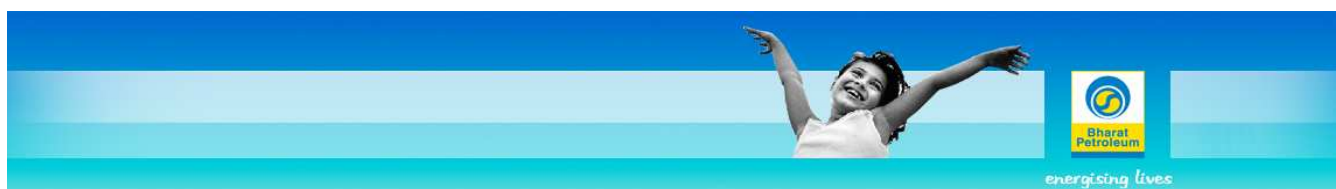


BHARAT PETROLEUM CORPORATION LIMITED
CASH FLOW STATEMENT

<i>For the year ended 31st March</i>		2009	2008
	Notes	Rs. Crores	Rs. Crores
A Cash Flow from Operating Activities			
Net Profit Before tax and prior period items		1,017.57	2,471.91
<i>Adjustments for :</i>			
Depreciation		1,075.53	1,098.21
Interest		2,166.37	672.47
Foreign Exchange Fluctuations	Note 3	631.25	(115.88)
(Profit) / Loss on Sale of fixed assets		1.77	1.01
(Profit) / Loss on Sale of investments		515.42	(47.91)
Income from Investments		(692.68)	(504.69)
Dividend Received		(118.55)	(135.20)
Other Non-Cash items	Note 4	(31.33)	195.75
Operating Profit before Working Capital Changes		4,565.35	3,635.67
<i>(Invested in)/Generated from :</i>			
Trade Receivables		178.80	(92.59)
Other receivables		130.66	(3,964.64)
Inventory		3,767.75	(1,946.93)
Current Liabilities & Payables		(2,018.72)	3,488.06
Cash generated from Operations		6,623.84	1,119.57
Direct Taxes paid		(395.56)	(828.37)
Cash flow before prior period items		6,228.28	291.20
Prior Period Items		(13.46)	125.38
Non Cash items		(2.48)	0.55
Net Cash from Operating Activities		6,212.34	417.13

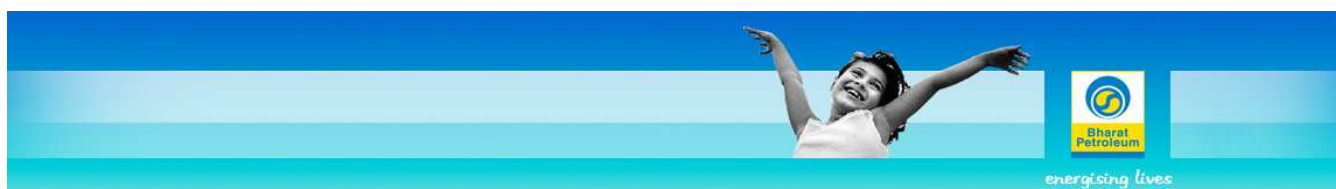


BHARAT PETROLEUM CORPORATION LIMITED

CASH FLOW STATEMENT

CASH FLOW STATEMENT (contd.)

<i>For the year ended 31st March</i>		2009	2008
	Notes	Rs. Crore	Rs. Crore
B	<u>Net Cash Flow from Investing Activities</u>		
	Purchase of fixed assets	(2,332.33)	(2,066.47)
	Sale of fixed assets	3.64	37.53
	(Investment)/Sale of Investment in Joint Venture Companies		
	Bharat Shell Ltd.	-	152.40
	Central UP Gas Ltd.	-	(0.03)
	Bharat Stars Services Pvt. Ltd	(1.60)	(3.40)
	VI-e Trans Pvt. Ltd.	0.01	
	Bharat Renewable Energy Pvt. Ltd	(1.00)	-
	Matrix Bharat Marine Services Pte. Ltd.	(8.41)	-
	Advance for Investments	(402.99)	(50.72)
	Purchase of Investments	(18,523.13)	(4,720.55)
	Sale of Investments	10,691.55	2,453.89
	Income from Investment	546.96	508.20
	Dividend Received	118.55	135.20
		(9,908.75)	(3,553.95)
C	<u>Net Cash Flow from Financing Activities</u>		
	Long term Borrowings	1,469.00	999.02
	Repayment of loans	(1,186.30)	(149.04)
	Interest paid	(2,182.13)	(634.46)
	Dividend Paid	(144.62)	(361.67)
	Corporate Dividend Tax	(9.16)	(61.44)
	Realised gains of exchange differences on foreign currency loans	(232.11)	9.85
	Net Cash Flow from Financing Activities	(2,285.32)	(197.74)
D	Net Increase / (Decrease) in Cash and Cash equivalents	(5,981.73)	(3,334.56)
	(A+B+C)		



BHARAT PETROLEUM CORPORATION LIMITED

CASH FLOW STATEMENT

CASH FLOW STATEMENT (contd.)

		2008	2007
Cash and Cash equivalents as at 31st March	Notes	Rs. Crores	Rs. Crores
Cash in Hand		395.84	408.89
Cash at Bank		565.75	444.95
Cash in transit		-	10.12
Cash Credit from scheduled banks		(930.12)	(1,713.43)
CBLOs		(1,000.00)	(866.00)
Unsecured loans from scheduled banks / ICDs / CPs		(10,171.14)	(6,089.64)
		(11,139.67)	(7,805.11)
Cash and Cash equivalents as at 31st March		2009	2008
Cash in Hand		124.49	395.84
Cash at Bank		315.39	565.75
Cash in transit		1.67	-
Cash Credit from scheduled banks		(2,497.70)	(930.12)
CBLOs		(150.00)	(1,000.00)
Unsecured loans from scheduled banks / ICDs / CPs		(14,915.25)	(10,171.14)
		(17,121.40)	(11,139.67)
Net change in Cash and Cash equivalents		(5,981.73)	(3,334.56)

Explanatory notes to Cash Flow Statement

1. The Cash Flow Statement is prepared in accordance with the format prescribed by Securities and Exchange Board of India and as per Accounting Standard 3 prescribed by the Institute of Chartered Accountants of India.
2. In Part-A of the Cash Flow Statement, figures in brackets indicate deductions made from the Net Profit for deriving the net cash flow from operating activities. In Part-B and Part-C, figures in brackets indicate cash outflows.
3. The net profit / loss arising due to conversion of current assets / current liabilities, receivable / payable in foreign currency is furnished under the head "Foreign Exchange Fluctuations".
4. "Other Non-Cash items" include excess provisions written back, foreign exchange adjustments, diminution in value of investment, amortisation of Capital grant, Bad debts and materials written off and miscellaneous adjustments not affecting cash flow.
5. Figures of the previous year have been regrouped wherever necessary, to conform to current year's presentation.

For and on behalf of the Board of Directors

ASHOK SINHA

Chairman and Managing Director

Place: Mumbai

Dated: 29th May, 2009

As per our attached report of even date

For and on behalf of

B.K. KHARE & CO.

Chartered Accountants

PADMINI KHARE KAICKER

Partner

Membership No. 44784