

CIN: L28990GJ1995PLC028270

18th October 2016

To,
The Corporate Relation and Listing Department (CRD)
National Stock Exchange of India Limited
Exchange Plaza,
Bandra Kurla Complex,
Bandra - East
Mumbai - 400051

Symbol: LYPSAGEMS

Dear Sir/Madam,

Please find attached an Information Notice regarding Lypsa Gems and Jewellery Ltd's reduction of debt.

Thanking You,

Yours faithfully,

For Lypsa Gems and Jewellery Ltd,



Jeeyan Patwa
CFO and Director
DIN No.: 02579469



LYPSA GEMS & JEWELLERY LIMITED.

CIN: L28990GJ1995PLC028270

Regd. Office : Wing A, 2nd Block, 202-302, Orchid Complex, Opp. HDFC Bank, Chhapi-Pirojpur Road,
Chhapi, Vadgam, Banaskantha, Gujarat - 385210. India.

Corp. Office : Mehta Mahal, 2nd floor, North Side, Opp. Roxy Cinema, 15th Mathew Road, Opera house, Mumbai -400004
Tel. : +91 22 2367 9792 | Email : info@lypsa.in

Media Release

Lypsa's Debt Reduction by 25%

Rs.75mn repaid to Bank

Only Diamond Company in India that has initiated Debt

Repayment

Plans to be Debt Free very soon

Mumbai, October 18, 2016

Lypsa Gems and Jewellery Ltd.(BSE: 534532, NSE: LYP SAGEMS) has reduced its secured debt by 25%. As of today, its debt stands at Rs.235mn down from Rs.310mn as of 31st March 2016. Rs.75mn has been paid to Bank of India to reduce the debt burden. Debt Equity Ratio has dropped from 1.03x to 0.75x. This is a remarkable achievement by the Company, especially in the hard times that the diamond industry has been facing. Lypsa is amongst one of the very few Diamond companies to have initiated Debt Repayment.

Management Comment:

MrJeeyan Patwa, CFO and Director, Lypsa Gems and Jewellery Ltd.Said, *"Lypsa is actively trying to reduce its debt and minimize its annual interest outgo to boost profitability. We are striving to make Lypsa a debt-free company. We are completely focused and committed to bring down our debt and become debt free. We are planning to complete this exercise very soon. This will bring down our annual interest cost and lead to much better profitability. I am extremely happy to tell you that we are focused to not only grow and expand our business but also increase our profitability which will only create more value for our shareholders."*

About Lypsa Gems & Jewellery Limited:

Lypsa Gems & Jewellery Ltd. is a wholly integrated diamond company sourcing rough diamonds from the major diamond miners and dealers, cutting and polishing them in its own factories & marketing its product to clients across the globe. Lypsa prides itself on consistent diamonds assortments, competitively priced products & honest customer service to create maximum value for its customers. It also sells diamond-studded jewellery under the 'Oropel' and 'Lypsa Atelier' brand names. Lypsa Gems and Jewellery DMCC is its wholly owned subsidiary and focuses on rough diamond, polished diamond and diamond studded-jewellery trading activities to cater to international demand.

LYPSA GEMS & JEWELLERY LIMITED.

CIN: L28990GJ1995PLC028270

Regd. Office : Wing A, 2nd Block, 202-302, Orchid Complex, Opp. HDFC Bank, Chhapi-Pirojpur Road, Chhapi, Vadgam, Banaskantha, Gujarat – 385210. India.

Corp. Office : Mehta Mahal, 2nd floor, North Side, Opp. Roxy Cinema, 15th Mathew Road, Opera house, Mumbai -400004
Tel. : +91 22 2367 9792 | Email : info@lypsa.in



For more details please visit: www.lypsa.com

For any Investor Relations query, please contact:

Mr. Jeeyan Patwa Director Lypsa Gems and Jewellery Limited Email: jeeyan@lypsa.com	Mr. Amit Sharma Bridge Investor Relations Pvt. Ltd Phone: +91-22-41200439 Email: amit@bridge-ir.com
--	--

Note: Certain statements in this document may be forward-looking statements. Such forward-looking statements are subject to certain risks and uncertainties like regulatory changes, local political or economic developments, and many other factors that could cause our actual results to differ materially from those contemplated by the relevant forward-looking statements. Further, past performance is not necessarily indicative of future results. Given these risks, uncertainties and other risk factors, viewers are cautioned not to place undue reliance on these forward looking statements. Lypsa Gems and Jewellery Ltd. will not be in any way responsible for any action taken based on such statements and undertakes no obligation to publicly update these forward-looking statements to reflect subsequent events or circumstances.



LYPSA GEMS & JEWELLERY LIMITED.

CIN: L28990GJ1995PLC028270

Regd. Office : Wing A, 2nd Block, 202-302, Orchid Complex, Opp. HDFC Bank, Chhapi-Pirojpur Road, Chhapi, Vadgam, Banaskantha, Gujarat – 385210. India.

Corp. Office : Mehta Mahal, 2nd floor, North Side, Opp. Roxy Cinema, 15th Mathew Road, Opera house, Mumbai -400004
Tel. : +91 22 2367 9792 | Email : info@lypsa.in