

TABLE 16.—RESERVE BANK SAMPLE OF 32 PUBLIC PHARMACEUTICAL COMPANIES

	1960-61	1961-62	1962-63	1963-64	1964-65
Percentages of profit before tax					
(1) Tax provision.....	44.5 (38.8)	45.0 (43.8)	56.2 (52.7)	62.2 (51.2)	58.0 (50.6)
(2) Dividends.....	31.0 (37.0)	28.3 (35.7)	24.8 (31.5)	23.2 (29.9)	24.1 (30.0)
(3) Retention.....	24.5 (24.2)	26.7 (20.5)	19.0 (15.8)	14.6 (18.9)	17.9 (19.4)
Percentages of profit after tax					
(1) Dividends.....	55.8 (60.4)	51.4 (63.6)	56.6 (66.6)	61.2 (61.4)	57.3 (60.8)
(2) Retention.....	44.2 (39.6)	48.6 (36.4)	43.4 (33.4)	38.8 (38.6)	42.7 (39.2)

Source: "Reserve Bank of India Bulletin", November 1966.

Note: Figures in parentheses refer to all 1,333 public companies in the sample.

TABLE 17.—PROFIT AFTER TAX ON NET WORTH IN RESERVE BANK SAMPLE COMPANIES
[Percentages]

	Public companies		Private companies	
	All 1333	Pharmaceu- ticals (32)	All 501	Metals and chemicals ¹ (92)
1960-61.....	10.9	17.2	12.6	20.0
1961-62.....	10.0	16.0	12.4	19.1
1962-63.....	8.6	11.9	9.8	14.5
1963-64.....	9.4	12.7	9.0	16.0
1964-65.....	9.2	15.2	n.a.	n.a.

¹ Further breakdown of industries is not available.

Source: "Reserve Bank of India Bulletin," November 1966 and December 1965.

TABLE 18.—PROFITABILITY 1964 AND 1962

Category	Year	Amounts (in Rs lakhs)					Percentages		
		Number of com- panies	Depre- ciation	Profits after Tax	Net worth	Sales net of excise	Profit on net worth (5 on 7)	Profit on net sales (5 on 7)	Cash earn- ings on net worth (4+5 on 6)
1	2	3	4	5	6	7	8	9	10
(A) Wholly foreign owned.....	1964	9	49	364	889	¹ 2657	40.9	13.7	46.5
	1964	6	33	273	555	1530	49.2	17.8	55.1
	1962	6	27	166	525	1276	31.6	13.0	36.8
(B) Foreign majority.....	1964	15	102	² 214	1403	2500	15.3	8.6	22.5
	1964	14	98	221	1328	2489	16.6	8.9	24.0
	1962	14	52	235	905	1883	26.0	12.5	31.7
(C) Indian majority.....	1960	5	17	34	174	704	19.5	4.8	29.3
	1962	5	11	43	121	514	35.5	8.4	44.6
(D) Wholly Indian, making profits.....	1964	18	4	8	89	378	9.0	2.1	13.5
	1964	15	3	7	78	329	9.0	2.1	12.8
	1962	15	3	17	48	312	35.4	5.4	41.7
Total.....	1964	47	174	620	7555	¹ 6239	23.4	9.9	31.1
	1964	40	152	535	2135	5052	25.1	10.6	23.2
	1962	40	93	461	1599	3985	28.8	11.5	34.6

¹ Including commission income of a company which had no income from sales. The figure consequently differs from that in Tables 1 and 4.² One company made a loss.