



Tara Jewels Ltd
Plot 29 (P) & 30 (P), Sub plot A,
SEEPZ SEZ, Andheri (E),
Mumbai 400 096
O. +91 22 66774444
F. +91 22 66774466
www.tarajewels.in

May 29, 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
--	--

Dear Sir/Madam,

**Sub: Submission Audited Financial Results (Standalone & Consolidated) of the Company
for the year ended March 31, 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 Audited Financial Results for the year ended March 31, 2018. We enclose herewith the said Audited financial results (Standalone & Consolidated) of the Company along with 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
www.tarajewels.in

STATEMENT OF AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2018 AND CONSOLIDATED AUDITED FINANCIAL RESULT FOR THE YEAR ENDED 31 MARCH 2018

(Rs. In Lakhs)

Sr. No.	Particulars	Standalone					Consolidated	
		Quarter Ended		Year Ended			Year Ended	
		31.03.2018	31.12.2017	31.03.2017	31.03.2018	31.03.2017	31.03.2018	31.03.2017
		(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)	(Audited)	(Audited)
1	Revenue							
	a) Income from Operations	6,733.04	7,077.21	30,785.51	43,545.17	1,19,063.61	83,988.91	1,55,275.52
	b) Other Income	112.79	141.86	141.68	689.75	636.62	527.99	509.46
	Total Revenue	6,845.83	7,219.07	30,927.19	44,234.92	1,19,700.23	84,516.90	1,55,784.98
2	Expenses							
	a) Cost of Material Consumed	501.80	783.62	38,968.59	25,292.28	96,979.97	58,894.04	1,17,713.01
	b) Purchase of stock-in-trade	-	-	13.95	78.27	2,571.20	78.27	10,844.83
	c) Changes in inventories of finished goods, work-in-progress and stock -in-trade	4,990.89	4,658.52	(13,062.50)	12,082.17	4,172.17	13,632.98	2,822.78
	d) Excise duty	-	-	4.55	3.99	115.61	3.99	115.61
	e) Employee benefits expense	322.23	556.63	613.56	2,112.43	2,829.53	2,960.66	3,882.39
	f) Finance Costs	2,738.84	1,700.68	1,688.31	7,754.14	7,584.00	8,624.52	8,445.83
	g) Depreciation and Amortisation expense	343.12	366.29	513.51	1,592.98	2,217.22	1,600.32	2,232.00
	h) Other Expenses	2,599.90	1,200.63	3,331.57	6,877.05	4,626.13	9,984.00	10,176.71
	Total Expenses	11,496.78	9,266.37	32,071.54	55,793.31	1,21,095.83	95,778.78	1,56,233.16
3	Profit / (Loss) before tax (1 - 2)	(4,650.95)	(2,047.30)	(1,144.35)	(11,558.39)	(1,395.60)	(11,261.88)	(448.18)
4	Exceptional items	29,382.57	17,979.15	-	59,809.72	-	59,809.72	-
5	Profit / (Loss) before tax (3 - 4)	(34,033.52)	(20,026.45)	(1,144.35)	(71,368.11)	(1,395.60)	(71,071.60)	(448.18)
6	Tax Expense							
	a) Current tax	-	-	-	-	-	18.73	-
	b) Deferred tax	783.33	91.96	(251.37)	909.51	(213.53)	999.39	13.92
7	Net Profit / (Loss) for the period / year (5- 6)	(34,816.85)	(20,118.41)	(892.98)	(72,277.62)	(1,182.07)	(72,089.72)	(462.10)
8	Other Comprehensive Income (OCI)							
	i. Items not to be reclassified to profit and loss	(19.64)	(13.63)	(75.05)	(71.11)	(57.22)	(71.11)	(57.22)
	ii. Income tax relating to Items that will not be reclassified to profit and loss	(17.68)	5.64	26.00	-	20.62	-	20.62
	iii. Items will to be reclassified to profit and loss	-	-	-	-	-	(243.69)	(173.35)
	Total OCI	(37.32)	(7.99)	(49.05)	(71.11)	(36.60)	(314.80)	(209.95)
9	Total Comprehensive Income for the period / year (5+6)	(34,854.17)	(20,126.40)	(942.03)	(72,348.73)	(1,218.67)	(72,404.52)	-672.05*
10	Paid-up Equity Share Capital (Face Value Rs. 10 each)	2,462.29	2,462.29	2,462.29	2,462.29	2,462.29	2,462.29	2,462.29
11	Earning Per Share (face value of Rs.10 each) in (Not Annualised for quarterly figures)							
	(a) Basic	(141.40)	(81.71)	(3.63)	(293.54)	(4.80)	(292.78)	(1.88)
	(b) Diluted	(141.40)	(81.71)	(3.63)	(293.54)	(4.80)	(292.78)	(1.88)

* Attributable to equity holders of the Parent as there is no non-controlling interest.



[Handwritten signature]

Statement of unaudited Assets and Liabilities as at March 31, 2018

(Rs. In Lakhs)

Particulars	Standalone		Consolidated	
	As at 31.03.2018	As at 31.03.2017	As at 31.03.2018	As at 31.03.2017
ASSETS				
Non-Current Assets				
Property, Plant and Equipment	7,972.80	10,496.09	7,984.87	10,517.57
Capital work-in-progress	-	-	-	-
Other Intangible Assets	136.75	224.33	154.34	243.16
Financial Assets				
Investments	1,720.90	1,729.48	217.98	263.00
Other Financial Assets	45.77	51.29	45.77	51.29
Deferred tax asset (net)	-	909.51	-	999.39
Other non-current assets	266.07	234.69	266.07	427.43
	10,142.29	13,645.39	8,669.03	12,501.84
Current assets				
Inventories	34,559.71	46,630.44	38,724.76	52,219.10
Financial Assets				
Trade receivables	29,467.84	79,453.47	53,776.38	1,05,252.69
Cash and Cash Equivalents	132.06	69.37	222.73	168.62
Bank Balances Other than (iii) above	3,644.68	6,869.18	4,172.66	7,390.42
Loans	24.08	37.56	24.08	37.53
Other Financial Assets	50.57	96.51	57.12	103.57
Other Current Assets	615.38	1,439.37	1,300.12	1,690.96
	68,494.32	1,34,595.90	98,277.85	1,66,862.89
TOTAL	78,636.61	1,48,241.29	1,06,946.88	1,79,364.73
EQUITY AND LIABILITIES				
Equity				
Equity Share capital	2,462.29	2,462.29	2,462.29	2,462.29
Other Equity	(20,642.71)	51,705.72	(15,169.67)	57,234.55
	(18,180.42)	54,168.01	(12,707.38)	59,696.84
Liabilities				
Non Current Liabilities				
Financial Liabilities				
Borrowings	48.71	79.68	48.71	146.71
Provisions	422.27	435.35	422.27	435.35
	470.98	515.03	470.98	582.06
Current Liabilities				
Financial Liabilities				
Borrowings	70,077.46	55,869.32	89,372.88	74,054.26
Trade Payables				
Total outstanding dues of micro enterprises and small-enterprises	0.22	-	0.22	-
Total outstanding dues of creditors other than micro enterprises and small enterprises	13,474.18	32,071.90	16,650.95	38,799.02
Other Financial Liabilities	7,295.83	655.14	7,295.82	694.84
Other Current Liabilities	2,169.99	2,002.46	2,432.22	2,390.40
Provisions	55.81	22.29	55.81	22.29
Current Tax Liabilities (Net)	3,272.56	2,937.14	3,375.38	3,125.02
	96,346.05	93,558.25	1,19,183.28	1,19,085.83
TOTAL	78,636.61	1,48,241.29	1,06,946.88	1,79,364.73

Notes:

- The standalone financial results of the Company for the year and quarter ended March 31, 2018 and consolidated financial results for the year ended March 31, 2018 were reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on May 29, 2018.
- The Company is carrying an inventory of raw material and work in progress amounting to INR 33,099 lakhs as at March 31, 2018. The company during the year 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 32,531 lakhs as write down of inventories.
- The Company has provided for expected credit loss on trade receivables to the extent of INR 27,228 lakhs, 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.
- 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.



- 5 The Company has accumulated losses resulting in substantial erosion of its net worth and incurred net cash losses in the current financial year. The current liabilities of the Company exceeded its current assets as at the balance sheet date. 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.

However, the management is confident of finding a workable solution to resolve the financial challenges and realigning its business strategy to focus on global retail market and to continue its business as a going concern. Accordingly, the financial statements have been prepared on going concern basis.

- 6 The figures for the quarter ended March 31, 2018 and March 31, 2017 represent the balancing figure between the audited figures for the full financial years and published year to date figures upto third quarter of the respective financial year as restated in accordance with applicable Indian Accounting Standards (Ind AS).
- 7 This standalone and consolidated financial statements has been prepared in accordance with the Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India.
- 8 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.
- 9 The figures of previous period / year have been regrouped / rearranged wherever necessary / practicable to conform to current period/year

Place : Mumbai
Dated : 29.05.2018



For and on behalf of Board of Directors


Rajeev Sheth
Chairman and Managing Director
DIN : 00266460

Auditor's report on 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 of
Tara Jewels Limited

1. We have audited the accompanying Statement of standalone financial results of **Tara Jewels Limited** ("the Company") for the quarter and year ended March 31, 2018, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016. The quarterly standalone financial results are derived figures between the audited figures in respect of the year ended March 31, 2018 and the published year-to-date figures up to December 31, 2017, being the date of the end of the third quarter of the current financial year, which were subject to limited review.
2. The standalone financial results for the quarter and year ended March 31, 2018 have been prepared on the basis of the standalone financial results for the nine-month period ended December 31, 2017 and the audited annual standalone Ind AS financial statements as at and for the year ended March 31, 2018, and relevant requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016, which are the responsibility of the Company's management and have been approved by the Board of Directors of the Company.
3. Our responsibility is to express an opinion on these standalone financial results based on our audit of the standalone financial statements as at and for the year ended March 31, 2018 and our review of the standalone financial results for the nine-month period ended December 31, 2017 which was prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standards (Ind AS) specified under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder, other accounting principles generally accepted in India and the relevant requirements of the SEBI Regulations.
4. We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the



financial results are free of material misstatement(s). An audit includes examining, on test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by the management. We believe that our audit provides a reasonable basis for our audit opinion.

5. Basis for Qualified Opinion

- a) As stated in Note 2, the Company is carrying an inventory of raw material and work in progress amounting to INR 34,278 lakhs as at March 31, 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 provided for INR 32,531 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 34,278 lakhs carried in these financial statements.
- b) As stated in Note 3, the Company has provided for loss to the extent of INR 27,278 lakhs in respect of trade receivables. We have sent letters seeking confirmation of balances to debtors aggregating INR 50,644 lakhs and have received confirmation aggregating INR 12,035 lakhs only. We have not received confirmation aggregating to INR 38,608 lakhs. In view of long overdue receivables and absence of confirmations as at year end, we are unable to comment on the recoverability of trade receivables of INR 29,467 lakhs (net of provisions) carried in these financial statements.
- 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.

6. Qualified Opinion

In our opinion and to the best of our information and according to the explanations given to us, except for the effects of matters described in the 'Basis of Qualified Opinion' paragraph above, these standalone quarterly and annual financial results:

- a) are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.



- b) give a true and fair view of the standalone net Loss (financial performance including other comprehensive income) and other financial information of the company for the quarter and year ended March 31, 2018.

7. 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 72,777 lakhs during the year and net liabilities exceeds net assets by INR 18,180 lakhs;
ii) Lenders declared the company's Assets as Non-Performing Assets.

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.

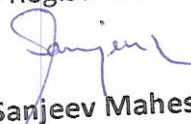
- b) We draw attention to Note 5 wherein the Company is in the process of obtaining necessary approvals for netting-off of export receivables against import payments from same parties and extension of time period for export trade receivables not realised within the credit period.
- c) The Company is irregular in depositing its statutory dues such as Provident Fund, ESIC, Profession Tax, 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.

For GMJ & Co.

Chartered Accountants

Firm Registration No: 103429W


CA Sanjeev Maheshwari

Partner

Membership No. 38755

Place: Mumbai

Date : May 29, 2018



Auditor's report on Consolidated 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 of
Tara Jewels Limited

1. We have audited the accompanying Statement of Consolidated financial results of **Tara Jewels Limited** ('the Holding Company') and its Subsidiaries (together referred to as 'The Group') for the quarter and the year ended 31 March 2018, attached herewith, (initialed by us for identification), being submitted by the Holding Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. These consolidated year to date financial results have been prepared on the basis of the consolidated financial statements for the year ended 31 March 2018 prepared in accordance with Indian Accounting Standards (Ind AS) as prescribed under Section 133 of the Companies Act, 2013 and as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016, which are the responsibility of the Holding Company's management and have been approved by the Board of Directors of the Holding Company.
2. Our responsibility is to express an opinion on these Consolidated Financial Results, based on our audit of such Consolidated Financial Statements for the year ended 31 March 2018, prepared in accordance with the Indian Accounting Standards (Ind AS) as prescribed under Section 133 of the Companies Act, 2013 read with rules thereunder and other accounting principles generally accepted in India.
3. We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts disclosed in financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.
4. ***Basis for Qualified Opinion***
 - a) As stated in Note 2, the Holding Company is carrying an inventory of raw material and work in progress amounting to INR 34,278 lakhs as at March 31, 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 Holding Company has on the basis of an internal evaluation provided for INR 32,531 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 34,278 lakhs carried in these financial statements.



- b) As stated in Note 3, the Holding Company has provided for loss to the extent of INR 27,278 lakhs in respect of trade receivables. We have sent letters seeking confirmation of balances to debtors aggregating INR 38,401 lakhs and have received confirmation aggregating INR 2,368 lakhs only. We have not received confirmation aggregating to INR 36,033 lakhs. In view of long overdue receivables and absence of confirmations as at year end, we are unable to comment on the recoverability of trade receivables of INR 29,467 lakhs (net of provisions) carried in these financial statements.
- c) The Holding 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.

5. Qualified Opinion

In our opinion and to the best of our information and according to the explanations given to us, except for the effects of the matter described in the 'Basis for Qualified Opinion' paragraph above and based on the consideration of reports of other Auditors on separate Financial Statements for Audited Subsidiaries and Unaudited financial statements submitted by the management for unaudited subsidiaries, these year to date Consolidated Financial Results:

The Consolidated financial results include the following entities at the year ended 31 March, 2018,

S.no.	Name of Company	Relation	Audit Status
1	Tara Jewels Holding INC	Wholly owned subsidiary	Unaudited and Certified by the Management
2	Fabricant Tara International LLC	Step down subsidiary	Unaudited and Certified by the Management
3	Tara Hong Kong Limited	Wholly owned subsidiary	Audited by other Auditor
4	Tara China Jewelry Limited	Step down subsidiary	Audited by other Auditor

- a) are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.
- b) Gives a true and fair view of the net loss, (financial performance including other comprehensive income) and other financial information for the year ended 31 March, 2018.

6. 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 Group has reported loss after tax of INR 72,049 lakhs during the year and net liabilities exceeds net assets by INR 12,674 lakhs;
- ii) Lenders declared the company's Assets as Non-Performing Assets.



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, 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.

7. Other Matters

We did not audit the financial statements/ consolidated financial statements of subsidiaries, whose financial statements / consolidated financial statements reflect total assets of Rs. 21,835 lakhs as at March 31, 2018, total revenues of Rs. 34,737 lakhs and net cash flows amounting to Rs. 77 lakhs for the year ended on that date, as considered in the consolidated Ind AS financial statements. These financial statements/consolidated financial statements of subsidiaries have been audited by other auditors whose reports have been furnished to us by the Management and our opinion on the consolidated Ind AS 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-sections (3) of Section 143 of the Act, in so far as it relates to the aforesaid subsidiaries is based solely on the reports of the other auditors. The Holding Company's Management has converted the financial statements of such subsidiaries incorporated outside India from accounting principles generally accepted in their respective countries to accounting principles generally accepted in India. We have audited these conversion adjustments made by the Holding Company's Management. Our opinion is so far as it relates to the balances and affairs of such subsidiaries located outside India is based on the report of other auditors and the conversion adjustments prepared by the management of the Holding Company and audited by us.

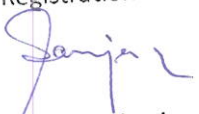
We did not audit the financial statements / consolidated financial statements of subsidiaries, whose financial statements / consolidated financial statements reflect total assets of Rs. 21,345 lakhs as at 31st March, 2018, total revenues of Rs. 34,633 lakhs and net cash flows amounting to Rs. (86) lakhs for the year ended on that date, as considered in the consolidated Ind AS financial statements. These financial statements / consolidated financial statements of subsidiaries are unaudited and have been furnished to us by the Management and our opinion on the consolidated In AS financial statements, in so far as it related to the amounts and disclosures included in respect of these subsidiaries and our report in terms of sub section (3) of Section 143 of the Act in so far as it relates to the aforesaid subsidiaries is based solely on



such unaudited financial statements / consolidated financial statements management's representation.

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

For GMJ & Co.
Chartered Accountants
Firm Registration No: 103429W


CA Sanjeev Maheshwari
Partner
Membership No. 38755
Place: Mumbai
Date : May 29, 2018

