

## *Performance of Financial and Investment Companies, 2006-07\**

*This article analyses the performance of select non-Government financial and investment companies (other than banking, insurance and chit-fund companies) during the year 2006-07, based on their audited annual accounts. The data are presented at the aggregate level for all select companies and also for major activity groups. The consolidated results of the select companies revealed an overall improved performance during 2006-07, as observed from impressive growth in income, profits, and total assets. Profitability ratios like profit margin, return on assets and return on shareholders' equity also increased during the year under review.*

Financial and investment companies provide credit to businesses and households and also help in developing an efficient capital market in the country through investment holding, share trading and merchant banking activities. These companies originate loans and extend lease finance for purchase of consumer goods such as automobiles, electrical equipments and other appliances to the household sector. They supply short and medium term credit (including leases) to businesses for acquiring fixed assets (land and building, plant and machinery, motor vehicles *etc.*), for working capital requirements, *etc.*

This article analyses the performance of non-Government financial and investment companies (other than banking, insurance and chit-fund companies) during the year 2006-07. The study is based on the audited annual accounts of 1187 companies, which closed

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

their accounts during the period April 2006 to March 2007<sup>1</sup>.

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 various quantitative measures of overall performance of the companies in this group. In view of such marked skewness in the size structure, the analysis presented in the article excludes HDFC. Further, it is observed that the results of 10 other companies are in large variance with the other companies and accordingly these companies are also kept outside. Thus, the present analysis is confined to 1176 companies. However, the data on all the select 1187 companies including HDFC and other outlier companies are separately presented in Annex 1 to 3. The study also presents comparable data for the preceding two years 2004-05 and 2005-06 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 with the result that the consolidated data

reported in the article refer to the aggregation of the balance sheets for varying periods. The analysis of the financial performance for the year, discussed below, is subject to these limitations.

### I. Composition of the Select Companies

The select 1176 financial and investment companies were classified into five major groups, according to their activities, *viz.*, (1) Share trading and investment holding, (2) Loan finance, (3) Hire purchase and Leasing finance, (4) Diversified and (5) Miscellaneous. A company was placed in one of these major activity groups if more than half of its annual income during the study year 2006-07 was derived from that activity consistent with the income yielding assets. In case no single activity was predominant, the company was classified under 'Diversified' group. Companies not fitting into any of these categories but conducting financial activities were classified as 'Miscellaneous'. The composition of the select companies according to their total number, paid-up capital, main income and total net assets across the above mentioned activities are presented in Table 1.

The 'Share trading and investment holding' companies, which accounted for 44.5 per cent of the select 1176 companies, had a share of 46.8 per cent of the total paid-up capital in 2006-07; but accounted for only 25.8 per cent of the total net assets and 35.0 per cent of the total main income. 'Loan finance' and 'Hire purchase and

<sup>1</sup> Reference may be made to the October 2007 issue of the Reserve Bank of India Bulletin for the study relating to 2005-06, which covered the financial performance of 1204 non-Government financial and investment companies. In the present study, 268 new companies have been included in addition to 919 companies common with the previous study.

**Table 1: Composition of the Select 1176 Companies by Activity, 2006-07**

(Amount in Rs. crore)				
Activity	Number of Companies	Paid-up Capital	Main Income	Total Net Assets
1	2	3	4	5
1. Share Trading and Investment Holding	523 (44.5)	6467 (46.8)	5416 (35.0)	33385 (25.8)
2. Loan Finance	378 (32.1)	4179 (30.2)	4559 (29.5)	46649 (36.0)
3. Hire Purchase and Leasing Finance	78 (6.6)	679 (4.9)	2144 (13.9)	21352 (16.5)
4. Diversified	49 (4.2)	684 (4.9)	1561 (10.1)	16014 (12.4)
5. Miscellaneous	148 (12.6)	1818 (13.2)	1795 (11.6)	12199 (9.4)
<b>All Activities</b>	<b>1176</b> <b>(100.0)</b>	<b>13827</b> <b>(100.0)</b>	<b>15475</b> <b>(100.0)</b>	<b>129599</b> <b>(100.0)</b>

**Note :** Figures in parentheses represent percentages to total.

Leasing finance' companies (32.1 per cent and 6.6 per cent, respectively, in terms of number) together accounted for 35.1 per cent of paid up capital, 52.5 per cent of total net assets and 43.4 per cent of main income of the select companies.

## II. Overall performance

The consolidated results of the select 1176 non-Government financial and investment companies indicated improved performance during 2006-07, as observed from growth in income, profits and assets formation, and increase in profitability ratios.

The operating profits of the select companies went up by 41.4 per cent during 2006-07. Besides increase in income from main activities (36.9 per cent), income from other activities (29.4 per cent) also contributed significantly to the growth in profits during the year (Statement 1). The profit margin (operating profits to main

income) and the return on shareholders' equity (profits after tax to net worth) further improved to 49.6 per cent and 13.3 per cent, respectively, in 2006-07 from 48.1 per cent and 13.2 per cent, respectively, during 2005-06 (Statement 2).

There was an overall increase in business activities of the select companies. Their total net assets increased by 26.2 per cent in 2006-07 on the top of 28.2 per cent rise in 2005-06. While loans and advances went up by 29.4 per cent, investments increased by 15.1 per cent, (33.1 per cent and 23.5 per cent respectively in 2005-06) (Statement 1).

External sources continued to be the major source of finance during 2006-07. A substantial portion (60.8 per cent) of the funds raised during the year was deployed as loans and advances. The share of Investments (incremental) in total uses of funds was relatively low at 14.8 per cent during 2006-07 (Table 4).

### III. Operational Results

The combined main income of the select 1176 financial and investment companies increased by 36.9 per cent during 2006-07 to Rs. 15,475 crore as against 55.4 per cent increase recorded in 2005-06 (Statements 1 & 3). Interest income increased by 44.1 per cent during the year compared with 46.1 per cent in the previous year. While dividend income of select companies increased by 42.2 per cent, brokerage and net profits from share dealings went up by 23.5 per cent and 37.5 per cent respectively. Other income also went up by 29.4 per cent. The total income of the select companies increased by 36.0 per cent (46.7 per cent in the previous year), in commensurate with the overall increase in business activities during the year.

The total expenditure went up by 31.8 per cent in 2006-07 as against an increase of 28.2 per cent in the previous year. Employees' remuneration witnessed a steep growth of 45.0 per cent in 2006-07 as against 43.2 per cent in 2005-06. Interest payments increased sharply by 42.1 per cent during 2006-07 on account of the increased dependence on borrowed funds

(borrowings went up by 24.4 per cent in 2006-07) and hardening of interest rates. Depreciation provision increased by 3.0 per cent during the year.

The operating profits, pre-tax profits and post-tax profits recorded impressive growth of 41.4 per cent, 42.0 per cent and 31.2 per cent, respectively, during the period under review on top of the very high growth witnessed in the previous year.

Bad debts written off and provisions made for NPAs together accounted for a lower share of 2.7 per cent of total income in 2006-07 as against 5.7 per cent in the previous year, indicating improvement in assets quality of the select companies.

Among activity groups, 'Share trading and investment holding' companies continued to perform better than other groups in terms of increase in their main income, operating profits and post-tax profits during 2006-07 (Table 2).

The profit margin (operating profits to main income) of the select companies improved to 49.6 per cent in 2006-07 from 48.1 per cent in 2005-06 (Table 3). The return on shareholders' equity (post-tax profits to net worth) increased marginally

**Table 2: Growth Rates of Select items, 2005-06 and 2006-07**

Item	All Activities		Share Trading and Investment Holding		Loan Finance		Hire Purchase and Leasing Finance		Diversified	
	2005-06	2006-07	2005-06	2006-07	2005-06	2006-07	2005-06	2006-07	2005-06	2006-07
	2	3	4	5	6	7	8	9	10	11
1. Main Income	55.4	36.9	104.8	42.9	44.9	34.3	16.9	33.1	44.8	31.9
2. Total Expenditure	28.2	31.8	-1.9	12.9	34.2	43.3	39.1	14.4	29.9	19.7
3. Operating Profits	111.8	41.4	191.8	50.5	68.5	12.0	*	#	123.3	37.2
4. Profits after Tax	97.6	31.2	155.2	34.6	44.5	-5.2	*	#	132.6	1.1

# : Denominator is negative, nil or negligible.  
\* : Numerator is negative, nil or negligible.

**Table 3: Select Profitability Ratios, 2005-06 and 2006-07**

(Per cent)										
Item	All Activities		Share Trading and Investment Holding		Loan Finance		Hire Purchase and Leasing Finance		Diversified	
	2005-06	2006-07	2005-06	2006-07	2005-06	2006-07	2005-06	2006-07	2005-06	2006-07
1	2	3	4	5	6	7	8	9	10	11
1. Profit Margin	48.1	49.6	78.4	82.5	29.2	24.4	*	11.8	50.0	52.0
2. Effective Tax Rate	18.9	25.0	8.4	18.3	27.1	40.4	#	44.5	21.5	29.8
3. Return on Shareholders' Equity	13.2	13.3	15.3	16.2	9.0	7.0	*	5.5	17.9	12.8
4. Dividend Rate	5.6	8.2	4.3	11.2	4.1	4.7	12.0	10.0	13.6	12.2
5. Return on Assets	4.3	4.5	9.8	10.9	1.9	1.5	*	0.7	3.4	2.9

See footnotes to Table 2.

to 13.3 per cent for the year 2006-07 from 13.2 per cent in 2005-06. The companies rewarded their shareholders with higher dividends in 2006-07. The dividend rate increased to 8.2 per cent from 5.6 per cent in 2005-06. Even after paying higher dividends, the select companies ploughed back over 80 per cent of their profits to reserves (profits retained to profits after tax) in 2006-07 (84.8 per cent in 2005-06) (Statement 2).

The profit margin and return on assets during 2006-07 were the highest for 'Share trading and investment holding' companies followed by 'Diversified' companies. The Dividend rate was the highest for 'Diversified' companies.

#### IV. Sources and Uses of Funds in 2006-07

##### *Sources of Funds*

The select companies raised sources of funds (net) to the tune of Rs.26,747 crore in 2006-07 as against Rs.21,847 crore raised in the previous year (Table 4). The companies continued to rely mostly on external sources of funds for their fund requirements, however, their sources of

finances showed some variations with that of the previous year. External sources constituted 80.3 per cent of total sources of funds in 2006-07 as against 84.7 per cent in 2005-06. The share of 'Borrowings from banks' in total sources of funds declined to 21.8 per cent from 36.1 per cent in the previous year, borrowings from non-bank sources had a higher share of 31.5 per cent compared with 17.3 per cent in 2005-06. The share of funds mobilised from capital market through issue of fresh capital (including premium on shares) in total sources of funds decreased to 19.7 per cent from 21.5 per cent in 2005-06. The share of 'Trade dues and other current liabilities' decreased to 7.2 per cent from 9.7 per cent in the previous year mainly due to lower dependence on sundry creditors.

##### *Uses of Funds*

The pattern of uses of funds of the select companies also showed some variation during 2006-07 when compared with that of the previous year. About 60.8 per cent of the funds raised during the year were deployed as loans and advances (63.0 per cent in 2005-06). The share of sundry debtors in total uses of funds

Table 4: Sources and Uses of Funds, 2005-06 and 2006-07

Sources and Uses of Funds	Amount in Rs. Crore		% Share in Total	
	2005-06	2006-07	2005-06	2006-07
1	2	3	4	5
<b>Sources of Funds</b>				
<b>Internal Sources</b>	<b>3353</b>	<b>5271</b>	<b>15.3</b>	<b>19.7</b>
A. Paid-up Capital	162	40	0.7	0.2
B. Reserves And Surplus	3643	4913	16.7	18.4
C. Provisions	-451	317	-2.1	1.2
<i>of which:</i>				
Depreciation Provision	-480	74	-2.2	0.3
<b>External Sources</b>	<b>18494</b>	<b>21476</b>	<b>84.7</b>	<b>80.3</b>
D. Paid-up Capital	4687	5263	21.5	19.7
<i>of which:</i>				
Premium On Shares	4084	3457	18.7	12.9
E. Borrowings	11674	14244	53.4	53.3
<i>of which:</i>				
From Banks	7883	5823	36.1	21.8
From Other Than Banks	3791	8421	17.3	31.5
F. Trade Dues And Other Current Liabilities	2109	1935	9.7	7.2
<i>of which:</i>				
Sundry Creditors	1772	968	8.1	3.6
G. Others	24	34	0.1	0.1
<b>Total Sources/Uses of Funds</b>	<b>21847</b>	<b>26747</b>	<b>100.0</b>	<b>100.0</b>
<b>Uses of Funds</b>				
H. Cash And Bank Balances	2396	3431	11.0	12.8
<i>of which:</i>				
Deposits With Banks	2422	3334	11.1	12.5
I. Investments	4987	3952	22.8	14.8
<i>of which:</i>				
Government And Semi-government Securities	780	-518	3.6	-1.9
J. Receivables	15299	16473	70.0	61.6
<i>of which:</i>				
Loans And Advances	13764	16261	63.0	60.8
Sundry Debtors	870	863	4.0	3.2
K. Inventories	-247	1822	-1.1	6.8
L. Gross Fixed Assets	-634	1074	-2.9	4.0
M. Other Assets	45	-7	0.2	0.0
<b>Total Sources/Uses Of Funds</b>	<b>21847</b>	<b>26747</b>	<b>100.0</b>	<b>100.0</b>

decreased to 3.2 per cent. The share of investments in total uses of funds declined to 14.8 per cent during 2006-07 from 22.8 per cent in 2005-06. The share of inventories (mainly securities in trading portfolio) went up during the year to 6.8 per cent as against a decline of 1.1 percent in the previous year. Cash and bank balances (mostly deposits with banks)

showed an increase during the year. Its share in total uses of funds increased to 12.8 per cent from 11.0 per cent in 2005-06. Gross fixed assets showed an increase during the year as against a decline in the previous year.

'Loan finance' and 'Hire purchase and leasing finance' companies relied mainly on borrowings for enhancing their credit

activities. While 'Loan finance' companies raised a major part of their fresh borrowings from banks, 'Hire purchase and leasing finance' companies raised more funds by way of debentures. The 'Share trading and investment holding' companies relied more on internal sources of funds. They reported net repayment of borrowings from banks. 'Loan finance' and 'Hire purchase finance' companies recorded marked increase in their assets base. The loans and advances extended by these companies to their borrowers increased substantially. 'Share trading and investment holding' and 'Hire purchase and leasing finance' companies showed decrease in gross fixed assets during the year, while companies in other activity groups showed increase in gross fixed assets.

## V. Capital and Assets Structure

### Capital Structure

The total liabilities of the select companies increased by 26.2 per cent to Rs.1,29,599 crore in 2006-07 (Statement 4).

'Borrowings' (outstanding) continued to be the major component, constituting 56.0 per cent of total liabilities in 2006-07. The share of bank borrowings in total borrowings marginally declined to 42.2 per cent from 42.6 per cent in the previous year (Statement 2). The debt-equity ratio increased marginally to 81.8 per cent from 81.5 per cent in 2005-06. The composition of total liabilities of the select companies across the major activities is given in Table 5. 'Borrowings' was the major constituent of liabilities in most of the activity groups except for 'Share trading and Investment holding' companies, in which case Reserve and Surplus was the major constituent (48.2 per cent) followed by 'Borrowings' (25.0 per cent).

### Assets Structure

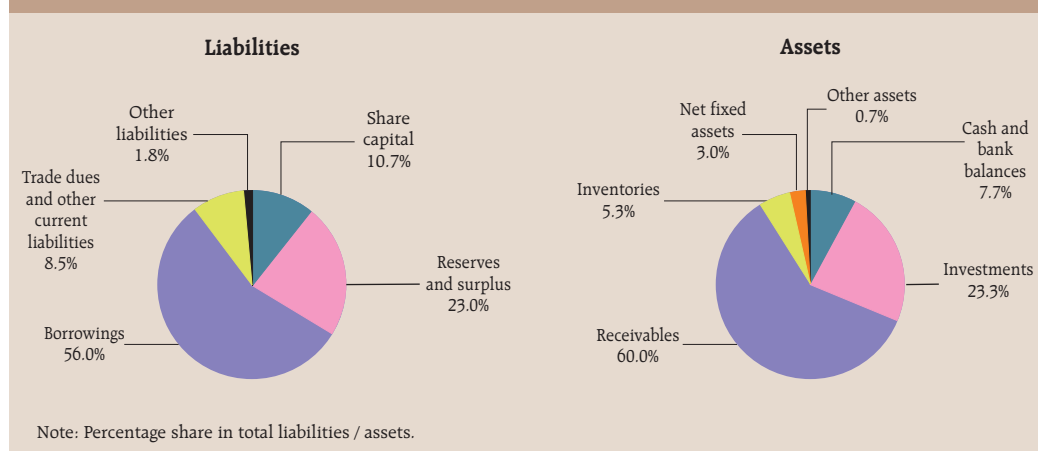
The assets pattern of the select companies showed marginal variation in 2006-07 from that of the previous year. While the share of loans and advances in total net assets increased to 55.3 per cent

**Table 5: Capital Structure of Select Financial and Investment Companies, 2005-06 and 2006-07**

Capital and Liabilities	(Per cent)									
	All Activities		Share Trading and Investment Holding		Loan Finance		Hire Purchase and Leasing Finance		Diversified	
	2005-06	2006-07	2005-06	2006-07	2005-06	2006-07	2005-06	2006-07	2005-06	2006-07
1	2	3	4	5	6	7	8	9	10	11
A. Share Capital	11.7	10.7	22.8	19.4	8.6	9.0	3.9	3.2	4.6	4.3
B. Reserves and Surplus	20.8	23.0	41.0	48.2	12.8	12.8	9.3	9.5	14.4	18.5
C. Borrowings	56.8	56.0	29.6	25.0	72.5	72.0	74.5	75.8	63.0	62.7
of which:										
Loans and Advances	37.8	35.4	23.4	20.1	44.9	42.5	43.0	35.6	52.1	49.2
From Banks	24.2	23.7	7.8	5.2	27.9	29.5	33.1	28.8	42.6	36.2
D. Trade Dues and Other Current Liabilities	8.9	8.5	4.6	5.1	5.1	5.1	9.8	9.5	15.5	12.4
of which:										
Sundry Creditors	4.1	4.0	1.6	1.3	1.7	1.9	2.3	2.2	6.8	5.4
E. Other Liabilities	1.8	1.8	2.0	2.3	1.1	1.1	2.5	2.0	2.5	2.1
<b>Total</b>	<b>100.0</b>	<b>100.0</b>	<b>100.0</b>	<b>100.0</b>	<b>100.0</b>	<b>100.0</b>	<b>100.0</b>	<b>100.0</b>	<b>100.0</b>	<b>100.0</b>



Chart 1: Pattern of Liabilities and Assets, 2006-07



from 53.9 per cent in 2005-06, the share of investments declined to 23.3 per cent from 25.5 per cent in the previous year. The shares of inventories and net fixed assets increased marginally to 5.3 per cent and 3.0 per cent from 5.0 per cent and 2.8 per cent, respectively. The share of cash and bank balances increased to 7.7 per cent from 6.4 per cent. The composition of assets across different activities, in 2005-06 and 2006-07, is given in Table 6.

Activity-wise, the assets structure of these companies was more or less in congruence with the major activity undertaken by them. While 'Investments' accounted for about 60.2 per cent of total net assets for 'Share trading and investment holding' companies; 'Receivables' formed 85.7 per cent and 79.9 per cent of total net assets, respectively, in the case of 'Hire purchase and Leasing finance' and 'Loan finance' companies.

Table 6: Assets Structure of the Select Financial and Investment Companies, 2005-06 and 2006-07

Assets	(Per cent)									
	All Activities		Share Trading and Investment Holding		Loan Finance		Hire Purchase and Leasing Finance		Diversified	
	2005-06	2006-07	2005-06	2006-07	2005-06	2006-07	2005-06	2006-07	2005-06	2006-07
1	2	3	4	5	6	7	8	9	10	11
A. Cash and Bank Balances	6.4	7.7	3.8	4.2	5.9	6.7	3.3	7.8	11.4	9.0
of which:										
Deposits with Banks	6.2	7.5	3.7	4.2	5.7	6.5	3.1	7.5	11.3	8.8
B. Investments	25.5	23.3	63.2	60.2	11.7	8.8	5.2	3.7	16.3	19.2
C. Receivables	59.7	60.0	20.5	24.7	76.7	79.9	87.8	85.7	61.1	58.8
of which:										
Loans and Advances	53.9	55.3	14.1	21.4	74.3	78.3	86.8	84.5	56.1	54.5
Sundry Debtors	3.5	3.4	3.2	2.4	1.2	0.9	0.5	0.4	3.0	1.4
D. Inventories	5.0	5.3	10.2	9.1	3.9	2.8	0.4	0.2	2.2	0.5
Industrial Securities	3.2	4.4	7.9	7.5	1.0	1.4	0.1	0.1	2.2	0.4
E. Net Fixed Assets	2.8	3.0	1.6	1.2	1.2	1.1	2.8	2.2	8.9	12.1
F. Other Assets	0.7	0.7	0.8	0.6	0.6	0.7	0.5	0.4	0.1	0.5
<b>Total</b>	<b>100.0</b>	<b>100.0</b>	<b>100.0</b>	<b>100.0</b>	<b>100.0</b>	<b>100.0</b>	<b>100.0</b>	<b>100.0</b>	<b>100.0</b>	<b>100.0</b>



Statement 1: Annual Growth Rates of Select Items - Select Financial and Investment Companies - Activity-wise, 2005-06 and 2006-07						
(Per cent)						
Item	All Activities		Share Trading and Investment Holding		Loan Finance	
	(1176)		(523)		(378)	
	2005-06	2006-07	2005-06	2006-07	2005-06	2006-07
1	2	3	4	5	6	7
1. Main income	55.4	36.9	104.8	42.9	44.9	34.3
<i>Of which</i> : Interest received	46.1	44.1	3.8	55.0	54.1	42.1
Dividend received	45.2	42.2	45.5	38.9	29.4	21.0
2. Other income	39.2	29.4	-3.1	4.9	14.4	42.2
3. Total income	46.7	36.0	75.5	40.7	36.4	35.8
4. Total expenditure	28.2	31.8	-1.9	12.9	34.2	43.3
5. Interest payment	24.2	42.1	-9.5	8.2	45.7	43.6
6. Depreciation provision	-4.2	3.0	-8.0	-27.8	2.6	-21.7
7. Employees' remuneration	43.2	45.0	49.5	40.2	33.6	40.8
8. Operating profits	111.8	41.4	191.8	50.5	68.5	12.0
9. Non-operating surplus/ deficit	*	#	*	\$	-76.5	150.1
10. Profits before tax	85.9	42.0	146.5	50.8	42.6	16.1
11. Tax provision	48.2	88.2	79.7	227.3	37.5	73.3
12. Profits after tax	97.6	31.2	155.2	34.6	44.5	-5.2
13. Dividend paid	32.8	69.9	36.3	163.0	82.1	45.8
14. Profits retained	116.5	24.3	183.0	20.1	38.2	-16.5
15. Investments @	23.5	15.1	13.9	14.6	116.8	-9.4
16. Loans and advances @	33.1	29.4	85.0	82.9	31.4	27.4
17. Total net assets @	28.2	26.2	21.2	20.3	32.2	20.9
18. Borrowings @	25.0	24.4	-3.6	1.7	37.1	20.2
<i>Of which</i> : from banks@	46.5	23.4	43.9	-19.8	50.3	27.8
19. Net worth @	34.3	30.7	37.3	27.5	32.8	23.1

**Note** : Figures in brackets in column headings denote the number of companies.  
@ : Adjusted for revaluation etc., if any.  
\* : Numerator is negative or nil or negligible as compared to denominator.  
# : Denominator is negative or nil or negligible as compared to numerator.  
\$ : Both numerator and denominator are negative or nil or negligible.  
- : Nil or negligible.

**Statement 1: Annual Growth Rates of Select Items - Select Financial and Investment Companies - Activity-wise, 2005-06 and 2006-07 (Concl'd.)**

(Per Cent)

Item	Hire Purchase and Leasing Finance (78)		Diversified (49)	
	2005-06	2006-07	2005-06	2006-07
	8	9	10	11
1. Main income	16.9	33.1	44.8	31.9
<i>Of which :</i> Interest received	16.8	131.9	69.4	9.6
Dividend received	-0.8	127.4	109.7	-3.9
2. Other income	25.5	46.8	67.7	12.4
3. Total income	13.7	36.9	50.6	17.4
4. Total expenditure	39.1	14.4	29.9	19.7
5. Interest payment	13.2	42.5	25.8	42.2
6. Depreciation provision	-22.8	6.3	-10.2	23.6
7. Employees' remuneration	13.6	37.7	64.9	7.5
8. Operating profits	*	#	123.3	37.2
9. Non-operating surplus/ deficit	*	#	*	\$
10. Profits before tax	*	#	117.8	12.9
11. Tax provision	7.6	10.5	76.9	56.2
12. Profits after tax	*	#	132.6	1.1
13. Dividend paid	18.0	-10.7	17.9	-2.6
14. Profits retained	*	#	198.4	1.9
15. Investments @	35.7	-6.6	7.4	39.0
16. Loans and advances @	22.1	28.0	48.5	14.5
17. Total net assets @	20.9	31.3	43.9	18.0
18. Borrowings @	23.8	33.7	34.4	17.5
<i>Of which : from banks@</i>	40.9	14.2	48.4	0.5
19. Net worth @	-3.7	25.2	58.4	41.0

**Statement 2: Select Financial Ratio - Select Financial and Investment  
Companies - Activity-wise, 2004-05 to 2006-07**

(Per Cent)									
Item	All Activities			Share Trading and Investment Holding			Loan Finance		
	(1176)			(523)			(378)		
	2004-05	2005-06	2006-07	2004-05	2005-06	2006-07	2004-05	2005-06	2006-07
1	2	3	4	5	6	7	8	9	10
<b>Profit Allocation Ratios</b>									
1. Tax provision to profits before tax	23.7	18.9	25.0	11.6	8.4	18.3	28.1	27.1	40.4
2. Dividends to profits before tax	17.2	12.3	14.7	16.7	9.3	16.1	10.4	13.3	16.7
3. Profits retained to profits before tax	59.1	68.8	60.3	71.7	82.3	65.6	61.5	59.7	42.9
4. Dividends to profits after tax	22.6	15.2	19.6	18.9	10.1	19.8	14.4	18.2	28.0
5. Profits retained to profits after tax	77.4	84.8	80.4	81.1	89.9	80.2	85.6	81.8	72.0
<b>Profitability Ratios</b>									
1. Operating profits to main income	35.3	48.1	49.6	55.0	78.4	82.5	25.1	29.2	24.4
2. Operating profits to total net assets	3.2	5.3	5.9	4.4	10.7	13.4	2.0	2.6	2.4
3. Profit after tax to total net assets	2.8	4.3	4.5	4.6	9.8	10.9	1.8	1.9	1.5
4. Profits after tax to net worth	9.0	13.2	13.3	8.3	15.3	16.2	8.3	9.0	7.0
5. Dividends to total paid-up capital	4.5	5.6	8.2	3.3	4.3	11.2	2.5	4.1	4.7
6. Dividends to net worth	2.0	2.0	2.6	1.6	1.5	3.2	1.2	1.6	1.9
<b>Capital Structure Ratios</b>									
1. Net worth to total net assets	31.0	32.5	33.6	56.2	63.8	67.6	21.3	21.4	21.8
2. Debt to equity	85.8	81.5	81.8	25.7	15.5	11.6	175.3	194.0	182.5
3. Total outside liabilities to networth	222.9	208.0	197.2	77.8	56.9	47.9	370.5	368.2	359.6
4. Borrowing to total assets	58.3	56.8	56.0	37.2	29.6	25.0	69.9	72.5	72.0
5. Bank borrowing to total borrowing	36.3	42.6	42.2	17.6	26.3	20.8	35.2	38.5	41.0

**Note:** Figures in brackets denote the number of companies.

\* : Numerator is negative or nil or negligible as compared to denominator.

# : Denominator is negative or nil or negligible as compared to numerator.

\$ : Both numerator and denominator are negative or nil or negligible.

**Statement 2: Select Financial Ratio - Select Financial and Investment  
Companies - Activity-wise, 2004-05 to 2006-07 (Concl.)**

(Per Cent)

Item	Hire Purchase and Leasing Finance (78)			Diversified (49)		
	2004-05	2005-06	2006-07	2004-05	2005-06	2006-07
	11	12	13	14	15	16
<b>Profit Allocation Ratios</b>						
1. Tax provision to profits before tax	50.0	#	44.5	26.5	21.5	29.8
2. Dividends to profits before tax	32.1	#	25.4	26.8	14.5	12.5
3. Profits retained to profits before tax	17.9	\$	30.1	46.7	64.0	57.7
4. Dividends to profits after tax	64.3	#	45.7	36.4	18.5	17.8
5. Profits retained to profits after tax	35.7	\$	54.3	63.6	81.5	82.2
<b>Profitability Ratios</b>						
1. Operating profits to main income	13.1	*	11.8	32.4	50.0	52.0
2. Operating profits to total net assets	1.3	*	1.2	2.8	4.4	5.1
3. Profit after tax to total net assets	0.7	*	0.7	2.1	3.4	2.9
4. Profits after tax to net worth	4.5	*	5.5	12.2	17.9	12.8
5. Dividends to total paid-up capital	10.1	12.0	10.0	12.5	13.6	12.2
6. Dividends to net worth	2.9	3.6	2.5	4.4	3.3	2.3
<b>Capital Structure Ratios</b>						
1. Net worth to total net assets	16.6	13.2	12.7	17.3	19.1	22.8
2. Debt to equity	210.3	271.6	347.7	102.1	76.1	119.6
3. Total outside liabilities to networth	501.5	655.4	689.0	476.4	423.7	338.4
4. Borrowing to total assets	72.8	74.5	75.8	67.4	63.0	62.7
5. Bank borrowing to total borrowing	39.1	44.5	38.0	61.2	67.6	57.8

**Statement 3: Combined Income, Expenditure and Appropriation Accounts -  
Select Financial and Investment Companies - Activity-wise, 2004-05 to 2006-07**

(Rs. lakh)									
Item	All Activities			Share Trading and Investment Holding			Loan Finance		
	(1176)			(523)			(378)		
	2004-05	2005-06	2006-07	2004-05	2005-06	2006-07	2004-05	2005-06	2006-07
1	2	3	4	5	6	7	8	9	10
<b>Income</b>									
1. Main Income	727329	1130315	1547509	185042	379042	541586	234343	339571	455893
(a) Interest	300177	438477	631667	40285	41816	64827	198295	305565	434239
(i) On loans and advances	232808	347418	492144	13935	19721	27245	170494	256440	378172
(ii) Others	67369	91060	139523	26349	22095	37582	27801	49125	56067
(b) Dividends	55911	81208	115468	45688	66486	92367	2971	3846	4652
(c) Brokerage	74122	108811	134335	3766	3902	2887	449	999	654
(d) Net profit/ loss in share dealings	126170	341431	469608	90660	264237	380888	3211	18281	9417
(e) Net earnings from hire purchase financing	143480	140074	183505	1426	393	396	21493	4627	4073
(f) Lease rentals	27471	20315	12926	3217	2209	221	7924	6253	2858
2. Other income	149484	208155	269279	26869	26030	27314	24544	28068	39904
<i>Of which</i> : rent	2309	2404	4248	1363	1289	2225	105	188	210
3. Non-operating surplus(+)/ deficit(-)	35987	524	3791	18373	-843	-213	12815	3009	7525
<b>4. TOTAL (1+2+3)</b>	<b>912800</b>	<b>1338994</b>	<b>1820579</b>	<b>230284</b>	<b>404229</b>	<b>568687</b>	<b>271702</b>	<b>370649</b>	<b>503323</b>
<b>Expenditure And Appropriations</b>									
5. Interest	284505	353391	502240	53294	48232	52200	116019	169074	242873
6. Salaries, wages and bonus	65526	94598	138098	8198	12143	16034	14136	19284	27539
7. Provident fund	3679	5068	6645	378	588	850	666	1006	1173
8. Employees' welfare expenses	6275	8443	12024	1075	1694	3337	1981	2136	2857
9. Managerial remuneration	6266	8701	13192	1015	1297	1041	717	1451	2864
10. Bad debts #	38002	76928	49425	5920	3955	2396	15089	20153	27110
11. Other expenses	166429	206095	280866	22282	29206	36930	43672	47814	73996
<i>Of which</i> : (a) Rent	11169	14567	20424	2038	1962	2680	2431	3685	5393
(b) Insurance	2915	2458	3365	746	569	552	724	577	889
(c) Advertisement	4839	6341	7102	221	465	443	1556	1864	2920
12. Depreciation provision	30920	29632	30523	5563	5115	3692	6242	6406	5013
13. Other provisions (other than tax and depreciation)	18732	12455	15569	12357	5723	5354	1475	1097	1260
14. Operating profits	256480	543160	768206	101829	297120	447065	58888	99217	111112
15. Non-operating surplus(+)/ deficit(-)	35987	524	3791	18373	-843	-213	12815	3009	7525
16. Profits before tax	292468	543684	771997	120201	296277	446852	71704	102227	118637
17. Less: tax provision	69291	102658	193249	13899	24982	81754	20140	27692	47984
18. Profits after tax	223176	441025	578748	106303	271295	365098	51564	74534	70654
(a) Dividends	50346	66857	113599	20117	27424	72119	7445	13555	19762
(i) Ordinary	48067	65059	110840	19765	27132	71772	6725	12695	17887
(ii) Preference	2279	1798	2760	352	292	348	719	860	1875
(b) Profits retained	172830	374168	465149	86186	243871	292979	44119	60980	50892
<b>19. TOTAL (5 TO 15)</b>	<b>912800</b>	<b>1338994</b>	<b>1820579</b>	<b>230284</b>	<b>404229</b>	<b>568687</b>	<b>271702</b>	<b>370649</b>	<b>503323</b>

**Note:** Figures in brackets in column headings denote the number of companies. 'All Activities' includes figures for a miscellaneous group for which separate data are not presented.

# : Including provision for bad debts.

- : Nil or negligible.

**Statement 3: Combined Income, Expenditure and Appropriation Accounts -  
Select Financial and Investment Companies - Activity-wise, 2004-05 to 2006-07 (Concl'd.)**

(Rs. lakh)

Item	Hire Purchase and Leasing Finance (78)			Diversified (49)		
	2004-05	2005-06	2006-07	2004-05	2005-06	2006-07
	11	12	13	14	15	16
<b>Income</b>						
1. Main Income	137821	161116	214430	81714	118343	156136
(a) Interest	12028	14043	32559	39287	66539	72940
(i) On loans and advances	7486	9144	25838	36115	60012	59490
(ii) Others	4541	4899	6722	3172	6526	13451
(b) Dividends	1196	1186	2697	1431	3001	2883
(c) Brokerage	14	15	48	7512	12628	5175
(d) Net profit/ loss in share dealings	2573	12883	5196	19752	23206	60373
(e) Net earnings from hire purchase financing	115105	127899	169983	4820	6977	9006
(f) Lease rentals	6905	5090	3946	8912	5992	5760
2. Other income	5854	7347	10789	33369	55947	62865
Of which : rent	488	539	719	124	133	228
3. Non-operating surplus(+)/ deficit(-)	2087	-2747	1596	646	-47	-14407
<b>4. TOTAL (1+2+3)</b>	<b>145762</b>	<b>165715</b>	<b>226814</b>	<b>115729</b>	<b>174243</b>	<b>204594</b>
<b>Expenditure And Appropriations</b>						
5. Interest	64291	72747	103660	42389	53318	75838
6. Salaries, wages and bonus	9656	11022	15241	7123	11802	13088
7. Provident fund	743	852	1051	442	809	777
8. Employees' welfare expenses	714	747	1089	1371	2123	1970
9. Managerial remuneration	627	671	871	544	580	1958
10. Bad debts #	8609	46708	16311	3243	2065	1673
11. Other expenses	33083	36204	55706	22019	32461	25518
Of which : (a) Rent	1257	1296	2110	1536	2065	1732
(b) Insurance	222	291	303	485	450	576
(c) Advertisement	1043	1064	1133	302	686	348
12. Depreciation provision	7222	5572	5924	7694	6907	8534
13. Other provisions (other than tax and depreciation)	657	150	49	3743	5013	8428
14. Operating profits	18073	-6210	25317	26515	59213	81218
15. Non-operating surplus(+)/ deficit(-)	2087	-2747	1596	646	-47	-14407
16. Profits before tax	20160	-8957	26913	27160	59166	66811
17. Less: tax provision	10084	10847	11986	7205	12743	19899
18. Profits after tax	10077	-19804	14927	19956	46422	46912
(a) Dividends	6477	7644	6824	7272	8577	8356
(i) Ordinary	6370	7584	6804	7079	8505	8324
(ii) Preference	106	60	20	192	72	32
(b) Profits retained	3600	-27448	8103	12684	37846	38556
<b>19. TOTAL (5 TO 15)</b>	<b>145762</b>	<b>165715</b>	<b>226814</b>	<b>115729</b>	<b>174243</b>	<b>204594</b>

**Statement 4: Combined Balance Sheet - Select Financial and Investment Companies-activity-wise, 2004-05 to 2006-07**

(Rs. lakh)									
Capital and Liabilities	All Activities			Share Trading and Investment Holding			Loan Finance		
	(1176)			(523)			(378)		
	2004-05	2005-06	2006-07	2004-05	2005-06	2006-07	2004-05	2005-06	2006-07
1	2	3	4	5	6	7	8	9	10
<b>A. Share Capital</b>	<b>1122991</b>	<b>1199508</b>	<b>1383402</b>	<b>608697</b>	<b>632049</b>	<b>647248</b>	<b>292443</b>	<b>330709</b>	<b>417971</b>
1. Paid-up capital	1122337	1198878	1382706	608168	631520	646664	292341	330632	417883
(a) Ordinary	1043758	1113932	1196863	580610	602372	617818	270625	307552	359127
<i>Of which: bonus</i>	19211	35383	39401	7054	19302	21121	3893	5352	5552
(b) Preference	78580	84945	185843	27557	29147	28846	21716	23080	58756
2. Forfeited shares	654	630	696	529	529	584	102	77	88
<b>B. Reserves and Surplus</b>	<b>1357928</b>	<b>2135004</b>	<b>2977283</b>	<b>678904</b>	<b>1137778</b>	<b>1609934</b>	<b>327690</b>	<b>493282</b>	<b>596977</b>
3. Capital reserve	846545	1256719	1661007	465397	680060	878378	197742	306303	362557
<i>Of which: premium on shares</i>	718652	1119094	1454722	372591	583245	777128	184456	288701	339310
4. Investment allowance reserve	19535	29453	162	19453	29418	132	24	11	11
5. Sinking funds	9219	8497	8895	6600	6215	4318	1977	1977	2191
6. Other reserves	482628	840335	1307219	187455	422085	727107	127947	184990	232219
<b>C. Borrowings</b>	<b>4669503</b>	<b>5836892</b>	<b>7261163</b>	<b>852627</b>	<b>821580</b>	<b>835296</b>	<b>2038356</b>	<b>2795047</b>	<b>3359343</b>
7. Debentures @	1340677	1746570	2470027	195614	164576	148371	721546	1008712	1329898
8. Loans and advances	3092119	3887138	4592217	648901	648367	672521	1254592	1733999	1982839
(a) From banks	1695826	2484086	3066426	150181	216133	173329	716906	1077199	1376222
<i>Of which: short-term borrowings</i>	1411069	2092455	2471831	72894	158515	129744	566263	800624	1067108
(b) From other Indian Financial Institutions	159349	196915	180322	27432	20742	14248	91578	127878	132413
(c) From Foreign Institutional agencies	47137	47259	47065	22608	22608	22608	4529	3815	3645
(d) From Government and semi-Government bodies	34683	28394	45305	82	82	18582	34467	28313	26724
(e) From companies	543155	490008	471154	350037	305061	312762	129638	139439	117641
(f) From others	611969	640476	781945	98561	83741	130992	277474	357355	326194
9. Deferred payments	2145	470	109	19	2	6	54	-	9
10. Public deposits	234563	202715	198810	8095	8636	14400	62165	52337	46597
<i>(Of total borrowings, debt)</i>	2128176	2718409	3567848	331249	274835	262323	1087136	1598169	1851910
<b>D. Trade Dues and Other Current Liabilities</b>	<b>701769</b>	<b>912645</b>	<b>1106174</b>	<b>91374</b>	<b>128188</b>	<b>169763</b>	<b>219308</b>	<b>197433</b>	<b>237287</b>
11. Sundry creditors	243842	421068	517840	18158	45000	41920	74808	64342	90444
12. Acceptances	51	29	-	51	17	-	-	-	-
13. Liabilities to subsidiaries and holding companies	5022	1097	14833	314	782	6487	9	26	45
14. Advances and deposits from customers, agents, etc.	60986	71069	89080	11875	12321	9136	8461	11746	12972
15. Interest accrued on loans	107883	115080	156068	24452	22540	31292	47014	50417	67454
16. Others	283984	304302	328353	36523	47527	80928	89016	70901	66372
<b>E. Provisions</b>	<b>158663</b>	<b>186289</b>	<b>231895</b>	<b>57507</b>	<b>56456</b>	<b>76258</b>	<b>40200</b>	<b>41252</b>	<b>53305</b>
17. Taxation (net of advance of income-tax)	-	-	-	-	-	-	-	-	-
18. Dividends	35458	49698	45500	10921	18177	20491	5556	8669	11910
19. Other current provisions	107761	133866	180387	42086	36799	54664	29377	32338	37225
20. Non-current provisions	15443	2725	6007	4500	1480	1103	5267	245	4170
<b>F. 21. Miscellaneous Non-current Liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>22. Total</b>	<b>8010854</b>	<b>10270338</b>	<b>12959917</b>	<b>2289109</b>	<b>2776050</b>	<b>3338500</b>	<b>2917997</b>	<b>3857722</b>	<b>4664883</b>

**Note:** Figures in brackets in column headings denote the number of companies. 'All Activities' includes figures for a miscellaneous group for which separate data are not presented.

@ : Includes privately placed debentures.

- : Nil or negligible.



**Statement 4: Combined Balance Sheet - Select Financial  
and Investment Companies-activity-wise, 2004-05 to 2006-07 (Contd.)**

(Rs. lakh)

Assets	All Activities			Share Trading and Investment Holding			Loan Finance		
	(1176)			(523)			(378)		
	2004-05	2005-06	2006-07	2004-05	2005-06	2006-07	2004-05	2005-06	2006-07
1	2	3	4	5	6	7	8	9	10
<b>G. Cash and Bank Balances</b>	<b>412594</b>	<b>652198</b>	<b>995326</b>	<b>86638</b>	<b>105254</b>	<b>140477</b>	<b>178521</b>	<b>226415</b>	<b>312393</b>
23. Deposits with banks	397613	639768	973182	84370	103309	138828	174041	220455	301842
24. Cash in hand	14981	12431	22144	2269	1946	1648	4481	5960	10551
<b>H. Investments</b>	<b>2121362</b>	<b>2621934</b>	<b>3017236</b>	<b>1537702</b>	<b>1753907</b>	<b>2010127</b>	<b>208058</b>	<b>451023</b>	<b>408844</b>
<i>Of which: quoted investments</i>	621992	801970	876072	539784	665743	700734	45938	94467	62396
25. Foreign securities	976	1024	254	857	727	-	-	-	-
26. Indian securities	2120386	2620910	3016982	1536845	1753180	2010127	208058	451023	408844
(a) Government and semi-Government securities	39713	117687	65872	1271	2973	3625	10649	84650	33372
(b) Public sector undertakings	7781	13717	14136	1351	383	905	658	1169	1672
(c) Securities of financial institutions	7971	25149	22641	5899	10108	5886	1370	3398	3141
(d) Mutual funds	203776	221535	281428	73118	71672	190675	18947	44620	36143
(e) Shares and debentures of subsidiary/holding companies and companies in the same group	476740	516621	733003	376727	370921	392113	46599	75542	98327
(f) Shares and debentures of other Indian companies	1364749	1707165	1867440	1063499	1282333	1399367	127626	238205	226042
(g) Others	19656	19036	32385	14980	14791	17476	2209	3439	10148
<b>I. Receivables</b>	<b>4600212</b>	<b>6130153</b>	<b>7777422</b>	<b>305215</b>	<b>569822</b>	<b>823795</b>	<b>2300558</b>	<b>2959466</b>	<b>3729008</b>
27. Loans and advances	4158511	5534902	7160966	211542	391413	715985	2181027	2865458	3651664
(a) Subsidiary companies	22569	65011	64534	13791	24571	21982	3639	37783	13676
(b) Holding companies and companies in the same group	10061	7896	4138	2852	1281	2079	4368	82	685
(c) Against hire purchase	507861	611210	699004	1355	3501	19359	52123	41393	22082
(d) Others	3618020	4850785	6393290	193544	362060	672565	2120897	2786200	3615221
28. Book debts	441701	595251	616456	93673	178409	107810	119531	94008	77344
(a) Sundry debtors	267388	354411	440668	23485	88598	78571	83375	47278	42652
(b) Dividend/ Interest accrued	76771	108466	87520	49828	72601	10051	22367	29295	22273
(c) Deposits with Government/ others	51159	61507	29268	8776	8596	6592	1765	4132	2032
(d) Others	46383	70867	59000	11584	8614	12596	12024	13303	10387
<b>J. Inventories</b>	<b>534456</b>	<b>509751</b>	<b>691956</b>	<b>282619</b>	<b>281795</b>	<b>303216</b>	<b>153983</b>	<b>151420</b>	<b>128375</b>
29. Government and semi-Government securities	145816	160586	116041	69122	61317	53087	56405	99269	60744
30. Industrial securities	375365	331238	568670	209625	218990	249482	94125	40490	65818
31. Repossessed goods on hire purchase	6569	4827	3086	4	68	28	1485	958	89
32. Other goods, stores and others	6706	13099	4158	3869	1420	618	1968	10703	1724
<b>K. 33. Advance Of Income-tax (net of tax provision)</b>	<b>22606</b>	<b>47385</b>	<b>68706</b>	<b>19933</b>	<b>18291</b>	<b>13400</b>	<b>16515</b>	<b>20524</b>	<b>31144</b>
<b>L. 34. Gross Fixed Assets</b>	<b>624835</b>	<b>561858</b>	<b>670250</b>	<b>123380</b>	<b>102527</b>	<b>98407</b>	<b>90490</b>	<b>73187</b>	<b>81571</b>
<i>Of which :</i>									
(a) Plant and machinery leased	188484	129397	152944	37399	20156	22456	15860	13584	13295
(b) Equipments leased	17747	10848	10262	366	317	206	1336	1206	1743
(c) Vehicles leased	72949	59999	41085	16996	11111	421	3859	3792	3686
(d) Other assets leased	81136	60223	27612	12551	14577	12477	27460	1119	1167
<b>M. 35. Less: Depreciation Provision</b>	<b>320296</b>	<b>272503</b>	<b>279844</b>	<b>69476</b>	<b>58630</b>	<b>57923</b>	<b>32346</b>	<b>27023</b>	<b>29886</b>
<b>N. 36. Net Fixed Assets</b>	<b>304539</b>	<b>289354</b>	<b>390407</b>	<b>53903</b>	<b>43897</b>	<b>40484</b>	<b>58144</b>	<b>46164</b>	<b>51685</b>
<i>Of which: assets leased</i>	127192	89306	68951	20120	9591	1994	30686	10364	10919
<b>O. 37. Other Assets</b>	<b>15084</b>	<b>19562</b>	<b>18863</b>	<b>3098</b>	<b>3085</b>	<b>7002</b>	<b>2218</b>	<b>2712</b>	<b>3435</b>
<b>38. Total</b>	<b>8010854</b>	<b>10270338</b>	<b>12959917</b>	<b>2289109</b>	<b>2776050</b>	<b>3338500</b>	<b>2917997</b>	<b>3857722</b>	<b>4664883</b>

**Statement 4: Combined Balance Sheet - Select Financial and  
Investment Companies-activity-wise, 2004-05 to 2006-07 (Contd.)**

(Rs. lakh)						
Capital and Liabilities	Hire Purchase and Leasing Finance			Diversified		
	(78)			(49)		
	2004-05	2005-06	2006-07	2004-05	2005-06	2006-07
1	11	12	13	14	15	16
<b>A. Share Capital</b>	<b>64157</b>	<b>63844</b>	<b>67955</b>	<b>58029</b>	<b>63039</b>	<b>68389</b>
1. Paid-up capital	64136	63822	67933	58028	63038	68388
(a) Ordinary	54994	55627	57410	48177	53187	58989
<i>Of which: bonus</i>	2512	2541	2541	441	829	829
(b) Preference	9142	8195	10522	9851	9851	9398
2. Forfeited shares	21	22	22	1	1	1
<b>B. Reserves and Surplus</b>	<b>159268</b>	<b>151226</b>	<b>202668</b>	<b>105492</b>	<b>196026</b>	<b>296914</b>
3. Capital reserve	83954	104817	154004	56009	108703	176565
<i>Of which: premium on shares</i>	74097	93873	141398	47289	99985	113039
4. Investment allowance reserve	20	12	7	-	-	-
5. Sinking funds	283	296	2376	-	-	-
6. Other reserves	75011	46100	46281	49483	87323	120349
<b>C. Borrowings</b>	<b>978009</b>	<b>1210376</b>	<b>1618401</b>	<b>635615</b>	<b>854185</b>	<b>1003819</b>
7. Debentures @	258756	386824	735859	108422	138065	206749
8. Loans and advances	570739	697831	759878	516643	706954	788694
(a) From banks	381985	538148	614354	389281	577674	580456
<i>Of which: short-term borrowings</i>	348926	497598	567622	365674	562946	386266
(b) From other Indian Financial Institutions	9389	7078	14943	22431	35148	119
(c) From Foreign Institutional agencies	20000	20837	20812	-	-	-
(d) From Government and semi-Government bodies	135	-	-	-	-	-
(e) From companies	27315	9413	3877	6026	22189	19441
(f) From others	131915	122355	105892	98905	71943	188678
9. Deferred payments	1185	-	16	828	437	7
10. Public deposits	147329	125722	122648	9722	8729	8369
<i>(Of total borrowings, debt)</i>	469853	584136	941010	167010	197107	437013
<b>D. Trade Dues and Other Current Liabilities</b>	<b>117199</b>	<b>158853</b>	<b>202948</b>	<b>128084</b>	<b>210002</b>	<b>199168</b>
11. Sundry creditors	29114	36969	47348	32654	91876	86907
12. Acceptances	-	-	-	-	-	-
13. Liabilities to subsidiaries and holding companies	-	-	-	4347	-	8301
14. Advances and deposits from customers, agents, etc.	19749	24810	41609	10961	11815	12469
15. Interest accrued on loans	23306	26642	43583	10053	10682	11151
16. Others	45029	70433	70407	70069	95629	80340
<b>E. Provisions</b>	<b>25315</b>	<b>40347</b>	<b>43257</b>	<b>15299</b>	<b>33391</b>	<b>33129</b>
17. Taxation (net of advance of income-tax)	-	-	-	3030	4261	-
18. Dividends	4661	7635	4425	5739	7219	4029
19. Other current provisions	18373	32631	38757	6368	21557	28727
20. Non-current provisions	2281	81	76	162	354	373
<b>F. 21. Miscellaneous     Non-current Liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>22. Total</b>	<b>1343949</b>	<b>1624645</b>	<b>2135230</b>	<b>942519</b>	<b>1356643</b>	<b>1601420</b>

**Statement 4: Combined Balance Sheet - Select Financial  
and Investment Companies-activity-wise, 2004-05 to 2006-07 (Concl'd.)**

(Rs. lakh)

Assets	Hire Purchase and Leasing Finance (78)			Diversified (49)		
	2004-05	2005-06	2006-07	2004-05	2005-06	2006-07
	11	12	13	14	15	16
<b>G. Cash and Bank Balances</b>	<b>36913</b>	<b>52928</b>	<b>166955</b>	<b>38677</b>	<b>154888</b>	<b>143476</b>
23. Deposits with banks	34173	50356	160856	34344	153952	140759
24. Cash in hand	2740	2572	6099	4333	936	2718
<b>H. Investments</b>	<b>62561</b>	<b>84892</b>	<b>79288</b>	<b>206349</b>	<b>221526</b>	<b>307980</b>
<i>Of which: quoted investments</i>	15632	13287	13703	3024	1278	56236
25. Foreign securities	-	1	2	-	122	202
26. Indian securities	62561	84891	79286	206349	221404	307778
(a) Government and semi-Government securities	18123	16222	16000	9166	13644	12537
(b) Public sector undertakings	473	8085	8123	4668	4081	3339
(c) Securities of financial institutions	416	247	118	54	11029	10527
(d) Mutual funds	5051	19199	10197	86545	70162	18123
(e) Shares and debentures of subsidiary/holding companies and companies in the same group	19986	25034	24902	23404	28467	132458
(f) Shares and debentures of other Indian companies	18321	15721	19588	81067	93721	129675
(g) Others	190	383	358	1445	302	1120
<b>I. Receivables</b>	<b>1178928</b>	<b>1426233</b>	<b>1828971</b>	<b>551319</b>	<b>828517</b>	<b>941359</b>
27. Loans and advances	1154856	1410317	1804847	512996	761742	872139
(a) Subsidiary companies	1268	217	2553	-	478	20806
(b) Holding companies and companies in the same group	-	-	-	289	-	273
(c) Against hire purchase	439522	541865	638717	7744	24152	18643
(d) Others	714066	868235	1163577	504963	737112	832417
28. Book debts	24072	15916	24124	38323	66775	69220
(a) Sundry debtors	8330	7866	8015	21800	40312	22138
(b) Dividend/ Interest accrued	1512	1218	6645	661	1903	34896
(c) Deposits with Government/ others	5961	237	271	9643	17716	2600
(d) Others	8269	6595	9193	6219	6844	9586
<b>J. Inventories</b>	<b>6957</b>	<b>5893</b>	<b>4542</b>	<b>29298</b>	<b>30233</b>	<b>7532</b>
29. Government and semi-Government securities	-	-	-	20178	-	-
30. Industrial securities	2146	2353	1622	8695	29928	6615
31. Repossessed goods on hire purchase	4764	3518	2898	316	283	70
32. Other goods, stores and others	47	22	21	109	22	847
<b>K. 33. Advance Of Income-tax (net of tax provision)</b>	<b>8908</b>	<b>8022</b>	<b>8464</b>	<b>-</b>	<b>-</b>	<b>6300</b>
<b>L. 34. Gross Fixed Assets</b>	<b>168284</b>	<b>137238</b>	<b>137014</b>	<b>180684</b>	<b>188282</b>	<b>264208</b>
<i>Of which :</i>						
(a) Plant and machinery leased	78667	49420	44233	42587	39287	66427
(b) Equipments leased	8068	2614	2129	5374	5642	5318
(c) Vehicles leased	35509	29363	25319	14987	14952	10994
(d) Other assets leased	3168	7114	4902	37438	37228	8863
<b>M. 35. Less: Depreciation Provision</b>	<b>119462</b>	<b>91193</b>	<b>90630</b>	<b>65180</b>	<b>68205</b>	<b>70868</b>
<b>N. 36. Net Fixed Assets</b>	<b>48822</b>	<b>46045</b>	<b>46383</b>	<b>115505</b>	<b>120078</b>	<b>193339</b>
<i>Of which: assets leased</i>	24075	21739	12344	49745	46342	42452
<b>O. 37. Other Assets</b>	<b>862</b>	<b>634</b>	<b>626</b>	<b>1370</b>	<b>1401</b>	<b>1433</b>
<b>38. Total</b>	<b>1343949</b>	<b>1624645</b>	<b>2135230</b>	<b>942519</b>	<b>1356643</b>	<b>1601420</b>

**Statement 5: Sources and Uses Of Funds - Select Financial and Investment Companies-activity-wise, 2005-06 and 2006-07**

(Rs. lakh)						
Sources of Funds	All Activities		Share Trading and Investment Holding		Loan Finance	
	(1176)		(523)		(378)	
	2005-06	2006-07	2005-06	2006-07	2005-06	2006-07
1	2	3	4	5	6	7
<b>Internal Sources</b>	<b>335304</b>	<b>527094</b>	<b>241977</b>	<b>300159</b>	<b>51434</b>	<b>50400</b>
<b>A. 1. Paid-up Capital</b>	<b>16173</b>	<b>4047</b>	<b>12248</b>	<b>1819</b>	<b>1459</b>	<b>200</b>
<b>B. Reserves And Surplus</b>	<b>364274</b>	<b>491346</b>	<b>240176</b>	<b>274353</b>	<b>58256</b>	<b>45904</b>
2. Capital reserve	-2628	53355	-4034	513	1225	-1537
3. Investment allowance reserve	9917	-29291	9965	-29286	-13	-
4. Sinking funds	-722	398	-385	-1896	-	214
5. Other reserves	357706	466883	234631	305022	57044	47228
<b>C. Provisions</b>	<b>-45142</b>	<b>31701</b>	<b>-10447</b>	<b>23986</b>	<b>-8282</b>	<b>4296</b>
6. Depreciation provision	-47989	7417	-11038	-707	-5324	2863
7. Taxation (net of advance of income-tax)	-24779	-21321	1642	4891	-4009	-10621
8. Dividends	14239	-4198	7256	2314	3112	3242
9. Other current provisions	26106	46521	-5287	17865	2961	4887
10. Non-current provisions	-12718	3282	-3020	-377	-5021	3925
<b>External Sources</b>	<b>1849361</b>	<b>2147586</b>	<b>233928</b>	<b>266476</b>	<b>878544</b>	<b>748756</b>
<b>D. Paid-up Capital</b>	<b>468715</b>	<b>526264</b>	<b>227313</b>	<b>209622</b>	<b>142279</b>	<b>144542</b>
11. Net issues	60344	180586	11104	13380	36806	87062
12. Premium on shares	408371	345678	216210	196241	105473	57480
<b>E. 13. Capital Receipts</b>	<b>2381</b>	<b>3425</b>	<b>847</b>	<b>1564</b>	<b>1449</b>	<b>63</b>
<b>F. Borrowings</b>	<b>1167389</b>	<b>1424367</b>	<b>-31047</b>	<b>13716</b>	<b>756691</b>	<b>564296</b>
14. Debentures @	405893	723457	-31038	-16206	287167	321186
15. Loans and advances	795020	705176	-533	24153	479406	248841
(a) From banks	788260	582340	65952	-42804	360294	299022
(b) From other Indian Financial Institutions	37567	-16594	-6690	-6494	36300	4535
(c) From Foreign Institutional agencies	122	-195	-	-	-714	-170
(d) From Government and semi-Government bodies	-6289	17008	-	18500	-6154	-1589
(e) From companies	-53147	-18854	-44977	7702	9800	-21798
(f) From others	28506	141470	-14819	47250	79881	-31160
16. Deferred payments	-1676	-360	-17	4	-54	9
17. Public deposits	-31848	-3905	541	5764	-9828	-5740
<b>G. Trade Dues And Other Current Liabilities</b>	<b>210876</b>	<b>193530</b>	<b>36814</b>	<b>41575</b>	<b>-21875</b>	<b>39855</b>
18. Sundry creditors	177226	96772	26842	-3080	-10465	26101
19. Acceptances	-22	-29	-35	-17	-	-
20. Liabilities to subsidiaries and holding companies	-3925	13736	468	5704	17	19
21. Advances and deposits from customers, agents, etc.	10083	18011	446	-3185	3286	1225
22. Interest accrued on loans	7197	40988	-1912	8751	3403	17037
23. Others	20317	24052	11004	33401	-18115	-4528
<b>H. 24. Miscellaneous Non-current Liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>25. Total</b>	<b>2184665</b>	<b>2674680</b>	<b>475905</b>	<b>566635</b>	<b>929978</b>	<b>799156</b>

**Note:** This statement is derived from Statement 4. The figures have been adjusted for revaluation, etc., wherever necessary. Figures in brackets in column headings denote the number of companies. 'All Activities' includes figures for a miscellaneous activity group for which separate data are not presented. Item A(1) represents capitalised reserves and forfeited shares.

@ : Includes privately placed debentures.

- : Nil or negligible

**Statement 5: Sources and Uses of Funds - Select Financial and  
Investment Companies-activity-wise, 2005-06 and 2006-07 (Contd.)**

(Rs. lakh)

Uses of Funds	All Activities		Share Trading and Investment Holding		Loan Finance	
	(1176)		(523)		(378)	
	2005-06	2006-07	2005-06	2006-07	2005-06	2006-07
1	2	3	4	5	6	7
<b>I. Cash and Bank Balances</b>	<b>239604</b>	<b>343128</b>	<b>18616</b>	<b>35222</b>	<b>47894</b>	<b>85978</b>
26. Deposits with banks	242154	333415	18939	35520	46414	81387
27. Cash in hand	-2551	9713	-323	-297	1480	4591
<b>J. Investments</b>	<b>498740</b>	<b>395236</b>	<b>214372</b>	<b>256154</b>	<b>242964</b>	<b>-42178</b>
<i>Of which:</i> quoted investments	179978	74102	125958	34991	48529	-32071
28. Foreign securities	49	-771	-129	-727	-	-
29. Indian securities	498692	396006	214502	256881	242964	-42178
(a) Government and semi-Government securities	77974	-51816	1702	652	74001	-51278
(b) Public sector undertakings	5936	419	-968	523	510	504
(c) Securities of financial institutions	17178	-2509	4208	-4222	2028	-258
(d) Mutual funds	17759	59894	-1447	119003	25674	-8478
(e) Shares and debentures of subsidiary/ holding companies and companies in the same group	39881	216382	-5806	21192	28942	22785
(f) Shares and debentures of other Indian companies	342416	160275	218834	117034	110579	-12163
(g) Others	-2452	13282	-2022	2619	1229	6710
<b>K. Receivables</b>	<b>1529940</b>	<b>1647270</b>	<b>264606</b>	<b>253973</b>	<b>658907</b>	<b>769541</b>
30. Loans and advances	1376391	1626065	179870	324572	684430	786206
(a) Subsidiary companies	42442	-477	10780	-2589	34145	-24107
(b) Holding companies and companies in the same group	-2165	-3758	-1571	798	-4286	603
(c) Against hire purchase	103349	87794	2145	15858	-10730	-19311
(d) Bills discounted	25964	18525	24	-53	346	-342
(e) Others	1206801	1523981	168493	310557	664956	829364
31. Book debts	153549	21206	84736	-70599	-25523	-16665
(a) Sundry debtors	87023	86258	65113	-10027	-36097	-4627
(b) Dividend/ Interest accrued	31695	-20946	22773	-62550	6928	-7022
(c) Others	34832	-44107	-3150	1978	3646	-5016
<b>L. Inventories</b>	<b>-24704</b>	<b>182204</b>	<b>-824</b>	<b>21421</b>	<b>-2564</b>	<b>-23044</b>
32. Government and semi-Government securities	14771	-44545	-7805	-8230	42864	-38526
33. Industrial securities	-44126	237432	9365	30492	-53635	25329
34. Repossessed goods on hire purchase	-1742	-1741	64	-40	-527	-870
35. Other goods, stores and others	6393	-8942	-2449	-802	8735	-8978
<b>M. 36. Gross Fixed Assets</b>	<b>-63392</b>	<b>107411</b>	<b>-20852</b>	<b>-4120</b>	<b>-17718</b>	<b>8133</b>
<i>Of which:</i> (a) Plant and machinery leased	-59086	23547	-17243	2300	-2276	-289
(b) Equipments leased	-6899	-586	-49	-110	-130	537
(c) Vehicles leased	-12951	-18913	-5884	-10691	-67	-107
(d) Other assets leased	-20913	-32612	2027	-2100	-26341	48
<b>N. 37. Other Assets</b>	<b>4478</b>	<b>-699</b>	<b>-13</b>	<b>3917</b>	<b>494</b>	<b>723</b>
<b>38. Total</b>	<b>2184665</b>	<b>2674680</b>	<b>475905</b>	<b>566635</b>	<b>929978</b>	<b>799156</b>

**Statement 5: Sources and Uses Of Funds - Select Financial and  
Investment Companies-activity-wise, 2005-06 and 2006-07 (Contd.)**

(Rs. lakh)				
Sources of Funds	Hire Purchase and Leasing Finance (78)		Diversified (49)	
	2005-06	2006-07	2005-06	2006-07
1	8	9	10	11
<b>Internal Sources</b>	<b>-40221</b>	<b>4292</b>	<b>58227</b>	<b>83936</b>
<b>A. 1. Paid-up Capital</b>	<b>29</b>	<b>-</b>	<b>388</b>	<b>-</b>
<b>B. Reserves And Surplus</b>	<b>-27896</b>	<b>2310</b>	<b>36720</b>	<b>87835</b>
2. Capital reserve	1009	55	-1119	54809
3. Investment allowance reserve	-8	-5	-	-
4. Sinking funds	13	2080	-	-
5. Other reserves	-28911	180	37840	33026
<b>C. Provisions</b>	<b>-12354</b>	<b>1982</b>	<b>21118</b>	<b>-3899</b>
6. Depreciation provision	-28272	-486	3025	2663
7. Taxation (net of advance of income-tax)	886	-443	1232	-10562
8. Dividends	2974	-3210	1480	-3190
9. Other current provisions	14257	6127	15189	7170
10. Non-current provisions	-2200	-5	192	19
<b>External Sources</b>	<b>293534</b>	<b>504036</b>	<b>358922</b>	<b>157204</b>
<b>D. Paid-up Capital</b>	<b>19434</b>	<b>51635</b>	<b>58435</b>	<b>18403</b>
11. Net issues	-343	4110	4622	5350
12. Premium on shares	19777	47525	53813	13054
<b>E. 13. Capital Receipts</b>	<b>79</b>	<b>281</b>	<b>-</b>	<b>-</b>
<b>F. Borrowings</b>	<b>232367</b>	<b>408025</b>	<b>218569</b>	<b>149634</b>
14. Debentures @	128068	349036	29643	68684
15. Loans and advances	127092	62047	190311	81740
(a) From banks	156163	76206	188393	2782
(b) From other Indian Financial Institutions	-2311	7865	12717	-35030
(c) From Foreign Institutional agencies	837	-25	-	-
(d) From Government and semi-Government bodies	-135	-	-	-
(e) From companies	-17902	-5536	16163	-2748
(f) From others	-9560	-16463	-26962	116735
16. Deferred payments	-1185	16	-392	-429
17. Public deposits	-21607	-3074	-993	-360
<b>G. Trade Dues And Other Current Liabilities</b>	<b>41654</b>	<b>44096</b>	<b>81918</b>	<b>-10834</b>
18. Sundry creditors	7854	10379	59222	-4969
19. Acceptances	-	-	-	-
20. Liabilities to subsidiaries and holding companies	-	-	-4347	8301
21. Advances and deposits from customers, agents, etc.	5061	16799	853	654
22. Interest accrued on loans	3336	16941	629	469
23. Others	25403	-24	25560	-15289
<b>H. 24. Miscellaneous Non-current Liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>25. Total</b>	<b>253313</b>	<b>508329</b>	<b>417150</b>	<b>241140</b>

**Statement 5: Sources and Uses of Funds - Select Financial and Investment  
Companies-activity-wise, 2005-06 and 2006-07 (Concl'd.)**

(Rs. lakh)

Uses of Funds	Hire Purchase and Leasing Finance (78)		Diversified (49)	
	2005-06	2006-07	2005-06	2006-07
	8	9	10	11
<b>I. Cash and Bank Balances</b>	<b>16015</b>	<b>114027</b>	<b>116211</b>	<b>-11412</b>
26. Deposits with banks	16183	110500	119608	-13193
27. Cash in hand	-168	3528	-3396	1781
<b>J. Investments</b>	<b>22331</b>	<b>-5604</b>	<b>15177</b>	<b>86453</b>
<i>Of which:</i> quoted investments	-2345	416	-1745	54957
28. Foreign securities	1	1	122	80
29. Indian securities	22330	-5605	15056	86373
(a) Government and semi-Government securities	-1901	-222	4478	-1108
(b) Public sector undertakings	7612	38	-588	-742
(c) Securities of financial institutions	-169	-129	10975	-501
(d) Mutual funds	14148	-9003	-16383	-52039
(e) Shares and debentures of subsidiary/ holding companies and companies in the same group	5048	-131	5063	103992
(f) Shares and debentures of other Indian companies	-2599	3867	12654	35953
(g) Others	192	-24	-1144	818
<b>K. Receivables</b>	<b>247306</b>	<b>402739</b>	<b>277197</b>	<b>112842</b>
30. Loans and advances	255462	394530	248745	110397
(a) Subsidiary companies	-1051	2336	478	20328
(b) Holding companies and companies in the same group	-	-	-289	273
(c) Against hire purchase	102344	96852	16407	-5508
(d) Bills discounted	750	-1342	24291	20397
(e) Others	153420	296684	207859	74907
31. Book debts	-8156	8209	28452	2446
(a) Sundry debtors	-464	150	18512	-18174
(b) Dividend/ Interest accrued	-294	5427	1242	32994
(c) Others	-7397	2632	8698	-12374
<b>L. Inventories</b>	<b>-1064</b>	<b>-1351</b>	<b>936</b>	<b>-22701</b>
32. Government and semi-Government securities	-	-	-20178	-
33. Industrial securities	208	-731	21233	-23313
34. Repossessed goods on hire purchase	-1246	-619	-33	-212
35. Other goods, stores and others	-26	-1	-87	824
<b>M. 36. Gross Fixed Assets</b>	<b>-31046</b>	<b>-1647</b>	<b>7598</b>	<b>75925</b>
<i>Of which:</i> (a) Plant and machinery leased	-29247	-5187	-3300	27139
(b) Equipments leased	-5454	-486	268	-324
(c) Vehicles leased	-6146	-4044	-35	-3958
(d) Other assets leased	3946	-2213	-210	-28365
<b>N. 37. Other Assets</b>	<b>-229</b>	<b>-7</b>	<b>30</b>	<b>32</b>
<b>38. Total</b>	<b>253313</b>	<b>508329</b>	<b>417150</b>	<b>241140</b>



**Annex 1: Combined Income, Expenditure and Appropriation Accounts -  
Select Financial and Investment Companies - 2004-05 to 2006-07**

(Rs. lakh)

Items	All Companies* (1187)		
	2004-05	2005-06	2006-07
1	2	3	4
<b>Income</b>			
1. Main Income	1215708	1780034	2345036
(a) Interest	721155	954558	1359748
(i) On loans and advances	571334	752915	1066851
(ii) Others	149822	201643	292897
(b) Dividends	74632	102742	139863
(c) Brokerage	74430	110012	135336
(d) Net profit/ loss in share dealings	169091	442207	510179
(e) Net earnings from hire purchase financing	147446	143621	185489
(f) Lease rentals	28954	26893	14420
2. Other income	217199	256881	320466
<i>Of which:</i> rent	11419	14172	15109
3. Non-operating surplus(+)/ deficit(-)	32625	6683	21351
<b>4. Total (1+2+3)</b>	<b>1465531</b>	<b>2043598</b>	<b>2686852</b>
<b>Expenditure and Appropriations</b>			
5. Interest	587575	700607	976110
6. Salaries, wages and bonus	79080	111736	161498
7. Provident fund	5104	6646	9901
8. Employees' welfare expenses	7460	9742	14676
9. Managerial remuneration	7232	9793	13643
10. Bad debts #	40840	86592	56929
11. Other expenses	230830	280175	371298
<i>Of which:</i> (a) Rent	13552	16946	25689
(b) Insurance	3912	3721	3786
(c) Advertisement	9016	11459	12512
12. Depreciation provision	37720	37253	38229
13. Other provisions (other than tax and depreciation)	25117	13249	18483
14. Operating profits	411946	781122	1004736
15. Non-operating surplus(+)/ deficit(-)	32625	6683	21351
16. Profits before tax	444571	787805	1026086
17. Less: tax provision	105020	148218	254870
18. Profits after tax	339551	639587	771216
(a) Dividends	96514	122420	174016
(i) Ordinary	92339	118723	171256
(ii) Preference	4175	3698	2760
(b) Profits retained	243037	517166	597200
<b>19. Total (5 to 15)</b>	<b>1465531</b>	<b>2043598</b>	<b>2686852</b>

**Note:** Figures in brackets in column headings denote the number of companies.

\* : Includes HDFC and other outlier companies.

# : Including provision for bad debts.

**Annex 2: Combined Balance Sheet - Select Financial and Investment  
Companies- 2004-05 to 2006-07**

(Rs. lakh)

Capital and Liabilities	All Companies* (1187)		
	2004-05	2005-06	2006-07
1	2	3	4
<b>A. Share Capital</b>	<b>1273111</b>	<b>1349672</b>	<b>1534410</b>
1. Paid-up capital	1272457	1349042	1533714
(a) Ordinary	1158879	1229098	1312872
<i>Of which: bonus</i>	39326	55498	59515
(b) Preference	113579	119944	220842
2. Forfeited shares	654	630	696
<b>B. Reserves and Surplus</b>	<b>1853489</b>	<b>2812655</b>	<b>3808237</b>
3. Capital reserve	1015174	1467945	1896042
<i>Of which: premium on shares</i>	812028	1205699	1559929
4. Investment allowance reserve	19535	29453	162
5. Sinking funds	15149	13497	13895
6. Other reserves	803632	1301762	1898138
<b>C. Borrowings</b>	<b>10537589</b>	<b>13047430</b>	<b>15682892</b>
7. Debentures @	2577575	3749260	4986597
8. Loans and advances	5323415	6272690	7298508
(a) From banks	3055495	4197680	5088353
<i>Of which: short-term borrowings</i>	2770739	3806049	4493758
(b) From other Indian Financial Institutions	269505	366296	318033
(c) From Foreign Institutional agencies	309638	213350	164562
(d) From Government and semi-Government bodies	34683	28394	45305
(e) From companies	650234	587549	560398
(f) From others	1003860	879421	1121857
9. Deferred payments	2145	470	109
10. Public deposits	2634452	3025010	3397676
<i>(Of total borrowings, debt)</i>	6137621	7878866	9538493
<b>D. Trade Dues and other Current Liabilities</b>	<b>897575</b>	<b>1472554</b>	<b>1443419</b>
11. Sundry creditors	255929	764794	566867
12. Acceptances	51	29	-
13. Liabilities to subsidiaries and holding companies	5604	1512	14833
14. Advances and deposits from customers, agents, etc.	70220	80964	107814
15. Interest accrued on loans	245290	280915	368910
16. Others	320481	344339	384994
<b>E. Provisions</b>	<b>307369</b>	<b>342975</b>	<b>407884</b>
17. Taxation (net of advance of income-tax)	-	-	-
18. Dividends	78472	104131	103328
19. Other current provisions	203035	230047	292236
20. Non-current provisions	25863	8797	12320
<b>F. 21. Miscellaneous Non-current Liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>22. Total</b>	<b>14869134</b>	<b>19025287</b>	<b>22876842</b>

**Note:** Figures in brackets in column headings denote the number of companies.

\* : Includes HDFC and other outlier companies

@ : Includes privately placed debentures.

- : Nil or negligible

**Annex 2: Combined Balance Sheet - Select Financial and Investment  
Companies- 2004-05 to 2006-07 (Concl'd.)**

(Rs. lakh)

Assets	All Companies* (1187)		
	2004-05	2005-06	2006-07
1	2	3	4
<b>G. Cash and Bank Balances</b>	<b>532209</b>	<b>817619</b>	<b>1171606</b>
23. Deposits with banks	497981	795447	1132273
24. Cash in hand	34228	22171	39332
<b>H. Investments</b>	<b>4114556</b>	<b>5022680</b>	<b>5608032</b>
<i>Of which:</i> quoted investments	999936	934619	876687
25. Foreign securities	976	1024	254
26. Indian securities	4113580	5021656	5607778
(a) Government and semi-Government securities	510178	801362	708421
(b) Public sector undertakings	71930	130185	72540
(c) Securities of financial institutions	165473	99453	145594
(d) Mutual funds	366395	388854	401158
(e) Shares and debentures of subsidiary/holding companies and companies in the same group	774903	816340	1455685
(f) Shares and debentures of other Indian companies	1916090	2256455	2376753
(g) Others	308611	529005	447548
<b>I. Receivables</b>	<b>9128046</b>	<b>12124614</b>	<b>14747750</b>
27. Loans and advances	8492893	10965410	13834258
(a) Subsidiary companies	27134	73109	87258
(b) Holding companies and companies in the same group	10061	7896	4138
(c) Against hire purchase	547201	648170	715953
(d) Others	7908497	10236235	13026909
28. Book debts	635153	1159204	913492
(a) Sundry debtors	289227	685856	464704
(b) Dividend/ Interest accrued	137333	167044	187749
(c) Deposits with Government/ others	52145	131261	31329
(d) Others	156448	175043	229710
<b>J. Inventories</b>	<b>580344</b>	<b>514017</b>	<b>696574</b>
29. Government and semi-Government securities	145821	160586	116041
30. Industrial securities	421218	335475	573288
31. Repossessed goods on hire purchase	6569	4827	3086
32. Other goods, stores and others	6736	13128	4158
<b>K. 33. Advance of Income-tax</b> (net of tax provision)	<b>48990</b>	<b>87636</b>	<b>95387</b>
<b>L. 34. Gross Fixed Assets</b>	<b>817583</b>	<b>746205</b>	<b>855431</b>
<i>Of which:</i>			
(a) Plant and machinery leased	222788	161075	185669
(b) Equipments leased	19171	11141	11155
(c) Vehicles leased	77500	63022	47446
(d) Other assets leased	81136	60223	27612
<b>M. 35. Less: Depreciation Provision</b>	<b>385888</b>	<b>338702</b>	<b>349089</b>
<b>N. 36. Net Fixed Assets</b>	<b>431695</b>	<b>407503</b>	<b>506342</b>
<i>Of which:</i> assets leased	134427	97908	82996
<b>O. 37. Other Assets</b>	<b>33294</b>	<b>51219</b>	<b>51152</b>
<b>38. Total</b>	<b>14869134</b>	<b>19025287</b>	<b>22876842</b>

**Annex 3: Sources and Uses of Funds - Select Financial and Investment  
Companies-2005-06 and 2006-07**

(Rs. lakh)		
Sources of Funds	All Companies* (1187)	
	2005-06	2006-07
1	2	3
<b>Internal Sources</b>	<b>462076</b>	<b>692378</b>
<b>A. 1. Paid-up Capital</b>	<b>16173</b>	<b>4047</b>
<b>B. Reserves And Surplus</b>	<b>496933</b>	<b>620838</b>
2. Capital reserve	-9462	53355
3. Investment allowance reserve	9917	-29291
4. Sinking funds	-1652	398
5. Other reserves	498130	596376
<b>C. Provisions</b>	<b>-51030</b>	<b>67492</b>
6. Depreciation provision	-47990	10336
7. Taxation (net of advance of income-tax)	-38645	-7752
8. Dividends	25658	-803
9. Other current provisions	27012	62188
10. Non-current provisions	-17065	3523
<b>External Sources</b>	<b>3605998</b>	<b>3160896</b>
<b>D. Paid-up Capital</b>	<b>468821</b>	<b>545711</b>
11. Net issues	60389	181430
12. Premium on shares	408433	364281
<b>E. 13. Capital Receipts</b>	<b>52357</b>	<b>8762</b>
<b>F. Borrowings</b>	<b>2509841</b>	<b>2635558</b>
14. Debentures @	1171685	1237338
15. Loans and advances	949274	1025915
(a) From banks	1142184	890674
(b) From other Indian Financial Institutions	96791	-48264
(c) From Foreign Institutional agencies	-96288	-48788
(d) From Government and semi-Government bodies	-6289	17008
(e) From companies	-62685	-27151
(f) From others	-124439	242436
16. Deferred payments	-1676	-360
17. Public deposits	390558	372666
<b>G. Trade Dues And Other Current Liabilities</b>	<b>574979</b>	<b>-29135</b>
18. Sundry creditors	508865	-197926
19. Acceptances	-22	-29
20. Liabilities to subsidiaries and holding companies	-4092	13320
21. Advances and deposits from customers, agents, etc.	10744	26850
22. Interest accrued on loans	35625	87995
23. Others	23859	40655
<b>H. 24. Miscellaneous Non-current Liabilities</b>	<b>-</b>	<b>-</b>
<b>25. Total</b>	<b>4068074</b>	<b>3853273</b>

**Note:** This statement is derived from Annex 2. The figures have been adjusted for revaluation, etc., wherever necessary. Figures in brackets in column headings denote the number of companies. Item A(1) represents capitalised reserves and forfeited shares.

\* : Includes HDFC and other outlier companies

@ : Includes privately placed debentures.

- : Nil or negligible

**Annex 3: Sources and Uses of Funds - Select Financial and Investment  
Companies-2005-06 and 2006-07 (Concl.)**

(Rs. lakh)		
Use of Funds	All Companies* (1187)	
	2005-06	2006-07
1	2	3
<b>I. Cash And Bank Balances</b>	<b>285409</b>	<b>353987</b>
26. Deposits with banks	297466	336826
27. Cash in hand	-12056	17161
<b>J. Investments</b>	<b>906292</b>	<b>585286</b>
<i>Of which : quoted investments</i>	-65317	-57933
28. Foreign securities	49	-771
29. Indian securities	906243	586056
(a) Government and semi-Government securities	291184	-92941
(b) Public sector undertakings	58255	-57646
(c) Securities of financial institutions	-66020	46141
(d) Mutual funds	22459	12304
(e) Shares and debentures of subsidiary/ holding companies and companies in the same group	41437	639345
(f) Shares and debentures of other Indian companies	340366	120297
(g) Others	218562	-81524
<b>K. Receivables</b>	<b>2996567</b>	<b>2623137</b>
30. Loans and advances	2472517	2868849
(a) Subsidiary companies	45974	14150
(b) Holding companies and companies in the same group	-2165	-3758
(c) Against hire purchase	100969	67783
(d) Bills discounted	24545	13238
(e) Others	2303193	2777437
31. Book debts	524050	-245712
(a) Sundry debtors	396628	-221152
(b) Dividend/ Interest accrued	29711	20705
(c) Others	97711	-45265
<b>L. Inventories</b>	<b>-66327</b>	<b>182556</b>
32. Government and semi-Government securities	14766	-44545
33. Industrial securities	-85743	237814
34. Repossessed goods on hire purchase	-1742	-1741
35. Other goods, stores and others	6392	-8971
<b>M. 36. Gross Fixed Assets</b>	<b>-71793</b>	<b>108245</b>
<i>Of which : (a) Plant and machinery leased</i>	-61713	24595
(b) Equipments leased	-8030	15
(c) Vehicles leased	-14478	-15576
(d) Other assets leased	-20913	-32612
<b>N. 37. OTHER ASSETS</b>	<b>17925</b>	<b>-67</b>
<b>38. TOTAL</b>	<b>4068074</b>	<b>3853273</b>

## Appendix

### Explanatory notes to various 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.

**Main Income** comprises of income received by way of (a) interest, (b) dividends, (c) brokerage, (d) net profit/loss in share dealings, (e) net earning from hire purchase financing and (f) lease rentals.

**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 (i) sale of fixed assets, *etc.*, and (ii) revaluation/ devaluation of assets/ foreign currencies, (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, 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 tax deducted at source in respect of interest/ dividend received by the companies.

**Operating profits** are net of depreciation provision and interest payments.

**Ordinary 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, (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 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.