**VIKAS KHANNA & CO.**
CHARTERED ACCOUNTANTS

1st FLOOR, PRAKASH PLAZA,
OPP. SHIV MANDIR, CIVIL LINES,
ROORKEE – 247 667. (U.A.)
TELEFAX : 91 – 1332 - 276336, MOB. 9837126223.

## Independent Auditors' Report

**To the Members of**

**Integrated Glass Materials Limited**

### Report on the Standalone Ind AS Financial Statements

We have audited the accompanying standalone Ind AS financial statements of Integrated Glass Materials Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2018, the Statement of Profit and Loss (including Other Comprehensive Income) the Cash Flow Statement and the Statement of Changes in Equity for the year then ended, and a summary of significant accounting policies and other explanatory information.

### Managements' Responsibility for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134 (5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone Ind AS financial statements that give a true and fair view of the state of affairs (financial position), profit or loss (financial performance including other comprehensive income), cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) prescribed under section 133 of the Act.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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**Auditors' Responsibility**

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

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

We conducted our audit of the standalone Ind AS financial statements in accordance with the Standards on Auditing specified under Section 143 (10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the standalone Ind AS financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the standalone Ind AS financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the standalone Ind AS financial statements, whether due to fraud or error. In making those risk assessments, the auditors considers internal financial control relevant to the company's preparation of the standalone Ind AS financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the standalone Ind AS financial statements.

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

**Opinion**

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone Ind AS financial statements give the information required by the Act in the manner so required and give a true and fair view in

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conformity with the accounting principles generally accepted in India including the Ind AS, of the state of affairs (financial position) of the Company as at March 31, 2018 and its loss (financial performance including other comprehensive income), its cash flows and the changes in equity for the year ended on that date.

**Other Matters**

(a) The comparative financial information of the Company for the year ended March 31, 2017 and the transition date opening balance sheet as at April 1, 2016 included in these standalone Ind AS financial statements prepared in accordance with the Companies (Accounting Standards) Rules, 2006 audited by us, our report for the year ended March 31, 2017 and March 31, 2016 dated May 05, 2017 and May 13, 2016 respectively expressed an unmodified opinion in those standalone financial statements, as adjusted for the differences in the accounting principles adopted by the Company on transition to the Ind AS which have been audited by them.

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

Note 2 ( c ) which indicates that the company has accumulated losses and its net worth has been affected. The company has incurred a net loss / net cash loss during the current year and, the company's current liabilities exceeded its current assets as at the balance sheet date. However, the financial statements of the company have been prepared on a going concern basis for the reason stated in the said Note.

Our opinion is not modified in respect of these matters

**Report on Other Legal and Regulatory Requirements**

1. As required by the Companies (Auditors Report), Order, 2016 ("the Order") issued by the Central Government in terms of Section 143 (11) of the Act, we give in the "Annexure-A", a statement on the matters specified in paragraphs 3 and 4 of the Order.

VIKAS KHANNA & CO. CHARTERED ACCOUNTANTS ROORKEE

**VIKAS KHANNA & CO.**
CHARTERED ACCOUNTANTS

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

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

   c) The Balance Sheet, the Statement of Profit and Loss including other Comprehensive Income, the Cash Flow Statement and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account.

   d) In our opinion, the aforesaid standalone Ind AS financial statements comply with the Indian Accounting Standards prescribed under Section 133 of the Act.

   e) On the basis of the written representations received from the directors, as on March 31, 2018 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2018, from being appointed as a director in terms of Section 164 (2) of the Act.

   f) With respect to the adequacy of the Internal Financial Controls over Financial Reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".

   g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

      i) The Company does not have any pending litigations which would impact its financial position.

      ii) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.

      iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

**For VIKAS KHANNA & CO.**
**CHARTERED ACCOUNTANTS**
**FRN 010213C**

**CA. VIKAS KHANNA**
**PROP.**
**M. No. 079929**

**PLACE : ROORKEE**
**DATED: 09th May, 2018**

**VIKAS KHANNA & CO.**
CHARTERED ACCOUNTANTS

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**Annexure A to the Independent Auditors' Report**

(Referred to in paragraph 1 under Report on other Legal & Regulatory requirements' 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) The Company has a regular program of physical verification of its fixed assets through which all fixed assets are verified, in a phased manner over a period of three years. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets. As informed to us, no material discrepancies were noticed on such verification as carried out under the above program during the current year.

c) The title deeds of immovable properties are held in the name of the Company.

ii. Physical verification of Inventory has been conducted by the Management at reasonable intervals.
No material discrepancies were noticed.

iii. The Company has not granted any loans, secured or unsecured to companies, firms, limited liability partnerships or other parties covered in the register maintained under Section 189 of the Companies Act, 2013 as per information and explanations given to us. Consequently the provisions of clauses 3(iii)(a), (iii)(b) and (iii)(c) of the Order are not applicable.

iv. In our opinion and according to the information and explanations given to us, in respect of investments, guarantees and security provisions of section 185 and 186 of the Companies Act, 2013 have been complied with.

v. As per information and explanations given to us, the Company has not accepted any deposits from the public under section 73 to 76 of The Companies Act, 2013 and hence the provisions of clause 3 (v) of the Order are not applicable.

vi. In our opinion and as per information and explanations given to us the Central Government has not specified the maintenance of cost records for the company under section 148(1) of the Companies Act, 2013.

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vii. The company is generally regular in depositing undisputed Statutory Dues including Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Duty of Customs, Duty of Excise, Value Added Tax, and any other statutory dues as applicable to it with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts were outstanding as on the end of the financial year for a period of more than six months from the date they became payable.

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

viii. The company is not having any loans or borrowings from any financial institution, bank, government or from debenture holders.

ix. The company has not raised money by way of initial public offer or further public offer (including debt instruments) and no term loan has been raised during the year.

x. To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company and material fraud on the Company by its officers or employees has been noticed or reported during the year.

xi. The company has not paid or provided managerial remuneration during the year hence provisions of section 197 read with Schedule V to the Companies Act 2013 are not applicable.

xii. In our opinion and according to the information and explanations given to us, the Company is not a Nidhi Company. Therefore, the provisions of clause (xii) of the Order are not applicable to the Company.

xiii. In our opinion and according to the information and explanations given to us all transactions with the related parties are in compliance with Sections 177 and 188 of the Companies Act, 2013, where applicable and details have been disclosed in the Financial Statements etc. as required by the applicable accounting standards.

VIKAS KHANNA & CO.
CHARTERED ACCOUNTANTS
ROORKEE

**VIKAS KHANNA & CO.**
CHARTERED ACCOUNTANTS

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xiv. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year review. Accordingly, provisions of clause 3(xiv) of the Order are not applicable to the Company.

xv. According to the information and explanations given to us, the Company has not entered into any non-cash transactions with directors or persons connected with them and hence provisions of clause 3(xv) of the Order are not applicable to the Company.

xvi. In our opinion and according to the information and explanations given to us, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

**PLACE : ROORKEE**
**DATED: 09th May, 2018**

**For VIKAS KHANNA & CO.**
**CHARTERED ACCOUNTANTS**
**FRN 010213C**

**CA. VIKAS KHANNA**
**PROP.**
**M. No. 079929**

**VIKAS KHANNA & CO.**
CHARTERED ACCOUNTANTS

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**Annexure – B to Auditors' Report**

**Referred to in Paragraph 2 (f) of our Report of even date of Integrated Glass Materials Limited for the year ended 31st March 2018**

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

We have audited the internal financial controls over financial reporting of Integrated Glass Materials Limited as of 31 March 2018 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

**Management's Responsibility for Internal Financial Controls**

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

**Auditor's Responsibility**

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

VIKAS KHANNA & CO. CHARTERED ACCOUNTANTS ROORKEE

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Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.
We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls system over financial reporting.

**Meaning of Internal Financial Controls Over Financial Reporting**

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

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

**Inherent Limitations of Internal Financial Controls Over Financial Reporting**

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

VIKAS KHANNA & CO. CHARTERED ACCOUNTANTS ROORKEE

**VIKAS KHANNA & CO.**
CHARTERED ACCOUNTANTS

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**Opinion**

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2018, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

**For VIKAS KHANNA & CO.**
**CHARTERED ACCOUNTANTS**
**FRN 010213C**

**PLACE : ROORKEE**
**DATED: 09th May, 2018**

VIKAS KHANNA & CO. CHARTERED ACCOUNTANTS ROORKEE

**CA. VIKAS KHANNA**
**PROP.**
**M. No. 079929**

**INTEGRATED GLASS MATERIALS LTD.**
**BALANCE SHEET AS AT 31 MARCH 2018**

| Particulars | Note | As at 31 March 2018 | As at 31 March 2017 | As at 1 April 2016 |
|---|---|---|---|---|
| **ASSETS** | | | | |
| **Non-current assets** | | | | |
| Property, plant & equipment | 2a | 265,36,971 | 300,68,169 | 336,58,323 |
| Capital work-in-progress | 3 | 36,81,403 | 53,12,473 | 53,12,473 |
| Intangible assets | 2a | 74,35,520 | 51,53,263 | 53,01,050 |
| Financial assets | | | | |
| Loans | 4 | 1,02,673 | 40,800 | 40,800 |
| Other financial assets | 5 | 64,721 | 61,699 | 58,677 |
| Deferred tax assets (net) | 6 | 132,07,887 | 132,07,887 | 108,47,102 |
| **Total non-current assets** | | **510,29,175** | **538,44,291** | **552,18,425** |
| **Current assets** | | | | |
| Inventories | 7 | 1022,61,243 | 1112,17,798 | 868,68,243 |
| Financial assets | | | | |
| Trade receivables | 8 | 2,68,504 | 2,49,838 | 2,49,838 |
| Cash and cash equivalent | 9 | 2,60,597 | 1,21,529 | 56,078 |
| Current tax assets (net) | 16 | 2,24,140 | 2,30,311 | 2,23,455 |
| Other current assets | 10 | 18,18,782 | 18,28,258 | 19,99,123 |
| **Total current assets** | | **1048,33,266** | 1136,47,734 | 893,96,737 |
| **TOTAL ASSETS** | | **1558,62,441** | **1674,92,025** | **1446,15,162** |
| **EQUITY AND LIABILITIES** | | | | |
| **Equity** | | | | |
| Equity share capital | 11 | **140,00,000** | 140,00,000 | 140,00,000 |
| Other equity | 12 | (628,63,555) | (390,07,278) | (254,33,380) |
| **Total equity** | | **(488,63,555)** | **(250,07,278)** | **(114,33,380)** |
| **Liabilities** | | | | |
| **Current liabilities** | | | | |
| Financial liabilities | | | | |
| Trade payables | 13 | 23,20,965 | 152,94,987 | 144,55,659 |
| Other financial liabilities | 14 | 85,774 | 62,470 | 1,13,065 |
| Other current liabilities | 15 | 2023,19,257 | 1771,41,846 | 1414,79,818 |
| **Total current liabilities** | | 2047,25,996 | 1924,99,303 | 1560,48,542 |
| **TOTAL EQUITY AND LIABILITIES** | | **1558,62,441** | **1674,92,025** | **1446,15,162** |
| Significant accounting policies | 1 | | | |

The accompanying notes form an integral part of the financial statements.

As per our report of even date
**For VIKAS KHANNA & CO.**
**CHARTERED ACCOUNTANTS**
**Firm Registration No.010213C**

VIKAS KHANNA & CO. CHARTERED ACCOUNTANTS ROORKEE

**CA. VIKAS KHANNA**
**PROP.**
**M. No. 079929**

Place : **Roorkee** Date : 09 MAY 2018

**For & on behalf of the board**

**SHAILESH AGARWAL**
Director
DIN : **02221969**

**TAJINDER SINGH HASSANWALIA**
Director
DIN : **02463629**

**INTEGRATED GLASS MATERIALS LTD.**
**STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31 MARCH 2018**

| Particulars | Note | For the year ended 31 March 2018 | For the year ended 31 March 2017 |
|---|---|---|---|
| **Revenue** | | | |
| Revenue from operations | 17 | **199,54,114** | 866,23,842 |
| Other income | 18 | **7,929** | 4,542 |
| **Total revenue** | | **199,62,043** | 866,28,384 |
| **Expenses** | | | |
| Cost of materials consumed | 19 | **63,89,566** | 243,77,443 |
| Purchase of Stock in Trade | 20 | **15,13,112** | 724,90,783 |
| Changes in inventory of finished goods, work-in-progress, stock-in-tr | 21 | **87,48,005** | (242,52,396) |
| Employee benefits expense | 22 | **12,36,903** | 21,02,430 |
| Finance costs | 23 | **146,81,665** | 114,60,720 |
| Depreciation, amortization and impairment expense | 2a | **37,51,259** | 37,52,904 |
| Other expenses | 24 | **74,97,810** | 126,31,182 |
| **Total expenses** | | **438,18,320** | 1025,63,066 |
| **Profit before exceptional items and tax** | | **(238,56,277)** | **(159,34,682)** |
| **Exceptional items - impairment loss on investment** | | | - |
| **Profit before tax** | | **(238,56,277)** | **(159,34,682)** |
| **Tax expense** | | | |
| Current tax | | | |
| Current year | | | |
| Earlier years | | | |
| Deferred tax | | - | (23,60,784) |
| Less: Deferred asset for deferred tax liability | | | |
| **Total tax expense** | | - | **(23,60,784)** |
| **Profit for the year** | | **(238,56,277)** | **(135,73,898)** |
| **Total comprehensive income for the year** | | **(238,56,277)** | **(135,73,898)** |
| **Earnings per equity share (Par value ` 10/- each)** | 29 | | |
| Basic & Diluted (`) | | | |
| Significant accounting policies | 1 | | |

The accompanying notes form an integral part of the financial statements.

As per our report of even date
**For VIKAS KHANNA & CO.**
**CHARTERED ACCOUNTANTS**
**Firm Registration No.010213C**

VIKAS KHANNA & CO. CHARTERED ACCOUNTANTS ROORKEE

**CA. VIKAS KHANNA**
**PROP.**
**M. No. 079929**

Place : **Roorkee** Date :
09 MAY 2018

**For & on behalf of the board**

**SHAILESH AGARWAL**
Director
DIN : **02221969**

**TAJINDER SINGH HASSANWALIA**
Director
DIN : **02463629**

**Integrated Glass Materials Limited**

**Cash Flow Statement for the year ended 31st March, 18** **(Amount in Rupees)**

| Sr. | Particulars | As at 31.03.18 | | As at 31.03.17 | |
|---|---|---|---|---|---|
| A) | **CASH FLOW FROM OPERATING ACTIVITIES** | | | | |
| | Net Profit before tax and extraordinary items | (238,56,277) | | (159,34,682) | |
| | **Adjustment for:** | | | | |
| | Depreciation and Amortisation of Intangible Assets | 37,51,259 | | 37,52,904 | |
| | Impairment Loss provided/(Reversed) | - | | - | |
| | (Profit)/ Loss on sale of fixed assets and assets discarded (Net) | - | | - | |
| | (Profit)/ Loss on sale of Long Term Investments | - | | - | |
| | (Profit)/ Loss on sale of Current Investments | - | | - | |
| | Amortisation of Preliminary Expenses | - | | - | |
| | Amortisation of Foreign currency Monetary Items | - | | - | |
| | Diminution in the value of long term investments | - | | - | |
| | Extra Ordinary Items | - | | - | |
| | Interest paid | - | | - | |
| | Interest received | (7,929) | | (3,022) | |
| | Dividend received | | | | |
| | Operating Profit before working capital changes | (201,12,947) | | (121,84,800) | |
| | **Adjustment for:** | | | | |
| | Trade and other receivables | (18,666) | | - | |
| | Inventories | 89,56,555 | | (243,49,556) | |
| | Trade payable | (129,74,022) | | 8,39,328 | |
| | Other Current Assets | 9,475 | | 1,64,011 | |
| | Other Current Liabilities | 251,77,411 | | 356,62,028 | |
| | Other Financial Liabilities | 23,304 | | (50,595) | |
| | Short Term Provisions | - | | - | |
| | Other Financial Assets | (3,022) | | (3,022) | |
| | Loans | (61,873) | | - | |
| | **CASH GENERATED FROM OPERATIONS** | 9,96,215 | | 77,395 | |
| | Interest paid | - | | - | |
| | Direct taxes paid | (6,171) | | - | |
| | Increase in Foreign currency Monetary Items | - | | - | |
| | **CASH FLOW BEFORE PRIOR PERIOD ITEMS** | 10,02,386 | | 77,395 | |
| | Prior Period items | - | - | | |
| | **NET CASH FROM OPERATING ACTIVITIES** | | **10,02,386** | | **77,395** |
| B) | **CASH FLOW FROM INVESTING ACTIVITIES** | | | | |
| | Purchase of fixed assets | (8,71,248) | | (14,963) | |
| | Capital work in progress | - | | - | |
| | Sale/Loss of fixed assets | - | | - | |
| | Capital Advances, Pre-operative Expenses and Securities | - | | - | |
| | Sale of investments | - | | - | |
| | (Profit)/ Loss on sale of Long Investments | - | | - | |
| | (Profit)/ Loss on sale of Current Investments | - | | - | |
| | Dividend received on investments | - | | - | |
| | Interest received | 7,929 | | 3,022 | |
| | **NET CASH USED IN INVESTING ACTIVITIES** | | **(8,63,319)** | | **(11,942)** |
| C) | **CASH FLOW FROM FINANCING ACTIVITIES** | | | | |
| | Proceeds from Issue of Equity Shares | | | | |
| | Share Application Money | - | | - | |
| | Proceeds of long term borrowings | - | | - | |
| | Payment of long term borrowings | - | | - | |
| | Net proceeds of short term borrowings | - | | - | |
| | Redemption of Preference shares | - | | | - |
| | Dividend and dividend tax paid | - | | | - |
| | **NET CASH USED IN FINANCING ACTIVITIES** | | - | | - |
| | **NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENT (A+B+C)** | | **1,39,067** | | **65,452** |
| | **CASH AND CASH EQUIVALENT As At 31st March, 2017 (Opening Balance)** | | **1,21,530** | | **56,078** |
| | **CASH AND CASH EQUIVALENT As At 31st March, 2018 (Closing Balance)** | | **2,60,597** | | **1,21,530** |

**In terms of our report attached**

**For & on behalf of the board**

**FOR VIKAS KHANNA & CO.**
**CHARTERED ACCOUNTANTS**
**FRN 010213C**

VIKAS KHANNA & CO. CHARTERED ACCOUNTANTS ROORKEE

**CA. VIKAS KHANNA**
**PROP.**
**M. No. 079929**
**PLACE: ROORKEE**
**DATED:** 09 MAY 2018

**SHAILESH AGARWAL**
Director

**TAJINDER SINGH HASSANWALIA**
Director

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2018

## 1. CORPORATE INFORMATION

INTEGRATED GLASS MATERIALS LIMITED (the Company) is a unlisted public company incorporated in India under the under the provision of Companies Act, 1956 with its Registered Office at Delhi and is subsidiary of Asahi India Glass Limited. The Company is engaged in the business of mining of Silica Sand.

## 2. STATEMENT OF ACCOUNTING POLICIES

The significant accounting policies applied by the Company in the preparation of its financial statements are listed below. Such accounting policies have been applied consistently to all the periods presented in these financial statements and in preparing the opening Ind AS Balance Sheet as at April 1, 2016 for the purpose of transition to Ind AS, unless otherwise indicated.

### (a) Statement of compliance

In accordance with the notification issued by the Ministry of Corporate affairs, the Company has adopted Ind AS notified under the Companies (Indian Accounting Standards) Rules, 2015 with effect from April 1, 2017.

The Transition from Previous GAAP to Ind AS has been accounted for in accordance with Ind AS 101 " First Time Adoption of Indian Accounting Standards" from April 1, 2016 being the transition date.

In accordance with Ind AS 101 "First Time Adoption of Indian Accounting Standards", the Company has presented a reconciliation from the presentation of financial statements under accounting standards notified under the Companies (Accounting Standards) Rules, 2006 ("Previous GAAP") to Ind AS of total equity as at April 1, 2016 and March 31, 2017, total comprehensive income and cash flow for the year ended March 31, 2017.

Refer to note 43 for details of first time adoption of Ind AS by the company.

The financial statements have be prepared as a going concern for the reasons as set out under note "c" below.

### (b) Basis for preparation

The Financial Statements have been prepared under the historical cost convention on accrual basis with the exception of certain assets and liabilities carried at fair values by Ind AS. Historical cost is generally based on fair value of consideration given in exchange of goods and services.

The company, based on the nature of its products and services and normal time between acquisition of assets and their realization in cash or cash equivalent, has determined its operating cycle as 12 months for the purpose of classification of its assets and liabilities as current and non-current.

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**(c ) Going concern**

"The Company is an integral part of the larger architectural business of its holding company. It however on a standalone basis has been incurring losses and the accumulated losses have exceeded its net worth. However, the accounts have been prepared on the fundamental assumption of going concern based on the continuous financial support extended by its holding company Asahi India Glass Ltd and factoring the following key aspects:

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

**(d) Property, plant and equipment-Tangible Assets**

Property, Plant and Equipment are stated at cost, net of recoverable taxes, trade discounts and rebates and impairment losses, if any, less accumulated depreciation. Such costs include purchase price, borrowing cost and any cost directly attributable to bringing the assets to its working condition for its intended use.

Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the entity and the cost of the item can be measured reliably. All other repairs and maintenance are charged to profit or loss during the reporting period in which they are incurred.

**Transition to Ind AS**

The company has elected to state all items of Property, Plant and Equipment at Fair Value on the date of transition i.e. April 1, 2016 which are measured and valued by Chartered Engineer/ Government recognized valuer.

**Depreciation method**

**i.** Tangible Assets

Depreciation on tangible assets has been provided on Straight Line Method on the basis of useful life and residual value as specified in Schedule II of the Companies Act, 2013. Depreciation on additions during the year has been provided on pro – rata basis from the month of addition or completion.

ii. Gains and losses on disposals are determined by comparing proceeds with carrying amount and such gains or losses are recognized as income or expense in the statement of profit and loss.

iii. Cost of items of Property, plant and equipment not ready for intended use as on the balance sheet date is disclosed as capital work in progress. Advances given towards acquisition of Property, Plant and Equipment outstanding at each balance sheet date are disclosed as Capital Advance under Other non current assets.

**(e) Intangible Assets and Amortization**

Intangible assets are stated at cost, net of recoverable taxes, trade discounts and rebates less accumulated amortization/depletion and impairment loss, if any.

The cost comprises of purchase price, borrowing costs and any cost directly attributable to bringing the asset to its working condition for the intended use.

Gains and losses on disposals are determined by comparing proceeds with carrying amount. These are recognized as income or expense in the statement of profit and loss.

Cost of items of intangible assets not ready for intended use as on the balance sheet date is disclosed as intangible assets under development.

**Transition to Ind AS**

The company has elected to state all items of Intangible assets at carrying value as on the date of transition i.e. April 1, 2016.

**Amortization method and estimated useful lives**

Intangible asset (other than Software) are amortized over a period of lease and Software are amortized over a period of five years.

**(f) Impairment**

Assets are tested for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognized for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs of disposal and value in use. Non financial assets that suffered impairment are reviewed for possible reversal of the impairment at the end of each reporting period.

**(g) Financial Instruments, Financial Assets, Financial Liabilities and Equity Instruments**

Financial Assets and Financial Liabilities are recognized when the Company becomes a party to the contractual provisions of the relevant instrument. Since the transaction price does not differ significantly from the fair value of the financial asset or financial liability, the transaction price is assumed to be the fair value on initial recognition. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities are added to or deducted from the fair value on initial recognition of financial assets or financial liabilities. Purchase and sale of financial assets are recognized using trade date accounting.

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i. **Financial Assets**

Financial assets include Trade Receivables, Advances, Security Deposits, Cash and Cash Equivalents etc which are classified for measurement at amortized cost.

Management determines the classification of an asset at initial recognition depending on the purpose for which the assets were acquired. The subsequent measurement of financial assets depends on such classification.

**Impairment:**

The Company assesses at each reporting date whether a financial asset (or a group of financial assets) are tested for impairment based on available evidence or information. Expected credit losses are assessed and loss allowances recognized if the credit quality of the financial asset has deteriorated significantly since initial recognition.

**De-recognition:**

Financial assets are derecognized when the right to receive cash flow from the assets has expired, or has been transferred and the company has transferred substantially all of the risks and rewards of ownership.

**Income recognition:**

Interest income is recognized in the Statement of profit and loss using the effective interest method.

ii. **Financial Liabilities**:

For trade and other payables maturing within one year from the balance sheet date, the carrying amounts approximate fair value due to short maturity of these instruments.

**De-recognition**:

Financial liabilities are derecognized when the liability is extinguished, that is, when the contractual obligation is discharged, cancelled and on expiry.

**(h) Inventories**

Inventories are valued at lower of cost or net realizable value except waste, which is valued at estimated net realizable value. Cost of inventory includes all costs incurred in bring the inventories to their present location and condition. Cost of purchase inventory is determined after deducting rebates and discounts. Estimated net realizable value is estimated selling price less estimated cost as certified by the management. The basis of determining cost for various categories of inventories is as follows:

| | |
|---|---|
| Finished Goods - | on the basis of lower of cost and net realizable value. |
| Raw Material – | on the basis of lower of cost and net realizable value. |
| Work in progress - | on the basis of lower of cost and net realizable value. |
| By-Products – | on the basis of lower of cost and net realizable value. |
| Consumable Stores - | at cost. |

Scrap of Stores & Spares - at estimated realizable value.

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

**(i) Revenue**

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured regardless of when the payment is being made. Revenue is measured at the fair value of the consideration received or receivable net of discounts, taking into account contractually defined terms and excluding taxes and duties collected on behalf of the Government.

i. **Sale of goods**

Sales are recognized as soon as goods are dispatched and are recorded net of returns, trade discounts, trade taxes. Sales of scrap is recognised on actual sale basis.
Interest and other income are recognised on a time proportion basis.

Revenue from the sale of goods is recognized when the significant risks and rewards of ownership have been transferred to the buyer. No revenue is recognized if there are significant uncertainties regarding recovery of the amount due, associated costs or the possible return of goods or there is continuing involvement of management to the degree associated with ownership or control over the goods sold.

ii. **Interest Income**

Interest income is accrued on time proportion basis, by reference to the principal outstanding and the effective interest rate applicable.

**(j) Cash and cash Equivalents**

For the purpose of presentation in the statement of cash flows, cash and cash equivalents include cash in hand, demand deposits with banks, short term balances (with an original maturity of three months or less from date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

**(k) Taxes on income**

Income tax expense represents the sum of the current tax and deferred tax.

Current tax charge is based on taxable profit for the year. Taxable profit differs from profit as reported in the Statement of profit and loss because some items of income or expense are taxable or deductible in different years or may never be taxable or deductible. The company's liability for current tax is calculated using Indian tax rates and laws that have been enacted by the reporting date.

Current tax assets and liabilities are offset when there is a legally enforceable right to set off current tax assets against current tax liabilities and when they relate to income taxes levied by the same taxation authority.

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The company periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate.

Deferred tax is the tax expected to be payable or recoverable in the future arising from temporary differences between the carrying amounts of assets and liabilities in the balance sheet and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognized for all taxable temporary differences and deferred tax assets are recognized to the extent that it is probable that taxable profits will be available against which deductible temporary differences can be utilized. Deferred tax is calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset realized, based on tax rates that have been enacted or substantively enacted by the reporting date.

Deferred income tax assets and liabilities are off set against each other and the resultant net amount is presented in the balance sheet if and only when the company currently has a legally enforceable right to set off the current income tax assets and liabilities.

Current and deferred tax is recognized in profit or loss, except to the extent that it relates to items recognized in other comprehensive income or directly in equity. In this case the tax is also recognized in other comprehensive income or directly in equity respectively.

**(l) Employee Benefits**

**(i) Short term employee Benefits**

Short term employee benefits are expensed as the related service is provided at an undiscounted amount expected to be paid. A liability is recognized for the amount expected to be paid if the company has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably.

**(ii) Post Employment Benefits**

**Defined Contribution Plans**

The company's defined contribution plans includes Employees Provident Fund (under the provisions of the Employees' Provident Funds and Miscellaneous Provisions Act, 1952) and Employee State Insurance Corporation (under the provisions of the Employees' State Insurance Act, 1948). The company has no further obligation beyond making the contributions. The company's contributions to these plans are charged to the Statement of Profit and loss as incurred over the operating cycle.

**(m) Earnings Per Share**

Basic earnings per share is calculated by dividing the profit for the period attributable to the owners of company by the weighted average number of equity shares outstanding during the period. The weighted average number of equity shares outstanding during the period and for all periods presented is adjusted for events, such as bonus shares, other than the conversion of potential equity shares that have changed the number of equity shares outstanding without a corresponding change in resources. For the purposes of calculating diluted earnings per share the profit for the period attributable to the owners of the company and the weighted average number of shares outstanding during the period is adjusted for the effects of all dilutive potential equity shares.

**(n) Exceptional items**

When items of income or expense are of such nature, size and incidence that their disclosure is necessary to explain the performance of the company for the year, the company makes a disclosure of the nature and amount of such items separately under the head "exceptional items."

**(o) Segment reporting**

The company is primarily in the business of mining of Silica Sand. The Board of Directors of the company, which has been identified as the chief Operating decision maker evaluates the performance of the company, allocate resources based on analysis of various performance indicator of the company as single unit. Therefore there is no reportable segment of the company.

**(p) Provisions and contingent liabilities**

A provision is recognized if as a result of a past event, the company has a present obligation (legal or constructive) that can be estimated reliably and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are recognized at the best estimate of the expenditure required to settle the present obligation at the balance sheet date. If the effect of time value of money is material, provisions are discounted using a current pre tax rate that reflects, when appropriate the risks specific to the liability. The increase in the provision due to passage of time is recognized as an interest expense.

A contingent liability exists when there is a possible but not probable obligation, or a present obligation that may, but probably will not, require an outflow of resources, or a present obligation whose amount cannot be estimated reliably. Contingent liabilities do not warrant provisions but are disclosed unless the possibility of outflow of resources is remote. Contingent assets are neither recognized nor disclosed in the Standalone Financial Statements. However, when the realization of income is virtually certain then the related asset is not a contingent asset and its recognition is appropriate.

**(q) Finance cost**

Finance cost being interest on advance from customer against sales are charged to the Statement of Profit and Loss for the period for which they are incurred.

**(r) Use of Estimates and Critical accounting Judgments**

The preparation of Financial Statements is in conformity with generally accepted accounting principles which requires management to make estimates and assumptions.

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The estimates and the associated assumptions are based on historical experience, opinions of experts and other factors that are considered to be relevant. Actual results may differ from these estimates.

Significant judgments and estimated are made in areas relating to useful lives of Property, Plant and Equipment, impairment of Property, Plant and Equipment and recognition of provisions and exposure of contingent liabilities relating to pending litigations or other outstanding claims etc.

| | |
|---|---|
| **In terms of our report attached** | **For & on behalf of the board** |
| **FOR VIKAS KHANNA & CO.** | |
| **CHARTERED ACCOUNTANTS** | |
| **FRN 010213C** | |
| **CA. VIKAS KHANNA** | **SHAILESH AGARWAL** / **DIRECTOR** / **DIN : 02221969** |
| **PROP.** | **TAJINDER SINGH HASSANWALIA** / **DIRECTOR** / **DIN : 02463629** |
| **M. No. 079929** | |
| **PLACE: ROORKEE** | |
| **DATED: 09th May, 2018** | |

**INTEGRATED GLASS MATERIALS LTD.**
**STATEMENT OF CHANGES IN EQUITY**

**(A) Equity share capital**

**For the year ended 31 March 2018**

| Particulars | Balance as at 1 April 2017 | Changes during the year | Balance as at 31 March 2018 |
|---|---|---|---|
| Equity share capital | 140,00,000.00 | - | 140,00,000.00 |

**For the year ended 31 March 2017**

| Particulars | Balance as at 1 April 2016 | Changes during the year | Balance as at 31 March 2017 |
|---|---|---|---|
| Equity share capital | 140,00,000.00 | - | 140,00,000.00 |

**(B) Other equity**

**For the year ended 31 March 2018**

| Particulars | Reserves & surplus | |
|---|---|---|
| | Retained earnings | Total |
| **Balance as at 1 April 2017** | (390,07,278) | (390,07,278) |
| Profit for the year | **(238,56,275)** | (238,56,275) |
| Other comprehensive income | - | - |
| **Total comprehensive income** | **(238,56,275)** | **(238,56,275)** |
| **Balance as at 31 March 2018** | **(628,63,553)** | **(628,63,553)** |

**For the year ended 31 March 2017**

| Particulars | Reserves & surplus | |
|---|---|---|
| | Retained earnings | Total |
| **Balance as at 1 April 2016** | (254,33,380) | (254,33,380) |
| Profit for the year | **(135,73,898)** | (135,73,898) |
| **Total comprehensive income** | **(135,73,898)** | **(135,73,898)** |
| **Balance as at 31 March 2017** | **(390,07,278)** | **(390,07,278)** |

As per our report of even date
For VIKAS KHANNA & CO.
CHARTERED ACCOUNTANTS
Firm Registration No.010213C

CA. VIKAS KHANNA
PROP.
M. No. 079929

Place : Roorkee Date :

For & on behalf of the board

SHAILESH AGARWAL
Director
DIN : 02221969

TAJINDER SINGH HASSANWALIA
Director
DIN : 02463629

**INTEGRATED GLASS MATERIALS LTD.**
**STATEMENT OF CHANGES IN EQUITY**

**(A) Equity share capital**

**For the year ended 31 March 2018**

| Particulars | Balance as at 1 April 2017 | Changes during the year | Balance as at 31 March 2018 |
|---|---|---|---|
| Equity share capital | 140,00,000.00 | - | 140,00,000.00 |

**For the year ended 31 March 2017**

| Particulars | Balance as at 1 April 2016 | Changes during the year | Balance as at 31 March 2017 |
|---|---|---|---|
| Equity share capital | 140,00,000.00 | - | 140,00,000.00 |

**(B) Other equity**

**For the year ended 31 March 2018**

| Particulars | Reserves & surplus: Retained earnings | Total |
|---|---|---|
| **Balance as at 1 April 2017** | (390,07,278) | (390,07,278) |
| Profit for the year | **(238,56,275)** | (238,56,275) |
| Other comprehensive income | - | - |
| **Total comprehensive income** | **(238,56,275)** | **(238,56,275)** |
| **Balance as at 31 March 2018** | **(628,63,555)** | **(628,63,555)** |

**For the year ended 31 March 2017**

| Particulars | Reserves & surplus: Retained earnings | Total |
|---|---|---|
| **Balance as at 1 April 2016** | (254,33,380) | (254,33,380) |
| Profit for the year | **(135,73,898)** | (135,73,898) |
| **Total comprehensive income** | **(135,73,898)** | **(135,73,898)** |
| **Balance as at 31 March 2017** | **(390,07,278)** | **(390,07,278)** |

As per our report of even date
For VIKAS KHANNA & CO.
CHARTERED ACCOUNTANTS
Firm Registration No.010213C

For & on behalf of the board

Place : Roorkee Date :

CA. VIKAS KHANNA
PROP.
M. No. 079929

SHAILESH AGARWAL
Director
DIN : 02221969

TAJINDER SINGH HASSANWALIA
Director
DIN : 02463629

## 2a Property, plant & equipment

**As at 31 March 2018**

| Particulars | Gross block: As at 1 April 2017 | Gross block: Additions | Gross block: Deductions/ adjustments | Gross block: As at 31 March 2018 | Depreciation/amortisation and impairment: Upto 1 April 2017 | Depreciation/amortisation and impairment: For the year | Depreciation/amortisation and impairment: Deductions/ adjustments | Depreciation/amortisation and impairment: Upto 31 March 2018 | Net block: As at 31 March 2018 | Net block: As at 31 March 2017 |
|---|---|---|---|---|---|---|---|---|---|---|
| Land | | | | | | | | | | |
| Freehold | 11.00 400 | | | **11,00,400** | 0 | | | 0 | **11,00,400** | 11,00,400 |
| Plant and equipment | 323,53,536 | | | **323,53,536** | 35,46,466 | 35,46,466 | | 70,92,932 | **252,60,604** | 288,07,070 |
| Electrical installations and | 2,233 | | | **2,233** | 506 | 506 | | 1,012 | **1,222** | 1,728 |
| Furniture and fixtures | 55,575 | | | **55,575** | 8,107 | 4,857 | | 12,964 | **42,611** | 47,468 |
| Office equipment | 79,280 | 49,000 | | **1,28,280** | 28.146 | 29,902 | | 58,048 | **70,232** | 51,134 |
| Data processing equipments | 16,199 | 18,800 | | **34,999** | 10,650 | 8,892 | | 19,542 | **15,457** | 5,549 |
| Vehicles | 63,280 | | | **63,280** | 8.460 | 8,375 | | 16,835 | **46,445** | 54,820 |
| **Total** | **336,70,503** | **67,800** | **0** | **337,38,303** | **36,02,334** | **35,98,998 0** | **0** | **72,01,332** | **265,36,971** | **300,68,169** |

**As at 31 March 2017**

| Particulars | Gross block: As at 1 April 2016 | Gross block: Additions | Gross block: Deductions/ adjustments | Gross block: As at 31 March 2017 | Depreciation/amortisation and impairment: Upto 1 April 2016 | Depreciation/amortisation and impairment: For the year | Depreciation/amortisation and impairment: Deductions/ adjustments | Depreciation/amortisation and impairment: Upto 31 March 2017 | Net block: As at 31 March 2017 | Net block: As at 31 March 2016 |
|---|---|---|---|---|---|---|---|---|---|---|
| Land | | | | | | | | | | |
| Freehold | 11,00,400 | | | 11,00,400 | 0 | | | 0 | 11,00,400 | 11,00,400 |
| Plant and equipment | 323,53,536 | | | 323,53,536 | 0 | 35,46,466 | | 35,46,466 | 288,07,070 | 323,53,536 |
| Electrical installations and | 2,233 | | | 2,233 | | 506 | | 506 | 1,728 | 2,233 |
| Furniture and fixtures | 49,395 | 6,180 | | 55,575 | | 8,107 | | 8,107 | 47,468 | 49,395 |
| Office equipment | 73,280 | 6,000 | | 79,280 | 0 | 28,146 | | 28,146 | 51,134 | 73,280 |
| Data processing equipments | 16,199 | | | 16,199 | 0 | 10,650 | | 10,650 | 5,549 | 16,199 |
| Vehicles | 63,280 | | | 63,280 | 0 | 8,460 | | 8,460 | 54,820 | 63,280 |
| Total | 336,58,323 | 12,180 | 0 | 336,70,503 | 0 0 | 36,02,334 | 0 | 36,02,334 | 300,68,169 0 | 336,58,323 |

## 2b Intangible assets

**As at 31 March 2018**

| Particulars | Gross block: As at 1 April 2017 | Gross block: Additions | Gross block: Deductions/ adjustments | Gross block: As at 31 March 2018 | Depreciation/amortisation and impairment: Upto 1 April 2017 | Depreciation/amortisation and impairment: For the year | Depreciation/amortisation and impairment: Deductions/ adjustments | Depreciation/amortisation and impairment: Upto 31 March 2018 | Net block: As at 31 March 2018 | Net block: As at 31 March 2017 |
|---|---|---|---|---|---|---|---|---|---|---|
| | | | | | | | 0 | | | |
| Software | 15,121 | 4,920 | | **20,041** | 13,458 | 4,920 | | **18,378** | **1,663** | 1,663 |
| Pre-Operative expenses | 52,88,712 | | | **52,88,712** | 1,37,112 | 1,37,112 | | **2,74,224** | **50,14,488** | 51,51,600 |
| Manoharpura mines | | 17,94,001 | | **17,94,001** | | 8,604 | | **8,604** | **17,85,397** | |
| Mines | | 6,35,597 | | **6,35,597** | | 1,625 | | **1,625** | **6,33,972** | 0 |
| Total | **53,03,833** | **24,34,518** | **0** | **77,38,351** | **1,50,570 0** | **1,52,261** | **0** | **3,02,831** | **74,35,520** | **51,53,263** |

**As at 31 March 2017**

| Particulars | Gross block: As at 1 April 2016 | Gross block: Additions | Gross block: Deductions/ adjustments | Gross block: As at 31 March 2017 | Depreciation/amortisation and impairment: Upto 1 April 2016 | Depreciation/amortisation and impairment: For the year | Depreciation/amortisation and impairment: Deductions/ adjustments | Depreciation/amortisation and impairment: Upto 31 March 2017 | Net block: As at 31 March 2017 | Net block: As at 31 March 2016 |
|---|---|---|---|---|---|---|---|---|---|---|
| | | | | | | | 0 | | | |
| Software | 12,338 | 2,783 | | **15,121** | 0 | 13,458 | | 13,458 | 1,663 | 12,338 |
| Pre-Operative expenses | 52,88,712 | | | **52,88,712** | 0 | 1,37,112 | | 1,37,112 | 51,51,600 | 52,88,712 |
| **Total** | 53,01,050 | 2,783 | 0 | 53,03,833 | 0 0 | 1,50,570 | 0 | 1,50,570 | 51,53,263 | 53,01,050 |

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**3 Capital work-in-progress**

**As at 31 March 2018**

| Particulars | As at 31 March 2018 | As at 1 April 2017 | As at 1 April 2016 |
|---|---|---|---|
| Building under construction | | | |
| Plant & rquipment under erection | | | |
| Electrical installation under erection | | | |
| Expenditure incurred in the course of construction or acquisition | | | |
| Others | 36,81,403 | 53,12,473 | 53,12,473 |
| **Total** | 36,81,403 | 53,12,473 | 53,12,473 |

**4 Loans - Non-current**

| Particulars | As at 31 March 2018 | As at 31 March 2017 | As at 1 April 2016 |
|---|---|---|---|
| Security deposits | | | |
| Unsecured, considered good | 1,02,673 | 40,800 | 40,800 |
| **Total** | 1,02,673 | 40,800 | 40,800 |

**5 Other financial assets - Non-current**

| Particulars | As at 31 March 2018 | As at 31 March 2017 | As at 1 April 2016 |
|---|---|---|---|
| Bank deposits with more than 12 months maturity | 64,721 | 61,699 | 58,677 |
| Others | - | - | - |
| **Total** | 64,721 | 61,699 | 58,677 |

**6 Deferred tax assets (net)**

| Particulars | As at 31 March 2018 | As at 31 March 2017 | As at 1 April 2016 |
|---|---|---|---|
| **Deferred tax assets** | | | |
| Unabsorbed depreciation/ carried forward losses under tax laws | 164,67,058 | 164,67,058 | 148,24,949 |
| Expenses allowed for tax purpose on payment basis | - | - | - |
| Provision for doubtful debts & advances | - | - | - |
| Provision for decommissioning liability | - | - | - |
| MAT credit recoverable | 5,84,243 | 5,84,243 | 5,84,243 |
| Others | - | - | - |
| | 170,51,301 | 170,51,301 | 154,09,192 |
| **Deferred tax liabilities** | | | |
| Difference in book net value and tax net value of property, plant and equipment and intangible assets | 38,43,414 | 38,43,414 | 45,62,090 |
| Others | - | - | - |
| | 38,43,414 | 38,43,414 | 45,62,090 |
| **Total** | 132,07,887 | 132,07,887 | 108,47,102 |

(a) Deferred tax assets and deferred tax liabilities have been offset as they relate to the same governing laws.

(b) **Movement in deferred tax balances**

**As at 31 March 2018**

| Particulars | Recognised in profit or loss | Recognised in OCI | Net balance as on 31 March 2018 |
|---|---|---|---|
| **Deferred tax assets** | | | |
| Unabsorbed depreciation/ carried forward losses under tax laws | | | 164,67,058 |
| Expenses allowed for tax purpose on payment basis | | | - |
| Provision for doubtful debts & advances | | | - |
| Provision for decommissioning liability | | | - |
| MAT credit recoverable | | | 5,84,243 |
| Others | | | - |
| | - | - | 170,51,301 |
| **Deferred tax liabilities** | | | |
| Difference in book net value and tax net value of property, plant and equipment and intangible assets | | | 38,43,414 |
| Others | | | - |
| | - | - | 38,43,414 |
| **Total** | - | - | 132,07,887 |

**As at 31 March 2017**

| Particulars | Recognised in profit or loss | Recognised in OCI | Net balance as on 31 March 2017 |
|---|---|---|---|
| **Deferred tax assets** | | | |
| Unabsorbed depreciation/ carried forward losses under tax laws | 16,42,109 | | 164,67,058 |
| Expenses allowed for tax purpose on payment basis | - | | - |
| Provision for doubtful debts & advances | - | | - |
| Provision for decommissioning liability | - | | - |
| MAT credit recoverable | - | | 5,84,243 |
| Others | - | | - |
| | 16,42,109 | - | 170,51,301 |
| **Deferred tax liabilities** | | | |
| Difference in book net value and tax net value of property, plant and equipment and intangible assets | (7,18,675) | | 38,43,415 |
| Others | | | - |
| | (7,18,675) | - | 38,43,415 |
| **Total** | 23,60,784 | - | 132,07,886 |

**7 Inventories**

| Particulars | As at 31 March 2018 | As at 31 March 2017 | As at 1 April 2016 |
|---|---|---|---|
| Raw materials | - | - | - |
| Work-in-progress | 75,594 | 6,56,039 | 2,27,086 |
| Finished goods | 10,45,799 | - | - |
| Stock-in-trade | 93,90,420 | 205,46,642 | 122,42,149 |
| Stores, spares & loose tools | 10,26,083 | 12,34,633 | 11,16,311 |
| By-Products | 901,56,635 | 882,13,772 | 726,94,824 |
| Others/Scraps of Stores & Spares | 5,66,712 | 5,66,712 | 5,87,873 |
| **Total** | 1022,61,243 | 1112,17,798 | 868,68,243 |

(a) Inventories are valued at cost or net realisable value, whichever is lower except waste. Waste is valued at estimated realisable value.

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8 **Trade receivables**

| Particulars | As at 31 March 2018 | As at 31 March 2017 | As at 1 April 2016 |
|---|---|---|---|
| **Trade receivables** | | | |
| Secured, considered good | - | - | - |
| Unsecured, considered good | 2,68,504 | 2,49,838 | 2,49,838 |
| Unsecured, considered doubtful | - | - | - |
| | 2,68,504 | 2,49,838 | 2,49,838 |
| Less: Allowance for bad & doubtful receivables | - | - | - |
| **Total** | **2,68,504** | **2,49,838** | **2,49,838** |

9 **Cash and cash equivalents**

| Particulars | As at 31 March 2018 | As at 31 March 2017 | As at 1 April 2016 |
|---|---|---|---|
| **Balances with banks** | | | |
| Current accounts | 69,971 | 23,146 | 41,799 |
| Cash on hand | 1,90,626 | 98,383 | 14,279 |
| Total | **2,60,597** | **1,21,529** | **56,078** |

10 **Other current assets**

| Particulars | As at 31 March 2018 | As at 31 March 2017 | As at 1 April 2016 |
|---|---|---|---|
| **Advances** | | | |
| - From related parties | | | |
| - From others | | | 1,77,622 |
| Advances with government authorities | 13,99,455 | 14,27,385 | 11,92,810 |
| Prepaid expenses | - | 12,497 | 42,300 |
| Advance to staff | 4,19,327 | 3,88,376 | 5,86,391 |
| **Total** | **18,18,782** | **18,28,258** | **19,99,123** |

11 **Share capital**

| Particulars | As at 31 March 2018 | As at 31 March 2017 | As at 1 April 2016 |
|---|---|---|---|
| **Authorised** | | | |
| 20,00,000 equity shares of par value Rs. 10/- each (20,00,000 equity shares of par value Rs. 10/- each as at 31 March 2017 and 1 April 2016) | | | |
| **Issued, subscribed and fully paid up** | | | |
| 14,00,000 equity shares | **140,00,000** | **140,00,000** | **140,00,000** |

(a) **Movements in equity share capital:**
During the year, the Company has neither issued nor bought back any shares.

(b) **Terms and rights attached to equity shares:**
The Company has only one class of issued equity shares having a par value 10/- per share. Each holder of equity shares is entitled to one vote per share.

(c) **Dividends:**
The Company has not proposed any dividend for the year

(d) **Details of shareholders holding more than 5% shares in the Company:**

| Particulars | 31 March 2018 | | 31 March 2017 | | 1 April 2016 | |
|---|---|---|---|---|---|---|
| | No. of shares | %age holding | No. of shares | %age holding | No. of shares | %age holding |
| Asahi India Glass Ltd.(AIGL) | 14,00,000 | 100% | 14,00,000 | 100% | 14,00,000 | 100% |
| | | | | | | |

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12 **Other equity**

| Particulars | As at 31 March 2018 | As at 31 March 2017 | As at 1 April 2016 |
|---|---|---|---|
| Retained earnings | (628,63,555) | (390,07,278) | (254,33,380) |
| **Total** | **(628,63,555)** | **(390,07,278)** | **(254,33,380)** |

| | | | |
|---|---|---|---|
| **Retained earnings** | | | |
| Opening balance | (390,07,278) | (254,33,380) | (82,07,344) |
| Add / (Less): Net Profit / (Loss) after Tax transferred from statement of profit & | (238,56,277) | (135,73,898) | (129,66,504) |
| Less: Proposed dividend | | | |
| Less: Tax on dividend | | | |
| Add: Ind AS adjustments | | | (42,59,532) |
| | **(628,63,555)** | **(390,07,278)** | **(254,33,380)** |
| **Items of other comprehensive income recognised directly in retained earnings:** | | | |
| - Net actuarial gains/(losses) on defined benefit plans, r | | | |
| **Closing balance** | | - | - |
| **Total** | **(628,63,555)** | **(390,07,278)** | **(254,33,380)** |

13 **Trade payables - Current**

| Particulars | As at 31 March 2018 | As at 31 March 2017 | As at 1 April 2016 |
|---|---|---|---|
| Dues to micro and small enterprises | - | - | - |
| Dues to others | 23,20,965 | 152,94,987 | 144,55,659 |
| **Total** | **23,20,965** | **152,94,987** | **144,55,659** |

14 **Other current financial liabilities**

| Particulars | As at 31 March 2018 | As at 31 March 2017 | As at 1 April 2016 |
|---|---|---|---|
| **Current maturities of long term borrowings** | | | |
| Payable to employees | 85,774 | 62,470 | 1,13,065 |
| **Total** | **85,774** | **62,470** | **1,13,065** |

15 **Other current liabilities**

| Particulars | As at 31 March 2018 | As at 31 March 2017 | As at 1 April 2016 |
|---|---|---|---|
| Advances from customers and others (Advances from Related Party Asahi India Glass Ltd. AIGL Rs. 20,15,19,04 | 2017,09,325 | 1764,70,755 | 1408,86,486 |
| Deferred Income | - | - | - |
| Other payables | - | - | - |
| Statutory dues | 8,331 | 34,764 | 15,406 |
| Others | | | |
| Withholding taxes | 6,01,602 | 6,36,327 | 5,77,926 |
| **Total** | 2023,19,257 | 1771,41,846 | 1414,79,818 |

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**16** **Current tax Assets/Liabilities (Net)**

| | Particulars | As at 31 March 2018 | As at 31 March 2017 | As at 1 April 2016 |
|---|---|---|---|---|
| Current Tax Assets | | 2,24,140 | 2,30,311 | 2,23,455 |
| **Total** | | **2,24,140** | **2,30,311** | **2,23,455** |

**17** **Revenue from operations**

| | Particulars | For the year ended 31 March 2018 | For the year ended 31 March 2017 |
|---|---|---|---|
| **Sale of products** | | | |
| Sale of products | | 199,54,114 | 866,23,842 |
| Less: Inter division transfer | | | |
| | | 199,54,114 | 866,23,842 |
| **Other operating revenue** | | | |
| Others | | | |
| | | - | - |
| **Total** | | **199,54,114** | **866,23,842** |

**18** **Other income**

| | Particulars | For the year ended 31 March 2018 | For the year ended 31 March 2017 |
|---|---|---|---|
| Interest income | | 7,645 | 3,022 |
| Interest on Income tax refund | | 284 | 1,520 |
| **Total** | | **7,929** | **4,542** |

**19** **Cost of materials consumed**

| | Particulars | For the year ended 31 March 2018 | For the year ended 31 March 2017 |
|---|---|---|---|
| Raw Materials Consumed | | 63,89,566 | 243,77,443 |
| **Total** | | 63,89,566 | 243,77,443 |

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 materials.

**20** **PURCHASE OF STOCK IN TRADE**

| | | | |
|---|---|---|---|
| | Silica Sand | 15,13,112 | 724,90,783 |
| | **Particulars** | **15,13,112** | **724,90,783** |

**21** **Changes in inventory of finished goods, work-in-progress and others**

| | Particulars | For the year ended 31 March 2018 | For the year ended 31 March 2017 |
|---|---|---|---|
| **Inventory of materials at the beginning of the year** | | | |
| Finished goods | | - | - |
| Work-in-progress | | 6,56,039 | 2,27,085 |
| Stock in Trade | | 205,46,642 | 122,42,149 |
| Others- By Products | | 882,13,772 | 726,94,824 |
| | | 1094,16,454 | 851,64,058 |
| **Inventory of materials at the end of the year** | | | |
| Finished goods | | 10,45,799 | - |
| Work-in-progress | | 75,593 | 6,56,040 |
| Stock in Trade | | 93,90,422 | 205,46,642 |
| Others- BY PRODUCTS | | 901,56,635 | 882,13,772 |
| | | 1006,68,449 | 1094,16,454 |
| **Total** | | **87,48,005** | **(242,52,396)** |

22 **Employee benefits expenses**

| Particulars | For the year ended 31 March 2018 | For the year ended 31 March 2017 |
|---|---|---|
| Salaries, wages, allowances and bonus | 9,71,743 | 18,75,425 |
| Contribution to provident and other funds | 47,472 | 73,961 |
| Staff welfare expenses | 2,17,688 | 1,53,044 |
| **Total** | 12,36,903 | 21,02,430 |

23 **Finance cost**

| Particulars | For the year ended 31 March 2018 | For the year ended 31 March 2017 |
|---|---|---|
| **Finance charges on financial liabilities measured at amortised cost** | | |
| Interest expenses | 146,81,665 | 114,60,720 |
| **Total** | 146,81,665 | 114,60,720 |

24 **Other expenses**

| Particulars | For the year ended 31 March 2018 | For the year ended 31 March 2017 |
|---|---|---|
| Consumption of stores and spares | 11,12,795 | 13,41,241 |
| Power & fuel, water & utilities | 16,72,416 | 42,40,680 |
| Rent | 4,85,992 | 4,56,917 |
| Rates and taxes | 24,054 | 25,56,806 |
| Insurance | 4,125 | 6,232 |
| TCS Demand/Interest on Royalty | - | 1,07,588 |
| As auditor | 1,00,000 | 1,00,000 |
| For other services | 40,000 | 40,000 |
| Legal & professional charges | 3,92,171 | 2,34,681 |
| Rejection & Deviation | 5,99,002 | 2,11,613 |
| Others | 88,987 | 1,40,411 |
| Plant and Machinery | 18,58,174 | 16,98,759 |
| Freight Others | - | 32,250 |
| Travelling Conveyance | 4,71,096 | 6,61,957 |
| Others | 6,48,998 | 8,02,047 |
| **Total** | 74,97,810 | 126,31,182 |

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25 Amount in the financial statements are presented in Rupees. Previous years' figures have been regrouped/rearranged wherever considered necessary.

**26 Disclosure as per Ind AS 12 'Income taxes'**

**(a) Income tax expense**

**i) Income tax recognised in Statement of Profit and Loss**

| Particulars | For the year ended 31 March 2018 | For the year ended 31 March 2017 |
|---|---|---|
| **Current tax expense** | | |
| Current year | - | - |
| Adjustment for earlier years | - | - |
| | - | - |
| **Deferred tax expense** | | |
| Origination and reversal of temporary differences | - | (48,85,513) |
| Reduction in tax rate | - | 25,24,729 |
| **Total** | | **(23,60,784)** |

**27 Disclosure as per Ind AS 19 'Employee benefits'**

**Defined contribution plans:**

The Company pays fixed contribution to below funds at predetermined rates to approprate authorities:

**i. Provident fund**

An amount of Rs. 47,472/- (31 March 2017: Rs. 73,961/-) for the year is recognised as expense on this account and charged to the Statement of Profit and Loss.

## 28 Disclosure as per Ind AS 24 'Related Party Disclosures'

**(b) Transactions with the related parties are as follows:**

| Particulars | Holding Company ASAHI INDIA GLASS LTD. | |
|---|---|---|
| | **2017-18** | **2016-17** |
| **1. Expenses** | | |
| - Purchase of Raw Materials | - | 6,39,430 |
| - Stores and Spares | - | 7917 |
| - Remuneration to Directors | | |
| - Directors Sitting Fee | | |
| - Miscellaneous Expenses | | |
| - Rent Paid | 3,36,000 | 336000 |
| - Repairs and Maintenance | | |
| - Royalty | | |
| - Interest | 146,81,665 | 11460720 |
| **2. Income** | | |
| - Sale of Goods etc. | 192,54,005 | 81427280 |
| - Sale of Capital Goods | | |
| - Interest/Commission Received/Liability Written Back/Others | | |
| - Rent Received | | |
| **3. Purchases of Capital Goods** | | |
| **4. Loans/Advances Given** | | |
| **(c) Outstanding balances with related parties are as follows:** | **2015,19,040** | **176470755** |

**(d) Terms and conditions of transactions with the related parties**

(i) Transactions with the related parties are made on normal commercial terms and conditions and at market rates.

(ii) Outstanding balances of Holding Company at the year-end, are unsecured and interest bearing and settlement occurs through banking transaction. For the year ended 31 March 2018, the Company has not recorded any impairment of receivables relating to amounts owed by related parties (31 March 2017: ` Nil). This assessment is undertaken each financial year through examining the financial position of the related party and the market in which the related party operates.

(iii) Related party relationship is as identified by the Company on the basis of available information and legal opinion obtained by the Company and accepted by the Auditors as correct.

**29 Disclosure as per Ind AS 33 'Earnings per Share'**

**Basic and diluted earnings per share**

| | 31 March 2018 | 31 March 2017 |
|---|---|---|
| Basic and diluted earnings per share | (17.04) | (9.70) |
| Nominal value per share | 10.00 | 10.00 |

**(a) Profit attributable to equity shareholders (used as numerator)**

| | 31 March 2018 | 31 March 2017 |
|---|---|---|
| Profit attributable to equity shareholders | (238,56,277) | (135,73,898) |

**(b) Weighted average number of equity shares (used as denominator)**

| | 31 March 2018 | 31 March 2017 |
|---|---|---|
| Opening balance of issued equity shares | 14,00,000 | 14,00,000 |
| Effect of shares issued during the year, if any | - | - |
| **Weighted average number of equity shares outstanding at the end of the year for calculation of Basic and Diluted EPS** | 14,00,000 | 14,00,000 |

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## 30 First-time Adoption of Ind AS

These are the Company's first Financial Statements in accordance with Ind AS. For periods up to and including the year ended 31 March 2017, the Company prepared its financial statements in accordance with previous GAAP, including accounting standards notified under the Companies (Accounting Standards) Rules, 2006 (as amended). The effective date for Company's Ind AS Opening Balance Sheet is 1 April 2016 (the date of transition to Ind AS).

The accounting policies set out in Note 1 have been applied in preparing the financial statements for the year ended 31 March 2018, the comparative information presented in these financial statements for the year ended 31 March 2017 and in the preparation of an opening Ind AS Balance Sheet at 1 April 2016 (the Company's date of transition). According to Ind AS 101, the first Ind AS Financial Statements must use recognition and measurement principles that are based on standards and interpretations that are effective at 31 March 2018, the date of first-time preparation of Financial Statements according to Ind AS. These accounting principles and measurement principles must be applied retrospectively to the date of transition to Ind AS and for all periods presented within the first Ind AS Financial Statements.

Any resulting differences between carrying amounts of assets and liabilities according to Ind AS 101 as of 1 April 2016 compared with those presented in the previous GAAP Balance Sheet as of 31 March 2016, were recognized in equity under retained earnings within the Ind AS Balance Sheet.

An explanation of how the transition from previous GAAP to Ind AS has affected the company's financial position, financial performance and cash flows is set out in the following tables and notes.

### (a) Optional exemptions availed and mandatory exceptions

In the Ind AS Opening Balance Sheet as at 1 April 2016, the carrying amounts of assets and liabilities from the previous GAAP as at 31 March 2016 are generally recognized and measured according to Ind AS in effect as on 31 March 2018. For certain individual cases, however, Ind AS 101 provides for optional exemptions and mandatory exceptions to the general principles of retrospective application of Ind AS. The Company has made use of the following exemptions and exceptions in preparing its Ind AS Opening Balance Sheet:

**i) Property, plant and equipment & Intangible assets**

Ind AS 101 permits a first-time adopter to elect fair value of its property, plant and equipment as at the date of transition to Ind AS, to be its deemed cost as at the date of transition.
Accordingly, the Company has elected to measure all of its property, plant and equipment and intangible assets at their fair values at the date of transition.

**ii) Business combinations**

Ind AS 101 provides the option to apply Ind AS 103 prospectively from the transition date or from a specific date prior to the transition date. This provides relief from full retrospective application that would require restatement of all business combinations prior to the transition date.
Accordingly, the Company has elected to apply Ind AS 103 prospectively to business combinations occurring after its transition date. Business combinations occurring prior to the transition date have not been restated.

**iii) Arrangements containing a lease**

Appendix C, Ind AS 17 requires an entity to assess whether an arrangement contains a lease at its inception. However, Ind AS 101 provides an option to make this assessment on the basis of facts and circumstances existing at the date of transition to Ind AS. The Company has elected to apply this exemption for such contracts/arrangements.

**iv) Estimates**

An entity's estimates in accordance with Ind AS at the date of transition to Ind AS shall be consistent with estimates made for the same date in accordance with previous GAAP (after adjustments to reflect any difference in accounting policies), unless there is objective evidence that those estimates were in error.
Ind AS estimates as at 1 April 2016 are consistent with the estimates as at the same date made in conformity with previous GAAP.

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(b) **Reconciliation of equity as at 1 April 2016 and as at 31 March 2017**

| | 1 April 2016 | | | 31 March 2017 | | |
|---|---|---|---|---|---|---|
| | **Previous GAAP*** | **Adjustments** | **Ind ASs** | **Previous GAAP*** | **Adjustments** | **Ind ASs** |
| **ASSETS** | | | | | | |
| **Non-current assets** | | | | | | |
| Property, plant and equipment | 398,22,625 | (61,64,302) | 336,58,323 | 353,30,565 | (52,62,396) | 300,68,169 |
| Capital work in progress | 53,12,473 | | 53,12,473 | 53,12,473 | | 53,12,473 |
| Other Intangible assets | 53,01,050 | | 53,01,050 | 51,53,263 | | 51,53,263 |
| Financial assets | | | | | | - |
| Loans | 6,25,043 | (5,84,243) | 40,800 | 6,25,043 | (5,84,243) | 40,800 |
| Other financial assets | | 58,677 | 58,677 | | 61,699 | 61,699 |
| Deferred tax assets (net) | 83,58,090 | 24,89,012 | 108,47,102 | 112,68,577 | 19,39,310 | 132,07,887 |
| **Current Assets** | | | | | | |
| Inventories | 868,68,242 | | 868,68,242 | 1112,17,798 | | 1112,17,798 |
| Financial assets | | | - | | | |
| Trade receivables | 2,49,838 | - | 2,49,838 | 2,49,838 | | 2,49,838 |
| Cash and cash equivalents | 1,14,754 | (58,677) | 56,078 | 1,83,227 | (61,699) | 1,21,528 |
| Loans | 22,22,579 | (22,22,579) | - | 20,58,568 | (20,58,568) | - |
| Other financial assets | | | - | | | - |
| Current tax assets (net) | - | 2,23,455 | 2,23,455 | | 2,30,311 | 2,30,311 |
| Other current assets | - | 19,99,124 | 19,99,124 | | 18,28,257 | 18,28,257 |
| **Total Assets** | 1488,74,695 | (42,59,533) | 1446,15,162 | 1713,99,352 | (39,07,329) | 1674,92,023 |
| **EQUITY & LIABILITIES** | | | | | | |
| **Equity** | | | | | | |
| Equity Share capital | 140,00,000 | - | 140,00,000 | 140,00,000 | | 140,00,000 |
| Other equity | (211,73,848) | (42,59,533) | (254,33,380) | (350,99,951) | (39,07,329) | (390,07,280) |
| **Current liabilities** | | | | | | |
| Financial liabilities | | | | | | |
| Trade payables | 144,55,659 | - | 144,55,659 | 152,94,987 | | 152,94,987 |
| Other financial liabilities | - | 1,13,065 | 1,13,065 | | 62,470 | 62,470 |
| Other current liabilities | 1415,92,883 | (1,13,065) | 1414,79,818 | 1772,04,316 | (62,470) | 1771,41,846 |
| **Total equity and liabilities** | 1488,74,695 | (42,59,533) | 1446,15,162 | 1713,99,352 | (39,07,329) | 1674,92,023 |

* The previous GAAP figures have been reclassified to conform to Ind AS presentation requirements for the purposes of this note.

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**Reconciliation of total comprehensive income for the year ended 31 March 2017**

| | Previous GAAP* | Adjustments | Ind ASs |
|---|---|---|---|
| **INCOME** | | | |
| Revenue | 866,23,842 | | 866,23,842 |
| Other income | 4,542 | | 4,542 |
| **Total Income** | 866,28,384 | - | 866,28,384 |
| | | | |
| **EXPENDITURE** | | | |
| Cost of matrials consumed | 243,77,442 | | 243,77,442 |
| purchases of stock in trade | 724,90,783 | | 724,90,783 |
| Changes in inventory of finished goods, work-in-progress, stock-in-trade and others | (242,52,395) | | (242,52,395) |
| Employee benefits expense | 21,02,430 | | 21,02,430 |
| Finance costs | 114,60,720 | | 114,60,720 |
| Depreciation, amortization and impairment expense | 46,54,810 | (9,01,906) | 37,52,905 |
| Other expenses | 126,31,182 | | 126,31,182 |
| **Total Expenses** | 1034,64,972 | (9,01,906) | 1025,63,066 |
| **Profit before tax** | (168,36,588) | 9,01,906 | (159,34,682) |
| Current tax | | | |
| Current year | | | - |
| Earlier years | | | - |
| | | | |
| Deferred tax | 29,10,486 | (5,49,702) | 23,60,784 |
| | 29,10,486 | (5,49,702) | 23,60,784 |
| | | | |
| **Profit after tax** | (139,26,102) | 3,52,204 | (135,73,898) |
| | | | |
| **Total comprehensive income for the year** | (139,26,102) | 3,52,204 | (135,73,898) |

* The previous GAAP figures have been reclassified to conform to Ind AS presentation requirements for the purposes of this note.

**Reconciliation of total equity as at 31 March 2017 and 1 April 2016**

| | Note | 31 March 2017 | 1 April 2016 |
|---|---|---|---|
| Total equity (shareholder's funds) as per previous GAAP | | (350,99,951) | (211,73,847) |
| **Adjustments:** | | | |
| Proposed dividend and tax | | | |
| Impact of fair valuation of PPE | | (52,62,396) | (61,64,302) |
| Depreciation and amortization | | | |
| Recognition of financial assets/liabilities at amortised cost | | | |
| Fair valuation of investments | | | |
| Provision of decommissioning liability | | | |
| Deferral of revenue to be recognised on acknowledgement (Net) | | | |
| Tax effect of above adjustments | | 13,55,067 | 19,04,769 |
| **Total adjustments** | | (39,07,329) | (42,59,533) |
| **Total equity as per Ind AS** | | (390,07,280) | (254,33,380) |

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Reconciliation of total comprehensive income for the year ended 31 March 2017

| | Note | 31 March 2017 |
|---|---|---|
| Profit after tax as per previous GAAP | | (139,26,104) |
| **Adjustments:** | | |
| Impact of fair valuation of PPE | | |
| Depreciation and amortization | | 9,01,906 |
| Recognition of financial assets/liabilities at amortised cost | | |
| Fair valuation of investments | | |
| Deferral of revenue to be recognised on acknowledgement (Net) | | |
| Actuarial loss on defined benefit plans recognised in OCI (net of tax) | | |
| Tax effect of above adjustments | | (5,49,700) |
| **Total adjustments** | | 3,52,206 |
| **Profit after tax as per Ind AS** | | (135,73,898) |
| **Other comprehensive income (net of tax):** | | |
| Actuarial loss on defined benefit plans | | |
| Fair valuation of investments | | |
| **Total comprehensive income as per Ind AS** | | (135,73,898) |

**Notes to first-time adoption:**

**(a) Property, plant and equipment**

On transition to Ind AS, the company has recognised all items of its property, plant and equipment on fair value as a result of which the retained earnings have decreased by an amount of Rs. 61,64,302/- as at the date of transition.

For the year ended 31 March 2017, the depreciation has been reduced by an amount of Rs. 9,01,906/- reducing the loss during the year.

**(b) Deferred taxes**

Previous GAAP requires deferred tax accounting using the income statement approach, which focuses on differences between taxable profits and accounting profits for the period. Ind-AS 12 : Income Taxes requires entities to account for deferred taxes using the balance sheet approach, which focuses on temporary differences between the carrying amount of an asset or liability in the balance sheet and its tax base. The application of Ind-AS 12 approach has resulted in recognition of deferred tax on new temprorary differences which was not required under Indian GAAP.

The above changes increased/(decreased) the deferred tax assest as follows:

| **Particulars** | **31 March 2017** | **1 April 2016** |
|---|---|---|
| Impact of fair valuation of PPE | 13,55,067 | 19,04,769 |
| **Total** | **13,55,067** | **19,04,769** |

**(c) Retained earnings**

Retained earnings as at 1 April 2016 has been adjusted consequent to the above Ind AS transition adjustments. Refer 'Reconciliation of total equity as at 31 March 2017 and 1 April 2016 as given above for details.

**(d) Statement of cash flows**

The transition from Indian GAAP to Ind AS has not had a material impact on the statement of cash flows.

31 **Disclosure as required by Schedule V of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015:**

32 **Balances due from and due to sundry parties are subject to confirmation.**

33 **Details of Specified Bank Notes (SBN) held and transacted during the period 08/11/2016 to 30/12/2016:**

| **Particulars** | **Specified Bank Notes** | **Other denomination notes** | **Total** |
|---|---|---|---|
| Closing cash in hand as on 08.11.2016 | 61,000 | 34,262 | 95,262 |
| Add: Permitted receipts | - | 1,77,000 | 1,77,000 |
| Less: Permitted payments | - | 1,15,955 | 1,15,955 |
| Less: Amount deposited in Banks | 61,000 | - | 61,000 |
| | | | |
| **Closing cash in hand as on 30.12.2016** | - | - | 95,307 |

As per our report of even date
**For VIKAS KHANNA & CO.**
**CHARTERED ACCOUNTANTS**
**Firm Registration No.010213C**

For and on behalf of the Board

**CA. VIKAS KHANNA**
**PROP.**
**M. No. 079929**

Place : **Roorkee**
Date : 09 MAY 2018

**SHAILESH AGARWAL**
Director
DIN : 02221969

**TAJINDER SINGH HASSANWALIA**
Director
DIN : 02463629

## INTEGRATED GLASS MATERIALS LIMITED

### 2.10 STATEMENT OF FIXED ASSETS FORMING A PART OF BALANCE SHEET AS AT 31st Mar, 18

| Particulars | GROSS BLOCK | | | | DEPRECIATION | | | | NET BLOCK |
|---|---|---|---|---|---|---|---|---|---|
| | As at 01/04/2017 | Additions | Deductions | As at 31/03/2018 | As at 01/04/2017 | During the Period | Adjustment | Total as at 31/03/2018 | As at 31/03/2018 |
| **(a) Fixed Assets** | | | | | | | | | |
| **(i) Tangible Assets** | | | | | | | | | |
| Land | 11,00,400 | - | - | 11,00,400 | - | - | - | - | 11,00,400 |
| Plant & Machinery | 322,26,994 | | - | 322,26,994 | 35,33,981 | 35,33,982 | - | 70,67,963 | 251,59,031 |
| Electrical Fitting & Installation | 2,233 | | - | 2,233 | 506 | 506 | - | 1,011 | 1,222 |
| Vehicles | 63,280 | | - | 63,280 | 8,460 | 8,375 | - | 16,834 | 46,446 |
| Furniture & Fixture | 55,575 | | - | 55,575 | 8,107 | 4,857 | - | 12,963 | 42,612 |
| Computer System & Accessories | 16,199 | 18,800 | - | 34,999 | 10,650 | 8,892 | - | 19,542 | 15,457 |
| LED TV | 10,446 | | - | 10,446 | 5,409 | 5,037 | - | 10,446 | -0 |
| Tools & Instruments | 1,26,542 | | - | 1,26,542 | 12,485 | 12,485 | - | 24,970 | 1,01,572 |
| Cellphones | 38,546 | 12,000 | - | 50,546 | 13,739 | 13,461 | - | 27,200 | 23,346 |
| Office Equipments | 30,288 | 37,000 | - | 67,288 | 8,998 | 11,404 | - | 20,403 | 46,885 |
| **Total (i)** | **336,70,503** | **67,800** | **-** | **337,38,303** | **36,02,334** | **35,98,998** | **-** | **72,01,332** | **265,36,971** |
| **Previous Year as on 31st March, 17** | **336,58,323** | **12,180** | | **336,70,503** | | **36,02,334** | | **36,02,334** | **300,68,169** |
| | | | | | | | | | |
| **(ii) Intangible Assets** | | | | | | | | | |
| Computer Software | 15,121 | 4,920 | - | 20,041 | 13,457 | 4,920 | - | 18,377 | 1,664 |
| Pre-operative Expenses | 67,87,097 | - | - | 67,87,097 | 16,35,497 | 1,37,112 | - | 17,72,609 | 50,14,488 |
| Minning Lease Rights | | 24,29,598 | | 24,29,598 | | 10,229 | | 10,229 | 24,19,369 |
| **Total (ii)** | **68,02,218** | **24,34,518** | **-** | **92,36,736** | **16,48,954** | **1,52,261** | **-** | **18,01,216** | **74,35,520** |
| **Previous Year as on 31st March, 17** | **53,01,050** | **2,783** | | **53,03,833** | **-** | **1,50,569** | | **1,50,569** | **51,53,263** |
| | | | | | | | | | |
| | | | | | | | | | |
| **(iii) Capital Work In Progress** | **53,12,473** | **-** | **16,31,070** | **36,81,403** | **-** | **-** | **-** | **-** | **36,81,403** |
| **Previous Year as on 31st March, 17** | **53,12,473** | **-** | **-** | **53,12,473** | **-** | **-** | **-** | **-** | **53,12,473** |
| | | | | | | | | | |
| **(iv) Intangible Assets under Development** | | **NIL** | | | | | | | |
| **Previous Year as on 31st March, 16** | | **NIL** | | | | | | | |
| **(v) Impaired Assets held for Disposal** | | **NIL** | | | | | | | |

VIKAS KHANNA & CO. CHARTERED ACCOUNTANTS ROORKEE