

**HR Trading Division :: CASH FLOW STATEMENT**  
AS AT 31ST MARCH, 2007

<b>PARTICULARS</b>	<b>2007</b>	<b>2006</b>
<b>(A) CASH FLOW FROM OPERATING ACTIVITIES :</b>	2006-07 Rs.	2005-06 Rs.
Net Profit before tax	5075182	4871150
Adjustments for :		
Interest (Net)	9121327	5310929
Share Divided	-6453	-15095
Depreciation	935913	967288
Profit on Sale of Investments	0	-1220564
Operating Profit before Working Capital Changes	15125969	9913708
(Increase)/Decrease in trade and other receivables	-23502105	-70995306
(Increase)/Decrease in Inventories	-446531	-2239013
Increase/(Decrease) in Trade Payable	8050736	4964307
Net Cash from Operating Activities	-771931	-58356304
<b>(B) CASH FLOW FROM INVESTING ACTIVITIES :</b>		
Additions to Investments	0	-6711163
Share Dividend	6453	15095
Additions to Fixed Assets	-8200	-14582057
Sale Proceeds of Investments	0	2896544
Interest (Net)	892736	640155
Net Cash from Investing Activities	890989	-17741426
<b>(C) CASH FLOW FROM FINANCING ACTIVITIES :</b>		
Proceeds from Long Term Borrowing (Net)	12332302	34201457
Interest (Net)	-10014063	-5951084
Proceeds of shares to be issued on Amalgamation	0	19078400
Increase in Reserve due to Amalgamation	0	32775622
Increase in Miscellaneous Expenditure	-100000	80104395
Net Cash from Financing Activities	2218239	
Net (Decrease)/Increase in Cash and Cash equivalents (A+B+C)	2337397	4006665
Cash and Cash equivalents at the beginning of the year	7268219	3261554
Cash and Cash equivalents at the end of the year	9605616	7268219

As per our annexed report of even date.  
For **P. C. PATNI & CO.**  
**Chartered Accountants**

21, Hemant Basu Sarani,  
4th Floor, Unit : 417  
Kolkata – 700 001

Dated : 23rd August, 2007.

**Sd/-**  
**(P. C. PATNI)**  
**Partner**  
M. No.: 300-52317

**Sd/-**  
Khemraj Bakliwal  
**Sd/-**  
Jyoti Mohan Mall  
**Directors**