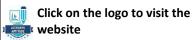


1. Net Profit before tax and extraordinary items

- Net Profit for the year + Interim Dividend + Loss of assets due to fire + Provision for Tax +
 Proposed Dividend Insurance claim received for Loss due to Fire Tax refund
- = Rs. 7,50,000 + Rs. 90,000 + Rs. 20,000 + Rs. 80,000 + Rs. 1,60,000 Rs. 10,000 Rs. 20,000
- = Rs. 10,70,000
- 2. <u>Operating profit before working capital changes</u>
 - Net Profit before tax and extraordinary items + Adjustments for non-cash and non-operating expenses and goodwill amortised Adjustments for non-cash and non-operating incomes
 - = Rs. 10,70,000 + Rs. 40,000 + Rs. 70,000** Rs. 30,000
 - = Rs. 11,50,000
 - ** Goodwill amortised = Opening goodwill + Goodwill purchased Closing goodwill

3. Cash flow from Investing Activities

- Interest on Non-Current Investments + Insurance claim for loss of assets due to fire –
 Purchase of Investments Purchase of Machinery Goodwill purchased
- = Rs. 30,000 + Rs. 10,000 Rs. 1,00,000 Rs. 1,60,000 Rs. 20,000
- = Rs. (2,40,000) Outflow



- 4. Cash flow from Financing Activities:
 - = Raise of Bank overdraft Interim Dividend Paid Final Dividend paid
 - = Rs. 50,000 Rs. 90,000 Rs. 1,60,000
 - = Rs. (2,00,000) Outflow
- 5. Closing Cash and Cash Equivalents:
 - = Cash in Hand + Investment in Marketable Securities
 - = Rs. 2,00,000 + Rs. 1,50,000
 - = Rs. 3,50,000

