

Cash Flow Statement

Hi-Tech Gears Ltd.



FOR YEAR ENDED 31ST MARCH, 2005

	Current Year	Previous Year
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit Before Tax and Extraordinary Items	100,999,308	63,099,200
Adjustments for :		
1. Depreciation Net	66,746,762	65,005,795
2. Foreign Exchange		
3. Investments		
4. Interest/Dividend		
Operating Profit Before Working Capital Changes	167,746,070	128,104,995
Adjustment for :		
1. Trade and Other Receivables	(47,079,223)	(14,632,670)
2. Inventories	(127,475,590)	(48,804,370)
3. Trade Payables	58,984,166	65,120,620
Cash Generated from Operations		
1. Interest Paid		
2. Direct Tax Paid	(36,148,772)	(24,334,983)
Cash Flow before Extraordinary Items		
1. Extraordinary Items (Prelm. Exp. Written off)	6,987	74,435
2. Extraordinary Items (State Capital Investment Subsidy)		
Net Cash From Operating Activities	16,033,639	105,528,025
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets	341,129,877	185,919,908
Sale of Fixed Assets	(3,641,413)	(1,280,987)
Acquisitions of Companies (As OER Annexure)		
Purchase of Investments		
Sale of Investments		
Interest Received		
Dividend Received		
Net Cash in Invest Activities	337,488,464	184,638,921
C. CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from Issue of Share Capital		
Proceeds from Long Term Borrowings	291,759,433	24,544,352
Repayments of Finance Lease Liabilities		
Dividends Paid		
Net Cash used in Financing Activities		
Net Increase in Cash and Cash Equivalents (A+C-b)	(29,695,392)	(54,566,544)
Net Increase in Cash and Cash Equivalents	(29,695,392)	(54,566,544)
Opening Balances	70,398,700	124,965,244
Closing Balances	40,703,308	70,398,700

Sd/-
C N Hegde
C.F.O.

Deep Kapuria Sd/-

Chairman &
Managing Director

K.L. Kalra Sd/-

Director

Sd/-
Vijay Mathur
DGM (Finance)

Sandeep Dinodia Sd/-

Director

Sd/-
Praveen Jain
Co. Secretary

Pranav Kapuria Sd/-

Director -Operations

Place : Gurgaon
Dated : 30th May, 2005

Auditor's Report

We have checked the attached cashflow statement of HI-TECH GEARS LTD. for the year ended March 31, 2005 from the books and records maintain by the company in the ordinary course of business and found accordance therewith.

Per our report attached
For Gupta Vigg & Co.
Chartered Accountants

Sd/-
Kawal Jain
Partner

Additional Information of Part III of schedule VI of the Companies Act, 1956.

Balance Sheet Abstract and Company's General Business Profile.

I. REGISTRATION DETAILS

Registration No. 4536	State Code 17	Refer Code List
Balance Sheet Date	31 3	2005
	Date	Month Year

II. CAPITAL RAISED DURING THE YEAR (Amount in Rs. Thousands)

Public Issue	Nil	Right Issue
Bonus Issue	46920	Private Placement
Convesioned	Nil	Warrants

III. POSITION OF MOBILISATION AND DEPLOYMENT OF FUNDS (Amounts in Thousands)

Total Liabilities	982,800	Total Assets	982800
Sources of Funds			
Paid Up Capital	93,840	Reserves & Surplus	274,229
Secured Loans	564,475	Unsecured Loans	-
Deferred Tax Liability	50,256		
Application of Funds	982,800		
Net Fixed Assets	729,017	Investments	140
Net Current Assets	215,921	Misc. Expenditure	-
Accumulated Losses.	-	Pre-oprative Exp	37,722

IV. PERFORMANCE OF COMPANY (Amount in Rs. Thousands)

Turnover	1,804,915	Total Expenditure	1,680,456
Profit/Loss Before Tax	124,459	Profit/Loss after Tax	78,013
(Please tick appropriate box + For Profit - Loss)			
Earning Per Share In Rs. (On Enhance Capital)	8.32	Dividend Rate (On Enhance Capital)	37.50% 12.50 %

V. GENERIC NAMES OF THREE PRINCIPAL PRODUCTS/SERVICES OF COMPANY

(As Per Monetry Terms)	
Items Code No. (ITC Code)	8483100000
Product Description	Gears Amd Transmission Shafts & Timing Gears.
Items Code No. (ITC Code)	- N.A.-
Product Description	- N.A.-
Items Code No. (ITC Code)	- N.A.-
Product Description	- N.A.-

Note: For ITC code of products please refer to the publication indian trade classification based on harmonized company description and coding system by Ministry of Commerce, Directorate General of Commercial Intelligences Statistics, Culcutta-700001.