

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, 2016, 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.

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

The Company's Board of Directors is responsible for the matters in section 134(5) of the Companies Act, 2013 ("the Act") with respect to 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 principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes the maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding of the assets of the Company and for preventing and detecting the frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial control, that were operating effectively for ensuring the accuracy and completeness of the accounting records, 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.

3. **Auditor's Responsibility**

Our responsibility is to express an opinion on these financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit in accordance with the Standards on Auditing specified under section 143(10) of the Act. 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.

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 financial control relevant to the Company's preparation of the financial



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statements that give true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion whether the company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by Company's Directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

4. Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid 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, of the state of affairs of the Company as at March 31, 2016 and its profit/loss and its cash flows for the year ended on that date.

5. Emphasis of Matters

We draw attention to the following matter in the Notes to the financial statements:

- a) Note 2.28 (v) which indicates that the company has accumulated losses and its net worth has been affected. The company has incurred a net loss / net cash loss during the current year and, the company's current liabilities exceeded its current assets as at the balance sheet date. However, the financial statements of the company have been prepared on a going concern basis for the reason stated in the said Note.

Our opinion is not modified in respect of this matter.

Report on Other Legal and Regulatory Requirements

6. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the Annexure - 1 a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

As required by section 143(3) of the Act, we report that:

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.



Contd. – 3 –

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- 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, the 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 aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- e) On the basis of written representations received from the directors as on 31 March, 2016, taken on record by the Board of Directors, none of the directors is disqualified as on 31 March, 2016, from being appointed as a director in terms of Section 164(2) of the Act.
- f) Our report on internal financial controls under clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 is annexed as per Annexure - 2.
- g) With respect to the other matters included in the Auditor's Report in accordance with Rule 11 of the Company's (Audit and Auditors) Rules, 2014, in our opinion and to our best of our information and according to the explanations given to us :
- i. The Company does not have any pending litigations which would impact its financial position.
- ii. The Company did not have any long-term contracts including derivatives contracts for which there were any material foreseeable losses.
- iii. There were no amount which required to be transferred to the Investor Education and Protection Fund by the Company.

PLACE : ROORKEE
DATED: 13 MAY 2016



For VIKAS KHANNA & CO.
CHARTERED ACCOUNTANTS
FRN 010213C

CA. VIKAS KHANNA
PROP.
M. No. 079929

Annexure – 1 to Auditors' Report

Referred to in Paragraph 6 of our Report of even date of Integrated Glass Materials Limited for the year ended 31st March 2016

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. Title deed of immovable properties are held in the name of the company.
2. Physical verification of Inventory has been conducted by the Management at reasonable intervals. No material discrepancies were noticed.
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 189 of the Companies Act, 2013.
4. The company has not given any loan to directors, etc. covered under section 185 and no loan and investment has been made by the company so as to covered under section 186 of the Companies Act, 2013.
5. The Company has not accepted deposits during the year.
6. In our opinion and as per information and explanations given to us the Central Government has not specified the maintenance of cost records for the company under section 148(1) of the Companies Act, 2013.
7. The company is generally regular in depositing undisputed Statutory Dues including Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Duty of Customs, Duty of Excise, Value Added Tax, and any other statutory dues as applicable to it with the appropriate authorities except, certain delays in deposit of Provident Fund, Income Tax (T.D.S.) and Service Tax. According to the information and explanations given to us, no undisputed amounts were outstanding as on 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, Service Tax, Custom duty, Excise duty.

8. The company is not having any loans or borrowings from any financial institution, bank, government or from debenture holders.
9. The company has not raised money by way of initial public offer or further public offer (including debt instruments) and no term loan has been raised during the year.
10. Based on our audit procedures performed and information and explanations given by the management, we report that no material / significant fraud by the company has been noticed or reported during the course of our audit.



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11. The company has not paid or provided managerial remuneration during the year hence provisions of section 197 read with Schedule V to the Companies Act 2013 are not applicable.
12. The clause (xii) of the order is not applicable to the company.
13. Section 177 of the Companies Act 2013 is not applicable and as per the information & explanations given to us all transactions with the related parties are in compliance with Section 188 of the Companies Act, 2013 and details as required by the applicable accounting standards have been disclosed in the financial statements etc.
14. The company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review.
15. As per the information & explanations given to us the company has not entered any non-cash transactions with directors or persons connected with him.
16. The company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

PLACE: ROORKEE

DATED: 13 MAY 2016

FOR VIKAS KHANNA & CO.
CHARTERED ACCOUNTANTS
FRN 010213C



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

Referred to in Paragraph 6 (f) of our Report of even date of Integrated Glass Materials Limited for the year ended 31st March 2016

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013

We have audited the internal financial controls over financial reporting of Integrated Glass Materials Limited as of 31 March 2016 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's Management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India (the "Guidance Note"). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing as specified under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. 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.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls system over financial reporting.



Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that

(1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2016, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

PLACE: ROORKEE

DATED: 13 MAY 2016

For VIKAS KHANNA & CO.
CHARTERED ACCOUNTANTS

FRN 010213C



CA. VIKAS KHANNA
PROP.

M. No. 079929

SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS ANNEXED TO AND FORMING A PART OF BALANCE SHEET AS AT MARCH 31st 2016 AND STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED ON THAT DATE.

NOTE-1

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, 2013.
- (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 on tangible assets has been provided on Straight Line Method on the basis of useful life and residual value as specified in Schedule II of the Companies Act, 2013. Depreciation on additions during the year has been provided on pro – rata basis from the month of addition or completion. Software which is not an integral part of hardware, is treated as intangible asset and is amortized 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.
Work in progress - 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 - at cost.
Scrap of Stores & Spares - at estimated realizable value.
Cost is determined on a weighted average basis and cost includes direct materials, labour and manufacturing overheads.
- (iv) **PROVISION FOR TAXATION**
As during the year the company has suffered losses no provision for current tax has been made. 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.



NOTES ON ACCOUNTS

(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 Schedule III 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

(v) During the year the company has incurred loss and affected the net worth of the company. However the accounts have been prepared on the fundamental assumption of going concern based on support extended by its Holding Company Asahi India Glass Limited and factoring the following key aspects:

- The company is a debt free company.
- The company has been generally regular in payment of all its statutory dues.
- The Holding Company is the confirmed buyer to purchase all the produce of the company and hence the payments are also secured.
- The company enjoys the availability of mines to extract sand and plants to produce fine quality of sand.

(vi) Details of Raw Materials consumed, purchases and sales are as per Annexure – 1.

(vii) CONTINGENT LIABILITIES AND COMMITMENTS
(to the extent not provided for)

	Current Year As at 31 st March 2016	Previous Year As at 31 st March 2015
Contingent Liabilities		
a. Claims against the company not acknowledged as debts	NIL	NIL
i. Disputed Service tax Demand	NIL	NIL
ii. Disputed Income Tax Demand	NIL	NIL
iii. Disputed Sales Tax/VAT Demand	NIL	NIL
iv. Disputed T.D.S. Demand	4,63,295/-	4,63,295/-

(viii) Remuneration to auditors include Rs. 75,000/- (P.Y. Rs. 75,000/-) for Statutory Audit Fees, and Rs.25,000/- (P.Y. 25,000/-) for Tax Audit Fees, Rs. 40,000/- (P.Y. 40,000/-) for Consultancy.

(ix) On the basis of information available with the company, the company has identified the status of Micro and Small Enterprises. Further no interest has been paid or payable during the year under the terms of the Micro, Small and Medium Enterprises Development Act, 2006.



(x) **EARNING PER SHARE (EPS)**

Net Profit / (Loss) for the year
 No. of Equity Shares
 Earning per Share
 Face Value per Equity Share

Current Year

(1,29,66,503)
 14,00,000
 (9.26)
 Rs. 10/-

Previous Year

(98,52,613)
 14,00,000
 (7.04)
 Rs. 10/-

(xi) **RELATED PARTY DISCLOSURES**

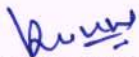
-- As per Annexure - 2 --

In terms of our report attached

FOR VIKAS KHANNA & CO.

CHARTERED ACCOUNTANTS

FRN 010213C



CA. VIKAS KHANNA

PROP.

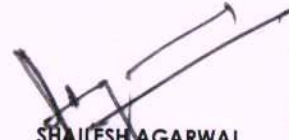
M. No. 079929

PLACE: ROORKEE

DATED: 13 MAY 2016

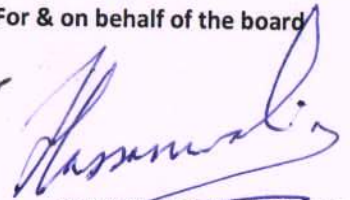


For & on behalf of the board



SHAILESH AGARWAL
 DIRECTOR

DIN : 02221969



TAJINDER SINGH HASSANWALIA
 DIRECTOR

DIN : 02463629

INTEGRATED GLASS MATERIALS LIMITED

BALANCE SHEET AS AT

31st MARCH, 2016

Amount in Rupees

SL. NO.	PARTICULARS	NOTE NO.	FIGURES AS AT THE END OF CURRENT REPORTING PERIOD 31st MARCH, 16	FIGURES AS AT THE END OF PREVIOUS REPORTING PERIOD 31st MARCH, 15
I	<u>EQUITY AND LIABILITIES</u>			
1	<u>SHAREHOLDERS' FUNDS</u>			
	(a) Share capital	2.1	140,00,000	140,00,000
	(b) Reserves and surplus	2.2	(211,73,847)	(82,07,344)
2	<u>NON-CURRENT LIABILITIES</u>			
	(a) Long-term borrowings	2.3	-	-
	(b) Deferred Tax Liabilities (Net)	2.12	-	-
	(c) Other Long term liabilities	2.4	-	-
	(d) Long-term provisions	2.5	-	-
3	<u>CURRENT LIABILITIES</u>			
	(a) Short-term borrowings	2.6	-	-
	(b) Trade payables	2.7	144,55,659	105,76,741
	(c) Other current liabilities	2.8	1415,92,883	1246,29,294
	(d) Short-term provisions	2.9	-	-
	TOTAL		1488,74,695	1409,98,691
II	<u>ASSETS</u>			
1	<u>NON-CURRENT ASSETS</u>			
	(a) Fixed assets			
	(i) Tangible assets	2.10	398,22,625	405,30,486
	(ii) Intangible assets	2.10	53,01,050	54,52,221
	(iii) Capital work-in-progress	2.10	53,12,473	36,81,403
	(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	83,58,090	26,96,360
	(d) Long-term loans and advances	2.13	6,25,043	6,25,043
	(e) Other non - current assets	2.14	-	-
2	<u>CURRENT ASSETS</u>			
	(a) Inventories	2.15	868,68,242	812,62,827
	(b) Trade receivables	2.16	2,49,838	2,14,620
	(c) Cash and cash equivalents	2.17	1,14,754	29,50,665
	(d) Short-term loans and advances	2.18	22,22,579	35,85,066
	(e) Other current assets	2.19	-	-
3	<u>FOREIGN CURRENCY MONETARY ITEM TRANSLATION DIFFERENCE ACCOUNT</u>			
	TOTAL		1488,74,695	1409,98,691

SIGNIFICANT ACCOUNTING POLICIES

1

NOTES ON ACCOUNTS

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 Date :

For & on behalf of the board

SHANESH AGARWAL
Director
DIN : 02221969

TAJINDER SINGH HASSANWALIA
Director
DIN : 02463629

13 MAY 2016

INTEGRATED GLASS MATERIALS LIMITED
STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED
31st MARCH, 2016

Amount in Rupees

SL. NO.	PARTICULARS	NOTE NO.	FIGURES AS AT THE END OF CURRENT REPORTING PERIOD 31st MARCH, 16	FIGURES AS AT THE END OF PREVIOUS REPORTING PERIOD 31st MARCH, 15
	REVENUE FROM OPERATIONS			
I	Turnover and Inter Division Transfer		648,32,696	767,43,186
	Less: Inter Division Transfer		-	-
	Turnover		648,32,696	767,43,186
	Less: Excise Duty		-	-
	Net Turnover		648,32,696	767,43,186
	Operating Income - Sale of Scrap			4,82,127
II	Other income	2.20	2,36,049	3,363
III	Total Revenue (I+II)		650,68,744	772,28,676
IV	EXPENSES:			
a	Cost of materials consumed	2.21	217,66,099	545,00,059
b	Purchase of Stock-in-Trade	2.22	450,08,281	90,79,748
c	Changes in inventories of finished goods, work-in-progress and Stock-in-Trade	2.23	(110,34,120)	(98,28,340)
d	Employees benefits expense	2.24	25,89,476	34,45,411
e	Finance costs	2.25	86,71,599	70,32,054
f	Depreciation and amortisation expenses	2.26	44,80,920	46,26,721
g	Other expenses	2.27	122,14,724	219,78,732
	Total expenses		836,96,978	908,34,385
V	Profit/(loss) before extraordinary items and tax (III-IV)		(186,28,234)	(136,05,710)
VI	Extraordinary items		-	-
VII	Profit/(loss) before tax		(186,28,234)	(136,05,710)
VIII	Tax Expenses:			
a	Current tax		-	-
b	Earlier years tax		-	-
c	Deferred tax		(56,61,730)	(37,53,097)
d	MAT credit entitlement		-	-
IX	Profit/(Loss) for the period (VII-VIII)		(129,66,503)	(98,52,613)
X	Earning per equity share:			
a	Basic		-9.26	-7.04
b	Diluted		-9.26	-7.04

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 Date:

13 MAY 2016

For & on behalf of the board

SHAKESH AGARWAL
Director
DIN: 02221969

TAJINDER SINGH HASSANWALIA
Director
DIN: 02463629

INTEGRATED GLASS MATERIALS LIMITED
NOTES ON ACCOUNTS FOR THE YEAR ENDED

31st MARCH, 2016

Amount in Rupees

NOTE NO.	PARTICULARS	As at 31st MARCH, 16	As at 31st MARCH, 15
2.1	<u>SHARE CAPITAL:</u>		
	<u>AUTHORISED:</u>		
	20,00,000 Equity shares of Re. 10 each	200,00,000	200,00,000
		200,00,000	200,00,000
	<u>ISSUED, SUBSCRIBED & PAID UP</u>		
	Equity shares, Re 10 par value		
	14,00,000 equity shares fully paid up	140,00,000	140,00,000
		140,00,000	140,00,000

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 Shareholders	As at 31st March, 2016		As at 31st March, 2015	
	No. of shares	% held	No. of shares	% held
Asahi India Glass Ltd. (AIGL)	1400000	100.00	1400000	100

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, 2016		As at 31st March, 2015	
	No. of shares	Amount	No. of shares	Amount
Number of shares at the beginning	1400000	140,00,000	1400000	140,00,000
Number of shares at the end	1400000	140,00,000	1400000	140,00,000

2.2 RESERVES & SURPLUS:

Amount in Rupees

PARTICULARS	As at 31st MARCH, 16	As at 31st MARCH, 15
<u>Surplus in Statement of Profit and Loss:</u>		
As per last Balance Sheet	(82,07,344)	16,45,269
Add: Net profit / (loss) after tax transferred from Statement of Profit & Loss	(129,66,503)	(98,52,613)
Closing Balance	(211,73,847)	(82,07,344)
	(211,73,847)	(82,07,344)



2.3 LONG TERM BORROWINGS:

Amount in Rupees

PARTICULARS	As at 31st MARCH, 16	As at 31st MARCH, 15
<u>Secured Term Loans from Banks:</u>		
Foreign currency loans	-	-
Rupee Term loans	-	-
<u>Secured Term loans from others:</u>		
Foreign currency loans	-	-
Rupee Term loans	-	-
<u>Unsecured loans from a related party:</u>		
Foreign currency loans	-	-
Rupee Term loans	-	-

2.4 OTHER LONG-TERM LIABILITIES:

Amount in Rupees

PARTICULARS	As at 31st MARCH, 16	As at 31st MARCH, 15
NIL	-	-

2.5 LONG-TERM PROVISIONS:

Amount in Rupees

PARTICULARS	As at 31st MARCH, 16	As at 31st MARCH, 15
NIL	-	-

CURRENT LIABILITIES:

2.6 Short Term Borrowings:

Amount in Rupees

PARTICULARS	As at 31st MARCH, 16	As at 31st MARCH, 15
<u>Secured loans repayable on demand:</u>		
From banks	-	-
From others	-	-
Other secured short term loans from banks	-	-
Other unsecured short term loans from banks	-	-



2.7 Trade Payables:-

Amount in Rupees

PARTICULARS	As at	As at
	31st MARCH, 16	31st MARCH, 15
Sundry Creditors:		
- Micro, Small and Medium Enterprises		
- Others	144,55,659	105,76,741
	<u>144,55,659</u>	<u>105,76,741</u>

2.8 Other Current Liabilities:

Amount in Rupees

PARTICULARS	As at	As at
	31st MARCH, 16	31st MARCH, 15
Advances from Related Party (Holding Company AIGL)	1408,86,486	1232,01,932
Withholding Taxes	5,77,926	5,80,699
Statutory Dues	15,406	5,19,423
Salary & Benefits	1,13,065	3,27,240
	<u>1415,92,883</u>	<u>1246,29,294</u>

2.9 Short-term provisions

Amount in Rupees

PARTICULARS	As at	As at
	31st MARCH, 16	31st MARCH, 15
Income Tax Provision	-	-



INTEGRATED GLASS MATERIALS LIMITED

2.10 STATEMENT OF FIXED ASSETS FORMING A PART OF BALANCE SHEET AS AT 31st Mar 16

Particulars	GROSS BLOCK			DEPRECIATION				NET BLOCK	
	As at 01-04-2015	Additions	Deductions	As at 31-03-2015	As at 01-04-2015	During the Period	Adjust ment	Total as at 31-03-2016	As at 31-03-2016
(a) Fixed Assets									
(i) Tangible Assets									
Land	11,00,400	-	-	11,00,400	-	-	-	-	11,00,400
Plant & Machinery	496,35,074	35,84,888	-	532,19,962	107,54,868	42,19,084	-	1,49,73,952	382,46,010
Electrical Fitting & Installation	5,441	-	-	5,441	1,764	699	-	2,463	2,978
Vehicles	1,46,156	-	-	1,46,156	42,133	13,850	-	56,023	90,133
Furniture & Fixture	1,67,232	15,000	-	1,82,232	96,880	9,055	-	1,05,974	76,258
Computer System & Accessories	2,68,626	-	-	2,68,626	2,25,722	22,340	-	2,48,062	20,564
LED TV	65,180	-	-	65,180	30,973	13,315	-	44,288	20,892
Tools & Instruments	2,52,356	-	-	2,52,356	66,486	17,148	-	83,634	1,68,722
Cellphones	84,250	18,500	-	1,02,750	36,586	16,094	-	52,680	50,070
Office Equipments	1,03,617	-	-	1,03,617	42,436	14,584	-	57,019	46,598
Total (i)	518,28,332	36,18,388	-	554,46,720	112,97,846	43,26,249	-	156,24,095	398,22,625
Previous Year as on 31st March 15	511,15,341	7,12,991	-	518,28,332	69,18,986	43,78,860	-	112,97,846	405,30,486
(ii) Intangible Assets									
Computer Software	59,065	3,500	-	62,565	32,668	17,558	-	50,227	12,338
Pre-operative Expenses	67,87,097	-	-	67,87,097	13,61,273	1,37,112	-	14,98,385	52,88,712
Total (ii)	68,46,162	3,500	-	68,49,662	13,93,941	1,54,670	-	15,48,612	53,01,050
Previous Year as on 31st March 15	68,46,162	-	-	68,46,162	11,46,080	2,47,861	-	13,93,941	54,52,221
(iii) Capital Work In Progress									
Previous Year as on 31st March 15	36,81,403	16,31,070	-	53,12,473	-	-	-	-	53,12,473
Previous Year as on 31st March 15	36,81,403	-	-	36,81,403	-	-	-	-	36,81,403
(iv) Intangible Assets under Development									
Previous Year as on 31st March 15		NIL							
(v) Impaired Assets held for Disposal									
Previous Year as on 31st March 15		NIL							



[Handwritten signature]

2.11 **NON CURRENT INVESTMENT:**

Amount in Rupees

PARTICULARS	As at 31st March, 2016		As at 31st March, 2015	
	Quoted	Unquoted	Quoted	Unquoted
Long Term Investments- At cost				
(a) In Equity Instruments- fully paid				
Trade:		-		-
Non-Trade:		-		-
(b) In Government Securities:		-		-
(c) Others:		-		-
Total		-		-

2.12 **DEFERRED TAX LIABILITIES/ASSETS (NET):**

Amount in Rupees

PARTICULARS	As at 31st MARCH, 16	As at 31st MARCH, 15
Deferred Tax Assets:		
Unabsorbed Depreciation/ Carried forward losses under tax laws	148,24,949	92,08,808
Expenses allowed for tax purpose on payment basis	-	-
Provision for Doubtful Debts & Advances	-	-
	148,24,949	92,08,808
Deferred Tax Liability:		
Difference between Book Depreciation and Depreciation under the Income Tax Rules	64,66,859	65,12,448
	64,66,859	65,12,448
Deferred Tax (Liability)/Assets (Net)	83,58,090	26,96,360

2.13 **LONG TERM LOANS AND ADVANCES:**

Amount in Rupees

PARTICULARS	As at 31st MARCH, 16	As at 31st MARCH, 15
Unsecured considered good:		
Security Deposits	40,800	40,800
MAT Credit entitlement	5,84,243	5,84,243
	6,25,043	6,25,043

2.14 **OTHER NON-CURRENT ASSETS:**

Amount in Rupees

PARTICULARS	As at 31st MARCH, 16	As at 31st MARCH, 15
Unsecured considered good:		
NIL		

2.15 **INVENTORIES:**

Amount in Rupees

PARTICULARS	As at 31st MARCH, 16	As at 31st MARCH, 15
(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	-	56,13,222
2 Work in progress	2,27,086	10,77,985
3 Finished goods	-	-
4 Stock in trade	122,42,149	-
5 Stores, Spares & Fuel	11,16,311	9,31,794
6 Others/Scraps of Stores & Spares	5,87,873	5,87,873
7 By-Products	726,94,824	730,51,953
	868,68,242	812,62,827



2.16 TRADE RECEIVABLES:

Amount in Rupees

PARTICULARS	As at 31st MARCH, 16	As at 31st MARCH, 15
Secured, considered good:		
Over Six months	-	-
Others	-	-
Unsecured:		
Over Six months	2,49,838	51,636
Others		
Considered good	-	1,62,984
Considered doubtful	-	-
Less: Provision for doubtful debts	-	-
	<u>2,49,838</u>	<u>2,14,620</u>
Considered good	2,49,838	2,14,620
Considered doubtful	-	-
Less: Provision for doubtful debts	-	-
	<u>2,49,838</u>	<u>2,14,620</u>

2.17 CASH & CASH EQUIVALENTS :

Amount in Rupees

PARTICULARS	As at 31st MARCH, 16	As at 31st MARCH, 15
(a) Balances with Banks:		
In Current accounts	41,799	26,78,276
(b) Cheques in hand/Remittances in transit	-	-
(c) Cash in hand	14,279	2,16,735
(d) Others : FDRs	58,677	55,654
Bank Deposit with more than 12 months maturity		
	<u>1,14,754</u>	<u>29,50,665</u>

2.18 SHORT TERM LOANS & ADVANCES:

Amount in Rupees

PARTICULARS	As at 31st MARCH, 16	As at 31st MARCH, 15
(Unsecured considered good unless otherwise stated)		
Advances recoverable in cash or in kind for the value to be received		
(a) Advances to Associates [AIGL for Manoharpura mine]	-	15,75,734
(b) Others:		
Advance to Creditors / Suppliers	1,77,622	87,682
Prepaid Expenses	42,300	72,188
Advance Income Tax & TCS	2,23,455	2,72,108
Balance with Government Authorities	11,92,810	13,01,141
Advances to staff & Others	5,86,391	2,76,213
Advance to staff considered doubtful	2,62,424	-
Less: Provision	2,62,424	-
	<u>22,22,579</u>	<u>35,85,066</u>

2.19 OTHER CURRENT ASSETS:

Amount in Rupees

PARTICULARS	As at 31st MARCH, 16	As at 31st MARCH, 15
NIL		

4



INTEGRATED GLASS MATERIALS LIMITED
NOTES ON ACCOUNTS FOR THE YEAR ENDED
31st MARCH, 2016

Amount in Rupees

NOTE NO.	PARTICULARS	As at 31st MARCH, 16	As at 31st MARCH, 15
2.20	<u>OTHER INCOME:</u>		
	(a) Interest Income	6,049	3,363
	(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 - Bad Debt Recovered	2,30,000	-
		2,36,049	3,363

Amount in Rupees

2.21	<u>COST OF MATERIALS CONSUMED:</u>		
	PARTICULARS	As at 31st MARCH, 16	As at 31st MARCH, 15
	<u>Raw Materials Consumed:</u>		
	At the beginning of the Accounting Period	56,13,222	8,84,790
	Add:		
	Purchases	-	-
	Freight & Forest [Transportation Exp.]	37,47,307	436,77,009
	Mineral Shifting, Unloading & Sand Crushing & Processing Expenses	97,59,468	109,40,046
	Blasting Expenses	20,92,000	23,91,192
	Royalty	5,54,102	22,20,244
	Total	217,66,099	601,13,281
	Less:		
	At the end of the Accounting Period	-	56,13,222
	Silica sand Consumed	217,66,099	545,00,059

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.

Amount in Rupees

2.22	<u>PURCHASES OF STOCK IN TRADE</u>		
	PARTICULARS	As at 31st MARCH, 16	As at 31st MARCH, 15
	Purchase of Silica Sand	232,90,949	86,48,356
	Freight	217,17,332	4,31,392
		450,08,281	90,79,748

Amount in Rupees

2.23	<u>CHANGES IN INVENTORIES</u>		
	PARTICULARS	As at 31st MARCH, 16	As at 31st MARCH, 15
	<u>Work in Progress</u>		
	At the beginning of the Accounting Period	10,77,985	39,45,937
	At the end of the Accounting Period	2,27,086	10,77,985
		8,50,899	28,67,952
	<u>Finished Good</u>		
	At the beginning of the Accounting Period	-	1,90,777
	At the end of the Accounting Period	-	-
		-	1,90,777
	<u>Stock in Trade</u>		
	At the beginning of the Accounting Period	-	-
	At the end of the Accounting Period	122,42,149	-
		(122,42,149)	-
	<u>Others- By-Products</u>		
	At the beginning of the Accounting Period	730,51,953	601,64,884
	At the end of the Accounting Period	726,94,824	730,51,953
		3,57,129	(128,87,069)
		(110,34,120)	(98,28,340)



Amount in Rupees

NOTE NO.	PARTICULARS	As at 31st MARCH, 16	As at 31st MARCH, 15
2.24	EMPLOYEE BENEFITS EXPENSES		
	Salary, Wages, Allowances and Bonus	22,72,236	27,06,320
	Contribution to Provident and other Funds	1,09,299	1,60,546
	Staff Welfare Expenses	2,07,941	5,78,545
		25,89,476	34,45,411

Amount in Rupees

2.25	FINANCE COSTS:		
	PARTICULARS	As at 31st MARCH, 16	As at 31st MARCH, 15
	Interest Expenses	86,64,360	69,83,801
	Other Borrowing costs	5,421	15,213
	Interest on Income Tax	1,818	33,040
		86,71,599	70,32,054

Amount in Rupees

2.26	DEPRECIATION AND AMORTIZATION EXPENSES:		
	PARTICULARS	As at 31st MARCH, 16	As at 31st MARCH, 15
	Depreciation	43,43,808	43,96,645
	Amortisation	1,37,112	2,30,076
		44,80,920	46,26,721

Amount in Rupees

2.27	OTHER EXPENSES:		
	PARTICULARS	As at 31st MARCH, 16	As at 31st MARCH, 15
	Consumption of stores and spares	4,03,079	25,13,819
	Power & Fuel	22,83,185	60,65,848
	Rent	4,61,754	5,06,485
	Rates & Taxes	16,61,992	21,08,013
	Insurance	-	12,539
	Compensation	10,00,000	-
	Legal & Professional Charges	9,37,833	2,48,859
	Rejection/deviation charges	2,21,388	-
	T.D.S. Late Fees	-	2,10,259
	Payment to the auditors:		
	As Auditor	1,00,000	1,00,000
	As Consultant	40,000	40,000
	Freight Others	35,812	2,70,446
	Travelling & Conveyance	15,39,333	20,19,189
	Repairs & Maintenance:		
	Machinery	18,99,339	62,77,498
	Others	32,502	1,59,792
	Miscellaneous Expenses:		
	Manufacturing	1,20,000	1,20,000
	Others	12,16,083	13,25,985
	Provision for doubtful Advance to Staff	2,62,424	-
		122,14,724	219,78,732



Annexure -2 referred to in Point No. (xii) of Note 2.28 attached to and forming part of Balance Sheet as at 31st March, 16.

Transactions with Related Parties :

(Amount in Rupees)

Name of related Party	Nature of Transaction	Volume of transactions for the year ended 31st March, 16	Volume of transactions for the year ended 31st March, 15
ASAHI INDIA GLASS LIMITED Relation : Holding Company	1. Expenses		
	- Rent for Land & Hiring Charges of P& M	3,36,000	3,36,000
	- Power & Electricity	3,68,005	4,96,974
	- Purchased Silica Sand for processing	36,21,089	82,44,170
	- Deviation Charges	2,21,388	-
	- Stores & Spares	3,104	1,28,556
	- Interest on Advances	86,64,360	69,83,801
	2. Income		
	- Sale of goods Net of Taxes	630,92,017	753,67,211
	- Job Work Net of Taxes	-	-
	- Freight & Unloading	-	8,080
	3. Purchases of Capital Goods [Genset]	-	2,29,731
	4. Advance Received	1408,86,486	1232,01,932
	5. Investment in Equity Shares	-	-
	6. Corporate Guarantee given (Non Fund Based)	-	-
	7. Advances Given	-	15,75,734
	8. Balance as on	31-03-2016	31-03-2015
	- Loans and advances	-	15,75,734
	- Creditors	1408,86,486	1232,01,932
	- Debtors	-	-
	- Foreign Currency Loan	-	-



Integrated Glass Materials Limited

Annexure -I referred to Point No.(vi) of Note -2.28 attached to and forming part of Balance Sheet as at 31st March 16

Stock In Hand	01-04-15 to 31-03-16	01-04-14 to 31-03-15
Raw Materials		
Silica Sand -Unwashed		56,13,222
STOCK IN TRADE		
Silica Sand -Washed	35,85,555	
Silica Sand -UNWashed	86,56,594	
	122,42,149	
Work in Progress		
Lumps Silica Sand	2,27,086	10,77,985
By Products		
Overburden/Boulders	504,27,101	508,82,645
Gitti Silica Sand	165,68,361	160,17,111
Coarse & Fine Silica Sand	56,99,362	61,52,197
	726,94,824	730,51,953
Stores & Spares & Fules		
Stores & Spares & Fules	11,16,311	9,31,794
Diesel		
Others		
Scraps of Stores & Spares	5,87,873	5,87,873
Total	868,68,242	812,62,827



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Cash Flow Statement for the year ended 31st March, 16

Sr.	Particulars	As at 31.03.16	As at 31.03.15
A)	CASH FLOW FROM OPERATING ACTIVITIES		
	Net Profit before tax and extraordinary items	(1,86,28,234)	(1,36,05,710)
	Adjustment for:		
	Depreciation and Amortisation of Intangible Assets	44,80,920	46,26,721
	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	-	(3,363)
	Interest received	(6,049)	-
	Dividend received	-	-
	Operating Profit before working capital changes	(1,41,53,363)	(89,82,352)
	Adjustment for:		
	Trade and other receivables	(35,218)	(1,42,984)
	Inventories	(56,05,415)	(1,45,00,247)
	Trade payable	38,78,919	(1,41,43,152)
	Short Term Loans and Advances	(2,13,246)	(11,61,209)
	Other Current Liabilities	1,69,63,589	4,24,86,610
	Short Term Provisions	-	-
	CASH GENERATED FROM OPERATIONS	8,35,265	35,56,666
	Interest paid	-	-
	Direct taxes paid	-	4,60,660
	Increase in Foreign currency Monetary Items	-	-
	CASH FLOW BEFORE PRIOR PERIOD ITEMS	8,35,265	30,96,006
	Prior Period Items	-	-
	NET CASH FROM OPERATING ACTIVITIES	8,35,265	30,96,006
B)	CASH FLOW FROM INVESTING ACTIVITIES		
	Purchase of fixed assets	(36,21,888)	(7,12,991)
	Capital work in progress	(55,336)	-
	Sale/Loss 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	6,049	3,363
	NET CASH USED IN INVESTING ACTIVITIES	(36,71,176)	(7,09,628)
C)	CASH FLOW FROM FINANCING ACTIVITIES		
	Proceeds from Issue of Equity Shares	-	-
	Share Application Money	-	-
	Proceeds of long term borrowings	-	-
	Payment of long term borrowings	-	-
	Net proceeds of short term borrowings	-	0
	Redemption of Preference shares	-	0
	Dividend and dividend tax paid	-	-
	NET CASH USED IN FINANCING ACTIVITIES	-	-
	NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENT (A+B+C)	(28,35,911)	23,86,378
	CASH AND CASH EQUIVALENT As At 31st March, 2014 (Opening Balance)	29,50,665	5,64,287
	CASH AND CASH EQUIVALENT As At 31st March, 2015 (Closing Balance)	1,14,754	29,50,665

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:



SHALESH AGARWAL
DIRECTOR
DIN : 02221969

RAJINDER SINGH HASSANWALIA
DIRECTOR
DIN : 02463629

13 MAY 2016