

India Globalization Capital, Inc.  
Form 10-Q  
November 12, 2009

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UNITED STATES  
SECURITIES AND EXCHANGE COMMISSION  
Washington, D.C. 20549

\_\_\_\_\_  
FORM 10-Q  
\_\_\_\_\_

- Quarterly report pursuant to Section 13 or 15(d) of the Securities Exchange Act of 1934.  
For the quarterly period ended September 30, 2009
- Transition report under Section 13 or 15(d) of the Exchange Act of 1934.

Commission file number 000-1326205

INDIA GLOBALIZATION CAPITAL, INC.  
(Exact name of small business issuer in its charter)

Maryland  
(State or other jurisdiction of  
incorporation or organization)

20-2760393  
(I.R.S. Employer Identification No.)

4336 Montgomery Ave. Bethesda, Maryland 20814  
(Address of principal executive offices)

(301) 983-0998  
(Issuer's telephone number)

Securities registered under Section 12(b) of the Exchange Act:

| Title of Each Class  | Name of exchange on which registered |
|--|--------------------------------------|
| Units, each consisting of one share of<br>Common Stock<br>and two Warrants | NYSE Amex                            |
| Common Stock   | NYSE Amex                            |
| Common Stock Purchase Warrants   | NYSE Amex                            |

Check whether the issuer: (1) filed all reports required to be filed by Section 13 or 15(d) of the Exchange Act during the past 12 months (or for such shorter period that the registrant was required to file such reports), and (2) has been subject to such filing requirements for the past 90 days.  Yes  No

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Indicate by check mark whether the registrant is a large accelerated filer, or a non-accelerated filer. See definition of “accelerated filer and large accelerated filer” in Rule 12b-2 of the Exchange Act. (Check one):

Large Accelerated Filer  Accelerated Filer  Non-Accelerated Filer

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act).  Yes  No

Indicate the number of shares outstanding for each of the issuer’s classes of common equity as of the latest practicable date.

| Class                           | Shares Outstanding as of October 12,<br>2009 |
|---------------------------------|--|
| Common Stock, \$.0001 Par Value | 12,363,991                                   |

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India Globalization Capital  
 QUARTERLY REPORT ON FORM 10-Q  
 FOR THE QUARTERLY PERIOD ENDED SEPTEMBER 30, 2009

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## PART I - Financial Information

## Item 1. Financial Statements

India Globalization Capital, Inc.  
CONSOLIDATED BALANCE SHEETS

|   | September<br>30,<br>2009<br>(unaudited) | March 31,<br>2009<br>(audited) |
|---|---|--------------------------------|
| <b>ASSETS</b>   |   |                                |
| Current Assets:   |   |                                |
| Cash and cash equivalents                                   | \$ 2,434,656                            | \$ 2,129,365                   |
| Accounts Receivable   | 9,455,722                               | 9,307,088                      |
| Unbilled Receivables  | 2,547,743                               | 2,759,632                      |
| Inventories   | 2,309,029                               | 2,121,837                      |
| Prepaid taxes   | 88,683                                  | 88,683                         |
| Restricted cash   | 273,643                                 |                                |
| Prepaid expenses and other current assets                   | 2,795,900                               | 2,801,148                      |
| Due from related parties                                    | 294,919                                 | 290,831                        |
| Total Current Assets  | 20,200,295                              | 19,498,584                     |
| Property and equipment, net                                 | 6,749,647                               | 6,601,394                      |
| Accounts Receivable – Long Term                             | 2,929,279                               | 2,769,196                      |
| Goodwill  | 17,483,501                              | 17,483,501                     |
| Investment  | 74,833                                  | 70,743                         |
| Deposits towards acquisitions                               | 261,479                                 | 261,479                        |
| Restricted cash, non-current                                | 1,635,102                               | 1,430,137                      |
| Deferred tax assets, net of valuation allowance             | 852,673                                 | 898,792                        |
| Other Assets  | 3,007,476                               | 2,818,687                      |
| Total Assets  | \$53,194,285                            | \$ 51,832,513                  |
| <b>LIABILITIES AND STOCKHOLDERS' EQUITY</b>                 |   |                                |
| Current Liabilities:  |   |                                |
| Short-term borrowings and current portion of long-term debt | \$ 3,418,063                            | \$ 3,422,239                   |
| Trade payables  | 694,534                                 | 462,354                        |
| Advance from Customers                                      | 217,970                                 | 206,058                        |
| Accrued expenses  | 640,326                                 | 555,741                        |
| Taxes payable   | 76,569                                  | 76,569                         |
| Notes Payable to Oliveira Capital, LLC                      | 2,000,000                               | 1,517,328                      |
| Due to related parties                                      | 1,285,046                               | 1,214,685                      |
| Other current liabilities                                   | 1,291,048                               | 1,991,371                      |
| Total current liabilities                                   | \$ 9,623,556                            | \$ 9,446,345                   |
| Long-term debt, net of current portion                      | 812,191                                 | 1,497,458                      |
| Deferred taxes on income                                    | 653,588                                 | 590,159                        |
| Other liabilities   | 2,326,496                               | 2,440,676                      |
| Total Liabilities   | \$13,415,831                            | \$ 13,974,638                  |
| Minority Interest   | 14,327,631                              | 14,262,606                     |
| <b>COMMITMENTS AND CONTINGENCY</b>                          |   |                                |

STOCKHOLDERS' EQUITY

|  |             |             |
|--|-------------|-------------|
| Common stock — \$.0001 par value; 75,000,000 shares authorized; 11,783,991 issued and outstanding at September 30, 2009 and 10,091,171 issued and outstanding at March 31, 2009. | 1,179       | 1,009       |
| Additional paid-in capital   | 34,968,817  | 33,186,530  |
| Retained Earnings (Deficit)  | (5,778,878) | (4,662,689) |