



Tara Jewels Ltd
Plot 29 (P) & 30 (P), Sub plot A,
SEEPZ SEZ, Andheri (E),
Mumbai 400 096
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August 13, 2018

To The Managing Director National Stock Exchange of India Limited Corporate Communication Department Exchange Plaza, Bandra Kurla Complex Bandra (E), Mumbai – 400 051	To The General Manager BSE Limited Dept. of Corporate Services Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai – 400 001
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Dear Sir/Madam,

Sub: Submission Un-Audited Financial Results (Standalone) of the Company for Quarter ended June 30, 2018

Dear Sir/Madam,

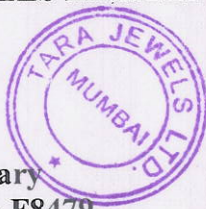
Pursuant to Regulation 33 of SEBI (Listing and Disclosure Requirements) Regulations, 2015, we wish to inform you that Board has considered and approved Un-Audited Financial Results for Quarter ended June 30, 2018. We enclose herewith the said Un-Audited financial results (Standalone) of the Company along with Limited Review Report of Statutory Auditors for your perusal.

Kindly take the same on record and acknowledge the receipt.

Thanking You,
Yours faithfully

For TARA JEWELS LIMITED

Nivedita Nayak
Nivedita Nayak
Company Secretary
Membership No: F8479



TARA JEWELS LIMITED

CIN - L52393MH2001PLC131252

Registered Office : Plot No 122, 15th Road, Near IDBI Bank, MIDC, Andheri (East), Mumbai - 400 093
Corporate Office : Plot No 29(P) and 30(P), Sub Plot A, SEEPZ, SEZ, Andheri (East), Mumbai - 400 096
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STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2018

(Rs. In Lakhs)

Sr. No.	Particulars	Quarter Ended		Year Ended	
		30.06.2018 (Unaudited)	31.03.2018 (Audited)	30.06.2017 (Unaudited)	31.03.2018 (Audited)
1	Revenue				
	a) Income from Operations	2,768.03	6,733.04	22,703.81	43,545.17
	b) Other Income	89.30	112.79	221.40	689.75
	Total Revenue	2,857.33	6,845.83	22,925.21	44,234.92
2	Expenses				
	a) Cost of Material Consumed	1,541.69	501.80	18,344.86	25,292.28
	b) Purchase of stock-in-trade	-	-	14.76	78.27
	c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	313.58	4,990.89	1,559.20	12,082.17
	d) Excise duty	-	-	3.99	3.99
	e) Employee benefits expense	458.70	322.23	630.43	2,112.43
	f) Finance Costs	2,522.46	2,738.84	1,627.26	7,754.14
	g) Depreciation and Amortisation expense	332.88	343.12	441.75	1,592.98
	h) Other Expenses	1,105.75	2,599.90	1,251.05	6,877.05
	Total Expenses	6,275.06	11,496.78	23,873.30	55,793.31
3	Profit / (Loss) before tax (1 - 2)	(3,417.73)	(4,650.95)	(948.09)	(11,558.39)
4	Exceptional items	4,950.95	29,382.57	-	59,809.72
5	Profit / (Loss) before tax (3 - 4)	(8,368.68)	(34,033.52)	(948.09)	(71,368.11)
6	Tax Expense				
	a) Current tax	-	-	-	-
	b) Deferred tax	-	783.33	(285.66)	909.51
7	Net Profit / (Loss) for the period / year (5- 6)	(8,368.68)	(34,816.85)	(662.43)	(72,277.62)
8	Other Comprehensive Income (OCI)				
	i. Items not to be reclassified to profit and loss	(1.58)	(19.64)	(20.26)	(71.11)
	ii. Income tax relating to Items that will not be reclassified to profit and loss	-	(17.68)	6.41	-
	iii. Items will to be reclassified to profit and loss	-	-	-	-
	Total OCI	(1.58)	(37.32)	(13.85)	(71.11)
9	Total Comprehensive Income for the period / year (5+6)	(8,370.26)	(34,854.17)	(676.28)	(72,348.73)
10	Paid-up Equity Share Capital (Face Value Rs. 10 each)	2,462.29	2,462.29	2,462.29	2,462.29
11	Earning Per Share (face value of Rs.10 each) in Rs. (Not Annualised for quarterly figures)				
	(a) Basic	(33.99)	(141.40)	(2.69)	(293.54)
	(b) Diluted	(33.99)	(141.40)	(2.69)	(293.54)

Notes:

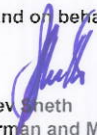
- The above financial results for the quarter ended June 30, 2018 were reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on August 13, 2018. The Statutory Auditor have carried out a limited review of the above financial results for the quarter ended June 30, 2018.
- The Company is carrying an inventory of raw material and work in progress amounting to INR 36,692.81 lakhs as on June 30, 2018. The company during the period ceased to continue operation in its wholesale business vertical. A significant part of the inventory of this vertical is not earmarked against orders as on date and the company is trying to utilise the same in the international Retail business. In view of above and the slowdown in jewellery market, the Company has on the basis of an internal evaluation provided for INR 4,179.37 lakhs as write down of inventories.
- The Company has provided for expected credit loss on trade receivables to the extent of INR 28,916.31 lakhs as on June 30, 2018 (out of which expected credit loss amounting to INR 771.58 lakhs has been provided in current quarter), in view of, long outstanding receivables. The Company is in the process of actively following up with the customers for the recovery. It expects to either realise the balance dues or recover the material supplied.



- 4 The Company has accumulated losses resulting in substantial erosion of its net worth and incurred net cash losses in the current quarter. The current liabilities of the Company exceeded its current assets as on June 30, 2018. Lenders declared the company's Account as Non-Performing Assets and Company is unable to serve the debt outstanding. These conditions may cast doubt about the Company's ability to continue as a going concern.
- 5 The Company has made exports to and imports from the same parties. The Company intends to settle these transactions by netting-off of export receivables against import payments. For export trade receivables, which are not realised within the credit period, the Company is in the process of seeking necessary approvals for extension of time from the Authorised Dealer.
- 6 The above Standalone financial results have been prepared in accordance with Indian Accounting Standards (Ind AS) as prescribed under section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and the Companies (Indian Accounting Standards) Rules, 2016.
- 7 The figures for quarter ended March 31, 2018 are the balancing figures between audited figures in respect of full financial year and published year-to date figures upto the third quarter of the year ended March 31, 2018.
- 8 Effective from 1st April 2018, the Company has adopted Ind AS 115 'Revenue from Contracts with Customers'. The adoption of this Standard did not have any impact on profits, retained earnings and earnings per share of the company.
- 9 The Company operates in only one primary business segment i.e. Diamond and Gold Jewellery. Hence, information relating to primary segments is not required to be separately disclosed.
- 10 Figures of previous periods/year have been regrouped / rearranged, wherever considered necessary.

Place : Mumbai
Dated : 13.08.2018

For and on behalf of Board of Directors


Rajeev Sheth
Chairman and Managing Director.
DIN : 00266460



Auditor's report on Quarterly Unaudited Standalone Financial Results of Tara Jewels Limited pursuant to the regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To
The Board of Directors
Tara Jewels Limited

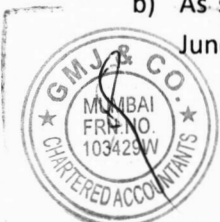
We have reviewed the accompanying statement of unaudited standalone financial results of **Tara Jewels Limited** ('the Company') for the quarter ended June 30, 2018, (the Statement) attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirement) Regulations, 2015, read with Circular No. CIR/CFD/FAC/62/2016 dated 5th July, 2016.

The statement which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards (Ind AS), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued there under and other accounting principles generally accepted in India. Our responsibility is to issue a report on the Statement based on our review.

We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

Basis for Qualified Conclusion

- a) As stated in Note 2, the Company is carrying an inventory of raw material and work in progress amounting to INR 36,692.81 lakhs as at June 30, 2018. Due to the distinctive nature of jewellery industry and impracticability in physical identification of inventory consisting of diamonds, colour stones, etc. in various sizes, cuts, colours, carat and quality, we are unable to obtain sufficient appropriate audit evidence of the extent and condition of inventory. The Company has on the basis of an internal evaluation (Mark-To-Market) provided for INR 4,179.37 lakhs as write down of inventories. In view of above and in the absence of valuation report from an external valuation expert, we are unable to comment on the realisability of raw material and work in progress amounting to INR 36,692.81 lakhs.
- b) As stated in Note 3, Trade receivables amounting to INR 50,672.02 lakhs are outstanding as at June 30, 2018. The Company has provided for loss to the extent of INR 28,916.31 lakhs as on June



30, 2018 (out of which loss amounting to INR 771.58 lakhs has been provided in current quarter), in view of long outstanding receivables. We are unable to comment on the recoverability of trade receivables of INR 21,755.71 lakhs (net of provisions).

- c) The Company's Internal Controls and compliances with policies and procedures needs to be strengthened with respect to recoverability of receivables, valuation of Inventories and timely payment of statutory dues.

Qualified Conclusion

Based on our review conducted as stated above, except for the effects of matters described in the 'Basis of Qualified Conclusion' paragraph above, nothing has come to our attention that causes us to believe that the accompanying Statement prepared in accordance with applicable Indian Accounting Standards prescribed under section 133 of Companies Act 2013 read with rules issued thereunder and other recognised accounting practices and policies generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 05, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

Emphasis of matter

- a) We draw attention to Note 4 wherein Management has prepared Standalone Ind AS financial statements on going concern basis in spite of :
- i) The company has reported loss after tax of INR 8,370.26 lakhs during the quarter ended June 30, 2018 and net liabilities exceeds net assets by INR 26,553.20 lakhs;
- ii) Lenders had already declared the company's Assets as Non-Performing Assets at the year ended March 31, 2018.

The management is working towards finding a workable solution to resolve its financial challenges with the lenders and to continue its business as a going concern. Accordingly, the management considers it appropriate to prepare these financial statements on a going concern basis.

In view of above, the situation indicates the existence of a material uncertainty that may cast significant doubt on the Company's ability to continue as a going concern.

- b) We draw attention to Note 5 wherein the Company is in the process of obtaining necessary approvals for netting-off of export receivables against import payments from same parties and extension of time period for export trade receivables not realised within the credit period.
- c) The Company is irregular in depositing its statutory dues such as Provident Fund, ESIC, Profession Tax and Income Tax Deducted at Source on timely basis, due to which the company may be liable to penal consequences under the respective laws.

Our Opinion is not qualified for above matters.

The comparative financial information of the Company for the quarter ended June 30, 2017, prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards (Ind AS), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules

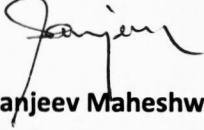


thereunder and other accounting principles generally accepted in India, have been reviewed by the predecessor auditor. The reports of the predecessor auditor on these comparative financial information and financial statements expressed an unmodified conclusion and unmodified opinion.

For GMJ & Co.

Chartered Accountants

Firm Registration No: 103429W



CA Sanjeev Maheshwari

Partner

Membership No. 38755

Place : Mumbai

Date : August 13, 2018

