

THE MEMBERS
INTEGRATED GLASS MATERIALS LIMITED

AUDITORS' REPORT

Dear Sir,

We have audited the attached Balance Sheet of M/s INTEGRATED GLASS MATERIALS LIMITED as at 31st March, 2011 and also the Profit & Loss Account and the Cash Flow Statement of the Company for the year ended on that date annexed thereto. These financial statements are the responsibility of the Company's Management. Our responsibility is to express an opinion on these financial statements based on our audit.

We have conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

1. As required by the Companies (Auditors' Report) Order, 2003 issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Companies Act, 1956, we enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order to the extent applicable.
2. Further to our comments in para 1 above, we state that :
 - (i) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - (ii) 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;
 - (iii) The Balance Sheet, Profit and Loss Account and Cash Flow Statement dealt with by this report are in agreements with the books of account;
 - (iv) In our opinion, the Balance Sheet, Profit and Loss Account and the Cash Flow Statement dealt with by this report comply with the accounting standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956.
 - (v) On the basis of written representations received from the directors, as on 31st March, 2011, and taken on record by the Board of Directors, we report that none of the directors is disqualified as on 31st March, 2011 from being appointed as a director in terms of clause (g) of sub-section (1) of Section 274 of the Companies Act, 1956.
3. In our opinion and to the best of our information and according to the explanations given to us, the said accounts give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India :
 - (i) in so far as it relates to Balance Sheet, of the state of affairs of the Company as at 31st March, 2011 and
 - (ii) in so far as it relates to the Profit And Loss Account, of the profit of the Company for the year ended on that date; and
 - (iii) in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

PLACE : ROORKEE

DATED: 12.04.2011



For VIKAS KHANNA & CO.
CHARTERED ACCOUNTANTS

Vikas Khanna
CA. VIKAS KHANNA
PROP.
M. No. 079929
FRN 010213C

Annexure to Auditors' Report

Referred to in Paragraph 1 of our Report of even date of Integrated Glass Materials Limited for the year ended 31st March 2011

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.

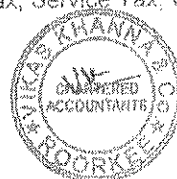
6. The company has not accepted any deposits from the public.

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. Based on information and explanations given to us, term loans were applied for the purpose for which the loans were obtained.
17. The company has not raised any short term funds, hence clause 4 (xvii) of the order is not applicable.
18. The company has not made any preferential allotment during the year.
19. The company has not issued debentures during the year.
20. During the year the company has not raised money by public issue.
21. 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: 12 MAY 2011

FOR VIKAS KHANNA & CO.
CHARTERED ACCOUNTANTS



Vikas
CA. VIKAS KHANNA
PROP.
M. No. 079929
FRN 010213C

INTEGRATED GLASS MATERIALS LIMITED

BALANCE SHEET AS AT 31ST MARCH, 2011

PARTICULARS	SCH. NO.	As at 31.03.2011		As at 31.03.2010	
		AMOUNT Rs.	AMOUNT Rs.	AMOUNT Rs.	AMOUNT Rs.
SOURCES OF FUNDS					
SHAREHOLDERS' FUNDS					
a. Share Capital	1	14,000,000		500,000	
b. Reserve & Surplus			14,000,000	-	500,000
LOAN FUNDS					
a. Secured Loans	2	14,028,847		-	
b. Unsecured Loans			14,028,847	-	
Deferred Tax Liability (NET)					37,520
TOTAL			28,028,847		537,520
APPLICATION OF FUNDS					
FIXED ASSETS					
Gross Block		34,780,247		4,919,820	
Less: Depreciation		976,019		39,325	
Net Block	3	33,804,228		4,880,495	
Capital Work in Progress	3	13,328,914	47,133,141	10,780,060	15,860,555
Deferred Tax Asset			155,836		
CURRENT ASSETS, LOANS & ADVANCES					
a. Inventories	4	28,169,864		4,313,660	
b. Sundry Debtors					
c. Cash & Bank Balances	5	1,133,862		130,630	
d. Loans & Advances	6	7,123,622		13,121,500	
		36,427,348		17,565,790	
Less: CURRENT LIABILITIES & PROVISION	7				
a. Liabilities		56,038,755		33,318,418	
NET CURRENT ASSETS			(19,611,407)		(15,752,628)
MISCELLANEOUS EXPENDITURE					
(To the extent not written off or adjusted)	8				
PROFIT AND LOSS ACCOUNT	9		351,277		629,593
Significant accounting policies & notes on Accounts	16				
TOTAL			28,028,847		537,520

For & on behalf of the board

DIRECTOR

DIRECTOR

As per our separate report of even date.

FOR VIKAS KHANNA & CO.
CHARTERED ACCOUNTANTS

PLACE: ROORKEE

DATED: 12 MAY 2011



CA. VIKAS KHANNA

PROP.

M. No. 079929

FRN 010213C

INTEGRATED GLASS MATERIALS LIMITED

PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2011

PARTICULARS	SCHEDULE	Year Ended 31.03.2011	Year Ended 31.03.2010
	NO.	AMOUNT Rs.	AMOUNT Rs.
A. INCOME			
Sales	10	34,430,303	7,351,759
Other Income	10	4,105	10,690,628
Accretion/(Decretion) of Stock	11	23,555,154	4,208,499
TOTAL		57,989,562	22,250,886
B. EXPENDITURE			
Manufacturing Expenses	12	13,567,702	4,966,300
Employees Expenses	13	631,982	181,916
Selling, Administration & Other Expenses	14	41,126,010	16,551,072
Financial Expenses	15	1,412,142	595,657
Preliminary Expenses W/off	8	-	297,791
Ammortisation	6	230,071	210,898
Depreciation	3	936,694	39,325
TOTAL		57,904,602	22,842,959
Profit / (Loss) before Taxation (A-B)		84,960	(592,073)
Provision for Current Income Tax		-	-
Provision for Deferred Tax Liability (NET)		(193,356)	37,520
Profit / (Loss) After Taxation		278,316	(629,593)
Balance carried over to balance Sheet		278,316	(629,593)
Earnings per Share - Basic and Diluted (Rs.)		0.20	(12.59)
Significant accounting policies & notes on Accounts	16		

As per our separate report of even date.

For & on behalf of the board

DIRECTOR

PLACE: ROORKEE

DATED: 12 MAY 2011

DIRECTOR

FOR VIKAS KHANNA & CO.
CHARTERED ACCOUNTANTS

CA. VIKAS KHANNA

PROP.

M. No. 079929

FRN 010213C



Integrated Glass Materials Limited

Cash Flow Statement for the year ended 31st March, 2011

Rupees

	For the Year Ended 31.03.2011	For the Year Ended 31.03.2010
A) CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit before tax and extraordinary items	84,960	(592,073)
Adjustment for:		
Depreciation and Amortisation of Intangible Assets	1,166,765	250,223
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		297,791
Amortisation of Foreign currency Monetary Items		
Diminution in the value of long term investments		
Extra Ordinary Items		
Interest paid		
Interest received	(4,105)	(1,459)
Dividend received		
Operating Profit before working capital changes	1,247,620	(45,518)
Adjustment for:		
Trade and other receivables	(347,418)	(117,445)
Inventories	(23,856,204)	(4,313,660)
Trade payable	22,720,337	33,318,418
CASH GENERATED FROM OPERATIONS	(235,664)	28,841,795
Interest paid		
Direct taxes paid		
Increase in Foreign currency Monetary Items		
CASH FLOW BEFORE PRIOR PERIOD ITEMS	(235,664)	28,841,795
Prior Period Items		
NET CASH FROM OPERATING ACTIVITIES	(235,664)	28,841,795
B) CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of fixed assets	(29,860,426)	(4,919,820)
Capital work in progress	(2548854)	(10,780,060)
Sale of fixed assets		
Capital Advances, Pre-operative Expenses and Securities	6,115,224	(13,512,744)
Sale of investments		
(Profit)/ Loss on sale of Long Investments		
(Profit)/ Loss on sale of Current Investments		
Dividend received on investments		
Interest received	4,105	1,459
NET CASH USED IN INVESTING ACTIVITIES	(26,289,951)	(29,211,165)
C) CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from Issue of Equity Shares	13,500,000	500,000
Share Application Money		
Proceeds of long term borrowings	14,528,847	



Payment of long term borrowings	500,000	
Net proceeds of short term borrowings		
Redemption of Preference shares		
Dividend and dividend tax paid		
NET CASH USED IN FINANCING ACTIVITIES	27,528,847	500,000
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENT (A+B+C)	1,003,232	130,630
CASH AND CASH EQUIVALENT As At 31st March, 2010 (Opening Balance)	130630.00	
CASH AND CASH EQUIVALENT As At 31st March, 2011 (Closing Balance)	1,133,862	130,630

As per our separate report of even date.

For & on behalf of the board

FOR VIKAS KHANNA & CO.
CHARTERED ACCOUNTANTS

PLACE: ROORKEE

DATED: 12 MAY 2011

Vikas

CA. VIKAS KHANNA

PROP.

M. No. 079929

FRN 010213C

[Signature]
DIRECTOR

[Signature]
DIRECTOR



INTEGRATED GLASS MATERIALS LIMITED

SCHEDULE ANNEXED TO AND FORMING A PART OF BALANCE SHEET AS AT 31ST MARCH, 2011

PARTICULARS	As at 31.03.2011 AMOUNT Rs.	As at 31.03.2010 AMOUNT Rs.
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SCHEDULE-1

SHARE CAPITAL

Authorised Share Capital

20,00,000 Equity Shares of RS. 10/- each	20,000,000	20,000,000
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Issued, Subscribed and Paid up

14,00,000 (Previous year 50,000) Equity Shares of Rs. 10/- each fully paid up	14,000,000	500,000
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Note: Out of the above 14,00,000 Lac (Prev. Year 50,000) equity shares are held by Asahi India Glass Limited (Holding Company)

TOTAL	14,000,000	500,000
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SCHEDULE-2

SECURED LOANS

Term Loan from State Bank of India, Roorkee (Refer Schedule 16, Note 06)	14,028,847	-
TOTAL	14,028,847	-



INTEGRATED GLASS MATERIALS LIMITED

Schedule - 3

STATEMENT OF FIXED ASSETS FORMING A PART OF BALANCE SHEET AS AT 31ST MARCH, 2011.

Particulars	GROSS BLOCK			DEPRECIATION			NET BLOCK		
	As at 01.04.2010	Additions during the year	Deductions during the year	As at 31.03.2011	As at 01.04.2010	During the year	Total	As at 31.03.2011	As at 31.03.2010
Fixed Assets									
Plant & Machinery	4,813,807	29,372,243	-	34,186,051	26,346	831,902	858,249	33,327,802	4,787,461
Electrical Fitting & Installation	5,441	-	-	5,441	33	258	291	5,150	5,408
Vehicles	42,500	-	-	42,500	1,184	4,038	5,221	37,279	41,316
Furniture & Fixtures	-	68,806	-	68,806	-	58,625	58,625	10,181	-
Sub Total	4,861,748	29,441,049	-	34,302,798	27,563	894,823	922,386	33,380,412	4,834,186
Office Equipments									
Computer System & Accessories	54,432	124,844	-	179,276	8,122	21,670	29,793	149,483	48,310
Tools & Instruments	3,640	248,716	-	252,356	3,840	10,295	13,935	238,420	-
Cellphones	-	26,300	-	26,300	-	204	204	25,096	-
Office Equipments	-	7,052	-	7,052	-	7,052	7,052	-	-
Sub Total	58,072	405,912	-	463,984	11,762	39,222	50,984	413,000	46,310
Intangible Assets									
Computer Softwares	-	13,465	-	13,465	-	2,649	2,649	10,816	-
Sub Total	-	13,465	-	13,465	-	2,649	2,649	10,816	-
GRAND TOTAL	4,919,820	29,860,426	-	34,780,247	39,325	938,694	976,019	33,804,228	4,880,495
Previous Year	-	4,919,820	-	4,919,820	-	39,325	39,325	4,880,495	-
Capital Work In Progress	10,780,060	8,198,697	5,549,843	13,328,914	-	-	-	13,328,914	10,780,060
Previous Year	-	10,780,060	-	10,780,060	-	-	-	10,780,060	-



INTEGRATED GLASS MATERIALS LIMITED

SCHEDULE ANNEXED TO AND FORMING A PART OF BALANCE SHEET AS AT 31ST MARCH, 2011

PARTICULARS	As at 31.03.2011		As at 31.03.2010	
	Amount Rs.	Amount Rs.	Amount Rs.	Amount Rs.
SCHEDULE-4				
INVENTORIES				
(As taken, valued & certified by the Management)				
Silica Sand (At cost or net realisable value whichever is lower)		27,763,653		4,208,499
Consumables & Diesel(At cost)		406,212		105,161
TOTAL		28,169,864		4,313,660
SCHEDULE-5				
CASH & BANK BALANCES				
In Current account with				
State Bank of India, Roorkee		1,074,256		101,513
Cash in Hand		59,606		29,117
TOTAL		1,133,862		130,630
SCHEDULE-6				
LOANS & ADVANCES				
Considered Good				
Advances recoverable in Cash or in kind or for value to be received		464,863		117,445
Capital Advances				6,358,439
Security Deposits (With Sales Tax Deptt.)		42,800		38,500
FDRs with Canara Bank, Karauli		23,000		23,000
Interest on FDRs with Canara Bank, Karauli		3,878		898
Interest on FDR with State Bank of India, Roorkee		1,686		561
VAT Receivable		241,268		6,458
Pre-operative Expenses				
Opening Balance	6,576,199			
Incurred			6,787,097	
Less: Written off	230,071	6,346,128	210,898	6,576,199
TOTAL		7,123,622		13,121,500
SCHEDULE-7				
CURRENT LIABILITIES & PROVISIONS				
CURRENT LIABILITIES				
Sundry Creditors				
Micro and Small Enterprise				
Others	9,261,550	9,261,550	6,286,238	6,286,238
Advance from Customers		45,885,271		25,774,964
Other Liabilities		891,934		1,257,216
TOTAL		56,038,755		33,318,418



INTEGRATED GLASS MATERIALS LIMITED

SCHEDULE ANNEXED TO AND FORMING A PART OF BALANCE SHEET AS AT 31ST MARCH

PARTICULARS	As at 31.03.2011	As at 31.03.2010
	Amount Rs.	Amount Rs.
SCHEDULE-8		
MISCELLANEOUS EXPENDITURE		
(To the extent not written off or adjusted)		
Preliminary Expenses		
Expenses incurred	-	297,791
Less: Written Off	-	297,791
Closing Balance		

SCHEDULE-9

Profit & Loss Account

Opening Balance	(629,593)	
Add: Profit / (Loss) during the year	278,316	(629,593)
TOTAL	(351,277)	(629,593)



INTEGRATED GLASS MATERIALS LIMITED

SCHEDULE ANNEXED TO AND FORMING A PART OF PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2011

PARTICULARS	Year Ended 31.03.11		Year Ended 31.03.10	
	Amount Rs.	Amount Rs.	Amount Rs.	Amount Rs.
SCHEDULE-10				
INCOME				
Sales		34,430,303		7,351,759
Other Income				
Freight Recovered			10,689,169	
Interest accrued on FDRs	4,105	4,105	1,459	10,690,628
TOTAL		<u>34,434,408</u>		<u>18,042,387</u>
SCHEDULE-11				
ACCRETION/(DECRETION) IN STOCK				
A. Closing Stock - Finished Goods		27,763,653		4,208,499
B. Opening Stock - Finished Goods		4,208,499		
ACCRETION/(DECRETION) A-B		<u>23,555,154</u>		<u>4,208,499</u>
SCHEDULE-12				
MANUFACTURING EXPENSES				
Sand Purchased		305,690		547,869
Diesel				
Purchased during the year	2,109,404			
Less: Closing Stock	<u>71,856</u>	2,037,548		558,580
Power & Electricity		794,542		78,742
Blasting Expenses		680,457		153,565
Consumable Stores				
Opening Balance	105,161			
Purchased during the year	1,534,148		605,899	
Less: Closing Stock	<u>334,356</u>	1,304,953	<u>105,161</u>	500,738
Water Expenses		28,900		
Labour Charges		2,077,614		1,176,396
Mineral & Sand Shifting Expenses		1,926,296		1,041,129
Processing Expenses		2,777,589		687,359
Unloading Expenses		328,845		
Repair & Maintenance		737,143		20,174
Salaries & Wages		434,889		78,527
Hiring Charges (Plant & Machinery)		120,000		110,000
Sand Testing Charges		13,236		15,221
TOTAL		<u>13,567,702</u>		<u>4,966,300</u>



INTEGRATED GLASS MATERIALS LIMITED

SCHEDULE ANNEXED TO AND FORMING A PART OF PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2011

PARTICULARS	Year Ended 31.03.11		Year Ended 31.03.10	
	Amount Rs.	Amount Rs.	Amount Rs.	Amount Rs.
SCHEDULE-13				
EMPLOYEES EXPENSES				
House Rent Allowance		201,888		43,476
Other Allowances to Staff		143,059		42,131
Medical Reimbursement		31,177		6,537
L.T.A.		74,524		
Provision for P.M.D.		37,500		46,113
Leave Encashment		28,794		4,589
Provident Fund		35,980		
Staff Recruitment Expenses				10,227
Staff & Labour Welfare		79,063		28,843
TOTAL		631,982		181,916



INTEGRATED GLASS MATERIALS LIMITED

SCHEDULE ANNEXED TO AND FORMING A PART OF PROFIT & LOSS ACCOUNT
FOR THE YEAR ENDED 31ST MARCH, 2011

PARTICULARS	Year Ended 31.03.11 (Rs.)	Year Ended 31.03.10 (Rs.)
SCHEDULE-14		
SELLING, ADMINISTRATION & OTHER EXPENSES		
Repair & Maintenance Others	-	16,378
Conveyance Expenses	62,410	13,658
Housekeeping Expenses	679	-
Travelling Expenses (Staff)	133,963	4,110
Auditor's Remuneration	27,500	27,500
Membership & Subscription	5,000	-
Rent Paid	187,000	31,500
Telephone Charges	45,587	9,227
Round Off / Short & Excess	115	1
Legal & Professional Charges	242,248	78,500
Books & Periodicals	-	3,212
Postage & Courier	2,201	846
Printing & Stationery	44,182	25,681
Rates & Taxes	34,129	4,152
Miscellaneous Expenses	34,100	27,145
Diwali Expenses	55,807	3,845
Entertainment & Hospitality	3,009	1,895
Dead Rent	-	51,636
Horticulture Expenses	1,860	-
Insurance Charges	4,216	-
Vehicle Running & Maintenance	10,711	4,175
Salaries (Transferred from AIGL)	-	31,000
Freight Outward	39,265,829	15,936,447
Service Tax paid on Freight	985,466	280,264
TOTAL	41,126,010	16,551,072

SCHEDULE-15

FINANCIAL EXPENSES

Bank Charges	6,803	5,564
Interest	-	-
On Term Loan	1,404,549	584,927
Others	790	5,176
TOTAL	1,412,142	595,657



GNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS ANNEXED TO AND FORMING A PART OF
ALANCE SHEET AS AT MARCH 31ST 2011 AND PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED ON THAT
ATE.

A. SIGNIFICANT ACCOUNTING POLICIES:

(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 up to 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.

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**

Since the company is having loss, hence no provision for Current Tax has been taken. 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.

B. NOTES ON ACCOUNTS

1. 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.
2. 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).
3. Balances due from and due to sundry parties are subject to confirmation.

4. Information required in para 3, 4C & 4D of part II of 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	NIL
D. The amount remitted in foreign currency on account of Dividends:	NIL	NIL
E. Value of imported Raw Materials, spares & components consumed	NIL	NIL



5. 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.
6. Term Loan taken from Bank by the Company is primarily secured against hypothecation charged over Plant & Machinery and other movable assets of the company and against the corporate guarantee of Holding Company (Asahi India Glass Limited).
7. Quantitative details and value wise breakup of Raw Materials consumed, purchases, production, sales and inventories are as per Annexure -- 1.
8. In the opinion of board of directors the company does not have any contingent liabilities.
9. Remuneration to auditors include Rs. 20,000/- (P.Y. Rs. 20,000/-) for Statutory Audit Fees, and Rs. 7,500/- (P.Y. 7,500/-) for Tax Audit Fees.

10. Deferred I. Tax Asset / (Liability) comprise of the following :	Current Year	Previous Year
A. DEFERRED TAX LIABILITY		
Related to Dep. & Amortisation	Rs. 35,69,924	Rs. 1,11,134.
B. DEFERRED TAX ASSET		
Disallowances under the Income Tax Act, 1961	Rs. 55,211	Rs. 73,614
Carried Forward Losses/ Unabsorbed Dep.	Rs. 36,70,549	—
	Rs. 37,25,760	Rs. 73,614
NET DEFERRED TAX ASSET/(LIABILITY)	Rs. 1,55,836	Rs. (37,520)

11. EARNING PER SHARE (EPS)	Current Year	Previous Year
Net Profit / (Loss) after Tax	2,78,316	(6,29,593)
No. of Equity Shares	14,00,000	50,000
Earning per Share	0.20	(12.59)
Face Value per Equity Share	Rs. 10/-	Rs. 10/-

12. **RELATED PARTY DISCLOSURES**
— As per Annexure - 2 —

13. Additional information pursuant to part IV of Schedule-VI of the Companies Act, 1956 are given in Annexure -3 attached.

As per our separate report of even date.

For & on behalf of the board

FOR VIKAS KHANNA & CO.
CHARTERED ACCOUNTANTS

PLACE: ROORKEE

DATED: 12 MAY 2011

CA. VIKAS KHANNA

PROP.

M. No. 079929

FRN 010213C



Director

Director

Integrated Glass Materials Limited

Annexure-1 referred to in Note-7 of schedule-16 attached to and forming part of Balance Sheet as at 31st March, 2011

Detail of Silica Sand (Unwashed) Excavated, Purchased & Sold in 2010-11

Particulars	UOM	Quantity
Opening Stock	MT	3,244.06
Add Sand Excavated & Purchased During the year	MT	41,073.38
Total Sand Available	MT	44,317.44
Less Sales	MT	1,124.13
Less Sand used for Washing	MT	31,713.53
Closing Stock of Unwashed Silica Sand	MT	11,479.78

Detail of Silica Sand (Semi Finished) Excavated, used & Dumped

Particulars	UOM	Quantity
Opening Stock	MT	-
Add Mineral (Semi Finished) Excavated	MT	9,717.00
Closing Stock of Semi Finished Sand	MT	9,717.00

Detail of Silica Sand Washed & Sold in 2010-11

Particulars	UOM	Quantity
Opening Stock	MT	-
Add Unwashed Sand Used in Washing During the year	MT	31,713.53
Total Sand Available	MT	31,713.53
Less Sales	MT	21,238.64
Less Weight Gain in Washing	MT	1,362.16
Balance Sand Available	MT	11,837.05
Less Wastage during Sand Washing	MT	5,137.67
Closing Stock of Washed Silica Sand	MT	6,699.38

Detail of Silica Sand (Coarse & Fine) collected from washing wastage in 2010-11

Particulars	UOM	Quantity
Opening Stock	MT	61.51
Collected during the year from sand wastage	MT	4,170.00
Closing Stock of Coarse & Fine Silica Sand	MT	4,231.51



INTEGRATED GLASS MATERIALS LIMITED

Annexure-3 referred to in Note-13 of schedule-16 attached to and forming part of Balance Sheet as at 31st March, 2011

ALANCE SHEET ABSTRACT AND COMPANY'S GENERAL PROFILE**Registration Details**

Registration No.	188298	State Code	55
Balance Sheet Date	31-03-2011		

Capital Raised during the year(Amount Rs. in thousand)

Public Issue	NIL	Right Issue	NIL
Bonus Issue	NIL	Private Placement	13500.00

. Position of Mobilisation and Deployment of Funds (Amount Rs. in thousand)

Total Liabilities	28028.85	Total Assets	28028.85
<u>Sources of Funds</u>			
Paid up Capital	14000.00	Reserve & Surplus	NIL
Secured Loans	14028.85	Unsecured Loans	NIL
Deferred Tax Liability	NIL		
<u>Application of Funds</u>			
Net Fixed Assets	47133.14	Investments	NIL
Deferred Tax Asset	155.84		
Net Current Assets	(19611.41)	Miscellaneous Expenditure	NIL
Accumulated Losses	351.28		

. Performance of Company (Amount Rs. in thousands)

Turnover	34434.40	Total Expenditure	34349.44
Profit/(Loss) before Tax	84.96	Profit/(Loss) after Tax	278.32
Earning per share in Rs.	0.20	Dividend	NIL

Generic names of Principal Products/Services of the company
Mining of Silica Sand.



INTEGRATED GLASS MATERIALS LIMITED

LIST OF CAPITAL ADVANCES AS AT 31st March, 2011

PARTICULARS	As AT	As AT
	31.03.11 (Rs.)	31.03.10 (Rs.)
Finolex Cables Limited	-	702,878
Rameshwar Prajapat	-	3,507,668
Sarvesh Kumar Sharma	-	44,125
Shri Sai International	-	3,968
Swastik Engineering	-	2,100,000
TOTAL	-	6,358,439

SUNDRY CREDITORS AS AT 31ST MARCH, 2011

PARTICULARS	As AT	As AT
	31.03.11 (Rs.)	31.03.10 (Rs.)
Dilip Singh & Company	79,920	-
Ghanshyam Machinery Store	19,412	12,903
G.N. Engineering Workshop	5,500	-
Jyoti Raj Advocate	97,290	43,290
Naruka Consultant	10,400	9,400
Akshay Kumar	1,357,934	910,323
Commercial Transport Organisation	6,882,077	5,052,643
Kumar Service Station	18,506	10,100
Rajasthan Diesel Sales & Services	-	7,016
Oriental Earthmovers Pvt. Ltd.	103,687	-
Sanjeev Raj & Company	4,000	7,900
Shiva Industrial Services	197,890	167,732
Subodh Disposals	184	-
Swastik Engineering	249,990	-
Advance Construction Company	2,000	-
Amit Traders	42,800	-
Design Consultatns	9,265	-
Industrial Food Management Pvt. Ltd.	11,395	-
Kumar Canvas Store	42,298	-
Mangeram Rakesh Kumar	4,135	-
Mohit Arora & Company	49,500	-
Mustaqueem	15,295	-
Pachauri Automobiles	-	50,000
Rajnish Filling Station	9,032	-
Rajnish Kumar Praveen Kumar	3,251	-
Tanya Automobiles	-	14,931
The Bagla Machinery Corporation	45,789	-
TOTAL	9,261,549.55	6,286,238



INTEGRATED GLASS MATERIALS LIMITED

DETAILS OF PROVISIONS AS AT 31ST MARCH, 2011

PARTICULARS	Year Ended 31.03.11 (Rs.)	Year Ended 31.03.10 (Rs.)
Auditor's Remuneration	27,500	24,750
TOTAL	27,500	24,750

DETAILS OF ADVANCES FROM CUSTOMERS AS ON 31.03.2011

PARTICULARS	As AT 31.03.11 (Rs.)	As AT 31.03.10 (Rs.)
Asahi India Glass Limited	45,873,692	25,763,385
Mr. Kapil Modi	11,579	11,579
TOTAL	45,885,271	25,774,964

DETAILS OF OTHER LIABILITIES AS AT 31ST MARCH, 2011

PARTICULARS	As AT 31.03.11 (Rs.)	As AT 31.03.10 (Rs.)
T.D.S. Payable	221,102	131,691
VAT Payable	164,852	76,939
W.C.T. Payable	16,814	70,436
Outstanding Expenses	254,991	532,247
Salary Payable	183,334	92,125
P.F. Payable	23,341	-
Employees Imprest	-	31,542
Auditor's Remuneration	27,500	24,750
Pre operative Expenditure Payable to Asahi India Glass Ltd.	-	297,486
TOTAL	891,934	1,257,216

DETAILS OF SECURITY DEPOSITS AS AT 31ST MARCH, 2011

PARTICULARS	As AT 31.03.11 (Rs.)	As AT 31.03.10 (Rs.)
Security Deposit with Sales Tax	38,000	38,000
Security Deposit with BSNL	3,800	500
Security Deposit for Oxygen Cylinder	1,000	-
TOTAL	42,800	38,500



INTEGRATED GLASS MATERIALS LIMITED

LIST OF ADVANCES RECOVERABLE IN CASH OR IN KIND OR FOR VALUE TO BE RECEIVED

As At 31ST MARCH, 2011

PARTICULARS	As AT	As AT
	31.03.11 (Rs.)	31.03.10 (Rs.)
Employees Advances		4,270
Loan to Contractor	19,799	113,175
Prepaid Insurance	23,540	-
<u>Advance to Suppliers</u>		
Abbasy Foundry Works	1,863	-
Aqueel A. Khan	5,000	-
Naveen Kumar	15,000	-
Mool Chand Meena Contractor	359,694	-
Central Glass & Ceramic Research Institute	21,510	-
Raj Singh	18,457	-
TOTAL	464,863	117,445

EARNING PER SHARE

Net Profit / (Loss) for the year	278,316.08	(629,592.64)
No. of Equity Shares	1,400,000	50,000
Earning per Share	0.20	(12.59)
Face Value per Equity Share	Rs. 10/-	Rs. 10/-

