

Sify Technologies Limited
Consolidated Statements of Cash Flows
For the fiscal years ended March 31,

(In thousands of Rupees, except share data and as otherwise stated)

	Year ended March 31,			
	2009	2008	2007	2009
	Rs	Rs	Rs	Convenience translation into US\$ (Unaudited) Note 2(c)
Profit/(loss) for the year	(851,633)	25,446	271,372	(16,714)
<i>Adjustments for:</i>				
Depreciation and amortization	498,872	394,337	463,780	9,791
Impairment loss on goodwill	15,200	-	-	298
Share of profit of equity accounted investee	(64,091)	(181,127)	(61,030)	(1,258)
(Gain) / loss on sale of property, plant and equipment	(828)	107	(487)	(16)
Provision for doubtful receivables	84,346	131,954	153,638	1,655
Provision for finance lease receivables	6,929	-	-	136
Stock compensation expense	61,380	56,410	60,933	1,205
Gain on disposal of subsidiary	-	-	(226)	-
Net finance (income) / expenditure	129,095	(104,101)	(128,642)	2,534
Income tax expense/(benefit)	97,049	63,975	(66,113)	1,905
Unrealized (gain)/ loss on account of exchange differences	455	496	16,012	9
Amortisation of Leasehold Prepayments	8,403	-	-	165
Provison for infrastructure costs	10,000	-	-	196
	(4,823)	387,497	709,237	(94)
Change in trade and other receivables	(314,349)	(678,051)	(651,650)	(6,170)
Change in inventories	(1,337)	(9,066)	1,777	(26)
Change in other assets	224,625	(757,472)	(21,898)	4,409
Change in trade and other payables	(171,261)	460,211	142,879	(3,361)
Change in employee benefits	17,704	7,111	(13,083)	347
Change in deferred income	(13,555)	(81,673)	5,697	(266)
	(262,996)	(671,443)	172,959	(5,161)
Income taxes paid	(108,560)	(168,426)	(56,697)	(2,131)
Net cash from / (used in) operating activities	(371,556)	(839,869)	116,262	(7,292)

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Cash flows from / (used in) investing activities				
Acquisition of property, plant and equipment	(1,170,905)	(849,091)	(686,320)	(22,981)
Expenditure on intangible assets	(165,247)	(30,238)	(65,474)	(3,243)
Proceeds from sale of property, plant and equipment	2,393	5,630	5,465	47
Net investment in leases	5,111	16,552	(6,974)	100
Finance income received	154,492	121,162	138,762	3,032
Short term investments (net)	-	(20,315)	-	-
Business acquisition (net of cash)	-	-	(93,775)	-
Net cash from / (used in) investing activities	(1,174,156)	(756,300)	(708,316)	(23,045)
Cash flows from / (used in) financing activities				
Proceeds from issue of share capital (including share premium)	-	116,809	72,645	-
Proceeds from / (repayment) of borrowings (net)	1,227,733	(643,574)	800,000	24,097
Finance expenses paid	(249,908)	(57,679)	(25,548)	(4,905)
Proceeds from / (repayment) of finance lease liabilities	(9,028)	(756)	842	(177)
Net cash from / (used in) financing activities	968,797	(585,200)	847,939	19,015
Net increase / (decrease) in cash and cash equivalents	(576,920)	(2,181,369)	255,885	(11,322)
Cash and cash equivalents at April 1	888,690	3,070,157	2,822,501	17,442
Effect of exchange fluctuations on cash held	945	(98)	(8,229)	19
Cash and cash equivalents at March 31	312,715	888,690	3,070,157	6,139
Supplementary Information				
Additions to property, plant and equipment represented by finance lease obligations	158,962	8,166	4,448	3,120

Refer note 3 (c) and note 8 for the composition of cash and cash equivalents.

The accompanying notes form an integral part of these consolidated financial statements