VAIBHAV GLOBAL LIMITED

Ref: VGL/CS/2017/111

Date: 31st October, 2017

National Stock Exchange of India Limited (NSE)
Exchange Plaza, C-1, Block G,
Bandra Kurla Complex,
Bandra, Mumbai – 400 051
Scrip Code: VAIBHAVGBL

BSE Limited
Phiroze JeejeeBhoy Towers,
Dalal Street,
Mumbai – 400 001
Scrip Code: 532156

Subject: Unaudited Financial Results for the quarter & half year ended 30th September, 2017

Dear Sir / Madam,

Pursuant to regulation 33 of the SEBI (LODR) Regulations, 2015, please find enclosed Unaudited Financial Results as per Indian Accounting Standards (IndAS) along with Limited Review Report for the quarter & half year ended 30th September, 2017.

Kindly take the same on record.

Thanking you,

Yours Truly,

For Vaibhav Global Limited

31/10/2017

VAIBHAV GLOBAL LIMITED JAIPUR

Sushil Sharma
Company Secretray & Compliance Officer
FCS: 6535

VAIBHAV GLOBAL LIMITED

REGD OFF : K-6B, FATEH TIBA, ADARSH NAGAR, JAIPUR-302004
CIN L36911RJ1999PLC015945
Tel: 91-141-2601020, Fax: 91-141-2605077, E Mail: investor_relations@vaibhavglobal.com, Website: www.vaibhavglobal.com

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30 SEPTEMBER 2017

(Rs. in lacs, unless otherwise stated)

Particulars	Consolidated					Standalone				
	Quarter ended			Six months ended		Quarter ended			Six months ended	
	30-Sep-17 (Unaudited)	30-Jun-17 (Unaudited)	30-Sep-16 (Unaudited)	30-Sep-17 (Unaudited)	30-Sep-16 (Unaudited)	30-Sep-17 (Unaudited)	30-Jun-17 (Unaudited)	30-Sep-16 (Unaudited)	30-Sep-17 (Unaudited)	30-Sep-16 (Unaudited)
1. Income										
a Revenue from operations										
(i) Sale of goods	35,182.05	32,965.03	34,450.05	68,147.08	65,798.19	10,029.25	10,565.57	12,457.54	20,594.82	23,096.39
(ii) Exchange gain	231.30	299.57	64.90	530.87	6.46	230.73	303.89	163.57	534.62	218.83
	35,413.35	33,264.60	34,514.95	68,677.95	65,804.65	10,259.98	10,869.46	12,621.11	21,129.44	23,315.22
b Others	250.53	307.66	424.88	558.19	699.25	108.84	95.96	96.13	204.80	132.71
Total income	**35,663.88**	**33,572.26**	**34,939.83**	**69,236.14**	**66,503.90**	**10,368.82**	**10,965.42**	**12,717.24**	**21,334.24**	**23,447.93**
2. Expenses										
a Cost of materials consumed	6,202.13	6,789.42	8,442.80	12,991.55	14,723.52	6,202.44	6,789.11	8,442.80	12,991.55	14,723.52
b Purchase of stock-in-trade	6,826.17	6,389.29	5,878.95	13,215.46	11,193.79	351.82	312.66	304.44	664.48	623.15
c Change in inventories of finished goods, work-in-progress and stock-in-trade	(1,793.50)	(3,063.72)	(2,085.48)	(4,857.22)	(4,113.31)	60.93	(128.17)	383.37	(67.24)	922.13
d Employees benefit expense	6,370.59	6,456.03	6,059.99	12,826.62	11,831.35	873.96	967.73	877.04	1,841.69	1,828.59
e Finance cost	70.09	142.70	159.48	212.79	320.90	44.37	99.98	122.08	144.35	236.21
f Depreciation and amortisation expenses	664.99	742.50	713.80	1,407.48	1,377.56	90.55	96.00	198.64	186.55	377.02
g Other expenses:						-	-	-	-	-
(i) Manufacturing expenses	1,767.54	1,725.10	1,835.59	3,492.64	3,547.61	1,208.45	1,210.24	1,216.64	2,418.68	2,389.25
(ii) Administrative and selling expenses (refer note 9)	13,191.53	12,767.29	13,107.06	25,958.83	25,652.73	545.84	487.12	545.43	1,032.95	1,092.05
Total expenses	**33,299.54**	**31,948.61**	**34,114.19**	**65,248.15**	**64,534.15**	**9,378.36**	**9,834.67**	**12,090.44**	**19,213.01**	**22,191.92**
3. Profit from operations before exceptional items and tax (1-2)	**2,364.34**	**1,623.65**	**825.64**	**3,987.99**	**1,969.75**	**990.46**	**1,130.75**	**626.80**	**2,121.23**	**1,256.01**
4 Exceptional items	-	-	-	-	-	-	-	-	-	-
5. Profit from ordinary activities before tax (3+4)	**2,364.34**	**1,623.65**	**825.64**	**3,987.99**	**1,969.75**	**990.46**	**1,130.75**	**626.80**	**2,121.23**	**1,256.01**
6. Tax expense (refer note 4)	**368.37**	**116.72**	**(30.86)**	**485.09**	**14.69**	**18.02**	**340.15**	**245.04**	**358.18**	**529.55**
a Current tax	638.94	553.52	105.58	1,192.46	531.79	210.70	242.10	245.14	452.80	520.38
b Deferred tax charge / (credit)	(270.57)	(436.80)	(136.44)	(707.37)	(517.10)	(192.68)	98.05	(0.09)	(94.62)	9.17
Total tax expense	**368.37**	**116.72**	**(30.86)**	**485.09**	**14.69**	**18.02**	**340.15**	**245.04**	**358.18**	**529.55**
7. Profit for the period (5-6) (A)	**1,995.97**	**1,506.93**	**856.50**	**3,502.90**	**1,955.06**	**972.44**	**790.60**	**381.76**	**1,763.05**	**726.46**
8. Other comprehensive income (B)										
A i) Items that will not be reclassified to profit & loss	(33.73)	15.52	21.62	(18.21)	(58.18)	(17.41)	(0.13)	11.96	(17.54)	23.93
ii) Income-tax relating to items that will not be reclassified to profit & loss	9.35	(9.07)	(6.33)	9.28	(12.66)	-	-	-	-	-
B i) Items that will be reclassified to profit & loss	131.77	105.72	(159.94)	237.36	(207.95)	-	-	-	-	-
ii) Income-tax relating to items that will be reclassified to profit & loss	-	-	-	-	-	-	-	-	-	-
9. Total comprehensive income for the period (A+B)	**2,103.35**	**1,628.10**	**711.85**	**3,731.33**	**1,676.26**	**955.03**	**790.47**	**393.72**	**1,745.51**	**750.39**
10. Profit for the period attributable to :										
a Owners of Vaibhav Global Limited	1,995.97	1,506.93	856.50	3,502.90	1,955.06	972.44	790.60	381.76	1,763.05	726.46
b Non-controling interest	-	-	-	-	-	-	-	-	-	-
11. Other comprehensive income attributable to :										
a Owners of Vaibhav Global Limited	107.38	121.17	(144.65)	228.43	(278.80)	(17.41)	(0.13)	11.96	(17.54)	23.93
b Non-controling interest	-	-	-	-	-	-	-	-	-	-
12. Total comprehensive income attributable to :										
a Owners of Vaibhav Global Limited	2,103.35	1,628.10	711.85	3,731.33	1,676.26	955.03	790.47	393.72	1,745.51	750.39
b Non-controling interest	-	-	-	-	-	-	-	-	-	-
13. Paid-up Equity Share Capital (Face value per share of Rs. 10/-)	3,254.22	3,253.53	3,251.45	3,254.22	3,251.45	3,254.22	3,253.79	3,251.45	3,254.22	3,251.45
14. Earnings per share for the period (after exceptional item)										
i) Basic	6.46	5.00	2.19	11.47	5.15	2.93	2.43	2.31	5.36	2.31
ii) Diluted	6.22	4.89	2.16	11.11	5.08	2.84	2.37	2.27	5.20	2.27

VAIBHAV GLOBAL LIMITED JAIPUR

Notes :

1. The above unaudited results for the quarter and six months ended 30 September 2017 have been reviewed by the Audit Committee & approved by the Board of Directors at their respective meetings held on 31t October 2017 The above results have been subject to limited review by the statutory auditors of the Company, as required under Regulation 33 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015.The reviewed reports of the Statutory Auditors are unqualified.

2. These financial results have been prepared in accordance with Indian Accounting Standards ('Ind AS') prescribed under Section 133 of the Companies Act, 2013 read with the relevant rules thereunder and in terms of Regulation 33 of the SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 and SEBI Circular dated 5 July 2016. Beginning 1 April 2017, the Company has, for the first time adopted Ind AS with a transition date of 1 April 2016. Consequently, erstwhile Indian Generally Accepted Accounting Principles (Previous GAAP) results for the quarter ended 30 September 2016 have been restated to make them comparable, the Company has further opted to avail the relaxation provided by SEBI in respect of disclosure and requirements for the corresponding figures of earlier periods. Accordingly, the balance sheet as at 31 March 2017 have not been presented and only the figures for the half year ended and quarter ended 30 September 2016 have been presented after incorporating the applicable Ind AS adjustments

3. The Company has prepared a reconciliation of the net profit for the corresponding periods under the previously applicable Generally Accepted Accounting principles ('previous GAAP') with the total comprehensive income as reported in these financial results under Ind AS. The net profit reconciliation for the quarter ended 30 September 2016 for standalone and consolidated financial results are presented below:

Rs. In Lacs

Net profit reconciliation	Quarter ended 30 Sep 2016		Half Year ended 30 Sep 2016	
	Consolidated	Standalone	Consolidated	Standalone
Profit after tax (PAT) as per previous GAAP	**726.86**	**357.49**	**1,587.35**	**753.30**
Employee share based payments (refer note (i) below)	(52.62)	42.06	(133.06)	(25.01)
Other adjustments	0.35	8.08	(9.77)	8.08
Reduction in value of investments in equity/securities on account of fair valuation (refer note (ii) below)	3.32	-	(94.78)	-
Foreign currency translation reserve (refer note (iii) below)	(149.26)	8.18	(105.70)	8.18
Income tax impact of above adjustments	20.46	(22.09)	37.01	5.84
Deferred tax recognised on foreign subsidiaries (refer note (iv) below)	162.73	-	395.21	-
Total comprehensive income	**711.85**	**393.72**	**1,676.26**	**750.39**

(i) Employee share based payments represent the fair valuation of employee stock options as against intrinsic value basis under erstwhile IGAAP.

(ii) Investments (other than investments in subsidiaries) have been classified as "fair value through OCI" under Ind-AS as against cost basis under erstwhile IGAAP and consequential adjustments has been considered in the period in which fair value has changed

(iii) Under Ind-AS, exchange differences on translation of foreign operations are recorded in other comprehensive income

(iv) Under Ind-AS, deferred tax recognised on timing difference on account of tax losses carried forward in subsidiary entities.

4. Current tax includes minimum alternate tax (MAT) and deferred tax includes MAT credit entitlement.

5. During the quarter and six months ended 30 September 2017, the B2C turnover has grown up by 32 crores in Q2 and 46 crores in H1 against corresponding periods and in percentage terms growth has recorded 11% and 8 % in Q2 and H1 respectively the B2B turnover has declined by 25 crores in Q2 and 22 crores in H1 against corresponding periods and in percentage terms decline by 45% and 25 % in Q2 and H1 respectively.

6. Based on the technical evaluation, the Group has reassessed the depreciation method and useful life of certain property, plant and equipment and intangibles. Accordingly, the following changes have been made with effect from 1 April 2017:

(i) depreciation method on standalone basis has been changed from written down value method to straight line basis; and

(ii) useful life of certain property, plant and equipment and intangibles has been revised as below:

Category	Existing useful life (Years)	Revised useful life (Years)
Studio equipment	4-5	5
Computers	3-4	3
Software	3-5	4

Had the Company continued with the previously assessed useful lives and depreciation method, charge for depreciation for the six months and quarter ended 30 September 2017 would have been higher by Rs. 176.5 lacs and 104.30 lacs respectively on standalone basis and lower by Rs. 95.9 lacs and Rs. 90.4 lacs respectively on consolidated basis with consequent impact on profit before tax for the period.

7. The consolidated financial results include the financial results of the parent company Vaibhav Global Limited 'the group' and the financial results of the following subsidiaries:

- STS Jewels Inc., USA
- STS Gems Thai Limited, Thailand
- STS Gems Limited, Hongkong
- STS Gems Japan Limited
- Genoa Jewellers Limited, BVI
- PT. STS Bali (Step Down Subsidiary)
- Jewel Gem USA Inc., (Step Down Subsidiary)
- The Jewellery Channel limited, UK (Step Down Subsidiary)
- The Jewelery Channel Inc. USA (Step Down Subsidiary)

8. During the quarter, the Company allotted 4,384 equity shares of Rs. 10/- each under the Company's Employees Stock Option Scheme-2006 (As Amended).

9. Item exceeding 10% of total expenses (included in administrative and selling expenses)

Particulars	Quarter ended- Consolidated		
	30-Sep-17	30-Jun-17	30-Sep-16
Content & Broadcasting Expenses	5,630.78	5,834.83	6,649.78

10. Figures for the previous quarters are reclassified/rearranged/re-grouped, wherever required to conform to the classification of the current quarter.

Place : Jaipur
31 October, 2017

For and on behalf of the Board of Directors

Sunil Agrawal
Chairman & Managing Director
DIN :00061142

VAIBHAV GLOBAL LIMITED JAIPUR

VAIBHAV GLOBAL LIMITED

STATEMENT OF ASSETS & LIABILITIES AS AT 30 September 2017

(Rs. in lacs, unless otherwise stated)

Particulars	Consolidated	Standalone
	As at 30 September 2017	As at 30 September 2017
	(Unaudited)	(Unaudited)
Assets		
Non-current assets		
Property, plant and equipment	6,975.71	4,049.08
Goodwill	2,868.32	-
Other intangible assets	2,254.05	125.75
	12,098.08	4,174.83
Financial assets		
Investments	50.57	29,256.31
Loans	-	1,638.13
Others	828.67	219.84
Deferred tax assets (net)	2,873.72	225.10
Other tax assets (net)	783.20	395.53
Other non-current assets	103.96	13.29
Total non-current assets	**16,738.20**	**35,923.03**
Current assets		
Inventories	36,540.90	10,539.01
Financial assets		
Investments	1,575.00	1,575.00
Trade receivables	9,014.63	10,838.25
Cash and cash equivalent	4,787.44	3,489.27
Bank balance other than above	88.29	0.50
Loans	110.45	34.15
Others	540.46	501.69
Other current assets	2,227.47	726.08
Total current assets	**54,884.64**	**27,703.95**
Total assets	**71,622.84**	**63,626.98**
Equity and liabilities		
Equity		
Equity share capital	3,254.22	3,254.22
Other equity	43,887.61	48,528.28
Equity attributable to equity holders of the parent	**47,141.83**	**51,782.50**
Liabilities		
Non-current liabilities		
Provisions	320.14	310.14
Other non-current liabilities	187.45	-
Total non-current liability (A)	**507.59**	**310.14**
Current liabilities		
Financial liabilities		
Borrowings	8,019.89	7,483.85
Trade payables	11,454.55	3,514.34
Other payables	891.33	258.63
Other current financial liabilities	65.58	-
Current tax liabilities (net)	810.41	72.72
Provisions	787.54	130.09
Other current liabilities	1,944.12	74.71
Total current liability (B)	**23,973.42**	**11,534.34**
Total liabilities (A+B)	**24,481.01**	**11,844.48**
Total equity and liabilities	**71,622.84**	**63,626.98**

VAIBHAV GLOBAL LIMITED JAIPUR

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Chartered Accountants

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Fax: + 91 124 235 8613

Review Report to
The Board of Directors of Vaibhav Global Limited

1. We have reviewed the accompanying statement of unaudited standalone financial results ('Statement') of Vaibhav Global Limited for the quarter and six months ended 30 September 2017 attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

2. This Statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on these Statements based on our review.

3. 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 are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited standalone financial results for the quarter and six months ended 30 September 2017 prepared in accordance with applicable accounting standards i.e. Ind AS prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other recognized accounting practices and policies 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 dated 5 July 2016 including the manner in which it is to be disclosed, or that it contains any material misstatement.

5. Attention is drawn to the fact that the figures for the corresponding quarter and six months ended 30 September 2016 are based on the previously issued financial results that were reviewed by the predecessor auditors as adjusted for differences in the accounting principles adopted by the Company on transition to Indian Accounting Standards ('Ind AS'), have been approved by the Company's Board of Directors but have not been subjected to review. These adjustments reconcile the net profit for the corresponding periods under the previously applicable Generally Accepted Accounting Principles with the total comprehensive income as reported in these financial results under Ind AS.

For B S R & Co. LLP
Chartered Accountants
Firm Registration number: 101248W/W-100022

Rajiv Goyal
Partner
Membership No. 094549

Place: Jaipur
Date: 31 October 2017

B S R & Co. LLP
Chartered Accountants

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DLF Cyber City, Phase - II
Gurugram - 122 002, India

Telephone: + 91 124 719 1000
Fax: + 91 124 235 8613

Review Report to
The Board of Directors of Vaibhav Global Limited

1. We have reviewed the accompanying statement of unaudited consolidated financial results ('Statement') of Vaibhav Global Limited ('the Company') and its subsidiaries (collectively referred to as 'the Group'), for the quarter and six months ended 30 September 2017 attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

2. This Statement is the responsibility of the Company's management and has been approved by the Board of Directors. Our responsibility is to issue a report on the Statement based on our review.

3. We conducted our review in accordance with the Standards 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 standards requires that we plan and perform the review to obtain moderate assurance as to whether the financial results are free from material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit opinion and accordingly, we do not express an audit opinion.

4. We did not review the financial results of 3 subsidiaries, whose financial results reflect total assets of Rs. 11,853.48 lacs (Rs. 4,291.02 lacs, net of eliminations on consolidation) as at 30 September 2017 and total revenue including other income of Rs. 6,640.10 lacs (Rs. 172.88 lacs, net of eliminations on consolidation) and Rs. 12,847.22 lacs (Rs. 374.28 lacs, net of eliminations on consolidation), for the quarter and six months ended 30 September 2017 respectively, as considered in the consolidated unaudited financial results. These financial results have been reviewed by other auditors whose reports have been furnished to us by the Management and our opinion on the consolidated financial results, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries and our review report on the unaudited consolidated financial results, insofar as it relates to the aforesaid subsidiaries, is based solely on the review reports of the other auditors.

5. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited consolidated financial results for the quarter and six months ended 30 September 2017 prepared in accordance with applicable accounting standards i.e. Ind AS prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other recognized accounting practices and policies, 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 dated 5 July 2016 including the manner in which it is to be disclosed, or that it contains any material misstatement.

6. Attention is drawn to the fact that the figures for the corresponding quarter and six months ended 30 September 2016 are based on the previously issued consolidated financial results that were reviewed by the predecessor auditors as adjusted for differences in the accounting principles adopted by the Company on transition to Indian Accounting Standards ('Ind AS'), have been approved by the Company's Board of Directors but have not been subjected to review. These adjustments reconcile the consolidated net profit for the corresponding periods under the previously applicable Generally Accepted Accounting Principles with the consolidated total comprehensive income as reported in these consolidated financial results under Ind AS.

For **B S R & Co. LLP**
Chartered Accountants
Firm's Registration number: 101248W/W-100022

Rajiv Goyal
Partner
Membership No. 094549

Place: Jaipur
Date: 31 October 2017