

ANNEXURE

Statement 5 : Selected Financial Ratios – Selected Foreign Direct Investment Companies, 1990-91 to 1992-93

		(Per cent)		
SELECTED FINANCIAL RATIOS		All Companies (321)		
1		1990-91	1991-92	1992-93
		2	3	4
A. Capital structure ratios				
1.	Net fixed assets to total net assets	33.2	32.8	34.0
2.	Net worth to total net assets	35.7	34.2	35.1
3.	Debt to equity	50.4	58.7	57.4
4.	Debt to equity (equity adjusted for revaluation reserve)	58.8	70.6	69.1
5.	Short term bank borrowings to inventories	41.5	42.9	45.3
6.	Total outside liabilities to net worth	180.3	192.2	184.9
B. Liquidity ratios				
7.	Current assets to current liabilities *	1.4	1.4	1.4
8.	Quick assets to current liabilities	50.6	52.9	56.8
9.	Current assets to total net assets	63.2	62.9	62.5
10.	Sundry creditors to current assets	28.2	28.1	27.9
11.	Sundry creditors to net working capital	105.0	101.7	97.0
C. Assets utilization and turnover ratios				
12.	Sales to total net assets	113.5	108.3	102.5
13.	Sales to gross fixed assets	191.8	191.7	179.3
14.	Inventories to sales	25.6	25.6	26.4
15.	Sundry debtors to sales	16.4	17.8	20.1
16.	Exports to sales	9.3	9.9	10.2
17.	Gross value added to gross fixed assets	51.1	49.4	45.2
18.	Raw materials consumed to value of production	53.6	54.4	53.9
D. Sources and uses of funds ratios @				
19.	Gross fixed assets formation to total uses of funds		33.9	46.5
20.	Gross capital formation to total uses of funds		55.4	67.1
21.	External sources of funds to total sources of funds		69.7	68.3
22.	Increase in bank borrowings to total external sources		16.3	17.5
23.	Gross savings to gross capital formation		52.9	51.3
E. Profitability and profit allocation ratios				
24.	Gross profits to total net assets	14.7	14.1	12.5
25.	Gross profits to sales	13.0	13.0	12.2
26.	Profits after tax to net worth	18.9	15.7	12.4
27.	Tax provision to profits before tax	38.2	43.0	42.0
28.	Profits retained to profits after tax	63.8	58.8	53.7

29. Dividends to net worth	6.8	6.5	5.7
30. Ordinary dividends to ordinary paid-up capital	25.4	25.7	24.2

Note : Figures in brackets represent the number of companies

@ Adjusted for revaluation, etc.

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