

CASH FLOW STATEMENT for the year ended December 31, 2016

Particulars	2016 ₹ Crore	2015 ₹ Crore
A. Cash flow from operating activities		
Net Profit before Tax	808.87	783.97
Adjustments for:		
Depreciation and Amortisation expense (including Exceptional item in previous year)	605.16	805.23
Loss / (Profit) on sale / write off of fixed assets (Net)	(20.46)	30.45
Provision for diminution in the value of Non-current Investment (Refer Note - 41)	42.81	15.15
Gain on sale of current investments	(21.15)	(22.24)
Dividend income	(7.64)	(2.04)
Interest income	(62.45)	(93.60)
Finance costs	72.87	67.32
Provision for doubtful debts and advances (Net)	10.24	13.64
Bad debts written off	0.51	0.32
Provision for slow and non moving Stores & Spare parts	12.69	8.36
Provision no longer required written back	(23.68)	(10.66)
Unrealised exchange gain (Net)	(2.80)	(2.25)
Capital Spares Consumed	28.11	38.56
Operating profit before working capital changes	1,443.08	1,632.21
Changes in Working Capital:		
Adjustments for Decrease / (Increase) in operating assets:		
Decrease / (Increase) in Trade receivables, loans & advances and other assets	(77.57)	(217.32)
Decrease / (Increase) in Inventories	(47.84)	58.63
Adjustments for Increase / (Decrease) in operating liabilities:		
Increase / (Decrease) in Trade payables, Other liabilities and Provisions	334.16	216.63
Cash generated from operations	1,651.83	1,690.15
Direct tax paid - (Net of refunds)	(271.71)	(228.91)
Net Cash flow from operating activities	1,380.12	1,461.24
B. Cash flow from investing activities		
Loans to subsidiary company	(0.20)	-
Payment received against loan given to subsidiaries	-	3.08
Purchase of Fixed Assets (Including Capital work-in-progress and Capital Advances)	(518.88)	(1,168.14)
Proceeds from sale of Fixed Assets	21.33	3.86
Proceeds from sale of current investments	21.15	22.24
Purchase of Investment in joint venture company	-	(2.50)
Purchase of Investment in subsidiary company	(0.50)	-
Investment in bank deposits (having original maturity for more than 3 months) and Margin money deposit	(134.95)	(0.11)
Redemption / maturity of bank deposits (having original maturity for more than 3 months)	0.05	129.38
Dividend received from Associates	7.64	2.04
Interest Received	65.26	61.98
Net cash used in investing activities	(539.10)	(948.17)

CASH FLOW STATEMENT for the year ended December 31, 2016 (contd.)

Particulars	2016 ₹ Crore	2015 ₹ Crore
C. Cash flow from financing activities		
Proceeds from Issuance of equity shares (including Securities premium)	0.23	-
Interest paid	(47.80)	(41.49)
Proceeds from short term Borrowings from subsidiary company	11.70	35.50
Dividend paid	(320.32)	(561.67)
Dividend distribution tax paid	(64.98)	(113.36)
Net cash used in financing activities	(421.17)	(681.02)
Net increase / (decrease) in cash and cash equivalents	419.85	(167.95)
Cash and cash equivalents at the beginning of the year	1,389.04	1,556.99
Cash and cash equivalents at the end of the year	1,808.89	1,389.04
Components of cash and cash equivalents:		
Cash on hand	0.05	0.11
Balance with banks		
On current accounts	58.23	58.04
On deposit account	50.00	-
Earmarked for specific purpose (Refer Note (1) below)	32.34	33.44
Cash and cash equivalents (Refer Note - 17)	140.62	91.59
Add : Investment in Mutual Funds (Refer Note - 14)	730.00	65.00
Add : Investment in Certificate of Deposits (Refer Note - 14)	838.27	1,132.45
Add : Deposit with HDFC Limited (Refer Note - 18)	100.00	100.00
Cash and Cash equivalents in cash flow statement	1,808.89	1,389.04
Significant accounting policies (Refer Note - 2)		

- Note: 1 These balances are not available for use by the Company as they represent unpaid dividend liabilities.
2 The above Cash Flow Statement has been prepared under the "Indirect Method" as set out in the Accounting Standard (AS-3) on Cash Flow Statement.

The accompanying notes are an integral part of the financial statements

As per our report of even date

For and on behalf of the Board of Directors of ACC Limited,

For SRBC & COLLP

Chartered Accountants
ICAI Firm Registration No. 324982E/E300003

HARISH BADAMI

CEO & Managing Director
DIN: 02298385

N.S.SEKHSARIA

Chairman
DIN: 00276351

ARUNKUMAR R GANDHI

Director
DIN: 00007597

NEERAJ AKHOURY

Director
DIN: 07419090

per **RAVI BANSAL**

Partner
Membership No. 49365

SUNIL K. NAYAK

Chief Financial Officer

MARTIN KRIEGER

Director
DIN: 00077715

SUSHIL KUMAR ROONGTA

Director
DIN: 00309302

ASHWIN DANI

Director
DIN: 00009126

Mumbai, February 03, 2017

BURJOR D. NARIMAN
Company Secretary

FARROKH K. KAVARANA
Director
DIN: 00027689

VIJAY KUMAR SHARMA
Director
DIN: 02449088

FALGUNI NAYAR
Director
DIN: 00003633