

Cash Flow Statement for the year ended December 31, 2008

	Rupees	
	Year Ended December 31, 2008	Year Ended December 31, 2007
A. CASH FLOW FROM OPERATING ACTIVITIES :		
Profit before tax	1,751,233,767	914,735,550
Adjustments for:		
Depreciation/amortisation	118,437,614	133,387,378
Provision for leave encashment	(17,266,609)	61,659,177
Provision for gratuity	2,498,895	6,929,545
(Profit)/loss on sale of fixed assets	2,184,622	(44,919,917)
(Profit)/loss on sale of investments	(89,233,303)	(2,304,789)
(Increase)/decrease in accrued income	(4,607,836)	(2,404,371)
Provision for bad debts	16,250,245	17,275,193
Interest on deposits and loans	(31,955,543)	(15,532,052)
Dividend income	(63,406,765)	(66,857,719)
Diminution in value of Investments	13,642,499	-
Rental income	-	(3,793,548)
Operating profit before working capital changes	1,697,777,586	998,174,447
Movements in working capital		
- (Increase)/decrease in sundry debtors	(141,181,252)	(217,877,390)
- (Increase)/decrease in sundry deposits	(9,746,074)	(232,020,960)
- (Increase)/decrease in loans	(820,577)	(7,211,984)
- (Increase)/decrease in advances	(8,899,253)	(17,773,410)
- Increase/(decrease) in sundry creditors	107,379,537	152,144,520
- Increase/(decrease) in fee received in advance	184,703,952	110,461,387
- Increase/(decrease) in other liabilities	26,326,802	10,469,874
Cash generated from operations	1,855,540,721	796,366,484
- Taxes paid	(482,834,082)	(268,824,790)
Net cash generated from operating activities - (A)	1,372,706,639	527,541,694

Rupees

	Year Ended December 31, 2008	Year Ended December 31, 2007
B. CASH FLOW FROM INVESTING ACTIVITIES:		
Purchase of fixed assets	(204,696,607)	(215,559,084)
Proceeds from sale of fixed assets	3,095,241	58,264,093
Investment in CRISIL Credit Information Services Limited	-	(500,000)
Investments in mutual funds (net)	(1,150,000,000)	(700,000,000)
Sale proceeds from investments in mutual funds	1,090,149,041	152,304,789
Investment in fixed deposits (net)	(802,573,695)	5,269,044
"Purchase consideration for transfer of Advisory Business to CRISIL Risk and Infrastructure Solutions Limited, a wholly-owned subsidiary (Refer Note 4 – Schedule P)"	-	96,241,235
Consideration received towards sale of a subsidiary	100,324,000	-
Investment in CRISIL Irevna Argentina, S.A	(10,501,668)	-
Interest on deposits and loans	20,797,845	15,798,402
Dividend income	63,406,765	66,857,719
Rental income	-	3,793,548
Net cash generated from/(used in) investing activities – (B)	(889,999,078)	(517,530,254)
C. CASH FLOW FROM FINANCING ACTIVITIES:		
Increase in share capital	-	4,695,600
Increase in securities premium	-	188,880,510
Dividend and dividend tax paid	(507,173,326)	(118,552,905)
Loan given to CRISIL Risk and Infrastructure Solutions Limited	(32,500,000)	(120,500,000)
Loan repaid by CRISIL Risk and Infrastructure Solutions Limited	82,200,000	48,300,000
Net cash generated from/(used in) financing activities – (C)	(457,473,326)	2,823,205
Net Increase/(decrease) in cash and cash equivalents (A+B+C)	25,234,235	12,834,645
Cash and cash equivalents – Opening balance	166,091,900	76,098,665
Add : Adjustments on account of amalgamation of subsidiaries	-	77,158,590
Cash and Cash Equivalents – Closing balance	191,326,135	166,091,900
Net Increase/(decrease) in Cash and Cash Equivalents	25,234,235	12,834,645
Components of Cash and Cash Equivalents as at		
Cash on hand	137,941	214,824
With banks on current account	191,188,194	165,877,076
	191,326,135	166,091,900
Note : Assets and liabilities acquired as a result of amalgamation of Subsidiaries with the Company have been excluded from the current year cash flow statement as the transaction is non-cash in nature.		
Significant accounting policies and notes to the Accounts	Schedule P	
The schedules referred to above and notes to accounts form an integral part of the Cash flow statement.		

As per our report of even date.

For and on behalf of the Board of Directors of CRISIL Limited

For S. R. BATLIBOI & CO.
Chartered Accountantsper Shrawan Jalan
Partner
Membership No.: 102102

Mumbai, February 23, 2009

R. Ravimohan
ChairmanRoopa Kudva
Managing Director & CEOShrikant Dev
Company Secretary
Mumbai, February 23, 2009Thomas Schiller
B. V. Bhargava
David Pearce
Rama Bijapurkar
H. N. Sinor
Nachiket Mor

Director