31, 2014 ₹ in crore	March 31, 2013 ₹ in crore
<b>CASH FLOW FROM / (USED IN) FINANCING ACTIVITIES</b>		
Proceeds from issue of preference shares (including securities premium)	1,169.17	-
Redemption of preference shares (including redemption out of securities premium)	(1,181.99)	(9.03)
Redemption premium on debentures, preference shares and security issue expenses	(336.34)	(346.60)
Issue of common stock in consolidated entities (including share application money)	199.83	78.16
Proceeds from borrowings	10,785.05	16,142.24
Repayment of borrowings	(6,836.60)	(8,130.20)
Finance costs paid	(3,109.72)	(1,817.10)
Dividend paid (including dividend distribution taxes)	(55.84)	(7.19)
<b>Net cash flow from financing activities (C)</b>	<b>633.56</b>	<b>5,910.28</b>
Net increase in cash and cash equivalents (A + B + C)	(2,198.05)	754.50
Cash and cash equivalents as at April 1,	3,783.11	3,185.50
Cash and cash equivalents on acquisitions during the year	22.83	0.02
Cash and cash equivalents on account of sale of subsidiaries / jointly controlled entities during the year	(122.51)	(201.51)
Effect of exchange differences on cash and cash equivalents held in foreign currency	8.93	44.60
<b>Cash and cash equivalents as at March 31,</b>	<b>1,494.31</b>	<b>3,783.11</b>
<b>COMPONENTS OF CASH AND CASH EQUIVALENTS</b>		
Cash on hand	11.11	10.85
Cheques / drafts on hand	14.13	10.08
With banks:		
- on current account	822.12	3,399.83
- on deposit account (having original maturity of less than or equal to three months)	646.95	362.35
<b>Total cash and cash equivalents</b>	<b>1,494.31</b>	<b>3,783.11</b>

### Note:

- The above consolidated cash flow statement has been prepared under the 'Indirect Method' as set out in the Accounting Standard - 3 on 'Cash Flow Statements' as referred to in section 211(3C) of the Companies Act, 1956 read with General Circular 8/2014 dated April 4, 2014 issued by the Ministry of Corporate Affairs.
- The above consolidated cash flow statement has been compiled from and is based on the consolidated balance sheet as at March 31, 2014 and the related consolidated statement of profit and loss for the year ended on that date.
- Refer note 5 and note 8 as regards restriction on balances with banks arising in connection with the borrowings made by the Group.
- Previous year figures have been regrouped and reclassified to conform to those of the current year.

As per our report of even date

For S. R. Batliboi & Associates LLP  
ICAI Firm registration number: 101049W  
Chartered Accountants

For and on behalf of the Board of Directors of  
GMR Infrastructure Limited

per Sunil Bhumralkar  
Partner  
Membership number: 35141

G.M. Rao  
Executive Chairman

Grandhi Kiran Kumar  
Managing Director

Madhva Bhimacharya Terdal  
Group CFO

C. P. Sounderarajan  
Company Secretary

Place: Bengaluru  
Date: May 29, 2014

Place: Bengaluru  
Date: May 29, 2014