

Consolidated cash flow statement for the year ended March 31, 2012

(Rs. in crore)

Particulars	March 31, 2012	March 31, 2011
CASH FLOW FROM / (USED IN) OPERATING ACTIVITIES		
(Loss) / Profit before tax expenses, minority interest and share of profit / (loss) of associates	(848.12)	(1,022.77)
Non-cash adjustment to reconcile profit before tax to net cash flows		
Depreciation / amortisation	935.81	789.00
Provision for diminution in value of investments	11.76	941.07
Liabilities / provisions no longer required, written back	(3.34)	(196.24)
Amortisation of ancillary borrowing costs	43.47	9.48
Loss on sale of fixed assets (net) / fixed assets written off	1.87	3.13
Provision / write off of doubtful advances and trade receivables	53.43	14.13
Effect of changes in exchange rates	80.85	15.22
Mark to market losses on derivative instruments	0.94	(2.00)
Net gain on sale of investments	(162.59)	(104.16)
Interest expenses and bank charges	1,770.84	1,222.58
Interest income	(194.34)	(231.24)
Dividend income on current investments	(0.64)	(0.90)
Operating profit before working capital changes	1,689.94	1,437.30
Movements in working capital :		
Increase in trade payables and other liabilities	810.86	1,214.83
Increase in trade receivables	(1,057.63)	(308.67)
Increase in inventories	(59.68)	(39.63)
Decrease / (increase) in other assets	252.92	(8.79)
Increase in loans and advances	(285.13)	(258.34)
Increase / (decrease) in provisions	56.05	(11.59)
Cash generated from operations	1,407.33	2,025.11
Direct taxes paid (net of refunds)	(76.40)	(243.41)
Net cash flow from operating activities (A)	1,330.93	1,781.70
CASH FLOW FROM / (USED IN) INVESTING ACTIVITIES		
Purchase of fixed assets	(10,813.34)	(6,967.32)
Proceeds from sale of fixed assets	21.50	79.61
Purchase of long term investments	-	(729.53)
Proceeds from sale of long term investments	1,775.01	-
Purchase / sale of current investments (net)	608.83	1,449.51
Proceeds from dilution in subsidiary	200.57	-
Purchase consideration paid on acquisition of subsidiaries / joint ventures	(2,684.07)	(96.49)
(Investments) / redemption of bank deposits (net) (having original maturity of more than three months)	(247.33)	(977.64)
Interest received	241.10	261.97
Dividend received	0.64	0.90
Net cash flow used in investing activities (B)	(10,897.09)	(6,978.99)
CASH FLOW FROM / (USED IN) FINANCING ACTIVITIES		
Proceeds on issue of equity shares (including securities premium)	-	1,400.00
Proceeds on issue of preference shares (including securities premium)	585.26	2,289.48
Redemption of preference shares (including redemption premium)	(9.50)	(15.00)
Payment of debenture / share issue expenses	(142.19)	(270.15)
Issue of common stock in consolidated entities (including share application money)	110.53	190.69
Proceeds from borrowings	16,952.89	7,592.07
Repayment of borrowings	(5,124.69)	(4,058.69)
Interest and finance charges paid	(2,244.29)	(1,240.07)
Dividend paid (including dividend distribution taxes)	(4.82)	(8.68)
Net cash flow from financing activities (C)	10,123.19	5,879.65

Consolidated cash flow statement for the year ended March 31, 2012 (Contd.)

(Rs. in crore)

Particulars	March 31, 2012	March 31, 2011
Net increase in cash and cash equivalents (A + B + C)	557.03	682.36
Cash and cash equivalents as at April 1,	2,107.57	1,394.62
Cash and cash equivalents on acquisitions during the year	400.08	32.48
Effect of exchange differences on cash & cash equivalents held in foreign currency	120.82	(1.89)
Cash and cash equivalents as at March 31,	3,185.50	2,107.57
COMPONENTS OF CASH AND CASH EQUIVALENTS		
Cash on hand	14.43	4.99
Cheques / drafts on hand	18.68	31.76
With banks:		
- on current accounts	1,635.94	1,101.76
- on deposit accounts (having original maturity of less than or equal to three months)	1,516.45	969.06
	3,185.50	2,107.57

Note:

1. 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 and the reallocation required for this purpose are as made by the Group.
2. The above consolidated cash flow statement has been compiled from and is based on the consolidated balance sheet as at March 31, 2012 and the related consolidated statement of profit and loss for the year ended on that date.
3. Refer note 5 and note 8 as regards restriction on balances with banks arising in connections with the borrowings made by the Group.
4. Balances in current accounts includes share application money pending refund Rs. 0.05 crore (March 31, 2011: Rs. 0.05 crore)
5. Previous year figures have been regrouped and reclassified to conform to those of the current year. Also refer note 46.

As per our report of even date

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

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

per Sunil Bhumralkar
Partner
Membership No.: 35141

G. M. Rao
Executive Chairman

B. V. N. Rao
Managing Director

Subba Rao Amarthaluru
Group CFO

C. P. Sounderarajan
Company Secretary

Place: Bengaluru
Date : May 29, 2012

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