

*Finances of Foreign Direct Investment Companies, 2007-08**

This article assesses the financial performance of 502 non-government non-financial foreign direct investment (FDI) companies for the year 2007-08 based on their audited annual accounts closed during the period April 2007 to March 2008. The data are presented at the aggregate level for all select companies and also for major country of origin and industry group. The consolidated results of the select companies in 2007-08 showed moderation in financial performance as compared to previous year as indicated by growth rates of sales, value of production, gross profit, profit after tax and profits retained. In profitability and profit allocation ratios, while profit margin improved from 2005-06 to 2007-08, profit after tax to net worth declined in 2007-08. The profit margin was higher, while return on equity was lower for FDI companies as compared to non-FDI companies.

According to the Balance of Payments Manual, Fifth Edition (BPM5) of IMF, FDI refers to an investment made to acquire lasting interest in enterprises operating outside of the economy of the investor. Further, in cases of FDI, the investor's purpose is to gain an effective voice in the management of the enterprise. Some degree of equity ownership is almost always considered to be associated with an effective voice in the management of an enterprise; the BPM5 suggests a threshold of 10 per cent of equity ownership to qualify an investor as a foreign direct investor.

* Prepared in the Company Finances Division of the Department of Statistics and Information Management. The previous study relates to finances of 524 FDI companies during 2006-07 published in February 2009 issue of the Reserve Bank of India Bulletin. In the present study, 98 new companies have been covered in addition to 404 companies common with the previous study.

The financial performance of 502 foreign direct investment (FDI) companies for the year 2007-08 is presented in this article based on the audited annual accounts closed during April 2007 to March 2008. The select 502 companies consists of 383 public limited companies and 119 private limited companies, which were included in the regular studies on finances of non-Government non-financial public / private limited companies for the year 2007-08. The select companies are classified into 9 major country-groups and 9 major industry-groups. A company is classified into 9 country-group depending upon the country of origin of the largest FDI share holding in the company. The industry-group of the company is determined on the basis of the industry from which the company has reported more than 50 per cent earning of its total income.

As observed from Table 1, distribution of the select 502 companies across major countries and major industries, 'Chemicals and Chemical products' and 'Machinery and

Machine tools' with 81 and 70 companies, respectively, were the most preferred industries for FDI. Of the select FDI companies, USA has the investment in highest number of companies (93), followed by Mauritius (74), UK (64), and Germany (45).

The select 502 companies under study, as a sample have some limitations that the sample companies had a share of only 5.2 per cent of total FDI inflow to India¹ (from August 1991 to March 2008).

Overall Performance

The sales, value of production, gross profits, pre-tax profits and post-tax profits recorded lower growth rates during the year, as compared to the respective growth rates in the previous year. The profit margin (gross profits as a percentage of sales) and Retention ratio (Profits retained to Profits after tax) increased but return on net worth (profits after tax to net worth) decreased during the period under review.

Table 1: Industry and Country-wise Distribution of the Select FDI Companies, 2007-08

(Number of Companies)										
All companies	UK	USA	Germany	Switzerland	Japan	France	Netherlands	Mauritius	Others	Total
1	2	3	4	5	6	7	8	9	10	11
1. Tea plantations	2	1	0	0	0	0	0	1	1	5
2. Food products and Beverages	6	3	0	1	0	1	1	3	9	24
3. Chemicals and Chemical products	10	14	9	4	3	3	5	8	25	81
4. Rubber and Plastic products	0	3	5	1	1	1	2	4	5	22
5. Machinery and Machine tools	6	18	14	4	5	1	5	4	13	70
6. Electrical machinery and apparatus	7	3	2	2	5	2	1	3	5	30
7. Motor vehicles and other Transport	4	7	3	0	17	0	2	1	1	35
8. Wholesale and Retail trade	0	4	1	1	1	1	0	2	2	12
9. Computer and related activities	6	11	0	0	1	2	1	9	13	43
Total	64	93	45	20	41	17	25	74	123	502

¹ Ref. Share of top investing countries FDI inflows as published by Ministry of Commerce and Industry, Department of Industrial Policy and Promotion.

Total funds raised by the companies increased during 2007-08. Companies relied more on external sources (other than own sources) of funds for financing. 'Fixed assets Formation' and 'Investments' were the major uses of funds during 2007-08. The share of incremental bank borrowings in total sources of funds decreased in 2007-08.

Among the select industry-groups of FDI companies, 'Rubber and plastic products', 'Food products and beverages' and 'Electrical machinery and apparatus' recorded high growth in sales during 2007-08 (Table 2). 'Chemical and chemical products' and 'Wholesale and retail trade' recorded negative growth in profit after tax, while other industries recorded positive growth in profit after tax. Among the countries, Japan happened to have invested funds in the

companies with negative growth in profit after tax, during the year 2007-08.

The sales of FDI companies grew at a little faster rate than non-FDI companies. Growth rates of sales of FDI companies in industry group 'Food products and Beverages', 'Rubber and Plastic products', 'Chemicals and Chemical products' and 'Motor vehicles & other transport equipments' is higher than that of non-FDI companies, while for other industries, it's lower than that of non-FDI companies, in 2007-08.

The gross profit of FDI companies grew at considerably higher rate than non-FDI companies, in 2007-08. Growth rates of gross profits of FDI companies in industry group 'Chemicals and Chemical products' and 'Machinery and machine tools' are lower than non-FDI companies, while for other

Table 2: Growth Rates of Sales, Gross Profits and Profits After Tax of the Select FDI Companies, 2006-07 and 2007-08

(Per cent)							
Industry/Country	Number of Companies	Sales		Gross Profits		Profits after Tax	
		2006-07	2007-08	2006-07	2007-08	2006-07	2007-08
1	2	3	4	5	6	7	8
Industry							
1. Tea plantations	5	-42.2	2.8	-4.7	9.5	178.9	81.2
2. Food products and Beverages	24	32.5	26.5	18.5	26.6	33.2	30.9
3. Chemicals and Chemical products	81	16.7	9.9	8.0	3.6	29.3	-12.0
4. Rubber and Plastic products	22	63.7	28.1	139.5	49.4	185.1	63.1
5. Machinery and Machine tools	70	37.2	21.4	67.0	17.9	70.8	27.1
6. Electrical machinery and apparatus	30	78.5	25.9	120.8	52.9	123.5	36.9
7. Motor vehicles & other transport equipments	35	26.2	12.7	15.4	13.9	19.7	12.4
8. Wholesale and Retail trade	12	27.2	24.4	24.3	162.9	7.2	-13.3
9. Computer and related activities	43	58.2	23.1	64.1	33.5	63.3	35.0
Country							
1. UK	64	25.8	22.1	18.5	37.8	30.0	27.3
2. USA	93	29.4	15.3	48.9	27.6	49.7	32.2
3. Germany	46	31.0	33.0	22.4	27.4	11.0	31.2
4. Switzerland	20	28.2	26.4	30.6	36.7	34.2	24.3
5. Japan	41	21.6	13.2	10.5	11.9	41.3	-5.6
6. France	17	40.3	23.1	50.8	71.9	56.8	79.8
7. Netherlands	25	19.1	17.5	42.5	14.9	68.0	19.4
8. Mauritius	74	30.8	23.4	56.2	20.2	28.6	35.6
All Companies	502	27.8	20.2	34.4	27.5	40.7	24.7

Table 3: Growth Rates of Sales of the Select FDI and Non-FDI Companies, 2006-07 and 2007-08

(Per cent)						
Industry	FDI			Non-FDI		
	No of companies	2006-07	2007-08	No of companies	2006-07	2007-08
1	2	3	4	5	6	7
1. Tea plantations	5	-42.2	2.8	42	8.2	4.7
2. Food products and Beverages	24	32.5	26.5	270	35.4	17.6
3. Chemicals and Chemical products	81	16.7	9.9	485	31.4	9.4
4. Rubber and Plastic products	22	63.7	28.1	185	26.0	15.2
5. Machinery and Machine tools	70	37.2	21.4	238	35.7	24.6
6. Electrical machinery and apparatus	30	78.5	25.9	141	41.7	41.7
7. Motor vehicles & other transport equipments	35	26.2	12.7	153	26.5	10.4
8. Wholesale and Retail trade	12	27.2	24.4	255	20.9	26.5
9. Computer and related activities	43	58.2	23.1	190	41.4	24.6
All companies	502	27.8	20.2	4087	26.9	18.2

industries, it's higher than non-FDI companies in 2007-08. The growth rates of gross profits of FDI companies in the industry group 'Motor vehicles & other transport equipments' have marginally decreased where as that of non-FDI companies in that industry group is nearly zero during the year 2007-08. Non-FDI companies in the industry group 'Food products and Beverages' have shown negative growth rate. The FDI companies in the industry group 'Wholesale and Retail trade' have shown a many-fold higher growth rates than the non-FDI counter part.

The profit after tax (PAT) of FDI companies grew at a slightly lower rate than non-FDI companies. There is much reduction in the growth rate of Profit after Tax of FDI companies in the year 2007-08 as compared to 2006-07. Growth rates of Profit after Tax of FDI companies in industry group 'Chemicals and Chemical products' and 'Wholesale and Retail trade' are negative at -12.0 per cent and -13.3 per cent respectively where as for the same industry group in non-FDI companies the growth rates of Profit after Tax are 27.9 per cent and 31.2 per cent respectively, in

Table 4: Growth Rates of Gross Profit of the Select FDI and Non-FDI Companies, 2006-07 and 2007-08

(Per cent)				
Industry	FDI		Non-FDI	
	2006-07	2007-08	2006-07	2007-08
1	2	3	4	5
1. Tea plantations	-4.7	9.5	19.8	1.6
2. Food products and Beverages	18.5	26.6	33.4	-14.5
3. Chemicals and Chemical products	8.0	3.6	53.5	13.2
4. Rubber and Plastic products	139.5	49.4	75.2	31.2
5. Machinery and Machine tools	67.0	17.9	42.5	35.4
6. Electrical machinery and apparatus	120.8	52.9	42.6	29.8
7. Motor vehicles & other transport equipments	15.4	13.9	46.1	0.2
8. Wholesale and Retail trade	24.3	162.9	18.1	22.1
9. Computer and related activities	64.1	33.5	53.8	22.1
All companies	34.4	27.5	48.4	24.2

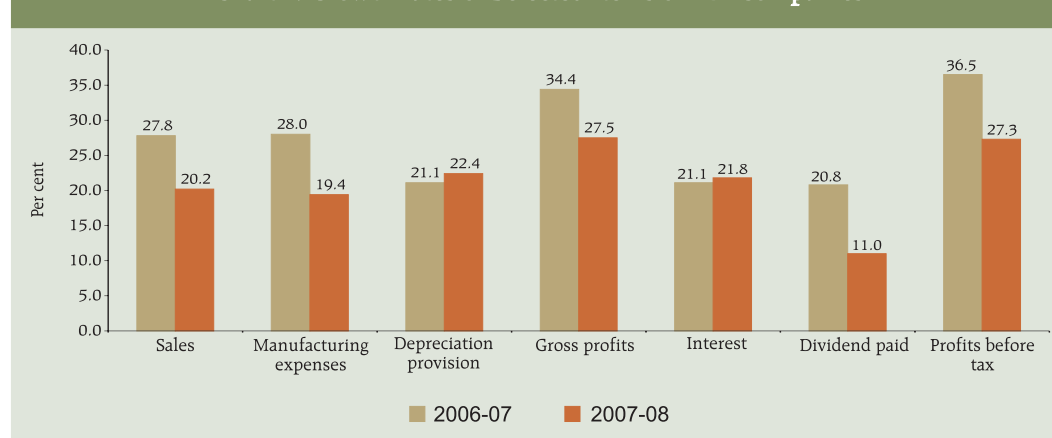
Table 5: Growth Rates of Profit After Tax of the Select FDI & Non-FDI Companies, 2006-07 and 2007-08

(Per cent)				
Industry	FDI		Non-FDI	
	2006-07	2007-08	2006-07	2007-08
1	2	3	4	5
1. Tea plantations	178.9	81.2	50.8	-12.7
2. Food products and Beverages	33.2	30.9	32.1	-28.2
3. Chemicals and Chemical products	29.3	-12.0	56.8	27.9
4. Rubber and Plastic products	185.1	63.1	69.6	47.7
5. Machinery and Machine tools	70.8	27.1	56.8	20.9
6. Electrical machinery and apparatus	123.5	36.9	46.5	17.7
7. Motor vehicles & other transport equipments	19.7	12.4	24.6	3.8
8. Wholesale and Retail trade	7.2	-13.3	27.9	31.2
9. Computer and related activities	63.3	35.0	63.8	12.4
All companies	40.7	24.7	47.2	26.4

2007-08. For other industry groups, FDI companies have shown higher growth rate in Profit after Tax as compared to non-FDI companies in the study year 2007-08. For the industry group 'Tea plantations', the growth rate of Profit after Tax is 81.2 per cent for FDI companies while non-FDI companies showed negative growth at -12.7 per cent, in the year 2007-08. In case of industry group 'Food products and Beverages', the profit after tax grew at 30.9 per cent for FDI companies and -28.2 per cent for non-FDI companies.

Operational Results

The sales of the select companies registered a growth of 20.2 per cent in 2007-08 as compared to 27.8 per cent recorded in the preceding year (Statement 1). On the expenditure side, manufacturing expenses increased at a lower rate of 19.4 per cent in 2007-08 as compared to 28.0 per cent in 2006-07. Depreciation provision witnessed growth of 22.4 per cent in 2007-08 as compared to 21.1 per cent in the previous year. The gross profits increased at a lower

Chart 1: Growth rates of Selected Items of FDI Companies

rate of 27.5 per cent during 2007-08 as compared with 34.4 per cent recorded in 2006-07. The interest payments increased by 21.8 per cent during 2007-08 as against 21.1 per cent growth in 2006-07.

The profit before tax increased by 27.3 per cent in 2007-08 as against 36.5 per cent in 2006-07. The tax provision recorded a growth of 33.8 per cent in 2007-08, as compared to growth of 27.4 per cent in 2006-07. The select companies registered a lower growth of 24.7 per cent in their profit after tax during the year, as against 40.7 per cent growth recorded in the previous year. Dividend payments growth was lower at 11.0 per cent in 2007-08 as against 20.8 per cent growth witnessed in the previous year. The retained profit recorded a lower growth of 30.3 per cent in 2007-08 as against 50.8 per cent in 2006-07.

The profit margin of the select FDI companies increased to 14.1 per cent in 2007-08 compared to 13.3 per cent in 2006-07 (Table 3 and Statement 2). The return on net worth of the select FDI companies decreased to 16.7 per cent in 2007-08 compared to 18.1 per cent in 2006-07. The effective tax rate increased to 30.6 per cent in 2007-08 (29.1 per cent in 2006-07). The dividend rate (ordinary dividends as percentage of ordinary paid-up capital) of these companies increased marginally from 32.6 per cent in 2006-07 to 33.6 per cent in 2007-08. The profit margin of the companies having major portion of FDI from the US, the UK, France and Switzerland was higher in 2007-08 compared with their margins in the previous year. Industry-wise, while, 'Chemical and Chemical product' and 'Machinery and Machine tools' recorded lower profit margin

Table 6: Select Ratios of Profitability and Effective Tax Rate of the Select FDI Companies, 2006-07 and 2007-08

Industry/Country	(Per cent)					
	Profit Margin		Return on Equity		Effective Tax Rate	
	2006-07	2007-08	2006-07	2007-08	2006-07	2007-08
1	2	3	4	5	6	7
Industry						
1. Tea plantations	7.0	7.5	7.5	10.2	17.9	16.8
2. Food products and Beverages	9.8	9.8	18.2	18.5	33.1	32.2
3. Chemicals and Chemical products	13.5	12.7	21.0	14.8	25.9	32.1
4. Rubber and Plastic products	11.6	13.6	10.4	11.8	24.0	26.9
5. Machinery and Machine tools	13.4	13.0	18.9	20.3	33.9	34.0
6. Electrical machinery and apparatus	11.5	14.0	24.2	25.0	32.0	36.6
7. Motor vehicles & other transport equipments	11.1	11.2	23.3	21.7	32.7	33.3
8. Wholesale and Retail trade	2.5	5.3	3.5	2.5	53.2	69.0
9. Computer and related activities	19.4	21.1	15.9	17.6	13.6	15.5
Country						
1. UK	18.1	20.5	20.4	20.8	33.2	33.4
2. USA	15.7	17.4	19.4	16.5	31.1	30.3
3. Germany	11.7	11.2	12.3	12.1	38.4	37.6
4. Switzerland	13.7	14.8	29.5	29.8	35.6	36.7
5. Japan	11.1	10.9	26.2	20.3	28.4	33.5
6. France	11.2	15.6	21.8	29.4	27.3	32.7
7. Netherlands	11.9	11.7	20.3	14.3	29.7	29.0
8. Mauritius	12.3	12.0	12.4	13.6	20.0	24.9
All Companies	13.3	14.1	18.1	16.7	29.1	30.6

Table 7: Profit Margin of the Select FDI and Non-FDI Companies, 2006-07 and 2007-08

(Per cent)				
Industry	FDI		Non-FDI	
	2006-07	2007-08	2006-07	2007-08
1	2	3	4	5
1. Tea plantations	7.0	7.5	16.7	16.2
2. Food products and Beverages	9.8	9.8	7.6	5.5
3. Chemicals and Chemical products	13.5	12.7	13.2	13.6
4. Rubber and Plastic products	11.6	13.6	8.1	9.2
5. Machinery and Machine tools	13.4	13.0	10.7	11.7
6. Electrical machinery and apparatus	11.5	14.0	12.2	12.9
7. Motor vehicles & other transport equipments	11.1	11.2	9.8	8.9
8. Wholesale and Retail trade	2.5	5.3	5.1	4.9
9. Computer and related activities	19.4	21.1	23.5	23.0
All Companies	13.3	14.1	11.9	13.8

of 12.7 per cent and 13.0 per cent in 2007-08, as compared to previous year,

The profit margin of FDI companies is slightly higher than non-FDI companies. However the difference in profit margin between these two sets of companies has reduced during 2007-08. The profit margin of FDI companies in different industry group is higher than non-FDI companies, except for 'Tea plantations', 'Chemicals and Chemical products' and 'Computer and related activities' during 2007-08.

The return on equity of FDI companies is lower than non-FDI companies. The return on equity of FDI companies in industry group

'Food products and Beverages', 'Electrical machinery and apparatus' and 'Motor vehicles & other transport equipments' is higher than non-FDI companies, while for other industries, it's lower than non-FDI companies, in 2007-08.

The effective tax rate of FDI companies is noticeably higher than non-FDI companies. The effective tax rate of FDI companies in industry groups 'Tea plantations', 'Rubber and Plastic products' and 'Computer and related activities' are lower than non-FDI companies, while for other industries, it's higher than non-FDI companies, in 2007-08.

Table 8: Return on Equity of the Select FDI and Non-FDI Companies, 2006-07 and 2007-08

(Per cent)				
Industry	FDI		Non-FDI	
	2006-07	2007-08	2006-07	2007-08
1	2	3	4	5
1. Tea plantations	7.5	10.2	14.8	11.6
2. Food products and Beverages	18.2	18.5	15.5	9.1
3. Chemicals and Chemical products	21.0	14.8	17.6	18.3
4. Rubber and Plastic products	10.4	11.8	13.3	16.1
5. Machinery and Machine tools	18.9	20.3	23.6	22.2
6. Electrical machinery and apparatus	24.2	25.0	23.7	18.6
7. Motor vehicles & other transport equipments	23.3	21.7	20.3	17.4
8. Wholesale and Retail trade	3.5	2.5	12.4	12.6
9. Computer and related activities	15.9	17.6	24.9	22.2
All Companies	18.1	16.7	18.3	17.5

Table 9: Effective Tax Rate of the Select FDI and Non-FDI Companies, 2006-07 and 2007-08

(Per cent)				
Industry	FDI		Non-FDI	
	2006-07	2007-08	2006-07	2007-08
1	2	3	4	5
1. Tea plantations	17.9	16.8	15.9	28.6
2. Food products and Beverages	33.1	32.2	21.0	28.7
3. Chemicals and Chemical products	25.9	32.1	23.5	22.0
4. Rubber and Plastic products	24.0	26.9	30.2	29.5
5. Machinery and Machine tools	33.9	34.0	30.2	31.8
6. Electrical machinery and apparatus	32.0	36.6	23.0	24.4
7. Motor vehicles & other transport equipments	32.7	33.3	26.5	20.9
8. Wholesale and Retail trade	53.2	69.0	31.6	33.8
9. Computer and related activities	13.6	15.5	12.6	18.9
All Companies	29.1	30.6	23.8	23.2

Foreign Business

The select FDI companies recorded a net outflow of Rs. 44,894 crore in foreign currencies during 2007-08 as compared to a net outflow of Rs. 25,007 crore during 2006-07 (Statement 6). The total earnings in foreign

currencies increased by 35.4 per cent in 2007-08 as compared to 38.4 per cent in the previous year. The total foreign currency expenditure by these companies also increased by 48.8 per cent in 2007-08 as against 54.8 per cent recorded in 2006-07.

Table 10: Growth in Export and Import of the Select FDI Companies, 2006-07 and 2007-08

(Per cent)						
Industry	Growth in Export		Growth in Import		Export intensity of sale	
	2006-07	2007-08	2006-07	2007-08	2006-07	2007-08
1	2	3	4	5	6	7
1. Tea plantations	-61.4	-5.8	-97.4	-10.0	8.5	7.8
2. Food products and Beverages	40.2	16.1	-5.9	13.7	5.1	4.6
3. Chemicals and Chemical products	9.1	15.5	85.8	10.4	16.9	17.7
4. Rubber and Plastic products	39.7	8.3	39.0	4.2	15.2	12.8
5. Machinery and Machine tools	23.7	3.2	25.0	12.2	21.3	18.1
6. Electrical machinery and apparatus	75.6	24.8	151.0	19.9	13.0	12.9
7. Motor vehicles and other Transport	14.8	20.6	25.5	-9.1	5.1	5.5
8. Wholesale and Retail trade	13.2	20.6	14.2	32.2	9.2	8.9
9. Computer and related activities	80.9	40.7	55.2	48.4	11.3	12.9
Country						
1. UK	78.3	131.6	209.9	102.5	10.1	11.2
2. USA	48.6	1.7	52.4	10.0	13.0	12.4
3. Germany	28.7	6.8	36.5	15.8	19.8	20.3
4. Switzerland	2.2	12.5	25.7	20.4	17.2	18.7
5. Japan	8.8	13.4	14.0	-7.3	4.7	4.7
6. France	28.4	60.8	50.8	19.5	5.0	6.5
7. Netherlands	47.1	23.4	56.5	-2.3	6.4	6.8
8. Mauritius	14.3	8.0	57.6	17.7	16.6	14.6
All Companies	32.7	33.7	60.9	38.3	13.8	15.4

Table 11: Growth in Export of the Select FDI and Non-FDI Companies, 2006-07 and 2007-08

(Per cent)				
Industry	FDI		Non-FDI	
	2006-07	2007-08	2006-07	2007-08
1	2	3	4	5
1. Tea plantations	-61.4	-5.8	12.5	-8.3
2. Food products and Beverages	40.2	16.1	122.5	4.9
3. Chemicals and Chemical products	9.1	15.5	44.4	14.7
4. Rubber and Plastic products	39.7	8.3	49.6	4.3
5. Machinery and Machine tools	23.7	3.2	39.9	9.9
6. Electrical machinery and apparatus	75.6	24.8	191.6	37.5
7. Motor vehicles and other Transport	14.8	20.6	27.6	7.1
8. Wholesale and Retail trade	13.2	20.6	26.1	50.8
9. Computer and related activities	80.9	40.7	34.5	55.9
All Companies	32.7	33.7	48.0	20.2

Exports of the select FDI companies increased by 33.7 per cent during 2007-08 as compared to 32.7 per cent rise recorded in the previous year. The export intensity of sales (exports to sales) was recorded at 15.4 per cent in 2007-08 (13.8 per cent in 2006-07). Among the industry-groups, export intensity of sales was highest for 'Machinery and Machine tools' (18.1 per cent) and 'Chemical and chemical products' (17.7 per cent) during 2007-08.

Imports of the select FDI companies increased by 38.3 per cent in 2007-08 as against 60.9 per cent in 2006-07.

The growth in export of FDI companies is significantly higher than non-FDI companies, in 2007-08. The growth in export of FDI companies in industry groups 'Machinery and Machine tools', 'Electrical machinery and apparatus', 'Wholesale and Retail trade' and 'Computer and related activities' are lower than non-FDI companies, while for other industries, it's higher than non-FDI companies, in 2007-08.

The growth in import of FDI companies is higher than non-FDI companies. The growth in import of FDI companies in

Table 12: Growth in Import of the Select FDI and Non-FDI Companies, 2006-07 and 2007-08

(Per cent)				
Industry	FDI		Non-FDI	
	2006-07	2007-08	2006-07	2007-08
1	2	3	4	5
1. Tea plantations	-97.4	-10.0	64.2	4.1
2. Food products and Beverages	-5.9	13.7	-9.4	63.0
3. Chemicals and Chemical products	85.8	10.4	27.2	16.6
4. Rubber and Plastic products	39.0	4.2	28.9	21.7
5. Machinery and Machine tools	25.0	12.2	42.5	30.4
6. Electrical machinery and apparatus	151.0	19.9	15.9	22.1
7. Motor vehicles and other Transport	25.5	-9.1	43.0	53.1
8. Wholesale and Retail trade	14.2	32.2	23.7	27.5
9. Computer and related activities	55.2	48.4	38.8	14.2
All Companies	60.9	38.3	27.0	22.1

Table 13: Growth in Export to sales of the Select FDI and Non-FDI Companies, 2006-07 and 2007-08

Industry	(Per cent)			
	FDI		Non-FDI	
	2006-07	2007-08	2006-07	2007-08
1	2	3	4	5
1. Tea plantations	8.5	7.8	19.6	17.2
2. Food products and Beverages	5.1	4.6	10.5	9.3
3. Chemicals and Chemical products	16.9	17.7	24.3	25.5
4. Rubber and Plastic products	15.2	12.8	18.5	16.7
5. Machinery and Machine tools	21.3	18.1	10.2	9.0
6. Electrical machinery and apparatus	13.0	12.9	15.7	17.6
7. Motor vehicles and other Transport	5.1	5.5	9.8	9.5
8. Wholesale and Retail trade	9.2	8.9	17.5	20.9
9. Computer and related activities	11.3	12.9	2.2	2.8
All Companies	13.8	15.4	20.0	20.4

industry groups 'Wholesale and Retail trade' and 'Computer and related activities' are higher than non-FDI companies, while for other industries, it's lower than non-FDI companies, in 2007-08.

The export to sales ratio of FDI companies is lower than non-FDI companies. The ratio for FDI companies, in industry groups 'Machinery and Machine tools' and 'Computer and related activities' are higher than non-FDI companies, while for other industries, it's lower than non-FDI companies, in 2007-08.

Dividend Remittances

Dividend remittances in foreign currencies of the select companies increased from Rs. 2,632 crore in 2006-07 to Rs. 9,436 crore in 2007-08. They formed 7.8 per cent of total expenditure in foreign currencies in 2007-08 (3.2 per cent in 2006-07).

Sources and Uses of funds

The total funds raised by the select companies during 2007-08 were higher by

37.4 per cent at Rs. 99,048 crore during 2007-08 as against Rs. 72,082 crore raised during 2006-07.

The composition of sources and uses of funds showed some variations during 2007-08 as compared to the previous year (Tables 14 and 15). The internal and external sources of funds for FDI Companies remained almost at same level (at 34.6 per cent & 65.4 per cent during 2006-07 and 34.5 per cent & 65.5 per cent during 2007-08). Among external sources, the proportion of Paid-up capital increased from 15.2 per cent in 2006-07 to 22.8 per cent in 2007-08 for FDI Companies. The proportion of the 'Borrowings' and 'Trade dues and other current liabilities' decreased from 26.1 per cent and 24.0 per cent respectively during the year 2006-07 to 22.1 per cent and 20.5 per cent respectively during the year 2007-08 and there was net repayment of 'borrowings from others' in 2007-08. The funds deployed in 'Investment' and 'Gross Fixed Assets' increased substantially, while it became negative in 'Other assets' during the study year for FDI Companies. Fund raised during the year 2007-08 were mainly deployed in 'Gross fixed

Table 14: Composition of Sources of funds of Select FDI and Non-FDI Companies, 2006-07 and 2007-08

(Per cent)				
Sources of funds	FDI		Non-FDI	
	2006-07	2007-08	2006-07	2007-08
1	2	3	4	5
Internal Sources	34.6	34.5	32.8	37.7
Paid-up capital	0.5	0.2	0.7	0.4
Reserves and Surplus	21.6	21.9	23.8	24.1
Provisions	12.5	12.4	8.3	13.2
<i>of which Depreciation</i>	10.6	8.6	8.5	8.2
External sources	65.4	65.5	67.2	62.3
Paid-up capital	15.2	22.8	13.7	15.2
Borrowings	26.1	22.1	33.8	29.7
<i>of which from Banks</i>	18.7	15.5	23.1	21.8
<i>from Others+</i>	1.3	-1.3	1.6	0.8
Trade dues and other current liabilities	24.0	20.5	19.4	17.1
Other liabilities	0.1	0.1	0.3	0.3
Total	100.0	100.0	100.0	100.0

assets formation' (43.0 per cent), Investments (26.0 per cent) and 'loans & advances and other debtor balances (21.0 per cent) for FDI Companies.

The proportion of internal sources is marginally higher for non FDI companies than FDI companies in the 2007-08. Among internal sources, the share of 'Reserve & Surplus' is marginally higher for non-FDI companies as compared to FDI companies in the year 2006-07 and 2007-08. Among external sources, the share of 'Borrowings' is higher for non-FDI companies as compared to FDI companies, whereas the share of 'Paid-up capital' and 'Trade dues &

current liabilities' are lower for non-FDI companies as compared to FDI companies in 2006-07 and 2007-08.

The proportions of 'Gross fixed assets', 'Investment', and 'Cash and bank balances' are lower for non FDI companies, while proportions of 'Inventories' and 'Loan and advances and other debtor balances' are higher for non-FDI companies as compared to FDI companies in the year 2007-08.

Capital and Assets Structure

The total liabilities / assets of the select companies increased by 30.7 per cent to

Table 15: Composition of Uses of funds of FDI and Non-FDI Companies, 2006-07 and 2007-08

(Per cent)				
Uses of funds	FDI		Non-FDI	
	2006-07	2007-08	2006-07	2007-08
1	2	3	4	5
Gross Fixed Assets	33.7	43.0	35.2	37.2
Inventories	14.3	12.0	11.6	12.1
Loans and advances and other debtor balances	23.8	21.0	26.2	32.2
Investment	13.7	26.0	15.9	17.2
Cash and bank balances	6.5	1.0	10.2	-0.5
Other assets+	8.0	-3.0	0.9	1.8
Total	100.0	100.0	100.0	100.0

+ : Negative indicates net repayment of borrowings/decrease in other assets during the year.

Table 16: Composition of Liabilities of the Select FDI and Non-FDI Companies, 2006-07 and 2007-08

Liabilities	(Per cent)			
	FDI		Non-FDI	
	2006-07	2007-08	2006-07	2007-08
1	2	3	4	5
Share capital	8.2	6.7	7.1	6.3
Reserves and Surplus	36.7	39.8	33.9	35.4
Borrowing	28.3	27.1	33.9	33.5
<i>From Banks</i>	17.3	17.1	20.5	21.2
Trade dues and other Current liabilities	22.2	22.0	20.7	20.2
Other liabilities	4.6	4.4	4.4	4.6
Total	100.0	100.0	100.0	100.0

Rs.4,03,766 crore in 2007-08 (Statement 4). For FDI Companies 'reserves and surplus' accounted for the major share at 39.8 per cent of total liabilities followed by 'Borrowings' at 27.1 per cent of total liabilities in 2007-08 (Table 16). The share of 'Net fixed assets' in total assets was 38.0 per cent in 2007-08. 'Loans and advances and other debtor balances' and 'Investment' formed 23.0 per cent and 17.4 per cent of total assets respectively in 2007-08. 'Inventories' and 'Cash and bank balances' constituted 13.2 per cent and 6.8 per cent of total assets in 2007-08 as compared to 13.4 per cent and 8.6 per cent respectively, in 2006-07 (Table 17).

Among liabilities, the proportion of 'Share Capital', 'Reserve and surplus' and 'Trade dues and other current liabilities' are

higher for FDI companies than non-FDI companies, whereas borrowing is higher for non FDI companies than FDI companies in 2007-08. Among assets, the share of 'Net fixed assets', 'Inventories' and 'other assets' are at same level for FDI and non-FDI companies in the year 2007-08. The share of 'Loans and advances and other debtor balances' is higher and proportion of 'Cash and bank balances' is lower for non-FDI companies as compared to FDI companies in 2007-08.

Debt to Equity

Debt to equity ratio of the select FDI companies declined from 42.3 per cent in 2006-07 to 39.2 per cent in 2007-08. For the industries in 'Tea Plantations' the debt to equity ratio decreased drastically during the

Table 17: Composition of Assets of the Select FDI and Non-FDI Companies, 2006-07 and 2007-08

Assets	(Per cent)			
	FDI		Non-FDI	
	2006-07	2007-08	2006-07	2007-08
1	2	3	4	5
Net Fixed Assets	37.1	38.0	39.9	38.1
Inventories	13.4	13.2	13.4	13.3
Loans & advances and other debtor Balances	23.2	23.0	25.5	27.6
Investment	14.6	17.4	11.3	12.9
Cash & Bank balances	8.6	6.8	8.5	6.4
Other Assets	3.1	1.6	1.4	1.7
Total	100.0	100.0	100.0	100.0

Table 18: Debt to Equity of the Select FDI and Non-FDI Companies, 2005-06 to 2007-08

(Per cent)						
Industry	Debt to Equity					
	FDI			Non FDI		
	2005-06	2006-07	2007-08	2005-06	2006-07	2007-08
1	2	3	4	5	6	7
1. Tea plantations	40.2	18.1	8.8	24.3	17.1	21.9
2. Food products and Beverages	22.5	23.6	26.0	61.8	68.0	71.6
3. Chemicals and Chemical products	38.2	35.7	31.0	47.7	46.7	36.4
4. Rubber and Plastic products	33.7	48.1	58.8	66.7	57.7	47.6
5. Machinery and Machine tools	12.6	18.1	21.6	21.8	20.9	22.9
6. Electrical machinery and apparatus	39.6	21.8	14.0	34.3	27.3	28.5
7. Motor vehicles and other transport equipments	13.2	12.7	11.9	38.5	44	46.6
8. Wholesale and Retail trade	13.1	10.8	10.0	38.3	54.8	44.5
9. Computer and related activities	3.2	9.7	8.4	6.0	5.8	15.1
All Companies	41.0	42.3	39.2	46.5	48.0	44.7

period under review. Debt to equity ratio also decreased for 'Chemical and Chemical Products', 'Electrical Machinery and Apparatus', 'Motor vehicles and other transport equipments', 'Wholesale and Retail trade' and 'Computer and related activities' during the period under review. For 'Rubber and Plastic products' debt to equity ratio increased substantially during the period under review. The debt to equity

ratio decreased for all the countries during the year 2007-08 as compared to the previous year, except for marginal increase in Switzerland and Mauritius at 60 and 140 basis points respectively.

The Debt to equity ratio is higher for non-FDI companies than FDI companies, for all the industries except 'Rubber and Plastic products', during 2007-08.

Table 19: Debt to Equity of the Select FDI Companies (Country-wise), 2005-06 to 2007-08

(Per cent)			
Country	Debt to Equity		
	2005-06	2006-07	2007-08
1	2	3	4
1. USA	20.6	25.0	18.4
2. Germany	7.1	20.6	12.6
3. Switzerland	11.4	22.8	23.4
4. Japan	16.4	15.6	12.6
5. France	58.3	53.6	47.9
6. Netherlands	48.6	30.3	25.8
7. Mauritius	43.3	35.5	36.9
All Companies	41.0	42.3	39.2

Table 20: Performance of FDI Companies classified into Public and Private Limited Companies, 2006-07 and 2007-08

(Per cent)						
Select Items	Public Limited Companies (383)		Private Limited Companies (119)		All Companies (502)	
	2006-07	2007-08	2006-07	2007-08	2006-07	2007-08
	2	3	4	5	6	7
Growth rate						
1. Sales	27.7	20.3	30.0	18.8	27.8	20.2
2. Gross profits	35.9	26.3	8.3	52.3	34.4	27.5
3. Profits after tax	42.1	24.5	13.7	28.5	40.7	24.7
Financial Ratio						
1. Profit margin	13.8	14.5	7.6	9.8	13.3	14.1
2. Effective tax rate	28.8	30.2	35.1	38.2	29.1	30.6
3. Return on share holders' equity	18.4	16.8	13.5	14.3	18.1	16.7

Performance of FDI companies - Public Limited Companies vs. Private Limited Companies

The comparative performance of FDI companies classified into public limited and private limited companies measured through select growth rates and financial ratio is given in Table 20 (also Statements 9 and 12).

The public limited FDI companies experienced lower growth rates in gross profits and profits after tax compared to those of private limited FDI companies during 2007-08. However, profit margin and

return on shareholders' equity of public limited FDI companies was higher as compared to that of private limited FDI companies in 2007-08. The effective tax rate was higher for private limited FDI companies as compared with public limited FDI companies in 2007-08.

Performance of FDI and Non-FDI companies

The comparative performance of FDI and Non-FDI companies measured through select growth rates and financial ratios are given in Table 21, as follows:

Table 21: Performance of FDI and Non-FDI Companies, 2006-07 and 2007-08

(Per cent)						
Select Items	FDI Companies (502)		Non-FDI Companies (4087)		All Companies (4589)	
	2006-07	2007-08	2006-07	2007-08	2006-07	2007-08
	2	3	4	5	6	7
Growth rate						
1. Sales	27.8	20.2	26.9	18.2	27.1	18.7
2. Gross profits	34.4	27.5	48.4	24.2	44.8	25.0
3. Profits after tax	40.7	24.7	47.2	26.4	45.6	26.0
Financial Ratio						
1. Sales to gross fixed assets	162.9	154.0	137.6	135.0	143.1	139.3
2. Export to Sales	13.8	15.4	20.0	20.4	18.5	19.1
3. Profit margin	13.3	14.1	11.9	13.8	14.5	14.4
4. Effective tax rate	29.1	30.6	23.8	23.2	25.2	25.1
5. Return on share holders' equity	18.1	16.7	18.3	17.5	18.2	17.3
6. Retention Ratio	71.0	74.2	81.3	81.5	78.8	79.7

The FDI companies experienced higher growth in sales and gross profits, but lower growth rates in profits after tax compared to those of Non-FDI companies, during 2007-08. Sales to gross fixed assets, profit margin, effective tax rate of FDI companies,

were higher as compared to that of non-FDI companies during 2006-07 and 2007-08, but export to sales, return on share holder's equity and retention ratio were lower as compared to the non-FDI companies during these years.

**Statement 1: Growth Rates of the Select Items – Select Foreign Direct Investment
Companies, 2006-07 and 2007-08**

(Per cent)

Item	All Companies (502)	
	2006-07	2007-08
1	2	3
1. Sales+	27.8	20.2
2. Value of production	28.0	20.4
3. Total Income	28.0	21.0
4. Manufacturing expenses	28.0	19.4
5. Remuneration to employees	30.4	20.9
6. Depreciation provision	21.1	22.4
7. Gross profits	34.4	27.5
8. Interest	21.1	21.8
9. Operating profits	36.9	28.5
10. Non-operating surplus/deficit	32.0	14.6
11. Profits before tax	36.5	27.3
12. Tax provision	27.4	33.8
13. Profits after tax	40.7	24.7
14. Dividend paid	20.8	11.0
15. Profits retained	50.8	30.3
16. Gross saving	38.4	27.4
17. (a) Gross value added	30.6	23.5
(b) Net value added	32.4	23.7
18. Net worth @	24.4	32.1
19. Total borrowings @	27.3	25.0
of which, from banks @	33.7	28.7
20. Trade dues and other current liabilities @	34.6	29.7
21. (a) Gross fixed assets @	16.5	24.5
(b) Net fixed assets @	17.5	30.2
22. Inventories @	33.1	28.5
23. (a) Gross physical assets @	19.3	25.3
(b) Net physical assets @	21.3	29.7
24. (a) Total gross assets @	24.4	26.7
(b) Total net assets @	26.5	29.3
25. Total earnings in foreign currencies	38.4	35.3
of which, Exports	32.7	33.7
26. Total expenditure in foreign currencies	54.8	48.8
of which, Imports	60.9	38.3

+ : Net of 'rebates and discounts' and 'excise duty and cess'.

@ : Adjusted for revaluation etc.

* : Numerator is negative or nil or negligible.

& : Both numerator and denominator are negative or nil.

: Denominator is negative or nil or negligible.

Note : 1. Figures in brackets represents the number of companies.

2. Rates of growth of all the items are adjusted for changes due to amalgamation of companies.

Statement 2: Select Financial Ratios – Select Foreign Direct Investment
Companies, 2005-2006 to 2007-08

(Per cent)			
Selected Financial Ratios	All Companies (502)		
	2005-06	2006-07	2007-08
1	2	3	4
A. Capital structure ratios			
1. Net fixed assets to total net assets	39.1	37.0	38.0
2. Net worth to total net assets	45.6	44.8	46.4
3. Debt to equity	41.0	42.3	39.2
4. Debt to equity (equity adjusted for revaluation reserve)	41.9	43.7	41.0
5. Short term bank borrowings to inventories	61.6	59.2	60.1
6. Total outside liabilities to net worth	119.0	122.7	115.2
B. Liquidity ratios			
7. Current assets to current liabilities +	1.3	1.3	1.2
8. Quick assets to current liabilities	70.4	64.2	57.5
9. Current assets to total net assets	47.8	47.1	44.5
10. Sundry creditors to current assets	27.9	30.4	32.2
11. Sundry creditors to net working capital	107.2	126.3	148.4
C. Assets utilization and turnover ratios			
12. Sales to total net assets	92.2	92.6	85.1
13. Sales to gross fixed assets	151.9	162.9	154.0
14. Inventories to sales	13.8	14.4	15.4
15. Sundry debtors to sales	13.9	13.4	13.7
16. Exports to sales	13.3	13.8	15.4
17. Gross value added to gross fixed assets	35.9	39.3	38.2
18. Raw materials consumed to value of production	54.1	53.7	52.0
D. Sources and uses of funds ratios @			
19. Gross fixed assets formation to total uses of funds		33.6	43.4
20. Gross capital formation to total uses of funds		47.9	55.4
21. External sources of funds to total sources of funds		65.4	65.5
22. Increase in bank borrowings to total external sources		28.6	23.7
23. Gross savings to gross capital formation		80.6	64.7
E. Profitability and profit allocation ratios			
24. Gross profits to total net assets	11.6	12.3	12.0
25. Gross profits to sales	12.6	13.3	14.1
26. Profits after tax to net worth	16.1	18.1	16.7
27. Tax provision to profits before tax	31.2	29.1	30.6
28. Profits retained to profits after tax	66.2	71.0	74.2
29. Dividends to net worth	5.4	5.2	4.3
30. Ordinary dividends to ordinary paid-up capital	29.0	32.6	33.6

+ : Item B.7 is the actual ratio of current assets to current liabilities.

@ : Adjusted for revaluation, etc.

* : Numerator is negative or nil or negligible.

: Denominator is negative or nil or negligible.

& : Both numerator and denominator are negative or nil.

- : Nil or negligible.

Note : Figures in brackets represents the number of companies.

**Statement 3: Combined Income, Value of Production, Expenditure and Appropriation Accounts –
Select Foreign Direct Investment Companies, 2005-06 to 2007-08**

(Rs. crore)

Item	All Companies (502)		
	2005-06	2006-07	2007-08
1	2	3	4
Income and Value of Production			
1. Sales +	2,23,664	2,86,036	3,43,819
2. Increase(+) or decrease(-) in value of stock of finished goods and work in progress	2,503	3,645	5,023
3. Value of production (1+2)	2,26,168	2,89,681	3,48,843
4. Other income	5,481	6,765	10,036
<i>of which,</i> (a) Dividends	710	1,057	1,691
(b) Interest	1,191	1,613	2,539
(c) Rent	115	166	209
5. Non-operating surplus(+)/ deficit(-)	2,195	2,898	3,323
6. Total (3+4+5)	2,33,845	2,99,345	3,62,202
Expenditure and Appropriations			
7. Raw materials, components, etc., consumed	1,22,551	1,55,755	1,81,729
8. Stores and spares consumed	6,365	7,516	9,838
9. Power and fuel	10,503	13,597	16,233
10. Other manufacturing expenses	8,378	12,385	18,330
11. Salaries, wages and bonus	13,865	18,313	22,139
12. Provident fund	1,037	1,249	1,410
13. Employees' welfare expenses	1,490	1,826	2,328
14. Managerial remuneration	525	644	799
15. Royalty	1,289	1,555	1,848
16. Repairs to buildings	344	399	457
17. Repairs to machinery	1,283	1,505	2,358
18. Bad debts	527	490	646
19. Selling commission	2,392	2,925	3,739
20. Rent	1,368	1,784	2,286
21. Rates and taxes	813	1,039	1,336
22. Advertisement	3,354	3,901	4,634
23. Insurance	661	860	790
24. Research and development	529	668	815
25. Other expenses	17,590	21,713	26,072
26. Depreciation provision	8,288	10,038	12,289
27. Other provisions (other than tax and depreciation)	148	179	202
28. Gross profits	28,340	38,093	48,590
29. Less: Interest	4,570	5,534	6,744
30. Operating profits	23,770	32,559	41,846
31. Non-operating surplus(+)/ deficit(-)	2,195	2,898	3,323
32. Profits before tax	25,966	35,458	45,169
33. Less: Tax provision	8,109	10,331	13,829
34. Profits after tax	17,856	25,126	31,340
35. Dividends	6,020	7,276	8,080
(a) Ordinary	5,983	7,228	8,030
(b) Preference	36	47	49
36. Profits retained	11,836	17,850	23,260
37. Total (7 TO 28 + 31)	2,33,845	2,99,345	3,62,202

+ : Net of 'rebates and discounts' and 'excise duty and cess'

Note: Figures in brackets represents the number of companies.

**Statement 4: Combined Balance Sheet – Select Foreign Direct Investment
Companies 2005-06 to 2007-08**

(Rs. crore)

Capital and Liabilities	All Companies (502)		
	2005-06	2006-07	2007-08
1	2	3	4
A. Share capital	24,014	25,403	26,936
1. Paid-up capital	23,995	25,385	26,918
(a) Ordinary	20,591	22,128	23,835
<i>of which, bonus</i>	2,502	2,891	2,990
(b) Preference	3,404	3,256	3,082
2. Forfeited shares	18	18	18
B. Reserves and surplus	86,623	1,13,237	1,60,611
3. Capital reserve	32,009	41,771	66,296
<i>of which, premium on shares</i>	27,748	35,362	55,660
4. Investment allowance reserve	5	56	48
5. Sinking funds	566	501	450
6. Other reserves	54,042	70,907	93,815
C. Borrowings	68,799	87,535	1,09,475
7. Debentures @	2,938	2,425	2,097
8. Loans and advances	62,600	81,529	96,495
(a) From banks	39,973	53,461	68,851
<i>of which, short-term borrowings</i>	19,151	24,507	31,948
(b) From other Indian financial institutions	13,182	14,101	12,508
(c) From foreign institutional agencies	3,160	6,314	9,134
(d) From Government and semi-Government bodies	1,777	2,084	1,682
(e) From companies	991	1,131	1,186
(f) From others	3,514	4,435	3,131
9. Deferred payments	2,566	2,932	10,191
10. Public deposits	694	648	690
of total borrowings debt	45,453	58,758	73,572
D. Trade dues and other current liabilities	50,027	68,418	88,751
11. Sundry creditors	32,410	44,364	58,044
12. Acceptances	3,026	3,143	4,330
13. Liabilities to companies	375	772	435
14. Advances/ deposits from customers agents <i>etc.</i>	5,976	8,891	12,120
15. Interest accrued on loans	1,486	1,010	783
16. Others	6,752	10,236	13,037
E. Provisions	12,936	14,234	17,989
17. Taxation (net of advance of income-tax)	4,379	5,075	5,856
18. Dividends	4,704	4,822	6,611
19. Other current provisions	3,270	3,407	3,829
20. Non-current provisions	581	927	1,692
F. 21. Miscellaneous non-current liabilities	—	—	—
22. TOTAL	2,42,401	3,08,829	4,03,766

@ : Includes privately placed debentures.

— : Nil or negligible.

Note : Figures in brackets represents the number of companies.

**Statement 4: Combined Balance Sheet – Select Foreign Direct Investment
Companies 2005-06 to 2007-08 (Concl'd.)**

(Rs. crore)

Assets	All Companies (502)		
	2005-06	2006-07	2007-08
I	2	3	4
G. Gross fixed assets	1,47,224	1,75,528	2,23,189
23. Land	4,123	6,140	10,701
24. Buildings	13,740	16,401	19,599
25. Plant and machinery	1,03,267	1,22,893	1,51,260
26. Capital work-in-progress	16,980	19,246	28,933
27. Furniture fixtures and office equipments	5,622	6,633	7,684
28. Others	3,489	4,212	5,010
H. 29. Depreciation	52,369	61,069	69,770
I. 30. Net fixed assets	94,855	1,14,459	1,53,419
J. Inventories	31,072	41,350	53,154
31. Raw materials components <i>etc.</i>	11,597	17,300	22,397
32. Finished goods	9,809	10,991	13,614
33. Work-in-progress	4,891	7,267	9,652
34. Stores and spares	3,531	4,015	5,056
35. Others	1,242	1,775	2,433
K. Loans and advances and other debtor balances	55,704	71,755	92,966
36. Sundry debtors	31,190	38,431	47,183
37. Loans and advances	18,159	24,605	33,663
(a) To subsidiaries and companies under the same management	3,032	5,033	8,304
(b) Others	15,127	19,572	25,358
38. Interest accrued on loans and advances	326	586	865
39. Deposits/ balances with Government/ others	3,913	5,315	6,779
40. Others	2,113	2,816	4,474
L. Investments	35,275	45,137	70,428
<i>of which, quoted investments</i>	7,209	5,834	6,596
41. Foreign	636	1,233	2,740
42. Indian	34,638	43,903	67,687
(a) Government/ semi-Government securities	423	232	289
(b) Securities of Financial Institutions	14,566	20,349	36,159
(c) Industrial securities	4,947	5,731	9,522
(d) Shares and debentures of subsidiaries	13,788	16,783	20,347
(e) Others	912	806	1,368
M. 43. Advance of income-tax (net of tax provision)			
N. Other assets	3,526	9,449	6,466
44. Immovable property	3	26	18
45. Intangible assets	3,514	9,407	6,448
46. Miscellaneous non-current assets	7	15	–
O. Cash and bank balances	21,967	26,676	27,331
47. Fixed deposits with banks	15,064	19,629	18,762
48. Other bank balances	6,286	6,038	7,791
49. Cash in hand	615	1,009	777
50 TOTAL (I to O)	2,42,401	3,08,829	40,3,766

**Statement 5: Sources and Uses of Funds – Select Foreign Direct Investment
Companies, 2006-07 and 2007-08**

(Rs. crore)

Sources of Funds	All Companies (502)	
	2006-07	2007-08
1	2	3
Internal Sources	24,920	34,129
A. 1. Paid-up capital	388	200
B. Reserves and Surplus	15,589	21,699
2. Capital reserve	-2,513	-1,112
3. Investment allowance reserve	50	-7
4. Sinking funds	-64	-51
5. Other reserves	18,115	22,870
C. Provisions	8,943	12,229
6. Depreciation	7,646	8,473
7. Taxation (net of advance of income tax)	697	781
8. Dividends	118	1,788
9. Other current provisions	137	422
10. Non-current provisions	346	765
External Sources	47,162	64,919
D. Paid-up capital	10,995	22,600
11. Net issues	974	1,364
12. Premium on shares	10,020	21,236
E. 13. Capital receipts	26	43
F. Borrowings	18,826	21,940
14. Debentures	-527	-327
15. Loans and advances	19,032	14,967
(a) From banks	13,488	15,390
(b) From other Indian financial institutions	918	-1,592
(c) From foreign institutional agencies	3,155	2,820
(d) From Government and semi-Government bodies	307	-402
(e) From companies	243	55
(f) From others	921	-1,304
16. Deferred payments	366	7,258
17. Public deposits	-46	42
G. Trade dues and other current liabilities	17,316	20,336
18. Sundry creditors	10,886	13,683
19. Acceptances	117	1,187
20. Liabilities to companies	398	-337
21. Advances/ deposits from customers, agents, etc.	2,915	3,229
22. Interest accrued on loans	-476	-226
23. Others	3,476	2,801
H. 24. Miscellaneous non-current liabilities	—	—
25. TOTAL	72,082	99,048

— : Nil or negligible.

Note : 1. This statement is derived from statement 4.

2. Figures have been adjusted for revaluation, etc. wherever necessary.

**Statement 5: Sources and Uses of Funds – Select Foreign Direct Investment
Companies, 2006-07 and 2007-08 (Concl.)**

(Rs. crore)

Uses of Funds	All Companies (502)	
	2006-07	2007-08
1	2	3
I. Gross fixed assets	24,286	43,070
26. Land	1,039	1,219
27. Buildings	2,339	3,177
28. Plant and machinery	16,975	27,174
29. Capital work-in-progress	2,266	9,687
30. Furniture, fixtures and office equipments	963	1,049
31. Others	704	765
J. Inventories	10,287	11,803
32. Raw materials, components, etc.	5,707	5,096
33. Finished goods	1,187	2,623
34. Work-in-progress	2,376	2,386
35. Stores and spares	484	1,041
36. Others	533	658
K. Loans and advances and other debtor balances	17,185	21,208
37. Sundry debtors	7,247	8,749
38. Loans and advances	7,574	9,058
a) To subsidiaries and companies under the same management	3,109	3,272
b) Others	4,464	5,786
39. Interest accrued on loans and advances	260	279
40. Deposits/ balances with Government/ others	1,402	1,464
41. Others	703	1,658
L. 42. Investments	9,898	25,294
M. 43. Other assets	5,717	-2,983
N. 44. Cash and bank balances	4,709	654
45. TOTAL	72,082	99,048

Statement 6: Raw Materials, Stores and Spares Consumed, Earnings/ Expenditure In Foreign Currencies - Select Foreign Direct Investment Companies, 2005-06 to 2007-08

(Rs. crore)

Item	2005-06	2006-07	2007-08
1	2	3	4
Raw Materials, Stores and Spares Consumed			
A. 1. Raw materials, components, etc. consumed	1,22,551	1,55,755	1,81,729
(a) Imported	35,549	33,380	61,571
(b) Indigenous	87,001	1,22,375	1,20,157
B. 2. Stores and spares consumed	6,365	7,516	9,838
(a) Imported	916	1,197	1,513
(b) Indigenous	5,449	6,319	8,324
Earnings/ Expenditure In Foreign Currencies			
C. Earnings in foreign currencies (3+4)	40,984	56,721	76,779
3. Exports	29,860	39,649	53,009
4. Other than exports	11,124	17,072	23,770
<i>of which,</i> (a) Interest	44	109	165
(b) Commission	1,266	195	282
D. Expenditure in foreign currencies (5+6)	52,777	81,729	1,21,674
5. Imports	42,449	68,332	94,549
(a) Raw materials, components, etc.	32,623	52,646	69,162
(b) Capital goods	4,384	8,395	16,410
(c) Stores and spares	2,011	3,013	3,639
(d) Others	3,429	4,277	5,337
6. Other than Imports	10,328	13,397	27,124
(a) Dividend	2,170	2,632	9,436
(b) Interest	355	579	982
(c) Travelling expenses	650	837	927
(d) Royalty	1,029	1,318	1,528
(e) Technical fees	231	355	494
(f) Professional and consultation fees	193	338	1,185
(g) Others	5,696	7,335	12,568
E. 7. Net inflow(+)/ outflow(-) of foreign currencies (C-D)	-11,793	-25,007	-44,894

Note : 1. This statement is prepared on the basis of information available in the notes to accounts in the annual report of companies, whenever, available.

2. All the exports are on f.o.b. basis and all the imports are on c.i.f. basis.

3. Figures in brackets represents the number of companies.

Statement 7: Growth Rates of the Select Item – Select Foreign Direct Investment
Companies–Country-wise, 2006-07 and 2007-08

(Per cent)

Item	France (17)		Germany (46)	
	2006-07	2007-08	2006-07	2007-08
1	2	3	4	5
1. Sales +	40.3	23.1	31.0	33.0
2. Value of production	40.6	22.9	31.0	32.8
3. Total Income	40.7	23.5	31.2	32.0
4. Manufacturing expenses	40.9	22.0	34.8	33.7
5. Remuneration to employees	22.0	29.3	31.3	33.9
6. Depreciation provision	40.2	-18.0	20.5	8.7
7. Gross profits	50.8	71.9	22.4	27.4
8. Interest	0.4	1.5	52.2	26.9
9. Operating profits	62.2	81.8	19.0	27.5
10. Non-operating surplus/deficit	&	&	-57.0	88.3
11. Profits before tax	65.2	94.4	12.6	29.5
12. Tax provision	92.5	133.3	15.4	26.7
13. Profits after tax	56.8	79.8	11.0	31.2
14. Dividend paid	229.4	35.2	42.1	0.6
15. Profits retained	26.9	99.9	0.9	45.2
16. Gross saving	31.7	54.8	7.9	30.7
17. (a) Gross value added	42.0	49.5	25.2	29.6
(b) Net value added	42.4	62.1	25.9	32.7
18. Net worth @	20.9	33.4	11.7	33.3
19. Total borrowings @	10.4	20.8	89.6	14.4
of which, from banks @	12.5	27.4	58.8	31.0
20. Trade dues and other current liabilities @	79.7	39.3	61.6	32.0
21. (a) Gross fixed assets @	16.5	25.8	23.6	19.5
(b) Net fixed assets @	16.3	26.7	32.9	24.5
22. Inventories @	41.4	-0.3	42.2	23.8
23. (a) Gross physical assets @	19.7	21.9	29.7	21.1
(b) Net physical assets @	20.2	21.8	37.2	24.2
24. (a) Total gross assets @	31.8	30.8	29.9	26.0
(b) Total net assets @	33.7	31.8	33.4	28.3
25. Total earnings in foreign currencies	37.7	53.6	38.3	44.7
of which, Exports	28.4	60.8	28.7	6.8
26. Total expenditure in foreign currencies	52.8	19.3	39.5	38.1
of which, Imports	50.8	19.5	36.5	15.8

For footnotes, please refer to Statement 1.

Statement 7: Growth Rates of the Select Item – Select Foreign Direct Investment
Companies–Country-wise, 2006-07 and 2007-08 (Contd.)

(Per cent)

Item	U.S.A. (93)		U.K. (64)	
	2006-07	2007-08	2006-07	2007-08
1	6	7	8	9
1. Sales +	29.4	15.3	25.8	22.1
2. Value of production	29.3	16.1	28.8	19.1
3. Total Income	30.2	17.7	30.1	18.2
4. Manufacturing expenses	30.7	14.6	34.1	14.1
5. Remuneration to employees	23.2	17.7	22.2	17.3
6. Depreciation provision	8.0	11.3	15.3	18.6
7. Gross profits	48.9	27.6	18.5	37.8
8. Interest	29.6	11.0	21.7	45.3
9. Operating profits	51.0	29.1	18.3	37.3
10. Non-operating surplus/deficit	31.8	83.6	#	-63.7
11. Profits before tax	49.7	32.2	27.3	27.5
12. Tax provision	47.5	28.6	22.1	28.0
13. Profits after tax	50.8	33.9	30.0	27.3
14. Dividend paid	32.8	10.0	27.3	15.9
15. Profits retained	59.9	43.9	31.8	34.7
16. Gross saving	40.3	34.7	26.6	30.0
17. (a) Gross value added	34.3	19.7	18.6	29.0
(b) Net value added	38.5	20.8	19.1	30.3
18. Net worth @	17.2	57.6	20.3	24.7
19. Total borrowings @	35.1	19.9	40.6	15.5
of which, from banks @	96.8	36.2	51.6	23.8
20. Trade dues and other current liabilities @	22.4	15.7	67.6	44.3
21. (a) Gross fixed assets @	14.4	22.1	5.7	42.0
(b) Net fixed assets @	18.5	31.0	3.3	53.4
22. Inventories @	25.5	23.3	75.7	28.9
23. (a) Gross physical assets @	16.4	22.4	19.1	38.3
(b) Net physical assets @	20.4	28.8	21.2	44.6
24. (a) Total gross assets @	17.3	35.0	29.8	24.8
(b) Total net assets @	19.4	40.8	32.8	26.2
25. Total earnings in foreign currencies	42.1	5.1	69.1	121.3
of which, Exports	48.6	1.7	78.3	131.6
26. Total expenditure in foreign currencies	51.8	47.3	149.1	96.4
of which, Imports	52.4	10.0	209.9	102.5

Statement 7: Growth Rates of the Select Item – Select Foreign Direct Investment
Companies–Country-wise, 2006-07 and 2007-08 (Contd.)

(Per cent)

Item	Switzerland (20)		Netherlands (25)	
	2006-07	2007-08	2006-07	2007-08
1	10	11	12	13
1. Sales +	28.2	26.4	19.1	17.5
2. Value of production	27.6	27.3	19.4	18.2
3. Total Income	28.5	26.0	19.3	17.9
4. Manufacturing expenses	27.6	26.4	18.8	19.6
5. Remuneration to employees	17.7	27.6	12.9	14.1
6. Depreciation provision	79.8	16.4	12.0	16.5
7. Gross profits	30.6	36.7	42.5	14.9
8. Interest	-27.0	171.6	-2.3	-11.8
9. Operating profits	32.1	34.8	53.2	19.0
10. Non-operating surplus/deficit	120.7	-84.2	286.5	7.7
11. Profits before tax	35.9	26.5	60.0	18.2
12. Tax provision	39.1	30.4	43.9	15.4
13. Profits after tax	34.2	24.3	68.0	19.4
14. Dividend paid	16.8	-2.3	0.7	15.4
15. Profits retained	50.7	43.9	134.8	21.1
16. Gross saving	63.1	30.9	70.1	19.5
17. (a) Gross value added	32.8	29.8	24.5	14.5
(b) Net value added	25.0	33.0	26.5	14.2
18. Net worth @	20.4	24.3	38.8	33.5
19. Total borrowings @	93.5	35.4	-2.4	27.9
of which, from banks @	-25.9	#	2.9	1.8
20. Trade dues and other current liabilities @	30.3	28.6	27.4	23.4
21. (a) Gross fixed assets @	22.7	15.0	10.5	14.9
(b) Net fixed assets @	22.2	14.3	11.6	18.7
22. Inventories @	14.3	23.7	10.0	16.2
23. (a) Gross physical assets @	20.8	16.8	10.4	15.2
(b) Net physical assets @	19.2	17.7	11.2	18.1
24. (a) Total gross assets @	25.2	24.9	20.6	26.7
(b) Total net assets @	25.8	27.7	23.6	30.7
25. Total earnings in foreign currencies	13.0	15.1	39.5	3.2
of which, Exports	2.2	12.5	47.1	23.4
26. Total expenditure in foreign currencies	28.0	19.8	43.9	5.8
of which, Imports	25.7	20.4	56.5	-2.3

**Statement 7: Growth Rates of the Select Item – Select Foreign Direct Investment
Companies–Country-wise, 2006-07 and 2007-08 (Concl.)**

(Per cent)

Item	Japan (41)		Mauritius (74)	
	2006-07	2007-08	2006-07	2007-08
1	14	15	16	17
1. Sales +	21.6	13.2	30.8	23.4
2. Value of production	19.7	15.9	30.6	23.7
3. Total Income	21.1	15.1	27.4	27.1
4. Manufacturing expenses	19.6	16.3	23.3	25.9
5. Remuneration to employees	15.6	17.3	51.0	23.0
6. Depreciation provision	15.4	39.5	23.0	25.3
7. Gross profits	10.5	11.9	56.2	20.2
8. Interest	-16.6	48.1	23.5	28.1
9. Operating profits	12.3	10.1	68.6	18.1
10. Non-operating surplus/deficit	*	-53.3	*	#
11. Profits before tax	27.7	1.5	33.8	44.5
12. Tax provision	2.8	19.5	59.4	79.6
13. Profits after tax	41.3	-5.6	28.6	35.6
14. Dividend paid	-4.5	9.0	4.8	7.1
15. Profits retained	55.9	-8.5	41.3	47.0
16. Gross saving	43.1	3.6	32.8	37.7
17. (a) Gross value added	11.5	16.6	48.5	21.2
(b) Net value added	10.8	12.6	54.0	20.5
18. Net worth @	29.0	21.2	26.7	24.1
19. Total borrowings @	35.3	19.5	16.6	29.3
of which, from banks @	9.2	57.1	32.6	25.5
20. Trade dues and other current liabilities @	7.1	18.3	34.0	29.4
21. (a) Gross fixed assets @	20.5	18.3	17.9	15.3
(b) Net fixed assets @	29.7	21.8	16.7	13.8
22. Inventories @	2.6	40.0	19.1	37.5
23. (a) Gross physical assets @	17.7	21.3	18.1	18.6
(b) Net physical assets @	22.1	26.1	17.2	18.5
24. (a) Total gross assets @	19.7	17.8	24.7	25.8
(b) Total net assets @	22.4	18.8	25.5	27.1
25. Total earnings in foreign currencies	10.2	13.1	38.7	21.4
of which, Exports	8.8	13.4	14.3	8.0
26. Total expenditure in foreign currencies	16.8	-4.9	60.8	21.3
of which, Imports	14.0	-7.3	57.6	17.7

Statement 8: Growth Rates of the Select Items – Select Foreign Direct Investment
Companies–Industry-wise, 2006-07 and 2007-08

(Per cent)

Item	Tea Plantations (5)		Food Products and Beverages (24)		Chemicals and Chemical Products (81)	
	2006-07	2007-08	2006-07	2007-08	2006-07	2007-08
1	2	3	4	5	6	7
1. Sales +	-42.2	2.8	32.5	26.5	16.7	9.9
2. Value of production	-43.4	4.2	30.5	29.3	17.3	9.5
3. Total Income	-43.3	7.6	31.2	29.3	18.3	8.7
4. Manufacturing expenses	-65.7	0.9	31.4	32.3	17.5	10.0
5. Remuneration to employees	-0.2	8.2	20.1	32.3	18.4	11.3
6. Depreciation provision	-50.2	5.3	27.3	23.0	11.9	17.7
7. Gross profits	-4.7	9.5	18.5	26.6	8.0	3.6
8. Interest	-54.6	5.7	48.0	21.7	7.0	1.4
9. Operating profits	68.1	11.0	13.5	27.6	8.2	4.0
10. Non-operating surplus/deficit	&	#	#	86.6	301.2	-32.7
11. Profits before tax	119.5	78.8	24.4	29.3	28.5	-3.9
12. Tax provision	11.2	67.9	9.9	25.9	26.4	19.2
13. Profits after tax	178.9	81.2	33.2	30.9	29.3	-12.0
14. Dividend paid	-39.0	49.2	7.3	23.4	29.9	22.7
15. Profits retained	#	87.5	65.5	37.0	29.0	-29.6
16. Gross saving	-6.1	46.1	46.4	30.9	23.2	-15.2
17. (a) Gross value added	-3.9	9.1	19.5	26.8	9.8	6.9
(b) Net value added	2.4	9.3	18.4	27.4	9.5	5.1
18. Net worth @	-23.2	8.8	24.8	28.7	19.0	14.4
19. Total borrowings @	-51.1	-18.2	101.0	14.5	17.4	21.0
of which, from banks @	-52.9	-20.3	90.2	8.9	16.0	23.3
20. Trade dues and other current liabilities @	-60.3	31.5	30.3	36.4	13.9	14.8
21. (a) Gross fixed assets @	-42.4	4.8	29.6	26.1	13.1	10.3
(b) Net fixed assets @	-42.0	3.0	36.5	32.7	13.4	10.1
22. Inventories @	-46.6	5.3	29.0	60.3	13.9	13.7
23. (a) Gross physical assets @	-43.0	4.9	29.5	34.1	13.3	10.9
(b) Net physical assets @	-43.0	3.5	34.0	41.5	13.6	11.0
24. (a) Total gross assets @	-44.9	6.4	35.7	25.2	16.9	15.6
(b) Total net assets @	-45.8	6.1	39.7	27.4	17.9	16.7
25. Total earnings in foreign currencies	-57.6	-7.2	40.0	16.6	11.5	14.7
of which, Exports	-61.4	-5.8	40.2	16.1	9.1	15.5
26. Total expenditure in foreign currencies	-94.6	-4.5	-0.1	12.6	82.0	9.9
of which, Imports	-97.4	-10.0	-5.9	13.7	85.8	10.4

For footnotes, please refer to Statement 1.

Statement 8: Growth Rates of the Select Items – Select Foreign Direct Investment Companies–Industry-wise, 2006-07 and 2007-08 (Contd.)						
(Per cent)						
Item	Rubber and Plastic Products (22)		Machinery and Machine Tools (70)		Electrical Machinery and Apparatus (30)	
	2006-07	2007-08	2006-07	2007-08	2006-07	2007-08
1	8	9	10	11	12	13
1. Sales +	63.7	28.1	37.2	21.4	78.5	25.9
2. Value of production	65.5	28.1	37.5	22.5	80.3	23.8
3. Total Income	62.6	28.2	37.7	23.7	80.5	23.0
4. Manufacturing expenses	62.8	26.5	36.7	23.2	88.8	20.0
5. Remuneration to employees	48.4	22.4	31.9	21.8	52.9	20.4
6. Depreciation provision	33.4	11.4	22.7	20.8	8.9	6.9
7. Gross profits	139.5	49.4	67.0	17.9	120.8	52.9
8. Interest	70.2	14.9	25.9	26.7	35.3	21.1
9. Operating profits	188.4	63.8	71.9	17.1	133.4	55.7
10. Non-operating surplus/deficit	*	&	-33.7	308.0	215.1	*
11. Profits before tax	155.9	69.6	62.7	27.4	135.3	46.9
12. Tax provision	93.6	90.0	48.9	28.0	164.9	67.9
13. Profits after tax	185.1	63.1	70.8	27.1	123.5	36.9
14. Dividend paid	-23.8	-10.9	43.9	11.9	71.7	28.6
15. Profits retained	#	90.2	84.2	33.1	140.1	38.9
16. Gross saving	167.4	50.8	55.1	28.5	87.6	31.4
17. (a) Gross value added	81.2	37.2	46.5	18.7	78.4	38.9
(b) Net value added	101.3	44.4	51.7	18.4	91.0	42.2
18. Net worth @	44.4	43.1	24.3	18.2	69.1	32.5
19. Total borrowings @	98.7	59.3	5.5	35.5	11.6	8.3
of which, from banks @	170.5	31.5	7.7	26.6	47.6	28.2
20. Trade dues and other current liabilities @	55.4	13.3	53.6	23.0	104.8	29.3
21. (a) Gross fixed assets @	46.0	17.0	25.1	12.5	17.9	12.4
(b) Net fixed assets @	56.6	20.1	19.9	11.6	25.9	17.6
22. Inventories @	52.8	23.1	32.1	19.8	62.3	17.9
23. (a) Gross physical assets @	46.9	17.8	26.8	14.4	28.2	14.0
(b) Net physical assets @	55.8	20.6	24.4	14.8	39.8	17.7
24. (a) Total gross assets @	52.9	38.3	29.9	20.9	53.5	23.5
(b) Total net assets @	59.9	45.2	29.5	22.8	66.6	26.8
25. Total earnings in foreign currencies	42.0	12.4	25.7	4.1	89.4	26.4
of which, Exports	39.7	8.3	23.7	3.2	75.6	24.8
26. Total expenditure in foreign currencies	35.8	2.1	30.2	11.5	178.9	10.8
of which, Imports	39.0	4.2	25.0	12.2	151.0	19.9

**Statement 8: Growth Rates of the Select Items – Select Foreign Direct Investment
Companies–Industry-wise, 2006-07 and 2007-08 (Concl'd.)**

(Per cent)

Item	Motor Vehicles and Other Transport Equipment (35)		Wholesale and Retail Trade (12)		Computer and Related Activities (43)	
	2006-07	2007-08	2006-07	2007-08	2006-07	2007-08
1	14	15	16	17	18	19
1. Sales +	26.2	12.7	27.2	24.4	58.2	23.1
2. Value of production	23.5	15.1	27.1	24.5	58.3	23.0
3. Total Income	23.6	15.2	27.2	22.3	57.3	28.4
4. Manufacturing expenses	23.6	14.8	26.3	21.9	36.8	166.2
5. Remuneration to employees	26.6	14.8	21.6	43.0	59.5	14.5
6. Depreciation provision	15.7	35.6	146.5	-44.4	52.8	27.4
7. Gross profits	15.4	13.9	24.3	162.9	64.1	33.5
8. Interest	22.1	69.8	61.3	42.4	74.4	43.6
9. Operating profits	15.2	12.0	-2.3	306.2	63.9	33.3
10. Non-operating surplus/deficit	103.7	50.7	52.4	#	-58.2	#
11. Profits before tax	17.0	13.3	2.9	31.1	59.2	38.1
12. Tax provision	11.7	15.3	-0.5	70.2	37.0	57.6
13. Profits after tax	19.7	12.4	7.2	-13.3	63.3	35.0
14. Dividend paid	7.6	10.2	340.1	39.4	5.7	-4.6
15. Profits retained	24.4	13.1	-52.0	-99.8	125.4	55.0
16. Gross saving	21.8	19.5	58.8	-51.7	95.8	46.2
17. (a) Gross value added	17.8	16.7	40.8	68.6	58.1	20.3
(b) Net value added	18.1	13.9	23.9	104.4	58.6	19.8
18. Net worth @	27.2	20.4	29.1	22.6	38.5	21.8
19. Total borrowings @	35.4	36.5	29.4	39.7	211.9	11.4
of which, from banks @	56.0	68.0	21.0	39.9	-11.3	118.7
20. Trade dues and other current liabilities @	22.6	24.2	111.7	40.6	48.9	8.7
21. (a) Gross fixed assets @	24.7	22.7	51.8	33.1	46.6	37.1
(b) Net fixed assets @	35.7	30.9	60.8	34.8	45.3	37.3
22. Inventories @	6.3	34.9	51.4	32.7	19.8	172.4
23. (a) Gross physical assets @	21.0	24.8	51.6	32.9	46.1	39.1
(b) Net physical assets @	25.7	32.1	54.7	33.5	44.6	40.4
24. (a) Total gross assets @	21.6	21.1	45.6	33.5	47.2	19.9
(b) Total net assets @	23.8	23.3	46.7	33.8	47.1	18.3
25. Total earnings in foreign currencies	15.5	21.8	9.1	22.9	70.3	34.8
of which, Exports	14.8	20.6	13.2	20.6	80.9	40.7
26. Total expenditure in foreign currencies	26.8	-4.5	15.2	31.5	64.3	40.7
of which, Imports	25.5	-9.1	14.2	32.2	55.2	48.4

Statement 9: Growth Rates of the Select Items – Select Foreign Direct Investment Companies–Type-wise, 2006-07 and 2007-08				
(Per cent)				
Item	Public (383)		Private (119)	
	2006-07	2007-08	2006-07	2007-08
1	2	3	4	5
1. Sales+	27.7	20.3	30.0	18.8
2. Value of production	27.8	20.5	30.7	19.3
3. Total Income	27.8	21.2	29.7	18.2
4. Manufacturing expenses	27.9	19.9	29.7	14.0
5. Remuneration to employees	28.5	18.7	50.3	40.6
6. Depreciation provision	19.7	23.8	36.0	8.7
7. Gross profits	35.9	26.3	8.3	52.3
8. Interest	21.6	22.8	10.9	0.6
9. Operating profits	38.7	26.9	7.8	61.3
10. Non-operating surplus/deficit	28.9	27.7	154.8	#
11. Profits before tax	37.9	27.0	13.5	34.9
12. Tax provision	28.3	33.0	13.1	46.8
13. Profits after tax	42.1	24.5	13.7	28.5
14. Dividend paid	20.9	11.4	19.3	1.5
15. Profits retained	53.1	29.9	11.6	39.4
16. Gross saving	39.6	27.7	22.7	22.1
17. (a) Gross value added	30.8	22.3	27.8	38.6
(b) Net value added	32.9	22.1	26.1	45.4
18. Net worth @	24.7	32.8	19.3	20.6
19. Total borrowings @	28.7	26.3	3.0	-3.6
of which, from banks @	35.8	31.0	7.0	-8.0
20. Trade dues and other current liabilities @	35.6	30.3	23.8	23.0
21. (a) Gross fixed assets @	16.4	25.1	17.6	14.1
(b) Net fixed assets @	17.6	31.3	15.6	9.3
22. Inventories @	34.8	28.8	10.9	24.3
23. (a) Gross physical assets @	19.5	25.8	16.0	16.3
(b) Net physical assets @	21.8	30.6	14.1	13.8
24. (a) Total gross assets @	24.9	27.3	17.0	17.2
(b) Total net assets @	27.3	30.1	16.3	16.2
25. Total earnings in foreign currencies	35.2	36.8	76.7	21.0
of which, Exports	31.6	35.5	44.2	16.7
26. Total expenditure in foreign currencies	53.8	53.2	67.2	0.5
of which, Imports	61.9	41.4	50.4	3.4

For footnotes, please refer to Statement 1.

**Statement 10: Select Financial Ratios – Select Foreign Direct Investment
Companies–Country-wise, 2005-06 to 2007-08**

(Per cent)

Selected Financial Ratios	France (17)			Germany (46)		
	2005-06	2006-07	2007-08	2005-06	2006-07	2007-08
1	2	3	4	5	6	7
A. Capital structure ratios						
1. Net fixed assets to total net assets	50.7	44.5	42.8	24.9	24.9	24.1
2. Net worth to total net assets	44.0	39.8	40.3	59.4	49.8	51.7
3. Debt to equity	58.3	53.6	47.9	7.1	20.6	12.6
4. Debt to equity (equity adjusted for revaluation reserve)	58.7	53.8	48.0	7.1	20.7	12.7
5. Short term bank borrowings to inventories	23.9	21.6	39.5	36.1	35.5	43.0
6. Total outside liabilities to net worth	127.2	150.7	147.7	68.1	100.6	93.1
B. Liquidity ratios						
7. Current assets to current liabilities +	1.3	1.1	1.1	1.7	1.5	1.5
8. Quick assets to current liabilities	83.3	75.2	73.9	90.3	75.6	77.5
9. Current assets to total net assets	39.6	45.9	44.8	62.4	60.8	63.4
10. Sundry creditors to current assets	36.3	39.3	40.8	23.1	24.4	26.4
11. Sundry creditors to net working capital	154.1	242.2	#	54.4	70.1	75.8
C. Assets utilization and turnover ratios						
12. Sales to total net assets	132.8	139.1	129.9	95.7	93.9	97.3
13. Sales to gross fixed assets	207.7	246.7	241.4	216.1	228.2	253.9
14. Inventories to sales	7.1	7.1	5.7	22.3	24.2	22.5
15. Sundry debtors to sales	12.5	14.7	16.7	22.0	19.8	20.3
16. Exports to sales	5.4	5.0	6.5	15.7	15.4	12.4
17. Gross value added to gross fixed assets	34.9	42.0	49.9	52.0	52.5	56.9
18. Raw materials consumed to value of production	72.7	73.5	72.3	53.7	54.3	55.5
D. Sources and uses of funds ratios @						
19. Gross fixed assets formation to total uses of funds		29.3	42.2		29.3	26.5
20. Gross capital formation to total uses of funds		40.1	42.1		54.7	44.5
21. External sources of funds to total sources of funds		55.8	50.4		76.2	72.5
22. Increase in bank borrowings to total external sources		16.5	35.1		23.1	18.0
23. Gross savings to gross capital formation		90.1	103.6		47.9	67.9
E. Profitability and profit allocation ratios						
24. Gross profits to total net assets	13.8	15.6	20.3	12.0	11.0	10.9
25. Gross profits to sales	10.4	11.2	15.6	12.6	11.7	11.2
26. Profits after tax to net worth	16.9	21.8	29.4	12.4	12.3	12.1
27. Tax provision to profits before tax	23.4	27.3	32.7	37.5	38.4	37.6
28. Profits retained to profits after tax	85.2	68.9	76.6	75.5	68.6	75.9
29. Dividends to net worth	2.5	6.7	6.8	3.0	3.8	2.9
30. Ordinary dividends to ordinary paid-up capital	4.4	14.3	19.0	10.2	14.0	13.1

For footnotes, please refer to Statement 2.

**Statement 10: Select Financial Ratios – Select Foreign Direct Investment
Companies–Country-wise, 2005-06 to 2007-08 (Contd.)**

(Per cent)						
Selected Financial Ratios	U.S.A. (93)			U.K. (64)		
	2005-06	2006-07	2007-08	2005-06	2006-07	2007-08
1	8	9	10	11	12	13
A. Capital Structure Ratios						
1. Net fixed assets to total net assets	32.4	32.1	29.9	44.0	34.2	41.6
2. Net worth to total net assets	53.9	52.9	59.2	50.0	45.3	44.8
3. Debt to equity	20.6	25.0	18.4	42.8	47.6	41.2
4. Debt to equity (equity adjusted for revaluation reserve)	20.9	25.3	18.5	43.7	48.4	41.7
5. Short term bank borrowings to inventories	45.1	74.3	77.5	25.3	22.5	28.5
6. Total outside liabilities to net worth	85.3	88.8	68.8	99.6	120.4	123.0
B. Liquidity Ratios						
7. Current assets to current liabilities +	1.4	1.4	1.3	1.6	1.4	1.2
8. Quick assets to current liabilities	82.3	81.0	64.1	71.6	48.2	37.5
9. Current assets to total net assets	50.2	48.6	39.4	46.1	46.5	44.2
10. Sundry creditors to current assets	23.0	24.3	24.9	27.8	35.6	45.6
11. Sundry creditors to net working capital	73.0	76.9	96.7	71.4	121.2	257.2
C. Assets Utilisation and Turnover Ratios						
12. Sales to total net assets	90.2	97.8	80.0	77.6	73.6	71.1
13. Sales to gross fixed assets	157.4	178.0	168.0	127.4	151.7	130.3
14. Inventories to sales	13.7	13.3	14.2	18.5	25.9	27.3
15. Sundry debtors to sales	13.8	13.0	12.4	10.1	10.1	11.2
16. Exports to sales	20.1	23.1	20.4	12.9	18.3	34.7
17. Gross value added to gross fixed assets	39.4	46.3	45.4	38.4	43.1	39.2
18. Raw materials consumed to value of production	51.3	53.3	52.2	47.6	50.3	47.5
D. Sources and Uses of Funds Ratios @						
19. Gross fixed assets formation to total uses of funds		38.1	28.2		10.0	71.9
20. Gross capital formation to total uses of funds		52.7	35.3		41.3	91.4
21. External sources of funds to total sources of funds		55.9	64.7		70.9	62.7
22. Increase in bank borrowings to total external sources		88.6	23.8		32.5	23.8
23. Gross savings to gross capital formation		105.0	89.0		73.1	39.8
E. Profitability and Profit Allocation Ratios						
24. Gross profits to total net assets	12.3	15.4	13.9	15.0	13.3	14.6
25. Gross profits to sales	13.6	15.7	17.4	19.3	18.1	20.5
26. Profits after tax to net worth	15.1	19.4	16.5	18.9	20.4	20.8
27. Tax provision to profits before tax	31.6	31.1	30.3	34.6	33.2	33.4
28. Profits retained to profits after tax	66.3	70.3	75.6	59.9	60.7	64.2
29. Dividends to net worth	5.0	5.7	4.0	7.5	8.0	7.4
30. Ordinary dividends to ordinary paid-up capital	58.7	74.1	74.6	55.9	68.8	77.6

**Statement 10: Select Financial Ratios – Select Foreign Direct Investment
Companies–Country-wise, 2005-06 to 2007-08 (Contd.)**

(Per cent)

Selected Financial Ratios	Switzerland (20)			Netherlands (25)		
	2005-06	2006-07	2007-08	2005-06	2006-07	2007-08
1	14	15	16	17	18	19
A. Capital Structure Ratios						
1. Net fixed assets to total net assets	27.2	26.4	23.3	37.0	33.2	37.5
2. Net worth to total net assets	45.1	43.1	41.8	38.6	42.9	49.7
3. Debt to equity	11.4	22.8	23.4	48.6	30.0	25.8
4. Debt to equity (equity adjusted for revaluation reserve)	11.7	23.3	23.7	50.4	30.5	33.0
5. Short term bank borrowings to inventories	7.5	3.9	9.2	48.8	51.5	47.1
6. Total outside liabilities to net worth	121.4	131.5	139.1	159.0	132.9	101.0
B. Liquidity Ratios						
7. Current assets to current liabilities +	1.3	1.5	1.4	1.3	1.3	1.5
8. Quick assets to current liabilities	74.3	91.0	90.0	80.0	83.6	97.3
9. Current assets to total net assets	66.0	68.7	68.7	55.8	58.4	54.6
10. Sundry creditors to current assets	36.6	34.2	34.3	37.1	32.9	29.2
11. Sundry creditors to net working capital	143.9	99.8	104.3	152.2	129.2	83.6
C. Assets Utilisation and Turnover Ratios						
12. Sales to total net assets	133.9	136.4	135.6	114.4	111.1	89.5
13. Sales to gross fixed assets	232.1	242.6	266.8	182.6	198.3	164.0
14. Inventories to sales	12.5	11.1	10.9	11.1	10.3	10.1
15. Sundry debtors to sales	17.2	17.2	18.7	15.0	14.3	16.5
16. Exports to sales	12.0	9.6	8.5	5.2	6.4	6.8
17. Gross value added to gross fixed assets	55.8	60.5	68.3	41.2	46.8	37.7
18. Raw materials consumed to value of production	54.2	53.0	52.2	55.1	54.0	56.2
D. Sources and Uses of Funds Ratios @						
19. Gross fixed assets formation to total uses of funds		40.0	26.0		25.4	25.5
20. Gross capital formation to total uses of funds		47.3	37.1		30.4	31.2
21. External sources of funds to total sources of funds		55.7	47.4		58.3	61.2
22. Increase in bank borrowings to total external sources		-2.4	76.4		3.7	1.5
23. Gross savings to gross capital formation		112.8	150.8		145.6	109.1
E. Profitability and Profit Allocation Ratios						
24. Gross profits to total net assets	18.0	18.6	20.1	11.4	13.2	10.4
25. Gross profits to sales	13.4	13.7	14.8	10.0	11.9	11.7
26. Profits after tax to net worth	26.5	29.5	29.8	16.4	20.3	14.3
27. Tax provision to profits before tax	34.8	35.6	36.7	33.1	29.7	29.0
28. Profits retained to profits after tax	51.3	57.6	66.7	50.1	70.1	71.1
29. Dividends to net worth	12.9	12.5	9.9	8.2	6.0	4.1
30. Ordinary dividends to ordinary paid-up capital	131.5	150.8	143.2	28.9	25.1	28.0

**Statement 10: Select Financial Ratios – Select Foreign Direct Investment
Companies–Country-wise, 2005-06 to 2007-08 (Concl'd.)**

(Per cent)

Selected Financial Ratios	Japan (41)			Mauritius (74)		
	2005-06	2006-07	2007-08	2005-06	2006-07	2007-08
1	20	21	22	23	24	25
A. Capital Structure Ratios						
1. Net fixed assets to total net assets	33.2	35.2	36.1	40.2	38.5	34.5
2. Net worth to total net assets	50.6	53.3	54.4	45.8	47.2	46.1
3. Debt to equity	16.4	15.6	12.6	43.3	35.5	36.9
4. Debt to equity (equity adjusted for revaluation reserve)	16.4	15.7	12.7	44.2	37.3	38.4
5. Short term bank borrowings to inventories	56.5	74.4	77.9	78.2	91.3	93.2
6. Total outside liabilities to net worth	97.3	87.3	83.6	118.0	111.5	116.5
B. Liquidity Ratios						
7. Current assets to current liabilities +	1.1	1.1	0.9	1.3	1.2	1.3
8. Quick assets to current liabilities	58.0	58.9	38.2	73.6	61.7	68.6
9. Current assets to total net assets	45.4	42.0	36.8	44.3	44.9	50.4
10. Sundry creditors to current assets	32.0	34.1	38.9	26.6	26.4	22.7
11. Sundry creditors to net working capital	325.4	349.1	#.	116.2	129.7	82.5
C. Assets Utilisation and Turnover Ratios						
12. Sales to total net assets	160.6	159.6	152.0	79.0	80.8	78.5
13. Sales to gross fixed assets	236.4	238.5	228.3	134.0	143.7	153.6
14. Inventories to sales	8.0	6.8	8.4	13.0	11.8	13.2
15. Sundry debtors to sales	6.7	6.7	6.0	18.8	18.2	17.5
16. Exports to sales	5.2	4.7	4.7	19.1	16.6	14.6
17. Gross value added to gross fixed assets	43.2	39.9	39.4	31.3	38.2	40.1
18. Raw materials consumed to value of production	69.9	71.2	71.1	56.0	51.8	45.8
D. Sources and Uses of Funds Ratios @						
19. Gross fixed assets formation to total uses of funds		52.7	52.2		35.9	28.4
20. Gross capital formation to total uses of funds		54.0	70.9		42.6	40.2
21. External sources of funds to total sources of funds		29.9	34.9		69.8	66.0
22. Increase in bank borrowings to total external sources		12.8	68.5		27.9	23.1
23. Gross savings to gross capital formation		134.2	97.9		75.2	82.9
E. Profitability and Profit Allocation Ratios						
24. Gross profits to total net assets	19.6	17.7	16.6	8.1	9.9	9.4
25. Gross profits to sales	12.2	11.1	10.9	10.3	12.3	12.0
26. Profits after tax to net worth	23.9	26.2	20.3	12.7	12.4	13.6
27. Tax provision to profits before tax	35.3	28.4	33.5	16.8	20.0	24.9
28. Profits retained to profits after tax	75.9	83.7	81.2	65.1	71.5	77.5
29. Dividends to net worth	5.7	4.2	3.8	4.4	3.5	3.0
30. Ordinary dividends to ordinary paid-up capital	52.7	44.1	46.4	22.1	20.9	18.4

**Statement 11: Select Financial Ratios – Select Foreign Direct Investment
Companies–Industry-wise, 2005-06 to 2007-08**

(Per cent)

Selected Financial Ratios	Tea Plantations (5)			Food Products and Beverages (24)		
	2005-06	2006-07	2007-08	2005-06	2006-07	2007-08
1	2	3	4	5	6	7
A. Capital Structure Ratios						
1. Net fixed assets to total net assets	53.3	57.1	60.3	37.5	36.6	38.1
2. Net worth to total net assets	37.3	52.8	59.2	46.5	41.5	41.9
3. Debt to equity	40.2	18.1	8.8	22.5	23.6	26.0
4. Debt to equity (equity adjusted for revaluation reserve)	46.1	21.8	12.8	24.4	25.2	27.2
5. Short term bank borrowings to inventories	73.4	74.0	69.4	38.9	84.4	51.9
6. Total outside liabilities to net worth	167.8	89.1	68.8	114.8	140.6	138.3
B. Liquidity Ratios						
7. Current assets to current liabilities +	0.9	1.0	0.9	1.1	1.0	1.0
8. Quick assets to current liabilities	45.3	34.8	28.0	40.2	46.2	35.2
9. Current assets to total net assets	45.7	39.3	34.8	48.4	48.9	48.8
10. Sundry creditors to current assets	36.0	32.1	40.3	31.0	27.7	31.9
11. Sundry creditors to net working capital	#	#	#	#	#	#
C. Assets Utilisation and Turnover Ratios						
12. Sales to total net assets	97.8	104.2	90.0	144.6	137.2	136.3
13. Sales to gross fixed assets	102.2	102.6	89.7	238.7	244.1	244.8
14. Inventories to sales	15.3	14.1	14.5	12.7	12.4	15.7
15. Sundry debtors to sales	10.4	7.6	8.8	6.1	6.4	7.2
16. Exports to sales	12.8	8.5	7.8	4.8	5.1	4.6
17. Gross value added to gross fixed assets	31.9	53.2	49.3	46.3	42.7	43.0
18. Raw materials consumed to value of production	28.9	13.4	12.7	51.2	49.5	52.7
D. Sources and Uses of Funds Ratios @						
19. Gross fixed assets formation to total uses of funds		&	53.0		40.8	48.8
20. Gross capital formation to total uses of funds		&	61.5		53.0	83.0
21. External sources of funds to total sources of funds		&	39.4		70.5	68.0
22. Increase in bank borrowings to total external sources		&	-108.5		45.1	9.2
23. Gross savings to gross capital formation		#	172.0		44.4	38.8
E. Profitability and Profit Allocation Ratios						
24. Gross profits to total net assets	4.1	7.3	6.7	15.8	13.4	13.3
25. Gross profits to sales	4.2	7.0	7.5	10.9	9.8	9.8
26. Profits after tax to net worth	2.0	7.5	10.2	17.0	18.2	18.5
27. Tax provision to profits before tax	35.4	17.9	16.8	37.5	33.1	32.2
28. Profits retained to profits after tax	24.8	83.6	86.5	44.4	55.2	57.7
29. Dividends to net worth	1.5	1.2	1.3	9.5	8.1	7.8
30. Ordinary dividends to ordinary paid-up capital	8.3	5.6	8.2	51.1	48.7	55.4

For footnotes, please refer to Statement 2.

**Statement 11: Select Financial Ratios – Select Foreign Direct Investment
Companies–Industry-wise, 2005-06 to 2007-08 (Contd.)**

(Per cent)

Selected Financial Ratios	Chemicals and Chemical Products (81)			Rubber and Plastic Products (22)		
	2005-06	2006-07	2007-08	2005-06	2006-07	2007-08
1	8	9	10	11	12	13
A. Capital Structure Ratios						
1. Net fixed assets to total net assets	40.7	39.2	39.4	45.0	45.0	37.2
2. Net worth to total net assets	47.8	48.2	49.3	46.3	42.8	42.2
3. Debt to equity	38.2	35.7	31.0	33.7	48.1	58.8
4. Debt to equity (equity adjusted for revaluation reserve)	38.8	36.2	33.9	34.3	50.3	60.6
5. Short term bank borrowings to inventories	50.6	59.9	76.1	68.1	87.1	97.7
6. Total outside liabilities to net worth	109.1	107.1	102.5	115.5	133.4	136.9
B. Liquidity Ratios						
7. Current assets to current liabilities +	1.5	1.3	1.2	0.9	1.1	1.6
8. Quick assets to current liabilities	83.7	66.6	54.3	37.9	63.7	104.6
9. Current assets to total net assets	50.9	45.3	42.6	34.1	39.7	49.4
10. Sundry creditors to current assets	28.5	30.4	30.3	30.6	23.6	15.4
11. Sundry creditors to net working capital	83.5	123.7	168.4	#	246.4	38.4
C. Assets Utilisation and Turnover Ratios						
12. Sales to total net assets	93.3	92.3	83.5	75.0	75.5	66.6
13. Sales to gross fixed assets	149.1	153.8	143.0	97.0	106.1	116.1
14. Inventories to sales	15.7	15.4	15.9	15.1	14.1	13.5
15. Sundry debtors to sales	14.9	14.4	13.9	13.7	16.2	19.2
16. Exports to sales	18.0	16.9	17.7	17.8	15.2	12.8
17. Gross value added to gross fixed assets	34.6	33.6	30.4	17.4	21.1	24.7
18. Raw materials consumed to value of production	59.2	58.0	59.1	65.5	64.8	65.0
D. Sources and Uses of Funds Ratios @						
19. Gross fixed assets formation to total uses of funds		39.8	32.7		50.8	25.1
20. Gross capital formation to total uses of funds		49.8	43.0		59.4	30.2
21. External sources of funds to total sources of funds		39.3	59.2		55.3	70.2
22. Increase in bank borrowings to total external sources		34.9	36.2		55.6	19.5
23. Gross savings to gross capital formation		111.2	100.9		25.5	67.4
E. Profitability and Profit Allocation Ratios						
24. Gross profits to total net assets	13.6	12.5	10.6	5.9	8.8	9.0
25. Gross profits to sales	14.6	13.5	12.7	7.9	11.6	13.6
26. Profits after tax to net worth	19.3	21.0	14.8	5.4	10.4	11.8
27. Tax provision to profits before tax	26.3	25.9	32.1	31.8	24.0	26.9
28. Profits retained to profits after tax	66.5	66.3	53.0	#	73.1	85.3
29. Dividends to net worth	6.4	7.0	6.9	5.5	2.8	1.7
30. Ordinary dividends to ordinary paid-up capital	32.6	41.1	51.6	22.1	16.7	14.6

**Statement 11: Select Financial Ratios – Select Foreign Direct Investment
Companies–Industry-wise, 2005-06 to 2007-08 (Contd.)**

(Per cent)

Selected Financial Ratios	Machinery and Machine Tools (70)			Electrical Machinery and Apparatus (30)		
	2005-06	2006-07	2007-08	2005-06	2006-07	2007-08
1	14	15	16	17	18	19
A. Capital Structure Ratios						
1. Net fixed assets to total net assets	30.8	28.5	25.9	29.3	22.3	20.6
2. Net worth to total net assets	49.3	47.2	45.5	38.8	39.4	41.2
3. Debt to equity	12.6	18.1	21.6	39.6	21.8	14.0
4. Debt to equity (equity adjusted for revaluation reserve)	12.7	18.3	21.7	40.7	22.2	14.2
5. Short term bank borrowings to inventories	58.2	28.7	34.1	35.3	34.0	40.7
6. Total outside liabilities to net worth	102.5	111.4	119.6	157.2	153.2	142.5
B. Liquidity Ratios						
7. Current assets to current liabilities +	1.4	1.4	1.5	1.3	1.3	1.3
8. Quick assets to current liabilities	83.4	83.8	85.7	78.3	85.5	87.1
9. Current assets to total net assets	62.6	64.8	67.2	62.4	71.1	72.8
10. Sundry creditors to current assets	28.8	29.7	28.5	38.4	36.9	36.4
11. Sundry creditors to net working capital	96.5	91.2	82.5	142.6	135.1	133.0
C. Assets Utilisation and Turnover Ratios						
12. Sales to total net assets	99.6	105.5	104.2	119.9	128.4	127.6
13. Sales to gross fixed assets	177.2	194.4	209.7	202.1	303.3	339.7
14. Inventories to sales	18.1	17.4	17.2	15.1	13.7	12.8
15. Sundry debtors to sales	23.2	20.0	20.1	22.7	26.3	29.6
16. Exports to sales	23.6	21.3	18.1	13.2	13.0	12.9
17. Gross value added to gross fixed assets	40.8	47.9	50.5	39.4	59.1	73.0
18. Raw materials consumed to value of production	60.7	59.3	60.2	63.2	67.7	65.4
D. Sources and Uses of Funds Ratios @						
19. Gross fixed assets formation to total uses of funds		37.4	25.8		15.2	18.7
20. Gross capital formation to total uses of funds		52.8	39.7		31.4	29.9
21. External sources of funds to total sources of funds		43.8	50.7		54.5	53.8
22. Increase in bank borrowings to total external sources		6.9	24.6		12.4	16.3
23. Gross savings to gross capital formation		66.9	126.1		77.0	157.6
E. Profitability and Profit Allocation Ratios						
24. Gross profits to total net assets	11.0	14.1	13.6	11.1	14.8	17.8
25. Gross profits to sales	11.0	13.4	13.0	9.3	11.5	14.0
26. Profits after tax to net worth	13.7	18.9	20.3	18.3	24.2	25.0
27. Tax provision to profits before tax	37.0	33.9	34.0	28.4	32.0	36.6
28. Profits retained to profits after tax	66.7	71.9	75.3	75.6	81.2	82.4
29. Dividends to net worth	4.5	5.3	5.0	4.4	4.5	4.4
30. Ordinary dividends to ordinary paid-up capital	33.3	44.1	46.1	25.0	36.0	47.0

**Statement 11: Select Financial Ratios – Select Foreign Direct Investment
Companies–Industry-wise, 2005-06 to 2007-08 (Contd.)**

(Per cent)

Selected Financial Ratios	Motor Vehicles and Other Transport Equipment (35)			Wholesale and Retail Trade (12)		
	2005-06	2006-07	2007-08	2005-06	2006-07	2007-08
1	20	21	22	23	24	25
A. Capital Structure Ratios						
1. Net fixed assets to total net assets	29.0	31.7	33.7	16.6	18.1	18.3
2. Net worth to total net assets	54.0	55.5	54.2	41.3	36.4	33.3
3. Debt to equity	13.2	12.7	11.9	13.1	10.8	10.0
4. Debt to equity (equity adjusted for revaluation reserve)	13.2	12.7	12.0	13.1	10.8	10.0
5. Short term bank borrowings to inventories	23.7	36.1	48.1	85.4	67.2	73.4
6. Total outside liabilities to net worth	85.0	80.0	84.4	141.6	174.5	199.8
B. Liquidity Ratios						
7. Current assets to current liabilities +	1.2	1.2	1.0	1.3	1.2	1.1
8. Quick assets to current liabilities	65.1	62.6	39.2	70.8	53.8	45.4
9. Current assets to total net assets	48.9	46.1	39.8	73.6	72.5	71.7
10. Sundry creditors to current assets	32.4	34.4	40.8	20.6	27.9	25.2
11. Sundry creditors to net working capital	153.4	174.7	#	73.8	155.9	212.5
C. Assets Utilisation and Turnover Ratios						
12. Sales to total net assets	169.6	172.9	158.1	237.6	206.0	191.5
13. Sales to gross fixed assets	281.9	285.4	262.3	#	#	#
14. Inventories to sales	8.8	7.4	8.9	12.9	15.4	16.4
15. Sundry debtors to sales	6.8	6.4	5.6	12.7	12.0	10.0
16. Exports to sales	5.6	5.1	5.5	10.4	9.2	8.9
17. Gross value added to gross fixed assets	52.1	49.2	46.8	60.4	56.0	71.0
18. Raw materials consumed to value of production	70.3	71.8	71.7	92.9	92.6	90.5
D. Sources and Uses of Funds Ratios @						
19. Gross fixed assets formation to total uses of funds		52.4	50.4		24.4	22.1
20. Gross capital formation to total uses of funds		55.8	66.9		57.1	51.5
21. External sources of funds to total sources of funds		39.9	39.8		93.5	93.0
22. Increase in bank borrowings to total external sources		28.5	45.3		14.2	30.6
23. Gross savings to gross capital formation		106.3	89.0		19.5	9.7
E. Profitability and Profit Allocation Ratios						
24. Gross profits to total net assets	20.6	19.2	17.7	6.1	5.1	10.2
25. Gross profits to sales	12.1	11.1	11.2	2.5	2.5	5.3
26. Profits after tax to net worth	24.7	23.3	21.7	4.2	3.5	2.5
27. Tax provision to profits before tax	34.3	32.7	33.3	55.0	53.2	69.0
28. Profits retained to profits after tax	72.2	75.1	75.5	84.8	37.9	#
29. Dividends to net worth	6.8	5.8	5.3	0.6	2.2	2.5
30. Ordinary dividends to ordinary paid-up capital	50.5	48.1	52.5	1.1	4.4	5.0

**Statement 11: Select Financial Ratios – Select Foreign Direct Investment
Companies–Industry-wise, 2005-06 to 2007-08 (Concl'd.)**

(Per cent)

Selected Financial Ratios	Computer and Related Activities (43)		
	2005-06	2006-07	2007-08
1	26	27	28
A. Capital Structure Ratios			
1. Net fixed assets to total net assets	15.7	15.5	18.1
2. Net worth to total net assets	75.2	70.8	72.9
3. Debt to equity	3.2	9.7	8.4
4. Debt to equity (equity adjusted for revaluation reserve)	3.2	9.7	8.4
5. Short term bank borrowings to inventories	138.7	223.2	178.3
6. Total outside liabilities to net worth	32.9	41.1	37.0
B. Liquidity Ratios			
7. Current assets to current liabilities +	2.6	2.1	2.6
8. Quick assets to current liabilities	227.6	161.6	191.2
9. Current assets to total net assets	59.2	46.7	53.7
10. Sundry creditors to current assets	12.7	14.7	14.0
11. Sundry creditors to net working capital	20.3	27.5	22.6
C. Assets Utilisation and Turnover Ratios			
12. Sales to total net assets	63.4	68.2	70.9
13. Sales to gross fixed assets	250.7	270.6	242.1
14. Inventories to sales	0.7	0.5	1.2
15. Sundry debtors to sales	37.4	33.3	29.1
16. Exports to sales	9.9	11.3	12.9
17. Gross value added to gross fixed assets	181.3	195.6	171.0
18. Raw materials consumed to value of production	1.9	1.5	1.8
D. Sources and Uses of Funds Ratios @			
19. Gross fixed assets formation to total uses of funds		22.9	42.5
20. Gross capital formation to total uses of funds		23.1	45.4
21. External sources of funds to total sources of funds		72.1	28.4
22. Increase in bank borrowings to total external sources		-0.7	26.9
23. Gross savings to gross capital formation		136.4	161.1
E. Profitability and Profit Allocation Ratios			
24. Gross profits to total net assets	11.9	13.2	14.9
25. Gross profits to sales	18.7	19.4	21.1
26. Profits after tax to net worth	13.5	15.9	17.6
27. Tax provision to profits before tax	15.8	13.6	15.5
28. Profits retained to profits after tax	48.1	66.4	76.2
29. Dividends to net worth	7.0	5.3	4.1
30. Ordinary dividends to ordinary paid-up capital	118.8	106.2	89.5

Annexure

Explanatory notes to various Statements

- As per the Balance of Payments manual (5th edition, 1993; para 362) "Direct investment enterprise is an incorporated or unincorporated enterprise in which a direct investor, who is resident in another economy, owns 10 per cent or more of the ordinary shares or voting power (for an incorporate enterprise) or the equivalent (for an unincorporated enterprise)".
- The growth rates of all the items and data on sources and uses of funds are adjusted for changes due to amalgamation of companies. These are also adjusted for revaluation, *etc.*, wherever necessary.
- Due to rounding off of the figures, the constituent items may not add up to the totals.
- **Sales** are net of 'rebates and discounts' and 'excise duty and cess'.
- **Manufacturing expenses** comprise (a) raw materials, components, *etc.* consumed, (b) stores and spares consumed, (c) power and fuel and (d) other manufacturing expenses.
- **Raw materials, components, etc., consumed** include purchases of traded goods in the case of trading companies and consumption of stores and provisions for hotels, restaurants and eating houses.
- **Other manufacturing expenses** include construction expenses of construction companies and operating expenses of shipping companies, *etc*
- **Remuneration to employees** comprises (a) salaries, wages and bonus, (b) provident fund and (c) employees' welfare expenses.
- **Non-operating surplus/deficit** comprises (a) profit/loss on account of (i) sale of fixed assets, investments, *etc.*, and (ii) revaluation/devaluation of foreign currencies, (b) provisions no longer required written back, (c) insurance claims realised and (d) income or expenditure relating to the previous years and such other items of non-current nature.
- **Gross profits** are net of depreciation provision but before interest.
- **Gross saving** is measured as the sum of retained profits and depreciation provision.
- **Gross value added** comprises (a) net value added and (b) depreciation provision.
- **Net value added** comprises (a) salaries, wages and bonus, (b) provident fund, (c) employees' welfare expenses, (d) managerial remuneration, (e) rent paid net of rent received, (f) interest paid net of interest received, (g) tax provision, (h) dividends paid net of dividends received and (i) retained profits net of non-operating surplus/ deficit.
- **Debt** comprises (a) all borrowings from Govt. and semi-Govt. bodies, financial institutions other than banks, and from foreign institutional agencies, (b) borrowings from banks against mortgages and other long term

Annexure

Explanatory Notes to various Statements (Concl'd.)

- securities, (c) borrowings from companies and others against mortgages and other long term securities, (d) debentures, deferred payment liabilities and public deposits.
- **Equity or Net worth** comprises (a) paid-up capital, (b) forfeited shares and (c) all reserves and surplus.
 - **Current assets** comprise (a) inventories, (b) loans and advances and other debtor balances, (c) book value of quoted investments, (d) cash and bank balances and (e) advance of income-tax in excess of tax provision.
 - **Current liabilities** comprise (a) short term borrowings from banks, (b) unsecured loans and other short term borrowings from companies and others, (c) trade dues and other current liabilities and (d) tax provision in excess of advance of income-tax and other current provisions.
 - **Quick assets** comprise (a) sundry debtors, (b) book value of quoted investments and (c) cash and bank balances.
 - **Capital reserves** include profits on sale of investments and fixed assets.
 - **Other reserves** include profits retained in the form of various specific reserves and profit/ loss carried to balance sheet.
 - **Debentures** include privately placed debentures with financial institutions.
 - **Internal Sources:** These are own sources comprising capitalized reserves, retained profits, depreciation provision and other provisions.
 - **External sources:** These are other than own sources comprising funds raised from capital markets, borrowed funds, trade dues and other current liabilities and miscellaneous non-current liabilities.