

THE MEMBERS
INTEGRATED GLASS MATERIALS LIMITED

AUDITORS' REPORT

Dear Sir,

We have audited the attached Balance Sheet of **M/s INTEGRATED GLASS MATERIALS LIMITED** as at 31st March, 2012 and also the Profit & Loss Account and the Cash Flow Statement of the Company for the year ended on that date annexed thereto. These financial statements are the responsibility of the Company's Management. Our responsibility is to express an opinion on these financial statements based on our audit.

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

1. As required by the Companies (Auditors' Report) Order, 2003 issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Companies Act, 1956, we enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order to the extent applicable.
2. Further to our comments in para 1 above, we state that :
 - (i) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - (ii) In our opinion, proper books of account as required by law have been kept by the company, so far as appears from our examination of those books;
 - (iii) The Balance Sheet, Profit and Loss Account and Cash Flow Statement dealt with by this report are in agreements with the books of account;
 - (iv) In our opinion, the Balance Sheet, Profit and Loss Account and the Cash Flow Statement dealt with by this report comply with the accounting standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956.
 - (v) On the basis of written representations received from the directors, as on 31st March, 2012, and taken on record by the Board of Directors, we report that none of the directors is disqualified as on 31st March, 2012 from being appointed as a director in terms of clause (g) of sub-section (1) of Section 274 of the Companies Act, 1956.
3. In our opinion and to the best of our information and according to the explanations given to us, the said accounts give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:
 - (i) in so far as it relates to Balance Sheet, of the state of affairs of the Company as at 31st March, 2012 and
 - (ii) in so far as it relates to the Profit And Loss Account, of the profit of the Company for the year ended on that date; and
 - (iii) in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

PLACE : ROORKEE
DATED: 12 MAY 2012

For **VIKAS KHANNA & CO.**
CHARTERED ACCOUNTANTS



[Signature]
CA. VIKAS KHANNA
PROP.
M. No. 079929
FRN 010213C

Annexure to Auditors' Report

Referred to in Paragraph 1 of our Report of even date of Integrated Glass Materials Limited for the year ended 31st March 2012

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

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

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

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

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

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

6. The company has not accepted any deposits from the public.
7. In our opinion, the company has an internal audit system commensurate with the size and nature of its business.
8. In our opinion prima facie the cost records have been maintained by the company, we have not however made detailed examination of the records with a view to determine whether they are accurate and complete.

9. The company is generally regular in depositing undisputed Statutory Dues including Provident fund, Investor Education and Protection Fund, Employees' State Insurance, Income Tax, Sales Tax, Wealth Tax, Service Tax, Custom duty, Excise duty, Cess and any other statutory dues applicable to it with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts were outstanding as at the end of the financial year for a period of more than six months from the date they became payable.

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



10. Since the company has been registered for a period less than five years clause (x) of the order is not applicable to the company.
11. In our opinion and according to the information and explanations given to us, the company has not defaulted in repayment of dues to the bank. The company does not has any borrowings from financial institutions or by way of debentures.
12. The company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
13. In our opinion and according to the information and explanations given to us, the nature of activities of the company does not attract any special statute applicable to chit fund and nidhi / mutual benefit fund/societies.
14. Based on our examinations of records and information and explanations given to us, the company has not dealt/traded in any shares, securities, debentures and other investments during the year.
15. According to the information and explanations given to us, the company has not given any guarantee for loans taken by others from banks or financial institutions.
16. Based on information and explanations given to us, term loans were applied for the purpose for which the loans were obtained.
17. The company has not raised any short term funds, hence clause 4 (xvii) of the order is not applicable.
18. The company has not made any preferential allotment during the year.
19. The company has not issued debentures during the year.
20. During the year the company has not raised money by public issue.
21. Based on our audit procedures performed and information and explanations given by the management, we report that no fraud on or by the company has been noticed or reported during the course of our audit.

PLACE: ROORKEE
DATED: 12 MAY 2012

FOR VIKAS KHANNA & CO.
CHARTERED ACCOUNTANTS



[Signature]
CA. VIKAS KHANNA
PROP.
M. No. 079929
FRN 010213C

INTEGRATED GLASS MATERIALS LIMITED
BALANCE SHEET AS AT
31st MARCH, 2012

(Amount in Rupees)

	PARTICULARS	NOTE NO.	FIGURES AS AT THE END OF CURRENT REPORTING PERIOD		FIGURES AS AT THE END OF PREVIOUS REPORTING PERIOD	
I	EQUITY AND LIABILITIES					
1	SHAREHOLDERS' FUNDS					
	(a) Share capital	2.1	1,40,00,000		1,40,00,000	
	(b) Reserves and surplus	2.2	3,20,359	1,43,20,359	(3,51,277)	1,36,48,723
2	NON-CURRENT LIABILITIES					
	(a) Long-term borrowings	2.3	91,53,500		1,13,07,500	
	(b) Deferred Tax Liabilities (Net)	2.12	1,48,895		-	
	(c) Other Long term liabilities	2.4	-		-	
	(d) Long-term provisions	2.5	-	93,02,395	-	1,13,07,500
3	CURRENT LIABILITIES					
	(a) Short-term borrowings	2.6	75,24,275		-	
	(b) Trade payables	2.7	1,34,57,287		95,44,041	
	(c) Other current liabilities	2.8	3,11,42,250		4,92,16,061	
	(d) Short-term provisions	2.9	-	5,21,23,812	-	5,87,60,102
	TOTAL			7,57,46,566		8,37,16,325
II	ASSETS					
1	NON-CURRENT ASSETS					
	(a) Fixed assets					
	(i) Tangible assets	2.10	3,30,65,889		3,37,93,412	
	(ii) Intangible assets	2.10	61,24,175		63,56,944	
	(iii) Capital work-in-progress	2.10	1,90,98,207		1,33,28,914	
	(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	-		1,55,836	
	(d) Long-term loans and advances	2.13	1,50,379		-	
	(e) Other non - current assets	2.14	-	5,84,38,650	-	5,36,35,106
2	CURRENT ASSETS					
	(a) Inventories	2.15	1,54,93,742		2,81,69,865	
	(b) Trade receivables	2.16	3,11,746		-	
	(c) Cash and cash equivalents	2.17	2,42,192		11,62,426	
	(d) Short-term loans and advances	2.18	12,60,236		7,48,928	
	(e) Other current assets	2.19	-	1,73,07,916	-	3,00,81,219
3	FOREIGN CURRENCY MONETARY ITEM TRANSLATION DIFFERENCE ACCOUNT					
	TOTAL			7,57,46,566		8,37,16,325

SIGNIFICANT ACCOUNTING POLICIES
NOTES ON ACCOUNTS

1
2

In term of our report attached
For VIKAS KHANNA & CO.
CHARTERED ACCOUNTANTS

For & on behalf of the board

CA. VIKAS KHANNA
PROP.
Firm Registration No.010213C
M. No. 079929
Place : ROORKEE
Dated: 12 MAY 2012



[Signature]
DIRECTOR

[Signature]
DIRECTOR

Place : ROORKEE
Dated: 12 MAY 2012

INTEGRATED GLASS MATERIALS LIMITED
PROFIT & LOSS STATEMENT FOR THE YEAR ENDED
31st MARCH, 2012

(Amount in Rupees)

S. N	PARTICULARS	NOTE NO.	FIGURES FOR THE CURRENT REPORTING PERIOD		FIGURES FOR THE PREVIOUS REPORTING PERIOD	
I	REVENUE FROM OPERATIONS					
	Turnover and Inter Division Transfer		8,04,74,276		3,44,30,303	
	Less: Inter Division Transfer		-		-	
	Turnover		8,04,74,276		3,44,30,303	
	Less: Excise Duty		-		-	
	Net Turnover		8,04,74,276		3,44,30,303	
	Operating Income		8,79,990		-	
II	Other income	2.20	3,022		4,105	
III	Total Revenue (I+II)		8,13,57,288		3,44,34,408	
IV	EXPENSES:					
a	Cost of materials consumed	2.21	4,91,81,730		3,59,66,326	
b	Purchase of Stock-in-Trade	2.22	-		-	
c	Changes in inventories of finished goods, work-in-progress and Stock-in-Trade	2.23	92,21,246		(1,42,36,774)	
d	Employees benefits expense	2.24	51,60,487		31,44,488	
e	Finance costs	2.25	33,25,751		14,12,142	
f	Depreciation and amortisation expense	2.26	19,12,091		11,66,765	
g	Other expenses	2.27	1,15,79,616		68,96,501	
	Total expenses		8,03,80,921		3,43,49,448	
V	Profit/(loss) before extraordinary items and tax (III-IV)		9,76,367		84,960	
VI	Extraordinary items		-		-	
VII	Profit/(loss) before tax		9,76,367		84,960	
VIII	Tax Expenses:					
a	Current tax		1,50,379		-	
b	Earlier years tax		-		-	
c	Deferred tax		3,04,731		(1,93,356)	
d	MAT credit entitlement		(1,50,379)		-	
IX	Profit/(Loss) for the period (VII-VIII)		6,71,636		2,78,316	
X	Earning per equity share:					
a	Basic		0.48		0.20	
b	Diluted		0.48		0.20	

SIGNIFICANT ACCOUNTING POLICIES
NOTES ON ACCOUNTS

1
2

In term of our report attached
For VIKAS KHANNA & CO.
CHARTERED ACCOUNTANTS

For & on behalf of the board

CA. VIKAS KHANNA
PROP.
Firm Registration No.010213C
M. No. 079929
Place : ROORKEE
Dated: 12 MAY 2012



[Signature]
DIRECTOR

[Signature]
DIRECTOR

Place : ROORKEE
Dated: 12 MAY 2012

INTEGRATED GLASS MATERIALS LIMITED
NOTES ON ACCOUNTS FOR THE YEAR ENDED
31st MARCH, 2012

2.1 SHARE CAPITAL:

(Amount in Rupees)

PARTICULARS	AS AT	
	31st March, 2012	31st March, 2011
AUTHORISED:		
20,00,000 Equity shares of Re. 10 each	2,00,00,000	2,00,00,000
	<u>2,00,00,000</u>	<u>2,00,00,000</u>
ISSUED, SUBSCRIBED & PAID UP		
Equity shares, Re 10 par value		
14,00,000 equity shares fully paid up	1,40,00,000	1,40,00,000
	<u>1,40,00,000</u>	<u>1,40,00,000</u>

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

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

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

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

Name of the Shareholder	As at 31st March, 2012		As at 31st March, 2011	
	No. of shares	% held	No. of shares	% held
Ashai India Glass Ltd.	1400000	100.00	1400000	100.00

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

Particulars	As at 31st March, 2012		As at 31st March, 2011	
	No. of shares	Amount	No. of shares	Amount
Number of shares at the beginning	1400000	1,40,00,000	50000	50,000
Number of shares at the end	1400000	1,40,00,000	1400000	1,40,00,000

2.2 RESERVES & SURPLUS:

PARTICULARS	AS AT	
	31st March, 2012	31st March, 2011
Surplus in Statement of Profit and Loss:		
As per last Balance Sheet	(3,51,277)	(6,29,593)
Add: Net profit after tax transferred from Statement of Profit & Loss	6,71,636	2,78,316
Closing Balance	<u>3,20,359</u>	<u>(3,51,277)</u>
	<u>3,20,359</u>	<u>(3,51,277)</u>



2.3 LONG TERM BORROWINGS:

(Amount in Rupees)

PARTICULARS	AS AT	
	31st March, 2012	31st March, 2011
<u>Secured Term Loans from Banks:</u>		
Foreign currency loans	-	-
Rupee Term loans *	91,53,500	1,13,07,500
	<u>91,53,500</u>	<u>1,13,07,500</u>
<u>Secured Term loans from others:</u>		
Foreign currency loans	-	-
Rupee Term loans	-	-
	<u>-</u>	<u>-</u>
<u>Unsecured loans from a related party:</u>		
Foreign currency loans	-	-
Rupee Term loans	-	-
	<u>-</u>	<u>-</u>
	<u>91,53,500</u>	<u>1,13,07,500</u>

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

Terms of repayment of each loan:

Term Loan from SBI, Roorkee is repayable in 78 equal monthly installments

2.4 OTHER LONG-TERM LIABILITIES:

PARTICULARS	AS AT	
	31st March, 2012	31st March, 2011
NIL	-	-
	<u>-</u>	<u>-</u>

2.5 LONG-TERM PROVISIONS:

PARTICULARS	AS AT	
	31st March, 2012	31st March, 2011
NIL	-	-
	<u>-</u>	<u>-</u>

CURRENT LIABILITIES:2.6 Short Term Borrowings:

PARTICULARS	AS AT	
	31st March, 2012	31st March, 2011
<u>Secured loans repayable on demand:</u>		
From banks	75,24,275	-
From others	-	-
Other secured short term loans from banks	-	-
Other unsecured short term loans from banks	-	-
	<u>75,24,275</u>	<u>-</u>

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

2.7 Trade Payables:-

PARTICULARS	AS AT	
	31st March, 2012	31st March, 2011
Sundry creditors:		
- Micro, Small and Medium Enterprises	-	-
- Others	1,34,57,287	95,44,041
	<u>1,34,57,287</u>	<u>95,44,041</u>



2.8 Other Current Liabilities:

(Amount in Rupees)

PARTICULARS	AS AT	
	31st March, 2012	31st March, 2011
Advances from customers	3,02,05,855	4,58,85,271
Withholding Taxes	1,67,398	2,21,102
Statutory Dues Payable	3,82,422	2,05,007
Salary & Benefits	2,43,815	1,83,334
Current Maturities of Long Term Debt	1,42,760	27,21,347
	3,11,42,250	4,92,16,061

2.9 Short-term provisions

PARTICULARS	AS AT	
	31st March, 2012	31st March, 2011
NIL		



2.11 NON CURRENT INVESTMENT:

PARTICULARS	As At 31st March, 2012		As At 31st March, 2011	
	Quoted	Unquoted	Quoted	Unquoted
<u>Long Term Investments- At cost</u>				
(a) <u>In Equity Instruments- fully paid</u>				
<u>Trade:</u>		-		-
<u>Non-Trade:</u>		-		-
(b) <u>In Government Securities:</u>		-		-
(c) <u>Others:</u>		-		-
Total	-	-	-	-



2.12 DEFERRED TAX LIABILITIES/ASSETS (NET):

(Amount in Rupees)

PARTICULARS	AS AT	
	31st March, 2012	31st March, 2011
Deferred Tax Assets:		
Unabsorbed Depreciation/ Carried forward losses under tax laws	42,60,894	36,70,549
Expenses allowed for tax purpose on payment basis	36,807	55,211
Provision for Doubtful Debts & Advances	-	-
	<u>42,97,701</u>	<u>37,25,760</u>
Deferred Tax Liability:		
Difference between Book Depreciation and Depreciation under the Income Tax Rules	44,46,596	35,69,924
	<u>44,46,596</u>	<u>35,69,924</u>
Deferred Tax (Liability)/ Assets (Net)	<u>(1,48,895)</u>	<u>1,55,836</u>

2.13 LONG TERM LOANS AND ADVANCES:

PARTICULARS	AS AT	
	31st March, 2012	31st March, 2011
Unsecured considered good:		
MAT Credit entitlement	1,50,379	-
	<u>1,50,379</u>	<u>-</u>

2.14 Other non-current asset:

PARTICULARS	AS AT	
	31st March, 2012	31st March, 2011
Unsecured considered good:		
NIL	-	-

2.15 INVENTORIES:

PARTICULARS	AS AT	
	31st March, 2012	31st March, 2011
(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	99,73,881	1,35,14,577
2 Work in progress	-	-
3 Finished goods	13,87,018	1,03,46,656
4 Stock in trade	-	-
5 Stores, Spares & Fuel	4,92,031	4,06,212
6 Others		
By-Products	36,40,812	39,02,419
	<u>1,54,93,742</u>	<u>2,81,69,865</u>

2.16 TRADE RECEIVABLES:

PARTICULARS	AS AT	
	31st March, 2012	31st March, 2011
Secured, considered good:		
Over Six months	-	-
Others	-	-
Unsecured:		
Over Six months	-	-
Others:		
Considered good	3,11,746	-
Considered doubtful	-	-
Less: Provision for doubtful debts	-	-
	<u>3,11,746</u>	<u>-</u>



2.17 CASH & CASH EQUIVALENTS:

(Amount in Rupees)

PARTICULARS	AS AT	
	31st March, 2012	31st March, 2011
(a) Balances with Banks:		
In Current accounts	1,51,317	10,74,256
(b) Cheques in hand/ Remittances in transit	-	-
(c) Cash on hand	62,100	59,606
(d) Others:	28,775	28,564
Bank Deposit with more than 12 months maturity		
	2,42,192	11,62,426

2.18 SHORT TERM LOANS & ADVANCES:

PARTICULARS	AS AT	
	31st March, 2012	31st March, 2011
(Unsecured considered good unless otherwise stated)		
Advances recoverable in cash or in kind for the value to be received		
(a) Advances to Associates	-	-
(b) Others:		
Advance to Creditors	20,000	
Prepaid Expenses	6,64,854	4,64,860
Advance Income Tax (Net of provision)	1,94,033	-
Security Deposits	45,611	42,800
Balance with Government Authorities	3,35,738	2,41,268
	12,60,236	7,48,928

2.19 OTHER CURRENT ASSETS:

PARTICULARS	AS AT	
	31st March, 2012	31st March, 2011
NIL	-	-



INTEGRATED GLASS MATERIALS LIMITED
NOTES ON ACCOUNTS FOR THE YEAR ENDED
31.03.2012

(Amount in Rupees)

NOTE NO.	PARTICULARS		
2.20	OTHER INCOME:		
	(a) Interest Income	3,022	4,105
	(b) Dividend Income on long term investments	-	-
	(c) Net gain on sale of long term investments	-	-
	(d) Adjustment to the carrying amount of investments	-	-
	(e) Net gain on foreign currency translation & transactions (Other than considered as finance costs)	-	-
	(f) Liabilities & Provisions written back	-	-
	(g) Rent received	-	-
	(h) Commission received	-	-
	(i) Profit on sale of Fixed Assets (Net)	-	-
	(j) Foreign currency monetary item translation difference account	-	-
	(k) Reversal of Impairment Loss	-	-
	(l) Miscellaneous - Job Work	-	-
		<u>3,022</u>	<u>4,105</u>
2.21	COST OF MATERIALS CONSUMED:		
	<u>Raw Materials Consumed:</u>		
	At the beginning of the Accounting Period	1,35,14,577	41,96,198
	Add:		
	Freight	3,61,32,496	3,95,71,519
	Mineral Shifting, Unloading & Washing Expenses	82,08,939	50,32,730
	Blasting Expenses	12,99,599	6,80,457
	Total	<u>5,91,55,611</u>	<u>4,94,80,904</u>
	Less:		
	At the end of the Accounting Period	99,73,881	1,35,14,577
	Silica sand Consumed	<u>4,91,81,730</u>	<u>3,59,66,326</u>
	As the company is in mining business, the direct purchases are negligible but all direct expenses to extract the minerals from mines are taken as cost of material.		
2.22	PURCHASES OF STOCK IN TRADE		
	NIL	-	-
2.23	CHANGES IN INVENTORIES		
	<u>Work in Progress</u>		
	At the beginning of the Accounting Period	-	-
	At the end of the Accounting Period	-	-
	<u>Finished Good</u>		
	At the beginning of the Accounting Period	1,03,46,656	
	At the end of the Accounting Period	13,87,018	1,03,46,656
		<u>89,59,638</u>	<u>(1,03,46,656)</u>
	<u>Stock in Trade</u>		
	At the beginning of the Accounting Period	-	-
	At the end of the Accounting Period	-	-
	<u>Others- By-Products</u>		
	At the beginning of the Accounting Period	39,02,419	12,301
	At the end of the Accounting Period	36,40,812	39,02,419
		<u>2,61,607</u>	<u>(38,90,118)</u>
		<u>92,21,246</u>	<u>(1,42,36,774)</u>
2.24	EMPLOYEE BENEFITS EXPENSES		
	Salary, Wages, Allowances and Bonus	48,12,577	30,29,445
	Contribution to Provident and other Funds	1,24,915	35,980
	Staff Welfare Expenses	2,22,995	79,063
		<u>51,60,487</u>	<u>31,44,488</u>



(Amount in Rupees)

2.25 FINANCE COSTS:

- a Interest Expenses
b Other Borrowing costs
c Applicable net gain/loss on foreign currency transactions and translation

32,62,654	14,04,549
63,097	7,593
-	-

33,25,751	14,12,142
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2.26 DEPRECIATION AND AMORTIZATION EXPENSES:

- Depreciation
Amortisation

16,82,015	9,36,694
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2,30,076	2,30,071
19,12,091	11,66,765

2.27 OTHER EXPENSES:

Consumption of stores and spares:

- Power & Fuel
Rent

17,05,470	13,04,953
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46,34,910	28,32,090
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2,46,000	1,87,000
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Rates & Taxes

11,00,355	9,99,595
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Insurance

1,59,580	4,216
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Payment to the auditors:

As Auditor

30,000	27,500
--------	--------

As Consultant

18,000	-
--------	---

Freight Outward

47,996	-
--------	---

Travelling & conveyance

6,50,730	1,96,373
----------	----------

Repairs & Maintenance:

Machinery

15,49,719	7,37,143
-----------	----------

Others

3,27,924	10,711
----------	--------

Miscellaneous expenses:

Manufacturing

1,22,475	1,20,000
----------	----------

Others

9,86,457	4,76,920
----------	----------

1,15,79,616	68,96,501
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INTEGRATED GLASS MATERIALS LIMITED

SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS ANNEXED TO AND FORMING A PART OF BALANCE SHEET AS AT MARCH 31st 2012 AND PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED ON THAT DATE.

SIGNIFICANT ACCOUNTING POLICIES:

NOTE-1

(i) **GENERAL**

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

(ii) **FIXED ASSETS**

(a) **VALUATION OF FIXED ASSETS**

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

(b) **DEPRECIATION**

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

(c) **AMORTISATION**

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

(iii) **VALUATION OF INVENTORY**

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

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

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

Consumable Stores and Diesel - at cost.

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

(iv) **PROVISION FOR TAXATION**

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

NOTES ON ACCOUNTS

NOTE-2

1. Previous year's figures have been regrouped, readjusted and rounded off to the nearest rupee to the extent necessary so as to conform to the current year's figures.
2. The company is engaged in the business of Mining of Silica Sand at Rajasthan under the agreement with Asahi India Glass Limited (AIGL) which is the Holding Company of Integrated Glass Materials Limited(IGML).
3. Balances due from and due to sundry parties are subject to confirmation.
4. Information required in para 3 , 4C & 4D of part II of Schedule VI to the Act:

	Current Year	Previous Year
A. Value of import during the year :	NIL	NIL
B. Expenditure incurred in foreign currency :	NIL	NIL
C. Earnings in foreign currency	NIL	NIL
D. The amount remitted in foreign currency on account of Dividends:	NIL	NIL
E. Value of imported Raw Materials, spares & components consumed	NIL	NIL



Contd. 2

5. None of the employees getting remuneration in excess of limits prescribed u/s 217 (2A) of the Companies Act, 1956 and rules framed there under were employed for the whole or a part of the year.
6. Term loan taken from Bank by the Company is primarily secured against hypothecation charged over Plant and machinery and other moveable assets of the company and against the corporate guarantee of Holding Company (Asahi India Glass Limited).
7. Quantitative details and value wise breakup of Raw Materials consumed, purchases, production, sales and inventories are as per Annexure – 1.
8. In the opinion of board of directors the company does not have any contingent liabilities.
9. Remuneration to auditors include Rs. 22,000/- (P.Y. Rs. 20,000/-) for Statutory Audit Fees, and Rs.8,000/- (P.Y. 7,500/-) for Tax Audit Fees, Rs. 18,000/0- (P.Y. NIL) for Consultancy.
10. SSI status of the creditors is not known to the Company in each case.

11. EARNING PER SHARE (EPS)

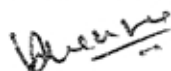
	Current Year	Previous Year
Net Profit / (Loss) for the year	6,71,636	2,78,316
No. of Equity Shares	14,00,000	14,00,000
Earning per Share	0.48	0.20
Face Value per Equity Share	Rs. 10/-	Rs. 10/-

12. RELATED PARTY DISCLOSURES

-- As per Annexure - 2 --

In term of our report attached

FOR VIKAS KHANNA & CO.
CHARTERED ACCOUNTANTS



CA. VIKAS KHANNA
PROP.

Firm Registration No. 010213C

M. No. 079929

PLACE: ROORKEE

DATED: 12 MAY 2012




DIRECTOR

For & on behalf of the board



DIRECTOR

PLACE: ROORKEE

DATED: 12 MAY 2012

INTEGRATED GLASS MATERIALS LIMITED

Annexure - 1 referred to in Point No. 7 of Note - 2 attached to and forming part of Balance Sheet as at 31st March, 2012.

Detail of Silica Sand (Unwashed) Excavated, Purchased & Sold in 2011-12

Particulars	UOM	Quantity
Opening Stock	MT	11,479.78
Sand Excavated & Despatched to Roorkee During the Period	MT	33,167.44
Closing Stock at Mine on 31.12.2011	MT	-
Total Sand Available	MT	44,647.22
Less sale of Unwashed Sand	MT	-
Less Closing Stock of Unwashed Sand at Mine	MT	-
Less Sand in Transit as on 31.03.2012	MT	345.00
Less Closing Stock of Unwashed Sand at Roorkee	MT	124.29
Less Closing Stock of U.W. Sand at Roorkee (Spreaded over)	MT	3,914.00
Total Sand used for Washing during the Period	MT	40,263.93

Detail of Silica Sand (Semi Finished) Excavated in 2011-12 used & Dumped

Particulars	UOM	Quantity
Opening Stock	MT	9,717.00
Add Mineral (Semi Finished) Excavated	MT	9,669.00
Closing Stock	MT	19,386.00

Detail of Silica Sand Washed & Sold in 2011-12

Balance Sand Available	UOM	Quantity
Opening Stock (Net - after deducting moisture @ 6%)	MT	6,699.38
Unwashed Sand Used in Washing during the Period	MT	40,263.93
Total Sand Available	MT	46,963.31
Less Despatched (accepted qty. including moisture & billed)	MT	39,719.06
Less Weight Gain in Washing d	MT	2,416.55
Balance Sand Available	MT	4,827.70
Less Wastage during Sand Washing	MT	4,026.39
Closing Stock of Washed Silica Sand	MT	801.31

Details of Silica Sand (Coarse & Fine) Collected from Washing wastage in 2011-12

Particulars	UOM	Quantity
Opening Stock	MT	4,231.51
Collected during the year from sand wastage	MT	3,221.11
Less Qty. Sale in Market	MT	171.00
Closing Stock	MT	7,281.62



TEGRATED GLASS MATERIALS LIMITED

Annexure -2 referred to in Point No. 12 of Note - 2 attached to and forming part of Balance Sheet as at 31st March, 2012.

Transactions with Related Parties :

(Amount in Rupees)

Name of related Party	Nature of Transaction	Volume of transactions for the year ended 31st March, 2012	Volume of transactions for the year ended 31st March, 2011
AHI INDIA GLASS LIMITED Relation : Holding Company	1. Expenses		
	- Rent for Land & Hiring Charges of P& M	3,36,000	2,82,000
	- Power & Electricity	13,02,538	7,94,542
	- Interest on Advances including interest capitalized	24,92,333	24,42,549
	2. Income		
	- Sale of goods Net of Taxes (P.Y.Including Taxes)	7,99,00,152	3,58,99,469
	- Job Work Net of Taxes	8,79,990	-
	- Freight	-	(56000)
	3. Purchases of Capital Goods (Intt. Capitalisation)	-	-
	4. Advance Received	3,01,94,276	4,58,74,000
	5. Investment in Equity Shares	-	1,35,00,000
	6. Corporate Guarantee given (Non Fund Based)	-	5,00,00,000
	7. Advances Given	-	-
	8. Balance as on	31-03-12	31-03-11
	- Loans and advances	-	-
	- Creditors	3,01,94,276	4,58,74,000
	- Debtors	-	-
	- Foreign Currency Loan	-	-



INTEGRATED GLASS MATERIALS LIMITED

SUNDRY CREDITORS AS AT 31.03.2012

Sundry Creditors:

Others

PARTICULARS	Amount (Rs.)	
	Current Year	Previous Year
Abbasy Foundry Works	12,601	-
Bangur International	9,450	-
B.S Batteries	5,000	-
Dilip Singh & Company	86,180	79,920
Dinesh Kumar & Company	2,200	-
Electro Mech Engineers	1,000	-
Ghanshyam Machinery Store	19,910	19,412
G.N. Engineering Workshop	9,800	5,500
Jain Disposal	7,000	-
Joyti Enterprices	99,530	-
J.C Sognai	13,500	-
Naruka Consultant	7,400	10,400
Nathu Lal & Rajesh Kumar	16,304	-
Oriental Earthmovers Pvt. Ltd.	37,998	1,03,687
Pankaj Machinery	3,290	-
Rajasthan Diesel Sales & Service	1,324	-
Rameshwar Prajapat	88,197	-
Sanjeev & Raj Company	4,000	4,000
Shahazad Engineering Works	63,618	-
Shiva Industrial Services	11,06,857	1,97,890
Subodh Disposals	195	184
Supper Steel	12,179	-
Thekedar Mool Chand Meena	5,50,694	-
Swastik Engineering	-	2,49,990
Advance Construction Company	2,000	2,000
Advance Microtech	1,700	-
Amit Kumar Traders	9,900	42,800
Commercial Transport Organisation	47,12,668	68,82,077
DARCL Logistic Limited	46,42,852	-
Desing Consultants	9,265	9,265
Dum-Dum Engineering Works	5,968	-
Educational Scientific Apparatus	1,724	-
Industrial Food Management Pvt. Ltd.	66,051	11,395
Jyoti Raj Advocate	1,51,290	97,290
M.K Wire Netting Industries	31,070	-
Mohit Arora & Company	8,500	49,500
M/s Pravindra Kumar	42,922	-
Kumar Service Stations	18,967	18,506
Rajnish Filling Station	89,742	9,032
Rishi Pal	63,304	-
The Bagla Machinery Corporation	51,796	45,789
Uttam Electric Store	54,965	-
Aksahy Kumar	4,66,687	13,57,934
B.S Batteries	2,670	-

Contd. - 2 -



Share Application Money		
Proceeds of long term borrowings		1,45,28,847
Payment of long term borrowings	(21,54,000)	(5,00,000)
Net proceeds of short term borrowings	75,24,275	-
Redemption of Preference shares		
Dividend and dividend tax paid		
NET CASH USED IN FINANCING ACTIVITIES	53,70,275	2,75,28,847
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENT (A+B+C)	(9,20,234)	10,31,796
CASH AND CASH EQUIVALENT As At 31st March, 2011 (Opening Balance)	11,62,426	1,30,630
CASH AND CASH EQUIVALENT As At 31st March, 2012 (Closing Balance)	2,42,192	11,62,426

In term of our report attached

For & on behalf of the board

FOR VIKAS KHANNA & CO.
CHARTERED ACCOUNTANTS

Vikas
CA. VIKAS KHANNA
PROP.

Firm Registration No. 010213C
F. No. 079929

PLACE: ROORKEE
DATED: 12 MAY 2012



[Signature]
DIRECTOR

[Signature]
DIRECTOR

PLACE: ROORKEE
DATED: 12 MAY 2012

Mustaqueem	1,02,341	15,295
Palla	61,795	-
Telu Ram	71,854	-
Kumar Canvas Store	-	42,298
Mangeram Rakesh Kumar	-	4,135
Rajinish Kumar Praveen Kumar	-	3,251
Expnses Payable	6,02,029	2,54,991
Auditor's Remuneration (net of TDS)	27,000	27,500
TOTAL	1,34,57,287	95,44,041

OTHER CURRENT LIABILITIES**DETAILS OF ADVANCES FROM CUSTOMERS AS AT 31.03.2012**

PARTICULARS	Amount (Rs.)	
	Current Year	Previous Year
sahi India Glass Limited	3,01,94,276	4,58,73,692
Mr. Kapil Modi	11,579	11,579
TOTAL	3,02,05,855	4,58,85,271

WITH HOLDING TAXES AS AT 31.03.2012

PARTICULARS	Amount (Rs.)	
	Current Year	Previous Year
T.D.S. Payable	1,67,398	2,21,102

STATUTORY DUES AS AT 31ST MARCH, 2012

PARTICULARS	Amount (Rs.)	
	Current Year	Previous Year
VAT Payable	3,54,634	1,81,666
P.F. Payable	27,789	23,341
TOTAL	3,82,423	2,05,007

SALARY & OTHER BENEFITS AS AT 31ST MARCH, 2012

PARTICULARS	Amount (Rs.)	
	Current Year	Previous Year
Salary Payable	1,15,428	1,83,334
LTA Payable	1,28,387	-
TOTAL	2,43,815	1,83,334

DETAILS OF SECURITY DEPOSITS AS AT 31.03.2012

PARTICULARS	Amount (Rs.)	
	Current Year	Previous Year
Security Deposit with Sales Tax	40,811	38,000
Security Deposit with BSNL	3,800	3,800
Security Deposit for Oxygen Cylinder	1,000	1,000
TOTAL	45,611	42,800



Cash Flow Statement for the year ended 31st March, 2012

(Amount in Rupees)

	FOR THE YEAR ENDED	
	31.03.2012	31.03.2011
CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit before tax and extraordinary items	9,76,367	84,960
Adjustment for:		
Depreciation and Amortisation of Intangible Assets	19,12,091	11,66,765
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		
Discontinuation in the value of long term investments		
Extra Ordinary Items		
Interest paid	-	-
Interest received	(3,022)	(4,105)
Dividend received		
Operating Profit before working capital changes	28,85,436	12,47,620
Adjustment for:		
Trade and other receivables	(3,11,746)	(3,47,418)
Inventories	1,26,76,122	(2,38,56,204)
Trade payable	39,13,246	2,27,20,337
Short Term Loans and Advances	(3,17,273)	
Other Current Liabilities	(1,80,73,811)	
Short Term Provisions	-	
CASH GENERATED FROM OPERATIONS	7,71,974	(2,35,664)
Interest paid	-	-
Direct taxes paid	3,44,412	-
Increase in Foreign currency Monetary Items	-	-
CASH FLOW BEFORE PRIOR PERIOD ITEMS	4,27,562	(2,35,664)
Prior Period items	-	-
NET CASH FROM OPERATING ACTIVITIES	4,27,562	(2,35,664)
CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of fixed assets	(9,51,800)	(2,98,60,426)
Capital work in progress	(57,69,293)	(25,48,854)
Sale of fixed assets		
Capital Advances, Pre-operative Expenses and Securities	-	61,43,788
Sale of investments		
(Profit)/ Loss on sale of Long Investments		
(Profit)/ Loss on sale of Current Investments		
Dividend received on investments		
Interest received	3,022	4,105
NET CASH USED IN INVESTING ACTIVITIES	(67,18,071)	(2,62,61,387)
CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from Issue of Equity Shares		1,35,00,000



Contd. - 2 -

INTEGRATED GLASS MATERIALS LIMITED

2.10 STATEMENT OF FIXED ASSETS FORMING A PART OF BALANCE SHEET AS AT 31st March 2012.

Particulars	GROSS BLOCK			DEPRECIATION				NET BLOCK	
	As at 01.04.2011	Additions	Deductions	As at 31.3.2012	As at 01.04.2011	During the Period	Total	As at 31.03.2012	As at 31.03.2011
(a) Fixed Assets									
(i) Tangible Assets									
Land	-	8,16,050	-	8,16,050				8,16,050	
Plant & Machinery	3,41,86,051	1,31,250	-	3,43,17,301	8,58,249	16,28,291	24,86,540	3,18,30,761	3,33,27,802
Electrical Fitting & Installation	5,441	-	-	5,441	291	258	549	4,892	5,150
Vehicles	42,500	-	-	42,500	5,221	4,037	9,259	33,241	37,279
Furniture & Fixtures	68,806	4,500	-	73,306	58,625	5,182	63,808	9,498	10,181
Computer System & Accessori	1,79,276	-	-	1,79,276	29,793	28,537	58,330	1,20,946	1,49,483
Tools & Instruments	2,52,356	-	-	2,52,356	13,935	11,814	25,749	2,26,606	2,38,420
Cellphones	25,300	-	-	25,300	204	1,202	1,406	23,894	25,096
Office Equipments	7,052	-	-	7,052	7,052	-	7,052	-	-
Total (i)	3,47,66,782	9,51,800	-	3,57,18,582	9,73,370	16,79,322	26,52,693	3,30,65,889	3,37,93,411
Previous Year	49,19,820	2,98,46,961		3,47,66,782	39,325	9,34,045	9,73,370	3,37,93,412	48,80,496
(ii) Intangible Assets									
Computer Softwares	13,465	-	-	13,465	2,649	2,693	5,342	8,123	10,816
Pre-operative Expenses	67,87,097	-	-	67,87,097	4,40,969	2,30,076	6,71,045	61,16,052	63,46,128
Total (ii)	68,00,562	-	-	68,00,562	4,43,618	2,32,769	6,76,387	61,24,175	63,56,944
Previous Year	67,87,097	13,465	-	68,00,562	2,10,898	2,32,720	4,43,618	63,56,944	65,76,199
(iii) Capital Work In Progress	1,33,28,914	57,69,293	-	1,90,98,207	-	-	-	1,90,98,207	1,33,28,915
Previous Year	1,07,80,060	81,98,697	56,49,843	1,33,28,914	-	-	-	1,33,28,914	1,07,80,060
(iv) Intangible Assets under Development	NIL								
(v) Impaired Assets held for Disposal	NIL								

