

**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,			2014 Convenience translation into US\$ thousands (Unaudited) Note 2(c)
	2014 ₹	2013 ₹	2012 ₹	
Profit/(loss) for the year	318,400	451,569	(383,337)	5,298
<i>Adjustments for:</i>				
Depreciation and amortization	1,101,243	848,210	691,560	18,478
Customs duty credit entitlement written off	26,391	-	-	439
Share of profit of equity accounted investee	-	-	(27,298)	-
Profit on sale of equity accounted investee	-	(657,577)	-	-
(Gain) / loss on sale of property, plant and equipment	(1,115)	13,036	(680)	(19)
Provision for doubtful receivables	208,993	210,873	95,405	3,477
Stock compensation expense	45	2,566	31,385	1
Net finance (income) / expense	257,374	186,588	247,419	4,282
Write down in value of inventory to NRV	-	38,241	-	-
Unrealized (gain)/ loss on account of exchange differences	8,433	9,825	17,644	140
Amortization of leasehold prepayments	14,276	8,754	6,308	143
Cash flow from operating activities before working capital changes	1,934,040	1,112,085	678,406	32,239
Change in trade and other receivables	(1,347,378)	(599,906)	(105,449)	(22,626)
Change in inventories	(14,163)	(204,648)	(4,622)	(236)
Change in other assets	(490,856)	100,317	(326,006)	(8,227)
Change in trade and other payables	677,501	8,079	472,443	11,268
Change in employee benefits	10,212	7,998	11,650	171
Change in deferred income	145,566	138,419	(4,533)	2,422
Cash generated from operations	914,922	562,344	721,889	15,010
Income taxes (paid)/ refund received	53,519	(98,937)	(121,675)	1,098
<b>Net cash from / (used in) operating activities</b>	<b>968,441</b>	<b>463,407</b>	<b>600,214</b>	<b>16,108</b>

**Sify Technologies Limited****Consolidated Statements of Cash Flows**

For the fiscal years ended March 31,

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

	Year ended March 31,			2014 Convenience translation into US\$ thousands (Unaudited) Note 2(c)
	2014 ₹	2013 ₹	2012 ₹	
<b>Cash flows from / (used in) investing activities</b>				
Acquisition of property, plant and equipment	(890,594)	(1,626,375)	(840,653)	(14,800)
Expenditure on intangible assets	(38,918)	(34,595)	(111,081)	(648)
Proceeds from sale of property, plant and equipment	5,833	2,499	1,029	97
Proceeds from sale of share in associate and rights therein	-	1,390,270	-	-
Payment towards purchase of unquoted equity shares	-	-	-	-
Finance income received	116,995	57,003	48,734	1,947
Short term investments (net)	-	(1,550)	-	-
<b>Net cash from / (used in) investing activities</b>	<b>(806,684)</b>	<b>(212,748)</b>	<b>(901,971)</b>	<b>(13,404)</b>
<b>Cash flows from / (used in) financing activities</b>				
Proceeds from issue of share capital (including share premium)	300,000	-	1,500,000	4,992
Proceeds from issue of shares on exercise of ASOP (including share premium)	1,131	-	21,398	19
Proceeds from / (repayment) of borrowings (net)	297,009	385,613	(600,588)	4,942
Finance expenses paid	(373,137)	(265,150)	(312,927)	(6,210)
Proceeds from / (repayment of) finance lease liabilities	(110,004)	(109,231)	(71,476)	(1,830)
<b>Net cash from / (used in) financing activities</b>	<b>114,999</b>	<b>11,232</b>	<b>536,407</b>	<b>1,914</b>
<b>Net increase / (decrease) in cash and cash equivalents</b>	<b>276,756</b>	<b>261,891</b>	<b>234,650</b>	<b>4,621</b>
Cash and cash equivalents at April 1	356,446	94,588	(135,804)	5,931
Effect of exchange fluctuations on cash held	(422)	(33)	(4,258)	(7)
<b>Cash and cash equivalents at March 31</b>	<b>632,780</b>	<b>356,446</b>	<b>94,588</b>	<b>10,545</b>

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

**Supplementary information**

Additions to property, plant and equipment represented by finance lease obligations	691,855	404,307	60,149	11,512
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The accompanying notes form an integral part of these consolidated financial statements