

CASH FLOW STATEMENT

FOR THE PERIOD ENDED 30TH SEPTEMBER 2006

	*Period ended 30-Sept-2006 (See Note - 4)	(Rs. in lacs) Period ended 31-Mar-2005 (See Note - 4)
Cash Flow from operating activities		
Profit before taxation	36,030.20	-
Adjustments for :		
Depreciation	29,090.26	-
Excess provisions written back	(707.14)	-
Interest expenses	6,087.02	-
Profit or Loss on Sale/redemption of investments (net)	43.59	-
Loss on sale of fixed assets (net)	1,377.69	-
Dividend/Interest	(3,280.11)	-
Miscellaneous expenditure written off	7.67	-
Operating Profit before working capital changes	68,649.18	-
Adjustments for :		
Trade and other receivables	(9,269.47)	-
Inventories	(2,658.30)	-
Current liabilities and provisions	12,439.16	7.60
Service line and security deposits	2,556.19	-
Interest on security deposits	(2,482.60)	-
Cash Generated from operations	69,234.16	7.60
Taxes paid (net of tax refund Rs. 3,593.28 lacs)	(12,298.09)	-
Net Cash Flow from operating activities	56,936.07	7.60
Cash Flow from investing activities		
Purchase of fixed assets	(129,823.64)	-
Sale of fixed assets	1,022.13	-
Purchase of investments	(4,692.90)	-
Sale of investments	2,276.21	-
Dividend and interest received from investments	3,237.77	-
Pre-operative expenses incurred during construction period to be capitalized on completion of project	(2,430.08)	-
Net Cash used in investing activities	(130,410.51)	-
Cash Flow from financing activities		
Share capital	1,429.00	1.00
Long term borrowings	39,130.69	-
Unsecured loan	6,551.00	-
Repayments of fixed deposits	(5.28)	-
Repayments of borrowings	(7,157.90)	-
Repayments of APDRP loan	(173.44)	-
Service line contribution	7,812.70	-
APDRP grant	4,589.00	-
Dividend paid	(2,547.24)	-
Interest paid	(5,319.75)	-
Miscellaneous expenditure	-	(7.67)
Net Cash used in financing activities	44,308.78	(6.67)
Net increase/(decrease) in cash and cash equivalents	(29,165.66)	0.93
Cash and cash equivalents as at 01-04-2005 (Opening Balance)	47,203.60	-
Cash and cash equivalents as at 30-09-2006 (Closing Balance)	18,037.94	0.93

*Transaction arising out of Scheme of Arrangement is a non cash transaction and not considered.

As per our report of even date

For C. C. CHOKSHI & CO.
Chartered Accountants

Gaurav J. Shah
Partner

Ahmedabad, 7th November 2006

Sudhir Mehta
Chairman

Samir Mehta
Director

Jagdish Mehta
Company Secretary

Ahmedabad, 7th November 2006