



Pulindra M. Patel
B.Com. F.C.A, Inter C.S.

PULINDRA PATEL & CO.
CHARTERED ACCOUNTANTS

307, Gold Mohur Co.Op.Society,
174, Princess Street, Mumbai- 2.

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INDEPENDENT AUDITORS' REPORT

To the Members of GOLDIAM JEWELLERY LIMITED
Report on the Financial Statements

We have audited the accompanying financial statements of GOLDIAM JEWELLERY LIMITED ("the Company"), which comprise the Balance Sheet as at March 31, 2016, and the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134 (5) of the Companies Act, 2013 ("The Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with accounting principles generally accepted in India, including the Accounting Standards prescribed under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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

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

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

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

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2015, and its profit/loss and its cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2015 (CARO 2015) issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the Annexure a statement on the matters specified in paragraph 3 and 4 of the Order to the extent applicable.
2. As required by section 143 (3) of the Act, we report that:
 - (a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - (b) In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books.



- (c) The Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- (d) In our opinion, the Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement comply with the Accounting Standards specified under section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules 2014, the extent applicable.
- (e) On the basis of written representations received from the directors as on March 31, 2016, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2016, from being appointed as a director in terms of section 164 (2) of the Companies Act, 2013.
- (f) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014 :
- i) As informed to us, there is no legal matter pending before any court of law.
- ii) The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, the company did not have long term contracts including derivative contracts except forward contract.

Place : Mumbai
Date : 27th May, 2016

For Pulindra Patel & Co.
Chartered Accountants
FRN No. 115187W

Pulindra Patel

Pulindra Patel
Proprietor
Membership No. 48991





Pulindra M. Patel
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Annexure (A) to the independent Auditor's Report

[Referred to in paragraph 1 under ' Report on Other Legal and Regulatory Requirements' in the Independent Auditor's Report of even date to the members of Goldiam Jewellery Limited on the standalone financial statements for the year ended 31st March, 2016]

1. (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.

(b) All fixed assets have been physically verified by the management in a phased periodical manner, which in our opinion is reasonable having regard to the size of the Company and the nature of its assets. According to the information and explanations given to us, no material discrepancies were noticed on such verification.

(c) As per the information and explanations given to us, the immovable properties owned by the company are held in the name of the company.
2. The Inventories have been physically verified during the year by the management. In our opinion, frequency of verification of inventory is reasonable. There is no material discrepancies noticed by the management.
3. According to the information and explanations given to us, the company has not granted loans secured or unsecured to companies, firms Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Companies Act.
4. As per the information and explanations provided to us, there is no loans, investments, guarantees and securities given by the company.
5. In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits from the public within the provisions of Section 73 to 76 of the Companies Act, 2013 and the rules framed there under.

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6. We have broadly reviewed the cost records maintained by the Company pursuant to the Companies (Cost Records and Audit) Rules, 2014 prescribed by the Central Government under sub-section (1) of Section 148 of the Companies Act, 2013 and are of the opinion that prima facie the prescribed cost records have been so made and maintained. We have, however, not made a detailed examination of the cost records with a view to determine whether they are accurate or complete.
7. a) According to the information and explanations given to us and on the basis of the examination of the books of account, the Company has been regular in depositing undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employees' State Insurance, Income-tax, Sales-tax, Service tax, Value Added Tax Customs Duty, Excise Duty, and other statutory dues applicable to it with the appropriate authorities.
b) According to the information and explanations given to us, no undisputed amounts payable in respect of Provident Fund, Investor Education and Protection Fund, Employees' State Insurance, Income tax, Sales tax, Service tax, Customs Duty, Excise Duty and other undisputed statutory dues were outstanding, at the year end for a period of more than six months from the date they became payable.
8. Based on our audit procedures and on the information and explanations given by the management, we are of the opinion that the company has not defaulted in repayment of loans or borrowings to banks. The Company does not have any borrowings by way debentures.
9. The Company has not raised money by way of initial public offer including debt instruments during the year and did not have any term loans outstanding during the year.
10. During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practice in India, and according to the information and explanations given by the management, we report that no fraud by the Company or any fraud on the Company by its officers or employees has been noticed or reported during the course of our audit.

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11. As per the information and explanations given to us the managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with schedule V of the Companies Act, 2013.
12. As per the information and explanations given to us the company is not a Nidhi Company.
13. As per the information and explanations given to us the company all transactions with the related parties are in compliance with section 177 and 188 of the Companies Act, 2013 where applicable and details have been disclosed in the Financial Statements, etc., as required by the applicable accounting standards.
14. As per the information and explanations given to us, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year review.
15. As per the information and explanations given to us, the company has not entered into any non- cash transactions with the directors or persons connected with him.
16. As per the information and explanations given to us, the company is not required to get it registered under section 45-IA of the Reserve Bank of India Act, 1934.

Place : Mumbai
Date : 27th May, 2016

For Pulindra Patel & Co.
Chartered Accountants
FRN No.115187W

Pulindra M. Patel
(Pulindra Patel)

Proprietor
Membership No. 048991





Pulindra M. Patel
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ANNEXURE (B)

**TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE STANDALONE
FINANCIAL STATEMENTS OF GOLDIAM JEWELLERY LIMITED:**

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

We have audited the internal financial controls over financial reporting of Goldiam
Jewellery Limited ("the Company") as of March 31, 2016 in conjunction with our audit
of the financial statements of the Company for the year ended on that date

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal
financial controls based on the internal control over financial reporting criteria
established by the Company considering the essential components of internal control
stated in the Guidance Note on Audit of Internal Financial Controls Over Financial
Reporting issued by the Institute of Chartered Accountants of India.

These responsibilities include the design, implementation and maintenance of adequate
internal financial controls that were operating effectively for ensuring the orderly and
efficient conduct of its business, including adherence to company's policies, the
safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy
and completeness of the accounting records, and the timely preparation of reliable
financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls
over financial reporting based on our audit. We conducted our audit in accordance with
the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the
"Guidance Note") and the Standards on Auditing, to the extent applicable to an audit of
internal financial controls, both issued by the Institute of Chartered Accountants of India.
Those Standards and the Guidance Note require that we comply with ethical
requirements and plan and perform the audit to obtain reasonable assurance about
whether adequate internal financial controls over financial reporting was established and
maintained and if such controls operated effectively in all material respects.
Our audit involves performing procedures to obtain audit evidence about the adequacy of
the internal financial controls system over financial reporting and their operating
effectiveness.

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Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence, we have obtained is sufficient and appropriate to provide a basis for our adverse audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting:

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

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

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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



PULINDRA PATEL & Co.,
CHARTERED ACCOUNTANTS

: 3 :

Opinion

In our opinion, the Company has in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2016, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

Place: Mumbai
Date: 27th May, 2016

For Pulindra Patel & Co.
Chartered Accountants
FRN No. 115187W

Pulindra M. Patel



PULINDRA M. PATEL
Proprietor
Membership No. 48991

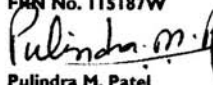
GOLDIAM JEWELLERY LIMITED
BALANCE SHEET AS AT 31ST MARCH, 2016

	Notes No.	As at 31.03.2016 ₹	As at 31.03.2015 ₹
I) EQUITY & LIABILITIES :			
1) SHAREHOLDERS' FUNDS :			
[a] SHARE CAPITAL	1	100.00	100.00
[b] RESERVES AND SURPLUS	2	8,522.79	6,894.05
[c] MONEY RECEIVED AGAINST SHARE WARRANTS		-	-
		<u>8,622.79</u>	<u>6,994.05</u>
2) SHARE APPLICATION MONEY PENDING ALLOTMENT			
		-	-
3) NON-CURRENT LIABILITIES			
[a] LONG - TERM BORROWINGS		-	-
[b] DEFERRED TAX LIABILITY (NET)		-	-
[c] OTHER LONG TERM LIABILITIES		-	-
[d] LONG - TERM PROVISIONS		-	-
		<u>-</u>	<u>-</u>
4) CURRENT LIABILITIES			
[a] SHORT TERM BORROWINGS	3	1,036.15	1,331.92
[b] TRADE PAYABLES	4	3,391.13	2,500.31
[c] OTHER CURRENT LIABILITIES	5	56.22	39.78
[d] SHORT - TERM PROVISIONS	6	177.39	53.52
		<u>4,660.89</u>	<u>3,925.53</u>
TOTAL ₹		<u>13,283.68</u>	<u>10,919.58</u>
II) ASSETS :			
1) NON - CURRENT ASSETS			
[a] FIXED ASSETS			
(i) TANGIBLE ASSETS	7	72.85	88.45
(ii) INTANGIBLE ASSETS		36.06	16.60
(iii) CAPITAL WORK - IN - PROGRESS		1.00	-
(iv) INTANGIBLE ASSETS UNDER DEVELOPMENT		-	-
[b] NON - CURRENT INVESTMENT	8	1,299.01	1,246.51
[c] DEFERRED TAX ASSETS (NET)	9	10.93	13.05
[d] LONG - TERM LOANS & ADVANCES	10	3.68	3.68
[e] OTHER NON - CURRENT ASSETS		-	-
		<u>1,423.53</u>	<u>1,368.28</u>
2) CURRENT ASSETS			
[a] CURRENT INVESTMENT	11	317.43	576.85
[b] INVENTORIES	12	925.69	635.30
[c] TRADE RECEIVABLES	13	8,245.97	6,870.86
[d] CASH & BANK BALANCE	14	1,691.09	769.96
[e] SHORT - TERM LOANS & ADVANCES	15	679.97	698.33
[f] OTHER CURRENT ASSETS		-	-
		<u>11,860.15</u>	<u>9,551.30</u>
TOTAL ₹		<u>13,283.68</u>	<u>10,919.58</u>

ACCOUNTING POLICIES
NOTES TO ACCOUNTS

I TO 38


This is the balance sheet referred to in our report of even date.

For Pulindra Patel & Co.
 Chartered Accountants
 FRN No. 115187W

 Pulindra M. Patel
 Proprietor
 Membership No. 48991
 Place : Mumbai
 Date: 27th May, 2016



For and on behalf of the Board


 Manhar R. Bhansali
 Chairman
 (DIN No. 00058699)
 Place : Mumbai
 Date: 27th May, 2016


 Rashesh M. Bhansali
 Managing Director
 (DIN No. 00057931)

GOLDIAM JEWELLERY LIMITED**PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2016**

	Notes No.	Current Year 31.03.2016 ₹	Previous Year 31.03.2015 ₹
I) REVENUE FROM OPERATIONS	16	15,519.21	12,237.10
II) OTHER INCOME	17	289.39	456.87
III) TOTAL REVENUE (I+II)		15,808.60	12,693.97
IV) EXPENSES :-			
COST OF MATERIALS CONSUMED	18	12,137.61	10,407.59
PURCHASES OF STOCK-IN-TRADE		-	-
CHANGES IN INVENTORIES OF FINISHED GOODS			
WORK-IN-PROGRESS AND STOCK-IN-TRADE	19	(63.87)	23.93
EMPLOYEE BENEFITS EXPENSES	20	163.84	108.61
FINANCE COSTS	21	40.94	57.87
DEPRECIATION / AMORTISATION	7	36.09	49.90
OTHER EXPENSES	22	1,445.06	834.41
TOTAL EXPENSES		13,759.67	11,482.31
V) PROFIT BEFORE TAX (III-IV)		2,048.93	1,211.67
VI) TAX EXPENSES :			
(1) CURRENT TAX	23	418.07	254.23
(2) DEFERRED TAX		2.12	7.08
VII) PROFIT/(LOSS) FOR THE PERIOD		1,628.74	964.51
VIII) EARNINGS PER EQUITY SHARE (Face Value ₹ 10/-) :			
BASIC		162.87	96.45
DILUTED		162.87	96.45

ACCOUNTING POLICIES**NOTES TO ACCOUNTS**

I TO 38

Schedules referred to above form an integral part of Profit & Loss Account

This is the profit & loss account referred to in our report of even date.

For Pulindra Patel & Co.

Chartered Accountants

FRN No. 115187W

Pulindra M. Patel

Proprietor

Membership No. 48991

Place : Mumbai

Date: 27th May, 2016



For and on behalf of the Board

Manhar R. Bhansali
Chairman
(DIN No. 00058699)

Place : Mumbai

Date: 27th May, 2016

Rashesh M. Bhansali
Managing Director
(DIN No. 00057931)

GOLDIAM JEWELLERY LIMITED**CASH FLOW FOR THE YEAR ENDED 31ST MARCH, 2016**

PARTICULARS	2015-16	2014-15
	₹	₹
A) CASH FLOW FROM OPERATING ACTIVITIES:		
NET PROFIT BEFORE TAX AND EXTRAORDINARY ITEMS:		2,048.93
ADJUSTMENT FOR:		1,211.67
DEPRECIATION AND AMORTISATION EXPENSE	36.09	49.90
FINANCE COSTS	40.94	57.87
INTEREST AND INCOME FROM NON CURRENT INVESTMENTS	(55.57)	(26.26)
INTEREST AND INCOME FROM CURRENT INVESTMENTS	(100.89)	(35.28)
PROFIT ON SALE OF CURRENT INVESTMENTS	44.06	(99.73)
PROVISION FOR DIMINUTION IN VALUE OF INVESTMENTS	-	2.07
(PROFIT)/LOSS ON SALES OF FIXED ASSETS	-	(1.41)
CREDIT BALANCE W/OFF	(0.11)	(0.06)
EXCHANGE (GAIN)/LOSS OF REVALUATION OF FOREIGN CURRENCY	174.04	(5.22)
		<u>138.56</u>
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES:		2,187.49
ADJUSTMENT FOR:		1,153.54
TRADE AND OTHER RECEIVABLES	(1,488.02)	(741.03)
INVENTORIES	(290.39)	1,075.51
TRADE AND OTHER PAYABLES	817.13	(135.34)
		<u>(961.28)</u>
CASH GENERATED FROM OPERATIONS :		1,226.21
TAXES PAID (NET)	(298.55)	(248.68)
		<u>(298.55)</u>
CASH FLOW BEFORE EXTRAORDINARY ITEMS:		927.66
NET CASH FROM OPERATING ACTIVITIES:		927.66
		1,103.98
B) CASH FLOW FROM INVESTING ACTIVITIES:		
PURCHASE OF FIXED ASSETS	(40.94)	(20.50)
SALES OF FIXED ASSETS	-	8.00
PURCHASE OF INVESTMENTS	(8,420.97)	(15,932.16)
SALES OF INVESTMENTS	8,585.90	16,225.75
DIVIDEND RECEIVED	100.08	20.81
INTEREST RECEIVED	54.31	40.73
NET CASH USED IN INVESTING ACTIVITIES		<u>278.38</u>
		342.63
C) CASH FLOW FROM FINANCING ACTIVITIES:		
REPAYMENT OF BORROWINGS	(243.96)	(990.65)
INTEREST PAID	(40.94)	(57.87)
NET CASH USED IN FINANCING ACTIVITIES		<u>(284.90)</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS		921.14
		398.11
CASH AND CASH EQUIVALENTS AS AT 01.04.2015		769.96
CASH AND CASH EQUIVALENTS AS AT 31.03.2016		1,691.09
		769.96

This is the cash flow statement referred to in our report of even date.

For Pulindra Patel & Co.
Chartered Accountants
FRN No. 115187W
Pulindra M. Patel
Proprietor
Membership No. 48991



Place : Mumbai
Date: 27th May, 2016

For and on behalf of the Board

Manhar R. Bhansali
Chairman
(DIN No. 00058699)

Place : Mumbai
Date: 27th May, 2016

Rashesh M. Bhansali
Managing Director
(DIN No. 00057931)

GOLDIAM JEWELLERY LIMITED

FINANCIAL YEAR 2015-2016

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2016**1 SHARE CAPITAL**

(₹ in lakh)

Particulars	As at	As at
	31.03.2016	31.03.2015
	₹	₹
AUTHORISED CAPITAL		
1000000 Equity Shares of Rs. 10/- each (Previous Year 1000000 Equity Shares of Rs.10/- each)	100.00	100.00
	<u>100.00</u>	<u>100.00</u>
Issued capital		
1000000 Equity Shares of Rs.10/-each (Previous Year 1000000 Equity Shares of Rs.10/- each)	100.00	100.00
	<u>100.00</u>	<u>100.00</u>
Subscribed and Paid up Capital		
1000000 Equity Shares of Rs.10/- each (Previous year 1000000 Equity Shares of Rs.10/- each)	100.00	100.00
f) Out of which 1000000 (1000000) Equity Shares of Rs.10/- each are held by Holding company Goldiam International Limited)		
	<u>100.00</u>	<u>100.00</u>
TOTAL ₹	<u>100.00</u>	<u>100.00</u>

1.01	Particulars	Opening Balance		Fresh issue	Bonus	Conversion	Buy back	Closing Balance
	Equity shares with voting rights							
	Year ended 31 March, 2016							
	- Number of shares	1000000		NIL	NIL	NIL	NIL	1000000
	- Amount (₹)	100		NIL	NIL	NIL	NIL	100.00
	Year ended 31 March, 2015							
	- Number of shares	1000000		NIL	NIL	NIL	NIL	1000000
	- Amount (₹)	100		NIL	NIL	NIL	NIL	100.00

1.02 (iv) Details of shares held by each shareholder holding more than 5% shares:

Class of shares / Name of shareholder	As at 31 March, 2016			As at 31 March, 2015	
	Number of shares held		% holding in that class of shares	Number of shares held	% holding in that class of shares
Equity shares with voting rights					
Goldiam International Ltd	1000000		100%	1000000	100%

2 RESERVES AND SURPLUS

(₹ in lakh)

Particulars	As at	As at
	31.03.2016	31.03.2015
	₹	₹
Surplus-Opening Balance	6,894.05	5,929.55
Add : Net Profit after tax transferred from Statement of Profit and Loss	1,628.74	964.51
Amount available for appropriation	<u>8,522.79</u>	<u>6,894.05</u>
Appropriations:		
Amount transferred to general reserve	-	-
Balance in profit and loss account	-	-
TOTAL ₹	<u>8,522.79</u>	<u>6,894.05</u>



GOLDIAM JEWELLERY LIMITED

FINANCIAL YEAR 2015-2016

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH,2016**3 SHORT TERM BORROWINGS**

(₹ in lakh)

Particulars	As at	As at
	31.03.2016	31.03.2015
	₹	₹
SECURED LOANS :		
With HSBC Ltd		
Pre Shipment Credit in Foreign Currency	-	638.74
Post Shipment Credit in Foreign Currency with HSBC Bank	1,036.15	693.18

- 3.01 (Secured by first pari passu charge on Present & Future Inventories, Receivables and First and exclusive charge on Plant & Machinery & all moveable fixed assets and Corporate Guarantee by Holding Company M/S Goldiam International Ltd. and pledge of Mutual Funds/Bonds through HSBC Bank and Demand Promisory note for Rs.300.00 lacs)

Particulars	Unit
ICICI PRUDENTIAL FLEXIBLE INCOME - REGULAR PLAN - GROWTH	20238.015

- 3.03 Details of term of repayment and rate of interest are as set out below:

Type of Loan	Rate of Interest	Maturity Period
Post shipment credit in foreign currency	2.10% to 2.34%	05/05/2016 to 26/07/2016

TOTAL ₹

1,036.15

1,331.92

4 TRADE PAYABLES

(₹ in lakh)

Particulars	As at	As at
	31.03.2016	31.03.2015
	₹	₹
Dues to Micro, Medium & Small enterprises	91.29	45.63
Others	3,299.83	2,454.68
	3,391.13	2,500.31
TOTAL ₹	3,391.13	2,500.31



GOLDIAM JEWELLERY LIMITED

FINANCIAL YEAR 2015-2016

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2016**5 OTHER CURRENT LIABILITIES**

Particulars	(₹ in lakh)	
	As at 31.03.2016 ₹	As at 31.03.2015 ₹
Accrued salaries and benefits		
Salaries due to director	27.28	6.36
For other liabilities		
Provisions for expenses & others		
Dues of Micro, Medium & Small enterprises (*)	1.26	0.53
Others	-	-
Advance from Customers	23.20	23.20
Statutory dues payables	4.48	9.69
TOTAL ₹	56.22	39.78

5.01 DETAILS OF DUES TO MICRO, MEDIUM AND SMALL ENTERPRISES :

(i) The principal amount and the interest due thereon (to be shown separately) remaining unpaid to any supplier as at the end of each accounting year.	92.55	46.16
(ii) The amount of interest paid by the buyer in terms of Section 16 of the Micro Small and Medium Enterprise Development Act, 2006, along with the amounts of the payment made to the supplier beyond the appointed day during each accounting year.	NIL	NIL
(iii) The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under Micro Small and Medium Enterprise Development Act, 2006.	NIL	NIL
(iv) The amount of interest accrued and remaining unpaid at the end of each accounting year.	NIL	NIL
(v) The amount of further interest remaining due and payable even in the succeeding year, until such date when the interest dues as above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under section 23 of the Micro Small and Media Enterprise Development Act, 2006.	NIL	NIL

6 SHORT TERM PROVISIONS

Particulars	(₹ in lakh)	
	As at 31.03.2016 ₹	As at 31.03.2015 ₹
Provision for Gratuity	3.28	3.23
Provisions for Leave obligation	0.50	0.59
	3.78	3.82
Provision for Wealth Tax	-	0.23
Provisions for Income Tax (net of advance tax ₹ 255.63 Lakh as at 31 March, 2015 ₹ 248.36 Lakh)	173.61	49.47
TOTAL ₹	173.61	49.71
	177.39	53.52



GOLDIAM JEWELLERY LIMITED
FINANCIAL YEAR 2015-2016

7 FIXED ASSETS		GROSS BLOCK				DEPRECIATION			NET BLOCK	
Sr. No.	Description	Cost as on 01.04.2015	Addition	Deduction	Cost As on 31.03.2016	As on 01.04.2015	For the Year	Deduction	As on 31.03.2016	As on 31.03.2015
TANGIBLE ASSETS										
1	FACTORY BUILDING	18.11	-	-	18.11	10.40	0.72	-	11.12	7.71
2	FURNITURE & FIXTURE	67.03	-	-	67.03	53.58	4.84	-	58.42	13.45
3	OFFICE EQUIPMENT	11.95	1.25	-	13.20	10.10	0.91	-	11.01	1.84
4	PLANT & MACHINERY									
	A) MACHINERY	90.56	-	-	90.56	60.33	5.92	-	66.25	24.30
	B) COMPUTERS	8.76	0.61	-	9.37	8.10	0.59	-	8.69	30.23
	C) AIR CONDITIONER	14.76	11.68	-	26.44	12.14	2.58	-	14.71	0.66
	D) ELECTRICAL INST.	29.26	-	-	29.26	24.20	2.50	-	26.69	2.62
5	VEHICLES	59.38	-	-	59.38	32.51	11.09	-	43.60	15.78
	TOTAL Rs.	299.80	13.54	-	313.34	211.35	29.14	-	240.50	88.45
INTANGIBLE ASSETS										
	COMPUTER SOFTWARE	18.92	26.40	-	45.32	2.32	6.94	-	9.26	16.60
		18.92	26.40	-	45.32	2.32	6.94	-	9.26	16.60
	PREVIOUS YEAR	314.20	20.50	15.97	318.72	173.16	49.90	9.39	213.68	105.05



GOLDIAM JEWELLERY LIMITED
FINANCIAL YEAR 2015-2016

8 NON-CURRENT INVESTMENTS (AT COST)

Particulars	(₹ in lakh)			
	No. of Shares Bonds Units	Face Value ₹	As at 31.03.2016 ₹	No. of Shares Bonds Units As at 31.03.2015 ₹
(Long Term Investments)				
In Bond - Quoted, fully paid up	7417	1000	74.17	74.17
1) 8.20% TAX FREE NATIONAL HIGHWAYS AUTHORITY OF INDIA 10 YEARS BOND				
In Preference Shares - Quoted, fully paid up	1880	7500	248.74	248.74
1) 15.99% IL&FS LIMITED(NON-CONVERTIBLE REDEEMABLE CUMALATIVE PREFERENCE SHARE 16/05/2021)				
In Units of Mutual Fund - Quoted	750000.000	10	75.00	75.00
RELIANCE FIXED HORIZON FUND XXVIII - SERIES 14 - GROWTH- PLAN				
In Others	70	100000	63.00	10.50
ASK REAL ESTATE SPECIAL OPPORTUNITIES FUND - II	187500	100	187.50	187.50
ORIOS VENTURE PARTNERS FUND - I				
In Preference Shares - Unquoted, fully paid up	20000	1000	200.60	200.60
1) 8.33% TATA CAPITAL LTD (NON-CONVERTIBLE REDEEMABLE CUMULATIVE PREFERENCE SHARE 18/08/2021)				
In Units of Mutual Fund - Unquoted	1500000.000	10	150.00	150.00
BOI AXA CORPORATE CREDIT SPECTRUM FUND - REGULAR	1500000.000	10	150.00	150.00
JP MORGAN INDIA BANKING AND PSU DEBT FUND - REGULAR - GROWTH	1500000.000	10	150.00	150.00
KOTAK MEDIUM TERM FUND - GROWTH				
TOTAL			1299.01	1,246.51

TOTAL



Aggregate amount of quoted investments
 397.91
 Aggregate market value of listed and quoted investments
 443.15
 Aggregate value of listed but not quoted investments
 901.10
 Aggregate amount of unquoted investments
 848.60

GOLDIAM JEWELLERY LIMITED

FINANCIAL YEAR 2015-2016

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2016

GOLDIAM JEWELLERY LIMITED - FINANCIALS - 2015-16

9 DEFERRED TAX ASSETS

Particulars	(₹ in lakh)	
	As at 31.03.2016 ₹	As at 31.03.2015 ₹
Deferred tax Asset relating to fixed assets	10.76	12.87
Deferred tax Asset relating to Employee Benefits	0.17	0.18
TOTAL ₹	10.93	13.05

10 LONG - TERM LOANS AND ADVANCES

Particulars	(₹ in lakh)	
	As at 31.03.2016 ₹	As at 31.03.2015 ₹
Unsecured Considered Good :	3.68	3.68
Security Deposits		
TOTAL ₹	3.68	3.68



11 CURRENT INVESTMENTS

Particulars

Particulars	No. of Shares/Bonds/Units	Face Value	(₹ in lakh)	
			As at 31.03.2016	As at 31.03.2015
In Share - Quoted, fully paid up				
AJANTA PHARMA LIMITED	-	2	-	1,532
AMARA RAJA BATTERIES LIMITED	-	1	-	2,225
ASIAN PAINTS LIMITED	-	1	-	2,365
ASTRAL POLY TECHNIK LIMITED	-	1	-	3,812
BAJAJ FINANCE LIMITED	-	10	-	479
DHANUKA AGRITECH LTD	-	2	-	1,551
HAVELLS INDIA LIMITED	-	1	-	7,154
HERO MOTOCORP LIMITED	-	2	-	449
INDUSIND BANK LIMITED	-	10	-	2,116
KOTAK MAHINDRA BANK LIMITED	-	5	-	1,458
LUPIN LIMITED	-	2	-	1,237
MOTHERSON SUMI SYSTEMS LIMITED	-	1	-	4,207
PAGE INDUSTRIES LIMITED	-	1	-	156
PI INDUSTRIES LIMITED	-	1	-	3,288
PIDILITE INDUSTRIES LIMITED	-	1	-	3,635
SHREE CEMENT LIMITED	-	10	-	116
SUN PHARMACEUTICALS INDUSTRIES LIMITED	-	1	-	2,335
TATA CONSULTANCY SERVICES LIMITED	-	1	-	727
THERMAX LIMITED	-	2	-	966
TITAN INDUSTRIES LIMITED	-	1	-	3,488
In Units of Mutual Fund - Quoted				
RELIANCE FIXED HORIZON FUND - XXV - SERIES 31 - GROWTH	-	10	-	50,000,000
In Units of Mutual Fund - Unquoted				
AMBIT ALPHA FUND-SCHEME I SERIES AMBIT ALPHA SEP 2015 SR I OPT II	9943	1000	99.43	-
HDFC MID-CAP OPPORTUNITIES FUND - GROWTH	477001.704	10	168.00	168.00
ICICI PRUDENTIAL FLEXIBLE INCOME - GROWTH	20238.015	10	50.00	50.00
JM ARBITRAGE ADVANTAGE FUND - REGULAR PLAN - GROWTH	-	10	-	1374729.384
RELIANCE INCOME FUND - GROWTH PLAN - PRINCIPAL UNITS	-	10	-	342,868,898
SUNDARAM FLEXI FUND SHORT TERM PLAN BONUS	503363.453	10	-	503363.453
TOTAL ₹			317.43	576.85
Aggregate amount of quoted investments				358.85
Aggregate market value of listed and quoted investments				418.53
Aggregate amount of unquoted investments				218.00

The following Mutual Fund units has been earmarked against the secured loan taken from bank:

Particulars	Number of Units
ICICI PRUDENTIAL FLEXIBLE INCOME - REGULAR PLAN - GROWTH	20238.015



GOLDIAM JEWELLERY LIMITED

FINANCIAL YEAR 2015-2016

GOLDIAM JEWELLERY LIMITED - FINANCIALS - 2015-16

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2016

12 INVENTORIES

Particulars	(₹ in lakh)	
	As at 31.03.2016 ₹	As at 31.03.2015 ₹
As taken, valued & certified by the Management :		
Raw Materials (At cost or market value whichever is less)	803.96	576.94
Work in Process (At cost or market value whichever is less)	120.59	56.72
Stock of consumable Stores & Spare parts (at cost)	1.14	1.64
TOTAL ₹	925.69	635.30
	925.69	635.30

13 TRADE RECEIVABLES

Particulars	(₹ in lakh)	
	As at 31.03.2016 ₹	As at 31.03.2015 ₹
(Unsecured)		
Outstanding for a period exceeding six months		
- considered good	73.61	73.23
- considered doubtful	-	-
Other Debts-considered good	8,172.36	6,797.62
- considered doubtful	-	-
TOTAL ₹	8,245.97	6,870.86
	8,245.97	6,870.86

14 CASH & CASH EQUIVALENTS

Particulars	(₹ in lakh)	
	As at 31.03.2016 ₹	As at 31.03.2015 ₹
Cash On Hand	1.59	0.13
Balance with Bank		
- Current Account	907.55	231.31
- EEFC Account	781.95	538.52
TOTAL ₹	1,691.09	769.96
	1,691.09	769.96

15 SHORT TERM LOANS & ADVANCES

Particulars	(₹ in lakh)	
	As at 31.03.2016 ₹	As at 31.03.2015 ₹
(Advances recoverable in cash or in kind or for value to be received)		
Prepaid Expenses	8.25	26.48
Balances with government authorities		
Vat Credit Receivable	158.62	135.47
Others		
Unsecured, considered good	507.53	534.95
Advance income tax # (net of provisions)	5.57	1.42
TOTAL ₹	679.97	698.33
	679.97	698.33



GOLDIAM JEWELLERY LIMITED

FINANCIAL YEAR 2015-2016

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2016

GOLDIAM JEWELLERY LIMITED - FINANCIALS - 2015-16

16 SALES

(₹ in lakh)

Particulars	For the Year Ended 31.03.2016 ₹	For the Year Ended 31.03.2015 ₹
Export Sales of Jewellery	15519.21	12,237.10
TOTAL ₹	15519.21	12,237.10
17.01 Sale of products comprises :		
Manufactured goods		
i) Sales of gold Jewellery	15,514.64	12,228.96
ii) Sales of Silver Jewellery	4.49	8.14
iii) Sales of Rubber Mould	0.08	
	15,519.21	12,237.10

17 OTHER INCOME

(₹ in lakh)

Particulars	For the Year Ended 31.03.2016 ₹	For the Year Ended 31.03.2015 ₹
Dividend income from investments	100.08	20.81
Net gain on sale of Investments	-	99.72
Interest received on Bond	6.10	6.08
Interest Received on Loan	48.21	34.65
Net gain on foreign currency transactions and translation	132.98	285.97
Profit on Sale of Assets	-	1.41
Misc Income	0.97	-
Credit Balance written back	0.11	0.06
Discount Received	-	6.93
Interest Received on Vat Refund	-	1.18
Bank Interest(FC)	-	0.06
Sale of Scrap	0.94	
TOTAL ₹	289.39	456.87

Note : Net gain on Sale of Investment (Previous year includes ₹112.85 gain on sale of non Current Investments & ₹ 13.12 Loss on sale of current investments.

18 RAW MATERIALS CONSUMED

(₹ in lakh)

Particulars	As at 31.03.2016 ₹	As at 31.03.2015 ₹
Opening Stock :		
Add: Purchases :	576.94	1,628.71
Purchase Gold		
Purchase Diamonds	3371.43	2,949.26
Purchase Silver	8406.33	6,273.98
Purchase Gold Findings	0.04	-
Purchase Platinum	71.49	75.64
Purchase Colour Stone	0.15	-
Purchase Semi Finished Gold Jewellery	0.61	0.78
Purchase Silver Model	500.21	41.93
Purchase Alloy	0.00	0.19
Purchase Silver Findings	14.37	14.04
	0.00	-
	12941.57	10,984.53
Less : Closing Stock	803.96	576.94
TOTAL ₹	12137.61	10407.59

18.01

MATERIALS CONSUMED COMPRISE :

Gold		
Diamonds	3413.20	2,973.60
Silver	8146.63	7,297.93
Gold Findings	0.07	0.41
Platinum	63.65	76.13
Colour Stone	0.16	-
Semi Finished Gold Jewellery	0.66	0.71
Semi Finished Silver Jewellery	500.20	41.93
Alloy	0.00	0.19
Silver Findings	13.04	16.70
	0.00	-
	12137.61	10,407.59



GOLDIAM JEWELLERY LIMITED
FINANCIAL YEAR 2015-2016

GOLDIAM JEWELLERY LIMITED - FINANCIALS - 2015-16

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2016

18.02 Value of imported raw materials consumed and the value of all indigenous raw materials similarly consumed and the percentage of each to the total consumption.

Particulars	(₹ in lakh)			
	Amount in Rupees		Percentage	
	2015-16	2014-15	2015-16	2014-15
I. Raw Materials				
A) Imported	4,554.89	3,288.46	37.53%	31.60%
B) Indigenous	7,582.72	7,119.13	62.47%	68.40%

19 CHANGES IN INVENTORIES OF FINISHED GOODS WORK-IN-PROGRESS AND STOCK-IN-TRADE

Particulars	(₹ in lakh)	
	As at 31.03.2016	As at 31.03.2015
	₹	₹
Opening Stocks -Work in Process	56.72	80.65
Closing Stocks -Work in Process	120.59	56.72
TOTAL ₹	(63.87)	23.93

20 EMPLOYEE BENEFITS EXPENSES

Particulars	(₹ in lakh)	
	As at 31.03.2016	As at 31.03.2015
	₹	₹
WAGES, SALARIES AND OTHER BENEFITS :		
Salaries, Wages, Bonus & Ex-gratia	158.02	102.67
Contribution to E.S.I.C.	0.12	0.19
Contribution to Provident Fund	0.71	0.83
Contribution To Group Gratuity Scheme	0.35	1.31
Workmen & Staff Welfare Expenses	4.64	3.61
TOTAL ₹	163.84	108.61

20.01 As per Accounting Standard 15 "Employee benefits", the disclosures as defined in the Accounting Standard are given below:

(i) Defined Contribution Plan:

Contribution to Provident Fund is ₹ 0.71 Lacs/- (Previous Year ₹.0.83 Lacs) , ESIC and Labour Welfare Fund Includes ₹0.12 Lacs-(Previous Year ₹.0.19 Lacs).

(ii) Defined Benefit Plan :

GRATUITY & LEAVE ENCASHMENT:

The Company makes partly annual contribution to the Employees' Group Gratuity-Cum- Life Assurance Scheme of the Life Insurance Corporation of India, a funded benefit plan for qualifying employees. The scheme provides for lump sum payment to vested employees at retirement, death while in employment or on termination of employment of an amount equivalent to 15 days service for each each completed year of service or part thereof depending on the date of joining. The benefit vests after five years of continuous service.



GOLDIAM JEWELLERY LIMITED

FINANCIAL YEAR 2015-2016

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2016

Assumptions	Gratuity Funded		Leave Encashment	
	31.03.2016	31.03.2015	Non Funded 31.03.2016	Non Funded 31.03.2015
	₹	₹	₹	₹
I Reconciliation of opening and closing balances of the present value of the defined benefit Obligation:				
Present Value of obligation as at beginning of year	3.22	2.59	0.59	0.59
Current service cost	0.83	0.82	0.55	0.33
Interest cost	0.24	0.17	0.02	(0.00)
Actuarial (gain) / loss	(0.59)	0.52	0.03	0.86
Benefits paid	(0.42)	(0.87)	(0.69)	(1.19)
Present Value of obligation as at end of the year	3.28	3.22	0.51	0.59
II Change in Plan assets				
Plan assets at period beginning , at fair value	1.80	2.46	-	-
Expected return on plan assets	0.14	0.09	-	-
Actuarial (gain) / loss	(0.01)	0.11	-	-
Contribution	0.28	-	0.69	1.19
Benefits paid	(0.42)	(0.87)	(0.69)	(1.19)
Fair value of Plan assets at end of the year	1.78	1.80	-	-
III Fair Value of Plan Assets				
Fair Value of plan assets at beginning of year	1.80	2.46	-	-
Actual return on plan assets	0.13	0.20	-	-
Contributions	0.28	-	-	-
Benefits paid	(0.42)	(0.87)	-	-
Fair Value of plan assets at the end of year	1.78	1.80	-	-
Funded status	-	-	-	-
Excess of Actual over estimated return	Nil	Nil	Nil	Nil
IV The Amounts to be recognized in the balance sheet and statements of profit and loss				
Present value of obligations as at the end of year	3.28	3.22	0.51	0.60
Fair value of plan assets as at the end of the year	1.78	1.80	-	-
Funded status	-	-	-	-
Net asset/(liability) recognized in balance sheet	1.50	1.43	0.51	0.60
V Expenses for the year				
Current service cost	0.83	0.82	0.55	0.33
Interest cost on benefit obligation	0.24	0.17	0.02	(0.00)
Expected return on plan assets	(0.14)	(0.09)	-	-
Net actuarial (gain)/loss recognised in the year	(0.57)	0.41	0.03	0.86
Total Expenses Recognised in the Profit and Loss Account	0.35	1.30	0.60	1.19

Assumptions	Gratuity		Leave Encashment	
	31.03.2016	31.03.2015	31.03.2016	31.03.2015
Discount Rate	7.82%	7.74%	7.82%	7.74%
Employee Turnover	5.00%	5.00%	-	-
Salary Escalation	8.00%	8.00%	8%	8%
Mortality	1994-96 LIC Mortality Table (Std)			

The estimates of future salary increases , considered in actuarial valuation , take account of inflation , seniority , promotion , and other relevant factors , such as supply and demand in the employment market.



GOLDIAM JEWELLERY LIMITED

FINANCIAL YEAR 2015-2016

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2016**21 FINANCE EXPENSES**

(₹ in lakh)

Particulars	As at	As at
	31.03.2016	31.03.2015
	₹	₹
Interest others	0.06	0.00
Interest paid to Bank	23.00	38.11
Stamp Duty	0.13	2.00
Bank Guarantee Commission	17.75	17.75
TOTAL ₹	40.94	57.87

22 OTHER EXPENSES :

(₹ in lakh)

Particulars	As at	As at
	31.03.2016	31.03.2015
	₹	₹
Stores & Spares	20.10	22.93
Power & Water	35.48	32.69
Repairs & Maintenance (Building)	2.28	1.65
Machinery & Electrical Repairs	3.94	2.66
Grooving charges	3.74	4.10
Insurance (Building)	0.11	0.10
Other Manufacturing expenses	355.71	342.81
Clearing Charges	5.05	18.41
Insurance Charges	0.95	0.79
Rent Rates & Taxes	20.62	16.98
Repairs & Maintenance	4.70	3.22
Donation	-	4.56
Discount to Customers	154.07	18.66
Commission on sales	242.32	212.55
Corporate Social Responsibility Contribution	20.65	19.10
Travelling and conveyance	55.35	37.06
Telephone charges	2.53	1.63
Printing & Stationery	1.43	1.43
Portfolio Management Fees	5.72	1.75
Security Transaction Tax	1.30	0.93
Vehicle Expenses	1.16	1.03
Auditors' Remuneration	0.30	0.30
Professional charges	74.45	13.32
General Expenses	65.88	68.52
Bank Charges	3.82	5.16
Bad Debts	319.34	-
Revaluation Loss on Investment	-	2.07
Loss on sale of Investment	44.06	-
TOTAL ₹	1,445.06	834.41

Note : Net gain on Sale of Investment (Previous year includes ₹ 151.10 gain on sale of non Current Investments & ₹ 195.16 Loss on sale of current investments.

22.01 Consumable Stores & Spares

A) Imported	13.35	12.32	66.42%	53.73%
B) Indigenous	6.75	10.61	33.58%	46.27%

23 TAX EXPENSES :

(₹ in lakh)

Particulars	As at	As at
	31.03.2016	31.03.2015
	₹	₹
(I) CURRENT TAX		
a) Income Tax	418.07	254.00
b) Wealth Tax	0.00	0.23
	418.07	254.23
TOTAL ₹	418.07	254.23



GOLDIAM JEWELLERY LIMITED**SIGNIFICANT ACCOUNTING POLICIES:****A BASIS OF PREPARATION OF ACCOUNTS :**

The financial statements have been prepared and presented under historical cost convention on the accrual basis of accounting and comply with other pronouncements of the Institute of Chartered Accountants of India (ICAI), Accounting Standard prescribed under section 133 of The Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules 2014 to the extent applicable the Companies Act, 1956 and the Companies Act, 2013 (to the extent applicable). The Financial Statements have been prepared under historical cost convention on an accrual basis except in case of assets for which provision for impairment is made. Accounting policies have been consistently applied by the Company and are consistent with those used in the previous year.

B USE OF ESTIMATES:

The preparation of financial statements in conformity with generally accepted accounting principals (GAAP) requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of financial statements and reported amounts of revenue and expenses for the year. Although these estimates are based upon management's best knowledge of current events and actions, actual result could differ from these estimates.

C FIXED ASSETS:

Tangible Fixed Assets (including Plant & Machinery) are stated at cost (Net of VAT wherever applicable). Cost comprises the purchase price and any attributable costs of bringing the asset to its working condition for intended use. They are stated at historical cost less accumulated depreciation and Impairment loss.

D IMPAIRMENT OF ASSETS :

i) The carrying values of assets are reviewed at each Balance Sheet date for indicators of impairment based on internal/external Factors. An Impairment loss is recognized wherever the carrying amount of an asset exceeds its recoverable amount.

ii) After Impairment, depreciation is provided on the revised carrying amount of the assets.

iii) A previously recognized impairment loss is increased or reversed depending on changes in circumstances. However, the carrying value after reversal is not increased beyond the carrying value that would have prevailed by charging usual depreciation if no impairment loss had been recognized.

E DEPRECIATION:

Depreciation on Fixed Assets is provided on "Written Down Value" method and at the rates prescribed in Schedule II of the Companies Act, 2013. Depreciation on addition to fixed assets is provided on prorata basis from the date of acquisition or installation. Depreciation on assets sold, discarded, demolished or scrapped, is provided up to the date on which the said asset is sold, discarded, demolished or scrapped.

F INVENTORIES:

i) Raw materials are valued at cost or net realisable value, whichever is lower on first in first out basis.

ii) Stores and Spares are valued

iii) Work in progress, manufactured finished goods and traded goods are valued at lower of cost and net realisable value. Cost of work in progress and manufactured finished goods comprises direct material, cost of conversion and other costs incurred in bringing these inventories to their present location and condition. Trading goods are valued at Cost or net realisable value, whichever is lower.

Note : Inventories of cut and polished diamonds are valued at cost or market price whichever is lower based on the valuation report obtained from Government approved Valuer.

G FOREIGN CURRENCY TRANSACTIONS:

i) Monetary Assets (including bank account maintained in foreign currency) except those which are covered by forward exchange contracts and monetary liabilities, i.e. items to be received or paid in foreign currency, are stated at the exchange rates prevailing on the date of Balance Sheet. In case of transactions which are covered by forward exchange contracts, the difference between the forward rate and the spot rate is recognised as income or expense over the life of contracts. Realised gains and losses on foreign currency transactions are recognised in the Profit & Loss Account.

ii) Transactions denominated in foreign currencies Current Assets (including bank account maintained in foreign currency) and current liabilities (including bank loans taken in foreign currency), i.e. items to be received or paid in foreign currency, are stated at the exchange rates prevailing on the date of the Balance Sheet.

iii) Forward Contracts are entered into to hedge the foreign currency risk of underlying outstanding at the balance sheet date. The premium or discount on all such contracts is amortised as income or expense over the life of the contract. Any profit or loss arising on the cancellation or renewal of forward contracts is recognised as income or expense for the period.

H INVESTMENTS:

i) Investments that are intended to be held for more than a year, from the date of acquisition and those have fixed maturity period more than a year, are classified as long-term Investments and are stated at cost. Provision for diminution in value of long-term investments are made, if the diminution in value is other than temporary.

ii) Current investments are valued at cost or market value on scrip wise basis. Cost is determined on First In First Out (FIFO) basis.

iii) Reclassification of investments are made at the lower of cost and fair value at the date of transfer wherever available.

I REVENUE RECOGNITION:

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reasonably measured.

Sale of Goods:

Revenue is recognised when the significant risks and rewards of ownership to the goods is passed to the buyer.

DIVIDEND :

Revenue is recognised when the right to receive is established.

INTEREST:

Interest income is recognised on a time proportion basis taking into account the amount outstanding and the rate applicable.



J EMPLOYEE BENEFITS:**(i) Defined Contribution Plan:**

Defined Benefit plans of the company comprise gratuity, provident fund and pension plans.

Employee benefits in the form of contribution to Provident fund managed by Government authorities, Employees State Insurance Corporation and Labour Welfare Fund are considered as defined contribution plan and the contributions are charged to the Profit and Loss Account of the year when the contributions to the respective funds are due.

(ii) Defined Benefit Plan:

Retirement benefits in the form of Gratuity benefit is considered as defined benefit obligation and is provided for on the basis of an actuarial valuation.

Gratuity:

The Company has an obligation towards gratuity, a defined benefit retirement plan covering eligible employees. The plan provides for a lump sum payment to vested employees at retirement, death while in employment or on termination of employment of an amount based on the respective employee's salary and the tenure of employment. Vesting occurs upon completion of five years of service. The company makes contribution to employees group gratuity fund established by Life Insurance Corporation of India. Actuarial gains and losses arising from changes in actuarial assumptions are recognised in the Profit and Loss account in the period in which they arise.

K RESEARCH AND DEVELOPMENT EXPENDITURE:

Revenue expenses on Research & Development are charged to the Profit & Loss Account in the year in which these are incurred. Capital expenditure is taken as addition to the fixed assets.

L SEGMENT INFORMATION:

The Company has one business segment viz. Jewellery Manufacturing and is wholly engaged in export of goods manufactured and hence there are no separate geographical segments.

M EARNING PER SHARE:

Basic earnings per share are calculated by dividing the net profit or loss for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year. The weighted average number of equity shares outstanding during the period are adjusted for events of rights issue. For the purpose of calculating diluted earnings per share, the net profit or loss attributable to equity shareholders and the weighted average number of shares outstanding during the year are adjusted for the effects of all diluted potential equity shares.

N PROVISION FOR CURRENT AND DEFERRED TAX:

Tax expense comprising of Current, deferred tax :

Provision for current tax including wealth tax has been made in accordance with the direct tax laws prevailing for the relevant assessment years. The current tax charge for the Company includes Minimum Alternate Tax (MAT) determined under section 115JB of the Income Tax Act, 1961.

The Company is eligible for exemption u/s 10AA of the Income Tax Act, 1961 and therefore current Tax Provision has been made accordingly.

Deferred income tax reflects the impact of current year timing differences between taxable income / losses and accounting income for the year and reversal of timing differences of earlier years. Deferred tax is measured on the tax rates and tax laws enacted or substantively enacted as at the balance sheet date. Deferred tax assets are recognized only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized. In respect of carry forward losses deferred tax assets are recognised only to the extent there is virtual certainty that sufficient future taxable income will be available against which such losses can be setoff.

O PROVISIONS / CONTINGENCIES:

A Provision is created when an enterprise has a present obligation as a result of past event that probably requires an outflow of resources and a reliable estimate can be made of the amount and it is probable that an outflow of resources will be required to settle the obligation. A disclosure for contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

The Company does not recognise assets which are of contingent nature until there is virtual certainty of realisability of such assets. However, if it has become virtual certain that an inflow of economic benefits will arise, assets and related income is recognised in the financial statements of the period in which the change occurs.



24 CONTINGENT LIABILITIES NOT PROVIDED FOR:

The Company has outstanding performance guarantee of ₹ 678.40 lakh as on the Balance Sheet date, executed in favour of Assistant Commissioner of Customs (Previous Year ₹ 678.40 lakh)

25 RELATED PARTY DISCLOSURES:

As per Accounting Standard 18, issued by the Institute of Chartered Accountants of India, the disclosures of transactions with related parties as defined in the Accounting Standard are given below:

a) List of related parties and relationship

<i>Holding Company</i>	Goldiam International Limited
<i>Fellow subsidiaries</i>	Goldiam USA Inc.
<i>Associates</i>	Goldiam HK Ltd
<i>Key Management Personnel</i>	Mr. Rashesh M. Bhansali (Managing Director) Mrs. Ami R. Bhansali (Director) Mr. Kunal Vora (Director)
<i>Relative of Key Management Personnel</i>	Miss. Tulsi Bhansali (Daughter of Managing Director) Mrs. Nehal Vora (Wife of Director)



GOLDIAM JEWELLERY LIMITED
NOTES ATTACHED TO AND FORMING PART OF THE ACCOUNTS

b) Transaction during the year with related parties:

(₹ IN LACS)

Sr. No.	Nature of Transaction	Holding Company		Key Management Personnel		Relatives of Key Managerial Person			Enterprises over which Key Management personnel having direct control	
		2015-16	2014-15	2015-16	2014-15	2015-16	2014-15	2015-16	2014-15	2015-16
		i)	Payments to & provisions for Directors remuneration	-	-	126.95	69.79	69.08	45.69	-
ii)	Corporate Bank Guarantee Charges	17.75	17.75	55.56	42.25	-	-	-	-	-
iii)	Guarantee taken	3,550.00	3,550.00	-	-	-	-	-	-	-
iv)	Purchase of Goods	1,650.42	396.37	-	-	-	-	11.58	-	-
v)	Sale of goods	-	-	-	-	-	-	2,595.01	-	(681.90)
vi)	Job work charges paid	1.57	-	-	-	-	-	-	-	-
vii)	Rent paid	2.40	-	-	-	-	-	-	-	-
i)	Outstanding Receivables as on 31 st March	-	-	-	-	-	-	-	2,203.86	654.23
ii)	Outstanding Payables as on 31 st March	164.39	3.09	27.28	6.36	2.70	10.80	-	-	-
iii)	Outstanding Guarantee taken as on 31 st March	3,550.00	3,550.00	-	-	-	-	-	-	-



(₹ IN LACS)

Sr. No.	Nature of Transaction	Holding Company		Joint Venture of Holding Company		Subsidiary of Holding Company		Key Management				Relatives of Key Managerial Person	
		Goldiam International Limited	Goldiam HK Limited	Goldiam HK Limited	Goldiam USA Inc	Rashesh Bhansali	Ami Bhansali	Kunal H Vora	Nehal K. Vora	Tulsi Bhansali			
i)	Payments to & provision for Directors remuneration	-	-	-	-	-	-	-	-	-	-	-	-
ii)	Corporate Bank Guarantee Charges	17.75 (17.75)	-	-	-	-	-	110.16 (58.45)	16.79 (11.35)	55.56 (42.25)	13.52 (3.44)	-	-
iii)	Guarantee taken	3,550.00 (3,550.00)	-	-	-	-	-	-	-	-	-	-	-
iv)	Purchase of Goods	1,650.42 (396.37)	-	-	11.58	-	-	-	-	-	-	-	-
v)	Sale of Goods	-	-	-	2,595.01 (681.90)	-	-	-	-	-	-	-	-
vi)	Job work charges paid	1.57	-	-	-	-	-	-	-	-	-	-	-
vii)	Rent paid	2.40	-	-	-	-	-	-	-	-	-	-	-
i)	Outstanding Receivables as on 31 st March, 2016	-	-	-	2,203.86 (654.23)	-	-	-	-	-	-	-	-
ii)	Outstanding Payables as on 31 st March, 2016	164.39 (3.09)	-	-	-	-	-	26.16 (4.96)	1.13 (1.40)	2.70 (10.35)	-	-	-
iii)	Outstanding Guarantee taken as on 31 st March, 2016	3,550.00 (3,550.00)	-	-	-	-	-	-	-	-	-	-	(0.45)



26 IN THE OPINION OF THE DIRECTORS:

- a) The Current Assets and Loans & Advances are approximately of the value stated, if realised in the ordinary course of business.
- b) The provision for depreciation and for all known liabilities is adequate and not in excess of the amount reasonably necessary

27 FINANCIAL INSTRUMENTS / FORWARD CONTRACTS:**27.01 Forward Contracts :**

The Company is exposed to foreign currency fluctuations on foreign currency assets and forecasted cash flow denominated in foreign currency. The Company limits the effects of foreign exchange rate fluctuations by following established risk management policies. The Company enters into forward contracts, where the counterparty is a Bank. The forward contracts are not used for trading or speculation purposes.

27.02 Unhedged foreign currency exposure :

PARTICULARS	CURRENCY	31.03.2016		31.03.2015	
		In lacs	₹ in Lakhs	In lacs	₹ in Lakhs
Outstanding Receivables	US \$	\$ 116.10	7,563.78	\$ 112.42	6,870.86
Outstanding creditors for goods and spares.	US \$	\$ 48.08	3,239.21	\$ 38.64	2,360.50
Outstanding creditors for goods and spares.	EURO	€ 0.0021	0.16	€ 0.0042	0.29
Exchange Earner's Foreign Currency a/c with Banks	US \$	\$ 12.04	781.95	\$ 8.81	538.52
Packing credit in foreign currency with Bank	US \$	\$ -	-	\$ 10.07	638.74
Post shipment credit in foreign currency with Bank.	US \$	\$ 15.96	1,036.15	\$ 11.34	693.18

28 Details of payment made to the Managing Directors and Directors :

(Amount in Lakhs)

b) PARTICULARS	MANAGING DIRECTORS	WORKING DIRECTOR	OTHER DIRECTORS	TOTAL 2015-16	TOTAL 2014-15
i) Salaries	-	84.00	-	84.00	53.49
ii) Perquisites	-	-	-	-	-
iii) Bonus	-	-	-	-	-
iv) Commission	-	26.16	-	26.16	4.96
v) Sitting Fees	-	-	-	-	-
TOTAL RS.	-	110.16	-	110.16	58.45

29 VALUE OF IMPORTS ON C.I.F. BASIS:

PARTICULARS	2015-16	2014-15
	₹	₹
1. Raw Materials	4,523.93	3,220.98
2. Consumable Stores	13.00	12.23
3. Capital Goods	-	-

30 EXPENDITURE IN FOREIGN CURRENCY:

	2015-16	2014-15
	₹	₹
Foreign Travels	22.96	14.05
Others	38.52	22.90

31 EARNINGS IN FOREIGN EXCHANGE:

	2015-16	2014-15
	₹	₹
F.O.B.Value of Exports	15,501.27	12,221.63

32 EMPLOYEE BENEFIT:

The Company has provided Gratuity and liable to the employee for the benefit equivalent to fifteen days / 26 Days salary last drawn for each completed year of service depending on the date of joining. The same is payable on termination of service, or retirement, whichever is earlier. The benefit vests after five years of continuous service.



33 EARNING PER SHARE:

	<u>2015-16</u>	<u>2014-15</u>
	₹	₹
Profit after Tax	1,628.74	964.51
No. of shares outstanding	1000000	1000000
Weighted Average No. of shares + potential shares o/s	1000000	1000000
Earning per share (Basic)	162.87	96.45
Earning per share (Diluted)	162.87	96.45

34 Remuneration to Auditors:

Particulars	<u>2015-16</u>	<u>2014-15</u>
	₹	₹
As Auditors	0.25	0.25
Tax Audit Fees	0.05	0.05
Total Rs.	<u>0.30</u>	<u>0.30</u>



GOLDIAM JEWELLERY LIMITED

FINANCIAL YEAR 2015-2016

35 REPORTING AS PER THE REQUIREMENT UNDER SECTION 186 (4) OF THE COMPANIES ACT, 2013

a) List of Companies in which investments made in equity shares during the year :-

(₹ in lakh)

Sr No.	Name of Company	Current year		Previous year	
		No. of shares	Amount	No. of shares	Amount
1	AJANTA PHARMA LIMITED	1264	18.55	1024	24.14
2	AMARA RAJA BATTERIES LIMITED	2371	22.76	4451	29.94
3	ASIAN PAINTS LIMITED	2921	24.12	4081	27.86
4	ASTRAL POLY TECHNIK LIMITED	4288	18.21	6935	24.55
5	ATUL LIMITED	-	-	1179	15.09
6	BAJAJ FINANCE LIMITED	464	23.08	1013	30.89
7	BAJAJ FINSERV LIMITED	527	10.44	-	-
8	BHARAT FORGE LIMITED	2130	19.29	-	-
9	BRITANNIA INDUSTRIES LIMITED	567	18.46	-	-
10	DABUR INDIA LIMITED	6621	18.21	-	-
11	DHANUKA AGRITECH LIMITED	204	1.25	2902	16.01
12	DIVIS LABORATORIES LIMITED	-	-	1342	24.50
13	EICHER MOTORS LIMITED	225	36.51	-	-
14	HAVELLS INDIA LIMITED	8760	22.79	12785	36.78
15	HERO MOTOCORP LIMITED	-	-	904	26.94
16	INDUSIND BANK LIMITED	2588	24.35	2116	18.93
17	KOTAK MAHINDRA BANK LTD	3320	23.10	2571	30.25
18	LUPIN LIMITED	1403	27.56	2298	33.69
19	MOTHERSON SUMI SYSTEMS LIMITED	8278	21.83	7526	32.00
20	MULTI COMMODITY EXCHANGE OF INDIA LIMITED	3000	33.93	-	-
21	PAGE INDUSTRIES LIMITED	175	23.66	339	33.24
22	PI INDUSTRIES LIMITED	3345	22.06	6911	31.72
23	PIDILITE INDUSTRIES LIMITED	3892	22.52	7099	30.59
24	SHREE CEMENT LIMITED	94	10.88	232	22.04
25	SUN PHARMACEUTICALS INDUSTRIES LIMITED	2949	25.99	4099	35.82
26	TATA CONSULTANCY SERVICES LIMITED	416	11.03	1145	29.70
27	THERMAX LIMITED	296	3.19	1589	14.25
28	TITAN INDUSTRIES LIMITED	447	1.79	6286	24.44

Note : 1 (a) refers to either share sold in part or entire share sold during the year.

b) List of Companies in which investments made in Preference shares during the year :-

(₹ in lakh)

Sr No.	Name of Company	Current year		Previous year	
		No. of shares	Amount	No. of shares	Amount
1	15.99% IL&FS Limited Non Convertible Redeemable Cumulative Preference shares	-	-	1880,000	248.74
2	8.33% TATA CAPITAL LTD (Non-Convertible Redeemable Cumulative Preference Share 18/08/2021)	-	-	20000,000	200.60

c) List of Mutual Fund Schemes in which investments made in Units during the year :-

(₹ in lakh)

Sr No.	Name of Scheme	Current year		Previous year	
		No. of Units	Amount	No. of Units	Amount
1	AMBIT ALPHA FUND-SCHEME I SERIES AMBIT ALPHA SEP 2015 SR I OPT II_15-09-2015	9943,000	99.43	-	-
2	BIRLA SUN LIFE CASH PLUS- GROWTH - REGULAR PLAN	-	-	145179,102	300.00
3	BOI AXA CORPORATE CREDIT SPECTRUM FUND - REGULAR	-	-	1500000,000	150.00
4	HDFC MID-CAP OPPORTUNITIES FUND - GROWTH	-	-	477001,704	168.00
5	ICICI PRUDENTIAL FLEXIBLE INCOME-REGULAR PLAN-DAILY DIVIDEND	-	-	566004,712	598.47
6	ICICI PRUDENTIAL FLEXIBLE INCOME - REGULAR PLAN - GROWTH	150853,909	400.00	449252,111	1,094.31
7	JM ARBITRAGE ADVANTAGE FUND - BONUS OPTION -PRINCIPAL UNITS	-	-	1640097,094	300.00
8	JM BALANCE FUND - QUARTERLY DIVIDEND	568158,145	150.00	1380198,749	150.00
9	JP MORGAN INDIA BANKING AND PSU DEBT FUND - REGULAR - GROWTH	-	-	1380198,749	150.00
10	KOTAK FLOATER SHORT TERM - GROWTH	-	-	23067,739	500.00
11	KOTAK MEDIUM TERM FUND - GROWTH	-	-	1435846,384	150.00
12	KOTAK TREASURY ADVANTAGE FUND - GROWTH (REGULAR PLAN)	507545,362	116.00	-	-
13	PRINCIPAL CASH MANAGEMENT FUND - REGULAR PLAN GROWTH	-	-	187170,604	2,463.00
14	RELIANCE FIXED HORIZON FUND XXVIII - SERIES 14 - GROWTH PLAN	-	-	750000,000	75.00
15	SUNDARAM ULTRA SHORT TERM FUND BONUS (PRINCIPAL UNITS)	-	-	1659971,448	300.00
16	ASK REAL ESTATE SPECIAL OPPORTUNITIES FUND - II	52,500	52.50	17,500	10.50
17	ORIOS VENTURE PARTNERS FUND - I	-	-	187500,000	187.50



- 36 Reporting under sub clause 32 of clause 49 of listing agreement issued by Securities and Exchange Board of India (SEBI), is not applicable to the company, as there is no loan given to subsidiary or Associates as defined under section 186 of the Companies Act, 2013 and no loans and advances are given which is outstanding for a period of more than seven years.
- 37 All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set-out in the Schedule III to the Companies Act, 2013. Based on the nature of products and the time between the acquisition of assets for processing and their realisation in cash and cash equivalents, the Company has ascertained its operating cycle as 12 months for the purpose of current - non current classification of assets and liabilities.
- 38 Previous Year figures have been rearranged or re-grouped, wherever necessary.

As per our report of even date.
For Pulindra Patel & Co.
Chartered Accountants
FBN No. 115187W

Pulindra M. Patel
Pulindra M. Patel
Proprietor
Membership No. 48991



Place : Mumbai
Date: 27th May, 2016

For and on behalf of the Board

Manhar R. Bhansali
Chairman
(DIN No. 00058699)

Place : Mumbai
Date: 27th May, 2016

Rashesh M. Bhansali
Rashesh M. Bhansali
Managing Director
(DIN No. 00057931)