

Finances of Foreign Direct Investment Companies: 2008-09*

This article assesses the financial performance of 533 non-Government non-financial foreign direct investment (FDI) companies for the year 2008-09 based on their audited annual accounts closed during the period April 2008 to March 2009. The data are presented at the aggregate level for all select companies and also according to major country of origin and industry group. The consolidated results of the select FDI companies in 2008-09 revealed that the global financial crisis during the year had a significant impact on their performance. While financial performance as indicated by growth rates of sales, value of production and income moderated, the gross profit, profit after tax and profits retained declined in 2008-09 when compared to those in 2007-08. However, the FDI companies performed better than non-FDI companies in 2008-09. The return on equity was higher for FDI companies as compared to non-FDI companies while profit margins were at a similar level in 2008-09.

According to the Balance of Payments and International Investment Position Manual, Sixth Edition (BPM6) of the International Monetary Fund (IMF), Foreign Direct Investment (FDI) is a 'category of cross-border investment associated with a resident in one economy having control or a significant degree of influence on the management of an enterprise that is resident in another economy.' Further, in case 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 BPM6 suggests that 'immediate direct investment relationships arise when a direct investor directly owns equity that entitles it to 10 per cent or more of the voting power in the direct investment enterprise.'

The financial performance of 533 foreign direct investment (FDI) companies¹ for the year 2008-09 presented in this article is based on the audited annual accounts closed during April 2008 to March 2009. The select 533 FDI companies consist of 445 public limited companies and 88 private limited companies, which were included in the regular studies on finances of non-Government non-financial public/private limited companies for the year 2008-09. The select companies are classified into 8 major country-groups and 8 major industry-groups. A company is classified into a country-group depending upon the country of origin of the largest FDI shareholding 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.

Table 1: Industry and Country-wise Distribution of the Select FDI Companies, 2008-09

| Industry/Country | (Number of Companies) | | | | | | | | | |
|--|-----------------------|-----------|-----------|-------------|-----------|-----------|-------------|------------|------------|------------|
| | UK | USA | Germany | Switzerland | Japan | France | Netherlands | Mauritius | Others | Total |
| 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 | 11 |
| 1. Food Products and Beverages | 5 | 4 | 1 | 1 | 0 | 0 | 0 | 6 | 12 | 29 |
| 2. Chemicals and Chemical Products | 8 | 15 | 10 | 3 | 4 | 1 | 4 | 10 | 31 | 86 |
| 3. Rubber and Plastic Products | 0 | 3 | 4 | 0 | 1 | 2 | 1 | 5 | 5 | 21 |
| 4. Machinery and Machine Tools | 5 | 11 | 9 | 2 | 4 | 1 | 3 | 6 | 14 | 55 |
| 5. Electrical Machinery and Apparatus | 4 | 2 | 3 | 2 | 6 | 2 | 2 | 7 | 5 | 33 |
| 6. Motor Vehicles and Other Transport Equipments | 2 | 5 | 4 | 0 | 12 | 0 | 1 | 2 | 6 | 32 |
| 7. Wholesale and Retail Trade | 0 | 3 | 0 | 2 | 1 | 1 | 0 | 3 | 5 | 15 |
| 8. Computer and Related Activities | 3 | 3 | 0 | 0 | 0 | 0 | 1 | 18 | 16 | 41 |
| 9. Others | 14 | 28 | 13 | 7 | 5 | 6 | 5 | 56 | 87 | 221 |
| Total | 41 | 74 | 44 | 17 | 33 | 13 | 17 | 113 | 181 | 533 |

* Prepared in the Company Finances Division of the Department of Statistics and Information Management. The previous study relates to finances of 502 FDI companies during 2007-08 published in February 2010 issue of the Reserve Bank of India Bulletin. In the present study, 217 new companies have been covered in addition to 316 companies common with the previous study.

¹ Though in the Indian context the FDI enterprises are identified based on the principle of 'lasting interest', in this study the FDI companies are identified based on 10 per cent or more equity holding by foreign investor/s.

As observed from Table 1, distribution of the select 533 FDI companies across major industries indicates that 'Chemicals and Chemical Products' and 'Machinery and Machine Tools' with 86 and 55 companies, respectively, were the most preferred industries for FDI. Similarly, of the select FDI companies, the highest number of companies received investment from Mauritius (113), followed by USA (74), Germany (44) and UK (41).

The select 533 FDI companies under study, as a sample have some limitations that the sample companies had a share of only 5.51 per cent of total FDI inflow to India² (from August 1991 to March 2009).

Operational Results

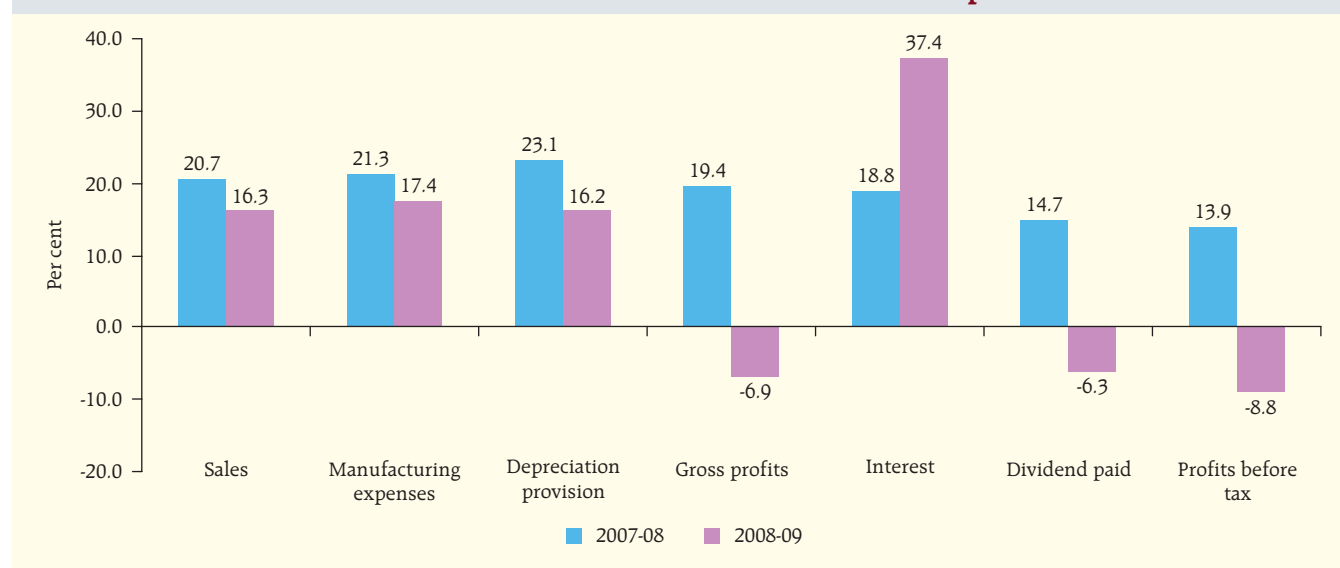
The sales of the select 533 FDI companies registered a lower growth of 16.3 per cent in 2008-09 as compared to 20.7 per cent recorded in the preceding year (Statement 1 and Chart 1). On the expenditure side, manufacturing expenses increased at a lower rate of 17.4 per cent in 2008-09 as compared to 21.3 per cent in 2007-08. Depreciation provision witnessed lower growth of 16.2 per cent in 2008-09 as compared to 23.1 per cent in the previous year. The gross profits declined sharply by 6.9 per cent during 2008-09 as

against 19.4 per cent growth recorded in 2007-08. The interest payments increased by 37.4 per cent during 2008-09 as compared to 18.8 per cent in 2007-08. Profit after tax also declined by 7.8 per cent in 2008-09.

Among the select industry-groups of FDI companies, 'Computer and Related Activities', 'Food Products and Beverages' and 'Rubber and Plastic Products' recorded high growth in sales during 2008-09 (Table 2). Profit performances of all the industry groups deteriorated and only those engaged in 'Food Products and Beverages' and 'Wholesale and Retail Trade' recorded increase in profit after tax in 2008-09. Based on country of origin of FDI, those from the USA recorded the highest growth in sales as well as profit after tax, while those from Japan recorded moderate growth in sales but huge decline in profit after tax, during the year 2008-09 (Table 2).

On comparing the performance of FDI and non-FDI companies (Table 3), it was found that the performance of FDI companies was better than the non-FDI companies in 2008-09. The sales of FDI companies grew at a faster rate than that of the non-FDI companies and the gross profit and profit after tax of FDI companies declined at lower rates than those of the non-FDI companies.

Chart 1: Growth Rates of the Select Items of FDI Companies



² Ref. Fact sheet on FDI (from August 1991 to March 2009) published by Ministry of Commerce and Industry, Department of Industrial Policy and Promotion.

Table 2: Growth Rates of Sales, Gross Profits and Profits After Tax of the Select FDI Companies, 2007-08 and 2008-09

| (Per cent) | | | | | | | |
|--|---------------------|-------------|-------------|---------------|-------------|-------------------|-------------|
| Industry/Country | Number of Companies | Sales | | Gross Profits | | Profits After Tax | |
| | | 2007-08 | 2008-09 | 2007-08 | 2008-09 | 2007-08 | 2008-09 |
| 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 |
| Industry | | | | | | | |
| 1. Food Products and Beverages | 29 | 24.1 | 23.4 | 23.3 | 17.4 | 16.8 | 8.7 |
| 2. Chemicals and Chemical Products | 86 | 9.9 | 12.8 | 0.7 | -13.0 | -4.7 | -26.6 |
| 3. Rubber and Plastic Products | 21 | 28.2 | 20.9 | 44.9 | -2.2 | -63.4 | -35.6 |
| 4. Machinery and Machine Tools | 55 | 14.4 | 11.7 | 9.6 | -0.6 | 16.2 | -14.8 |
| 5. Electrical Machinery and Apparatus | 33 | 26.6 | 14.2 | 52.3 | 7.6 | 42.0 | -4.1 |
| 6. Motor Vehicles and Other Transport Equipments | 32 | 15.6 | 14.2 | 6.9 | -21.3 | 10.9 | -24.1 |
| 7. Wholesale and Retail Trade | 15 | 24.1 | 10.5 | 89.6 | -10.2 | 35.0 | 18.9 |
| 8. Computer and Related Activities | 41 | 31.8 | 33.5 | 42.5 | 10.2 | 75.1 | -12.7 |
| Country | | | | | | | |
| 1. UK | 41 | 14.2 | 8.0 | 21.9 | 4.0 | 6.6 | 5.5 |
| 2. USA | 74 | 21.7 | 60.2 | 31.7 | 35.5 | 42.6 | 27.9 |
| 3. Germany | 44 | 29.5 | 25.0 | 25.0 | 15.5 | 23.6 | 4.2 |
| 4. Switzerland | 17 | 24.3 | 8.1 | 26.8 | 6.8 | 18.9 | 6.6 |
| 5. Japan | 33 | 12.0 | 11.3 | 13.6 | -57.3 | -1.5 | -69.1 |
| 6. France | 13 | 24.1 | 26.0 | 73.8 | -6.8 | 85.4 | -3.5 |
| 7. Netherlands | 17 | 11.0 | 16.4 | 6.6 | 8.0 | -4.0 | 4.2 |
| 8. Mauritius | 113 | 23.4 | 8.1 | 20.4 | -14.3 | 34.9 | -33.1 |
| All Companies | 533 | 20.7 | 16.3 | 19.4 | -6.9 | 9.3 | -7.8 |

For growth rates of other important parameters at disaggregated level, refer to Statements 7, 8 and 9.

The profit margin (gross profits to sales ratio) of the select FDI companies decreased to 12.4 per cent in 2008-09 from 15.5 per cent in 2007-08 (Table 4). The return on equity of the select FDI companies also decelerated in 2008-09. The dividend rate (ordinary dividends as percentage of ordinary paid-up capital) of these companies declined from 38.2 per cent in 2007-08 to 33.0 per cent in 2008-09.

It was observed that the profit margin of both FDI companies as well as non-FDI companies was at the same level (Table 5). However the return on equity was higher for FDI companies than non-FDI companies.

Earnings and Expenditure in Foreign Currencies

The total earnings in foreign currencies of the select FDI companies increased at a higher rate of 23.8

Table 3: Growth Rates of Sales, Gross Profits and Profits After Tax of the Select non-FDI Companies, 2007-08 and 2008-09

| (Per cent) | | | | | | | |
|--|---------------------|-------------|-------------|---------------|--------------|-------------------|--------------|
| Industry | Number of Companies | Sales | | Gross Profits | | Profits After Tax | |
| | | 2007-08 | 2008-09 | 2007-08 | 2008-09 | 2007-08 | 2008-09 |
| 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 |
| 1. Food Products and Beverages | 265 | 17.6 | 16.9 | -21.8 | 32.6 | -43.6 | 54.9 |
| 2. Chemicals and Chemical Products | 430 | 15.5 | 23.8 | 25.5 | -0.3 | 31.0 | -22.5 |
| 3. Rubber and Plastic Products | 153 | 14.6 | 13.6 | 32.9 | -12.5 | 50.9 | -23.9 |
| 4. Machinery and Machine Tools | 244 | 23.6 | 6.0 | 25.9 | -5.0 | 18.1 | -8.5 |
| 5. Electrical Machinery and Apparatus | 141 | 30.0 | 10.3 | 37.1 | -44.9 | 25.7 | -61.7 |
| 6. Motor Vehicles and Other Transport Equipments | 102 | 8.1 | -2.5 | 3.9 | -39.3 | 9.5 | -40.9 |
| 7. Wholesale and Retail Trade | 247 | 28.5 | 12.7 | 36.4 | -0.8 | 36.6 | -24.5 |
| 8. Computer and Related Activities | 133 | 26.0 | 21.9 | 22.1 | 12.3 | 15.6 | 13.5 |
| All Companies | 3,882 | 21.4 | 13.8 | 34.2 | -10.5 | 34.9 | -20.3 |

Table 4: Select Ratios of Profitability and Effective Tax Rate of the Select FDI Companies, 2007-08 & 2008-09

| (Per cent) | | | | | | |
|--|---------------|-------------|------------------|-------------|--------------------|-------------|
| Industry/Country | Profit Margin | | Return on Equity | | Effective Tax Rate | |
| | 2007-08 | 2008-09 | 2007-08 | 2008-09 | 2007-08 | 2008-09 |
| 1 | 2 | 3 | 4 | 5 | 6 | 7 |
| Industry | | | | | | |
| 1. Food Products and Beverages | 8.6 | 8.2 | 18.4 | 16.3 | 32.2 | 33.2 |
| 2. Chemicals and Chemical Products | 14.8 | 11.4 | 19.2 | 12.9 | 27.6 | 28.0 |
| 3. Rubber and Plastic Products | 13.3 | 10.7 | 6.9 | 4.5 | 24.9 | 24.6 |
| 4. Machinery and Machine Tools | 13.5 | 12.0 | 18.6 | 14.5 | 31.9 | 35.3 |
| 5. Electrical Machinery and Apparatus | 12.6 | 11.8 | 22.8 | 18.3 | 33.7 | 34.7 |
| 6. Motor Vehicles and Other Transport Equipments | 10.9 | 7.5 | 21.0 | 12.9 | 29.4 | 27.2 |
| 7. Wholesale and Retail Trade | 8.7 | 7.1 | 16.8 | 15.6 | 27.8 | 23.2 |
| 8. Computer and Related Activities | 22.8 | 18.8 | 19.9 | 16.1 | 18.1 | 18.3 |
| Country | | | | | | |
| 1. UK | 17.9 | 17.3 | 26.9 | 23.1 | 33.6 | 31.1 |
| 2. USA | 20.1 | 17.0 | 21.4 | 13.3 | 30.9 | 23.9 |
| 3. Germany | 12.2 | 11.3 | 14.3 | 13.1 | 32.1 | 32.1 |
| 4. Switzerland | 14.2 | 14.0 | 30.2 | 27.1 | 38.0 | 37.8 |
| 5. Japan | 12.4 | 4.7 | 21.3 | 5.7 | 31.4 | 30.3 |
| 6. France | 15.0 | 11.0 | 28.8 | 22.7 | 33.5 | 35.4 |
| 7. Netherlands | 9.2 | 8.6 | 11.0 | 15.1 | 31.0 | 32.0 |
| 8. Mauritius | 15.5 | 12.3 | 16.4 | 10.3 | 21.7 | 24.3 |
| All Companies | 15.5 | 12.4 | 16.4 | 12.7 | 27.7 | 25.1 |

For other important ratios, at disaggregated level, refer to Statements 10 and 11.

per cent in 2008-09 as compared to 16.0 per cent in the previous year. Exports constituted 68.3 per cent of the foreign currency earnings and it grew by 20.6 per cent during 2008-09 as compared to 10.4 per cent rise recorded in the previous year (Table 6). Higher growth in exports was observed across all the major industry groups. The export intensity of sales (exports to sales) was recorded at 14.5 per cent in 2008-09 (14.0 per cent in 2007-08).

The total foreign currency expenditure by select FDI companies increased at a lower rate of 9.0 per cent in 2008-09 as against 40.7 per cent recorded in

2007-08. Imports also recorded lower growth of 9.4 per cent during 2008-09 as compared to 30.0 per cent rise recorded in the previous year. As a result, select FDI companies recorded a lower net outflow of ₹28,411 crore in foreign currencies during 2008-09 as compared to an outflow of ₹38,722 crore during 2007-08 (Statement 6).

Dividend remittances in foreign currencies of the select companies decreased from ₹10,428 crore in 2007-08 to ₹4,084 crore in 2008-09. They formed 2.8 per cent of total expenditure in foreign currencies in 2008-09 as against 7.9 per cent in 2007-08.

Table 5: Select Ratios of Profitability and Effective Tax Rate of the Select non-FDI Companies, 2007-08 & 2008-09

| (Per cent) | | | | | | |
|--|---------------|-------------|------------------|-------------|--------------------|-------------|
| Industry/Country | Profit Margin | | Return on Equity | | Effective Tax Rate | |
| | 2007-08 | 2008-09 | 2007-08 | 2008-09 | 2007-08 | 2008-09 |
| 1 | 2 | 3 | 4 | 5 | 6 | 7 |
| 1. Food Products and Beverages | 5.0 | 5.7 | 6.9 | 9.1 | 24.2 | 24.1 |
| 2. Chemicals and Chemical Products | 14.5 | 11.7 | 18.1 | 12.4 | 20.4 | 23.0 |
| 3. Rubber and Plastic Products | 9.9 | 7.6 | 15.8 | 10.9 | 27.0 | 25.4 |
| 4. Machinery and Machine Tools | 10.9 | 9.8 | 21.6 | 16.9 | 31.6 | 31.4 |
| 5. Electrical Machinery and Apparatus | 16.1 | 8.1 | 20.4 | 7.2 | 24.9 | 31.4 |
| 6. Motor Vehicles and Other Transport Equipments | 8.4 | 5.2 | 17.1 | 7.9 | 20.4 | 19.2 |
| 7. Wholesale and Retail Trade | 5.5 | 4.9 | 8.7 | 5.9 | 25.0 | 25.0 |
| 8. Computer and Related Activities | 24.0 | 22.1 | 26.1 | 24.8 | 19.4 | 18.1 |
| All Companies | 15.7 | 12.4 | 17.3 | 11.3 | 21.6 | 21.2 |

Table 6: Growth in Exports and Imports of the Select FDI Companies, 2007-08 & 2008-09

| (Per cent) | | | | | | |
|--|-------------------|-------------|-------------------|------------|--------------------------|-------------|
| Industry/Country | Growth in Exports | | Growth in Imports | | Export intensity of sale | |
| | 2007-08 | 2008-09 | 2007-08 | 2008-09 | 2007-08 | 2008-09 |
| 1 | 2 | 3 | 4 | 5 | 6 | 7 |
| Industry | | | | | | |
| 1. Food Products and Beverages | 25.9 | 51.5 | 31.1 | 108.0 | 8.5 | 10.5 |
| 2. Chemicals and Chemical Products | 4.2 | 15.5 | 13.6 | 18.8 | 22.8 | 23.3 |
| 3. Rubber and Plastic Products | 11.3 | 24.8 | 21.6 | 32.5 | 17.5 | 18.1 |
| 4. Machinery and Machine Tools | 7.1 | 29.1 | 8.1 | 22.9 | 21.7 | 25.1 |
| 5. Electrical Machinery and Apparatus | 25.3 | 31.3 | 26.1 | 23.2 | 11.2 | 12.9 |
| 6. Motor Vehicles and Other Transport Equipments | 31.3 | 61.3 | 10.1 | 19.0 | 11.0 | 15.6 |
| 7. Wholesale and Retail Trade | 28.4 | 36.1 | 20.3 | 3.9 | 9.4 | 11.6 |
| 8. Computer and Related Activities | 14.6 | 57.0 | 72.2 | 4.1 | 3.6 | 4.2 |
| Country | | | | | | |
| 1. UK | 2.1 | 12.6 | -2.4 | 32.3 | 8.3 | 8.7 |
| 2. USA | 41.6 | 140.1 | 46.4 | 166.7 | 12.9 | 19.4 |
| 3. Germany | 17.2 | 20.9 | 11.7 | 24.2 | 11.4 | 11.0 |
| 4. Switzerland | 3.1 | 18.7 | 18.6 | 26.0 | 7.4 | 8.1 |
| 5. Japan | 4.5 | 21.5 | 20.7 | 19.5 | 10.0 | 10.9 |
| 6. France | 68.5 | 67.3 | 19.4 | 34.7 | 5.3 | 7.0 |
| 7. Netherlands | 10.4 | 71.9 | 4.8 | 32.8 | 9.1 | 13.5 |
| 8. Mauritius | 7.8 | 4.1 | 21.4 | 31.3 | 15.7 | 15.1 |
| All Companies | 10.4 | 20.6 | 30.0 | 9.4 | 14.0 | 14.5 |

'Motor Vehicles and Other Transport Equipments', 'Food Products and Beverages' and 'Computer and Related Activities' recorded high growth in exports, while 'Food Products and Beverages' recorded significantly high growth in imports during 2008-09. Export intensity of sales was highest for 'Machinery and Machine Tools' (25.1 per cent) and 'Chemical and Chemical Products' (23.3 per cent) during 2008-09.

On comparing the performance of FDI and non-FDI companies in respect of their business, it was observed that the growth in exports of FDI companies was significantly higher than that of non-FDI companies, in 2008-09 (Table 7). Further the growth in imports of FDI companies was lower than that of non-

FDI companies. However, the export to sales ratio of FDI companies was lower than that of non-FDI companies in 2008-09.

Capital and Assets Structure

The total liabilities/assets of the select 533 FDI companies increased by 20.6 per cent to ₹7,00,752 crore in 2008-09. 'Reserves and Surplus' accounted for the major share at 42.5 per cent of total liabilities in 2008-09 followed by 'Borrowings' at 27.5 per cent (Table 8). The share of 'Net Fixed Assets' in total assets was 40.5 per cent in 2008-09. 'Loans and Advances and Other Debtor Balances' and 'Investment' formed 21.5 per cent and 18.0 per cent of total assets respectively in 2008-09 (Table 9).

Table 7: Growth in Exports and Imports of the Select non-FDI Companies, 2007-08 & 2008-09

| (Per cent) | | | | | | |
|--|-------------------|-------------|-------------------|-------------|--------------------------|-------------|
| Industry | Growth in Exports | | Growth in Imports | | Export intensity of sale | |
| | 2007-08 | 2008-09 | 2007-08 | 2008-09 | 2007-08 | 2008-09 |
| 1 | 2 | 3 | 4 | 5 | 6 | 7 |
| 1. Food Products and Beverages | 21.6 | 7.4 | 46.6 | 20.8 | 15.6 | 14.3 |
| 2. Chemicals and Chemical Products | 25.8 | 26.1 | 13.4 | 56.5 | 22.2 | 22.6 |
| 3. Rubber and Plastic Products | 6.1 | 11.9 | 27.5 | 22.8 | 16.2 | 16.0 |
| 4. Machinery and Machine Tools | 2.8 | 6.7 | 12.3 | 6.1 | 11.2 | 11.3 |
| 5. Electrical Machinery and Apparatus | 48.4 | 37.4 | 35.0 | 15.0 | 18.4 | 22.9 |
| 6. Motor Vehicles and Other Transport Equipments | 13.7 | -5.8 | 38.0 | 11.5 | 10.5 | 10.1 |
| 7. Wholesale and Retail Trade | 47.6 | 10.5 | 37.5 | 27.9 | 21.3 | 20.9 |
| 8. Computer and Related Activities | 29.4 | 9.1 | 18.1 | 5.3 | 3.0 | 2.7 |
| All Companies | 23.5 | 12.9 | 23.1 | 15.7 | 19.9 | 19.7 |

Table 8: Composition of Liabilities of the Select FDI and Non-FDI Companies

| (Per cent) | | | | |
|----------------------|--------------|--------------|--------------|--------------|
| Liabilities | FDI | | Non-FDI | |
| | 2007-08 | 2008-09 | 2007-08 | 2008-09 |
| 1 | 2 | 3 | 4 | 5 |
| Share capital | 6.0 | 5.6 | 6.7 | 5.5 |
| Reserves and Surplus | 42.5 | 42.5 | 34.6 | 35.1 |
| Borrowing | 26.1 | 27.5 | 32.7 | 34.8 |
| From Banks | 16.0 | 16.7 | 20.5 | 22.3 |
| Trade Dues and Other | | | | |
| Current Liabilities | 20.7 | 20.7 | 21.6 | 21.0 |
| Other Liabilities | 4.7 | 3.7 | 4.4 | 3.6 |
| Total | 100.0 | 100.0 | 100.0 | 100.0 |

In comparison with non-FDI companies, the share of 'Own funds' (as reflected in 'Reserves and Surplus') was significantly higher in the FDI companies, while the share of 'Borrowing' was correspondingly lower. As regards the assets, the share of 'Net Fixed Assets' was significantly higher, while the share of the 'Loans and Advances and Other Debtor Balances' was correspondingly lower for the FDI companies.

Sources and Uses of Funds

The total funds raised by the select 533 FDI companies during 2008-09 amounted to ₹1,37,016 crore during 2008-09 as against ₹1,28,975 crore raised during 2007-08.

The composition of sources of funds (Table 10) for FDI companies indicated higher reliance on

Table 10: Composition of Sources of funds of Select FDI and non-FDI Companies

| (Per cent) | | | | |
|--|--------------|--------------|--------------|--------------|
| Sources of funds | FDI | | Non-FDI | |
| | 2007-08 | 2008-09 | 2007-08 | 2008-09 |
| 1 | 2 | 3 | 4 | 5 |
| Internal Sources | 39.3 | 28.6 | 34.7 | 32.7 |
| Paid-up capital | 0.5 | 0.1 | 0.4 | 0.1 |
| Reserves and Surplus | 24.5 | 16.6 | 22.7 | 22.7 |
| Provisions | 14.3 | 11.9 | 11.6 | 9.8 |
| of which Depreciation | 10.6 | 13.1 | 7.7 | 9.4 |
| External sources | 60.7 | 71.4 | 65.3 | 67.4 |
| Paid-up capital | 19.4 | 23.0 | 16.8 | 11.7 |
| Borrowings | 20.6 | 30.2 | 29.5 | 37.8 |
| of which from Banks | 15.3 | 17.6 | 22.1 | 24.7 |
| from Others+ | -0.9 | 4.1 | 1.7 | 1.5 |
| Trade dues and other current liabilities | 20.7 | 17.7 | 18.8 | 17.7 |
| Other liabilities | 0.0 | 0.5 | 0.2 | 0.2 |
| Total | 100.0 | 100.0 | 100.0 | 100.0 |

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

Table 9: Composition of Assets of the Select FDI and Non-FDI Companies

| (Per cent) | | | | |
|--|--------------|--------------|--------------|--------------|
| Assets | FDI | | Non-FDI | |
| | 2007-08 | 2008-09 | 2007-08 | 2008-09 |
| 1 | 2 | 3 | 4 | 5 |
| Net Fixed Assets | 40.4 | 40.5 | 36.6 | 36.6 |
| Inventories | 12.2 | 11.5 | 14.0 | 12.9 |
| Loans & Advances and Other Debtor Balances | 20.8 | 21.5 | 27.4 | 24.4 |
| Investment | 18.9 | 18.0 | 14.3 | 16.5 |
| Cash & Bank Balances | 6.2 | 7.3 | 5.9 | 6.7 |
| Other Assets | 1.5 | 1.2 | 1.8 | 2.9 |
| Total | 100.0 | 100.0 | 100.0 | 100.0 |

external sources in 2008-09. Contribution from 'Reserves & Surplus' declined for the FDI companies in the year 2008-09 which was made up through higher borrowings. The decline in the share of the internal sources of funds was sharper for the FDI companies when compared with the non-FDI companies.

As regards the uses of funds, accumulation of 'Gross Fixed Assets' accounted for a higher share of 49 per cent in 2008-09 while increase in 'Loan and Advances and Other Debtor Balances' contributed to another 22 per cent (Table 11). Addition to 'Cash and Bank Balances' for FDI companies increased substantially during year 2008-09, as their investment portfolio was pruned down. In the case of non-FDI companies, slowdown in businesses led to lower growth in 'Loan and Advances and Other Debtor Balances', and fund generated was utilised more as 'Investments' or 'Cash and Bank Balances'.

Table 11: Composition of Uses of funds of Select FDI and non-FDI Companies

| (Per cent) | | | | |
|--|--------------|--------------|--------------|--------------|
| Uses of funds | FDI | | Non-FDI | |
| | 2007-08 | 2008-09 | 2007-08 | 2008-09 |
| 1 | 2 | 3 | 4 | 5 |
| Gross Fixed Assets | 42.8 | 49.0 | 35.8 | 37.5 |
| Inventories | 11.7 | 6.8 | 13.5 | 8.3 |
| Loans and Advances and Other Debtor Balances | 20.8 | 21.7 | 28.7 | 11.4 |
| Investment | 24.9 | 11.5 | 20.2 | 26.7 |
| Cash and Bank Balances+ | -1.3 | 11.0 | 0.5 | 9.7 |
| Other Assets | 1.1 | 0.0 | 1.3 | 6.4 |
| Total | 100.0 | 100.0 | 100.0 | 100.0 |

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

Table 12: Debt to Equity of the Select FDI and Non-FDI Companies

| (Per cent) | | | | | | |
|---|----------------|-------------|-------------|-------------|-------------|-------------|
| Industry | Debt to Equity | | | | | |
| | FDI | | | Non FDI | | |
| | 2006-07 | 2007-08 | 2008-09 | 2006-07 | 2007-08 | 2008-09 |
| 1 | 2 | 3 | 4 | 5 | 6 | 7 |
| 1. Food Products and Beverages | 40.6 | 30.8 | 32.2 | 61.7 | 68.5 | 69.2 |
| 2. Chemicals and Chemical Products | 27.6 | 22.5 | 24.5 | 56.1 | 44.3 | 49.7 |
| 3. Rubber and Plastic Products | 36.3 | 32.7 | 46.5 | 73.1 | 61.6 | 66.5 |
| 4. Machinery and Machine Tools | 20.7 | 24.5 | 21.4 | 21.1 | 21.6 | 17.8 |
| 5. Electrical Machinery and Apparatus | 26.3 | 17.7 | 16.3 | 21.7 | 28.0 | 33.2 |
| 6. Motor Vehicles and Other Transport Equipments | 30.6 | 29.1 | 32.6 | 34.9 | 42.8 | 49.3 |
| 7. Wholesale and Retail Trade | 15.6 | 15.1 | 11.7 | 41.7 | 36.8 | 41.4 |
| 8. Computer and Related Activities | 9.5 | 8.9 | 10.3 | 4.3 | 11.8 | 13.0 |
| All Companies | 39.7 | 34.2 | 36.9 | 48.9 | 45.5 | 45.7 |

Debt to Equity

Higher recourse to borrowings led to increase in debt to equity ratio of the select FDI companies from 34.2 per cent in 2007-08 to 36.9 per cent in 2008-09, whereas for the non-FDI companies it remained at similar level in both the years (Table 12). For FDI companies, 'Rubber and Plastic Products' industries were having the highest debt-equity ratio (46.5 per cent) while 'Computer and Related Activities' industries were having the lowest debt to equity ratio (at 10.3 per cent) in 2008-09.

Conclusion

The performance of select 533 FDI companies in 2008-09 revealed that the global financial crisis during the year had a significant impact on them. While financial performance as indicated by growth rates of sales, value of production and income moderated, gross

profit, profit after tax and profit retained declined in 2008-09 when compared to those in 2007-08.

However, the FDI companies performed better than non-FDI companies in 2008-09. The FDI companies experienced higher growth in sales and lower decline in gross profit and profit after tax compared to those of non-FDI companies. While profit margins of both the groups of companies were at similar level, return on shareholders' equity of FDI companies was higher as compared to those of non-FDI companies during 2008-09.

The FDI companies relied more on borrowings for their financing needs. The share of incremental bank borrowings in total sources of funds increased in 2008-09. 'Fixed Assets Formation' and 'Loans and Advances and Other Debtor Balances' were the major uses of funds during 2008-09.

Statement 1: Growth Rates of the Select Items of the Select 533 Foreign Direct Investment Companies, 2007-08 and 2008-09

(Per cent)

| Item | 2007-08 | 2008-09 |
|--|---------|---------|
| 1 | 2 | 3 |
| 1. Sales+ | 20.7 | 16.3 |
| 2. Value of production | 20.7 | 15.7 |
| 3. Total Income | 20.4 | 16.3 |
| 4. Manufacturing expenses | 21.3 | 17.4 |
| 5. Remuneration to employees | 21.7 | 16.5 |
| 6. Depreciation provision | 23.1 | 16.2 |
| 7. Gross profits | 19.4 | -6.9 |
| 8. Interest | 18.8 | 37.4 |
| 9. Operating profits | 19.5 | -13.5 |
| 10. Non-operating surplus/deficit | -64.8 | 212.8 |
| 11. Profits before tax | 13.9 | -8.8 |
| 12. Tax provision | 27.2 | -11.5 |
| 13. Profits after tax | 9.3 | -7.8 |
| 14. Dividend paid | 14.7 | -6.3 |
| 15. Profits retained | 7.5 | -8.3 |
| 16. Gross saving | 12.7 | 0.6 |
| 17. (a) Gross value added | 20.7 | 4.7 |
| (b) Net value added | 19.9 | 2.9 |
| 18. Net worth @ | 27.2 | 19.6 |
| 19. Total borrowings @ | 21.3 | 27.3 |
| <i>Of which: from banks @</i> | 26.9 | 26.0 |
| 20. Trade dues and other current liabilities @ | 28.4 | 20.0 |
| 21. (a) Gross fixed assets @ | 19.7 | 19.5 |
| (b) Net fixed assets @ | 22.2 | 20.9 |
| 22. Inventories @ | 26.9 | 13.2 |
| 23. (a) Gross physical assets @ | 20.9 | 18.5 |
| (b) Net physical assets @ | 23.3 | 19.1 |
| 24. (a) Total gross assets @ | 23.6 | 19.8 |
| (b) Total net assets @ | 25.5 | 20.4 |
| 25. Total earnings in foreign currencies | 16.0 | 23.8 |
| <i>Of which: Exports</i> | 10.4 | 20.6 |
| 26. Total expenditure in foreign currencies | 40.7 | 9.0 |
| <i>Of which: Imports</i> | 30.0 | 9.4 |

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

@ Adjusted for revaluation, etc.

Denominator is negative or nil or negligible.

* Numerator is negative or nil or negligible.

& Both numerator and denominator are negative or nil.

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

Statement 2: Select Financial Ratios of the Select 533 Foreign Direct Investment Companies, 2006-07 to 2008-09

(Per cent)

| Select Financial Ratios | 2006-07 | 2007-08 | 2008-09 |
|--|---------|---------|---------|
| 1 | 2 | 3 | 4 |
| A. Capital structure ratios | | | |
| 1. Net fixed assets to total net assets | 41.3 | 40.3 | 40.5 |
| 2. Net worth to total net assets | 46.5 | 48.5 | 48.1 |
| 3. Debt to equity | 39.7 | 34.2 | 36.9 |
| 4. Debt to equity (equity adjusted for revaluation reserve) | 40.7 | 35.5 | 37.9 |
| 5. Short-term bank borrowings to inventories | 63.4 | 67.9 | 70.8 |
| 6. Total outside liabilities to net worth | 114.7 | 106.0 | 107.8 |
| B. Liquidity ratios | | | |
| 7. Current assets to current liabilities + | 1.2 | 1.2 | 1.2 |
| 8. Quick assets to current liabilities | 64.1 | 59.1 | 58.3 |
| 9. Current assets to total net assets | 43.7 | 42.3 | 41.8 |
| 10. Sundry creditors to current assets | 31.3 | 31.4 | 30.2 |
| 11. Sundry creditors to net working capital | 148.8 | 167.7 | 155.3 |
| C. Assets utilisation and turnover ratios | | | |
| 12. Sales to total net assets | 86.2 | 80.8 | 78.0 |
| 13. Sales to gross fixed assets | 138.9 | 137.2 | 133.2 |
| 14. Inventories to sales | 14.3 | 15.1 | 14.7 |
| 15. Sundry debtors to sales | 13.5 | 13.6 | 13.8 |
| 16. Exports to sales | 15.3 | 14.0 | 14.5 |
| 17. Gross value added to gross fixed assets | 36.6 | 36.2 | 31.6 |
| 18. Raw materials consumed to value of production | 50.4 | 49.5 | 49.3 |
| D. Sources and uses of funds ratios @ | | | |
| 19. Gross fixed assets formation to total uses of funds | | 42.7 | 48.9 |
| 20. Gross capital formation to total uses of funds | | 54.4 | 55.8 |
| 21. External sources of funds to total sources of funds | | 60.7 | 71.4 |
| 22. Increase in bank borrowings to total external sources | | 25.2 | 24.7 |
| 23. Gross savings to gross capital formation | | 76.5 | 70.7 |
| E. Profitability and profit allocation ratios | | | |
| 24. Gross profits to total net assets | 13.5 | 12.5 | 9.6 |
| 25. Gross profits to sales | 15.7 | 15.5 | 12.4 |
| 26. Profits after tax to net worth | 20.2 | 16.4 | 12.7 |
| 27. Tax provision to profits before tax* | 25.1 | 27.7 | 25.1 |
| 28. Profits retained to profits after tax* | 75.2 | 74.4 | 76.1 |
| 29. Dividends to net worth | 5.1 | 4.3 | 3.4 |
| 30. Ordinary dividends to ordinary paid-up capital | 36.2 | 38.2 | 33.0 |

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

@ Available for two years, as these are worked based on sources and uses of funds taking difference between two successive years. These ratios are adjusted for revaluation, etc.

* Calculated based on companies which made profit during the year.

Statement 3: Combined Income, Value of Production, Expenditure and Appropriation Accounts of the Select 533 Foreign Direct Investment Companies, 2006-07 to 2008-09

(₹ Crore)

| Item | 2006-07 | 2007-08 | 2008-09 |
|---|-----------------|-----------------|-----------------|
| 1 | 2 | 3 | 4 |
| INCOME AND VALUE OF PRODUCTION | | | |
| 1. Sales + | 3,89,076 | 4,69,678 | 5,46,609 |
| 2. Increase(+) or decrease(-) in stock | 5,471 | 6,686 | 4,650 |
| 3. Value of production (1+2) | 3,94,548 | 4,76,364 | 5,51,259 |
| 4. Other income | 14,577 | 19,723 | 23,065 |
| <i>Of which:</i> (a) Dividends | 1,667 | 1,951 | 2,326 |
| (b) Interest | 2,488 | 3,305 | 4,559 |
| (c) Rent | 220 | 269 | 305 |
| 5. Non-operating surplus(+)/deficit(-) | 3,827 | 1,347 | 4,215 |
| 6. TOTAL (3+4+5) | 4,12,953 | 4,97,435 | 5,78,539 |
| EXPENDITURE AND APPROPRIATIONS | | | |
| 7. Raw materials, components, etc., consumed | 1,99,156 | 2,36,219 | 2,72,155 |
| 8. Stores and spares consumed | 9,841 | 13,029 | 14,983 |
| 9. Power and fuel | 20,886 | 25,385 | 32,208 |
| 10. Other manufacturing expenses | 21,599 | 30,631 | 39,181 |
| 11. Salaries, wages and bonus | 22,486 | 27,574 | 32,483 |
| 12. Provident fund | 1,574 | 1,844 | 2,124 |
| 13. Employees' welfare expenses | 2,665 | 3,128 | 3,310 |
| 14. Managerial remuneration | 898 | 1,191 | 1,277 |
| 15. Royalty | 1,953 | 2,264 | 2,773 |
| 16. Repairs to buildings | 725 | 785 | 852 |
| 17. Repairs to machinery | 2,692 | 4,020 | 3,976 |
| 18. Bad debts | 980 | 982 | 1,753 |
| 19. Selling commission | 3,808 | 4,623 | 5,034 |
| 20. Rent | 2,334 | 3,083 | 7,150 |
| 21. Rates and taxes | 1,191 | 1,481 | 1,474 |
| 22. Advertisement | 6,700 | 7,903 | 9,652 |
| 23. Insurance | 1,024 | 969 | 888 |
| 24. Research and development | 1,669 | 2,099 | 2,520 |
| 25. Other expenses | 29,665 | 35,575 | 49,389 |
| 26. Depreciation provision | 15,930 | 19,613 | 22,794 |
| 27. Other provisions (other than tax and depreciation) | 232 | 672 | 437 |
| 28. Gross profits | 61,118 | 73,018 | 67,911 |
| 29. Less: Interest | 7,940 | 9,438 | 12,968 |
| 30. Operating profits | 53,178 | 63,579 | 54,942 |
| 31. Non-operating surplus(+)/deficit(-) | 3,827 | 1,347 | 4,215 |
| 32. Profits before tax | 57,006 | 64,927 | 59,157 |
| 33. Less: Tax provision | 14,521 | 18,471 | 16,330 |
| 34. Profits after tax | 42,484 | 46,455 | 42,827 |
| 35. Dividends | 10,717 | 12,293 | 11,519 |
| (a) Ordinary | 10,609 | 12,185 | 11,434 |
| (b) Preference | 107 | 108 | 84 |
| 36. Profits retained | 31,766 | 34,157 | 31,306 |
| 37. TOTAL (7 TO 28 + 31) | 4,12,953 | 4,97,435 | 5,78,539 |

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

Statement 4: Combined Balance Sheet of the Select 533 Foreign Direct Investment Companies, 2006-07 to 2008-09

(₹ Crore)

| Capital and Liabilities | 2006-07 | 2007-08 | 2008-09 |
|---|-----------------|-----------------|-----------------|
| 1 | 2 | 3 | 4 |
| A. Share capital | 32,902 | 35,054 | 39,279 |
| 1. Paid-up capital | 32,839 | 34,990 | 39,215 |
| (a) Ordinary | 29,252 | 31,846 | 34,651 |
| <i>Of which: bonus</i> | 4,703 | 5,188 | 5,364 |
| (b) Preference | 3,586 | 3,144 | 4,564 |
| 2. Forfeited shares | 63 | 63 | 64 |
| B. Reserves and surplus | 1,77,233 | 2,47,018 | 2,97,927 |
| 3. Capital reserve | 59,129 | 87,236 | 1,00,462 |
| <i>Of which: premium on shares</i> | 50,930 | 73,966 | 87,422 |
| 4. Investment allowance reserve | 172 | 160 | 196 |
| 5. Sinking funds | 1,178 | 739 | 1,324 |
| 6. Other reserves | 1,16,752 | 1,58,882 | 1,95,944 |
| C. Borrowings | 1,24,824 | 1,51,494 | 1,92,938 |
| 7. Debentures @ | 6,869 | 4,673 | 8,872 |
| 8. Loans and advances | 1,11,911 | 1,32,979 | 1,67,669 |
| (a) From banks | 73,142 | 92,932 | 1,17,189 |
| <i>Of which: short-term borrowings</i> | 35,431 | 48,145 | 56,888 |
| (b) From other Indian financial institutions | 13,183 | 13,282 | 14,483 |
| (c) From foreign institutional agencies | 16,337 | 17,884 | 21,664 |
| (d) From Government and semi-Government bodies | 1,954 | 1,826 | 1,625 |
| (e) From companies | 1,888 | 2,752 | 2,724 |
| (f) From others | 5,404 | 4,300 | 9,980 |
| 9. Deferred payments | 5,481 | 13,260 | 15,742 |
| 10. Public deposits | 562 | 581 | 654 |
| Of total borrowings, debt | 83,436 | 96,555 | 1,24,477 |
| D. Trade dues and other current liabilities | 93,886 | 1,20,562 | 1,45,181 |
| 11. Sundry creditors | 61,829 | 77,332 | 88,783 |
| 12. Acceptances | 6,844 | 8,913 | 13,410 |
| 13. Liabilities to companies | 384 | 1,471 | 960 |
| 14. Advances/deposits from customers, agents, etc. | 11,588 | 15,887 | 21,523 |
| 15. Interest accrued on loans | 1,398 | 1,110 | 1,779 |
| 16. Others | 11,840 | 15,847 | 18,725 |
| E. Provisions | 22,387 | 27,131 | 25,424 |
| 17. Taxation (net of advance of income-tax) | 8,475 | 10,001 | 6,831 |
| 18. Dividends | 6,703 | 9,076 | 7,710 |
| 19. Other current provisions | 5,330 | 5,600 | 7,907 |
| 20. Non-current provisions | 1,879 | 2,453 | 2,975 |
| F. 21. Miscellaneous non-current liabilities | - | - | - |
| 22. TOTAL | 4,51,234 | 5,81,263 | 7,00,752 |

@ Includes privately placed debentures.

- Nil or negligible.

Statement 4: Combined Balance Sheet of the Select 533 Foreign Direct Investment Companies, 2006-07 to 2008-09 (Concl.)

(₹ Crore)

| Assets | 2006-07 | 2007-08 | 2008-09 |
|---|-----------------|-----------------|-----------------|
| 1 | 2 | 3 | 4 |
| G. Gross fixed assets | 2,80,035 | 3,42,339 | 4,10,180 |
| 23. Land | 7,507 | 12,644 | 14,620 |
| 24. Buildings | 26,325 | 31,818 | 37,245 |
| 25. Plant and machinery | 1,99,270 | 2,37,099 | 2,83,289 |
| 26. Capital work-in-progress | 27,535 | 37,211 | 47,602 |
| 27. Furniture, fixtures and office equipments | 8,958 | 10,541 | 12,937 |
| 28. Others | 10,437 | 13,023 | 14,484 |
| H. 29. Depreciation | 93,606 | 1,07,647 | 1,26,111 |
| I. 30. Net fixed assets | 1,86,428 | 2,34,691 | 2,84,068 |
| J. Inventories | 55,871 | 70,902 | 80,354 |
| 31. Raw materials, components, etc. | 20,697 | 26,978 | 28,924 |
| 32. Finished goods | 15,218 | 18,999 | 20,903 |
| 33. Work-in-progress | 11,856 | 14,783 | 17,588 |
| 34. Stores and spares | 5,875 | 6,822 | 8,021 |
| 35. Others | 2,222 | 3,317 | 4,916 |
| K. Loans and advances and other debtor balances | 94,110 | 1,20,960 | 1,50,745 |
| 36. Sundry debtors | 52,570 | 64,018 | 75,548 |
| 37. Loans and advances | 29,068 | 41,150 | 57,255 |
| (a) To subsidiaries and companies under the same management | 7,069 | 10,997 | 19,378 |
| (b) Others | 21,998 | 30,153 | 37,877 |
| 38. Interest accrued on loans and advances | 585 | 843 | 1,110 |
| 39. Deposits/balances with Government/others | 7,327 | 8,719 | 11,105 |
| 40. Others | 4,559 | 6,227 | 5,725 |
| L. Investments | 69,969 | 1,10,088 | 1,26,043 |
| Of which: quoted investments | 9,452 | 18,263 | 11,087 |
| 41. Foreign | 4,658 | 9,641 | 9,011 |
| 42. Indian | 65,310 | 1,00,447 | 1,17,031 |
| (a) Government/semi-Government securities | 228 | 344 | 858 |
| (b) Securities of Financial Institutions | 30,808 | 44,378 | 29,960 |
| (c) Industrial securities | 8,174 | 10,167 | 14,697 |
| (d) Shares and debentures of subsidiaries | 25,110 | 42,889 | 67,621 |
| (e) Others | 988 | 2,668 | 3,894 |
| M. 43. Advance income-tax (net of tax provision) | – | – | – |
| N. Other assets | 6,978 | 8,461 | 8,493 |
| 44. Immovable property | 49 | 116 | 152 |
| 45. Intangible assets | 6,912 | 8,344 | 8,053 |
| 46. Miscellaneous non-current assets | 15 | – | 286 |
| O. Cash and bank balances | 37,877 | 36,158 | 51,047 |
| 47. Fixed deposits with banks | 29,137 | 24,924 | 39,780 |
| 48. Other bank balances | 6,967 | 10,011 | 9,563 |
| 49. Cash in hand | 1,772 | 1,223 | 1,703 |
| 50. TOTAL (I to O) | 4,51,234 | 5,81,263 | 7,00,752 |

Statement 5: Sources and Uses of Funds of the Select 533 Foreign Direct Investment Companies, 2007-08 and 2008-09

(₹ Crore)

| Sources of Funds | 2007-08 | 2008-09 |
|--|-----------------|-----------------|
| 1 | 2 | 3 |
| INTERNAL SOURCES | 50,656 | 39,133 |
| A. 1. Paid-up Capital | 597 | 200 |
| B. Reserves and Surplus | 31,588 | 22,653 |
| 2. Capital Reserve | -2,047 | -14,769 |
| 3. Investment allowance Reserve | -12 | 36 |
| 4. Sinking Funds | -444 | 585 |
| 5. Other Reserves | 34,092 | 36,800 |
| C. Provisions | 18,471 | 16,280 |
| 6. Depreciation | 13,727 | 17,987 |
| 7. Taxation (net of advance of income tax) | 1,526 | -3,170 |
| 8. Dividends | 2,374 | -1,366 |
| 9. Other current provisions | 271 | 2,307 |
| 10. Non-current provisions | 574 | 522 |
| EXTERNAL SOURCES | 78,319 | 97,883 |
| D. Paid-up Capital | 24,992 | 31,534 |
| 11. Net issues | 1,570 | 4,004 |
| 12. Premium on shares | 23,422 | 27,530 |
| E. 13. Capital receipts | 48 | 785 |
| F. Borrowings | 26,618 | 41,363 |
| 14. Debentures | -2,196 | 4,199 |
| 15. Loans and advances | 21,016 | 34,610 |
| (a) From banks | 19,737 | 24,178 |
| (b) From other Indian Financial Institutions | 99 | 1,201 |
| (c) From foreign institutional agencies | 1,547 | 3,780 |
| (d) From Government and semi-Government bodies | -128 | -201 |
| (e) From companies | 864 | -29 |
| (f) From others | -1,104 | 5,680 |
| 16. Deferred payments | 7,779 | 2,482 |
| 17. Public deposits | 19 | 73 |
| G. Trade dues and other current liabilities | 26,662 | 24,201 |
| 18. Sundry creditors | 15,488 | 11,047 |
| 19. Acceptances | 2,069 | 4,496 |
| 20. Liabilities to companies | 1,087 | -526 |
| 21. Advances/deposits from customers, agents <i>etc.</i> | 4,299 | 5,636 |
| 22. Interest accrued on loans | -288 | 669 |
| 23. Others | 4,006 | 2,878 |
| H. 24. Miscellaneous non-current liabilities | - | - |
| 25. TOTAL | 1,28,975 | 1,37,016 |

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 of the Select 533 Foreign Direct Investment Companies, 2007-08 and 2008-09 (Concl.)

(₹ Crore)

| Uses of Funds | 2007-08 | 2008-09 |
|--|-----------------|-----------------|
| 1 | 2 | 3 |
| I. Gross Fixed Assets | 55,175 | 67,072 |
| 26. Land | 1,792 | 2,235 |
| 27. Buildings | 5,408 | 4,927 |
| 28. Plant and machinery | 34,654 | 45,709 |
| 29. Capital Work-in-progress | 9,675 | 10,391 |
| 30. Furniture, fixtures and office equipments | 1,586 | 2,372 |
| 31. Others | 2,059 | 1,438 |
| J. Inventories | 15,031 | 9,378 |
| 32. Raw materials, components <i>etc.</i> | 6,281 | 1,885 |
| 33. Finished goods | 3,782 | 1,902 |
| 34. Work-in-progress | 2,926 | 2,792 |
| 35. Stores and spares | 947 | 1,199 |
| 36. Others | 1,095 | 1,599 |
| K. Loans and advances and other debtor balances | 26,884 | 29,668 |
| 37. Sundry debtors | 11,449 | 11,557 |
| 38. Loans and advances | 12,116 | 15,961 |
| (a) To subsidiaries and companies under the same management | 3,962 | 8,234 |
| (b) Others | 8,154 | 7,727 |
| 39. Interest accrued on loans and advances | 258 | 268 |
| 40. Deposits/balances with Government/others | 1,392 | 2,385 |
| 41. Others | 1,668 | -503 |
| L. 42. Investments | 32,120 | 15,843 |
| M. 43. Other assets | 1,484 | 31 |
| N. 44. Cash and bank balances | -1,718 | 15,023 |
| 45. TOTAL | 1,28,975 | 1,37,016 |

**Statement 6: Earnings/Expenditure in Foreign Currencies of the Select
533 Foreign Direct Investment Companies, 2007-08 and 2008-09**

(₹ Crore)

| Item | 2006-07 | 2007-08 | 2008-09 |
|--|----------------|-----------------|-----------------|
| 1 | 2 | 3 | 4 |
| A. Expenditure in foreign currencies | 94,162 | 1,32,510 | 1,44,540 |
| (a) Imports (on c.i.f. basis) | 74,128 | 96,374 | 1,05,500 |
| <i>Of which:</i> | | | |
| i) Raw materials | 51,678 | 61,036 | 74,903 |
| ii) Capital goods | 13,539 | 24,811 | 18,550 |
| iii) Stores and spares | 4,189 | 4,738 | 5,472 |
| (b) Other expenditure in foreign currencies | 20,034 | 36,136 | 39,041 |
| <i>Of which:</i> | | | |
| Dividend | 3,092 | 10,428 | 4,084 |
| B. Earnings in foreign currencies | 80,797 | 93,789 | 1,16,130 |
| <i>Of which:</i> | | | |
| Exports (on f.o.b. basis) | 59,548 | 65,739 | 79,323 |
| C. Net inflow (+)/outflow (-) in foreign currencies (C-D) | -13,365 | -38,722 | -28,411 |

Statement 7: Growth Rates of the Select Items of the Select 533 Foreign Direct Investment Companies – Country-wise, 2007-08 and 2008-09

(Per cent)

| ITEM | U.K. (41) | | U.S.A. (74) | | Germany (44) | |
|--|--------------|---------|----------------|---------|-----------------|---------|
| | 2007-08 | 2008-09 | 2007-08 | 2008-09 | 2007-08 | 2008-09 |
| 1 | 2 | 3 | 4 | 5 | 6 | 7 |
| 1. Sales + | 14.2 | 8.0 | 21.7 | 60.2 | 29.5 | 25.0 |
| 2. Value of production | 13.4 | 9.3 | 21.9 | 59.3 | 28.6 | 25.6 |
| 3. Total Income | 12.1 | 8.9 | 23.2 | 56.4 | 27.4 | 25.8 |
| 4. Manufacturing expenses | 11.3 | 7.7 | 21.3 | 77.4 | 30.2 | 24.2 |
| 5. Remuneration to employees | 11.7 | 15.0 | 19.1 | 43.8 | 27.5 | 26.2 |
| 6. Depreciation provision | 13.7 | 14.8 | 13.0 | 76.2 | 8.8 | 15.0 |
| 7. Gross profits | 21.9 | 4.0 | 31.7 | 35.5 | 25.0 | 15.5 |
| 8. Interest | 52.5 | 27.6 | 21.3 | 96.5 | 40.5 | 55.3 |
| 9. Operating profits | 21.0 | 3.2 | 32.6 | 30.1 | 22.7 | 8.7 |
| 10. Non-operating surplus/deficit | -59.0 | -24.6 | 161.2 | -90.8 | 0.7 | -17.0 |
| 11. Profits before tax | 10.0 | 1.8 | 40.7 | 16.0 | 19.8 | 5.9 |
| 12. Tax provision | 17.2 | -5.4 | 36.8 | -9.3 | 12.5 | 9.3 |
| 13. Profits after tax | 6.6 | 5.5 | 42.6 | 27.9 | 23.6 | 4.2 |
| 14. Dividend paid | 28.1 | -12.9 | 8.3 | 17.8 | -11.7 | -0.9 |
| 15. Profits retained | -17.8 | 38.4 | 56.4 | 30.8 | 33.7 | 5.1 |
| 16. Gross saving | -9.5 | 30.7 | 44.4 | 40.6 | 23.9 | 8.5 |
| 17. (a) Gross value added | 17.8 | 9.0 | 26.6 | 37.0 | 25.1 | 21.9 |
| (b) Net value added | 18.1 | 8.6 | 28.2 | 31.9 | 28.1 | 23.4 |
| 18. Net worth @ | 8.2 | 15.7 | 31.4 | 105.8 | 19.2 | 17.6 |
| 19. Total borrowings @ | 20.7 | 35.1 | 19.4 | 115.6 | 17.1 | 56.0 |
| Of which: from banks @ | 28.2 | 38.1 | 40.2 | 127.7 | 27.2 | 65.3 |
| 20. Trade dues and other current liabilities @ | 18.8 | 4.8 | 27.3 | 48.5 | 18.9 | 28.0 |
| 21. (a) Gross fixed assets @ | 18.3 | 18.0 | 26.4 | 77.2 | 2.3 | 18.7 |
| (b) Net fixed assets @ | 22.6 | 20.9 | 37.4 | 80.5 | -7.2 | 22.7 |
| 22. Inventories @ | 20.7 | 13.1 | 26.6 | 97.9 | 26.4 | 53.9 |
| 23. (a) Gross physical assets @ | 18.9 | 16.6 | 26.4 | 81.7 | 9.1 | 29.2 |
| (b) Net physical assets @ | 21.9 | 18.0 | 33.9 | 85.7 | 7.0 | 36.2 |
| 24. (a) Total gross assets @ | 12.0 | 13.0 | 24.6 | 90.4 | 17.1 | 25.6 |
| (b) Total net assets @ | 12.3 | 13.2 | 27.8 | 94.1 | 18.1 | 28.1 |
| 25. Total earnings in foreign currencies | 3.9 | 11.6 | 34.8 | 67.6 | 50.8 | 57.1 |
| Of which: Exports | 2.1 | 12.6 | 41.6 | 140.1 | 17.2 | 20.9 |
| 26. Total expenditure in foreign currencies | 10.8 | 30.6 | 137.5 | 17.6 | 31.5 | 54.7 |
| Of which: Imports | -2.4 | 32.3 | 46.4 | 166.7 | 11.7 | 24.2 |

For footnotes, please refer to Statement 1.

Statement 7: Growth Rates of the Select Items of the Select 533 Foreign Direct Investment Companies – Country-wise, 2007-08 and 2008-09 (Contd.)

(Per cent)

| ITEM | Switzerland (17) | | Japan (33) | | France (13) | |
|--|---------------------|---------|---------------|---------|----------------|---------|
| | 2007-08 | 2008-09 | 2007-08 | 2008-09 | 2007-08 | 2008-09 |
| 1 | 8 | 9 | 10 | 11 | 12 | 13 |
| 1. Sales + | 24.3 | 8.1 | 12.0 | 11.3 | 24.1 | 26.0 |
| 2. Value of production | 24.9 | 7.5 | 14.4 | 8.3 | 23.6 | 26.8 |
| 3. Total Income | 24.0 | 7.9 | 15.0 | 7.5 | 24.2 | 28.1 |
| 4. Manufacturing expenses | 25.1 | 1.9 | 15.7 | 11.0 | 22.9 | 31.2 |
| 5. Remuneration to employees | 27.2 | 5.2 | 18.5 | 15.6 | 29.4 | 26.1 |
| 6. Depreciation provision | 29.3 | 13.4 | 42.9 | 22.6 | -12.8 | 8.0 |
| 7. Gross profits | 26.8 | 6.8 | 13.6 | -57.3 | 73.8 | -6.8 |
| 8. Interest | 59.9 | 124.5 | 59.1 | 58.8 | 1.5 | 11.2 |
| 9. Operating profits | 26.5 | 5.5 | 11.5 | -64.7 | 84.6 | -8.3 |
| 10. Non-operating surplus/deficit | -82.9 | 132.7 | -47.5 | 50.5 | & | # |
| 11. Profits before tax | 23.0 | 6.1 | 4.1 | -57.3 | 99.4 | -0.8 |
| 12. Tax provision | 30.2 | 5.3 | 19.0 | -32.0 | 133.5 | 4.5 |
| 13. Profits after tax | 18.9 | 6.6 | -1.5 | -69.1 | 85.4 | -3.5 |
| 14. Dividend paid | -4.5 | 15.0 | 7.0 | -37.5 | 42.5 | -5.2 |
| 15. Profits retained | 40.2 | 1.4 | -4.2 | -79.9 | 104.9 | -3.0 |
| 16. Gross saving | 37.2 | 4.5 | 7.0 | -47.0 | 55.4 | -0.4 |
| 17. (a) Gross value added | 27.8 | 6.4 | 18.8 | -31.6 | 50.8 | -2.1 |
| (b) Net value added | 27.4 | 6.0 | 15.2 | -41.7 | 31.2 | 20.0 |
| 18. Net worth @ | 22.3 | 19.0 | 19.5 | 14.2 | 28.9 | 22.4 |
| 19. Total borrowings @ | -4.6 | -5.8 | 18.9 | 13.6 | 21.3 | 55.8 |
| Of which: from banks @ | 9.5 | -4.2 | 63.8 | 12.5 | 25.4 | 20.9 |
| 20. Trade dues and other current liabilities @ | 28.0 | 0.4 | 18.9 | 61.6 | 38.9 | 47.2 |
| 21. (a) Gross fixed assets @ | 17.2 | 15.5 | 17.8 | 18.9 | 25.5 | 33.1 |
| (b) Net fixed assets @ | 25.8 | 19.6 | 20.7 | 21.1 | 26.4 | 36.4 |
| 22. Inventories @ | 21.9 | 7.8 | 30.5 | -1.5 | -5.2 | 89.7 |
| 23. (a) Gross physical assets @ | 18.4 | 13.5 | 19.8 | 15.3 | 20.8 | 40.0 |
| (b) Net physical assets @ | 24.1 | 14.7 | 23.3 | 14.9 | 20.5 | 44.3 |
| 24. (a) Total gross assets @ | 22.0 | 11.6 | 17.7 | 19.3 | 29.3 | 34.9 |
| (b) Total net assets @ | 24.9 | 11.7 | 18.6 | 20.1 | 30.1 | 36.4 |
| 25. Total earnings in foreign currencies | 6.7 | 14.9 | 3.8 | 21.4 | 63.8 | 75.5 |
| Of which: Exports | 3.1 | 18.7 | 4.5 | 21.5 | 68.5 | 67.3 |
| 26. Total expenditure in foreign currencies | 18.8 | 18.4 | 19.2 | 22.3 | 19.2 | 35.7 |
| Of which: Imports | 18.6 | 26.0 | 20.7 | 19.5 | 19.4 | 34.7 |

Statement 7: Growth Rates of the Select Items of the Select 533 Foreign Direct Investment Companies – Country-wise, 2007-08 and 2008-09 (Concl.)

(Per cent)

| ITEM | Netherlands (17) | | Mauritius (113) | |
|--|---------------------|-----------|--------------------|-----------|
| | 2007-08 | 2008-09 | 2007-08 | 2008-09 |
| 1 | 14 | 15 | 16 | 17 |
| 1. Sales + | 11.0 | 16.4 | 23.4 | 8.1 |
| 2. Value of production | 12.3 | 15.7 | 23.2 | 6.9 |
| 3. Total Income | 11.0 | 16.2 | 26.0 | 6.4 |
| 4. Manufacturing expenses | 15.0 | 14.2 | 25.1 | 9.9 |
| 5. Remuneration to employees | 7.3 | 15.4 | 24.1 | 12.7 |
| 6. Depreciation provision | 11.8 | 11.9 | 19.1 | 1.2 |
| 7. Gross profits | 6.6 | 8.0 | 20.4 | -14.3 |
| 8. Interest | -14.9 | 47.3 | 12.9 | 11.9 |
| 9. Operating profits | 8.6 | 5.1 | 22.4 | -20.8 |
| 10. Non-operating surplus/deficit | -48.0 | 22.0 | #. | -89.4 |
| 11. Profits before tax | -1.8 | 6.8 | 41.8 | -29.2 |
| 12. Tax provision | 3.5 | 12.4 | 71.8 | -15.8 |
| 13. Profits after tax | -4.0 | 4.2 | 34.9 | -33.1 |
| 14. Dividend paid | 24.3 | -16.1 | 22.0 | -17.6 |
| 15. Profits retained | -12.4 | 12.8 | 38.6 | -37.1 |
| 16. Gross saving | -5.1 | 12.5 | 31.5 | -24.5 |
| 17. (a) Gross value added | 6.9 | 13.1 | 21.5 | -4.3 |
| (b) Net value added | 5.7 | 13.6 | 21.9 | -5.4 |
| 18. Net worth @ | 13.1 | 6.5 | 31.3 | 6.2 |
| 19. Total borrowings @ | 21.4 | 36.6 | 13.3 | 16.1 |
| Of which: from banks @ | 30.6 | 4.5 | 22.4 | 16.8 |
| 20. Trade dues and other current liabilities @ | 27.2 | 27.2 | 30.5 | 19.8 |
| 21. (a) Gross fixed assets @ | 7.9 | 15.2 | 21.3 | 5.0 |
| (b) Net fixed assets @ | 12.2 | 19.2 | 22.9 | 8.2 |
| 22. Inventories @ | 11.7 | 10.9 | 35.8 | -7.9 |
| 23. (a) Gross physical assets @ | 8.7 | 14.5 | 23.2 | 3.1 |
| (b) Net physical assets @ | 12.0 | 17.1 | 25.3 | 5.0 |
| 24. (a) Total gross assets @ | 15.4 | 14.7 | 24.5 | 8.7 |
| (b) Total net assets @ | 18.6 | 16.1 | 25.8 | 10.8 |
| 25. Total earnings in foreign currencies | -5.8 | 55.8 | 18.8 | 12.5 |
| Of which: Exports | 10.4 | 71.9 | 7.8 | 4.1 |
| 26. Total expenditure in foreign currencies | 8.1 | 28.1 | 23.3 | 29.4 |
| Of which: Imports | 4.8 | 32.8 | 21.4 | 31.3 |

Statement 8: Growth Rates of the Select Items of the Select 533 Foreign Direct Investment Companies – Industry-wise, 2007-08 and 2008-09

(Per cent)

| Item | Food Products and Beverages (29) | | Chemicals and Chemical Products (86) | | Rubber and Plastic Products (21) | |
|--|-------------------------------------|---------|---|---------|-------------------------------------|---------|
| | 2007-08 | 2008-09 | 2007-08 | 2008-09 | 2007-08 | 2008-09 |
| 1 | 2 | 3 | 4 | 5 | 6 | 7 |
| 1. Sales + | 24.1 | 23.4 | 9.9 | 12.8 | 28.2 | 20.9 |
| 2. Value of production | 26.3 | 22.7 | 9.9 | 13.0 | 31.0 | 17.5 |
| 3. Total Income | 25.2 | 22.7 | 11.3 | 11.2 | 13.8 | 17.4 |
| 4. Manufacturing expenses | 27.4 | 24.6 | 11.5 | 12.6 | 29.9 | 16.3 |
| 5. Remuneration to employees | 31.6 | 8.5 | 13.6 | 17.4 | 27.4 | 22.8 |
| 6. Depreciation provision | 13.0 | 20.3 | 12.9 | 11.2 | 20.0 | 9.5 |
| 7. Gross profits | 23.3 | 17.4 | 0.7 | -13.0 | 44.9 | -2.2 |
| 8. Interest | 25.7 | 25.8 | 9.3 | 36.1 | 25.3 | 50.4 |
| 9. Operating profits | 22.7 | 15.3 | 0.0 | -18.0 | 58.2 | -30.3 |
| 10. Non-operating surplus/deficit | -8.8 | -72.6 | 18.3 | -38.1 | * | * |
| 11. Profits before tax | 20.6 | 10.8 | 2.2 | -20.9 | -53.4 | -32.0 |
| 12. Tax provision | 29.2 | 15.2 | 24.9 | -6.8 | 62.0 | -22.8 |
| 13. Profits after tax | 16.8 | 8.7 | -4.7 | -26.6 | -63.4 | -35.6 |
| 14. Dividend paid | -7.2 | 42.6 | 30.1 | -25.7 | -11.1 | -20.9 |
| 15. Profits retained | 33.4 | -7.5 | -29.5 | -27.9 | -69.1 | -40.2 |
| 16. Gross saving | 27.0 | 0.2 | -17.8 | -13.1 | -54.0 | -18.2 |
| 17. (a) Gross value added | 23.7 | 14.8 | 5.1 | -2.5 | 36.9 | 3.2 |
| (b) Net value added | 24.9 | 13.8 | 6.6 | -6.7 | 42.2 | 0.8 |
| 18. Net worth @ | 32.2 | 22.5 | 13.2 | 13.7 | 25.2 | 2.1 |
| 19. Total borrowings @ | 3.0 | 46.9 | 15.5 | 17.9 | 25.3 | 47.1 |
| Of which: from banks @ | 8.4 | 55.4 | 29.9 | 19.4 | 18.1 | 59.4 |
| 20. Trade dues and other current liabilities @ | 64.8 | 2.0 | 16.0 | 29.8 | 8.5 | 25.1 |
| 21. (a) Gross fixed assets @ | 19.6 | 26.0 | 13.8 | 13.2 | 15.7 | 16.2 |
| (b) Net fixed assets @ | 22.4 | 31.2 | 13.8 | 12.8 | 20.4 | 24.1 |
| 22. Inventories @ | 78.0 | 7.3 | 16.0 | 11.3 | 59.7 | 10.8 |
| 23. (a) Gross physical assets @ | 36.6 | 18.9 | 14.3 | 12.7 | 21.5 | 15.3 |
| (b) Net physical assets @ | 43.5 | 20.0 | 14.5 | 12.3 | 27.9 | 20.9 |
| 24. (a) Total gross assets @ | 27.8 | 22.0 | 14.4 | 14.6 | 18.7 | 16.8 |
| (b) Total net assets @ | 29.8 | 22.9 | 14.4 | 14.7 | 21.5 | 20.3 |
| 25. Total earnings in foreign currencies | 25.9 | 51.9 | 3.8 | 16.5 | 14.7 | 25.7 |
| Of which: Exports | 25.9 | 51.5 | 4.2 | 15.5 | 11.3 | 24.8 |
| 26. Total expenditure in foreign currencies | 41.4 | 58.8 | 14.3 | 19.4 | 21.0 | 30.3 |
| Of which: Imports | 31.1 | 108.0 | 13.6 | 18.8 | 21.6 | 32.5 |

For footnotes, please refer to Statement 1.

Statement 8: Growth Rates of the Select Items of the Select 533 Foreign Direct Investment Companies – Industry-wise, 2007-08 and 2008-09 (Contd.)

(Per cent)

| Item | Machinery & Machine Tools (55) | | Electrical Machinery & Apparatus (33) | | Motor Vehicles & Other Transport Equipments (32) | |
|--|-----------------------------------|---------|--|---------|---|---------|
| | 2007-08 | 2008-09 | 2007-08 | 2008-09 | 2007-08 | 2008-09 |
| 1 | 8 | 9 | 10 | 11 | 12 | 13 |
| 1. Sales + | 14.4 | 11.7 | 26.6 | 14.2 | 15.6 | 14.2 |
| 2. Value of production | 15.0 | 10.1 | 26.4 | 12.7 | 17.1 | 12.3 |
| 3. Total Income | 16.2 | 10.2 | 25.7 | 11.8 | 17.2 | 12.5 |
| 4. Manufacturing expenses | 16.8 | 10.9 | 25.7 | 10.9 | 18.0 | 15.2 |
| 5. Remuneration to employees | 16.2 | 18.2 | 10.9 | 19.1 | 17.0 | 12.7 |
| 6. Depreciation provision | 22.1 | 14.1 | 8.9 | 9.7 | 31.6 | 33.5 |
| 7. Gross profits | 9.6 | -0.6 | 52.3 | 7.6 | 6.9 | -21.3 |
| 8. Interest | 43.6 | 38.4 | 25.3 | 33.8 | 103.7 | 71.0 |
| 9. Operating profits | 6.7 | -5.1 | 55.7 | 5.0 | 3.8 | -27.2 |
| 10. Non-operating surplus/deficit | 361.9 | -33.5 | -35.2 | * | 51.7 | -1.0 |
| 11. Profits before tax | 16.6 | -8.2 | 46.5 | -2.2 | 7.3 | -24.5 |
| 12. Tax provision | 17.4 | 5.0 | 55.9 | 1.3 | -0.5 | -25.4 |
| 13. Profits after tax | 16.2 | -14.8 | 42.0 | -4.1 | 10.9 | -24.1 |
| 14. Dividend paid | -5.1 | 8.5 | 30.1 | -0.7 | 6.6 | -2.5 |
| 15. Profits retained | 25.9 | -22.8 | 44.7 | -4.8 | 12.2 | -29.8 |
| 16. Gross saving | 24.4 | -8.6 | 35.5 | -1.8 | 17.8 | -9.2 |
| 17. (a) Gross value added | 12.9 | 7.6 | 32.6 | 11.7 | 13.5 | -4.9 |
| (b) Net value added | 11.5 | 5.8 | 35.2 | 12.1 | 8.7 | -12.7 |
| 18. Net worth @ | 17.5 | 9.7 | 34.5 | 19.4 | 23.4 | 18.3 |
| 19. Total borrowings @ | 50.3 | 4.0 | 7.3 | 16.8 | 31.7 | 47.6 |
| Of which: from banks @ | 33.6 | 6.7 | 15.7 | 26.5 | 79.6 | 54.2 |
| 20. Trade dues and other current liabilities @ | 15.0 | 14.8 | 36.5 | 13.1 | 24.1 | 21.7 |
| 21. (a) Gross fixed assets @ | 15.2 | 13.0 | 13.7 | 17.4 | 24.9 | 24.1 |
| (b) Net fixed assets @ | 14.9 | 10.6 | 18.2 | 26.5 | 35.9 | 28.8 |
| 22. Inventories @ | 15.8 | 13.0 | 27.0 | 2.3 | 27.0 | 9.2 |
| 23. (a) Gross physical assets @ | 15.3 | 13.0 | 17.3 | 12.9 | 25.3 | 21.5 |
| (b) Net physical assets @ | 15.2 | 11.5 | 21.8 | 16.0 | 33.4 | 23.5 |
| 24. (a) Total gross assets @ | 21.0 | 11.0 | 25.6 | 14.9 | 22.4 | 22.7 |
| (b) Total net assets @ | 22.3 | 9.8 | 29.3 | 16.4 | 25.2 | 24.0 |
| 25. Total earnings in foreign currencies | 7.3 | 29.4 | 17.3 | 33.1 | 30.6 | 62.5 |
| Of which: Exports | 7.1 | 29.1 | 25.3 | 31.3 | 31.3 | 61.3 |
| 26. Total expenditure in foreign currencies | 11.0 | 23.4 | 24.9 | 24.7 | 12.0 | 23.7 |
| Of which: Imports | 8.1 | 22.9 | 26.1 | 23.2 | 10.1 | 19.0 |

Statement 8: Growth Rates of the Select Items of the Select 533 Foreign Direct Investment Companies – Industry-wise, 2007-08 and 2008-09 (Concl'd.)

(Per cent)

| Item | Wholesale and Retail Trade (15) | | Computer and Related Activities (41) | |
|--|------------------------------------|---------|---|---------|
| | 2007-08 | 2008-09 | 2007-08 | 2008-09 |
| 1 | 14 | 15 | 16 | 17 |
| 1. Sales + | 24.1 | 10.5 | 31.8 | 33.5 |
| 2. Value of production | 23.9 | 9.8 | 31.8 | 33.4 |
| 3. Total Income | 22.3 | 11.7 | 43.8 | 24.6 |
| 4. Manufacturing expenses | 20.5 | 7.2 | 77.5 | 48.3 |
| 5. Remuneration to employees | 39.9 | 21.4 | 22.3 | 24.2 |
| 6. Depreciation provision | -20.5 | 11.3 | 29.5 | 23.2 |
| 7. Gross profits | 89.6 | -10.2 | 42.5 | 10.2 |
| 8. Interest | 40.0 | 12.6 | 26.5 | 64.2 |
| 9. Operating profits | 104.5 | -14.9 | 43.1 | 8.4 |
| 10. Non-operating surplus/deficit | * | * | # | -70.0 |
| 11. Profits before tax | 45.0 | 11.2 | 81.7 | -11.4 |
| 12. Tax provision | 74.9 | -6.5 | 118.0 | -5.7 |
| 13. Profits after tax | 35.0 | 18.9 | 75.1 | -12.7 |
| 14. Dividend paid | 35.8 | 5.3 | 16.8 | 13.9 |
| 15. Profits retained | 34.9 | 20.5 | 103.9 | -20.3 |
| 16. Gross saving | 11.7 | 17.7 | 81.2 | -10.8 |
| 17. (a) Gross value added | 47.8 | 6.4 | 29.0 | 19.9 |
| (b) Net value added | 22.0 | 33.8 | 29.1 | 19.8 |
| 18. Net worth @ | 24.0 | 28.5 | 36.5 | 7.9 |
| 19. Total borrowings @ | 29.0 | -10.4 | 53.3 | 30.4 |
| Of which: from banks @ | 48.0 | -12.0 | 70.0 | 56.7 |
| 20. Trade dues and other current liabilities @ | 33.5 | 18.5 | 21.3 | 57.5 |
| 21. (a) Gross fixed assets @ | 21.9 | 22.0 | 37.4 | 23.4 |
| (b) Net fixed assets @ | 17.2 | 20.7 | 41.3 | 22.3 |
| 22. Inventories @ | 32.8 | 3.8 | 139.1 | 21.1 |
| 23. (a) Gross physical assets @ | 27.0 | 13.1 | 39.1 | 23.3 |
| (b) Net physical assets @ | 26.0 | 10.7 | 43.9 | 22.2 |
| 24. (a) Total gross assets @ | 29.4 | 14.6 | 34.6 | 18.4 |
| (b) Total net assets @ | 29.1 | 13.7 | 35.0 | 17.6 |
| 25. Total earnings in foreign currencies | 29.6 | 34.2 | 38.6 | 31.2 |
| Of which: Exports | 28.4 | 36.1 | 14.6 | 57.0 |
| 26. Total expenditure in foreign currencies | 20.2 | 5.0 | 36.2 | 44.7 |
| Of which: Imports | 20.3 | 3.9 | 72.2 | 4.1 |

Statement 9: Growth Rates of the Select Items of the Select 533 Foreign Direct Investment Companies – Type-wise, 2007-08 and 2008-09

(Per cent)

| Item | Public (445) | | Private (88) | |
|--|-----------------|---------|-----------------|---------|
| | 2007-08 | 2008-09 | 2007-08 | 2008-09 |
| 1 | 2 | 3 | 4 | 5 |
| 1. Sales + | 20.1 | 16.4 | 42.0 | 15.0 |
| 2. Value of production | 20.1 | 15.7 | 42.1 | 15.0 |
| 3. Total Income | 19.9 | 16.2 | 39.1 | 16.6 |
| 4. Manufacturing expenses | 20.8 | 17.7 | 47.8 | 6.5 |
| 5. Remuneration to employees | 21.1 | 16.1 | 32.1 | 22.6 |
| 6. Depreciation provision | 23.6 | 15.5 | 8.0 | 37.2 |
| 7. Gross profits | 18.4 | -7.3 | 78.4 | 5.4 |
| 8. Interest | 18.6 | 37.4 | 35.5 | 35.6 |
| 9. Operating profits | 18.3 | -14.0 | 83.5 | 2.8 |
| 10. Non-operating surplus/deficit | -60.7 | 180.0 | * | # |
| 11. Profits before tax | 13.0 | -9.4 | 65.5 | 13.8 |
| 12. Tax provision | 27.0 | -12.7 | 31.2 | 28.0 |
| 13. Profits after tax | 8.2 | -8.1 | 90.8 | 6.7 |
| 14. Dividend paid | 17.9 | -8.1 | -53.7 | 96.8 |
| 15. Profits retained | 5.1 | -8.1 | # | -16.8 |
| 16. Gross saving | 11.1 | 0.4 | 125.4 | 5.8 |
| 17. (a) Gross value added | 20.0 | 4.3 | 43.9 | 17.0 |
| (b) Net value added | 19.3 | 2.1 | 38.8 | 24.4 |
| 18. Net worth @ | 27.7 | 19.4 | 10.3 | 26.3 |
| 19. Total borrowings @ | 21.7 | 27.1 | 0.7 | 34.5 |
| Of which: from banks @ | 27.7 | 26.0 | -2.0 | 26.1 |
| 20. Trade dues and other current liabilities @ | 28.3 | 20.2 | 30.5 | 14.6 |
| 21. (a) Gross fixed assets @ | 19.9 | 19.6 | 8.5 | 18.0 |
| (b) Net fixed assets @ | 22.4 | 20.9 | 13.5 | 18.4 |
| 22. Inventories @ | 26.7 | 13.1 | 34.3 | 16.1 |
| 23. (a) Gross physical assets @ | 21.1 | 18.5 | 11.7 | 17.7 |
| (b) Net physical assets @ | 23.4 | 19.1 | 17.7 | 17.9 |
| 24. (a) Total gross assets @ | 24.0 | 19.8 | 10.9 | 21.8 |
| (b) Total net assets @ | 25.8 | 20.4 | 13.0 | 22.7 |
| 25. Total earnings in foreign currencies | 14.7 | 23.8 | 81.5 | 22.2 |
| Of which: Exports | 8.6 | 20.5 | 108.0 | 25.1 |
| 26. Total expenditure in foreign currencies | 40.7 | 8.7 | 37.1 | 27.2 |
| Of which: Imports | 29.8 | 9.4 | 38.1 | 10.2 |

For footnotes, please refer to Statement 1.

**Statement 10: Select Financial Ratios - Select Foreign Direct Investment Companies,
Country-wise, 2006-07 to 2008-09**

(Per cent)

| Select Financial Ratios | U.K. (41) | | | U.S.A. (74) | | |
|--|--------------|---------|---------|----------------|---------|---------|
| | 2006-07 | 2007-08 | 2008-09 | 2006-07 | 2007-08 | 2008-09 |
| 1 | 2 | 3 | 4 | 5 | 6 | 7 |
| A. Capital structure ratios | | | | | | |
| 1. Net fixed assets to total net assets | 33.5 | 36.8 | 41.3 | 33.1 | 35.6 | 33.0 |
| 2. Net worth to total net assets | 55.9 | 53.6 | 56.3 | 50.3 | 51.7 | 54.8 |
| 3. Debt to equity | 8.7 | 7.6 | 7.0 | 34.6 | 30.0 | 31.3 |
| 4. Debt to equity (equity adjusted for revaluation reserve) | 9.1 | 7.9 | 7.7 | 35.0 | 30.2 | 31.4 |
| 5. Short-term bank borrowings to inventories | 13.3 | 17.9 | 26.4 | 33.0 | 36.1 | 40.5 |
| 6. Total outside liabilities to net worth | 78.8 | 86.3 | 77.5 | 98.7 | 93.3 | 82.3 |
| B. Liquidity ratios | | | | | | |
| 7. Current assets to current liabilities + | 1.2 | 1.1 | 1.2 | 1.6 | 1.5 | 1.4 |
| 8. Quick assets to current liabilities | 42.9 | 34.0 | 44.0 | 89.7 | 77.2 | 58.6 |
| 9. Current assets to total net assets | 46.0 | 45.7 | 46.9 | 50.6 | 49.8 | 40.0 |
| 10. Sundry creditors to current assets | 42.9 | 46.4 | 40.1 | 23.3 | 21.9 | 20.8 |
| 11. Sundry creditors to net working capital | 235.8 | 419.4 | 211.8 | 62.1 | 62.1 | 67.1 |
| C. Assets utilisation and turnover ratios | | | | | | |
| 12. Sales to total net assets | 116.8 | 119.1 | 109.9 | 81.3 | 77.4 | 63.9 |
| 13. Sales to gross fixed assets | 223.7 | 215.1 | 185.9 | 147.3 | 141.9 | 128.3 |
| 14. Inventories to sales | 17.2 | 18.2 | 19.0 | 19.1 | 19.9 | 24.6 |
| 15. Sundry debtors to sales | 6.7 | 6.0 | 6.6 | 16.2 | 16.0 | 13.1 |
| 16. Exports to sales | 9.3 | 8.3 | 8.7 | 11.1 | 12.9 | 19.4 |
| 17. Gross value added to gross fixed assets | 57.5 | 57.1 | 49.7 | 43.5 | 43.6 | 33.7 |
| 18. Raw materials consumed to value of production | 50.8 | 50.2 | 49.1 | 43.1 | 42.5 | 47.6 |
| D. Sources and uses of funds ratios @ | | | | | | |
| 19. Gross fixed assets formation to total uses of funds | | 66.8 | 64.5 | | 48.5 | 39.1 |
| 20. Gross capital formation to total uses of funds | | 95.9 | 83.0 | | 62.3 | 53.1 |
| 21. External sources of funds to total sources of funds | | 53.5 | 38.0 | | 49.7 | 41.4 |
| 22. Increase in bank borrowings to total external sources | | 20.0 | 41.1 | | 42.0 | 49.1 |
| 23. Gross savings to gross capital formation | | 63.0 | 78.7 | | 75.5 | 27.1 |
| E. Profitability and profit allocation ratios | | | | | | |
| 24. Gross profits to total net assets | 19.6 | 21.4 | 19.0 | 15.1 | 15.6 | 10.9 |
| 25. Gross profits to sales | 16.8 | 17.9 | 17.3 | 18.6 | 20.1 | 17.0 |
| 26. Profits after tax to net worth | 27.1 | 26.9 | 23.1 | 19.7 | 21.4 | 13.3 |
| 27. Tax provision to profits before tax | 31.6 | 33.6 | 31.1 | 32.2 | 30.9 | 23.9 |
| 28. Profits retained to profits after tax | 46.6 | 35.9 | 47.4 | 71.8 | 79.0 | 80.8 |
| 29. Dividends to net worth | 14.4 | 17.2 | 12.2 | 5.6 | 4.6 | 2.6 |
| 30. Ordinary dividends to ordinary paid-up capital | 206.0 | 262.7 | 220.2 | 63.2 | 60.8 | 61.2 |

Note: For footnotes please refer to Statement 2.

Statement 10: Select Financial Ratios - Select Foreign Direct Investment Companies, Country-wise, 2006-07 to 2008-09 (Contd.)

(Per cent)

| Select Financial Ratios | Germany (44) | | | Switzerland (17) | | |
|--|-----------------|---------|---------|---------------------|---------|---------|
| | 2006-07 | 2007-08 | 2008-09 | 2006-07 | 2007-08 | 2008-09 |
| 1 | 8 | 9 | 10 | 11 | 12 | 13 |
| A. Capital structure ratios | | | | | | |
| 1. Net fixed assets to total net assets | 27.8 | 26.7 | 25.9 | 20.9 | 21.1 | 22.5 |
| 2. Net worth to total net assets | 48.8 | 52.4 | 47.4 | 43.7 | 42.8 | 45.5 |
| 3. Debt to equity | 27.3 | 18.8 | 21.7 | 2.5 | 1.1 | 1.0 |
| 4. Debt to equity (equity adjusted for revaluation reserve) | 27.4 | 18.8 | 21.8 | 2.5 | 1.1 | 1.0 |
| 5. Short-term bank borrowings to inventories | 36.6 | 46.3 | 55.5 | 5.4 | 6.9 | 5.7 |
| 6. Total outside liabilities to net worth | 104.8 | 90.5 | 110.8 | 128.7 | 133.5 | 119.3 |
| B. Liquidity ratios | | | | | | |
| 7. Current assets to current liabilities + | 1.5 | 1.5 | 1.5 | 1.3 | 1.3 | 1.4 |
| 8. Quick assets to current liabilities | 81.2 | 79.5 | 68.9 | 83.5 | 84.3 | 87.3 |
| 9. Current assets to total net assets | 58.4 | 58.6 | 63.5 | 73.3 | 74.3 | 73.2 |
| 10. Sundry creditors to current assets | 26.9 | 27.9 | 23.9 | 36.0 | 35.9 | 33.1 |
| 11. Sundry creditors to net working capital | 75.7 | 76.9 | 70.5 | 129.5 | 130.3 | 109.2 |
| C. Assets utilisation and turnover ratios | | | | | | |
| 12. Sales to total net assets | 92.1 | 94.8 | 93.8 | 148.5 | 147.9 | 143.2 |
| 13. Sales to gross fixed assets | 177.1 | 195.2 | 205.6 | 332.9 | 353.0 | 330.5 |
| 14. Inventories to sales | 22.1 | 21.6 | 26.6 | 10.2 | 10.0 | 10.0 |
| 15. Sundry debtors to sales | 19.2 | 18.9 | 18.7 | 18.0 | 20.9 | 22.4 |
| 16. Exports to sales | 12.5 | 11.4 | 11.0 | 8.9 | 7.4 | 8.1 |
| 17. Gross value added to gross fixed assets | 45.0 | 47.9 | 49.2 | 75.8 | 82.7 | 76.2 |
| 18. Raw materials consumed to value of production | 51.1 | 50.8 | 50.3 | 57.4 | 57.6 | 56.4 |
| D. Sources and uses of funds ratios @ | | | | | | |
| 19. Gross fixed assets formation to total uses of funds | | 5.8 | 29.2 | | 28.2 | 46.1 |
| 20. Gross capital formation to total uses of funds | | 31.1 | 64.7 | | 40.5 | 54.5 |
| 21. External sources of funds to total sources of funds | | 81.1 | 61.5 | | 48.0 | 1.1 |
| 22. Increase in bank borrowings to total external sources | | 23.6 | 51.7 | | 0.9 | -31.6 |
| 23. Gross savings to gross capital formation | | 183.8 | 52.1 | | 122.8 | 148.1 |
| E. Profitability and profit allocation ratios | | | | | | |
| 24. Gross profits to total net assets | 11.7 | 11.6 | 10.6 | 20.7 | 21.0 | 20.1 |
| 25. Gross profits to sales | 12.7 | 12.2 | 11.3 | 13.9 | 14.2 | 14.0 |
| 26. Profits after tax to net worth | 15.7 | 14.3 | 13.1 | 31.1 | 30.2 | 27.1 |
| 27. Tax provision to profits before tax | 32.7 | 32.1 | 32.1 | 35.9 | 38.0 | 37.8 |
| 28. Profits retained to profits after tax | 81.0 | 84.4 | 85.7 | 52.6 | 61.9 | 58.9 |
| 29. Dividends to net worth | 3.4 | 2.2 | 1.9 | 14.7 | 11.5 | 11.1 |
| 30. Ordinary dividends to ordinary paid-up capital | 28.8 | 22.0 | 19.9 | 183.8 | 174.3 | 199.4 |

**Statement 10: Select Financial Ratios - Select Foreign Direct Investment Companies,
Country-wise, 2006-07 to 2008-09 (Contd.)**

(Per cent)

| Select Financial Ratios | Japan (33) | | | France (13) | | |
|--|---------------|-----------|-----------|----------------|-----------|-----------|
| | 2006-07 | 2007-08 | 2008-09 | 2006-07 | 2007-08 | 2008-09 |
| 1 | 14 | 15 | 16 | 17 | 18 | 19 |
| A Capital structure ratios | | | | | | |
| 1. Net fixed assets to total net assets | 32.2 | 32.8 | 33.1 | 42.5 | 41.3 | 41.3 |
| 2. Net worth to total net assets | 50.3 | 50.7 | 48.2 | 39.6 | 39.3 | 35.2 |
| 3. Debt to equity | 26.6 | 20.8 | 26.3 | 55.0 | 48.6 | 25.8 |
| 4. Debt to equity (equity adjusted for revaluation reserve) | 26.6 | 20.8 | 26.3 | 55.2 | 48.7 | 25.9 |
| 5. Short-term bank borrowings to inventories | 83.2 | 100.5 | 93.9 | 14.8 | 46.8 | 194.5 |
| 6. Total outside liabilities to net worth | 98.4 | 97.0 | 107.2 | 151.9 | 154.4 | 183.6 |
| B. Liquidity ratios | | | | | | |
| 7. Current assets to current liabilities + | 1.1 | 0.9 | 1.0 | 1.1 | 1.0 | 0.9 |
| 8. Quick assets to current liabilities | 57.1 | 36.1 | 52.1 | 76.0 | 73.5 | 54.0 |
| 9. Current assets to total net assets | 39.7 | 35.2 | 41.2 | 45.6 | 45.2 | 50.9 |
| 10. Sundry creditors to current assets | 29.1 | 33.2 | 35.2 | 39.8 | 42.1 | 25.0 |
| 11. Sundry creditors to net working capital | 261.5 | #. | 465.9 | 244.9 | 513.3 | #. |
| C. Assets utilisation and turnover ratios | | | | | | |
| 12. Sales to total net assets | 134.0 | 126.5 | 117.2 | 140.1 | 133.7 | 123.5 |
| 13. Sales to gross fixed assets | 231.5 | 220.1 | 205.9 | 262.0 | 259.1 | 245.2 |
| 14. Inventories to sales | 8.3 | 9.7 | 8.6 | 7.0 | 5.3 | 8.0 |
| 15. Sundry debtors to sales | 8.1 | 7.2 | 7.2 | 14.5 | 16.6 | 17.4 |
| 16. Exports to sales | 10.7 | 10.0 | 10.9 | 3.9 | 5.3 | 7.0 |
| 17. Gross value added to gross fixed assets | 41.6 | 42.0 | 24.1 | 41.9 | 50.4 | 37.0 |
| 18. Raw materials consumed to value of production | 66.8 | 67.3 | 69.0 | 75.0 | 74.2 | 77.4 |
| D Sources and uses of funds ratios @ | | | | | | |
| 19. Gross fixed assets formation to total uses of funds | | 46.4 | 50.3 | | 41.9 | 44.4 |
| 20. Gross capital formation to total uses of funds | | 61.7 | 49.4 | | 40.4 | 61.1 |
| 21. External sources of funds to total sources of funds | | 38.7 | 115.1 | | 50.7 | 72.9 |
| 22. Increase in bank borrowings to total external sources | | 78.7 | 7.3 | | 35.7 | 16.7 |
| 23. Gross savings to gross capital formation | | 102.4 | 58.5 | | 111.3 | 47.6 |
| E. Profitability and profit allocation ratios | | | | | | |
| 24. Gross profits to total net assets | 16.4 | 15.7 | 5.6 | 15.0 | 20.0 | 13.7 |
| 25. Gross profits to sales | 12.3 | 12.4 | 4.7 | 10.7 | 15.0 | 11.0 |
| 26. Profits after tax to net worth | 25.9 | 21.3 | 5.7 | 20.0 | 28.8 | 22.7 |
| 27. Tax provision to profits before tax | 27.7 | 31.4 | 30.3 | 27.4 | 33.5 | 35.4 |
| 28. Profits retained to profits after tax | 76.5 | 74.7 | 77.1 | 71.0 | 76.5 | 76.8 |
| 29. Dividends to net worth | 6.0 | 5.4 | 2.9 | 6.2 | 6.9 | 5.3 |
| 30. Ordinary dividends to ordinary paid-up capital | 81.7 | 83.1 | 44.5 | 11.9 | 16.8 | 15.5 |

**Statement 10: Select Financial Ratios - Select Foreign Direct Investment Companies,
Country-wise, 2006-07 to 2008-09 (Concl.)**

(Per cent)

| Select Financial Ratios | Netherlands (17) | | | Mauritius (113) | | |
|--|---------------------|-----------|-----------|--------------------|-----------|-----------|
| | 2006-07 | 2007-08 | 2008-09 | 2006-07 | 2007-08 | 2008-09 |
| 1 | 20 | 21 | 22 | 23 | 24 | 25 |
| A. Capital structure ratios | | | | | | |
| 1. Net fixed assets to total net assets | 23.5 | 36.2 | 26.3 | 44.4 | 43.6 | 42.6 |
| 2. Net worth to total net assets | 49.3 | 56.8 | 43.8 | 45.4 | 47.5 | 45.6 |
| 3. Debt to equity | 6.1 | 3.0 | 6.5 | 51.5 | 41.7 | 45.7 |
| 4. Debt to equity (equity adjusted for revaluation reserve) | 6.2 | 4.6 | 7.0 | 52.6 | 42.4 | 46.4 |
| 5. Short-term bank borrowings to inventories | 28.5 | 41.2 | 31.1 | 72.8 | 70.7 | 91.6 |
| 6. Total outside liabilities to net worth | 102.7 | 75.8 | 128.0 | 120.2 | 110.1 | 119.0 |
| B. Liquidity ratios | | | | | | |
| 7. Current assets to current liabilities + | 1.5 | 1.4 | 1.3 | 1.3 | 1.3 | 1.2 |
| 8. Quick assets to current liabilities | 86.2 | 81.9 | 67.6 | 68.8 | 59.2 | 61.4 |
| 9. Current assets to total net assets | 69.7 | 59.0 | 69.0 | 42.6 | 42.2 | 42.5 |
| 10. Sundry creditors to current assets | 38.5 | 37.8 | 39.8 | 24.2 | 24.8 | 25.7 |
| 11. Sundry creditors to net working capital | 115.6 | 119.8 | 163.4 | 89.9 | 107.6 | 117.3 |
| C. Assets utilisation and turnover ratios | | | | | | |
| 12. Sales to total net assets | 124.0 | 95.1 | 111.9 | 72.9 | 71.2 | 69.4 |
| 13. Sales to gross fixed assets | 234.3 | 167.2 | 228.9 | 113.2 | 114.3 | 117.4 |
| 14. Inventories to sales | 12.4 | 12.5 | 11.9 | 13.9 | 15.3 | 13.1 |
| 15. Sundry debtors to sales | 17.3 | 17.3 | 15.9 | 16.1 | 15.2 | 17.5 |
| 16. Exports to sales | 9.2 | 9.1 | 13.5 | 17.9 | 15.7 | 15.1 |
| 17. Gross value added to gross fixed assets | 58.4 | 40.1 | 53.4 | 32 | 31.8 | 28.9 |
| 18. Raw materials consumed to value of production | 54.2 | 55.4 | 54.0 | 51.6 | 49.9 | 53.5 |
| D. Sources and uses of funds ratios @ | | | | | | |
| 19. Gross fixed assets formation to total uses of funds | | 20.9 | 48.7 | | 46.6 | 30.4 |
| 20. Gross capital formation to total uses of funds | | 30.0 | 56.0 | | 59.0 | 22.1 |
| 21. External sources of funds to total sources of funds | | 62.8 | 65.1 | | 55.1 | 100.8 |
| 22. Increase in bank borrowings to total external sources | | 16.1 | 2.3 | | 26.0 | 29.1 |
| 23. Gross savings to gross capital formation | | 165.6 | 77.4 | | 67.8 | 304.8 |
| E. Profitability and profit allocation ratios | | | | | | |
| 24. Gross profits to total net assets | 11.9 | 8.8 | 9.6 | 11.6 | 11.1 | 8.5 |
| 25. Gross profits to sales | 9.6 | 9.2 | 8.6 | 15.9 | 15.5 | 12.3 |
| 26. Profits after tax to net worth | 19.2 | 11.0 | 15.1 | 16.1 | 16.4 | 10.3 |
| 27. Tax provision to profits before tax | 29.1 | 31.0 | 32.0 | 18.2 | 21.7 | 24.3 |
| 28. Profits retained to profits after tax | 77.5 | 70.3 | 76.9 | 78.5 | 81.1 | 78.5 |
| 29. Dividends to net worth | 4.4 | 3.2 | 3.6 | 3.5 | 3.3 | 2.5 |
| 30. Ordinary dividends to ordinary paid-up capital | 19.5 | 24.6 | 19.5 | 25 | 26.3 | 23.9 |

**Statement 11: Select Financial Ratios - Select Foreign Direct Investment Companies,
Industry-wise, 2006-07 to 2008-09**

(Per cent)

| Select Financial Ratios | Food Products and Beverages (29) | | | Chemicals and Chemical Products (86) | | |
|--|-------------------------------------|---------|---------|---|---------|---------|
| | 2006-07 | 2007-08 | 2008-09 | 2006-07 | 2007-08 | 2008-09 |
| 1 | 2 | 3 | 4 | 5 | 6 | 7 |
| A. Capital structure ratios | | | | | | |
| 1. Net fixed assets to total net assets | 29.3 | 27.7 | 29.5 | 33.4 | 34.9 | 33.2 |
| 2. Net worth to total net assets | 38.6 | 39.3 | 39.2 | 50.5 | 51.0 | 49.4 |
| 3. Debt to equity | 40.6 | 30.8 | 32.2 | 27.6 | 22.5 | 24.5 |
| 4. Debt to equity (equity adjusted for revaluation reserve) | 42.4 | 31.8 | 33.1 | 27.8 | 23.7 | 24.7 |
| 5. Short-term bank borrowings to inventories | 75.4 | 44.8 | 67.0 | 52.0 | 67.1 | 68.5 |
| 6. Total outside liabilities to net worth | 158.7 | 154.0 | 155.0 | 98.0 | 95.9 | 102.2 |
| B. Liquidity ratios | | | | | | |
| 7. Current assets to current liabilities + | 1.4 | 1.3 | 1.2 | 1.3 | 1.2 | 1.4 |
| 8. Quick assets to current liabilities | 66 | 47.2 | 47.0 | 66.3 | 52.6 | 68.2 |
| 9. Current assets to total net assets | 62.1 | 64.7 | 59.2 | 46.8 | 44.4 | 52.0 |
| 10. Sundry creditors to current assets | 30.8 | 37.4 | 36.0 | 30.0 | 31.2 | 25.4 |
| 11. Sundry creditors to net working capital | 108.9 | 137.5 | 172.2 | 112.2 | 169.3 | 88.4 |
| C. Assets utilisation and turnover ratios | | | | | | |
| 12. Sales to total net assets | 155.1 | 148.3 | 148.9 | 93.4 | 87.7 | 88.3 |
| 13. Sales to gross fixed assets | 352.7 | 365.8 | 358.4 | 186.4 | 171.4 | 177.4 |
| 14. Inventories to sales | 11.5 | 16.6 | 14.4 | 16.3 | 17.2 | 17.0 |
| 15. Sundry debtors to sales | 9.3 | 8.5 | 7.9 | 14.5 | 14.3 | 15.0 |
| 16. Exports to sales | 8.4 | 8.5 | 10.5 | 24.0 | 22.8 | 23.3 |
| 17. Gross value added to gross fixed assets | 48 | 49.6 | 45.2 | 45.9 | 40.3 | 36.0 |
| 18. Raw materials consumed to value of production | 63.6 | 65.2 | 65.9 | 50.3 | 51.3 | 51.2 |
| D. Sources and uses of funds ratios @ | | | | | | |
| 19. Gross fixed assets formation to total uses of funds | | 27.1 | 42.4 | | 41.3 | 39.9 |
| 20. Gross capital formation to total uses of funds | | 71.2 | 49.7 | | 55.9 | 50.1 |
| 21. External sources of funds to total sources of funds | | 76.8 | 51.5 | | 58.2 | 91.2 |
| 22. Increase in bank borrowings to total external sources | | 6.9 | 72.7 | | 42.4 | 19.4 |
| 23. Gross savings to gross capital formation | | 39.0 | 55.3 | | 85.0 | 69.8 |
| E. Profitability and profit allocation ratios | | | | | | |
| 24. Gross profits to total net assets | 13.5 | 12.8 | 12.2 | 15.0 | 12.9 | 10.0 |
| 25. Gross profits to sales | 8.7 | 8.6 | 8.2 | 16.1 | 14.8 | 11.4 |
| 26. Profits after tax to net worth | 20.8 | 18.4 | 16.3 | 23.8 | 19.2 | 12.9 |
| 27. Tax provision to profits before tax | 30.4 | 32.2 | 33.2 | 23.2 | 27.6 | 28.0 |
| 28. Profits retained to profits after tax | 59.4 | 68.3 | 59.0 | 59.3 | 45.7 | 55.5 |
| 29. Dividends to net worth | 8.5 | 5.9 | 6.9 | 9.9 | 10.9 | 7.4 |
| 30. Ordinary dividends to ordinary paid-up capital | 55.4 | 48.0 | 70.6 | 75.7 | 99.4 | 71.4 |

Note: For footnotes please refer to Statement 2.

**Statement 11: Select Financial Ratios - Select Foreign Direct Investment Companies,
Industry-wise, 2006-07 to 2008-09 (Contd.)**

(Per cent)

| Select Financial Ratios | Rubber and Plastic Products (21) | | | Machinery and Machine Tools (55) | | |
|--|-------------------------------------|---------|---------|-------------------------------------|---------|---------|
| | 2006-07 | 2007-08 | 2008-09 | 2006-07 | 2007-08 | 2008-09 |
| 1 | 8 | 9 | 10 | 11 | 12 | 13 |
| A. Capital structure ratios | | | | | | |
| 1. Net fixed assets to total net assets | 43.7 | 43.0 | 43.5 | 30.3 | 28.1 | 28.3 |
| 2. Net worth to total net assets | 47.0 | 48.2 | 40.0 | 47.7 | 45.7 | 45.7 |
| 3. Debt to equity | 36.3 | 32.7 | 46.5 | 20.7 | 24.5 | 21.4 |
| 4. Debt to equity (equity adjusted for revaluation reserve) | 60.6 | 47.6 | 64.5 | 20.8 | 24.6 | 21.4 |
| 5. Short-term bank borrowings to inventories | 103.8 | 95.5 | 136.1 | 28.7 | 45.6 | 46.0 |
| 6. Total outside liabilities to net worth | 112.4 | 107.1 | 149.6 | 109.2 | 118.4 | 118.7 |
| B. Liquidity ratios | | | | | | |
| 7. Current assets to current liabilities + | 0.9 | 1.1 | 1.0 | 1.5 | 1.5 | 1.5 |
| 8. Quick assets to current liabilities | 49.3 | 53.8 | 53.5 | 88.2 | 88.9 | 82.3 |
| 9. Current assets to total net assets | 35.1 | 41.2 | 44.1 | 64.6 | 66.1 | 66.8 |
| 10. Sundry creditors to current assets | 33.0 | 28.6 | 24.4 | 29.9 | 27.8 | 28.7 |
| 11. Sundry creditors to net working capital | #. | 213.2 | 341.9 | 85.1 | 77.7 | 83.9 |
| C. Assets utilisation and turnover ratios | | | | | | |
| 12. Sales to total net assets | 54.9 | 58.2 | 59.4 | 99.9 | 93.9 | 95.5 |
| 13. Sales to gross fixed assets | 79.3 | 87.7 | 91.0 | 184.8 | 186.1 | 184.1 |
| 14. Inventories to sales | 18.8 | 23.4 | 21.5 | 17.7 | 18.0 | 18.2 |
| 15. Sundry debtors to sales | 26.1 | 27.7 | 31.1 | 22.6 | 22.9 | 22.3 |
| 16. Exports to sales | 20.2 | 17.5 | 18.1 | 23.2 | 21.7 | 25.1 |
| 17. Gross value added to gross fixed assets | 15.9 | 18.7 | 16.6 | 47.6 | 47.3 | 45.0 |
| 18. Raw materials consumed to value of production | 64.4 | 64.5 | 64.1 | 58.4 | 59.3 | 60.0 |
| D. Sources and uses of funds ratios @ | | | | | | |
| 19. Gross fixed assets formation to total uses of funds | | 44.4 | 50.3 | | 31.5 | 49.4 |
| 20. Gross capital formation to total uses of funds | | 69.5 | 57.2 | | 42.3 | 66.0 |
| 21. External sources of funds to total sources of funds | | 77.9 | 94.0 | | 53.6 | 42.9 |
| 22. Increase in bank borrowings to total external sources | | 18.6 | 56.5 | | 33.4 | 17.9 |
| 23. Gross savings to gross capital formation | | 32.1 | 30.2 | | 114.0 | 107.6 |
| E. Profitability and profit allocation ratios | | | | | | |
| 24. Gross profits to total net assets | 6.4 | 7.7 | 6.4 | 14.0 | 12.6 | 11.4 |
| 25. Gross profits to sales | 11.7 | 13.3 | 10.7 | 14.1 | 13.5 | 12.0 |
| 26. Profits after tax to net worth | 23.4 | 6.9 | 4.5 | 18.7 | 18.6 | 14.5 |
| 27. Tax provision to profits before tax | 7.3 | 24.9 | 24.6 | 32.2 | 31.9 | 35.3 |
| 28. Profits retained to profits after tax | 90.9 | 79.1 | 78.9 | 69.5 | 76.5 | 71.3 |
| 29. Dividends to net worth | 2.3 | 1.6 | 1.3 | 5.8 | 4.7 | 4.7 |
| 30. Ordinary dividends to ordinary paid-up capital | 12.7 | 9.9 | 7.6 | 49.9 | 43.3 | 46.4 |

**Statement 11: Select Financial Ratios - Select Foreign Direct Investment Companies,
Industry-wise, 2006-07 to 2008-09 (Contd.)**

(Per cent)

| Select Financial Ratios | Electrical Machinery and Apparatus (33) | | | Motor Vehicles and Other Transport Equipments (32) | | |
|---|---|-----------|-----------|--|-----------|-----------|
| | 2006-07 | 2007-08 | 2008-09 | 2006-07 | 2007-08 | 2008-09 |
| 1 | 14 | 15 | 16 | 17 | 18 | 19 |
| A. Capital structure ratios | | | | | | |
| 1. Net fixed assets to total net assets | 24.1 | 22.0 | 23.9 | 32.7 | 35.4 | 37.9 |
| 2. Net worth to total net assets | 41.0 | 42.7 | 43.8 | 51.2 | 50.5 | 48.9 |
| 3. Debt to equity | 26.3 | 17.7 | 16.3 | 30.6 | 29.1 | 32.6 |
| 4. Debt to equity (equity adjusted for revaluation reserve) | 27.1 | 18.0 | 16.5 | 30.7 | 29.2 | 34.0 |
| 5. Short-term bank borrowings to inventories | 37.2 | 37.5 | 50.3 | 25.0 | 41.1 | 67.2 |
| 6. Total outside liabilities to net worth | 143.5 | 134.1 | 128.3 | 95.0 | 97.8 | 104.3 |
| B. Liquidity ratios | | | | | | |
| 7. Current assets to current liabilities + | 1.3 | 1.3 | 1.3 | 1.5 | 1.2 | 1.1 |
| 8. Quick assets to current liabilities | 83.4 | 82.4 | 79.9 | 79.1 | 63.2 | 56.8 |
| 9. Current assets to total net assets | 65.8 | 68.0 | 65.0 | 49.4 | 44.3 | 41.2 |
| 10. Sundry creditors to current assets | 34.6 | 35.4 | 31.1 | 32.1 | 36.7 | 43.2 |
| 11. Sundry creditors to net working capital | 122.4 | 126.8 | 120.1 | 95.5 | 164.5 | 283.1 |
| C. Assets utilisation and turnover ratios | | | | | | |
| 12. Sales to total net assets | 126.5 | 123.9 | 121.6 | 142.7 | 131.8 | 118.0 |
| 13. Sales to gross fixed assets | 276.7 | 308.0 | 299.8 | 237.1 | 219.5 | 193.9 |
| 14. Inventories to sales | 13.5 | 13.6 | 12.2 | 9.0 | 9.9 | 9.5 |
| 15. Sundry debtors to sales | 22.0 | 24.5 | 23.9 | 6.7 | 7.0 | 8.5 |
| 16. Exports to sales | 11.3 | 11.2 | 12.9 | 9.7 | 11.0 | 15.6 |
| 17. Gross value added to gross fixed assets | 54.0 | 62.9 | 59.9 | 44.0 | 40.0 | 29.4 |
| 18. Raw materials consumed to value of production | 65.7 | 65.3 | 64.3 | 70.0 | 70.5 | 72.5 |
| D. Sources and uses of funds ratios @ | | | | | | |
| 19. Gross fixed assets formation to total uses of funds | | 20.1 | 39.7 | | 52.6 | 51.2 |
| 20. Gross capital formation to total uses of funds | | 35.0 | 42.0 | | 64.8 | 55.5 |
| 21. External sources of funds to total sources of funds | | 58.2 | 49.5 | | 42.4 | 67.9 |
| 22. Increase in bank borrowings to total external sources | | 8.8 | 27.7 | | 34.7 | 21.3 |
| 23. Gross savings to gross capital formation | | 121.0 | 135.6 | | 84.4 | 72.0 |
| E. Profitability and profit allocation ratios | | | | | | |
| 24. Gross profits to total net assets | 13.2 | 15.6 | 14.4 | 16.8 | 14.4 | 8.8 |
| 25. Gross profits to sales | 10.4 | 12.6 | 11.8 | 11.8 | 10.9 | 7.5 |
| 26. Profits after tax to net worth | 21.6 | 22.8 | 18.3 | 23.4 | 21.0 | 12.9 |
| 27. Tax provision to profits before tax | 31.6 | 33.7 | 34.7 | 31.8 | 29.4 | 27.2 |
| 28. Profits retained to profits after tax | 81.9 | 83.4 | 83.1 | 78.2 | 79.1 | 75.4 |
| 29. Dividends to net worth | 3.9 | 3.8 | 3.2 | 5.1 | 4.4 | 3.4 |
| 30. Ordinary dividends to ordinary paid-up capital | 39.3 | 48.3 | 44.4 | 41.0 | 54.7 | 34.4 |

**Statement 11: Select Financial Ratios - Select Foreign Direct Investment Companies,
Industry-wise, 2006-07 to 2008-09 (Concl.)**

(Per cent)

| Select Financial Ratios | Wholesale and Retail Trade (15) | | | Computer and Related Activities (41) | | |
|--|------------------------------------|---------|---------|---|---------|---------|
| | 2006-07 | 2007-08 | 2008-09 | 2006-07 | 2007-08 | 2008-09 |
| 1 | 20 | 21 | 22 | 23 | 24 | 25 |
| A. Capital structure ratios | | | | | | |
| 1. Net fixed assets to total net assets | 20.8 | 18.9 | 20.0 | 18.1 | 19.0 | 19.8 |
| 2. Net worth to total net assets | 42.8 | 41.1 | 46.5 | 72.1 | 72.8 | 66.8 |
| 3. Debt to equity | 15.6 | 15.1 | 11.7 | 9.5 | 8.9 | 10.3 |
| 4. Debt to equity (equity adjusted for revaluation reserve) | 15.6 | 15.1 | 11.7 | 9.5 | 8.9 | 10.3 |
| 5. Short-term bank borrowings to inventories | 68.4 | 81.6 | 66.5 | 400.3 | 309.3 | 402.7 |
| 6. Total outside liabilities to net worth | 133.4 | 142.9 | 114.9 | 38.7 | 37.2 | 49.6 |
| B. Liquidity ratios | | | | | | |
| 7. Current assets to current liabilities + | 1.4 | 1.3 | 1.4 | 2.2 | 2.3 | 1.9 |
| 8. Quick assets to current liabilities | 72.0 | 63.3 | 67.6 | 174.6 | 164.3 | 147.7 |
| 9. Current assets to total net assets | 71.7 | 72.7 | 71.2 | 46.4 | 46.6 | 50.5 |
| 10. Sundry creditors to current assets | 25.9 | 22.9 | 20.2 | 15.6 | 15.9 | 17.0 |
| 11. Sundry creditors to net working capital | 87.0 | 81.7 | 61.5 | 28.1 | 28.1 | 34.4 |
| C. Assets utilisation and turnover ratios | | | | | | |
| 12. Sales to total net assets | 194.5 | 187.0 | 181.8 | 61.4 | 60.1 | 68.2 |
| 13. Sales to gross fixed assets | 650.5 | 662.3 | 599.7 | 207.9 | 199.3 | 214.7 |
| 14. Inventories to sales | 13.6 | 14.5 | 13.6 | 0.8 | 1.4 | 1.3 |
| 15. Sundry debtors to sales | 13.6 | 11.4 | 11.3 | 36.3 | 31.1 | 33.2 |
| 16. Exports to sales | 9.1 | 9.4 | 11.6 | 4.1 | 3.6 | 4.2 |
| 17. Gross value added to gross fixed assets | 105.3 | 127.7 | 111.3 | 141.8 | 133.0 | 128.8 |
| 18. Raw materials consumed to value of production | 79.4 | 77.2 | 75.5 | 3.2 | 4.6 | 5.4 |
| D. Sources and uses of funds ratios @ | | | | | | |
| 19. Gross fixed assets formation to total uses of funds | | 20.4 | 38.8 | | 28.6 | 35.9 |
| 20. Gross capital formation to total uses of funds | | 47.5 | 45.3 | | 30.4 | 36.8 |
| 21. External sources of funds to total sources of funds | | 61.3 | 38.5 | | 49.4 | 61.1 |
| 22. Increase in bank borrowings to total external sources | | 60.5 | -55.1 | | 11.0 | 17.9 |
| 23. Gross savings to gross capital formation | | 74.7 | 142.9 | | 166.0 | 178.1 |
| E. Profitability and profit allocation ratios | | | | | | |
| 24. Gross profits to total net assets | 11.1 | 16.3 | 12.9 | 12.9 | 13.7 | 12.8 |
| 25. Gross profits to sales | 5.7 | 8.7 | 7.1 | 21.1 | 22.8 | 18.8 |
| 26. Profits after tax to net worth | 15.5 | 16.8 | 15.6 | 15.5 | 19.9 | 16.1 |
| 27. Tax provision to profits before tax | 22.9 | 27.8 | 23.2 | 15.0 | 18.1 | 18.3 |
| 28. Profits retained to profits after tax | 90.3 | 90.3 | 91.4 | 67.5 | 78.5 | 73.4 |
| 29. Dividends to net worth | 1.6 | 1.8 | 1.4 | 5.1 | 4.4 | 4.6 |
| 30. Ordinary dividends to ordinary paid-up capital | 11.0 | 14.1 | 13.4 | 64.9 | 55.2 | 59.5 |

Annexure
Explanatory notes to various Statements

- As per the Balance of Payments and International Investment Position Manual, 'a direct investor is an entity or group of related entities that is able to exercise control or a significant degree of influence over another entity that is resident of a different economy. A direct investment enterprise is an entity subject to control or a significant degree of influence by a direct investor.'
- 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 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 capitalised 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.