

# SHANTIVIJAY JEWELS LIMITED



**BEYOND EXCELLENCE**

ANNUAL REPORT 2021-22

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# SHANTIVIJAY JEWELS LIMITED

## BOARD OF DIRECTORS

### PRADEEP KUMAR GODHA

*(Chairman & Managing Director)*

### ANURAG GODHA

*(Vice Chairman & Managing Director)*

### NAGIN CHAND GODHA

*(Independent Director)*

### UDIT JAIN

*(Independent Director) (w.e.f. 27.08.2021)*

### NIKHIL NEVATIA

*(Non Executive Director) (w.e.f. 27.12.2021)*



## REGISTERED OFFICE

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

Tel: 91 22 - 42182200-99

Fax: 91 22 - 28291360/42182211

E-mail: shantivijay@shantivijay.com

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

CIN: U36910MH1980PLC023289

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## BANKERS

Canara Bank,  
Canara Bank Building,  
C-14, G Block,  
BKC, Mumbai-400 051.

## 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 49<sup>th</sup> Annual General Meeting of the Members of SHANTIVIJAY JEWELS LIMITED will be held on **Tuesday, 22<sup>nd</sup> November, 2022 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, 2022 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.

**SPECIAL BUSINESS**

3. To consider and, if thought fit, to pass with or without modification, the following resolution as an Ordinary Resolution:  
"RESOLVED THAT Shri.Nikhil Nevatia (DIN: 00387578) be and is hereby appointed as Director of the Company, liable to retire by rotation."

4. To consider and, if thought fit, to pass with or without modification, the following resolution as a Special Resolution:  
"RESOLVED THAT in accordance with the provisions of Sections 196, 197 and 203 read with Schedule V and other applicable provisions, if any, of the Companies Act, 2013 (the Act) and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 and subject to such approvals, if and as may be necessary, the Company hereby approves the reappointment of Shri. Pradeep Kumar Godha (DIN:00008194), Chairman, as the Managing Director of the Company for a period of three years with effect from 1st September, 2022 on the terms and conditions including remuneration as set out in the draft agreement proposed to be entered into by the Company with him and submitted to this meeting, which agreement is hereby specifically sanctioned with an authority in favour of the Nomination & Remuneration Committee and the Board of Directors to alter or vary the terms and conditions of the said appointment and/or agreement including remuneration in such manner as may be agreed between the Board and Shri. Pradeep Kumar Godha.

RESOLVED FURTHER THAT the remuneration payable to Shri Pradeep Kumar Godha, shall not exceed the overall ceiling of the total managerial remuneration as provided under section 197 and Schedule V of the Companies Act, 2013 or such other limits as may be prescribed from time to time."

5. To consider and, if thought fit, to pass with or without modification, the following resolution as a Special Resolution:  
"RESOLVED THAT in accordance with the provisions of Sections 196, 197 and 203 read with Schedule V and other applicable provisions, if any, of the Companies Act, 2013 (the Act) and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 and subject to such approvals, if and as may be necessary, the Company hereby approves the reappointment of Shri. Anurag Godha (DIN:00008224), Vice Chairman, as the Managing Director of the Company for a period of three years with effect from 1st September, 2022 on the terms and conditions including remuneration as set out in the draft agreement proposed to be entered into by the Company with him and submitted to this meeting, which agreement is hereby specifically sanctioned with an authority in favour of the Nomination & Remuneration Committee and the Board of Directors to alter or vary the terms and conditions of the said appointment and/or agreement including remuneration in such manner as may be agreed between the Board and Shri. Anurag Godha.

RESOLVED FURTHER THAT the remuneration payable to Shri Anurag Godha, shall not exceed the overall ceiling of the total managerial remuneration as provided under section 197 and Schedule V of the Companies Act, 2013 or such other limits as may be prescribed from time to time."

6. To consider and, if thought fit, to pass with or without modification, the following resolution as a Special Resolution:  
"RESOLVED THAT pursuant to provisions of sections 197, 198 and all other applicable provisions, if any, read with Schedule V of the Companies Act, 2013 ("the Act"), the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, and in accordance with the approval of Nomination and Remuneration Committee of the Board, and subject to other

approvals, if any, consent of the Company be and is hereby given on revision in the terms of remuneration of the Managing Directors as under, with effect from January 1, 2022:

Name of Directors	Salary per month (Rs. in Lakhs)
Shri Pradeep Kumar Godha (CMD)	10
Shri Anurag Godha (VC & MD)	10

RESOLVED FURTHER THAT except the change as stated herein above, other terms & conditions remain unchanged.”

**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: 9th September,2022

**NOTES**

- Pursuant to Ministry of Corporate Affairs has vide its General Circulars dated 8th April, 2020, 13th April, 2020, 5th May, 2020, 13th January 2021, 14th December 2021 and 5th May, 2022 (collectively referred to as “MCA Circulars”), physical attendance of the Members to the AGM venue is not required and annual general meeting (AGM) will be held through video conferencing (VC) or other audio visual means (OAVM). Hence, Members can attend and participate in the ensuing AGM through VC/OAVM. The deemed venue for the 49th AGM shall be the Registered Office of the Company.
- Pursuant to above mentioned MCA Circulars, the facility to appoint proxy to attend and cast vote for the members is not available for this AGM. However, the Body Corporates are entitled to appoint authorised representatives to attend the AGM through VC/OAVM and participate there at and cast their votes through e-voting.
- 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 1000 members on first come first served basis. This will not include large Shareholders (Shareholders holding 2% or more shareholding), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairperson of the Audit Committee, Auditors etc. who are allowed to attend the AGM without restriction on account of first come first served basis.
- Members attending the AGM through VC / OAVM shall be counted for the purpose of reckoning the quorum under Section 103 of the Act.
- 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) and the MCA Circulars , the Company is 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 entered into an agreement with National Securities Depository Limited (NSDL) for facilitating voting through electronic means, as the authorized agency. The facility of casting votes by a member using remote e-Voting system as well as venue voting on the date of the AGM will be provided by NSDL.
- As required by MCA Circulars, the Notice calling the AGM has been uploaded on the website of the Company at **www.shantivijay.com**. The AGM Notice is also available on the website of NSDL (agency for providing the Remote e-Voting facility) i.e. **www.evoting.nsdl.com**.
- AGM has been convened through VC/OAVM in compliance with applicable provisions of the Companies Act, 2013 read with MCA Circulars.
- 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**.
- In compliance with the aforesaid MCA Circulars, Notice of the AGM along with the Annual Report 2021-22 is being sent only through electronic mode to those Members whose email addresses are registered with the Company/ Depositories.
- Since the AGM will be held through VC / OAVM, the Route Map does not form part of the Notice.

11. The Explanatory Statement pursuant to Section 102 of the Companies Act, 2013 in respect of the Special Business at item nos. 3 to 6 above is annexed hereto and forms part of the Notice.
12. 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.
13. **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. SH13 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.
14. 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.
15. **Brief resumes of Directors seeking appointment** are as under:

<b>Name of the Director</b>	<b>Shri. Nikhil Nevatia</b>	<b>Shri. Pradeep Kumar Godha</b>	<b>Shri. Anurag Godha</b>
DIN	00387578	00008194	00008224
Age (years)	51 Years	63 Years	60 Years
Date of Appointment	27.12.2021	11.12.1986	17.08.1989
Qualification	B.Com.	B.Sc	B.Sc.
Expertise in specific functional areas	He has excellent experience and exposure to Industrial manufacturing operations and management.	He has excellent experience and exposure to jewellery manufacturing operations and international markets.	He has excellent experience and exposure to jewellery manufacturing operations and international markets.
Chairmanship/ Directorship held in other public companies	EEPC INDIA, Director	NIL	NIL
Membership held in Committees of such Boards of other public companies	NIL	NIL	NIL

16. **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 **Tuesday, November 15, 2022** 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 **Tuesday, November 15, 2022**. 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. **November 15, 2022** may obtain the login ID and password by sending a request at [jibu@bigshareonline.com/evoting@nsdl.co.in](mailto: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 remotee-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.

**THE INSTRUCTIONS FOR MEMBERS FOR REMOTE E-VOTING AND JOINING AGM ARE ASUNDER:-**

The remote e-voting period begins on Saturday, November 19, 2022 at 09:00 A.M. and ends on Monday, November 21, 2022 at 05:00 P.M. The remote e-voting module shall be disabled by NSDL for voting thereafter. The Members, whose names appear in the Register of Members / Beneficial Owners as on the record date (cut-off date) i.e. November 15, 2022, may cast their vote electronically. The voting right of shareholders shall be in proportion to their share in the paid-up equity share capital of the Company as on the cut-off date, being November 15, 2022.

**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: Access to NSDL e-Voting system**

**A) Login method for e-Voting and joining virtual meeting for Individual shareholders holding securities in demat mode**

Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are advised to update their mobile number and email Id in their demat accounts in order to access e-Voting facility.

Login method for Individual shareholders holding securities in demat mode is given below:

Type of shareholders	Login Method
Individual Shareholders holding securities in demat mode with NSDL	<ol style="list-style-type: none"> <li>Existing <b>IDeAS</b> user can visit the e-Services website of NSDL Viz. <a href="https://eservices.nsdl.com">https://eservices.nsdl.com</a> either on a Personal Computer or on a mobile. On the e-Services home page click on the “<b>Beneficial Owner</b>” icon under “<b>Login</b>” which is available under ‘<b>IDeAS</b>’ section , this will prompt you to enter your existing User ID and Password. After successful authentication, you will be able to see e-Voting services under Value added services. Click on “<b>Access to e-Voting</b>” under e-Voting services and you will be able to see e-Voting page. Click on company name or <b>e-Voting service provider i.e. NSDL</b> and you will be re-directed to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting.</li> <li>If you are not registered for IDeAS e-Services, option to register is available at <a href="https://eservices.nsdl.com">https://eservices.nsdl.com</a>. Select “<b>Register Online for IDeAS Portal</b>” or click at <a href="https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp">https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp</a></li> <li>Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <a href="https://www.evoting.nsdl.com/">https://www.evoting.nsdl.com/</a> either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon “Login” which is available under ‘Shareholder/Member’ section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or <b>e-Voting service provider i.e. NSDL</b> and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting.</li> <li>Shareholders/Members can also download NSDL Mobile App “<b>NSDL Speede</b>” facility by scanning the QR code mentioned below for seamless voting experience.</li> </ol> <div style="text-align: center;"> <p>NSDL Mobile App is available on</p>  </div>

<p>Individual Shareholders holding securities in demat mode with CDSL</p>	<ol style="list-style-type: none"> <li>1. Users who have opted for CDSL Easi / Easiest facility, can login through their existing user id and password. Option will be made available to reach e-Voting page without any further authentication. The users to login Easi /Easiest are requested to visit CDSL website <a href="http://www.cdslindia.com">www.cdslindia.com</a> and click on login icon &amp; New System Myeasi Tab and then user your existing my easi username &amp; password.</li> <li>2. After successful login the Easi / Easiest user will be able to see the e-Voting option for eligible companies where the evoting is in progress as per the information provided by company. On clicking the evoting option, the user will be able to see e-Voting page of the e-Voting service provider for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting. Additionally, there is also links provided to access the system of all e-Voting Service Providers, so that the user can visit the e-Voting service providers' website directly.</li> <li>3. If the user is not registered for Easi/Easiest, option to register is available at CDSL website <a href="http://www.cdslindia.com">www.cdslindia.com</a> and click on login &amp; New System Myeasi Tab and then click on registration option.</li> <li>4. Alternatively, the user can directly access e-Voting page by providing Demat Account Number and PAN No. from a e-Voting link available on <a href="http://www.cdslindia.com">www.cdslindia.com</a> home page. The system will authenticate the user by sending OTP on registered Mobile &amp; Email as recorded in the Demat Account. After successful authentication, user will be able to see the e-Voting option where the evoting is in progress and also able to directly access the system of all e-Voting Service Providers.</li> </ol>
<p>Individual Shareholders (holding securities in demat mode) login through their depository participants</p>	<p>You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. Upon logging in, you will be able to see e-Voting option. Click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider i.e. NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting.</p>

**Important note:** Members who are unable to retrieve User ID/ Password are advised to use Forget User ID and Forget Password option available at abovementioned website.

**Helpdesk for Individual Shareholders holding securities in demat mode for any technical issues related to login through Depository i.e. NSDL and CDSL.**

Login type	Helpdesk details
<p>Individual Shareholders holding securities in demat mode with NSDL</p>	<p>Members facing any technical issue in login can contact NSDL helpdesk by sending a request at <a href="mailto:evoting@nsdl.co.in">evoting@nsdl.co.in</a> or call at toll free no.: 1800 1020 990 and 1800 22 44 30</p>
<p>Individual Shareholders holding securities in demat mode with CDSL</p>	<p>Members facing any technical issue in login can contact CDSL helpdesk by sending a request at <a href="mailto:helpdesk.evoting@cdslindia.com">helpdesk.evoting@cdslindia.com</a> or contact at toll free No. 1800 22 55 33</p>

**B) Login Method for shareholders other than Individual shareholders holding securities in demat mode and shareholders holding securities in physical mode.**

**How to Log-in to NSDL e-Voting website?**

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.
2. Once the home page of e-Voting system is launched, click on the icon “Login” which is available under ‘Shareholder/ Member’ section.
3. A new screen will open. You will have to enter your User ID, your Password/OTP and a Verification Code as shown on the screen.

*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.*

4. Your User ID details are given below :

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. Password details for shareholders other than Individual shareholders 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.nsdl.com](http://www.evoting.nsdl.com).
- b) **"Physical User Reset Password?"** (If you are holding shares in physical mode) option available on [www.evoting.nsdl.com](http://www.evoting.nsdl.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](mailto:evoting@nsdl.co.in) mentioning your demat account number/folio number, your PAN, your name and your registered address etc.
- 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.

**Step 2: Cast your vote electronically and join General Meeting on NSDL e-Voting system.**

**How to cast your vote electronically and join General Meeting on NSDL e-Voting system?**

1. After successful login at Step 1, you will be able to see all the companies "EVEN" in which you are holding shares and whose voting cycle and General Meeting is in active status.
2. Select "EVEN" of company **(122731)** for which you wish to cast your vote during the remote e-Voting period and casting your vote during the General Meeting. For joining virtual meeting, you need to click on "VC/OAVM" link placed under "Join General Meeting".



3. Now you are ready for e-Voting as the Voting page opens.
4. 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.
5. Upon confirmation, the message "Vote cast successfully" will be displayed.
6. You can also take the printout of the votes cast by you by clicking on the print option on the confirmation page.
7. Once you confirm your vote on the resolution, you will not be allowed to modify your vote.

### **General Guidelines for shareholders**

1. Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) are required to send scanned copy (PDF/JPG Format) of the relevant Board Resolution/ Authority letter etc. with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer by e-mail to **sunil@sunildedhia.com** with a copy marked to **evoting@nsdl.co.in**.
2. 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.
3. 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 1020 990 and 1800 22 44 30 or send a request to Mr. Amit Vishal, Senior Manager, NSDL / Ms. Pallavi Mhatre, Manager, NSDL at **evoting@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**. If you are an Individual shareholders holding securities in demat mode, you are requested to refer to the login method explained at **step 1 (A)** i.e. **Login method for e-Voting and joining virtual meeting for Individual shareholders holding securities in demat mode**.
3. Alternatively shareholder/members may send a request to **evoting@nsdl.co.in** for procuring user id and password for e-voting by providing above mentioned documents.
4. Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are required to update their mobile number and email ID correctly in their demat account in order to access e-Voting facility.

### **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 AGM shall be the same person mentioned for Remote e-voting.

### **INSTRUCTIONS FOR MEMBERS FOR ATTENDING THE AGM THROUGH VC/OAVM ARE AS UNDER:**

1. Member will be provided with a facility to attend the AGM through VC/OAVM through the NSDL e-Voting system.

Members may access by following the steps mentioned above for **Access to NSDL e-Voting system**. After successful login, you can see link of "VC/OAVM link" placed under "**Join General meeting**" menu against company name. You are requested to click on VC/OAVM link placed under Join General Meeting menu. The link for VC/OAVM will be available in Shareholder/Member 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.

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. 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.
6. Shareholders can submit questions in advance with regard to the financial statements or any other matter to be placed at the AGM, from their registered email address mentioning their name, demat account number/folio number, email id, mobile number at **shantivijay@shantivijay.com** at least 5 days before the date of AGM. Such questions by the Members shall be taken up during the meeting and replied by the Company suitably.
7. 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: 9th September, 2022

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. 3**

Shri. Nikhil Nevatia was appointed as Additional Non-executive Director by the Board of Directors with effect from 27th December, 2021.

Pursuant to the provisions of Section 161 of the Act, Shri Nikhil Nevatia holds office up to the date of the ensuing Annual General Meeting ("AGM") and is eligible to be appointed as a Director of the Company.

Based on recommendation of Nomination and Remuneration Committee, the Board has recommends his appointment as Director for your approval as it would be beneficial to the Company due to his experience in industry and management.

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

Shri. Nikhil Nevatia 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.

**Item Nos. 4 & 5**

Shri. Pradeep Kumar Godha and Shri. Anurag Godha have been Managing Directors of the Company since 1st September, 2019 for a term of 3 years with approval of the members granted at 46<sup>th</sup> Annual General Meeting (AGM) of the Company held on 17<sup>th</sup> September, 2019 and their tenure expired on 31st August, 2022.

The Board of Directors (Board) of the Company at meeting held on 16<sup>th</sup> August, 2022, based on the recommendation of the Nomination & Remuneration Committee, has approved the re-appointment of Shri Pradeep Kumar Godha and Shri Anurag Godha as the Managing Director of the Company for a period of three years with effect from 1<sup>st</sup> September 2022 upon the terms and conditions contained in the draft Agreements to be entered into by the Company with them subject to the approval of members as per Section 196(4) of the Companies Act, 2013.

The said agreements, inter alia, contain the following material terms and conditions:

Particulars	Shri. Pradeep Kumar Godha	Shri. Anurag Godha
Designation	Managing Director	Managing Director
Period	01.09.2022 to 31.08.2025	01.09.2022 to 31.08.2025
Salary per month	Rs.10,00,000/-	Rs.10,00,000 /-

- Perquisites : Free Furnished Housing accommodation or house rent allowance in lieu thereof together with furnishings, with gas, electricity, water, and other amenities; Reimbursement of medical expenses incurred in India or abroad including hospitalization and surgical charges and travel expenses relating thereto and/or medical insurance, for self and family; Reimbursement of expenses on servants, mobile phone, telephone at residence, leave travel including foreign travel for self and family, fees of clubs, personal accident and life insurance premiums; Bonus, special allowances and such other perquisites as may be determined by the Board of Directors from time to time in each of the cases.
- The following perquisites shall not be included in the computation of the ceiling on remuneration specified herein :
  - (i) Contribution to Provident Fund, Super annuation fund or annuity fund to the extent these either singly or put together are not taxable under the Income Tax Act, 1961.
  - (ii) Gratuity which shall not exceed half a month's salary for each completed year of services, and
  - (iii) Encashment of leave at the end of the tenure.
- Provision of car with driver for personal use as well as business of the Company, mobile phone and telephone at residence.
- Annual privilege leave to MDs: On full salary for a period of thirty days and shall be entitled to accumulate such leave.
- Notice period: 90 days in writing provided that the same may be waived mutually.

The Board, based on approval of Nomination and Remuneration Committee, shall have power to revise the Salary/Perquisites, on completion of not less than each 12 months period subject to limits on managerial remuneration under the provisions of the

Companies Act, 2013 read with relevant rules and Schedule V thereto.

No sitting fee shall be payable for attending the meetings of the Board of Directors or Committee thereof to any of them.

The above Salary and perquisites/allowances shall be payable notwithstanding the inadequacy or no profits in any financial year during the tenure of their respective offices as such.

The terms and conditions of the said appointments and/or agreements may be altered and varied from time to time by the Board, based on approval of Nomination and Remuneration Committee, as it may, in its discretion, deem fit in conformity with the provisions of the Companies Act, 2013 and Schedule V thereof, or any amendment made hereafter in that regard.

The other terms and conditions of the agreements are such as are customarily contained in agreements of similar nature.

The said reappointments/agreements including the remuneration as aforesaid shall be subject to the approval of the Company and all such sanctions as may be necessary and shall be given effect to as per the modifications, if any, made/approved as aforesaid.

**Disclosure as per Part II Section II (B) para (iv) of second proviso of Schedule V of the Companies Act, 2013 are as under:**

I. GENERAL INFORMATION:

- (1) Nature of Industry: Jewellery manufacturing & export
- (2) Date of commencement of Commercial production: Since incorporation
- (3) In case of new companies, expected date of commencement of activities as per project approved by Financial Institutions appearing in the Prospectus: Not Applicable
- (4) Financial Performance based on given indicators: (Rs. in Lakhs)

Particulars	FY 2021-22		FY 2020-21		FY 2019-20	
	Stand-alone	Consolidated	Stand-alone	Consolidated	Stand-alone	Consolidated
Income from Operations	21624	23916	9652	11465	10800	14402
Profit /(Loss) Before Tax	1336	1407	106	(8)	429	537
Profit / (Loss) After Tax	952	1024	58	(56)	353	462

- (5) Foreign Investments or Collaborations, if any: NIL

II. INFORMATION ABOUT APPOINTEE(S):

- (1) Background details:

Shri. Pradeep Kumar Godha aged 61 years and Shri Anurag Godha aged 58 years, both, are Science graduate and have excellent experience and exposure to jewellery manufacturing operations and international markets.

- (2) Past remuneration:

Name	Remuneration paid (Rs. in Lakhs)				
	FY 2021-22	FY 2020-21	FY 2019-20	FY 2018-19	FY 2017-18
Shri. Pradeep Kumar Godha	95.27	62.66	61.10	52.03	38.76
Shri. Anurag Godha	94.34	63.16	59.50	49.85	37.57

- (3) Recognition or awards: Nil
- (4) Job profile and their suitability: Shri. Pradeep Kumar Godha and Shri Anurag Godha, both, have industry specific experience of decades.
- (5) Remuneration proposed: As mentioned herein above.
- (6) The remuneration paid /proposed to be paid is comparable and competitive, considering the industry, size of the Company, the managerial position and the credentials of the Managerial Personnel.

- (7) Pecuniary relationship directly or indirectly with the Company or relationship with the Managerial Personnel, if any: Shri. Pradeep Kumar Godha and Shri Anurag Godha, both, are promoters of the Company and along with relatives collectively hold 97.43 % equity shares in the Company.

**III. OTHER INFORMATION:**

- (1) Reasons of loss or inadequate profits

Profits have been inadequate or loss were incurred in past mainly due to overall slow down in demand for discretionary spends like jewellery, increased raw material costs, competition resulting in lower margins and impact of foreign currency rate fluctuations and Covid 19 Pandemic.

- (2) Steps taken or proposed to be taken for improvement

The Company has been taking necessary steps to reduce costs, realign resources and improve margins wherever possible.

- (3) Expected increase in productivity and profits in measurable terms

The aforesaid steps taken/to be taken by the Company are expected to improve the Company's performance and profitability.

Your Directors commend the resolutions at Item Nos. 4 and 5 of the accompanying Notice for your approval by way of special resolutions.

Shri. Pradeep Kumar Godha and Shri. Anurag Godha and their relatives are interested in the resolutions pertaining to their respective reappointments.

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 resolutions.

**Item No. 6**

The remuneration duly approved and payable to Shri Pradeep Kumar Godha and Shri Anurag Godha as the Managing Director(s) of the Company was Salary of Rs.5,00,000/- per month and perquisites in the manner as stated hereunder with power to the Board to power to revise the Salary/Perquisites, on completion of each 12 months period, so that increase in such remuneration for any such period shall not exceed 25 % of the amount of such remuneration prevailing/provided in the period immediately preceding the period for which such remuneration is fixed in each case, for a period of three years based on then prevalent provisions in Schedule V of the Companies Act, 2013(Act). The Salary payable to them was revised, from time to time, and with approval of the Nomination and Remuneration Committee, presently, at Rs.10,00,000/- per month from 1<sup>st</sup> January, 2022.

The Nomination and Remuneration Committee of the Board in its meeting held on December 27, 2021, had evaluated performance of the Managing Directors and in accordance with Company's performance and Industry norms, recommended revision in the terms of Remuneration as under, with effect from January 1, 2022:

<b>Name of Directors</b>	<b>Salary per month (Rs. in Lakhs)</b>
Shri Pradeep Kumar Godha (CMD)	10
Shri Anurag Godha (VC & MD)	10

All other terms and conditions remained unchanged. In line with the regulatory requirements, approval of the members is being obtained for the said revision in the remuneration.

Your Directors recommend the said Resolution for your approval as a Special Resolution.

Shri. Pradeep Kumar Godha and Shri. Anurag Godha and their relatives are interested in the resolution.

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: 9th September, 2022

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 49<sup>th</sup> Annual Report and the Audited Statement of Accounts for the year ended March 31, 2022.

### 1. FINANCIAL RESULTS / STATE OF AFFAIRS

(Rs. in lakhs)

Particulars	Standalone		Consolidated	
	2021-22	2020-21	2021-22	2020-21
Income from operations	21624.16	9652.04	23916.20	11465.13
Less : Expenses	20520.56	9448.48	22729.63	11370.08
Depreciation	66.76	57.38	72.16	62.68
<b>Profit /(Loss) from operations before other income and finance costs</b>	<b>1036.84</b>	146.18	<b>1114.41</b>	32.37
Add: Other Income	374.97	133.80	369.41	133.80
<b>Profit/(Loss) from ordinary activities before finance costs</b>	<b>1411.81</b>	279.98	<b>1483.82</b>	166.17
Less: Finance Cost	67.77	101.54	68.44	102.00
<b>Profit/(Loss) from ordinary activities before tax</b>	<b>1344.04</b>	178.44	<b>1415.38</b>	64.17
Less: Extra-ordinary Item- diminution in value of Investments	8.00	72.00	8.00	72.00
<b>Profit before Tax</b>	<b>1336.04</b>	106.44	<b>1407.38</b>	(7.83)
Less: Tax expenses	383.56	48.55	383.56	48.55
<b>Profit/(Loss) for the period</b>	<b>952.48</b>	57.89	<b>1023.82</b>	(56.38)
<b>Earnings Per Share (Rs.)</b>	<b>31.73</b>	1.93	<b>34.10</b>	(1.88)

### 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, 6 (Six) Board meetings were held on 25.05.2021, 05.08.2021, 27.08.2021, 27.12.2021, 19.01.2022 and 28.03.2022. Details of attendance by each Director at the said Board meetings are as under:

Name of Director (s)	Board Meetings attended during FY 2021-22
Shri. Pradeep Kumar Godha	6
Shri. Anurag Godha	6
Shri. Nagin Chand Godha	6
Shri Udit Jain (appointed w.e.f. 27.08.2021)	4
Shri Nikhil Nevatia (appointed w.e.f. 27.12.2021)	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. ANNUAL RETURN

Pursuant to Section 92(3) read with Section 134(3)(a) of the Act, the Annual Return as on March 31, 2022 is

available in prescribed format on the Company's website on [www.shantivijay.com](http://www.shantivijay.com)

## **7. BOARD OF DIRECTORS AND COMMITTEES**

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

During the year, Shri Udit Jain was appointed as Additional Director effective 27.08.2021 in the category of Independent Director. Shri Nikhil Nevatia was appointed as Additional Director effective 27.12.2021 in the category of Non-executive Director. Shri Udit Jain was appointed Independent Director as such at 48<sup>th</sup> AGM of the Company held on 30.09.2021. Shri. Nagin Chand Godha, Director was designated as the Independent Director by the Board of Directors effective 27.08.2021 and his appointment as Independent Director was approved at the said 48<sup>th</sup> AGM of the Company.

Shri. Nikhil Nevatia (DIN: 00387578), being Additional Director 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 as CMD, Shri Anurag Godha as VCMD, Shri Nagin Chand Godha and Shri Udit Jain as Independent Directors and Nikhil Nevatia as Non-executive Director.

During the year, Audit Committee (AC) was constituted. AC is comprised of Shri. Nagin Chand Godha as Chairman and Shri Udit Jain and Shri Pradeep Kumar Godha as the members. During the year, 1 (One) AC meeting was held on 27.08.2021 which was attended by all the said members.

During the year, Nomination & Remuneration Committee (NRC) was constituted. NRC is comprised of Shri. Nagin Chand Godha as Chairman and Shri Udit Jain and Shri Nikhil Nevatia as the members. During the year, 1 (One) NRC meeting was held on 27.12.2021 which was attended by all the said members.

Independent Directors have given written declarations to the Company confirming that they meet the criteria of independence as mentioned under Section 149(6) of the Companies Act, 2013. The Board is of the opinion that the Independent Directors of the Company possess requisite qualifications, experience.

## **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 'B'**.

## **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 47<sup>th</sup> 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 52<sup>nd</sup> AGM of the Company. As per the provisions of Section 139 of the Act, the Auditors have confirmed that they are not disqualified from continuing as Auditors of the Company. There is no audit qualification, reservation, or adverse remark or disclaimer in the Auditor’s Report for the year under review. The Auditors of the Company have not reported any instances of fraud committed against the Company by its officers or employees as specified under Section 143(12) of the Companies Act, 2013.

**17. CORPORATE SOCIAL RESPONSIBILITY (CSR)**

CSR related provisions of the Companies Act, 2013 did not apply to the Company during the year under review as the Company did 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)	
	2021-22	2020-21
Foreign Exchange earned:	21281.21	9242.68
Foreign Exchange used:	7574.53	3367.97

**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 mandatory 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

CHAIRMAN & MANAGING DIRECTOR

DIN- 00008194

Place: Mumbai

Dated: 09.09.2022



# SHANTIVIJAY JEWELS LIMITED

## Annexure- 'A'

### 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)	31.03.2022	US \$ 75.8278	341.41	1097.00	1443.09	1443.09	41.32	0.00	(16.57)	0.00	(16.57)	0.00	100%
2	Shantivijay ImpexDMCC	31.03.2022	US \$ 75.8278	41.32	1509.57	3163.37	3163.37	0.00	7852.40	86.00	0.00	86.00	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: 9th September, 2022

**Annexure- 'B'**

**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 lakhs p.a. 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. 7.34 lakhs	Access to online sales portal	01.04.2017	-	N.A.
3	Diamondere Pvt. Ltd.	Rent	5 (Five) years	Rs.0.96 lakhs	Commercial terms	02.04.2019	-	N.A.
		Purchases	5 (Five) years	Rs.279 lakhs	Commercial terms	03.08.2020		
4	Diamondere Inc USA	Sales	5 (Five) years	Rs. 1467.94 lakhs	Access to online sales portal	02.04.2019	-	N.A.
		Purchases	5 (Five) years	Rs. 5.15 lakhs				
5	Shantivijay Impex DMCC	Sales	5 (Five) years	Rs. 740.49 lakhs	Wholly owned Subsidiary (WOS) of WOS	02.04.2019	-	N.A.
		Purchases	5 (Five) years	Rs. 4819.86 lakhs				
6	Sudha Godha	Remuneration	Permanent	Rs. 10.37 lakhs	Sales support & administration	02.04.2019	-	N.A.
7	Namita Godha	Remuneration	Permanent	Rs. 10.37 lakhs	Sales support & administration	02.04.2019	-	N.A.
8	Deepika Godha	Remuneration	Permanent	Rs.6.30 lakhs	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: 9th September, 2022

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 STANDALONE FINANCIAL STATEMENTS**

#### **Opinion**

1. We have audited the standalone financial statements of **Shantivijay Jewels Limited** ("the Company"), which comprise the standalone balance sheet as at March 31, 2022, and the standalone statement of profit and loss and standalone statement of cash flows for the year then ended, and notes to the standalone financial statements, including a summary of the significant accounting policies and other explanatory information (herein after referred to as "Standalone Financial Statements").
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 ("Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2022 and profit and its cash flows for the year ended on that date.

#### **Basis for Opinion**

3. We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. 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 together with the ethical requirements that are relevant to our audit of the standalone financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### **Emphasis of matter**

4. We draw attention to Note 36 of the standalone financial statements, which states that as at March 31, 2022, the Company has trade receivable and payable balances of Rs. 911.75 lakhs and Rs. 911.47 lakhs respectively, which includes receivable of Rs. 40.35 lakhs for more than nine months and payable of Rs. 72.29 lakhs for more than six months, respectively. Since the liability on account of non-compliance with the provisions of the Foreign Exchange Management Act ("FEMA") cannot be presently determined, no provision for any liability that may result on such non-compliance has been made in the financial statements.

Our opinion is not modified in respect of these matters.

#### **Other information**

5. The Company's Board of Directors is responsible for the other information. The other information comprises the

information included in the Director's report but does not include the 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 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 standalone 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.

#### **Responsibilities of management and those charged with governance 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 of the Company in accordance with 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 standalone 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. Those 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.

#### **Auditor's Responsibility for the Audit of the Standalone Financial Statements (Continued)**

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 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. 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.
11. 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**

12. As required by the Companies (Auditor's Report) Order, 2020 ("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, to the extent applicable.
13. 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 standalone balance sheet, the standalone statement of profit and loss and the standalone 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, 2022 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2022 from being appointed as a director in terms of Section 164 (2) of the Act.
  - f) On the basis of the information's and explanations given by the Management of the Company with respect to the adequacy of the internal financial controls over financial reporting of the Company incorporated in India and the operating effectiveness of such controls, refer to our Separate Report in "Annexure B".
  - g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, 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 as at March 31, 2022 and hence no such impact is disclosed on its financial position in its 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.
    - iv. The management has represented that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been advanced or loaned or invested (either from borrowed funds or share premium

- or any other sources or kind of funds) by the company to or in any other person(s) or entity(ies), including foreign entities (“Intermediaries”), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (“Ultimate Beneficiaries”) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
- v. The management has represented, that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been received by the company from any person(s) or entity(ies), including foreign entities (“Funding Parties”), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (“Ultimate Beneficiaries”) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
- vi. Based on our audit procedures, we considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (g) (iv) and (v) contain any material misstatement.
- vii. The company has not declared or paid any dividend during the year.
14. 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 and to the best of our information and according to the explanations given to us, the managerial remuneration for the year ended March 31, 2022 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.

**For B.F. Chordia & CO.**  
*Chartered Accountants*  
**ICAI Firm Registration No: 101914W**  
Sd/-  
**B F Chordia**  
Proprietor  
Membership No.: 09026  
UDIN: 22009026AVCAMT5632  
Place: Mumbai  
Date: 9<sup>th</sup> September, 2022

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**Annexure - A to the Independent Auditors’ Report****As referred to in paragraph 13 under ‘Report on Other Legal and Regulatory Requirements’ of our report of even date.**

- (i) a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment.  
(B) The Company has maintained proper records showing full particulars of intangible assets
- b) Property, Plant and Equipment have been physically verified by the management during the year and no material discrepancies were noticed.
- c) The title deeds of all the immovable properties (other than properties where the Company is the lessee and the lease agreements are duly executed in favour of the lessee) are held in the name of the Company.
- d) The company has not revalued its Property, Plant and Equipment or intangible assets or both during the year.
- e) There are no proceedings initiated or are pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 and rules made thereunder
- (ii) a) The management has conducted physical verification of inventory at reasonable intervals during the year. In our opinion the coverage and the procedure of such verification by the management is appropriate. No discrepancies of 10% or more in aggregate for each class of inventory were noticed on such physical verification.
- b) As per information provided to us and to the best of our knowledge and belief, the company has been sanctioned in excess of five crores rupees, in aggregate, from banks or financial institution on the basis of security of current assets; In our opinion, the quarterly returns or statements filed by the Company with such banks or financial institutions are in agreement with the books of account of the Company.
- (iii) a) As per information and explanation provided to us and based on our examination of the records of the Company, the Company has made investment in firms, and limited liability partnerships and provided guarantee to the associate company covered in the register maintained under Section 189 of the Act. Whether during the year the company has provided loans or provided advances in the nature of loans, or stood guarantee, or provided security to any other entity, if so, indicate-
- (A) The aggregate amount during the year, and balance outstanding at the balance sheet date with respect to such loans or advances and guarantees or security to subsidiaries, joint ventures and associate Details of Guarantee given to parties covered under section 189 of the Companies Act.
- (B) The aggregate amount during the year, and balance outstanding at the balance sheet date with respect to such loans or advances and

guarantees or security to parties other than subsidiaries, joint ventures and associates. Based on the audit procedures carried on by us and as per the information and explanations given to us, During the year the Company has not provided loans, advances in the nature of loans, stood guarantee or provided security to companies, firms, Limited Liability Partnerships or any other parties. Accordingly, the requirement to report on clause 3(iii)(a) of the Order is not applicable to the Company.

- b) As per information and explanation provided to us and based on our examination of the records of the Company, during the year the Company has not made investments, provided guarantees, provided security and granted loans and advances in the nature of loans to companies, firms, Limited Liability Partnerships or any other parties. Accordingly, the requirement to report on clause 3(iii)(b) of the Order is not applicable to the Company.
- c) As per information and explanation provided to us and based on our examination of the records of the Company, the Company has not granted loans and advances in the nature of loans to companies, firms, Limited Liability Partnerships or any other parties. Accordingly, the requirement to report on clause 3(iii)(c) of the Order is not applicable to the Company.
- d) As per information and explanation provided to us and based on our examination of the records of the Company, The Company has not granted loans or advances in the nature of loans to companies, firms, Limited Liability Partnerships or any other parties. Accordingly, the requirement to report on clause 3(iii)(d) of the Order is not applicable to the Company.
- e) As per information and explanation provided to us and based on our examination of the records of the Company, there were no loans or advance in the nature of loan granted to companies, firms, Limited Liability Partnerships or any other parties. Accordingly, the requirement to report on clause 3(iii)(e) of the Order is not applicable to the Company.
- f) The Company has not granted any loans or advances in the nature of loans, either repayable on demand or without specifying any terms or period of repayment to companies, firms, Limited Liability Partnerships or any other parties. Accordingly, the requirement to report on clause 3(iii)(f) of the Order is not applicable to the Company
- (iv) According to the information and explanations given to us and on the basis of our examination of records of the Company, in respect of investments made and loans, guarantees and security given by the Company, in our opinion the provisions of Section 185 and 186 of the Companies Act, 2013 ("the Act") have been complied.
- (v) According to the information and explanations given to us, during the financial year, the Company has not accepted deposits from the public nor accepted any

amounts which are deemed to be deposits within the meaning of Section 73 to 76 of the Act. Accordingly, paragraph 3(v) of the Order is not applicable.

- (vi) According to the information and explanations given to us, the Company is not in the business of sale of any goods or provision of such services as prescribed. Accordingly, the requirement to report on clause 3(vi) of the Order is not applicable to the Company.
- (vii) a) According to the information provided and explanations given to us and based on our examination of the records of the Company, the Company is regular in depositing with appropriate authorities undisputed statutory dues including goods and services tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and other statutory dues applicable to it. According to the information and explanations given to us and based on audit procedures performed by us, no undisputed amounts payable in respect of these statutory dues were outstanding, at the year end, for a period of more than six months from the date they became payable.
- b) According to the information and explanations given to us and based on our examination of the records of the Company, there are no dues of income tax, sales tax, goods and service tax, duty of customs, which have not been deposited on account of any dispute
- (viii) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not surrendered or disclosed any transactions, previously unrecorded as income in the books of account, in the tax assessments under the Income Tax Act, 1961 as income during the year.
- (ix) a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not defaulted in repayment of loans and borrowing or in the payment of interest thereon to any lender.
- b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not been declared a wilful defaulter by any bank or financial institution or government authority.
- c) In our opinion and according to the information and explanations given to us by the management, term loans were applied for the purpose for which the loans were obtained.
- d) According to the information and explanations given to us and on an overall examination of the balance sheet of the Company, we report that no funds raised on short-term basis have been used for long-term purposes by the Company.
- e) According to the information and explanations given to us and on an overall examination of the financial statements of the Company, we report that the Company has not taken any funds from any entity

- or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures as defined under the Act.
- f) According to the information and explanations given to us and procedures performed by us, we report that the Company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies (as defined under the Act).
- (x) a) The Company has not raised any moneys by way of initial public offer or further public offer (including debt instruments) Accordingly, clause 3(x)(a) of the Order is not applicable.
- b) According to the information and explanations given to us and on the basis of 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. Accordingly, clause 3(x)(b) of the Order is not applicable.
- (xi) a) Based on examination of the books and records of the Company and according to the information and explanations given to us, no fraud by the Company or on the Company has been noticed or reported during the course of the audit.
- b) According to the information and explanations given to us, no report under sub-section (12) of Section 143 of the Act has been filed by the auditors in Form ADT-4 as prescribed under Rule 13 of the Companies (Audit and Auditors) Rules, 2014 with the Central Government
- c) As represented to us by the management, there are no whistle blower complaints received by the Company during the year
- (xii) According to the information and explanations given to us, the Company is not a Nidhi Company. Accordingly, paragraph 3(xii) of the Order is not applicable.
- (xiii) The provision of section 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. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has entered transactions, during the period, with the related parties in compliance with the provisions of 188 of the Act where applicable and details have been disclosed in the Financial Statements as required by the applicable accounting standards.
- (xiv) a) According to the information and explanations given to us and our audit procedures, the Company does not have an internal audit system and is not required to have an internal audit system under the provisions of Section 138 of the Companies Act, 2013. Therefore, the requirement to report under clause 3(xiv)(a) of the Order is not applicable to the Company.
- b) The Company does not have an internal audit system and is not required to have an internal audit system under the provisions of Section 138 of the Companies Act, 2013. Therefore, the requirement to report under clause 3(xiv)(b) of the Order is not applicable to the Company.
- (xv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.
- (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.
- (xvii) The Company has not incurred cash losses in the current and in the immediately preceding financial year.
- (xviii) There has been no resignation of the statutory auditors during the year. Accordingly, clause 3(xviii) of the Order is not applicable
- (xix) According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that the Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.
- (xx) In our opinion and according to the information and explanations given to us, compliance with corporate social responsibility is not applicable to the company. Accordingly, clauses 3(xx)(a) and 3(xx)(b) of the Order are not applicable.

**For B.F. Chordia &CO.**  
*Chartered Accountants*  
**ICAI Firm Registration No: 101914W**

Sd/-  
**B F Chordia**  
Proprietor  
Membership No.: 09026  
UDIN: 22009026AVCAMT5632

Place: Mumbai  
Date: 9<sup>th</sup> September, 2022

**ANNEXURE B to the Independent Auditors' report**

**Report on the internal financial controls with reference to the aforesaid standalone financial statements under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013** (Referred to in paragraph 14(f) under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

**OPINION**

We have audited the internal financial controls with reference to standalone financial statements of **Shantivijay Jewels Limited** ("the Company") as of March 31, 2022 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

In our opinion, the Company has, in all material respects, adequate internal financial controls with reference to standalone financial statements and such internal financial controls were operating effectively as at 31st March 2022, based on the internal financial controls with reference to standalone financial statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India (the "Guidance Note").

**MANAGEMENT'S RESPONSIBILITY FOR INTERNAL FINANCIAL CONTROLS**

The Company's management and the Board of Directors are responsible for establishing and maintaining internal financial controls based on the internal financial controls with reference to standalone financial statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to 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 (hereinafter referred to as "the Act").

**AUDITORS' RESPONSIBILITY**

Our responsibility is to express an opinion on the Company's internal financial controls with reference to standalone financial statements based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing, prescribed under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls with reference to standalone financial statements. 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 with reference to standalone financial statements were established and maintained and whether 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 with reference to standalone financial statements and their operating effectiveness. Our audit of internal financial controls with reference to standalone financial statements included obtaining an understanding of such internal financial controls,

assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment

of the risks of material misstatement of the standalone 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 with reference to standalone financial statements.

**MEANING OF INTERNAL FINANCIAL CONTROLS WITH REFERENCE TO STANDALONE FINANCIAL STATEMENTS****AUDITORS' RESPONSIBILITY (Continued)**

A company's internal financial controls with reference to standalone financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of standalone financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial controls with reference to standalone financial statements include 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 standalone 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 standalone financial statements.

**INHERENT LIMITATIONS OF INTERNAL FINANCIAL CONTROLS WITH REFERENCE TO STANDALONE FINANCIAL STATEMENTS**

Because of the inherent limitations of internal financial controls with reference to standalone 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 with reference to standalone financial statements to future periods are subject to the risk that the internal financial controls with reference to standalone financial statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

**For B.F. Chordia & CO.***Chartered Accountants***ICAI Firm Registration No: 101914W**

Sd/-

**B F Chordia**

Proprietor

Membership No.: 09026

UDIN: 22009026AVCAMT5632

Place: Mumbai

Date: 9<sup>th</sup> September, 2022



**Standalone Balance Sheet as at March 31, 2022**

(All amounts in ₹ lakhs, unless otherwise stated)

Particulars	Note	As at March 31, 2022	As at March 31, 2021
<b>I. EQUITY AND LIABILITIES</b>			
<b>1. Shareholder's Funds</b>			
(a) Share Capital	3	300.20	300.20
(b) Reserves and Surplus	4	3,531.41	2,578.94
<b>2. Non-Current Liabilities</b>			
(a) Long term Borrowings	5	–	10.45
(b) Long -term provisions	6	10.40	4.94
<b>3. Current Liabilities</b>			
(a) Short-term borrowings	7	999.87	1,354.07
(b) Trade payables			
dues to Micro enterprises and small enterprises ('MSME')	8	81.06	5.90
dues to others	8	3,350.05	2,836.30
(c) Other current liabilities	9	102.46	16.23
(d) Short-term provisions	10	58.99	38.03
<b>Total</b>		<b>8,434.43</b>	<b>7,145.05</b>
<b>II. Assets</b>			
<b>1. Non-current assets</b>			
<i>(a) Property, plant and equipments and Intangible assets</i>			
(i) Tangible assets	11	406.31	384.14
(ii) Intangible assets	11	54.58	54.00
(b) Non-current investments	12	188.26	211.26
(c) Deferred tax assets (net)	39	8.59	13.12
(d) Long term loans and advances	13	500.60	497.84
<b>2. Current assets</b>			
(a) Inventories	14	4,845.99	4,178.71
(b) Trade receivables	15	1,130.89	1,126.54
(c) Cash and cash equivalents	16	297.89	203.52
(d) Other bank balances	17	813.63	234.94
(e) Short-term loans and advances	18	183.73	231.93
(f) Other current assets	19	3.96	9.05
<b>Total</b>		<b>8,434.43</b>	<b>7,145.05</b>

The accompanying notes from 1 to 45 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 . 09026

UDIN : 22009026AVCAMT5632

Place: Mumbai

Date: 9th September, 2022

**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

9th September, 2022

Sd/-

**A.K.GODHA**

Vice Chairman & M.D

DIN No: 00008224

Place: Mumbai

9th September, 2022

**Standalone Statement of Profit and Loss for the year ended March 31, 2022***(All amounts in ₹ lakhs, unless otherwise stated)*

Particulars	Note	For the year ended March 31, 2022	For the year ended March 31, 2021
Revenue from operations	20	21,624.16	9,652.04
Other Income	21	374.97	133.80
<b>Total Revenue</b>		<b>21,999.13</b>	<b>9,785.84</b>
Expenses:			
Cost of materials consumed	22	17,559.05	8,150.70
Purchase of Stock-in-Trade	22	798.36	199.14
Changes in inventories of finished goods	23	(7.50)	(199.40)
Employee benefit expense	24	651.29	440.42
Finance costs	25	67.77	101.54
Depreciation and amortization expense	11	66.76	57.38
Other expenses	26	1,519.36	857.63
<b>Total Expenses</b>		<b>20,655.09</b>	<b>9,607.40</b>
<b>Profit before extraordinary items and tax</b>		<b>1,344.03</b>	<b>178.44</b>
<b>Extraordinary Items</b>			
Diminution in value of Investments		8.00	72.00
<b>Profit before tax</b>		<b>1,336.03</b>	<b>106.44</b>
Tax expense:			
Current tax		363.60	45.41
Current tax- Earlier years		15.44	-
Deferred tax charged / (credit)		4.52	3.14
		<b>383.56</b>	<b>48.55</b>
<b>Profit for the year</b>		<b>952.47</b>	<b>57.90</b>
Earning per equity share:			
Equity share of par value of Rs. 10/- each Basic & Diluted	32	31.73	1.93

**The accompanying notes from 1 to 45 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 . 09026

UDIN : 22009026AVCAMT5632

Place: Mumbai

Date: 9th September, 2022

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

CIN: U36910MH1980PLC023289

Sd/-

**P.K.GODHA**

Chairman &amp; M.D

DIN No: 00008194

Sd/-

**A.K.GODHA**

Vice Chairman &amp; M.D

DIN No: 00008224

Place: Mumbai

9th September, 2022

Place: Mumbai

9th September, 2022

## Notes to the standalone financial statements for the year ended March 31, 2022

(All amounts in ₹ lakhs, unless otherwise stated)

### 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. 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.

### 3 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 in the current year is presented in Indian rupees (INR) rounded off to lakhs however in the last year financials were presented in Millions which were converted to lakhs for the comparative year.*

#### 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, 2022 (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
Software	5
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.

Notes to the standalone financial statements for the year ended March 31, 2022 (Contd.)

**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 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. 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.

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

1. Raw Material: Lower of cost or net realisable value. Cost is determined on first in first out ('FIFO') basis.
2. 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.
3. Stock in Trade (exports of Diamond & precious stone ):Lower of cost or net realisable value. Cost is determined on first in first out ('FIFO')basis.
4. Loose Tools: Lower of the cost or net realisable value.

Inventory of spares, Rubber Moulds and consumables are not valued and are 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

## Notes to the standalone financial statements for the year ended March 31, 2022 (Contd.)

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 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, 2022 (Contd.)**

	As at March 31, 2022	As at March 31, 2021
<b>3 SHARE CAPITAL</b>		
Authorised- Equity shares of Rs. 10 par value 60,00,000 Equity Shares	600.00	600.00
<b>Issued, Subscribed &amp; Paid Up</b>		
30,02,000 Equity Shares of Rs. 10/- par value fully paid	300.20	300.20
<b>Total</b>	300.20	300.20

**(a) 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 March 31, 2022 No. of Shares	As at March 31, 2021 No. of Shares
Number of shares at the beginning and at the end	30,02,000	30,02,000
Add : equity shares issued during the year	-	-
Outstanding at the end of the year	30,02,000	30,02,000

**(b) Terms / rights attached to equity shares**

The Company has only one class of shares referred to as equity shares having a par value of Rs. 10/-. Each holder of equity shares is entitled to one vote per share. In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

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

Name of the shareholder	As at March 31, 2022 No of shares	%	As at March 31, 2021 No of shares	%
1 Rajrani Bimalchand Godha	8,37,607	27.90	8,37,607	27.90
2 Pradeepkumar Bimalchand Godha	4,92,224	16.40	4,92,124	16.40
3 Anurag Bimalchand Godha	4,89,312	16.30	4,89,212	16.30
4 Varun pradeep kumar Godha	2,68,500	8.94	2,68,500	8.94
5 Namita Anurag Godha	1,91,295	6.37	1,91,295	6.37
6 Sudha Pradeepkumar Godha	1,88,795	6.29	1,88,795	6.29
7 Anish Anurag Godha	1,51,600	5.05	1,51,600	5.05

As per records of the Company, including its register of shareholders/members, the above shareholding represents both legal and beneficial ownerships of shares.

**(d) Shares held by promoters at the end of the year:**

As at March 31, 2022			
Promoter name	No. of shares	% of total share	% Change during the year
Pradeepkumar Bimalchand Godha	4,92,224	16.40%	0.00%
Anurag Bimalchand Godha	4,89,312	16.30%	0.00%
As at March 31, 2021			
Promoter name	No. of shares	% of total share	% Change during the year
Pradeepkumar Bimalchand Godha	4,92,124	16.40%	0.02%
Anurag Bimalchand Godha	4,89,212	16.30%	0.02%

Notes to the standalone financial statements for the year ended March 31, 2022 (Contd.)

		As at March 31, 2022	As at March 31, 2021
<b>4 RESERVES AND SURPLUS</b>			
Security Premium Reserve	(a)	467.98	467.98
Capital Reserve	(b)	200.55	200.55
General Reserve	(c)	1,089.61	1,089.61
Surplus in Statement of Profit and loss	(d)	1,773.27	820.79
<b>Total</b>		<b>3,531.41</b>	<b>2,578.94</b>
<b>(a) Securities premium reserve</b>			
Opening Balance		467.98	467.98
Add: Addition during the year		-	-
Less: Utilised during the year		-	-
		<b>467.98</b>	<b>467.98</b>
<b>(b) Capital reserve</b>			
Opening Balance		200.55	200.55
Add: Addition during the year		-	-
Less: Utilised during the year		-	-
		<b>200.55</b>	<b>200.55</b>
<b>(c) General reserve</b>			
Opening Balance		1,089.61	1,089.61
Add: Addition during the year		-	-
Less: Utilised during the year		-	-
		<b>1,089.61</b>	<b>1,089.61</b>
<b>(d) Surplus in statement of Profit &amp; Loss</b>			
Opening Balance		820.79	762.89
Add : Profit during the year		952.47	57.90
		<b>1,773.27</b>	<b>820.79</b>
<b>5 LONG TERM BORROWINGS (SECURED)</b>			
Loan from Non-banking financial institutions*		-	9.78
Loan from banks**		-	0.67
(Secured by Hypothecation of Motor Cars )			
<b>Total</b>		<b>-</b>	<b>10.45</b>
*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.			
<b>6 LONG TERM PROVISIONS</b>			
Provision for gratuity		10.40	4.94
<b>Total</b>		<b>10.40</b>	<b>4.94</b>



**Notes to the standalone financial statements for the year ended March 31, 2022 (Contd.)**

	<b>As at March 31, 2022</b>	As at March 31, 2021
<b>7 SHORT TERM BORROWINGS</b>		
Packing Credit (Secured)*	<b>987.80</b>	1,336.41
Current maturities of long term debt (Refer note 5)	<b>12.07</b>	17.66
<b>Total</b>	<b>999.87</b>	1,354.07

\* 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.

<b>8 TRADE PAYABLES</b>		
Total outstanding dues of Micro enterprises and small enterprises ('MSME') (Refer note:38)	<b>81.06</b>	5.90
Total outstanding dues of creditors other than MSME		
– related parties (Refer note: 34)	<b>920.63</b>	454.93
– Others	<b>2,429.42</b>	2,381.37
<b>Total</b>	<b>3,431.11</b>	2,842.20

**Trade payables ageing schedule: as at March 31, 2022**

	Current but not due	Outstanding for following periods from due date of payment				
		Less than - 1 year	1-2 years	2-3 years	More than 3 years	Total
MSME	–	81	–	–	–	81.06
Others	88.19	3,121.87	7.04	41.04	91.91	3,350.04
Disputed MSME	–	–	–	–	–	–
Disputed dues - Others	–	–	–	–	–	–
	88.19	3,202.92	7.04	41.04	91.91	3,431.10

**Trade payables ageing schedule: as at March 31, 2021**

	Current but not due	Outstanding for following periods from due date of payment				
		Less than - 1 year	1-2 years	2-3 years	More than 3 years	Total
MSME	–	5.90	–	–	–	5.90
Others	39.04	2,600.00	51.89	98.92	46.46	2,836.30
Disputed MSME	–	–	–	–	–	–
Disputed dues - Others	–	–	–	–	–	–
	39.04	2,605.89	51.89	98.92	46.46	2,842.20

Notes to the standalone financial statements for the year ended March 31, 2022 (Contd.)

	As at March 31, 2022	As at March 31, 2021
<b>9 OTHER CURRENT LIABILITIES</b>		
Advance from customers	0.50	–
Statutory dues payable (Refer note below)	15.19	13.22
Other Payables #	6.07	0.24
Current tax liabilities	80.70	2.77
<b>Total</b>	<b>102.46</b>	<b>16.23</b>
# Includes security deposit		
<b>Statutory dues payable</b>		
Employees state insurance corporation payable	0.18	0.32
Professional tax payable	0.16	0.16
Provident fund payable	12.24	9.00
TCS payable*	0.00	–
TDS payable	2.60	–
	<b>15.19</b>	<b>9.48</b>
* The value is less than thousand rupees		
<b>10 SHORT TERM PROVISION</b>		
Provision for leave encashment	23.10	17.55
Provisions for Employee Benefits- Bonus	35.89	20.48
<b>Total</b>	<b>58.99</b>	<b>38.03</b>

**11 PROPERTY, PLANT AND EQUIPMENT AND INTANGIBLE ASSETS**

**(i) Tangible assets**

Particulars	Building	Plant and Equipments	Office Equipments	Furniture and Fixtures	Vehicles (Refer note 1)	Total
<b>Gross Carrying Value</b>						
Balance as at April 1, 2020	374.40	392.71	114.14	62.84	183.03	1,127.12
Additions	-	23.04	8.11	1.98	-	33.13
Disposals	(19.36)	(46.41)	(16.90)	(17.55)	(1.54)	(101.76)
<b>Balance as at March 31, 2021</b>	<b>355.04</b>	<b>369.34</b>	<b>105.35</b>	<b>47.27</b>	<b>181.49</b>	<b>1,058.49</b>
Additions	-	59.67	7.29	2.81	0.93	70.70
Disposals	-	-	-	-	(30.97)	(30.97)
<b>Balance as at March 31, 2022</b>	<b>355.04</b>	<b>429.01</b>	<b>112.64</b>	<b>50.08</b>	<b>151.45</b>	<b>1,098.22</b>
<b>Accumulated depreciation</b>						
Balance as at April 1, 2020	264.03	216.46	97.70	46.88	63.95	689.02
Depreciation for the year	5.18	14.54	5.91	2.05	11.49	39.17
Disposals	(7.23)	(19.62)	(12.51)	(14.22)	(0.26)	(53.84)
<b>Balance as at March 31, 2021</b>	<b>261.98</b>	<b>211.38</b>	<b>91.10</b>	<b>34.71</b>	<b>75.18</b>	<b>674.35</b>
Depreciation for the year	5.18	18.09	7.33	2.29	13.30	46.19
Disposals	-	-	-	-	(28.63)	(28.63)
<b>Balance as at March 31, 2022</b>	<b>267.16</b>	<b>229.47</b>	<b>98.43</b>	<b>37.00</b>	<b>59.85</b>	<b>691.91</b>
<b>Net Carrying Value</b>						
As at March 31, 2022	87.88	199.54	14.21	13.08	91.60	406.31
As at March 31, 2021	93.06	157.96	14.25	12.56	106.31	384.14

**(ii) Intangible assets**

Particulars	Software	Total
<b>Gross Carrying Value</b>		
Balance as at April 1, 2020	132.99	133
Additions	37.21	37
Disposals	(2.26)	(2)
<b>Balance as at March 31, 2021</b>	<b>167.94</b>	<b>167.94</b>
Additions	21.15	21
Disposals	-	-
<b>Balance as at March 31, 2022</b>	<b>189.09</b>	<b>189.09</b>
<b>Accumulated depreciation</b>		
Balance as at April 1, 2020	97.11	97.11
Depreciation for the year	18.21	18.21
Disposals	(1.38)	(1.38)
<b>Balance as at March 31, 2021</b>	<b>113.94</b>	<b>113.94</b>
Depreciation for the year	20.57	20.57
Disposals	-	-
<b>Balance as at March 31, 2022</b>	<b>134.51</b>	<b>134.51</b>
<b>Net Carrying Value</b>		
As at March 31, 2022	54.58	54.58
As at March 31, 2021	54.00	54.00

Note 1: Motor Vehicles costing Rs.115.30 Lakhs are in the name of the Directors of the Company.

**Notes to the standalone financial statements for the year ended March 31, 2022 (Contd.)**

**Pursuant to Division I of Schedule III - Additional Regulatory Information, requires to provide for the title deeds of Immovable Property not held in the name of the Company.**

Relevant line item in the Balance Sheet and Description of item of property	Gross carrying value (₹ lakh)	Title deeds held in the name of	Whether title deed holder is a promoter, director or relative of promoter/director or employee of promoter/director	Property held since which date	Reason for not being held in the name of the company
None	-	-	-	-	-

	<b>As at March 31, 2022</b>	<b>As at March 31, 2021</b>
<b>12 NON CURRENT INVESTMENTS</b>		
<b>UN QUOTED EQUITY SHARES</b>		
In wholly owned Subsidiary Company		
4,50,250 fully paid Equity shares of US \$ 1 each in Shantivijay Jewels International Ltd Mauritius.	-	188.26
Other investments		
1,83,000 fully paid Equity shares of Rs.10/- each of German Garden Ltd.	20.22	20.22
Less : Provision for Diminution in the value	(20.22)	(20.22)
	-	-
80,000 fully paid equity shares of 100/- each of Light Bite Foods P Ltd	80.00	80.00
Less : Provision for Diminution in the value of investments	(80.00)	(72.00)
	-	8.00
Investment in Canara Bank Robecco Fund	-	15.00
<b>TOTAL</b>	<b>188.26</b>	<b>211.26</b>
Aggregate amount of quoted investments	NIL	NIL
Aggregate Market value of quoted investments	NIL	NIL
Aggregate book value of unquoted investments	288.48	303.48
Aggregate amount of impairment in value of investments	100.22	92.22
<b>13 LONG TERM LOANS AND ADVANCES</b>		
Un-secured , considered good		
Loans and advances to Employees	20.36	18.26
Capital advances-Advance against property	237.69	237.69
Balances with Tax authorities.	20.23	20.16
Other loans & advances	91.34	91.34
Rental Deposits	120.13	120.13
Other Security Deposits	10.85	10.25
<b>TOTAL</b>	<b>500.60</b>	<b>497.84</b>

Notes to the standalone financial statements for the year ended March 31, 2022(Contd.)

	As at March 31, 2022	As at March 31, 2021
<b>14 INVENTORIES</b>		
(Inventories are valued at lower of the cost or net realisable value )		
Raw Materials	4,115.77	3,430.78
Finished Goods	675.61	667.64
Stores & Spares	43.02	77.91
Loose tools	11.59	2.38
<b>TOTAL</b>	<b>4,845.99</b>	<b>4,178.71</b>
<b>15 TRADE RECEIVABLES</b>		
Outstanding for a period exceeding 6 months from the date they are due for payment		
(A) Secured, considered good		
(B) Unsecured, considered good	265.98	422.22
(C) Doubtful		
	<b>265.98</b>	<b>422.22</b>
(D) Allowance for bad and doubtful debts	-	-
	<b>265.98</b>	<b>422.22</b>
Others		
(A) Secured, considered good	-	-
(B) Unsecured, considered good	864.91	704.32
(C) Doubtful	-	-
	<b>864.91</b>	<b>704.32</b>
(D) Allowance for bad and doubtful debts	-	-
	<b>864.91</b>	<b>704.32</b>
Trade receivables include debts due from:		
Directors	-	-
Other officers of the Company	-	-
Firms in which any director is a partner	-	-
Private companies in which any director is a director or member	-	-
	<b>864.91</b>	<b>704.32</b>
	<b>1,130.89</b>	<b>1,126.54</b>

Trade Receivables ageing schedule as at March 31, 2022

Particulars	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	Total
<b>Trade receivables</b>						
(i) Undisputed – considered good	873.91	188.10	41.40	14.81	12.67	1,130.89
(ii) Undisputed – considered doubtful	-	-	-	-	-	-
(iii) Disputed - considered good	-	-	-	-	-	-
(iv) Disputed - considered doubtful	-	-	-	-	-	-
	<b>873.91</b>	<b>188.10</b>	<b>41.40</b>	<b>14.81</b>	<b>12.67</b>	<b>1,130.89</b>

Trade Receivables ageing schedule as at March 31, 2021

Particulars	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	Total
<b>Trade receivables</b>						
(i) Undisputed – considered good	704.32	279.93	121.07	20.29	0.93	1,126.54
(ii) Undisputed – considered doubtful	-	-	-	-	-	-
(iii) Disputed - considered good	-	-	-	-	-	-
(iv) Disputed - considered doubtful	-	-	-	-	-	-
	<b>704.32</b>	<b>279.93</b>	<b>121.07</b>	<b>20.29</b>	<b>0.93</b>	<b>1,126.54</b>

**Notes to the standalone financial statements for the year ended March 31, 2022 (Contd.)**

	<b>As at March 31, 2022</b>	<b>As at March 31, 2021</b>
<b>16 CASH AND CASH EQUIVALENTS</b>		
Cash on Hand	12.04	10.38
Balance with Bank		
In current and Deposit Account	285.85	193.14
<b>Total</b>	<b>297.89</b>	<b>203.52</b>
<b>17 OTHER BANK BALANCES</b>		
- Deposits with remaining maturity for less than 12 months	565.85	93.28
- Margin money with remaining maturity for less than 12 months*	247.78	141.65
<b>Total</b>	<b>813.63</b>	<b>234.94</b>
* Company has placed a fixed deposit of Rs. 150 lakhs with enforcement directorate having tenure of less than 12 months as on the balance sheet date. Balance deposits pertains to deposits against the packaging credits.		
<b>18 SHORT TERM LOANS AND ADVANCES</b>		
Un- secured , considered good		
Advance income tax (net of provisions)	-	-
Goods and service tax receivable	33.40	33.38
Advances to Contractors	97.99	140.41
Prepaid Expenses	36.70	36.29
Other Advances	15.64	21.86
<b>Total</b>	<b>183.73</b>	<b>231.93</b>
<b>19 OTHER CURRENT ASSETS</b>		
Interest accrued on FDR	3.66	8.53
Other Current Assets	0.30	0.52
<b>Total</b>	<b>3.96</b>	<b>9.05</b>
	<b>For the year ended March 31, 2022</b>	<b>For the year ended March 31, 2021</b>
<b>20 REVENUE FROM OPERATIONS</b>		
<b>(a) Sale of Goods</b>		
Sales - Jewellery	20,803.71	9,431.99
Sales - Diamond	817.96	173.83
Sales - Precious stones & Others	1.59	38.02
<b>(b) Rendering of services</b>		
Services - Labour charges	0.89	8.20
<b>Total</b>	<b>21,624.16</b>	<b>9,652.04</b>

Notes to the standalone financial statements for the year ended March 31, 2022(Contd.)

	For the year ended March 31, 2022	For the year ended March 31, 2021
<b>21 OTHER INCOME</b>		
Dividend - Long term Investments	0.01	-
Profit on sale of long term investments	4.16	
Interest received #	26.37	19.36
Gain on Foreign currency transaction / translation	306.54	100.17
Income tax refund	11.57	-
Income tax Interest received	6.47	0.85
Excess provision for expenses written back	17.01	2.17
Rent received	0.96	6.64
Prior Period Income	-	4.61
Profit on sale of Car	1.89	-
<b>TOTAL</b>	<b>374.97</b>	<b>133.80</b>
<p># Interest received includes Interest on bank deposit &amp; others of Rs. 18.95 Lakhs (March 31, 2021: Rs.10.06 Lakhs) and Interest on loans and advances of Rs. 7.41 Lakhs (March 31, 2021: Rs. 9.29 Lakhs)</p>		
<b>22 MATERIALS</b>		
<b>1) COST OF MATERIALS CONSUMED</b>		
Gold	5,015	2,998.76
Diamond	10,382	4,570.09
Others	2,162	581.85
<b>Total</b>	<b>17,559</b>	<b>8,150.70</b>
<b>2) PURCHASE OF STOCK IN TRADE</b>		
Diamond and Precious stones	798	199.14
<b>23 Changes in inventories of finished goods</b>		
Opening Stock of Finished Goods	667.64	417.62
Add : Purchases of Finished Goods	135.94	147.07
	803.58	564.69
Less : Closing Stock of Finished Goods	675.61	667.64
Less : Melting of Finished Goods	135.47	96.46
<b>Total</b>	<b>(7.50)</b>	<b>(199.40)</b>
<b>24 EMPLOYEE BENEFIT EXPENSES</b>		
Salaries & Wages	417.27	281.54
Contribution to provident and other funds	41.36	30.24
Welfare Expenses	3.04	2.81
	461.67	314.60
Directors Remuneration [Including Rs. 189.62 Lakhs (March 31, 2021: Rs 125.83 Lakhs) for perks]	189.62	125.83
<b>Total</b>	<b>651.29</b>	<b>440.42</b>

**Notes to the standalone financial statements for the year ended March 31, 2022 (Contd.)**

	For the year ended March 31, 2022	For the year ended March 31, 2021
<b>25 FINANCE COSTS</b>		
Bank Charges	36.02	25.83
Interest paid	31.75	75.71
<b>Total</b>	<b>67.77</b>	<b>101.54</b>
<b>26 OTHER EXPENSES</b>		
Consumable Stores, Spares & Tools	216.88	60.30
Labour Charges	857.16	449.97
Rent	12.71	22.65
Electricity Charges	31.41	23.25
Professional & Technical Fees	54.12	49.07
ECGC Premium charges	8.97	10.51
GST expense	-	0.09
Bad debts written off	-	1.74
Rates & Taxes	0.57	0.54
<b>Repairs &amp; Maintenance :</b>		
Repairs & Maintenance to Machinery	13.21	6.66
Buidling	11.29	8.98
Others	27.09	18.71
Donations	22.58	10.87
Auditors Remuneration (Refer note 26(a) below)	15.00	12.00
Insurance	25.99	24.89
Commission & Discount	24.81	16.98
Loss on sale of assets	-	45.91
Other General Expenses	197.10	93.84
<b>Prior Period Items</b>		
Electricity charges	-	0.17
Repairs & maint-others	-	0.00
Rent A/c Blower	0.01	0.24
Freight & Forwarding	0.25	0.24
Postage & Telephone	-	0.01
Property taxes (Shubham Heights)	0.03	-
TCS on Sales	0.03	-
Membership & Subscription	0.14	-
Licence Fees	0.02	-
<b>TOTAL</b>	<b>1,519.36</b>	<b>857.63</b>
<b>26 (a) Remuneration to auditor</b>		
As Statutory Auditor	13.00	10.00
For Taxation Services	2.00	2.00
	<b>15.00</b>	<b>12.00</b>

Notes to the standalone financial statements for the year ended March 31, 2022 (Contd.)

27 Contingent liabilities and commitments

As at March 31, 2022 and March 31, 2021, Company does not have any outstanding contingent liabilities and commitments.

28 Transactions in foreign currencies (in Rupee Equivalent):

Particulars	As at March 31, 2022	As at March 31, 2021
<b>a) Expenditure in foreign currencies:</b>		
Travelling Expenses	1.33	2.98
Bad debts written off	-	1.74
Bank Charges	2.03	1.71
Printing & Stationery	0.05	-
Sales promotion expenses	0.46	0.50
<b>Total</b>	<b>3.87</b>	<b>6.93</b>
<b>b) Earnings in foreign currencies:</b>		
Free on board (FOB) Value of Exports	21,281.21	9,242.68
<b>c) Unhedged foreign currency exposure</b>		
<b>On account of imports and others</b>	<b>911.47</b>	<b>552.34</b>
<b>(Equivalent USD in lakhs)</b>	<b>\$ 12.02</b>	<b>\$ 7.73</b>
<b>on account of export of goods</b>	<b>911.75</b>	<b>903.07</b>
<b>(Equivalent USD in lakhs)</b>	<b>\$ 12.02</b>	<b>\$ 12.34</b>

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	764.06	1,041.38
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30 Consumption of Imported and indengeous Raw Material

	As at March 31, 2022	in %	As at March 31, 2021	in %
<b>(a) Raw Material Consumed</b>				
Indigenous	11,390	62.04%	5,073.75	60.77%
Imported	6,968	37.96%	3,275.75	39.23%
<b>(b) Stores and Tools Consumed</b>				
Indigenous	65.01	29.97%	28.48	47.20%
Imported	151.87	70.03%	31.85	52.80%

	As at March 31, 2022	As at March 31, 2021
<b>31 CIF value of Imports</b>		
Raw Materials	7,319.78	3,225.67
Stores & Consumables & Spares	68.98	20.47
Finished Goods	135.40	96.46
Fixed Assets	46.45	18.43
Printing & Stationery	0.05	-
	<b>7,570.66</b>	<b>3,361.04</b>



**Notes to the standalone financial statements for the year ended March 31, 2022 (Contd.)**

	As at March 31, 2022	As at March 31, 2021
<b>32 Earnings per share</b>		
Net Profit attributable to equity shareholders	952.47	57.90
Weighted average number of equity shares outstanding during the year	30,02,000	30,02,000
Basic and diluted earnings per share of face value of Rs 10 each, fully paid up	31.73	1.93
<b>33 Lease Disclosures</b>		
<b>a. Operating lease: company as lessee</b>		
Company have entered into lease agreement and taken premises on lease for 24 to 60 months , which are in the nature of operating lease.		
Lease expenses recognised in the statement of profit and loss for the year	10.51	22.65
<b>Future Minimum Lease Payment</b>		
Future Lease rent payable upto one year	10.51	10.51
Future Lease rent payable more than year but less than five year	10.51	21.02
Future lease rent payable more than five year	-	-
<b>b. Operating sublease: company as lessor</b>		
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	0.96	6.64

**34 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
<b>Subsidiary and Associate Companies</b>	
Shantivijay Jewels International Ltd - Mauritius	Wholly owned subsidiary company
Shantivijay Impex DMCC, Dubai (Subsidiary of Shantivijay Jewels International Ltd)	Wholly owned fellow subsidiary company
Diamondere Inc USA	Significant Influence of Director
Precious Gems Pvt. Ltd	Significant Influence of Director
Light Bite Foods Private Ltd	Significant Influence of Director
Diamondere Pvt Ltd	Significant Influence of Director
<b>Key Managerial Person ('KMP')</b>	
Shree Pradeep Kumar Godha -	Chairman & Managing Director
Shree Anurag Godha -	Vice Chairman & Managing Director
<b>Relatives of Key Management Personnel and Associates</b>	
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
Shree Anish 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, 2022 (Contd.)

## B. Transactions with related parties

Name of the Related Party	Nature of Relationship	Nature of Transaction	For the year ended March 31, 2022	For the year ended March 31, 2021
Shantivijay Impex DMCC, Dubai	Wholly owned fellow subsidiary	Sales	740.49	132.98
Shantivijay Impex DMCC, Dubai	company	Purchases	4,819.86	1,944.61
Diamondere Inc USA	Significant Influence of Director	Purchases	5.15	-
Diamondere Inc USA	Significant Influence of Director	Sales	1,467.94	204.91
Diamondere P Ltd	Significant Influence of Director	Sales & Labour	7.34	207.84
Diamondere P Ltd	Significant Influence of Director	Rent	0.96	6.64
Diamondere P Ltd	Significant Influence of Director	Purchases	279	66.13
Pradeep Kumar Godha	Managing Director	Remuner+perks	95.27	62.66
Anurag Godha	Managing Director	Remuner+perks	94.34	63.16
Rajrani Godha	Relative of Director	Rent paid	1.20	1.20
Light Bite Foods P Ltd	Significant Influence of Director	Diminution in the value of investment	8.00	72.00
Sudha Godha	Relative of Director	Remuneration +Bonus	10.37	4.16
Namita Godha	Relative of Director	Remuneration +Bonus	10.37	4.16
Deepika Godha	Relative of Director	Remuneration +Bonus	6.30	3.12

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

		As at March 31, 2022	As at March 31, 2021
<b>Trade Receivable</b>			
Diamondere Inc USA	Significant Influence of Director	98.81	42.38
<b>Trade Payable</b>			
Diamondere P Ltd	Significant Influence of Director	(170.81)	-
Shantivijay Impex DMCC, Dubai	Wholly owned fellow subsidiary company	(731.13)	(444.83)
<b>Rent payable</b>			
Rajrani Godha	Relative of Director	(0.81)	(2.20)
<b>Remuneration payable</b>			
Pradeep Kumar Godha	Managing Director	(6.41)	(3.59)
ANURAG GODHA	Managing Director	(5.30)	(0.98)
Sudha Godha	Relative of Director	(2.17)	(1.17)
Namita Godha	Relative of Director	(2.25)	(1.25)
Deepika Godha	Relative of Director	(1.75)	(0.90)
<b>Security deposit paid</b>			
Rajrani Godha	Relative of Director	120.00	120.00
<b>Surety given to Company's banker (Market Price)</b>			
Rajrani Godha	Relative of Director	455.70	455.70

## 35 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":

**Notes to the standalone financial statements for the year ended March 31, 2022 (Contd.)**

	<b>For the year ended March 31, 2022</b>	For the year ended March 31, 2021
Contribution to provident and other funds	41.36	30.24
<b>Total</b>	<b>41.36</b>	<b>30.24</b>

**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**

<b>Particulars</b>	<b>As at March 31, 2022</b>	As at March 31, 2021
Present value of the defined benefit obligation at the end of the year	190.32	151.13
Fair value of plan assets	3.37	1.87
Plan asset / (liability)	<b>(186.95)</b>	(149.26)

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

Defined benefit obligation at beginning of the year	151.13	143.10
Current service cost	10.22	10.49
Interest cost	10.58	10.37
Actuarial (Gains)/Losses	18.96	(6.48)

<b>Sub-total included in statement of profit and loss</b>	<b>39.76</b>	14.38
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Benefits paid	(0.57)	(6.35)
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<b>Defined benefit obligation at the end of the year</b>	<b>190.32</b>	151.13
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**Changes in the fair value of plan assets are as follows:**

Opening fair value of plan assets	1.87	7.78
Expected return	0.11	0.44
Contributions by employer	1.95	0.00
Benefits paid	(0.57)	(6.35)
Actuarial gains / (losses)	0.00	0.00
Closing fair value of plan assets	<b>3.37</b>	1.87

**Expense recognised in Statement of Profit and Loss**

Current service cost	10.22	10.49
Interest cost on benefit obligation	10.58	10.37
Expected return on plan assets	(0.11)	(0.44)
Net actuarial (gain) / loss recognized in the year	18.96	(6.48)
Net benefit expense	<b>39.64</b>	13.94

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

Discount rate	7.00% p.a.	7.00% p.a.
Future salary increases	7.00% p.a.	5.00% p.a.

**Leave encashment**

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. 23.10 Lakhs (March 31, 2021 Rs. 17.55 Lakhs)

**Notes to the standalone financial statements for the year ended March 31, 2022 (Contd.)****36 Delay in receipt and payment of foreign currency against export and imports**

Foreign currency dues outstanding for more than 6 months and receivables for more than 9 months: As at March 31, 2022, the Company has Trade receivable and payable balances of Rs. 911.75 Lakhs and Rs. 911.47 Lakhs respectively, which includes receivable of Rs. 40.35 Lakhs for more than nine months and payable of Rs. 72.29 Lakhs for more than six months respectively. The Company is taking necessary steps to remit the overdue payable and receive the overdue receivables. Since the liability on account of non-compliance with the provisions of the Foreign Exchange Management Act cannot be presently determined, no provision for any liability that may result on such non-compliance has been made in the financial statements.

**37 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 ended		Balance receivables as at	
	March 31, 2022	March 31, 2021	March 31, 2022	March 31, 2021
<b>Exports</b>				
U.S.A.	7,645.88	1,893.00	493.94	373.79
Europe	12,332.63	6,800.27	169.23	119.03
Middle East	1,239.05	522.74	230.97	396.78
Others	117.35	31.74	17.61	13.47
Local Sales	288.35	395.81	219.14	223.47
<b>Total</b>	<b>21,623.27</b>	<b>9,643.56</b>	<b>1,130.89</b>	<b>1,126.54</b>

**38 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, 2022	As at March 31, 2021
The amounts remaining unpaid to micro and small suppliers as at the end of the year		
- Principal	81.06	5.90
- 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, 2022 (Contd.)**

**39 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 :

	<b>As at March 31, 2022</b>	As at March 31, 2021
<b>Assets</b>		
Difference between Book & Tax Depreciation	<b>11.21</b>	14.02
Less : Provision for Gratuity	<b>(2.62)</b>	(0.90)
Net Deferred tax assets	<b>8.59</b>	13.12
Net Deferred tax assets (Rounded off to nearest Rs.'000)	<b>8.59</b>	13.12
Net deferred tax charged / (credit)	<b>(4.52)</b>	(3.14)

**40 Pursuant to Division II of Schedule III - Additional Regulatory Information, requires to provide following Ratios to be disclosed.**

Ratio	As at March 31, 2022	As at March 31, 2021	% Variance	Reason for variance
(a) Current ratio	1.58	1.41	13%	No explanation required
(b) Debt-equity ratio	0.26	0.47	-45%	Borrowing of the company majorly pertains to packaging credits and vehicle loans which was reduced on account of repayments and on account of realisation of foreign currency receivable resulting to overall percentage. In the current year there is no further long terms borrowings availed by the company
(c) Debt service coverage ratio	1.42	0.16	770%	Ratio has improved on account of improvement in the financial performance of the company as well as reduction of packaging credit in the current year as in the previous year due to Covid'19 restrictions the collections were not regular resulting to outstanding balances on higher side
(d) Return on equity ratio	0.25	0.02	1136%	Ratio has improved on account of improvement in the financial performance of the company.
(e) Inventory turnover ratio	3.89	3.56	9%	Not applicable to the company
(f) Trade receivables turnover ratio	19.16	14.69	30%	Collectibility of the company has improved in the current year as compared to the previous year on account of strengthening of the policies for the collection from debtors.
(g) Trade payables turnover ratio	6.06	5.32	14%	No explanation required
(h) Net capital turnover ratio	8.06	5.57	45%	Company has effectively utilised the working capital funds in the current year as well as reinvested the profits of the company resulting to increase in ratio.
(i) Net profit ratio	4%	1%	634%	In the current year, company has increased their net profit margin considering the fixed costs has increased in line to the increase in the revenue resulting to overall increase in margin
(j) Return on capital employed	53%	16%	226%	Company has generated EBIT and at the same time company has effectively utilised network and debts hence the ratio has increased in the current year.

## Notes to the standalone financial statements for the year ended March 31, 2022 (Contd.)

Ratios / measures	Methodologies
Current ratio (times)	Current assets over current liabilities
Debt equity ratio (times)	Debt over total shareholders' equity [Debt includes current and non-current liabilities]
Debt service coverage ratio (times)	EBIT over total debt [EBIT - Earnings before interest and taxes, excluding other income]
Return on equity [%]	PAT over total average shareholder's equity [PAT - Profit after tax]
Inventory Turnover	Cost of goods sold over Average Inventory
Trade receivables turnover ratio (times)	Revenue from operations over average trade receivables
Trade payables turnover ratio (times)	Purchases over average trade payables
Net capital turnover ratio (times)	Revenue from operations over average working capital
Net profit [%]	Net profit over revenue

- 41 The Company:
- does not have any title deeds of Immovable Properties which are not in the name of the company. There is no such kind of assets held by the Company.
  - does not have any Benami property, where any proceeding has been initiated or pending against the company for holding any Benami property.
  - have borrowings that have been paid on time during the entire year.
  - has not been declared a wilful defaulter (as defined by RBI Circular).
  - does not have any transactions with companies struck off under section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956.
  - has complied with the number of layers prescribed under clause (87) of section 2 of the Act read with the Companies (Restriction on number of Layers) Rules, 2017.
  - does not have any undisclosed income which is not recorded in the books of account that has been surrendered or disclosed as income during the current year and previous year in the tax assessments under the Income Tax Act, 1961.
  - has not traded or invested in Crypto currency or Virtual Currency during the current year and previous year.
  - does not provide loans or advances in the nature of loans are granted to promoters, directors, KMPs and the related parties (as defined under Companies Act, 2013), either severally or jointly with any other person.
  - has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:
    - directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or
    - provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries
  - has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:
    - directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or
    - provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- 42 There are no delays in registration of charges or satisfaction of charges with registrar of Companies.
- 43 The Code on Social Security 2020  
The Code on Social Security 2020 ('the Code') relating to employee benefits, during the employment and post-employment, has received Presidential assent on September 28, 2020. The Code has been published in the Gazette of India. Further, the Ministry of Labour and Employment has released draft rules for the Code on November 13, 2020. However, the effective date from which the changes are applicable is yet to be notified and rules for quantifying the financial impact are also not yet issued. The Company will assess the impact of the Code and will give appropriate impact in the financial statements in the period in which, the Code becomes effective and the related rules to determine the financial impact are published.
- 44 Information with regard to other matters specified in Schedule III is either Nil or not applicable to the Company.
- 45 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 . 09026  
UDIN : 22009026AVCAMT5632

Place: Mumbai  
Date: 9th September, 2022

**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  
9th September, 2022

Place: Mumbai  
9th September, 2022

**Standalone Cash flow statement for the year ended March 31, 2022**

(All amounts in ₹ lakhs, unless otherwise stated)

	As at March 31, 2022	As at March 31, 2021
<b>Cash Flows from operating activities</b>		
Profit before tax	1,336.03	106.44
Adjustments for:		
Depreciation and amortization expense	66.76	57.38
Interest expense	31.75	75.71
Interest income	(32.84)	(20.31)
Bad debts written off	-	1.74
Provision for diminution in the value of non-current investments	8.00	72.00
Excess provision for expenses written back	(17.01)	(2.19)
Profit on sale of car	(1.89)	-
Profit on sale of long term investments	(4.16)	-
Gain on Foreign currency transaction/translation	(0.87)	(15.02)
<b>Operating Profit before working capital changes</b>	<b>1,385.77</b>	<b>275.76</b>
Changes in working capital:		
Increase / (Decrease) in trade payables	608.83	(85.07)
Increase / (Decrease) in other liabilities	8.30	1.33
Increase / (Decrease) in provisions	26.42	(6.96)
(Increase) / Decrease in trade receivables	(0.61)	751.00
(Increase) / Decrease in other current assets	0.22	0.32
(Increase) / Decrease in loans and advances	39.66	53.65
(Increase) in Inventories	(667.28)	(195.77)
<b>Cash generated from operations</b>	<b>1,401.31</b>	<b>794.27</b>
Income tax paid, net of refund received	(301.11)	(20.76)
<b>Net cash flows from operating activities</b>	<b>1,100.21</b>	<b>773.51</b>
<b>Cash Flows from investing activities</b>		
Purchase of Property, Plant and Equipment and intangible assets	(91.86)	(70.36)
Sale /Impairment of property, plant and equipment	4.24	2.01
Interest received from bank deposits and income tax	37.71	20.89
Dividend received	-	-
Proceeds from sale of long term investments	19.16	-
(Purchase)/proceeds from Investment in other bank balances, net	(578.69)	(147.07)
<b>Net cash used in investing activities</b>	<b>(609.44)</b>	<b>(194.54)</b>
<b>Cash Flows from financing activities</b>		
Repayment of long-term borrowings	(10.45)	(21.88)
Repayment of short-term borrowings, net	(354.20)	(305.67)
Interest paid	(31.75)	(75.71)
<b>Net cash used in financing activities</b>	<b>(396.40)</b>	<b>(403.26)</b>
<b>Net increase in cash and cash equivalents</b>	<b>94.37</b>	<b>175.72</b>
Cash and cash equivalents at the beginning of the year	203.52	27.80
Cash and cash equivalents at the end of the year (refer note 16)	<b>297.89</b>	<b>203.52</b>

The accompanying notes from 1 to 45 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 . 09026  
UDIN : 22009026AVCAMT5632

Place: Mumbai  
Date: 9th September, 2022

**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  
9th September, 2022

Place: Mumbai  
9th September, 2022

## 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 consolidated financial statements of **SHANTIVIJAY JEWELS LIMITED** (herein referred as "the Holding Company"), its subsidiary (the Holding Company and its subsidiary together referred to as "the Group") which comprises of the consolidated Balance Sheet as at 31st March 2022, the consolidated Statement of Profit and Loss and consolidated Cash Flow Statement for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred 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, and based on the consideration of reports of other auditors on separate financial statements and on the other financial information of the subsidiary including step down subsidiary the aforesaid consolidated financial statements give the information required by the Companies Act, 2013, as amended ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the consolidated state of affairs of the Group as at 31st March 2022, their consolidated profit, their consolidated cash flows for the year ended on that date.

### Basis for Opinion

3. We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. 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 Group in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the consolidated financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### Emphasis of matter

4. We draw attention to Note 32 of the consolidated financial statements, which states that as at March 31, 2022, the Holding Company has trade receivable and payable balances of Rs. 911.75 lakhs and Rs. 911.47 lakhs respectively, which includes receivable of Rs. 40.35 lakhs for more than nine months and payable of Rs. 72.29 lakhs for more than six months, respectively. Since the liability on account of non-compliance with the provisions of the Foreign Exchange Management Act ("FEMA") cannot be presently determined, no provision for any liability that may result on such non-compliance has been made in these consolidated financial statements.

Our opinion is not modified in respect of this matter.

### Other Information

5. The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Director's 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 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 consolidated 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.

### Responsibilities of management and those charged with governance for the consolidated 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 and presentation of these consolidated financial statements that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated cash flows of the Company in accordance with accounting standards and other accounting principles generally accepted in India. The respective Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of 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 the 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 statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Holding Company, as aforesaid.

7. In preparing the consolidated financial statements, the respective Board of Directors of the companies included in the Group are responsible for assessing the ability of the Group 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. Those respective Board of Directors of the companies included in the Group are also responsible for overseeing the financial reporting process of the Group.

### Auditor's Responsibility for the Audit of the Consolidated 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

### Auditor's Responsibility for the Audit of the Consolidated Financial Statements (Continued)

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 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 Holding 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 ability of the Group 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 consolidated 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 Group 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.
  - Obtained sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group of which we are the independent auditors and whose financial information we have audited, to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the audit of the financial statements of such entities included in the consolidated financial statements of which we are the independent auditors. For the other entities included in the consolidated financial statements, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.
10. We communicate with those charged with governance of the Holding Company and such other entities included in the consolidated financial statements 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.
11. 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 Matter**

12. 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 of Rs. 4,605.03 lakhs and net assets of Rs 2,987.88 lakhs as at March 31, 2022 and total revenues of Rs. 7,846.84 lakhs and net cash used amounting to Rs 121.01 lakhs for the year then ended as considered in these consolidated financial statement. 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 these subsidiary and our report in terms of sub-section (3) of Section 143 of the Act, in so far as it relates to the aforesaid subsidiaries, are based solely on the reports of the other auditors.
- Our opinion above on the consolidated financial statements, and our report on other legal and regulatory requirements below, are not modified in respect of the above matter with respect to our reliance on the work done by and the reports of the other auditors

**Report on Other Legal and Regulatory Requirements**

13. There are no qualifications or adverse remarks by the respective auditors in the Companies (Auditors Report) Order (CARO) reports of the companies included in the consolidated financial statements. Accordingly, the requirement to report on clause 3(xxi) of the Order is not applicable to the Holding Company
14. As required by Section 143(3) of the Act, based on our audit and on the consideration of report of the other auditors on separate financial statements of such subsidiary including step down subsidiary as were audited by other auditors, as noted in the 'Other Matters' paragraph, we report, to the extent applicable, 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, the consolidated statement of profit and loss and the consolidated statement of cash flows dealt with by this Report are in agreement with the books of account maintained for the purpose of preparation of the consolidated financial statement.
  - 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 of the Holding Company as on March 31, 2022 taken on record by Board of Directors of the Holding Company, none of the directors of the Group companies is disqualified as on March 31, 2022 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 with reference to financial statements of the Holding Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure A".
  - g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, 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 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.
    - iv. The management has represented that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
    - v. The management has represented, that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been received by the company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
    - vi. Based on our audit procedures, we considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (g) (iv) and (v) contain any material misstatement.
    - vii. The company has not declared or paid any dividend during the year.
15. 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, 2022 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.

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

Sd/-  
**B F Chordia**  
Proprietor  
Membership No.: 09026  
UDIN:22009026AVCGHM8153

Place: Mumbai  
Date: 9<sup>th</sup> September, 2022

**ANNEXURE A to the Independent Auditors' report**

**Report on the internal financial controls with reference to the aforesaid consolidated financial statements under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013**(Referred to in paragraph 14(f) under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

**OPINION**

In conjunction with our audit of the consolidated financial statements of the Group as of and for the year ended March 31, 2022, we have audited the internal financial controls with reference to consolidated financial statements of the Holding Company incorporated in India under the Companies Act, 2013 as of that date. In our opinion, the Holding Company have, in all material respects, adequate internal financial controls with reference to consolidated financial statements and such internal financial controls were operating effectively as at March 31, 2022, based on the internal financial controls with reference to consolidated financial statements criteria established by such companies considering the essential components of such internal controls stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India (the "Guidance Note").

**MANAGEMENT'S RESPONSIBILITY FOR INTERNAL FINANCIAL CONTROLS**

The respective Board of Directors of the Holding Company which is incorporated in India, is responsible for establishing and maintaining internal financial controls based on the internal controls with reference to financial statements criteria established by the Holding Company considering the essential components of internal controls stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") issued by the Institute of Chartered Accountants of India (the "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 the respective 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 Act.

**AUDITORS' RESPONSIBILITY FOR INTERNAL FINANCIAL CONTROLS**

Our responsibility is to express an opinion on the Holding Company's internal financial controls with reference to financial statements based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing, issued by the ICAI and deemed to be prescribed under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls, both applicable to an audit of internal financial controls and, both issued by the ICAI. 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 with reference to financial statements 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 with reference to financial statements and their operating effectiveness. Our audit of

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

**AUDITORS' RESPONSIBILITY (Continued)**

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

**MEANING OF INTERNAL FINANCIAL CONTROLS WITH REFERENCE TO CONSOLIDATED FINANCIAL STATEMENTS**

A company's internal financial controls with reference to financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of consolidated Ind AS financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial controls with reference to financial statements 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 consolidated Ind AS 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 consolidated Ind AS financial statements.

**INHERENT LIMITATIONS OF INTERNAL FINANCIAL CONTROLS WITH REFERENCE TO CONSOLIDATED FINANCIAL STATEMENTS**

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 with reference to financial statements to future periods are subject to the risk that the internal financial controls 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.

**For B.F. Chordia & Co.**

Chartered Accountants

**ICAI Firm Registration No: 101914W**

Sd/-

**B F Chordia**

Proprietor

Membership No.: 09026

UDIN:22009026AVCGHM8153

Place: Mumbai

Date: 9<sup>th</sup> September, 2022

**Consolidated Balance Sheet as at March 31, 2022**

(All amounts in ₹ lakhs, unless otherwise stated)

Particulars	Note	As at March 31, 2022	As at March 31, 2021
<b>I. EQUITY AND LIABILITIES</b>			
<b>1. Shareholder's Funds</b>			
(a) Share Capital	3	300.20	300.20
(b) Reserves and Surplus	4	6,290.43	5,165.81
<b>2. Non-Current Liabilities</b>			
(a) Long-term Borrowings	5	78.67	86.40
(b) Long-term provisions	6	10.40	4.94
<b>3. Current Liabilities</b>			
(a) Short-term borrowings	7	999.87	1,336.41
(b) Trade payables			
dues to Micro enterprises and small enterprises ('MSME')	8	81.06	5.90
dues to others	8	2,736.92	2,428.87
(c) Other current liabilities	9	126.96	33.35
(d) Short-term provisions	10	58.99	53.97
<b>Total</b>		<b>10,683.50</b>	<b>9,415.85</b>
<b>II. Assets</b>			
<b>1. Non-current assets</b>			
<i>(a) Property, plant and equipments and Intangible assets</i>			
(i) Tangible assets	11	448.93	430.60
(ii) Intangible assets	11	54.58	54.00
(b) Non-current investments	12	-	23.00
(c) Deferred tax assets (net)	36	8.59	13.12
(d) Long term loans and advances	13	504.73	504.85
<b>2. Current assets</b>			
(a) Inventories	14	5,394.06	5,063.30
(b) Trade receivables	15	2,761.21	2,320.30
(c) Cash and cash equivalents	16	433.32	459.97
(d) Other bank balances	17	815.50	234.93
(d) Short-term loans and advances	18	256.84	296.27
(e) Other current assets	19	5.74	15.51
<b>Total</b>		<b>10,683.50</b>	<b>9,415.85</b>

The accompanying notes from 1 to 40 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 . 09026

UDIN : 22009026AVCGHM8153

Place: Mumbai

Date: 9th September, 2022

**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

9th September, 2022

Place: Mumbai

9th September, 2022

**Consolidated statement of Profit and Loss for the year ended March 31, 2022***(All amounts in ₹ lakhs, unless otherwise stated)*

Particulars	Note	For the year ended March 31, 2022	For the year ended March 31, 2021
Revenue from operations	20	23,916.20	11,465.13
Other Income	21	369.41	133.80
<b>Total Revenue</b>		<b>24,285.61</b>	<b>11,598.93</b>
Expenses:			
Cost of materials consumed	22	12,739.19	9,836.74
Purchase of Stock-in-Trade	22	7,335.79	199.14
Changes in inventories of finished goods	23	324.15	(163.79)
Employee benefit expense	24	679.82	465.51
Finance costs	25	68.44	102.00
Depreciation and amortization expense	11	72.16	62.68
Other expenses	26	1,650.68	1,032.48
<b>Total Expenses</b>		<b>22,870.23</b>	<b>11,534.76</b>
<b>Profit before extraordinary items and tax</b>		<b>1,415.38</b>	<b>64.18</b>
<b>Extraordinary Items</b>			
Diminution in value of Investments		8.00	72.00
<b>Profit/(Loss) before tax</b>		<b>1,407.38</b>	<b>(7.82)</b>
Tax expense:			
Current tax		363.60	45.41
Current tax- Earlier years		15.44	-
Deferred tax charged / (credit)		4.52	3.14
		<b>383.56</b>	<b>48.55</b>
<b>Profit for the year</b>		<b>1,023.82</b>	<b>(56.37)</b>
Earning per equity share:			
Equity share of par value of Rs. 10/- each Basic & Diluted	28	34.10	(1.88)

The accompanying notes from 1 to 40 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 . 09026

UDIN : 22009026AVCGHM8153

Place: Mumbai

Date: 9th September, 2022

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

CIN: U36910MH1980PLC023289

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**P.K.GODHA**

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**A.K.GODHA**

Vice Chairman & M.D

DIN No: 00008224

Place: Mumbai

9th September, 2022

Place: Mumbai

9th September, 2022

**Notes to the consolidated financial statements for the year ended March 31, 2022**

*(All amounts in ₹ lakhs, unless otherwise stated)*

**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. 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 Limited and its wholly owned Subsidiary Company Shantivijay Jewels International Limited, 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,

<b>Name of the Company</b>	<b>Country of Incorporation</b>	<b>% of Voting Power held as at 31.03.2022</b>
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.

***Basis of preparation of 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 in the current year is presented in Indian rupees (INR) rounded off to lakhs however in the last year financials were presented in Millions which were converted to lakhs for the comparative year.*

**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 Company's normal operating cycle
- ii. it is expected to be realized or settled within twelve months from the reporting date;

## Notes to the consolidated financial statements for the year ended March 31, 2022 (Contd.)

- 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 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 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.

### **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
Software	5
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 consolidated 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

**Notes to the consolidated financial statements for the year ended March 31, 2022 (Contd.)**

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

## Notes to the consolidated financial statements for the year ended March 31, 2022 (Contd.)

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

1. Raw Material: Lower of cost or net realisable value. Cost is determined on first in first out ('FIFO') basis.
2. 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.
3. Stock in Trade (exports of Diamond & precious stone) : Lower of cost or net realisable value. Cost is determined on first in first out ( 'FIFO' ) basis.
4. Loose Tools: Lower of the cost or net realisable value.

Inventory of spares, Rubber Moulds and consumables are not valued and are 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 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



**Notes to the consolidated financial statements for the year ended March 31, 2022 (Contd.)**

**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 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.

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Notes to the consolidated financial statements for the year ended March 31, 2022 (Contd.)

	As at March 31, 2022	As at March 31, 2021
<b>3 SHARE CAPITAL</b>		
Authorised- Equity shares of Rs. 10 par value 60,00,000 Equity Shares	600.00	600.00
<b>Issued, Subscribed &amp; Paid Up</b>		
30,02,000 Equity Shares of Rs. 10/- par value fully paid	300.20	300.20
<b>Total</b>	300.20	300.20

(a) 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 March 31, 2022 No. of Shares	As at March 31, 2021 No. of Shares
Number of shares at the beginning and at the end	30,02,000	30,02,000
Add : equity shares issued during the year	-	-
Outstanding at the end of the year	30,02,000	30,02,000

(b) Terms / rights attached to equity shares

The Company has only one class of shares referred to as equity shares having a par value of Rs. 10/-. Each holder of equity shares is entitled to one vote per share. In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

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

Name of the shareholder	As at March 31, 2022 No of shares	%	As at March 31, 2021 No of shares	%
1 Rajrani Bimalchand Godha	8,37,607	27.90	8,37,607	27.90
2 Pradeepkumar Bimalchand Godha	4,92,224	16.40	4,92,124	16.40
3 Anurag Bimalchand Godha	4,89,312	16.30	4,89,212	16.30
4 Varun pradeep kumar Godha	2,68,500	8.94	2,68,500	8.94
5 Namita Anurag Godha	1,91,295	6.37	1,91,295	6.37
6 Sudha Pradeepkumar Godha	1,88,795	6.29	1,88,795	6.29
7 Anish Anurag Godha	1,51,600	5.05	1,51,600	5.05

As per records of the Group, including its register of shareholders/members, the above shareholding represents both legal and beneficial ownerships of shares.

(d) Shares held by promoters at the end of the year:

As at March 31, 2022			
Promoter name	No. of shares	% of total share	% Change during the year
Pradeepkumar Bimalchand Godha	4,92,224	16.40%	0.00%
Anurag Bimalchand Godha	4,89,312	16.30%	0.00%
As at March 31, 2021			
Promoter name	No. of shares	% of total share	% Change during the year
Pradeepkumar Bimalchand Godha	4,92,124	16.40%	0.02%
Anurag Bimalchand Godha	4,89,212	16.30%	0.02%

**Notes to the consolidated financial statements for the year ended March 31, 2022 (Contd.)**

		As at March 31, 2022	As at March 31, 2021
<b>4 RESERVE AND SURPLUS</b>			
Security Premium Reserve	(a)	467.98	467.98
Capital Reserve	(b)	200.55	200.55
General Reserve	(c)	1,089.61	1,089.61
Surplus in Statement of Profit and loss	(d)	3,497.15	2,473.33
Exchange translation reserve	(e)	1,035.14	934.34
<b>Total</b>		<b>6,290.43</b>	<b>5,165.81</b>
<b>(a) Securities premium reserve</b>			
Opening Balance		467.98	467.98
Add: Addition during the year		-	-
Less: Utilised during the year		-	-
		<b>467.98</b>	<b>467.98</b>
<b>(b) Capital reserve</b>			
Opening Balance		200.55	200.55
Add: Addition during the year		-	-
Less: Utilised during the year		-	-
		<b>200.55</b>	<b>200.55</b>
<b>(c) General reserve</b>			
Opening Balance		1,089.61	1,089.61
Add: Addition during the year		-	-
Less: Utilised during the year		-	-
		<b>1,089.61</b>	<b>1,089.61</b>
<b>(d) Surplus in statement of Profit &amp; Loss</b>			
Opening Balance		2,473.33	2,529.70
Add : Profit during the year		1,023.82	(56.37)
		<b>3,497.15</b>	<b>2,473.33</b>
<b>(e) Exchange translation reserve</b>			
Balance at the beginning of the year		934.34	1,016.30
Additions during the year		100.80	(81.96)
Balance at the end of the year		<b>1,035.14</b>	<b>934.34</b>
<b>5 LONG TERM BORROWINGS (SECURED)</b>			
Loan from Non-banking financial institutions*		-	9.78
Loan from banks**		-	0.67
(Secured by Hypothecation of Motor Cars )			
Loan from Related Parties (Due to Jay Mathur)		78.67	75.95
<b>Total</b>		<b>78.67</b>	<b>86.40</b>
*The Group 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 Group have borrowed funds from Banks. Rate of Interest on these loans ranges from 9.50 to 9.75%, these are repayable in 36 months.			
<b>6 LONG TERM PROVISIONS</b>			
Provision for gratuity		10.40	4.94
<b>Total</b>		<b>10.40</b>	<b>4.94</b>

Notes to the consolidated financial statements for the year ended March 31, 2022 (Contd.)

	As at March 31, 2022	As at March 31, 2021
<b>7 SHORT TERM BORROWINGS</b>		
Packing Credit (Secured)*	987.80	1,336.41
Current maturities of long term debt (Refer note 5)	12.07	-
<b>Total</b>	<b>999.87</b>	<b>1,336.41</b>

\* 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.

<b>8 TRADE PAYABLES</b>		
Total outstanding dues of Micro enterprises and small enterprises ('MSME') (Refer note:38)	81.06	5.90
Total outstanding dues of creditors other than MSME		
- related parties (Refer note: 34)	189.50	10.10
- Others	2,547.42	2,418.77
<b>Total</b>	<b>2,817.98</b>	<b>2,434.77</b>

Trade payables ageing schedule: as at March 31, 2022

	Current but not due	Outstanding for following periods from due date of payment				
		Less than - 1 year	1-2 years	2-3 years	More than 3 years	Total
MSME	-	-	-	-	-	-
Others	161.00	2,516.99	7.04	41.04	91.92	2,817.98
Disputed MSME	-	-	-	-	-	-
Disputed dues - Others	-	-	-	-	-	-
	161.00	2,516.99	7.04	41.04	91.92	2,817.98

Trade payables ageing schedule: as at March 31, 2021

	Current but not due	Outstanding for following periods from due date of payment				
		Less than - 1 year	1-2 years	2-3 years	More than 3 years	Total
MSME	-	-	-	-	-	-
Others	41.82	2,195.68	51.89	98.92	46.46	2,434.77
Disputed MSME	-	-	-	-	-	-
Disputed dues - Others	-	-	-	-	-	-
	41.82	2,195.68	51.89	98.92	46.46	2,434.77

**Notes to the consolidated financial statements for the year ended March 31, 2022 (Contd.)**

	As at March 31, 2022	As at March 31, 2021
<b>9 OTHER CURRENT LIABILITIES</b>		
Current maturities of long term debt	-	
Advance from customers	0.50	17.66
Un-paid dividends *	-	
Statutory dues payable (Refer note below)	15.19	9.48
Other Payables #	30.57	6.21
Current tax liabilities	80.70	-
<b>Total</b>	<b>126.96</b>	<b>33.35</b>
# Includes security deposit		
<b>Statutory dues payable</b>		
Employees state insurance corporation payable	0.18	0.32
Professional tax payable	0.17	0.16
Provident fund payable	12.24	9.00
TCS payable*	0.00	-
TDS payable	2.60	-
	<b>15.19</b>	<b>9.48</b>
* The value is less than thousand rupees		
<b>10 SHORT TERM PROVISION</b>		
Provision for leave encashment	23.10	17.55
Provisions for Employee Benefits- Bonus	35.89	36.42
<b>Total</b>	<b>58.99</b>	<b>53.97</b>

**11 PROPERTY, PLANT AND EQUIPMENT AND INTANGIBLE ASSETS**
**(i) Tangible assets**

Particulars	Building	Plant and Equipments	Office Equipments	Furniture and Fixtures	Vehicles (Refer note 1)	Total
<b>Gross Carrying Value</b>						
Balance as at April 1, 2020	477.26	392.71	114.14	86.84	183.03	1,253.98
Additions	-	23.04	8.11	1.98	-	33.13
Disposals	(19.36)	(46.41)	(16.90)	(17.55)	(1.54)	(101.76)
<b>Balance as at March 31, 2021</b>	<b>457.90</b>	<b>369.34</b>	<b>105.35</b>	<b>71.27</b>	<b>181.49</b>	<b>1,185.35</b>
Additions	-	59.67	7.29	2.81	0.93	70.70
Disposals	-	-	-	-	(30.97)	(30.97)
<b>Balance as at March 31, 2022</b>	<b>457.90</b>	<b>429.01</b>	<b>112.64</b>	<b>74.08</b>	<b>151.45</b>	<b>1,225.08</b>
<b>Accumulated depreciation</b>						
Balance as at April 1, 2020	315.47	216.46	97.70	70.54	63.95	764.12
Depreciation for the year	10.32	14.54	5.91	2.21	11.49	44.47
Disposals	(7.23)	(19.62)	(12.51)	(14.22)	(0.26)	(53.84)
<b>Balance as at March 31, 2021</b>	<b>318.56</b>	<b>211.38</b>	<b>91.10</b>	<b>58.54</b>	<b>75.18</b>	<b>754.75</b>
Depreciation for the year	10.41	18.09	7.33	2.46	13.30	51.59
Disposals	-	-	-	-	(28.63)	(28.63)
Exchange translation reserve	(1.56)	-	-	0.00	-	(1.56)
<b>Balance as at March 31, 2022</b>	<b>327.40</b>	<b>229.47</b>	<b>98.43</b>	<b>61.00</b>	<b>59.85</b>	<b>776.15</b>
<b>Net Carrying Value</b>						
As at March 31, 2022	130.50	199.54	14.21	13.08	91.60	448.93
As at March 31, 2021	139.35	157.96	14.25	12.73	106.31	430.60

**(ii) Intangible assets**

Particulars	Software	Total
<b>Gross Carrying Value</b>		
Balance as at April 1, 2020	132.99	133
Additions	37.21	37
Disposals	(2.26)	(2)
<b>Balance as at March 31, 2021</b>	<b>167.94</b>	<b>167.94</b>
Additions	21.15	21
Disposals	-	-
<b>Balance as at March 31, 2022</b>	<b>189.09</b>	<b>189.09</b>
<b>Accumulated depreciation</b>		
Balance as at April 1, 2020	97.11	97.11
Depreciation for the year	18.21	18.21
Disposals	(1.38)	(1.38)
<b>Balance as at March 31, 2021</b>	<b>113.94</b>	<b>113.94</b>
Depreciation for the year	20.57	20.57
Disposals	-	-
<b>Balance as at March 31, 2022</b>	<b>134.51</b>	<b>134.51</b>
<b>Net Carrying Value</b>		
As at March 31, 2022	54.58	54.58
As at March 31, 2021	54.00	54.00

Note 1: Motor Vehicles costing Rs.115.30 Lakhs are in the name of the Directors of the Company.

Notes to the consolidated financial statements for the year ended March 31, 2022 (Contd.)

Pursuant to Division I of Schedule III - Additional Regulatory Information, requires to provide for the title deeds of Immovable Property not held in the name of the Company.

Relevant line item in the BalanceSheet and Description of item of property	Gross carrying value (₹ lakh)	Title deeds held in the name of	Whether title deed holder is a promoter, director or relative of promoter/director or employee of promoter/director	Property held since which date	Reason for not being held in the name of the company
None	-	-	-	-	-
				<b>As at</b>	<b>As at</b>
				<b>March 31, 2022</b>	<b>March 31, 2021</b>
<b>12 NON CURRENT INVESTMENTS</b>					
<b>Other investments</b>					
1,83,000 fully paid Equity shares of Rs.10/- each of German Garden Ltd.				<b>20.22</b>	20.22
Less : Provision for Dimunition in the value				<b>(20.22)</b>	(20.22)
				<u>-</u>	<u>-</u>
80,000 fully paid equity shares of 100/- each of Light Bite Foods P Ltd				<b>80.00</b>	80.00
Less : Provision for Dimunition in the value of investments				<b>(80.00)</b>	(72.00)
				<u>-</u>	<u>8.00</u>
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 )				-	15.00
<b>TOTAL</b>				<u>-</u>	<u>23.00</u>
Aggregate amount of quoted investments				<b>NIL</b>	NIL
Aggregate Market value of quoted investments				<b>NIL</b>	NIL
Aggregate book value of unquoted investments				<b>100.22</b>	115.22
Aggregate amount of impairment in value of investments				<b>100.22</b>	92.22
<b>13 LONG TERM LOANS AND ADVANCES</b>					
<b>Un-secured , considered good</b>					
Loans and advances to Employees				<b>20.36</b>	18.26
Capital advances-Advance against property				<b>237.69</b>	237.69
Balances with Tax authorities.				<b>24.36</b>	17.39
Other loans & advances				<b>91.34</b>	91.34
Rental Deposits				<b>120.13</b>	120.13
Other Security Deposits				<b>10.85</b>	20.04
<b>TOTAL</b>				<u><b>504.73</b></u>	<u>504.85</u>
<b>14 INVENTORIES</b>					
(Inventories are valued at lower of the cost or net realisable value )					
Raw Materials				<b>4,115.77</b>	3,430.78
Finished Goods				<b>1,223.68</b>	1,552.23
Stores & Spares				<b>43.02</b>	77.91
Loose tools				<b>11.59</b>	2.38
<b>TOTAL</b>				<u><b>5,394.06</b></u>	<u>5,063.30</u>

**Notes to the consolidated financial statements for the year ended March 31, 2022 (Contd.)**

	<b>As at</b>	<b>As at</b>
	<b>March 31, 2022</b>	<b>March 31, 2021</b>
<b>15 TRADE RECEIVABLES</b>		
Outstanding for a period exceeding 6 months from the date they are due for payment		
(A) Secured, considered good	–	
(B) Unsecured, considered good	<b>1,896.30</b>	1,175.67
(C) Doubtful	–	
	<b>1,896.30</b>	1,175.67
(D) Allowance for bad and doubtful debts	–	–
	<b>1,896.30</b>	1,175.67
Others		
(A) Secured, considered good	–	–
(B) Unsecured, considered good	<b>864.91</b>	1,144.63
(C) Doubtful	–	–
	<b>864.91</b>	1,144.63
(D) Allowance for bad and doubtful debts	–	–
	<b>864.91</b>	1,144.63
Trade receivables include debts due from:		
Directors	–	–
Other officers of the Company	–	–
Firms in which any director is a partner	–	–
Private companies in which any director is a director or member	–	–
	<b>864.91</b>	1,144.63
	<b>864.91</b>	1,144.63
	<b>2,761.21</b>	2,320.30

**Trade Receivables ageing schedule as at March 31, 2022**

<b>Particulars</b>	<b>Less than 6 months</b>	<b>6 months - 1 year</b>	<b>1-2 years</b>	<b>2-3 years</b>	<b>More than 3 years</b>	<b>Total</b>
<b>Trade receivables</b>						
(i) Undisputed – considered good	1,908.06	412.72	96.61	156.14	187.69	2,761.21
(ii) Undisputed – considered doubtful	–	–	–	–	–	–
(iii) Disputed - considered good	–	–	–	–	–	–
(iv) Disputed - considered doubtful	–	–	–	–	–	–
	<b>1,908.06</b>	<b>412.72</b>	<b>96.61</b>	<b>156.14</b>	<b>187.69</b>	<b>2,761.21</b>

**Trade Receivables ageing schedule as at March 31, 2021**

<b>Particulars</b>	<b>Less than 6 months</b>	<b>6 months - 1 year</b>	<b>1-2 years</b>	<b>2-3 years</b>	<b>More than 3 years</b>	<b>Total</b>
<b>Trade receivables</b>						
(i) Undisputed – considered good	1,144.43	381.25	257.51	28.59	508.53	2,320.30
(ii) Undisputed – considered doubtful	–	–	–	–	–	–
(iii) Disputed - considered good	–	–	–	–	–	–
(iv) Disputed - considered doubtful	–	–	–	–	–	–
	<b>1,144.43</b>	<b>381.25</b>	<b>257.51</b>	<b>28.59</b>	<b>508.53</b>	<b>2,320.30</b>

Notes to the consolidated financial statements for the year ended March 31, 2022 (Contd.)

	As at March 31, 2022	As at March 31, 2021
<b>16 CASH AND CASH EQUIVALENTS</b>		
Cash on Hand	12.04	10.38
Balance with Bank In current and Deposit Account	421.28	449.59
<b>Total</b>	<b>433.32</b>	<b>459.97</b>
<b>17 OTHER BANK BALANCES</b>		
- Deposits with remaining maturity for less than 12 months	565.85	93.28
- Margin money with remaining maturity for less than 12 months*	249.65	141.65
<b>Total</b>	<b>815.50</b>	<b>234.93</b>
* Group has placed a fixed deposit of Rs. 150 lakhs with enforcement directorate having tenure of less than 12 months as on the balance sheet date. Balance deposits pertains to deposits against the packaging credits and bank guarantee		
<b>18 SHORT TERM LOANS AND ADVANCES</b>		
Un- secured , considered good Goods and service tax receivable	35.33	33.38
Advances to Contractors	164.63	204.74
Prepaid Expenses	37.11	36.29
Other Advances	19.77	21.86
	<b>256.84</b>	<b>296.27</b>
<b>19 OTHER CURRENT ASSETS</b>		
Interest accrued on FDR	3.66	8.53
Other Current Assets	2.08	6.98
<b>Total</b>	<b>5.74</b>	<b>15.51</b>
	<b>Forthe year ended March 31, 2022</b>	<b>Forthe year ended March 31, 2021</b>
<b>20 REVENUE FROM OPERATIONS</b>		
<b>(a) Sale of Goods</b>		
Sales - Jewellery	23,831.33	11,245.08
Sales - Diamond	82.60	173.83
Sales - Precious stones & Others	1.38	38.02
<b>(b) Rendering of services</b>		
Services - Labour charges	0.89	8.20
<b>Total</b>	<b>23,916.20</b>	<b>11,465.13</b>



**Notes to the consolidated financial statements for the year ended March 31, 2022 (Contd.)**

	Forthe year ended March 31, 2022	Forthe year ended March 31, 2021
<b>21 OTHER INCOME</b>		
Dividend - Long term Investments	0.01	–
Profit on sale of long term investments	4.16	–
Interest received #	26.37	19.36
Gain on Foreign currency transaction / translation	300.97	100.17
Income tax refund	11.57	–
Income tax Interest received	6.47	0.85
Excess provision for expenses written back	17.01	2.17
Rent received	0.96	6.64
Prior Period Income	–	4.61
Profit on sale of Car	1.89	–
<b>Total</b>	<b>369.41</b>	<b>133.80</b>
<p># Interest received includes Interest on bank deposit &amp; others of Rs. 18.95 Lakhs (March 31, 2021: Rs.10.06 Lakhs) and Interest on loans and advances of Rs. 7.42 Lakhs (March 31, 2021: Rs. 9.30 Lakhs)</p>		
<b>22 MATERIALS</b>		
<b>1) COST OF MATERAILS CONSUMED</b>		
Gold	195.32	4,684.80
Diamond	10,381.73	4,570.09
Others	2,162.14	581.85
<b>Total</b>	<b>12,739.19</b>	<b>9,836.74</b>
<b>2) PURCHASE OF STOCK IN TRADE</b>		
Purchase- Precious stones & Others	7,335.79	199.14
<b>23 CHANGES IN INVENTORIES OF FINISHED GOODS</b>		
Opening Stock of Finished Goods	1,552.28	1,337.83
Add : Purchases of Finished Goods	131.02	147.07
	<b>1,683.30</b>	1,484.90
Less : Closing Stock of Finished Goods	1,223.68	1,552.23
Less : Melting of Finished Goods	135.47	96.46
<b>Total</b>	<b>324.15</b>	<b>(163.79)</b>
<b>24 EMPLOYEE BENEFIT EXPENSES</b>		
Salaries & Wages	435.14	298.14
Contribution to provident and other funds	42.98	30.24
Welfare Expenses	3.55	2.81
	<b>481.67</b>	331.19
Directors Remuneration	198.15	134.32
[Including Rs. 198.15 Lakhs (March 31, 2021: Rs 134.32 Lakhs) for perks]		
<b>Total</b>	<b>679.82</b>	<b>465.51</b>
<b>25 FINANCE COSTS</b>		
Bank Charges	36.69	26.29
Interest paid	31.75	75.71
<b>Total</b>	<b>68.44</b>	<b>102.00</b>

Notes to the consolidated financial statements for the year ended March 31, 2022 (Contd.)

	Forthe year ended March 31, 2022	Forthe year ended March 31, 2021
<b>26 OTHER EXPENSES</b>		
Consumable Stores, Spares & Tools	216.88	60.30
Labour Charges	857.16	449.97
Rent	44.12	28.70
Electricity Charges	32.89	23.25
Professional & Technical Fees	69.91	63.47
ECGC Premium charges	8.97	10.51
GST expense	-	0.09
Bad debts written off	18.97	113.08
Rates & Taxes	0.57	0.54
Business Promotion	4.68	4.08
Travelling & Conveyance	6.42	2.23
<b>Repairs &amp; Maintenance :</b>		
Repairs & Maintenance to Machinery	13.21	8.99
Buidling	11.29	8.98
Others	29.42	18.71
Donations	22.58	10.87
Auditors Remuneration (Refer note 26(a) below)	17.86	12.00
Insurance	25.99	26.07
Commission & Discount	24.81	16.98
Loss on sale of assets	-	45.91
Loss on Foreign currency transaction/ translation	-	4.49
Other General Expenses	239.87	122.60
<b>Prior Period Items</b>		
Electricity charges	-	0.17
Repairs & maint-others	-	0.00
Rent A/c Blower	0.01	0.24
Freight & Forwarding	0.25	0.24
Postage & Telephone	-	0.01
Property taxes (Shubham Heights)	0.03	-
TCS on Sales	0.03	-
Membership & Subscription	0.14	-
Licence Fees	4.62	-
<b>TOTAL</b>	<b>1,650.68</b>	<b>1,032.48</b>
<b>26(a) Remuneration to auditor</b>		
As Statutory Auditor	15.86	10.00
For Taxation Services	2.00	2.00
	<b>17.86</b>	<b>12.00</b>
<b>27 Contingent liabilities and commitments</b>		
As at March 31, 2022 and March 31, 2021, Group does not have any outstanding contingent liabilities and commitments.		
<b>28 Earnings per share</b>		
<b>Particulars</b>	<b>As at March 31, 2022</b>	<b>As at March 31, 2021</b>
Net Profit attributable to equity shareholders	1,023.82	(56.37)
Weighted average number of equity shares outstanding during the year	30,02,000	30,02,000
Basic and diluted earnings per share of face value of Rs 10 each, fully paid up	34.10	(1.88)

**Notes to the consolidated financial statements for the year ended March 31, 2022 (Contd.)**
**29 Lease Disclosures**

Particulars	As at March 31, 2022	As at March 31, 2021
<b>a. Operating lease: company as lessee</b>		
<b>Company have entered into lease agreement and taken premises on lease for 24 to 60 months , which are in the nature of operating lease.</b>		
Lease expenses recognised in the statement of profit and loss for the year	10.51	22.65
<b>Future Minimum Lease Payment</b>		
Future Lease rent payable upto one year	10.51	10.51
Future Lease rent payable more than year but less than five year	10.51	21.02
Future lease rent payable more than five year	-	-
<b>b. Operating sublease: company as lessor</b>		
<b>Group have entered into sub-lease agreement for 12 months, which are in the nature of operating lease.</b>		
Lease income recognised in the statement of profit and loss for the year	0.96	6.64

**30 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
<b>Subsidiary and Associate Companies</b>	
Shantivijay Jewels International Ltd - Mauritius	Wholly owned subsidiary company
Shantivijay Impex DMCC, Dubai (Subsidiary of Shantivijay Jewels International Ltd)	Wholly owned fellow subsidiary company
Diamondere Inc USA	Significant Influence of Director
Precious Gems Pvt. Ltd	Significant Influence of Director
Light Bite Foods Private Ltd	Significant Influence of Director
Diamondere Pvt Ltd	Significant Influence of Director
<b>Key Managerial Person ('KMP')</b>	
Shree Pradeep Kumar Godha -	Chairman & Managing Director
Shree Anurag Godha -	Vice Chairman & Managing Director
<b>Relatives of Key Management Personnel and Associates</b>	
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
Shree Anish 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, 2022	For the year ended March 31, 2021
Diamondere Inc USA	Significant Influence of Director	Purchases	5.15	-
Diamondere Inc USA	Significant Influence of Director	Sales	1,467.94	204.91
Diamondere P Ltd	Significant Influence of Director	Sales & Labour	7.34	207.84
Diamondere P Ltd	Significant Influence of Director	Rent	0.96	6.64
Diamondere P Ltd	Significant Influence of Director	Purchases	279	66.13
Pradeep Kumar Godha	Managing Director	Remuner+perks	95.27	62.66
Anurag Godha	Managing Director	Remuner+perks	94.34	63.16
Rajrani Godha	Relative of Director	Rent paid	1.20	1.20
Light Bite Foods P Ltd	Significant Influence of Director	Dimunition in the value of investment	8.00	72.00
Sudha Godha	Relative of Director	Remuneration +Bonus	10.37	4.16
Namita Godha	Relative of Director	Remuneration +Bonus	10.37	4.16
Deepika Godha	Relative of Director	Remuneration +Bonus	6.30	3.12

## Notes to the consolidated financial statements for the year ended March 31, 2022 (Contd.)

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

Name of the Related Party	Nature of Relationship	As at March 31, 2022	As at March 31, 2021
<b>Trade Receivable</b>			
Diamondere Inc USA	Significant Influence of Director	98.81	42.38
<b>Trade Payable</b>			
Diamondere P Ltd	Significant Influence of Director	(170.81)	-
<b>Rent payable</b>			
Rajrani Godha	Relative of Director	(0.81)	(2.20)
<b>Remuneration payable</b>			
Pradeep Kumar Godha	Managing Director	(6.41)	(3.59)
ANURAG GODHA	Managing Director	(5.30)	(0.98)
Sudha Godha	Relative of Director	(2.17)	(1.17)
Namita Godha	Relative of Director	(2.25)	(1.25)
Deepika Godha	Relative of Director	(1.75)	(0.90)
<b>Security deposit paid</b>			
Rajrani Godha	Relative of Director	120.00	120.00
<b>Surety given to Company's banker (Market Price)</b>			
Rajrani Godha	Relative of Director	455.70	455.70

## 31 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, 2022	For the year ended March 31, 2021
Contribution to provident and other funds	42.98	30.24
<b>Total</b>	<b>42.98</b>	<b>30.24</b>

## 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**

Particulars	As at March 31, 2022	As at March 31, 2021
Present value of the defined benefit obligation at the end of the year	190.32	151.13
Fair value of plan assets	3.37	1.87
Plan asset / (liability)	(186.95)	(149.26)

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

Defined benefit obligation at beginning of the year	151.13	143.10
Current service cost	10.22	10.49
Interest cost	10.58	10.37
Actuarial (Gains)/Losses	18.96	(6.48)
<b>Sub-total included in statement of profit and loss</b>	<b>39.76</b>	<b>14.38</b>
Benefits paid	(0.57)	(6.35)
<b>Defined benefit obligation at the end of the year</b>	<b>190.32</b>	<b>151.13</b>

**Notes to the consolidated financial statements for the year ended March 31, 2022 (Contd.)**

Particulars	As at March 31, 2022	As at March 31, 2021
<b>Changes in the fair value of plan assets are as follows:</b>		
Opening fair value of plan assets	1.87	7.78
Expected return	0.11	0.44
Contributions by employer	1.95	0.00
Benefits paid	(0.57)	(6.35)
Actuarial gains / (losses)	0.00	0.00
Closing fair value of plan assets	3.37	1.87
<b>Expense recognised in Statement of Profit and Loss</b>		
Current service cost	10.22	10.49
Interest cost on benefit obligation	10.58	10.37
Expected return on plan assets	(0.11)	(0.44)
Net actuarial (gain) / loss recognized in the year	18.96	(6.48)
Net benefit expense	39.64	13.94

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

**Actuarial assumptions**

Discount rate	7.00% p.a.	7.00% p.a.
Future salary increases	7.00% p.a.	5.00% p.a.

**Leave encashment**

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. 23.10 Lakhs (March 31, 2021 Rs. 17.55 Lakhs)

**32 Delay in receipt and payment of foreign currency against export and imports**

Foreign currency dues outstanding for more than 6 months and receivables for more than 9 months: As at March 31, 2022, the Company has Trade receivable and payable balances of Rs. 911.75 Lakhs and Rs. 911.47 Lakhs respectively, which includes receivable of Rs. 40.35 Lakhs for more than nine months and payable of Rs. 72.29 Lakhs for more than six months respectively. The Company is taking necessary steps to remit the overdue payable and receive the overdue receivables. Since the liability on account of non-compliance with the provisions of the Foreign Exchange Management Act cannot be presently determined, no provision for any liability that may result on such non-compliance has been made in the financial statements.

**33 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
<b>Parent</b>				
Shantivijay Jewels Ltd	56%	3,831.61	93%	952.47
<b>Foreign Subsidiary</b>				
Shantivijay Jewels Intl Ltd	21%	1,436.98	-2%	(16.57)
Shantivijay Impex DMCC	23%	1,550.89	8%	86.00
<b>Total</b>	<b>100%</b>	<b>6,819.48</b>	<b>100%</b>	<b>1,021.91</b>

Since subsidiary company and its subsidiaries are wholly owned companies there is no minority interest. Balances considered above is pre-elimination

## Notes to the consolidated financial statements for the year ended March 31, 2022 (Contd.)

### 34 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 ended		Balance receivables as at	
	March 31, 2022	March 31, 2021	March 31, 2022	March 31, 2021
<b>Exports</b>				
U.S.A.	7,645.88	1,893.00	493.94	373.79
Europe	12,332.63	6,800.27	169.23	119.03
Middle East	1,239.05	522.74	230.97	396.78
Others	117.35	31.74	17.61	13.47
Local Sales	288.35	395.81	219.14	223.47
<b>Total</b>	<b>21,623.27</b>	<b>9,643.56</b>	<b>1,130.89</b>	<b>1,126.54</b>

### 35 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:

	<u>As at</u> <u>March 31, 2022</u>	<u>As at</u> <u>March 31, 2021</u>
The amounts remaining unpaid to micro and small suppliers as at the end of the year		
- Principal	81.06	5.90
- 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.	-	-

### 36 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 :

<u>Particulars</u>	<u>As at</u> <u>March 31, 2022</u>	<u>As at</u> <u>March 31, 2021</u>
<b>Assets</b>		
Difference between Book & Tax Depreciation	11.21	14.02
Less : Provision for Gratuity	(2.62)	(0.90)
Net Deferred tax assets	8.59	13.12
Net Deferred tax assets (Rounded off to nearest Rs.'000)	8.59	13.12
Net deferred tax charged / (credit)	(4.52)	(3.14)

**Notes to the consolidated financial statements for the year ended March 31, 2022 (Contd.)**

**37 The Group:**

- (a) does not have any title deeds of Immovable Properties which are not in the name of the company. There is no such kind of assets held by the Group.
- (b) does not have any Benami property, where any proceeding has been initiated or pending against the company for holding any Benami property.
- (c) have borrowings that have been paid on time during the entire year.
- (d) has not been declared a wilful defaulter (as defined by RBI Circular).
- (e) does not have any transactions with companies struck off under section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956.
- (f) has complied with the number of layers prescribed under clause (87) of section 2 of the Act read with the Companies (Restriction on number of Layers) Rules, 2017.
- (g) does not have any undisclosed income which is not recorded in the books of account that has been surrendered or disclosed as income during the current year and previous year in the tax assessments under the Income Tax Act, 1961.
- (h) has not traded or invested in Crypto currency or Virtual Currency during the current year and previous year.
- (i) does not provide loans or advances in the nature of loans are granted to promoters, directors, KMPs and the related parties (as defined under Companies Act, 2013), either severally or jointly with any other person.
- (j) has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:
  - (i) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or
  - (ii) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries
- (k) has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Group shall:
  - (i) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or
  - (ii) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

**38 The Code on Social Security 2020**

The Code on Social Security 2020 ('the Code') relating to employee benefits, during the employment and post-employment, has received Presidential assent on September 28, 2020. The Code has been published in the Gazette of India. Further, the Ministry of Labour and Employment has released draft rules for the Code on November 13, 2020. However, the effective date from which the changes are applicable is yet to be notified and rules for quantifying the financial impact are also not yet issued. The Company will assess the impact of the Code and will give appropriate impact in the financial statements in the period in which, the Code becomes effective and the related rules to determine the financial impact are published.

**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 . 09026

UDIN : 22009026AVCGHM8153

Place: Mumbai

Date: 9th September, 2022

**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

9th September, 2022

Place: Mumbai

9th September, 2022

**Consolidated Cash Flow Statement for the year ended 31st March, 2022***(All amounts in ₹ lakhs, unless otherwise stated)*

	For the year ended March 31, 2022	For the year ended March 31, 2021
<b>Cash Flows from operating activities</b>		
Profit before tax	1,407.38	(7.82)
Adjustments for:		
Depreciation and amortization expense	72.16	62.68
Interest expense	31.75	75.71
Interest income	(32.84)	(20.21)
Bad debts written off	18.97	113.08
Provision for diminution in the value of non-current investments	8.00	72.00
Excess provision for expenses written back	(17.01)	(2.17)
Profit on sale of car	(1.89)	-
Profit on sale of long term investments	(4.16)	-
Gain on Foreign currency transaction/translation	98.37	(100.17)
<b>Operating Profit before working capital charges</b>	<b>1,580.73</b>	<b>193.10</b>
Changes in working capital:		
Increase / (Decrease) in trade payables	403.13	(194.43)
Increase / (Decrease) in other liabilities	12.91	(1.10)
Increase / (Decrease) in provisions	10.48	(5.80)
(Increase) / Decrease in trade receivables	(456.14)	1,057.53
(Increase) / Decrease in other current assets	4.90	41.41
(Increase) / Decrease in loans and advances	33.77	(160.13)
(Increase) in Inventories	(330.76)	33.10
<b>Cash generated from operations</b>	<b>1,259.02</b>	<b>963.68</b>
Income tax paid, net of refund received	(298.34)	(20.76)
<b>Net cash flows from operating activities</b>	<b>960.68</b>	<b>942.92</b>
<b>Cash Flows from investing activities</b>		
Purchase of Property, Plant and Equipment and intangible assets	(91.85)	(70.39)
Sale /Impairment of property, plant and equipment	4.24	2.01
Interest received from bank deposits and income tax	37.71	20.89
Dividend received	-	-
Proceeds from sale of long term investments	19.16	-
(Purchase)/proceeds from Investment in other bank balances, net	(580.57)	(147.08)
<b>Net cash used in investing activities</b>	<b>(611.31)</b>	<b>(194.57)</b>
<b>Cash Flows from financing activities</b>		
Repayment of long-term borrowings	(7.73)	(24.05)
Repayment of short-term borrowings, net	(336.54)	(305.70)
Interest paid	(31.75)	(75.70)
<b>Net cash used in financing activities</b>	<b>(376.02)</b>	<b>(405.45)</b>
<b>Net increase in cash and cash equivalents</b>	<b>(26.65)</b>	<b>342.90</b>
Cash and cash equivalents at the beginning of the year	459.97	117.07
Cash and cash equivalents at the end of the year (refer note 16)	<b>433.32</b>	<b>459.97</b>

The accompanying notes from 1 to 40 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 . 09026  
UDIN : 22009026AVCGHM8153

Place: Mumbai  
Date: 9th September, 2022

**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  
9th September, 2022

Place: Mumbai  
9th September, 2022



