

JAND & ASSOCIATES

Chartered Accountants

AUDITORS' REPORT

The Members

GX Glass Sales & Services Ltd

New Delhi.

1. We have audited the attached Balance Sheet of Gx Glass Sales & Services Ltd, as at March 31, 2013 and also the annexed Profit & Loss Statement of the company for the year ended on that date. 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.
2. 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.
3. As required by the Companies (Auditors' Report) order, 2003 issued by the Central Government in terms of section 227(4A) of the Companies Act, 1956, we enclose in the annexure a statement of matters specified in paragraphs 4 & 5 of the said order to the extent these are applicable to the company.
4. Further to our comments in the annexure referred to above, we report that:
 - a) We have obtained all the information and explanation 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 it appears from our examination of these books;
 - c) The Balance Sheet and Profit & Loss Statement dealt with by this report are in agreement with the books of account;



- d) In our opinion, Balance Sheet and Profit & Loss 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.
- e) On the basis of the written representations received from the directors and taken on record by the Board of Directors, we report that prima-facie none of the directors is disqualified from being appointed as a director in terms of section 274(1) (g) of the Companies Act, 1956 as at March 31, 2013;
- f) As stated in Note No. 2.27 of Notes to accounts forming part of financial statements, the company has paid total remuneration of Rs. 55,00,212 (previous year Rs. 49,71,228) to its executive director which is in excess of the limit specified under schedule XIII to the companies Act, 1956 by Rs. 55,00,212 (previous year Rs. 49,71,228)
- g) Subject to our comments in para (f) above in our opinion and to the best of our information and according to the explanations given to us, said accounts read together with the notes thereon, 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 the case of Balance Sheet, of the state of affairs of the company as at March 31, 2013 and
 - (ii) In the case of Profit and Loss Statement, of the loss for the year ended on that date.

Place: New Delhi
Dated: April, 30 2013



For JAND & ASSOCIATES
Chartered Accountants

(PAV. JAND)
Prof.
M.No. 80-501
F.R.N. 008280N

ANNEXURE TO THE AUDITOR'S REPORT

(Referred to in Para 3 of report of even date)

- (i) a) The company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- b) As per information and explanation given to us, the management during the year has physically verified the fixed assets and no material discrepancy were noticed on such verification.
- c) The company has not disposed off any substantial part of its fixed assets during the year, which may have any impact on the going concern nature of the company.

(ii) a) As per information and explanations given to us, the inventory has been physically verified during the year by the management. In our opinion the frequency of verification is reasonable

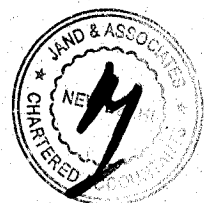
b) In our opinion and according to the information and explanations give to us, the procedures of verification of inventories followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business.

c) In our opinion and according to the information and explanations given to us, the company has maintained proper records of inventory and the discrepancies notice on such verification between physical stock and book records were not material and have been properly dealt with in the books of accounts.

(iii) a) The company has not granted any loans secured or secured or unsecured to companies, firms or other parties covered in the register maintained under section 301 of the company Act, 1956

As the company has not granted any loans secured or unsecured to companies, firms or other parties covered in the register maintained under section 301 of the company Act, 1956 hence sub-clauses (b), (c) and (d) are not applicable.

e) The company has not taken an unsecured loan from a company covered in the register maintained under section 301 of the company Act, 1956 during the previous year ended March 31, 2013. However the company had taken loan from a party referred under section 301 of the company act, 1956 in the earlier year and details are as under:



Party Name	Nature	Maximum Amount Outstanding (Rs.)(as on 31.03.2013)
Asahi India Glass limited	Unsecured Loan (including interest)	16,23,413

f) As per information and explanations given to us, the rate of interest and other terms & conditions of the unsecured loan taken by the company are not prima facie prejudicial to the interest of the company .

g) As per information and explanation given to us, there is no stipulation as regards to the repayment of principle and the same is repayable on demand and no such demand was raised on the company during the year. **However the company has not paid the interest due on such loan.**

- iv) In our opinion and according to the information and explanation given to us, there are adequate internal control procedures commensurate with the size of the company and nature of its business with regard to purchase of inventories and fixed assets and with regard to sale of goods. Further, on the basis of our examination and according to the information and explanations given to us we have neither come across nor have been informed of any instance of major weaknesses in the aforesaid internal control procedures.
- (v) a) According to information and explanation given to us, the company has entered into the Register maintained under section 301 of the company Act, 1956 all such transaction, with needs to be entered into such Register.
- b) According to information and explanation given to us, the transactions of purchase of goods and materials made in pursuance of contracts of arrangements entered in the register maintained under section 301 of the company Act, 1956 and exceeding the value of Rupees five lakhs in respect of each party, have been made at prices which are reasonable having regard to prevailing market prices for such goods and material.
- (vi) In our opinion and according to the information and explanations given to us, the company has not accepted any deposits within the meaning of section 58A and 58AA of the company Act, 1956 and the rules framed there under.
- (vii) In our opinion and according to the information and explanation given to us, the company has an internal audit system and the same needs to be strengthened to make it commensurate with the size of the company and nature of its business.
- (viii) The maintenance of cost records for the company's business has not been prescribed by the central government under section 209 (1)(d) of the Company Act, 1956.



- (ix) a) The company has generally been regular in depositing undisputed statutory due,, including provident fund, employee' state insurance, sales tax, income tax , service tax, cess and other material statutory dues applicable to it with the appropriate authority during the year .
- b) In our opinion and according to the information and explanations given to us there are no disputed statutory dues during the year.
- (x) The company has been into existence for less than five year from the date of its registration till the last date of its financial year covered under this reports hence this clause is not applicable.
- (xi) In our opinion and according to the explanations given to us, the company has not defaulted in repayment of dues to banks. The company has not obtained any borrowings from any financial institutions or by way of debentures.
- (xii) a) As per information and explanations given to us, the company has not granted any loan and advances on the basis of security by way of pledge of shares, debentures and other securities.
- (xiii) In our opinion the company is not a nidhi/mutual benefit fund / society and hence clause (xiii) of the order is not applicable to the company.
- (xiv) In our opinion, the company is not dealing in or dealing in or trading in shares, securities debentures and other investment and hence clause (xiv) of the order is not applicable to the company.
- (xv) As per information and explanations given to us, the company has not given any guarantees for loans taken by others from bank or financial institutions.
- (xvi) As per information and explanations given to us, the company has not obtained any term loan during the year.
- (xvii) As per information and explanations given to us, the company has not granted any
- (xviii) According to the information and explanations given to us and on an overall examination of the balance sheet of the company, we report that during the year short term funds have been used to finance long term investment to the extent of Rs. 9,70,922 (Previous Year Rs.50,31,934).
- (xix) According to the information and explanation given to us, no debentures have been issued by the company during the year.
- (xx) The company has not raised money by the way of public issue during the year.
- (xvi) As per information and explanations given to us, the company has not obtained any term loan during the year.
- (xvii) According to the information and explanations given to us, the company has not granted any
- (xviii) According to the information and explanations given to us and on an overall examination of the balance sheet of the company, we report that during the year short term funds have been used to finance long term investment to the extent of



- (xxi) During the course of our examination of the books of account carried out in accordance with the generally accepted auditing practices in India, we have not come across any instance of material fraud on or by the company nor have we been informed by the management of such instances being noticed or reported during the year.

Place : New Delhi

Date : April 30, 2013



For JAND & ASSOCIATES

Chartered Accountants

(PAWAN JAND)

Prof.

M.No. 080501

F.R.N. 008280N

Place: New Delhi

Date: April 30, 2013

GX GLASS SALES AND SERVICES LIMITED
BALANCE SHEET AS AT
31.03.2013

(in Rs.)

	PARTICULARS	NOTE NO.	As At 31st March 2013	As At 31st March,2012
I	EQUITY AND LIABILITIES			
1	SHAREHOLDERS' FUNDS			
	(a) Share capital	2.1	35,350,000	35,350,000
	(c) Reserves and surplus	2.2	(49,772,914)	(27,751,830)
			(14,422,914)	7,598,170
2	NON-CURRENT LIABILITIES			
	(b) Long-term provisions	2.3	556,850	428,670
			556,850	428,670
3	CURRENT LIABILITIES			
	(a) Short-term borrowings	2.4	9,867,954	4,458,430
	(b) Trade payables	2.5	74,914,967	33,676,048
	(c) Other current liabilities	2.6	9,371,837	7,242,774
			94,154,758	45,377,252
	TOTAL		80,288,694	53,404,092
II	ASSETS			
1	NON-CURRENT ASSETS			
	(a) Fixed assets			
	(i) Tangible assets	2.7	21,694,675	24,205,511
	(ii) Intangible assets	2.8	1,320,563	1,823,592
	(b) Long-term loans and advances	2.90	1,985,820	2,000,820
			25,001,058	28,029,923
2	CURRENT ASSETS			
	(a) Inventories	2.10	10,381,389	6,585,918
	(b) Trade Receivables	2.11	39,800,314	16,676,056
	(c) Cash and cash equivalents	2.12	2,533,148	106,844
	(d) Short-term loans and advances	2.13	2,572,785	2,005,351
			55,287,636	25,374,170
	TOTAL		80,288,694	53,404,092

SIGNIFICANT ACCOUNTING POLICIES
NOTES ON ACCOUNTS

1
2

Per our report attached of even date
For JAND & ASSOCIATES
Chartered Accountants
(Firm Registration No. 008280 N)



Pawan Jand
Prop.
M. No. 80-501
Place: New Delhi
Dated:

Place: New Delhi
Date: 30.04.2013

Vikram Khanna
Director

Aditya Bhutani
Director

Rajesh Dobriyal
Section Head-F & A

GX GLASS SALES AND SERVICES LIMITED
PROFIT & LOSS STATEMENT FOR THE YEAR ENDED
31.03.2013

		(in Rs.)			
S. N	PARTICULARS	NOTE NO.	For The Year ended 31st March 2013		For the Year ended 31st March, 2012
I	REVENUE				
II	Revenue from Operations	2.14		147,645,257	97,805,279
	Other income	2.15		12,686	14,537
III	Total Revenue (I+II)			147,657,943	97,819,816
IV	EXPENSES:				
a	Purchase of Stock in Trade	2.16		105,169,049	67,340,676
b	Changes in inventories of Stock in Trade	2.17		(3,795,471)	(3,682,749)
c	Employees benefits expense	2.18		41,411,287	30,975,580
d	Finance costs	2.19		572,863	495,962
e	Depreciation and amortisation expense	2.20		3,731,676	2,357,856
f	Other expenses	2.21		22,589,622	16,833,952
	Total expenses			169,679,026	114,321,276
V	Profit/(loss) before extraordinary items and tax (III-IV)			(22,021,083)	(16,501,459)
VI	Extraordinary items			-	-
VII	Profit/(loss) before tax			(22,021,083)	(16,501,459)
VIII	Tax expense:				
a	Current tax			-	-
b	Earlier years tax			-	-
c	Deferred tax			-	-
d	MAT credit entitlement			-	-
IX	Profit/(Loss) for the period (VII-VIII)			(22,021,083)	(16,501,459)
X	Earning per equity share:				
a	Basic			(6.23)	(4.67)
b	Diluted				

SIGNIFICANT ACCOUNTING POLICIES
NOTES ON ACCOUNTS

1
2

Per our report attached of even date
For JAND & ASSOCIATES
Chartered Accountants
(Firm Registration No. 008280 N)



Pawan Jand
Prop.
M. No. 80-501
Place: New Delhi
Dated:

Place: New Delhi
Dated: 30.04.2013

Vikram Khanna
Vikram Khanna
Director

Aditya Bhutani
Aditya Bhutani
Director

Rajesh Dobriyal
Rajesh Dobriyal
Section Head-F & A

GX GLASS SALES AND SERVICES LIMITED
NOTES ON ACCOUNTS FOR THE PERIOD ENDED
31.03.2013

2.1 SHARE CAPITAL:

(in Rs.)

PARTICULARS	AS AT	
	31st March 2013	31st March, 2012
AUTHORISED:		
50,00,000 Equity shares of Re. 10/- each	50,00,000	50,00,000
(Previous Year 50,00,000 Equity shares of Rs 10/- each)	50,00,000	50,00,000
ISSUED, SUBSCRIBED & PAID UP		
35,35,000 (Previous Year 35,35,000)		
Equity share of Rs. 10/- each issued at par and fully paid up	35,35,000	35,35,000
	35,35,000	35,35,000

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
1 M/S Asahi India Glass Limited (Holding Co.)				
Opening Balance 29,97,500				
Add : During the Year NIL	29,97,500	84.79%	29,97,500	84.79%
2 Mr Aditya Bhutani				
Opening Balance 3,40,000				
Add : During the Year NIL	3,40,000	9.62%	3,40,000	9.62%

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	35,35,000	35,35,000	50,000	500,000
Add : During the year	0	-	34,85,000	34,85,000
Number of shares at the end	35,35,000	35,35,000	35,35,000	35,35,000

2.2 RESERVES & SURPLUS:

PARTICULARS	AS AT	
	31st March, 2013	31st March, 2012
Surplus in Statement of Profit and Loss:		
As per last Balance Sheet	(27,751,830)	(11,250,370)
Add: Net profit/(Loss) after tax transferred from Statement of Profit & Loss	(22,021,083)	(16,501,460)
Closing Balance	(49,772,914)	(27,751,830)
	(49,772,914)	(27,751,830)





2.3	LONG-TERM PROVISIONS:	(in Rs.)	
	PARTICULARS	AS AT 31st March, 2013	31st March, 2012
	Provision for Employees benefits: Leave Encashment	556,850	428,670
		556,850	428,670
2.4	CURRENT LIABILITIES: Short Term Borrowings:		
	PARTICULARS	AS AT 31st March, 2013	31st March, 2012
	Secured Loan From banks*	8,402,780	2,993,256
	Unsecured Loan Loans from Related Party	1,465,174	1,465,174
		9,867,954	4,458,430
	*Secured by exclusive charge on all movable fixed and current assets. It is further supported by irrevocable corporate guarantee of holding company Asahi India Glass Ltd		
2.5	Trade Payables:-	(in Rs.)	
	PARTICULARS	AS AT 31st March, 2013	31st March, 2012
	Sundry creditors: - Micro, Small and Medium Enterprises*		
	- Others	74,914,967	33,676,048
		74,914,967	33,676,048
	* as certified by the company		
2.6	Other Current Liabilities:		
	PARTICULARS	AS AT 31st March, 2013	31st March, 2012
	Interest accrued and due on borrowings	158,239	-
	Advances from customers	4,866,498	4,260,609
	Other payables:		
	Accrued salaries and benefits	3,175,227	2,010,920
	Withholding taxes	761,216	294,535
	Statutory dues	410,657	676,710
		9,371,837	7,242,774





S. No	DESCRIPTIONS	GROSS BLOCK				DEPRECIATION / AMORTISATION				NET BLOCK	
		AS AT 1ST April 2012	ADDITION	DEDUCTIONS	AS AT 31-Mar-13	AS AT 1ST April 2012	FOR THE Period	ON DEDUCTION ADJUSTMENT	AS AT 31-Mar-13	AS AT 31-Mar-13	AS AT 31ST MARCH 2012
2.08	TANGIBLE ASSETS										
	Leasehold Building	1,104,155	-	-	1,104,155	183,840	122,675	-	306,515	797,640	920,315
	Showroom Building	18,323,287	-	-	18,323,287	1,139,156	2,278,988	-	3,418,144	14,905,144	17,184,132
	Office Equipments	1,608,556	281,116	-	1,889,673	201,678	191,158	-	392,836	1,496,837	1,406,879
	Computers	2,083,774	436,695	-	2,520,469	499,309	374,452	-	873,761	1,646,708	1,584,465
	Electrical Installations & Fitting	463,772	-	-	463,772	33,013	22,031	-	55,044	408,727	430,758
	Furniture & Fixtures	1,636,987	-	-	1,636,987	153,527	103,408	-	256,935	1,380,052	1,483,460
	Vehicles	1,430,923	-	-	1,430,923	235,421	135,935	-	371,356	1,059,567	1,195,502
	Total	26,651,454	717,812	-	27,369,265	2,445,943	3,228,647	-	5,674,590	21,694,675	24,205,511
2.09	INTANGIBLE ASSETS										
	Computer Software	938,715	-	-	938,715	244,315	187,741	-	432,056	506,659	694,400
	Product Designs	1,576,426	-	-	1,576,426	447,234	315,288	-	762,522	813,904	1,129,192
	Total	2,515,141	-	-	2,515,141	691,550	503,029	-	1,194,579	1,320,563	1,823,592
	Grand Total	29,166,595	717,812	-	29,884,407	3,137,493	3,731,676	-	6,869,169	23,015,238	26,029,102
	Previous Year	8,846,286	985,922		9,832,208	779,637	541,552		1,321,189	8,511,019	8,066,649




2.09	<u>LONG TERM LOANS AND ADVANCES:</u>		(in Rs.)
		AS AT	
	PARTICULARS	31st March, 2013	31st March, 2012
	<u>Unsecured considered good:</u>		
	Security Deposits	1,985,820	2,000,820
		1,985,820	2,000,820
2.10	<u>INVENTORIES:</u>		
		AS AT	
	PARTICULARS	31st March, 2013	31st March, 2012
	(As taken, valued & certified by the Management)- At cost or net realisable value, whichever is lower except scrap at estimated realisable value)		
	1 Glass & Glass Products	5,551,665	1,929,623
	2 Glass Fittings & Allied Products	2,564,809	2,002,529
	3 Others (stores & spares)	2,190,148	2,618,466
	4 Scrap	74,768	35,300
		10,381,389	6,585,918
2.11	<u>TRADE RECEIVABLES:</u>		
		AS AT	
	PARTICULARS	31st March, 2013	31st March, 2012
	<u>Unsecured Considered Good</u>		
	Over Six months	4,108,123.28	5,929,038
	Others:	33,339,434.96	10,747,018
	<u>Unsecured Considered doubtful</u>		
	Over Six months	2,184,229.28	-
	Others	1,239,161.32	-
	Less: Provision for doubtful debts	(1,070,634.76)	-
		39,800,314.08	16,676,056
		39,800,314.08	16,676,056
2.12	<u>CASH & CASH EQUIVALENTS :</u>		
		AS AT	
	PARTICULARS	31st March, 2013	31st March, 2012
	(a) Balances with Banks:		
	In Current accounts	1,601,373	41,919
	Fixed Deposit	30,000	30,000
	<i>(held as margin money against security given)</i>		
	(b) Cash on hand	896,453	32,373
	(c) Others:		
	Interest Accrued but not due on Fixed Deposit	5,322	2,552
		2,533,148	106,844
2.13	<u>SHORT TERM LOANS & ADVANCES:</u>		
		AS AT	
	PARTICULARS	31st March, 2013	31st March, 2012
	<u>Unsecured considered good</u>		
	(a) Others:		
	Against supply of goods and services	1,135,841	536,374
	Prepaid Expenses	392,737	352,093
	Advance Income Tax (TDS)	585,513	467,906
	Balances with Government Authorities	458,694	648,978
		2,572,785	2,005,351

As per

Original

GX GLASS SALES AND SERVICES LIMITED
NOTES ON ACCOUNTS FOR THE YEAR ENDED
31.03.2013

NOTE NO.	PARTICULARS	(in Rs.)	
		For the Period Ended 31st March, 2013	For the period ended 31st March, 2012
2.14	REVENUE FROM OPERATIONS :		
a)	Sales of Products :-		
(i)	Glass & Glass Products	80,738,290	58,154,252
(ii)	Glass Fittings & Allied Products	41,480,558	20,043,334
(iii)	Others	8,928,230	10,104,798
b)	Sales of Services		
	Installation Services	16,498,180	9,502,895
	Total	147,645,257	97,805,279
2.15	OTHER INCOME:		
(a)	Interest Income	2,771	5,697
(b)	Miscellaneous	9,915	8,840
		12,686	14,537
2.16	PURCHASE OF STOCK IN TRADE :		
	Glass & Glass Products	63,651,983	42,379,795
	Glass Fittings & Allied Products	30,673,298	14,789,858
	Others	10,843,768	10,171,023
		105,169,049	67,340,676
2.17	CHANGES IN INVENTORIES OF STOCK IN TRADE		
	Glass & Glass Products		
	At the beginning of the Accounting Period	1,929,623	2,052,019
	At the end of the Accounting Period	5,551,665	1,929,623
		(3,622,042)	122,396
	Glass Fittings & Allied Products		
	At the beginning of the Accounting Period	2,002,529	-
	At the end of the Accounting Period	2,564,809	2,002,529
		(562,280)	(2,002,529)
	Others		
	At the beginning of the Accounting Period	2,653,766	851,150
	At the end of the Accounting Period	2,264,916	2,653,766
		388,850	(1,802,616)
		(3,795,471)	(3,682,749)
2.18	EMPLOYEE BENEFITS EXPENSE		
	Salary & Wages	38,907,129	28,958,801
	Contribution to Provident and other Funds	1,461,355	1,158,676
	Staff Welfare Expenses	1,042,803	858,103
		41,411,287	30,975,580
2.19	FINANCE COSTS:		
	Interest on Loan		
	Bank	307,124	476,971
	Others (Related party)	265,739	18,991
		572,863	495,962
2.20	DEPRECIATION AND AMORTIZATION EXPENSE:		
	Depreciation	3,228,647	1,900,308
	Amortisation	503,029	457,548
		3,731,676	2,357,856
2.21	OTHER EXPENSES:		
	Rent	4,239,663	3,040,057
	Rates & Taxes	43,308	172,842
	Insurance	80,983	35,562
	Payment to the auditors:		
	As Auditor	400,000	400,000
	For Taxation Matters	100,000	100,000
	For Other services	250,000	200,000
	Recruitment & Training	355,135	1,703,771
	Advertisement	3,682,232	2,585,153
	Forwarding expenses & cartage	2,282,233	1,324,246
	Travelling & conveyance	5,629,338	3,421,197
	Legal & Professional Charges	810,465	1,115,220
	Repairs & Maintenance:		
	Others	995,112	554,231
	Provision for doubtful debt	1,070,635	-
	Miscellaneous expenses:		
	Others	2,650,519	2,181,674
		22,589,622	16,833,952

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GX GLASS SALES & SERVICES LTD.

1. Significant Accounting policies:

a) Basis of Accounting

- i) Financial Statements are based on historical costs and are prepared on accrual basis.
- ii) Accounts have been prepared to comply in all material respects with applicable accounting principles in India, accounting standards notified under sub-section 3(C) of section 211 of the Companies Act, 1956 Companies (Accounting Standards) Rules, 2006 issued by the Central Government and other relevant provisions of the Companies Act, 1956.

b) Fixed Assets

Both tangible and intangible assets are stated at cost of acquisition or construction, less accumulated depreciation. Cost includes all expenses related to acquisition and installation of the concerned assets as well as related proportionate share of expenses incurred.

Office building on lease comprise of cost of additions and alteration carried out on leased premises.

Capital works in progress includes expenditure incurred till date of balance sheet on assets under construction / installation and capital advances made.

c) Depreciation

Tangible Assets

Depreciation on tangible asset except those on lease is provided on the Straight Line Method at the rates and in the manner provided in Schedule XIV to the Companies Act, 1956.

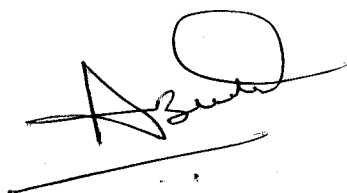
Assets costing up-to Rs.5,000/- each are depreciated fully in the year of purchase.

Intangible Assets

Intangible asset are amortized over a period of five years on a pro-rata basis.

Leasehold Assets

Leasehold assets are depreciated over the period of lease.



d) Inventories

Inventories are valued at lower of cost or net realizable value. The bases of determining cost for various categories of inventories are follows:

Stores, Spares Parts and Consumables	First in First out based on actual cost
Traded Goods	First in First Out based on actual cost
Material in Transit	At actual cost
Scrap/waste	Estimated net realizable value

e) Revenue Recognition

Sales are recognized as soon as goods are dispatched to customer and are stated net of returns, trade discounts, trade taxes etc.

Revenue with regard to services is recognized once the same are rendered.

Revenue with regard to ongoing projects is recognized based on percentage completion of work.

f) Cost of Material and Stores Consumed

Cost of traded goods and Stores is worked out by adding opening stock to purchase and reducing closing stock therefrom.

g) Employees Benefit

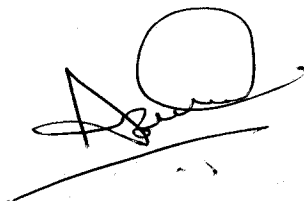
Contribution to Defined Contribution Scheme such as Provident Fund, ESIC, etc. are charged to the Profit and Loss Account as incurred.

The liability for gratuity at the end of each financial year is determined on the basis of actuarial valuation carried out by the actuary on the basis of projected unit credit method as confirmed to the Company. Profits and losses arising out of actuarial valuations are recognized in the Profit and Loss Account as income or expense.

The liability is provided based on the number of days of unutilized leave at each balance sheet date on the basis of actuarial valuation using projected unit credit method.

Liability on account of short term employee benefits comprising largely of compensated absences, bonus and other incentives is recognized on an undiscounted accrual basis.

Termination benefits are recognized as an expense in the Profit and Loss Account.



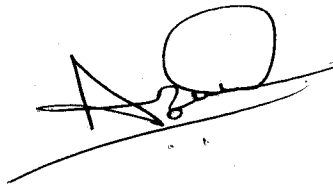

h) Taxes on Income

Current Tax is the amount of tax payable on the taxable income for the year determined in accordance with the provisions of the Income Tax Act, 1961.

Deferred Tax is recognized on timing differences; being the difference between the taxable incomes and accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred Tax Assets subject to the consideration of prudence are recognized and carried forward only to the extent that there is a reasonable certainty that sufficient future taxable income will be available against which such Deferred Tax Asset can be realized. The tax effect is calculated on the accumulated timing difference at the year end based on the tax rates and laws enacted or substantially enacted on the Balance Sheet date.

i) Operating Lease

The company has taken office building and warehouses and recognized as operating lease and the rentals thereon are charged to Profit and Loss Account. The lease agreements are usually renewed by mutual consent on mutually agreeable terms.

A large, stylized handwritten signature in black ink, possibly reading 'Rajiv' or similar, with a long horizontal stroke extending to the left.A smaller, more compact handwritten signature in black ink, possibly reading 'Anil' or similar, with a short horizontal stroke extending to the right.

GX GLASS SALES & SERVICES LTD.

2. Notes to Accounts:

2.23. Contingent Liabilities

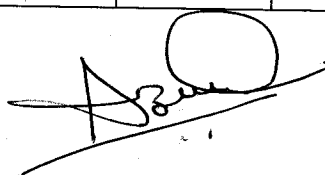
Particulars	As at 31 st March 2013 (Rs.)	As at 31 st March 2012(Rs.)
Bank Guarantees	30,000	30,000

2.24. Related Party disclosures

List of Related Parties:

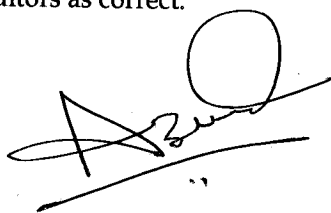
- i. Enterprise having control over reporting enterprise: Asahi India Glass Limited
- ii. Enterprise significantly influenced by Key Management Personnel: AIS Glass Solutions Limited.
- iii Key Management Personnel: Mr. Sanjay Ganjoo, Mr. Rupinder Shelly, Mr. Aditya Bhutani and Mr. Vikram Khanna

Nature of Transactions	Enterprise having control over reporting enterprise		Enterprise significantly influenced by Key Management Personnel		Key Management Personnel	
	As at 31 st Mar 2013	As at 31 st March 2012	As at 31 st Mar 2013	As at 31 st March 2012	As at 31 th Mar 2013	As at 31 st March 2012
Share Capital Asahi India Glass Limited Mr Aditya Bhutani Mr Sanjay Mohan Labroo Mr Rupinder Shelly	NIL	55,94,859			NIL NIL NIL	34,00,000 15,00,000 1,50,000
Purchase Glass & Others Products Asahi India Glass Limited AIS Glass Solutions Limited	1,21,59,025	55,68,761.86	6,20,76,265	3,84,05,824.59		
Sale of Glass & Glass Services Asahi India Glass Limited AIS Glass Solutions Ltd	3,59,110 5,22,877	7,77,301.29 NIL				




Remuneration Mr. Aditya Bhutani					55,00,212	49,71,228
Loan Taken Asahi India Glass Limited	NIL	14,48,082				
AIS Glass Solutions Ltd	35,00,000	NIL				
Outstanding Balances Asahi India Glass Limited	16,23,413	14,65,174				
Interest Asahi India Glass Limited	1,75,821	18,991				
AIS Glass Solutions Ltd	89,918	NIL				
Balance as creditors: Asahi India Glass Limited	1,01,66,392	45,36,853				
AIS Glass Solutions Ltd			5,13,99,284	2,27,48,234		
Balance as Debtors: Asahi India Glass Limited	7,94,735	7,11,051				
Reimbursement of Expenses :- Sheild Auto Glass Ltd	4,13,261	NIL				
Asahi India Map Auto Glass Ltd	(1,45,843)	NIL				

Note: Related party relationship is as identified by the Company on the basis of available information and accepted by the Auditors as correct.




2.25. Employee Benefits:

(A) DEFINED CONTRIBUTIONS PLAN

As per Accounting Standard (AS) 15 (revised 2005) on Employee Benefits, detail of expenses under Defined Contribution Plan are as under:-

Contributions	31 th Mar 2013	31 st March 2012
Provident Fund other funds (in Rs.)	14,61,355	11,58,676
Employee State Insurance (in Rs.)	3,02,700	2,41,625

(B) DEFINED BENEFIT PLANS

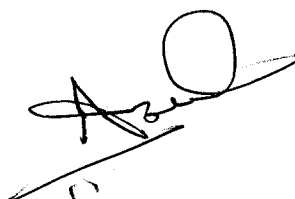
The company has a defined benefit gratuity plan and every employee who completes five years of service or more gets gratuity. However as this is only second year of operation of the company no provision for gratuity liability is made.

The company, in accordance with its rules, has made provision for leave encashment of as per actuarial valuation of Rs.5,56,850/- (Previous Year Rs. 4,28,670/-). The assumptions making the provision are as under.

Period	From 4/1/2012 to 3/31/2013	From 4/1/2011 to 3/31/2012
Discount Rate	8.25% Per annum	8.75% Per annum
Salary Growth	5.00% Per annum	8.00% Per annum
Mortality	LIC 94-96 Ultimate	LIC 94-96 Ultimate
Expected Return Rate	0	0
Withdrawal rate (Per Annum)	2.00% P.A	2.00% P.A

2.26. Under Micro, Small and Medium Enterprise Development Act, 2006, certain disclosures are required to be made relating to Micro, Small and Medium Enterprises. The Company has ascertained that as per information gathered by it none of the suppliers are covered under such Act.

2.27. The remuneration to director is approved by the shareholders of the company. However, owing to the losses during the year such remuneration was not determinable on the date of such approval. The remuneration so approved and paid is in excess by Rs. 55,00,212/- (previous reporting period Rs 49,71,228/-) of the limits specified in Schedule XIII of the Companies Act, 1956. An application is being made to the Central Government for the waiver of excess remuneration.



2.27. The total expenses on account of operating lease for the reporting period ended 31st Mar 2013 is Rs 42,39,663/- (Previous Reporting Year Rs 30,40,057/-)

2.28. In the opinion of the Board, all the current assets, loans and advances have a value on realization in the ordinary course of business atleast equal to the amount at which they are stated in the balance sheet.

2.29. Sundry Debtors, some of the Current Liabilities and Advances are subject to confirmation/reconciliation.

As Per our report of even date

For Jand & Associates,

Chartered Accountants

(Firm Regd No 008280 N)

(Pawan Jand)

Prop.

M. No. 80-501

Place: New Delhi

Date: 30.04.2013



(Vikram Khanna)
Director

(Aditya Bhutani)
Director

(Rajesh Dobriyal)
Section Head-F&A