

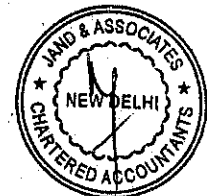
JAND & ASSOCIATES

Chartered Accountants

AUDITORS' REPORT

The Members,
AIS Glass Solutions Ltd.
New Delhi.

1. We have audited the attached Balance Sheet of AIS Glass Solutions Ltd. as at March 31, 2011 and also the annexed Profit and Loss Account and Cash Flow 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 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 of India in terms of Section 227(4A) of the Companies Act, 1956, we enclose in the Annexure a statement on the matters specified in paragraphs 4 & 5 of the said order to the extent these are applicable.
4. Further to our comments in the Annexure referred to above, we report that:
 - a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of these books;
 - c) The Balance Sheet, Profit and Loss Account and Cash Flow Statement dealt with by this report are in agreement with the books of account;



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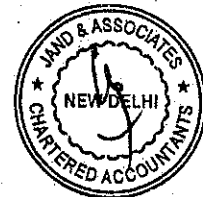
Chartered Accountants

- d) In our opinion, Balance Sheet, Profit and Loss Account and 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;
- e) On the basis of 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, 2011.
- f) In our opinion and to the best of our information and according to the explanations given to us, the 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 the Balance Sheet, of the state of affairs of the Company as at March 31, 2011 and
 - (ii) in the case of Profit and Loss Account, of the profit for the year ended on that date.
 - (iii) in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

PLACE : New Delhi.
DATED: May 11, 2011

for JAND & ASSOCIATES
Chartered Accountants

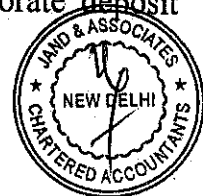
(PAWAN JAND)
Prop.
M.No. 080501
F.R.N. 008280N



ANNEXURE TO THE AUDITORS' REPORT

(Referred to in Para 3 of our 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 explanations given to us, the fixed assets have been physically verified by the management during the year and no material discrepancy was noticed on such verification.
c) In our opinion and according to the information and explanations given to us, there is no substantial disposal of fixed assets during the year.
- 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 given to us, the procedure 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 as per information and explanation given to us, no material discrepancy has been noticed between physical stock and book records on such verification.
- iii. a) The Company has advanced an inter-corporate deposit to AIS Adhesives Ltd (outstanding as at 31.3.2011Rs 1,05,00,000), a Company under the same management and appearing in the register maintained under section 301 of the Companies Act, 1956. Further the Company had given and received back inter corporate deposits to Shield Auto Glass Limited (Rs.25,00,000) and AIS Adhesives Ltd (Rs.20,00,000). Except these the Company has neither granted nor taken any loans secured or unsecured to/from Companies, firms or other parties listed in the register maintained under Section 301 of the Companies Act, 1956.
b) As per information and explanation given to us, in our opinion, the rate of interest and other terms and conditions of the inter-corporate deposit

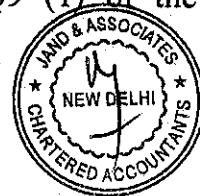


JAND & ASSOCIATES

Chartered Accountants

advanced by the Company are not prejudicial to the interest of the Company.

- c) As per information and explanation given to us both principal and interest are being repaid as stipulated.
- iv. In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the Company and nature of its business with regard to the purchase of inventories and fixed assets and with regard to the sale of goods. Further, on the basis of our examination and according to 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 explanations given to us, the Company has entered in to the Register maintained under section 301 all such transactions, which needs to be entered into such Register.
- b) According to the information and explanations given to us, the transactions of purchase of goods and materials made in pursuance of contracts or arrangements entered in the register maintained under Section 301 of the Act, and aggregating during the year to Rs. 5,00,000 or more in respect of each party, have been made at prices which are reasonable having regard to the prevailing market prices for such goods and materials.
- 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 Companies Act, 1956 and the rules framed there under.
- vii. In our opinion and according to the information and explanations given to us, the Company has an internal audit system, however 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) of the Companies Act, 1956.



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Chartered Accountants

- ix. According to the information and explanation given to us, the Company has been generally regular in depositing undisputed statutory dues, including Provident Fund, Employees' State Insurance, Income tax, Sales tax, Wealth tax, Custom Duty, Excise Duty, Cess and other material statutory dues applicable to it with the appropriate authorities during the year.
- x. The Company's accumulated losses are in excess of 50% of the net worth of the Company. However the Company has not incurred cash losses either during the year or during the immediately preceding financial year.
- xi. The Company has not defaulted in repayment of dues to financial institution. The Company has not made any borrowings from any banks or by way of debentures.
- xii. As per information and explanations given to us, the Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- xiii. In our opinion, the Company is neither a nidhi/mutual benefit fund/society hence Clause xiii of the order is not applicable to the Company.
- xiv. In our opinion, the Company is not dealing in or trading in shares, securities, debentures and other investments 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 banks or financial institution.
- xvi. As per information and explanations given to us Company has applied the term loans for the purpose for which these were obtained.
- xvii. As per information and explanation given to us the Company has not used funds raised on long-term basis for short-term investments and the Company has not raised any funds on short-term basis.
- xviii. As per information and explanation given to us the Company has not made any preferential allotment of shares during the year.



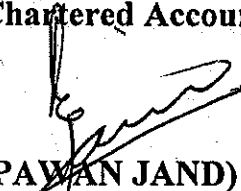
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Chartered Accountants

- xix. The Company has not issued any debentures during the year.
- xx. The Company has not raised money by way of public issue during the year.
- 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 fraud on or by the Company nor have we been informed by the management of any such instance being noticed or reported during the year.

for JAND & ASSOCIATES
Chartered Accountants

PLACE : New Delhi.
DATED: May 11, 2011


(PAWAN JAND)
Prop.
M.No. 080501
F.R.N. 008280N



AIS GLASS SOLUTIONS LTD

BALANCE SHEET AS AT 31ST MARCH 2011

	Schedule	As At 31st March 2011	As At 31st March 2010
SOURCES OF FUNDS			
1 Shareholders' Funds			
Share Capital	1	39,760,000	39,760,000
2 Loan Funds			
Secured Loans	2	168,463,527	270,128,303
TOTAL		208,223,527	309,888,303
APPLICATION OF FUNDS			
1 Fixed Assets	3		
a) Gross Block		646,262,315	623,414,602
b) Less : Depreciation / Amortisation		141,857,184	98,597,105
c) Net Block		504,405,131	524,817,497
d) Capital WIP		48,301,322	-
		552,706,452	524,817,497
2 Current Assets, Loans and Advances	4		
a) Inventories		65,969,866	38,412,739
b) Sundry Debtors		124,751,781	98,239,371
c) Cash and Bank Balances		50,676,989	37,268,112
d) Other Current Assets		3,566,692	1,675,992
e) Loans and Advances		30,732,852	20,938,215
		275,698,180	196,534,429
Less: Current Liabilities and Provisions	5		
a) Current Liabilities		661,886,459	481,958,216
b) Provisions		3,127,686	1,942,794
		665,014,145	483,901,010
Net Current Assets		(389,315,965)	(287,366,581)
4 Profit and Loss Account		44,833,040	72,437,387
TOTAL		208,223,527	309,888,303

Notes to the Accounts

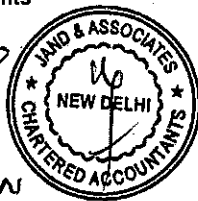
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As per our report of even date
For Jand & Associates,
Chartered Accountants

(Pawan Jand)
Prop.
M.No. 80-501

FRN 008280N

Place: New Delhi
Date : 11th May 2011



On Behalf of the Board of Directors

(Signature)

(Sanjay Labroo)
Director

(Signature)
(Rupinder Shelly)
Director

(Signature)
(Sachin Gupta)
Head - Accounts

AIS GLASS SOLUTIONS LTD

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2011

	Schedule	Year Ended 31st March, 2011	Year Ended 31st March, 2010
INCOME			
Turnover	6	526,726,198	406,642,956
Other Income	7	18,946,608	7,982,390
		545,672,806	414,625,346
EXPENDITURE			
Materials & Manufacturing Expenses	8	346,102,691	269,639,077
Personnel Expenses	9	61,876,018	42,297,443
Selling, Marketing & Administration Expenses	10	47,198,976	29,563,475
Finance Cost	11	19,620,082	25,067,392
Depreciation / Amortisation	3	43,270,692	45,388,299
		518,068,460	411,955,886
Profit/(Loss) Before Tax		27,604,346	2,669,660
Less: <u>Provision for Taxation:</u>			
Income Tax		3,400,000	-
Fringe Benefit Tax		-	-
MAT Credit Entitelment		(3,400,000)	-
Excess FBT Provision written back		-	298,801
Profit/(Loss) After Tax		27,604,346	2,968,461
Profit/(Loss) Brought Forward		(72,437,387)	(75,405,847)
Loss Carried to Balance Sheet		(44,833,040)	(72,437,387)
Basic/Diluted EPS (Note to Notes to Accounts)		6.09	0.75

As per our report of even date
For Jand & Associates,
Chartered Accountants

(Pawan Jand)
Prop.
M.No. 80-501
FRN 008280N



On Behalf of the Board of Directors

(Sanjay Labroo)
Director

(Rupinder Shelly)
Director

(Sachin Gupta)
Head - Accounts

Place: New Delhi
Date : 11th May 2011

SCHEDULES TO THE ACCOUNTS

	As at 31st March, 2011	As at 31st March, 2010
SCHEDULE 1 : SHARE CAPITAL		
AUTHORISED		
50,00,000 Equity Shares of Rs.10/- each	50,000,000	50,000,000
	<u>50,000,000</u>	<u>50,000,000</u>
ISSUED, SUBSCRIBED AND PAID UP		
39,76,000 (Previous Year 39,76,000) Equity Shares of Rs.10/ each fully Paid Up	39,760,000	39,760,000
	<u>39,760,000</u>	<u>39,760,000</u>

Note: Out of the above 3281999 (Previous Year 3281999) equity shares are held by Asahi India Glass Limited, the holding company.

SCHEDULE 2 : SECURED LOANS**BANKS**

Foreign Currency Term Loan	168,463,527	270,128,303
	<u>168,463,527</u>	<u>270,128,303</u>

Note:

- Foreign Currency term loan from EXIM Bank of India is secured by way of Exclusive Charge on the entire fixed assets situated at the Roorkee Unit of the company and First pari-passu charge on the entire current assets situated at the Roorkee Unit.
- Amount repayable within a year Rs.9,98,30,238/- (USD 2238096), previous year Rs.10,05,12,891/- (USD 2238096)

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AIS GLASS SOLUTIONS LIMITED

SCHEDULE 3 : FIXED ASSETS

DESCRIPTIONS	GROSS BLOCK			DEPRECIATION / AMORTISATION / ON DEDUCTION / ADJUSTMENT			NET BLOCK		
	AS AT 1ST APRIL 2010	ADDITION	DEDUCTIONS	AS AT 31ST MAR 2011	AS AT 1ST APRIL 2010	FOR THE YEAR	AS AT 31ST MAR 2011	AS AT 31ST MAR 2011	AS AT 31ST MARCH 2010
TANGIBLE ASSETS									
Leasehold Land	30,476,000	-	-	30,476,000	791,100	307,838	1,098,938	29,377,062	29,684,900
Factory Building	237,903,929	278,118	-	238,182,047	19,647,327	8,038,922	27,686,249	210,495,798	218,256,602
Office Buildings (On Lease)	1,123,854	-	-	1,123,854	943,544	87,624	1,031,168	92,686	180,310
Plant & Machinery	267,696,513	20,281,487	-	287,978,000	59,609,258	28,601,774	88,211,032	199,766,968	208,087,255
Office Equipments	5,207,498	457,984	-	5,665,482	864,980	255,838	1,120,818	4,544,665	4,342,518
Computers	6,752,956	655,710	42,800	7,365,866	3,725,837	1,213,132	4,928,355	2,437,511	3,027,119
Electrical Installations & Fitting	60,570,065	-	-	60,570,065	7,271,580	2,877,079	10,148,658	50,421,407	53,298,485
Furniture & Fixtures	5,814,488	797,929	-	6,612,417	1,450,925	452,775	1,903,700	4,708,717	4,363,563
Vehicles	1,125,340	-	-	1,125,340	463,697	127,276	590,973	534,367	661,643
	616,670,644	22,471,228	42,800	639,099,072	94,768,247	41,962,257	136,719,891	502,379,181	521,902,396
INTANGIBLE ASSETS									
Computer Software	6,417,603	419,285	-	6,836,888	3,505,072	1,305,866	4,810,938	2,025,950	2,912,531
Product Designs	326,355	-	-	326,355	323,786	2,569	326,355	0	2,569
	6,743,959	419,285	-	7,163,244	3,828,858	1,308,435	5,137,293	2,025,950	2,915,100
Total Current Year	623,414,603	22,890,513	42,800	646,262,315	98,597,105	43,270,692	141,857,184	504,405,131	524,817,497
Total Previous Year	656,607,665	9,320,858	42,513,922	623,414,602	53,208,806	45,582,511	98,597,105	524,817,497	603,398,860
Capital Work in Progress (Including Capital Advances)									
								48,301,322	

Note: Addition in Fixed Assets is including of Rs.505670/- on account Loss on Foreign Exchange Fluctuation on USD Term Loan.

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	As At 31st March 2011	As At 31st March, 2010
SCHEDULE 4 : CURRENT ASSETS, LOANS AND ADVANCES		
A) CURRENT ASSETS		
a) Inventories (As taken, Valued and certified by Management)		
Stores and Spare parts		
Raw Material *	11,202,990	11,219,744
Finished Goods	41,300,805	18,254,109
Work In Progress	4,391,809	2,277,182
Scrap / Wastage	8,955,302	6,511,264
	118,960	150,440
* Includes In Transit Rs.75,62,883/- previous year Rs.23,17,530/-	<u>65,969,866</u>	<u>38,412,739</u>
b) Sundry Debtors (Unsecured Considered Good unless otherwise stated)		
Over six months :		
- Considered good	37,103,159	27,062,669
- Considered doubtful	1,986,450	1,201,176
Others	87,648,622	126,738,231
Less: Provisions for Doubtful Debts	126,738,231	71,176,702
	1,986,450	99,440,547
	<u>124,751,781</u>	<u>98,239,371</u>
c) Cash and Bank Balances		
Cash on Hand	458,926	64,372
Balances with Scheduled Banks		
-on Current Account	38,178,426	21,177,797
-on Fixed Deposit (Including Interest Accrued) *	12,039,637	16,025,943
	<u>50,676,989</u>	<u>37,268,112</u>
* Held as margin against guarantee (Rs.13,09,813/- Previous year Rs.7,74,461/-)		
d) Other Current Assets (Unsecured considered good)		
Security Deposits	3,566,692	1,675,992
B) LOANS AND ADVANCES (Unsecured Considered Good unless otherwise stated)		
Advances recoverable in cash or in kind or for value to be received		
Loan to AIS Adhesives Ltd, Company under the same management	15,250,424	6,121,599
	10,500,000	6,121,599
<u>Advance Taxes/(Net of provisions)</u>		10,500,000
- Tax Deducted at Source	1,997,993	1,404,772
- Advance Tax Deposited	1,800,000	-
Vat Recoverable	2,218,810	2,911,844
Less:Provisions for doubtful	2,098,531	120,279
Balance with Excise Authorities	1,064,156	-
	<u>30,732,852</u>	<u>20,938,215</u>

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	As At 31st March 2011	As At 31st March, 2010
SCHEDULE 5 : CURRENT LIABILITIES AND PROVISIONS		
A) CURRENT LIABILITIES		
Sundry creditors		
Due to Small Scale Industrial Undertakings *		
Others	645,835,775	461,876,782
Advance from Customers	5,387,738	7,521,241
Other Liabilities	10,513,201	12,349,118
Interest Accrued but not due	149,745	211,075
	<u>661,886,459</u>	<u>481,958,216</u>
B) PROVISIONS		
Employee Benefits	3,102,686	1,917,794
Fringe Benefit Tax (Net of taxes paid)	25,000	25,000
	<u>665,014,145</u>	<u>483,901,010</u>

* As Certified by the Company

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SCHEDULES TO THE ACCOUNTS

	As At 31st March 2011		As At 31st March, 2010	
SCHEDULE 6 : TURNOVER				
Sale of Architectural Glass		509,744,722		346,327,272
Sales Traded Goods		-		42,323,084
Sale Others		5,418,090		5,289,323
Sale Compressed Air		6,479,443		5,452,845
Sale-Scrap		5,083,943		7,250,432
		<u>526,726,198</u>		<u>406,642,956</u>
SCHEDULE 7 : OTHER INCOME				
Commission [Tds deducted Rs.416864/-, Previous year is NIL]		9,824,211		2,950,277
Interest Received - ICD [Tds deducted Rs.133953/-, Previous year is Rs.110037/-		1,339,518		729,986
Interest Received [TDS deducted Rs.120005/-, Previous year is Rs.81077/-]		1,215,225		644,364
Exports Incentive (DEPB)		5,091,584		2,895,754
Foreign Exchange Fluctuation-Gain		412,414		-
Misc. Income		1,063,656		762,009
		<u>18,946,608</u>		<u>7,982,390</u>
SCHEDULE 8 : MATERIALS & MANUFACTURING				
RAW MATERIAL CONSUMED				
Opening Stock	18,254,109		26,534,853	175,484,339
Add: Purchases	302,802,204		<u>167,203,595</u>	
	321,056,313		193,738,448	
Less: Sales / Trial Run	-		-	
Less: Closing Stock	33,584,105	287,492,208	18,254,109	175,484,339
Purchases of Traded Goods				49,736,830
MANUFACTURING EXPENSES:				
Power & Fuel		27,649,834		17,612,529
Stores and Spare Consumed		17,147,846		13,087,147
Micellaneous Manufacturing Expenses		3,542,123		2,690,787
Repairs and Maintenance				
Plant and Machinery	13,358,717		6,316,181	
Building	1,439,148		1,885,261	
		<u>14,797,865</u>		<u>8,201,442</u>
		<u>63,137,668</u>		<u>91,328,735</u>
Less: Increase / Decrease in Stock				
Opening Stock				
- Finished and Traded Goods	2,277,182		6,700,119	
- Work in Progress	6,511,264		4,926,998	
- Scrap	150,440		137,772	
	<u>8,938,886</u>		<u>11,764,889</u>	
Closing Stock				
- Finished and Traded Goods	4,391,809		2,277,182	
- Work in Progress	8,955,302		6,511,264	
- Scrap	118,960		150,440	
	<u>13,466,071</u>	(4,527,185)	<u>8,938,886</u>	2,826,003
		<u>346,102,691</u>		<u>269,639,077</u>

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SCHEDULES TO THE ACCOUNTS

	As At 31st March 2011	As At 31st March, 2010
SCHEDULE 9 : PERSONNEL		
Salaries	51,043,337	34,906,354
Contribution to Provident Fund	1,913,447	1,562,829
Staff Welfare Expense	8,061,509	5,386,556
Recruitment Expense	415,899	385,187
Training Expense	441,826	56,517
	<u>61,876,018</u>	<u>42,297,443</u>
SCHEDULE 10 : SELLING, MARKETING AND ADMINISTRATION		
Packing & Forwarding(Net)	18,045,139	6,437,748
Marketing Expenses	2,417,593	1,060,745
Travelling and Conveyance	5,567,682	5,130,139
Rent	2,672,167	2,271,703
Rates & Taxes	164,238	98,992
Legal & Professional Fees	2,946,145	3,687,439
Auditors Remuneration	992,700	856,571
Repair & Maintenance:		
Buildings	1,658,512	1,406,873
Plant & Machinery	686,719	168,934
Others	2,046,171	2,017,327
Office Supply & Stationery	1,441,735	811,254
Telephone & Communication	2,499,267	2,136,350
Insurance	1,182,559	956,945
Miscellaneous Expenses	793,368	640,653
Bad Debts & Advances W/off	1,201,176	2,745,704
Provision for Doubtful Debts & Advances (net)	2,883,805	(1,544,528)
Foreign Exchange Fluctuation-Loss	-	680,626
	<u>47,198,976</u>	<u>29,563,475</u>
SCHEDULE 11 : FINANCE COST		
Bank Charges	740,253	394,706
Interest on Loan	18,879,829	24,672,686
	<u>19,620,082</u>	<u>25,067,392</u>

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AIS GLASS SOLUTIONS LIMITED

SCHEDULE 12: NOTES TO ACCOUNTS

1. Background

The Company is engaged in the business of manufacture, trade and end to end solution provider for products and services relating to all kind of architectural glass including toughened glass, laminated glass, insulated glass and glass products.

The accompanying accounts reflect the results of the activities undertaken by the Company during the year ended on 31st March 2011.

2. Accounting policies:

a) Accounting Convention

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

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 proportionate share of expenses incurred prior to the production.

Further pursuant to Companies (Accounting Standards) Amendment Rules, 2009 inserted vide notification no.GSR 225(E) dated 31-3-2009 issued by Ministry of Corporate Affairs, cost of the assets are also adjusted to account for the exchange differences arising on long term foreign currency monetary items in so far as they relate to acquisition of a depreciable capital asset..

Office building on lease comprise of cost of additions and alteration carried out as well as brokerage paid for taking the same on lease.

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

c) Inventories

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

2011

Stores, Spares Parts and Raw Material	Monthly Moving Weighted average cost except for material in transit
Work in Process & Finished Goods	Material cost plus proper share of production overheads, duties and taxes wherever applicable.
Material in Transit	At purchase cost.
Scrap/waste	Estimated net realizable value
Traded Goods	First in First Out Method based on actual Cost

d) Revenue Recognition

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

e) Cost of Raw Material and Stores Consumed

Consumption of Raw Material and Stores is accounted for based on actual consumption as per Requisition Slip.

f) Foreign Exchange Transactions

Transactions in foreign currencies are recorded at the exchange rates prevailing on the date of transactions.

Transactions outstanding at the yearend are translated at exchange rates prevailing at the year end and the profit/loss so determined is recognized in the profit and loss account except for long term foreign currency monetary items in respect of which the company has exercised the option as provided in Companies (Accounting Standards) Amendment Rules, 2009 inserted vide notification no.GSR 225(E) dated 31-3-2009 issued by Ministry of Corporate Affairs and detailed under accounting policy relating to Fixed Assets.

Current assets, current liabilities and loans denominated in foreign currencies and outstanding at year end are translated at the rates prevailing on the date of the Balance Sheet. Exchange loss/gain resulting there from, except for loans utilized to acquire depreciable assets, is dealt in Profit & Loss Account.

g) Retirement Benefit

Retirement benefits relating to defined contribution plans are charged to Profit & Loss account for the respective year to which they pertain.

Liability with regard to Gratuity plan and Leave Encashment plan is accrued based on actuarial valuations at the balance sheet date, carried out by an independent actuary. Actuarial gain or loss is recognized immediately in the statement of profit & loss as income or expense.

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h) 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.

Pursuant to Companies (Accounting Standards) Amendment Rules, 2009 inserted vide notification no.GSR 225(E) dated 31-3-2009 issued by Ministry of Corporate Affairs exchange differences arising on long term foreign currency monetary items in so far as they relate to acquisition of a depreciable capital asset are adjusted in the cost of the asset and depreciated over the balance life of the asset.

Assets costing upto 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.

i) 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.

The Company is entitled to tax holiday for a period of Five (5) years beginning from financial year 2007-08 in accordance with the provisions contained in section 80 IC of the Income Tax Act, 1961. Therefore timing differences arising and getting reversed during the tax holiday period are not being considered.

j) Preliminary Expenses

Preliminary Expenses are amortized over a period of five years.

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k) Operating Lease

The company has taken offices under cancellable operating lease agreements. The lease agreements are usually renewed by mutual consent on mutually agreeable terms. Total rental expenses under such lease were Rs. 26.72 Lacs (previous year Rs.22.72 Lacs).

l) Segment Reporting

(a) Information about Primary Business Segments:

Particulars	For the year ended on 31 March 2011					For the year ended on 31 March 2010				
	Business segment			Unallocable	Total	Business segment			Unallocable	Total
	Architectural Glass	PVB	Others			Architectural Glass	PVB	Others		
Revenue										
External Sales	509,744,722	-	11,897,533	5,083,943	526,726,198	346,327,272	42,323,084	10,742,168	7,250,432	406,642,956
Other income	5,091,584	-	-	13,855,024	18,946,608	2,895,754	-	-	5,086,636	7,982,390
Total Revenue	514,836,306	-	11,897,533	18,938,967	545,672,806	349,223,026	42,323,084	10,742,168	12,337,068	414,625,346

Segment Results										
Particulars	Architectural Glass	PVB	Others	Unallocable	Total	Architectural Glass	PVB	Others	Unallocable	Total
Operating Profit before interest & taxes	45,216,404	-	1,001,335	(2,288,307)	43,929,432	25,367,285	800,681	701,143	(901,113)	25,967,996
Interest expense	18,502,012	-	377,817	-	18,879,829	23,581,002	-	651,771	439,913	24,672,686
Interest Income	-	-	-	2,554,743	2,554,743	-	-	-	1,374,350	1,374,350
Profit before tax	26,714,392	-	623,518	266,436	27,604,346	1,786,283	800,681	49,372	33,324	2,669,660
Excess Provision for FBT written back	-	-	-	-	-	-	-	-	298,801	298,801
Profit after tax	26,714,392	-	623,518	266,436	27,604,346	1,786,283	800,681	49,372	332,125	2,968,461

Other information										
Particulars	Architectural Glass	PVB	Others	Unallocable	Total	Architectural Glass	PVB	Others	Unallocable	Total
Segment assets	815,648,704	-	12,755,928	-	828,404,632	666,377,420	-	14,227,000	40,747,506	721,351,926
Segment liabilities	665,014,145	-	-	-	665,014,145	483,869,678	-	6,332	25,000	483,901,010
Capital Expenditure	21,504,678	-	-	1,385,835	22,890,513	6,832,162	-	-	1,587,140	8,419,302
Depreciation	41,799,620	-	1,471,072	-	43,270,692	41,542,882	-	1,471,072	2,374,345	45,388,299

(b) Information about Secondary Business Segments:

Particulars	Amount(Rs.)
External Sales to SEZ	156,123,518
External Sales other than SEZ	370,602,680

Total 526,726,198

Amgnt

Segmental Information:

(a) Primary Segment:

The company deals in Architectural Glass, PVB rolls and Others. These are the basis on which the company reports its primary segment information.

(b) Secondary Segment:

The company sells its products to SEZ and other units in India. These are the basis on which the company reports its secondary segment information.

(c) Segment assets include all operating assets used by the segment and consist primarily of fixed assets, inventories, sundry debtors, loans & advances and operating cash and bank balances. Segment liabilities include all operating liabilities and consist primarily of creditors and accrued liabilities.

(d) Joint expenses are allocated to business segments on a reasonable basis.

3. Notes to Accounts:

1. Contingent Liabilities: NIL (Previous year): NIL
2. Capital Commitments: Rs.1,70,00,000/- (Previous year) : NIL
3. Capital Work-in-Progress Comprises of the following:

Particulars	As at 31 March 2011	As at 31 March 2010
Building Under Construction	1468979	NIL
Plant & Machinery Under Erection	39950401	NIL
Electrical Installations Under Erection	451033	NIL
Capital Advances	1380047	NIL
Pre-operative Expenses	3519557	NIL
Others	1531305	NIL
Total	48301322	NIL

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4. Auditors Remunerations:

	2010-11	2009-10
- as auditor	Rs. 9,00,000/-	Rs.7,50,000/-
- as management advisor	Rs. 2,50,000/-	---
- as tax advisor	Rs. 1,25,000/-	---
- out of pocket expense	Rs. 9,000/-	---
- service tax	Rs. 1,32,252,-	Rs. 77,250/-

4. 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 Adhesives Limited, AGC Glass Europe, AGC Flat Glass Asia Pacific Pte Ltd, AGC Technology Solutions Co Ltd.
 iii Key Management Personnel: Mr. Sanjay Labroo, Mr. Arvind Singh, Mr. Rupinder Shelly (All are Directors)

Transaction with Related Parties:

Nature of Transactions	Enterprise having control over reporting enterprise		Enterprise significantly influenced by Key Management Personnel		Key Management Personnel	
	31-03-11	31-03-10	31-03-11	31-03-10	31-03-11	31-03-10
Purchase of Fixed Assets:						
Asahi India Glass Limited	15891040	4645565	--	--	--	--
Purchase of Raw Material, Consumables:						
Asahi India Glass Limited	255570558	174021391	--	--	--	--
AGC Glass Europe	16286713	939269	--	--	--	--
AGC Flat Glass Asia Pacific Pte Ltd	7630489	--	--	--	--	--
AGC Technology Solutions Co Ltd	77895	29929	--	--	--	--
Sale of Raw Material, Compressed Air and Consumables:						
Asahi India Glass Limited		59974596	--	--	--	--
Sale of Fixed Assets:						
Asahi India Glass Limited	--	--	--	--	--	--
Interest Received:						
AIS Adhesives Limited	--	--	1150478	729986	--	--
Sheild Auto Glass Ltd	--	--	189040	--	--	--
Commission Received:						
Asahi India Glass Ltd	3779366	--	1150478	729986	--	--
AGC Flat Glass, North America	6044845	2950277	189040	--	--	--
Rent Received:						
Asahi India Glass Ltd	698400	603281				
Interest Paid:						
Asahi India Glass Limited	9419074	9419074	--	--	--	--
Lease Rent Paid:						
Asahi India Glass Limited	9	9	--	--	--	--
Loan given/(received):						
AIS Adhesives Limited	--	--	2000000 (2000000)	4000000 --	--	--
Sheild Autoglass Ltd			2500000 (2500000)			

ASGH

5. Earning per Share

Particulars	31-03-2011	31-03-2010
Net Profit (Loss) available for equity shareholders	Rs2,42,4,346/-	Rs.29,68,461/-
Number of Weighted Average number of shares	3976000	3976000
Basic/Diluted Earning Per Share	Rs.6.09	Rs.0.75

6. Impairment of Assets

Based on the net sale value/value in use of the CGU there is no impairment of assets as on 31-03-2011.

7. Additional Information as required by Part II of Schedule VI of the Companies Act, 1956:

1. Particulars of Installed Capacity (as certified by the Management on which auditors have placed reliance) and Production:

Product	Unit	2010-11		2009-10	
		Installed Capacity	Production As per RG1	Installed Capacity	Production As per RG1
Architectural Glass	Sq. Mtr.	2843000	835712	2843000	517221
Compressed Air	Cfm	890892000	254338259	890892000	176042238

2.

(A) Purchases, Sales, Opening Stock and Closing Stock of Architectural Glass.

(Qty in Sqm.) (Amount in Rs.)

Year	Sale		Purchase		Opening Stock		Closing Stock	
	Qty	Amount	Qty	Amount	Qty	Amount	Qty	Amount
31-03-2011	831385	509744722	NIL	NIL	5215	2277182	9542	4391809
31-03-2010	522592	346327272	NIL	NIL	10586	6700119	5215	2277182

(B) Purchases, Sales, Opening Stock and Closing Stock of Compressed Air.

(Qty in Cfm) (Amount in Rs.)

Year	Sale		Purchase		Opening Stock		Closing Stock	
	Qty	Amount	Qty	Amount	Qty	Amount	Qty	Amount
31-03-2011	187041473	6479443	NIL	NIL	NIL	NIL	NIL	NIL
31-03-2010	127523393	5452845	NIL	NIL	NIL	NIL	NIL	NIL

(C) Purchases, Sales, Opening Stock and Closing Stock of Traded Goods- PVB.

(Qty in Rolls.) (Amount in Rs.)

Year	Sale		Purchase		Opening Stock		Closing Stock	
	Qty	Amount	Qty	Amount	Qty	Amount	Qty	Amount
31-03-2011	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
31-03-2010	478	42323084	478	41522403	NIL	NIL	NIL	NIL

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3. Raw Material Consumed:

Product	(Qty in Sqm.) (Amount in Rs.)			
	2010-11		2009-10	
	Quantity	Amount	Quantity	Amount
Raw Glass	1119090	260801565	690240	157409758
PVB	112696	30219550	67759	18074581

4. Value of Spare parts and components consumed:

Product	(Amount in Rs.)			
	2010-11		2009-10	
Raw Material	Amount	(%)	Amount	(%)
- Imported	3,29,25,678	13%	7209941	5%
- Indigenous	22,78,75,888	87%	150199817	95%
Spare Parts and Component				
- Imported	42,84,470	25%	4691845	33%
- Indigenous	1,28,63,376	75%	8395301	67%

5. CIF Value of Import:

Particulars	(Amount in Rs.)	
	2010-11	2009-10
Repair & Maintenance-Machineries	8,69,801/-	NIL
Raw Material	3,14,04,848/-	22,35,041/-
Stores & Spares	26,24,239/-	48,17,342/-
Traded Goods	NIL	4,15,22,403/-

6. Expenditure in Foreign Currency:

Particulars	(Amount in Rs.)	
	2010-11	2009-10
Travel	3,14,065/-	7,58,341/-
Interest on Loan	95,21,078/-	1,51,21,038/-

7. Earning in Foreign Currency:

Particulars	(Amount in Rs.)	
	2009-11	2009-10
F.O.B Value of Export	15,61,23,518/-	7,82,76,028/-
Commission Received	60,44,845/-	29,50,277

8. The Company is entitled to tax holiday for a period of Five (5) years beginning from financial year 2007-08 in accordance with the provisions contained in section 80 IC of the Income Tax Act, 1961 and accordingly timing differences arising and getting reversed as per AS 22 during the tax holiday period are not being considered.

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9. 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	March 31, 2011	March 31, 2010
Provident Fund (in Rs.)	19,13,447	15,62,829

(B) DEFINED BENEFIT PLANS

The company has a defined benefit gratuity plan. Every employee who has completed five years or more of service gets gratuity. The scheme is however not a funded scheme:

The principal actuarial assumptions used in determining gratuity and leave liability are as follows:-

Actuarial Assumptions	Gratuity (Non Funded Plan)	Leave (Non Funded Plan)
	March 31, 2011	March 31, 2010
Discount rate (per annum)	8.25%	8%
Salary Growth (per annum)	8.25%	8%
Mortality	LIC 94-96 Ultimate	LIC 94-96 Ultimate
Withdrawal rate	2%	2%

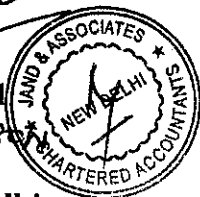
10. In the opinion of the Board, all the current assets, loans and advances have a value on realization in the ordinary course of business atleast equal to the amount at which they are stated in the balance sheet.
11. Sundry Debtors, some of the Current Liabilities and Advances are subject to confirmation/reconciliation.
12. Previous year's figures have been regrouped / rearranged, wherever found necessary to make them comparable with those of the current year.

As Per our report of even date
for Jand & Associates,
Chartered Accountants

(Pawan Jand)
Prop.

M. No. 80-501

FRN 00828



Place: New Delhi

Date : 11th May 2011

(Sanjay Labroo)
Director

(Rupinder Shelly)
Director

(Sachin Gupta)
Head - Accounts

AIS GLASS SOLUTIONS LIMITED		
CASH FLOW STATEMENTS FOR THE PERIOD ENDED MARCH 31, 2011		
	THIS YEAR	PREVIOUS YEAR
A) CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit(Loss) before tax and extraordinary items	27,604,346	2,669,660
Adjustments for:		
Depreciation and Amortisation of Assets	43,270,692	45,388,299
Excess Provision of FBT written back	-	298,801
Operating Profit(Loss) before working capital changes	70,875,038	48,356,760
Adjustments for:		
Trade and Other Receivables	(38,197,747)	175,218
Inventories	(27,557,127)	10,394,460
Trade Payables	181,113,135	81,656,770
Cash Generated from Operations	186,233,300	140,583,208
Increase in deferred revenue expenditure	-	-
Cash Flow before Extraordinary/Prior Period Items	186,233,300	140,583,208
Profit / (Loss) on Sale of Fixed Asset	-	-
Interest on Deposits	(1,339,518)	(729,986)
Net Cash Flow from Operating Activities	184,893,782	139,853,222
B) CASH FLOW FROM INVESTING ACTIVITIES		
Increase in Fixed Assets including CWIP:		
- Purchased during the year	(71,697,505)	(8,419,303)
- On account of Foreign Exchange Fluctuations	505,670	42,513,923
Sale of Fixed Assets	32,188	-
Loan to Company under the same Management	-	(4,000,000)
Interest Received on Deposits	1,339,518	729,986
Net Cash Flow from Investing Activities	(69,820,129)	30,824,606
C) CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from Issue of Equity Shares	-	-
Increase in Secured Loan (net) :		
- Repaid during the year	(101,159,106)	(106,031,257)
- On account of Foreign Exchange Fluctuations	(505,670)	(42,513,923)
Net Cash Used in Financing Activities	(101,664,776)	(148,545,180)
Net increase/(Decrease) in Cash & Cash Equivalent(A+B+C)	13,408,877	22,132,648
Cash & Cash Equivalent - Opening	37,268,112	15,135,464
Cash & Cash Equivalent - Closing	50,676,989	37,268,112

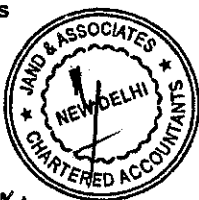
Notes:


- 1) The above Cash Flow Statement has been prepared under the "Indirect Method" as set out in the Accounting Standard 3 (AS 3) on Cash Flow Statement issued by the Institute of Chartered Accountant of India.
- 2) Figures in brackets represent outflow.
- 3) The Company has undrawn borrowing facilities of Rs. 13,19,23,125/- (USD 2937500) from EXIM Bank which may be available for future


As per our report of even date
For Jand & Associates,
Chartered Accountants

(Pawan Jand)
Prop.
M.No. 80-501

FAA 008280K
Place: New Delhi
Date : 11th May 2011




(Sanjay Labroo)
Director


(Sachin Gupta)
Head - Accounts

On Behalf of the Board of Directors


(Rupinder Shelly)
Director

AIS GLASS SOLUTIONS LIMITED

BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE

I. Registration Details

Registration No.

State Code

Balance Sheet Date

II. Capital Raised during the year (Amount in Rs.Lakhs)

Public Issue

Bonus Issue

Right Issue

Private Placement

III Position of Mobilisation & Deployment of Funds (Amt. in Rs.'Lakhs)

Total Liabilities

Total Assets

Sources of Funds

Paid up Capital

Secured Loans

Reserves & Surplus

Unsecured Loans

Application of Funds

Net Fixed Assets

Net Current Assets

Accumulated Losses

Investments

Miscellaneous Expenditure

IV. Performance of Company (Amount in Rs.Lakhs)

Turnover / Income

+/- Profit / (Loss) before tax

Earning per Share (in Rs.)

Total Expenditure

+/- Profit/(Loss) after tax

Dividend

V. Generic Names of Three Principal Products / Service of Company

As per our report of even date attached.

For **JAND & ASSOCIATES**

Chartered Accountants

(PAWAN JAND)

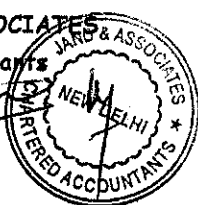
Prop.

M.No/ 80-501

FRA 0082804

Place : New Delhi

Date : 11th May 2011



For and on behalf of the Board

(Signature)

(Sanjay Labroo)

Director

(Signature)

(Rupinder Shelly)

Director

(Signature)

(Sachin Gupta)

Head - Accounts