

CASH FLOW STATEMENT

for the year ended December 31, 2015

(₹ in million)

	31.12.2015	31.12.2014
Cash flows from Operating activities		
Net profit before tax	2,938.1	2,323.7
Adjustments:		
Depreciation and amortisation	655.1	493.5
Finance costs	21.2	9.7
Unrealised exchange (gain) / loss (net)	(93.7)	37.6
Interest income	(488.3)	(349.2)
(Gain) / loss on fixed assets sold (net)	(0.1)	11.1
Provision for doubtful debts / advances	4.9	7.9
Debts / advances written off	2.0	15.5
Provision for Gratuity / leave encashment (write back) / charge	(9.5)	82.1
Provision for warranty	6.2	-
Provision no longer required written back - others	(2.3)	(2.3)
TDS on other Income	-	(0.3)
	95.5	305.6
Operating cash flow before changes in working capital	3,033.6	2,629.3
Increase in trade and other receivables	(315.8)	(21.1)
Increase in inventories	(221.3)	(203.1)
Increase / (Decrease) in trade and other payables	447.0	(508.7)
	(90.1)	(732.9)
Cash generated from operations	2,943.5	1,896.4
Income tax paid (net of refunds)	(1,124.6)	(722.6)
A Net cash generated from Operating activities	1,818.9	1,173.8
Cash flows from Investing activities		
Purchase and construction of fixed assets (tangible and intangible fixed assets) (see note below)	(577.7)	(405.2)
Proceeds from sale of fixed assets	2.3	4.2
Purchase of Investment	(125.3)	-
(Investment in) / Maturity of fixed deposits (Maturity of more than three months)	(1,870.4)	(1,820.0)
Interest received	349.9	266.6
B Net cash used in Investing activities	(2,221.2)	(1,954.4)
Cash flows from Financing activities		
Finance costs paid	(21.2)	(9.7)
Dividends paid on equity shares	(124.3)	(99.5)
Tax paid on dividends	(26.1)	(16.9)
C Net cash used in Financing activities	(171.6)	(126.1)
Net (decrease) in cash and cash equivalents (A + B + C)	(573.9)	(906.7)
Cash and cash equivalents at the beginning of period (see note below)	1,199.9	2,106.6
Cash and cash equivalents acquired pursuant to merger (refer note 44)	28.1	-
Cash and cash equivalents at the end of period (see note below)	654.1	1,199.9
	(573.9)	(906.7)

Continued...

CASH FLOW STATEMENT

FAG

for the year ended December 31, 2015

...Continued

(₹ in million)

Notes:

- (1) Purchase of fixed assets includes payments for items in capital work in progress and advances of capital nature.
- (2) The amalgamation of FAG Roller Bearings Private Limited with the Company is a non cash transaction. (refer note 44)
- (3) Cash and Cash equivalents comprise of:

	31.12.2015	31.12.2014
Cheques on hand	120.7	75.0
With scheduled banks on:		
Current accounts [includes Restricted balance of unpaid dividend ₹ 4.3 (Previous year: ₹ 4.0)]	533.4	544.9
Deposit accounts (maturity upto three months)	–	580.0
	654.1	1,199.9

The notes referred to above form an integral part of the financial statements.

As per our report of even date attached

For **B S R & Co. LLP**

Chartered Accountants

Firm's Reg. No. 101248W / W-100022

Vijay Mathur

Partner

Membership No. 046476

Mumbai: February 12, 2016

For and on behalf of the Board of Directors of
FAG Bearings India Limited

Avinash Gandhi

Chairman

Satish Patel

Chief Financial Officer

Mumbai: February 12, 2016

Rajendra Anandpara
Managing Director

Raj Sarraf

Company Secretary