

Cash Flow Statement for the year ended December 31, 2012

	2012	2011
	₹ Crore	₹ Crore
A. Cash flow from operating activities		
Net Profit before Taxation	1,451.49	1,540.42
Adjustments for:		
Depreciation and Amortisation	558.88	475.30
Exceptional item (Refer Note - 2(ii))	335.38	-
Loss / (Profit) on sale / write off of fixed assets (Net)	(6.15)	9.44
Gain on current investments	(84.68)	(36.15)
Dividend income	(3.09)	(31.82)
Interest income	(170.90)	(123.94)
Finance costs	114.65	96.91
Provision for doubtful debts and advances (Net)	(3.48)	(35.43)
Capital Spares Consumed	36.36	14.76
Operating profit before working capital changes	2,228.46	1,909.49
Changes in Working Capital:		
Adjustments for Decrease / (Increase) in operating assets:		
Decrease / (Increase) in Trade receivable	(23.40)	(21.01)
Decrease / (Increase) in Inventories	(21.77)	(184.58)
Decrease / (Increase) in Short-term loans & advances	(41.78)	34.77
Decrease / (Increase) in Long-term loans & advances	(40.55)	(34.79)
Decrease / (Increase) in Other non-current assets	(109.28)	(2.30)
Adjustments for Increase / (Decrease) in operating liabilities:		
Increase / (Decrease) in Trade payables	(168.67)	124.89
Increase / (Decrease) in Other current liabilities	(83.55)	109.15
Increase / (Decrease) in Other long-term liabilities	5.56	33.86
Increase / (Decrease) in Short-term provisions	6.24	2.19
Increase / (Decrease) in Long-term provisions	31.66	15.86
Cash generated from operations	1,782.92	1,987.53
Income tax paid - (Net of refunds)	(205.92)	(416.22)
Net Cash flow from operating activities	1,577.00	1,571.31
B. Cash flow from investing activities		
Loans to subsidiary companies	(4.92)	(30.64)
Repayment of loans from subsidiary companies	-	61.00
Purchase of Fixed assets (Including capital work-in-progress and capital advances)	(568.40)	(468.07)
Proceeds from sale of Fixed assets	16.39	35.89
Gain on Current investments	84.68	36.15
Purchase of non current Investments	(0.34)	-
Purchase of Investments in subsidiary company	(5.00)	(50.00)
Investment in other bank balances	(0.12)	(0.07)
Dividend received	3.09	31.83
Interest received	163.97	125.67
Net cash used in investing activities	(310.65)	(258.24)

Cash Flow Statement for the year ended December 31, 2012 (contd.)

	2012	2011
	₹ Crore	₹ Crore
C. Cash flow from financing activities		
Finance costs {includes interest capitalised ₹ Nil (Previous Year ₹ 1.28 Crore)}	(110.19)	(72.76)
Repayment of Short-term borrowings	(1.62)	(9.93)
Repayment of Long-term borrowings	(346.05)	(3.16)
Dividend paid	(522.88)	(585.05)
Dividend distribution tax paid	(85.28)	(97.42)
Net cash used in financing activities	(1,066.02)	(768.32)
Net increase / (decrease) in cash and cash equivalents	200.33	544.75
Cash and cash equivalents at the beginning of the year	2,830.32	2,285.57
Cash and cash equivalents acquired on account of amalgamation	4.40	-
Cash and cash equivalents at the end of the year	3,035.05	2,830.32
Components of cash and cash equivalents:		
Cash on hand	0.14	0.16
Balance with banks -		
On current accounts	111.03	78.06
On deposit account	530.00	1,540.06
Earmarked for specific purpose (Refer Note (1) below)	35.00	32.19
Cash and cash equivalents (Refer Note 19)	676.17	1,650.47
Add : Investment in Mutual Funds	1,034.00	594.00
Add : Investment in Certificate of Deposits	1,324.88	585.85
Cash and Cash equivalents in cash flow statement	3,035.05	2,830.32
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 amalgamation of Encore and ACCCL with Company is non-cash transaction and hence, has no impact on the Company's cash flow for the Year.

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 S.R. BATLIBOI & CO.
Firm Registration No. 301003E
Chartered Accountants

N.S.SEKHSARIA
Chairman

PAUL HUGENTOBLER
Deputy Chairman

S.M.PALIA
NARESH CHANDRA
M.L.NARULA
R.A.SHAH

per RAVI BANSAL
Partner
Membership No. 49365

KULDIP KAURA
CEO & Managing Director

SUNIL K. NAYAK
Chief Financial Officer

SHAILESH V. HARIBHAKTI
AIDAN LYNAM
SUSHIL KUMAR ROONGTA
ASHWIN DANI
BERNARD FONTANA

Directors

BURJOR D. NARIMAN
Company Secretary