

SHANTIVIJAY JEWELS LIMITED



BEYOND EXCELLENCE

ANNUAL REPORT 2019-20

SHANTIVIJAY JEWELS LIMITED

BOARD OF DIRECTORS

PRADEEP KUMAR GODHA

(Chairman & Managing Director)

ANURAG GODHA

(Vice Chairman & Managing Director)

JAYANT B. SHAH

(Director) (Up to 14.11.2019)

NAGIN CHAND GODHA

(Director) (w.e.f. 14.11.2019)



REGISTERED OFFICE

G-37, Gem & Jewellery Complex, Bldg. No. III,
SEEPZ, Andheri (East), Mumbai-400 096.

Tel: 91 22 - 42182292-99

Fax: 91 22 - 28291360/42182211

E-mail: shantivijay@shantivijay.com

Website: <http://www.shantivijay.com>

CIN: U36910MH1980PLC023289

Contents Page No.

Company Information.....	1
Notice.....	2
Directors' Report.....	8
Auditors' Report.....	21
Balance Sheet.....	26
Cash Flow Statement.....	44
Consolidated Balance Sheet & Auditors' Report & Cash Flow Statement.....	45

BANKERS

Canara Bank,
Overseas Branch,
Nariman Point,
Mumbai-400 021.

AUDITORS

B.F. Chordia & Co.,
Chartered Accountants,
17/1004, Indra Darshan,
Opp. Tarapur Gardens, Oshivara Link Road,
Andheri (West), Mumbai-400 053.

REGISTRAR & TRANSFER AGENTS

Bigshare Services Pvt. Ltd.,
1st Floor, Bharat Tin Works Building, Opp. Vasant Oasis,
Makwana Road, Marol, Andheri (East), Mumbai-400 059.



Regd. Office/Factory: G-37, Gems & Jewellery Complex III, SEEPZ, Andheri (E), Mumbai-400 096, INDIA

Tel: +91 - 22 - 421822244 • **Fax:** +91-22-28291360/42182211 • **E-mail:** shantivijay@shantivijay.com • **Website:** www.shantivijay.com

CIN-U36910MH1980PLC023289

NOTICE is hereby given that the 47th Annual General Meeting of the Members of SHANTIVIJAY JEWELS LIMITED will be held on **Saturday, 26th December, 2020 at 3.00 p.m.** through Video Conferencing ("VC")/ Other Audio-Visual Means ("OAVM") to transact the following businesses:

ORDINARY BUSINESS

1. To receive, consider and adopt the Audited Standalone and Consolidated Financial Statements for the financial year ended March 31, 2020 together with the Reports of the Auditors and the Board of Directors' thereon.
2. To appoint a Director in place of Shri. Pradeep Kumar Godha (DIN: 00008194), who retires by rotation and, being eligible, offers himself for reappointment.
3. To appoint Auditors and to fix their remuneration and, in this regard, to consider and, if thought fit, to pass, with or without modification(s), the following resolution as an Ordinary Resolution:

"RESOLVED THAT pursuant to the provisions of Section 139 and other applicable provisions, if any, of the Companies Act, 2013 and the Rules made thereunder, B. F. Chordia & Co., Chartered Accountants (Firm Regn. No. FRN:101914W), be and are hereby appointed as Statutory Auditors of the Company, to hold office from the conclusion of this 47th Annual General Meeting (AGM) until the conclusion of the 52nd AGM of the Company, for the period of 5 (five) years, on such remuneration and reimbursement of out of pocket expenses, as shall be decided/approved by the Board of Directors."

SPECIAL BUSINESS

4. To consider and, if thought fit, to pass with or without modification, the following resolution as an Ordinary Resolution:
"RESOLVED THAT Shri. Nagin Chand Godha (DIN: 08609812) be and is hereby appointed as Director of the Company liable to retire by rotation"

Registered Office:

G-37, Gem & Jewellery Complex,
Building No.III, SEEPZ,
Andheri (East), Mumbai 400 096.

BY ORDER OF THE BOARD

Sd/-

Pradeep Kumar Godha
Chairman & Managing Director
(DIN: 00008194)

Dated: 20th November, 2020

NOTES

1. In view of the restrictions placed due to Covid-19 pandemic, the Ministry of Corporate Affairs ('MCA') vide its circular dated May 5, 2020 read with circulars dated April 8, 2020 and April 13, 2020 (collectively referred to as 'MCA Circulars') allowed to hold the Annual General Meeting (AGM) through Video Conferencing (VC) / Other Audio Visual Means (OAVM), without the physical presence of the Members at a common venue. In compliance with the provisions of the Companies Act, 2013 ('Act') and MCA Circulars, the AGM of the Company is being held through VC / OAVM. The deemed venue for the 47th AGM shall be the Registered Office of the Company.
2. In terms of the MCA Circulars, the physical attendance of Members has been dispensed with and there is no requirement of appointment of proxies. Accordingly, the facility for appointment of proxies by the Members will not be available for the Annual General Meeting and hence the Proxy Form and Attendance Slip are not annexed to this Notice. Members attending the AGM through VC / OAVM shall be counted for the purpose of reckoning the quorum under Section 103 of the Act.
3. Institutional / Corporate Shareholders (i.e. other than individuals / HUF, NRI, etc.) attending the meeting through VC / OAVM are required to send a scanned copy (PDF/ JPG Format) of its Board or governing body Resolution/ Authorisation etc., authorizing its representative to attend the AGM through VC / OAVM on its behalf and to vote through remote e-voting. The said Resolution/ Authorisation shall be sent to the Scrutiniser by email through its registered email address to sunil@sunildedhia.com with a copy marked to evoting@nsdl.co.in.
4. In compliance with the aforesaid MCA Circulars, Notice of the AGM along with the Annual Report 2019-20 is being sent only through electronic mode to those Members whose email addresses are registered with the Company/ Depositories. Members may note that the Notice and Annual Report 2019-20 will also be available on the Company's website www.shantivijay.com and on the website of NSDL, www.evoting.nsdl.com.
5. Since the AGM will be held through VC / OAVM, the Route Map does not form part of the Notice.

6. The Explanatory Statement pursuant to Section 102 of the Companies Act, 2013 in respect of the Special Business at item no. 4 above is annexed hereto and forms part of the Notice.
7. All documents referred to in the accompanying Notice are open for inspection at the Registered Office of the Company on any working day between 11.00 a.m. to 1.00 p.m. excluding Saturdays upto the date of the Annual General Meeting.
8. **The members are requested to:**
- Intimate change in their registered address, if any, to the Company's Registrar and Share Transfer Agents, Bigshare Services Private Limited at 1st Floor, Bharat Tin Works Bldg., opp. Vasant Oasis, Makwana Road, Marol , Andheri East, Mumbai 400 059, in respect of their holdings in physical form.
 - Notify immediately any change in their registered address to their Depository Participants in respect of their holdings in electronic form.
 - Non-Resident Indian Members are requested to inform M/s. Bigshare Services Private Limited immediately of the change in their residential status on return to India for permanent settlement.
 - Register your email address and change, if any, therein from time to time with Bigshare Services Private Limited for shares held in physical form and with their Depository Participants for shares held in demat form. Members who hold shares in physical form are requested to provide their e-mail addresses by sending an e-mail to the Company at shantivijay@shantivijay.com.**
 - Send or address all their shares related matters/correspondence directly to M/s. Bigshare Services Private Limited.
 - Note that Section 72 of the Companies Act, 2013 provides for Nomination by the shareholders of the Company in the prescribed Form No. SH 13 for shares held in physical form. Blank forms will be supplied by the Company on request. Members holding shares in demat form may contact their respective Depository Participants for recording of nomination.
 - Send queries on accounts to the Company 10 days in advance of the Annual General Meeting so that the answers may be made available at the Annual General Meeting.
9. The Company has transferred all Unclaimed Dividends to the Investor Education and Protection Fund (IEPF) as required under Sections 124 and 125 of the Companies Act, 2013. Further, pursuant to the Investor Education and Protection Fund Authority (Accounting, Audit, Transfer and Refund) Rules, 2016, ("Rules") shares on which dividends have not been claimed for seven consecutive years or more have also been transferred to an IEPF Authority. Shareholders concerned may take appropriate actions to claim such dividends/ shares from IEPF Authority in terms of relevant IEPF Rules.
10. Brief resumes of Directors seeking appointment /re-appointment are as under:

Name of the Director	Shri. Pradeep Kumar Godha	Shri. Nagin Chand Godha
Age (years)	62 Years	69 Years
Date of Appointment	11.12.1986	27.03.1951
Qualification	B.Sc.	H.Sc.
Expertise in specific functional areas	He has excellent experience and exposure to jewellery manufacturing operations and international markets.	He has excellent experience and exposure to jewellery manufacturing operations and markets.
Chairmanship/ Directorship held in other public companies	NIL	NIL
Membership held in Committees of such Boards of other public companies	NIL	NIL

11. **Voting through Electronic Means :**

Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended), the Company is voluntarily providing facility of remote e-voting to its Members in respect of the business to be transacted at the AGM. For this purpose, the Company has made arrangement with National Securities Depository Limited (NSDL) for facilitating voting through electronic means, as the authorised e-Voting's agency.

The facility of casting votes by a member using remote e-voting as well as the e-voting system on the date of the AGM will be provided by NSDL. The Members, whose names appear in the Register of Members /list of Beneficial Owners as on **Saturday, December 19, 2020** are entitled to vote on the Resolutions, set forth in this Notice. The voting rights of shareholders shall be in proportion to their shares of the paid-up equity share capital of the Company as on the 'cut-off date' of **Saturday, December 19, 2020**. Any person, who acquires shares of the Company and becomes a Member of the Company after sending of the Notice and holding shares as of the cut-off date, i.e. **Saturday, December 19, 2020** may obtain the login ID and password by sending a request at jibu@bigshareonline.com/evoting@nsdl.co.in. However, if he/she is already registered with NSDL for remote e-voting then he/she can use his/her existing User ID and password for casting the vote.

CS Sunil M. Dedhia, Practicing Company Secretary (ICSI M. No. F3483) has been appointed as the Scrutiniser to scrutinise the e-voting process in a fair and

transparent manner. The Scrutiniser shall, immediately after the conclusion of voting at general meeting, count the votes cast at the meeting, thereafter unblock the votes cast through remote e-voting in the presence of at least two witnesses not in the employment of the Company. Scrutiniser shall within forty eight hours of conclusion of the meeting submit a consolidated scrutiniser report of the total votes cast in favour or against, if any, to the Chairman or a person authorised by him in writing. The results along with the Scrutinisers Report shall be placed on the website of the Company and on the website of NSDL.

I. THE INSTRUCTIONS FOR MEMBERS FOR REMOTE E-VOTING ARE AS UNDER:-

The remote e-voting period begins on Wednesday, December 23, 2020 at 09:00 A.M. and ends on Friday, December 25, 2020 at 05:00 P.M. The remote e-voting module shall be disabled by NSDL for voting thereafter.

How do I vote electronically using NSDL e-Voting system?

The way to vote electronically on NSDL e-Voting system consists of "Two Steps" which are mentioned below:

Step 1: Log-in to NSDL e-Voting system at <https://www.evoting.nsdl.com/>

Step 2: Cast your vote electronically on NSDL e-Voting system.

Details on Step 1 is mentioned below:

How to Log-in to NSDL e-Voting website?	
<p>1. Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsdl.com/ either on a Personal Computer or on a mobile.</p> <p>2. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholders' section.</p> <p>3. A new screen will open. You will have to enter your User ID, your Password and a Verification Code as shown on the screen.</p> <p><i>Alternatively, if you are registered for NSDL eservices i.e. IDEAS, you can log-in at https://eservices.nsdl.com/ with your existing IDEAS login. Once you log-in to NSDL eservices after using your log-in credentials, click on e-Voting and you can proceed to Step 2 i.e. Cast your vote electronically.</i></p> <p>4. Your User ID details are given below :</p>	
Manner of holding shares i.e. Demat (NSDL or CDSL) or Physical	Your User ID is:
a) For Members who hold shares in demat account with NSDL.	8 Character DP ID followed by 8 Digit Client ID For example if your DP ID is IN300*** and Client ID is 12***** then your user ID is IN300***12*****.
b) For Members who hold shares in demat account with CDSL.	16 Digit Beneficiary ID For example if your Beneficiary ID is 12***** then your user ID is 12*****.
c) For Members holding shares in Physical Form.	EVEN Number followed by Folio Number registered with the company For example if folio number is 001*** and EVEN is 101456 then user ID is 101456001***

5. Your password details are given below:
 - a) If you are already registered for e-Voting, then you can use your existing password to login and cast your vote.
 - b) If you are using NSDL e-Voting system for the first time, you will need to retrieve the 'initial password' which was communicated to you. Once you retrieve your 'initial password', you need to enter the 'initial password' and the system will force you to change your password.
 - c) How to retrieve your 'initial password'?
 - (i) If your email ID is registered in your demat account or with the company, your 'initial password' is communicated to you on your email ID. Trace the email sent to you from NSDL from your mailbox. Open the email and open the attachment i.e. a .pdf file. Open the .pdf file. The password to open the .pdf file is your 8 digit client ID for NSDL account, last 8 digits of client ID for CDSL account or folio number for shares held in physical form. The .pdf file contains your 'User ID' and your 'initial password'.
 - (ii) If your email ID is not registered, please follow steps mentioned below in process for those shareholders whose email ids are not registered
6. If you are unable to retrieve or have not received the "Initial password" or have forgotten your password:
 - a) Click on "**Forgot User Details/Password?**" (If you are holding shares in your demat account with NSDL or CDSL) option available on www.evoting.nsd.com.
 - b) **Physical User Reset Password?** (If you are holding shares in physical mode) option available on www.evoting.nsd.com.
 - c) If you are still unable to get the password by aforesaid two options, you can send a request at evoting@nsdl.co.in mentioning your demat account number/folio number, your PAN, your name and your registered address.
 - d) Members can also use the OTP (One Time Password) based login for casting the votes on the e-Voting system of NSDL.
7. After entering your password, tick on Agree to "Terms and Conditions" by selecting on the check box.
8. Now, you will have to click on "Login" button.
9. After you click on the "Login" button, Home page of e-Voting will open.

Details on Step 2 is given below:

How to cast your vote electronically on NSDL e-Voting system?

1. After successful login at Step 1, you will be able to see the Home page of e-Voting. Click on e-Voting. Then, click on Active Voting Cycles.
2. After click on Active Voting Cycles, you will be able to see all the companies "EVEN" in which you are holding shares and whose voting cycle is in active status.
3. Select "EVEN" of company for which you wish to cast your vote.
4. Now you are ready for e-Voting as the Voting page opens.
5. Cast your vote by selecting appropriate options i.e. assent or dissent, verify/modify the number of shares for which you wish to cast your vote and click on "Submit" and also "Confirm" when prompted.
6. Upon confirmation, the message "Vote cast successfully" will be displayed.
7. You can also take the printout of the votes cast by you by clicking on the print option on the confirmation page.
8. Once you confirm your vote on the resolution, you will not be allowed to modify your vote.

General Guidelines for shareholders

1. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential. Login to the e-voting website will be disabled upon five unsuccessful attempts to key in the correct password. In such an event, you will need to go through the “**Forgot User Details/Password?**” or “**Physical User Reset Password?**” option available on www.evoting.nsdl.com to reset the password.
2. In case of any queries, you may refer the Frequently Asked Questions (FAQs) for Shareholders and e-voting user manual for Shareholders available at the download section of www.evoting.nsdl.com or call on toll free no.: 1800-222-990 can contact NSDL on evoting@nsdl.co.in or contact Further, please find below details of NSDL officials for queries.

Mr. Amit Vishal, Senior Manager, NSDL, 022-2499 4360 or email at amitv@nsdl.co.in

Ms. Pallavi Mhatre, Manager, NSDL, 022-2499 4545 or email at pallavid@nsdl.co.in

Process for those shareholders whose email ids are not registered with the depositories for procuring user id and password and registration of e mail ids for e-voting for the resolutions set out in this notice:

1. In case shares are held in physical mode please provide Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) by email to shantivijay@shantivijay.com.
2. In case shares are held in demat mode, please provide DPID-CLID (16 digit DPID + CLID or 16 digit beneficiary ID), Name, client master or copy of Consolidated Account statement, PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) to shantivijay@shantivijay.com.
3. Alternatively member may send an e-mail request to evoting@nsdl.co.in for obtaining User ID and Password by providing the details mentioned in Point (1) or (2) as the case may be.

II. THE INSTRUCTIONS FOR MEMBERS FOR e-VOTING ON THE DAY OF THE AGM ARE AS UNDER:-

1. The procedure for e-Voting on the day of the AGM is same as the instructions mentioned above for remote e-voting.
2. Only those Members/ shareholders, who will be present in the AGM through VC/OAVM facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system in the AGM.
3. Members who have voted through Remote e-Voting will be eligible to attend the AGM. However, they will not be eligible to vote at the AGM.
4. The details of the person who may be contacted for any grievances connected with the facility for e-Voting on the day of the EGM/AGM shall be the same person mentioned for Remote e-voting.

III. INSTRUCTIONS FOR MEMBERS FOR ATTENDING THE AGM THROUGH VC/OAVM ARE AS UNDER:

1. Member will be able to attend the GM through VC/OAVM through the NSDL e-Voting system. Members may access the same at <https://www.evoting.nsdl.com> under shareholders/members login by using the remote e-voting credentials. The link for VC/OAVM will be available in shareholder/members login where the EVEN of Company will be displayed. Please note that the members who do not have the User ID and Password for e-Voting or have forgotten the User ID and Password may retrieve the same by following the remote e-Voting instructions mentioned in the notice to avoid last minute rush. Further members can also use the OTP based login for logging into the e-Voting system of NSDL.
2. Members are encouraged to join the Meeting through Laptops for better experience.
3. Further Members will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
4. Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.
5. The Members can join the AGM in the VC/OAVM mode 15 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice. The facility of participation at

the AGM through VC/OAVM will be made available for members on first come first served basis. Promoters, Institutional Investors, Directors, Key Managerial Personnel, Auditors etc. who are allowed to attend the AGM without restriction on account of first come first served basis.

6. Members who need assistance before or during the AGM, can contact NSDL on evoting@nsdl.co.in / 1800-222-990. Further, please find below details of NSDL officials for queries. Mr. Amit Vishal, Senior Manager, NSDL, 022-2499 4360 or email at amitv@nsdl.co.in / Ms. Pallavi Mhatre, Manager, NSDL, 022-2499 4545 or email at pallavid@nsdl.co.in.
7. Members who would like to express their views or ask questions during the meeting may register themselves as a speaker by sending their request from their registered email ID mentioning their name, demat account number/ folio number, PAN, mobile number at shantivijay@shantivijay.com at least 5 days before the date of AGM. Those Members who have registered themselves as a speaker will only be allowed to express their views/ ask questions during the AGM. The Company reserves the right to restrict the number of speakers depending on the availability of time for the AGM.
8. Members can raise questions at the AGM through a chat box and they are requested to frame their questions precisely. Once the Member clicks the link for VC/OAVM in shareholder/members login where the EVEN of Company will be displayed, Members will be able to view AGM VC/OAVM proceedings along with the chat box. The questions raised by the Members will be replied by the Company suitably.

Registered Office:

G-37, Gem & Jewellery Complex,
Building No.III, SEEPZ,
Andheri (East), Mumbai 400 096.

Dated: 20th November, 2020

BY ORDER OF THE BOARD

Sd/-
Pradeep Kumar Godha
Chairman & Managing Director
(DIN: 00008194)

Explanatory Statement pursuant to Section 102 of the Companies Act, 2013

Item No. 4

Shri. Nagin Chand Godha was appointed as additional director by the Board of Directors with effect from 14th November, 2019.

Pursuant to the provisions of Section 161 of the Act, Shri Nagin Chand Godha shall hold office up to the date of the ensuing Annual General Meeting ("AGM") and is eligible to be appointed as a Director of the Company.

The Board considers that his appointment would be beneficial to the Company due to his experience in jewellery business and recommends the same for your approval.

Your Directors recommend the said resolution for your approval as an ordinary resolution.

Shri. Nagin Chand Godha and his relatives are interested in the resolution pertaining to his appointment.

None of the other Directors and Key Managerial Personnel of the Company or their relatives is, in any way, concerned or interested, financially or otherwise, in the said resolution.

Registered Office:

G-37, Gem & Jewellery Complex,
Building No.III, SEEPZ,
Andheri (East), Mumbai 400 096.

Dated: 20th November, 2020

BY ORDER OF THE BOARD

Sd/-
Pradeep Kumar Godha
Chairman & Managing Director
(DIN: 00008194)

DIRECTORS' REPORT

TO THE MEMBERS,
SHANTIVIJAY JEWELS LIMITED

Your Directors present their 47th Annual Report and the Audited Statement of Accounts for the year ended March 31, 2020.

1. FINANCIAL RESULTS / STATE OF AFFAIRS

(Rs. in Lakhs)

Particulars	Standalone		Consolidated	
	2019-20	2018-19	2019-20	2018-19
Income from operations	10799.56	8794.29	14402.27	11940.50
Less : Expenses	10585.01	8623.90	14073.81	11706.90
Depreciation	56.39	43.70	61.63	48.91
Profit /(Loss) from operations before other income and finance costs	158.16	126.69	266.83	184.69
Add: Other Income	343.74	95.96	343.74	95.96
Profit/(Loss) from ordinary activities before finance costs	501.9	222.65	610.57	280.65
Less: Finance Cost	73.41	112.13	73.41	112.13
Profit/(Loss) from ordinary activities before tax	428.49	110.52	537.16	168.52
Less: Tax expenses	75.04	5.69	75.04	5.69
Profit/(Loss) for the period	353.45	104.83	462.12	162.83
Earnings Per Share (Rs.)	11.77	3.49	15.39	5.42

IMPACT OF COVIN-19 PANDEMIC

During the year under review, COVID-19 pandemic developed rapidly into a global crisis, forcing governments to enforce lockdowns. Due to the spread of COVID-19 and in accordance with the various initiatives and directions of both Central and State Government(s) from time to time including Janata curfew and subsequent nationwide lock down, the operations of the Company were suspended from March 22, 2020. After the end of second lockdown on May 3, 2020, the Company gradually started its business operations with 10% workforce combined with work from home policy and then gradually increased to 15% . As of now the Company is working in a full capacity.

The Company is closely monitoring the situation arising out of COVID-19 and resultant restrictions imposed by the regulatory authorities. At this point of time it is not possible either to foresee the duration for which this pandemic will last, nor predict its course. Hence, the Company is not in a position to assess with certainty the future impact on operations but are slowly trying to get back to normalcy. The Company will continue to monitor any material changes to future economic conditions.

2. DIVIDEND / TRANSFER TO RESERVE(S)

With a view to conserve resources, your Directors have not recommended any dividend for the year under review. No amount is transferred to any reserve.

3. DETAILS OF MEETINGS OF THE BOARD

During the year, 7(Seven) Board meetings were held on

02.04.2019, 24.05.2019, 01.08.2019, 16.10.2019, 14.11.2019, 16.12.2019 and 16.03.2020. Details of attendance by each Director at the said Board meetings are as under:

Name of Director (s)	Board Meetings attended during FY 2019-20
Shri. Pradeep Kumar Godha	7
Shri. Anurag Godha	7
Shri. Jayant B. Shah (Resignation w.e.f. 14.11.2019)	4
Shri. Nagin Chand Godha (Appointment w.e.f. 14.11.2019)	3

4. CHANGE IN THE NATURE OF BUSINESS

There has been no change in the nature of business during the year under review.

5. SUBSIDIARIES / ASSOCIATES / JOINT VENTURES

The Company has two subsidiary companies, namely, Shantivijay International Limited, Mauritius with its one step down subsidiary, Shantivijay Impex DMCC. There are no changes in subsidiaries. There are no joint venture or associate companies. In accordance with Section 129(3) of the Companies Act 2013, consolidated financial

statements of the Company and all its subsidiaries are prepared, which form part of Annual Report. Further a statement containing salient features of the financial statement of our Subsidiaries in the prescribed format AOC-1 is included in the Report as **Annexure 'A'** and forms as integral part of this Report. The statement also provides the details of performance, financial position of each of the Subsidiaries.

6. EXTRACT OF ANNUAL RETURN

The details forming part of the extracts of Annual Return in **Form MGT-9** pursuant to the provisions of Section 92 read with Rule 12 of the Companies (Management and administration) Rules, 2014 is furnished in **Annexure 'B'** and forms an integral part of this report. The same is also available on the website of the Company.

7. DIRECTORS

In accordance with the provisions of the Companies Act, 2013, Shri. Pradeep Kumar Godha, Director, has offered to retire by rotation and, being eligible, offers himself for reappointment.

Shri. Jayant B. Shah resigned as Director effective 14th November 2019. Shri. Nagin Chand Godha was appointed as Additional Director effective 14th November 2019 and holds office as such up to the date of ensuing Annual General Meeting.

The Board of Directors presently is comprised of Shri Pradeep Kumar Godha, Shri Anurag Godha and Shri Nagin Chand Godha.

8. KEY MANAGERIAL PERSONNEL

Provisions of Section 203 are not applicable to the Company.

9. DEPOSITS

The Company has not accepted any deposits covered under Chapter V of the Act.

10. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENT BY COMPANY

The details of Loans, Guarantees, and Investments covered under the provisions of Section 186 of the Companies Act, 2013 are given in the notes to the Financial Statement.

11. RELATED PARTY TRANSACTIONS

Particulars of related party transactions are given in prescribed Form AOC-2 annexed as Annexure 'C'

12. SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS

There are no significant / material orders passed by the Regulators / Courts which would impact the going concern status of the Company and its future operations.

13. DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to the requirement of Section 134(3)(c) of the Companies Act, 2013, your Directors confirm that:

- a. in the preparation of the annual financial statements, the applicable accounting standards have been followed along with proper explanation relating to material departures, if any;
- b. the Directors had selected such accounting policies and 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 at the end of the financial year and of the profit/loss of the company for that period;
- c. the Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the Assets of the Company and for preventing and detecting fraud and other irregularities;
- d. the Directors' had prepared the annual accounts on a going concern basis; and
- e. the Directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

14. INTERNAL FINANCIAL CONTROLS & THEIR ADEQUACY

Your Company's internal control systems commensurate with the nature and size of its business operations. Your Company has adequate internal financial controls in place to ensure safeguarding of its assets, prevention of frauds and errors, protection against loss from unauthorized use or disposition and the transactions are authorised, recorded and reported diligently in the Financial Statements.

15. PARTICULARS OF EMPLOYEES

There are no particulars to be disclosed under Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

16. STATUTORY AUDITOR & AUDITOR'S REPORT

In the 42nd Annual General Meeting (AGM) of the Company, B. F. Chordia & Co., Chartered Accountants, Mumbai (Firm Registration No.: 101914W), had been appointed as the Statutory Auditors of the Company until the conclusion of the ensuing 47th AGM of the Company and thus due to retire.

B. F. Chordia & Co., Chartered Accountants, Mumbai (Firm Registration No. 101914W), Statutory Auditors, have given their consent and confirmed their eligibility and availability for the term of 5 years from the conclusion of ensuing

AGM till the conclusion of AGM for the year 2025. The Board of Directors, therefore, recommends their appointment and request to fix remuneration by the Shareholders.

There is no audit qualification, reservation, or adverse remark or disclaimer in the Auditor's Report for the year under review.

17. CORPORATE SOCIAL RESPONSIBILITY (CSR)

CSR related provisions of the Companies Act, 2013 do not apply to the Company as the Company does not meet profit, turnover or net worth criteria prescribed in this regard.

18. DISCLOSURE ON WOMEN AT WORKPLACE

The Company has constituted an Internal Complaint Committee pursuant to the provisions of Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 for prevention, prohibition and redressal of complaints/grievances on the sexual harassment of women at work places. During the year under review, no case was reported in this regard.

19. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO

(A) Conservation of energy-

- (i) Steps taken or impact on conservation of energy: No specific steps are taken on conservation of energy.
- (ii) Steps taken by the Company for utilizing alternative sources of energy: No specific steps are taken for utilizing alternative sources of energy.
- (iii) Capital investment on energy conservation equipments: Nil.

(B) Technology absorption-

- (i) The efforts made towards technology absorption: The Company keeps itself abreast of the technical developments in Company's line of products world wide and tries to bring about improvements in the product for better yield, quality and cost effectiveness, etc.
- (ii) The benefits derived like product improvement, cost reduction, product development or import substitution:

As a result of above, the following benefits are achieved: -

Cost Reduction-

Achievement in precision & quality .

Use of indigenous equipment as import substitute.

- (iii) In case of imported technology (imported during the last three years reckoned from the beginning of the financial year): The Company has not imported any technology
- (iv) The expenditure incurred on Research and Development: Nil.

(C) Foreign exchange earnings and Outgo-

	(Rs. in Lakhs)	
	2019-20	2018-19
Foreign Exchange earned:	9865.50	8139.72
Foreign Exchange used:	3142.91	2368.05

20. MATERIAL CHANGES AND COMMITMENTS, IF ANY, AFFECTING THE FINANCIAL POSITION OF THE COMPANY WHICH HAVE OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR OF THE COMPANY TO WHICH THE FINANCIAL STATEMENTS RELATE AND THE DATE OF THE REPORT:

No material change and commitments affecting financial position of the Company occurred between the end of financial year and the date of this report.

21. RISK MANAGEMENT POLICY

The Company has not developed and implemented a formal risk management policy for the Company. However, the Board of Directors periodically as a part of its review of the business consider and discuss the external and internal risk factors like markets related, foreign currency rate fluctuations, supply/logistics related, debtors collections, Government policy related matters that may threaten the existence of the Company.

22. SECRETARIAL STANDARD

The Company has complied with all applicable Secretarial Standards.

23. ACKNOWLEDGEMENT

The Directors would like to place on record their appreciation for the valuable co-operation extended to the Company by the employees of the Company, Government Departments, Bankers, Suppliers, Customers and Investors at large for their continuous support to the Company.

FOR AND ON BEHALF OF THE BOARD

Sd/-

PRADEEP KUMAR GODHA

Place: Mumbai CHAIRMAN & MANAGING DIRECTOR

Dated: 20th November, 2020 DIN- 00008194

Form AOC-1

(Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of Companies (Accounts) Rules, 2014)

**Statement containing salient features of the financial statement of subsidiaries/associate companies/joint ventures
Part "A": Subsidiaries**

(Rs. In lakhs)

Sr. No.	Name of the subsidiary	Reporting period for the subsidiary concerned, if different from the holding company's reporting period	Reporting currency and Exchange rate as on the last date of the relevant Financial year in the case of foreign subsidiaries.	Share capital	Reserves & surplus	Total assets	Total Liabilities	Investments	Turnover/ Total Income	Profit before taxation	Provision for taxation	Profit after taxation	Proposed Dividend	% of shareholding
1	Shantivijay Jewels International Limited (Mauritius)	31.03.2020	US \$ 75.3250	339.15	1119.39	1461.03	1461.03	41.05	0.00	(11.59)	0.00	(11.59)	0.00	100%
2	Shantivijay ImpexDMCC	31.03.2020	US \$ 75.3250	41.05	1515.76	3231.16	3231.16	0.00	5619.43	120.34	0.00	120.34	0.00	100%

Part "B": Associates and Joint Ventures

Sr. No.	Name of Associates/ Joint Ventures	Latest audited Balance Sheet Date	Shares of Associate/Joint Ventures held by the company on the year end			Description of how there is significant influence	Reason why the associate/ joint venture is not consolidated	Net worth attributable to Shareholding as per latest audited Balance sheet	Profit / Loss for the year	
			No.	Amount of Investment in Associates/Joint Venture	Amount of Investment in Associates/Joint Venture				Considered in Consolidation	Not Considered in Consolidation
NIL										

FOR AND ON BEHALF OF THE BOARD

Sd/-

PRADEEP KUMAR GODHA

CHAIRMAN & MANAGING DIRECTOR

DIN-00008194

Place: Mumbai

Dated: 20th November, 2020

Annexure - 'B'**Form No. MGT – 9
EXTRACT OF ANNUAL RETURN****As on financial year ended on March 31, 2020**

[Pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules 2014]

I. REGISTRATION AND OTHER DETAILS :

(i)	CIN	:	U36910MH1980PLC023289
(ii)	Registration Date	:	14/10/1980
(iii)	Name of the Company	:	Shantivijay Jewels Limited
(iv)	Category of the Company	:	Company Limited by shares
(v)	Sub-Category of the Company	:	Indian Non Government Company
(vi)	Address of the Registered office and contact details	:	G-37, Gem & Jewellery Complex, Building No.III, Seepz, Andheri (East), Mumbai 400096. +91 – 22 – 42182292-99
(vii)	Whether listed Company	:	No
(viii)	Name , address and Contact Details of Registrar and Transfer Agent	:	Bigshare Services Private Limited 1st Floor, Bharat Tin Works Bldg., opp. Vasant Oasis, Makwana Road, Marol , Andheri East, Mumbai 400 059Tel: +91 22 6263 8200 / 6263 8299

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

All the business activities contributing 10% or more of the total turnover of the company shall be stated:-

Sr. No.	Name and Description of main products/services	NIC Code of the product/service	% total turnover of the company
1	Manufacturing and exports of studded gold jewellery and Diamond and Precious stones	3211	100%

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES-

Sr.No	Name and Address of the Company	CIN/GLN	Holding/ Subsidiary/ Associate	% of shares held	Applicable section
1	Shantivijay Jewels International Limited (Mauritius)	NA	Subsidiary	100.00	2(87)(ii)
2.	Shantivijay Impex DMCC	NA	Subsidiary	100.00	2(87)(ii)

IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)

i) Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% Change during the year
	Demat	Physical	Total	% of Total shares	Demat	Physical	Total	% of Total shares	
A. Promoters									
(1) Indian									
a) Individual/HUF	2849385	74900	2924285	97.42	2849383	74900	2924283	97.42	0.00
b) Central Govt.	0	0	0	0.00	0	0	0	0.00	0.00
c) State Govt.	0	0	0	0.00	0	0	0	0.00	0.00
d) Bodies Corp.	0	0	0	0.00	0	0	0	0.00	0.00
e) Any Other ...	0	0	0	0.00	0	0	0	0.00	0.00
Sub-total (A) (1):-	2849385	74900	2924285	97.42	2849383	74900	2924283	97.42	0.00
(2) Foreign									
a) NRIs Individuals	0	0	0	0.00	0	0	0	0.00	0.00
b) Other Individuals	0	0	0	0.00	0	0	0	0.00	0.00
c) Bodies Corp.	0	0	0	0.00	0	0	0	0.00	0.00
d) Banks/Fl	0	0	0	0.00	0	0	0	0.00	0.00
e) Any Other	0	0	0	0.00	0	0	0	0.00	0.00
Sub-total (A) (2):-	0	0	0	0.00	0	0	0	0.00	0.00
Total shareholding of Promoter (A) = (A) (1) + (A) (2)	2849385	74900	2924285	97.42	2849383	74900	2924283	97.42	0.00
B. Public Shareholding									
(1) Institutions									
a) Mutual Funds/UTI	0	0	0	0.00	0	0	0	0.00	0.00
b) Banks/Financial Institutions	0	0	0	0.00	0	0	0	0.00	0.00
c) Central Govt.	0	0	0	0.00	0	0	0	0.00	0.00
d) State Govt.(s)	0	0	0	0.00	0	0	0	0.00	0.00
e) Venture Capital Funds	0	0	0	0.00	0	0	0	0.00	0.00
f) Insurance Companies	0	0	0	0.00	0	0	0	0.00	0.00
g) Foreign Institutional Investors	0	0	0	0.00	0	0	0	0.00	0.00
h) Foreign Venture Capital Investors	0	0	0	0.00	0	0	0	0.00	0.00
i) Others (specify)	0	0	0	0.00	0	0	0	0.00	0.00
2. Non-Institutions									
a) Bodies Corporate									
i) Indian	4109	0	4109	0.14	4109	0	4109	0.14	0.00
ii) Overseas	-	-	-	-	-	-	-	-	-
b) Individuals									
i) Individual shareholders holding nominal share capital upto Rs. 1 lakh	58897	13619	72516	2.42	58899	13619	72518	2.42	0.00
ii) Individual shareholders holding nominal share capital in excess of Rs. 1 lakh.	0	0	0	0.00	0	0	0	0.00	0.00
c) Others (specify) Clearing member	275	0	275	0.0092	275	0	275	0.0092	0.00
i) Non Resident Indians (NRI)	15	800	815	0.02	15	800	815	0.02	0.00
Sub-Total (B) (2):-	63296	14419	77715	2.58	63298	14419	77717	2.58	0.00
Total Public Shareholding (B) = (B)(1) + B(2)	63296	14419	77715	2.58	63298	14419	77717	2.58	0.00
Shares held by Custodians for									
GDRs & ADRs	0	0	0	0.00	0	0	0	0.00	0.00
GRAND TOTAL (A)+(B)+(C)	2912681	89319	3002000	100	2912681	89319	3002000	100	0.00

ii) Shareholding of Promoters –

Sr. No.	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in share holding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged/ Encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged/ Encumbered to total shares	
1	Rajrani Bimalchand Godha	837607	27.90	0.00	837607	27.90	0.00	0.00
2	Pradeepkumar Bimalchand Godha	491899	16.39	0.00	491899	16.39	0.00	0.00
3	Anurag Bimalchand Godha	488989	16.29	0.00	488987	16.29	0.00	0.00
4	Namita Anurag Godha	191295	6.37	0.00	191295	6.37	0.00	0.00
5	Sudha Pradeepkumar Godha	188795	6.29	0.00	188795	6.29	0.00	0.00
6	Anish Anurag Godha	151600	5.05	0.00	151600	5.05	0.00	0.00
7	Varun Pradeep Godha	147500	4.91	0.00	147500	4.91	0.00	0.00
8	Anuvi Godha	142400	4.74	0.00	142400	4.74	0.00	0.00
9	Varun Godha	121000	4.03	0.00	121000	4.03	0.00	0.00
10	A K Godha (HUF)	69000	2.30	0.00	69000	2.30	0.00	0.00
11	Pradeep Kumar Godha (HUF)	68700	2.29	0.00	68700	2.29	0.00	0.00
12	Anushree Mayur Doshi	25500	0.85	0.00	25500	0.85	0.00	0.00
	Total	2924285	97.41	0.00	2924283	97.41	0.00	0.00

(iii) Change in Promoters' Shareholding (please specify if there is no change) -

Sr. No.	Name of Promoter	Shareholding		Date	Increase/ Decrease in Shareholding	Reason	Cumulative Shareholding during the year	
		No. of Shares at the beginning (01.04.2019)/ end of the year (31.03.2020)	% of total shares of the Company				No. Shares	% of total shares of the company
1	Rajrani Bimalchand Godha	837607 837607	27.90 27.90	01.04.2019 31.03.2020	Nil	-	-	-
2	Pradeepkumar Godha	491899 491899	16.39 16.39	01.04.2019 31.03.2020	Nil	-	-	-
3	Anurag Godha	488989 488987	16.29 16.29	01.04.2019 16.08.2019 31.03.2020	(2)	Transfer	488987	16.29
4	Namita Anurag Godha	191295 191295	6.37 6.37	01.04.2019 31.03.2020	Nil	-	-	-
5	Sudha Pradeepkumar Godha	188795 188795	6.29 6.29	01.04.2019 31.03.2020	Nil	-	-	-
6	Anish Anurag Godha	151600 151600	5.05 5.05	01.04.2019 31.03.2020	Nil	-	-	-

Sr. No.	Name of Promoter	Shareholding		Date	Increase/ Decrease in Shareholding	Reason	Cumulative Shareholding during the year	
		No. of Shares at the beginning (01.04.2019)/ end of the year (31.03.2020)	% of total shares of the Company				No. Shares	% of total shares of the company
7	Varun Pradeep Godha	147500 147500	4.91 4.91	01.04.2019 31.03.2020	Nil	-	-	-
8	Anuvi Godha	142400 142400	4.74 4.74	01.04.2019 31.03.2020	Nil	-	-	-
9	Varun Godha	121000 121000	4.03 4.03	01.04.2019 31.03.2020	Nil	-	-	-
10	A K Godha (HUF)	69000 69000	2.30 2.30	01.04.2019 31.03.2020	Nil	-	-	-
11	Pradeep Kumar Godha (HUF)	68700 68700	2.29 2.29	01.04.2019 31.03.2020	Nil	-	-	-
12	Anushree Mayur Doshi	25500 25500	0.85 0.85	01.04.2019 31.03.2020	Nil	-	-	-

Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDR and ADRs):

Sr. No.	Name of Promoter	Shareholding		Date	Increase/ Decrease in Shareholding	Reason	Cumulative Shareholding during the year	
		No. of Shares at the beginning (01.04.2019)/ end of the year (31.03.2020)	% of total shares of the Company				No. Shares	% of total shares of the company
1	Investor Education and Protection Fund Authority Ministry of Corporate Affairs	0 9143	0 0.31	01.04.2019 19.11.2019 31.03.2020	9143	Transfer	9143	0.31
2	Arun Kumar Sancheti	6723 6723	0.22 0.22	01.04.2019 31.03.2020	-	-	-	-
3	VSL Securities Private Limited	3595 3595	0.12 0.12	01.04.2019 31.03.2020	-	-	-	-
4	Mamta Sancheti	2677 2677	0.09 0.09	01.04.2019 31.03.2020	-	-	-	-
5	Arun Kumar Sancheti (HUF)	2153 2153	0.07 0.07	01.04.2019 31.03.2020	-	-	-	-
6	Arun Kumar Sancheti	2090 2090	0.07 0.07	01.04.2019 31.03.2020	-	-	-	-
7	Girdharlal Bhansali	1900 0	0.06 0	01.04.2019 19.11.2019 31.03.2020	1900	Transfer to IEPF	0	0

SHANTIVIJAY JEWELS LIMITED

Sr. No.	Name of Promoter	Shareholding		Date	Increase/ Decrease in Shareholding	Reason	Cumulative Shareholding during the year	
		No. of Shares at the beginning (01.04.2019)/ end of the year (31.03.2020)	% of total shares of the Company				No. Shares	% of total shares of the company
8	Seema Bhansali	1900	0.06	01.04.2019	1900	Transfer to IEPF	0	0
		0	0	19.11.2019 31.03.2020				
9	Snehalatha Singhi	1726	0.06	01.04.2019	126	Transfer	1852	0.06
		1852	0.06	20.03.2020 31.03.2020				
10	Mahesh Mittal	1436	0.05	01.04.2019	-	-	-	-
		1436	0.05	31.03.2020				
11	Multani Devi Sancheti	1300	0.04	01.04.2019	-	-	-	-
		1300	0.04	31.03.2020				
12	Mohanbhai Ramdes Patel	1100	0.04	01.04.2019	-	-	-	-
		1100	0.04	31.03.2020				

* indicates end date of week in which change occurred.

(v) Shareholding of Directors and Key Managerial Personnel:

Sr. No.	Name of Director/ Key managerial Personnel	Shareholding		Date	Increase/ Decrease in Shareholding	Reason	Cumulative Shareholding during the year	
		No. of Shares at the beginning (01.04.2019)/ end of the year (31.03.2020)	% of total shares of the Company				No. Shares	% of total shares of the company
1	Pradeepkumar Godha	491899	16.39	01.04.2019				
		491899	16.39	31.03.2020				
2	Anurag Godha	488989	16.29	01.04.2019	(2)	Transfer	488987	16.29
		488987	16.29	16.08.2019 31.03.2020				

V. INDEBTEDNESS

Indebtedness of the Company including interest outstanding / accrued but not due for payment

(Fig. in Rs.)

	Secured Loans excluding deposits	Unsecured Loans	Deposit	Total Indebtedness
Indebtedness at the beginning of financial year				
(i) Principal Amount	170537115	0	0	170537115
(ii) Interest due but not paid	0	0	0	0
(iii) Interest accrued but not due	0	0	0	0
Total (i+ii+iii)	170537115	0	0	170537115
Change in Indebtedness during the financial year				
Addition	1095833980	0	0	1095833980
Reduction	1097149410	0	0	1097149410
Net Change	(1315430)	0	0	(1315430)
Indebtedness at the end of financial year				
(i) Principal Amount	169221685	0	0	169221685
(ii) Interest due but not paid	0	0	0	0
(iii) Interest accrued but not due	0	0	0	0
Total (i+ii+iii)	169221685	0	0	169221685

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. Remuneration to Managing Director, Whole-time Directors and / or Manager

(Fig. in Rs.)

Sr.No.	Particulars of Remuneration	Name of MD/WTD/Manager		Total Amount
		CMD Pradeep Kumar Godha	VCMD Anurag Godha	
1.	Gross Salary a) Salary as per provisions contained in section 17(1) of the Income Tax Act, 1961 b) Value of perquisites u/s 17(2) Income-Tax Act, 1961 c) Profits in lieu of salary under section 17(3) Income tax Act, 1961	5300000	5300000	10600000
		808592	649407	1457999
2.	Stock Option	-	-	-
3.	Sweat Equity	-	-	-
4.	Commission- as % of profit- others, specify..	-	-	-
5.	Others, please specify	-	-	-
	Total (A)	6108592	5949407	12057999
	Ceiling as per the Act	10% of net profits of the Company or Minimum Remuneration as per Schedule V		

B. Remuneration to other directors:

(Fig. in Rs.)

Sr.No.	Particulars of Remuneration	Name of Directors		Total Amount
		Nagin Chand Godha	Jayant Shah	
1.	Independent Directors · Fee for attending board/committee meetings · Commission · Others, please specify	-	-	-
	Total (1)		-	-
2.	Other Non-Executive Directors · Fees for attending board / committee meetings · Commission · Others, please specify	-	-	-
	Total (2)		-	-
	Total (B) = (1+2)	-	-	-
	Total Managerial Remuneration (A+B)	12057999		
	Overall Ceiling as per the Act	11% of net profits of the Company or minimum remuneration as per Schedule V		

C. Remuneration to key managerial personnel other than MD/Manager/WTD: NA

Sr.No.	Particulars of Remuneration	Name of Key Managerial Personnel			
		CEO	Company Secretary	CFO	Total
1	Gross Salary a) Salary as per provisions contained in section 17(1) of the Income Tax Act, 1961 b) Value of perquisites u/s 17(2) Income-Tax Act, 1961 c) Profits in lieu of salary under section 17(3) Income tax Act, 1961	--	--	--	-
2.	Stock Option	-	-	-	-
3.	Sweat Equity	-	-	-	-
4.	Commission- as a % of profit-others, specify...	-	-	-	-
5.	Others, please specify (Bonus)	-	-	-	-
	Total	-	-	-	-

VII. PENALTIES / PUNISHMENT / COMPOUNDING OF OFFENCES:

Type	Section of the Companies Act	Brief Description	Details of Penalty/ Punishment/ Compounding fees imposed	Authority (RD)/NCLT/ Court	Appeal made if any (give details)
A. COMPANY					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-
B. DIRECTORS					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-
C. OTHER OFFICER IN DEFAULT					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-

FOR AND ON BEHALF OF THE BOARD

Sd/-

PRADEEP KUMAR GODHA
 CHAIRMAN & MANAGING DIRECTOR
 DIN- 00008194

Place: Mumbai
 Dated: 20th November, 2020

SHANTIVIJAY JEWELS LIMITED

Annexure- 'C'

Form AOC-2

(Pursuant to clause (h) of sub-section (3) of section 134 of the Companies Act, 2013 and Rule 8(2) of the Companies (Accounts) Rules, 2014)

Form for disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arms length transactions under third proviso thereto

1. Details of contracts or arrangements or transactions not at arm's length basis

Sr. No.	Name(s) of the related party and nature of relationship	Nature of contracts/ arrangements / transactions	Duration of the contracts/ arrangements / transactions	Salient terms of the contracts or arrangements or transactions including the value, if any	Justification for entering into such contracts or arrangements or transactions	Date(s) of approval by the Board	Amount paid as advances, if any:	Date on which the special resolution was passed in general meeting as required under first proviso to section 188
	(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)
1	Mrs Rajrani Godha Mother of KMPs/ MDs	Remuneration & Rent paid	5 (Five) years	Rs. 1,20,000/- Monthly Rental Rs.10,000/- p.m. w.e.f 01.10.2019 - Security Deposit Rs. 120 lacs - Other usual terms are common in any such lease agreement	- For use as Jewellery showroom & office for the company - Shop premises are also given by Lessor as collateral security to the bankers for credit facilities granted to the Company - Ideal location for visibility, tap foreign tourists and also celebrity visitors.	16.10.2019	-	N.A.
2	Diamondere Pvt. Ltd.	Sales & Labour	5 (Five) years	Rs. 4,83,24,090/-	Access to online sales portal	01.04.2017	-	N.A.
3	Diamondere Pvt. Ltd.	Rent & Car Rental	5 (Five) years 4 (Four) years	Rs.7,20,000/- Rs.12,000/-	Commercial terms	02.04.2019 16.12.2019	- -	N.A. N.A.
4	Shantivijay Impex DMCC	Sales	5 (Five) years Purchases	Rs. 1,01,56,186/- Rs. 19,15,15,517/-	Wholly owned Subsidiary (WOS) of WOS	02.04.2019	-	N.A.
5	Sudha Godha	Remuneration	Permanent	Rs. 5,76,000/-	Sales support & administration	02.04.2019	-	N.A.
6	Namita Godha	Remuneration	Permanent	Rs. 5,76,000/-	Sales support & administration	02.04.2019	-	N.A.
7	Deepika Godha	Remuneration	Permanent	Rs.4,32,000/-	Sales support & administration	02.04.2019	-	N.A.

2. Details of material contracts or arrangements or transactions at arm's length basis

Sr. No.	Name(s) of the related party and nature of relationship	Nature of contracts/ arrangements / transactions	Duration of the contracts/ arrangements / transactions	Salient terms of the contracts or arrangements or transactions including the value, if any	Date(s) of approval by the Board , if any:	Amount paid as advances, if any:
	(a)	(b)	(c)	(d)	(e)	(f)
NIL						

FOR AND ON BEHALF OF THE BOARD

Place: Mumbai
Dated: 20th November, 2020

Sd/-
PRADEEP KUMAR GODHA
CHAIRMAN & MANAGING DIRECTOR
DIN- 00008194

INDEPENDENT AUDITOR'S REPORT

To the Members of Shantivijay Jewels Limited Report on the Audit of the Financial Statements

Opinion

1. We have audited the accompanying standalone financial statements of Shantivijay Jewels Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2020, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended on that date, and a summary of significant accounting policies and other explanatory information.
2. 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 Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Accounting Standards prescribed under section 133 of the Act read with relevant rules issued thereunder and with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2020, and its profit and its cash flows for the year ended on that date.

Basis for Opinion

3. We conducted our audit of the standalone financial statements in accordance with the Standards on Auditing specified under section 143(10) of the Act (SAs). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the standalone Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("ICAI") together with the ethical requirements that are relevant to our audit of the standalone financial statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

Emphasis of Matter

4. Attention is invited to note no.35 of the standalone financial statements, which describes the management's assessment of the impact of the outbreak of Coronavirus (Covid -19) on the business operations of the Company. The management believes that no adjustments are required in the standalone financial statements as it does not impact the results of the current financial year. However, in view of the various preventive measures taken (such as complete lock-down restrictions by the government, travel restrictions, etc.) and highly uncertain economic environment, a definitive assessment of the impact on the subsequent periods is highly dependent

upon circumstances as they evolve. Our opinion is not modified in respect of this matter

Information Other than the Financial Statements and Auditor's Report Thereon

5. The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the annual report but does not include the standalone financial statements and our auditor's report thereon.

Our opinion on the standalone financial statements does not cover the other information and we do not express any form of assurance or conclusion thereon.

In connection with our audit of the standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Management's Responsibility for the Standalone Financial Statements

6. The Company's Board of Directors is responsible for the matters stated in section 134(5) of 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 statement of the Company in accordance with the accounting standards and other accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding 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 statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.
7. In preparing the standalone financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibility for the Audit of the Standalone Financial Statements

8. Our objectives are to obtain reasonable assurance about whether the standalone financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these standalone financial statements.
9. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:
 - Identify and assess the risks of material misstatement of the standalone financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
 - Obtain an understanding of internal financial control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
 - Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.
 - Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the standalone financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
 - Evaluate the overall presentation, structure, and content of the standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
10. Materiality is the magnitude of misstatements in the standalone financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the standalone financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the standalone financial statements.
11. We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.
12. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Report on Other Legal and Regulatory Requirements

13. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order.
14. As required by Section 143(3) of the Act, based on our audit we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - c) The balance sheet, statement of profit and loss and statement of cash flows dealt with by this report are in agreement with the books of account.
 - d) In our opinion, the aforesaid standalone financial statements comply with the accounting standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014
 - e) On the basis of the written representations received from the directors as on March 31, 2020 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2020 from being appointed as a director in terms of Section 164 (2) of the Act.

- f) With respect to the adequacy of the internal financial controls over financial reporting of the Company with reference to these standalone financial statements and the operating effectiveness of such controls, refer to our separate Report in "Annexure B" to this report.
- g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:

In our opinion, the managerial remuneration for the year ended March 31, 2020 has been paid / provided by the Company to its directors in accordance with the provisions of section 197 read with Schedule V to the Act .

- h) 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, as amended in our opinion and to the best of our information and according to the explanations given to us:

- i. The Company does not have any pending litigations and hence no such impact is disclosed on its financial position in its standalone financial statements.
- ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For B.F. Chordia & CO.

Chartered Accountants

ICAI Firm Registration No: 101914W

Sd/-

B F Chordia

Proprietor

Membership No.: 09026

UDIN: 20009026AAAAAG5241

Place: Mumbai

Date: November 20, 2020

ANNEXURE A TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

- (i) In respect of its property, plant, and equipment:
- (a) To the best of our knowledge and according to the information and explanations given to us, the Company has maintained proper records showing full particulars, including quantitative details and situation of Fixed Assets.
- (b) The Company has a program of verification to cover all the items of fixed assets in a phased manner which, in our opinion, is reasonable having regards to the size of the Company and the nature of its assets. According to the information and explanation given to us, no material discrepancies were noticed on such verification.
- (c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties are held in the name of the Company.
- (ii) The inventory has been physically verified by the management during the year. In our opinion, the frequency of verification is reasonable. No material discrepancies were noticed on such physical verification.
- (iii) To the best of our knowledge and according to the information and explanations given to us, the Company has not granted any loans, secured or unsecured, to companies, firms, limited liability partnerships, or other parties covered in the register maintained under section 189 of the Companies Act, 2013 and hence reporting under clause 3 (iii) of the Order is not applicable.

- (iv) In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of section 185 & 186 of the act in respect of investments, guarantees and securities provided by it. Further the company has not granted any loans to those who are covered by the provisions of section 185 & 186 of the act.
- (v) To the best of our knowledge and according to the information and explanations given to us,, the Company has not accepted any deposit from the public during the period in terms of the provisions of Sections 73 and 76 or any other relevant provisions of the Act. Accordingly, the provisions of clause 3(v) of the Oder are not applicable to the Company.
- (vi) To the best of our knowledge and according to the information and explanations given to us, the Central Government has not prescribed the maintenance of cost records under Section 148(1) of the Act, for any of the services rendered by the Company. Accordingly, the provisions of clause 3(vi) of the Order is not applicable to the Company.
- (vii) To the best of our knowledge, according to the information and explanations given to us and on the basis of examination of the records in respect of statutory dues:
- (a) According to the records of the Company, undisputed statutory dues including Provident Fund, Employees' state Insurance, Income-tax, Goods and Service tax, Custom Duty, cess to the extent applicable and any other statutory dues have generally been regularly deposited with the appropriate authorities.

According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, Employees state Insurance, Income tax, ,Goods and service tax ,value added tax, duty

- of customs, cess and other material statutory dues were in arrears as at 31 March 2020 for a period of more than six months from the date they became payable.
- (b) There are no dues on account of Provident Fund, Employees' state Insurance, Income-tax, Goods and service tax, value added tax or cess and other material dues which have not been deposited with the appropriate authorities on account of any dispute. Duty of custom and duty of excise are not applicable to the Company.
- (viii) To the best of our knowledge, according to the information and explanations given to us and on the basis of examination of the records, the Company has not defaulted in repayment of loans or borrowing to a financial institution, bank or government.
- (ix) To the best of our knowledge, according to the information and explanations given to us, the Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) or term loans and hence reporting under clause 3(ix) of the Order is not applicable.
- (x) To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company and no material fraud on the Company by its officers or employees has been noticed or reported during the year.
- (xi) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has paid/provided for managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Act.
- (xii) To the best of our knowledge, according to the information and explanations given to us, the Company is not a Nidhi Company and hence reporting under clause 3(xii) of the Order is not applicable
- (xiii) According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with Section 188 of the Act where applicable and the details have been disclosed in the standalone financial statements as required by the applicable accounting standards. The provisions of sec 177 are not applicable to the company and accordingly reporting under clause 3(xiii) insofar as it relates to section 177 of the Act is not applicable to the Company and hence not commented upon.
- (xiv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
- (xv) According to the information and explanations given to us and based on our examination of records of the company, the Company has not entered into any noncash transactions with its directors or persons connected to its directors. Accordingly, paragraph 3(xv) of the Order is not applicable to the Company.
- (xvi) According to the information and explanations given to us, the Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934.

For B.F. Chordia & Co.

Chartered Accountants

ICAI Firm Registration No: 101914W

Sd/-

B F Chordia

Proprietor

Membership No.: 09026

UDIN: 20009026AAAAAG5241

Place: Mumbai

Date: November 20, 2020

Annexure - B to the Independent Auditors' Report**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 Shantivijay Jewels Limited ("the Company") as of 31 March 2020 in conjunction with our audit of the standalone 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 ('ICAI'). 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, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. 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. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

reporting with reference to these standalone financial statements.

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.

Opinion

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2020, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India

For B.F. Chordia & Co.

Chartered Accountants

ICAI Firm Registration No: 101914W

Sd/-

B F Chordia

Proprietor

Membership No.: 09026

UDIN: 20009026AAAAAG5241

Place: Mumbai

Date: November 20, 2020

Standalone Balance Sheet as at March 31, 2020

Particulars	Note No	(Currency : Indian Rupees)	
		As at 31 st March 2020	As at 31st March 2019
I. EQUITY AND LIABILITIES			
1. Shareholder's Funds			
(a) Share Capital	3	30,020,000	30,020,000
(b) Reserves and Surplus	4	252,103,754	216,758,711
2. Non-Current Liabilities			
(a) Long term Borrowings	5	2,810,270	622,096
(b) Long -term provisions	6	615,033	874,021
3. Current Liabilities			
(a) Short-term borrowings	7	164,207,636	170,537,115
(b) Trade payables	8		
dues to Micro enterprises and small enterprises ('MSME')		16,849,227	7,937,235
dues to others		277,056,645	237,250,605
(c) Other current liabilities	9	3,415,331	2,606,470
(d) Short-term provisions	10	4,377,143	3,781,061
Total		751,455,039	670,387,314
II. Assets			
1. Non-current assets			
<i>(a) Property, plant and equipments</i>			
(i) Tangible assets	11	43,814,560	36,325,978
(ii) Intangible assets	11	3,587,680	2,314,098
(iii) Capital work-in- progress		-	52,614
(b) Non-current investments	12	28,326,410	28,502,385
(c) Deferred tax assets (net)	38	1,626,000	2,044,000
(d) Long term loans and advances	13	56,694,831	60,373,347
2. Current assets			
(a) Inventories	14	398,293,455	346,416,605
(b) Trade receivables	15	187,579,817	152,826,508
(c) Cash and cash equivalents	16	2,780,001	11,015,302
(d) Other bank balances	17	8,781,657	8,247,034
(d) Short-term loans and advances	18	19,469,339	21,765,534
(e) Other current assets	19	501,290	503,910
Total		751,455,039	670,387,314

The accompanying notes from 1 to 40 are an integral part of these standalone financial statements.

As per our report of even date attached.

For B.F.Chordia & Co.
Chartered Accountants
ICAI Firm's Registration No: 101914W
Sd/-
B.F.Chordia
Proprietor
Membership No . 9026
UDIN: 20009026AAAAAG5241

**For and on behalf of the Board of Directors of
Shantivijay Jewels Limited**
CIN: U36910MH1980PLC023289
Sd/-
P.K.GODHA
Chairman & M.D
DIN No: 00008194

Sd/-
A.K.GODHA
Vice Chairman & M.D
DIN No: 00008224

Place: Mumbai
Date: November 20, 2020

Place: Mumbai
November 20, 2020

Place: Mumbai
November 20, 2020

Standalone Statement of Profit and Loss for the year ended March 31, 2020

(Currency : Indian Rupees)

Particulars	Note No	For the year ended	
		March 31, 2020	March 31, 2019
I. Revenue from operations	20	1,079,956,151	879,428,606
II. Other Income	21	34,374,020	9,596,166
III. Total Revenue (I +II)		1114,330,171	889,024,772
IV. Expenses:			
Cost of materials consumed	22	862,558,345	700,193,450
Purchase of Stock-in-Trade	22	18,413,093	18,262,135
Changes in inventories of finished goods, work-in-progress and Stock-in-Trade	23	20,320,241	9,470,652
Employee benefit expense	24	50,646,485	44,145,502
Financial costs	25	7,340,601	11,212,628
Depreciation and amortization expense	11	5,638,824	4,369,643
Other expenses	26	106,563,079	90,319,133
Total Expenses		1,071,480,668	877,973,143
V. Profit before tax (III - IV)		42,849,503	11,051,629
VI. Tax expense:			
Current tax		7,086,459	-
Deferred tax charged / (credit)		418,000	569,000
		7,504,459	569,000
VII. Profit for the year		35,345,044	10,482,629
VIII. Earning per equity share:			
Equity share of par value of Rs. 10/- each Basic & Diluted	31	11.77	3.49

The accompanying notes from 1 to 40 are an integral part of these standalone financial statements.

As per our report of even date attached.

For B.F.Chordia & Co.
Chartered Accountants
ICAI Firm's Registration No: 101914W
Sd/-
B.F.Chordia
Proprietor
Membership No . 9026
UDIN: 20009026AAAAAG5241

**For and on behalf of the Board of Directors of
Shantivijay Jewels Limited**
CIN: U36910MH1980PLC023289
Sd/-
P.K.GODHA
Chairman & M.D
DIN No: 00008194

Sd/-
A.K.GODHA
Vice Chairman & M.D
DIN No: 00008224

Place: Mumbai
Date: November 20, 2020

Place: Mumbai
November 20, 2020

Place: Mumbai
November 20, 2020

Notes to the standalone financial statements for the year ended March 31, 2020

(Currency: Indian Rupees)

1 Company overview

Shantivijay Jewels Limited (the 'Company') was incorporated on October 14, 1980, having registered office G-37, Gems & Jewellery Complex, Building No:III, Seepz Andheri (East), Mumbai - 400 096, showroom in Trident Hotel and Factory at MIDC. Company is engaged in Manufacturing, Local and exports of wide range of studded gold jewellery and Diamond and Precious stones.

2 Summary of significant accounting policies

The accounting policies set out below have been applied consistently to the years presented in these financial statements.

2.1 Basis of preparation of financial statements

a. Basis of accounting:

The financial statements have been prepared and presented under the historical cost convention, on the accrual basis of accounting unless otherwise stated hereinafter, in accordance with the provisions of the Act and accounting principles generally accepted in India ('Indian GAAP') and comply with the Accounting Standards ('AS') specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 and the Companies (Accounting Standard) Amendment Rules, 2016 to the extent applicable. The financial statements are presented in Indian rupees (INR).

b. Use of estimate:

The preparation of financial statements in conformity with Generally Accepted Accounting Principles ('GAAP') in India requires management to make judgments, estimates and assumptions that affect the reported amounts of assets, liabilities, income and expenses and the disclosure of contingent liabilities on the date of the financial statements and the reported amounts of income and expenses during the reported year. Actual results could differ from those estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Any revision to accounting estimates is recognised prospectively in current and future years.

c. Current/Non Current Classification:

Any asset or liability is classified as current if it satisfies any of the following conditions:

- i. it is expected to be realized or settled or is intended for sale or consumption in the Company's normal operating cycle;
- ii. it is expected to be realized or settled within twelve months from the reporting date;
- iii. in the case of an asset
 - it is held primarily for the purpose of being traded; or
 - it is cash or cash equivalent unless it is restricted from being exchanged or used to settle a liability for at least twelve months after the reporting date;
- iv. in the case of a liability, the Company does not have an unconditional right to defer settlement of the liability for at least twelve months from the reporting date;

All other assets and liabilities are classified as non-current.

For the purpose of current/non-current classification of assets and liabilities, the Company has ascertained its normal operating cycle as twelve months. This is based on the nature of services and the time between the acquisition of assets or inventories for processing and their realization in cash and cash equivalents.

d. Property, plant and equipment:

Property, plant and equipment are stated at cost less accumulated depreciation. The cost of property, plant and equipment comprises of purchase price, taxes, duties, freight and any directly attributable cost of bringing the assets to working condition for its intended use. Rubber moulds of small value have not been capitalised and considered as consumables and charged to revenue.

Subsequent expenditure is related to an item of tangible fixed assets are added to its book value only if they increase future benefits from the existing asset beyond its previously assessed standard of performance.

An item of property, plant and equipment is eliminated from statements on disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between net disposal proceeds and the carrying amount of the asset and is recognised in the statement of profit and loss.

Notes to the standalone financial statements for the year ended March 31, 2020 (Contd.)

Depreciation

Depreciation on fixed assets is calculated on Straight Line Method using the rates arrived at based on the estimated useful lives given in Schedule II of the Companies Act, 2013. Depreciation on additions to or on disposal of assets is calculated on pro-rata basis.

Assets	Useful life (in years)
Buildings	30
Plant and equipments	15
Office Equipment	5
Computers	3
Furniture and Fixtures	10
Vehicles	8

e. Intangible assets

Intangible assets acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less accumulated amortisation and accumulated impairment losses, if any. Intangible assets are amortised on a straight line basis over the estimated useful economic life. Computer Software is amortized over a period of Five Years in equal installments. The amortisation period and amortisation method are reviewed at least at each financial year end.

Gains or losses arising from derecognition of an intangible assets are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the statement of income and expenditure when the asset is derecognised.

f. Impairment of tangible and intangible assets

The Company assesses at each reporting date whether there is an indication that an asset may be impaired. If any indication exists, or when annual impairment testing for an asset is required, the Company estimates the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's or cash-generating unit's (CGU) net selling price and its value in use. The recoverable amount is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or groups of assets. Where the carrying amount of an asset or CGU exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. In determining net selling price, recent market transactions are taken into account, if available. If no such transactions can be identified, an appropriate valuation model is used. After impairment, depreciation is provided on revised carrying amount of the asset over its remaining useful life.

g. Investments

Investments, which are readily realizable and intended to be held for not more than one year from the date on which such investments are made, are classified as current investments. All other investments are classified as long-term investments.

On initial recognition, all investments are measured at cost. The cost comprises purchase price and directly attributable acquisition charges such as brokerage, fees and duties. If an investment is acquired, or partly acquired, by the issue of shares or other securities, the acquisition cost is the fair value of the securities issued. If an investment is acquired in exchange for another asset, the acquisition is determined by reference to the fair value of the asset given up or by reference to the fair value of the investment acquired, whichever is more clearly evident.

Current investments are carried in the financial statements at lower of cost and fair value determined on an individual investment basis. Long-term investments are carried at cost. However, provision for diminution in value is made to recognize a decline other than temporary in the value of the investments.

On disposal of an investment, the difference between its carrying amount and net disposal proceeds is charged or credited to the statement of profit and loss.

h. Leases

Where the company is lessee

Lease rentals on assets taken on operating lease are recognised as expense in the Statement of Profit and Loss on over the lease term.

Where the company is the lessor

Sub-lease income on an operating lease is recognized in the statement of profit and loss on a straight-line basis over the lease term. Costs, including depreciation, are recognized as an expense in the statement of profit and loss. Initial direct costs such as legal costs, brokerage costs, etc. are recognized immediately in the statement of profit and loss.

Notes to the standalone financial statements for the year ended March 31, 2020 (Contd.)

i. Revenue recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. The following specific recognition criteria must also be met before revenue is recognized:

Sale of traded goods

Revenue from sale of goods is recognised at the point in time when control of the asset is transferred to the customer, generally on delivery of the goods / point of dispatch.

Rendering of labour services

Revenue from services are recognised as and when services are rendered to customers.

Interest income

Interest is recognised using the time proportion basis taking into account the amount outstanding and the interest rate applicable.

j. Input Tax Credit:

Input credit of Goods and Services tax (GST) is recognized in the year in which the underlying service rendered is accounted and when there is no uncertainty in availing / utilising the credit.

k. Inventories

Inventories are valued at the lower of cost and net realisable value.

Costs incurred in bringing each product to its present location and condition are accounted for as follows:

Raw Material: Lower of cost or net realisable value. Cost is determined on first in first out ('FIFO') basis.

Loose Tools: Lower of the cost or net realisable value.

Finished goods: Lower of cost or net realisable value. Cost is determined on FIFO basis, includes direct material and labour expenses and appropriate proportion of manufacturing overheads based on the normal capacity for manufactured goods.

Stock in trade: Lower of cost or net realisable value. Cost is determined on first in first out ('FIFO') basis.

Net realisable value is the estimated selling price in the ordinary course of business less estimated costs of completion and estimated costs necessary to make the sale.

Inventory of spares, Rubber Moulds is not valued and is charged to revenue.

l. Taxation

Income-tax expense comprises current tax (i.e. amount of tax for the year determined in accordance with the income-tax law) and deferred tax charge or credit (reflecting the tax effects of timing differences between accounting income and taxable income for the year). Income-tax expense is recognised in Statement of profit and loss.

Current tax

Provision for current tax is recognised in accordance with the provisions of the Income tax Act, 1961 and is made based on the tax liability using the applicable tax rates and tax laws after taking credit for tax allowances and exemptions.

Deferred tax

Deferred income tax assets and liabilities are recognised for all temporary differences arising between the tax base of assets and liabilities and their carrying amounts in the financial statements. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax benefit will be realised. Deferred income tax assets and liabilities are measured using tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date and are expected to apply to taxable income in the years in which those temporary differences are expected to be recovered or settled. The effect of changes in tax rates on deferred income tax assets and liabilities is recognised as income or expense in the year that includes the enactment or the substantive enactment date.

Deferred tax asset is recognised only to the extent there is reasonable certainty that the assets can be realised in future; however, where there is unabsorbed depreciation or carried forward loss under taxation laws, deferred tax asset is recognised only if there is a virtual certainty of realisation of such asset. Deferred tax asset is reviewed as at each Balance sheet date and written down or written up to reflect the amount that is reasonably / virtually certain to be realised.

Notes to the standalone financial statements for the year ended March 31, 2020 (Contd.)
m. Employee benefits*Short term employee benefits*

Employee benefits payable wholly within twelve months of availing employee services are classified as short-term employee benefits. These benefits include salaries and wages, bonus and ex-gratia. The undiscounted amount of short term employee benefits such as salaries and wages, bonus and ex-gratia to be paid in exchange of employee services are recognised in the year in which the employee renders the related service.

Defined contribution plans

Contributions payable to the recognised provident fund, which is a defined contribution scheme, is made monthly predetermined to the appropriate authorities and charged to statement of profit and loss on an accrual basis. There are no other obligation other than contribution payable to the respective fund.

Defined benefit plans

Gratuity a defined benefit scheme, is accrued based on an actuarial valuation at the balance sheet date, carried out by an independence actuary. The present value of the obligation under such defined benefit plan is determined based on at actuarial valuation using the projected unit credit method, which recognised each year of service as giving rise to additional units of employee benefit entitlement and measure each unit separately to build up the final obligation.

Compensated absences

The employees of the Company are entitled to compensated absences. The employees can carry forward a portion of the unutilized accumulating compensated absences and utilize it in future periods or receive cash at retirement or termination of employment

n. Earnings per share ('EPS')

Basic EPS is computed by dividing the net profit/loss for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year.

o. Foreign currency transaction and translation

a) Initial recognition:

Transactions in foreign currencies entered into by the Company are accounted at the exchange rates prevailing on the date of the transaction. Exchange differences arising on foreign exchange transactions settled during the year are recognized in the Statement of Profit and Loss.

b) Measurement of foreign currency items at the Balance Sheet date:

Foreign currency monetary items of the Company are restated at the closing exchange rates. Non-monetary items are recorded at the exchange rate prevailing on the date of the transaction. Exchange differences arising out of these translations are recognized in the Statement of Profit and Loss.

p. Provisions and contingencies

Provisions are recognised when the Company has a present obligation as a result of past events, it is more likely than not that an outflow of resources will be required to settle the obligation and the amount can be reasonably estimated.

A disclosure for a 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.

Loss contingencies arising from claims, litigation, assessment, fines, penalties, etc. are recorded when it is probable that a liability has been incurred and the amount can be reasonably estimated.

q. Cash and cash equivalents

Cash and cash equivalents comprise cash in hand, demand deposits with banks/corporations and short-term highly liquid investments (original maturity less than three months) that are readily convertible into known amount of cash and are subject to an insignificant risk of change in value.

r. Cashflow Statements

Cashflows are reported using the indirect method, whereby profit for the year is adjusted for the effects of transactions non cash nature, any deferrals or accruals of past and future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows. The cashflows from operating, investing and financing activities of the company are segregated.

Notes to the standalone financial statements for the year ended March 31, 2020 (Contd.)

	31.03.2020	31.03.2019
3 SHARE CAPITAL		
Authorised- Equity shares of Rs. 10 par value 60,00,000 Equity Shares	60,000,000	60,000,000
Issued , Subscribed & Paid Up		
30,02,000 Equity Shares of Rs. 10/- par value fully paid	30,020,000	30,020,000
Total	30,020,000	30,020,000

Refer to Note 31 for details of basic and diluted shares .

(a) The Company has only one class of shares referred to as equity shares having a par value of 10/-. Each holder of equity shares is entitled to one vote per share.

(b) Names of shareholders holding more than 5% shares in the Company

Name of the shareholder	31.03.2020	%	31.03.2019	%
	No of shares		No of shares	
1 Rajrani Bimalchand Godha	837,607	27.90	837,607	27.90
2 Pradeepkumar Bimalchand Godha	491,899	16.38	491,899	16.38
3 Anurag Bimalchand Godha	488,987	16.28	488,989	16.28
4 Varun pradeep kumar Godha	268,500	8.94	268,500	8.94
5 Namita Anurag Godha	191,295	6.37	191,295	6.37
6 Sudha Pradeepkumar Godha	188,795	6.29	188,795	6.29
7 Anish Anurag Godha	151,600	5.05	151,600	5.05

(c) Reconciliation of the number of shares and amount of share capital outstanding at the beginning and at the end of the reporting year

Particulars	As at 31.03.2020	As at 31.03.2019
	No. of Shares	No. of Shares
Number of shares at the beginning and at the end	3,002,000	3,002,000
Add : equity shares issued during the year	-	-
Outstanding at the end of the year	3,002,000	3,002,000

	As at 31.03.2020	As at 31.03.2019
4 RESERVE AND SURPLUS		
Security Premium Reserve	46,797,952	46,797,952
Capital Reserve	20,055,422	20,055,422
General Reserve	108,961,349	108,961,350
Profit & Loss Account		
Opening Balance	40,943,987	30,461,358
Add : Profit for the year	35,345,044	10,482,629
	76,289,031	40,943,987
Total	252,103,754	216,758,711

Notes to the standalone financial statements for the year ended March 31, 2020 (Contd.)

	31.03.2020	31.03.2019
5 LONG TERM BORROWINGS (SECURED)		
Loan from Non-banking financial institutions*	2,359,144	-
Loan from banks** (Secured by Hypothecation of Motor Cars)	451,126	622,096
Total	2,810,270	622,096
*The Company have borrowed funds from Non- banking financial institutions. Rate of Interest on these loans ranges from 7.25 to 8.0 % , these are repayable in 36 months.		
**The Company have borrowed funds from Banks. Rate of Interest on these loans ranges from 9.50 to 9.75 % , these are repayable in 36 months.		
6 LONG TERM PROVISIONS	31.03.2020	31.03.2019
Provision for Employee benefits-Gratuity	615,033	874,021
Total	615,033	874,021
7 SHORT TERM BORROWINGS		
PACKING CREDIT (Secured)	156,487,275	117,431,191
DISCOUNTED BILLS (Secured)	7,720,361	53,105,924
(Against hypothecation of stocks, collaterally secured by hypothecation of Book debts & Machinery and Negative Lien of Immovable property of Bharat Diamond Bourse and Rajrani Godha, personally guaranteed by whole time directors.)		
Total	164,207,636	170,537,115
8 TRADE PAYABLES		
Total outstanding dues of Micro enterprises and small enterprises ('MSME') (Refer note:37)	16,849,227	7,937,235
Total outstanding dues of creditors other than MSME		
- related parties (Refer note: 33)	48,702,751	22,382,499
- Others	228,353,894	214,868,106
Total	293,905,872	245,187,840
9 OTHER CURRENT LIABILITIES		
Current maturities of long term debt	2,203,779	1,116,720
Advance from customers	-	36,698
Un-paid dividends *	-	17,199
Other Payables #	1,211,552	1,435,853
Total	3,415,331	2,606,470
* This amount , due and outstanding , to be credited to Investor Education and Protection Fund .		
# Includes Statutory dues & securirty deposit		
10 SHORT TERM PROVISION		
Provision for compensated absences	1,551,176	1,260,336
Provisions for Employee Benefits- Bonus	2,825,967	2,520,725
Total	4,377,143	3,781,061

Notes to the standalone financial statements for the year ended March 31, 2020 (Contd.)
11 Property, Plant and Equipment

PARTICULARS	Gross Block				DEPRECIATION AND AMORTIZATION				NET BLOCK	
	As at 01.04.2019	Additions/ adjustments	Deductions/ adjustments	As at 31.03.2020	As at 01.04.2019	FOR THE YEAR	Deductions/ adjustments	Upto 31.03.2020	AS ON 31.03.2020	AS ON 31.03.2019
Tangible Assets										
Building	3,7439,519	-	-	37,439,519	25,831,848	571,012	-	26,402,862	11,036,657	11,607,671
Plant and Equipments	35,791,338	3,483,166	-	39,274,504	20,015,817	1,629,871	-	21,645,687	17,628,817	15,775,521
Office Equipments	10,867,145	546,440	-	11,413,585	9,163,264	606,696	-	9,769,960	1,643,625	1,703,881
Furniture and Fixtures	6,203,907	81,100	-	6,285,007	4,362,175	325,329	-	4,687,505	1,597,502	1,841,733
Vehicles	11,322,507	7,867,732	886,994	18,303,245	5,925,334	1,312,593	842,644	6,395,286	11,907,959	5,397,173
Total (a)	101,624,416	11,978,438	886,994	112,715,860	65,298,438	4,445,502	842,644	68,901,300	43,814,560	36,325,978
Intangible Assets										
Software	10,832,420	2,466,903	-	13,299,323	8,518,321	1,193,323	-	9,711,642	3,587,680	2,314,098
Total (b)	10,832,420	2,466,903	-	13,299,323	8,518,321	1,193,323	-	9,711,642	3,587,680	2,314,098
Total (a + b)	112,456,836	14,445,341	886,994	126,015,183	73,816,760	5,638,824	842,644	78,612,943	47,402,240	38,640,076
Previous Year	104,076,779	8,380,057	-	112,456,836	69,447,117	4,369,643	-	73,816,760	38,640,076	34,629,674

Note : Motor Vehicles costing Rs. 146.27 lacs are in the name of the Directors of the Company.

	<u>31.03.2020</u>	<u>31.03.2019</u>
12 NON CURRENT INVESTMENTS		
A) QUOTED, FULLY PAID EQUITY SHARES, NON TRADING, AT COST		
Gujrat Fluorochemicals Ltd - 300 Shares of Rs. 10/- each	-	32,475
Canara Bank -4100 shares of Rs. 10/- each	-	143,500
	-	175,975
UN QUOTED		
In wholly owned Subsidiary Company		
4,50,250 fully paid Equity shares of US \$ 1 each in Shantivijay Jewels International Ltd Mauritius.	18,826,410	18,826,410
1,83,000 fully paid Equity shares of Rs.10/- each of German Garden Ltd.	2,021,613	2,021,613
Less : Provision for Diminution in the value	(2,021,613)	(2,021,613)
	-	-
80,000 fully paid equity shares of 100/- each of Light Bite Foods P Ltd	8,000,000	8,000,000
Investment in Canara Bank Robecco Fund (Market Value of quoted shares Rs. Nil, Previous Yr Rs. 13.21 Lakhs)	1,500,000	1,500,000
(Book value Rs.Nil, Previous year Rs.1.76 Lakhs)		
Total	<u>28,326,410</u>	<u>28,502,385</u>

Notes to the standalone financial statements for the year ended March 31, 2020 (Contd.)

	31.03.2020	31.03.2019
13 LONG TERM LOANS AND ADVANCES		
Un-secured , considered good		
Loans and advances to Employees	1,680,863	964,000
Capital advances-Advance against property	27,869,200	27,869,200
Balances with Tax authorities.	4,204,231	8,624,780
Other loans & advances	9,134,337	9,134,337
Rental Deposits	12,703,230	12,703,230
Other Security Deposits	1,102,970	1,077,800
Total	56,694,831	60,373,347
14 INVENTORIES		
(Inventories are valued at lower of the cost or net realisable value)		
Raw Materials	353,315,113	280,201,201
Finished Goods	41,761,736	62,081,977
Stores & Spares	2,658,430	3,208,225
Loose tools	558,176	925,202
Total	398,293,455	346,416,605
15 TRADE RECEIVABLES		
Un-secured considered good		
Debts outstanding for a period exceeding six months from the date they were due for payment	42,285,787	19,276,492
Other debts considered good	145,294,030	133,550,016
Total	187,579,817	152,826,508
Total trade receivables from related parties (Refer note:33)	13,133,176	8,201,603
16 CASH AND CASH EQUIVALENTS		
Cash on Hand	1,161,580	655,696
Balance with Bank		
In current and Deposit Account *	1,618,421	10,359,606
Total	2,780,001	11,015,302
17 OTHER BANK BALANCES		
Deposits with remaining maturity for less than 12 months	8,781,657	8,247,034
Total	8,781,657	8,247,034
18 SHORT TERM LOANS AND ADVANCES		
Un-secured , considered good		
Balances with Tax authorities	4,945,931	9,283,977
Advances to Employees and Contractors	9,567,321	9,008,426
Prepaid Expenses	2,987,605	1,412,384
Other Advances	1,968,483	2,060,746
Total	19,469,339	21,765,534
19 OTHER CURRENT ASSETS		
Interest accrued on FDR	470,709	463,806
Other Current Assets	30,581	40,104
Total	501,290	503,910
20 REVENUE FROM OPERATIONS		
Sales - Jewellery	1,061,153,892	859,894,604
Sales - Diamond	15,787,678	17,685,290
Sales - Precious stones & Others	2,619,581	1,550,212
Services - Labour charges	395,000	298,500
Total	1,079,956,151	879,428,606

Notes to the standalone financial statements for the year ended March 31, 2020 (Contd.)

	<u>31.03.2020</u>	<u>31.03.2019</u>
21 OTHER INCOME		
Dividend - Long term Investments	6,500	11,750
Interest received #	1,357,187	1,371,276
Gain on Foreign currency transaction / translation	18,999,815	1,754,493
Insurance claim refund	5,524,150	-
Income tax Interest received	3,227,388	5,925,679
Excess prov for exp written back	71,961	37,968
Rent recd	732,000	495,000
Prior Period Income	437,726	-
Profit on sale of shares	4,017,293	-
Total	34,374,020	9,596,166
<p># Interest received includes Interest on bank deposit & others of Rs. 6.26 lakhs (Pr.yr 6.32 lakhs) and Interest on loans and advances of Rs.7.31 lakhs (Pr. Yr .7.31 lakhs)</p>		
22 MATERIALS		
1) COST OF MATERIALS CONSUMED		
Gold	285,775,805	202,769,177
Diamond	520,588,009	433,391,084
Others	56,194,531	64,033,189
Total	862,558,345	700,193,450
2) PURCHASE OF STOCK IN TRADE		
Diamond & P/stones	18,413,093	18,262,135
23 Changes in inventories of finished goods , work in progress and stock - in -trade		
Opening Stock of Finished Goods	62,081,977	65,885,329
Add : Purchases of Finished Goods	-	5,667,300
	620,81,977	71,552,629
Less : Closing Stock of Finished Goods	41,761,736	62,081,977
Less : Melting of Finished Goods	-	-
Total	20,320,241	9,470,652
24 EMPLOYEE BENEFIT EXPENSES		
Salaries & Wages	34,968,953	30,970,595
Contribution to provident and other funds	3,364,266	2,842,443
Welfare Expenses	255,267	144,625
	385,88,486	33,957,663
Directors Remuneration (Including Rs. 15,61,544 /- for perks)	12,057,999	10,187,839
Total	50,646,485	44,145,502
25 FINANCIAL COSTS		
Interest paid	7,340,601	11,212,628
Total	7,340,601	11,212,628

Notes to the standalone financial statements for the year ended March 31, 2020 (Contd.)

	31.03.2020	31.03.2019
26 OTHER EXPENSES		
Consumable Stores, Spares & Tools	7,004,150	5,461,167
Labour Charges	56,792,719	43,593,275
Rent	3,265,174	2,987,565
Electricity Charges	3,795,136	3,256,908
Professional & Technical Fees	4,116,109	4,276,374
Bank Charges	2,560,478	1,808,046
ECGC Premium charges	983,267	862,610
Rates & Taxes	2,364,922	2,365,683
Repairs & Maintenance :		
Repairs & Maintenance to Machinery	782,692	851,964
Building	1,746,396	374,670
Others	2,046,923	2,266,031
	4,576,011	3,492,665
Donations	2,208,362	1,573,984
Auditors Remuneration :		
As Auditors	1,000,000	900,000
For Taxation Services	200,000	200,000
	1,200,000	1,100,000
Insurance	1,219,854	2,294,976
Commission & Discount	2,551,168	2,271,523
loss on Sale of Car	19,350	-
Other General Expenses	13,827,797	12,646,371
Prior Period Items		
Lease Rent Digging	-	8,976
Electricity charges	-	3,447
Repairs & maint-others	722	5,495
Property taxes (Normal life style)	-	2,310,068
Fire Cess Rent	42,416	-
Membership & Subscription	35,000	-
Sundry Expenses	444	-
	78,582	2,327,986
Total	106,563,079	90,319,133

Notes to the standalone financial statements for the year ended March 31, 2020 (Contd.)
27 Contingent liabilities and commitments

As at March 31, 2020, Company does not have any outstanding contingent liabilities and commitments.

28 Transactions in foreign currencies (in Rupee Equivalent):

Particulars	As at March 31, 2020	As at March 31, 2019
a) Expenditure in foreign currencies:		
Travelling Expenses	1,269,480	1,180,021
Exhibition Expenses & Advances	-	695,635
Bank Charges	181,648	118,023
Sales promotion expenses	11,802	17,371
Total	1,462,930	2,011,050
b) Earnings in foreign currencies:		
Free on board (FOB) Value of Exports	986,549,611	813,972,253
c) Unhedged foreign currency exposure		
On account of imports and others (Equivalent USD)	82,745,419	42,298,087
on account of export of goods (Equivalent USD)	1,098,512	609,138
	57,449,830	-
	716,194	-

29 Financial and derivative instruments

The Company enters into foreign currency forward contracts to hedge against the foreign currency risk relating to payment of foreign currency receivables. The Company does not apply hedge accounting on such relationships. Further, the Company does not enter into any derivative transactions for speculative purposes

(a) Forward exchange contract entered into by the company for hedging currency related risks	94,420,000	135,913,000
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30 Consumption of Imported and indengeous Raw Material

	As at March 31, 2020	in %	As at March 31, 2019	in %
(a) Raw Material Consumed				
Indigenous	538,115,458	61%	511,444,725	71%
Imported	342,855,980	39%	207,010,860	29%
(b) Stores and Tools Consumed				
Indigenous	3,829,440	55%	3,184,649	58%
Imported	3,174,710	45%	2,276,519	42%

	As at March 31, 2020	As at March 31, 2019
(c) CIF value of Imports (Including Inter Unit Purchases)		
Raw Materials	307,694,056	228,444,794
Stores & Consumables & Spares	2,823,246	1,388,107
Finished Goods	-	-
Fixed Assets	2,310,607	2,354,171
	312,827,909	232,187,072

Notes to the standalone financial statements for the year ended March 31, 2020 (Contd.)

	As at March 31, 2020	As at March 31, 2019
31 Earnings per share		
Net Profit attributable to equity shareholders	35,345,044	10,482,629
Weighted average number of equity shares outstanding during the year	3,002,000	3,002,000
Basic and diluted earnings per share of face value of Rs 10 each, fully paid up	11.77	3.49
32 Lease Disclosures		
a. Operating lease: company as lessee		
Company have entered into lease agreement and taken premises on lease for 24 to 60 months, which are in the nature of operating lease		
Particulars		
Lease expenses recognised in the statement of profit and loss for the year	3,147,450	2,928,253
Future Minimum Lease Payment		
Future Lease rent payable upto one year	2,076,200	1,812,000
Future Lease rent payable more than year but less than five year	3,153,600	906,000
Future lease rent payable more than five year	-	-
b. Operating sublease: company as lessor		
Company have entered into sub-lease agreement for 12 months, which are in the nature of operating lease.		
Lease income recognised in the statement of profit and loss for the year	732,000	495,000

33 Related party disclosures

A. Names of related parties and description of their relation

Parties where control exists:

Name of the Related Party	Nature of Relationship
Subsidiary and Associate Companies	
Shantivijay Jewels International Ltd. - Mauritius	Wholly owned subsidiary company
Shantivijay Impex DMCC, Dubai (Subsidiary of Shantivijay Jewels International Ltd.)	Wholly owned fellow subsidiary company
Precious Gems Pvt. Ltd.	Associate Company
Light Bite Foods Private Ltd.	Associate Company
Diamondere Pvt. Ltd.	Associate Company
Key Managerial Person ('KMP')	
Shree Pradeep Kumar Godha	Chairman & Managing Director
Shree Anurag Godha	Vice Chairman & Managing Director
Relatives of Key Management Personnel and Associates	
Smt Rajrani Godha	Relative of Key managerial personnel
Smt Sudha Godha	Relative of Key managerial personnel
Smt Namita Godha	Relative of Key managerial personnel
Shree Varun Godha	Relative of Key managerial personnel
Smt Deepika Godha	Relative of Key managerial personnel

Notes to the standalone financial statements for the year ended March 31, 2020 (Contd.)
Related parties with whom transactions have taken place during the year:

Name of the Related Party	Nature of Relationship
Subsidiary and Associate Companies	
Shantivijay Impex DMCC, Dubai (Subsidiary of Shantivijay Jewels International Ltd.)	Wholly owned fellow subsidiary company
Light Bite Foods Private Ltd.	Associate Company
Diamondere Pvt. Ltd.	Associate Company
Key Managerial Person ('KMP')	
Shree Pradeep Kumar Godha	Chairman & Managing Director
Shree Anurag Godha	Vice Chairman & Managing Director
Relatives of Key Management Personnel and Associates	
Smt Rajrani Godha	Relative of Key managerial personnel
Smt Sudha Godha	Relative of Key managerial personnel
Smt Namita Godha	Relative of Key managerial personnel
Shree Varun Godha	Relative of Key managerial personnel
Smt Deepika Godha	Relative of Key managerial personnel

B. Transactions with related parties

Name of the Related Party	Nature of Relationship	Nature of Transaction	For the year ended March 31, 2020	For the year ended March 31, 2019
Shantivijay Impex DMCC, Dubai	Wholly owned fellow subsidiary company	Sales	101,56,186	184,60,133
Shantivijay Impex DMCC, Dubai	Wholly owned fellow subsidiary company	Purchases	1915,15,517	1466,71,018
Diamondere P Ltd.	Associate Company	Sales & Labour	483,24,090	346,31,972
Diamondere P Ltd.	Associate Company	Rent	7,32,000	4,95,000
Light Bite Foods P Ltd.	Associate Company	Investment in Shares	-	30,00,000
Pradeep Kumar Godha	Managing Director	Remuner+perks	61,08,592	52,02,569
Anurag Godha	Managing Director	Remuner+perks	59,49,407	49,85,270
Rajrani Godha	Relative of Director	Rent paid	1,20,000	1,20,000
Sudha Godha	Relative of Director	Remuneration +Bonus	5,76,000	4,18,176
Namita Godha	Relative of Director	Remuneration +Bonus	5,76,000	4,18,176
Deepika Godha	Relative of Director	Remuneration +Bonus	4,32,000	3,06,662

C. Details of balances receivable / (payable) to related parties

		As at March 31, 2020	As at March 31, 2019
Trade Receivable			
Diamondere P Ltd.	Associate Company	129,36,856	82,01,603
Diamondere P Ltd.	Associate Company	1,96,320	-
Trade Payable			
Shantivijay Impex DMCC, Dubai	Wholly owned fellow subsidiary company	(471,61,736)	(215,85,901)
Rent payable			
Rajrani Godha	Relative of Director	(2,04,558)	(1,16,067)
Remuneration payable			
Pradeep Kumar Godha	Managing Director	(5,35,001)	(2,92,604)
Anurag Godha	Managing Director	(4,24,442)	(2,99,946)
Sudha Godha	Relative of Director	(1,33,155)	(17,155)
Namita Godha	Relative of Director	(1,41,269)	(70,236)
Deepika Godha	Relative of Director	(1,02,000)	-
Varun Godha	Relative of Director	(590)	(590)
Investment in equity shares			
Light Bite Foods P Ltd	Associate Company	-	30,00,000
Security deposit paid			
Rajrani Godha	Relative of Director	120,00,000	120,00,000
Surety given to Company's banker by Third parties (Market Price)			
Rajrani Godha	Relative of Director	441,00,000	441,00,000

Notes to the standalone financial statements for the year ended March 31, 2020 (Contd.)

34 Employee benefits

a. Defined contribution plans

The Company makes contributions determined as a specified percentage of employees' salary in respect of qualifying employees towards Provident Fund and Employees State Insurance Corporation which are defined contribution plans. The contributions are charged to statement of profit and loss as they accrue. The Company has recognised the following amount as an expense and included in the Note 24 under "Contribution to provident fund":

	For the year ended March 31, 2020	For the year ended March 31, 2019
Contribution to provident and other funds	3,364,266	2,773,151
Total	3,364,266	2,773,151

b. Defined benefit plans

Gratuity

Company have opted for Group Gratuity Scheme with LIC of India ; Company's contribution based on a actuarial valuation by LIC is charged to Profit and Loss Account . Company have made provision for Gratuity for the employees who are not covered by LIC 's Group Gratuity scheme.

The amount to be recognized in Balance Sheet

	As at March 31, 2020	As at March 31, 2019
Present value of the defined benefit obligation at the end of the year	14,309,760	10,691,531
Fair value of plan assets	778,384	808,395
Plan asset / (liability)	(13,531,376)	(9,883,136)

Changes in the present value of the defined benefit obligation are as follows:

Defined benefit obligation at beginning of the year	10,691,531	10,018,333
Current service cost	637,051	614,845
Interest cost	801,865	751,375
Actuarial (Gains)/Losses	2,385,303	220,888
Sub-total included in statement of profit and loss	3,824,219	1,587,108

Benefits paid

(205,990)

(913,910)

Defined benefit obligation at the end of the year

14,309,760

10,691,531

Changes in the fair value of plan assets are as follows:

Opening fair value of plan assets	808,395	1,636,529
Expected return	17,907	85,776
Contributions by employer	158,072	-
Benefits paid	(205,990)	(913,910)
Actuarial gains / (losses)	-	-
Closing fair value of plan assets	778,384	808,395

Expense recognised in Statement of Profit and Loss

Current service cost	637,051	614,845
Interest cost on benefit obligation	801,865	751,375
Expected return on plan assets	(17,907)	(85,776)
Net actuarial (gain) / loss recognized in the year	2,385,303	220,888
Net benefit expense	38,06,312	1,501,332

Following table summarises the key assumptions used for actuarial valuation of gratuity obligations for each reporting year:

Actuarial assumptions

Discount rate	7.25% p.a.	7.50% p.a.
Future salary increases	5% p.a.	5% p.a.

Compensated absences

Accrued leave salary is estimated and provided on accrual basis. The expense is recognised at present value of amount payable to employees. Total Liability for leave salary outstanding at year end rate is Rs. 15,51,176/- (PY Rs.12,60,336/-)

Notes to the standalone financial statements for the year ended March 31, 2020 (Contd.)

35 Impact of Covid-19 Crisis

The Company has considered the possible effects that may result from the pandemic relating to COVID-19 on the carrying amounts of property, plant and equipment, investments, inventory, receivable and other current assets. In developing the assumptions relating to the possible future uncertainties in the global economic condition because of the pandemic, the Company, as at the date of the approval of these financial statements has used internal and external sources on the expected future performance of the Company. The management of the Company has exercised due care in concluding significant accounting judgements and estimates in preparation of financial statements. Based on current indicators of future economic conditions, the Company expects the carrying amount of these assets will be recovered and sufficient liquidity is available to fund the business operations. Given the uncertainty because of COVID-19, the final impact on the Company's assets in future may differ from that estimated as at the date of approval of these financial statements.

36 Segment reporting

The primary segment reporting format is determined to be business segment. The Company is engaged in only one segment i.e Gems and Jewellery business . The Company's Geographical Segment are as under:

Country	Sales for the year		Balance receivables as at	
	March 31, 2020	March 31, 2019	March 31, 2020	March 31, 2019
Exports				
U.S.A.	397,052,558	421,521,306	76,911,806	86,159,952
Europe	514,448,304	308,197,609	12,242,598	2,810,691
Middle East	67,547,883	79,940,041	59,849,718	31,289,495
Others	7,923,943	4,565,297	2,958,933	589,718
Local Sales	92,588,463	64,905,853	35,616,760	31,976,653
Total	1,079,561,151	879,130,106	187,579,816	152,826,508

37 Dues to Micro and Small Enterprise

Under the Micro, Small and Medium Enterprises Development Act, 2006 ('MSMED') which came in to force from 2 October, 2006, certain disclosures are required to be made relating to dues to Micro and Small enterprises. On the basis of information and records available with the Management, the following disclosures are made for the amounts due to Micro and Small enterprises:

	As at March 31, 2020	As at March 31, 2019
The amounts remaining unpaid to micro and small suppliers as at the end of the year		
- Principal	16,849,227	7,937,235
- Interest	-	-
Amount of interest paid by the Company in terms of Section 16 of the MSMED, along with the amount of payment made to the supplier beyond the appointed day during the accounting year	-	-
The amount of the payments made to micro and small suppliers beyond the appointed day during each accounting year.	-	-
Amount of interest due and payable for the delay in making payment (which have been paid but beyond the appointed day during the year) but without adding interest specified under MSMED	-	-
Amount of interest accrued and remaining unpaid at the end of the accounting year	-	-
The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprise, for the purpose of disallowance of a deductible expenditure under Section 23 of the MSMED Act, 2006	-	-

Notes to the standalone financial statements for the year ended March 31, 2020 (Contd.)**38 Accounting for deferred tax**

The Deferred Tax Liability has arisen mainly on account of timing difference between Depreciation admissible under Income Tax Rules and Depreciation in Books.

Major components of Deferred Tax Liability is arising on account of timing difference as under :

	As at March 31, 2020	As at March 31, 2019
Assets		
Difference between Book & Tax Depreciation	1,780,769	2,287,143
Less : Provision for Gratuity	(154,804)	(243,130)
Net Deferred tax assets	1,625,965	2,044,013
Net Deferred tax assets (Rounded off to nearest Rs.'000)	1,626,000	2,044,000
Net deferred tax charged / (credit)	(418,000)	(569,000)

39 Information with regard to other matters specified in Schedule III is either Nil or not applicable to the Company.

40 Previous year's figures have been regrouped / reclassified wherever necessary to correspond with current year's classification.

As per our report of even date attached.

For B.F.Chordia & Co.

Chartered Accountants
ICAI Firm's Registration No: 101914W
Sd/-

B.F.Chordia

Proprietor
Membership No . 9026
UDIN: 20009026AAAAAG5241

Place: Mumbai
Date: November 20, 2020

**For and on behalf of the Board of Directors of
Shantivijay Jewels Limited**

CIN: U36910MH1980PLC023289
Sd/-

P.K.GODHA

Chairman & M.D
DIN No: 00008194

Place: Mumbai
November 20, 2020

Sd/-

A.K.GODHA

Vice Chairman & M.D
DIN No: 00008224

Place: Mumbai
November 20, 2020

Standalone Cash flow statement for the year ended March 31, 2020

	(Currency : Indian Rupees)	
	As at March 31, 2020	As at March 31, 2019
A. CASH FLOW FROM OPERATION ACTIVITIES :-		
Net Profit before tax	42,849,503	11,051,629
Add: Adjustments for :		
Depreciation and amortization expense	5,638,824	4,369,643
Financial costs	7,340,601	11,212,628
	<u>55,828,928</u>	<u>26,633,900</u>
Adjustments for :		
Interest/Dividend Received	(1,363,687)	(1,383,026)
<i>Operating Profit before working capital changes</i>	<u>54,465,241</u>	<u>25,250,874</u>
Adjustments for :		
(Increase) / Decrease in operating assets		
Inventories	(51,876,850)	(75,215,749)
Trade receivables	(34,753,309)	(10,077,939)
Short term loans & advances	2,296,194	(1,292,320)
Long term loans & advances	(742,033)	1,304,240
Other Current assets	2,620	204,016
	<u>(30,608,136)</u>	<u>(59,826,878)</u>
Increase /(Decrease) in operating liabilities		
Trade Payables	48,718,032	76,800,210
Other Current liabilities	808,861	549,787
Long term provisions	(258,988)	23,940
Short term Provisions	596,082	1,573,577
	<u>19,255,851</u>	<u>19,120,637</u>
Cash generated from Operation	<u>19,255,851</u>	<u>19,120,637</u>
Finance Cost	(7,340,601)	(11,212,628)
Taxes Paid	(2,665,910)	1,803,937
	<u>9,249,339</u>	<u>9,711,946</u>
B. CASH FLOW FROM INVESTING ACTIVITIES :-		
Purchase of Fixed assets	(14,392,724)	(8,432,671)
Investments	175,975	500,000
Sale /Impairment of Fixed Assets.	44,350	-
Deposits placed in banks	(534,623)	1181,887
Interest & Dividend Received	1,363,687	1383,026
	<u>(13,343,335)</u>	<u>(5,367,758)</u>
<i>Net cash(used in)/from Investment activities</i>	<u>(13,343,335)</u>	<u>(5,367,758)</u>
C. CASH FLOW FROM FINANCING ACTIVITIES :-		
Decrease in Bank borrowings	(4,141,305)	(4,404,151)
	<u>(4,141,305)</u>	<u>(4,404,151)</u>
<i>Net cash used in Finance activities</i>	<u>(4,141,305)</u>	<u>(4,404,151)</u>
Net increase in cash and cash equivalents (A+B+C)	<u>(8,235,301)</u>	<u>(59,963)</u>
Cash and Cash Equivalents		
Opening Balance	11,015,302	11,075,265
Closing Balance	<u>2,780,001</u>	<u>11,015,302</u>
	<u>(8,235,301)</u>	<u>(59,963)</u>

Notes:

The cash flow statement has been prepared under the indirect method as set out in Accounting Standard 3 (AS - 3) on Cash flow statement prescribed in the Companies (Accounting Standards) Rules, 2006.

Previous year's figures are audited and have been regrouped / reclassified wherever necessary to correspond with current year classification.

The accompanying notes from 1 to 40 are an integral part of these financial statements.

As per our report of even date attached.

For B.F.Chordia & Co.

Chartered Accountants

ICAI Firm's Registration No: 101914W

Sd/-

B.F.Chordia

Proprietor

Membership No . 9026

UDIN: 20009026AAAAAG5241

Place: Mumbai

Date: November 20, 2020

**For and on behalf of the Board of Directors of
Shantivijay Jewels Limited**

CIN: U36910MH1980PLC023289

Sd/-

P.K.GODHA

Chairman & M.D

DIN No: 00008194

Place: Mumbai

November 20, 2020

Sd/-

A.K.GODHA

Vice Chairman & M.D

DIN No: 00008224

Place: Mumbai

November 20, 2020

INDEPENDENT AUDITOR'S REPORT

To the Members of Shantivijay Jewels Limited

Report on the Audit of the Consolidated Financial Statements

Opinion

1. We have audited the accompanying consolidated financial statements of Shantivijay Jewels Limited ("the Company") and its subsidiaries (collectively referred to as "the Group"), which comprise the consolidated Balance Sheet as at March 31, 2020, the consolidated Statement of Profit and Loss and the consolidated Cash Flow Statement for the year then ended on that date, and a summary of significant accounting policies and other explanatory information (herein after refer to as the consolidated financial statements).
2. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Accounting Standards prescribed under section 133 of the Act read with relevant rules issued thereunder and with the accounting principles generally accepted in India, of the state of affairs of the Group as at March 31, 2020, and its profit and its cash flows for the year ended on that date.

Basis for Opinion

3. We conducted our audit of the financial statements in accordance with the Standards on Auditing specified under section 143(10) of the Act (SAs). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the consolidated Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("ICAI") together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

Emphasis of Matter

4. Attention is invited to note no.31 of the Consolidated financial statements, which describes the management's assessment of the impact of the outbreak of Coronavirus (Covid -19) on the business operations of the Company. The management believes that no adjustments are required in the Consolidated financial statements as it does not impact the results of the current financial year. However, in view of the various preventive measures taken (such as complete lock-down restrictions by the government, travel restrictions, etc.) and highly uncertain economic environment, a definitive assessment of the impact on the subsequent periods is highly dependent upon circumstances as they evolve. Our opinion is not modified in respect of this matter.

Information Other than the Financial Statements and Auditor's Report Thereon

5. The Holding Company's Board of Directors is responsible for the other information. The other information comprises the information included in the annual report but does not include the financial statements and our auditor's report thereon.

Our opinion on the consolidated financial statements does not

cover the other information and we do not express any form of assurance or conclusion thereon.

In connection with our audit of the consolidated financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Management's Responsibility for the Financial Statements

6. The Holding Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these consolidated financial statements that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated cash flows statement of the Group in accordance with the accounting standards and other accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group 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 consolidated financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.
7. In preparing the consolidated financial statements, management is responsible for assessing the Group ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

The Holding Company's Board of Directors are also responsible for overseeing the Group consolidated financial reporting process.

Auditor's Responsibility for the Audit of the Financial Statements

8. Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.
9. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:
 - Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud

is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal financial control relevant to the audit in order to design audit procedures that are appropriate in the circumstances.
 - Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.
 - Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
 - Evaluate the overall presentation, structure, and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
10. Materiality is the magnitude of misstatements in the consolidated financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the consolidated financial statements.
11. We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.
12. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Other Matters

13. We did not audit the financial statements of the Subsidiary Companies, Shantivijay Jewels International Limited and its Subsidiary Shantivijay Impex DMCC Dubai whose consolidated financial statements reflect total assets (Net) of Rs.3233.48 lakhs as at March 31st ,2020 and total revenues of Rs. 5619.43 lakhs for the year then ended. These financial statements have been audited by other auditors whose reports have been furnished to us, and our opinion, insofar as it relates to the amounts included in respect of the Subsidiary Companies, is based solely on the report of the other auditors.

Our opinion on the consolidated financial statements, and our report on Other Legal and Regulatory Requirements below, is not modified in respect of the above matters with respect to our reliance on the work done and the report of the other auditors.

Report on Other Legal and Regulatory Requirements

14. As required by Section 143(3) of the Act, based on our audit we report that:
- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - c) The consolidated balance sheet, consolidated statement of profit and loss and consolidated statement of cash flows dealt with by this report are in agreement with the books of account.
 - d) In our opinion, the aforesaid consolidated financial statements comply with the accounting standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014
 - e) On the basis of the written representations received from the directors as on March 31, 2020 taken on record by the Board of Directors of the Holding Company, it's subsidiary company incorporated in India, none of the directors is disqualified as on March 31, 2020 from being appointed as a director in terms of Section 164 (2) of the Act.
 - f) With respect to the adequacy of the internal financial controls over financial reporting of the Group with reference to these consolidated financial statements and the operating effectiveness of such controls, refer to our separate Report in "Annexure A" to this report.
 - g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:
In our opinion, the managerial remuneration for the year ended March 31, 2020 has been paid / provided by the Holding Company to its directors in accordance with the provisions of section 197 read with Schedule V to the Act.
 - h) 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, as amended in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Group does not have any pending litigations and hence no such impact is disclosed on its financial position in its consolidated financial statements.
 - ii. The Group did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For B.F. Chordia & Co.
Chartered Accountants
ICAI Firm Registration No: 101914W
Sd/-

B F Chordia
Proprietor
Membership No.: 09026
UDIN: 20009026AAAAAH9183

Place: Mumbai
Date: November 20, 2020

Annexure - A to the Independent Auditors' Report**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 Shantivijay Jewels Limited ("the Holding Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as 'the Group') as of 31 March 2020 in conjunction with our audit of the consolidated financial statements of the Group for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The respective Board of Directors of the Holding and its subsidiary Companies, which are companies covered under the Act, are responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the respective Companies 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 ('ICAI'). 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 internal financial controls with reference to financial statements of the Holding Company and its subsidiary companies, as aforesaid, 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, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, 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. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained and audit evidence obtained by the other auditors in terms of their reports referred to in Other Matter paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls with reference to financial statements of the Holding Company and its subsidiary Companies, aforesaid.

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 with reference to financial statements, 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 with reference to financial statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion and based on the consideration of the reports of the other auditors on internal financial controls with reference to financial statements of the subsidiary companies, the Holding Company and its subsidiary companies, which are companies covered under the Act, have in all material respects, adequate internal financial controls with reference to financial statements and such controls were operating effectively as at 31 March 2020, based on the internal financial controls with reference to financial statements criteria established by the respective companies considering the essential components of internal control stated in the Guidance Note issued by the Institute of Chartered Accountants of India.

Other Matters

We did not audit the internal financial controls with reference to financial statements insofar as it relates to Shantivijay Jewels International Limited and its Subsidiary Shantivijay Impex DMCC Dubai, whose financial statements reflect total asset of Rs.3233.48 Lakhs and net liabilities of Rs. 1676.84 Lakhs as at 31 March 2020, total revenues of Rs. 5619.43 Lakhs and net cash inflows amounting to Rs. (14.66 Lakhs) for the year ended on that date, as considered in the consolidated financial statements. The internal financial controls with reference to financial statements in so far as it relates to such subsidiary companies, have been audited by other auditors whose reports have been furnished to us by the management and our report on the adequacy and operating effectiveness of the internal financial controls with reference to financial statements for the Holding Company and its subsidiary companies, as aforesaid, under Section 143(3)(i) of the Act in so far as it relates to such subsidiary companies, is based solely on the reports of the auditors of such companies. Our opinion is not modified in respect of this matter with respect to our reliance on the work done by and on the reports of the other auditors.

For B.F. Chordia & Co.
Chartered Accountants
ICAI Firm Registration No: 101914W
Sd/-
B F Chordia
Proprietor
Membership No.: 09026
UDIN: 20009026AAAAH9183

Place: Mumbai
Date: November 20, 2020

Consolidated Balance Sheet as at March 31, 2020

Particulars	Note No	(Currency : Indian Rupees)	
		As at 31st March 2020	As at 31st March 2019
I. EQUITY AND LIABILITIES			
1. Shareholder's Funds			
(a) Share Capital	3	30,020,000	30,020,000
(b) Reserves and Surplus	4	530,419,487	461,186,017
2. Non-Current Liabilities			
(a) Long term Borrowings	5	2,810,270	622,096
(b) Long -term provisions	6	2,090,198	2,082,612
3. Current Liabilities			
(a) Short-term borrowings	7	172,022,303	170,537,115
(b) Trade payables	8		
dues to Micro enterprises and small enterprises ('MSME')		16,849,227	7,937,235
dues to others		246,066,509	240,730,139
(c) Other current liabilities	9	3,871,656	3,150,805
(d) Short-term provisions	10	4,377,143	3,781,061
Total		1,008,526,793	920,047,080
II. Assets			
1. Non-current assets			
(a) <i>Property, plant and equipments</i>			
(i) Tangible assets	11	49,139,883	41,749,257
(ii) Intangible assets	11	3,587,680	2,314,098
(iii) Capital work-in- progress		-	52614
(b) Non-current investments	12	9,500,000	9,675,975
(c) Deferred tax assets (net)	35	1,626,000	2,044,000
(d) Long term loans and advances	13	57,701,625	61,301,474
2. Current assets			
(a) Inventories	14	490,309,204	441,098,715
(b) Trade receivables	15	349,094,167	302,437,647
(c) Cash and cash equivalents	16	11,709,334	21,411,476
(d) Other bank balances	17	8,781,657	8,247,034
(d) Short-term loans and advances	18	26,575,953	29,210,882
(e) Other current assets	19	501,290	503,910
Total		1,008,526,793	920,047,080

The accompanying notes from 1 to 37 are an integral part of these consolidated financial statements.

As per our report of even date attached.

For B.F.Chordia & Co.

Chartered Accountants

ICAI Firm's Registration No: 101914W

Sd/-

B.F.Chordia

Proprietor

Membership No . 9026

UDIN: 20009026AAAAAH9183

Place: Mumbai

Date: November 20, 2020

**For and on behalf of the Board of Directors of
Shantivijay Jewels Limited**

CIN: U36910MH1980PLC023289

Sd/-

P.K.GODHA

Chairman & M.D

DIN No: 00008194

Sd/-

A.K.GODHA

Vice Chairman & M.D

DIN No: 00008224

Place: Mumbai

November 20, 2020

Place: Mumbai

November 20, 2020

Consolidated statement of Profit and Loss for the year ended March 31, 2020

(Currency : Indian Rupees)

Particulars	Note No	For the year ended March 31, 2020	For the year ended March 31, 2019
I. Revenue from operations	20	1,440,227,935	1,194,050,514
II. Other Income	21	34,374,020	9,596,166
III. Total Revenue (I +II)		1,474,601,955	1,203,646,680
<i>IV. Expenses:</i>			
Cost of materials consumed	22	862,558,345	700,193,450
Purchase of Stock-in-Trade	22	18,413,093	18,262,135
Changes in inventories of finished goods, work-in-progress and Stock-in-Trade	23	359,842,151	308,014,185
Employee benefit expense	24	53,465,736	47,452,194
Financial costs	25	7,340,601	11,212,628
Depreciation and amortization expense	11	6,163,456	4,890,615
Other expenses	26	113,101,881	96,768,997
Total Expenses		1,420,885,264	1,186,794,204
V. Profit before tax (III - IV)		53,716,691	16,852,476
<i>VI. Tax expense:</i>			
Current tax		7,086,459	-
Deferred tax charged / (credit)		418,000	569,000
		7,504,459	569,000
VII. Profit for the year		46,212,232	16,283,476
<i>VIII. Earning per equity share:</i>			
Equity share of par value of Rs. 10/- each Basic & Diluted	28	15.39	5.42

The accompanying notes from 1 to 37 are an integral part of these consolidated financial statements.

As per our report of even date attached.

For B.F.Chordia & Co.

Chartered Accountants

ICAI Firm's Registration No: 101914W

Sd/-

B.F.Chordia

Proprietor

Membership No . 9026

UDIN: 20009026AAAAAH9183

Place: Mumbai

Date: November 20, 2020

For and on behalf of the Board of Directors of

Shantivijay Jewels Limited

CIN: U36910MH1980PLC023289

Sd/-

P.K.GODHA

Chairman & M.D

DIN No: 00008194

Place: Mumbai

November 20, 2020

Sd/-

A.K.GODHA

Vice Chairman & M.D

DIN No: 00008224

Place: Mumbai

November 20, 2020

Notes to the consolidated financial statements for the year ended March 31, 2020

(Currency: Indian Rupees)

1 (a) Company overview

Shantivijay Jewels Limited (the 'Parent Company', 'Holding Company' or 'Group) was incorporated on October 14, 1980, having registered office G-37, Gems & Jewellery Complex, Building No:III, Seepz Andheri (East), Mumbai - 400 096, showroom in Trident Hotel and Factory at MIDC. Group is engaged in Manufacturing, Local and exports of wide range of studded gold jewellery and Diamond and Precious stones.

1 (b) Principles of consolidation

The Consolidated financial statements relates to Shantivijay Jewels Ltd and its wholly owned Subsidiary Company Shantivijay Jewels International Ltd Mauritius and it's Subsidiary Shantivijay Impex DMCC Dubai. The consolidated financial statements have been prepared on the following basis.

The Financial statements of the Company and its Subsidiary Companies have been combined on a line-by-line basis by adding together the book values of like items of assets, liabilities, income and expenses, after fully eliminating intra-group balances and intra-group transactions resulting in unrealised profits or losses.

As far as possible , the consolidated financial statements are prepared using uniform accounting policies for like transactions and other events in similar circumstances and are presented in the same manner as the companies separate financial statements.

The Subsidiary Companies considered in the consolidated financial statements are,

Name of the Company Incorporation	Country of held as at 31.03.2020	% of Voting Power
Shantivijay Jewels International Ltd - Mauritius	Mauritius	100%
Shantivijay Impex DMCC, Dubai (Subsidiary of Shantivijay Jewels International Ltd)	Dubai	100%

2 Summary of significant accounting policies

The accounting policies set out below have been applied consistently to the years presented in these consolidated financial statements.

2.1 Basis of preparation of consolidated financial statements

a. Basis of accounting:

The consolidated financial statements have been prepared and presented under the historical cost convention, on the accrual basis of accounting unless otherwise stated hereinafter, in accordance with the provisions of the Act and accounting principles generally accepted in India ('Indian GAAP') and comply with the Accounting Standards ('AS') specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 and the Companies (Accounting Standard) Amendment Rules, 2016 to the extent applicable. The consolidated financial statements are presented in Indian rupees (INR).

b. Use of estimate:

The preparation of consolidated financial statements in conformity with Generally Accepted Accounting Principles ('GAAP') in India requires management to make judgments, estimates and assumptions that affect the reported amounts of assets, liabilities, income and expenses and the disclosure of contingent liabilities on the date of the financial statements and the reported amounts of income and expenses during the reported year. Actual results could differ from those estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Any revision to accounting estimates is recognised prospectively in current and future years.

c. Current/Non Current Classification:

Any asset or liability is classified as current if it satisfies any of the following conditions:

- i. it is expected to be realized or settled or is intended for sale or consumption in the Group normal operating cycle
- ii. it is expected to be realized or settled within twelve months from the reporting date;
- iii. in the case of an asset
 - it is held primarily for the purpose of being traded; or

Notes to the consolidated financial statements for the year ended March 31, 2020 (Contd.)

- it is cash or cash equivalent unless it is restricted from being exchanged or used to settle a liability for at least twelve months after the reporting date;

- iv. in the case of a liability, the Group does not have an unconditional right to defer settlement of the liability for at least twelve months from the reporting date

All other assets and liabilities are classified as non-current.

For the purpose of current/non-current classification of assets and liabilities, the Group has ascertained its normal operating cycle as twelve months. This is based on the nature of services and the time between the acquisition of assets or inventories for processing and their realization in cash and cash equivalents.

d. **Property, plant and equipment:**

Property, plant and equipment are stated at cost less accumulated depreciation. The cost of property, plant and equipment comprises of purchase price, taxes, duties, freight and any directly attributable cost of bringing the assets to working condition for its intended use. Rubber moulds of small value have not been capitalised and considered as consumables and charged to revenue.

Subsequent expenditure related to an item of tangible fixed assets are added to its book value only if they increase future benefits from the existing asset beyond its previously assessed standard of performance.

An item of property, plant and equipment is eliminated from statements on disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between net disposal proceeds and the carrying amount of the asset and is recognised in the statement of profit and loss.

Depreciation

Depreciation on fixed assets is calculated on Straight Line Method using the rates arrived at based on the estimated useful lives given in Schedule II of the Companies Act, 2013. Depreciation on additions to or on disposal of assets is calculated on pro-rata basis.

Assets	Useful life (in years)
Buildings	30
Plant and equipments	15
Office Equipment	5
Computers	3
Furniture and Fixtures	10
Vehicles	8

e. **Intangible assets**

Intangible assets acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less accumulated amortisation and accumulated impairment losses, if any. Intangible assets are amortised on a straight line basis over the estimated useful economic life. Computer Software is amortized over a period of Five Years in equal installments. The amortisation period and amortisation method are reviewed at least at each consolidated financial year end.

Gains or losses arising from derecognition of an intangible assets are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the statement of income and expenditure when the asset is derecognised.

f. **Impairment of tangible and intangible assets**

The Group assesses at each reporting date whether there is an indication that an asset may be impaired. If any indication exists, or when annual impairment testing for an asset is required, the Group estimates the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's or cash-generating unit's (CGU) net selling price and its value in use. The recoverable amount is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or groups of assets. Where the carrying amount of an asset or CGU exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. In determining net selling price, recent market transactions are taken into account, if available. If no such transactions

Notes to the consolidated financial statements for the year ended March 31, 2020 (Contd.)

can be identified, an appropriate valuation model is used. After impairment, depreciation is provided on revised carrying amount of the asset over its remaining useful life.

g. Investments

Investments, which are readily realizable and intended to be held for not more than one year from the date on which such investments are made, are classified as current investments.

All other investments are classified as long-term investments.

On initial recognition, all investments are measured at cost. The cost comprises purchase price and directly attributable acquisition charges such as brokerage, fees and duties. If an investment is acquired, or partly acquired, by the issue of shares or other securities, the acquisition cost is the fair value of the securities issued. If an investment is acquired in exchange for another asset, the acquisition is determined by reference to the fair value of the asset given up or by reference to the fair value of the investment acquired, whichever is more clearly evident.

Current investments are carried in the consolidated financial statements at lower of cost and fair value determined on an individual investment basis. Long-term investments are carried at cost. However, provision for diminution in value is made to recognize a decline other than temporary in the value of the investments.

On disposal of an investment, the difference between its carrying amount and net disposal proceeds is charged or credited to the statement of profit and loss.

h. Leases

Where the company is lessee

Lease rentals on assets taken on operating lease are recognised as expense in the Statement of Profit and Loss on over the lease term.

Where the company is the lessor

Sub-lease income on an operating lease is recognized in the statement of profit and loss on a straight-line basis over the lease term. Costs, including depreciation, are recognized as an expense in the statement of profit and loss. Initial direct costs such as legal costs, brokerage costs, etc. are recognized immediately in the statement of profit and loss.

i. Revenue recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Group and the revenue can be reliably measured. The following specific recognition criteria must also be met before revenue is recognized:

Sale of traded goods

Revenue from sale of goods is recognised at the point in time when control of the asset is transferred to the customer, generally on delivery of the goods / point of dispatch.

Rendering of labour services

Revenue from services are recognised as and when services are rendered to customers.

Interest income

Interest is recognised using the time proportion basis taking into account the amount outstanding and the interest rate applicable.

j. Input Tax Credit:

Input credit of Goods and Services tax (GST) is recognized in the year in which the underlying service rendered is accounted and when there is no uncertainty in availing / utilising the credit.

k. Inventories

Inventories are valued at the lower of cost and net realisable value.

Costs incurred in bringing each product to its present location and condition are accounted for as follows:

Raw Material: Lower of cost or net realisable value. Cost is determined on first in first out ('FIFO') basis.

Loose Tools: Lower of the cost or net realisable value.

Finished goods: Lower of cost or net realisable value. Cost is determined on FIFO basis, includes direct material and labour expenses and appropriate proportion of manufacturing overheads based on the normal capacity for manufactured goods.

Stock in trade: Lower of cost or net realisable value. Cost is determined on first in first out ('FIFO') basis.

Net realisable value is the estimated selling price in the ordinary course of business less estimated costs of completion and estimated costs necessary to make the sale.

Inventory of spares, Rubber Moulds is not valued and is charged to revenue.

Notes to the consolidated financial statements for the year ended March 31, 2020 (Contd.)

l. Taxation

Income-tax expense comprises current tax (i.e. amount of tax for the year determined in accordance with the income-tax law) and deferred tax charge or credit (reflecting the tax effects of timing differences between accounting income and taxable income for the year). Income-tax expense is recognised in Statement of profit and loss.

Current tax

Provision for current tax is recognised in accordance with the provisions of the Income tax Act, 1961 and is made based on the tax liability using the applicable tax rates and tax laws after taking credit for tax allowances and exemptions.

Deferred tax

Deferred income tax assets and liabilities are recognised for all temporary differences arising between the tax base of assets and liabilities and their carrying amounts in the consolidated financial statements. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax benefit will be realised. Deferred income tax assets and liabilities are measured using tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date and are expected to apply to taxable income in the years in which those temporary differences are expected to be recovered or settled. The effect of changes in tax rates on deferred income tax assets and liabilities is recognised as income or expense in the year that includes the enactment or the substantive enactment date. Deferred tax asset is recognised only to the extent there is reasonable certainty that the assets can be realised in future; however, where there is unabsorbed depreciation or carried forward loss under taxation laws, deferred tax asset is recognised only if there is a virtual certainty of realisation of such asset. Deferred tax asset is reviewed as at each Balance sheet date and written down or written up to reflect the amount that is reasonably / virtually certain to be realised.

m. Employee benefits

Short term employee benefits

Employee benefits payable wholly within twelve months of availing employee services are classified as short-term employee benefits. These benefits include salaries and wages, bonus and ex-gratia. The undiscounted amount of short term employee benefits such as salaries and wages, bonus and ex-gratia to be paid in exchange of employee services are recognised in the year in which the employee renders the related service.

Defined contribution plans

Contributions payable to the recognised provident fund, which is a defined contribution scheme, is made monthly predetermined to the appropriate authorities and charged to statement of profit and loss on an accrual basis. There are no other obligation other than contribution payable to the respective fund.

Defined benefit plans

Gratuity a defined benefit scheme, is accrued based on an actuarial valuation at the balance sheet date, carried out by an independence actuary. The present value of the obligation under such defined benefit plan is determined based on at actuarial valuation using the projected unit credit method, which recognised each year of service as giving rise to additional units of employee benefit entitlement and measure each unit separately to build up the final obligation.

Compensated absences

The employees of the Group are entitled to compensated absences. The employees can carry forward a portion of the unutilized accumulating compensated absences and utilize it in future periods or receive cash at retirement or termination of employment

n. Earnings per share ('EPS')

Basic EPS is computed by dividing the net profit/loss for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year.

o. Foreign currency transaction and translation

a) Initial recognition:

Transactions in foreign currencies entered into by the Group are accounted at the exchange rates prevailing on the date of the transaction. Exchange differences arising on foreign exchange transactions settled during the year are recognized in the Statement of Profit and Loss.

b) Measurement of foreign currency items at the Balance Sheet date:

Foreign currency monetary items of the Group are restated at the closing exchange rates. Non-monetary items are

Notes to the consolidated financial statements for the year ended March 31, 2020 (Contd.)

recorded at the exchange rate prevailing on the date of the transaction. Exchange differences arising out of these translations are recognized in the Statement of Profit and Loss.

p. Provisions and contingencies

Provisions are recognised when the Group has a present obligation as a result of past events, it is more likely than not that an outflow of resources will be required to settle the obligation and the amount can be reasonably estimated. A disclosure for a 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. Loss contingencies arising from claims, litigation, assessment, fines, penalties, etc. are recorded when it is probable that a liability has been incurred and the amount can be reasonably estimated.

q. Cash and cash equivalents

Cash and cash equivalents comprise cash in hand, demand deposits with banks/corporations and short-term highly liquid investments (original maturity less than three months) that are readily convertible into known amount of cash and are subject to an insignificant risk of change in value.

r. Cashflow Statements

Cashflows are reported using the indirect method, whereby profit for the year is adjusted for the effects of transactions non cash nature, any deferrals or accruals of past and future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows. The cashflows from operating , investing and financing activities of the Group are segregated.

	31.03.2020	31.03.2019
3 SHARE CAPITAL		
Authorised- Equity shares of Rs. 10 par value 60,00,000 Equity Shares	600,00,000	600,00,000
Issued, Subscribed & Paid Up 30,02,000 Equity Shares of Rs. 10/- par value fully paid	300,20,000	300,20,000
Total	300,20,000	300,20,000

Refer to Note 28 for details of basic and diluted shares .

(a) The Company has only one class of shares referred to as equity shares having a par value of 10/-. Each holder of equity shares is entitled to one vote per share.

(b) Names of shareholders holding more than 5% shares in the Company

Name of the shareholder	31.03.2020	%	31.03.2019	%
	No of shares		No of shares	
1 Rajrani Bimalchand Godha	837,607	27.90	837,607	27.90
2 Pradeepkumar Bimalchand Godha	491,899	16.38	491,899	16.38
3 Anurag Bimalchand Godha	488,987	16.28	488,989	16.28
4 Varun pradeep kumar Godha	268,500	8.94	268,500	8.94
5 Namita Anurag Godha	191,295	6.37	191,295	6.37
6 Sudha Pradeepkumar Godha	188,795	6.29	188,795	6.29
7 Anish Anurag Godha	151,600	5.05	151,600	5.05

(c) Reconciliation of the number of shares and amount of share capital outstanding at the beginning and at the end of the reporting year

Particulars	As at 31.03.2020	As at 31.03.2019
	No. of Shares	No. of Shares
Number of shares at the beginning and at the end	3,002,000	3,002,000
Add : equity shares issued during the year	-	-
Outstanding at the end of the year	3,002,000	3,002,000

Notes to the consolidated financial statements for the year ended March 31, 2020 (Contd.)

	As at 31.03.2020	As at 31.03.2019
4 RESERVE AND SURPLUS		
Security Premium Reserve	46,797,952	46,797,952
Capital Reserve	20,055,422	20,055,422
General Reserve	108,961,349	108,961,350
Exchange Translation reserve	101,630,702	78,609,464
Profit & Loss Account		
Opening Balance	206,761,830	190,478,354
Add : Profit for the year	46,212,232	16,283,476
	<u>252,974,062</u>	<u>206,761,830</u>
Total	<u>530,419,487</u>	<u>461,186,017</u>
	As at 31.03.2020	As at 31.03.2019
5 LONG TERM BORROWINGS (SECURED)		
Loan from Non-banking financial institutions*	2,359,144	-
Loan from banks** (Secured by Hypothecation of Motor Cars)	451,126	622,096
Total	<u>2,810,270</u>	<u>622,096</u>
<p>*The Company have borrowed funds from Non- banking financial institutions. Rate of Interest on these loans ranges from 7.25 to 8.0%, these are repayable in 36 months. **The Company have borrowed funds fromBanks. Rate of Interest on these loans ranges from 9.50 to 9.75%, these are repayable in 36 months.</p>		
	31.03.2020	31.03.2019
6 LONG TERM PROVISIONS		
Provision for Employee benefits-Gratuity	2,090,198	2,082,612
Total	<u>2,090,198</u>	<u>2,082,612</u>
7 SHORT TERM BORROWINGS		
PACKING CREDIT (Secured)	156,487,275	117,431,191
DISCOUNTED BILLS (Secured) (Against hypothecation of stocks, collaterally secured by hypothecation of Book debts & Machinery and Negative Lien of Immovable property of Bharat Diamond Bourse and Rajrani Godha, personally guaranteed by whole time directors.)	7,720,361	53,105,924
Other Parties (Unsecured) Director of Shantivijay Impex DMCC	7,814,667	-
Total	<u>172,022,303</u>	<u>170,537,115</u>
8 TRADE PAYABLES		
Total outstanding dues of Micro enterprises and small enterprises ('MSME') (Refer note:34)	16,849,227	7,937,235
Total outstanding dues of creditors other than MSME		
- related parties (Refer note: 29)	1,541,015	22,382,499
- Others	244,525,494	218,347,640
Total	<u>262,915,736</u>	<u>248,667,374</u>

Notes to the consolidated financial statements for the year ended March 31, 2020 (Contd.)

	<u>31.03.2020</u>	<u>31.03.2019</u>
9 OTHER CURRENT LIABILITIES		
Current maturities of long term debt	2,203,779	1,116,720
Advance from customers	-	36,698
Un-paid dividends *	-	17,199
Other Payables #	1,667,877	1,980,188
Total	<u>3,871,656</u>	<u>3,150,805</u>

* This amount , due and outstanding , to be credited to Investor Education and Protection Fund .

Includes Statutory dues & security deposit

10 SHORT TERM PROVISION		
Provision for compensated absences	1,551,176	1,260,336
Provisions for Employee Benefits- Bonus	2,825,967	2,520,725
Total	<u>4,377,143</u>	<u>3,781,061</u>

11 Property, Plant and Equipment

PARTICULARS	Gross Block			DEPRECIATION AND AMORTIZATION				NET BLOCK		
	As at 01.04.2019	Additions/ adjustments	Deductions/ adjustments	As at 31.03.2020	As at 01.04.2019	FOR THE YEAR	Deductions/ adjustments	Upto 31.03.2020	AS ON 31.03.2020	AS ON 31.03.2019
Tangible Assets										
Building	48,024,037	0	0	48,024,037	30,636,610	1,058,962	0	31,695,573	16,328,464	16,973,871
Plant and Equipments	35,791,338	3,483,166	0	39,274,504	20,015,817	1,629,871	0	21,645,687	17,628,817	15,775,521
Office Equipments	10,867,145	546,440	0	11,413,585	9,163,264	606,696	0	9,769,960	1,643,625	1,703,881
Furniture and Fixtures	8,603,686	81,100	0	8,684,786	6,698,922	354,841	0	7,053,765	1,631,022	1,898,811
Vehicles	11,322,507	7,867,732	886,994	18,303,245	5,925,334	1,312,593	842,644	6,395,286	11,907,959	5,397,177
Total (a)	114,608,714	11,978,438	886,994	125,700,158	72,439,947	4,962,964	842,644	76,560,271	49,139,883	41,749,257
Intangible Assets										
Software	10,832,420	2,466,903	0	13,299,323	8,518,321	1,193,323	0	9,711,642	3,587,680	2,314,098
Total (b)	10,832,420	2,466,903	0	13,299,323	8,518,321	1,193,323	0	9,711,642	3,587,680	2,314,098
Total (a +b)	125,441,135	14,445,341	886,994	138,999,481	80,958,268	6,156,286	842,644	86,271,912	52,727,564	44,063,354
Previous Year	115,985,204	8,441,372	0	124,426,574	75,476,114	4,887,105	0	80,363,219	44,063,356	40,147,606

Note : Motor Vehicles costing Rs. 146.27 lacs are in the name of the Directors of the Holding Company.

	<u>31.03.2020</u>	<u>31.03.2019</u>
12 NON CURRENT INVESTMENTS		
QUOTED, FULLY PAID EQUITY SHARES, NON TRADING, AT COST		
Gujrat Fluorochemicals Ltd - 300 Shares of Rs. 10/- each	-	32,475
Canara Bank -4100 shares of Rs. 10/- each	-	143,500
	-	175,975
UN QUOTED		
1,83,000 fully paid Equity shares of Rs.10/- each of German Garden Ltd.	2,021,613	2,021,613
Less : Provision for Diminution in the value	<u>(2,021,613)</u>	<u>(2,021,613)</u>
	-	-
80,000 fully paid equity shares of 100/- each of Light Bite Foods P Ltd	8,000,000	8,000,000
Investment in Canara Bank Robecco Fund (Market Value of quoted shares Rs. Nil, Previous Yr Rs. 13.21 Lakhs) (Book value Rs.Nil, Previous year Rs.1.76 Lakhs)	1,500,000	1,500,000
Total	<u>9,500,000</u>	<u>9,675,975</u>

Notes to the consolidated financial statements for the year ended March 31, 2020 (Contd.)

	31.03.2020	31.03.2019
13 LONG TERM LOANS AND ADVANCES		
Un-secured , considered good		
Loans and advances to Employees	1,680,863	964,000
Capital advances-Advance against property	2,7869,200	27,869,200
Balances with Tax authorities.	4,204,231	8,624,780
Other loans & advances	9,320,164	9,305,644
Rental Deposits	12,703,230	12,703,230
Other Security Deposits	1,923,937	1,834,619
Total	57,701,625	61,301,474
14 INVENTORIES		
(Inventories are valued at lower of the cost or net realisable value)		
Raw Materials	353,315,113	280,201,201
Finished Goods	133,777,485	156,764,087
Stores & Spares	2,658,430	3,208,225
Loose tools	558,176	925,202
Total	490,309,204	441,098,715
15 TRADE RECEIVABLES		
Un-secured considered good		
Debts outstanding for a period exceeding six months from the date they were due for payment	141,471,596	107,268,570
Other debts considered good	207,622,572	195,169,076
Total	349,094,168	302,437,647
Total trade receivables from related parties (Refer note:29)	13,133,176	8,201,603
16 CASH AND CASH EQUIVALENTS		
Cash on Hand	1,179,884	658,751
Balance with Bank		
In current and Deposit Account	10,529,450	20,752,725
Total	11,709,334	21,411,476
17 OTHER BANK BALANCES		
Deposits with remaining maturity for less than 12 months	8,781,657	8,247,034
Total	8,781,657	8,247,034
18 SHORT TERM LOANS AND ADVANCES		
Un- secured , considered good		
Balances with Tax authorities	4,945,931	9,283,977
Advances to Employees and Contractors	9,567,321	9,008,426
Prepaid Expenses	3,210,943	2,323,147
Other Advances	8,851,758	8,595,332
Total	26,575,953	29,210,882

Notes to the consolidated financial statements for the year ended March 31, 2020 (Contd.)

	31.03.2020	31.03.2019
19 OTHER CURRENT ASSETS		
Interest accrued on FDR	470,709	463,806
Other Current Assets	30,581	40,104
Total	501,290	503,910
20 REVENUE FROM OPERATIONS		
Sales - Jewellery	1,421,425,676	1,174,516,512
Sales - Diamond	15,787,678	17,685,290
Sales - Precious stones & Others	2,619,581	1,550,212
Services - Labour charges	395,000	298,500
Total	1,440,227,935	1,194,050,514
21 OTHER INCOME		
Dividend - Long term Investments	6,500	11,750
Interest received #	1,357,187	1,371,276
Gain on Foreign currency transaction / translation	18,999,815	1,754,493
Insurance claim refund	5,524,150	-
Income tax Interest received	3,227,388	5,925,679
Excess prov for exp written back	71,961	37,968
Rent recd	732,000	495,000
Prior Period Income	437,726	-
Profit on sale of shares	4,017,293	-
Total	34,374,020	9,596,166
# Interest received includes Interest on bank deposit & others of Rs. 6.26 lakhs (Pr.yr 6.32 lakhs) and Interest on loans and advances of Rs.7.31 lakhs (Pr. Yr .7.31 lakhs)		
22 MATERIALS		
1) COST OF MATERIALS CONSUMED		
Gold	285,775,805	202,769,177
Diamond	520,588,009	433,391,084
Others	56,194,531	64,033,189
Total	862,558,345	700,193,450
2) PURCHASE OF STOCK IN TRADE		
Diamond & P/stones	18,413,093	18,262,135
23 Changes in inventories of finished goods , work in progress and stock - in -trade		
Opening Stock of Finished Goods	156,764,087	154,987,947
Add : Purchases of Finished Goods	336,855,549	309,790,325
	493,619,636	464,778,272
Less : Closing Stock of Finished Goods	133,777,485	156,764,087
Less : Melting of Finished Goods	-	-
Total	359,842,151	308,014,185

Notes to the consolidated financial statements for the year ended March 31, 2020 (Contd.)

	31.03.2020	31.03.2019
24 EMPLOYEE BENEFIT EXPENSES		
Salaries & Wages	36,822,705	32,799,311
Contribution to provident and other funds	3,518,757	3,520,364
Welfare Expenses	255,267	144,625
	40,596,729	36,464,300
Directors Remuneration (Including Rs. 15,61,544 /- for perks)	12,869,007	10,987,894
Total	53,465,736	47,452,194
25 FINANCIAL COSTS		
Interest paid	7,340,601	11,212,628
Total	7,340,601	11,212,628
	31.03.2020	31.03.2019
26 OTHER EXPENSES		
Consumable Stores, Spares & Tools	7,004,150	5,461,167
Labour Charges	56,792,719	43,593,275
Rent	3,938,628	3,743,087
Electricity Charges	3,804,773	3,261,383
Professional & Technical Fees	5,020,237	5,306,504
Bank Charges	3,002,054	2,080,696
ECGC Premium charges	983,267	862,610
Rates & Taxes	2,364,922	2,365,683
Repairs & Maintenance :		
Repairs & Maintenance to Machinery	782,692	851,964
Building	1,746,396	374,670
Others	2,346,196	2,703,111
	4,875,284	3,929,745
Donations	2,208,362	1,573,984
Auditors Remuneration :		
As Auditors	1,265,541	1,169,994
For Taxation Services	200,000	200,000
	1,465,541	1,369,994
Insurance	1,310,635	2,364,816
Commission & Discount	2,551,168	2,271,523
loss on Sale of Car	19,350	-
Loss on Foreign currency transaction/ translation	132,735	65,087
Other General Expenses	17,549,475	16,191,457
Prior Period Items		
Lease Rent Digging	-	8,976
Electricity charges	-	3,447
Repairs & maint-others	722	5,495
Property taxes (Normal life style)	-	2,310,068
Fire Cess Rent	42,416	-
Membership & Subscription	35,000	-
Sundry Expenses	444	-
	78,582	2,327,986
Total	113,101,881	96,768,997

Notes to the consolidated financial statements for the year ended March 31, 2020 (Contd.)

27 Contingent liabilities and commitments

As at March 31, 2020, Company does not have any outstanding contingent liabilities and commitments.

28 Earnings per share

Particulars	As at March 31, 2020	As at March 31, 2019
Net Profit attributable to equity shareholders	46,212,232	16,283,476
Weighted average number of equity shares outstanding during the year	3,002,000	3,002,000
Basic and diluted earnings per share of face value of Rs 10 each, fully paid up	15.39	5.42

29 Related party disclosures

A. Names of related parties and description of their relation

Parties where control exists:

Name of the Related Party	Nature of Relationship
Subsidiary and Associate Companies	
Shantivijay Jewels International Ltd. - Mauritius	Wholly owned subsidiary company
Shantivijay Impex DMCC, Dubai (Subsidiary of Shantivijay Jewels International Ltd.)	Wholly owned fellow subsidiary company
Precious Gems Pvt. Ltd.	Associate Company
Light Bite Foods Private Ltd.	Associate Company
Diamondere Pvt. Ltd.	Associate Company
Key Managerial Person ('KMP')	
Shree Pradeep Kumar Godha	Chairman & Managing Director
Shree Anurag Godha	Vice Chairman & Managing Director
Relatives of Key Management Personnel and Associates	
Smt Rajrani Godha	Relative of Key managerial personnel
Smt Sudha Godha	Relative of Key managerial personnel
Smt Namita Godha	Relative of Key managerial personnel
Shree Varun Godha	Relative of Key managerial personnel
Smt Deepika Godha	Relative of Key managerial personnel

Related parties with whom transactions have taken place during the year:

Name of the Related Party	Nature of Relationship
Subsidiary and Associate Companies	
Light Bite Foods Private Ltd	Associate Company
Diamondere Pvt Ltd	Associate Company
Key Managerial Person ('KMP')	
Shree Pradeep Kumar Godha	Chairman & Managing Director
Shree Anurag Godha	Vice Chairman & Managing Director
Relatives of Key Management Personnel and Associates	
Smt Rajrani Godha	Relative of Key managerial personnel
Smt Sudha Godha	Relative of Key managerial personnel
Smt Namita Godha	Relative of Key managerial personnel
Shree Varun Godha	Relative of Key managerial personnel
Smt Deepika Godha	Relative of Key managerial personnel

Notes to the consolidated financial statements for the year ended March 31, 2020 (Contd.)

B. Transactions with related parties

Name of the Related Party	Nature of Relationship	Nature of Transaction	For the year ended March 31, 2020	For the year ended March 31, 2019
Diamondere P Ltd.	Associate Company	Sales & Labour	48,324,090	34,631,972
Diamondere P Ltd.	Associate Company	Rent	732,000	495,000
Light Bite Foods P Ltd.	Associate Company	Investment in Shares	-	3,000,000
Pradeep Kumar Godha	Managing Director	Remuner+perks	6,108,592	5,202,569
Anurag Godha	Managing Director	Remuner+perks	5,949,407	4,985,270
Rajrani Godha	Relative of Director	Rent paid	120,000	120,000
Sudha Godha	Relative of Director	Remuneration +Bonus	576,000	418,176
Namita Godha	Relative of Director	Remuneration +Bonus	576,000	418,176
Deepika Godha	Relative of Director	Remuneration +Bonus	432,000	306,662

C. Details of balances receivable / (payable) to related parties

		As at March 31, 2020	As at March 31, 2019
Trade Receivable			
Diamondere P Ltd.	Associate Company	12,936,856	8,201,603
Diamondere P Ltd.	Associate Company	196,320	-
Trade Payable			
Shantivijay Impex DMCC, Dubai	-	(47,161,736)	(21,585,901)
Rent payable			
Rajrani Godha	Relative of Director	(204,558)	(116,067)
Remuneration payable			
Pradeep Kumar Godha	Managing Director	(535,001)	(292,604)
Anurag Godha	Managing Director	(274,442)	(299,946)
Sudha Godha	Relative of Director	(2,155)	(17,155)
Namita Godha	Relative of Director	(10,269)	(70,236)
Varun Godha	Relative of Director	(590)	(590)
Investment in equity shares			
Light Bite Foods P Ltd.	Associate Company	-	3,000,000
Security deposit paid			
Rajrani Godha	Relative of Director	12,000,000	12,000,000
Surety given to Company's banker by Third parties (Market Price)			
Rajrani Godha	Relative of Director	44,100,000	44,100,000

Notes to the consolidated financial statements for the year ended March 31, 2020 (Contd.)
30 Employee benefits
a. Defined contribution plans

The Company makes contributions determined as a specified percentage of employees' salary in respect of qualifying employees towards Provident Fund and Employees State Insurance Corporation which are defined contribution plans. The contributions are charged to statement of profit and loss as they accrue. The Company has recognised the following amount as an expense and included in the Note 24 under "Contribution to provident fund":

Particulars	For the year ended March 31, 2020	For the year ended March 31, 2019
Contribution to provident and other funds	3,518,757	3,520,364
Total	3,518,757	3,520,364

b. Defined benefit plans
Gratuity

Company have opted for Group Gratuity Scheme with LIC of India ; Company's contribution based on a actuarial valuation by LIC is charged to Profit and Loss Account . Company have made provision for Gratuity for the employees who are not covered by LIC 's Group Gratuity scheme.

The amount to be recognized in Balance Sheet

	As at March 31, 2020	As at March 31, 2019
Present value of the defined benefit obligation at the end of the year	14,309,760	10,691,531
Fair value of plan assets	778,384	808,395
Plan asset / (liability)	(13,531,376)	(9,883,136)

Changes in the present value of the defined benefit obligation are, as follows :

Defined benefit obligation at beginning of the year	10,691,531	10,018,333
Current service cost	637,051	614,845
Interest cost	801,865	751,375
Actuarial (Gains)/Losses	2,385,303	220,888
Sub-total included in statement of profit and loss	3,824,219	1,587,108
Benefits paid	(205,990)	(913,910)
Defined benefit obligation at the end of the year	14,309,760	10,691,531

Changes in the fair value of plan assets are as follows:

Opening fair value of plan assets	808,395	1,636,529
Expected return	17,907	85,776
Contributions by employer	158,072	-
Benefits paid	(205,990)	(913,910)
Actuarial gains / (losses)	-	-
Closing fair value of plan assets	778,384	808,395

Expense recognised in Statement of Profit and Loss

Current service cost	637,051	614,845
Interest cost on benefit obligation	801,865	751,375
Expected return on plan assets	(17,907)	(85,776)
Net actuarial (gain) / loss recognized in the year	2,385,303	220,888
Net benefit expense	3,806,312	1,501,332

Following table summarises the key assumptions used for actuarial valuation of gratuity obligations for each reporting year:
Actuarial assumptions

Discount rate	7.25% p.a.	7.50% p.a.
Future salary increases	5% p.a.	5% p.a.

Compensated absences

Accrued leave salary is estimated and provided on accrual basis. The expense is recognised at present value of amount payable to employees. Total Liability for leave salary outstanding at year end rate is Rs. 15,51,176/- (PY Rs.12,60,336/-)

Notes to the consolidated financial statements for the year ended March 31, 2020 (Contd.)

31 Impact of Covid-19 Crisis

The Group has considered the possible effects that may result from the pandemic relating to COVID-19 on the carrying amounts of property, plant and equipment, investments, inventory, receivable and other current assets. In developing the assumptions relating to the possible future uncertainties in the global economic condition because of the pandemic, the Group, as at the date of the approval of these consolidated financial statements has used internal and external sources on the expected future performance of the Group. The management of the Group has exercised due care in concluding significant accounting judgements and estimates in preparation of consolidated financial statements. Based on current indicators of future economic conditions, the Group expects the carrying amount of these assets will be recovered and sufficient liquidity is available to fund the business operations. Given the uncertainty because of COVID-19, the final impact on the Group's assets in future may differ from that estimated as at the date of approval of these consolidated financial statements.

32 Additional information , as required under Schedule III to the Companies Act 2013 of enterprises consolidated as subsidiary :

Name of the Enterprise	Net Assets i.e total assets minus total liabilities		Share in Profit or loss	
	As % of consolidated Net Assets	Amount in Rupees	As % of consolidated profit or loss	Amount in Rupees
Parent				
Shantivijay Jewels Ltd.	48%	282,365,324	123%	-57,328,561
Foreign Subsidiary				
Shantivijay Jewels Intl Ltd.	25%	145,854,139	2%	-1,158,967
Shantivijay Impex DMCC	27%	155,680,655	-26%	12,033,727
Total	100%	583,900,118	100%	-46,453,801

Since subsidiary company and its subsidiaries are wholly owned companies there is no minority interest.

33 Segment reporting

The primary segment reporting format is determined to be business segment. The Company is engaged in only one segment i.e Gems and Jewellery business . The Company's Geographical Segment are as under:

Country	Sales for the year		Balance receivables as at	
	March 31, 2020	March 31, 2019	March 31, 2020	March 31, 2019
Exports				
U.S.A.	397,052,558	421,861,767	76,911,806	86,159,952
Europe	707,910,935	512,335,541	55,631,509	46,290,614
Middle East	90,724,525	90,145,979	152,270,956	115,417,277
Others	151,556,454	104,502,875	21,245,250	22,593,151
Local Sales	92,588,463	64,905,853	35,616,760	31,976,653
Total	1,439,832,935	1,193,752,014	341,676,281	302,437,646

Notes to the consolidated financial statements for the year ended March 31, 2020 (Contd.)

34 Dues to Micro and Small Enterprise

Under the Micro, Small and Medium Enterprises Development Act, 2006 ('MSMED') which came in to force from 2 October, 2006, certain disclosures are required to be made relating to dues to Micro and Small enterprises. On the basis of information and records available with the Management, the following disclosures are made for the amounts due to Micro and Small enterprises:

	As at March 31, 2020	As at March 31, 2019
The amounts remaining unpaid to micro and small suppliers as at the end of the year		
- Principal	16,849,227	7,937,235
- Interest	-	-
Amount of interest paid by the Company in terms of Section 16 of the MSMED, along with the amount of payment made to the supplier beyond the appointed day during the accounting year	-	-
The amount of the payments made to micro and small suppliers beyond the appointed day during each accounting year.	-	-
Amount of interest due and payable for the delay in making payment (which have been paid but beyond the appointed day during the year) but without adding interest specified under MSMED	-	-
Amount of interest accrued and remaining unpaid at the end of the accounting year	-	-
The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprise, for the purpose of disallowance of a deductible expenditure under Section 23 of the MSMED Act, 2006	-	-

35 Accounting for deferred tax

The Deferred Tax Liability has arisen mainly on account of timing difference between Depreciation admissible under Income Tax Rules and Depreciation in Books.

Major components of Deferred Tax Liability is arising on account of timing difference as under :

Particulars	As at March 31, 2020	As at March 31, 2019
Assets		
Difference between Book & Tax Depreciation	1,780,769	2,287,143
Less : Provision for Gratuity	(154,804)	(243,130)
Net Deferred tax assets	1,625,965	2,044,013
Net Deferred tax assets (Rounded off to nearest Rs.'000)	1,626,000	2,044,000
Net deferred tax charged / (credit)	(418,000)	(569,000)

36 Information with regard to other matters specified in Schedule III is either Nil or not applicable to the Company.

37 Previous year's figures have been regrouped / reclassified wherever necessary to correspond with current year's classification.

As per our report of even date attached.

For B.F.Chordia & Co.

Chartered Accountants

ICAI Firm's Registration No: 101914W

Sd/-

B.F.Chordia

Proprietor

Membership No . 9026

UDIN: 20009026AAAAAH9183

Place: Mumbai

Date: November 20, 2020

**For and on behalf of the Board of Directors of
Shantivijay Jewels Limited**

CIN: U36910MH1980PLC023289

Sd/-

P.K.GODHA

Chairman & M.D

DIN No: 00008194

Place: Mumbai

November 20, 2020

Sd/-

A.K.GODHA

Vice Chairman & M.D

DIN No: 00008224

Place: Mumbai

November 20, 2020

Consolidated Cash Flow Statement for the year ended 31st March, 2020

(Currency : Indian Rupees)

	2020	2019
A. CASH FLOW FROM OPERATION ACTIVITIES :-		
Net Profit before tax & extraordinary items	53,724,263	16,802,528
Adjustments for :		
Depreciation and amortization expense	6,163,456	4,890,615
Financial costs	7,340,601	11,212,628
unrealised foreign exchange gain/ loss	1,598,194	(42,264)
	68,826,514	32,863,508
Adjustments for :		
Interest/Dividend Received	(13,63,687)	(1,383,026)
<i>Operating Profit before working capital changes</i>	67,462,827	31,480,482
Adjustments for :		
Trade receivables	(57,721,633)	(13,820,787)
Inventories	(41,169,025)	(74,886,537)
Short term loans & advances	3,266,004	(1,432,795)
Long term loans & advances	(742,033)	1,304,240
Other Current assets	2,620	204,016
	(28,901,240)	(57,151,381)
Increase /(Decrease) in operating liabilities		
Trade Payables	37,535,433	65,526,601
Other Current liabilities	8,623,529	549,787
Long term provisions	(94,855)	697,293
Short term Provisions	626,137	1,580,313
Cash generated from Operation	17,789,004	11,202,612
Financial costs	(7,340,601)	(11,212,628)
Taxes Paid	(2,665,910)	1,803,937
Net cash (used in)/from Operating activities	7,782,492	1,793,921
B. CASH FLOW FROM INVESTING ACTIVITIES :-		
Purchase of Fixed assets	(14,392,724)	(8,493,986)
Investments	175,975	500,000
Sale /Impairment of Fixed Assets.	44,350	0
Deposits placed in banks	(534,623)	1,181,887
Profit on sale of shares	0	0
Interest & Dividend Received	1,363,687	1,383,026
Net cash /(used in)/from Investment activities	(13,343,335)	(5,429,073)
C. CASH FLOW FROM FINANCING ACTIVITIES :-		
Decrease in Bank borrowings	(4,141,305)	(4,404,151)
Net cash (used in)/from Finance activities	(4,141,305)	(4,404,151)
Net increase in cash and cash equivalents (A+B+C)	(9,702,149)	(8,039,303)
Cash and Cash Equivalents		
Opening Balance	21,411,476	29,450,779
Closing Balance	11,709,327	21,411,476
	(9,702,149)	(8,039,303)

() Indicates deductions.

Note : Difference in the opening balance of cash & cash equivalent is due to exchange translation difference.

The cash flow statement has been prepared under the indirect method as set out in Accounting Standard 3 (AS - 3) on Cash flow statement prescribed in the Companies (Accounting Standards) Rules, 2006.

Previous year's figures are audited and have been regrouped / reclassified wherever necessary to correspond with current year classification.

The accompanying notes from 1 to 37 are an integral part of these Consolidated financial statements.

As per our report of even date attached.

For B.F.Chordia & Co.

Chartered Accountants

ICAI Firm's Registration No: 101914W

Sd/-

B.F.Chordia

Proprietor

Membership No . 9026

UDIN: 20009026AAAAAH9183

Place: Mumbai

Date: November 20, 2020

For and on behalf of the Board of Directors of Shantivijay Jewels Limited

CIN: U36910MH1980PLC023289

Sd/-

P.K.GODHA

Chairman & M.D

DIN No: 00008194

Sd/-

A.K.GODHA

Vice Chairman & M.D

DIN No: 00008224

Place: Mumbai

November 20, 2020

Place: Mumbai

November 20, 2020