

## *Finances of Foreign Direct Investment Companies: 2005-06 \**

*This article assesses the financial performance of 501 non-Government non-financial foreign direct investment (FDI) companies for the year 2005-06 based on their audited annual accounts closed during the period April 2005 to March 2006. The data are presented at the aggregate level for all select companies and also for major country of origin and industry group. The analysis of the annual accounts of companies continued upward growth in sales and value of production, during 2005-06. The profitability ratios like profit margin, return on net worth increased during the year under review.*

The financial performance of 501 foreign direct investment (FDI) companies for the year 2005-06 is presented in this article based on the audited annual accounts closed during April 2005 to March 2006<sup>1</sup>. The select 501 companies were constituted by 378 public limited companies and 123 private limited companies included in the regular studies on finances of non-Government non-financial public/ private limited companies for the year 2005-06. The select companies are classified into 9 major country-groups and 10 major industry-groups. A company is classified into a country-group depending upon the country of origin of the largest FDI share holding in the company. The industry-group of the company is determined on the basis of the industry from which the company has

\* Prepared in the Company Finances Division of the Department of Statistical Analysis and Computer Services. The previous study relates to finances of 518 companies during 2004-05 published in May 2007 issue of the Reserve Bank of India Bulletin. In the present study, 135 new companies have been covered in addition to 366 companies common with the previous study.

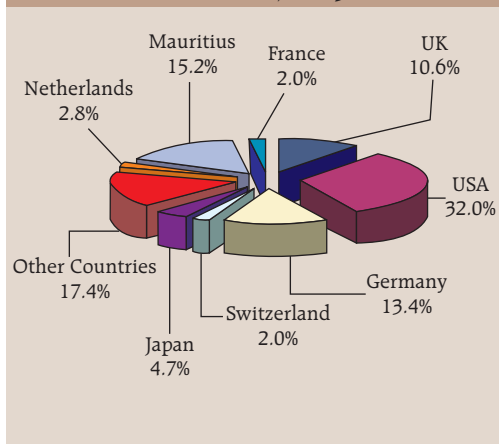
<sup>1</sup> In the case of companies, which either extended or shortened their accounting year, income, expenditure and appropriation account figures have been annualized. The balance sheet data, however, have been retained as presented in the annual accounts of the companies and, hence, correspond to varying dates. The analysis of the financial performance of FDI companies is subject to these limitations.

reported more than 50 per cent earning of its total income.

As observed from Table 1, distribution of the select 501 companies across major countries and major industries, 'Chemicals and Chemical products' and 'Machinery and Machine tools' with 78 and 74 companies, respectively, were the most preferred industries for FDI. Of the select FDI companies, USA has the highest number (102), followed by Mauritius (74), UK (73), and Germany (49). In the case of 'Tea plantations' industry, all 5 companies had FDI from UK.

Country-wise composition of amount of foreign direct investment of select companies is presented in chart 1. It may be observed that USA, Mauritius, UK and Germany contributed major shares of FDI during 2005-06. The select 501 companies under study, as a sample have some limitations. Companies under study had a share of 4.3 per cent of total FDI inflow

Chart 1: Country-wise Composition of FDI Amount, 2005-06



to India<sup>2</sup> and attracted 47.2 per cent of FDI from top two countries viz. USA and Mauritius.

### Overall Performance

The select 501 FDI companies showed continued good performance as revealed from the growth rates of sales and value of production during 2005-06, though the

Table 1: Industry and Country-wise Distribution of the Select FDI Companies, 2005-06

Industry / Country	(Number of Companies)									
	UK	USA	Germany	Switzerland	Japan	France	Netherlands	Mauritius	Others	Total
	2	3	4	5	6	7	8	9	10	11
1. Tea plantations	5	-	-	-	-	-	-	-	-	5
2. Food products and Beverages	4	4	-	1	-	1	1	1	4	16
3. Chemicals and Chemical products	14	15	9	2	5	2	1	9	21	78
4. Rubber and Plastic products	-	2	6	-	1	1	1	6	5	22
5. Machinery and Machine tools	9	20	12	6	6	-	6	5	10	74
6. Electrical Machinery and Apparatus	4	4	4	4	6	2	1	3	3	31
7. Motor Vehicles and other Transport Equipments	6	8	6	-	14	-	1	-	-	35
8. Wholesale and Retail trade	1	6	1	1	-	-	1	4	4	18
9. Computer and related Activities	5	9	-	-	-	1	3	9	3	30
10. Other Industries	25	34	11	5	12	4	7	37	57	192
<b>Total</b>	<b>73</b>	<b>102</b>	<b>49</b>	<b>19</b>	<b>44</b>	<b>11</b>	<b>22</b>	<b>74</b>	<b>107</b>	<b>501</b>

<sup>2</sup> Ref. Share of top investing countries FDI inflows as published by Ministry of Commerce and Industry, Department of Industrial Policy and Promotion.

growth rates of these variables were lower than in 2004-05. The Gross profits, pre-tax profits and post-tax profits recorded higher growth rates during the year, as compared to the respective growth rates in the previous year. The profit margin (gross profits as a percentage of sales) as well as the return on net worth (profits after tax to net worth) increased during the period under review. Retention ratio (Profits retained to Profits after tax) also increased during the year under review.

Total funds raised by the companies increased during 2005-06. There was a notable shift from internal sources (own sources) to External sources (other than own sources) of funds for financing. 'Fixed assets formation' and 'Loans and advances and other debtor balances' were the major

uses of funds during 2005-06. The share of incremental bank borrowings in total sources of funds increased in 2005-06.

Among the select industry-groups, 'Electrical Machinery and apparatus', 'Wholesale and Retail trade' and 'Computer and related activities' recorded high growth in sales during 2005-06 (Table 2) 'Motor vehicles and other transport equipments' recorded decline in profit after tax as well as in return on equity. Switzerland and Japan appeared to be investing in companies yielding high return on equity whereas France and Netherlands happened to be invested in lowest return on equity.

### Operational Results

The sales of the select companies registered a growth of 17.5 per cent in

**Table 2: Growth Rates of Sales, Gross Profits and Profits After Tax of the Select FDI Companies**

Industry/ Country	Number of Companies	(Number of Companies)					
		Sales		Gross Profits		Profits After Tax	
		2004-05	2005-06	2004-05	2005-06	2004-05	2005-06
<b>Industry</b>							
1. Tea plantations	5	5.8	5.4	&	#	&	#
2. Food products and Beverages	16	7.0	10.1	6.1	25.6	1.4	22.4
3. Chemicals and Chemical products	78	8.3	12.7	-5.5	13.5	1.6	21.8
4. Rubber and Plastic products	22	17.9	13.2	-1.6	25.4	-12.5	112.2
5. Machinery and Machine tools	74	21.3	22.3	27.3	55.4	29.4	52.4
6. Electrical machinery and apparatus	31	28.9	28.8	28.1	50.7	22.6	49.3
7. Motor vehicles and other transport equipments	35	21.5	14.5	34.9	22.4	36.4	21.4
8. Wholesale and Retail trade	18	26.9	45.9	-15.2	79.4	-37.4	54.3
9. Computer and related activities	30	28.6	29.1	13.8	24.9	11.5	13.4
<b>Country</b>							
1. UK	73	11.5	13.5	-15.9	22.3	-1.8	20.8
2. USA	102	18.2	12.9	16.7	10.2	20.6	8.7
3. Germany	52	18.8	17.9	47.6	6.0	66.9	4.6
4. Switzerland	22	27.6	22.0	21.2	29.7	3.4	48.8
5. Japan	47	20.6	10.2	38.3	27.8	35.9	31.8
6. France	16	35.1	34.9	152.2	70.7	74.2	73.9
7. Netherlands	20	25.6	15.4	-6.5	93.7	-29.5	110.4
8. Mauritius	52	19.8	30.8	16.8	27.8	36.6	48.7
<b>All Companies</b>	<b>501</b>	<b>19.3</b>	<b>17.5</b>	<b>15.9</b>	<b>19.2</b>	<b>21.1</b>	<b>27.8</b>

\* : Numerator is negative or nil or negligible.

# : Denominator is negative or nil or negligible.

& : Both numerator and denominator are negative or nil.

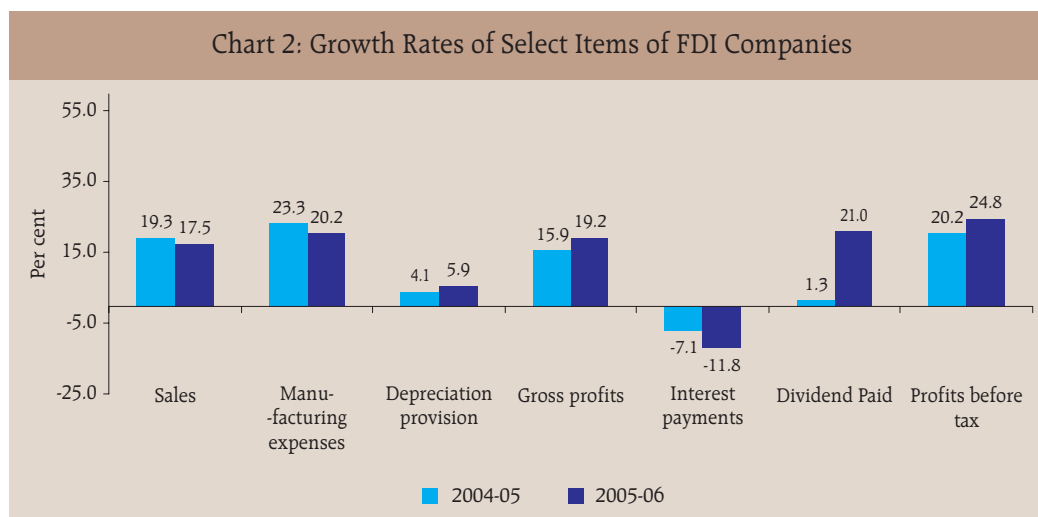
2005-06 as compared to 19.3 per cent recorded in the preceding year (Statement 1) On the expenditure side, manufacturing expenses reduced to a lower rate of 20.2 per cent in 2005-06 as compared to 23.3 per cent in 2004-05. Depreciation provision witnessed higher growth of 5.9 per cent in 2005-06 as compared to 4.1 per cent in the previous year. The gross profits recorded growth of 19.2 per cent during 2005-06 as compared with 15.9 per cent recorded in 2004-05. The interest payments declined by 11.8 per cent during 2005-06 on the top of a decline of 7.1 per cent in 2004-05.

The pre-tax profits went up by 24.8 per cent in 2005-06 as against 20.2 per cent in 2004-05. The tax provision remained same at 18.5 per cent in 2005-06. The selected companies registered a growth of 27.8 per cent in their net profits during the year, on top of the 21.1 per cent growth recorded in the previous year, indicating their continued good performance. Dividend payments growth was higher at 21.0 per

cent in 2005-06 as against 1.3 per cent growth witnessed in the previous year.

The profit margin of the select FDI companies decreased to 12.4 per cent in 2005-06 compared to 12.3 per cent in 2004-05 (Table 3 and Statement 2). The return on net worth of the select FDI companies increased to 17.7 per cent in 2005-06 compared to 16.6 per cent in 2004-05. The effective tax rate decreased to 30.7 per cent in 2005-06 (32.3 per cent in 2004-05). The dividend rate (ordinary dividends as percentage of ordinary paid-up capital) of these companies increased marginally from 43.1 per cent in 2004-05 to 49.6 per cent in 2005-06. The profit margin of the companies having major portion of FDI from UK, Switzerland, Japan, France and Netherlands was higher in 2005-06 compared with their margins in the previous year. Industry-wise, 'Machinery and Machine tools' and 'Motor vehicles and other transport equipment' recorded high growth in profit margin of 12.6 per cent and 13.2 per cent in 2005-06 (9.9 per cent and 12.3 per cent in the previous year), respectively.

Chart 2: Growth Rates of Select Items of FDI Companies



**Table 3: Select Ratios of Profitability and Effective Tax Rate of the Select FDI Companies**

	(Per cent)					
	Profit Margin		Return on Equity		Effective Tax Rate	
	2004-05	2005-06	2004-05	2005-06	2004-05	2005-06
<b>Industry</b>						
1. Tea plantations	*	*	*	*	#	#
2. Food products and Beverages	12.9	14.7	23.0	26.0	39.9	37.3
3. Chemicals and Chemical products	13.6	13.7	23.4	25.4	31.6	29.6
4. Rubber and Plastic products	8.0	8.9	7.9	16.7	29.7	20.3
5. Machinery and Machine tools	9.9	12.6	15.9	20.0	36.1	35.4
6. Electrical machinery and apparatus	9.3	10.9	16.1	20.5	31.7	31.6
7. Motor vehicles and other transport equipments	12.3	13.2	25.8	25.2	36.9	34.1
8. Wholesale and Retail trade	2.5	3.1	10.2	10.9	38.7	39.1
9. Computer and related activities	19.4	18.8	14.0	12.4	16.2	19.6
<b>Country</b>						
1. UK	11.3	12.2	23.1	23.8	30.6	29.9
2. USA	14.3	13.9	14.4	12.9	34.1	33.6
3. Germany	16.3	14.7	21.2	18.9	38.4	38.5
4. Switzerland	12.6	13.4	22.2	28.2	40.4	35.4
5. Japan	11.3	13.1	23.6	25.5	38.2	35.0
6. France	5.9	7.5	10.1	15.5	37.5	39.4
7. Netherlands	4.5	7.7	6.8	12.9	40.3	31.6
8. Mauritius	12.0	11.7	10.9	13.2	20.5	20.0
<b>All Companies</b>	<b>12.3</b>	<b>12.4</b>	<b>16.6</b>	<b>17.7</b>	<b>32.3</b>	<b>30.7</b>
* : Numerator is negative or nil or negligible			# : Denominator is negative or nil or negligible			

## Foreign Business

The select FDI companies recorded a net outflow of Rs. 8,845 crore in foreign currencies during 2005-06 as compared to a net outflow of Rs. 7,317 crore during 2004-05 (Statement 6). The total earnings in foreign currencies increased by 27.6 per cent in 2005-06 as compared with 22.5 per cent in the previous year. The total foreign currency expenditure by these companies also increased by 26.1 per cent in 2005-06 as against 32.1 per cent recorded in 2004-05.

Exports of the select companies increased by 25.7 per cent during 2005-06 as compared to 19.1 per cent rise recorded in the previous year. The export intensity of sales (exports to sales) was recorded at 11.9 per cent in 2005-06 (11.1 per cent in 2004-05). Among the industry-groups, export intensity of sales was highest for

'Rubber and Plastic products' (15.5 per cent) followed by 'Machinery and Machine tools' (14.1 per cent) and 'Electrical Machinery and apparatus' (12.8 per cent) during 2005-06.

Imports of the select companies increased by 26.2 per cent in 2005-06. The imports to exports ratio for these companies worked out to 150.5 per cent in 2005-06. Imports were higher than exports in respect of a few industries like 'Chemicals and Chemical products', 'Machinery and machine tools', 'Electrical machinery and apparatus', 'Motor vehicles and other transport equipments', etc.

## Dividend Remittances

Dividend remittances in foreign currencies of the select companies increased from Rs. 1,941 crore in 2004-05

Table 4: Growth in Exports and Imports of the Select FDI Companies

	(Per cent)							
	Growth in Exports		Growth in Imports		Imports to Exports		Export Intensity of Sales	
	2004-05	2005-06	2004-05	2005-06	2004-05	2005-06	2004-05	2005-06
<b>Industry</b>								
1. Tea plantations	5.1	-46.9	-34.3	37.7	2.1	4.0	12.6	6.3
2. Food products and Beverages	-0.2	12.6	24.1	37.3	52.7	64.2	5.2	5.3
3. Chemicals and Chemical products	11.3	11.1	15.9	16.4	158.1	165.6	12.3	12.1
4. Rubber and Plastic products	42.7	12.7	12.3	44.3	77.4	99.1	15.6	15.5
5. Machinery and Machine tools	29.6	26.5	46.3	20.3	125.2	119.1	13.7	14.1
6. Electrical machinery and apparatus	-2.5	29.4	51.7	18.8	154.5	141.8	12.8	12.8
7. Motor vehicles and other transport equipments	29.9	-9.8	34.2	9.3	131.9	160.0	8.5	6.7
8. Wholesale and Retail trade	1.4	-60.5	22.5	29.1	#	#	1.6	0.4
9. Computer and related activities	#	141.7	31.8	54.0	#	#	0.4	0.7
<b>Country</b>								
1. UK	18.7	1.0	24.2	13.36	85.3	95.7	10.3	9.2
2. USA	16.1	21.7	91.6	-5.81	173.1	133.9	10.7	11.5
3. Germany	26.3	16.2	43.2	33.50	189.2	217.2	12.8	12.6
4. Switzerland	6.6	29.7	64.4	22.99	173.5	164.5	10.3	10.9
5. Japan	14.5	-15.5	30.3	5.20	208.8	260.2	6.7	5.1
6. France	14.0	43.9	38.6	26.09	152.3	133.6	11.5	12.3
7. Netherlands	40.8	28.9	71.6	-17.35	181.9	116.8	5.8	6.5
8. Mauritius	20.0	70.1	35.7	73.65	133.2	135.9	17.7	23.1
<b>All Companies</b>	<b>19.1</b>	<b>25.7</b>	<b>35.7</b>	<b>26.2</b>	<b>145.7</b>	<b>150.5</b>	<b>11.1</b>	<b>11.9</b>

to Rs. 2,332 crore in 2005-06. They formed 5.5 per cent of total expenditure in foreign currencies in 2005-06 (5.8 per cent in 2004-05).

### Sources and Uses of funds

The total funds raised by the select companies during 2005-06 were higher by 18.3 per cent at Rs. 29,274 crore during 2005-06 as against Rs. 24,736 crore raised during 2004-05.

The composition of sources and uses of funds showed some variations during 2005-06 as compared to the previous year (Table 5). The internal sources of funds

declined from 53.1 per cent during 2004-05 to 45.4 per cent during 2005-06 on account of decline in 'Provisions'. The external sources of funds increased from 46.9 per cent during 2004-05 to 54.6 per cent during 2005-06 on account of increase in 'Trade dues and other current liabilities' and 'Borrowing'. The external sources exceeded internal sources of fund to have major share in the total sources of funds during 2005-06. Among external sources, 'Borrowings' and 'Trade dues and other current liabilities' formed 13.8 per cent and 19.9 per cent of total funds raised during 2005-06, respectively. The

**Table 5: Composition of Sources and Uses of funds of Select FDI Companies**

		(Per cent)			
Sources of funds	2004-05	2005-06	Uses of funds	2004-05	2005-06
<b>Internal Sources</b>	<b>53.1</b>	<b>45.4</b>	Gross Fixed Assets	27.9	38.0
Paid-up Capital	1.0	1.7	Inventories	11.9	11.3
Reserves and Surplus	27.6	27.8	Loans and Advances and other debtor balances	14.3	31.3
Provisions	24.5	15.9	Investment	26.6	5.5
<i>of which: Depreciation</i>	18.1	11.4	Cash and Bank Balances	18.8	13.4
<b>External sources</b>	<b>46.9</b>	<b>54.6</b>			
Paid-up Capital	24.3	20.8			
Borrowings	10.8	13.8			
<i>of which: from Banks</i>	14.6	21.2			
<i>from: Others +</i>	-0.1	-1.3			
Trade Dues and other Current Liabilities	11.8	19.9	Other Assets	0.5	0.6
Other liabilities	0.1	0.2			
<b>Total</b>	<b>100.0</b>	<b>100.0</b>	<b>Total</b>	<b>100.0</b>	<b>100.0</b>

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

incremental borrowings from 'Banks' significantly increased to Rs. 6,199 crore in 2005-06 from Rs. 3,621 crore in 2004-05. Funds raised during the year 2005-06 were mainly deployed in 'Gross fixed assets formation' (38.0 per cent), loans & advances and other debtor balances (31.3 per cent), cash and bank balances (13.4 per cent). Investments declined from 26.6 per cent to 5.5 per cent during the period under review.

### Capital and Assets Structure

The total liabilities / assets of the selected companies increased by 16.3 per cent to Rs.1,83,718 crore in 2005-06

(Statement 4). It may be observed that the composition of liabilities as well as that of assets in 2005-06 remained broadly the same as in the previous year. Reserves and surplus accounted for the major share at 40.2 per cent of total liabilities followed by borrowings at 23.4 per cent of total liabilities in 2005-06. The share of net fixed assets in total assets decreased from 35.0 per cent in 2004-05 to 34.3 per cent in 2005-06. Loans and advances and other debtor balances and investment formed 24.8 per cent and 16.8 per cent of total assets respectively in 2005-06. 'Inventories' and 'Cash and bank balances' constituted 13.0 per cent and

**Table 6: Composition of Liabilities and Assets of the Select FDI Companies**

		(Per cent)			
Liabilities	2004-05	2005-06	Assets	2004-05	2005-06
Share capital	7.8	7.2	Net Fixed Assets	35.0	34.3
Reserves and Surplus	38.1	40.2	Inventories	13.0	13.0
Borrowing	24.6	23.4	Loans & advances and other debtor Balances	23.0	24.8
From Banks	11.7	13.4	Investment	18.5	16.8
Trade dues and other Current liabilities	22.4	22.4	Cash & Bank balances	9.5	10.3
Other liabilities	7.1	6.8	Other assets	1.0	0.8
<b>Total</b>	<b>100.0</b>	<b>100.0</b>	<b>Total</b>	<b>100.0</b>	<b>100.0</b>

Table 7: Debt to equity of the Select FDI Companies

(Per cent)			
Industry / Country	Debt to Equity		
	2003-04	2004-05	2005-06
<b>Industry</b>			
1. Tea plantations	3.7	9.6	16.2
2. Food products and Beverages	6.0	4.7	6.5
3. Chemicals and Chemical products	27.3	26.1	14.1
4. Rubber and Plastic products	82.2	73.3	97.5
5. Machinery and Machine tools	13.7	9.6	10.6
6. Electrical machinery and apparatus	22.1	26.2	30.3
7. Motor vehicles and other transport equipments	16.2	19.3	14.3
8. Wholesale and Retail trade	52.2	57.5	42.4
9. Computer and related activities	0.8	2.8	3.9
<b>Country</b>			
1. UK	29.0	30.4	17.2
2. USA	47.3	46.9	41.0
3. Germany	9.6	8.7	5.8
4. Switzerland	14.2	11.3	13.0
5. Japan	22.7	19.7	18.7
6. France	6.7	4.5	1.9
7. Netherlands	8.3	10.4	17.5
8. Mauritius	48.0	34.1	31.8
<b>All Companies</b>	<b>41.2</b>	<b>35.0</b>	<b>30.2</b>

10.3 per cent of total assets in 2005-06 as compared to 13.0 per cent and 9.5 per cent respectively, in 2004-05.

### Debt to Equity

Debt to equity ratio of the select FDI companies declined from 41.2 per cent in 2003-04 to 30.2 per cent in 2005-06. The debt-equity ratio was substantially low for 'Computer and related activities' during the period under review.

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

The comparative performance of FDI companies classified into public limited and private limited companies measured through select growth rates and financial ratios may be seen from Table 8 (also Statements 9 and 12).

The private limited FDI companies experienced lower growth rates in sales,

Table 8: Performance of FDI Companies classified into Public and Private Limited Companies

(Per cent)						
Select Items	Public Limited Companies (378)		Private Limited Companies (123)		All Companies (501)	
	2004-05	2005-06	2004-05	2005-06	2004-05	2005-06
<b>Growth rate</b>						
1. Sales	19.1	17.5	23.7	16.7	19.3	17.5
2. Gross Profits	15.3	20.1	29.2	2.8	15.9	19.2
3. Profits after Tax	20.7	28.8	28.9	10.1	21.1	27.8
<b>Financial Ratio</b>						
1. Profit Margin	12.2	12.4	14.1	12.4	12.3	12.4
2. Effective Tax Rate	32.3	30.7	33.4	30.4	32.3	30.7
3. Return on Share Holders' Equity	16.8	17.9	14.5	14.0	16.6	17.7



gross profits and profits after tax compared to those of public limited FDI companies during 2005-06 though these ratios for private limited FDI companies were higher during 2004-05. Profit margin of private limited FDI companies was same

as that of public limited FDI companies at 12.4 per cent in 2005-06. The return on shareholders' equity was higher for public limited FDI companies as compared with private limited FDI companies in both 2004-05 and 2005-06.

**Statement 1: Growth Rates Of Select Items - Select Foreign Direct Investment  
Companies - 2004-05 And 2005-06**

(Per cent)		
Item	All Companies (501)	
	2004-05	2005-06
1	2	3
1. Sales +	19.3	17.5
2. Value of production	19.3	18.0
3. Total Income	18.9	18.4
4. Manufacturing expenses	23.3	20.2
5. Remuneration to employees	13.3	17.9
6. Depreciation provision	4.1	5.9
7. Gross profits	15.9	19.2
8. Interest	-7.1	-11.8
9. Operating profits	20.3	23.8
10. Non-operating surplus/deficit	19.0	37.5
11. Profits before tax	20.2	24.8
12. Tax provision	18.5	18.5
13. Profits after tax	21.1	27.8
14. Dividend paid	1.3	21.0
15. Profits retained	39.0	31.7
16. Gross saving	21.5	20.5
17. (a) Gross value added	12.7	15.9
(b) Net value added	14.3	17.6
18. Net worth @	21.9	20.3
19. Total borrowings @	7.3	10.3
of which: from banks @	24.4	33.6
20. Trade dues and other current liabilities @	8.9	16.4
21. (a) Gross fixed assets @	7.7	11.5
(b) Net fixed assets @	4.5	14.0
22. Inventories @	16.7	16.1
23. (a) Gross physical assets @	9.2	12.3
(b) Net physical assets @	7.6	14.6
24. (a) Total gross assets @	14.2	14.7
(b) Total net assets @	14.7	16.4
25. Total earnings in foreign currencies	22.5	27.6
of which: Exports	19.1	25.7
26. Total expenditure in foreign currencies	32.1	26.1
of which: Imports	35.7	26.2
+ : Net of 'rebates and discounts' and 'excise duty and cess'		
@ : Adjusted for revaluation, etc.		
* : Numerator is negative or nil or negligible.		
# : Denominator is negative or nil or negligible.		
& : Both numerator and denominator are negative or nil.		
- : Nil or Negligible		
Note : 1. Figures in brackets represents the number of companies.		
2. Rates of growth of all the items are adjusted for changes due to amalgamation of companies		

**Statement 2: Selected Financial Ratios - Select Foreign Direct Investment  
Companies, 2003-2004 to 2005-06**

(Per cent)

Select Financial Ratios	All Companies (501)		
	2003-04	2004-05	2005-06
1	2	3	4
<b>A. Capital structure ratios</b>			
1. Net fixed assets to total net assets	38.4	35.0	34.3
2. Net worth to total net assets	43.2	45.9	47.4
3. Debt to equity	41.2	35.0	30.2
4. Debt to equity (equity adjusted for revaluation reserve)	42.9	36.0	30.8
5. Short term bank borrowings to inventories	46.7	46.2	57.6
6. Total outside liabilities to net worth	131.3	117.7	110.8
<b>B. Liquidity ratios</b>			
7. Current assets to current liabilities +	1.2	1.3	1.3
8. Quick assets to current liabilities	62.0	70.7	73.6
9. Current assets to total net assets	46.4	47.9	51.1
10. Sundry creditors to current assets	31.0	29.9	27.5
11. Sundry creditors to net working capital	178.2	130.4	105.0
<b>C. Assets utilization and turnover ratios</b>			
12. Sales to total net assets	94.1	97.9	98.9
13. Sales to gross fixed assets	145.5	160.9	169.4
14. Inventories to sales	13.6	13.3	13.1
15. Sundry debtors to sales	14.8	14.5	14.5
16. Exports to sales	11.1	11.1	11.9
17. Gross value added to gross fixed assets	37.7	39.4	40.9
18. Raw materials consumed to value of production	48.9	51.4	52.4
<b>D. Sources and uses of funds ratios @</b>			
19. Gross fixed assets formation to total uses of funds		27.8	37.9
20. Gross capital formation to total uses of funds		39.8	49.2
21. External sources of funds to total sources of funds		46.9	54.6
22. Increase in bank borrowings to total external sources		31.1	38.7
23. Gross savings to gross capital formation		130.1	107.1
<b>E. Profitability and profit allocation ratios</b>			
24. Gross profits to total net assets	11.9	12.0	12.3
25. Gross profits to sales	12.6	12.3	12.4
26. Profits after tax to net worth	16.7	16.6	17.7
27. Tax provision to profits before tax	32.8	32.3	30.7
28. Profits retained to profits after tax	52.4	60.2	62.0
29. Dividends to net worth	8.2	6.8	6.8
30. Ordinary dividends to ordinary paid-up capital	46.7	43.1	49.6

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

@ : Adjusted for revaluation, etc.

\* : Numerator is negative or nil or negligible.

# : Denominator is negative or nil or negligible.

&amp; : Both numerator and denominator are negative or nil.

- : Nil or Negligible

Note : Figures in brackets represents the number of companies.

**Statement 3: Combined Income, Expenditure And Appropriation Accounts - Select Foreign  
Direct Investment Companies, 2003-2004 to 2005-06**

(Rs. crore)

Item	All Companies (501)		
	2003-04	2004-05	2005-06
1	2	3	4
<b>Income and Value of Production</b>			
1. Sales +	1,29,659	1,54,706	1,81,853
2. Increase(+) or decrease(-) in stock	758	979	1,978
3. Value of production (1+2)	1,30,418	1,55,683	1,83,831
4. Other income	3,340	3,445	4,370
<i>Of which:</i> (a) Dividends	519	492	530
(b) Interest	957	1,048	1,149
(c) Rent	76	94	102
5. Non-operating surplus(+)/ deficit(-)	11.13	1,324	1,821
<b>6. TOTAL (3+4+5)</b>	<b>1,34,873</b>	<b>1,60,454</b>	<b>1,90,023</b>
<b>Expenditure And Appropriations</b>			
7. Raw materials, components, etc., consumed	63,815	80,091	96,457
8. Stores and spares consumed	4,259	5,098	5,447
9. Power and fuel	5,085	5,611	8,050
10. Other manufacturing expenses	5,765	6,563	7,130
11. Salaries, wages and bonus	9,261	10,810	13,103
12. Provident fund	889	934	999
13. Employees' welfare expenses	1,491	1,430	1,445
14. Managerial remuneration	462	402	437
15. Royalty	482	702	938
16. Repairs to buildings	249	327	353
17. Repairs to machinery	812	940	1,094
18. Bad debts	348	431	408
19. Selling commission	1,300	1,429	1,545
20. Rent	1,323	1,345	1,132
21. Rates and taxes	737	760	802
22. Advertisement	3,306	3,286	3,707
23. Insurance	394	439	485
24. Research and development	371	453	522
25. Other expenses	11,361	13,038	15,359
26. Depreciation provision	5,301	5,520	5,845
27. Other provisions (other than tax and depreciation)	247	369	125
28. Gross profits	16,415	19,034	22,696
29. Less: Interest	2,643	2,454	2,164
30. Operating profits	13,772	16,579	20,531
31. Non-operating surplus(+)/ deficit(-)	1,113	1,324	1,821
32. Profits before tax	14,885	17,904	22,353
33. Less: Tax provision	4,888	5,794	6,870
34. Profits after tax	9,997	12,109	15,483
35. Dividends	4,888	4,953	5,996
(a) Ordinary	4,874	4,946	5,972
(b) Preference	13	6	23
36. Profits retained	5,245	7,291	9,607
<b>TOTAL (7 to 28 + 31)</b>	<b>1,34,873</b>	<b>1,60,454</b>	<b>1,90,023</b>

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

Note : Figure in bracket represents the number of companies

**Statement 4: Combined Balance Sheet - Select Foreign Direct Investment  
Companies, 2003-2004 to 2005-06**

(Rs. crore)

Capital and liabilities	All Companies (501)		
	2003-04	2004-05	2005-06
1	2	3	4
<b>A. Share capital</b>	<b>11,264</b>	<b>12,343</b>	<b>13,295</b>
1. Paid-up capital	11,244	12,323	13,276
(a) Ordinary	10,431	11,466	12,031
<i>Of which:</i> bonus	1,953	2,103	2,253
(b) Preference	813	857	1,245
2. Forfeited shares	19	19	19
<b>B. Reserves and surplus</b>	<b>48,277</b>	<b>60,216</b>	<b>73,842</b>
3. Capital reserve	16,290	21,071	25,558
<i>Of which:</i> premium on shares	12,999	17,977	22,686
4. Investment allowance reserve	65	11	20
5. Sinking funds	693	613	513
6. Other reserves	31,228	38,519	47,749
<b>C. Borrowings</b>	<b>36,235</b>	<b>38,911</b>	<b>42,939</b>
7. Debentures @	5,043	4,753	2,847
8. Loans and advances	27,262	30,652	37,243
(a) From banks	14,821	18,442	24,640
<i>Of which:</i> short-term borrowings	8,241	9,519	13,764
(b) From other Indian financial institutions	6,384	5,479	5,700
(c) From foreign institutional agencies	921	1,335	2,153
(d) From government and semi-government bodies	1,349	1,494	1,850
(e) From companies	1,214	1,345	723
(f) From others	2,569	2,554	2,174
9. Deferred payments	3,273	2,908	2,347
10. Public deposits	656	596	500
of total borrowings, debt	24,584	25,426	26,391
<b>D. Trade dues and other current liabilities</b>	<b>32,387</b>	<b>35,300</b>	<b>41,116</b>
11. Sundry creditors	19,866	22,676	25,859
12. Acceptances	2,743	2,706	3,482
13. Liabilities to companies	260	313	493
14. Advances/ deposits from customers, agents, etc.	2,507	3,221	4,644
15. Interest accrued on loans	3,163	1,305	1,135
16. Others	3,846	5,075	5,501
<b>E. Provisions</b>	<b>9,610</b>	<b>11,198</b>	<b>12,524</b>
17. Taxation (net of advance of income-tax)	3,025	3,489	4,014
18. Dividends	3,020	3,553	4,185
19. Other current provisions	2,904	2,617	3,634
20. Non-current provisions	659	1,537	690
<b>F. Miscellaneous non-current liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>1,37,775</b>	<b>1,57,970</b>	<b>1,83,718</b>

@ : Includes privately placed debentures.

- : Nil or Negligible.

**Note:** Figure in bracket represents the number of companies.

**Statement 4: Combined Balance Sheet - Select Foreign Direct Investment Companies,  
2003-2004 to 2005-06 (Concl'd.)**

(Rs. crore)

Capital and liabilities	All Companies (501)		
	2003-04	2004-05	2005-06
1	2	3	4
<b>G. Gross fixed assets</b>	<b>89,112</b>	<b>96,105</b>	<b>1,07,329</b>
23. Land	2,163	2,477	3,179
24. Buildings	10,178	10,656	11,530
25. Plant and machinery	61,454	65,191	69,899
26. Capital work-in-progress	9,267	10,568	14,982
27. Furniture, fixtures and office equipments	3,471	4,048	4,481
28. Others	2,576	3,162	3,255
<b>H. 29. Depreciation</b>	<b>36,167</b>	<b>40,806</b>	<b>44,268</b>
<b>I. 30. Net fixed assets</b>	<b>52,945</b>	<b>55,299</b>	<b>63,060</b>
<b>J. Inventories</b>	<b>17,636</b>	<b>20,589</b>	<b>23,892</b>
31. Raw materials, components, etc	5,684	7,278	8,285
32. Finished goods	6,145	6,599	7,550
33. Work-in-progress	2,904	3,787	4,730
34. Stores and spares	2,106	2,382	2,649
35. Others	796	540	676
<b>K. Loans and advances and other debtor balances</b>	<b>32,792</b>	<b>36,318</b>	<b>45,465</b>
36. Sundry debtors	19,210	22,429	26,444
37. Loans and advances	10,487	10,077	13,787
a) To subsidiaries and companies under the same management	1,429	1,113	1,921
b) Others	9,058	8,963	11,866
38. Interest accrued on loans and advances	289	283	297
39. Deposits/ balances with government/ others	2,095	2,367	3,051
40. Others	709	1,160	1,883
<b>L. Investments</b>	<b>22,616</b>	<b>29,193</b>	<b>30,812</b>
(of which: quoted investments)	3,209	3,747	5,671
41. Foreign	1,012	885	1,824
42. Indian	21,604	28,307	28,987
a) Government/ semi-government securities	972	845	581
b) Securities of Financial Institutions	10,475	13,245	12,051
c) Industrial securities	4,878	3,896	4,981
d) Shares and debentures of subsidiaries	5,145	8,758	10,631
e) Others	131	1,562	742
<b>M. 43. Advance of income-tax (net of tax provision)</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>N. Other assets</b>	<b>1,382</b>	<b>1,511</b>	<b>1,507</b>
44. Immovable property	-	24	3
45. Intangible assets	1,380	1,487	1,503
46. Miscellaneous non-current assets	-	-	-
<b>O. Cash and bank balances</b>	<b>10,402</b>	<b>15,058</b>	<b>18,980</b>
47. Fixed deposits with banks	6,973	11,048	12,685
48. Other bank balances	2,912	3,499	5,785
49. Cash in hand	516	510	510
<b>Total</b>	<b>1,37,775</b>	<b>1,57,970</b>	<b>1,83,718</b>

<b>Statement 5: Sources And Uses Of Funds - Select Foreign Direct Investment Companies, 2003-2004 to 2005-06</b>		
(Rs. Crore)		
Sources of Funds	All Companies (501)	
	2004-05	2005-06
1	2	3
<b>Internal Sources</b>	<b>13,126</b>	<b>13,282</b>
<b>A 1. Paid-up capital</b>	<b>245</b>	<b>498</b>
<b>B. Reserves and Surplus</b>	<b>6,821</b>	<b>8,127</b>
2. Capital reserve	-304	-1009
3. Investment allowance reserve	-53	8
4. Sinking funds	-80	-100
5. Other reserves	7,257	9,227
<b>C. Provisions</b>	<b>6,061</b>	<b>4,657</b>
6. Depreciation	4,472	3,331
7. Taxation (net of advance of income tax)	464	524
8. Dividends	533	632
9. Other current provisions	-287	1017
10. Non-current provisions	878	-847
<b>External Sources</b>	<b>11,609</b>	<b>15,993</b>
<b>D. Paid-up capital</b>	<b>6,001</b>	<b>6,101</b>
11. Net issues	880	458
12. Premium on shares	5,121	5,643
<b>E. 13. Capital receipts</b>	<b>20</b>	<b>48</b>
<b>F. Borrowings</b>	<b>2,676</b>	<b>4,028</b>
14. Debentures	-289	-1906
15. Loans and advances	3,390	6,592
(a) From banks	3,621	6,199
(b) From other Indian financial institutions	-905	221
(c) From foreign institutional agencies	413	818
(d) From government and semi-government bodies	145	356
(e) From companies	131	-622
(f) From others	-15	-380
16. Deferred payments	-365	-561
17. Public deposits	-60	-96
<b>G. Trade dues and other current liabilities</b>	<b>2,913</b>	<b>5,816</b>
18. Sundry creditors	2,810	3,183
19. Acceptances	-37	776
20. Liabilities to companies	53	180
21. Advances/ deposits from customers, agents, etc.	714	1,423
22. Interest accrued on loans	-1,857	-171
23. Others	1,229	425
<b>H. Miscellaneous non-current liabilities</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>24,736</b>	<b>29,274</b>
@ : Includes privately placed debentures		
- : Nil or negligible		
<b>Note :</b> 1. This statement is derived from statement 4.		
2. Figures have been adjusted for revaluation, etc, wherever necessary.		

**Statement 5: Sources And Uses Of Funds - Select Foreign Direct Investment Companies,  
2003-2004 to 2005-06 (Concl.)**

(Rs. Crore)

Uses of Funds	All Companies (501)	
	2004-05	2005-06
1	2	3
<b>I. Gross fixed assets</b>	<b>6,895</b>	<b>11,109</b>
26. Land	296	669
27. Buildings	470	862
28. Plant and machinery	3,667	4,638
29. Capital work-in-progress	1,301	4,414
30. Furniture, fixtures and office equipments	577	433
31. Others	586	93
<b>J. Inventories</b>	<b>2,952</b>	<b>3,317</b>
32. Raw materials, components, etc.	1,595	1,007
33. Finished goods	454	951
34. Work-in-progress	883	943
35. Stores and spares	276	267
36. Others	-255	149
<b>K. Loans and advances and other debtor balances</b>	<b>3,526</b>	<b>9,147</b>
37. Sundry debtors	3,219	4,015
38. Loans and advances	-410	3710
a) To subsidiaries and companies under the same management	-315	808
b) Others	-95	2903
39. Interest accrued on loans and advances	-6	14
40. Deposits/ balances with government/ others	271	684
41. Others	452	723
<b>L. 42. Investments</b>	<b>6,577</b>	<b>1,619</b>
<b>M. 43. Other assets</b>	<b>129</b>	<b>161</b>
<b>N. 44. Cash and bank balances</b>	<b>4,657</b>	<b>3,922</b>
<b>Total</b>	<b>24,736</b>	<b>29,274</b>



**Statement 6: Raw Materials, Stores And Spares Consumed, Earnings/Expenditure in Foreign Currencies -  
Select Foreign Investment Companies, 2003-04 to 2005-06**

(Rs. crore)			
Item	All Companies (501)		
	2003-04	2004-05	2005-06
1	2	3	4
<b>Raw Materials, Stores And Spares Consumed</b>			
<b>A. 1. Raw materials, components, etc. consumed</b>	<b>63,815</b>	<b>80,091</b>	<b>96,457</b>
(a) Imported	15,820	20,062	25,589
(b) Indigenous	47,994	60,029	70,867
<b>B. 2. Stores and spares consumed</b>	<b>4,259</b>	<b>5,098</b>	<b>5,447</b>
(a) Imported	305	306	595
(b) Indigenous	3,954	4,791	4,852
<b>Earnings/ Expenditure In Foreign Currencies</b>			
<b>C. Earnings in foreign currencies (3+4)</b>	<b>21,512</b>	<b>26,365</b>	<b>33,650</b>
3. Exports	14,448	17,211	21,635
4. Other than exports	7,063	9,154	12,014
<i>of which:</i> (a) Interest	11	29	44
(b) Commission	413	184	1,273
<b>D. Expenditure in foreign currencies (5+6)</b>	<b>25,490</b>	<b>33,682</b>	<b>42,495</b>
5. Imports	19,007	25,802	32,565
(a) Raw materials, components, etc.	14,907	19,479	25,048
(b) Capital goods	1,548	3,159	3,528
(c) Stores and spares	1,303	1,500	1,739
(d) Others	1,248	1,661	2,249
6. Other than Imports	6,483	7,880	9,930
(a) Dividend	1,929	1,941	2,332
(b) Interest	232	257	263
(c) Travelling expenses	516	567	713
(d) Royalty	427	618	778
(e) Technical fees	160	119	187
(f) Professional and consultation fees	170	201	176
(g) Others	3,045	4,173	5,478
<b>E. 7. Net inflow(+)/ outflow(-) of foreign currencies (C-D)</b>	<b>-3,978</b>	<b>-7,317</b>	<b>-8,845</b>

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

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

3. Figure in bracket represents the number of companies.

**Statement 7: Growth Rates Of Select Items - Select Foreign Direct Investment Companies,  
Country-Wise, 2004-05 and 2005-06**

Item	(Per cent)					
	UK (73)		USA (102)		GERMANY (49)	
	2004-05	2005-06	2004-05	2005-06	2004-05	2005-06
1	2	3	4	5	6	7
1. Sales +	11.5	13.5	18.2	12.9	18.8	17.9
2. Value of production	11.1	14.9	20.2	11.6	20.8	18.1
3. Total Income	11.2	13.9	20.7	10.8	20.7	17.7
4. Manufacturing expenses	16.0	16.5	24.6	8.9	21.7	26.1
5. Remuneration to employees	13.5	7.3	17.1	18.3	-0.4	8.8
6. Depreciation provision	13.9	4.1	8.5	14.7	0.0	37.1
7. Gross profits	-15.9	22.3	16.7	10.2	47.6	6.0
8. Interest	-4.8	-23.9	-12.5	-0.2	-23.8	20.1
9. Operating profits	-17.0	27.7	20.4	11.2	53.1	5.4
10. Non-operating surplus/deficit	137.0	-31.4	164.2	-22.8	36.1	-0.9
11. Profits before tax	-9.0	19.7	27.3	7.8	51.0	4.7
12. Tax provision	-22.0	17.1	42.8	6.0	31.0	4.9
13. Profits after tax	-1.8	20.8	20.6	8.7	66.9	4.6
14. Dividend paid	-23.0	10.1	22.1	34.6	25.2	1.5
15. Profits retained	93.4	40.1	20.4	-4.3	56.6	5.7
16. Gross saving	45.7	23.2	15.8	2.5	34.4	14.9
17. (a) Gross value added	-2.1	14.3	14.4	14.9	21.2	10.0
(b) Net value added	-3.8	15.6	15.4	14.9	24.9	6.3
18. Net worth @	10.9	17.7	19.9	20.5	26.9	17.5
19. Total borrowings @	6.4	-30.6	16.4	9.1	3.1	5.7
<i>Of which: from banks @</i>	-5.9	2.4	84.9	24.0	-6.3	14.0
20. Trade dues and other current liabilities @	9.1	17.7	-19.5	15.7	27.6	13.5
21. (a) Gross fixed assets @	8.7	7.7	3.8	10.6	8.0	13.2
(b) Net fixed assets @	6.0	6.8	0.8	10.0	10.4	17.5
22. Inventories @	15.9	16.9	25.3	9.0	25.4	22.2
23. (a) Gross physical assets @	10.4	10.1	6.2	10.4	11.6	15.3
(b) Net physical assets @	9.4	10.6	4.5	9.8	16.7	19.6
24. (a) Total gross assets @	10.4	8.1	9.7	13.8	18.5	14.5
(b) Total net assets @	9.9	7.9	9.6	14.2	23.5	15.8
25. Total earnings in foreign currencies	38.8	4.6	9.7	28.7	22.1	20.1
<i>Of which: Exports</i>	18.7	1.0	16.1	21.7	26.3	16.2
26. Total expenditure in foreign currencies	26.8	4.6	59.4	2.9	40.0	39.9
<i>Of which: Imports</i>	24.1	13.3	91.5	-5.8	43.1	33.5

For footnotes, please refer to Statement 1.

**Statement 7: Growth Rates Of Select Items - Select Foreign Direct Investment Companies,  
Country-Wise, 2004-05 and 2005-06 (Contd.)**

Item	(Per cent)					
	SWITZERLAND (19)		JAPAN (44)		FRANCE (11)	
	2004-05	2005-06	2004-05	2005-06	2004-05	2005-06
1	8	9	10	11	12	13
1. Sales +	27.6	22.0	20.6	10.2	35.1	34.9
2. Value of production	29.3	22.2	19.1	12.2	38.7	34.1
3. Total Income	27.3	22.9	18.4	12.5	35.9	33.8
4. Manufacturing expenses	39.3	21.7	21.2	12.6	43.7	37.5
5. Remuneration to employees	9.8	17.6	0.1	21.3	17.4	3.6
6. Depreciation provision	15.2	28.7	-2.4	-15.9	1.2	6.5
7. Gross profits	21.2	29.7	38.3	27.8	152.2	70.7
8. Interest	-44.4	-21.7	-6.0	8.6	-32.7	-1.9
9. Operating profits	26.6	31.6	44.0	29.4	211.0	75.7
10. Non-operating surplus/deficit	*	&	-7.2	-38.3	-82.7	179.5
11. Profits before tax	14.6	37.2	39.4	25.4	95.1	79.3
12. Tax provision	36.4	20.1	45.5	15.0	143.7	88.3
13. Profits after tax	3.4	48.8	35.9	31.8	74.2	73.9
14. Dividend paid	26.3	22.7	9.4	11.9	33.2	60.1
15. Profits retained	-19.3	89.6	53.2	40.9	91.6	78.0
16. Gross saving	-3.2	55.9	24.2	17.7	33.8	43.4
17. (a) Gross value added	17.7	25.4	20.7	16.9	35.7	24.3
(b) Net value added	18.1	24.8	27.3	24.0	42.7	26.9
18. Net worth @	9.5	17.3	19.1	22.0	22.8	13.0
19. Total borrowings @	-37.0	24.8	14.0	15.8	-24.5	7.1
Of which: from banks @	-73.5	56.7	8.7	59.5	-18.0	19.7
20. Trade dues and other current liabilities @	25.5	45.8	3.3	18.4	39.1	39.9
21. (a) Gross fixed assets @	8.9	15.0	12.4	10.2	4.8	9.9
(b) Net fixed assets @	7.0	21.4	10.4	13.7	2.6	15.7
22. Inventories @	28.1	16.0	8.7	20.0	46.2	34.0
23. (a) Gross physical assets @	12.5	15.2	11.8	11.8	14.4	17.0
(b) Net physical assets @	14.0	19.4	9.9	15.6	20.9	24.9
24. (a) Total gross assets @	11.3	23.5	14.1	15.4	19.9	19.5
(b) Total net assets @	11.5	28.5	14.1	18.5	24.3	23.3
25. Total earnings in foreign currencies	9.0	22.0	15.0	-15.7	10.4	31.0
Of which: Exports	6.6	29.7	14.5	-15.5	14.0	43.9
26. Total expenditure in foreign currencies	48.7	21.1	28.5	10.0	32.0	27.0
Of which: Imports	64.3	22.9	30.2	5.2	38.2	26.2

**Statement 7: Growth Rates Of Select Items - Select Foreign Direct Companies,  
Country-Wise, 2004-05 and 2005-06 (Concl.)**

(Per cent)

Item	NETHERLANDS (22)		MARITIUS (74)	
	2004-05	2005-06	2004-05	2005-06
1	14	15	16	17
1. Sales +	25.6	15.4	19.8	30.8
2. Value of production	24.4	15.7	19.5	31.2
3. Total Income	23.0	16.0	19.8	32.0
4. Manufacturing expenses	33.4	14.3	23.4	35.0
5. Remuneration to employees	2.9	11.7	22.4	33.7
6. Depreciation provision	4.6	7.8	0.3	12.2
7. Gross profits	-6.5	93.7	16.8	27.8
8. Interest	-17.5	22.4	-3.6	-0.5
9. Operating profits	-3.7	109.0	26.3	37.8
10. Non-operating surplus/deficit	-39.8	-8.5	#	#
11. Profits before tax	-14.7	83.6	31.6	47.8
12. Tax provision	23.5	44.0	15.3	44.4
13. Profits after tax	-29.5	110.4	36.6	48.7
14. Dividend paid	21.1	-9.4	29.1	46.5
15. Profits retained	-70.3	#	41.6	51.0
16. Gross saving	-30.0	105.2	18.3	32.5
17. (a) Gross value added	1.1	28.8	14.5	28.3
(b) Net value added	0.5	32.5	17.7	31.3
18. Net worth @	0.6	11.3	28.3	24.4
19. Total borrowings @	36.9	21.3	5.9	6.9
Of which: from banks @	64.3	19.0	17.4	6.6
20. Trade dues and other current liabilities @	19.6	19.8	22.7	8.9
21. (a) Gross fixed assets @	8.9	6.1	11.1	12.4
(b) Net fixed assets @	8.5	6.3	9.9	12.5
22. Inventories @	7.0	-4.8	15.3	24.4
23. (a) Gross physical assets @	8.5	3.6	11.7	14.3
(b) Net physical assets @	8.0	2.2	11.1	15.2
24. (a) Total gross assets @	10.1	12.5	18.0	16.0
(b) Total net assets @	10.4	14.9	19.0	16.8
25. Total earnings in foreign currencies	20.6	9.2	24.2	53.0
Of which: Exports	40.8	28.9	20.0	70.1
26. Total expenditure in foreign currencies	67.1	-19.5	39.2	60.6
Of which: Imports	71.2	-17.4	35.6	73.6

**Statement 8: Growth Rates Of Select Items - Select Foreign Direct Investment Companies,  
Industry-Wise, 2004-05 and 2005-06**

Item	(Per cent)					
	Tea Plantations (5)		Food Products and Beverages (16)		Chemical and Chemical Products (78)	
	2004-05	2005-06	2004-05	2005-06	2004-05	2005-06
1	2	3	4	5	6	7
1. Sales +	5.8	5.4	7.0	10.1	8.3	12.7
2. Value of production	14.5	3.7	6.0	11.7	7.7	13.2
3. Total Income	11.7	4.6	5.1	10.5	8.2	13.2
4. Manufacturing expenses	36.4	2.4	9.7	10.0	11.1	15.7
5. Remuneration to employees	-2.7	5.4	0.8	9.5	4.0	1.5
6. Depreciation provision	5.2	5.8	-4.3	12.0	-0.2	8.9
7. Gross profits	&	&	6.1	25.6	-5.5	13.5
8. Interest	-8.1	51.9	-5.4	-3.9	13.9	-26.0
9. Operating profits	&	&	6.7	26.8	-7.4	18.2
10. Non-operating surplus/deficit	-64.5	#	-28.5	-92.5	45.6	19.6
11. Profits before tax	&	&	2.6	17.1	-3.2	18.4
12. Tax provision	37.7	138.5	4.4	9.3	-12.3	11.0
13. Profits after tax	&	&	1.4	22.4	1.6	21.8
14. Dividend paid	160.0	33.8	19.4	4.7	-12.1	10.0
15. Profits retained	&	&	-19.8	53.4	44.5	42.3
16. Gross saving	&	&	-13.2	34.0	22.9	29.1
17. (a) Gross value added	10.6	0.4	3.3	18.6	-1.6	10.7
(b) Net value added	11.0	0.1	4.4	19.5	-1.7	10.8
18. Net worth @	-4.5	-6.3	3.4	8.2	13.2	12.5
19. Total borrowings @	26.7	69.7	-10.7	23.5	-0.6	-10.3
<i>Of which: from banks @</i>	57.7	140.4	-10.4	38.6	-0.7	26.9
20. Trade dues and other current liabilities @	-8.5	-0.6	15.8	13.9	12.9	8.2
21. (a) Gross fixed assets @	1.6	3.0	6.7	10.7	12.9	7.5
(b) Net fixed assets @	-1.8	1.9	2.5	10.5	16.4	9.6
22. Inventories @	34.0	17.9	-0.6	22.1	9.1	7.8
23. (a) Gross physical assets @	3.9	4.4	5.1	13.0	11.8	7.6
(b) Net physical assets @	2.2	4.3	1.5	14.2	13.3	8.9
24. (a) Total gross assets @	1.2	6.7	9.8	9.5	9.5	6.4
(b) Total net assets @	-1.0	7.6	9.0	9.0	9.8	6.8
25. Total earnings in foreign currencies	5.1	-42.9	9.7	3.9	11.2	14.2
<i>Of which: Exports</i>	5.1	-46.9	-0.2	12.6	11.3	11.1
26. Total expenditure in foreign currencies	-2.6	18.9	9.1	34.2	12.6	14.4
<i>Of which: Imports</i>	-34.3	37.7	24.1	37.3	15.9	16.4

For footnotes, please refer to Statement 1.

**Statement 8: Growth Rates Of Select Items - Select Foreign Direct Investment Companies,  
Industry-Wise, 2004-05 and 2005-06 (Contd.)**

Item	(Per cent)					
	Rubber and Plastic Products (22)		Machinery and Machine Tools (74)		Electrical Machinery and Apparatus (31)	
	2004-05	2005-06	2004-05	2005-06	2004-05	2005-06
1	8	9	10	11	12	13
1. Sales +	17.9	13.2	21.3	22.3	28.9	28.8
2. Value of production	19.4	11.3	25.2	21.2	29.6	29.6
3. Total Income	17.0	14.4	24.5	21.1	28.0	29.3
4. Manufacturing expenses	24.8	13.5	31.6	19.4	35.3	29.9
5. Remuneration to employees	7.9	12.2	6.3	9.8	6.0	17.2
6. Depreciation provision	3.1	9.0	3.9	11.0	5.4	11.9
7. Gross profits	-1.6	25.4	27.3	55.4	28.1	50.7
8. Interest	-9.7	-5.9	-26.8	1.7	-16.7	61.7
9. Operating profits	7.4	55.1	36.4	60.2	34.2	49.8
10. Non-operating surplus/deficit	-73.3	#	35.1	-22.3	-77.7	-5.3
11. Profits before tax	-22.1	87.1	36.3	50.7	24.1	48.9
12. Tax provision	-38.2	27.6	50.3	47.7	27.5	48.0
13. Profits after tax	-12.5	112.2	29.4	52.4	22.6	49.3
14. Dividend paid	9.5	116.8	7.0	20.7	0.2	18.6
15. Profits retained	-25.0	101.1	47.7	69.5	35.4	62.4
16. Gross saving	-7.1	36.1	25.2	44.5	21.8	42.7
17. (a) Gross value added	3.5	16.3	14.4	29.3	15.9	32.5
(b) Net value added	3.7	19.0	16.3	32.3	17.8	35.8
18. Net worth @	10.6	13.3	11.9	21.2	14.6	17.9
19. Total borrowings @	7.2	23.5	1.5	-2.3	23.7	21.8
of which: from banks @	28.4	8.9	21.2	4.0	4.6	27.4
20. Trade dues and other current liabilities @	17.4	-5.2	22.3	25.0	14.6	35.7
21. (a) Gross fixed assets @	3.4	9.7	5.5	9.0	11.1	9.2
(b) Net fixed assets @	-1.0	10.6	3.8	12.1	13.3	7.9
22. Inventories @	31.6	-5.3	30.1	7.6	14.4	22.2
23. (a) Gross physical assets @	5.7	8.2	11.0	8.6	11.9	12.1
(b) Net physical assets @	3.5	7.7	14.2	10.1	13.7	13.0
24. (a) Total gross assets @	10.3	11.8	11.9	15.8	14.0	21.8
(b) Total net assets @	11.0	13.0	13.7	18.9	15.4	24.7
25. Total earnings in foreign currencies	43.2	13.0	25.5	22.5	-1.4	23.0
of which: Exports	42.7	12.7	29.6	26.5	-2.5	29.4
26. Total expenditure in foreign currencies	17.5	41.4	40.1	24.0	51.4	13.2
of which: Imports	12.3	44.3	46.3	20.3	51.7	18.8

**Statement 8: Growth Rates Of Select Items - Select Foreign Direct Investment Companies,  
Industry-Wise, 2004-05 and 2005-06 (Concl.)**

Item	(Per cent)					
	Motor Vehicles and Transport Equipment (35)		Wholesale and Retail Trade (18)		Computer and Related Activities (30)	
	2004-05	2005-06	2004-05	2005-06	2004-05	2005-06
1	8	9	10	11	12	13
1. Sales +	21.5	14.5	26.9	45.9	28.6	29.1
2. Value of production	22.0	15.7	17.0	55.1	28.7	29.2
3. Total Income	21.8	15.5	18.2	55.3	28.8	26.6
4. Manufacturing expenses	24.8	17.1	18.3	55.5	84.9	44.9
5. Remuneration to employees	3.6	17.4	54.0	29.9	31.5	33.6
6. Depreciation provision	2.2	0.5	37.0	53.3	29.3	27.0
7. Gross profits	34.9	22.4	-15.2	79.4	13.8	24.9
8. Interest	-20.2	13.6	120.7	92.8	87.3	73.3
9. Operating profits	38.6	22.7	-42.1	69.3	13.2	24.2
10. Non-operating surplus/deficit	44.3	-54.5	#.	-75.8	7.8	-43.6
11. Profits before tax	39.1	16.4	-34.8	55.4	12.7	18.2
12. Tax provision	43.9	7.9	-30.3	57.2	19.2	43.1
13. Profits after tax	36.4	21.4	-37.4	54.3	11.5	13.4
14. Dividend paid	11.7	13.9	&	&	95.6	77.3
15. Profits retained	49.4	24.5	-37.3	54.2	-13.4	-39.0
16. Gross saving	28.9	16.2	-23.5	53.9	-3.0	-17.7
17. (a) Gross value added	21.2	16.4	-5.4	54.4	24.9	32.1
(b) Net value added	25.5	19.3	-9.0	54.5	24.6	32.5
18. Net worth @	22.5	24.5	18.8	44.4	19.8	28.3
19. Total borrowings @ of which: from banks @	25.9	-7.4	48.8	19.5	96.8	55.2
20. Trade dues and other current liabilities @	-14.4	16.6	53.7	21.2	#	6.2
21. (a) Gross fixed assets @	12.7	9.6	61.5	15.6	30.3	31.5
(b) Net fixed assets @	12.2	12.3	69.4	11.8	30.7	33.1
22. Inventories @	30.0	27.4	-13.9	92.0	-31.9	#
23. (a) Gross physical assets @	15.3	12.6	17.8	47.8	30.2	31.6
(b) Net physical assets @	17.4	17.2	16.8	49.0	30.6	33.2
24. (a) Total gross assets @	20.2	14.6	21.3	36.4	31.2	28.6
(b) Total net assets @	23.1	17.2	20.9	36.4	31.4	28.5
25. Total earnings in foreign currencies of which: Exports	31.0	-9.2	0.2	-59.8	29.4	28.1
26. Total expenditure in foreign currencies of which: Imports	29.9	-9.8	1.4	-60.5	#.	141.7
	31.6	18.8	23.1	32.6	22.5	22.4
	34.2	9.3	22.5	29.1	31.8	54.0

**Statement 9: Growth Rates Of Select Items - Select Foreign Direct Investment Companies,  
Type-Wise, 2004-05 and 2005-06**

Item	(Per cent)			
	Public (378)		Private (123)	
	2004-05	2005-06	2004-05	2005-06
1	2	3	2	3
1. Sales +	19.1	17.5	23.7	16.7
2. Value of production	19.1	18.1	25.0	17.0
3. Total Income	18.7	18.4	23.7	18.5
4. Manufacturing expenses	23.3	20.2	23.3	21.6
5. Remuneration to employees	12.6	17.2	22.9	27.2
6. Depreciation provision	3.8	5.8	8.7	7.5
7. Gross profits	15.3	20.1	29.2	2.8
8. Interest	-7.2	-12.1	-2.0	-2.1
9. Operating profits	19.7	25.0	32.6	3.2
10. Non-operating surplus/deficit	20.8	36.4	-52.0	144.9
11. Profits before tax	19.8	25.9	29.2	5.3
12. Tax provision	17.9	19.8	29.8	-4.1
13. Profits after tax	20.7	28.8	28.9	10.1
14. Dividend paid	4.0	21.7	-47.6	-4.6
15. Profits retained	35.5	32.9	121.9	14.3
16. Gross saving	19.7	21.1	57.2	11.3
17. (a) Gross value added	12.0	16.0	23.5	13.4
(b) Net value added	13.6	17.8	26.2	14.3
18. Net worth @	22.5	20.7	14.0	14.4
19. Total borrowings @	7.4	10.5	4.4	1.5
of which: from banks @	23.9	33.8	43.1	25.9
20. Trade dues and other current liabilities @	8.2	16.3	26.4	19.9
21. (a) Gross fixed assets @	7.7	11.6	8.1	9.5
(b) Net fixed assets @	4.7	14.4	1.2	3.9
22. Inventories @	16.2	15.4	29.0	29.6
23. (a) Gross physical assets @	9.1	12.3	11.6	13.4
(b) Net physical assets @	7.5	14.7	8.4	11.8
24. (a) Total gross assets @	14.2	14.7	13.9	13.3
(b) Total net assets @	14.7	16.6	13.0	12.6
25. Total earnings in foreign currencies	22.6	28.6	22.0	16.2
of which: Exports	19.6	26.5	13.4	17.1
26. Total expenditure in foreign currencies	32.1	27.4	31.5	2.3
of which: Imports	36.1	27.4	28.4	0.9

For footnotes, please refer to Statement 1.



Statement 10: Select Financial Ratios - Select Foreign Direct Investment Companies, Country-Wise - 2003-2004 to 2005-06						
(Per cent)						
Select Financial Ratios	UK (73)			USA (102)		
	2003-04	2004-05	2005-06	2003-04	2004-05	2005-06
1	2	3	4	5	6	7
<b>A. Capital Structure Ratios</b>						
1. Net fixed assets to total net assets	31.3	30.1	29.7	46.9	43.3	41.8
2. Net worth to total net assets	43.3	43.6	47.5	43.9	48.2	50.9
3. Debt to equity	29.0	30.4	17.2	47.3	46.9	41.0
4. Debt to equity (equity adjusted for revaluation reserve)	30.6	31.9	17.8	48.3	47.7	41.6
5. Short term bank borrowings to inventories	36.3	26.1	21.6	49.0	39.6	52.1
6. Total outside liabilities to net worth	130.8	129.1	110.3	127.3	107.3	96.2
<b>B. Liquidity Ratios</b>						
7. Current assets to current liabilities +	1.1	1.2	1.3	1.2	1.7	1.7
8. Quick assets to current liabilities	55.4	58.6	67.5	66.3	104.5	101.5
9. Current assets to total net assets	51.2	51.3	58.2	42.9	48.5	48.8
10. Sundry creditors to current assets	38.9	39.7	38.2	27.6	22.6	21.1
11. Sundry creditors to net working capital	262.6	228.3	154.4	145.8	51.4	48.7
<b>C. Assets Utilisation and Turnover Ratios</b>						
12. Sales to total net assets	121.9	123.9	130.5	67.4	72.5	71.5
13. Sales to gross fixed assets	230.0	235.9	248.6	97.9	111.1	113.1
14. Inventories to sales	13.8	14.4	14.8	12.6	13.3	12.9
15. Sundry debtors to sales	10.1	10.7	10.6	17.2	16.4	15.3
16. Exports to sales	9.7	10.3	9.2	10.9	10.7	11.5
17. Gross value added to gross fixed assets	62.6	56.3	59.8	30.2	33.2	34.4
18. Raw materials consumed to value of production	46.0	48.6	50.2	39.6	42.8	41.2
<b>D. Sources and Uses of Funds Ratios @</b>						
19. Gross fixed assets formation to total uses of funds		36.6	40.9		22.1	41.0
20. Gross capital formation to total uses of funds		57.9	71.3		40.3	46.2
21. External sources of funds to total sources of funds		39.7	21.9		32.9	64.9
22. Increase in bank borrowings to total external sources		-10.9	8.8		177.8	30.2
23. Gross savings to gross capital formation		107.0	123.7		173.8	99.6
<b>E. Profitability and Profit Allocation Ratios</b>						
24. Gross profits to total net assets	18.3	14.0	15.9	9.7	10.4	10.0
25. Gross profits to sales	15.0	11.3	12.2	14.5	14.3	13.9
26. Profits after tax to net worth	26.1	23.1	23.8	14.4	14.4	12.9
27. Tax provision to profits before tax	35.7	30.6	29.9	30.5	34.1	33.6
28. Profits retained to profits after tax	19.0	37.5	43.5	69.1	69.0	60.7
29. Dividends to net worth	21.2	14.8	13.8	4.6	4.7	5.2
30. Ordinary dividends to ordinary paid-up capital	150.5	111.0	117.6	27.2	26.5	33.2

For footnotes, please refer to Statement 2.

**Statement 10: Select Financial Ratios - Select Foreign Direct Investment Companies,  
Country-Wise-2003-2004 to 2005-06 (Contd.)**

(Per cent)						
Select Financial Ratios	Germany (49)			Switzerland (19)		
	2003-04	2004-05	2005-06	2003-04	2004-05	2005-06
1	8	9	10	11	12	13
<b>A. Capital Structure Ratios</b>						
1. Net fixed assets to total net assets	23.6	21.1	21.4	31.2	29.9	28.3
2. Net worth to total net assets	54.9	56.4	57.2	46.3	45.4	41.5
3. Debt to equity	9.6	8.7	5.8	14.2	11.3	13.0
4. Debt to equity (equity adjusted for revaluation reserve)	9.7	8.8	5.9	14.9	11.7	13.3
5. Short term bank borrowings to inventories	33.2	23.4	24.2	27.0	5.1	5.4
6. Total outside liabilities to net worth	82.0	77.1	74.5	115.8	119.8	140.8
<b>B. Liquidity Ratios</b>						
7. Current assets to current liabilities +	1.7	1.8	1.7	1.3	1.4	1.2
8. Quick assets to current liabilities	109.2	109.2	103.1	77.4	81.9	74.0
9. Current assets to total net assets	66.5	64.4	65.2	61.0	62.8	66.1
10. Sundry creditors to current assets	23.9	24.9	24.6	32.7	35.9	37.9
11. Sundry creditors to net working capital	55.7	55.5	56.0	124.6	117.4	189.9
<b>C. Assets utilisation and Turnover Ratios</b>						
12. Sales to total net assets	114.6	110.2	112.2	127.2	145.5	138.2
13. Sales to gross fixed assets	172.5	189.7	197.4	190.5	223.2	236.8
14. Inventories to sales	14.8	15.6	16.2	12.3	12.3	11.7
15. Sundry debtors to sales	20.0	19.3	18.1	15.1	13.8	18.0
16. Exports to sales	12.0	12.8	12.6	12.3	10.3	10.9
17. Gross value added to gross fixed assets	49.4	55.4	53.9	47.1	50.9	55.6
18. Raw materials consumed to value of production	50.2	51.3	54.3	46.9	53.2	55.5
<b>D. Sources and Uses of Funds Ratios @</b>						
19. Gross fixed assets formation to total uses of funds		20.6	38.4		38.9	30.6
20. Gross capital formation to total uses of funds		37.4	57.6		67.7	39.7
21. External sources of funds to total sources of funds		41.7	20.8		25.2	59.1
22. Increase in bank borrowings to total external sources		-3.9	16.9		-83.2	3.1
23. Gross savings to gross capital formation		169.6	132.1		95.2	109.0
<b>E. Profitability and Profit Allocation Ratios</b>						
24. Gross profits to total net assets	15.0	18.0	16.5	16.9	18.4	18.6
25. Gross profits to sales	13.1	16.3	14.7	13.3	12.6	13.4
26. Profits after tax to net worth	16.1	21.2	18.9	23.5	22.2	28.2
27. Tax provision to profits before tax	44.2	38.4	38.5	34.0	40.4	35.4
28. Profits retained to profits after tax	83.7	78.5	79.3	50.1	39.1	49.7
29. Dividends to net worth	4.7	4.6	4.0	11.7	13.5	14.1
30. Ordinary dividends to ordinary paid-up capital	15.6	17.5	17.6	99.6	125.8	154.4

Statement 10: Select Financial Ratios - Select Foreign Direct Investment Companies, Country-Wise- 2003-2004 to 2005-06 (Contd.)						
(Per cent)						
Select Financial Ratios	Japan (44)			France (11)		
	2003-04	2004-05	2005-06	2003-04	2004-05	2005-06
1	14	15	16	17	18	19
<b>A. Capital Structure Ratios</b>						
1. Net fixed assets to total net assets	33.9	32.9	31.6	23.4	19.3	18.1
2. Net worth to total net assets	45.2	47.2	48.5	45.6	45.1	41.3
3. Debt to equity	22.7	19.7	18.7	6.7	4.5	1.9
4. Debt to equity (equity adjusted for revaluation reserve)	22.8	19.8	18.7	6.9	4.6	2.0
5. Short term bank borrowings to inventories	36.3	45.8	52.5	48.7	27.3	24.4
6. Total outside liabilities to net worth	121.2	111.8	105.7	118.9	121.6	141.7
<b>B. Liquidity Ratios</b>						
7. Current assets to current liabilities +	1.0	1.0	1.1	1.4	1.4	1.3
8. Quick assets to current liabilities	46.6	50.2	56.6	86.3	87.9	80.7
9. Current assets to total net assets	44.2	44.3	46.6	69.9	74.8	77.3
10. Sundry creditors to current assets	36.7	31.6	28.2	39.0	42.3	45.8
11. Sundry creditors to net working capital	#	#	#	135.6	137.4	180.9
<b>C. Assets Utilisation and Turnover Ratios</b>						
12. Sales to total net assets	153.4	162.1	150.8	116.0	126.1	138.0
13. Sales to gross fixed assets	215.9	231.4	231.1	206.3	265.8	326.2
14. Inventories to sales	9.5	8.6	9.3	14.5	15.7	15.6
15. Sundry debtors to sales	9.1	8.1	8.3	31.1	30.9	28.7
16. Exports to sales	7.1	6.7	5.1	13.6	11.5	12.3
17. Gross value added to gross fixed assets	39.6	42.4	45.0	42.5	55.0	62.2
18. Raw materials consumed to value of production	67.7	69.4	67.9	60.1	63.5	66.0
<b>D. Sources and Uses of Funds Ratios @</b>						
19. Gross fixed assets formation to total uses of funds		45.6	33.9		10.2	18.7
20. Gross capital formation to total uses of funds		52.3	47.2		39.2	45.5
21. External sources of funds to total sources of funds		17.5	36.0		68.0	72.1
22. Increase in bank borrowings to total external sources		22.3	64.6		-8.2	5.9
23. Gross savings to gross capital formation		145.9	152.9		80.2	85.1
<b>E. Profitability and Profit Allocation Ratios</b>						
24. Gross profits to total net assets	15.1	18.3	19.8	3.7	7.5	10.4
25. Gross profits to sales	9.8	11.3	13.1	3.2	5.9	7.5
26. Profits after tax to net worth	20.7	23.6	25.5	7.1	10.1	15.5
27. Tax provision to profits before tax	36.6	38.2	35.0	30.0	37.5	39.4
28. Profits retained to profits after tax	61.2	68.9	73.7	70.2	77.2	79.0
29. Dividends to net worth	8.1	7.4	6.8	2.1	2.3	3.2
30. Ordinary dividends to ordinary paid-up capital	78.0	82.0	111.5	5.3	5.6	8.9

<b>Statement 10: Select Financial Ratios - Select Foreign Direct Investment Companies, Industry-Wise- 2003-2004 to 2005-06 (Concl'd.)</b>						
(Per cent)						
Select Financial Ratios	Netherlands (22)			Mauritius (74)		
	2003-04	2004-05	2005-06	2003-04	2004-05	2005-06
1	20	21	22	23	24	25
<b>A. Capital Structure Ratios</b>						
1. Net fixed assets to total net assets	33.0	32.4	29.9	36.4	33.6	32.4
2. Net worth to total net assets	50.9	46.4	44.9	42.3	45.6	48.3
3. Debt to equity	8.3	10.4	17.5	48.0	34.1	31.8
4. Debt to equity (equity adjusted for revaluation reserve)	8.9	11.0	18.3	50.2	35.2	32.4
5. Short term bank borrowings to inventories	31.2	43.1	37.5	73.6	85.6	67.5
6. Total outside liabilities to net worth	96.1	115.5	122.6	136.1	119.2	106.6
<b>B. Liquidity Ratios</b>						
7. Current assets to current liabilities +	1.4	1.3	1.3	1.1	1.0	1.2
8. Quick assets to current liabilities	81.5	77.1	79.7	55.5	55.8	62.8
9. Current assets to total net assets	63.5	63.9	62.3	41.0	40.2	43.8
10. Sundry creditors to current assets	37.0	40.9	41.7	28.0	28.4	25.8
11. Sundry creditors to net working capital	121.3	166.2	166.4	#	#	141.1
<b>C. Assets Utilisation and Turnover Ratios</b>						
12. Sales to total net assets	96.7	110.1	110.6	67.9	68.4	77.0
13. Sales to gross fixed assets	140.8	162.3	176.6	118.6	127.9	148.8
14. Inventories to sales	20.5	17.5	14.4	15.0	14.4	13.7
15. Sundry debtors to sales	23.5	19.0	17.7	19.1	19.4	18.3
16. Exports to sales	5.2	5.8	6.5	17.7	17.7	23.1
17. Gross value added to gross fixed assets	32.6	30.3	36.8	30.4	31.3	35.8
18. Raw materials consumed to value of production	57.4	63.8	61.5	44.6	46.6	52.0
<b>D. Sources and Uses of Funds Ratios @</b>						
19. Gross fixed assets formation to total uses of funds		44.7	24.3		29.2	34.5
20. Gross capital formation to total uses of funds		54.8	18.9		36.4	47.1
21. External sources of funds to total sources of funds		73.7	71.2		70.0	61.6
22. Increase in bank borrowings to total external sources		50.2	18.5		16.9	8.1
23. Gross savings to gross capital formation		54.8	240.1		83.9	81.9
<b>E. Profitability and Profit Allocation Ratios</b>						
24. Gross profits to total net assets	5.9	5.0	8.5	8.3	8.2	9.0
25. Gross profits to sales	6.1	4.5	7.7	12.3	12.0	11.7
26. Profits after tax to net worth	9.7	6.8	12.9	10.3	10.9	13.2
27. Tax provision to profits before tax	27.7	40.3	31.6	23.4	20.5	20.0
28. Profits retained to profits after tax	55.3	23.2	66.9	56.2	58.3	59.2
29. Dividends to net worth	4.3	5.2	4.2	4.6	4.6	5.5
30. Ordinary dividends to ordinary paid-up capital	31.2	37.8	33.7	27.7	33.7	44.2

Statement 11: Select Financial Ratios - Select Foreign Direct Investment Companies, Industry-Wise-2003-2004 to 2005-06						
(Per cent)						
Select Financial Ratios	Tea Plantations (5)			Food Products and Beverages (16)		
	2003-04	2004-05	2005-06	2003-04	2004-05	2005-06
1	2	3	4	5	6	7
<b>A. Capital Structure Ratios</b>						
1. Net fixed assets to total net assets	62.3	61.0	57.3	40.5	38.0	38.5
2. Net worth to total net assets	71.3	68.2	58.8	58.9	55.8	55.4
3. Debt to equity	3.7	9.6	16.2	6.0	4.7	6.5
4. Debt to equity (equity adjusted for revaluation reserve)	9.4	24.4	45.1	6.6	5.1	7.0
5. Short term bank borrowings to inventories	36.0	60.2	120.5	12.1	13.0	10.7
6. Total outside liabilities to net worth	40.1	46.6	69.8	69.6	79.0	80.3
<b>B. Liquidity Ratios</b>						
7. Current assets to current liabilities +	1.3	1.4	1.2	1.2	1.2	1.0
8. Quick assets to current liabilities	14.9	21.9	23.4	39.6	46.1	30.3
9. Current assets to total net assets	34.9	36.9	40.2	41.4	40.2	41.1
10. Sundry creditors to current assets	36.1	31.9	27.0	48.4	53.9	48.9
11. Sundry creditors to net working capital	141.1	100.9	125.0	264.6	290.7	#
<b>C. Assets Utilisation and Turnover Ratios</b>						
12. Sales to total net assets	60.3	65.7	65.1	161.6	158.9	160.6
13. Sales to gross fixed assets	59.7	62.2	63.6	228.4	229.1	227.8
14. Inventories to sales	13.2	16.7	18.7	12.1	11.2	12.4
15. Sundry debtors to sales	4.2	6.6	6.0	3.6	4.1	3.1
16. Exports to sales	12.7	12.6	6.3	5.6	5.2	5.3
17. Gross value added to gross fixed assets	28.1	30.6	29.9	55.0	53.2	57.1
18. Raw materials consumed to value of production	10.1	17.1	15.1	35.6	38.3	43.7
<b>D. Sources and Uses of Funds Ratios @</b>						
19. Gross fixed assets formation to total uses of funds		&	33.1		37.4	59.7
20. Gross capital formation to total uses of funds		&	53.5		36.3	91.5
21. External sources of funds to total sources of funds		&	&		23.4	43.5
22. Increase in bank borrowings to total external sources		&	&		-14.8	24.8
23. Gross savings to gross capital formation		&	#		#	103.0
<b>E. Profitability and Profit Allocation Ratios</b>						
24. Gross profits to total net assets	-	*	*	21.0	20.5	23.6
25. Gross profits to sales	-	*	*	13.0	12.9	14.7
26. Profits after tax to net worth	-	*	*	23.3	23.0	26.0
27. Tax provision to profits before tax	-	#	#	39.2	39.9	37.3
28. Profits retained to profits after tax	-	&	&	45.8	36.2	45.4
29. Dividends to net worth	0.1	0.4	0.6	12.6	14.6	14.2
30. Ordinary dividends to ordinary paid-up capital	2.0	5.3	7.1	87.3	103.9	108.4

<b>Statement 11: Select Financial Ratios - Select Foreign Direct Investment Companies, Industry-Wise-2003-2004 to 2005-06 (Contd.)</b>						
(Per cent)						
Select Financial Ratios	Chemical and Chemical Products (78)			Rubber and Plastic Products (22)		
	2003-04	2004-05	2005-06	2003-04	2004-05	2005-06
1	8	9	10	11	12	13
<b>A. Capital Structure Ratios</b>						
1. Net fixed assets to total net assets	24.5	25.9	26.6	47.4	42.2	42.8
2. Net worth to total net assets	43.8	45.2	47.6	31.3	31.2	28.9
3. Debt to equity	27.3	26.1	14.1	82.2	73.3	97.5
4. Debt to equity (equity adjusted for revaluation reserve)	27.8	26.5	14.3	111.1	92.1	105.9
5. Short term bank borrowings to inventories	43.5	35.1	45.9	124.6	120.5	118.7
6. Total outside liabilities to net worth	128.0	121.1	109.9	219.2	220.2	245.8
<b>B. Liquidity Ratios</b>						
7. Current assets to current liabilities +	1.3	1.2	1.3	0.7	0.7	0.9
8. Quick assets to current liabilities	66.3	60.3	71.0	40.1	40.4	58.0
9. Current assets to total net assets	57.1	52.4	60.6	32.1	34.9	39.0
10. Sundry creditors to current assets	33.0	39.3	34.7	50.0	48.9	38.4
11. Sundry creditors to net working capital	142.7	209.2	136.8	-	#.	#.
<b>C. Assets Utilisation and Turnover Ratios</b>						
12. Sales to total net assets	113.6	112.1	118.3	70.6	75.0	77.8
13. Sales to gross fixed assets	263.6	252.8	264.9	80.0	91.3	94.1
14. Inventories to sales	16.0	16.1	15.4	11.0	12.2	10.2
15. Sundry debtors to sales	12.3	12.6	13.1	16.6	17.1	17.4
16. Exports to sales	12.0	12.3	12.1	12.9	15.6	15.5
17. Gross value added to gross fixed assets	65.8	57.3	59.0	17.1	17.1	18.2
18. Raw materials consumed to value of production	49.8	51.9	53.0	58.6	63.6	64.9
<b>D. Sources and Uses of Funds Ratios @</b>						
19. Gross fixed assets formation to total uses of funds		49.2	43.5		20.9	48.5
20. Gross capital formation to total uses of funds		63.8	62.0		37.7	45.5
21. External sources of funds to total sources of funds		40.0	13.3		67.5	47.4
22. Increase in bank borrowings to total external sources		-1.7	#		44.1	19.9
23. Gross savings to gross capital formation		92.6	166.0		108.2	96.8
<b>E. Profitability and Profit Allocation Ratios</b>						
24. Gross profits to total net assets	17.7	15.2	16.2	6.8	6.0	6.9
25. Gross profits to sales	15.6	13.6	13.7	9.6	8.0	8.9
26. Profits after tax to net worth	26.1	23.4	25.4	10.0	7.9	16.7
27. Tax provision to profits before tax	34.9	31.6	29.6	37.4	29.7	20.3
28. Profits retained to profits after tax	24.5	34.9	40.7	73.9	63.3	60.0
29. Dividends to net worth	20.7	16.1	15.7	3.3	3.2	7.0
30. Ordinary dividends to ordinary paid-up capital	163.5	132.7	142.8	11.2	12.6	27.2

Statement 11: Select Financial Ratios - Select Foreign Direct Investment Companies, Industry-Wise-2003-2004 to 2005-06 (Contd.)						
(Per cent)						
Select Financial Ratios	Machinery and Machine Tools (74)			Electrical Machinery and Apparatus (31)		
	2003-04	2004-05	2005-06	2003-04	2004-05	2005-06
1	14	15	16	17	18	19
<b>A. Capital Structure Ratios</b>						
1. Net fixed assets to total net assets	27.8	25.3	23.9	29.5	29.0	25.1
2. Net worth to total net assets	48.5	47.7	48.6	43.2	43.0	40.5
3. Debt to equity	13.7	9.6	10.6	22.1	26.2	30.3
4. Debt to equity (equity adjusted for revaluation reserve)	13.9	9.7	10.7	23.0	27.2	31.1
5. Short term bank borrowings to inventories	30.0	28.4	20.7	40.2	33.7	31.1
6. Total outside liabilities to net worth	106.0	109.4	105.3	131.0	132.3	146.5
<b>B. Liquidity Ratios</b>						
7. Current assets to current liabilities +	1.4	1.4	1.4	1.3	1.4	1.4
8. Quick assets to current liabilities	83.8	80.8	85.8	86.8	90.7	91.2
9. Current assets to total net assets	65.0	67.4	67.1	64.8	64.2	67.6
10. Sundry creditors to current assets	29.3	30.5	30.7	37.8	37.3	36.3
11. Sundry creditors to net working capital	92.1	100.7	96.3	136.3	125.6	119.8
<b>C. Assets Utilisation and Turnover Ratios</b>						
12. Sales to total net assets	108.4	115.6	119.0	103.6	115.7	119.7
13. Sales to gross fixed assets	173.3	199.3	223.6	180.6	209.0	246.5
14. Inventories to sales	16.7	17.9	15.8	15.7	13.9	13.1
15. Sundry debtors to sales	23.6	21.4	19.8	28.6	25.5	26.0
16. Exports to sales	12.8	13.7	14.1	16.9	12.8	12.8
17. Gross value added to gross fixed assets	41.7	45.2	53.6	38.9	40.5	49.1
18. Raw materials consumed to value of production	55.9	60.0	59.3	60.1	63.9	64.3
<b>D. Sources and Uses of Funds Ratios @</b>						
19. Gross fixed assets formation to total uses of funds		21.3	24.8		35.8	18.5
20. Gross capital formation to total uses of funds		55.2	32.4		48.9	31.5
21. External sources of funds to total sources of funds		45.4	47.0		55.9	57.8
22. Increase in bank borrowings to total external sources		19.6	2.9		3.8	12.8
23. Gross savings to gross capital formation		109.9	182.0		105.0	130.8
<b>E. Profitability and Profit Allocation Ratios</b>						
24. Gross profits to total net assets	10.2	11.5	15.0	9.7	10.8	13.1
25. Gross profits to sales	9.5	9.9	12.6	9.4	9.3	10.9
26. Profits after tax to net worth	13.8	15.9	20.0	15.0	16.1	20.5
27. Tax provision to profits before tax	32.7	36.1	35.4	30.9	31.7	31.6
28. Profits retained to profits after tax	56.7	64.7	72.0	63.4	70.0	76.2
29. Dividends to net worth	5.9	5.6	5.6	5.5	4.8	4.9
30. Ordinary dividends to ordinary paid-up capital	30.1	32.6	38.6	37.3	37.0	42.6

<b>Statement 11: Select Financial Ratios - Select Foreign Direct Investment Companies, Industry-Wise-2003-2004 to 2005-06 (Contd.)</b>						
(Per cent)						
Select Financial Ratios	Motor Vehicles and Transport Equipment (35)			Wholesale and Retail Trade (18)		
	2003-04	2004-05	2005-06	2003-04	2004-05	2005-06
1	20	21	22	23	24	25
<b>A. Capital Structure Ratios</b>						
1. Net fixed assets to total net assets	30.7	27.9	26.8	21.5	30.1	24.6
2. Net worth to total net assets	51.2	50.9	54.1	27.9	27.4	29.0
3. Debt to equity	16.2	19.3	14.3	52.2	57.5	42.4
4. Debt to equity (equity adjusted for revaluation reserve)	16.3	19.3	14.4	52.2	57.5	42.4
5. Short term bank borrowings to inventories	32.8	25.0	23.2	0.6	9.3	9.9
6. Total outside liabilities to net worth	95.1	96.1	84.6	258.3	264.6	244.4
<b>B. Liquidity Ratios</b>						
7. Current assets to current liabilities +	1.1	1.2	1.3	1.3	1.2	1.2
8. Quick assets to current liabilities	57.9	65.7	70.1	55.2	65.5	51.9
9. Current assets to total net assets	45.3	48.1	49.8	77.4	68.5	74.8
10. Sundry creditors to current assets	39.2	31.5	29.7	12.7	12.4	12.3
11. Sundry creditors to net working capital	#	149.3	115.6	49.3	71.7	56.4
<b>C. Assets Utilisation and Turnover Ratios</b>						
12. Sales to total net assets	162.8	160.8	157.0	269.8	283.2	302.8
13. Sales to gross fixed assets	227.4	245.1	255.8	#	#	#
14. Inventories to sales	7.7	8.3	9.2	13.5	9.2	12.1
15. Sundry debtors to sales	8.1	7.2	7.7	3.6	4.2	4.0
16. Exports to sales	7.9	8.5	6.7	2.1	1.6	0.4
17. Gross value added to gross fixed assets	45.9	49.4	52.4	58.4	34.2	45.7
18. Raw materials consumed to value of production	66.6	68.5	67.8	86.8	87.3	86.9
<b>D. Sources and Uses of Funds Ratios @</b>						
19. Gross fixed assets formation to total uses of funds		31.9	31.4		73.2	14.5
20. Gross capital formation to total uses of funds		45.3	49.7		50.4	76.8
21. External sources of funds to total sources of funds		28.0	20.8		77.3	83.5
22. Increase in bank borrowings to total external sources		-13.9	21.1		43.0	11.6
23. Gross savings to gross capital formation		137.5	167.6		45.2	22.0
<b>E. Profitability and Profit Allocation Ratios</b>						
24. Gross profits to total net assets	18.1	19.9	20.8	10.4	7.2	9.5
25. Gross profits to sales	11.1	12.3	13.2	3.8	2.5	3.1
26. Profits after tax to net worth	23.2	25.8	25.2	19.4	10.2	10.9
27. Tax provision to profits before tax	35.6	36.9	34.1	36.1	38.7	39.1
28. Profits retained to profits after tax	65.5	71.7	73.5	100.3	100.5	100.4
29. Dividends to net worth	8.0	7.3	6.6	-	*	*
30. Ordinary dividends to ordinary paid-up capital	118.7	129.5	195.4	-	*	*



<b>Statement 11: Select Financial Ratios - Select Foreign Direct Investment Companies, Industry-Wise- 2003-2004 to 2005-06 (Concl.)</b>			
(Per cent)			
Select Financial Ratios	Computer and Related Activities (30)		
	2003-04	2004-05	2005-06
1	26	27	28
<b>A. Capital Structure Ratios</b>			
1. Net fixed assets to total net assets	13.7	13.6	14.1
2. Net worth to total net assets	82.9	75.6	75.5
3. Debt to equity	0.8	2.8	3.9
4. Debt to equity (equity adjusted for revaluation reserve)	0.8	2.8	4.0
5. Short term bank borrowings to inventories	#	#	#
6. Total outside liabilities to net worth	20.5	32.2	32.4
<b>B. Liquidity Ratios</b>			
7. Current assets to current liabilities +	2.8	2.0	2.2
8. Quick assets to current liabilities	#	#	#
9. Current assets to total net assets	43.7	43.9	47.4
10. Sundry creditors to current assets	12.2	13.4	14.6
11. Sundry creditors to net working capital	19.1	26.5	26.2
<b>C. Assets Utilisation and Turnover Ratios</b>			
12. Sales to total net assets	61.6	60.3	60.6
13. Sales to gross fixed assets	#	#	#
14. Inventories to sales	-	-	-
15. Sundry debtors to sales	38.2	37.1	37.2
16. Exports to sales	-	0.4	0.7
17. Gross value added to gross fixed assets	171.1	164.1	164.8
18. Raw materials consumed to value of production	0.1	-	-
<b>D. Sources and Uses of Funds Ratios @</b>			
19. Gross fixed assets formation to total uses of funds		21.4	24.1
20. Gross capital formation to total uses of funds		21.4	24.2
21. External sources of funds to total sources of funds		57.7	73.2
22. Increase in bank borrowings to total external sources		8.7	0.5
23. Gross savings to gross capital formation		#	#
<b>E. Profitability and Profit Allocation Ratios</b>			
24. Gross profits to total net assets	13.5	11.7	11.4
25. Gross profits to sales	22.0	19.4	18.8
26. Profits after tax to net worth	15.1	14.0	12.4
27. Tax provision to profits before tax	15.3	16.2	19.6
28. Profits retained to profits after tax	75.0	58.2	31.3
29. Dividends to net worth	3.7	6.1	8.5
30. Ordinary dividends to ordinary paid-up capital	64.3	109.9	132.6

**Statement 12: Select Financial Ratios - Select Foreign Direct Investment Companies -  
Type-Wise, 2003-04 to 2005-06**

(Per cent)						
Select Financial Ratios	Public (378)			Private (123)		
	2003-04	2004-05	2005-06	2003-04	2004-05	2005-06
1	2	3	4	5	6	7
<b>A. Capital Structure Ratios</b>						
1. Net fixed assets to total net assets	38.7	35.2	34.6	32.3	29.0	26.8
2. Net worth to total net assets	42.5	45.3	46.8	57.7	58.3	59.2
3. Debt to equity	43.1	36.6	31.6	12.9	9.3	7.1
4. Debt to equity (equity adjusted for revaluation reserve)	45.0	37.7	32.2	12.9	9.3	7.2
5. Short term bank borrowings to inventories	47.3	46.6	58.6	33.2	38.4	38.4
6. Total outside liabilities to net worth	135.2	120.5	113.2	73.1	71.4	68.7
<b>B. Liquidity Ratios</b>						
7. Current assets to current liabilities +	1.1	1.2	1.3	1.8	1.8	1.8
8. Quick assets to current liabilities	59.5	68.2	71.7	120.4	123.7	117.6
9. Current assets to total net assets	45.6	47.1	50.4	63.9	65.4	66.8
10. Sundry creditors to current assets	31.4	30.2	27.4	25.0	24.9	28.2
11. Sundry creditors to net working capital	203.2	140.7	109.9	54.2	55.4	61.3
<b>C. Assets Utilisation and Turnover Ratios</b>						
12. Sales to total net assets	94.4	98.0	98.9	88.0	96.3	99.7
13. Sales to gross fixed assets	144.8	160.0	168.3	161.1	184.2	196.1
14. Inventories to sales	13.6	13.3	13.0	12.7	13.3	14.7
15. Sundry debtors to sales	14.1	13.7	13.8	28.9	30.4	29.0
16. Exports to sales	10.5	10.6	11.4	23.7	21.7	21.8
17. Gross value added to gross fixed assets	37.0	38.5	40.0	53.8	61.4	63.5
18. Raw materials consumed to value of production	49.3	51.9	53.0	40.0	40.6	39.9
<b>D. Sources and Uses of Funds Ratios @</b>						
19. Gross fixed assets formation to total uses of funds		27.9	38.2		26.0	30.0
20. Gross capital formation to total uses of funds		39.5	49.1		45.1	53.1
21. External sources of funds to total sources of funds		47.2	55.5		41.1	32.9
22. Increase in bank borrowings to total external sources		31.0	38.9		33.8	33.2
23. Gross savings to gross capital formation		128.5	105.6		160.4	138.6
<b>E. Profitability and Profit Allocation Ratios</b>						
24. Gross profits to total net assets	11.9	11.9	12.3	11.9	13.5	12.4
25. Gross profits to sales	12.6	12.2	12.4	13.5	14.1	12.4
26. Profits after tax to net worth	17.0	16.8	17.9	12.9	14.5	14.0
27. Tax provision to profits before tax	32.8	32.3	30.7	33.3	33.4	30.4
28. Profits retained to profits after tax	52.8	59.2	61.2	45.1	77.7	80.7
29. Dividends to net worth	8.2	7.0	7.1	7.0	3.2	2.7
30. Ordinary dividends to ordinary paid-up capital	56.0	52.0	59.6	11.7	6.0	5.7

For footnotes, please refer to Statement 2.

## APPENDIX

## Explanatory notes to various Statements

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

## APPENDIX

Explanatory notes to various Statements *(Concl.)*

- 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 capitalized reserves, retained profits, depreciation provision and other provisions.
- External sources: These are other than own sources comprising funds raised from capital markets, borrowed funds, trade dues and other current liabilities and miscellaneous non-current liabilities.