

Finances of Large Public Limited Companies, 1998-99 (Part 2 of 5)

TABLE 1 : GROWTH RATES OF THE SELECTED ITEMS OF THE SELECTED 820 LARGE PUBLIC LIMITED COMPANIES, 1996-97 TO 1998-99

	(Per cent)		
ITEM	1996-97	1997-98	1998-99
1	2	3	4
1. Sales \$	(11.1)	7.0	5.7
2. Value of production	(9.9)	8.9	4.7
3. Total Income	(9.8)	9.0	4.8
4. Manufacturing expenses	(13.0)	8.1	4.5
5. Remuneration to employees	(12.7)	13.1	12.0
6. Depreciation provision	(27.6)	29.8	12.5
7. Gross profits	(-1.4)	-3.9	-5.9
8. Interest	(24.1)	15.0	6.6
9. Operating profits	(-14.3)	-18.9	-20.2
10. Non-operating surplus/deficit	(-12.3)	30.8	35.6
11. Profits before tax	(-14.2)	-15.7	-14.7
12. Tax provision	(14.3)	-12.1	0.8
13. Profits after tax	(-21.1)	-16.9	-19.8
14. Dividends	(2.5)	-4.4	-1.4
15. Profits retained	(-29.5)	-23.1	-31.1
16. Gross saving	(-9.2)	3.6	-3.6
17. (a) Gross value added	(7.7)	7.2	4.9
(b) Net value added	(4.5)	2.7	3.0
18. Net worth @	(12.4)	7.9	5.5
19. Total borrowings @	(23.2)	18.9	12.5
<i>Of which, from banks @</i>	(17.6)	12.9	11.3
20. Trade dues and other current liabilities @	(12.3)	10.0	12.2
21. (a) Gross fixed assets @	(19.0)	18.5	10.8
(b) Net fixed assets @	(19.6)	18.0	8.2
22. Inventories @	(7.1)	6.0	0.7
23. (a) Gross physical assets @	(16.7)	16.2	9.2
(b) Net physical assets @	(16.4)	15.1	6.6
24. (a) Total gross assets @	(16.4)	13.4	10.8
(b) Total net assets @	(16.2)	12.3	9.5
25. Total earnings in foreign currencies	(20.1)	20.0	4.4
<i>Of which, Exports</i>	(11.1)	12.8	4.1
26. Total expenditure in foreign currencies	(11.7)	11.0	5.5
<i>Of which, Imports</i>	(11.8)	11.0	1.7

Note : Figures in brackets relate to 807 companies for the previous study.

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

\$ Net of `rebates and discounts' and `excise duty and cess.'

@ Adjusted for revaluation etc.

TABLE 2 : SELECTED FINANCIAL RATIOS OF THE SELECTED 820 LARGE PUBLIC LIMITED COMPANIES, 1996-97 TO 1998 -99

(Per cent)

ITEM	1996-97	1997-98	1998-99
1	2	3	4
A. CAPITAL STRUCTURE RATIOS			
1. Net fixed assets to total net assets	46.1	49.4	48.9
2. Net worth to total net assets	40.9	40.1	38.6
3. Debt to equity	61.5	62.5	69.6
4. Debt to equity (equity adj.for revaluation)	62.4	64.4	69.8
5. Short term bank borrowings to inventories	68.4	73.9	75.6
6. Total outside liabilities to net worth	144.5	149.6	158.8
B. LIQUIDITY RATIOS			
7. Current assets to current liabilities*	1.4	1.2	1.3
8. Quick assets to current liabilities	58.7	54.2	56.6
9. Current assets to total net assets	46.7	43.3	43.3
10. Sundry creditors to current assets	25.5	26.6	25.9
11. Sundry creditors to net working capital	92.4	136.1	125.4
C. ASSETS UTILIZATION AND TURNOVER RATIOS			
12. Sales to total net assets	69.7	65.6	63.3
13. Sales to gross fixed assets	110.4	97.1	92.3
14. Inventories to sales	20.5	20.3	19.4
15. Sundry debtors to sales	19.5	19.1	18.8
16. Exports to sales	8.5	8.9	8.8
17. Gross value added to gross fixed assets	27.3	24.1	22.7
18. Raw materials consumed to value of production	50.3	49.1	49.1
D. SOURCES AND USES OF FUNDS RATIOS @			
19. Gross fixed assets formation to total uses of funds	(62.5)	74.5	57.2
20. Gross capital formation to total uses of funds	(68.3)	80.0	58.0
21. External sources of funds to total sources of funds	(65.1)	65.6	65.0
22. Increase in bank borrowings to total external sources	(16.7)	15.8	17.2
23. Gross saving to gross capital formation	(52.0)	72.3	108.1
E. PROFITABILITY RATIOS			
24. Gross profits to total net assets	9.4	8.0	6.9
25. Gross profits to sales	13.5	12.2	10.8
26. Profits after tax to net worth	10.4	7.8	5.9
27. Tax provision to profits before tax	23.8	24.8	29.3
28. Profits retained to profits after tax	66.8	61.9	53.1
29. Dividends to net worth	3.5	3.0	2.8
30. Dividends to ordinary paid-up capital	21.2	18.6	17.0

Note : Figures in brackets relate to 807 companies for the previous study.

@ Adjusted for revaluation etc.

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

TABLE 3 : COMBINED INCOME, VALUE OF PRODUCTION,EXPENDITURE AND APPROPRIATION ACCOUNTS OF THE SELECTED 820 LARGE PUBLIC LIMITED COMPANIES,1996-97 TO 1998-99

ITEM	1996-97	1997-98	1998-99
1	2	3	4
(Rs. crore)			
INCOME AND VALUE OF PRODUCTION			
1. Sales \$	1,37,026	1,46,592	1,54,940

2. Increase(+) or decrease(-) in stock	-1,050	1,514	100
3. Value of production (1+2)	1,35,977	1,48,106	1,55,040
4. Other income	4,876	5,227	5,422
<i>Of which, (a) Dividends</i>	585	462	505
(b) Interest	1,975	2,167	1,999
(c) Rent	265	293	381
5. Non-operating surplus(+)/deficit(-)	709	927	1,258
6. TOTAL (3+4+5)	1,41,562	1,54,261	1,61,720
EXPENDITURE AND APPROPRIATIONS			
7. Raw material, components etc., consumed	68,388	72,749	76,142
8. Stores and spares consumed	6,545	7,465	7,784
9. Power and fuel	8,927	10,780	10,225
10. Other manufacturing expenses	2,443	2,257	3,269
11. Salaries, wages and bonus	8,692	9,771	10,897
12. Provident fund	813	988	1,134
13. Employees' welfare expenses	1,473	1,657	1,879
14. Managerial remuneration	165	182	228
15. Royalty	192	596	221
16. Repairs to buildings	383	395	400
17. Repairs to machinery	1,344	1,476	1,611
18. Bad debts	281	308	368
19. Selling commission	908	1,430	1,030
20. Rent	1,328	1,453	1,800
21. Rates and taxes	630	572	642
22. Advertisement	1,136	1,268	1,514
23. Insurance	605	663	712
24. Research and development	362	435	426
25. Other expenses	11,901	13,467	14,936
26. Depreciation provision	5,709	7,409	8,334
27. Other provisions(other than tax & depreciation)	66	163	124
28. Gross profits	18,564	17,849	16,787
29. Interest	8,256	9,494	10,124
30. Operating profits	10,308	8,355	6,663
31. Non-operating surplus(+)/deficit(-)	709	927	1,258
32. Profits before tax	11,017	9,283	7,921
33. Tax provision	2,621	2,305	2,322
34. Profits after tax	8,396	6,978	5,599
35. Dividends	2,784	2,661	2,624
(a) Ordinary	2,738	2,602	2,520
(b) Preference	46	59	104
36. Profits retained	5,612	4,316	2,975
37. TOTAL (7 TO 28 + 31)	1,41,562	1,54,261	1,61,720

\$ Net of 'rebates and discounts' and 'excise duty and cess'.

TABLE 4 : COMBINED BALANCE SHEET OF THE SELECTED 820 LARGE PUBLIC LIMITED COMPANIES, 1996-97 TO 1998-99

ITEM	(Rs. crore)		
	1996-97	1997-98	1998-99
1	2	3	4

CAPITAL AND LIABILITIES

A. Share capital	13,563	15,159	16,866
	(6.9)	(6.8)	(6.9)
1. Paid-up capital	13,559	15,155	16,861
(a) Ordinary	12,899	13,985	14,820
Of which, bonus	2,464	3,082	3,207
(b) Preference	661	1,170	2,041
2. Forfeited shares	4	4	5
B. Reserves and surplus	66,799	74,299	77,741
	(34.0)	(33.3)	(31.7)
3. Capital reserve	34,885	38,129	38,922
<i>Of which, premium on shares</i>	27,111	27,986	28,548
4. Investment allowance reserve	858	751	627
5. Sinking funds	3,850	4,525	4,994
6. Other reserves	27,207	30,894	33,199
C. Borrowings	74,715	88,849	99,923
	(38.0)	(39.8)	(40.8)
7. Debentures @	14,264	17,935	19,923
8. Loans and advances	56,494	66,630	74,707
(a) From banks	24,898	28,106	31,294
Of which, short term borrowings	19,233	22,021	22,676
(b) From other Indian Financial Institutions	19,249	21,845	26,098
(c) From Foreign Institutional agencies	2,136	3,149	4,867
(d) From Government and semi-Government bodies	877	885	985
(e) From companies	1,242	2,057	1,221
(f) From others	8,093	10,588	10,242
9. Deferred payments	601	553	1,102
10. Public deposits	3,355	3,732	4,191
(Of total borrowings, debt)	49,396	55,884	65,873
D. Trade dues and other current liabilities	37,849	41,618	46,713
	(19.3)	(18.6)	(19.1)
11. Sundry creditors	23,409	25,697	27,452
12. Acceptances	3,466	2,352	2,345
13. Liabilities to companies	143	119	214
14. Advances/deposits from customers, agents etc.	5,333	7,217	7,426
15. Interest accrued on loans	1,839	2,307	3,382
16. Others	3,660	3,926	5,895
E. Provisions	3,543	3,399	3,622
	(1.8)	(1.5)	(1.5)
17. Taxation(net of advance of income tax)	-	-	-
18. Dividends	2,670	2,454	2,362
19. Other current provisions	669	689	959
20. Non-current provisions	204	256	301
F. 21. Miscellaneous non-current liabilities	-	-	-
22. TOTAL	1,96,469	2,23,323	2,44,865
	(100.0)	(100.0)	(100.0)

Note :Figures in brackets denote the share in total liabilities/ assets.

@ Include privately placed debentures.

- Nil or negligible.

TABLE 4 : COMBINED BALANCE SHEET OF THE SELECTED 820 LARGE PUBLIC LIMITED COMPANIES, 1996-97 TO 1998-99 (Concl'd.)

ITEM	(Rs. crore)		
	1996-97	1997-98	1998-99
1	2	3	4

ASSETS			
G. Gross fixed assets	1,24,122	1,50,929	1,67,907
23. Land	3,674	3,942	4,497
24. Buildings	12,214	14,623	16,723
25. Plant and machinery	84,149	1,01,990	1,13,602
26. Capital work-in-progress	16,751	21,161	21,281
27. Furniture, fixtures and office equipments	2,741	3,244	5,152
28. Others	4,594	5,968	6,652
H. 29. Depreciation	33,571	40,575	48,238
I. 30. Net fixed assets	90,551	1,10,354	1,19,669
	(46.1)	(49.4)	(48.9)
J. Inventories	28,105	29,802	30,007
	(14.3)	(13.3)	(12.2)
31. Raw materials, components etc.	8,533	8,361	7,788
32. Finished goods	8,982	10,363	10,361
33. Work-in-progress	4,989	5,158	5,124
34. Stores and spares	4,154	4,367	4,700
35. Others	1,446	1,553	2,035
K. Loans and advances and other debtor balances	51,274	52,609	57,429
	(26.1)	(23.6)	(23.5)
36. Sundry debtors	26,722	27,987	29,163
37. Loans and advances	17,881	17,851	21,714
a) To subsidiaries and companies under the same management	1,033	1,324	3,020
b) Others	16,848	16,528	18,694
38. Interest accrued on loans and advances	147	248	226
39. Deposits/balances with government/others	4,291	3,979	5,212
40. Others	2,234	2,543	1,114
L. Investments	17,528	18,619	20,947
	(8.9)	(8.3)	(8.6)
<i>(Of which, quoted investments)</i>	6,101	4,826	6,403
41. Foreign	3,175	2,875	1,347
42. Indian	14,353	15,744	19,601
a) Government/semi-Government securities	100	134	107
b) Securities of Financial Institutions	1,628	1,636	2,060
c) Industrial securities	8,058	7,962	9,903
d) Shares and debentures of subsidiaries	3,497	4,814	5,798
e) Others	1,071	1,198	1,733
M. 43. Advance of income-tax(net of tax provision)	123	73	89
N. Other assets	2,658	2,573	4,665
	(1.4)	(1.2)	(1.9)
44. Immovable property	17	17	221
45. Intangible assets	2,640	2,555	4,441
46. Miscellaneous non-current assets	1	1	3
O. Cash and bank balances	6,229	9,293	12,059
	(3.2)	(4.2)	(4.9)
47. Fixed deposits with banks	2,499	2,761	7,538
48. Other bank balances	2,948	5,546	3,588
49. Cash in hand	781	986	933
50. TOTAL	1,96,469	2,23,323	2,44,865
	(100.0)	(100.0)	(100.0)

TABLE 5 : SOURCES AND USES OF FUNDS OF THE SELECTED 820 LARGE PUBLIC LIMITED COMPANIES, 1997-98 AND 1998-99

(Rs. crore)

ITEM	1997-98	1998-99
1	2	3
SOURCES OF FUNDS		
INTERNAL SOURCES	10,617	10,021
	(34.4)	(35.0)
A. 1. Paid-up capital	641	121
	(2.1)	(0.4)
B. Reserves and Surplus	3,351	2,370
	(10.9)	(8.3)
2. Capital reserve	-884	-280
3. Investment allowance reserve	-107	-125
4. Sinking funds	675	469
5. Other reserves	3,666	2,305
C. Provisions	6,624	7,530
	(21.4)	(26.3)
6. Depreciation	6,719	7,323
7. Taxation (net of advance of income tax)	49	-16
8. Dividends	-216	-91
9. Other current provisions	19	270
10. Non-current provisions	53	44
EXTERNAL SOURCES	20,256	18,570
	(65.6)	(65.0)
D. Paid-up capital	2,287	2,356
	(7.4)	(8.2)
11. Net issues	973	1,586
12. Premium on shares	1,314	771
E. 13. Capital receipts	73	44
	(0.2)	(0.2)
F. Borrowings	14,126	11,074
	(45.8)	(38.8)
14. Debentures	3,670	1,989
15. Loans and advances	10,128	8,077
(a) From banks	3,208	3,188
(b) From other Indian Financial Institutions	2,589	4,253
(c) From Foreign Institutional agencies	1,013	1,718
(d) From Government and semi-Government bodies	8	100
(e) From companies	815	-836
(f) From others	2,495	-346
16. Deferred payments	-49	549
17. Public deposits	376	459
G. Trade dues and other current liabilities	3,770	5,095
	(12.2)	(17.8)
18. Sundry creditors	2,289	1,754
19. Acceptances	-1,114	-6
20. Liabilities to companies	-24	95
21. Advances / deposits from customers, agents etc.	1,885	209
22. Interest accrued on loans	468	1,075
23. Others	266	1,969
H. 24. Miscellaneous non-current liabilities	-	-
25. TOTAL	30,873	28,591
	(100.0)	(100.0)

Note: This table is derived from Table 4. The figures have been adjusted for changes consequent on amalgamation of companies and for revaluation etc., wherever necessary.

Figures in brackets denote the share in total sources/uses of funds.
- Nil or negligible.

TABLE 5 : SOURCES AND USES OF FUNDS OF THE SELECTED 820 LARGE PUBLIC LIMITED COMPANIES, 1997-98 AND 1998-99 (Concl'd.)

		(Rs. crore)	
ITEM	1997-98	1998-99	
1	2	3	
USES OF FUNDS			
I. Gross fixed assets	22,992	16,369	
	(74.5)	(57.3)	
26. Land	160	387	
27. Buildings	2,226	2,047	
28. Plant and machinery	14,338	11,224	
29. Capital work-in-progress	4,411	120	
30. Furniture, fixtures and office equipments	486	1,908	
31. Others	1,372	683	
J. Inventories	1,695	205	
	(5.5)	(0.7)	
32. Raw materials, components etc.	-172	-573	
33. Finished goods	1,381	-2	
34. Work-in-progress	169	-35	
35. Stores and spares	213	333	
36. Others	105	482	
K. Loans and advances and other debtor balances	1,334	4,820	
	(4.3)	(16.8)	
37. Sundry debtors	1,265	1,176	
38. Loans and advances	-30	3,862	
a) To subsidiaries and companies under the same management	290	1,696	
b) Others	-320	2,166	
39. Interest accrued on loans and advances	101	-22	
40. Deposits/balances with government/others	-312	1,233	
41. Others	310	-1,429	
L. 42. Investments	1,872	2,339	
	(6.1)	(8.2)	
M. 43. Other assets	-85	2,091	
	(-0.3)	(7.3)	
N. 44. Cash and bank balances	3,065	2,766	
	(9.9)	(9.7)	
45. TOTAL	30,873	28,591	
	(100.0)	(100.0)	

TABLE 6 : EARNINGS AND EXPENDITURE IN FOREIGN CURRENCIES OF THE SELECTED 820 LARGE PUBLIC LIMITED COMPANIES, 1996-97 TO 1998-99

		(Rs. crore)		
ITEM	1996-97	1997-98	1998-99	
1	2	3	4	

1. Expenditure in foreign currencies	23,230	25,786	27,198
(a) Imports (on cif basis)	19,066	21,160	21,521
<i>of which,</i>			
i) Raw material	12,159	13,663	12,818
ii) Capital Goods	4,760	4,223	4,303
iii) Stores & Spares	1,454	1,975	2,615
(b) Other Expenditure in foreign currencies	4,164	4,625	5,677
2. Earnings in Foreign currencies	15,332	18,403	19,211
<i>of which,</i>			
Exports (on fob basis)	11,583	13,071	13,610

**TABLE 7 : GROWTH RATES OF SELECTED ITEMS OF THE SELECTED 820 LARGE PUBLIC LIMITED COMPANIES
ACCORDING TO SIZE OF SALES, 1997-98 AND 1998-99**

Sales Range	No. of Companies\$	(Per cent)													
		Sales		Gross profits		Interest		Operating profits		Profits before Tax		Tax Provision		Profits Retained	
		1997-98	1998-99	1997-98	1998-99	1997-98	1998-99	1997-98	1998-99	1997-98	1998-99	1997-98	1998-99	1997-98	1998-99
1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16
Less than Rs. 25 crore	232	-6.2	-12.6	-29.8	-60.8	3.9	8.4	-	#	-	#	-16.1	-18.0	#	#
Rs. 25 crore - Rs. 50 crore	145	2.7	-2.3	-18.3	-33.3	1.7	10.8	-41.5	-	-24.2	-	-26.7	-5.3	-39.4	-
Rs. 50 crore - Rs.100 crore	128	0.1	1.3	-25.5	28.5	6.4	-5.2	-68.3	180.4	-24.0	37.8	-9.0	10.3	-57.4	153.3
Rs. 100 crore - Rs. 500 crore	252	6.6	8.1	3.5	-2.6	9.9	9.3	-2.6	-15.3	-4.0	-17.9	-14.1	-1.8	0.4	-34.7
Rs. 500 crore - Rs. 1000 crore	41	8.0	1.4	-6.1	-15.8	12.0	2.8	-24.2	-43.2	-22.2	-26.7	-10.0	-5.8	-39.5	-50.2
Rs. 1000 crore and above	22	9.4	8.5	-3.5	-4.3	27.7	8.2	-19.7	-14.6	-18.0	-4.7	-9.8	6.4	-24.2	-14.3
Total	820	7.0	5.7	-3.9	-5.9	15.0	6.6	-18.9	-20.2	-15.7	-14.7	-12.1	0.8	-23.1	-31.1

Sales Range	Total Borrowings		Bank Borrowings		Gross Fixed Assets		Inventories		Net Worth		Exports		Imports	
	1997-98	1998-99	1997-98	1998-99	1997-98	1998-99	1997-98	1998-99	1997-98	1998-99	1997-98	1998-99	1997-98	1998-99
	17	18	19	20	21	22	23	24	25	26	27	28	29	30
Less than Rs. 25 crore	11.1	15.4	9.1	8.0	11.0	8.4	-0.9	-8.1	-3.0	-10.2	-8.1	-18.0	-12.9	-8.9
Rs. 25 crore - Rs. 50 crore	14.2	15.8	14.6	14.9	14.0	11.5	7.4	2.5	5.9	-3.3	17.9	-12.0	12.4	-26.2
Rs. 50 crore - Rs.100 crore	10.5	-0.5	25.5	-6.9	6.0	3.5	0.2	-1.0	3.2	4.5	19.0	11.7	13.6	-20.9
Rs. 100 crore - Rs. 500 crore	23.0	15.9	21.3	13.2	21.3	10.2	7.2	3.1	9.9	5.3	10.4	10.1	6.6	22.7
Rs. 500 crore - Rs. 1000 crore	21.6	12.4	31.5	-4.4	19.7	15.4	1.7	-5.0	6.1	3.2	9.0	-2.3	-5.6	11.0
Rs. 1000 crore and above	16.5	10.9	-3.8	22.2	18.4	10.2	8.9	1.8	8.5	8.0	18.3	0.6	21.0	-10.5
Total	18.9	12.5	12.9	11.3	18.5	10.8	6.0	0.7	7.9	5.5	12.8	4.1	11.0	1.7