

Performance of Financial and Investment Companies: 2010-11*

This article analyses the performance of select non-Government financial and investment companies (other than banking, insurance and chit-fund companies) during the year 2010-11, based on their audited annual accounts. The data are presented at the aggregate level for all select companies and also for various activity groups. The analysis revealed that the growth in financial income increased during the year 2010-11, whereas growth in total expenditure decelerated. Profitability ratios like profit margin, return on assets and return on shareholders' equity also improved during the year under review. With higher growth in borrowings from banks, debt-equity ratio of select companies increased further in 2010-11. Larger sized companies performed better than the smaller sized companies, but they had higher debt-equity ratio.

Non-banking financial and investment companies operate as an important adjunct to the banking sector in financial intermediation. They provide support to the capital market through investment holding, share trading and merchant banking activities, to the credit market through short and medium term loans and also help firms in acquiring long term assets through lease and hire purchase activities.

This article analyses the performance of non-Government financial and investment companies (other than banking, insurance and chit-fund companies) during the year 2010-11. Annual accounts of 1,344 companies, which closed their accounts during the period April 2010 to March 2011¹ were considered for the study. The select 1,344 companies accounted for 56.3 per cent of total paid-up capital (provisional estimate supplied by Ministry of Corporate Affairs, GoI)

* Prepared in the Company Finances Division of Department of Statistics and Information Management.

¹ Reference may be made to the September 2011 issue of the Reserve Bank of India Bulletin for the study relating to 2009-10, which covered the financial performance of 1,285 non-Government financial and investment companies. In the present study, 556 new companies have been included in addition to 784 companies common with the previous study.

of all non-government financial and investment companies as on March 31, 2011 which is higher than the coverage of 53.9 per cent in the previous study.

The segment of financial and investment companies in the private corporate sector is highly skewed. The presence of a large sized company, viz., Housing Development Finance Corporation (HDFC) Limited in the study would exert considerable influence on the overall performance of the companies in this group in terms of various quantitative measures. In view of such marked skewness in the size structure, the analysis presented in the article excludes results of HDFC. Further, it was observed that the results of three other companies were in large variance with the remaining companies and accordingly these companies were also kept outside the scope of the study. Thus, the present analysis is confined to 1,340 companies. However, the data on all the select 1,344 companies including HDFC and other three outlier companies are separately presented in Annex 1 to 3. The study also presents comparable data for the preceding two years 2008-09 and 2009-10² for the same set of companies, based on the analysis of their accounts for the respective years.

In the case of companies, which either extended or shortened their accounting year, income, expenditure and appropriation account figures have been annualised. The balance sheet data, however, have been retained as presented in the annual accounts of the companies. The analysis of the financial performance for the year, discussed below, is subject to this limitation.

I. Composition of the Select Companies

The select 1,340 financial and investment companies were classified into five groups, viz., (1) Share Trading and Investment Holding, (2) Loan Finance (3) Asset Finance (4) Diversified and (5)

² Due to differences in the sample companies, figures for the financial years 2008-09 and 2009-10 presented in this study may not match with those presented in the earlier studies.

Miscellaneous. A company was placed in one of the first three principal activity groups if at least half of its annual income during the study year 2010-11 was derived from that principal activity consistent with the income yielding assets. In case no single principal activity was predominant, the company was classified under 'Diversified' group. Companies not engaged in any of the above three activities, but conducting financial activities³ were classified under 'Miscellaneous' group. The distribution of the select companies among the above mentioned activities in terms of number, paid-up capital, financial income and net assets is presented in Table 1. It is observed that the 'Share Trading and Investment Holding' companies dominate the sample in terms of numbers followed by 'Loan Finance' companies. However 'Loan Finance' companies dominate in terms of financial parameters.

II. Operational Results

The financial income of the select 1,340 financial and investment companies grew at a higher rate of 23.8 per cent in 2010-11 as compared to 13.1 per cent in 2009-10 (Statement 1 and Table 2). Interest income, the main component of total income, also grew at a much higher rate of 36.2 per cent compared to 6.9 per cent growth in 2009-10. Together with non-financial income, total income increased by 22.9 per cent during 2010-11.

As against this, growth in total expenditure was 2.9 per cent in 2010-11. Interest payments registered 25.9 per cent growth in 2010-11 as against 2.0 per cent growth in 2009-10. Employees' remuneration witnessed marginally lower growth of 11.1 per cent in 2010-11. However, lower amount of bad debts and provisions restricted the total expenditure.

Profits of the select companies grew almost at the same rate as that of the previous year. However with lower growth in dividend payments, retained profits increased at much higher rate in 2010-11. The 'Loan Finance' and 'Asset Finance' companies recorded higher growth in profits in 2010-11 as compared with that in 2009-10 while for 'Share Trading and Investment Holding' companies profit growth decelerated reflecting adverse capital market conditions.

Operating profit margin (measured as a ratio of financial income) of the select companies increased to 37.4 per cent in 2010-11 from 32.0 per cent in 2009-10 (Statement 2 and Table 3). The return on shareholders' equity (ratio of net profits to net worth) of the select companies was higher at 9.3 per cent in 2010-11 compared with 7.2 per cent registered in 2009-10. Similarly, the return on assets (ratio of net profits to total net assets) improved in 2010-11. Dividend payout ratio (ratio of dividends to net profits) declined but the

Table 1: Composition of Select 1,340 Companies by Activity – 2010-11

(Amount in ` million)				
Activity	No of Companies	Paid-up Capital	Financial Income	Total Net Assets
	1	2	3	4
1. Share Trading and Investment Holding	605 (45.1)	97,601 (26.6)	70,783 (13.8)	665,655 (15.1)
2. Loan Finance	455 (34.0)	2,11,345 (57.5)	3,13,729 (61.2)	30,37,914 (68.9)
3. Asset Finance	78 (5.8)	6,274 (1.7)	54,930 (10.7)	4,19,504 (9.5)
4. Diversified	15 (1.1)	1,686 (0.5)	1,761 (0.3)	9,716 (0.2)
5. Miscellaneous	187 (14.0)	50,350 (13.7)	71,428 (13.9)	2,75,137 (6.2)
All Activities	1,340 (100.0)	3,67,257 (100.0)	5,12,631 (100.0)	44,07,926 (100.0)

Note: Figures in parentheses represent percentages to total.

³ Companies engaged in financial advisory services, fund management services, portfolio management services, etc. are also included in 'Miscellaneous' group.

Table 2: Growth Rate of Select Items: 2009-10 and 2010-11

(Per cent)

Item \ Activity	All Activities		Share Trading and Investment Holding		Loan Finance		Asset Finance		Diversified		Miscellaneous	
	2009-10	2010-11	2009-10	2010-11	2009-10	2010-11	2009-10	2010-11	2009-10	2010-11	2009-10	2010-11
	1	2	3	4	5	6	7	8	9	10	11	12
1. Financial Income	13.1	23.8	19.4	8.6	8.7	32.4	15.0	28.8	23.4	26.9	22.5	5.3
2. Total Income	12.5	22.9	22.5	9.6	8.6	29.9	11.2	30.2	20.2	24.5	19.1	6.4
3. Total Expenditure	5.1	2.9	27.6	-2.0	-0.1	1.0	14.7	5.2	6.6	14.5	3.3	6.3
4. Operating Profits	46.1	47.3	34.0	9.4	31.3	89.1	47.3	60.8	67.9	30.1	251.0	0.4
5. Net Profits	54.8	56.0	41.5	9.4	40.5	100.9	20.8	92.6	72.8	26.2	#	37.4

Denominator is negative, nil or negligible.

dividend rate (ratio of dividend paid to total paid up capital) increased to 7.6 per cent in 2010-11 from 7.3 per cent in 2009-10. The ratio of bad debts (including provisions for the same) to total income declined to 2.0 per cent in 2010-11 from 4.8 per cent of in 2009-10.

The operating profit margin increased across all activity groups except 'Miscellaneous' group during 2010-11. Return on share holders' equity rose appreciably for 'Loan Finance' and 'Asset Finance' companies. The dividend rate at 23.1 per cent was the highest for 'Asset Finance' companies.

III. Liabilities and Assets Structure⁴

Liabilities Structure

Borrowings which constituted major part of total liabilities of financial companies increased its share further to 63.3 per cent in 2010-11 from 59.7 per cent

in the previous year (Chart 1, Table 4 and Statement 4). This was mainly contributed by the increase in the share of bank borrowings. The debt-equity ratio increased to 147.2 per cent in 2010-11 from 130.8 per cent in 2009-10; it was 122.1 per cent in 2008-09. On a broader measure, the ratio of total outside liabilities to net worth increased to 261.2 per cent in 2010-11 from 236.0 per cent in 2009-10.

For the 'Loan Finance' and 'Asset Finance' companies, which depend more on borrowed funds, the debt-equity ratio moved in opposite directions. While for 'Loan Finance' companies the debt-equity ratio increased further to 244.5 per cent in 2010-11, the 'Asset Finance' companies could lower their debt-equity ratio from a high of 322.0 per cent in 2009-10 to 263.0 per cent in 2010-11.

Table 3: Select Profitability Ratios: 2009-10 and 2010-11

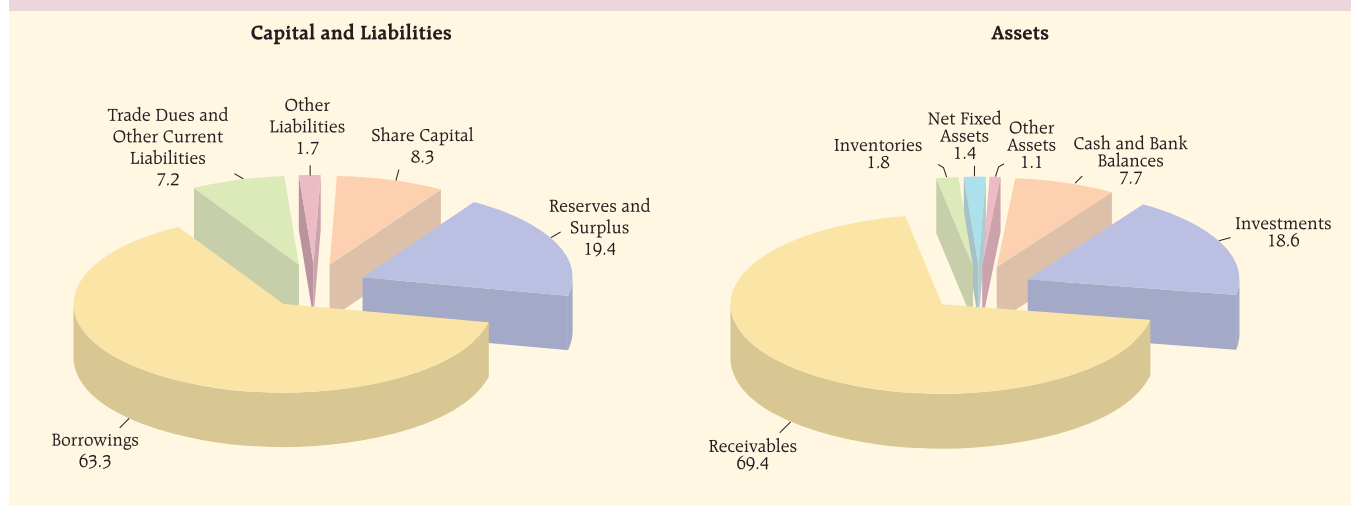
(Per cent)

Item \ Activity	All Activities		Share Trading and Investment Holding		Loan Finance		Asset Finance		Diversified		Miscellaneous	
	2009-10	2010-11	2009-10	2010-11	2009-10	2010-11	2009-10	2010-11	2009-10	2010-11	2009-10	2010-11
	1	2	3	4	5	6	7	8	9	10	11	12
1. Operating Profit Margin	32.0	37.4	64.9	65.8	23.1	32.6	24.4	30.4	68.8	83.2	36.6	34.1
2. Tax Provision to Earnings before Tax (EBT)*	28.3	29.2	19.0	21.7	32.0	31.3	36.2	33.2	35.8	35.7	34.1	34.0
3. Return on Share holders' equity	7.2	9.3	8.4	8.3	6.1	9.6	11.4	17.6	10.9	8.5	6.0	6.8
4. Dividend Rate	7.3	7.6	9.6	9.1	6.1	7.0	16.9	23.1	12.3	6.6	5.7	5.0
5. Return on Assets	2.1	2.6	5.3	5.1	1.4	2.0	1.7	2.5	5.1	5.3	2.4	2.8

* Calculated based on the companies which made profits during that year.

⁴ Refers to the position as at the end of accounting period of select companies.

Chart 1: Pattern of Liabilities and Assets: 2010-11



Assets Structure

The assets pattern of the select companies showed that while the share of 'Loans and Advances' in total assets increased to 66.0 per cent in 2010-11 from 63.0 per cent in 2009-10, the share of 'Investments' marginally declined to 18.6 per cent from 19.2 per cent and liquid funds in the form of 'Cash and Bank

Balances' declined to 7.7 per cent from 9.4 per cent in the same period (Table 5).

The assets structure of the companies in various groups was in line with the major activity undertaken by them. Investments accounted for a major share (58.1 per cent) of total assets for 'Share Holding and Investment Holding' companies, whereas, loans and

Table 4: Liabilities Structure of Select Financial and Investment Companies: 2009-10 and 2010-11

Capital and Liabilities	All Activities		Share Trading and Investment Holding		Loan Finance		Asset Finance		Diversified		Miscellaneous	
	2009-10	2010-11	2009-10	2010-11	2009-10	2010-11	2009-10	2010-11	2009-10	2010-11	2009-10	2010-11
	1	2	3	4	5	6	7	8	9	10	11	12
A. Share Capital	9.8	8.3	16.1	14.7	8.3	7.0	1.8	1.5	10.8	17.4	19.3	18.3
B. Reserves and Surplus	20.0	19.4	47.3	46.7	14.0	14.0	12.9	12.5	36.0	45.0	19.8	22.7
C. Borrowings	59.7	63.3	21.8	28.2	71.6	73.4	78.7	79.7	31.9	25.5	15.6	13.5
<i>of which,</i>												
(i) Debentures [@]	21.2	22.3	4.6	8.5	25.1	26.1	39.4	30.3	4.4	0.0	1.6	1.4
(ii) Bank borrowings	23.6	28.6	8.4	10.1	29.6	33.5	24.3	38.3	25.1	21.0	3.7	5.5
D. Trade Dues and Other Current Liabilities	8.7	7.2	12.7	8.2	4.3	3.9	5.9	5.6	19.3	10.6	43.8	44.1
<i>of which,</i>												
Sundry Creditors	3.4	2.8	3.7	2.1	0.8	1.0	2.7	2.4	12.7	7.0	28.1	24.2
E. Other Liabilities	1.8	1.7	2.1	2.2	1.8	1.7	0.7	0.7	2.0	1.6	1.5	1.4
Total	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0

[@]: includes privately placed debentures.

Table 5: Assets Structure of Select Financial and Investment Companies: 2009-10 and 2010-11

Assets	All Activities		Share Trading and Investment Holding		Loan Finance		Asset Finance		Diversified		Miscellaneous	
	2009-10	2010-11	2009-10	2010-11	2009-10	2010-11	2009-10	2010-11	2009-10	2010-11	2009-10	2010-11
	1	2	3	4	5	6	7	8	9	10	11	12
A. Cash and Bank Balances	9.4	7.7	12.1	8.4	5.3	4.7	8.6	6.6	24.4	18.6	42.0	40.5
<i>of which,</i>												
Deposits with Banks	9.2	7.5	12.1	8.4	5.1	4.5	8.4	6.4	23.9	18.5	41.9	40.5
B. Investments	19.2	18.6	53.3	58.1	12.5	11.9	3.6	4.6	5.8	7.6	20.9	18.3
C. Receivables	66.7	69.4	26.4	25.6	78.8	80.3	84.8	86.2	52.7	61.5	26.3	30.2
<i>of which,</i>												
(i) Loans and advances	63.0	66.0	22.0	21.9	76.8	78.3	83.2	85.5	37.6	47.1	6.2	6.6
(ii) Sundry debtors	1.8	1.9	1.8	2.0	0.6	0.4	0.2	0.2	12.7	12.1	15.7	19.8
D. Inventories	2.1	1.8	5.3	4.1	1.4	1.4	0.5	0.3	5.3	1.9	3.1	3.7
<i>of which,</i>												
Industrial Securities	1.8	1.5	4.9	3.8	1.0	1.0	0.4	0.2	4.5	1.2	2.7	3.4
E. Net Fixed Assets	1.5	1.4	1.4	1.7	1.0	0.9	2.4	2.0	11.5	10.2	5.0	4.8
F. Other Assets	1.1	1.1	1.4	2.1	1.0	0.8	0.2	0.3	0.2	0.1	2.6	2.5
Total	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0

advances extended formed a major share for companies engaged in 'Loan Finance' and 'Asset Finance' activities in 2010-11.

IV. Sources and Uses of Funds

Sources of Funds

The select companies raised funds amounting to `1006 billion during 2010-11 as against `482 billion raised during the previous year (Statement 5). Funds raised through external sources (other than own sources) increased to `900 million (89.5 per cent) from `516 million (107.2 per cent) in the previous year (Table 6A). Issue of fresh capital (including premium on shares) contributed to 11.2 per cent in the total sources of funds during 2010-11 (18.3 per cent during 2009-10). The share of borrowings was lower at 75.8 per cent (78.9 per cent during 2009-10); however, the share of borrowing from banks increased to 45.7 per cent (29.6 per cent in the previous year). Addition to reserves and surplus was another important sources of funds (9.5 per cent).

Companies engaged in 'Share Trading and Investment Holding' (74.8 per cent), 'Loan Finance' (78.7 per cent) and 'Asset Finance' (84.5 per cent) relied

mainly on borrowings but to varying degree for expanding their business. For the 'Asset Finance' companies, entire increase in borrowings was financed by banks.

Uses of Funds

The pattern of uses of funds of the select companies showed that the share of 'Loans and Advances' in the total uses of funds declined to 76.3 per cent during 2010-11 from 81.4 per cent in 2009-10, whereas, the share of 'Investments' in total uses of funds increased to 16.6 per cent from 2.4 per cent during the same period (Table 6B).

In line with the major activity, companies engaged in 'Loan Finance' and 'Asset Finance' activities deployed major portion of their additional funds in loans and advances while those engaged in 'Share Trading and Investment Holding' used it for investments.

V. Performance of Companies by Size of Financial Income

On analysing the performance of companies according to size, it was observed that the financial income and operating profit of small sized companies

Table 6A: Composition of Sources of Funds: 2009-10 and 2010-11

(Per cent)

Year	All Activities		Share Trading and Investment Holding		Loan Finance		Asset Finance		Diversified		Miscellaneous	
	2009-10	2010-11	2009-10	2010-11	2009-10	2010-11	2009-10	2010-11	2009-10	2010-11	2009-10	2010-11
	1	2	3	4	5	6	7	8	9	10	11	12
Sources of Funds												
Internal Sources (Own sources)	-7.2	10.5	34.3	29.4	-26.5	8.6	7.0	8.0	27.3	20.4	4.7	15.5
A. Paid-up Capital	0.5	0.1	0.0	0.1	1.0	0.1	0.0	0.0	0.0	0.0	0.0	0.1
B. Reserves and Surplus	9.4	9.5	28.8	29.2	6.1	7.3	5.9	9.0	22.4	24.9	3.4	14.4
C. Provisions	-17.0	1.0	5.5	0.1	-33.6	1.3	1.2	-1.0	4.9	-4.5	1.2	1.0
<i>of which:</i>												
Depreciation Provision	0.7	0.1	0.0	0.1	0.6	0.1	-0.1	-0.9	3.5	-3.9	2.5	3.7
External Sources (Other than own sources)	107.2	89.5	65.7	70.6	126.5	91.4	93.0	92.0	72.7	79.6	95.3	84.5
D. Paid-up Capital	18.3	11.2	44.8	19.1	16.8	9.9	1.4	2.9	27.0	116.2	12.5	38.3
<i>of which:</i> Premium on Shares	9.7	7.7	17.2	14.3	11.3	6.7	1.3	2.3	3.5	66.3	5.0	26.4
E. Borrowings	78.9	75.8	23.1	74.8	102.6	78.7	102.9	84.5	14.9	-5.0	25.4	0.4
<i>of which:</i> From Banks	29.6	45.7	-2.6	22.5	43.6	44.7	33.4	84.4	73.9	1.3	6.8	17.1
F. Trade Dues and Other Current Liabilities	9.7	2.4	-3.3	-23.7	7.1	2.8	-11.3	4.6	30.8	-31.7	57.1	45.8
<i>of which:</i> Sundry Creditors	2.7	0.6	-21.4	-9.4	1.4	1.6	2.0	1.6	16.6	-20.6	35.2	-0.8
G. Others	0.3	0.1	1.1	0.4	0.1	0.1	0.0	0.0	0.0	0.0	0.3	0.0
Total Sources of Funds	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0

Table 6B: Composition of Uses of Funds: 2009-10 and 2010-11

Year	All Activities		Share Trading and Investment Holding		Loan Finance		Asset Finance		Diversified		Miscellaneous	
	2009-10	2010-11	2009-10	2010-11	2009-10	2010-11	2009-10	2010-11	2009-10	2010-11	2009-10	2010-11
	1	2	3	4	5	6	7	8	9	10	11	12
Uses of Funds												
A. Cash and Bank Balances	3.6	2.1	28.5	-17.5	-17.4	2.9	16.8	0.1	9.4	-9.3	41.7	31.4
<i>of which:</i>												
Deposits with Banks	3.5	1.9	30.3	-17.6	-18.0	2.7	16.9	0.0	11.2	-7.3	41.7	31.4
B. Investments	2.4	16.6	26.1	93.8	-7.7	10.4	1.3	7.8	2.8	16.8	16.3	1.7
<i>of which:</i>												
(a) Government and Semi-Government Securities	-0.8	-1.0	-4.5	-8.2	-0.3	-0.4	0.2	0.0	0.1	0.2	0.1	-0.3
(b) Mutual Funds	0.8	0.1	13.4	-14.8	-3.7	2.3	-1.6	1.9	0.1	0.4	6.8	-18.0
(c) Shares and Debentures of Other Indian Companies	-10.3	10.5	-11.1	74.0	-16.9	5.4	1.0	0.9	2.7	13.1	3.3	3.9
C. Receivables	87.8	79.0	24.0	20.5	122.9	84.5	80.8	92.6	71.1	106.9	32.3	54.4
<i>of which:</i>												
(a) Loans and Advances	81.4	76.3	21.6	22.1	119.3	82.8	82.5	94.8	59.5	95.8	1.3	9.5
(b) Sundry Debtors	4.7	2.1	-3.0	3.5	1.1	0.1	-0.4	0.1	11.7	9.8	33.0	44.8
D. Inventories	4.6	0.9	19.4	-4.1	0.5	1.3	1.1	-0.3	4.4	-14.9	7.8	6.9
<i>of which:</i>												
Industrial Securities	2.8	0.6	17.2	-3.9	-2.0	0.8	1.2	-0.3	5.0	-15.1	7.1	8.2
E. Gross Fixed Assets	1.6	1.2	1.6	3.5	1.7	0.8	0.0	-0.2	11.5	0.7	2.7	7.0
F. Other Assets	0.0	0.3	0.5	3.9	0.0	0.0	0.0	0.0	0.8	-0.2	-0.8	-1.3
Total Uses of Funds	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0

Table 7: Performance of Companies by size of Financial Income

(Per cent)

A. Growth Rates of Select items							
Financial Income Size Group	No of Cos.	Financial Income		Operating Profits		Total Net Assets	
		2009-10	2010-11	2009-10	2010-11	2009-10	2010-11
Less than ` 10 million	786	87.4	-75.8	133.4	-70.2	-13.2	-5.8
` 10 million - ` 100 million	309	11.8	-15.0	49.8	-34.4	12.2	8.8
` 100 million - ` 500 million	143	43.7	-0.6	#	-9.9	11.9	7.7
` 500 million - ` 1 billion	32	-29.4	7.0	-48.4	-7.7	21.7	11.3
` 1 billion and above	70	14.6	29.7	58.1	55.5	18.9	35.9

B. Select Financial Ratios									
Financial Income Size Group	Operating Profit Margin			Debt to Equity Ratio			Tax Provision to EBT*		
	2008-09	2009-10	2010-11	2008-09	2009-10	2010-11	2008-09	2009-10	2010-11
Less than ` 10 million	-176.7	-220.0	-270.7	25.9	26.6	17.8	15.8	23.8	27.1
` 10 million - ` 100 million	27.9	37.5	28.9	11.4	12.4	10.2	33.1	30.5	30.5
` 100 million - ` 500 million	6.9	38.7	35.1	12.2	13.1	15.5	22.0	23.6	22.2
` 500 million - ` 1 billion	53.9	39.4	34.0	14.9	23.6	34.1	15.9	18.1	18.3
` 1 billion and above	20.5	28.3	33.9	211.4	220.3	234.7	10.7	16.9	17.6

Denominator is negative, nil or negligible.

* Calculated based on the companies which made profits during that year.

(with financial income up to ` 500 million) declined in 2010-11 (Table 7). In contrast, the companies in the largest size group (with financial income ` 1 billion and above) recorded impressive growth in income and profits.

Barring the companies in smallest size class (with financial income less than ` 10 million each) which registered operating loss, profit margin of mid-sized companies (with financial income ` 10 million- ` 1 billion' each) was impressive but lower than that in

Table 8: Performance of Companies by size of Paid-up capital

(Per cent)

A. Growth Rates of Select items							
PUC Size Group	No of Cos.	Financial Income		Operating Profits		Total Net Assets	
		2009-10	2010-11	2009-10	2010-11	2009-10	2010-11
Less than ` 10 million	363	17.8	-6.8	17.4	-11.4	14.0	81.0
` 10 million - ` 100 million	687	31.1	12.4	84.1	28.2	10.9	14.5
` 100 million - ` 500 million	184	10.9	16.4	7.1	7.8	29.8	15.1
` 500 million - ` 1 billion	39	9.9	36.1	27.2	48.9	12.8	37.9
` 1 billion and above	67	11.9	25.6	130.5	94.8	15.9	31.0

B. Select Financial Ratios									
PUC Size Group	Operating Profit Margin			Debt to Equity Ratio			Tax Provision to EBT*		
	2008-09	2009-10	2010-11	2008-09	2009-10	2010-11	2008-09	2009-10	2010-11
Less than ` 10 million	75.6	75.3	71.6	7.1	6.1	74.4	12.0	11.1	12.0
` 10 million - ` 100 million	20.8	29.2	33.4	36.7	37.6	46.5	26.3	24.9	26.5
` 100 million - ` 500 million	39.4	38.1	35.3	43.0	51.9	55.9	21.6	29.7	29.1
` 500 million - ` 1 billion	25.9	29.9	32.7	258.9	273.8	341.0	30.5	31.7	30.9
` 1 billion and above	9.8	20.2	31.3	146.1	153.2	153.5	34.7	29.6	30.7

* Calculated based on the companies which made profits during that year.

2009-10. Only the companies with financial income 'above ` 1 billion' each, improved their profit margin in 2010-11. Again, it was the largest sized companies that could attract considerable debt as debt to equity ratio was the highest at 234.7 per cent for the companies with financial income '` 1 billion and above', and that in the next size class '` 500 million – ` 1 billion' it was at 34.1 per cent.

VI. Performance of companies by size of Paid-up Capital

When grouped according to paid up capital (PUC), growth rates of financial income and operating profits generally increased with size. The operating profit margin moved in a close range except that for smallest sized companies, *i.e.*, PUC with 'Less than ` 10 million' each, it was the highest at 71.6 per cent. Debt to equity ratio was the highest at 341.0 per cent for the companies

with PUC in the range ` 500 million – ` 1 billion, followed by 153.5 per cent for the group with PUC 'above ` 1 billion' each.

Concluding Observations

It was observed from the aggregate results of the select 1,340 non-Government financial and investment companies that as growth in financial income improved during the year 2010-11, operating profits maintained its impressive growth and profit margin improved further.

With higher recourse to bank borrowings, debt-equity ratio of select companies rose further. But the ability to contract sizeable debt remained restricted to large sized companies. It was also observed that performance of financial companies' generally improved with size of financial income or paid up capital.

**Statement 1: Growth Rates of the Select Items of the Select Financial and
Investment Companies: 2009-10 and 2010-11**

(Per cent)

Item	All Activities		Share Trading and Investment Holding		Loan Finance	
	(1340)		(605)		(455)	
	2009-10	2010-11	2009-10	2010-11	2009-10	2010-11
	1	2	3	4	5	6
1. Financial Income	13.1	23.8	19.4	8.6	8.7	32.4
<i>Of which:</i> Interest Received	6.9	36.2	-7.1	28.0	7.3	36.3
Dividend Received	22.8	-1.1	26.6	1.5	33.3	-18.8
2. Non-Financial Income	-9.2	17.5	2.4	17.0	6.6	41.6
3. Total Income	12.5	22.9	22.5	9.6	8.6	29.9
4. Total Expenditure	5.1	2.9	27.6	-2.0	-0.1	1.0
5. Interest Payment	2.0	25.9	-28.3	27.8	5.1	25.9
6. Employees' Remuneration	13.0	11.1	9.6	22.6	11.4	15.7
7. Operating Profits	46.1	47.3	34.0	9.4	31.3	89.1
8. Depreciation Provision	-7.4	-3.4	11.8	3.5	-29.4	3.7
9. Earnings before Tax & Non-operating Surplus/Deficit	51.0	50.5	34.0	9.6	37.6	93.3
10. Non-Operating Surplus/ deficit	-33.1	-151.6	#	127.6	-1.5	-268.2
11. Earnings before Tax	47.4	46.5	40.6	11.1	35.5	78.9
12. Tax Provision	35.4	29.1	37.5	17.0	28.5	45.3
13. Net Profits	54.8	56.0	41.5	9.4	40.5	100.9
14. Dividend Paid	62.2	15.5	57.4	-0.9	72.8	30.2
15. Profits Retained	51.4	76.1	35.8	13.7	26.3	143.4
16. Investments @	1.8	25.6	6.9	24.7	-6.7	29.2
17. Loans and Advances @	23.2	35.8	11.4	15.1	22.1	37.4
18. Total Net Assets @	16.4	29.8	14.7	14.6	13.1	35.0
19. Borrowings @	23.1	37.6	16.2	48.3	20.0	38.4
<i>Of which, from Banks @</i>	21.6	57.2	-3.9	37.9	20.7	52.8
20. Net Worth @	15.6	20.7	18.3	10.8	14.3	27.1

@ adjusted for revaluation, etc., if any.

Denominator is negative, nil or negligible.

Note: Figures in brackets below the activity name represents the number of companies in the activity.

ARTICLE

 Performance of Financial and Investment
 Companies: 2010-11

**Statement 1: Growth Rates of the Select Items of the Select Financial and
 Investment Companies: 2009-10 and 2010-11 (Concl'd.)**

(Per cent)

Item	Asset Finance		Diversified		Miscellaneous	
	(78)		(15)		(187)	
	2009-10	2010-11	2009-10	2010-11	2009-10	2010-11
	7	8	9	10	11	12
1. Financial Income	15.0	28.8	23.4	26.9	22.5	5.3
<i>Of which:</i> Interest Received	70.1	55.7	18.3	68.6	7.5	37.8
Dividend Received	32.1	160.6	-9.4	-31.3	-28.1	4.3
2. Non-Financial Income	-42.9	23.1	0.1	-42.3	13.9	-25.2
3. Total Income	11.2	30.2	20.2	24.5	19.1	6.4
4. Total Expenditure	14.7	5.2	6.6	14.5	3.3	6.3
5. Interest Payment	1.8	29.3	-25.7	55.1	1.6	-0.8
6. Employees' Remuneration	15.5	25.3	9.3	40.9	14.4	3.4
7. Operating Profits	47.3	60.8	67.9	30.1	251.0	0.4
8. Depreciation Provision	6.1	-10.1	2.8	18.9	13.2	-9.1
9. Earnings before Tax & Non-operating Surplus/Deficit	47.8	70.0	77.9	25.3	559.3	2.2
10. Non-Operating Surplus/ deficit	-127.9	#	-112.1	#	-105.9	#
11. Earnings before Tax	27.8	77.8	68.8	26.4	270.2	8.7
12. Tax Provision	40.4	55.1	62.1	27.0	51.8	-14.1
13. Net Profits	20.8	92.6	72.8	26.2	#	37.4
14. Dividend Paid	61.5	49.3	3.8	3.7	42.8	-4.0
15. Profits Retained	14.5	102.1	125.7	34.1	#	74.4
16. Investments @	9.4	66.8	8.8	58.8	28.6	1.3
17. Loans and Advances @	30.0	35.2	31.4	42.8	80.4	39.7
18. Total Net Assets @	30.4	31.2	19.3	21.1	39.2	16.0
19. Borrowings @	44.1	33.2	8.5	-3.2	87.1	0.4
<i>Of which, from Banks @</i>	47.3	107.1	98.4	1.1	110.0	74.0
20. Net Worth @	13.1	24.9	21.6	61.3	13.4	21.6

**Statement 2: Select Financial Ratios of the Select Financial and Investment Companies –
Activity-wise: 2009-10 and 2010-11**

(Per cent)

Item	All Activities			Share Trading and Investment Holding			Loan Finance		
	(1340)			(605)			(455)		
	2008-09	2009-10	2010-11	2008-09	2009-10	2010-11	2008-09	2009-10	2010-11
	1	2	3	4	5	6	7	8	9
Prift Allocation Ratios									
1. Tax Provision to EBT*	27.2	28.3	29.2	17.4	19.0	21.7	32.2	32.0	31.3
2. Dividends to EBT	19.5	21.5	16.9	20.1	22.5	20.1	17.8	22.7	16.5
3. Profits Retained to EBT	42.2	43.3	52.1	57.2	55.3	56.5	40.5	37.7	51.3
4. Dividends to Net Profits	31.6	33.1	24.5	26.0	29.0	26.2	30.5	37.6	24.3
5. Profits Retained to Net Profits	68.4	66.9	75.5	74.0	71.0	73.8	69.5	62.5	75.7
Profitability Ratios									
6. Operating Profits to Financial Income	24.5	32.0	37.4	58.0	64.9	65.8	18.9	23.1	32.6
7. Operating Profits to Total Net Assets	2.7	3.4	3.9	5.8	6.8	6.5	1.9	2.2	3.1
8. Net Profits to Total Net Assets	1.6	2.1	2.6	4.3	5.3	5.1	1.1	1.4	2.0
9. Net Profits to Net Worth	5.4	7.2	9.3	7.0	8.4	8.3	4.9	6.1	9.6
10. Dividends to Total Paid-up Capital	5.1	7.3	7.6	7.9	9.6	9.1	3.9	6.1	7.0
11. Dividends to Net Worth	1.7	2.4	2.3	1.8	2.4	2.2	1.5	2.3	2.3
Capital Structure Ratios									
12. Net Worth to Total Net Assets	30.0	29.8	27.7	61.5	63.4	61.3	22.0	22.2	20.9
13. Debt to Equity	122.1	130.8	147.2	8.7	11.6	19.2	211.4	224.0	244.5
14. Total outside Liabilities to Net Worth	233.8	236.0	261.2	62.7	57.9	63.3	355.4	350.4	378.2
15. Borrowings to Total Assets	56.4	59.7	63.3	21.5	21.8	28.2	67.5	71.6	73.4
16. Bank Borrowing to Total Borrowing	40.1	39.6	45.2	46.5	38.4	35.7	41.1	41.3	45.6

* Calculated based on the companies which made profits during that year.

Note: Figures in brackets below the activity name represents the number of companies in the activity.

ARTICLE

Performance of Financial and Investment Companies: 2010-11

Statement 2: Select Financial Ratios of the Select Financial and Investment Companies – Activity-wise: 2009-10 and 2010-11 (Concl.)

(Per cent)

Item	Asset Finance			Diversified			Miscellaneous		
	(78)			(15)			(187)		
	2008-09	2009-10	2010-11	2008-09	2009-10	2010-11	2008-09	2009-10	2010-11
	10	11	12	13	14	15	16	17	18
Prift Allocation Ratios									
1. Tax Provision to EBT*	35.7	36.2	33.2	35.9	35.8	35.7	31.6	34.1	34.0
2. Dividends to EBT	8.7	11.0	9.2	27.2	16.7	13.7	54.0	20.8	18.4
3. Profits Retained to EBT	55.5	49.7	56.5	35.4	47.4	50.2	-90.1	23.4	37.5
4. Dividends to Net Profits	13.6	18.1	14.0	43.4	26.1	21.4	-149.7	47.1	32.9
5. Profits Retained to Net Profits	86.5	81.9	86.0	56.6	73.9	78.6	249.7	52.9	67.1
Profitability Ratios									
6. Operating Profits to Financial Income	19.6	24.4	30.4	54.4	68.8	83.2	12.6	36.6	34.1
7. Operating Profits to Total Net Assets	2.8	3.1	3.9	6.2	8.7	9.4	2.6	6.5	5.7
8. Net Profits to Total Net Assets	1.8	1.7	2.5	3.5	5.1	5.3	-0.7	2.4	2.8
9. Net Profits to Net Worth	10.7	11.4	17.6	7.7	10.9	8.5	-1.5	6.0	6.8
10. Dividends to Total Paid-up Capital	10.6	16.9	23.1	18.7	12.3	6.6	4.5	5.7	5.0
11. Dividends to Net Worth	1.5	2.1	2.5	3.3	2.8	1.8	2.3	2.8	2.2
Capital Structure Ratios									
12. Net Worth to Total Net Assets	16.8	14.6	13.9	45.7	46.6	62.0	48.0	39.1	41.0
13. Debt to Equity	254.9	322.0	263.0	41.2	13.0	3.0	12.2	10.2	10.6
14. Total outside Liabilities to Net Worth	493.8	584.4	618.9	119.0	114.8	61.3	108.5	155.8	143.9
15. Borrowings to Total Assets	70.8	78.2	79.4	34.8	31.7	25.3	11.6	15.5	13.5
16. Bank Borrowing to Total Borrowing	30.2	30.9	48.1	43.2	78.9	82.3	21.2	23.8	41.2

Statement 3: Combined Income, Expenditure and Appropriation Accounts of the Select Financial and Investment Companies – Activity-wise: 2008-09 to 2010-11

(` Million)

Items	All Activities			Share Trading and Investment Holding			Loan Finance		
	(1340)			(605)			(455)		
	2008-09	2009-10	2010-11	2008-09	2009-10	2010-11	2008-09	2009-10	2010-11
	1	2	3	4	5	6	7	8	9
Income									
1. Financial Income	3,66,250	4,14,051	5,12,631	54,574	65,158	70,783	2,18,066	2,37,025	3,13,729
A. Fund-based Income	3,09,887	3,44,436	4,39,035	50,845	60,973	65,248	2,08,607	2,26,539	3,01,743
(a) Interest	2,16,602	2,31,643	3,15,511	19,219	17,860	22,868	1,88,503	2,02,211	2,75,653
(i) On Loans and Advances	1,54,270	1,70,168	2,31,195	2,823	2,939	6,397	1,48,691	1,62,329	2,15,074
(ii) Others	62,331	61,475	84,315	16,397	14,921	16,471	39,812	39,882	60,578
(b) Dividends	15,830	19,441	19,236	10,829	13,706	13,906	3,303	4,402	3,573
(c) Net Profit/ Loss in Share Dealings	28,241	40,938	36,077	18,310	26,353	18,982	5,930	9,953	11,708
(d) Net Earnings from Hire Purchase Financing	25,613	25,558	32,804	52	5	6	4,089	305	215
(e) Lease rentals	8,908	8,684	17,488	126	140	7,230	381	377	714
(f) Other Fund-based Income	14,693	18,172	17,920	2,309	2,910	2,256	6,400	9,290	9,879
B. Fee-based Income	56,363	69,615	73,596	3,729	4,185	5,534	9,459	10,486	11,987
(a) Brokerage	29,637	37,131	36,966	2,295	2,784	2,593	856	537	493
(b) Bill Discounting	669	781	878	3	14	5	420	466	702
(c) Merchant Banking	1,506	2,025	2,321	125	158	82	62	8	8
(d) Others fee-based	24,552	29,678	33,430	1,307	1,230	2,855	8,121	9,474	10,784
2. Non-financial Income	1,715	1,557	1,830	382	391	457	509	542	768
Of which: Rent	599	625	768	230	245	285	111	141	176
3. Non-operating Surplus(+)/ Deficit(-)	3,316	2,220	-1,145	-1,009	519	1,182	2,040	2,010	-3,381
4. Total (1+2+3)	3,71,281	4,17,829	5,13,316	53,946	66,068	72,422	2,20,615	2,39,577	3,11,116
Expenditure and Appropriations									
5. Interest	1,46,846	1,49,745	1,88,546	11,511	8,249	10,546	1,14,629	1,20,488	1,51,746
6. Salaries, Wages and Bonus	37,689	43,233	47,374	3,649	4,027	4,978	12,469	13,974	16,064
7. Provident Fund	1,908	1,695	2,163	132	161	158	659	662	836
8. Employees Welfare Expenses	1,797	1,837	2,425	163	134	164	693	759	906
9. Managerial Remuneration	1,688	1,627	1,920	282	427	247	780	622	808
10. Bad Debts #	16,727	20,212	10,457	352	3,607	500	11,006	11,652	6,937
11. Other Expenses	69,141	68,468	80,096	7,283	8,823	10,232	30,841	28,149	34,099
Of which: (a) Rent	7,415	7,443	8,702	600	601	667	2,414	2,590	3,438
(b) Insurance	547	437	477	38	41	33	350	240	294
(c) Advertisement	2,718	2,275	3,516	74	140	173	1,482	1,303	2,097
12. Other Provisions (other than tax and depreciation)	10,948	11,075	8,504	1,742	264	778	8,623	10,334	7,067
13. Operating Profits	79,506	1,16,157	1,71,147	29,459	39,466	43,180	38,366	50,386	95,267
14. Depreciation Provision	8,463	7,834	7,565	523	585	605	3,838	2,709	2,810
15. Earnings before Tax & Non-operating Surplus(+)/Deficit(-)	72,758	1,09,881	1,65,412	29,318	39,273	43,032	35,036	48,219	93,224
16. Non-operating Surplus(+)/ Deficit(-)	3,316	2,220	-1,145	-1,009	519	1,182	2,040	2,010	-3,381
17. Earnings before Tax	76,074	1,12,101	1,64,267	28,309	39,792	44,214	37,077	50,228	89,843
18. Less: Tax Provision	29,164	39,472	50,969	6,428	8,838	10,338	15,484	19,895	28,913
19. Net Profits	46,911	72,629	1,13,297	21,881	30,954	33,876	21,593	30,333	60,931
(a) Dividends	14,834	24,064	27,793	5,696	8,969	8,884	6,593	11,390	14,826
(i) Ordinary	14,302	23,691	27,324	5,510	8,769	8,859	6,341	11,225	14,482
(ii) Preference	532	374	470	186	200	25	252	165	344
(b) Profits Retained	32,076	48,564	85,504	16,184	21,985	24,991	15,000	18,943	46,104
20. Total (5 to 12 + 14+ 15 + 16)	3,71,281	4,17,829	5,13,316	53,946	66,068	72,422	2,20,615	2,39,577	3,11,116

Including provisions for bad debts
– Nil or negligible

Note: Figures in brackets below the activity name represents the number of companies in the activity.

ARTICLE

 Performance of Financial and Investment
 Companies: 2010-11

Statement 3: Combined Income, Expenditure and Appropriation Accounts of the Select Financial and Investment Companies – Activity-wise: 2008-09 to 2010-11 (Concl'd.)

(₹ Million)

Items	Asset Finance			Diversified			Miscellaneous		
	(78)			(15)			(187)		
	2008-09	2009-10	2010-11	2008-09	2009-10	2010-11	2008-09	2009-10	2010-11
	10	11	12	13	14	15	16	17	18
Income									
1. Financial Income	37,098	42,648	54,930	1,124	1,387	1,761	55,388	67,832	71,428
A. Fund-based Income	35,301	41,839	54,434	597	710	875	14,537	14,374	16,735
(a) Interest	3,198	5,439	8,467	208	246	414	5,474	5,886	8,108
(i) On Loans and Advances	1,983	4,284	7,458	193	156	148	580	461	2,118
(ii) Others	1,214	1,155	1,009	15	90	267	4,893	5,426	5,990
(b) Dividends	180	238	620	17	16	11	1,500	1,079	1,126
(c) Net Profit/ Loss in Share Dealings	1,908	2,391	2,269	72	163	126	2,020	2,078	2,991
(d) Net Earnings from Hire Purchase Financing	21,428	25,211	32,549	14	16	16	31	20	18
(e) Lease rentals	8,216	8,005	9,352	159	135	163	26	27	28
(f) Other Fund-based Income	372	555	1,178	126	134	145	5,487	5,283	4,463
B. Fee-based Income	1,797	809	495	527	677	886	40,851	53,458	54,693
(a) Brokerage	5	1	88	298	445	369	26,182	33,363	33,423
(b) Bill Discounting	20	18	13	202	178	151	24	105	7
(c) Merchant Banking	–	–	–	–	8	–	1,319	1,851	2,231
(d) Others fee-based	1,772	789	394	27	47	366	13,326	18,139	19,032
2. Non-financial Income	540	308	379	62	62	36	223	254	190
Of which: Rent	138	145	184	3	3	5	118	92	118
3. Non-operating Surplus(+)/ Deficit(-)	786	-219	323	18	-2	5	1,481	-87	726
4. Total (1+2+3)	38,424	42,737	55,632	1,204	1,447	1,801	57,092	67,999	72,345
Expenditure and Appropriations									
5. Interest	17,346	17,653	22,834	224	166	258	3,137	3,188	3,162
6. Salaries, Wages and Bonus	2,959	3,474	4,332	158	173	243	18,454	21,585	21,757
7. Provident Fund	167	156	197	1	1	2	948	716	970
8. Employees Welfare Expenses	122	122	173	2	2	3	817	820	1,179
9. Managerial Remuneration	186	50	118	37	41	31	403	488	716
10. Bad Debts #	3,038	3,749	2,411	9	7	11	2,322	1,197	599
11. Other Expenses	6,270	6,984	8,137	246	294	296	24,500	24,218	27,331
Of which: (a) Rent	331	312	339	1	2	6	4,069	3,938	4,252
(b) Insurance	26	27	26	1	1	1	132	128	123
(c) Advertisement	73	74	112	2	3	2	1,087	755	1,132
12. Other Provisions (other than tax and depreciation)	172	389	539	29	1	3	383	87	117
13. Operating Profits	6,838	10,071	16,189	418	703	914	4,425	15,532	15,597
14. Depreciation Provision	1,262	1,339	1,205	120	123	146	2,720	3,078	2,798
15. Earnings before Tax & Non-operating Surplus(+)/Deficit(-)	6,115	9,040	15,364	361	642	804	1,928	12,708	12,989
16. Non-operating Surplus(+)/ Deficit(-)	786	-219	323	18	-2	5	1,481	-87	726
17. Earnings before Tax	6,901	8,821	15,686	379	639	809	3,409	12,621	13,715
18. Less: Tax Provision	2,471	3,468	5,380	142	230	292	4,639	7,041	6,047
19. Net Profits	4,430	5,353	10,307	237	410	517	-1,230	5,579	7,668
(a) Dividends	600	970	1,447	103	107	111	1,842	2,629	2,524
(i) Ordinary	540	970	1,351	103	107	110	1,808	2,621	2,521
(ii) Preference	60	–	96	–	–	–	33	9	4
(b) Profits Retained	3,830	4,383	8,859	134	303	406	-3,072	2,950	5,144
20. Total (5 to 12 + 14+ 15 + 16)	38,424	42,737	55,632	1,204	1,447	1,801	57,092	67,999	72,345

**Statement 4: Combined Balance Sheet of the Select Financial and Investment Companies –
Activity-wise: 2008-09 to 2010-11 (Contd.)**

(₹ Million)

Items	Asset Finance			Diversified			Miscellaneous		
	(78)			(15)			(187)		
	2008-09	2009-10	2010-11	2008-09	2009-10	2010-11	2008-09	2009-10	2010-11
	10	11	12	13	14	15	16	17	18
A. Share capital	5,646	5,752	6,275	551	870	1,686	40,712	45,800	50,356
1. Paid-up Capital	5,645	5,751	6,274	551	870	1,686	40,706	45,795	50,350
(a) Ordinary	3,732	3,838	4,035	548	595	1,677	33,733	36,778	40,902
Of which, Bonus	665	665	665	–	–	–	1,602	1,606	1,645
(b) Preference	1,913	1,914	2,239	3	275	9	6,973	9,017	9,448
2. Forfeited Shares	1	1	1	–	–	–	6	6	6
B. Reserves and Surplus	35,793	41,132	52,539	2,537	2,886	4,374	41,172	47,062	62,565
3. Capital Reserves	14,871	15,827	18,419	850	896	1,978	27,318	30,967	41,316
Of which, Premium on Shares	14,011	14,966	17,252	850	896	1,978	25,697	29,056	39,081
4. Investment Allowance Reserve	–	–	–	–	–	–	–	–	–
5. Sinking Funds	512	34	4	–	–	–	190	198	190
6. Other Reserves	20,410	25,272	34,116	1,687	1,990	2,396	13,664	15,897	21,059
C. Borrowings	1,74,279	2,51,060	3,34,290	2,354	2,555	2,474	19,729	36,914	37,062
7. Debentures @	90,731	1,25,824	1,27,261	1,154	354	4	3,855	3,781	3,894
8. Loans and Advances	71,962	1,11,578	1,92,518	1,082	2,071	2,293	14,236	31,852	31,310
(a) From banks	52,706	77,654	1,60,783	1,016	2,015	2,037	4,176	8,772	15,265
Of which, Short-Term Borrowings	50,056	66,722	1,48,880	1,016	2,015	2,037	3,277	7,673	12,441
(b) From other Indian Financial Institutions	646	552	296	–	5	–	3,572	3,316	3,410
(c) From Foreign Institutional Agencies	–	–	–	–	–	–	–	–	–
(d) From Government and Semi-government Bodies	–	–	–	–	–	–	–	–	–
(e) From Companies	863	876	1,646	39	23	205	3,596	15,898	6,052
(f) From Others	17,747	32,496	29,793	27	28	51	2,891	3,866	6,584
9. Deferred Payments	–	–	–	1	1	–	8	10	–
10. Public Deposits	11,586	13,657	14,511	116	130	176	1,631	1,271	1,858
(Of total borrowings, debt)	1,05,614	1,50,967	1,53,971	1,272	489	180	9,965	9,477	11,986
D. Trade Dues and Other Current Liabilities	27,307	18,857	23,411	1,130	1,546	1,029	65,234	1,03,895	1,21,324
11. Sundry Creditors	7,047	8,515	10,125	797	1,021	684	42,975	66,775	66,469
12. Acceptances	–	–	–	–	–	–	–	–	–
13. Liabilities to Subsidiaries & Holding Companies	–	–	–	–	–	–	100	87	149
14. Advances/ Deposits from Customers, Agents, etc.	6,193	2,833	3,097	98	105	106	6,122	5,816	5,078
15. Interest Accrued on Loans	5,433	5,551	5,185	9	4	2	207	465	209
16. Others	8,634	1,958	5,004	226	417	237	15,830	30,752	49,419
E. Provisions	1,549	2,235	2,989	145	164	154	3,277	3,604	3,830
17. Taxation (Net of Advance of Income-Tax)	–	–	–	11	28	–	–	–	–
18. Dividends	409	669	1,086	103	107	111	832	1,505	1,339
19. Other Current Provisions	937	1,289	1,405	29	26	34	1,716	1,239	1,339
20. Non-current Provisions	204	277	498	2	3	9	729	859	1,152
F. 21. Miscellaneous non-current liabilities	–	–	–	–	–	–	–	–	–
22. Total	2,44,574	3,19,036	4,19,504	6,717	8,021	9,716	1,70,124	2,37,274	2,75,137

**Statement 5: Sources and Uses of Funds of the select Financial and Investment Companies –
Activity-wise: 2009-10 and 2010-11**

(₹ Million)

Item	All Activities		Share Trading and Investment Holding		Loan Finance	
	(1340)		(605)		(455)	
	2009-10	2010-11	2009-10	2010-11	2009-10	2010-11
	1	2	3	4	5	6
Internal Sources	-34,482	1,06,016	26,160	24,064	-69,427	67,820
A. 1. Paid-up Capital	2,537	589	13	82	2,521	468
B. Reserves and Surplus	45,033	95,689	21,945	23,873	16,070	57,066
2. Capital Reserves	-779	-3,273	116	-751	-987	-2,898
3. Investment Allowance Reserve	-	-81	-	-123	-	41
4. Sinking Funds	-118	729	-60	33	413	734
5. Other Reserves	45,931	98,314	21,889	24,714	16,644	59,189
C. Provisions	-82,053	9,739	4,202	109	-88,018	10,286
6. Depreciation	3,293	1,277	-35	64	1,685	774
7. Taxation (net of advance of Income-tax)	-94,985	-6,589	1,992	-2,724	-96,084	-1,771
8. Dividends	7,230	3,796	2,743	1,278	3,549	2,264
9. Other current provisions	-2,908	5,517	-910	107	-1,870	5,185
10. Non-current provisions	5,318	5,738	413	1,383	4,701	3,835
External Sources	5,16,030	9,00,052	50,139	57,690	3,31,014	7,18,347
D. Paid-up Capital	87,921	1,12,470	34,157	15,594	43,890	77,627
11. Net issues	40,972	34,705	21,048	3,868	14,414	24,981
12. Premium on Shares	46,949	77,765	13,109	11,726	29,477	52,645
E. 13. Capital receipts	1,263	792	832	287	220	504
F. Borrowings	3,80,160	7,62,895	17,652	61,147	2,68,342	6,18,450
14. Debentures @	1,38,140	2,60,501	5,179	29,903	98,743	2,29,398
15. Loans and Advances	2,22,738	5,10,533	12,637	32,735	1,51,881	3,97,178
(a) From Banks	1,42,557	4,59,443	-1,959	18,429	1,13,974	3,51,371
(b) From Other Indian Financial Institutions	-6,763	5,083	6,219	5,872	-12,637	-622
(c) From foreign Institutional Agencies	-7,494	10,509	-	-	-7,494	10,509
(d) From Government and Semi-government Bodies	8,259	-4,310	713	546	7,546	-4,856
(e) From Companies	7,466	-6,300	295	-526	-5,127	3,119
(f) From Others	78,714	46,108	7,370	8,413	55,619	37,658
16. Deferred Payments	-	1,022	-	6	-1	1,026
17. Public Deposits	19,282	-9,161	-163	-1,497	17,720	-9,152
G. Trade dues and other current Liabilities	46,686	23,894	-2,503	-19,338	18,562	21,766
18. Sundry Creditors	12,889	5,927	-16,296	-7,695	3,693	12,654
19. Acceptances	-1	-	-	-	-1	-
20. Liabilities to Companies	227	1,312	186	1,254	55	-3
21. Advances/ Deposits from Customers, agents, etc.	18,231	-31,143	23,029	-30,431	-1,138	-241
22. Interest accrued on Loans	8,118	8,244	1,419	-128	6,329	8,995
23. Others	7,222	39,555	-10,840	17,662	9,624	361
H. 24. Miscellaneous Non-current Liabilities	-	-	-	-	-	-
25. Total	4,81,547	10,06,068	76,299	81,755	2,61,587	7,86,167

@ Includes privately placed debentures
-Nil or negligible

Note: (i) Figures in brackets below the activity name represents the number of companies in the activity.
(ii) This statement is derived from Statement 4. The figure have been adjusted for revaluation, etc., wherever necessary.
(iii) Item A(1) represents capitalised reserves and forfeited shares.

ARTICLE

 Performance of Financial and Investment
 Companies: 2010-11

**Statement 5: Sources and Uses of Funds of the select Financial and Investment Companies –
 Activity-wise: 2009-10 and 2010-11 (Contd.)**

(₹ Million)

Item	All Activities		Share Trading and Investment Holding		Loan Finance	
	(1340)		(605)		(455)	
	2009-10	2010-11	2009-10	2010-11	2009-10	2010-11
	1	2	3	4	5	6
I. Cash and Bank Balances	17,126	20,704	21,712	-14,336	-45,401	23,164
26. Deposits with Banks	16,984	18,852	23,110	-14,426	-47,083	21,514
27. Cash in Hand	142	1,852	-1,398	91	1,682	1,650
J. Investments	11,780	1,66,931	19,930	76,660	-20,200	81,702
<i>Of which, Quoted Investments</i>	89,219	-30,987	98,792	-28,769	-9,861	4,190
28. Foreign Securities	-308	96	2	-2	-	-
29. Indian Securities	12,088	1,66,835	19,928	76,662	-20,200	81,702
(a) Government/ Semi-Government Securities	-3,871	-10,143	-3,412	-6,738	-698	-3,324
(b) Public Sector Undertakings	1,218	3,224	3,095	2,052	-2,115	1,382
(c) Securities of Financial Institutions	3,375	12,270	2,854	1,921	550	10,349
(d) Mutual Funds	3,999	613	10,194	-12,134	-9,655	17,752
(e) Shares and Debentures of subsidiaries/ Holding	41,981	24,383	14,938	23,811	22,389	-6,990
(f) Shares and Debentures of Other Indian Companies	-49,510	1,05,831	-8,432	60,500	-44,115	42,769
(g) Others	14,895	30,656	693	7,251	13,445	19,764
K. Receivables	4,22,869	7,94,688	18,330	16,763	3,21,434	6,64,296
30. Loans and Advances	3,91,751	7,67,475	16,486	18,040	3,11,974	6,50,872
(a) Subsidiary Companies	11,203	27,120	-399	-35	11,225	26,503
(b) Holding Companies and Companies in the Same Group	733	-663	745	-754	-124	-174
(c) Against Hire Purchase	-39,578	58,312	608	543	651	-251
(d) Bills Discounted	5,350	3,655	27	1,000	5,348	1,796
(e) Others	4,14,043	6,79,051	15,505	17,285	2,94,875	6,22,999
31. Book Debts	31,119	27,213	1,844	-1,277	9,460	13,424
(a) Sundry Debtors	22,719	21,049	-2,297	2,825	2,858	939
(b) Dividend/ Interest Accrued	2,826	7,639	1,571	-1,554	1,087	8,471
(c) Others	5,574	-1,475	2,571	-2,548	5,516	4,014
L. Inventories	22,319	8,944	14,776	-3,383	1,327	10,210
32. Government and Semi Government Securities	7,572	2,485	745	-701	6,642	3,507
33. Industrial Securities	13,480	6,140	13,101	-3,154	-5,349	6,670
34. Repossessed Goods on Hire Purchase	-153	-27	-106	-	3	3
35. Other Goods, Stores and Others	1,420	345	1,036	472	31	30
M. 36. Gross Fixed Assets	7,580	11,837	1,197	2,877	4,383	6,523
<i>of which</i> (a) Plant and Machinery Leased	156	-3,737	431	-511	40	-196
(b) Equipments Leased	-52	290	-	-	-20	-12
(c) Vehicles Leased	-1,051	-596	-30	6	-13	-37
(d) Other Assets Leased	195	-339	27	13	203	-2
N. 37. Other Assets	-128	2,963	353	3,172	44	272
38. Total	4,81,547	10,06,068	76,299	81,755	2,61,587	7,86,167

Note: Figures in brackets below the activity name represents the number of companies in the activity.
 – Nil or negligible

**Statement 5: Sources and Uses of Funds of the select Financial and Investment Companies –
Activity-wise: 2009-10 and 2010-11 (Contd.)**

(₹ Million)

Item	Asset Finance		Diversified		Miscellaneous	
	(78)		(15)		(187)	
	2009-10	2010-11	2009-10	2010-11	2009-10	2010-11
	7	8	9	10	11	12
Internal Sources	5,257	7,902	369	333	3,160	5,897
A. 1. Paid-up Capital	–	–	–	–	4	39
B. Reserves and Surplus	4,385	8,855	303	406	2,330	5,489
2. Capital Reserves	1	40	–	–	89	335
3. Investment Allowance Reserve	–	–	–	–	–	–
4. Sinking Funds	-479	-30	–	–	8	-8
5. Other Reserves	4,862	8,844	303	406	2,234	5,161
C. Provisions	872	-953	66	-73	825	369
6. Depreciation	-74	-894	47	-63	1,669	1,396
7. Taxation (net of advance of Income-tax)	260	-813	18	-28	-1,171	-1,252
8. Dividends	260	417	4	4	673	-166
9. Other current provisions	352	117	-3	8	-476	100
10. Non-current provisions	73	221	–	6	130	292
External Sources	69,391	90,593	982	1,300	64,502	32,121
D. Paid-up Capital	1,061	2,809	365	1,898	8,447	14,542
11. Net issues	106	523	319	816	5,085	4,517
12. Premium on Shares	955	2,286	47	1,082	3,362	10,025
E. 13. Capital receipts	–	–	–	–	210	1
F. Borrowings	76,781	83,230	201	-81	17,185	148
14. Debentures @	35,093	1,437	-801	-350	-74	113
15. Loans and Advances	39,616	80,939	989	223	17,616	-542
(a) From Banks	24,948	83,129	999	21	4,595	6,493
(b) From Other Indian Financial Institutions	-94	-256	5	-5	-256	94
(c) From foreign Institutional Agencies	–	–	–	–	–	–
(d) From Government and Semi-government Bodies	–	–	–	–	–	–
(e) From Companies	13	770	-16	183	12,302	-9,846
(f) From Others	14,749	-2,704	1	23	975	2,717
16. Deferred Payments	–	–	–	–	2	-10
17. Public Deposits	2,071	854	13	47	-359	587
G. Trade dues and other current Liabilities	-8,450	4,554	416	-517	38,661	17,430
18. Sundry Creditors	1,468	1,610	224	-337	23,800	-305
19. Acceptances	–	–	–	–	–	–
20. Liabilities to Companies	–	–	–	–	-13	61
21. Advances/ Deposits from Customers, agents, etc.	-3,360	264	7	1	-307	-737
22. Interest accrued on Loans	117	-366	-5	-2	258	-256
23. Others	-6,675	3,045	191	-180	14,922	18,666
H. 24. Miscellaneous Non-current Liabilities	–	–	–	–	–	–
25. Total	74,648	98,495	1,351	1,633	67,662	38,018

**Statement 5: Sources and Uses of Funds of the select Financial and Investment Companies –
Activity-wise: 2009-10 and 2010-11 (Concl.)**

(` Million)

Item	Asset Finance		Diversified		Miscellaneous	
	(78)		(15)		(187)	
	2009-10	2010-11	2009-10	2010-11	2009-10	2010-11
	7	8	9	10	11	12
I. Cash and Bank Balances	12,505	107	127	-152	28,183	11,921
26. Deposits with Banks	12,611	-45	151	-119	28,195	11,928
27. Cash in Hand	-106	152	-24	-34	-12	-7
J. Investments	986	7,646	38	274	11,026	649
<i>Of which, Quoted Investments</i>	-2,223	-3	-17	-	2,527	-6,405
28. Foreign Securities	-	-	-	-	-310	98
29. Indian Securities	986	7,646	38	274	11,335	551
(a) Government/ Semi-Government Securities	162	13	1	4	76	-97
(b) Public Sector Undertakings	1	27	-1	-	239	-236
(c) Securities of Financial Institutions	-9	-2	-	-	-20	2
(d) Mutual Funds	-1,162	1,845	1	7	4,622	-6,857
(e) Shares and Debentures of subsidiaries/ Holding	19	3,480	1	49	4,634	4,034
(f) Shares and Debentures of Other Indian Companies	739	876	37	214	2,262	1,472
(g) Others	1,236	1,408	-	-	-477	2,234
K. Receivables	60,312	91,206	961	1,746	21,833	20,677
30. Loans and Advances	61,608	93,383	804	1,565	878	3,615
(a) Subsidiary Companies	183	-354	-	-	193	1,006
(b) Holding Companies and Companies in the Same Group	-	-	1	33	112	231
(c) Against Hire Purchase	-40,792	58,375	20	-29	-66	-325
(d) Bills Discounted	1	585	-12	249	-13	24
(e) Others	1,02,215	34,777	796	1,312	653	2,679
31. Book Debts	-1,297	-2,177	157	181	20,954	17,062
(a) Sundry Debtors	-298	102	158	160	22,298	17,023
(b) Dividend/ Interest Accrued	-16	-1	7	27	178	696
(c) Others	-983	-2,278	-8	-6	-1,521	-657
L. Inventories	852	-249	59	-244	5,305	2,609
32. Government and Semi Government Securities	-	-	-	-	185	-321
33. Industrial Securities	884	-266	68	-246	4,776	3,136
34. Repossessed Goods on Hire Purchase	-53	-41	4	11	-	-
35. Other Goods, Stores and Others	21	58	-13	-8	344	-207
M. 36. Gross Fixed Assets	-8	-245	155	12	1,853	2,669
<i>of which</i> (a) Plant and Machinery Leased	-322	-1,452	32	-1,579	-25	-
(b) Equipments Leased	-11	-1	-21	-54	-	357
(c) Vehicles Leased	-991	-249	-14	-220	-3	-97
(d) Other Assets Leased	-39	-23	4	-9	-	-318
N. 37. Other Assets	2	29	11	-4	-537	-506
38. Total	74,648	98,495	1,351	1,633	67,662	38,018

**Annex 1: Combined Income, Expenditure and Appropriation Accounts of the Select 1,344
Financial and Investment Companies- Activity-wise: 2008-09 to 2010-11**

(₹ Million)

Items	2008-09	2009-10	2010-11
	1	2	3
Income			
1. Financial Income	5,13,491	5,72,730	6,94,349
A. Fund-based Income	4,55,892	5,00,494	6,18,274
(a) Interest	3,22,506	3,37,553	4,35,687
(i) On Loans and Advances	2,53,647	2,70,174	3,44,607
(ii) Others	68,858	67,379	91,079
(b) Dividends	17,835	21,862	21,488
(c) Net Profit/ Loss in Share Dealings	30,124	45,106	41,103
(d) Net Earnings from Hire Purchase Financing	25,613	25,558	32,804
(e) Lease rentals	9,055	8,971	17,721
(f) Other Fund-based Income	50,758	61,444	69,472
B. Fee-based Income	57,599	72,237	76,075
(a) Brokerage	29,637	37,131	36,966
(b) Bill Discounting	669	781	878
(c) Merchant Banking	1,506	2,025	2,321
(d) Others fee-based	25,788	32,300	35,909
2. Non-financial Income	1,973	1,557	1,830
<i>Of which:</i> Rent	599	625	768
3. Non-operating Surplus(+)/ Deficit(-)	2,958	3,234	-789
4. Total (1+2+3)	5,18,422	5,77,522	6,95,391
Expenditure and Appropriations			
5. Interest	2,38,781	2,40,705	2,84,699
6. Salaries, Wages and Bonus	40,635	46,606	52,152
7. Provident Fund	2,201	1,980	2,572
8. Employees Welfare Expenses	1,904	1,944	2,590
9. Managerial Remuneration	1,810	1,646	1,948
10. Bad Debts #	18,571	25,484	12,654
11. Other Expenses	75,666	74,964	87,958
<i>Of which:</i> (a) Rent	7,879	8,031	9,451
(b) Insurance	562	457	508
(c) Advertisement	3,080	2,596	3,954
12. Other Provisions (other than tax and depreciation)	14,561	14,868	12,762
13. Operating Profits	1,19,363	1,64,533	2,37,014
14. Depreciation Provision	9,042	8,166	7,865
15. Earnings before Tax & Non-operating Surplus(+)/ Deficit(-)	1,12,294	1,57,925	2,30,979
16. Non-operating Surplus(+)/ Deficit(-)	2,958	3,234	-789
17. Earnings before Tax	1,15,252	1,61,159	2,30,191
18. Less: Tax Provision	43,503	57,162	73,666
19. Net Profits	71,749	1,03,997	1,56,525
(a) Dividends	24,387	35,764	42,625
(i) Ordinary	23,855	35,390	42,155
(ii) Preference	532	374	470
(b) Profits Retained	47,362	68,233	1,13,900
20. Total (5 to 12 + 14+ 15 + 16)	5,18,422	5,77,522	6,95,391

Including provisions for bad debts

ARTICLE

 Performance of Financial and Investment
 Companies: 2010-11

**Annex 2: Combined Balance Sheet of the Select 1,344 Financial and Investment Companies:
 2008-09 to 2010-11**

(₹ Million)

Items	2008-09	2009-10	2010-11
	1	2	3
A. Share capital	2,94,011	3,37,788	3,73,489
1. Paid-up Capital	2,93,962	3,37,736	3,73,436
(a) Ordinary	2,62,685	3,07,292	3,32,690
<i>Of which, Bonus</i>	15,336	17,874	18,462
(b) Preference	31,277	30,444	40,746
2. Forfeited Shares	48	53	54
B. Reserves and Surplus	7,36,134	8,63,675	10,71,218
3. Capital Reserves	3,80,600	4,42,669	5,25,995
<i>Of which, Premium on Shares</i>	3,45,651	4,03,215	4,82,556
4. Investment Allowance Reserve	123	123	42
5. Sinking Funds	1,467	2,392	5,260
6. Other Reserves	3,53,944	4,18,490	5,39,921
C. Borrowings	26,88,412	31,79,393	41,44,475
7. Debentures @	9,75,308	11,18,846	14,73,627
8. Loans and Advances	14,65,490	17,55,644	23,48,480
(a) From banks	10,00,740	12,08,412	17,65,020
<i>Of which, Short-Term Borrowings</i>	6,74,574	5,02,588	7,55,502
(b) From other Indian Financial Institutions	1,06,036	1,12,423	1,20,387
(c) From Foreign Institutional Agencies	25,551	5,946	12,170
(d) From Government and Semi-government Bodies	6,500	14,759	10,449
(e) From Companies	66,458	71,369	61,475
(f) From Others	2,60,204	3,42,734	3,78,979
9. Deferred Payments	11	11	1,034
10. Public Deposits	2,47,603	3,04,892	3,21,335
<i>(Of total borrowings, debt)</i>	16,87,682	22,62,765	29,50,497
D. Trade Dues and Other Current Liabilities	3,07,236	3,47,861	4,08,315
11. Sundry Creditors	1,25,145	1,27,627	1,30,907
12. Acceptances	1	–	–
13. Liabilities to Subsidiaries & Holding Companies	258	445	1,757
14. Advances/ Deposits from Customers, Agents, etc.	40,182	59,017	28,208
15. Interest Accrued on Loans	56,269	66,384	80,105
16. Others	85,380	94,387	1,67,338
E. Provisions	1,33,224	87,536	1,19,442
17. Taxation (Net of Advance of Income-Tax)	61,804	–	–
18. Dividends	19,321	28,442	35,107
19. Other Current Provisions	46,351	41,459	45,158
20. Non-current Provisions	5,747	17,635	39,177
F. 21. Miscellaneous non-current liabilities	–	–	–
22. Total	41,59,016	48,16,253	61,16,939

 @ Includes privately placed debentures
 – Nil or negligible

**Annex 2: Combined Balance Sheet of the Select 1,344 Financial and Investment Companies:
2008-09 to 2010-11 (Concl.)**

(₹ Million)

Items	2008-09	2009-10	2010-11
	1	2	3
G. Cash and bank balances	3,76,699	4,16,407	4,39,821
23. Deposits with banks	3,69,811	4,09,509	4,31,591
24. Cash in hand	6,888	6,898	8,230
H. Investments	7,57,659	7,82,288	9,73,624
<i>Of which, quoted investments</i>	1,20,947	1,88,627	1,57,267
25. Foreign Securities	330	22	118
26. Indian Securities	7,57,329	7,82,266	9,73,506
(a) Government/ semi-Government securities	44,713	46,102	38,031
(b) Public sector undertakings	6,011	4,383	7,608
(c) Securities of Financial Institutions	2,436	5,811	18,080
(d) Mutual funds	1,52,297	1,19,080	1,20,506
(e) Shares and debentures of subsidiaries/ holding	1,76,711	1,84,965	2,86,672
(f) Shares and debentures of other Indian companies	3,46,955	3,62,874	3,98,216
(g) Others	28,208	59,050	1,04,392
I. Receivables	29,14,846	34,58,287	45,06,935
27. Loans and advances	28,15,079	33,30,300	43,15,616
(a) Subsidiary companies	18,900	26,073	54,585
(b) Holding companies and companies in the same group	5,150	2,423	1,760
(c) Against hire purchase	2,42,674	2,06,273	2,81,852
(d) Others	25,48,355	30,95,531	39,77,419
28. Book debts	99,767	1,27,987	1,91,319
(a) Sundry debtors	39,567	61,976	83,020
(b) Dividend/ Interest accrued	20,958	23,957	31,119
(c) Deposits balances with Govt/ others	18,367	24,748	21,449
(d) Others	20,874	17,307	55,732
J. Inventories	48,815	71,122	80,065
29. Government and semi government securities	434	8,006	10,491
30. Industrial securities	46,274	59,742	65,882
31. Repossessed goods on hire purchase	444	291	264
32. Other goods, stores and others	1,663	3,083	3,428
K. 33. Advance of income-tax (net of tax provision)	-	25,158	39,337
L. 34. Gross fixed assets	82,981	89,415	1,01,740
<i>of which</i> (a) Plant and machinery leased	8,614	8,770	6,389
(b) Equipments leased	374	322	612
(c) Vehicles leased	4,183	3,133	2,700
(d) Other assets leased	641	865	497
M. 35. Less: Depreciation Provision	32,538	35,405	36,530
N. 36. Net fixed assets	50,443	54,009	65,210
<i>Of which: assets leased</i>	5,089	3,414	2,304
O. 37. Other assets	10,554	8,982	11,947
38. Total	41,59,016	48,16,253	61,16,939

@ Includes privately placed debentures

-Nil or negligible

Note: this statements is derived from Annex 2. The figure have been adjusted for revaluation, etc.

Item A(1) represents capitalised reserves and forfeited shares.

**Annex 3: Sources and Uses of funds of the Select 1,344 Financial and Investment Companies:
2009-10 and 2010-11**

Item	(₹ Million)	
	2009-10	2010-11
	1	2
Internal Sources	-764	1,40,724
A. 1. Paid-up Capital	2,537	589
B. Reserves and Surplus	64,693	1,20,944
2. Capital Reserves	-779	-3,273
3. Investment Allowance Reserve	-	-81
4. Sinking Funds	926	2,867
5. Other Reserves	64,546	1,21,431
C. Provisions	-67,993	19,192
6. Depreciation	2,853	1,464
7. Taxation (net of advance of Income-tax)	-86,963	-14,179
8. Dividends	9,121	6,665
9. Other current provisions	-4,892	3,700
10. Non-current provisions	11,888	21,542
External Sources	6,35,710	11,46,642
D. Paid-up Capital	99,829	1,18,692
11. Net issues	41,240	35,112
12. Premium on Shares	58,589	83,579
E. 13. Capital receipts	4,275	2,414
F. Borrowings	4,90,981	9,65,082
14. Debentures @	1,43,538	3,54,781
15. Loans and Advances	2,90,154	5,92,836
(a) From Banks	2,07,672	5,56,607
(b) From Other Indian Financial Institutions	6,388	7,963
(c) From foreign Institutional Agencies	-19,605	6,224
(d) From Government and Semi-government Bodies	8,259	-4,310
(e) From Companies	4,911	-9,894
(f) From Others	82,530	36,246
16. Deferred Payments	-	1,022
17. Public Deposits	57,289	16,443
G. Trade dues and other current liabilities	40,625	60,454
18. Sundry Creditors	2,482	3,280
19. Acceptances	-1	-
20. Liabilities to Companies	187	1,312
21. Advances/ Deposits from Customers, agents, etc.	18,835	-30,809
22. Interest accrued on Loans	10,115	13,720
23. Others	9,007	72,951
H. 24. Miscellaneous Non-current	-	-
25. Total	6,34,946	12,87,367

- Nil or negligible

**Annex 3: Sources and Uses of funds of the Select 1,344 Financial and Investment Companies:
2009-10 and 2010-11 (Concl'd.)**

(` Million)

Item	2009-10	2010-11
	1	2
I. Cash and Bank Balances	39,708	23,414
26. Deposits with Banks	39,698	22,081
27. Cash in Hand	10	1,332
J. Investments	24,629	1,91,336
<i>Of which, Quoted Investments</i>	67,681	-31,360
28. Foreign Securities	-308	96
29. Indian Securities	24,937	1,91,240
(a) Government/ Semi-Government Securities	1,389	-8,071
(b) Public Sector Undertakings	-1,627	3,224
(c) Securities of Financial Institutions	3,375	12,270
(d) Mutual Funds	-33,217	1,426
(e) Shares and Debentures of subsidiaries/ Holding	8,254	1,01,707
(f) Shares and Debentures of Other Indian Companies	15,920	35,342
(g) Others	30,843	45,342
K. Receivables	5,43,441	10,48,648
30. Loans and Advances	5,15,220	9,85,316
(a) Subsidiary Companies	7,173	28,512
(b) Holding Companies and Companies in the Same Group	-2,727	-663
(c) Against Hire Purchase	-36,402	75,580
(d) Bills Discounted	5,350	3,655
(e) Others	5,41,826	8,78,233
31. Book Debts	28,221	63,332
(a) Sundry Debtors	22,408	21,044
(b) Dividend/ Interest Accrued	2,999	7,162
(c) Others	2,813	35,126
L. Inventories	22,306	8,944
32. Government and Semi Government Securities	7,572	2,485
33. Industrial Securities	13,468	6,140
34. Repossessed Goods on Hire Purchase	-153	-27
35. Other Goods, Stores and Others	1,420	345
M. 36. Gross Fixed Assets	6,434	12,060
<i>of which</i> (a) Plant and Machinery Leased	156	-2,381
(b) Equipments Leased	-52	290
(c) Vehicles Leased	-1,051	-433
(d) Other Assets Leased	224	-367
N. 37. Other Assets	-1,572	2,965
38. Total	6,34,946	12,87,367

– Nil or negligible

Explanatory Notes to Statements

Due to rounding off of figures, the constituent items may not add up exactly to the totals.

The growth rates of all the items and data on sources and uses of funds are adjusted for changes due to amalgamation of companies and revaluation, *etc.*, wherever necessary.

Financial Income comprises of income received by way of (a) interest, (b) dividends, (c) brokerage, (d) net profit/loss in share dealings, (e) net earnings from hire purchase financing and (f) lease rental, (g) bill discounting, (h) merchant banking/underwriting and (i) other financial income.

Non-Financial Income comprises of income received by way of (a) rent, (b) sales and (c) other non-financial income.

Income includes non-operating surplus/ deficit but excludes transfers from reserves outstanding at the end of the previous year and amount carried forward at the end of the previous year.

Non-operating surplus/ deficit comprises (a) profit/ loss on account of sale of fixed assets, *etc.* (b) provisions no longer required written back, (c) insurance claims realised and (d) income/ expenditure relating to the previous years and such other items of non-current nature.

Profit/ loss on sale of financial investments is included in net profit/ loss in share dealings.

Total expenditure comprises interest payments, remuneration to employees, managerial remuneration, bad debts (written off or provided for), other expenses, depreciation provision and other provisions.

Remuneration to employees comprises (a) salaries, wages and bonus, (b) provident fund and (c) employees' welfare expenses (including gratuity, *etc.*).

Tax provision includes provisions for current tax, wealth tax, fringe benefit tax, corporate dividend tax and other tax.

Operating profits are profit before depreciation provision and tax, however non-financial income and non-operating surplus/deficit are excluded.

Dividend payment includes deferred dividends.

Retained profits comprises transfers to reserves and profit/ loss carried to balance-sheet.

Ordinary paid-up capital includes deferred shares.

Capital reserves include profit 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.

Equity or Net worth comprises (a) paid-up capital, (b) forfeited shares and (c) all reserves and surplus.

Debentures include privately placed debentures with financial institutions.

Debt comprises (a) all borrowings from Government and semi-Government 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 and (d) debentures, deferred payment liabilities and public deposits.

Trade dues and other current liabilities-others include share application money.

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.