

CONSOLIDATED CASH FLOW STATEMENT

for the Year ended March 31, 2017

	Year Ended March 31, 2017 ₹ In Crores	Year Ended March 31, 2016 ₹ In Crores
A. CASH FLOW FROM OPERATING ACTIVITIES		
Profit before exceptional items, share of net profits of investments accounted for using equity method and tax	1,320.21	714.38
Adjustments for :		
Depreciation and amortisation expense	381.70	255.45
Amortisation of leasehold land	0.07	0.07
Remeasurement of net defined benefits	0.44	-
Finance Costs attributable to other than financial services operations	436.50	373.34
Interest Income on Loans and bank deposits	(99.80)	(98.06)
Measurement of financial assets at FVTPL	(48.18)	5.76
Dividend on Current Investments at FVTPL	-	(7.31)
Loss on Sale of Property Plant and Equipment	7.16	2.29
Capital Work in Progress written off	-	4.72
Property, Plant and Equipment written off	-	6.21
Advances Written Off	-	0.21
Write back of contingent consideration	-	(13.86)
Write-down of Inventories	8.93	6.59
Expected Credit Loss on Financial Assets (including Commitments)	154.98	167.74
Expected Credit Loss on Trade Receivables	7.87	8.65
Recognition of lease rent expense on straight-line method	(0.84)	7.94
Fair valuation of leased accomodation	0.01	0.02
Unrealised foreign exchange (gain) / loss	(26.29)	(40.21)
Operating Profit Before Working Capital Changes	2,142.76	1,393.93
Adjustments For Changes In Working Capital :		
Adjustments for (increase) / decrease in operating assets		
- Trade receivables	(130.17)	(143.82)
- Other Current Assets	(16.44)	30.49
- Other Non Current Assets	9.76	(24.80)
- Other Financial Assets - Non Current	3.02	(7.85)
- Other Financial Assets - Loans - Non Current	(3,826.99)	(1,066.48)
- Inventories	10.14	(76.95)
- Other Financial Assets - Current	(91.54)	(5.67)
- Other Financial Assets - Loans - Current	(35.46)	169.75
- Other Bank Balances	2.81	(18.66)
- Amounts invested in Debentures and Others (Net)	(7,758.11)	(7,192.25)
- Mutual funds	(185.33)	-
Adjustments for increase / (decrease) in operating liabilities		
- Trade Payables	56.80	27.21
- Long-term provisions	10.88	(3.64)
- Other Current Financial Liabilities	(22.79)	70.09
- Other Current Liabilities	(21.55)	32.87
- Short-term provisions	28.67	34.36
- Provisions for Grants - Committed	(11.75)	-
- Other Non-current Financial Liabilities	1.01	(2.49)
- Other Non-current Liabilities	6.93	23.88
- Interest accrued	254.06	176.15
Cash (Used in) Operations	(9,573.29)	(6,583.88)
- Taxes Paid (Net of Refunds)	(456.05)	(329.63)
Net Cash (Used in) Operating Activities Before Exceptional Items	(10,029.34)	(6,913.51)
Exceptional Items		
- Cost associated with R&D scale down, net of recoveries	-	(35.49)
- Severance pay	(9.95)	(7.19)
Net Cash (Used in) Operating Activities	(10,039.29)	(6,956.19)

CONSOLIDATED FINANCIAL STATEMENTS

CONSOLIDATED CASH FLOW STATEMENT

for the Year ended March 31, 2017

	Year Ended March 31, 2017 ₹ In Crores	Year Ended March 31, 2016 ₹ In Crores
B. CASH FLOW FROM INVESTING ACTIVITIES		
Payments for Purchase of Property Plant and Equipment / Intangible Assets	(2,186.41)	(699.56)
Proceeds from Sale of Property Plant and Equipment / Intangible Assets	73.90	1.45
Purchase of Current Investments:		
- in Mutual Funds	-	(11,260.19)
Proceeds from Sale of Current Investments:		
- in Mutual Funds	-	11,381.39
Interest Received	98.72	98.02
Restricted Escrow deposit placed	33.19	(45.99)
Purchase of Equity Instruments	-	(1.07)
Bank balances not considered as Cash and cash equivalents		
- Fixed deposits placed	(91.25)	(73.00)
- Matured	105.94	148.68
Dividend on Current Investments	-	7.31
Dividend received from Associate	27.90	36.06
Investment in Associate	(16.21)	(5.10)
Amount paid on acquisition (Refer Note 40)	(450.07)	(241.90)
Purchase of asset (held for sale)	(15.91)	-
Exceptional Items:		
- Sale of Property	-	11.30
- Sale of R&D assets	-	3.71
- Sale of Piramal Clinical Research Business	-	5.00
- Sale of BST-Cargel	-	29.85
Net Cash (Used in) Investing Activities	(2,420.20)	(604.04)
C. CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from Long Term Borrowings [Excludes Exchange Fluctuation Loss of ₹ 50.07 Crores (Previous Year Gain ₹ 6.84 Crores) on reinstatement of Foreign Currency Loan]	19,302.62	5,819.98
- Receipts	(9,560.03)	(1,134.47)
- Payments		
Proceeds from Short Term Borrowings [Excludes Exchange Fluctuation Loss of ₹ NIL (Previous Year Loss ₹ 5.97 Crores) on reinstatement of Foreign Currency Loan]	46,944.15	24,738.27
- Receipts	(42,695.90)	(20,747.68)
- Payments	(416.86)	(359.75)
Finance Costs Paid (other than those attributable to financial services operations)	(3.52)	(640.71)
Dividend Paid	-	(131.74)
Dividend Distribution Tax Paid	-	-
Net Cash Generated from Financing Activities	13,570.46	7,543.90
Net (Decrease) / Increase in Cash & Cash Equivalents [(A)+(B)+(C)]	1,110.97	(16.33)
Cash and Cash Equivalents as at April 1	226.57	233.35
Add: Effect of exchange fluctuation on cash and cash equivalents	(12.11)	8.02
Add: Cash balance acquired	38.78	1.53
Cash and Cash Equivalents as at March 31	1,364.21	226.57
Cash and Cash Equivalents Comprise of :		
Cash on Hand	0.48	7.16
Balance with Scheduled Banks in Current Accounts	264.52	290.82
Fixed Deposit with original maturity of less than 3 months	1,225.44	-
Bank Overdraft	(126.23)	(71.41)
	1,364.21	226.57

The above Statement of Consolidated Cash Flows should be read in conjunction with the accompanying notes.
As per our report of even date attached

For **Price Waterhouse**
Firm Registration Number: 301112E
Chartered Accountants

Jeetendra Mirchandani
Partner
Membership Number: 048125

Mumbai, May 12, 2017

For and on behalf of the Board of Directors

Ajay G. Piramal
Chairman
Rajesh Laddha
Chief Financial Officer
Leonard D'Souza
Company Secretary

Mumbai, May 12, 2017