

# ONGC VIDESH LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED 31st March, 2010

(₹ in Million)

	Year Ended 31st March, 2010		Year Ended 31st March, 2009	
<b>A. CASH FLOW FROM OPERATING ACTIVITIES:</b>				
Net profit before tax and prior period items		18,957.28		25,660.45
Adjustments For:				
Depreciation, Depletion & Amortisation	11,727.54		15,453.92	
Less : Cash Outflows	4,223.33		8,291.12	
	7,504.21		7,162.80	
-Interest on Borrowings	3,772.40		7,180.00	
-Provision for Gratuity	25.28		89.30	
-Provision for Leave Encashment	26.38		39.43	
-Provision for Terminal Benefits	15.03		11.23	
-Provision for Doubtful Debt	0.00		1,831.09	
-Provision for Abandonment	0.00		0.00	
-Provision for Pay Revision Arrears	(116.46)		48.48	
-Provision for Productivity Allowance	0.00		(0.95)	
-Provision for Wells drilled under Service Contract	25.96		64.70	
-Forex Translation Adjustment	891.89		779.07	
-Provision for Stores & Spares	0.00		0.00	
-Other Provisions & Write Off	1,275.77		981.91	
-Interest Income	(299.59)	13,120.87	(389.96)	17,797.10
Operating Profit before Working Capital Changes		32,078.15		43,457.55
Adjustments for:-				
-Debtors	531.61		2,677.25	
-Loans and Advances	4,508.49		(4,590.21)	
-Inventories	(274.66)		(0.76)	
-Trade Payable and Other Liabilities	1,080.75	5,846.19	3,082.16	1,168.44
Cash generated from Operations		37,924.34		44,625.99
Direct Taxes Paid		(4,185.14)		(16,796.26)
Cash Flow before Prior period items		33,739.20		27,829.73
Prior period items		(16.98)		(1.14)
<b>Net Cash Flow from Operating Activities 'A'</b>		<b>33,722.22</b>		<b>27,828.59</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES:</b>				
Purchase of Fixed Assets (Net)		(1,105.42)		(572.57)
Expenditure on Projects		(19,799.69)		(13,303.01)
Investment in Subsidiaries		(85,341.78)		(608.49)
Loans Advances to JVs/Subsidiaries		96,146.42		(97,120.38)
-Forex Translation Reserve		(11,951.70)		4,730.14
Advance to Sudapet & Shell		584.06		(1,428.82)
Interest Received		284.54		387.65
<b>Net Cash Flow from Investing Activities 'B'</b>		<b>(21,183.57)</b>		<b>(107,915.48)</b>

<b>C. CASH FLOW FROM FINANCING ACTIVITIES:</b>		
Proceeds from Non Convertible Redeemable Bonds	23,400.00	0.00
Proceeds from Issue of Commercial Papers	(41,600.00)	48,553.73
Proceeds from Issue of Share Capital	0.00	0.00
Net Long Term Borrowings from ONGC	9,657.80	40,416.33
Repayment of Long Term Borrowings from OIBD	0.00	0.00
Cash Credit	0.00	0.00
Dividend paid	0.00	0.00
Tax on Dividend	0.00	0.00
Interest Paid	(3,772.40)	(6,323.53)
<b>Net Cash Flow from Financing Activities 'C'</b>	<b>(12,314.60)</b>	<b>82,646.53</b>
Net Increase/(Decrease) in Cash and Cash Equivalents (A+B+C)	224.04	2,559.64
Cash and Cash Equivalents as at 1st April, 2009 (Opening Balance)	5,431.02	2,871.38
Cash and Cash Equivalents as at 31st March, 2010 (Closing Balance)	5,655.06	5,431.02

**Notes:**

1 The above Cash Flow Statement has been prepared under the 'Indirect Method' as set out in the Accounting Standard-3 on Cash Flow Statements issued by The Institute of Chartered Accountants of India.

2 Cash and Cash Equivalent represent:-

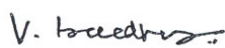
	2009-10	2008-09
a) Cash and Bank Balances	5,547.68	5,363.31
b) Abandonment Fund Deposits with J P Morgan Chase Bank (in accordance with the requirements of PSA for Sakhalin-1, Russia Project)*	107.37	67.71
Total	5,655.05	5,431.02

\* The same can be withdrawn only for the specified purposes in accordance with the PSA Provisions.

3 Bracket indicates cash outflow.

4 Previous year figures have been regrouped wherever necessary to confirm the current year's classification

5 Adjustment have not been made to purchase of fixed assets etc. (investing activities), on account of increase / decrease in Capital Creditors.  
The impact of the above is not readily ascertainable.



(V Sreedher)  
Company Secretary



(S. P. Garg)  
Director (Finance)



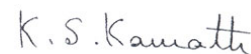
(R. S. Butola)  
Managing Director



(R. S. Sharma)  
Chairman

As per our preliminary observations of even date attached

For BATRA SAPRA & COMPANY  
Chartered Accountants



(K. S. KAMATH)

Partner (M No.44492)

Firm Registration Number 000103N

New Delhi  
May 21, 2010