

SEZAL GLASS LTD.
Annual Report 2009-10



Think Clear.



Forward-looking Statements

The report contains forward-looking statements that involve risks and uncertainties. When used in this discussion, the words like 'plans', 'expects', 'anticipates', 'believes', 'intends', 'estimates', or other similar expressions as they relate to Company or its business are intended to identify such forward-looking statements. Forward-looking statements are based on certain assumptions and expectations of future events. The Company's actual results, performance or achievements could differ materially from those expressed or implied in such forward-looking statements. The Company undertakes no obligation or responsibility to publicly amend, update, modify or revise any forward-looking statements, on the basis of any new information, future event, subsequent development or otherwise.

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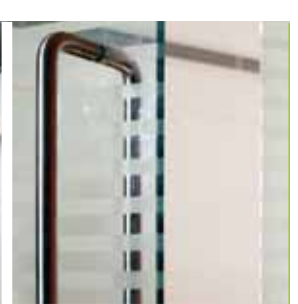
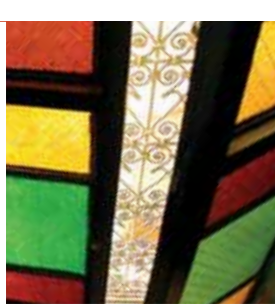


Clarity affords focus.

- Thomas Leonard

2009-10 was the most important year for us at Sezal Glass. We achieved a milestone with the successful completion our float glass plant in Bharuch, Gujarat. We established our credentials as the only indigenous float glass producer with next generation technology. We also achieved total integration with presence across the value chain – from manufacturing to retailing. Most importantly, we fulfilled our commitment to our stakeholders by setting up a world class float glass manufacturing plant.





Amidst such achievements, few factors remained constant - our dedication, our knowledge, our zeal to excel and above all, our ability to 'Think Clear'.

- An eye to discover opportunity amidst uncertainties and challenges.
- A foresight to bring the change, than to wait for it.
- A vision to not meet, but exceed the expectations.

A new journey has already begun. The road is demanding. The ambition is high. The expectations are soaring. The resolve is tough. It's time to build, succeed and exceed. It's time to Think Clear.





10
things you
need to know
about us

1

We are a young company with a young management in a relatively young industry.

2

We have our origins in a 200 sq. ft. glass shop in Malad, Mumbai, set up by Mr. Amrrut S. Gada, a first generation entrepreneur and presently the Chairman & Managing Director of the company.

3

We have evolved from a glass processor to an integrated glass company, having presence across the value chain – from float glass manufacturing to glass processing to retailing of glass products.

4

We have changed our name from Sejal Architectural Glass Limited to Sezal Glass Ltd.

5

We are headquartered in Mumbai and have two manufacturing locations (a float glass plant at Bharuch and a glass processing unit in Silvassa). Besides we also have retail showrooms at different locations in Mumbai, offering branded home and office interior products.

6

Our 550 MTPD float glass plant became operational during 2009-10 and also started exports of float glass within the first quarter of operations.

7

We sell our float glass under the 'Sezal Glass' brand and processed glasses under 9 different brands. Besides we own a sanitary ware brand 'Oyster'.

8

We have 488 employees and a 300 dealer network across India.

9

We have recorded revenues of ` 512 mn and PAT of ` 25.28 mn during 2009-10.

10

We went public in 2007-08 and our shares are listed on the National Stock Exchange of India Limited (Scrip code – SEZAL GLASS) and the Bombay Stock Exchange Limited (scrip code – 532993)

Our guiding principles

vision

It is a vision of the Sezal Group to create a brand image for Sezal that evokes a sense of awe, blind faith and inspiration and to achieve for itself the position of industry leader in the field of float glass manufacturing, by investing into integrated operations and deliver world-class products.

Processes, operating systems and procedures shall be adopted with the objective of surpassing the exacting international standards for product and systems.

Creating and multiplying wealth of the company with continuous expansion for a better future of all stake holders.



mission

- To bring to our customers the benefits of industry leading technology from concepts to realisation.
- To provide to our customers the best of glass solutions.
- To set standards in service to customers.



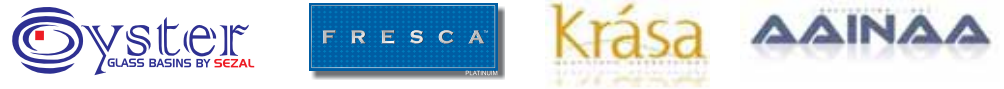
Clear view

(` mn)

Financial Performance	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Profit & Loss Account										
Gross Sales	40.83	89.16	171.94	197.40	242.96	295.03	336.66	440.82	371.10	448.97
Total Income	41.69	90.34	172.75	199.99	245.51	307.22	393.57	589.38	515.94	511.73
Depreciation	1.66	3.22	5.09	5.51	5.96	6.48	12.23	21.64	25.00	26.53
Interest	3.45	11.40	17.59	13.18	10.27	9.45	15.72	38.84	37.65	31.90
Profit Before Taxation	4.82	0.76	5.77	22.60	30.96	30.60	40.03	64.23	31.72	13.15
Profit After Taxation	4.82	0.23	5.27	20.30	27.97	20.89	27.08	46.51	21.22	21.93
Earnings Per Share	16.08	0.78	17.57	67.68	91.15	75.93	2.77	2.48	0.81	0.78
Balance Sheet										
Fixed Assets	41.66	108.83	105.90	110.56	112.02	351.39	659.52	1313.44	3895.68	6681.63
Investments	0.10	0.10	0.10	0.10	0.10	1.20	0.10	0.60	0.60	0.60
Net Current Assets	36.21	45.77	41.50	56.83	72.80	-61.29	88.82	260.44	309.74	110.16
Loan Funds	36.47	118.53	105.15	107.22	104.44	193.14	305.04	1035.92	2761.76	5175.51
Net Differed Tax Liability	0.00	0.00	5.67	10.25	0.00	13.70	20.51	25.40	24.78	10.96
Net Worth	41.50	36.17	36.69	50.02	80.48	84.46	422.89	513.16	1419.48	1605.92
Share Capital	25.33	30.00	30.00	30.00	30.00	30.00	103.35	188.06	280.00	288.00
Share Warrant / Share Application Money	11.35	1.11	2.04	1.54	0.00	0.00	296.70	0.00	0.00	42.00
Reserve and Surplus	4.82	5.06	4.65	18.48	50.49	54.46	22.84	325.11	1139.49	1275.92
Net Worth	41.50	36.17	36.69	50.02	80.49	84.46	422.89	513.17	1419.49	1605.92

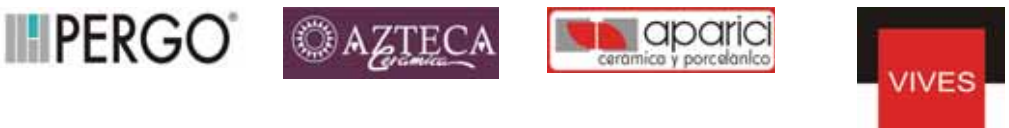
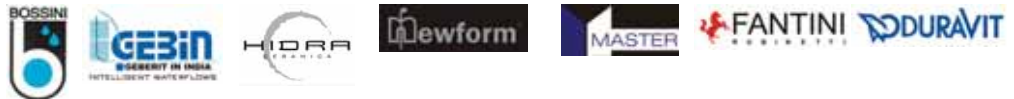
Our Brands

OWN BRANDS



RETAIL BRANDS

- Lights
- Sanitary ware
- Tiles





Clear perspective

Dear Members,

There is a huge gap between visualizing a dream and realizing it. Having bridged the distance, today we at Sezal Glass stand tall and elated. 2009-10 marked the advent of a new era at Sezal Glass. We successfully completed our state-of-the-art float glass plant and became the only indigenous player in the industry to achieve this feat in the last decade. With this feat, we have successfully completed our transition into an integrated glass company. We achieved a dream that took us a decade to fulfill. Looking back at the times gone by, each step we took was worth its effort, in the present scheme of things. The challenges were immense. But as it turns out, the resolve stood victorious.

We have our humble beginnings in a 200 sq. ft. retail shop. A humble beginning has its own challenges; however the advantages by far outweigh them. Originating from a humble background made us realize the importance of knowledge. We stretched ourselves every bit to understand and imbibe each aspect of our industry vertical. The results were evident; we graduated from a glass trading house to one of the largest glass processing companies in India within a decade. Our readiness to learn and serve the client remained that of a small shop, resulting in higher degree of customisation, wider variety of products, greater attention to detail and deeper bonds with our clients.

We continued to evolve, duly backed with knowledge and strategy to carve our niche in an overly competitive market space. As a result, the idea of setting up Sejal Encasa (now Sezal Encasa) was born. We set up a single mall comprising of all glass products under a single roof – right from decorative glass to processed glass panes to bath fittings. In the process, we forged strong bonds with the end consumers, renowned architects and interior decorators. The mall didn't only serve as a revenue-generating point, but also evolved into a platform offering first-hand knowledge of latest trends and customer preferences. It further complemented our ability to offer solutions in processed glass. Three years later, it still continues to be the first initiative of its kind in India. We introduced two more such malls in Mumbai during the year under review.

Having established two business divisions, the next stage was to connect the dots for a

2009-10 was overall a challenging year. The challenges relating to the float project were aplenty, but the even bigger challenge was to ensure consistent operations in the other divisions.

sustainable growth. The answer lied in achieving total integration. The clarity in our thoughts translated into reality by proposing to set up a float glass plant in Bharuch. The funds were garnered by going public. A commitment to the extended family was made. What followed was perhaps the most challenging two years in our company's history. The path was steep. The challenges were immense. The expectations were high. But the options were none, but one – to succeed. And we did succeed. We put up a world-class float glass plant with European technology with higher technological reliability, thus higher satisfaction. Our dream project, that commenced operations in September 2009, achieved total stability by the end of the year under review.

2009-10 was overall a challenging year. The challenges relating to the float project were aplenty, but the even bigger challenge was to ensure consistent operations in the other divisions. The numbers unfortunately fail to reflect the true courage and initiatives from our side. And more so, in wake of higher material prices and lower demand from the industry, on account of delay in some major projects. A major breakdown in the initial stage of the float glass operations in March 2010 resulted in suspension of production for 5 weeks - a setback, which is now behind us.

However, the future is now. And I want to assure the Sezal family that the future is not only bright but also clear. We have already embarked on a journey that would catapult us a long way, on to a larger scale and better

growth. The immediate challenges have been addressed successfully. The stability in the float glass operations has been achieved. Now will be the time to accelerate our speed and focus on creating value from an integrated business model comprising of manufacturing, processing and retailing.

We at Sezal Glass have also taken active steps to hire, develop and retain talent across the organisation. We feel that a knowledgeable and responsible team of professionals would propel our vision to greater heights in the years to come. As an initiative to develop quality professionals, we became one of the key sponsors for 'The Peter Drucker curriculum' in India, in association with Prism Centre of Learning. This programme provides a reputed platform to learn the art of management, directly from the world renowned management guru – Mr. Peter Drucker.

The Indian glass industry is getting exciting place to be in. Led by a demand that has historically trailed the world consumption averages, initiatives by the government to boost urban infrastructure, the increased environment consciousness, shrinking space and increased aspirations has fuelled the growth in demand for glass and glass products, which was maintained at almost 12-15 percent. This momentum is expected to continue in the years going ahead.

The future is all set to begin. And I invite you into the new world of Sezal Glass, while we create a sustainable organisation for the future.

Amrrut S. Gada

Chairman & Managing Director

Think



clear.

A flat world offers interesting opportunities as well as complexities. New ideas are evolving at a faster pace. To adapt is not an option but a necessity.

The speed of change is the only factor that is diminishing with each passing day. Change demands action and action demands strategy. Strategy emanates from thought and knowledge of the environment. Therefore, in the information age, growth comes to those who can think with an uncluttered mind.

At Sezal, we have been stern believers in the magic of thinking clear. Starting from a glass retail shop, we evolved into an integrated player in glass industry, all in the last decade. Today, we are the one of the flat glass manufacturers in India, having state-of-the-art technology, experienced professionals, in-depth product knowledge and above all, a reputed clientele.

The journey to achieve excellence is never-ending. Our achievements form a stepping stone, to conquer greater heights in the future. Having forayed into float glass manufacturing, we are ready to access new opportunities offered by a globalised economy. Therefore, this is the new beginning, for new ambitions, new achievements and new dreams that continue to take shape in our eyes.


Turn the pages to know more...

Think strategy

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SEZAL GLASS LTD.





Backward integration is always a rewarding strategy especially in an industry where key input cost accounts for 50% of the realisation.

Float glass forms the base of each and every kind of flat glass product. As a processor of glasses, we offer customized solutions that change the basic properties of glass to suit the intended use. As a result, even being one of the largest glass processors, we garnered total revenues of ` 500 mn, clearly not enough to emerge as one of the leading players in the industry. Having captive processing base and retail presence, it was the time to extend our presence to the float glass manufacturing.

We initiated the construction work at Bharuch site (spread across 150 acres) for a world-class 550 pull tonne per day float glass plant. We chose Bharuch because of its proximity to the key input centres (silica sand, soda ash, gas, etc), the key consumption markets (Mumbai and Ahmedabad), and most importantly, our processing unit (Silvassa). In addition the area was huge to accommodate two more similar plants in the future. The project cost was initially estimated at ` 478 mn, which at the end of the project, stretched to ` 656 mn. It was the most challenging project till date for us and despite all the adversities relating to delay in equipment supplies, excessive rains, economic turmoil and cost escalation – we successfully completed and commissioned the project.

Our strategy to emerge as an integrated player also was based on a 'zero quality-compromise' policy. We acquired the best of European Technology machine lines, even though the Chinese equipment that was available at half the cost of the former. We procured equipment from the best of the suppliers across the world like Fives Stein, Grenzebach, Zippe, Bovone, etc. Our plant construction was undertaken by Larsen and Toubro.

We successfully overcame the teething problems and achieved stabilisation in operations by the end of 2009-10. Next year onwards, the company's integrated strategy will not only ensure a leap in the scale of operations translate into revenues but also result in strong margins.


In addition, we are also planning to strengthen our value proposition, through backward integration measures, which would ensure consistent availability of quality key inputs (silica sand, gas and soda ash) at economical cost thereby mitigate impending risks to our business model.

Think innovation

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SEZAL GLASS LTD.





A decade ago, when we commenced operations, we faced an obvious question – how do we grow? The answer lied in a simple effort – innovation. At Sezal Glass, we have focussed on innovation, not as a strategy but as a way of life. We believe that everything can be made better and therefore innovation to us is a continuous effort in creating great products at affordable cost, across our divisions.

A piece of glass offers immense opportunities to those who understand it and apply the right knowledge to it. The modern infrastructure has changed the way glass is used in structures and buildings. Due to their ability to create space, use natural light and insulate heat. As a result, glass has evolved into a building material rather than an adornment. At Sezal we developed specialty glasses using world class technology and insight. Our ability to understand the needs of our customers coupled with a highly motivated team of professionals provided us the edge within the industry. Our ability to offer a wide range of customised glass products like insulating glass, toughened glass, laminated glass, and now fire resistance glass, etc. has made us a preferred supplier to marquee clients like Brigade Enterprises, Ackruti City, S.P.Fabricators, K. Raheja Corp., Larsen & Tubro, Kohinoor Group, AAI and Sunshine Developers amongst others.

At Sezal Glass, the culture of innovation isn't limited to products, but has translated into new business segment. Since most of our processed glasses are used by the architects and interior designers, we gauged an opportunity in offering wide range of home interior products (glass and non-glass) under a single roof. The unique idea translated into Sezal Encasa, a retail mall spread across three floors in Kandivali, Mumbai. The mall was inaugurated on 8th April, 2007 and still continues to be unique in India. It houses world class products to suit traditional and contemporary lifestyles in home and office interiors, including Designer Ceramics, Sanitaryware & Bath Fittings from Europe, Classic and Exemplary Arts, Artifacts & Sculptures of modern and Indian Heritage, Decorative Lights, wallpapers, artifacts, or Glass and Glass Products. The mall houses products from international brands like Pergo Floors, Rak, superlative bathing products like Kohler, Duravit, Roca from European countries, lights from Artemide, Glass Applications like Dorma, Spyder, to name a few. Two more showrooms in Mumbai have been set up by the company to cater to the demand foreseen in future.

It is our endeavour to open more showrooms across Mumbai at first and then progressively focus on Tier 1 cities going forward. At the same time, innovation at the product level is expected to escalate into next level with our own quality of float glass in the picture.

To inculcate a culture of innovation across the organisation, we have also set up a dedicated 'Strategic Planning department' at our Bharuch Plant, headed by senior level professionals in the Company. This department would focus on promoting strategic practices and enable launch of new products by the company in the glass segment, going forward.

Think brands

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SEZAL GLASS LTD.





Good businesses are made out of good products. Great companies are made by good brands. However, creating a brand is the easiest part. The difficult part is however, building on it. At Sezal Glass, we have always understood the values, the trust and the assurance that goes behind the brand name.

The consumer mindset is rapidly evolving. The advent of home lifestyle based on higher aspiration, increased purchasing power and increased globalisation has led to drastic change in the way we shop. Organised retail is slowly and surely climbing the chain to capture bigger market share. Brands form the backbone of this revolution. In glass industry, since the glass processors were mostly unorganised, the concept of quality was mostly subjective. Moreover, an increased penetration of the multinationals demanded higher quality assurance from the glass processing companies.

At Sezal Glass, we were among the early movers in the industry. Our ability to innovate and customise the products already resulted in repeated orders from esteemed clients. To ensure a sustained recall of our products in the customer mindset, we initiated creation of own brands. In the process we transcended our product profile by offering value added glass for exterior and interior applications, including decorative glasses under the following brands - Solid glass, Kool glass, Armor glass, Fort glass, Tone glass, Firebaan, Lunaro and Fresca and Eco Series. In the décor segment, we have developed own bands like Oyster, Krasa and Aaina. It not only allowed our customers to identify our products well but also generated significant recall from our dealers as well.

Through Sezal Encasa, we also promote global brands of repute and luxury like Pergo Floors & RAK (floor tiles), Kohler, Duravit, Roca (bathing products), Artemide (lights), Dorma & Spyder (glass applications), among others.

The next chapter has already begun post the commencement of operations in our float glass plant and we have initiated the marketing under the brand Sezal Glass. As a result, today each business segment of Sezal offers its own branded products, that not only enable us gain an edge in the tender process but also enable us gauge customer expectations from us.



Think Future

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SEZAL GLASS LTD.





Glass is the new brick. Look around and you sure shall see glass making a silent transition from the window panes to the building facades to the walls to the staircases. Float glass is the first step towards a future of immense potential. At Sezal Glass, we are elated to successfully take the first step.

Glass in the modern infrastructure plays a key role, not only in adding class and aesthetics to a place, but also because it is a key element in the concept of green buildings. Glass may be the greenest building material available today since it controls light, creates space, protects from harmful sun rays, saves on energy costs, provides natural day lighting; and it harmonizes a structure with its environment. For these reasons, and probably others as well, designers have found that glass fits quite nicely into today's green building environment. A float glass manufactured by us can be easily used for the green buildings in the coming years.

The automotive glass is also a highly rewarding segment. Owing to our quality parameters, we have already bagged orders from leading automotive glass manufacturers for supply of raw float glass.

With heightened awareness to save energy, glass has been the biggest beneficiary. Solar photovoltaic cells are getting highly popular across the world on account of depleting energy sources. New technologies are being offered to integrate the generation of solar power with the architecture of the buildings. Glass forms the key raw material for solar photovoltaic cells. As a result, the emerging concepts of green energy are also expected to translate into attractive opportunity for us at Sezal.

Opportunities in glass

Facades. Display windows. Skylights. Skywalks. Entrances. Doors. Elevators. Canopies. Conservatories. Rooms. Walls. Staircases. Walkways. Floors. Cars. Buses. Tables. Artifacts. Bathrooms. Airports. Solar photovoltaic cells. Watches. Photocopiers. Weighing machines. ATM Centres. Malls. Shops. Saloons. Clubs. Hotels. Lounges. Mirrors. Cabins. Terraces. Greenhouses.

The Sezal Showcase

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SEZAL GLASS LTD.



| Factory entrance gate



| Top view of the float glass plant



| Inside view of the plant



| Hot-end

Float Glass Division, Bharuch



Batch being fed into the furnace



Cutting Line



Packed glass stored in warehouse



Open glass stored in warehouse

Retail Division

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SEZAL GLASS LTD.



Furniture Section



Glass Partition Section

Sanitary ware Section



Lights Section



Arts and Artifacts Section



Processing Division



| Cutting line from Lisec



| Top view of processing facility



| PVB Cutting



| Autoclave from Scholz



| Grinding machine from Bavelloni



Directors' Report

Dear Shareholders,

The Directors have pleasure in presenting their Twelfth Annual Report of the Company and Audited Accounts for the year ended March 31, 2010.

FINANCIAL RESULTS

The financial performance of the Company for the financial year ended March 31, 2010 is summarised below:

	Year 2009-10	Year 2008-09
Sales and Operating Income	448.98	484.62
Other Income	60.04	34.36
Total Income	509.02	518.98
Increase/(Decrease) in stock	2.71	(3.04)
Gross Income	511.73	515.94
Operating Expenditure	430.01	415.57
Profit Before Interest & Depreciation	81.72	100.37
Less : Interest	31.90	37.65

	Year 2009-10	Year 2008-09
Less : Depreciation/amortisation	26.53	25.00
Net Profit Before Tax and Exceptional Items	23.29	37.72
Less: Exceptional Items		
Loss on Imported Machinery returned to supplier	10.13	-
Provision for contingencies	-	6.00
Net Profit Before Tax	13.16	31.72
Less : Provision for tax for the year (including Fringe Benefit Tax)	1.70	9.73
Less : Deferred Tax	(13.82)	(0.62)
Net Profit After Tax	25.28	22.61
Less: Prior year expenses	3.34	1.39
Add : Balance b/f from previous year	72.24	41.60
Amount Available for appropriations	94.18	62.82
Add : Dividend waiver by promoters	-	8.05
Add : Excess provision of Dividend Tax written back	-	1.37
Balance Carried to Balance Sheet	94.18	72.24

(` mn)

Year 2008-09

NEW CORPORATE IDENTITY

In terms of the Special Resolution passed by the shareholders of the Company at Extra-Ordinary General Meeting held on May 15, 2010 and on receipt of approval from the Central Government, the name of the Company was changed to 'SEZAL GLASS LTD.'

The new corporate identity represented by the new name 'SEZAL GLASS LTD.' has come into effect.

SHARE CAPITAL

During the year the Company had allotted 50,00,000 convertible warrants of `10/- each at a price of `40/- each on preferential basis to Promoter Group entities. The holders of the warrants have the option to convert the warrants into equivalent number of equity shares of the Company at any time within eighteen months from the date of allotment in one or more tranches. One of the allottees had exercised its option to convert 8,00,000 warrants into Equity Shares during the year under review.

Authorised Share Capital of the Company is `45,00,00,000 divided into 4,50,00,000 Equity Shares of `10/-

each. The Paid up Share Capital of the Company is `28,80,00,000 divided into 2,88,00,000 Equity Shares of `10/- each

DIVIDEND

The operations of the Company being in growth phase, your Directors consider it prudent to conserve reserves and therefore do not recommend any dividend on Equity Shares for the Financial Year under review.

DIRECTORS

Mr. Mitil Chokshi and Mr. Atul Bharani Directors of the Company, retire by rotation at the ensuing Annual General Meeting and being eligible offer themselves for reappointment.

MANAGEMENT DISCUSSION ANALYSIS

Economic Overview

The global economy started recovering by the end of 2009, mainly on account of infusion of stimulus funds by the respective countries. The emerging economies like India and China bounced back much faster. China and India led the recovery from the front,

on account of huge domestic demand and continued thrust on infrastructure creation, further propelling demand within the core sectors.

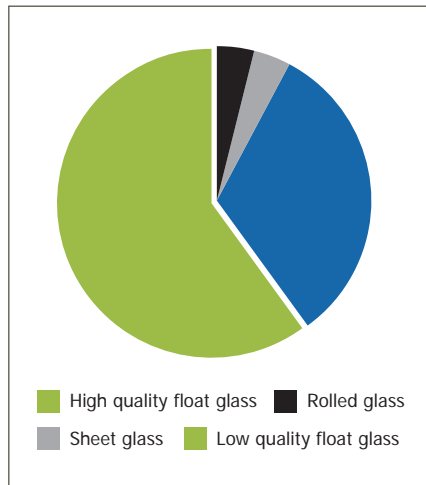
As per the advance GDP estimates for 2009-10 released by the Central Statistical Organisation (CSO), the Indian economy is expected to grow at 7.2% in 2009-10, with the industrial and the service sectors growing at 8.2% and 8.7% respectively, mainly driven by: rising per-capita income, urbanisation, favorable demographics, declining household size and increasing job security. Barring any problems caused by the country's fiscal vulnerability, growth is expected to strengthen in subsequent years, as it will continue to reap the benefits of ongoing economic opening and gradual improvements in infrastructure.

Glass Industry

Global overview

The global market for flat glass (flat sheets, including float, sheet and rolled) in 2008 was ~53 mn tonnes (~6.6 billion m²). At normal price and primary manufacturer levels, it values ~€22 bn.

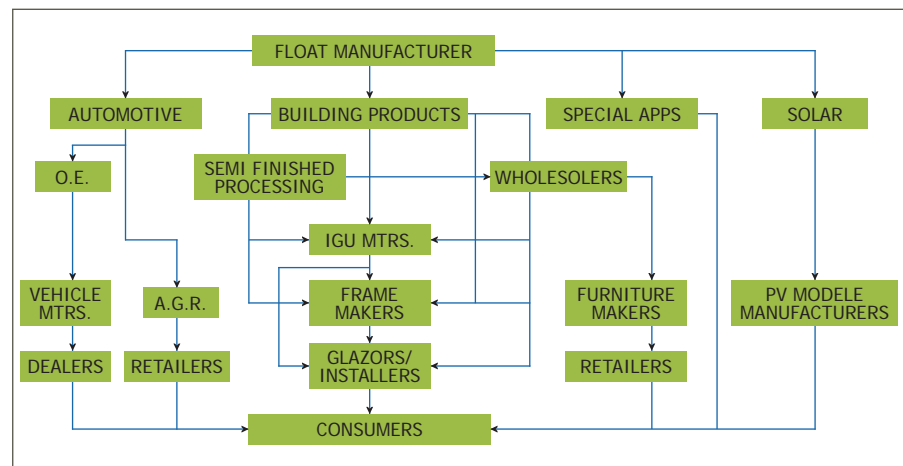
Global production of glass



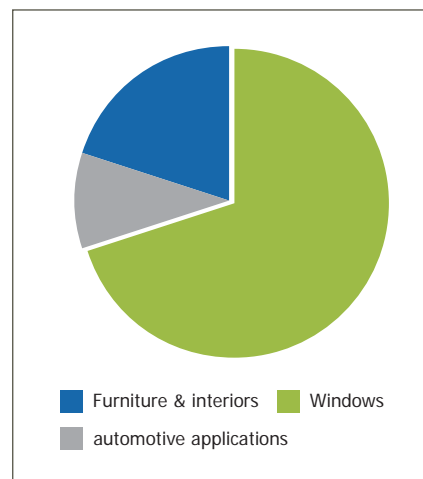
Over the long term, the market is expected to grow at ~4-5% p.a. (in volume terms). Europe, China and North America together account for over 70% of global demand for glass. Europe is the most mature glass market and has the highest proportion of value-added products.

The float glass industry is largely organised owing to being capital intensive. 4 companies (NSG Group, Saint-Gobain, Asahi and Guardian) together produce over 60% of the world's high quality float glass. Much of the world's lower quality float and sheet glass production is being replaced by high quality float. Over the past 20 years, glass demand has grown more quickly than GDP. In 2008, the industry was calculated to be running at around 93% utilisation on average.

Routes to market



Uses of glass



In terms of volume of glass consumed, Building Products is by far the largest sector (~45 million tonnes) with ~5 mn tonnes going to Automotive. Special applications are very small in volume terms but significant growth is being driven by the use of glass in solar energy generation. In Building Products, glass can undergo

two or more levels of processing before being installed in windows or used as a component in furniture or white goods. Within Automotive, glass is used in original equipment for vehicle manufacturers and in the manufacture of replacement parts for the aftermarket.

Global Building Products Flat Glass Market by sector

Sector	Volume	
New Build	2,400 million m ²	40%
Refurbishment	2,400 million m ²	40%
Interior	1,400 million m ²	20%
Total	6,200 million m ²	100%

Global Automotive Glass Products Market by Sector

Sector	Volume	
Original Equipment (OE)	320 million m ²	83%
Aftermarket (AGR)	70 million m ²	17%
Total	390 million m ²	100%



Industry economics

A float plant is highly capital intensive, typically costing ~€100-200 mn according to size, location and product complexity. Once operational, it is designed to operate continuously, 365 days a year, throughout its campaign life of between 10-15 years. Float lines are normally capable of several campaigns following major rebuild/upgrade programmes.

The economics of the continuous-flow float operation require a high capacity utilisation rate before a plant becomes profitable. Once a rate ~70% is passed, the inherent operational leverage of the asset base increases profitability rapidly. The float process is not labour-intensive. Energy and raw material costs are each as significant as factory labour in the overall delivered cost. Glass is relatively heavy and comparatively cheap, making distribution costs significant 12-15% of total cost. In most cases, transport costs make it uneconomic for float glass to travel long distances by land.

Indian overview

The total float glass manufactured in India is approximately 1 mn tones per annum and almost 77% is consumed domestically. Float glass has emerged as the preferred flat glass products. It accounts for 90% of total consumption with 12% CAGR in demand. Demand potential looks encouraging as:

- Per capita consumption is only 0.8 kg as against 8 kg in China and 10 kg in USA.

- The usage of glass in housing as well as commercial buildings is on the rise due to rising focus on aesthetics and time saving.
- In 11th Five Year Plan, the Planning Commission estimates the number of urban dwelling units to increase from 58.8 mn in 2006-07 to 66.1 mn in 2011-12, an annual increase of around 1.5 mn units during the period.

Float Glass industry offers scope for new players

The major players of float glass in India currently are Saint Gobain, Modi Guardian and Asahi who have a capacity of 3,150 tpd. Capacity utilisation is rising fast (up 30% in past 12 months) due to strong demand from automobiles and construction sectors. Float glass demand is expected to increase at 12-15% CAGR in the coming 3-5 years.

Demand drivers of the Glass industry

- Expansion of Construction and Automotive industries
- Increased acceptance of Green Building concept
- Government regulation for Toughened and Laminated glasses
- Global concerns about energy conservation and environment
- Decorative glasses with Digital print technology.
- Nanotechnology – The future in world of glass

- Architects and car designers continue to increase the glass content in buildings and vehicles
- Demand for value-added products is growing at a faster rate than demand for basic glass, enriching the product mix and boosting the sales line
- Value-added products are delivering greater functionality to vehicle glazing and adding a further growth dimension to automotive glazing sales

COMPANY OVERVIEW

About the Company

Established in 1998 by Mr. Amrrut Gada, a first generation entrepreneur, Sezal Glass is a fast growing integrated glass company in India. Headquartered in Mumbai, the company has manufacturing presence across two locations, Bharuch, Gujarat (Float Glass Plant) and Silvassa (Glass Processing Unit). The company sells its float glass under 'SEZAL' brand.

Corporate highlights 2009-10

- Commenced operations at the float glass plant in Bharuch.
- Opened the second Sezal Encasa showroom at Goregaon, Mumbai
- Total operational revenues at `511.72 mn
- PAT at `21.93 mn

Major developments during the year

The year 2009-10 was a year of

Key demand drivers of float glass

- Increased awareness backed by legislation and regulations concerning safety, noise attenuation and the response to the growing need for energy conservation.
- Superior aesthetics provided by glass, resulting in increased usage of glass contents by Architects and car designers in buildings and vehicles.
- Value-added products are delivering greater functionality to vehicle glazing and adding a further growth dimension to automotive glazing sales.



resurgence for the global as well as the Indian economy. The results of the stimulus packages to Indian infrastructure became visible in terms of revived demand for real estate and automotive products. The company witnessed good demand for the processed glass. The company witnessed the completion of its float glass project and commenced productions. However, on account of few teething problems, it took some time to achieve production stability. As a result, the proportion of revenues from the float glass division was not substantial enough for the company during the year under review.

FLOAT GLASS DIVISION

Location

The Company's float glass division is located at Bharuch, Gujarat. The unit commenced operations in the year under review. This state-of-the-art unit is built with the best of European Technology, reflected in the quality of the float glass produced. The unit is spread across 150 acres and is fully integrated in terms of power and processes. The unit is not only in a radius of 200 kms from the company's processing division at Silvassa but is also in close proximity to the major consumption markets of Western India

Technological edge

The unit is a marvel of European

Technology. The unit employs world class technology from renowned companies like Fives Stein, Grezenbach, Zippe, Bovone, Algas, Air Liquide, etc. The plant's installed capacity is 550 pull tonnes/day

Outlook 2010-11

The company has successfully resolved the operational issues with the plant in the first two months of the plant operations. The year 2010-11 will witness a new chapter for the company, led by the production and scale of this plant. The year would witness the company's evolution from being a glass processor to an integrated glass company, having presence across the value chain – from float glass to processing to retail point presence. This would not only translate to higher revenues going forward, but would also result in stronger margins.

PROCESSING DIVISION

Location

The Company's glass processing unit is located in Silvassa, Dadra & Nagar Haveli. The plant is well-linked and proximate to the major markets of raw material and demand centres. The unit commenced operations in 2000 and till now, remained the highest contributing division to the company's operations. Located at a land area of over 11,000 sqm with built-up area of 6,000 sqm, the plant offers world-class skills backed with state of the art machines,

equipment and in-house experienced professionals.

Technological edge

Sezal's Silvassa plant is a state of the art plant having the ability to provide solutions across the value chain in glass processing – from pre-processing to processing to décor. The unit houses machines from globally renowned companies, like Tamglass (Finland), Bystronic (Germany), Z. Bavelloni (Italy) and Intermac (Italy). The company's uncompromising attitude towards quality enabled it to invest in higher priced machines made by prominent European manufacturers than the low quality variants.

Major processing strengths

- Customised solutions in cuts & shapes
- Toughening
- Lamination
- Insulation of glasses
- Decorative glass

Décor

The company also initiated the manufacturing of glass items used for décor purposes such as basins, artworks, mirrors, and other decorative glass items. The major strategy is to market these products through its inhouse retailing division Sezal Encassa. Décor glass is the first choice of architects and designers. The range offers exquisite mirrors, basins, panels, partitions and other furniture in exclusive and custom designed versions.



State of the art machines

Hot End - Fives Stein, France
 Cold End - Grenzbach, Germany
 Batch Plant - Zippe, Germany
 Mirror Line - Bovone, Italy
 LPG - Algas, USA

Construction - Larsen & Toubro
 H2/N2 - Air Liquide, France
 Natural Gas - Gujarat Gas (British Gas)
 Electricals - Siemens
 CPP - Quippo Infrastructure.



Outlook 2010-11

The year 2010-11 will be a year of higher margins for the company in wake of operations at the captive float glass division.

RETAIL DIVISION

The company's retail showrooms under the brand Sezal Encasa situated at different locations in Mumbai specializing, only in interior products is one of its kind in India. It houses products of top notch quality for contemporary lifestyle to enhance home and office interiors, be it Stylish Designer Ceramics, Sanitaryware & Bath Fittings from Europe, Classic and Exemplary Arts, Artifacts & Sculptures of modern and Indian Heritage, Decorative Lights, wallpapers, artefacts, or Glass and Glass Products. International brands like Pergo Floors, RAK, superlative bathing products like Kohler Duravit, Roca from European countries, lights from Artemide, Glass Applications like Dorma, Spyder and others are the prestigious brands available at Sezal Encasa.

Our Esteemed Clients

- 1) Indiabulls Real Estate Company Pvt. Ltd.
- 2) Kalpataru Limited
- 3) Kohinoor Planet Constructions Pvt. Ltd.
- 4) Sunshine Housing & Infrastructure Pvt. Ltd.
- 5) Housing Development and Infrastructure Ltd.
- 6) RAS Resort and Apart Hotels Limited

- 7) Marketcity And Research Center
- 8) Lodha Builders
- 9) SSA Architects
- 10) Vivek Bhole and Associates

Outlook 2010-11

The Company wants to further extend its retailing division to cater to other cities and towns in the coming years. It is the one-of-its-kind glass retail outlet and the company foresees a lot of potential in the division in the future years.

SWOT ANALYSIS

Strengths

- First generation entrepreneur
- Qualified and expert team of professionals and management
- World-class technology and equipment
- Continuous innovation and quality control
- Strong branding
- Favorable demand & supply situation will keep the margins intact
- The Company ventured into production float glass, which is a high growth segment

Weakness

- New entrant in the manufacturing of float glass.
- Competition from established players with global backing

Opportunities

- Strong entry barrier due to the capital-intensive nature of the industry.

- Float glass production is going to put the company into a diverse trajectory

Threats

- Competition in processing from established international players
- Operational teething problems in the new plant

INTERNAL CONTROL SYSTEM

The Company has an adequate system of internal controls to safeguard and protect from loss, unauthorised use or disposition of its assets. All transactions are properly authorised, recorded and reported to the management. The Company is following all the Accounting Standards for properly maintaining the books of accounts and reporting of financial statements. The Company has a full fledged Internal Audit department and has also appointed external Internal Auditors to review various areas of the operations of the Company. The audit reports are reviewed by the management and the Audit Committee of the Board periodically.

RISK MANAGEMENT

Economy risk

Any slowdown in the economy is expected to translate into lower demand for real estate and therefore would impact the consumption of glass

Risk mitigation

- Glass is procured by the real estate players at the very end of the construction phase, just before possession



- Therefore, in times of economic upturn, the builders defer the completion of existing projects to focus on upcoming projects.
- However, during slowdown, the focus of the builders is on completion of the existing projects, thereby resulting in higher demand as against an upturn from the sector.
- As a result, the float glass demand remains by and large stable in India, also on account of the traditionally lower per capita consumption

Competition risk

The company is a new entrant in the segment wherein the major players involved are established domestic as well as foreign players.

Risk mitigation

- SEZAL has generated considerable goodwill in the market, especially in the North and West where it has considerable presence.
- The Company's extensive national network, prompt services, well equipped infrastructure, strong back end process, long term relationship with clients and a strong team of experienced sales personnel give it a considerable edge over its peers.
- Repeat orders from clients is almost 100%

Financial risk

The required bank credit may not be available for the company's working capital intensive business. As a result of tight liquidity and selective lending by the banks, the applicable interest rates may be higher. Further, volatile

currency movements, depreciation of rupee in particular, may adversely affect the operations of the company

Risk mitigation

- The company has longstanding relationship with bankers and has established credibility with them.
- Although the company has overseas operations, currently it doesn't have any substantial foreign trade transactions.

Human resource risk

In a knowledge-led business, any attrition at the key managerial level is injurious to the company's profitability

Risk mitigation

- The company has created a successful and scalable business model by putting people first
- The company ensures a progressive career path for each of its employees
- High levels of interdepartmental and intra-departmental transparency allows speedy resolution of the employees' concerns
- Continuous efforts for training and development of all personnel across departments
- The attrition rate in the Company is amongst the lowest in the industry

CORPORATE GOVERNANCE REPORT

Report on Corporate Governance and Certificate of the Company Secretary regarding compliance of the conditions of the Corporate Governance as stipulated in clause 49 of the Listing

Agreement with the Stock Exchanges are enclosed.

HUMAN RESOURCES

The Company recognises that people are its principal assets and that its continued growth is dependent upon the ability to attract and retain quality people. The Company has established full-fledged Human Resources Department which is entrusted with the responsibility of retaining and developing skills of all its employees. The Company employed 488 people as on 31.03.2010. The Company also recognises the importance of providing training and development opportunities to its people to enhance their skills and experience, which in turn enables the Company to achieve its business objectives. The industrial relations were cordial and your directors recognise the team's valuable contribution and place on record the appreciation for team 'SEZAL'.

PARTICULARS OF EMPLOYEES

The information required under Section 217(2A) of the Companies Act, 1956 and the rules made there under, is provided in the annexure forming part of this Report. In terms of Section 219(1)(b)(iv) of the Act, the report and accounts are being sent to the shareholders excluding the aforesaid annexure. Any shareholder interested in obtaining copy of the same may write to the Company Secretary at the Registered Office of the Company. None of the employees listed in the said Annexure is related to any Director of the Company.



PUBLIC DEPOSITS

The Company has in span of a year and half managed to fairly establish its Fixed Deposits Scheme amongst the public at large. The Company introduced the concept of obtaining quarterly confirmations from the Fixed Deposit Holders for receipt of timely interest which is addressed to the Statutory Auditors of the Company. This concept, one of its kind has been appreciated by the Fixed Deposits Holders. The Company has more than 3000 Fixed Deposit holders as on date. During the year under review the balance outstanding as on 31st March, 2010 is ₹807.31 Lacs. There are no unclaimed deposits as on date.

AUDITORS' REPORT

The last year's global meltdown accompanied by credit crunch had a cascading effect on the Indian economy, resulting in our industry also feeling the heat. Moreover the Company's float glass project which was delayed due to various factors resulted in a cost escalation in the capex of the project. Due to all this, the fund cycle of the Company got disrupted and hence there were a few delays in making payments towards statutory dues and repayments of interest due to banks. Subsequently, after the close of the year, the Company has paid a major portion of its outstanding statutory dues. In respect of the interest payments to the banks the Company even though after a bit of delay has paid the outstanding interest to the banks.

The observations made by the auditors in their report is self explanatory and needs no further elaboration under Section 217(3) of the Companies Act, 1956.

Directors Responsibility Statement Pursuant to the provisions contained in Sub-Section (2AA) of Section 217 of The Companies Act, 1956, your Directors, hereby confirm that:

- a) In the preparation of the annual accounts for the year ended on 31st March 2010, the applicable accounting standards have been followed along with proper explanations relating to material departures, if any;
- b) They have selected the accounting policies in consultation with the Statutory Auditors and have applied them consistently and made judgments and estimates that are reasonable and prudent, so as to give a true and fair view of the state of affairs of the Company as at 31st March, 2010 and of the profits or loss of the Company for that period;
- c) Proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities; and
- d) The annual accounts for the year ended 31st March, 2010 have been prepared on a going concern basis.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNING AND OUTGO

Information on Conservation of energy, Technology Absorption and foreign Exchange is given in the Annexure to this report.

AUDITORS

Your Company's auditor M/s. S. S. Puranik and Associates, Chartered Accountants, Mumbai retire at the conclusion of the forth coming Annual General Meeting.

Your Company has received a letter from them to the effect that their re-appointment, if made will be in accordance with the provisions of Section 224 (1B) of the Companies Act, 1956.

ACKNOWLEDGEMENT

Your Directors would like to express their appreciation for assistance and co-operation received from the Banks, Financial Institutions, Government Authorities, Customers, Vendors and Members during the year under review. Your Directors also wish to place on record their deep sense of appreciation for the committed services by the executives, staff and workers of the company.

For and on behalf of the Board of Directors
Sd/-
Amrrut S. Gada
Chairman and Managing Director

Place: Mumbai
Date: August 12, 2010

The Company has established full-fledged Human Resources Department which is entrusted with the responsibility of retaining and developing skills of all its employees. The Company employed 488 people as on 31.03.2010.



Annexure to the Directors' Report

1. CONSERVATION OF ENERGY

a) Energy Conservation measures taken

In addition to steps already taken earlier the Company is constantly trying to reduce the energy consumption.

b) Additional investments and proposals, if any, being implemented for reduction of energy consumption

- NIL

c) Total Energy consumption per unit of production

Power and Fuel Consumption		Units	2009-2010	2008-2009
1	Electricity Purchased (KWH)	Units	5,822,596	3,081,586
	Total Amount	₹ mn	39.04	117.00
	Rate Per Unit	₹	6.70	3.79
2	Captive Generation D. G. Sets (KWH)		3,434,820	NOT APPLICABLE
	Total Amount (Fuel, Mobil Oil & additives)	₹ mn	0.69	
	Rate Per Unit	₹	0.20	
3	Natural Gas	MMBTU	170,702	NOT APPLICABLE
	Total Amount	₹ mn	70.67	
	Rate Per MMBTU	₹	413.9787	
4	Diesel Consumption	Ltrs.	19661	41692
	Total Amount	₹ mn	0.73	15.23
	Rate Per Litre	₹	37.24	36.53
5	LPG Gas	Kgs.	31200	5234.50
	Total Amount	₹ mn	1.34	2.21
	Rate Per Kg.	₹	43	42.30

2. TECHNOLOGY ABSORPTION

The Company continues its efforts by internal up-gradation program on Research and Development.



3. FOREIGN EXCHANGE EARNINGS AND OUTGO

Particulars	(` mm)	
	2009-10	2008-09
Expenditure in Foreign Exchange		
a. Value of Raw Materials imported on CIF basis	82.68	140.32
b. Spares	4.89	1.90
c. Machinery	675.97	1216.19
d. Foreign Travels	0.38	0.50
e. Machinery Repairs & Servicing Charges	1.71	0.48
f. Exhibition & Conference Expenses	-	0.27
g. Advances written off	0.18	-
h. Foreign Bank charges	0.01	11.86
i. Advertisement	-	0.09
j. Interest on FCNR Loan	8.67	6.50
k. Professional & consultancy Fees & Expenses (Capitalised)	6.41	7.22
l. Loss due to Exchange rate fluctuation	10.41	6.74
Total	791.31	1392.07
Earning in foreign Exchange		
Exports Sales (F. O. B.)	0.83	15.24
Commission received	1.05	-
Gain on Exchange rate fluctuation	8.40	1.58
Total	10.28	16.82





Corporate Governance Report

The Company's philosophy of Corporate Governance is based on preserving core values and ethical business conduct and commitment to maximize shareholders value on a continuous basis while looking after the welfare of all the other stakeholders. Keeping in view the Company's size and complexity in operations, the Company's Corporate Governance framework is based on the following principles;

1. Appropriate size and composition of the Board with each Director bringing in key expertise in different areas;
2. Systematic information flow to the members of the Board to enable them to effectively discharge the fiduciary duties.
3. Timely and accurate disclosures of all material operational and financial information to the stakeholders;
4. Ethical business conduct by the management and employees;
5. Appropriate systems and processes for internal controls on all operations, risk management and financial reporting.

Board of Directors ('Board')

The Company has a Board comprising of eminent individuals from varied fields. The Board acts with autonomy and independence in exercising its strategic supervision, discharging its fiduciary responsibilities and ensuring that the management observes the highest standards of ethics, transparency and disclosure.

The directors are experts in the diverse fields of manufacturing, law, accounting and business strategy. Every member of the Board including the Non-Executive Directors has full access to any information related to the Company. The Board consists of Executive and Non – Executive Directors. The present strength of the Board is eight directors comprising of four Executive Directors and four Non- Executive Directors. The Chairman of the Company is an Executive Director. Half the Board consist of Independent Directors.

Name of Director	Category	No. of Directorships and Committee Memberships/ Chairmanships (including Sezal Glass Ltd.)		
		Directorship	Committee Chairmanship	Committee Membership
Mr. Amrrut S. Gada	Chairman and Managing Director/ Promoter Director	6	NIL	NIL
Mr. Dhirraj S. Gada	Joint Managing Director/Promoter Director	6	NIL	1
Mr. Miitesh K. Gada	Executive/Promoter Director	4	NIL	1
Mr. Aashish D. Kariaa	Executive Director	2	NIL	NIL
Mr. Atul S. Bharani	Non Executive /Independent Director	2	NIL	2
Mr. Praful N. Satra	Non Executive /Independent Director	5	1	1
Ms. Vimla M. Shah	Non Executive /Independent Director	1	1	1
Mr. Mitil R. Chokshi	Non Executive /Independent Director	1	1	NIL

- Directorship excluding Private Limited Company, Foreign Company and Section 25 Company.
- Membership/ Chairmanship in Audit and Shareholders/Investors Grievance Committee only considered.

Board Meetings

During the financial year 2009-2010, seven meetings of Board of Directors were held on 30/05/2009, 30/06/2009, 31/07/2009, 17/08/2009, 30/10/2009, 03/12/2009, 29/01/2010, with the time gap between any two consecutive meetings being not more than three months.

Attendance particulars in Board Meeting and Annual General Meeting,

Name of Directors	Board Meetings Attended	Attendance at last Annual General Meeting held on September 15, 2009
Mr. Amrrut S. Gada	7	Yes
Mr. Dhirraj S. Gada	7	Yes
Mr. Miitesh K. Gada	7	Yes
Mr. Aashish D. Kariaa	7	Yes
Mr. Atul S. Bharani	4	No
Mr. Praful N. Satra	3	No
Ms. Vimla M. Shah	6	Yes
Mr. Mitil R. Chokshi	6	Yes

Resolution by Circular

During the year there were 4 nos. of resolutions passed by circulation on 21/03/2009, 26/05/2009, 11/09/2009.

- 21/03/2009: 1. Resolution for availing credit facilities by way of Working Capital Term Loan (WCTL) to the extent of ` 75 mn

26/05/2009: 1. Resolution for renewal of Bank Guarantee in favour of Gujarat Gas Company Limited (GCCL) for ` 50.1 mn

- 11/09/2009: 1. Re –appointment of Statutory Auditors M/s. S. S. Puranik & Associates
2. Withdrawal of the name of Sejal Finance Limited from the proposed list of Allotees for issue of warrants on preferential basis.

Audit Committee

The Audit Committee of Board comprises of Mr. Mitil R. Chokshi – Chairman, Mr. Praful N. Satra – Member and Mr. Dhirraj S. Gada – Member. Mr. Mitil Chokshi and Mr. Praful N. Satra are Independent Directors of the Company and Mr. Dhirraj S. Gada is a Joint Managing Director of the Company. The Company Secretary acts as Secretary of the Committee.

The Chairman and Managing Director, Executive Directors, Internal Auditors and Statutory Auditors are the invitees to the Audit Committee Meetings. The role of the Audit Committee is in accordance with the provision of Clause 49 of the Listing Agreement and Section 292A of the Companies Act, 1956 and includes oversight of the Company's financial reporting process, reviewing the financial statements and the adequacy of Internal Audit. The role of Audit Committee includes the role of discussion with Internal and Statutory Auditors periodically about their scope of audit and adequacy of Internal Control Systems.

The Audit Committee met 4 times during the financial year on 30/06/2009, 31/07/2009, 30/10/2009, 29/01/2010.

Attendance of the each member of Audit Committee held during the year.

Name of Directors	Audit Committee Meeting held	Audit Committee Meeting Attended
Mr. Mitil R. Chokshi	4	4
Mr. Dhirraj S. Gada	4	4
Mr. Praful N. Satra	4	2

Shareholders/Investors Grievance Committee

The Shareholders/Investors Grievance Committee of Board comprises of Ms. Vimla M. Shah – Chairperson, Mr. Atul S. Bharani – Member and Mr. Miitesh K. Gada – Member. Ms. Vimla M. Shah and Mr. Atul S. Bharani are Independent directors of the Company and Mr. Miitesh K. Gada is an Executive Director. The Company Secretary acts as Secretary of the Committee.

The Shareholders/Investors Grievance Committee looks into the redressal of Shareholders and Investors Complaints/ Grievances. The committee also looks into the matter concerning the issue of duplicate Share Certificate, complaints regarding transfer of shares, non receipt of dividend and Annual Report, Dematerialization of Share Certificate etc.

During the year the company has received 9 complaints. All complaints were satisfactorily redressed by the Company.

During the year the committee met thrice on 30/05/2009, 30/10/2009 and 29/01/2010.

Attendance of the each member of Shareholders/Investors Grievance Committee held during the year.

Name of Directors	Audit Committee Meeting held	Audit Committee Meeting Attended
Ms. Vimla M. Shah	3	2
Mr. Atul S. Bharani	3	2
Mr. Miitesh K. Gada	3	3

Remuneration Committee

The Remuneration Committee considers and recommends to the Board the payment of remuneration to the Executive Directors of the Company. The Committee comprises of Mr. Praful N. Satra – Chairman, Mr. Atul S. Bharani – Member, Ms. Vimla M. Shah – Member. Mr. Praful N. Satra, Mr. Atul S. Bharani and Ms. Vimla M. Shah are the Independent directors of the Company. The Company Secretary acts as Secretary of the Committee.

During the year the committee met once on 30/05/2009. The meeting was attended by Ms. Vimla M. Shah and Mr. Praful N. Satra. Mr. Atul S. Bharani was absent for the meeting.

Remuneration to Directors

The Board of Directors of the Company is comprised of Four Executive Directors and Four Non-executive Directors.

The Executive Directors get monthly salary, perquisites as per the policies of the Company. All the non – Executive Directors on the Board of the Company get sitting fees for attending the meeting of the Board and Board Committee.

The criteria for making payments, to the Executive Directors is:

1. Salary as recommended by the Remuneration Committee and approved by the Board and the Shareholders. Perquisites, Retirement benefits are also paid provided in accordance with the Company's compensation policies as applicable to all employees.
2. Remuneration paid to the Executive Directors is determined keeping in view the industry bench marks.

The criteria for making payments, to other directors is:

1. Directors are paid sitting fees of ` 10,000 for each meeting of the Board and ` 5000 for attending Audit Committee meeting attended by them.
2. Shareholders of the Company have approved payment of commission up to 1% of net profits calculated in accordance with section 198 of the Companies Act, 1956 collectively to all the Independent Directors.



The remuneration paid or payable to the directors is given herein below:

Name of Directors	Sitting Fees (₹)	Salary and Perquisites (₹)	Total (₹)
Mr. Amrrut S. Gada	0	24,00,000	24,00,000
Mr. Dhirraj S. Gada	0	21,00,000	21,00,000
Mr. Miitesh K. Gada	0	18,00,000	18,00,000
Mr. Aashish D. Kariaa	0	18,00,000	18,00,000
Mr. Atul S. Bharani	40,000	0	40,000
Mr. Praful N. Satra	40,000	0	40,000
Ms. Vimla M. Shah	60,000	0	60,000
Mr. Mitil R. Chokshi	80,000	0	80,000

Management

The management of the Company has developed and implemented policies, procedures and practices that attempt to translate the Company's future plans into reality. The management also identifies, measures, monitors and minimizes the risk factors in the business and ensures safe, sound and efficient operations. These are internally supervised and monitored through the Management Committee Meetings of the leadership team held weekly at Mumbai as well as the factory premises at Bharuch.

Management, Discussions and Analysis Report

The Management Discussion and Analysis Report form a part of the Directors' Report.

Internal Control Systems

The company has both external and internal audit systems in place. Auditors have access to all records and information of the Company. The Board and the management periodically review the findings and recommendations of the Auditors and take necessary corrective actions wherever necessary. The Board recognizes the work of the Auditors. Independent check on the information received for the management on the operations and performance of the Company.

The integrity and reliability of the internal control systems are achieved through clear policies and procedures, process automation, careful selection, training and development of employees and an organization structure that segregates responsibilities.

General Body Meetings

The details of last three Annual General Meetings (AGMs) held are as follows:

Year	No of AGM	Date and Time of AGM	Venue
2006-2007	9	29/09/07 at 3.00 P.M.	201/202, 2nd Floor, Abhilasha, S. V. Road, Kandivali (West), Mumbai – 400 067
2007-2008	10	27/09/08 at 11.00 A.M.	'Banquet Hall', Ground Floor, Goregoan Sports Club, Link Road, Malad (West), Mumbai – 400 064
2009-2010	11	15/09/09 at 11.30 A.M.	Walchand Hirachand Hall, Indian Merchants Chamber, IMC Building, IMC Marg, Churchgate, Mumbai – 400 020



Special Resolutions passed in the last three Annual General Meeting are as follows:

Date	Special Resolution passed through show of hands
29/09/2007:	1. Increase in Authorised Share Capital 2. Issue of further shares under Section 81(1A) 3. Commission payable to Directors.
27/09/2008:	1. Alteration of Articles of Association of Company.
15/09/2009:	1. Shifting of the place for keeping Statutory Registers of the Company. 2. Preferential allotment of Warrants 3. Issue of Equity on Private Placement.

No Special Resolution was passed through postal Ballot during 2009-2010.

Disclosures

1. Related Party Transaction

The Company has no material significant transactions with its related parties that may have a potential conflict with the interest of the Company. The details of transaction between the Company and related parties are given for information under note 4 of the schedule 22 (Notes to Accounts) of the Balance sheet as at March 31, 2010

2. No penalty or Strictures

There has been no instance of non – compliance by the Company in any matter relating to the Capital Markets and accordingly no penalties have been levied or strictures have been passed by the Securities and Exchange Board of India or Stock Exchanges (SEBI) or any other statutory authority.

3. Disclosure of Accounting treatment

In the preparations of the financial statement, the Company has followed all the applicable Accounting standards laid down by the Institute of Chartered Accountants of India.

4. Disclosure on Risk Management

The Company has laid down the procedures to inform the members of the Board about the risk assessment and minimization procedure. A risk management committee

consisting of senior executives of the company reviews these procedures to ensure that executive management controls risk through means of properly defined framework. A detailed note on the risks and concerns and the mitigation plans is laid down in the management and Discussion Analysis Report.

5. Proceeds from the Initial Public Offer of the Company.

The details of the utilization of the proceeds raised through Initial Public Offer of Equity shares of the Company are disclosed to the Audit Committee. The Company has not utilized these funds for purpose other than those stated in the prospectus of the company.

6. Code of Conduct

The Board of Directors has adopted the code of conduct for all the Board Members and senior management personnel of the Company. The code of conduct is posted on the website of the Company.

All Board Members and Senior Management personnel affirm compliance with the code on annual basis. Based on the affirmations received from Board Members and Senior Management personnel, the Chairman and Managing Director of the Company has signed the below certificate.

I hereby confirm that the Company has obtained from all the Members of the Board and Management Personnel, affirmation that each of them has complied with code of Business Conduct and Ethics for Directors and Management Personnel in respect of the Financial Year 2009-10.

Amrrut S. Gada
Chairman & Managing Director

7. CEO/CFO Certification

In accordance with Sub Clause V of Clause 49 of the Listing Agreement with the Stock Exchange, a certificate from the Chairman and Managing Director was placed before the Board.

8. Appointment – Reappointment of Directors

The details in respect of the directors proposed to be reappointed are provided in the Directors Report.



9. Whistle Blower Policy

The Company has not adopted Whistle Blower Policy. However Company's best compliance programme encourages the employees to raise and report concerns in a transparent way.

10. Means of Communication

Quarterly/Annual financial results are regularly submitted to the Stock Exchange in accordance with the Listing Agreement with Stock Exchange and publish in a prominent English daily news paper and in a regional language newspaper. The quarterly annual results are also uploaded on the website of the Company www.sezalglass.com soon after the declaration.

11. Compliance with mandatory and non mandatory requirements

The Company has fully complied with the mandatory requirements of Clause 49 of the Listing Agreement with the Stock Exchanges. Further, the Company has adopted non mandatory requirement of Clause 49 of the listing Agreement, viz., Remuneration Committee of the Board which has been constituted to determine the

remuneration of the Executive Director and Chairman and Managing Director.

12. Unclaimed Shares Account:

The Company had in terms of the newly introduced provisions of Clause 5A of the Listing Agreement opened a Drop Cases Account with LKP Securities Limited.

The detail of the said account is as follows;

Particulars	No. of Share Holders	Outstanding Shares
At the beginning of year	20	1741
Shareholders who approached for transfer of Shares during the Year and transfer made to the rightful Shareholders during the year	6	509
Balance outstanding	14	1232

Note: The Voting rights on these shares shall remain frozen till the rightful owner of such shares claims the shares.

13. General Shareholders Information

Annual General Meeting

Date and Time	: 20/09/2010 and 11.00 A.M.
Venue	: 'Banquet Hall', Ground Floor, Goregoan Sports Club, Link Road, Malad (West), Mumbai – 400 064.
Date of Book Closure	: 15/09/2010 to 20/09/2010 (both days inclusive)

Financial Calendar

First Quarter Result	: August, 2010
Second Quarter Results	: October/November, 2010
Third Quarter Results	: January/February, 2011
Fourth Quarter Results/Annual Results	: April/May, 2011
Annual General Meeting	: July/August, 2011
Listing	: The Company's securities are listed on; National Stock Exchange of India Limited (NSE) and Bombay Stock Exchange Limited (BSE).

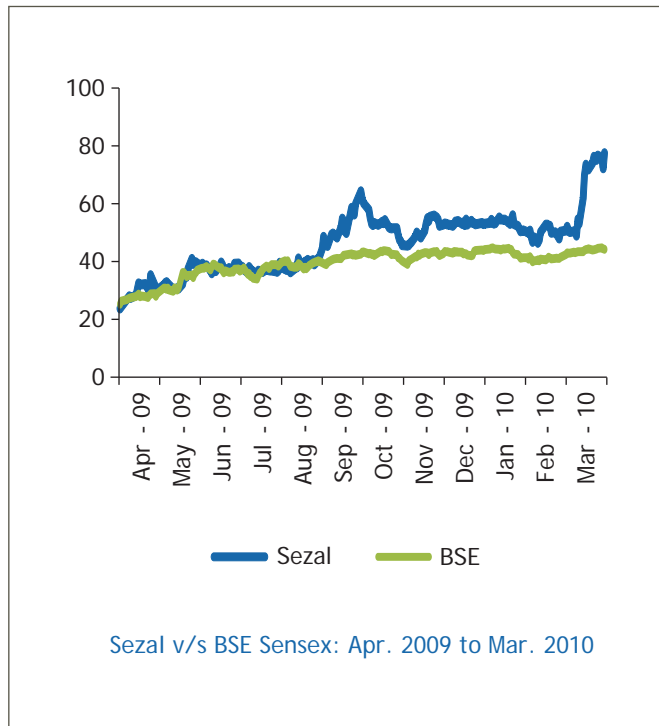
Stock Codes

NSE Code	: SEZALGLASS
BSE CODE	: 532993
ISIN	: INE9551010101
Listing fees	: Listing fees for the year 2010-2011 have been paid to NSE and BSE.

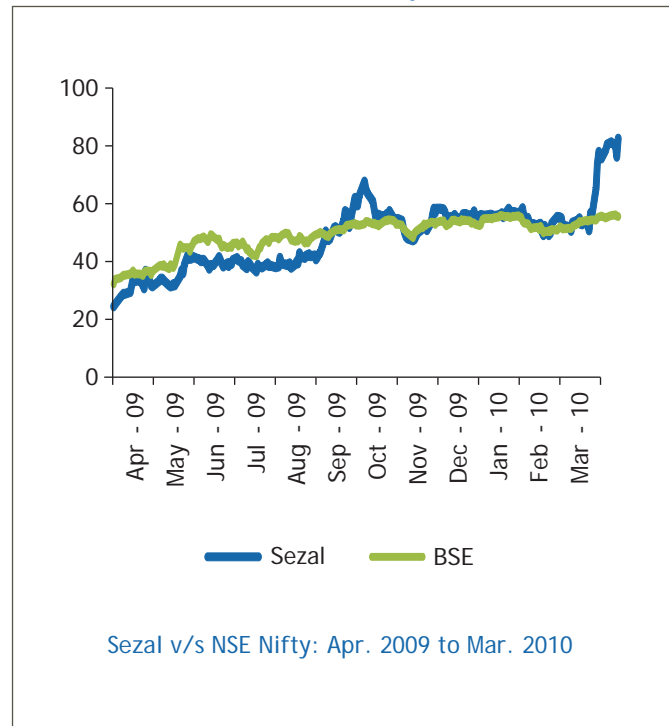


Stock Market Data

Sezal Share Performance v/s BSE Sensex



Sezal Share Performance v/s NSE Nifty



Market Price Data: High/ Low in each month of the Financial Year

Month	National Stock Exchange (NSE) (IN ` Per Share)		Bombay Stock Exchange (BSE) (IN ` Per Share)	
	Month's High Price	Month's Low Price	Month's High Price	Month's Low Price
April 2009	38.00	23.05	35.50	22.80
May 2009	41.60	28.10	42.00	29.05
June 2009	40.95	34.70	40.80	34.60
July 2009	42.50	34.00	41.85	34.25
August 2009	44.70	35.50	44.05	35.75
September 2009	67.35	44.00	67.35	43.50
October 2009	62.50	44.55	62.90	45.05
November 2009	57.50	43.10	56.70	43.00
December 2009	55.65	49.55	55.35	50.20
January 2010	59.95	47.50	57.40	48.10
February 2010	55.00	45.20	54.50	45.00
March 2010	79.00	47.35	78.90	47.55

Source: NSE and BSE Websites.



Share Registrar and Transfer Agents ('RTA')

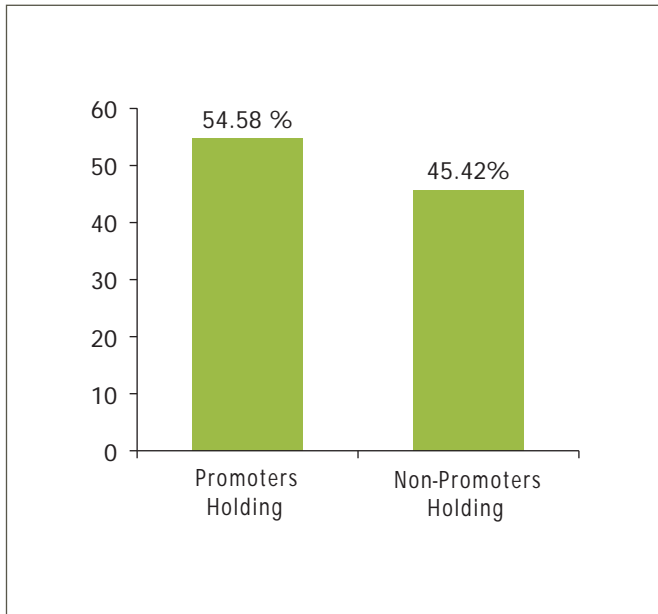
The Company has appointed Link Intime India Private Limited, C- 13, Pannalal Silk Mills Compound, L.B.S. Marg, Bhandup (West), Mumbai- 400078 as the RTA for both physical and dematerialised share maintenance.

Monthly Share price performance in comparison to broad based indices – NSE Nifty and BSE Sensex as on 31st March, 2010.

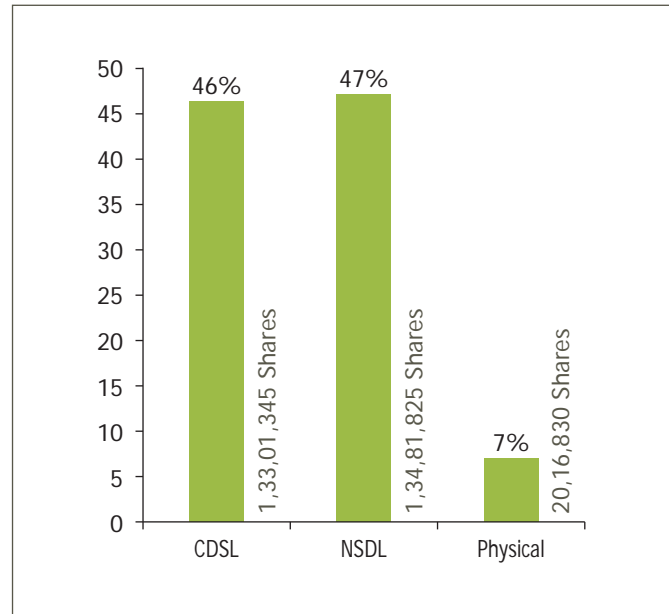
Month	Percentage Change		Percentage Change	
	Sezal Price	Nifty	Sezal Price	Sensex
April 2009	29.69	15.00	28.73	17.46
May 2009	31.99	28.07	30.70	28.26
June 2009	-2.81	-3.55	-2.18	-0.90
July 2009	-2.36	8.05	-1.71	8.12
August 2009	20.16	0.55	17.62	-0.02
September 2009	36.91	9.05	39.16	9.32
October 2009	-26.06	-7.32	-26.26	-7.18
November 2009	15.25	6.81	15.82	6.48
December 2009	0.86	3.35	0.67	3.18
January 2010	-4.85	-6.13	-4.36	-6.34
February 2010	0.90	0.82	-0.79	0.44
March 2010	53.96	6.64	54.30	6.68

Source: NSE and BSE Websites.

Shareholding Pattern



Dematerialisation of shares



Shareholding Pattern as on 31st March, 2010

Category	As on 31st March, 2010	
	Total No. of Shares	Percentage
A Promoters' Holding		
1 Promoters		
Indian Promoters	1,44,93,868	50.33
Foreign Promoters	NIL	NIL
2 Person Acting in Concert	12,25,500	4.25
Total	1,57,19,368	54.58
B Non-Promoters' Holding		
3 Institutional Investors		
a. Mutual Funds and UTI	NIL	NIL
b. Banks, Financial Institutions, Insurance Companies	34,210	0.12
c. FIIs	74,412	0.26
Total	1,08,622	0.38
4 Others		
a. Private Corporate Bodies	40,49,393	14.06
b. Indian Public	81,05,749	28.14
c. NRIs/OCBs	15,321	0.053
d. Clearing Members	8,01,547	2.78
Total	1,29,72,010	45.04
Grand Total	2,88,00,000	100.00



Distribution of shareholdings as on March 31, 2010

Categories	Total Number of Shareholders	Percentage	Total Number of Shares Held	Percentage
1 -- 500	10439	91.16	1110832	3.86
501 -- 1000	356	3.11	300972	1.05
1001 -- 2000	163	1.42	256657	0.89
2001 -- 3000	72	0.63	187230	0.65
3001 -- 4000	36	0.31	130691	0.45
4001 -- 5000	49	0.43	234435	0.81
5001 -- 10000	99	0.86	818045	2.84
Above 10000	237	2.07	25761138	89.45
Total	11451	100.00	28800000	100

Liquidity

The Company's Equity Shares are actively traded on the National Stock Exchange of India Limited (NSE) and Bombay Stock Exchange (BSE) where the Company's Shares are listed.

Plant Locations

Processing Plant:

Plot No 259/10/1, Village Dadra,
Union Territory of Dadra Nagar and Haveli,
District Silvassa.

Tel : 0261-2669981

Fax: 0261-2669981

Float Glass Plant:

Jhagadia Industrial Estate,
Plot No. 36, Jhagadia,
District Bharuch,
Gujarat.

Tel: 02645-226199/333

Fax:02645-226199/333

Address for Correspondence

Sezal Glass Ltd.

Sezal Encasa,

173/174, Near Seasons Hotel,
S. V. Road, Kandivali (West)
Mumbai- 400 067.

Tel: +91 – 22 – 28665100

Fax: +91 – 22 – 28665102

Email: investor.relations@sezalglass.co.in

Link Intime India Private Limited

(Formerly Intime Spectrum Registry Limited)

C- 13, Pannalal Silk Mills Compound,
L.B.S. Marg, Bhandup (West),
Mumbai 400 078.

Tel: +91 – 22 – 25960320

Fax: +91 – 22 – 25960328

Email: sagl.ip@linkintime.co.in

For and on behalf of the Board of Directors

Place: Mumbai

Date: August 12, 2010

Amrrut S. Gada

Chairman and Managing Director



Certificate On Corporate Governance

To
The Members of
SEZAL GLASS LTD.
201/202, 2nd Floor, Abhilasha,
S. V. Road, Kandivali (West),
Mumbai – 400 067

We have examined all relevant records of SEZAL GLASS LTD. (formerly known as SEJAL ARCHITECTURAL GLASS LIMITED and hereinafter referred to as “the Company”) for the purpose of certifying compliance of the conditions of Corporate Governance, for or in respect of the financial year ended 31st March, 2010, as stipulated in Clause 49 of the Listing agreement(s) entered into with the Stock Exchanges in India.

We have conducted our examination on the basis of the relevant records and documents maintained or kept by the Company and furnished to us for the purpose of the review and the information and explanations given to us by the Company during the course of such review.

The Compliance of the conditions of Corporate Governance is the responsibility of the management. Our examination was limited to the procedure and implementation thereof. Further, this is neither an audit nor an expression of opinion or affirmation on the financial statements of the Company or the compliances under other Laws, for the time being, in force and as may be applicable to the Company.

We further state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the management has conducted the affairs of the Company.

In our opinion and to the best of our information and according to the explanations given to us, we certify that the Company has, in all material respect, complied with the conditions of Corporate Governance as stipulated in the said Clause 49 of the Listing Agreement.

For **M. G. KALELKAR & ASSOCIATES**
Company Secretaries

MILIND G KALELKAR
Proprietor
FCS-3854, CP-1877

Place : Mumbai
Date : August 12, 2010

Auditors' Report

To the members of

SEJAL ARCHITECTURAL GLASS LIMITED

We have audited the attached Balance Sheet of SEJAL ARCHITECTURAL GLASS LIMITED as at March 31, 2010, the Profit and Loss Account and also 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 conducted our audit in accordance with 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 and report that:

1. As required by the Companies (Auditor's Report) Order, 2003, issued by the Central Government in terms of sub-section (4A) of Section 227 of the Companies Act, 1956, and on the basis of such checks as we considered appropriate and in terms of information and explanations given to us, we enclose in the Annexure a Statement on the matters specified in paragraph 4 & 5 of the said Order.
2. Further to our comments in the Annexure referred to in paragraph 1 above :
 - a) 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;
 - b) In our opinion, proper books of account have been kept by the Company, so far as appears from our examination of such books;

- c) The Company's Balance Sheet, Profit and Loss Account and Cash Flow Statement dealt with by this Report, are in agreement with the Books of Account;
 - d) In our opinion, the Balance Sheet, Profit and Loss Account and Cash Flow Statement dealt with by this Report comply with the Accounting Standards referred to in sub-section (3C) of Section 211 of the Companies Act, 1956;
 - e) On the basis of written representations received from the Directors and taken on record by the Board of Directors of the Company, we report that none of the Directors is disqualified as on March 31, 2010 from being appointed as a Director in terms of Section 274(1) (g) 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, read together with the other notes appearing thereon in Schedule 22 give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:
 - (i) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2010;
 - (ii) in the case of the Profit and Loss Account, of the profit for the year ended on that date and
 - (iii) in the case of Cash Flow Statement, of the cash flows for the year ended on that date.

For **S S PURANIK & ASSOCIATES**
Chartered Accountants
FRN 127731W

SHRIPAD S PURANIK
Partner
M.Ship No. 030670
Mumbai,
May 19, 2010

Annexure to the Auditors' Report [Referred to in Paragraph 1 of thereof]

1. In respect of Fixed Assets:

- a) The Company has generally maintained proper records showing full particulars including quantitative details and situation of its fixed assets. However, the fixed assets register is being updated to reconcile with the general ledger.
- b) As explained to us, the assets have been physically verified by the Management during the year. According to the information and explanations given to us, no material discrepancies were noticed on such verification.
- c) During the year, the Company has not disposed off any substantial part of fixed assets, which will affect the going concern status of the Company. However, the additional expenses of Rs. 1.01 Cr. incurred, at the time of installation have been written off the books as the machinery was returned to the suppliers during the prior year.

2. In respect of Inventories:

- a) As informed to us, the inventory has been physically verified by the Management during the year. In our opinion, the frequency of verification is reasonable.
- b) In our opinion, the procedure of physical verification of inventories followed by the Management is reasonable and adequate in relation to the size of the Company and the nature of its business.
- c) The Company has maintained proper records of inventory. No material discrepancies have been noticed on verification of inventories as compared to book records.
- d) Proper procedure however should be in place to assess the non-moving and obsolete items in the inventory.

3. In respect of Loans taken or granted:

- a) Company has not granted unsecured loans, to Companies, firms or other parties listed in the Register under Section 301 of the Companies Act, 1956.
- b) The Company had taken loans amounting to Rs. 1432.65 Lacs from three parties during the year in addition to the loans taken and outstanding as at the beginning of the year, from Companies, firms or other parties listed in the Register under Section 301 of the Companies Act, 1956. Out of these loans, a sum of Rs. 784.99 Lacs was outstanding as at the end of the year. Maximum balance in these accounts during the year was Rs. 2223.49 Lacs.
- c) In our opinion, the rates of interest wherever paid or charged, to the parties covered in the

Register under Section 301 of the Companies Act, 1956, were not prejudicial to the Interests of the Company.

- d) In our opinion, since no specific stipulations as to the terms of repayment were agreed upon, this clause does not apply.
4. In our opinion and according to the information and explanations given to us, and as reported by the Internal Auditors of the Company, the internal control procedures, commensurate with the size of the Company and the nature of its business with regard to the purchases of inventory, fixed assets and with regard to sale of goods, need to be strengthened. Measures should be taken to improve upon the weaknesses observed during the course of the Internal Audit.
5. (a) According to the information and explanations given to us, we are of the opinion that the transactions need to be entered in the register maintained under Section 301 of the Companies Act, 1956 have been so entered.
(b) In our opinion, and according to the information and explanations given to us, the transactions made in pursuance of contracts or arrangements entered in the Register maintained under Section 301 of the Companies Act, 1956 and exceeding the value of rupees five lacs in respect of any party during the year, have been made at prices which are reasonable having regard to the prevailing market prices at the relevant time.
6. In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of Section 58A & 58AA of the Companies Act, 1956 and the Companies (Acceptance of Deposits) Rules, 1975 with regard to the Deposits accepted from Public. According to the information and explanations given to us, no order has been passed by the Company Law Board or National Company Law Tribunal or Reserve Bank of India or any Court or any other Tribunal, on the Company.
7. On the basis of the Internal Audit reports broadly reviewed by us, we are of the opinion that the Company has an Internal Audit system commensurate with its size and nature of its business. The Compliance of Internal Audit observations needs to be strictly observed.
8. According to the information and explanations given to us and to the best of our knowledge and belief, the Central Government has not prescribed the maintenance of cost records under Section 209(1)(d) of the Companies Act, 1956 for any of the products of the Company.

Auditors' Report for the year ended March 31, 2010

9. a) The Company has generally been regular in depositing with appropriate authorities undisputed statutory dues including Provident Fund, Investor Education Protection Fund, Employees' State Insurance and Customs Duty, Excise Duty, Cess, Wealth Tax and other material statutory dues as applicable to it. However, there have been delays in payment of Provident Fund, Income Tax i.e. Tax Deducted at Source (TDS) under various heads. Central Sales Tax has not been paid by the Company for the whole year.
- b) In our opinion and according to information and explanations given to us, no undisputed amounts payable in respect of Income Tax, Wealth Tax, Sales Tax, Customs Duty, Excise Duty, and Cess were in arrears as at 31st March 2010 for the period of more than six months from the date they become payable, except Income Tax Deducted at Source (TDS) amounting to Rs. 3.15 Cr. And Central Sales tax – Rs. 0.59 Cr.

According to the information and the explanations given to us, there are no dues outstanding of Sales Tax, Custom Duty, Wealth Tax, Excise Duty, or cess and other statutory dues applicable to it, which have not been deposited on account of any dispute.

10. In our opinion, the Company has no accumulated losses at the end of the financial year and it has not incurred cash losses in the financial year under report and the immediately preceding financial year.
11. The Instalments for repayment of Principle have not yet become due for payment as the bankers have sanctioned a Moratorium till September 2010. In our opinion and according to the explanations given to us, there have been delays in monthly payment of Interest on Term Loans to banks. The monthly interest payable was paid in the following month till October 2009. However, interest for the month of November 2009 onwards has been delayed beyond the period of a month in some cases and in some cases, it has exceeded the period of two months. Interest for the months of February and March 2010 is yet to be paid. There are no borrowings from Financial Institutions. No Debentures have been issued by the Company.
12. In our opinion and according to the information and explanations given to us, the Company has not granted loans and advances on the basis of security by way of Pledge of Shares, Debentures and other securities.
13. In our opinion, the Provisions of any special statute as specified under clause (xiii) of paragraph 4 of the Order are not applicable to the Company.
14. In our opinion, the Company is not dealing in or trading in Shares, Securities, Debentures and other

Investments. Accordingly, the provisions of clause (xiv) of paragraph 4 of the Order are not applicable to the Company.

15. In our opinion and according to the information and explanations given to us, the Company has not given any Guarantees for loans taken by another company from Banks and hence the provisions of this clause do not apply.
16. In our opinion, the Term Loans have been applied for the purpose for which these were raised.
17. According to the information and explanations given to us, and on an overall examination of the Balance Sheet of the Company, we report that the Company has not utilised its Working Capital funds for acquiring Long Term assets. No long term funds have been used to finance short term assets.
18. According to the information and explanations given to us, the Company has, during the year, made Preferential Allotment of 50,00,000 equity shares of the face value of Rs. 10/- each, at a premium of Rs. 30/- per share, by way of issue of share warrants, to the parties covered in the register maintained under Section 301 of the Companies Act, 1956, being the Core Promoters and Promoter Companies. Of the above, 8,00,000 shares have been fully paid up while in respect of the balance, 25% of the offer price has been received as Share Warrant Application money. The Share Warrants have been offered at a price, determined in terms of SEBI Guidelines.
19. The Company has not issued any Debentures during the year and hence the provisions of clause (xix) of paragraph 4 of the Order are not applicable to the company.
20. During the year covered by our Audit, the Company has not raised any money by way of a public issue.
21. According to the information and the explanations given to us, no fraud on or by the Company has been noticed or reported during the year. However, we are unable to determine / verify as to whether any such reporting has been made, during the year.

For **S S PURANIK & ASSOCIATES**

Chartered Accountants
FRN 127731W

SHRIPAD S PURANIK

Partner
M.Ship No. 030670
Mumbai,
May 19, 2010

Balance Sheet as on 31st March, 2010

(Rs.)

	Schedules	As at March 31, 2010	As at March 31, 2009
SOURCES OF FUNDS			
a) Shareholders' Funds			
Share Capital	1	288,000,000	280,000,000
Share Warrant Application Money		42,000,000	-
Reserves & Surplus	2	1,275,920,361	1,229,987,224
b) Loan Funds			
Secured Loans	3	4,602,071,383	2,665,146,900
Unsecured Loans	4	573,436,928	96,613,375
c) Deferred Tax Liability (Net)			
	5	10,958,506	24,776,592
TOTAL		6,792,387,178	4,296,524,091
APPLICATION OF FUNDS			
a) Fixed Assets			
Gross Block	6	975,738,789	1,027,915,951
Less : Depreciation		122,875,562	86,430,706
Net Block		852,863,227	941,485,245
Capital Work-In-Progress		5,828,763,750	2,954,197,150
		6,681,626,977	3,895,682,395
b) Investments			
	7	600,000	600,000
c) Current Assets, Loans & Advances			
Inventories	8	297,868,875	139,767,077
Sundry Debtors	9	219,131,868	220,045,496
Loans and Advances	10	500,102,618	533,531,383
Cash and Bank Balances	11	108,635,118	38,525,209
	A	1,125,738,478	931,869,164
Less : Current Liabilities & Provisions			
Liabilities	12	1,008,582,306	602,399,480
Provisions	13	6,995,972	19,725,883
	B	1,015,578,278	622,125,363
Net Current Assets	(A-B)	110,160,200	309,743,801
d) Miscellaneous Expenditure			
(To the extent not written off or adjusted)	14	-	90,497,894
		6,792,387,178	4,296,524,091
Notes to Accounts	22		

The Schedules referred above form an integral part of the financial statements

As per our report of even date attached

For **S S PURANIK & ASSOCIATES**

Chartered Accountants

FRN : 127731W

Shripad S Puranik

Partner

Membership No. 030670

Place : Mumbai

Date : May 19,2010

For and on behalf of Board

Amrrut S Gada

Chairman & MD

Dhirraj S Gada

Jt. Managing Director

Ashwin S Shetty

G. M. Compliance

Company Secretary

Profit & Loss Account for the year ended March 31, 2010

	Schedules	Year ended March 31, 2010	(Rs.) Year ended March 31, 2009
INCOME			
Sales and Operating Income	15	448,976,898	484,621,494
Other Income	16	60,040,097	34,360,827
Increase/(Decrease) in Stock	17	2,712,903	(3,041,240)
		511,729,898	515,941,081
EXPENDITURE			
Raw Materials Consumed	18	157,588,763	213,434,065
Cost of Sales of Goods Traded	19	118,979,508	66,053,976
Labour Charges		5,731,879	9,047,920
Operating and Other Expenses	20	147,714,320	127,032,386
		430,014,471	415,568,349
Profit Before Interest, Depreciation & Tax		81,715,427	100,372,732
Interest and Finance Costs	21	31,902,414	37,654,115
Depreciation and Amortisation		26,532,424	25,002,333
Profit Before Tax and Exceptional Items		23,280,589	37,716,284
Less : Exceptional Items			
Loss on Imported Machinery returned to suppliers		10,127,744	-
Provision for Contingencies		-	6,000,000
Profit Before Tax		13,152,845	31,716,284
Less : Provision for Taxation for the year			
- Current Tax		1,700,000	8,300,000
- Deferred Tax (Asset)/Liability		(13,818,086)	(621,000)
- Fringe Benefit Tax		-	1,425,000
Net Profit After Tax		25,270,931	22,612,284
Less : Prior period adjustments (Net)		3,337,792	1,394,961
		21,933,139	21,217,322
Add : Proposed Dividend 07-08 written back		-	8,057,759
		21,933,139	29,275,081
Add : Corporate Dividend 07-08 written back		-	1,369,416
		21,933,139	30,644,497
Add : Balance brought forward		72,240,428	41,595,931
		94,173,567	72,240,428
Less : Transferred to General Reserve		-	-
Balance carried to Balance Sheet		94,173,567	72,240,428
Earning Per Share - Basic		0.78	0.81
Diluted		0.77	0.81
Notes to Accounts	22		

The Schedules referred above form an integral part of the financial statements

As per our report of even date attached

For **S S PURANIK & ASSOCIATES**

Chartered Accountants

FRN : 127731W

Shripad S Puranik

Partner

Membership No. 030670

Place : Mumbai

Date : May 19,2010

For and on behalf of Board

Amrrut S Gada

Chairman & MD

Dhirraj S Gada

Jt. Managing Director

Ashwin S Shetty

G. M. Compliance
Company Secretary

Schedule attached to & forming part of Balance Sheet & The Profit & Loss Account for the year ended March 31, 2010

	As at March 31, 2010	(Rs.) As at March 31, 2009
SCHEDULE 1 :		
Share Capital :		
Authorised :		
45,000,000 Equity Shares of Rs. 10/- each (Previous year 33,000,000 Equity Shares of Rs. 10/- each)	450,000,000	330,000,000
Issued, Subscribed & Paid-Up :		
28,800,000 Equity Shares of Rs. 10/- each, fully paid up (Previous year 28,000,000 Equity Shares of Rs. 10/each)	288,000,000	280,000,000
Total	288,000,000	280,000,000
SCHEDULE 2 :		
Reserves and Surplus :		
General Reserve :		
Balance brought forward	17,693,900	17,693,900
Add : Transferred From Profit & Loss Account	-	-
	17,693,900	17,693,900
Security Premium :		
Balance brought forward	1,140,052,893	285,216,050
Received during the year on Allotment	24,000,000	965,386,275
	1,164,052,893	1,250,602,325
Less: Public Issue and other Preliminary Expenses transferred	-	110,549,430
	1,164,052,893	1,140,052,895
Profit & Loss Account :		
As per account annexed	94,173,567	72,240,428
Total	1,275,920,361	1,229,987,224
SCHEDULE 3 :		
Secured Loans :		
Term Loans from Banks		
a) for Float Glass Loan The project loan is secured by first paripassu charge among Consortium Banks on the project fixed assets of the Company and second pari passu charge on the project current assets	3,802,404,853	1,698,375,335
b) for Processing Division The term loan facilities are secured by First Charge on the Company's Fixed Assets other than project assets i.e. Land & Buildings, Hypothecation of Equipments and second charge on Current Assets of the Company	281,013,255	124,368,600
c) Against hypothecation of vehicles	11,073,617	7,094,327

Schedule attached to & forming part of Balance Sheet & The Profit & Loss Account for the year ended March 31, 2010 (Contd.)

	As at March 31, 2010	(Rs.) As at March 31, 2009
SCHEDULE 3 : (Contd.)		
Cash Credit facility from Banks		
a) Secured by Hypothecation of Stocks of Raw Materials, Stock in process, Finished Goods and Receivables, on First charge basis and second charge on fixed assets of the Company	382,847,043	148,476,049
b) Collaterally secured by equitable mortgage of		
a) Shop No. 4 & Shop No. 7, at Sham Nirmal CHS Ltd. ,		
b) Residential Flats of Two Promoter Directors of the Company.		
All the above credit facilities have been further secured by collateral security of Personal Guarantees of Five Promoters of the Company.		
Letter of credit & Bills Discounting facility	-	20,642,715
Secured by first charge on Stock and Debtors		
Buyers credit	124,732,615	666,189,876
Total	4,602,071,383	2,665,146,900
SCHEDULE 4 :		
Unsecured Loans :		
Inter Corporate Deposits	492,705,929	84,249,375
Fixed Deposits		
- From Public	70,558,000	1,614,000
- From Shareholders	10,173,000	10,750,000
Total	573,436,928	96,613,375
SCHEDULE 5 :		
DEFERRED TAX LIABILITY (Net)		
Deferred Tax Liability		
Balance brought forward	24,776,592	25,397,592
Add/(Less) : Deferred Tax Liability/(Asset) for the year	(13,818,086)	(621,000)
Total	10,958,506	24,776,592

Schedule

attached to & forming part of Balance Sheet &
The Profit & Loss Account for the year ended March 31, 2010

Description of Assets	Gross Block - At Cost					Depreciation/Amortisation			Net Block	
	As at 01.04.2009	Additions	Preoperative expenses capitalized	Deductions	As at 31.03.2010	As at 01.04.2009	For the Period	Withdrawn during the year	As at 31.03.2010	As at 31.03.2009
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
SCHEDULE 6 :										
Fixed Assets :										
Freehold Land	37,894,368	0	0	0	37,894,368	0	0	0	37,894,368	37,894,368
Buildings	146,827,603	0	0	0	146,827,603	11,281,828	3,267,655	0	14,549,483	132,278,120
Plant & Machinery	343,219,207	4,670,353	0	59,045,373	288,844,187	62,897,675	16,533,637	2,754,931	76,676,381	212,167,806
Electrical Installations	9,678,224	14,918	0	0	9,693,142	2,199,125	459,893	0	2,659,018	7,034,124
Office equipments	15,419,645	1,794,520	0	0	17,214,165	1,556,726	1,685,784	0	3,242,510	13,971,655
Furniture & Fixtures	27,588,007	1,121,287	0	0	28,709,294	3,012,462	1,790,790	0	4,803,252	23,906,042
Computers	6,799,129	1,089,552	0	0	7,888,681	2,614,798	1,186,160	0	3,800,958	4,087,723
Ware house	427,263,364	0	0	0	427,263,364	664,658	14,270,597	0	14,935,255	412,328,109
Vehicles	13,226,404	1,214,560	0	3,036,978	11,403,985	2,203,434	1,283,433	1,278,162	2,208,705	9,195,279
Total	1,027,915,951	9,905,189	0	62,082,351	975,738,789	86,430,706	40,477,949	4,033,093	122,875,562	852,863,226
Capital Work In Progress Float Glass Project										5,825,516,530
Dadra - Plant										2,051,220
Sejal Encasa										1,196,000
Previous year	581,019,259	420,251,011	26,645,681	0	1,027,915,951	61,428,902	25,001,803	0	86,430,705	941,485,246

Notes :

- 1) Out of the Depreciation of Rs. 40,477,949/-, Depreciation on Ware house at the Float Glass Plant to the extent of Rs. 13,945,525/- has been capitalised towards cost of Float plant.
- 2) Withdrawl of machinery includes cost of machinery of Rs. 5,655,688/- transferred from the Plant at Dadra to Float Glass Plant at Bharuch and included in Capital WIP of Float Glass project alongwith the depreciation provision of Rs. 2,643,763/-

Schedule attached to & forming part of Balance Sheet & The Profit & Loss Account for the year ended March 31, 2010 (Contd.)

	As at March 31, 2010	(Rs.) As at March 31, 2009
SCHEDULE 7 :		
Investments : (Long Term Non Quoted, Non-Trade, at cost)		
Shares of The Cosmos Co-Op Bank Ltd. (5000 Shares of Rs. 20/- Each)	100,000	100,000
(Long Term Quoted, Traded, at cost)		
SBI Infrastructure Fund (Market Value Rs. 517,000/-)	500,000	500,000
Total	600,000	600,000
SCHEDULE 8 :		
Inventories : (At cost or Market Value whichever is lower)		
Raw Material	191,896,430	92,811,929
Stock of Trading Material	36,674,203	39,896,898
Work In Progress	14,558,333	1,135,844
Finished Goods	30,728,098	2,272,650
Stores & Spares	24,011,811	3,649,756
Total	297,868,875	139,767,077
SCHEDULE 9 :		
Sundry Debtors : (Considered good, unless otherwise stated)		
Debts outstanding for a period exceeding six months	44,398,658	65,556,881
Other Debts	174,733,210	154,488,615
Total	219,131,868	220,045,496
SCHEDULE 10 :		
Loans & Advances : (Unsecured, Considered good)		
Deposits	45,945,772	19,562,701
Advances Recoverable in cash or in kind or for value to be received	221,461,766	77,073,399
Advance Given to Suppliers	188,800,553	426,021,600
Other Loans & Advance	3,576,180	160,419
Inter Corporate Deposits placed	39,050,000	10,000,000
Amounts due from Group Companies/Firms		
Sejal Glass House	44,074	44,074
Sejal Insurance Broking Ltd	669,190	669,190
Sejal Glass Craft Pvt Ltd	35,393	-
Sejal Float Glass Ltd	519,690	-
Total	500,102,618	533,531,383
SCHEDULE 11 :		
Cash & Bank Balances		
Cash on Hand	1,701,479	1,432,191
Balances with :		
Scheduled Banks	12,663,041	17,580,575
Fixed Deposits with Scheduled Bank	69,450,000	1,650,000
Margin with Scheduled Banks Against L/C & Bank Guarantees	24,820,597	17,862,443
Total	108,635,118	38,525,209

Schedule attached to & forming part of Balance Sheet & The Profit & Loss Account for the year ended March 31, 2010

(Rs.)

	As at March 31, 2010	As at March 31, 2009
SCHEDULE 12 :		
Current Liabilities :		
Sundry Creditors for Material	61,174,369	97,707,171
Sundry Creditors for Expenses	9,333,107	57,390,808
Sundry Creditors for Capital Expenditure	661,717,856	321,595,074
Advances from Customers	46,120,764	17,265,660
TDS payable	31,349,551	45,566,446
Sales Tax payable	5,998,031	-
Excise Duty & other taxes payable	-	3,590,696
Trade & Other Deposits	174,070,678	17,406,344
Other Liabilities	18,716,771	40,528,653
Unpaid Dividend	100,814	100,814
Dividend Tax Payable	365	1,247,814
Total	1,008,582,306	602,399,480
SCHEDULE 13 :		
Provisions :		
Income Tax Provision		
Balance brought forward	10,526,029	4,862,754
Add : Provision during the year	1,700,000	9,725,000
	12,226,029	14,587,754
Less : Taxes paid	10,531,907	4,061,725
	1,694,122	10,526,029
Other Provisions		
for Gratuity	857,903	1,684,036
for Leave Encashment	1,894,149	1,515,818
for Contingencies	2,549,798	6,000,000
Balance carried forward	5,301,850	9,199,854
Total	6,995,972	19,725,883

Schedule attached to & forming part of Balance Sheet & The Profit & Loss Account for the year ended March 31, 2010 (Contd.)

	As at March 31, 2010	(Rs.) As at March 31, 2009
SCHEDULE 14 :		
Miscellaneous Expenditure		
Preliminary Expenses & Pre-operative Expenses - Float Glass Project		
Advertisement & Publicity Expenses	-	9,850,101
Conference & Seminar Expenses	-	1,900,148
Pre-Issue Expenses	-	87,528,992
Sales Promotion Expenses	-	166,810
Books & Periodicals	-	66,633
Donations	-	7,546,200
Membership & Subscription Charges	-	516,265
Postage	-	15,480
Printing & Stationery	-	441,284
Stamp duty & Registration Charges	-	2,464,202
Other Expenses	-	53,315
Total	-	110,549,430
Transferred to Securities Premium Reserve Account	-	110,549,430
Pre-operative Expenses		
Bank Charges & Commission	32,414,168	25,015,474
Buyers Credit Charges	46,310,142	12,300,675
Conveyance Expenses	10,801,239	2,621,080
Directors' Remuneration	15,979,582	9,829,582
Electricity Charges	58,967,681	31,416,779
Interest Paid	596,711,821	207,588,280
Legal & Professional Charges	59,123,073	32,782,042
Loan Processing Fees	29,618,902	17,724,824
Project Consultancy Charges	34,470,087	27,406,766
Rent	1,326,929	1,070,604
Salary	79,753,114	30,683,788
Service Tax & Other Debits	22,917	40,661,718
Staff Welfare	480,710	800,364
Stamping & Registration Expenses	11,295,384	9,326,942
Telephone Charges	2,042,008	957,158
Travelling Expenses	39,665,997	16,216,280
Water Charges	3,140,738	1,668,814
Other Expenses	21,593,110	10,890,140
Printing & Stationery	2,249,877	-
Insurance Premium	7,606,870	2,801,770
Sales Promotion	12,722,302	-
Total	1,066,296,653	481,763,078
Less Transferred to Capital Work In Progress	1,066,296,653	391,265,184
	-	90,497,894
SCHEDULE 15 :		
Sales and Operating Income		
Gross Sales	318,361,775	426,226,337
Less : Excise duty and Education cess on Manufactured Goods	24,826,949	48,497,775
Net Sales	293,534,826	377,728,562
Sales - Trading	156,545,722	113,528,994
Less : Excise duty and Education cess on Trading Goods	1,103,651	6,636,062
	155,442,071	106,892,932
Total	448,976,898	484,621,494

Schedule attached to & forming part of Balance Sheet & The Profit & Loss Account for the year ended March 31, 2010

(Rs.)

	As at March 31, 2010	As at March 31, 2009
SCHEDULE 16 :		
Other Income		
Interest Received	2,546,754	1,279,813
Gain due to Foreign Exchange difference	8,496,379	1,585,906
Miscellaneous Income	1,219,979	10,477,440
Commission and Discounts Received	2,377,018	55,153
Sundry balances w/off/back	6,553,034	3,159,527
Claim for Damges	2,771,165	3,073,041
Dividend on Shares	15,000	15,000
Dividend Received on Investment	-	14,029,292
Short Term Capital Gain	-	685,654
Sales Tax liability written back	36,060,767	-
Total	60,040,097	34,360,827
SCHEDULE 17 :		
Increase/(Decrease) In Finished Stock		
Opening Stock	2,272,650	5,313,890
Closing Stock	4,985,553	2,272,650
Total	2,712,903	(3,041,240)
SCHEDULE 18 :		
Raw Materials Consumed		
Opening Stock	97,597,529	109,685,399
Add : Purchases and other expenses	186,631,858	201,346,195
Add : Transfer of Trading Stock	11,805,944	-
	296,035,331	311,031,594
Less: Closing Stock	138,446,568	97,597,529
Total	157,588,763	213,434,065
SCHEDULE 19 :		
Cost of Sales of Goods Traded		
Opening Stock	39,169,195	38,747,734
Add : Purchases	127,935,710	66,475,437
	167,104,906	105,223,171
Less : Transfer to Raw material stock	11,805,944	-
Less : Closing Stock	36,319,454	39,169,195
Total	118,979,508	66,053,976
SCHEDULE 20 :		
Operating and Other Expenses :		
Salaries, Wages & Bonus	40,453,289	36,571,317
Directors' Remuneration	2,005,000	1,774,582
Contribution to PF, ESIC and Gratuity	3,371,444	2,112,794
Advertisement Expenses	1,285,203	3,153,351
Bank Charges	3,918,340	5,944,847
Commission paid	2,482,312	3,332,485
Computer & Software Expenses	84,506	174,206
Conveyance	222,833	1,100,040
Travelling Expenses	3,385,638	3,607,452
(Including Foreign Travel Rs. 939,349/- Previous year Rs. 678,855/-)		

Schedule

attached to & forming part of Balance Sheet &
The Profit & Loss Account for the year ended March 31, 2010 (Contd.)

	As at March 31, 2010	(Rs.) As at March 31, 2009
SCHEDULE 20 : (Contd.)		
Donations	255,353	376,905
Discounts given	149,042	176,492
Electrical Expenses	319,480	273,269
Export Expenses	3,629,708	1,059,474
Security Charges	375,031	552,440
Insurance	1,829,675	958,621
Other Interest	2,080,238	1,362,166
Loss due to Foreign Exchange Rate Difference	10,408,047	6,755,329
Placement Charges	97,726	296,756
Postage & Courier Charges	305,508	900,199
Power and Fuel	14,313,975	15,022,130
Profession Tax	-	2,500
Printing and Stationery	1,444,668	4,369,197
Legal & Professional Fees	3,306,892	6,071,395
Auditor's Remuneration	573,090	380,000
Rent	175,750	63,900
Rates & Taxes	1,680,000	795,063
Repairs and Maintenance:		
Plant and Machinery	2,234,429	665,135
Others	1,155,605	2,093,461
Sales Promotion Expenses	949,610	2,169,086
Seminars & Exhibition Expenses	1,993,156	1,162,911
Staff Welfare	1,854,046	1,885,472
Membership & Subscription Fees	93,450	306,488
Sundry Advances w/off	7,062,822	369,037
Sundry Expenses	11,952,905	6,985,047
Telephone Charges	2,429,568	2,503,879
Transportation Charges	16,486,143	10,138,371
Clearing Charges	137,000	-
Vehicle Expenses	1,018,128	991,105
Loss on sale of assets	755,816	-
Assets written Off	686,386	-
Free Sample distributed	752,507	575,484
Total	147,714,320	127,032,386
SCHEDULE 21 :		
Interest and Finance Cost		
On LC & Bills Discounting	1,334,257	853,502
On Working Capital Loans	2,191,409	5,095,562
On FCNRB Loans	4,188,982	6,509,803
On Term Loans	22,404,738	19,654,296
On Car Loans	1,001,170	229,557
On Buyers Credit	681,859	5,097,733
On Trade Deposits	100,000	213,662
Total	31,902,414	37,654,115

Schedule Significant Accounting Policies and Notes on Accounts for the year ended March 31, 2010

SCHEDULE 22 :

A) Statement of Significant Accounting Policies:

1. Significant Accounting Policies :

(a) Basis of preparation of Financial Statements:

- The financial statements are prepared in accordance with Indian Generally Accepted Accounting Principles ("GAAP"), the mandatory Accounting Standards issued by the Institute of Chartered Accountants of India and prescribed by the Companies (Accounting Standards) Rules, 2006, the provisions of the Companies Act, 1956 and the guidelines prescribed by the Securities and Exchange Board of India (SEBI). The Company has been consistent in its accounting policies. Change in the accounting policies, however is disclosed separately.

The management, while preparing the financial statements, has made certain assumptions and estimates affecting the balances in assets, liabilities, income and expenses, during the period under report; e.g. Capitalization of Warehouse at Float Glass Plant at Jhagadia, Bharuch, Provision for Contingencies, future obligations under Retirement Benefit. These estimates and assumptions are subject to variation at different periods and are thus adjusted accordingly in the financial statements of respective reporting periods.

(b) Valuation of Inventory :

- Finished Goods are valued at lower of cost or net realisable value. Raw materials & Consumable Stores, are valued on first in first out (FIFO) basis. Glass Cut Pieces are valued at average rate of raw material of respective thickness and quality.

(c) Cash Flow Statement :

- The Cash Flow Statement is prepared by the indirect method set out in Accounting Standard (AS-3) on Cash Flow Statements and presents the cash flows by operating, investing and financing activities of the Company.
- Cash and cash equivalents presented in the Cash Flow Statement consist of Cash on Hand and balances in Current Accounts with Bank.

(d) Fixed Assets :

- The Fixed Assets are stated at cost, inclusive of inward freight, duties and taxes (Net off set offs claimed), installation and commissioning expenses, incidental expenses incurred for the assets to be gainfully put to use, less accumulated depreciation. Where the assets are installed and commissioned, if it fails to deliver the required results to the satisfaction of the Company's Management, the same are not capitalized and are carried forward to the next year as Capital WIP. Revenue Expenses incurred in connection with project implementation in so far as such expenses relate to the period prior to the commencement of commercial activity are treated as pre operative expenses to be charged off after the commencement of commercial activity. Intangible assets are recorded at the consideration paid for acquisition.

(e) Depreciation on Fixed Assets :

- Depreciation is provided on straight line basis at the rates specified in schedule XIV to the Companies Act, 1956. Depreciation on additions to Fixed Assets is provided on pro-rata basis for the number of days the asset has been put to use.

(f) Revenue Recognition :

- a. Income and Expenditure are generally accounted on accrual basis as they are earned or incurred except in cases of uncertainties, as envisaged by the Management. Sales are recognized when goods are removed from the Company's premises and are accounted, net off Excise Duty, Sales Tax, Vat, Sales Returns and Trade Discounts/ Credits.
- b. As regards Free Samples, the goods dispatched from the Plant to the Marketing Division of the Company are deemed to have been fully distributed free of cost to intending customers of the Company.
- c. Export Sales are accounted by converting the Foreign Currency amount at the rate of exchange fixed by the Customs Authority. On realization of export proceeds, the difference between the amount realized and the amount booked is charged off/back to Profit & Loss Account as loss /gain due to exchange rate difference.
- d. Interest income is accounted on the basis of proportionate period of Investment, considering the amount of Investment and the rate of interest.
- e. Dividend income on investments is accounted, as and when the same has accrued and become due to the Company.

Schedule Significant Accounting Policies and Notes on Accounts for the year ended March 31, 2010 (Contd.)

SCHEDULE 22 : (Contd.)

(g) Foreign Currency Transactions:

- Exchange differences are recorded on initial recognition in the reporting currency, using the exchange rate at the date of the transaction. At each Balance Sheet date, foreign currency monetary items are reported using the closing rate.
- Exchange differences that arise on settlement of monetary items or on reporting at each balance sheet date of the Company's monetary items at the closing rate are adjusted in the cost of fixed assets specifically financed by the borrowings to which the exchange differences relate.
- Any premium or discount arising at the inception of the forward exchange contract is recognized as income or expense over the life of the contract.

(h) Investments :

- a. Investments are stated at cost. Temporary diminution in investments is not provided for

(i) Employee benefits:

a. Short Term Employee Benefits:

All Employee benefits payable wholly within twelve months of rendering the service are classified as a Short Term Employee Benefits. Benefits such as salaries, wages, contractual labour charges and short term compensated absences, etc is recognized in the period in which the employee/contractual labour renders the related service. Any other payments under relevant labour statutes, wherever applicable, are reimbursed to the outsourced agencies and charged off to the Profit & Loss Account in the year of payment.

b. Post Retirement Benefits:

Provident Fund

The contribution to Employee Provident Fund is charged off to Profit & Loss account on accrual basis

Gratuity

The Company has opted for Group Gratuity Scheme of LIC of India for its staff members. The Renewal premium is calculated as of 1st April of the year. The same is debited to Profit & Loss account as and when accrued. During the year under review the Company has provided Gratuity liability as per the actuarial valuation of Gratuity as per AS 15 (Revised).

Leave Encashment :

During the year under review the Company has provided for Leave Encashment as per the actuarial valuation of Leave Encashment as per AS 15 (Revised).

(j) Borrowing Costs:

- Borrowing costs that are attributable to the acquisition or construction of an asset are capitalized as part of cost of such asset till such time the asset is ready for its intended commercial use.
- Other Borrowing costs are charged off to Revenue account in the year in which they are incurred.

(k) Earnings Per Share:

- Basic and Diluted Earnings Per Share is computed by dividing the net profit attributable to Equity Shareholders for the year, by weighted average number of Equity Shares outstanding during the year as required by AS 20 – Earnings Per Share.

(l) Taxes on Income :

- Current Tax is determined as the amount of tax payable in respect of taxable income for the period.
- Deferred tax is recognized, subject to the consideration of prudence, on timing differences, being the difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods.

(m) Provisions, Contingent Liabilities and Contingent Assets:

- Provisions involving substantial degree of estimation in measurement are recognized if there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent Liabilities are not recognised but are disclosed in the notes. Contingent Assets are neither recognised nor disclosed in the financial statements.

Schedule Significant Accounting Policies and Notes on Accounts for the year ended March 31, 2010 (Contd.)

SCHEDULE 22 : (Contd.)

B) Notes to Accounts:

1. Contingent Liabilities :

Contingent liabilities not provided for in respect of

	2009-10	(Rs.) 2008-09
Claims by Gujarat Gas for Minimum Guarantee Offtake	4,50,00,000	Nil
Bank Guarantee given by Company to State Bank of Patiala (off Margin provided by the Company in the form of Fixed Deposits with the Bank)	4,87,32,831	4,83,75,490
Bank Guarantee given by Company to Axis Bank in provided by the Company in the form of Fixed Deposits with the Bank)	5,09,38,285	Nil
CST not charged in Sales bill to parties	Nil	46,95,477
Claim by party towards damages	58,93,917	35,20,000
Claim by party not acknowledged as debt	4,00,00,000	Nil
Income tax payable	20,35,473	Nil

2. Disclosure pursuant to Accounting Standard (AS) 15 (Revised) :

Gratuity

The Company has for the first time during the year ended March 31, 2009 adopted Accounting Standard 15 (Revised) on Employee Benefits (Revised) issued by the Institute of Chartered Accountants of India.

Presentation in Balance Sheet as per actuarial valuation as at March 31, 2010

Net Asset/(Liability) recognized in the Balance Sheet as at March 31, 2010

	31.03.2010	(Rs.) 31.03.2009
Present value of funded obligations -A	24,78,429	19,73,299
Fair Value of Plan Assets -B	16,20,526	2,89,263
(Deficit)/Surplus -A-B	(8,57,903)	(16,84,036)
Net Asset/Liability		
Assets		-
Liabilities	8,57,903	16,84,036
Net liability	(8,57,903)	(16,84,036)
Asset Information		
Insurer managed funds 100 %	16,20,526	2,89,263
Principal assumptions		
Discount Rate	8.30%	7.00 %
Expected Rate of Return on Plan Assets	7.50 %	7.50 %
Salary Escalation	7.00 %	7.00 %

a) Discount Rate :

The Discount Rate is based on the prevailing market yields of Indian Government Securities as at the Balance Sheet date for the estimated term of the obligations.

b) Expected Rate of Return on Plan Assets :

This is based on our expectation of the average long term rate of return expected on Investments of the Fund during the estimated term of the obligations.

c) Salary Escalation Rate:

The estimates of future Salary increases considered takes into account the inflation, seniority, promotion and other relevant factors.

Leave Encashment

Actuarial Valuation of Leave Encashment Liability as required by Accounting Standard 15 (Revised) has not been done. The same has been provided on the basis of leave balance as at March 31, 2010 on the basis of current salary drawn.

	31.03.2010	(Rs. in lacs) 31.03.2009
3. Estimated amounts of contracts remaining to be executed on capital accounts and not provided for	1,089	20,388

Schedule Significant Accounting Policies and Notes on Accounts for the year ended March 31, 2010 (Contd.)

SCHEDULE 22 : (Contd.)

4. Related Party Disclosures :

Disclosure as required by the Accounting Standard 18, "Related Party Disclosure" is given below:

a) Names of Related Parties and nature of Relationship:

- i) Subsidiary N.A.
- ii) Key Management Personnel : [Wholetime Directors] and relatives of the Key Management Personnel with whom the Company had transactions

Key Management Personnel (Whole Time Directors)	Relative of Key Management Personnel
Shri. Amrut S Gada	Shri. Shivji V. Gada, Father Smt. Diwaliben S. Gada, Mother Smt. Bhavna A. Gada, Wife
Shri. Dhiraj S Gada	Shri. Shivji V. Gada, Father Smt. Diwaliben S. Gada, Mother Smt. Anju D. Gada, Wife
Shri. Mitesh K Gada	Shri. Kanji V. Gada, Father Smt. Navalben K. Gada, Mother Smt. Preeti M. Gada, Wife

- iii) Entities over which Key Management Personnel [Wholetime Directors] are able to exercise significant influence:

Sejal Glass Craft Private Limited
Sejal International Limited
Sejal Insurance Broking Limited
Sejal Glass House
Sejal Float Glass Limited
Sejal Finance Limited
Bhanu Cosmetics & Packaging Limited
Hero Paper Stores
Hero Multi Pap Private Limited
White Flag Media and Communications Limited

b) Transactions with Related Parties:

Transactions details	(Rs.)	
	Volume of transactions for the year ended	
	31.03.2010	31.03.2009
Expenses		
Purchase of Material	36,33,796	84,11,352
Labour Charges paid	NIL	18,94,929
Purchase of Assets	57,54,509	5,062
Remuneration of Whole Time directors		
Shri. Amrut S. Gada	24,00,000	18,00,000
Shri. Dhiraj S. Gada	21,00,000	15,00,000
Shri. R. Subramaniam	NIL	8,49,164
Shri. Mitesh K. Gada	18,00,000	12,00,000
Shri. Ashish D. Karia	18,00,000	12,00,000
Directors Sitting fees	1,85,000	2,00,000
Company's contribution to Provident Fund	NIL	17,940
Interest paid on Deposits	1,06,93,902	1,17,55,358
Advance given	4,92,460	52,000
Legal & Professional Charges	NIL	7,45,000
Income		
Inter Corporate Deposits received (Net)	5,89,05,000	5,72,64,375
Unsecured Loans Accepted & Repaid	Nil	55,00,000
Sale of Goods	49,01,134	63,88,093

Schedule Significant Accounting Policies and Notes on Accounts for the year ended March 31, 2010 (Contd.)

SCHEDULE 22 : (Contd.)

5. Events occurring after Balance Sheet date :
 - a) The shareholders of the Company had, in an Extra Ordinary General Meeting held by the Company, approved the proposal to change in the name of the Company from 'Sejal Architectural Glass Limited' to 'Sezal Glass Ltd'
6. Additional information as prescribed under Part II of Schedule VI of the Companies Act, 1956 in respect of production / inventories
 - a) Sales, Opening Stock and Closing Stock of Finished Goods.

(Rs. in lacs)

	SALES		OPENING STOCK		CLOSING STOCK	
	Qty.	Value	Qty.	Value	Qty.	Value
Processing (Sq. Mtrs)	253704.20	3086.87	1365.96	22.72	1427.21	49.85
	(3,89,751)	(3,942.78)	(787.16)	(8.17)	(1,365.96)	(22.72)
Others (Nos.)	-	-	-	-	-	-
	(2,965)	(40.10)	(971.00)	(44.97)	(-)	(-)
Labour Job	-	-	-	-	-	-
	(-)	(3.89)	(-)	(-)	(-)	(-)
Total		3,086.87		22.72		49.85
		(3,986.77)		(53.14)		(22.72)

Note : The Sales quantity is as per the invoices raised on parties. In respect of Sales of Insulated Glass where two or more pieces are combined, the size billed is of single piece only.
Figures in bracket denotes previous year figures

- b) Raw Materials consumed

(Rs in lacs)

		Quantity	Value Rs.
		(Sq.Mtrs)	
GLASS	Current Year	3,66,542	1,575.88
	Previous Year	(6,47,526)	(2,078.75)

- c) Information relating to Licensed Capacity and Production

	As at 31.3.2010	As at 31.3.2009
Insulating Glass		
Licensed Capacity in Sq. Mtrs.	495000	495000
Installed # Capacity in Sq. Mtrs.	495000	495000
*Actual Production in Sq. Mtrs.		
Tempering Glass		
Licensed Capacity in Sq. Mtrs.	630000	630000
Installed # Capacity in Sq. Mtrs.	630000	630000
*Actual Production in Sq. Mtrs.		
Laminated Glass		
Licensed Capacity in Sq. Mtrs.	600000	600000
Installed # Capacity in Sq. Mtrs.	600000	600000
*Actual Production in Sq. Mtrs.		

* The above three products viz. Insulating Glass, Tempering Glass and Laminated Glass involve independent as well as interlinked processes. These involve combination of different sizes of glass and processes. Hence, the exact quantity of production of each category cannot be ascertained and is not comparable with either the sales quantities or the quantities in stock.

As certified by the Management and being a technical matter accepted by the Auditors as correct.

Schedule Significant Accounting Policies and Notes on Accounts for the year ended March 31, 2010 (Contd.)

SCHEDULE 22 : (Contd.)

d) Sales, Opening Stock and Closing Stock of Traded Finished Goods

A Processing Division

(Rs. in lacs)

	SALES		OPENING STOCK		CLOSING STOCK	
	Qty.	Value	Qty.	Value	Qty.	Value
Glass	-	-	39,222	118.05	-	-
	(1,36,752)	(406.59)	(59,686)	(179.72)	(39,222)	(118.05)

a. Figures in brackets pertain to previous year and the quantities are expressed in terms of square metres.

B Float Division

(Rs. in lacs)

	SALES		OPENING STOCK		CLOSING STOCK	
	Qty.	Value	Qty.	Value	Qty.	Value
Glass	2,16,906	590.89	-	-	18,086	36.24
	(-)	(-)	(-)	(-)	(-)	(-)

a. Figures in brackets pertain to previous year and the quantities are expressed in terms of square metres.

C Sejal Encasa

(Rs. in lacs)

	SALES		OPENING STOCK		CLOSING STOCK	
	Qty.	Value	Qty.	Value	Qty.	Value
Art & Artifacts (Nos.)	3,654	47.23	6,498	46.61	6,184	49.98
	(5,050)	(25.07)	(8,366)	(50.45)	(6,498)	(46.61)
Decorative Lights (Nos.)	14,195	109.61	9,987	90.24	15,006	92.07
	(7,791)	(51.41)	(6,233)	(75.59)	(9,987)	(90.24)
Glass (Sq.Ft./Sq.MtRs. / Nos.)	-	67.24	-	-	28.53	-
	(-)	(-)	(-)	(-)	(-)	(-)
Premium Tiles (Boxes & Nos.)	1,30,164	183.00	8,307	21.77	16,739	37.04
	(38,666)	(73.12)	NA	(12.29)	(8307)	(21.77)
Sanitary Ware (Nos.)	26,021	399.32	2,130	99.73	3,825	111.70
	(11,847)	(227.47)	(1751)	(65.01)	(2,103)	(99.73)
Others	440	16.17	44	0.50	223	7.60
Total	1,95,304	811.99		273.63	48,382	326.94
		(378.41)		(207.72)		(273.63)

a. Figures in brackets pertain to previous year.

(Rs.)

	FY 2009-10		FY 2008-09	
	Qty.	Value	Qty.	Value
Value of Raw Materials Consumed (includes Consumable Stores)				
Imported	51.56	8,12,57,373	48.94	10,17,34,124
Indigenous	48.44	7,63,31,390	51.06	10,61,41,078
Total	100.00	15,75,88,763	100.00	20,78,75,202

Schedule Significant Accounting Policies and Notes on Accounts for the year ended March 31, 2010 (Contd.)

SCHEDULE 22 : (Contd.)

	Year ended 2009-10	(Rs.) Year ended 2008-09
7. CIF value of Imports		
Consumable Spares	48,92,344	19,07,294
Raw Material	8,26,88,092	14,03,29,319
Machinery purchased	67,59,71,890	1,21,61,91,971
8. Expenditure in Foreign Currency		
Traveling Expenses	3,84,755	5,05,786
Repairs & Maintenance	17,11,283	4,83,591
Exhibition & Conference Expenses	Nil	2,73,562
Loss due to Exchange Rate Fluctuation	1,04,08,047	67,48,213
Bank charges	9,823	1,18,66,052
Advertisement	Nil	93,283
Interest on FCNRR Loans	86,79,531	65,09,803
Professional/Consultancy fees and expenses (capitalized)	64,07,946	72,21,272
Advances written off	1,77,988	-
9. Earnings in Foreign Currency		
F.O.B value of Sales	8,31,824	1,52,45,718
Gain due to Exchange Rate Fluctuation	83,96,379	15,85,906
Commission received	10,47,849	-

10. Segment Reporting:

Segment wise Revenue, Results and Capital employed for the year ended March 31, 2010

a) Primary Segment: Business Segment

	Processing	Retail	Float	(Rs. in lacs) Total
Revenue				
Sales & Other Income	3,673.27	822.59	621.43	5,117.29
	(4,549.00)	(610.00)	(0)	(5,159.00)
Segment Result	449.32	-97.6	65.46	417.18
	(684.00)	(9.00)	(0)	(693.00)
Interest Expenses	280.83	38.18	0	319.02
	(340.53)	(36.00)	(0)	(377.00)
Income Taxes	-121.18	0	0	-121.18
	(91.04)	(0)	(0)	(91.04)
Net Profit	289.65	-135.78	65.46	219.33
	(238.99)	(-26.82)	0	(212.17)
Segment Assets	6,342.28	1,812.01	60,563.59	68,717.89
	(18,409)	(2,188)	(0)	(20,597)
Unallocable Corporate Assets	0	0	0	0
	(0)	(0)	(0)	(0)
Total Assets	6342.28	1812.01	60,563.59	68,717.89
	(18,409)	(2,188)	(0)	(20,597)
Segment liabilities	6,342.28	1,812.01	60,563.59	68,717.89
	(48,677)	(2,188)	(0)	(50,865)
Unallocable Corporate liabilities	- 97	0	0	-97
	(0)	(0)	(0)	(0)
Total Liabilities	6342.28	1,812.01	60,563.59	68,717.89
	(48,774)	(2,188)	(0)	(50,962)
Capital Expenditure	20.51	11.96	58,255.16	58,287.63
	(30,362)	(0)	(0)	(30,362)
Depreciation	225.26	32.92	7.13	265.32
	(218.59)	(31.44)	(0)	(250.03)
Non Cash Expenses other than Depreciation	0	0	0	0
	(60)	(0)	(0)	(60)

Figures in brackets are previous year figures. Company has considered three Business Segments.

Schedule Significant Accounting Policies and Notes on Accounts for the year ended March 31, 2010 (Contd.)

SCHEDULE 22 : (Contd.)

The Company has considered too loss segments

- (a) The Company is engaged in the business of Processing of Glass and also carries on retail sale activity, which is considered as primary business segment of the Company in the context of Accounting Standard 17 issued by the Institute of Chartered Accountants of India.
- (b) The secondary segments are 'Domestic markets' and 'Export markets'. Since the export market revenue, is less than 10% of the total sales revenue, the same has not been disclosed for the purpose of secondary segment reporting.

11. Capitalization of Borrowing Costs :

	31.03.2010	(Rs.) 31.03.2009
The Company has capitalized following expenses during the year :		
a. Interest on Term Loans and Deposits	39,23,58,460	20,75,88,280
b. Bank Charges and Commission	1,75,10,877	3,73,16,149

12. (a) Advances recoverable in cash or kind include :

	31.03.2010	(Rs. in lacs) 31.03.2009
i) Interest free Loans given to staff members		
ii) Claims against a Company under the same Management	1,10,23,661	1,10,23,661
iii) Interest free Deposit with a dealer	40,50,000	1,00,00,000

- (b) Advances given to supplier as per Schedule 10 include a sum of Rs. 4.39 Cr due from M/s Lisc Middle East FZE towards cost of machinery returned to them by the Company during the prior year.

13. Managerial Remuneration :

	31.03.2010	(Rs.) 31.03.2009
A) Remuneration paid to the Wholetime Directors:		
a) Salary & Allowances	81,00,000	65,49,164
b) Contribution to Provident Fund & other Funds	Nil	17,940
Total	81,00,000	65,67,104
Note : Of the above Rs. 61,50,000/- (P.Y.47,50,000/-) have been allocated for Float Glass Project as pre-operative expenses		
B) Computation of Net Profit under Section 198 of the Companies Act, 1956.		
Profit before Taxation as per Profit & Loss A/c	1,31,52,845	3,17,16,284
Add : Depreciation as per Accounts	2,65,32,424	2,50,02,333
Managerial Remuneration	81,00,000	65,67,104
Loss on sale of Assets as per Accounts	1,15,69,946	-
	5,93,55,215	6,32,85,721
Less : Depreciation calculated under Section 350 of the Companies Act, 1956	2,65,32,424	2,50,02,333
Loss on Sales of Assets as per Section 349 of the Companies Act, 1956	1,15,69,946	-
Net Profit in terms of Section 198 of Companies Act, 1956	2,12,52,845	3,82,83,388
Maximum Remuneration payable to Wholetime Directors @ 10% of Net Profit as computed above as per the Companies Act, 1956	21,25,285	38,28,339
Managerial Remuneration paid to Wholetime Directors	81,00,000	65,67,104

In view of the inadequacy of profits, the remuneration has been paid as a minimum remuneration in terms of the provisions of schedule XIII to the Companies Act, 1956.

14. Auditor's Remuneration :

	31.03.2010	(Rs.) 31.03.2009
Statutory Audit	5,00,000	3,00,000
Tax Audit	Nil	60,000
Certification Charges	73,090	20,000
Certification Charges- Capitalized on Float Glass Project	2,16,887	1,54,000

Schedule Significant Accounting Policies and Notes on Accounts for the year ended March 31, 2010 (Contd.)

SCHEDULE 22 : (Contd.)

15. Deferred Tax liability :

Provision for Deferred Tax liability is arrived at on the timing differences at the Tax rates as applicable for the current financial year, after setting off rebate of 30% available u/s 80IB.

Components of Deferred tax

Nature of Timing Differences		Deferred Tax Liability as at April 1,2009	Charge/(Credit) for the current year	(Rs.) Deferred Tax Liability as at March 31,2010
(A) Deferred tax liabilities				
Difference between book and Tax Depreciation		4,33,18,031	79,73,215	4,79,73,188
Total Deferred Tax Liability	A	4,33,18,031	46,55,157	4,79,73,188
(B) Deferred tax assets				
Disallowance u/s 43B and 40a		1,85,41,439	(1,28,43,225)	56,98,215
Employee Benefits		-	2,17,158	2,17,158
Carried Forward Loss		-	3,27,49,300	3,27,49,300
MAT credit		-	16,68,068	16,68,068
Total Deferred Tax Asset	B	1,85,41,439	2,17,91,301	4,03,32,740
Deferred Tax Liability (Net)	A-B	2,47,76,592	(1,38,18,086)	1,09,58,507

16. Earnings Per Share :

Profit after tax as per Profit & Loss Account		2,19,33,139	2,12,17,322
Add : Extra Ordinary Item (Net of Tax)		84,06,534	39,80,400
Profit after tax as per Profit & Loss Account before Extra Ordinary and Exceptional Items		3,03,39,673	2,51,97,722
Weighted average of Equity Shares of Rs,10/- each outstanding during the year			
Basic		2,81,33,699	2,61,65,052
Diluted		2,83,04,787	2,61,65,052
Earnings Per Share			
Basic		0.78	0.81
Diluted		0.77	0.81
Earnings Per Share before extra ordinary item (Net of tax)			
Basic		1.08	0.97
Diluted		1.07	-

17. Balances in the accounts of Sundry Debtors, Sundry Creditors, Advances to and from parties are subject to confirmation by the parties and subject to reconciliation with the control account main ledger.

18. As regards to the compliance of the provisions relating to the dues to the Small Scale Units in terms of the Companies (Amendment) Act, 1999, the Company has no dues payable to Small Scale Units.

19. Previous year's figures have been regrouped / re-arranged wherever necessary to conform with the current year's classification.

As per our report of even date attached

For **S S PURANIK & ASSOCIATES**

Chartered Accountants

FRN : 127731W

Shripad S Puranik

Partner

Membership No. 030670

Place : Mumbai

Date : May 19, 2010

For and on behalf of Board

Amrnut S Gada

Chairman & MD

Dhirraj S Gada

Jt. Managing Director

Ashwin S Shetty

G. M. Compliance

Company Secretary

Cash Flow Statement for the year ended March 31, 2010

Particulars	2009-10		(Rs.) 2008-09	
Cash Flow from Operating Activities				
Profit before Tax and after Extraordinary Items	13,152,845		31,716,284	
Add : Exceptional Item	10,127,744	23,280,589	-	31,716,284
Adjustments for:				
Add:				
Depreciation	26,532,424		25,002,333	
Interest Paid	31,902,414		37,654,115	
Loss on Sale of Assets	755,816		0	
Provision for Contingencies	-		6,000,000	
Dividend & Dividend Tax written back	-	59,190,654	9,427,175	78,083,623
Less:				
Dividend Income	15,000		15,000	
Interest on Bank Deposits	2,546,754		1,279,813	
Other Incomes	57,478,342	60,040,097	33,066,014	34,360,827
Operating Profit before Working Capital Changes		22,431,146		75,439,080
Working Capital Changes				
Add/(Deduct)				
(Increase)/Decrease in Inventories	(158,101,798)		13,979,917	
(Increase)/Decrease in Trade & Other Receivables	913,628		(33,408,821)	
(Increase)/Decrease Loans & Advances	33,428,765		71,785,741	
Increase /(Decrease) in Current liabilities	402,284,822	278,525,417	(32,075,672)	20,281,165
Cash generated from Operations		300,956,564		95,720,245
Prior Year Adjustments		3,337,792		1,394,961
Income Taxes & FBT Paid		10,531,907		4,061,725
Net Cash Flow from Operating Activities (a)		287,086,864.67		90,263,559
Cash Flow from Investing Activities				
Capital Expenditure	(2,777,016,445)		(2,196,908,274)	
Sale of Assets	44,153,773		0	
Other fixed assets purchased	-		(446,896,692)	
Preoperative expenses for Float Glass Project	-		(34,530,727)	
Dividend Income	15,000		15,000	
Interest on Bank Deposits	2,546,754		1,279,813	
Other Incomes	57,478,342		33,066,014	
Net Cash used in Investing Activities (b)		(2,672,822,576)		(2,643,974,866)

Cash Flow Statement for the year ended March 31, 2010 (Contd.)

(Rs.)

2008-09

Particulars	2009-10		
Cash Flow from Financing Activities			
Increase in Share Capital	8,000,000		91,941,550
Share Warrant Money received	42,000,000		-
Net Secured Borrowings	1,936,924,483		1,731,205,161
Share Premium Received (net)	24,000,000		854,836,845
Fixed Deposits	68,367,000		(27,116,000)
Inter Corporate Deposits	408,456,551		(48,980,625)
Interest & Finance Charges (Net of Interest Capitalised)	(31,902,414)		(37,654,115)
Equity Dividend	-		(7,342,250)
Net Cash used in Financing Activities (c)		2,455,845,620	2,556,890,567
Net Increase/(Decrease) in Cash and Cash Equivalents (a+b+c)		70,109,909	3,179,259
Cash and Cash Equivalents- Opening Balance		38,525,209	35,345,950
Cash and Cash Equivalents- Closing Balance		108,635,118	38,525,209
Net Increase/(Decrease) in Cash and Cash Equivalents		70,109,909	3,179,259
Notes to Accounts:	22		

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SEZAL GLASS LTD.

The Schedules referred above form an integral part of the financial statements

As per our report of even date attached

For **S S PURANIK & ASSOCIATES**

Chartered Accountants

FRN : 127731W

Shripad S Puranik

Partner

Membership No. 030670

Place : Mumbai

Date : May 19,2010

For and on behalf of Board

Amrrut S Gada

Chairman & MD

Dhirraj S Gada

Jt. Managing Director

Ashwin S Shetty

G. M. Compliance

Company Secretary

Balance Sheet Extract & Company General Business Profile

I Registration Details

Registration No. State Code

Balance Sheet Date

II Capital Raised during the Year (Amount in Rs. Thousand)

Public Issue Rights Issued

Bonus Issue Private Placement

III Position of Mobilisation and Deployment of Funds (Amount in Rs. Thousand)

Total Liabilities Total Assets

Sources of Funds

Paid up Capital Share Application Money

Reserve & Surplus including
Provision for Deferred Tax Liability Secured Loans

Unsecured Loans

Application of Funds

Net Fixed Assets Investments

Net Current Assets Deferred Tax Asset

Miscellaneous Expenditure Accumulated Losses

IV Performance of Company (Amount in Rs. Thousand)

Turnover Total Expenditure

Profit/Loss Before Tax Profit / Loss After Tax
& Other Adjustments

Earnings Per Share
(of Rs.10/- each) Dividend @ %

V Generic Names of Three Principal Products/Services of Company (as per monetary terms)

Item Code No. (ITC Code No.)

Product Description

Item Code No. (ITC Code No.)

Product Description

Item Code No. (ITC Code No.)

Product Description

Note : For ITC Code of Products please refer to the publication Indian Trade Classification based on harmonised commodity description and coding system by Ministry of Commerce, Directorate General Of Commercial Intelligence & Statistics, Kolkatta -700 001

For and on behalf of Board

Amrrut S Gada

Chairman & MD

Dhirraj S Gada

Jt. Managing Director

Ashwin S Shetty

G. M. Compliance
Company Secretary

Place : Mumbai

Date : May 19,2010

Corporate Information

BOARD OF DIRECTORS

Name of Director	Designation
Mr. Amrrut S. Gada	Chairman and Managing Director
Mr. Dhirraj S. Gada	Joint Managing Director
Mr. Miitesh K. Gada	Executive Director
Mr. Aashish D. Kariaa	Executive Director
Mr. Atul S. Bharani	Independent Director
Mr. Praful N. Satra	Independent Director
Ms. Vimla M. Shah	Independent Director
Mr. Mitil R. Chokshi	Independent Director

GM COMPLIANCE, COMPANY SECRETARY

Mr. Ashwin S. Shetty.

COMMITTEES IN THE COMPANY

Audit Committee

Mr. Mitil R. Chokshi	Chairman, Independent and Non-Executive Director
Mr. Praful N. Satra	Member, Independent and Non-Executive Director
Mr. Dhirraj S. Gada	Member, Non- Independent and Executive

Remuneration Committee

Mr. Praful N. Satra	Chairman, Independent and Non-Executive Director
Mr. Atul S. Bharani	Member, Independent and Non-Executive Director
Ms. Vimla M. Shah	Member, Independent and Non-Executive Director

Shareholders Committee

Ms. Vimla M. Shah	Chairperson, Independent and Non-Executive Director
Mr. Atul S. Bharani	Member, Independent and Non-Executive Director
Mr. Miitesh K. Gada	Member, Non- Independent and Executive Director

Statutory Auditors

M/s. S.S. Puranik & Associates
3/95, Tarang, Jayprakash Nagar, Road No. 5
Goregaon (East), Mumbai 400063.
Tel.: +91-22- 26865387, Fax: +91-22- 26865387
Email: puranikss@rediffmail.com
Contact Person: Mr. Shripad Puranik

INTERNAL AUDITORS

KPMG
KPMG House II, Kamala Mill Compound
448, Senapati Bapat Marg, Lower Parel, Mumbai - 400 013
Tel.: +91-22- 39896000, Fax: +91-22- 39835040

BANKERS TO THE COMPANY

State Bank of Patiala
Punjab National Bank
State Bank of Mysore
Indian Overseas Bank
State Bank of India
Bank of India
Punjab and Sind Bank
Axis Bank Limited
State Bank of Indore
Karur Vysya Bank Limited
Allahabad Bank
ICICI Bank Limited
HDFC Bank Limited
Standard Chartered Bank

CORPORATE ADVISORS

S. H. Bathiya & Co.
2, Tardeo A/C market, 4th Floor, Tardeo Road,
Mumbai- 400 034
Tel No: +91- 22- 23523811
Fax No: +91- 22 -23516587
Email: bathiya@vsnl.com

REGISTRAR AND TRANSFER AGENTS

Link Intime India Private Limited
C- 13, Pannalal Silk Mills Compound,
L.B.S. Marg, Bhandup (West), Mumbai 400 078
Tel: + 91 22 2596 3838, Fax: + 91 22 2594 6969
Website: <http://www.sezalglass.com>
E-mail: investor.relations@sezalglass.co.in

PLANT LOCATIONS:

Float Glass Plant

Plot No.36, Jhagadia Industrial Estate,
Dist. Bharuch, Gujarat

Processing Plant

Plot No 259/10/1, Village Dadra
Union Territory of Dadra, Nagar Haveli, Dist. Silvassa

Retail Division

Sezal Encasa, 173/174, S. V. Road, Near Seasons Hotel
Kandivali (West), Mumbai – 400 067

Sezal Encasa, 342/2737, Motilal Nagar No. 2, Link Road,
Opp. Bangur Nagar, Goregaon (West), Mumbai - 400 090

UCP/Book-Post

If undelivered, please return to:

SEZAL GLASS LTD.

201/202, Abhilasha, 2nd floor
S. V. Road, Kandivali (West)
Mumbai - 400 067.