

**TO THE MEMBERS OF INTEGRATED GLASS MATERIALS LIMITED**

**Report on the Financial Statements**

1. We have audited the accompanying financial statements of **INTEGRATED GLASS MATERIALS LIMITED**, which comprise the Balance Sheet as at March 31, 2013, and the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

**Management's Responsibility for the Financial Statements**

2. Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956 ("the Act"). This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

**Auditor's Responsibility**

3. Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.
4. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.
5. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

**Opinion**

6. In our opinion and to the best of our information and according to the explanations given to us, the financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:



- (a) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2013;
- (b) in the case of the Profit and Loss Account, of the profit/ loss for the year ended on that date; and
- (c) in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

**Report on Other Legal and Regulatory Requirements**

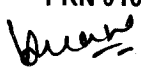
- 7. As required by the Companies (Auditor's Report) Order, 2003 ("the Order") issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.
- 8. As required by section 227(3) of the Act, we report that:
  - a. we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
  - b. in our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
  - c. the Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account;
  - d. in our opinion, the Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement comply with the Accounting Standards referred to in subsection (3C) of section 211 of the Companies Act, 1956;
  - e. on the basis of written representations received from the directors as on March 31, 2013, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2013, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.
  - f. Since the Central Government has not issued any notification as to the rate at which the cess is to be paid under section 441A of the Companies Act, 1956 nor has it issued any Rules under the said section, prescribing the manner in which such cess is to be paid, no cess is due and payable by the Company.

PLACE : ROORKEE

DATED: **14 MAY 2013**



For VIKAS KHANNA & CO.  
CHARTERED ACCOUNTANTS  
FRN 010213C

  
CA. VIKAS KHANNA  
PROP.  
M. No. 079929

**Annexure to Auditors' Report**

Referred to in Paragraph 7 of our Report of even date of Integrated Glass Materials Limited for the year ended 31<sup>st</sup> March 2013

1. The Company has maintained proper records showing full particulars including quantitative details and situation of its fixed assets. According to the information and explanations given to us, most of the fixed assets have been physically verified by the Management during the year. In our opinion, the frequency of such physical verification is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification as compared to the available records. There was no substantial disposal of fixed assets during the year.
2. Physical verification of Inventory has been conducted by the Management at reasonable intervals. The procedures for physical verification of stocks followed by the Management are reasonable and adequate in relation to the size of the company and nature of its business.

The company is maintaining proper records of inventory and no material discrepancies were noticed on physical verification.

3. As informed to us, the company has not granted any loans secured/unsecured to parties required to be entered in the register maintained under section 301 of the Companies Act, 1956.

The Company has not taken any loans secured or unsecured from companies, firms or other parties required to be entered in the register maintained under section 301 of the Companies Act, 1956.

4. In our opinion and according to the information and explanations given to us, there is adequate internal control system commensurate with the size of the Company and the nature of its business for the purchase of inventory and fixed assets and for the sale of goods and services. During the course of our audit, no major weakness has been noticed in the internal control system.
5. In our opinion and according to the information and explanation given to us, the particulars of contracts and arrangements referred to in Section 301 of the Companies Act, 1956 have been entered in the register required to be maintained under that section.

The transactions made in pursuance of such contracts or arrangements have been made at prices which are reasonable having regard to the prevailing market prices at the relevant time.

6. The company has not accepted any deposits from the public.
7. In our opinion, the company has an internal audit system commensurate with the size and nature of its business.
8. In our opinion prima facie the cost records have been maintained by the company, we have not however made detailed examination of the records with a view to determine whether they are accurate and complete.
9. The company is generally regular in depositing undisputed Statutory Dues including Provident fund, Investor Education and Protection Fund, Employees' State Insurance, Income Tax, Sales Tax, Wealth Tax, Service Tax, Custom duty, Excise duty, Cess and any other statutory dues applicable to it with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts were outstanding as at the end of the financial year for a period of more than six months from the date they became payable.

According to the records of the company, there are no disputed amounts that have not been deposited with appropriate authorities on account of Income Tax, Sales Tax, Wealth Tax, Service Tax, Custom duty, Excise duty and Cess.



10. Since the company has been registered for a period less than five years clause (x) of the order is not applicable to the company.
11. In our opinion and according to the information and explanations given to us, the company has not defaulted in repayment of dues to the bank. The company does not has any borrowings from financial institutions or by way of debentures.
12. The company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
13. In our opinion and according to the information and explanations given to us, the nature of activities of the company does not attract any special statute applicable to chit fund and nidhi / mutual benefit fund/societies.
14. Based on our examinations of records and information and explanations given to us, the company has not dealt/traded in any shares, securities, debentures and other investments during the year.
15. According to the information and explanations given to us, the company has not given any guarantee for loans taken by others from banks or financial institutions.
16. The company has not raised any new term loans during the year. The term loans outstanding at the beginning of the year were applied for the purposes for which they are raised.  
According to the information and explanations given to us and on an overall examination of the Balance Sheet of the Company, we are of the opinion that the Company has utilized short term sources towards repayment of long term borrowings and acquisition of fixed assets.
17. The company has not made any preferential allotment during the year.
18. The company has not issued debentures during the year.
19. During the year the company has not raised money by public issue.
20. Based on our audit procedures performed and information and explanations given by the management, we report that no fraud on or by the company has been noticed or reported during the course of our audit.

PLACE: ROORKEE

DATED: 14 MAY 2013

FOR VIKAS KHANNA & CO.  
CHARTERED ACCOUNTANTS  
FRN 010213C



*[Signature]*  
CA. VIKAS KHANNA  
PROP.  
M. No. 079929

**INTEGRATED GLASS MATERIALS LIMITED**

**BALANCE SHEET AS AT**

**31st MARCH, 2013**

(Amount in Rupees)

	PARTICULARS	NOTE NO.	FIGURES AS AT THE END OF CURRENT REPORTING PERIOD		FIGURES AS AT THE END OF PREVIOUS REPORTING PERIOD	
<b>I</b>	<b><u>EQUITY AND LIABILITIES</u></b>					
<b>1</b>	<b><u>SHAREHOLDERS' FUNDS</u></b>					
	(a) Share capital	2.1	1,40,00,000		1,40,00,000	
	(b) Reserves and surplus	2.2	5,20,268	1,45,20,268	3,20,358	1,43,20,358
<b>2</b>	<b><u>NON-CURRENT LIABILITIES</u></b>					
	(a) Long-term borrowings	2.3	1,88,975		44,96,675	
	(b) Deferred Tax Liabilities (Net)	2.12	2,40,742		1,48,895	
	(c) Other Long term liabilities	2.4	-		-	
	(d) Long-term provisions	2.5	-	4,29,717	-	46,45,570
<b>3</b>	<b><u>CURRENT LIABILITIES</u></b>					
	(a) Short-term borrowings	2.6	84,39,115		75,24,275	
	(b) Trade payables	2.7	2,01,19,028		1,34,57,287	
	(c) Other current liabilities	2.8	6,59,72,857		3,57,99,076	
	(d) Short-term provisions	2.9	55,594	9,45,86,594	-	5,67,80,637
	<b>TOTAL</b>			<b>10,95,36,579</b>		<b>7,57,46,566</b>
<b>II</b>	<b><u>ASSETS</u></b>					
<b>1</b>	<b><u>NON-CURRENT ASSETS</u></b>					
	(a) Fixed assets					
	(i) Tangible assets	2.10	4,52,83,033		3,30,65,889	
	(ii) Intangible assets	2.10	59,00,212		61,24,175	
	(iii) Capital work-in-progress	2.10	54,21,903		1,90,98,207	
	(iv) Intangible assets under development	2.10	-		-	
	(v) Impaired assets held for disposal	2.10	-		-	
	(b) Non-current investments	2.11	-		-	
	(c) Deferred tax assets (net)	2.12	-		-	
	(d) Long-term loans and advances	2.13	2,37,950		1,78,179	
	(e) Other non - current assets	2.14	-	5,68,43,097	-	5,84,66,450
<b>2</b>	<b><u>CURRENT ASSETS</u></b>					
	(a) Inventories	2.15	5,12,37,864		1,54,93,742	
	(b) Trade receivables	2.16	3,08,940		3,11,746	
	(c) Cash and cash equivalents	2.17	1,87,017		2,60,003	
	(d) Short-term loans and advances	2.18	9,59,659		12,14,625	
	(e) Other current assets	2.19	-	5,26,93,481	-	1,72,80,116
<b>3</b>	<b><u>FOREIGN CURRENCY MONETARY ITEM TRANSLATION DIFFERENCE ACCOUNT</u></b>					
	<b>TOTAL</b>			<b>10,95,36,579</b>		<b>7,57,46,566</b>

**SIGNIFICANT ACCOUNTING POLICIES**

**NOTES ON ACCOUNTS**

In terms of our report attached

For **VIKAS KHANNA & CO.**

**CHARTERED ACCOUNTANTS**

Firm Registration No.010213C

**CA. VIKAS KHANNA**  
**PROP.**

M. No. 079929



Place : **ROORKEE**

Dated: **14 MAY 2013**

For & on behalf of the board

*[Signature]*  
**DIRECTOR**

*[Signature]*  
**DIRECTOR**

**INTEGRATED GLASS MATERIALS LIMITED**  
**STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED**  
**31st MARCH, 2013**

(Amount in Rupees)

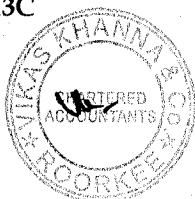
S. N	PARTICULARS	NOTE NO.	FIGURES AS AT THE END OF CURRENT REPORTING PERIOD		FIGURES AS AT THE END OF PREVIOUS REPORTING PERIOD	
	<b>REVENUE FROM OPERATIONS</b>					
I	Turnover and Inter Division Transfer		3,47,65,133		8,04,74,276	
	Less: Inter Division Transfer		-		-	
	Turnover		3,47,65,133		8,04,74,276	
	Less: Excise Duty		-		-	
	Net Turnover			3,47,65,133		8,04,74,276
	Operating Income - Sale of Scrap/Job Work			31,585		8,79,990
II	Other income	2.20		3,023		3,022
III	<b>Total Revenue (I+II)</b>			3,47,99,741		8,13,57,288
IV	<b>EXPENSES:</b>					
a	Cost of materials consumed	2.21		4,59,64,166		5,20,61,607
b	Purchase of Stock-in-Trade	2.22		14,23,286		-
c	Changes in inventories of finished goods, work-in-progress and Stock-in-Trade	2.23		(3,63,16,904)		92,21,246
d	Employees benefits expense	2.24		23,38,647		22,80,610
e	Finance costs	2.25		50,06,395		33,25,751
f	Depreciation and amortisation expense	2.26		20,86,406		19,12,091
g	Other expenses	2.27		1,40,05,990		1,15,79,616
	<b>Total expenses</b>			3,45,07,985		8,03,80,922
V	<b>Profit/(loss) before extraordinary items and tax (III-IV)</b>			2,91,756		9,76,366
VI	Extraordinary items			-		-
VII	<b>Profit/(loss) before tax</b>			2,91,756		9,76,366
VIII	<b>Tax Expenses:</b>					
a	Current tax			55,594		1,50,379
b	Earlier years tax			4,177		-
c	Deferred tax			91,847		3,04,731
d	MAT credit entitlement			(59,771)		(1,50,379)
IX	<b>Profit/(Loss) for the period (VII-VIII)</b>			1,99,909		6,71,635
	<b>Earning per equity share:</b>					
a	Basic			0.14		0.48
b	Diluted			0.14		0.48

**SIGNIFICANT ACCOUNTING POLICIES**  
**NOTES ON ACCOUNTS**

1  
2.28

In terms of our report attached  
For VIKAS KHANNA & CO.  
CHARTERED ACCOUNTANTS  
Firm Registration No.010213C

CA. VIKAS KHANNA  
PROP.  
M. No. 079929



Place : ROORKEE  
Dated: 14 MAY 2013

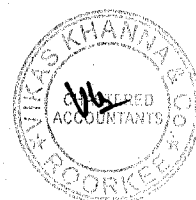
For & on behalf of the board

DIRECTOR

DIRECTOR

**Integrated Glass Materials Limited**
**Cash Flow Statement for the year ended 31st March, 2013**
**(Amount in Rupees)**

	As at 31.03.2013	As at 31.03.2012
<b>A) CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net Profit before tax and extraordinary items	2,91,756	9,76,367
<b>Adjustment for:</b>		
Depreciation and Amortisation of Intangible Assets	20,86,406	19,12,091
Impairment Loss provided/(Reversed)	-	-
(Profit)/ Loss on sale of fixed assets and assets discarded (Net)	-	-
(Profit)/ Loss on sale of Long Term Investments	-	-
(Profit)/ Loss on sale of Current Investments	-	-
Amortisation of Preliminary Expenses	-	-
Amortisation of Foreign currency Monetary Items	-	-
Diminution in the value of long term investments	-	-
Extra Ordinary Items	-	-
Interest paid	-	-
Interest received	(3,023)	(3,022)
Dividend received	-	-
Operating Profit before working capital changes	23,75,139	28,85,436
<b>Adjustment for:</b>		
Trade and other receivables	2,806	(3,11,746)
Inventories	(3,57,44,122)	1,26,76,122
Trade payable	66,61,741	39,13,246
Short Term Loans and Advances	2,54,966	(3,17,273)
Other Current Liabilities	3,48,30,607	(1,80,73,811)
Short Term Provisions	-	-
<b>CASH GENERATED FROM OPERATIONS</b>	83,81,137	7,71,974
Interest paid	-	-
Direct taxes paid	4,178	3,44,412
Increase in Foreign currency Monetary Items	-	-
<b>CASH FLOW BEFORE PRIOR PERIOD ITEMS</b>	83,76,959	4,27,562
Prior Period items	-	-
<b>NET CASH FROM OPERATING ACTIVITIES</b>	<b>83,76,959</b>	<b>4,27,562</b>
<b>B) CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of fixed assets	(1,75,212)	(9,51,800)
Capital work in progress	(2,28,071)	(57,69,293)
Sale of fixed assets	-	-
Capital Advances, Pre-operative Expenses and Securities	-	-
Sale of investments	-	-
(Profit)/ Loss on sale of Long Investments	-	-
(Profit)/ Loss on sale of Current Investments	-	-
Dividend received on investments	-	-
Interest received	3,023	3,022
<b>NET CASH USED IN INVESTING ACTIVITIES</b>	<b>(4,00,260)</b>	<b>(67,18,071)</b>
<b>C) CASH FLOW FROM FINANCING ACTIVITIES</b>		
Proceeds from Issue of Equity Shares		

**Contd. - 2 -**


Share Application Money	-	-
Proceeds of long term borrowings	-	-
Payment of long term borrowings	(89,64,525)	(21,54,000)
Net proceeds of short term borrowings	9,14,840	75,24,275
Redemption of Preference shares	-	-
Dividend and dividend tax paid	-	-
<b>NET CASH USED IN FINANCING ACTIVITIES</b>	<b>(80,49,685)</b>	<b>53,70,275</b>
<b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENT (A+B+C)</b>	<b>(72,986)</b>	<b>(9,20,234)</b>
<b>CASH AND CASH EQUIVALENT As At 31st March, 2012 (Opening Balance)</b>	<b>2,60,003</b>	<b>11,80,237</b>
<b>CASH AND CASH EQUIVALENT As At 31st March, 2013 (Closing Balance)</b>	<b>1,87,017</b>	<b>2,60,003</b>

In terms of our report attached

For & on behalf of the board

FOR VIKAS KHANNA & CO.  
 CHARTERED ACCOUNTANTS  
 FRN 010213C

CA. VIKAS KHANNA  
 PROP.

M. No. 079929

PLACE: ROORKEE

DATED: 14 MAY 2013



*[Signature]*  
 DIRECTOR

*[Signature]*  
 DIRECTOR



**SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS ANNEXED TO AND FORMING A PART OF BALANCE SHEET AS AT MARCH 31<sup>st</sup> 2013 AND STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED ON THAT DATE.**

**SIGNIFICANT ACCOUNTING POLICIES:**

**NOTE-1**

**(i) GENERAL**

The financial statements are prepared under the historical cost convention in accordance with the generally accepted accounting principles in India and the provisions of the Companies Act, 1956.

**(ii) FIXED ASSETS**

**(a) VALUATION OF FIXED ASSETS**

Fixed Assets are stated at cost less accumulated depreciation. All costs, including financing costs till the completion of project attributable to the projects are capitalized.

**(b) DEPRECIATION**

Depreciation has been provided on Straight Line method at the rates specified in Schedule XIV of the Companies Act, 1956. Depreciation on additions during the year has been provided on pro – rata basis from the month of addition or completion. Assets costing upto Rs. 5,000/- are depreciated fully during the year. Software which is not an integral part of hardware, is treated as intangible asset and is amortised in five years.

**(c) AMORTISATION**

Expenses other than Capital Expenditure incurred at Khirkhira Project Phase – I till the project commences commercial production has been shown as Pre-operative Expenditure and are being amortized over the period of lease.

**(iii) VALUATION OF INVENTORY**

Valuation of inventories: Finished Goods - on the basis of lower of cost and net realizable value.

Raw Material – on the basis of lower of cost and net realizable value.

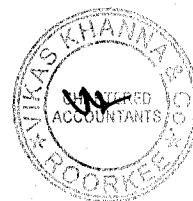
By-Products - on the basis of lower of cost and net realizable value.

Consumable Stores and Diesel - at cost.

Cost is determined on a weighted average basis and cost includes direct materials, labour and manufacturing overheads.

**(iv) PROVISION FOR TAXATION**

Provision for Current Tax has been taken on Book Profit under section 115 JB of the Income Tax Act, 1961. Deferred Tax resulting from timing difference between taxable and accounting income is accounted for using the tax rates and laws that are enacted or substantively enacted on the balance sheet date. The deferred tax asset is recognized and carried forward only to the extent there is a virtual certainty that the asset will be realized in future.



**INTEGRATED GLASS MATERIALS LIMITED**  
**NOTES ON ACCOUNTS FOR THE YEAR ENDED**  
**31st MARCH, 2013**

**2.1 SHARE CAPITAL:**

(Amount in Rupees)

PARTICULARS	AS AT	
	31st March, 2013	31st March, 2012
<b><u>AUTHORISED:</u></b>		
20,00,000 Equity shares of Re. 10 each	2,00,00,000	2,00,00,000
	<u>2,00,00,000</u>	<u>2,00,00,000</u>
<b><u>ISSUED, SUBSCRIBED &amp; PAID UP</u></b>		
Equity shares, Re 10 par value		
14,00,000 equity shares fully paid up	1,40,00,000	1,40,00,000
	<u>1,40,00,000</u>	<u>1,40,00,000</u>

The Company has only one class of Issued Equity Shares having a par value of Rs. 10 each. Each holder of Equity Shares is entitled to one vote per share.

The Company declares and pays dividends in Indian Rupees. The Dividend proposed by the Board of Directors is subject to the approval of the Shareholders in the ensuing General Meeting.

In the event of liquidation of the Company, the holders of Equity Shares will be entitled to receive any of the remaining assets of the Company, after distribution of all preferential amounts. However, no such preferential amounts exist currently.

The distribution will be in proportion to the number of Equity Shares held by the Shareholders.

The details of Shareholders holding more than 5% Equity Shares are given below:-

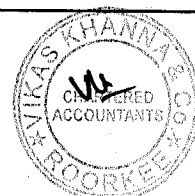
Name of the Shareholder	As at 31st March, 2013		As at 31st March, 2012	
	No. of shares	% held	No. of shares	% held
Asahi India Glass Ltd. (AIGL)	1400000	100.00	1400000	100.00

The reconciliation of the number of shares outstanding and the amount of share capital at the beginning and at the end of the reporting period is given below:

Particulars	As at 31st March, 2013		As at 31st March, 2012	
	No. of shares	Amount	No. of shares	Amount
Number of shares at the beginning	1400000	1,40,00,000	1400000	1,40,00,000
Number of shares at the end	1400000	1,40,00,000	1400000	1,40,00,000

**2.2 RESERVES & SURPLUS:**

PARTICULARS	As at	As at
	31st March, 2013	31st March, 2012
<b><u>Surplus in Statement of Profit and Loss:</u></b>		
As per last Balance Sheet	3,20,358	(3,51,277)
Add: Net profit after tax transferred from Statement of Profit & Loss	1,99,909	6,71,635
Closing Balance	<u>5,20,268</u>	<u>3,20,358</u>
	<u>5,20,268</u>	<u>3,20,358</u>



**2.3 LONG TERM BORROWINGS:****(Amount in Rupees)**

PARTICULARS	As at 31st March, 2013	As at 31st March, 2012
<b><u>Secured Term Loans from Banks:</u></b>		
Foreign currency loans	-	-
Rupee Term loans *	1,88,975	44,96,675
	<u>1,88,975</u>	<u>44,96,675</u>
<b><u>Secured Term loans from others:</u></b>		
Foreign currency loans	-	-
Rupee Term loans	-	-
	<u>-</u>	<u>-</u>
<b><u>Unsecured loans from a related party:</u></b>		
Foreign currency loans	-	-
Rupee Term loans	-	-
	<u>-</u>	<u>-</u>
	<u>1,88,975</u>	<u>44,96,675</u>

\* Rupee term loan from State Bank of India, roorkee is primarily secured by hypothecation charge over plants and machinery & other moveable assets of the Company and corporate guarantee of ASAHI INDIA GLASS LIMITED (AIGL) the Holding Company.

**Terms of repayment of each loan:**

Term Loan from SBI, Roorkee is repayable in 13 monthly installments.

**2.4 OTHER LONG-TERM LIABILITIES:**

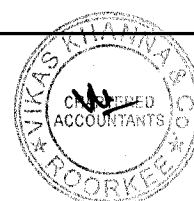
PARTICULARS	As at 31st March, 2013	As at 31st March, 2012
NIL	-	-
	<u>-</u>	<u>-</u>

**2.5 LONG-TERM PROVISIONS:**

PARTICULARS	As at 31st March, 2013	As at 31st March, 2012
NIL	-	-
	<u>-</u>	<u>-</u>

**CURRENT LIABILITIES:****2.6 Short Term Borrowings:**

PARTICULARS	As at 31st March, 2013	As at 31st March, 2012
<b><u>Secured loans repayable on demand:</u></b>		
From banks	84,39,115	75,24,275
From others	-	-
Other secured short term loans from banks	-	-
Other unsecured short term loans from banks	-	-
	<u>84,39,115</u>	<u>75,24,275</u>



Loans repayable on demand (working capital limit SBI, Roorkee) is secured by hypothecation of stocks and book debts of the Company and corporate guarantee of ASAHI GLASS INDIA LIMITED (AIGL) the Holding Company.

2.7 **Trade Payables:-**

PARTICULARS	As at 31st March, 2013	As at 31st March, 2012
Sundry creditors:		
- Micro, Small and Medium Enterprises	-	-
- Others	2,01,19,028	1,34,57,287
	<u>2,01,19,028</u>	<u>1,34,57,287</u>

2.8 **Other Current Liabilities:**

(Amount in Rupees)

PARTICULARS	As at 31st March, 2013	As at 31st March, 2012
Advances from customers (Rs. 6,08,16,508/- due to AIGL)	6,08,28,087	3,02,05,855
Withholding Taxes	1,53,788	1,67,398
Statutory Dues	34,180	3,82,422
Salary & Benefits	2,33,907	2,43,815
Current Maturities of Long Term Debt	47,22,895	47,99,586
	<u>6,59,72,857</u>	<u>3,57,99,076</u>

2.9 **Short-term provisions**

PARTICULARS	As at 31st March, 2013	As at 31st March, 2012
Income Tax Provision	55,594	-
	<u>55,594</u>	<u>-</u>

2.11 **NON CURRENT INVESTMENT:**

PARTICULARS	As At 31st March, 2013		As At 31st March, 2012	
	Quoted	Unquoted	Quoted	Unquoted
<b>Long Term Investments- At cost</b>				
(a) <b>In Equity Instruments- fully paid</b>				
<b>Trade:</b>		-		-
<b>Non-Trade:</b>		-		-
(b) <b>In Government Securities:</b>		-		-
(c) <b>Others:</b>		-		-
<b>Total</b>		-		-



**INTEGRATED GLASS MATERIALS LIMITED**

**2.10 STATEMENT OF FIXED ASSETS FORMING A PART OF BALANCE SHEET AS AT 31st March, 2013**

Particulars	GROSS BLOCK			DEPRECIATION				NET BLOCK
	As at 01/04/2012	Additions	Deductions	As at 31/03/2013	As at 01/04/2012	During the Period	Total as at 31/03/2013	As at 31/03/2013
<b>(a) Fixed Assets</b>								
<b>(i) Tangible Assets</b>								
Land	8,16,050	-	-	8,16,050	-	-	-	8,16,050
Plant & Machinery	3,43,17,301	1,39,04,374	-	4,82,21,675	24,86,540	17,92,694	42,79,234	4,39,42,441
Electrical Fitting & Installation	5,441	-	-	5,441	549	258	808	4,633
Vehicles	42,500	53,382	-	95,882	9,259	7,567	16,825	79,057
Furniture & Fixture	73,306	-	-	73,306	63,807	682	64,490	8,816
Computer System & Accessories	1,79,276	47,050	-	2,26,326	58,330	31,505	89,835	1,36,491
LED TV		65,180	-	65,180	-	7,121	7,121	58,059
Tools & Instruments	2,52,356	-	-	2,52,356	25,749	11,814	37,563	2,14,793
Cellphones	25,300	-	-	25,300	1,406	1,202	2,608	22,692
Office Equipments	7,052	-	-	7,052	7,052	-	7,052	0
<b>Total (i)</b>	<b>3,57,18,582</b>	<b>1,40,69,986</b>	<b>-</b>	<b>4,97,88,568</b>	<b>26,52,693</b>	<b>18,52,843</b>	<b>45,05,535</b>	<b>4,52,83,033</b>
<b>Previous Year</b>	<b>3,47,66,782</b>	<b>9,51,800</b>	<b>-</b>	<b>3,57,18,582</b>	<b>9,73,370</b>	<b>16,79,322</b>	<b>26,52,693</b>	<b>3,30,65,889</b>
<b>(ii) Intangible Assets</b>								
Computer Software	13,465	9,600	-	23,065	5,342	3,487	8,829	14,236
Pre-operative Expenses	67,87,097	-	-	67,87,097	6,71,045	2,30,076	9,01,121	58,85,976
<b>Total (ii)</b>	<b>68,00,562</b>	<b>9,600</b>	<b>-</b>	<b>68,10,162</b>	<b>6,76,387</b>	<b>2,33,563</b>	<b>9,09,950</b>	<b>59,00,212</b>
<b>Previous Year</b>	<b>68,00,562</b>			<b>68,00,562</b>	<b>4,43,618</b>	<b>2,32,769</b>	<b>6,76,387</b>	<b>61,24,175</b>
<b>(iii) Capital Work In Progress</b>	<b>1,90,98,207</b>	<b>2,28,070</b>	<b>1,39,04,374</b>	<b>54,21,903</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>54,21,903</b>
<b>Previous Year</b>	<b>1,33,28,914</b>	<b>57,69,293</b>	<b>-</b>	<b>1,90,98,207</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,90,98,207</b>
<b>(iv) Intangible Assets under Development</b>	<b>NIL</b>							
<b>(v) Impaired Assets held for Disposal</b>	<b>NIL</b>							



**2.12 DEFERRED TAX LIABILITIES/ASSETS (NET):** (Amount in Rupees)

PARTICULARS	As at 31st March, 2013	As at 31st March, 2012
<b>Deferred Tax Assets:</b>		
Unabsorbed Depreciation/ Carried forward losses under tax laws	55,08,438	42,60,894
Expenses allowed for tax purpose on payment basis	18,403	36,807
Provision for Doubtful Debts & Advances	-	-
	<u>55,26,841</u>	<u>42,97,701</u>
<b>Deferred Tax Liability:</b>		
Difference between Book Depreciation and Depreciation under the Income Tax Rules	57,67,583	44,46,596
	<u>57,67,583</u>	<u>44,46,596</u>
Deferred Tax (Liability)/ Assets (Net)	<u>(2,40,742)</u>	<u>(1,48,895)</u>

**2.13 LONG TERM LOANS AND ADVANCES:**

PARTICULARS	As at 31st March, 2013	As at 31st March, 2012
<b>Unsecured considered good:</b>		
Security Deposits	27,800	27,800
MAT Credit entitlement	2,10,150	1,50,379
	<u>2,37,950</u>	<u>1,78,179</u>

**2.14 OTHER NON-CURRENT ASSETS:**

PARTICULARS	As at 31st March, 2013	As at 31st March, 2012
<b>Unsecured considered good:</b>		
NIL	-	-

**2.15 INVENTORIES:**

PARTICULARS	As at 31st March, 2013	As at 31st March, 2012
(As taken, valued & certified by the Management)- At cost or net realisable value, whichever is lower except by-products at estimated realisable value)		
1 Raw materials	94,16,723	99,73,881
2 Work in progress	23,88,584	-
3 Finished goods	1,85,92,846	13,87,018
4 Stock in trade	-	-
5 Stores, Spares & Fuel	4,76,407	4,92,031
6 Others	-	-
By-Products	2,03,63,304	36,40,812
	<u>5,12,37,864</u>	<u>1,54,93,742</u>



**2.16 TRADE RECEIVABLES:**

PARTICULARS	As at 31st March, 2013	As at 31st March, 2012
<b>Secured, considered good:</b>		
Over Six months	-	-
Others	-	-
	<u>-</u>	<u>-</u>
<b>Unsecured:</b>		
Over Six months	3,05,721	-
Others:		
Considered good	3,219	3,11,746
Considered doubtful	-	-
Less: Provision for doubtful debts	-	-
	<u>3,08,940</u>	<u>3,11,746</u>
Considered good	3,08,940	3,11,746
Considered doubtful	-	-
Less: Provision for doubtful debts	-	-
	<u>3,08,940</u>	<u>3,11,746</u>

**2.17 CASH & CASH EQUIVALENTS :**
**(Amount in Rupees)**

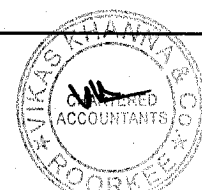
PARTICULARS	As at 31st March, 2013	As at 31st March, 2012
(a) Balances with Banks:		
In Current accounts	1,22,803	1,51,317
(b) Cheques in hand/ Remittances in transit	-	-
(c) Cash on hand	14,605	62,100
(d) Others:	49,609	46,586
Bank Deposit with more than 12 months maturity		
	<u>1,87,017</u>	<u>2,60,003</u>

**2.18 SHORT TERM LOANS & ADVANCES:**

PARTICULARS	As at 31st March, 2013	As at 31st March, 2012
(Unsecured considered good unless otherwise stated)		
Advances recoverable in cash or in kind for the value to be received		
(a) Advances to Associates	-	-
(b) Others:		
Advance to Creditors / Suppliers	28,486	20,000
Prepaid Expenses	49,148	6,64,854
Advance Income Tax	1,84,382	1,94,033
Balance with Government Authorities	6,97,643	3,35,738
Advances to staff	-	-
	<u>9,59,659</u>	<u>12,14,625</u>

**2.19 OTHER CURRENT ASSETS:**

PARTICULARS	As at 31st March, 2013	As at 31st March, 2012
NIL	-	-



**INTEGRATED GLASS MATERIALS LIMITED**  
**NOTES ON ACCOUNTS FOR THE YEAR ENDED**  
**31st MARCH, 2013**

(Amount in Rupees)

NOTE NO.	PARTICULARS	As at 31st March, 2013	As at 31st March, 2012
2.2	<b><u>OTHER INCOME:</u></b>		
	(a) Interest Income	3,023	3,022
	(b) Dividend Income on long term investments	-	-
	(c) Net gain on sale of long term investments	-	-
	(d) Adjustment to the carrying amount of investments	-	-
	(e) Net gain on foreign currency translation & transactions (Other than considered as finance costs)	-	-
	(f) Liabilities & Provisions written back	-	-
	(g) Rent received	-	-
	(h) Commission received	-	-
	(i) Profit on sale of Fixed Assets (Net)	-	-
	(j) Foreign currency monetary item translation difference account	-	-
	(k) Reversal of Impairment Loss	-	-
	(l) Miscellaneous - Job Work	-	-
		<u>3,023</u>	<u>3,022</u>
2.21	<b><u>COST OF MATERIALS CONSUMED:</u></b>		
	<b><u>Raw Materials Consumed:</u></b>		
	At the beginning of the Accounting Period	99,73,881	1,35,14,577
	Add:		
	Purchases	-	-
	Freight	3,21,37,378	3,61,32,496
	Mineral Shifting, Unloading & Sand Processing Expenses	1,05,37,287	1,10,88,816
	Blasting Expenses	23,47,449	12,99,599
	Royalty	3,84,894	-
	Total	<u>5,53,80,889</u>	<u>6,20,35,488</u>
	Less:		
	At the end of the Accounting Period	94,16,723	99,73,881
	Silica sand Consumed	<u>4,59,64,166</u>	<u>5,20,61,607</u>
	As the company is in mining business, the direct purchases are negligible but all direct expenses to extract the minerals from mines are taken as cost of material.		
2.22	<b><u>PURCHASES OF STOCK IN TRADE</u></b>		
	Purchase of Silica Sand	14,23,286	-
		<u>14,23,286</u>	<u>-</u>
2.23	<b><u>CHANGES IN INVENTORIES</u></b>		
	<b><u>Work in Progress</u></b>		
	At the beginning of the Accounting Period	-	-
	At the end of the Accounting Period	23,88,584	-
		<u>(23,88,584)</u>	<u>-</u>
	<b><u>Finished Good</u></b>		
	At the beginning of the Accounting Period	13,87,018	1,03,46,656
	At the end of the Accounting Period	1,85,92,846	13,87,018
		<u>(1,72,05,828)</u>	<u>89,59,638</u>
	<b><u>Stock in Trade</u></b>		
	At the beginning of the Accounting Period	-	-
	At the end of the Accounting Period	-	-
		<u>-</u>	<u>-</u>
	<b><u>Others- By-Products</u></b>		
	At the beginning of the Accounting Period	36,40,812	39,02,419
	At the end of the Accounting Period	2,03,63,304	36,40,812
		<u>(1,67,22,492)</u>	<u>2,61,607</u>
		<u>(3,63,16,904)</u>	<u>92,21,246</u>





<b>2.24</b>	<b><u>EMPLOYEE BENEFITS EXPENSES</u></b>		
	Salary, Wages, Allowances and Bonus	20,24,308	19,32,700
	Contribution to Provident and other Funds	1,18,562	1,24,915
	Staff Welfare Expenses	1,95,777	2,22,995
		<u>23,38,647</u>	<u>22,80,610</u>
<b>2.25</b>	<b><u>FINANCE COSTS:</u></b>		
	Interest Expenses	49,74,227	32,62,654
	Other Borrowing costs	26,685	63,097
	Interest on Income Tax	5,483	-
	Applicable net gain/loss on foreign currency transactions and translation	-	-
		<u>50,06,395</u>	<u>33,25,751</u>
<b>2.26</b>	<b><u>DEPRECIATION AND AMORTIZATION EXPENSES:</u></b>		
	Depreciation	18,56,330	16,82,015
	Amortisation	2,30,076	2,30,076
		<u>20,86,406</u>	<u>19,12,091</u>
<b>2.27</b>	<b><u>OTHER EXPENSES:</u></b>		
	Consumption of stores and spares	22,30,909	17,05,470
	Power & Fuel	56,39,925	46,34,910
	Rent	2,53,300	2,46,000
	Rates & Taxes	15,02,716	11,00,355
	Insurance	1,72,751	1,59,580
	Professional Charges	3,82,272	2,38,248
	<b><u>Payment to the auditors:</u></b>		
	As Auditor	50,000	30,000
	As Consultant	35,000	18,000
	Freight Others	1,28,525	47,996
	Travelling & Conveyance	5,41,192	6,50,730
	<b><u>Repairs &amp; Maintenance:</u></b>		
	Machinery	18,45,386	15,49,719
	Others	3,75,473	3,27,924
	<b><u>Miscellaneous Expenses:</u></b>		
	Manufacturing	1,20,000	1,22,475
	Others	7,28,540	7,48,209
		<u>1,40,05,990</u>	<u>1,15,79,616</u>



**NOTES ON ACCOUNTS**

**NOTE – 2.28**

- (i) Previous year's figures have been regrouped, readjusted and rounded off to the nearest rupee to the extent necessary so as to conform to the current year's figures.
- (ii) The company is engaged in the business of Mining of Silica Sand at Rajasthan under the agreement with Asahi India Glass Limited (AIGL) which is the Holding Company of Integrated Glass Materials Limited(IGML).
- (iii) Balances due from and due to sundry parties are subject to confirmation.
- (iv) Information required in Statement of Profit & Loss as per para 5 (viii) of Revised Schedule VI to the Act:
- |   | Current Year | Previous Year |
|---|--------------|---------------|
| A. Value of import during the year :                                | NIL          | NIL           |
| B. Expenditure incurred in foreign currency :                       | NIL          | NIL           |
| C. Earnings in foreign currency                                     | NIL          | NILs          |
| D. The amount remitted in foreign currency on account of Dividends: | NIL          | NIL           |
| E. Value of imported Raw Materials, spares & components consumed    | NIL          | NIL           |
- (v) None of the employees getting remuneration in excess of limits prescribed u/s 217 (2A) of the Companies Act, 1956 and rules framed there under were employed for the whole or a part of the year.
- (vi) Term loan taken from Bank by the Company is primarily secured against hypothecation charged over Plant and machinery and other moveable assets of the company and against the corporate guarantee of Holding Company (Asahi India Glass Limited).
- (vii) Details of Raw Materials consumed, purchases and sales are as per Annexure – 1.
- (viii) In the opinion of board of directors the company does not have any contingent liabilities.
- (ix) Remuneration to auditors include Rs. 35,000/- (P.Y. Rs. 22,000/-) for Statutory Audit Fees, and Rs.15,000/- (P.Y. 8,000/-) for Tax Audit Fees, Rs. 35,000/- (P.Y. 18,000/-) for Consultancy.
- (x) SSI status of the creditors is not known to the Company in each case.

(xi) EARNING PER SHARE (EPS)	Current Year	Previous Year
Net Profit / (Loss) for the year	2,91,756	6,71,636
No. of Equity Shares	14,00,000	14,00,000
Earning per Share	0.14	0.48
Face Value per Equity Share	Rs. 10/-	Rs. 10/-

**(xii) RELATED PARTY DISCLOSURES**

-- As per Annexure - 2 --

In terms of our report attached

FOR VIKAS KHANNA & CO.  
CHARTERED ACCOUNTANTS

FRN 010213C

CA. VIKAS KHANNA

PROP.

M. No. 079929

PLACE: ROORKEE

DATED: 14 MAY 2013



For & on behalf of the board

*[Signature]*  
DIRECTOR

*[Signature]*  
DIRECTOR

PLACE: ROORKEE

DATED: 14 MAY 2013

**INTEGRATED GLASS MATERIALS LIMITED**

**Annexure -1 referred to in Point No. (vii) of Note - 2 attached to and forming part of Balance Sheet as at 31st March, 2013.**  
**and Statement of Profit & Loss for the year ended on that date.**

(Amount in Rupees)

Turnover	2012-13	2011-12
Silica Sand -Washed	3,45,26,941	8,00,50,909
Gitti Silica	1,33,356	-
Coarse & Fine Silica Sand	-	4,23,368
Lime Stone Powder	1,04,836	-
<b>Total</b>	<b>3,47,65,133</b>	<b>8,04,74,276</b>
<b>Purchase of Stock in Trade</b>		
Silica Sand -Washed	13,21,865	-
Lime Stone Powder	1,01,421	-
<b>Total</b>	<b>14,23,286</b>	<b>-</b>
<b>Stocks in Hand</b>		
<b>Raw Materials</b>		
Silica Sand -Unwashed	94,16,723	52,46,653
Gitti Silica	-	47,27,228
<b>Finished Goods</b>		
Silica Sand -Washed	1,85,92,846	13,87,018
<b>Work in progress</b>		
Lumps Silica	23,88,584	-
<b>By-Products</b>		
Overburden/Boulders	1,11,58,900	-
Gitti Silica	40,95,420	-
Coarse & Fine Silica Sand	51,08,984	36,40,812
<b>Stores , Spares &amp; Fuel</b>		
Stores & Spares	4,15,075	4,79,104
Diesel	61,332	12,927
<b>Total</b>	<b>5,12,37,864</b>	<b>1,54,93,742</b>

Note: During preceding year Gitti Silica was used for further processing hence was treated as Raw Material and during current financial year these are held for sale in open market and treated as By-Product.



**INTEGRATED GLASS MATERIALS LIMITED**

Annexure -2 referred to in Point No. (xii) of Note - 2 attached to and forming part of Balance Sheet as at 31st March, 2013.

**Transactions with Related Parties :**

**(Amount in Rupees)**

Name of related Party	Nature of Transaction	Volume of transactions for the year ended 31st March, 2013	Volume of transactions for the year ended 31st March, 2012
<b>ASAHI INDIA GLASS LIMITED</b>  <b>Relation :</b> <b>Holding Company</b>	1. Expenses		
	- Rent for Land & Hiring Charges of P& M	3,36,000	3,36,000
	- Power & Electricity	10,49,410	13,02,538
	- Interest on Advances	28,54,966	24,92,333
	2. Income		
	- Sale of goods Net of Taxes	3,46,05,437	7,99,00,152
	- Job Work Net of Taxes	-	8,79,990
	- Freight	-	-
	3. Purchases of Capital Goods (Intt. Capitalisation)	-	-
	4. Advance Received	6,08,16,508	3,01,94,276
	5. Investment in Equity Shares	-	-
	6. Corporate Guarantee given (Non Fund Based)	-	-
	7. Advances Given	-	-
	8. Balance as on	31-03-13	31-03-12
	- Loans and advances	-	-
	- Creditors	6,08,16,508	3,01,94,276
	- Debtors	-	-
	- Foreign Currency Loan	-	-

