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Particulars	As at 31/03/2015 (Rs.)	As at 31/03/2014 (Rs.)
<b>14 LONG TERM LOANS AND ADVANCES</b>		
<b>(Unsecure, considered good)</b>		
Loan to staff	122,789	231,517
Loan to Others	—	—
Capital advance	1,567,000	200,000
Prepaid expenses	625,297	664,452
Security deposits	31,864,295	32,764,561
Taxes paid (net of provision)	7,624,019	49,198,249
	<b>41,803,400</b>	<b>83,058,779</b>

## 15 INVENTORIES

(As taken, valued and certified by the management)

### Raw materials:

– Diamonds	418,640,853	148,699,916
– Gold	125,040,012	11,687,464
– Others	79,934,848	48,330,558

### Finished goods / traded goods:

– Diamonds	172,427,963	65,392,596
– Jewellery	21,696,421	4,162,022
Work-in-progress Jewellery	141,378,965	90,687,422
Consumables, stores and spares	13,669,457	8,516,537

### Total

<b>972,788,519</b>	<b>377,476,515</b>
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In respect of the stock of finished goods (polished diamonds), cost is based on technical estimate by the management to avoid distortion in valuation. The basis of computing cost used on consistent basis though in line with generally accepted industry practice, is a deviation from the method prescribed by Accounting Standard (AS) – 2 ‘Valuation of Inventories’. As per Accounting Standard (AS) -2 ‘Inventories’ are required to be valued at lower of cost and net realisable value and cost should be assigned by using First-in First-out (FIFO) or weighted Average Cost formula.

The impact on profit for the year, reserves and surplus and inventories as at 31 March 2015, if any, due to the above deviations are not ascertainable.

## 16 TRADE RECEIVABLES

### (Unsecured, considered good)

Debts outstanding for a period exceeding six months from the date they are due for payment

142,510,228	734,308
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Others debts

1,817,865,313	2,008,506,942
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### Total

1,960,375,541	2,009,241,250
---------------	---------------

### Trade receivables from related parties includes:

Suashish Diamonds (Hongkong) Limited

1,767,812	1,579,280
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Suashish Jewels Canada Inc.

17,216,252	12,075,663
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Suashish Jewels Inc. Dallas

1,103,506,058	1,092,417,125
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### Total

1,122,490,122	1,106,072,068
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## Suashish Diamonds Limited

Particulars	As at 31/03/2015 (Rs.)	As at 31/03/2014 (Rs.)
<b>17 CASH AND BANK BALANCES</b>		
<b>Cash and cash equivalents:</b>		
Balances with banks:	230,769,167	76,093,386
Cash on hand	2,917,286	18,721,945
	<b>233,686,453</b>	<b>94,815,331</b>
<b>Other bank balances:</b>		
Bank deposits	1,421,310,954	917,945,673
(under lien against borrowing, overdraft facility, guarantee and with government authorities)		
Unpaid dividend account	210,274	306,882
	<b>1,421,521,228</b>	<b>918,252,555</b>
<b>Total</b>	<b>1,655,207,681</b>	<b>1,013,067,886</b>
<b>18 SHORT-TERM LOANS AND ADVANCES</b>		
<b>(Unsecured, considered good)</b>		
Loans to staff	531,486	1,272,293
Loans and advances to related parties	—	42,523,876
Advance to suppliers	6,298,595	4,685,024
Advances recoverable in cash or in kind or for value to be received	52,846,147	64,282,302
Prepaid expenses	5,911,858	7,279,288
Security deposits	186,681	186,681
<b>Total</b>	<b>65,774,767</b>	<b>120,229,464</b>
<b>Loans and advances to related parties includes:</b>		
Suashish Properties Private Limited	—	22,870,885
Suashish Realtors Private Limited	—	17,488,820
Suashish Diamdeal (I) Limited	—	2,135,411
Goenka Laser House Privte Limited	—	3,760
Suashish Finance Limited	—	25,000
<b>Total</b>	<b>—</b>	<b>42,523,876</b>
<b>19 OTHER CURRENT ASSETS</b>		
Interest accrued but not due	23,913,678	28,529,214
<b>Total</b>	<b>23,913,678</b>	<b>28,529,214</b>

## Suashish Diamonds Limited

Particulars	Current Year 2014-2015 (Rs.)	Previous Year 2013-2014 (Rs.)
<b>20 REVENUE FROM OPERATIONS</b>		
<b>Sales of raw materials / finished goods / traded goods:</b>		
– Diamonds	4,120,147,184	2,799,496,874
– Jewellery	4,230,726,797	4,007,311,444
Sale of electricity generated from windmills	8,513,027	7,077,918
<b>Other operating revenue:</b>		
– Sale of commodity / bullion	—	318,893,524
<b>Total</b>	<b>8,359,387,008</b>	<b>7,132,779,760</b>
<b>21 OTHER INCOME</b>		
<b>Interest income:</b>		
On investments in debentures (long term)	29,725,320	21,354,682
On loans	—	24,616,717
On fixed deposit with banks	88,154,251	67,169,010
On security deposit	132,142	—
On bonds	10,385,514	5,734,156
On income tax refund	6,777,170	—
From others	34,550	399,491
<b>Dividend income:</b>		
On long term investments (other than trade)	18,921,692	50,664,924
<b>Net gain/(loss) on sale of investment:</b>		
From long term investments (other than trade)	51,544,156	18,825,139
<b>Net gain/(loss) on derivative instruments:</b>		
Mark to market margin (commodity futures)	—	(1,070,743)
<b>Share in profit/(loss) of partnership firms:</b>		
Goenka Trading Company	(51,764,214)	64,399,156
Mohinidevi Goenka Investments	168,708	1,051,968
M. G. Investments	87,701,181	36,559,631
Suashish Realty LLP	(5,524)	(4,852)
<b>Others:</b>		
Rent	14,122,179	8,463,501
Profit on sale of fixed assets (net)	—	37,056
Balances written back	5,542,639	87,895
Miscellaneous income	—	716,736
<b>Total</b>	<b>261,439,764</b>	<b>299,004,467</b>
<b>22 COST OF MATERIALS</b>		
<b>Raw materials consumed / sold:</b>		
Opening stock	208,717,938	393,963,294
Add: Purchases [including commission on import and cleaving charges]	6,353,261,014	3,212,141,515
Less: Closing stock	623,615,713	208,717,938
<b>Total (a)</b>	<b>5,938,363,239</b>	<b>3,397,386,871</b>
<b>Purchase of traded goods:</b>		
Purchases of - Diamonds	1,103,531,403	1,949,469,873
Purchases of - Commodity / Bullion	—	13,071,238
<b>Total (b)</b>	<b>1,103,531,403</b>	<b>1,962,541,111</b>
<b>Net loss/(income) on buyers credit</b>	<b>193,692</b>	<b>68,192</b>
<b>Total (c)</b>	<b>193,692</b>	<b>68,192</b>
<b>Total (a+b+c+D)</b>	<b>7,042,088,334</b>	<b>5,359,996,174</b>

# The Company has availed buyer's credit in foreign currency from bank secured by lien on fixed deposit, for import of goods. Net income on buyer's credit comprising of interest income on fixed deposit of Rs.Nil (previous year Rs.9,029,950), finance cost on buyer's credit of Rs. Nil (previous year Rs.1,013,389) and exchange rate difference loss of Rs. Nil (previous year exchange difference loss of Rs.8,084,753 ) is adjusted in " Cost of materials".

<b>Particulars</b>	<b>Current Year 2014-2015 (Rs.)</b>	<b>Previous Year 2013-2014 (Rs.)</b>
<b>23 CHANGES IN INVENTORIES OF FINISHED GOODS, TRADED GOODS AND WORK-IN-PROGRESS</b>		
<b>a) Changes in inventories of finished goods / traded goods</b>		
<b>Opening stock of finished goods / traded goods:</b>		
Diamond	65,392,596	360,290,132
Jewellery	4,162,022	1,183,261
Commodity	—	300,992,598
<b>Less: Closing stock of finished goods / traded goods:</b>		
Diamond	172,427,963	65,392,596
Jewellery	21,696,421	4,162,022
<b>Total (a)</b>	<b>(124,569,766)</b>	<b>592,911,373</b>
<b>b) Changes in work in progress:</b>		
Opening stock	90,687,422	93,003,800
Less: Closing stock	141,378,965	90,687,422
<b>Total (b)</b>	<b>(50,691,543)</b>	<b>2,316,378</b>
<b>Total (a+b)</b>	<b>(175,261,309)</b>	<b>595,227,751</b>
<b>24 EMPLOYEE BENEFITS EXPENSE</b>		
Salaries, bonus, commission and allowances	248,542,290	135,998,481
Contribution to provident and other funds	7,323,928	4,947,097
Gratuity	1,783,837	1,489,139
Staff welfare expenses	6,603,227	5,526,114
<b>Total</b>	<b>264,253,282</b>	<b>147,960,831</b>
<b>25 FINANCE COSTS</b>		
Interest expense	25,717,118	15,359,660
Interest on income tax	—	1,215,805
Exchange difference (net) on foreign currency transactions/translation	—	(6,179,428)
Loan processing and other charges	6,580,918	7,311,943
<b>Total</b>	<b>32,298,036</b>	<b>17,707,980</b>

## Suashish Diamonds Limited

Particulars	Current Year 2014-2015 (Rs.)	Previous Year 2013-2014 (Rs.)
<b>26 OTHER EXPENSES</b>		
Processing charges	265,760,006	275,750,313
Stores, spares and tools consumed	80,375,227	48,601,903
Power and electricity	17,200,796	12,155,125
Communication expenses	3,658,055	3,432,222
Printing and stationery	3,806,018	3,203,560
Travelling and conveyance expenses	32,239,144	25,780,221
Legal and professional fees	22,100,790	19,346,424
Rent	12,347,467	10,496,854
Rent, Rates and taxes	2,497,993	1,719,795
Repairs and maintenance:		
– plant and machinery	1,899,333	1,892,878
– buildings	876,422	1,129,615
– other	29,863,964	14,422,075
Exchange difference (net)	6,279	6,489,297
Insurance charges	1,742,243	3,314,482
Auditor's remuneration:		
– for audit	2,671,616	2,454,128
– for tax audit	168,886	149,624
– for taxation matters	150,618	776,172
– for others	—	418,242
Donations	576,500	1,025,000
Bank charges and commission	20,208,863	26,011,358
Commission and brokerage on sales	3,661,871	7,988,263
Advertisement expenses	17,898,367	14,500,763
Sales promotion expenses	13,696,446	15,150,747
ECGC premium	4,112	63,851
Freight, clearing and forwarding charges	14,877,596	14,313,611
Discount allowed	15,737,242	2,566,257
Export insurance charges	2,680,127	931,980
Loss on sale of fixed assets (net)	1,395,776	—
Miscellaneous expenses	26,646,975	19,844,106
<b>Total</b>	<b>594,748,732</b>	<b>533,928,866</b>
<b>Details of imported and indigenous stores, spares, and tools consumed:</b>		
Imported (32.41%; previous year 19.55%)	26,046,158	9,502,901
Indigenous (67.59%; previous year 80.45%)	54,329,069	39,099,002
	<b>80,375,227</b>	<b>48,601,903</b>

## 27. COMMITMENTS (NET OF ADVANCES)/ CONTINGENT LIABILITIES (NOT PROVIDED FOR)

Particulars	As at 31/03/2015 (Rs.)	As at 31/03/2014 (Rs.)
a) Disputed Sales tax liability	22,398,880	22,398,880
b) Bank guarantees given by bank on behalf of the Company	53,662,700	42,977,324
c) Disputed Service tax liabilities	28,116,265	27,552,539
d) Disputed Custom liability	2,593,013	—
e) Disputed income tax liabilities	14,202,951	15,995,951

Particulars	Current Year 2014-2015 (Rs.)	Previous Year 2013-2014 (Rs.)
<b>28. C.I.F. VALUE OF IMPORTS</b>		
Rough diamonds	4,645,966,062	1,711,908,793
Polished diamonds	707,216	321,726,977
Raw materials –others	920,462,043	664,336,938
Stores and spares	28,572,023	4,534,402
Capital goods	—	5,075,631
<b>29. EXPENDITURE IN FOREIGN CURRENCY</b>		
Foreign travelling expenses	6,249,219	2,752,984
Interest on foreign currency loans and credit facilities	—	639,454
Consultancy fees	352,304	—
Others	20,453,346	21,896,796
<b>30. EARNINGS IN FOREIGN CURRENCY</b>		
F.O.B. value of exports	6,693,938,714	4,282,462,983
Reimbursement of expenses	22,060	2,663,978

**31. INVENTORY DETAILS**

**A. Raw Materials**

Class of Goods	Opening Stock 01/04/2014 (Rs.)	Purchases/ Transfer (Rs.)	Turnover (Rs.)	Closing Stock 31/03/2015 (Rs.)
<b>Diamonds</b>	148,699,916 (315,091,491)	5,115,429,462* (3,487,971,289)	4,029,906,408** (2,410,563,706)**	418,640,853 (148,699,916)
Gold	11,687,464 (46,398,702)	856,693,592 (722,797,697)	— (—)	125,040,012 (11,687,464)
Silver	— (—)	104,673,946 (83,968,104)	— (—)	902,203 (—)
Others	48,330,558 (32,473,101)	276,464,013*** (249,468,736)***	— (11,232,494)	79,032,645 (48,330,558)
<b>Total</b>	<b>208,717,938</b> (393,963,294)	<b>6,353,261,014</b> (4,544,205,826)	<b>4,029,906,408</b> (2,421,796,200)	<b>623,615,713</b> (208,717,938)

Figures in bracket are corresponding figures for previous year.

\* Includes inter-division transfer of diamonds Rs.Nil (previous year Rs. 1,332,064,311).

\*\* Includes inter-division transfer of diamonds Rs Nil (previous year Rs.534,339,814).

\*\*\* Includes inter-division transfer of Rs.Nil (previous year Rs. 11,232,494)

**B. Finished goods/traded goods**

Class of Goods	Opening Stock 01/04/2014 (Rs.)	Purchases/ Transfer (Rs.)	Turnover (Rs.)	Closing Stock 31/03/2015 (Rs.)
Diamonds	65,392,596 (360,290,132)	1,103,531,403* (3,221,080,302)*	90,240,776 (2,981,375,415) #	172,427,963 (65,392,596)
Jewellery	4,162,022 (1,183,261)	— (—)	4,230,726,797 (4,007,311,444)	21,696,421 (4,162,022)
Electricity	— (—)	— (—)	8,513,027 (7,077,918)	— (—)
<b>Total</b>	<b>69,554,618</b> (361,473,393)	<b>1,103,531,403</b> (3,221,080,302)	<b>4,329,480,600</b> (6,995,764,777)	<b>194,124,384</b> (69,554,618)

Figures in bracket are corresponding figures for previous year.

\* Includes inter-division transfer of diamonds of Rs.Nil (previous year Rs. 1,271,610,429) and net of insurance claim received Rs. Nil (previous year Rs.Nil).

# Includes inter-division transfer of diamonds of Rs.Nil (previous year Rs. 2,058,102,433).

## Suashish Diamonds Limited

### C. Traded goods

Class of Goods	Opening Stock 01/04/2014 (Rs.)	Purchases/ Transfer (Rs.)	Turnover (Rs.)	Closing Stock 31/03/2015 (Rs.)
Castor seeds	— (30,104,529)	— (—)	— (30,851,936)	— (—)
Paddy	— (89,711,976)	— (—)	— (91,309,623)	— (—)
Chilly	— (—)	— (13,071,238)	— (12,272,180)	— (—)
Steel	— (30,123,752)	— (—)	— (30,668,336)	— (—)
Raw Wool	— (30,178,495)	— (—)	— (30,724,684)	— (—)
Palm Oil	— (30,202,513)	— (—)	— (30,732,103)	— (—)
Sugar	— (60,063,591)	— (—)	— (61,157,194)	— (—)
BLK Pepper	— (15,441,181)	— (—)	— (15,727,788)	— (—)
HR Coil	— (15,166,561)	— (—)	— (15,449,680)	— (—)
<b>Total Commodities</b>	— (300,992,598)	— (13,071,238)	— (318,893,524)	— (—)
<b>Total (A+B+C)</b>	<b>278,272,556</b> (662,465,991)	<b>7,456,792,417</b> (3,234,151,540)	<b>8,359,387,008</b> (7,314,658,301)	<b>817,740,097</b> (278,272,556)

### 32. CONSUMPTION OF RAW MATERIALS

Particulars	Current Year 2014-2015 (Rs.)	Previous Year 2013-2014 (Rs.)
Diamonds	<b>4,845,488,525</b>	1,268,655,466
Gold (100% indigenous)	<b>743,341,044</b>	757,508,936
Silver	<b>103,771,743</b>	83,968,104
Others	<b>245,761,925</b>	224,141,041
<b>Total</b>	<b>5,938,363,237</b>	2,334,273,547

#### Notes:

- The consumption of rough diamonds shown above has been arrived at on the basis of opening stock plus purchases as reduced by sales, closing stock and adjusted for shortages or gains. Profit / loss, if any, on sale of raw materials (rough diamonds) gets adjusted in the consumption. Consumption of polished diamonds pertains to captive consumption by the Company for manufacturing of Jewellery.
- It is not feasible to give breakup of raw materials consumed into imported and indigenous category in view of nature of business of the Company.

**33. DERIVATIVE INSTRUMENTS**

The Company uses forward exchange contracts to hedge its exposure in foreign currency risk. The information on derivative instruments is as follows:

a) Foreign currency exposures not specifically covered by forward exchange contracts as at year end are as follows:

Particulars	Currency	As at 31/03/2015		As at 31/03/2014	
		Amount in foreign currency	Amount (Rs.)	Amount in foreign currency	Amount (Rs.)
Trade Receivables	USD	29,159,588	1,819,242,480	31,952,678	1,913,006,821
Advance from customer	USD	19,993	1,229,639	—	--
Trade payables	USD	16,831,878	1,051,109,656	994,256	59,565,861
Advance to supplier	USD	2,482,825	155,185,917	28,339	1,697,810
	EURO	81,053	5,408,713	—	--
Cash on hand	USD	13,412	838,187	6,002	358,641
	HKD	7,839	63,185	3,230	24,874
	GBP	218	20,263	218	21,720
	Baht	173,470	333,062	173,470	318,314
	Other Currencies	—	255,758	—	306,757

b) Forward contract outstanding as at year end in respect of exports USD 145,790,000 (as at 31/03/2014 USD 116,384,210) and investments USD 6,101,580 and CAD 145,000 (as at 31/03/2014 USD 6,101,580 and CAD 145,000).

**34. CONTRIBUTION TO GRATUITY FUND**

Disclosures in respect of defined benefit plans (gratuity - unfunded) as required under Accounting Standard (AS) -15 "Employee Benefits" are as under:

i) **Principal assumption used in determining gratuity:**

Particulars	Current Year 2014-2015	Previous Year 2013-2014
Discount rate	7.8% p.a.	9.10% p.a.
Salary growth rate	6% p.a.	6% p.a.
Retirement age	60 years	58 years

ii) **Change in the present value of the defined gratuity benefits obligations:**

Particulars	Current Year 2014-2015 (Rs.)	Previous Year 2013-2014 (Rs.)
Present value of defined benefits obligations as at beginning of the year	5,339,235	5,013,105
Interest cost	448,178	390,997
Current service cost	979,932	898,196
Past Service Liability	(200,198)	—
Benefit paid	(215,913)	(489,707)
Actuarial (gain) / loss on defined benefits obligation	555,925	(473,356)
<b>Projected benefit obligation as at year end</b>	<b>6,907,159</b>	<b>5,339,235</b>

iii) **Amount to be recognised in the balance sheet**

Particulars	Current Year 2014-2015 (Rs.)	Previous Year 2013-2014 (Rs.)
Present value of defined benefits obligation as on balance sheet date	6,907,159	5,339,235
Fair value of plan assets	—	—
<b>Liability recognized in balance sheet date</b>	<b>6,907,159</b>	<b>5,339,235</b>



## Suashish Diamonds Limited

### iv) Amounts to be recognised in the statement of profit and loss:

Particulars	Current Year	Previous Year
	2014-2015 (Rs.)	2013-2014 (Rs.)
Service cost	979,932	898,196
Interest cost of obligation	448,178	390,997
Expected return on plan assets	—	—
Net actuarial (gain) / loss	555,925	(473,356)
Past Service cost	(200,198)	—
<b>Total expense recognised in the statement of profit and loss.</b>	<b>1,783,837</b>	<b>815,837</b>

### 35. SEGMENT REPORTING

The Company has only one business segments viz. Gem and Jewellery, which is considered as the primary segment.

The financial information about business segment is not applicable since segment results / revenue / assets of the wind mill business are not more than 10 percent of the combined business results / revenue / assets.

Information regarding the secondary segment, i.e. 'geographical segments' is given below:

(Amount in Rs.)

Sr. No.	Particulars	Geographical segments		Total
		Outside India	Within India	
<b>1.</b>	<b>Segment Revenue</b>			
	Sales and income from operations	<b>6,708,049,582</b> (4,289,981,818)	<b>1,651,337,426</b> (2,842,797,942)	<b>8,359,387,008</b> (7,132,779,760)
<b>2.</b>	<b>Carrying amount of assets by geographical location of assets</b>			
	Segment assets	<b>1,676,471,404</b> (1,741,759,374)	<b>10,502,188,959</b> (7,958,637,183)	<b>12,178,660,363</b> (9,700,396,557)
<b>3.</b>	<b>Additions to fixed assets</b>	(—) (—)	<b>13,192,079</b> (52,831,989)	<b>13,192,079</b> (52,831,989)

#### Notes:

- Secondary segments identified are as per the requirements of Accounting Standard (AS) -17 'Segment Reporting', taking into account the organization structure as well as the differing risks and returns.
- The segment revenue and total assets includes the revenue and assets respectively, which are identifiable with each segment and amounts allocated to the segments on a reasonable basis.

### 36. RELATED PARTY DISCLOSURES

#### i. Related party relationships:

##### a) Subsidiaries

(Enterprises where control exists) : Suashish Diamonds (Hong Kong) Limited  
Suashish Diamond (Shanghai) Limited  
Suashish Jewels Inc.  
Suashish Jewels Canada Inc.  
Suashish Diamonds (Botswana) (Proprietary) Ltd. (upto 30 March 2014)  
Goenka Trading Company  
Mohinidevi Goenka Investments  
M.G. Investments

##### b) Associates

: Suashish Finance Limited  
Suashish Realty LLP

##### c) Key management personnel

: Mr. Ashish R. Goenka  
Mr. Rajeshkumar R. Kedia  
Mr. Pawankumar S. Bagla

- |    |  |   |   |
|----|--|---|---|
| d) | Relatives of key management personnel                                    | : | Mrs. Lavina A. Goenka<br>Mrs. Amita Kedia<br>Mr. Siddharth Kedia<br>Mrs. Sunita P. Bagla  |
| e) | Enterprises on which key management personnel have significant influence | : | Ashish Goenka HUF<br>Rameshkumar S. Goenka (HUF)<br>Fabulous Holdings Private Limited<br>Goenka Holdings Private Limited<br>Rapid Holdings Private Limited<br>Radiant Holdings Private Limited<br>Suashish Diamdeal (India) Limited<br>Suashish Realtors Private Limited<br>Suashish Properties Private Limited<br>Goenka Laser House Private Limited<br>Mohinidevi Goenka Trust<br>Hari Smriti Properties Private Limited<br>Athena Jewels Online Private Limited<br>(Formerly name is Aapti Construction Private Limited) |

**Notes:**

1. The related party relationships have been determined on the basis of the requirements of the Accounting Standard (AS) - 18 'Related Party Disclosures' and the same have been relied upon by the auditors.
2. The relationships as mentioned above pertain to those related parties with whom transactions have taken place during the current year /previous year, except where control exists, in which case the relationships have been mentioned irrespective of transactions with the related party.

## Suashish Diamonds Limited

### ii. Transactions with related parties:

(Amount in Rs.)

Particulars	Related parties					Total
	Subsidiaries	Associates	Key management personnel	Relatives of key management personnel	Enterprises in which key management personnel have significant influence	
Reimbursements made towards expenses	4,485,993 (4,748,252)	— (25,000)	— (157,360)	— (—)	7,158,324 (607,067)	11,644,317 (5,537,679)
Reimbursements received against expenses incurred	4,264,000 (4,341,677)	— (—)	— (157,360)	— (—)	6,774,537 (—)	11,038,537 (4,499,037)
Rent expense incurred	1,887,648 (1,573,040)	— (—)	— (—)	— (—)	161,554 (148,260)	2,049,202 (17,21,300)
Consultancy charges paid	— (—)	— (—)	— (—)	2,562,000 (1,791,096)	— (—)	2,562,000 (1,791,096)
Sale of polished diamonds	16,383,084 (11,778,426)	— (—)	— (—)	— (7,942)	— (—)	16,383,084 (11,786,368)
Sale of jewellery	3,033,255,575 (2,961,836,846)	— (—)	— (—)	— (—)	— (—)	3,033,255,575 (2,961,836,846)
Purchase of polished diamonds	707,216 (153,029,376)	— (—)	— (—)	— (—)	— (—)	707,216 (153,029,376)
Purchase of rough diamond	— (54,987,789)	— (—)	— (—)	— (—)	— (—)	— (54,987,789)
Purchase of Jewellery	613,679,738 (548,546,249)	— (—)	— (—)	— (—)	— (—)	613,679,738 (548,546,249)
Managerial remuneration	— (—)	— (—)	17,217,356 (16,105,915)	— (—)	— (—)	17,217,356 (16,105,915)
Loan/Advance given	— (—)	— (—)	— (—)	1,273,000 (835,850)	582,800 (3,451,111)	1,855,800 (4,286,961)
Loan/Advance given received back	— (—)	— (—)	— (—)	1,273,000 (835,850)	7,752,629 (2,705,000)	9,025,629 (3,540,850)
Share application money refund received	— (128,287,370)	— (—)	— (—)	— (—)	— (—)	— (128,287,370)
Share application money received	— (—)	— (88,000)	— (—)	— (—)	— (—)	— (88,000)
Share application money written back	— (—)	— (88,000)	— (—)	— (—)	— (—)	— (88,000)
Investment made	— (61,208,648)	— (—)	— (—)	— (—)	— (—)	— (61,208,648)
Sale of Investments	— (23,974)	— (—)	— (—)	— (—)	— (—)	— (23,974)
Capital introduced in partnership firm	3,675,342,245 (6,645,618,038)	— (—)	— (—)	— (—)	— (—)	3,675,342,245 (6,645,618,038)
Capital withdrawn from partnership firm	2,133,053,052 (5,899,401,254)	— (—)	— (—)	— (—)	— (—)	2,133,053,052 (5,899,401,254)
Share in Profit/(loss) from partnership firm	36,100,151 (102,005,903)	— (—)	— (—)	— (—)	— (—)	36,100,151 (102,005,903)
Balances receivable as at year end	7,258,819,253 (5,664,011,855)	— (—)	— (—)	— (—)	28,891,000 (71,389,876)	7,287,710,253 (5,735,401,731)
Balances payable as at year end	94,598,794 (30,085,113)	— (—)	— (—)	— (—)	— (—)	94,598,794 (30,085,113)

Note: Figures in the brackets are for the previous year.

iii. Disclosure in respect of transactions which are more than 10% of the total transactions of the same type with related parties during the year:

<b>Particulars</b>	<b>Current Year 2014-2015 (Rs.)</b>	<b>Previous Year 2013-2014 (Rs.)</b>
<b>Reimbursements made towards expenses</b>		
Goenka Trading Company	<b>42,64,000</b>	1,457,699
Suashish Diamonds (Botswana) (Proprietary) Ltd.	—	3,070,553
Athena Jewels Online Private Limited	<b>3,193,040</b>	
Hari Smriti Properties Private Limited	<b>3,577,169</b>	
<b>Reimbursements received against expenses incurred</b>		
Goenka Trading Company	<b>4,264,000</b>	1,457,699
Suashish Diamonds (Botswana) (Proprietary) Ltd.	—	2,663,978
Athena Jewels Online Private Limited	<b>3,193,040</b>	
Hari Smriti Properties Private Limited	<b>3,577,169</b>	
<b>Rent expense incurred</b>		
Goenka Trading Company	<b>1,887,648</b>	1,573,040
<b>Consultancy charges</b>		
Amita Kedia	<b>882,000</b>	350,400
Siddharth Kedia	<b>888,000</b>	744,696
Sunita Bagla	<b>792,000</b>	696,000
<b>Sale of polished diamonds</b>		
Suashish Diamonds (Hong Kong) Limited	—	11,468,764
Suashish Jewels Inc	<b>16,383,084</b>	
<b>Sale of jewellery</b>		
Suashish Jewels Inc.	<b>2,944,905,595</b>	2,920,576,885
<b>Purchase of polished diamonds</b>		
Suashish Diamonds (Hong Kong) Limited	<b>707,216</b>	153,029,376
<b>Purchase of rough diamonds</b>		
Suashish Diamonds (Botswana) (Proprietary) Limited	—	54,987,789
<b>Purchase of jewellery</b>		
Suashish Jewels Inc.	<b>575,558,012</b>	504,435,411
<b>Managerial remuneration</b>		
Mr. Ashish R. Goenka	<b>14,800,000</b>	13,800,000
Mr. Pawankumar S. Bangla	<b>1,755,620</b>	1,870,855
<b>Loan/Advance given</b>		
Ashish Goenka HUF	—	2,705,000
Lavina Goenka	<b>1,273,000</b>	835,850
<b>Loan/Advance given received back</b>		
Ashish Goenka HUF	—	2,705,000
Lavina Goenka	<b>1,273,000</b>	835,850
Suashish Diamdeal India Limited	<b>2,132,730</b>	—
Suashish Properties Private Limited	<b>3,006,588</b>	—
Suashish Realtors Private Limited	<b>2,600,017</b>	—

## Suashish Diamonds Limited

Particulars	Current Year 2014-2015 (Rs.)	Previous Year 2013-2014 (Rs.)
<b>Share application money refund received</b>		
Suashish Diamonds (Botswana) (Proprietary) Limited	—	128,287,370
<b>Share application money received</b>		
Suashish Finance Limited	—	88,000
<b>Share application money written back</b>		
Suashish Finance Limited	—	88,000
<b>Investments made in subsidiaries</b>		
Suashish Jewels Inc.	—	61,208,648
<b>Sale of investments</b>		
Suashish Diamonds (Botswana) (Proprietary) Limited	—	23,974
<b>Capital introduced in partnership firm</b>		
Goenka Trading Company	390,783,170	1,596,154,867
M.G. Investments	2,654,663,964	3,024,180,991
Mohinidevi Goenka Investment	629,695,110	2,025,267,180
<b>Capital withdrawn from partnership firm</b>		
Goenka Trading Company	490,955,578	2,845,298,377
M.G. Investments	1,329,782,308	1,401,972,677
Mohinidevi Goenka Investment	311,926,166	1,652,130,200
<b>Share in profit/ (loss) from partnership firm</b>		
Goenka Trading Company	(51,764,101)	64,399,156
M.G. Investments	87,701,068	36,559,631
<b>Balances receivable as at year / year end</b>		
Suashish Jewels Inc.	1,103,506,058	1,092,417,125
Goenka Trading Company	—	719,862,133
M.G. Investments	4,827,412,432	3,414,829,707
Mohinidevi Goenka Investment	738,714,896	
<b>Balances payable as at year / year end</b>		
Suashish Jewels Inc.	90,157,598	24,235,349

Goenka Laser House Private Limited, Suashish Properties Private Limited, Suashish Realtors Private Limited and Suashish Diamdeal (India) Limited, has given their office premises as security for working capital facility availed by the Company.

### 37. LEASE DISCLOSURES

The Company has entered into agreement for obtaining one office premises on rent which is in nature of operating leases. The period of lease range is for 11 months and is cancellable in nature. Amount paid / payable in respect of such leases are charged to statement of profit and loss on accrual basis.

### 38. EARNINGS PER SHARE

	Current Year 2014-2015	Previous Year 2013-2014
(i) Net profit/(loss) after tax available for equity share holders (Rs.)	658,388,899	692,009,378
(ii) Weighted average number of equity shares outstanding during the year/year	20,763,300	20,763,300
(iii) Basic and Diluted earnings/(loss) per share (Rs.)	31.71	33.33
(iv) Nominal value of share (Rs.)	10.00	10.00

39. The Company is required to comply with the transfer pricing regulations under Section 92-92F of the Income Tax-Act, 1961. The management is of the opinion that its international and domestic transactions are at arms length and that the aforesaid legislation will not have any impact on the financial statements, particularly on the amount of tax expense and that of provision for taxation.
40. The Company is required to spend Rs.12,988,439 (2% of average profit of Rs.649,421,937 for the three preceding financial years) towards Corporate Social Responsibility (CSR) as per provisions of Section 135 of the Companies Act, 2013. The Company is yet to incur CSR expenditure.
41. In the opinion of the Directors, current assets, loans, advances and deposits are approximately of the value stated, if realised in the ordinary course of business and are subject to confirmations.
42. The Company's equity shares has been delisted with effect from 30 June 2014 from the Bombay Stock Exchange on compliance of formalities for voluntary delisting of equity shares pursuant to the SEBI ( Delisting of Equity Shares) Regulations 2009.
43. Previous year figures have been reclassified or rearranged, where necessary.
- 

**Signature to note '1' to '43'**

As per our report of even date attached

For Suresh Surana & Associates LLP  
Chartered Accountants

**(Nirmal Jain)**

Partner

Membership No. 034709

Mumbai; Dated: 22<sup>nd</sup> July, 2015

On behalf of the Board of directors

**Ashish R. Goenka**

Chairman & Managing Director

**Rajesh R. Kedia**

Wholetime Director

**Prashantkumar De**

Chief Financial Officer

**Kushal V Gala**

Company Secretary

Mumbai; Dated: 22<sup>nd</sup> July, 2015

# Independent Auditors' Report

To,

The Members of

SUASHISH DIAMONDS LIMITED

## Report on the Consolidated Financial Statements

We have audited the accompanying consolidated financial statements of Suashish Diamonds Limited (hereinafter referred to as "the Holding Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group") and its associates, comprising of the consolidated balance sheet as at 31 March 2015, the consolidated statement of profit and loss, the consolidated cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the consolidated financial statements").

## Management's Responsibility for the Consolidated Financial Statements

The Holding Company's Board of Directors is responsible for the preparation of these consolidated financial statements in terms of the requirements of the Companies Act, 2013 (hereinafter referred to as "the Act") that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated cash flows of the Group including its Associates in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. 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 the assets of the Group and for preventing and detecting frauds and other irregularities; the 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.

## Auditors' Responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on our audit. While conducting the audit, we have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

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

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Holding Company's preparation of the consolidated financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Holding Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Holding Company's Board of Directors, as well as evaluating the overall presentation of the consolidated financial statements.

We believe that the audit evidence obtained by us and audit evidence obtained by the other auditors in terms of their reports referred to in the Other Matter paragraph below, is sufficient and appropriate to provide a basis of for our qualified audit opinion on the consolidated financials statements.

## Basis for Qualified Opinion:

Valuation of inventories of polished diamonds in the holding Company is in accordance with the industry practice though not consistent with Accounting Standard (AS)-2 'Valuation of Inventories' for the reasons mentioned in note 15, the impact of which on the profit for the year, reserves and surplus and inventories as at 31 March 2015 could not be ascertained.

## Qualified Opinion:

In our opinion and to the best of our information and according to the explanations given to us, except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph, the aforesaid consolidated financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Group and its associates as at 31 March 2015 and their consolidated profit and their consolidated cash flows for the year ended on that date.

### Other Matters

- (a) We did not audit the financial statements of seven subsidiaries whose financial statements reflect total assets of Rs. 8,422,114,942 as at 31 March 2015, total revenues of Rs. 3,951,587,088 and net cash outflows amounting to Rs. 44,801,658 for the year then ended. These financial statements have been audited by other auditors whose reports have been furnished to us by the management and our opinion on the consolidated financial statements in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, and our report in terms of sub section (3) and (11) of Section 143 of the Act, in so far as it relates to the aforesaid subsidiaries is solely based on the report of the other auditors.
- (b) The adjustments for unrealised profit pertaining to unsold inventories, out of sales made within the Group, as at 1 April 2014 and as at 31 March 2015 of Rs.136,894,168 and Rs. 108,923,248 respectively, are as estimated by the management of the Company. In the absence of adequate basis to independently confirm the amounts of such adjustments, the same have been relied upon by us;
- (c) Our opinion on the consolidated financial statements, and our report on the other Legal and Regulatory Requirement below, is not modified in respect of the above matters.

### Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2015 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of Section 143 of the Act, based on the comments in the auditors' reports of the Holding company and a associate company incorporated in India, we give in the Annexure a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143(3) of the Act, we report that, to the extent applicable, 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 purpose of our audit of aforesaid consolidated financial statements;
  - b) In our opinion, except for the effect of the matters described in the Basis for Qualified Opinion paragraph above, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books and the reports of the other auditors;
  - c) The consolidated balance sheet, the consolidated statement of profit and loss, and the consolidated cash flow statement dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements.
  - d) In our opinion, except for the effect of the matters described in the Basis for Qualified Opinion paragraph above, 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) The matter described in the Basis for Qualified Opinion paragraph above, in our opinion, may have an adverse effect on the functioning of the Company;
  - f) On the basis of the relevant assertions contained in the audit reports on standalone financial statements of holding company and associate company which are incorporated in India none of the directors of any such company is disqualified as on 31 March 2015 from being appointed as director of the company in terms of sub-section 2 of section 164 of the Act.
  - 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, in our opinion and to the best of our information and according to the explanations given to us:
    - i. The consolidated financial statements disclose the impact of pending litigations on consolidated financial position of the group and its associate in accordance with the generally accepted accounting practice - Refer Note 27 to the consolidated financial statements;
    - ii. The Group and associates did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
    - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the holding company and associates incorporated in India.

For **Suresh Surana & Associates LLP**  
Chartered Accountants  
ICAI Registration No.121750W / W-100010

**(Nirmal Jain)**

Partner

Membership No. 034709

Mumbai;

Dated: 22<sup>nd</sup> July, 2015



## **ANNEXURE TO THE INDEPENDENT AUDITORS' REPORT**

(Referred to in paragraph 1 under the heading 'Report on Other Legal and Regulatory Requirements' of our report of even date)

Our reporting on the Order includes holding company and a associates company incorporated in India, to which this Order is applicable.

1. a) The Holding Company is maintaining proper records showing full particulars including quantitative details and situation of fixed assets. The Associates company does not own any fixed assets.
- b) Fixed assets have been verified by the management in accordance with a phased programme of verification, which in our opinion, is reasonable having regard to the size of the Holding Company and the nature of its assets, though all the assets were not verified by the management during the year. No material discrepancies were noticed on such verification.
2. a) According to information and explanations given to us, the inventory has been physically verified by the management of the holding company during the year. In our opinion, the frequency of verification is reasonable.
- b) The procedures of physical verification of inventories followed by the management of the Holding company are reasonable and adequate in relation to the size of the Holding Company and the nature of its business.
- c) The Holding Company is maintaining proper records of inventory. The discrepancies noticed on verification between the physical stocks and the book records were not material.

Associates company do not have physical inventories.

3. a) According to information and explanations given to us, the Holding Company and Associates company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 189 of the Act except for interest free unsecured loans granted by the Holding company to 6 parties during the current year. The maximum amount involved during the year was Rs.1,855,800 and year-end balance was Rs. Nil.
- b) In our opinion and according to information and explanation given to us, in respect of loan given, there is no fixed repayment schedule.
- c) According to information and explanation given to us, there is no overdue amount of loan of more than rupees one lakh.
4. In our opinion and according to the information and explanations given to us, there is adequate internal control system commensurate with the size of the Holding Company and the nature of its business with regard to purchase of inventory and fixed assets and for the sale of goods and services. During the course of our audit, we have neither been informed nor have we observed any continuing failure to correct major weaknesses in internal control system. In Associates company there are no purchase of inventory, fixed assets and sale of goods and services during the year.
5. According to the information and explanations given to us, the Holding Company and Associate Company has not accepted any deposits within the meaning of Sections 73 to 76 of the Act and the rules framed thereunder during the year.
6. In our opinion and according to the information and explanations given to us, the requirement for maintenance of cost records pursuant to the Companies (cost records and audit) Rules, 2014 specified by the Central Government of India under Section 148 of the Companies Act, 2013 are not applicable to the Holding Company and Associates Company for the year under audit.
7. (a) According to the information and explanation given to us, the Holding Company and Associate Company has been generally regular in depositing the undisputed statutory dues including provident fund, employees' state insurance, income tax, sales tax, wealth tax, service tax, custom duty, excise duty, value added tax, cess and other material statutory dues as applicable with the appropriate authorities. No undisputed amounts payable in respect of aforesaid statutory dues were outstanding as on the last day of the financial year for a period of more than six months from the date they became payable.
- (b) According to the information and explanations given to us, there are no dues of income tax, sales tax, service tax, customs duty, wealth tax, excise duty, value added tax and cess, which have not been deposited on account of any dispute with the relevant authorities except disputed income tax, sales tax, service tax and custom duty dues which have not been deposited by the Holding Company as at 31 March 2015 are as under:

Name of the statute	Amount Rs.	Accounting period to which it relates	Forum where dispute is pending
Income Tax Act, 1961	750,193	2004-05	Supreme Court
Income Tax Act, 1961	1,892,667	2005-06	Appellate Tribunal
Income Tax Act, 1961	1,447,591	2007-08	Appellate Tribunal
Income Tax Act, 1961	2,714,602	2008-09	Appellate Tribunal
Income Tax Act, 1961	2,397,390	2009-10	CIT Appeals
Bombay Sales Tax Act	1,759,650	1993-94	Appellate Tribunal
Bombay Sales Tax Act	432,245	1994-95	Appellate Tribunal
Bombay Sales Tax Act	52,880	1995-96	Deputy Commissioner of Sales Tax Appeals IV
The Maharashtra Value Added Tax, 2002	2,830,890	2005-06	Sales Tax Officer (C-811)
The Maharashtra Value Added Tax, 2002	10,742,687	2008-09	Joint Commissioner of Sales Tax (Appeals) II
Central Sales Tax Act	1,718,109	2005-06	Sales Tax Officer (C-811)
Central Sales Tax Act	4,082,419	2008-09	Joint Commissioner of Sales Tax (Appeals) II
Finance Act 1994 - Service tax	27,552,539	2006-07 to 2010-11	Commissioner Service Tax
Finance Act 1994 - Service tax	563,726	2013-14	Additional Commissioner of Service Tax -II
Customs Act, 1962	2,593,013	2011-12	Additional Director - DRI

- (c) According to the information and explanations given to us, there are no amount that are due to be transferred by the Holding Company and Associates Company to investor education and protection fund in accordance with the relevant provisions of the Companies Act, 1956 (1 of 1956) and rules made thereunder.
8. The Holding Company has no accumulated losses at the end of the financial year and it has not incurred cash losses in the current and immediately preceding financial year. Associate Company has accumulated losses at the end of the financial year exceeding fifty percent of its net worth. The Associate Company has not incurred cash losses during the financial year and in the immediately preceding financial year.
  9. Based on audit procedures and according to the information and explanations given to us, the Holding Company has not defaulted in repayment of dues to banks. The Holding Company does not have any borrowings from the financial institutions or by way of debentures. The Associate company do not have any borrowings from banks, financial institutions or by way of debentures.
  10. According to the information and explanations given to us, the Holding Company and Associate Company has not given guarantees for loans taken by others from banks or financial institutions. Accordingly, the paragraph 3 (x) of the Order is not applicable.
  11. Holding Company and Associates Company has not raised any term loan during the financial year.
  12. During the course of our examination of the books and records of the Holding Company and Associate Company carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instances of fraud on or by the Holding Company and Associate Company, noticed or reported during the year, nor have we been informed of any such cases by the management of Holding Company and Associate Company.

For **Suresh Surana & Associates LLP**  
Chartered Accountants  
ICAI Registration No.121750W / W-100010

**(Nirmal Jain)**

Partner

Membership No. 034709

Mumbai;

Dated: 22<sup>nd</sup> July, 2015

# Consolidated Balance Sheet

As at 31 March, 2015

Particulars	Note No.	As at 31/03/2015 (Rs.)	As at 31/03/2014 (Rs.)
<b>EQUITY AND LIABILITIES</b>			
<b>Shareholders' funds</b>			
Share capital	3	208,120,500	208,120,500
Reserves and surplus	4	9,166,288,178	8,429,369,917
		<u>9,374,408,678</u>	<u>8,637,490,417</u>
<b>Minority interest</b>		557,347,283	456,131,197
<b>Non-current liabilities</b>			
Deferred tax liabilities (Net)	5	20,744,318	21,693,619
Other long term liabilities	6	6,815,756	6,966,028
Long-term provisions	7	7,953,311	5,037,008
		<u>35,513,385</u>	<u>33,696,655</u>
<b>Current liabilities</b>			
Short-term borrowings	8	1,239,600,850	531,161,483
Trade payables	9	1,507,377,909	686,835,349
Other current liabilities	10	46,005,077	66,066,178
Short-term provisions	11	64,558,484	25,017,115
		<u>2,857,542,320</u>	<u>1,309,080,125</u>
<b>TOTAL</b>		<u><u>12,824,811,666</u></u>	<u><u>10,436,398,394</u></u>
<b>ASSETS</b>			
<b>Non-current assets</b>			
Fixed assets			
(i) Tangible assets	12	477,053,540	515,867,473
(ii) Intangible assets	12	11,876,939	8,835,347
(iii) Capital work-in-progress		7,901,491	10,482,551
Non-current investments	13	6,910,512,981	5,255,362,263
Long-term loans and advances	14	47,999,237	88,793,040
		<u>7,455,344,188</u>	<u>5,879,340,674</u>
<b>Current assets</b>			
Inventories	15	1,967,168,437	1,289,908,178
Trade receivables	16	1,145,045,157	1,296,992,255
Cash and bank balances	17	2,055,759,026	1,438,865,474
Short-term loans and advances	18	175,353,474	336,599,177
Other current assets	19	26,141,384	194,692,636
		<u>5,369,467,478</u>	<u>4,557,057,720</u>
<b>TOTAL</b>		<u><u>12,824,811,666</u></u>	<u><u>10,436,398,394</u></u>

**Significant accounting policies**

2

**The accompanying notes are an integral part of the financial statements**

As per our report of even date attached

On behalf of the Board of directors

For **Suresh Surana & Associates LLP**  
Chartered Accountants

**Ashish R. Goenka**

Chairman & Managing Director

**Rajesh R. Kedia**

Wholetime Director

**(Nirmal Jain)**

**Prashantkumar De**

Chief Financial Officer

Partner

**Kushal V Gala**

Company Secretary

Membership No.: 034709

Mumbai; Dated: 22<sup>nd</sup> July, 2015

Mumbai; Dated: 22<sup>nd</sup> July, 2015

# Consolidated Statement of Profit and Loss

For the year ended 31 March, 2015

Particulars	Note No.	Current Year 2014-2015 (Rs.)	Previous Year 2013-2014 (Rs.)
Revenue from operations	20	8,438,558,658	10,088,578,334
Other income	21	444,362,130	558,295,414
<b>Total Revenue</b>		<b>8,882,920,788</b>	<b>10,646,873,748</b>
<b>Expenses:</b>			
Cost of materials	22	6,720,719,769	8,367,924,916
Changes in inventories of finished goods / traded goods and work-in-progress	23	(257,489,344)	337,009,802
Employee benefits expense	24	303,793,741	201,032,480
Finance costs	25	32,368,251	19,042,696
Depreciation and amortisation expense		47,765,770	42,476,791
Other expenses	26	1,153,523,238	841,656,496
<b>Total expenses</b>		<b>8,000,681,425</b>	<b>9,809,143,181</b>
<b>Profit before tax and exceptional items</b>		<b>882,239,363</b>	<b>837,730,567</b>
<b>Exceptional Items</b>			
<b>Profit on Sale of Investment in subsidiary company</b>		—	139,768,776
<b>Profit before tax</b>		<b>882,239,363</b>	<b>977,499,343</b>
<b>Tax expense:</b>			
Current tax		(182,252,445)	(201,759,236)
Deferred tax		949,301	(522,885)
Prior year tax adjustments (net)		3,555,308	51,581
<b>Profit after tax before share of profit/(loss) of associates and minority interest</b>		<b>704,491,527</b>	<b>775,268,803</b>
Minority interest loss / (profit) for the year		(27,049,275)	(22,343,518)
Transferred to partners capital		11,199,999	(4,765)
<b>Profit for the year</b>		<b>688,642,251</b>	<b>752,920,520</b>
Earnings per equity share:			
(1) Basic		33.17	36.26
(2) Diluted		33.17	36.26
Nominal value of equity shares		10.00	10.00

## Significant accounting policies

2

## The accompanying notes are an integral part of the financial statements

As per our report of even date attached

For **Suresh Surana & Associates LLP**  
Chartered Accountants**(Nirmal Jain)**

Partner

Membership No.: 034709

Mumbai; Dated: 22<sup>nd</sup> July, 2015

On behalf of the Board of directors

**Ashish R. Goenka****Rajesh R. Kedia****Prashantkumar De****Kushal V Gala**Mumbai; Dated: 22<sup>nd</sup> July, 2015

Chairman &amp; Managing Director

Wholetime Director

Chief Financial Officer

Company Secretary

## Suashish Diamonds Limited

### CONSOLIDATED CASH FLOW AS AT 31 MARCH, 2015

Particulars	Current Year 2014-2015 (Rs.)	Previous Year 2013-2014 (Rs.)
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>		
<b>Profit before tax &amp; exceptional item but after share of profit/(loss) of associates and minority interest</b>	<b>866,390,087</b>	<b>815,382,284</b>
Adjustments for:		
Depreciation/amortisation	47,765,770	42,476,791
Loss / (Profit) on sale of fixed assets (net)	1,395,776	(64,652,782)
Fixed assets written off	-	24,897,701
Dividend income	(30,581,635)	(118,839,698)
Interest income	(175,641,915)	(124,822,445)
Interest expense	25,787,333	16,096,704
Interest on income tax	7,105,447	1,215,805
Change in translation reserve	49,079,448	(8,044,227)
<b>Operating profit before working capital changes</b>	<b>791,300,311</b>	<b>583,710,132</b>
<b>Adjustments for change in working capital:</b>		
Trade and other receivables	523,358,400	866,817,339
Inventories	(677,260,258)	546,929,379
Trade and other payables	904,368,009	5,901,946
<b>Cash generated from / (used in) operations</b>	<b>1,541,766,462</b>	<b>2,003,358,796</b>
Taxes paid	(124,900,412)	(175,994,947)
<b>Net cash generated from / (used in) operating activities (A)</b>	<b>1,416,866,050</b>	<b>1,827,363,849</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>		
Payments made for purchase of fixed assets / capital expenditure	(12,773,595)	166,928,645
Proceeds from sale of fixed assets	233,414	89,599,498
Changes in investments (net)	(1,655,150,718)	(1,967,284,092)
Loans (granted) / received back	(24,710,682)	1,665,942,990
Dividend received	30,581,635	118,839,698
Interest received	179,764,882	115,616,226
Changes in capital reserves arising on consolidation	(472,860)	(1,009,800)
<b>Net cash generated from / (used in) investing activities (B)</b>	<b>(1,482,527,924)</b>	<b>188,633,165</b>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>		
Increase / (decrease) in borrowings (net)	708,439,367	(1,785,664,735)
(Increase)/Decrease in investments in fixed deposits with banks (Having original maturities beyond three months)	(524,154,690)	(218,051,478)
Interest (paid)	(25,787,333)	(16,546,881)
Dividend paid for earlier years	(96,608)	(145,968)
Changes in securities premium account	-	(4,084,904)
<b>Net cash (used in) / generated from financing activities (C)</b>	<b>158,400,736</b>	<b>(2,024,493,966)</b>
<b>Net (decrease) / increase in cash and cash equivalents (A+B+C)</b>	<b>92,738,862</b>	<b>(8,496,952)</b>
Cash and cash equivalent at beginning of year	197,973,489	206,470,441
Cash and cash equivalent at end of year	290,712,351	197,973,489
<b>Net increase/(decrease) as disclosed above</b>	<b>92,738,862</b>	<b>(8,496,952)</b>
<b>Cash and cash equivalents as at year end comprise of:</b>		
Balance with banks	287,500,243	178,954,976
Cash on hand	3,212,108	19,018,513
	<b>290,712,351</b>	<b>197,973,489</b>

Note: Movement in fixed deposits with original maturities beyond three months have been classified under cash flows from financing activities as the working capital facilities are intended to be settled with the maturity value of fixed deposits.

#### Significant accounting policies

2

The accompanying notes are an integral part of the consolidated financial statements

As per our report of even date attached  
For **Suresh Surana & Associates LLP**  
Chartered Accountants  
(**Nirmal Jain**)  
Partner  
Membership No.: 034709  
Mumbai; Dated: 22<sup>nd</sup> July, 2015

On behalf of the Board of directors  
**Ashish R. Goenka**  
**Rajesh R. Kedia**  
**Prashantkumar De**  
**Kushal V Gala**  
Mumbai; Dated: 22<sup>nd</sup> July, 2015

Chairman & Managing Director  
Wholtime Director  
Chief Financial Officer  
Company Secretary

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH, 2015

**1. DESCRIPTION OF THE GROUP**

Suashish Diamonds Limited (“the Company”), its subsidiaries and its associates (collectively referred as “the Group”) is a leading exporter of cut and polished diamonds and jewellery. The Group’s principal operations are located in India and have operations in Hong Kong, U.S.A., China, Canada.

**2. SIGNIFICANT ACCOUNTING POLICIES****a) Basis of preparation of consolidated financial statements**

These consolidated financial statements have been prepared and presented under the historical cost convention, except as disclosed in the financial statements, on the accrual basis of accounting in accordance with the generally accepted accounting principles (GAAP) in India and comply with the Accounting Standard (AS) - 21 ‘Consolidated Financial Statements’ and Accounting Standard (AS) - 23 ‘Accounting for Investments in Associates in Consolidated Financial Statements’ to the extent applicable. The consolidated financial statements are presented in Indian rupees.

**b) Use of estimates**

The preparation of consolidated financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the consolidated financial statements and the results of operations during the reporting period end. Although these estimates are based upon management’s best knowledge of current events and actions, actual results could differ from these estimates.

**c) Principles of consolidation**

- 1) The consolidated financial statements include the financial statements of Suashish Diamonds Limited, the parent company (hereinafter referred to as ‘the Company’), its subsidiaries (collectively referred to as the ‘Group’) and its associates.

The consolidated financial statements have been prepared on the following basis:

- i. The financial statements of the parent company and the subsidiaries 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 eliminating intra-group balances / transactions and resulting unrealized profits in full. Unrealized losses resulting from intra-group transactions have also been eliminated except to the extent that recoverable value of related assets is lower than their cost to the Group. The amounts shown in respect of reserves comprise the amount of the relevant reserves as per the balance sheet of the parent company and its share in the post acquisition increase in the relevant reserves of the subsidiaries.

Transactions relating to Statement of Profit and Loss of the acquired subsidiaries have been included in the Consolidated Statement of Profit and Loss from the effective date of acquisition on proportionate basis assuming that profits / loss have accrued evenly through out the year wherever financial statements are not drawn till the date of acquisition.

- ii. The excess of the cost of acquisition of investments in the subsidiaries over the acquired portion of equity in the subsidiaries is recognized in the financial statements as ‘goodwill’. The excess of acquired portion of equity in subsidiaries over the cost of acquisition of investments in the subsidiaries is recognized in the financial statements as ‘capital reserve’.
- iii. Minority interest in the net assets of consolidated subsidiaries consists of:
  - (a) the amount of equity attributable to minorities at the date on which investment in subsidiary is made; and
  - (b) the minorities share of movements in equity since the date the parent and subsidiary relationship came into existence.
- iv. Investments in associates are accounted under equity method as per Accounting Standard (As) – 23 “Accounting for Investments in Associates in Consolidated Financial Statements”. Under the equity method, the investment is initially recorded at cost, identifying goodwill/capital reserve arising at the time of acquisition and the carrying amount is increased/ decreased to recognize Group’s share of profits/losses of the associates after the date of acquisition. Goodwill/Capital reserve arising on acquisition of the associates is included in the carrying amount of the respective investments. Unrealized profits resulting from transactions between the Group and the associates are eliminated to the extent of Group’s interest in the associates. Unrealized losses resulting from intra-group transactions have also been eliminated except to the extent that recoverable value of related assets is lower than their cost to the Group.
- v. The consolidated financial statements are presented, to the extent possible, in the same format as that adopted by the parent company for its separate financial statements.
- vi. The consolidated financial statements are prepared using uniform accounting policies for like transactions and other events in similar circumstances to the extent possible.

## Suashish Diamonds Limited

2) The subsidiary companies considered in the consolidated financial statements are:

Name of the Subsidiaries	Country of incorporation	Extent of holding (%)	Effective date of becoming subsidiary
Suashish Diamonds (Hong-Kong) Limited	Hong Kong	100.00 (100.00)	23/06/1994
Suashish Diamonds Shanghai Limited	China	100.00 (100.00)	05/03/2004
Suashish Jewels Inc.	USA	100.00 (100.00)	12/04/2005
Suashish Jewels Canada Inc.	Canada	100.00 (100.00)	10/02/2011
Suashish Diamonds (Botswana) (Proprietary) Limited	Botswana	— (— #)	29/08/2005
M/s. Goenka Trading Company	India	90.00* (90.00)*	01/09/2007
M/s. Mohinidevi Goenka Investments	India	99.00* (99.00)*	01/12/2007
M/s. M. G. Investment	India	70.00* (70.00)*	17/01/2011

Note: Figures in brackets are corresponding figures of the previous year.

\* Share in profit / (loss) of partnership firm.

# In the previous year on 30<sup>th</sup> March 2014 it ceased to be a subsidiary of the Company and before cessation it was 100% subsidiary company.

3) The Associates considered in the consolidated financial statements are:

Name of the Associates	Country of incorporation	Extent of interest (%)	Effective date of becoming associate
Suashish Finance Limited	India	49.68 (49.68)	27/04/1994
Suashish Realty LLP.	India	35.00 (35.00)	09/03/2007

Note: Figures in brackets are corresponding figures of the previous year.

### d) Fixed assets

#### Tangible fixed asset

Fixed assets are stated at cost of acquisition or construction (inclusive of freight, duties, taxes and incidental expenses) less accumulated depreciation. Borrowing costs directly attributable to acquisition or construction of those fixed assets which necessarily take a substantial period of time to get ready for their intended use are capitalized.

#### Intangible fixed asset

The system software where it is expected to provide future enduring economic benefits is capitalised. The capitalised cost includes license fees and cost of implementation / system integration services. The costs are capitalised in the period in which the relevant software is implemented for use.

### e) Depreciation / Amortization

Depreciation on assets is provided on 'Written-down Value Method' (except in the case of subsidiary, Suashish Diamonds (Hong Kong) Limited), at the rates based on the estimated useful life of the respective assets, as determined by the management or on the basis of minimum depreciation rates as prescribed under the respective domestic laws of the country of incorporation. Depreciation in respect of Suashish Diamonds (Hong Kong) Limited is provided on straight-line method at rates based on the estimated useful life of respective assets.

Depreciation on assets in partnership firms (subsidiary enterprises) is provided as allowable under Income Tax Act, 1961.

Depreciation on Windmill is provided on straight-line method and on cost of improvement of leasehold premises are provided on written down value method @ 10%.

Leasehold land and leasehold premises is amortized over the lease period.

**f) Investments**

Investments in associates are accounted under the equity method in the consolidated financial statements. The carrying amount is reduced to recognize diminution in value, wherever the decline is other than a temporary decline. Investments are classified into long term and current investments. Investments, which are intended to be held for more than one year, are classified as long-term investments and other investments are classified as current investments. Long-term investments are valued at cost less diminution in value wherever the decline is other than a temporary decline. Current investments are carried at lower of cost or market value, on scrip wise basis.

**g) Inventories**

- i. Raw materials - Rough diamonds are valued at the lower of cost and net realizable value. The cost is determined on weighted average basis by adding purchase price, commission on purchase and cleaving charges and by reducing the sale value of rough rejections sold.
- ii. Raw materials - Jewellery (gold, precious stones and others) are valued at the lower of cost and net realizable value. The cost is determined by First-in First-out (FIFO)/ specific identification basis.
- iii. Finished goods - Polished diamonds are valued at the lower of estimated cost as certified by directors and net realizable value.
- iv. Finished goods - Jewellery is valued at the lower of cost (consisting of material cost and cost of conversion) and net realizable value. The cost is determined on FIFO/specific identification basis.
- v. Finished goods - Commodity is valued at the lower of cost (including brokerage and quantity discounts) or net realizable value. The cost of material is determined on FIFO basis.
- vi. Work-in-progress of Jewellery is valued at material cost including appropriate production overheads.
- vii. Traded goods and stores and spares are valued at the lower of cost or net realizable value. Cost is determined on FIFO basis.
- viii. Gold and silver recovered from dust are valued at market rate.

**h) Revenue recognition**

- i. Revenue from export sales is recognized when delivery of goods is physically given to Customs authorities. Revenue from domestic sales is recognized when goods are delivered to the customers and the title of goods passes to the customers.
- ii. Income from sale of wind energy is recognized as per terms of agreement with parties.

**i) Foreign currency transactions and translation of financial statements of foreign subsidiaries**

- i. Foreign currency transactions are recorded at the exchange rates prevailing on the date of such transactions. Monetary assets and liabilities as at the Balance Sheet date are translated at the rates of exchange prevailing at the date of the Balance Sheet. Gains and losses arising on account of differences in foreign exchange rates on settlement/ translation of monetary assets and liabilities are recognized in the Statement of Profit and Loss. Non-monetary foreign currency items are carried at cost.
- ii. The premium or discount arising at the inception of forward exchange contract is amortized as expense or income over the life of the contract. Exchange differences on such contracts are recognized in the Statement of Profit and Loss in the reporting period in which the exchange rates changes. Any profit or loss arising on cancellation or renewal of such a forward exchange contract is recognized as income or as expense for the year.
- iii. Any profit or loss arising on settlement or cancellation of other derivative contracts (swaps and currency options) is recognized as income/ expenses for the year.
- iv. The translation of functional currency of overseas subsidiaries into Indian Rupees is performed for assets and liabilities (excluding share capital, opening reserves and surplus and capital reserves) using the exchange rate as at the balance sheet date and for revenues, costs and expenses (except depreciation and opening and closing inventories) using average of exchange rates during the reporting year. Share capital, opening reserves and surplus and capital reserves are carried at historical cost. Depreciation is translated at the rates used for the translation of the values of the assets on which depreciation is calculated. Opening and closing inventories are translated at the rates prevalent at the commencement of the accounting year and at the balance sheet date respectively. Resultant currency translation exchange gain / loss is disclosed as "Translation Reserve" in reserves and surplus. Contingent liabilities are translated at the closing rate.

**j) Financial / derivative instruments**

Profit / loss in respect of the contracts for equity/commodities/currency futures/options are accounted in the statement of profit and loss on the expiry of the respective contract or on the same being squared-off.

In case of unsettled contracts as at the balance sheet date, mark-to-market position is recognized in case of losses and ignored in case of profits, considering conservative principle.



**k) Retirement benefits**

Liabilities towards employee retirement benefits such as gratuity, leave encasement, provident funds, etc. are provided in compliance with the requirements of domestic laws of the respective countries.

**l) Borrowing costs**

Borrowing costs directly attributable to acquisition or construction of fixed assets, which necessarily take substantial year of time to get ready for their intended use, are capitalized till such assets are ready to be put to use. Other borrowing costs are charged to statement profit and loss.

**m) Taxation**

Tax expense comprises of current and deferred tax. Current income taxes are measured at the amount expected to be paid to the tax authorities in accordance with the requirements of domestic laws of the respective countries. Deferred income taxes reflects the impact of current year timing differences between taxable income and accounting income and reversal of timing differences of earlier years.

Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted at the balance sheet date. Deferred tax assets are recognized only to the extent that there is reasonable/virtual certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized.

At each balance sheet date the Company re-assesses unrecognized deferred tax assets. It recognizes unrecognized deferred tax assets to the extent that it has become reasonably/virtually certain that sufficient future taxable income will be available against which such deferred tax assets can be realized.

**n) Earnings per share**

The basic earnings per share ("EPS") is computed by dividing the net profit after tax for the year available for the equity shareholders by the weighted average number of equity shares outstanding during the year. For the purpose of calculating diluted earnings per share, net profit/(loss) after tax for the year available for equity shareholders and the weighted average number of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares.

**o) Impairment**

At each balance sheet date, the Group determines whether a provision should be made for impairment loss on fixed assets (including intangible assets), by considering the indications that an impairment loss may have occurred in accordance with Accounting Standard (AS) - 28 'Impairment of Assets'. Where the recoverable amount of any fixed assets is lower than its carrying amount, a provision for impairment loss on fixed assets is made. At the balance sheet date there is an indication that previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the assets is reflected at the recoverable amount subject to a minimum of depreciated historical cost.

**p) Provisions, contingent liabilities and contingent assets**

A provision is made when there is a present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation. Provisions are not discounted to its present value and are determined based on best estimate required to settle the obligation at the balance sheet date. 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. Contingent assets are neither recognized nor disclosed in the financial statements.

**q) Credit risk reserve**

The Group is primarily engaged in the business of diamonds and jewellery in which it is required to extend prolonged years of credit to its customers. As such, the debtors constitute a significant part of the assets and are unsecured. Credit Risk Reserve is created by the Group to meet exceptional losses on this account as a matter of prudence. Based on the activity level, extent of receivables, the credit risk perception and other relevant factors, further transfers to this reserve are considered.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH, 2015**

Particulars	As at 31/03/2015 (Rs.)	As at 31/03/2014 (Rs.)
<b>3 SHARE CAPITAL</b>		
<b>Authorised:</b>		
25,000,000 (25,000,000) Equity shares of Rs.10 each	250,000,000	250,000,000
2,000,000 (2,000,000) Redeemable cumulative non- convertible preference shares of Rs.100 each	200,000,000	200,000,000
<b>Total</b>	<b>450,000,000</b>	<b>450,000,000</b>
<b>Issued, subscribed and paid up:</b>		
20,763,300 (as at 31 March 2014: 20,763,300) Equity shares of Rs.10 each fully paid up	207,633,000	207,633,000
Add: Forfeited shares (amount originally paid-up)	487,500	487,500
<b>Total</b>	<b>208,120,500</b>	<b>208,120,500</b>

**a) Details of reconciliation of the number of shares outstanding at the beginning and at the end of the reporting year:**

Particulars	As at 31/03/2015		As at 31/03/2014	
	Number	(Rs.)	Number	(Rs.)
<b>Equity shares:</b>				
Shares outstanding at the beginning of the year	20,763,300	207,633,000	20,763,300	207,633,000
Shares issued during the year	—	—	—	—
<b>Shares outstanding at the end of the year</b>	<b>20,763,300</b>	<b>207,633,000</b>	<b>20,763,300</b>	<b>207,633,000</b>

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

The Company has only one class of equity shares having a par value of Rs.10 per share. Each holder of equity shares is entitled to one vote per share. The dividend proposed, if any by, the Board of Directors is subject to approval of the shareholders in ensuing annual General Meeting.

In the event of liquidation of the Company, the holders of the 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) Details of shares in the company held by each shareholder holding more than 5 percent:**

Name of Shareholder	As at 31/03/2015		As at 31/03/2014	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Radiant Holdings Private Limited	3,371,000	16.24	3,371,000	16.24
Rapid Holdings Private Limited	3,371,000	16.24	3,371,000	16.24
Goenka Holdings Private Limited	3,371,100	16.24	3,371,100	16.24
Fabulous Holdings Private Limited	3,371,000	16.24	3,371,000	16.24
Ashish Rameshkumar Goenka	2,575,352	12.40	—	—
Ishan Ashish Goenka	1,558,088	7.50	1,558,088	7.50

**d) The Company has neither allotted any shares for consideration other than cash or as bonus shares nor any shares had been bought back by the Company during the last five years.**

## Suashish Diamonds Limited

Particulars	As at 31/03/2015 (Rs.)	As at 31/03/2014 (Rs.)
<b>4 RESERVES AND SURPLUS</b>		
Securities premium account	1,061,028,288	1,061,028,288
General reserve	2,019,850,404	2,019,850,404
Credit risk reserve	145,367,664	145,367,664
Capital reserves arising on consolidation	11,219,485	11,692,345
Translation reserves	32,388,053	(16,360,817)
<b>Surplus in statement of profit and loss:</b>		
Opening balance	5,207,792,033	4,464,758,720
Profit for the year	688,642,251	752,920,521
Adjustment on disposal of subsidiary	—	(9,887,208)
Closing balance	<u>5,896,434,284</u>	<u>5,207,792,033</u>
<b>Total</b>	<u>9,166,288,178</u>	<u>8,429,369,917</u>
<b>5 DEFERRED TAX LIABILITIES (NET)</b>		
<b>Deferred tax liabilities:</b>		
Depreciation	21,111,747	22,100,785
<b>Total (a)</b>	<u>21,111,747</u>	<u>22,100,785</u>
<b>Less: Deferred tax assets:</b>		
Provision for gratuity	112,867	110,852
Expenses allowable on payment basis	207,422	203,718
Amalgamation expenses	47,140	92,596
<b>Total (b)</b>	<u>367,429</u>	<u>407,166</u>
<b>Total (a-b)</b>	<u>20,744,318</u>	<u>21,693,619</u>
<p>Certain subsidiaries have not recognized deferred tax assets (net) as at year end in their respective separate financial statements, due to absence of reasonable / virtual certainty regarding realisability of deferred tax assets in future. Hence such deferred tax assets (net) have not been considered in the consolidated financial statements.</p>		
<b>6 OTHER LONG TERM LIABILITIES</b>		
Security deposits	6,815,756	6,966,028
<b>Total</b>	<u>6,815,756</u>	<u>6,966,028</u>
<b>7 LONG TERM PROVISIONS</b>		
<b>Provision for employee benefits:</b>		
Leave encashment (unfunded)	1,397,422	526,179
Gratuity (unfunded)	6,555,889	4,510,829
<b>Total</b>	<u>7,953,311</u>	<u>5,037,008</u>
<b>8 SHORT TERM BORROWINGS</b>		
<b>Secured</b>		
<b>Working capital loans - from banks</b>		
In rupees	933,942,995	282,480,123
Bank overdraft	305,657,855	248,681,360
<b>Total</b>	<u>1,239,600,850</u>	<u>531,161,483</u>
<b>Working capital loans - from banks - in Rupees</b>		

Working capital loans from banks are secured by hypothecation of entire current assets (first pari passu) of the Company, equitable mortgage by deposit of title deeds of factory building at Borivali and office premises of the Company at Bharat

Diamond Bourse and office premises of four companies in which directors have significant influence, corporate guarantee of four companies in which directors have significant influence and lien on fixed deposits.

Loans carries interest 10.20% to 12.03% p.a. (previous year @10.00% to 12.75% p.a.)

**Bank overdraft**

Secured by lien on fixed deposits of Rs.406,844,000 (as at 31 March 2014 Rs.375,358,411).

<b>Particulars</b>	<b>As at 31/03/2015 (Rs.)</b>	<b>As at 31/03/2014 (Rs.)</b>
<b>9 TRADE PAYABLES</b>		
Trade payables	<u>1,507,377,909</u>	<u>686,835,349</u>
<b>Total</b>	<u><b>1,507,377,909</b></u>	<u><b>686,835,349</b></u>
<b>10 OTHER CURRENT LIABILITIES</b>		
Advances from customers	1,262,712	1,345,999
Book overdraft	15,804,201	33,694,560
Unclaimed dividends*	210,274	306,882
Payable to employees	1,417,057	9,824,681
Sundry creditor for fixed assets	24,198	58,653
Sundry creditor for others	2,137,613	65,645
Security deposits	13,145,053	8,195,158
Other liabilities	325,269	—
Statutory dues payable	11,678,700	12,574,600
<b>Total</b>	<u><b>46,005,077</b></u>	<u><b>66,066,178</b></u>
* Amount include <b>Rs.Nil</b> (as at 31/03/2014 Rs.96,608) which is required to be credited to the Investor Education and Protection Fund.		
<b>11 SHORT TERM PROVISIONS</b>		
<b>Provision for employee benefits:</b>		
Leave encashment (unfunded)	58,062	73,168
Gratuity (unfunded)	351,270	828,406
<b>Other provisions:</b>		
Provision for taxation (net)	63,880,311	24,112,312
Provision for wealth tax	268,841	3,229
<b>Total</b>	<u><b>64,558,484</b></u>	<u><b>25,017,115</b></u>

(Amount in Rupees)

Particular	TANGIBLE ASSETS							INTANGIBLE ASSETS	
	Leasehold land	Buildings	Leasehold premises	Plant and equipment	Office equipment	Furniture and fixtures	Vehicles	Total	Computer software
<b>Gross block (At cost)</b>									
<b>As at 1 April 2013</b>	845,000	395,846,946	75,922,000	445,779,433	61,681,160	95,000,453	26,513,647	1,101,588,659	13,122,390
Adjustment on translation	-	4,194,490	-	-	37,743	2,159,645	-	6,391,879	-
Additions	-	9,008,781	4,543,625	5,858,973	6,392,881	13,877,193	1,737,714	41,419,167	4,156,220
Disposals	-	(43,764,970)	-	(2,255,023)	(251,650)	-	-	(46,271,643)	-
Adjustments (Refer note 3 below)	-	-	-	(62,803,121)	-	(13,798,861)	(2,027,860)	(78,629,842)	-
<b>As at 31 March 2014</b>	<b>845,000</b>	<b>365,285,247</b>	<b>80,465,625</b>	<b>386,580,282</b>	<b>67,860,134</b>	<b>97,238,430</b>	<b>26,223,501</b>	<b>1,024,498,219</b>	<b>17,278,610</b>
Adjustment on translation	-	-	43,821	17,660	-	(391,977)	-	(330,496)	-
Additions	-	374,294	-	5,571,047	1,292,584	1,327,029	1,718,673	10,283,627	3,669,570
Disposals/adjustments (Refer note 4 below)	-	-	-	(13,917,363)	(141,630)	(82,398)	(860,497)	(15,001,888)	-
<b>As at 31 March 2015</b>	<b>845,000</b>	<b>365,659,541</b>	<b>80,509,446</b>	<b>378,251,626</b>	<b>69,011,088</b>	<b>98,091,084</b>	<b>27,081,677</b>	<b>1,019,449,462</b>	<b>20,948,180</b>
<b>Depreciation</b>									
<b>Upto 31 March 2013</b>	232,375	113,028,902	3,995,868	279,823,778	41,077,899	72,879,654	14,456,242	525,494,718	3,777,224
Adjustment on translation	-	836,849	-	-	8,802	1,731,999	-	2,577,649	-
For the year	42,250	6,071,753	817,093	15,627,741	5,616,117	6,544,604	3,091,194	37,810,752	4,666,039
On disposals	-	(8,630,620)	-	(2,303,525)	(219,145)	(10,376,408)	(14,301)	(21,543,999)	-
Written off	-	-	-	-	-	-	(1,528,232)	(1,528,232)	-
Adjustments (refer note 3 below)	-	-	-	(27,165,757)	-	(7,215,549)	201,163	(34,180,143)	-
<b>Upto 31 March 2014</b>	<b>274,625</b>	<b>111,306,884</b>	<b>4,812,961</b>	<b>265,982,237</b>	<b>46,483,673</b>	<b>63,564,300</b>	<b>16,206,066</b>	<b>508,630,746</b>	<b>8,443,263</b>
Adjustment on translation	-	-	43,929	-	6,662	(50,509)	-	81	-
For the year	42,250	4,947,596	849,664	26,854,266	2,551,650	7,903,525	3,988,840	47,137,792	627,978
On disposals/adjustments	-	-	-	(12,441,315)	(46,518)	(67,393)	(817,472)	(13,372,698)	-
<b>Upto 31 March 2015</b>	<b>316,875</b>	<b>116,254,480</b>	<b>5,706,554</b>	<b>280,395,188</b>	<b>48,995,468</b>	<b>71,349,924</b>	<b>19,377,434</b>	<b>542,395,921</b>	<b>9,071,241</b>
<b>Net Block</b>									
As at 31 March 2014	570,375	253,978,363	75,652,664	120,598,045	21,376,461	33,674,130	10,017,435	515,867,473	8,835,347
<b>As at 31 March 2015</b>	<b>528,125</b>	<b>249,405,062</b>	<b>74,802,892</b>	<b>97,856,438</b>	<b>20,015,621</b>	<b>26,741,160</b>	<b>7,704,243</b>	<b>477,053,540</b>	<b>11,876,939</b>

**Notes:**

- Gross block of vehicles of the Company includes Rs.4,751,659 (as at 31/03/2014 Rs.4,751,659) registered in the name of the employees.
- Gross block of plant and equipment includes Rs.4,605,000 (as at 31/03/2014 Rs.4,605,000) being Company's share in cost of assets whose ownership is not with the Company.
- Adjustments for the previous year represents assets transferred on account of sale of investment in a subsidiary company
- The Company has revised useful life of certain assets as per the useful life specified in the Schedule II of the Companies Act, 2013. Depreciation of Rs.1,325,869 has been charged to the profit and loss account for the assets in respect of which the remaining useful life is Nil as on 1 April 2014 and in respect of other assets on that date, depreciation has been calculated based on the remaining useful life of those assets. Had the Company continued with the previously adopted useful life of such assets, charge of depreciation for the year ended 31 March 2015 would have been lower by Rs.9,987,519.

**B) LEASE DISCLOSURE:**

- Buildings includes part of premises which have been given on lease to six parties, for which gross block, depreciation charge and net block cannot be separately determined. The company has earned a rent of Rs.1,249,275 (previous year Rs.6,142,860) on the above leased premises during the year.
- The future minimum lease receipts under operating leases in the aggregate is as follows:

Particulars	As at 31/03/2015 (Rs.)	As at 31/03/2014 (Rs.)
Not later than one year	6,446,315	10,466,654
Later than one year and not later than five year	8,504,807	12,111,868
Later than five years	-	-

<b>Particulars</b>	<b>As at 31/03/2015 (Rs.)</b>	<b>As at 31/03/2014 (Rs.)</b>
<b>13 NON CURRENT INVESTMENTS</b>		
<b>(At cost)</b>		
<b>Trade, Unquoted and Long-term:</b>		
In Associates		
3,850,000 (3,850,000) Equity shares of Rs. 10 each fully paid up of Suashish Finance Limited (net off provision for diminution in value of Investment)	—	—
<b>In capital of partnership firm:</b>		
Suashish Realty LLP (Associate)	2,276,178	2,470,702
<b>Other investments (Unquoted unless otherwise stated):</b>		
In Equity shares - Quoted	3,496,913,188	2,968,119,576
In Equity shares	4,205,974	4,227,564
In Venture capital fund	8,437,500	9,625,000
In Preference shares	2,475,141	2,486,939
In Debentures	28,045,500	56,519,500
In Mutual Funds	3,205,897,104	2,109,767,905
In Bond of National Bank for Agriculture And Rural Development (NABARD) of maturity value of Rs.20,000 each	100,564,680	40,473,600
995.0 Standard Gold Bar 2,070 gms (2,050 gms)	2,687,866	2,661,627
Investment in Silver Coins	6,500	6,500
Investment in Jewellery	1,209,780	1,209,780
In Immoveable Properties - Buildings	57,793,570	57,793,570
<b>Total</b>	<b>6,910,512,981</b>	<b>5,255,362,263</b>
<b>14 LONG TERM LOANS AND ADVANCES</b>		
<b>(Unsecured and considered good)</b>		
Loans to staff	—	231,517
Loans to others	122,789	—
Capital advances	1,632,851	265,851
Prepaid expenses	625,297	664,452
Security deposits	31,864,295	32,534,310
Taxes paid (net of provision)	9,848,319	51,469,578
VAT refund recoverable	39,646	29,415
Interest receivable	3,866,040	3,528,767
Commission and brokerage receivable	—	69,150
	<b>47,999,237</b>	<b>88,793,040</b>

## Suashish Diamonds Limited

Particulars	As at 31/03/2015 (Rs.)	As at 31/03/2014 (Rs.)
<b>15 INVENTORIES</b>		
(As taken, valued and certified by the management)		
<b>Raw materials:</b>		
- Rough diamonds	418,640,853	136,451,632
- Gold	125,040,012	11,687,464
- Others	79,934,848	60,858,621
<b>Work in progress: jewellery</b>	<b>141,378,965</b>	90,687,422
<b>Finished goods / traded goods:</b>		
- Polished diamonds	172,427,963	65,670,328
- Jewellery	796,076,339	654,036,174
- Commodities/bullions/securities	220,000,000	262,000,000
Consumables, stores and spares	13,669,457	8,516,537
<b>Total</b>	<b>1,967,168,437</b>	<b>1,289,908,178</b>
<p>In respect of the stock of finished goods (polished diamonds), cost is based on technical estimate by the management to avoid distortion in valuation. The basis of computing cost used on consistent basis though in line with generally accepted industry practice, is a deviation from the method prescribed by Accounting Standard (AS) – 2 ‘Valuation of Inventories’. As per Accounting Standard (AS) -2 ‘Inventories’ are required to be valued at lower of cost and net realisable value and cost should be assigned by using First-in First-out (FIFO) or weighted Average Cost formula.</p> <p>The impact on profit for the year, reserves and surplus and inventories as at 31 March 2015, if any, due to the above deviations is not ascertainable.</p>		
<b>16 TRADE RECEIVABLES</b>		
(Unsecured, considered good)		
Debts outstanding for a period exceeding six months from the date they are due for payment	136,657,217	734,308
Others	1,008,387,940	1,296,257,947
<b>Total</b>	<b>1,145,045,157</b>	<b>1,296,992,255</b>
<b>17 CASH AND BANK BALANCES</b>		
<b>Cash and cash equivalents:</b>		
Balance with banks	287,500,243	178,954,976
Cash on hand	3,212,108	19,018,513
	<b>290,712,351</b>	<b>197,973,489</b>
<b>Other bank balances:</b>		
Fixed and margin deposit accounts	1,421,310,954	1,240,585,103
(under lien against borrowing, overdraft facility, guarantee and with government authorities)	—	—
Bank deposits	343,525,447	—
Unpaid dividend account	210,274	306,882
<b>Total</b>	<b>1,765,046,675</b>	<b>1,240,891,985</b>
	<b>2,055,759,026</b>	<b>1,438,865,474</b>

<b>Particulars</b>	<b>As at 31/03/2015 (Rs.)</b>	<b>As at 31/03/2014 (Rs.)</b>
<b>18 SHORT-TERM LOANS AND ADVANCES</b>		
<b>(Unsecured, considered good)</b>		
Loans to staff	1,081,272	1,772,088
Advances to suppliers	84,009,126	15,975,024
Loans and advances to related parties	—	42,523,876
Advances recoverable in cash or in kind or for value to be received	54,245,736	259,403,528
Taxes paid (net of provision)	28,982,244	8,495,158
Prepaid expenses	5,911,858	7,411,541
Security deposits	1,123,238	1,017,962
<b>Total</b>	<b>175,353,474</b>	<b>336,599,177</b>
<b>Loans and advances to related parties includes:</b>		
Suashish Properties Pvt. Ltd.	—	22,870,885
Suashish Realtors Pvt. Ltd.	—	17,488,820
Suashish Diamdeal (I) Ltd.	—	2,135,411
Goenka Laser House Pvt. Ltd.	—	3,760
Ashish R. Goenka (partner in a partnership firm)	—	25,000
<b>Total</b>	<b>—</b>	<b>42,523,876</b>
<b>19 OTHER CURRENT ASSETS</b>		
Interest accrued but not due	26,141,384	30,601,622
Dividend receivable	—	495,207
Receivable against forward contract	—	163,595,807
<b>Total</b>	<b>26,141,384</b>	<b>194,692,636</b>
<b>20 REVENUE FROM OPERATIONS</b>		
<b>Particulars</b>	<b>Current Year 2014-2015 (Rs.)</b>	<b>Previous Year 2013-2014 (Rs.)</b>
<b>Sales of raw materials / finished goods / traded goods:</b>		
Sale of diamonds	4,104,378,872	5,249,320,377
Sale of jewellery	4,214,265,797	3,671,235,725
Sale of commodities/ bullions	6,070,824	1,152,944,314
Sale of securities	105,330,138	8,000,000
Sale of electricity generated from windmills	8,513,027	7,077,918
<b>Total</b>	<b>8,438,558,658</b>	<b>10,088,578,334</b>



## Suashish Diamonds Limited

### 21 OTHER INCOME

Particulars	Current Year 2014-2015 (Rs.)	Previous Year 2013-2014 (Rs.)
<b>Interest income:</b>		
on fixed deposit with banks / security deposit	95,400,946	103,467,763
on income tax refund	7,105,447	—
<b>Income from investments:</b>		
Dividend income on long term investments (other than trade)	30,581,635	118,839,698
Interest income on debentures/bonds	80,240,969	46,077,284
Gain / (loss) on sale of long term investments (Other than trade)	51,544,156	18,825,139
Profit / (loss) from dealing in derivative instruments	190,294	(1,164,182)
Profit / (loss) on sale of shares	113,771,735	12,142,985
<b>Shares of Gain/loss from partnership firm:</b>		
- Suashish Realty LLP	(5,524)	(4,852)
Exchange rate difference (net)	9,262,298	171,557,165
Rent	22,343,020	8,463,501
Profit on sale of fixed assets (net)	—	64,652,783
Balance written-back (net)	5,542,639	(3,136,116)
Commission and brokerage	17,868,103	—
Miscellaneous income	10,516,412	18,574,246
<b>Total</b>	<b>444,362,130</b>	<b>558,295,414</b>

### 22 COST OF MATERIALS

#### a) Raw materials consumed / sold:

Opening stock	208,997,717	418,585,615
Add: Purchases [including commission on imports and cleaving charges]	5,740,199,094	2,664,213,072
Less: Closing stock	623,615,714	208,997,717
Less: Closing stock on disposal of subsidiary company		159,609,082
<b>Total</b>	<b>(a) 5,325,581,097</b>	<b>2,714,191,888</b>

#### b) Purchase of finished goods / traded goods:

- Diamonds	1,087,743,483	4,273,841,234
- Jewellery	244,342,955	375,150,781
- Commodity / bullion / securities	62,858,542	1,004,672,821
<b>Total</b>	<b>(b) 1,394,944,980</b>	<b>5,653,664,836</b>

#### c) Net loss/(income) on buyers credit #

<b>Total</b>	<b>(c) 193,692</b>	<b>68,192</b>
<b>Total</b>	<b>6,720,719,769</b>	<b>8,367,924,916</b>

# The Company has availed buyer's credit in foreign currency from bank which is secured by lien on fixed deposit, for import of goods. Net income on buyer's credit comprising of interest income on fixed deposit of Rs.Nil (previous year Rs.9,029,950), finance cost on buyer's credit of Rs.Nil (previous year Rs.1,013,389) and exchange rate difference loss of Rs.Nil (previous year exchange difference loss of Rs.8,084,753) is adjusted in " Cost of materials".

<b>Particulars</b>	<b>Current Year 2014-2015 (Rs.)</b>	<b>Previous Year 2013-2014 (Rs.)</b>
<b>23 CHANGES IN INVENTORIES OF FINISHED GOODS, TRADED GOODS AND WORK-IN-PROGRESS</b>		
<b>a) Changes in inventories of finished goods / traded goods</b>		
Opening stock of finished goods / traded goods		
- Polished diamonds	65,670,328	519,224,652
- Jewellery	654,036,174	396,182,676
- Commodities / bullion /securities	262,000,000	400,992,598
	<b>981,706,502</b>	<b>1,316,399,926</b>
Less:		
Closing stock of finished goods / traded goods		
- Polished diamonds	172,427,963	65,670,328
- Jewellery	796,076,339	654,036,174
- Commodities / bullion /securities	220,000,000	262,000,000
	<b>1,188,504,303</b>	<b>981,706,502</b>
<b>Total</b>	<b>(a) (206,797,801)</b>	<b>334,693,424</b>
<b>b) Changes in Work-in-progress</b>		
Closing stock	141,378,965	90,687,422
Opening stock	90,687,422	93,003,800
<b>Total</b>	<b>(b) (50,691,543)</b>	<b>2,316,378</b>
<b>Total</b>	<b>(a+b) (257,489,344)</b>	<b>337,009,802</b>
<b>24 EMPLOYEE BENEFITS EXPENSE</b>		
Salaries, bonus, commission and allowances	285,642,175	184,078,639
Contribution to provident and other funds	9,764,502	7,244,192
Gratuity	1,783,837	1,489,139
Staff welfare expenses	6,603,227	8,220,510
<b>Total</b>	<b>303,793,741</b>	<b>201,032,480</b>
<b>25 FINANCE COSTS</b>		
Interest expense	25,787,333	16,096,704
Interest on income tax	—	1,215,805
Exchange difference on foreign currency borrowings	—	(5,819,160)
Loan processing and other charges	6,580,918	7,549,347
<b>Total</b>	<b>32,368,251</b>	<b>19,042,696</b>

## Suashish Diamonds Limited

### 26 OTHER EXPENSES

Processing charges	270,077,060	283,472,805
Stores, spares and tools consumed	80,375,227	49,800,499
Power and electricity	17,632,541	12,425,063
Communication expenses	4,772,487	5,285,984
Printing and stationery	4,036,416	3,416,947
Travelling and conveyance expenses	39,702,790	29,216,006
Legal and professional fees	26,922,664	24,498,441
Rent	16,024,536	20,953,852
Rates and taxes	12,091,007	6,347,941
Repairs and maintenance:		
- plant and machinery	1,899,333	2,913,964
- buildings	1,055,073	1,312,172
- other	29,924,379	15,242,405
Exchange rate difference (net)	80,705	—
Insurance charges	4,169,984	5,528,458
Auditor's remuneration	3,218,501	4,047,744
Donations	576,500	1,025,000
Property Tax	327,836	—
Professional Tax	2,500	—
Bank charges	20,835,530	26,646,585
Loss on sale of fixed assets (net)	1,395,776	—
Commission and brokerage on sales	37,686,576	19,874,617
Advertisement expenses	122,417,521	83,207,194
Sales promotion expenses	22,283,488	30,583,785
ECGC premium	4,112	—
Freight, clearing and forwarding charges/duties	202,065,463	42,256,427
Discount allowed	62,034,635	47,991,538
Bad debts	130,000,000	63,336,572
Fixed Assets written off	—	24,897,701
Miscellaneous expenses	38,948,565	37,374,796
Motor Car Expenses	154,307	—
Export insurance charges	2,680,341	—
Membership and Subscription Fees	127,385	—
<b>Total</b>	<b>1,153,523,238</b>	<b>841,656,495</b>

### 27. COMMITMENTS AND CONTINGENT LIABILITIES NOT PROVIDED FOR

Particulars	As on 31/03/2015 (Rs.)	As on 31/03/2014 (Rs.)
a) Disputed tax liability:		
Sales tax	22,398,880	22,398,880
Income tax	14,202,951	15,995,951
Service Tax	28,116,265	27,552,539
Customs Duty	2,593,013	—
b) Bank guarantees given by banks on behalf of the group / company	53,662,700	42,977,324

**28. ACCOUNTING OF INVESTMENTS IN ASSOCIATES**

The Group has accounted investments in associates, namely, Suashish Finance Limited and Suashish Realty LLP., under the equity method in the consolidated financial statements, in accordance with Accounting Standard (AS) - 23 'Accounting for Investments in Associates in Consolidated Financial Statements'.

**29. DIFFERENCES IN ACCOUNTING POLICY FOR DEPRECIATION**

Depreciation on fixed assets relating to the subsidiary company, Suashish Diamonds (Hong- Kong) Limited have been provided on straight-line method as against written down value method followed by the Company. Depreciation for the year includes Rs.57,935 (previous year Rs. 760,481) calculated on such basis. The impact of the difference in the accounting policy has not been calculated, as the depreciation amount itself is not significant. The net block included in the consolidated financial statements in this respect as at 31 March 2015 is Rs.203,496 (as at 31 March 2014 Rs. 250,433).

Depreciation has been charged on fixed assets by subsidiary entities M/s. Goenka Trading Company, M/s. Mohinidevi Goenka Investments as allowable under tax laws. Depreciation for the year includes Rs. 11,471 (previous year Rs. 15,660) calculated on such basis. The impact of the difference in the accounting policy has not been ascertained. The net block included in the consolidated financial statements in this respect as at 31 March 2015 is Rs.206,215,551 (as at 31 March 2014 Rs. 206,227,022).

**30. EARNINGS PER SHARE**

	<b>Current Year 2014-2015</b>	Previous Year 2013-2014
(i) Net profit after tax available for equity shareholders (Rs.)	<b>688,642,251</b>	752,920,520
(ii) Weighted average number of equity shares outstanding during the year (Nos.)	<b>20,763,300</b>	20,763,300
(iii) Basic and diluted earnings per share (Rs.)	<b>33.17</b>	36.26
(iv) Nominal value of share (Rs.)	<b>10.00</b>	10.00

**31. SEGMENTAL INFORMATION**

The Company has identified two reportable segments viz. Gems and jewellery and Commodity trading. Segments have been identified and reported taking into account nature of product and services, differing risks and returns and the internal business reporting system. The accounting policies for segment reporting are in line with the accounting policies of the Company's with following additional policies for segment reporting

- a) Revenue and expenses have been identified to a segment on the basis of the relationship to operating activities of the segment. Revenue and expenses which relates to enterprises as a whole and are not allocable to segment on reasonable basis have been disclosed as "Unallocable"
- b) Segment assets and segment liabilities represent asset and liabilities in respective segment. Investment, tax related assets and other assets and liabilities that cannot be allocated to a segment on reasonable basis have been disclosed as "Unallocable".

**Secondary segment information:**

Segmental information with respect to the secondary segment, i.e. 'geographical segments' is given below:

(Amount in Rupees)

Sr. No.	Particulars	Outside India	Within India	Total
<b>1.</b>	<b>Segment Revenue</b>			
	Sales and income from operations	<b>6,675,820,269</b> (5,857,621,230)	<b>1,762,738,389</b> (4,230,957,104)	<b>8,438,558,658</b> (10,088,578,334)
<b>2.</b>	<b>Carrying amount of assets by geographical location of assets</b>			
	Segment assets	<b>1,481,504,966</b> (1,436,773,150)	<b>11,304,476,156</b> (8,939,660,508)	<b>12,785,981,102</b> (10,376,433,658)
<b>3.</b>	<b>Additions to fixed assets and intangible assets</b>	<b>761,116</b> (3,039,360)	<b>13,192,081</b> (42,536,027)	<b>13,953,197</b> (45,575,387)

Note: Figures in brackets are corresponding figures of the previous year.

### 32. RELATED PARTY DISCLOSURES

- i) Related party relationships:
  - a) Associates : Suashish Finance Ltd.  
Suashish Realty LLP
  - b) Key management personnel : Mr. Ashish R. Goenka - Director  
Mr. Rajesh R. Kedia - Director  
Mr. Pawan kumar Bagla - Director  
Mr. Rajiv M. Somani- Director
  - c) Relatives of key management personnel : Mrs. Lavina A. Goenka  
Mr. Ramesh Kumar S. Goenka  
Mrs. Amita Kedia  
Mr. Siddharth Kedia  
Mrs. Sunita Bagla
  - d) Enterprises on which key management personnel or their relatives have significant influence : Ramesh Kumar Goenka (HUF)  
Ashish R. Goenka (HUF)  
Fabulous Holdings Private Limited  
Goenka Holdings Private Limited  
Rapid Holdings Private Limited  
Radiant Holdings Private Limited  
Suashish Diamdeal (India) Limited  
Suashish Realtors Private Limited  
Suashish Properties Private Limited  
Goenka Laser House Private Limited  
Mohinidevi Goenka Trust  
Hari Smriti Properties Private Limited  
Athena Jewels Online Private Limited  
(Formerly name is Aapti Construction Private Limited)

#### Notes:

- a) The related party relationships have been determined on the basis of the requirements of the Accounting Standard (AS)-18 'Related Party Disclosures' and the same have been relied upon by the auditors.
- b) The relationships as mentioned above pertain to those related parties with whom transactions have taken place during the current year/previous year.

ii) Transactions with related parties

(Amount in Rs.)

Particulars	Related parties			Total	
	Associates	Key management personnel	Relative of Key management personnel		Enterprises on which key management personnel or their relatives have significant influence
Reimbursements made towards expenses	— (25,000)	— (157,360)	— (—)	7,228,402 (684,473)	7,228,402 (866,833)
Reimbursements received towards expenses	— (—)	— (157,360)	— (—)	6,770,209 (—)	6,770,209 (157,360)
Rent expenses incurred	— (—)	— (—)	— (—)	178,150 (164,856)	178,150 (164,856)
Sale of polished diamonds	— (—)	— (—)	— (7,942)	— (—)	— (7,942)
Managerial remuneration	— (—)	17,217,356 (16,105,915)	— (—)	— (—)	17,217,356 (16,105,915)
Consultancy charges	— (—)	— (—)	2,562,000 (1,791,096)	— (—)	2,562,000 (1,791,096)
Loans given	— (—)	— (—)	1,273,000 (835,850)	582,800 (3,451,111)	1,855,800 (4,286,961)
Loans given received back	— (—)	— (—)	1,273,000 (835,850)	7,752,629 (2,705,000)	9,025,629 (3,540,850)
Share application money refund received	— (88,000)	— (—)	— (—)	— (—)	— (88,000)
Capital introduced in subsidiary entities	— (—)	709,873,000 (2,974,223,718)	39,421,674 (39,421,674)	10,837,000 (—)	760,131,674 (3,013,645,392)
Capital withdrawn from subsidiary entities	— —	629,694,000 (1,395,552,579)	12,918,000 (12,918,000)	2,000 (99,073,323)	642,614,000 (1,507,543,902)
Balances receivable as at year end	— (2,470,702)	— (74,069,538)	— (—)	28,891,000 (71,389,876)	28,891,000 (147,930,116)
Balances payable as at year end	— (—)	258,174,554 (258,249,554)	228,846,161 (228,916,161)	2,097,544 (—)	489,118,259 (487,165,715)

Note: Figures in the brackets are corresponding figures of the previous year.

## Suashish Diamonds Limited

iii) Disclosure in respect of transactions which are more than 10% of the total transactions of the same type with related parties during the year:

Particulars	Current Year 2014-2015 (Rs.)	Previous Year 2013-2014 (Rs.)
<b>Reimbursements made towards expenses</b>		
Suashish Diamdeal (India) Limited	—	178,384
Goenka Laser House Private Limited	—	178,374
Suashish Realtors Private Limited	—	183,356
Suashish Properties Private Limited	—	144,359
Mr. Ashish R. Goenka	—	157,360
Athena Jewels Online Private Limited	3,193,040	—
Hari Smriti Properties Private Limited	3,577,169	—
<b>Reimbursements received towards expenses</b>		
Mr. Ashish R. Goenka	—	157,360
Athena Jewels Online Private Limited	3,193,040	—
Hari Smriti Properties Private Limited	3,577,169	—
<b>Rent expense incurred</b>		
Goenka Laser House Private Limited	56,794	43,500
Suashish Diamdeal (India) Limited	43,500	43,500
Suashish Properties Private Limited	35,124	35,124
Suashish Realtors Private Limited	42,732	42,732
<b>Sale of polished diamond</b>		
Mrs. Lavina A. Goenka	—	7,942
<b>Managerial remuneration</b>		
Mr. Ashish R. Goenka	14,800,000	13,800,000
Mr. Pawan Bagla	1,755,620	1,870,855
<b>Consultancy charges</b>		
Mrs. Amita Kedia	882,000	350,400
Mr. Siddharth Kedia	888,000	744,696
Mrs. Sunita Bagla	792,000	696,000
<b>Loan given</b>		
Ashish Goenka HUF	—	2,705,000
Mrs. Lavina Goenka	1,273,000	835,850
<b>Loan given received back</b>		
Ashish Goenka HUF	—	2,705,000
Mrs. Lavina Goenka	1,273,000	835,850
Goenka Holdings Private Limited	2,132,730	—
Suashish Properties Private Limited	3,006,588	—
Suashish Realtors Private Limited	2,600,017	—
<b>Share application money refund received</b>		
Suashish Finance Ltd.	—	88,000
<b>Share application money paid</b>		
Suashish Finance Ltd.	—	88,000
<b>Capital introduced in subsidiary entities</b>		
Mr. Ashish R. Goenka	709,873,000	2,974,223,718
<b>Capital withdrawn from subsidiary entities</b>		
Mr. Ashish R. Goenka	629,694,000	1,395,552,579
<b>Balances receivable as at year end</b>		
Mr. Ashish R. Goenka	—	74,069,538
Suashish Properties Private Limited	6,835,000	29,705,885
Suashish Realtors Private Limited	6,830,000	24,318,820
Suashish Diamdeal (India) Limited	7,829,000	—
Goenka Laser House Privat Limited	7,397,000	—
<b>Balances payable as at year end</b>		
Mr. Ashish R. Goenka	258,174,554	258,249,554
Mrs. Lavina A. Goenka	228,846,161	228,916,161

The working capital facilities of Rs.425 crores (Previous Year Rs. 525 Crores) are secured by equitable mortgage by deposit of title deeds of factory and office premises in Mumbai and office premises of four companies in which directors have significant influences, hypothecation of stock-in-trade, book debts, movables and other assets both present and future.

**33. OPERATING LEASES**

The Company has entered into agreement for obtaining one office premises on rent which is in nature of operating leases. The period of lease range is for 11 months and is cancellable in nature. Amount paid / payable in respect of such leases are charged to statement of profit and loss on accrual basis.

- 34.** The Company is required to comply with the transfer pricing regulations under Section 92-92F of the Income Tax-Act, 1961. The management is of the opinion that its international and domestic transactions are at arms length and that the aforesaid legislation will not have any impact on the financial statements, particularly on the amount of tax expense and that of provision for taxation.
- 35.** In the opinion of the Directors, current assets, loans, advances and deposits are approximately of the value stated, if realized in the ordinary course of business and are subject to confirmations.
- 36.** The Company's equity shares has been delisted with effect from 30 June 2014 from the Bombay Stock Exchange on compliance of formalities for voluntary delisting of equity shares pursuant to the SEBI ( Delisting of Equity Shares) Regulations 2009.
- 37.** Previous year figures have been reclassified or rearranged, where necessary.

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**Signature to note '1' to '37'**

As per our report of even date attached

For **Suresh Surana & Associates LLP**  
Chartered Accountants

**(Nirmal Jain)**

Partner

Membership No. 034709

Mumbai; Dated: 22<sup>nd</sup> July, 2015

On behalf of the Board of directors

**Ashish R. Goenka**

Chairman & Managing Director

**Rajesh R. Kedia**

Wholetime Director

**Prashant kumar De**

Chief Financial Officer

**Kushal V Gala**

Company Secretary

Mumbai; Dated: 22<sup>nd</sup> July, 2015





# SUASHISH DIAMONDS LIMITED

**Regd Office** : Mehta Mahal 11th Floor, 15 Mathew Road, Opera House, Mumbai 400004  
CIN: U36900MH1988PLC049085  
Phone: 022 - 4040 1111 Email id: info@suashish.com Website: - www.suashish.com

## ATTENDANCE SLIP

PLEASE COMPLETE THIS ATTENDANCE SLIP AND HAND IT OVER AT THE ENTRANCE OF THE MEETING HALL (joint Shareholders may obtain additional attendance slip on request)

Full Name of the Member/Joint Holder/ Proxy attending the meeting: \_\_\_\_\_

I hereby record my presence at the 27th Annual General Meeting of the Company at Suashish Diamonds Industrial Estate, CTS No. 78-A/6, Plot No. 3, Ground Floor, Dattapada Road, Borivali (East), Mumbai – 400 066 on Monday, the 31st day of August, 2015 at 11.00 a.m.

DP/Client I.D No. ....

Ledger Folio No. ....

\_\_\_\_\_  
Member/Proxy Signature

No .of Shares held .....

Note: Person attending the Meeting are requested to bring this Attendance Slip and Annual Report with them.



# SUASHISH DIAMONDS LIMITED

**Regd Office :** Mehta Mahal 11th Floor, 15 Mathew Road, Opera House, Mumbai 400004  
 CIN: U36900MH1988PLC049085  
 Phone: 022 - 4040 1111 Email id: info@suashish.com Website: - www.suashish.com

## PROXY FORM

[Pursuant to Section 105(6) of the Companies Act, 2013 and rule 19(3) of the Companies (Management and Administration) Rules, 2014]

Name of the member(s)	
Registered address	
E-mail id	
Folio No. / Client Id	
DP ID	

I/We, being the member(s) of..... Equity shares of Suashish Diamonds Limited, hereby appoint

1. Name: \_\_\_\_\_  
 Address: \_\_\_\_\_  
 Email id: \_\_\_\_\_  
 Signature: \_\_\_\_\_, or failing him/her
2. Name: \_\_\_\_\_  
 Address: \_\_\_\_\_  
 Email id: \_\_\_\_\_  
 Signature: \_\_\_\_\_, or failing him/her
3. Name: \_\_\_\_\_  
 Address: \_\_\_\_\_  
 Email id: \_\_\_\_\_  
 Signature: \_\_\_\_\_, or failing him/her

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the Twenty Seventh Annual General Meeting of the Company to be held on Monday, August 31, 2015 at 11:00 a.m. at Suashish Diamonds Industrial Estate, CTS No. 78-A/6, Plot No. 3, Ground Floor, Dattapada Road, Borivali (East), Mumbai – 400 066 and at any adjournment thereof in respect of such resolutions as are indicated below.

SR. No	RESOLUTIONS
1	Adoption of Financial Statement for the year ended March 31, 2015
2	Re-appointment of Mr. Rajeshkumar Kedia, who retires by rotation
3	Re-appointment and ratification of M/s. Suresh Surana & Associates LLP, Chartered Accountants, as Auditor of the Company
4	Appointment of Ms. Adarsh Shamdasani as Director
5	Appointment of Ms. Adarsh Shamdasani as Whole-Time Director
6	Re-appointment of Mr. Rajeshkumar Kedia as Whole-Time Director
7	Re-appointment of Mr. Ashish R. Goenka as Managing Director

Signed this .....day of ..... 2015.

\_\_\_\_\_  
Signature of Shareholder

\_\_\_\_\_  
Signature of proxy holder (s)

Please affix  
Re.1/-  
revenue  
stamp and  
sign across

**Note:** This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the Meeting.



BOOK POST



**suashish**

**Regd. Office :** Suashish Diamonds Limited, 11th Floor, Mehta Mahal,  
15, Mathew Road, Opera House, Mumbai - 400 004. India. **Website:** [www.suashish.com](http://www.suashish.com)