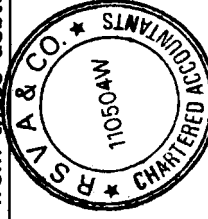
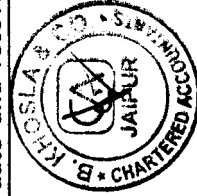




GOENKA DIAMOND AND JEWELS LIMITED
Registered Office: 401, Pancharatna, MSB Ka Rasta, Johari Bazar, Jaipur : 302003, Rajasthan
CIN No.L36911RJ1990PLC005651

FORM B – CONSOLIDATED FINANCIAL STATEMENTS

Name of Company	Goenka Diamond and Jewels Limited		
Annual Financial Statement for the year ended	31-03-2016		
Type of Audit Qualification	Comments in Auditors Report		
Basis of Qualified Opinion	Management Reply		
Frequency of Qualification: Appearing for first time	Trade Receivables denominated in foreign currency outstanding for more than two years amounting to Rs. 534,14,25,587/- have not been restated at the year-end using the closing rate, which is not in accordance with Accounting Standard 11 "Effects of changes in foreign exchange rates". Accordingly, the Trade Receivables are understated by Rs. 31,93,46,433/- and Loss before tax for the year would have been reduced by the same amount and Loss after tax would have been Rs. 24,20,55,558/-.	Foreign Currency Trade Receivables outstanding prior to April 1, 2014 have not been restated based on exchange rate as at the end of the year unlike in previous quarter. These Trade Receivables have been carried forward based on exchange rate as at the end of March 31, 2015 as it is deemed prudent not to take cognizance of unrealised exchange difference on notional basis due to uncertainties with regard to expected time frame for realisation of Trade Receivables. The company shall account for the actual exchange difference at the time of realization of these trade receivables.	
Basis of Disclaimer of Opinion			
Frequency of Qualification: Appeared earlier in FY 2013-14 and FY 2014-15.	Trade Receivables amounting to Rs. 751,35,28,818/- includes Rs.716,89,02,123/- outstanding of more than six months from due date. Though, confirmations amounting to Rs. 3,22,94,87,505/- were received from Trade Receivables on the request by the management, there have been defaults on payment obligations by the debtors on due date and recoveries from these debtors are	Regarding auditors observations relating to old outstanding Trade Receivables, recall of loans, disputes amongst promoters and other factual position regarding business relating to liquidity crunch, decrease in sales, overdue creditors, non-payment of statutory dues, defaults in repayment of loans and interest etc., the management is of the view that due to certain unfavourable development in	

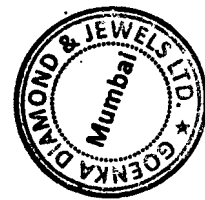
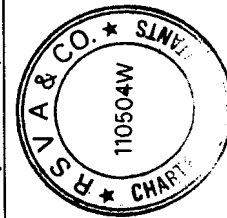
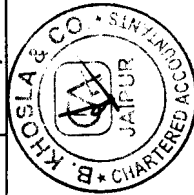


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GOENKA DIAMOND AND JEWELS LIMITED
Registered Office: 401, Pancharatna, MSB Ka Rasta, Johari Bazar, Jaipur : 302003, Rajasthan
CIN No.L36911RJ1990PLC005651

	not significant. In view of the above we are unable to comment on the time frame of the realisability of these debts and any provision to be made for un-realisation in the carrying amount of these balances and the consequent impact on the consolidated financial statements.	earlier periods on account of disputes amongst promoters, the recovery from trade receivables are slow but at the same time management is hopeful that these trade receivables are good and recoverable. The Company is taking all possible efforts to recover old trade receivables and shall also initiate legal action where ever considered necessary. Due to slow recovery from trade receivables, there is a temporary mismatch in the cash flow resulting in default in repayment of statutory dues and dues to certain banks owing to which certain banks have classified the account as NPA and recalled their loans. With regard to recall of loans, liquidity crunch and availability of finance, the Company is taking steps to revive its business operations and intend to approach consortium bankers for restructuring of its loans.
Frequency of Qualification: Appearing for first time	The Group's operating results have been materially affected due to various factors including non-realization of debtors, dispute amongst promoters, non-availability of finance due to recall of loans by majority of banks in consortium, overall substantial decrease in volume of business and sales, non-payment of statutory dues and taxes, overdue creditors, defaults in repayment of loans and interest, non realization of interest on debentures of associate. These events cause significant doubts on the ability of the group to continue as a going concern. The appropriateness of the going concern assumption is dependent on the group's ability to raise adequate finance from alternative means and / or recoveries from overseas debtors to meet its short term and long term obligations as well as to establish consistent business operations. In absence of any convincing audit evidence, non recovery of trade receivable on due date, non-payment of liabilities including statutory dues, financial difficulty faced by the company	



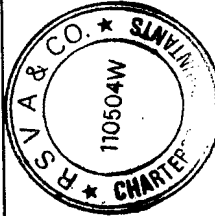
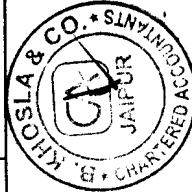
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GOENKA DIAMOND AND JEWELS LIMITED
Registered Office: 401, Pancharatna, MSB Ka Rasta, Johari Bazar, Jaipur : 302003, Rajasthan
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	due to recalling of the bank finance facilities and in view of multiple uncertainties as stated above we are unable to determine the possible effect on the consolidated financial statements. We are also unable to conclude on ability of the company to carry on as a going concern.	
Frequency of Qualification: Appearing for first time	Because of the significance of the matters described in the basis of disclaimer of opinion paragraph, specifically relating to multiple uncertainties created due to factors such as non recovery of trade receivables on due dates, non-payment of liabilities including statutory dues, financial difficulties faced by company due to recalling of bank finance, it is not possible to form an opinion on the financial statements due to the potential interaction of the uncertainties and their possible cumulative effect on the financial statements. Accordingly, we do not express an opinion on the financial statements	
Emphasis of Matter		
Frequency of Qualification: Since 2011-12	Valuation of inventory is based on determination of estimated net realizable value and specific identification involving technical judgment of management and which has been relied upon by us	Management has properly valued the inventory based on determination of estimated net realizable value and specific identification.
Frequency of Qualification: Appearing for first time	Since majority of banks in consortium have classified its loans to company as NPA and have recalled their loans are either not	The management in its best judgment and as a matter of prudence has accounted for all probable interest liability wherever banks



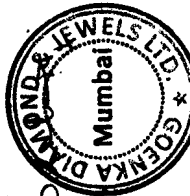
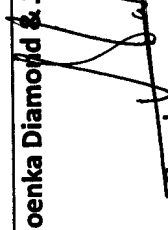
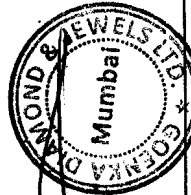
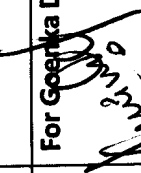
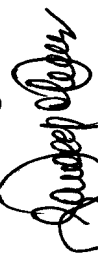
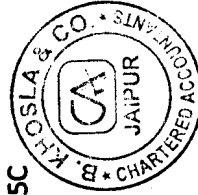
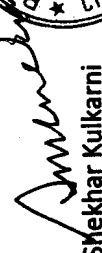
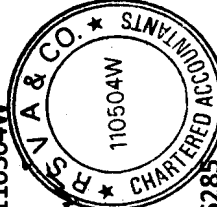
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GOENKA DIAMOND AND JEWELS LIMITED
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	charging interest or have charged excess interest in earlier years. In order to account all probable liabilities the management in its best judgment has provided interest on such loans. The management is of the opinion that any difference on account of interest, penal interest shall be accounted for as and when the interest is charged or adjusted by the banks. Further, one of the bank having outstanding dues of Rs. 4,20,99,570/- has neither issued bank statements nor confirmed balance outstanding as at year-end. However, the management has confirmed that all transactions have been recorded in the books of accounts	have not applied interest and has made adequate representations to bank(s) where excess interest has been charged by bank in earlier periods.	
To be signed by For Goenka Diamond & Jewels Ltd.  Nandlal Goenka Chairman DIN : 00125281 	For Goenka Diamond & Jewels Ltd.  Navneet Goenka MD & CFO DIN : 00164428 	For Goenka Diamond & Jewels Ltd.  Kevin Shah Chairman Audit Committee DIN : 07027089 	
	For B Khosla & Co. ICAI Firm Regn. No. 000205C  Sandeep Khosla Partner Membership No.: 75482 	For RSVA & Co. ICAI Firm Regn. No. 110504W  Shekhar Kulkarni Partner Membership No.: 46285 	



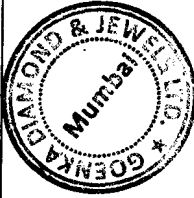
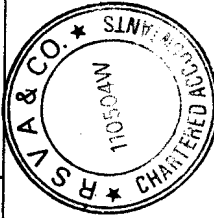
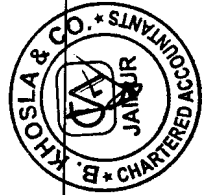
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GOENKA DIAMOND AND JEWELS LIMITED
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FORM B – STANDALONE FINANCIAL STATEMENTS

Name of Company	Goenka Diamond and Jewels Limited	
Annual Financial Statement for the year ended	31-03-2016	
Type of Audit Qualification	Comments in Auditors Report	Management Reply
Basis of Qualified Opinion		
Frequency of Qualification: Appearing for first time	The company has not reported following monetary items denominated in foreign currency as at year-end using the closing rate which is not in accordance with Accounting Standard 11 "Effects of changes in foreign exchange rates" i) Trade Receivables outstanding for more than two years amounting to Rs.534,14,25,587/-. ii) Advance given to one of the subsidiary amounting to Rs.59,78,485/-. Accordingly, the Trade Receivables and Advances are understated by Rs.31,93,46,433/- and Rs.3,57,434/- respectively and loss for the year would have been reduced by the same amount, resulting in profit before tax of Rs.34,29,750/- and Loss after Tax of Rs.98,13,802/-.	Foreign Currency Trade Receivables outstanding prior to April 1, 2014 and advance given to a subsidiary have not been restated based on exchange rate as at the end of the year unlike in previous quarter. These Trade Receivables and Advances have been carried forward based on exchange rate as at the end of March 31, 2015 as it is deemed prudent not to take cognizance of unrealised exchange difference on notional basis due to uncertainties with regard to expected time frame for realisation of Trade Receivables and advances. The company shall account for the actual exchange difference at the time of realization of these trade receivables.

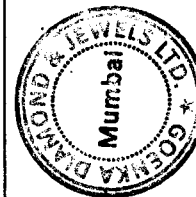
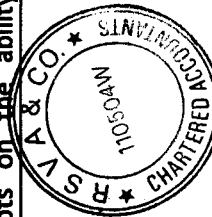
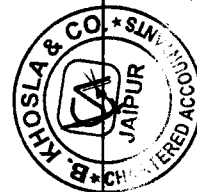


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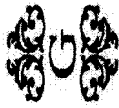


Basis of Disclaimer of Opinion		
Frequency of Qualification: Appeared earlier in FY 2013-14 and FY 2014-15.	Trade Receivables amounting to Rs.699,23,30,064/- includes Rs. 664,77,03,367/- outstanding of more than six months from due date. Though, confirmations amounting to Rs.3,22,94,87,505/- were received from Trade Receivables on the request by the management, there have been defaults on payment obligations by the debtors on due date and recoveries from these debtors are not significant. In view of the above we are unable to comment on the time-frame of the realisability of these debts and any provision to be made for un-realisation in the carrying amount of these balances and the consequent impact on the financial statements.	Regarding auditors observations relating to old outstanding Trade Receivables, recall of loans, disputes amongst promoters and other factual position regarding business relating to liquidity crunch, decrease in sales, overdue creditors, non-payment of statutory dues, defaults in repayment of loans and interest etc., the management is of the view that due to certain unfavourable development in earlier periods on account of disputes amongst promoters, the recovery from trade receivables are slow but at the same time management is hopeful that these trade receivables are good and recoverable. The Company is taking all possible efforts to recover old trade receivables and shall also initiate legal action where ever considered necessary. Due to slow recovery from trade receivables, there is a temporary mismatch in the cash flow resulting in default in repayment of statutory dues and dues to certain banks owing to which certain banks have classified the account as NPA and recalled their loans. With regard to recall of loans, liquidity crunch and availability of finance, the Company is taking steps to revive its business operations and intend to approach consortium bankers for restructuring of its loans.
Frequency of Qualification: Appearing for first time	The Company's operating results have been materially affected due to various factors including non-realization of debtors, dispute amongst promoters, non-availability of finance due to recall of loans by majority of banks in consortium, overall substantial decrease in volume of business and sales, non-payment of statutory dues and taxes, overdue creditors, defaults in repayment of loans and interest, non realization of interest on loans and debentures from subsidiaries and associates. These events cause significant doubts on the ability of the company to	



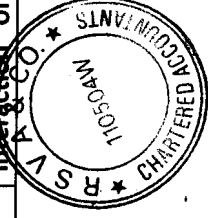
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	continue as a going concern. The appropriateness of the going concern assumption is dependent on the company's ability to raise adequate finance from alternative means and / or recoveries from overseas debtors to meet its short term and long term obligations as well as to establish consistent business operations. In absence of any convincing audit evidence, non recovery of trade receivable on due date, non-payment of liabilities including statutory dues, financial difficulty faced by the company due to recalling of the bank finance facilities and in view of multiple uncertainties as stated above we are unable to determine the possible effect on the financial statements. We are also unable to conclude on ability of the company to carry on as a going concern.	
Frequency of Qualification: Appearing for first time	Because of the significance of the matters described in the basis of disclaimer of opinion paragraph, specifically relating to multiple uncertainties created due to factors such as non recovery of trade receivables on due dates, non-payment of liabilities including statutory dues, financial difficulties faced by company due to recalling of bank finance, it is not possible to form an opinion on the financial statements due to the potential interrelation of the uncertainties and their	

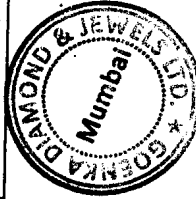
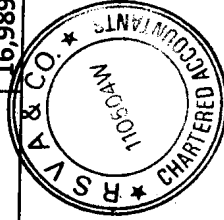
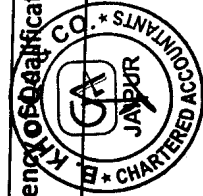


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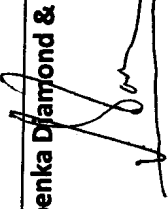
GOENKA DIAMOND AND JEWELS LIMITED
Registered Office: 401, Pancharatna, MSB Ka Rasta, Johari Bazar, Jaipur : 302003, Rajasthan
CIN No.L36911RJ1990PLC005651

	possible cumulative effect on the financial statements. Accordingly, we do not express an opinion on the financial statements	
Emphasis of Matter		
Frequency of Qualification: Since 2011-12	Valuation of inventory is based on determination of estimated net realizable value and specific identification involving technical judgment of management and which has been relied upon by us	Management has properly valued the inventory based on determination of estimated net realizable value and specific identification.
Frequency of Qualification: Appearing for first time	Since majority of banks in consortium have classified its loans to company as NPA and have recalled their loans are either not charging interest or have charged excess interest in earlier years. In order to account all probable liabilities the management in its best judgment has provided interest on such loans. The management is of the opinion that any difference on account of interest, penal interest shall be accounted for as and when the interest is charged or adjusted by the banks. Further, one of the bank having outstanding dues of Rs. 4,20,99,570/- has neither issued bank statements nor confirmed balance outstanding as at year-end. However, the management has confirmed that all transactions have been recorded in the books of accounts	The management in its best judgment and as a matter of prudence has accounted for all probable interest liability wherever banks have not applied interest and has made adequate representations to bank(s) where excess interest has been charged by bank in earlier periods.
Frequency of Qualification: Appearing for first time	The company has made investment of Rs. 16,989 and has given advance of	The management is of the view that the investment is in the nature of long term





GOENKA DIAMOND AND JEWELS LIMITED
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		Rs.1,63,99,529 to its subsidiary namely M.B. Diamonds LLC whose net-worth is negative against which no provision has been made as the management is of the view that the investment is long term in nature and the subsidiary has substantial business value	investment and the diminution in value is of temporary in nature. The management is confident that the subsidiary shall revive its operations in near future and therefore no provision is required against such investment and advances.
To be signed by			
For Goenka Diamond & Jewels Ltd.	For Goenka Diamond & Jewels Ltd.	For Goenka Diamond & Jewels Ltd.	For Goenka Diamond & Jewels Ltd.
 Nandlal Goenka Chairman DIN : 00125281	 Navneet Goenka MD & CFO DIN : 00164428	 Kevn Shah Chairman Audit Committee DIN : 07027089	 Shekhar Kulkarni Partner Membership No.: 46285
	For B Khosla & Co. ICAI Firm Regn. No. 00020590 Sandeep Mundra Partner Membership No.: 75482	For RSVA & Co. ICAI Firm Regn. No. 110504W Shekhar Kulkarni Partner Membership No.: 46285	

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**Auditor's Report on Annual Standalone Financial Results of the Company Pursuant to
Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations,
2015**

To
The Board of Directors
Goenka Diamonds and Jewels Limited

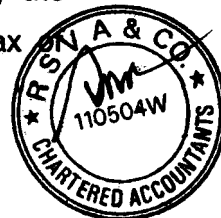
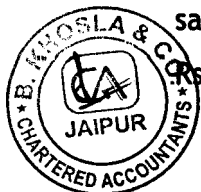
1. We have audited the accompanying Statement of Annual Standalone Financial Results of Goenka Diamonds and Jewels Limited ('the Company') for the year ended March 31, 2016 ("the Statement"), attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. These Financial Statements are the responsibility of the Company's management and has been approved by the Board of Directors. Our responsibility is to express an opinion on this Statement, based on our audit of such annual financial statements, which have been prepared in accordance with the recognition and measurement principles laid down in Accounting Standards specified under Section 133 of the Companies Act, 2013 ('the Act') read with relevant rules issued there under, as applicable and other accounting principles generally accepted in India.
2. We conducted our audit of the Statement in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the Financial Statement is free of material misstatement. An audit includes examining, on test check basis, evidence supporting the amount disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by the management. Because of the matter described in the Basis for Disclaimer of Opinion paragraph, however, it is not possible to form an opinion on the Financial Statements due to the potential interaction of the uncertainties and their possible cumulative effect on the financial statements.

3. Basis of Qualified Conclusions

The company has not reported following monetary items denominated in foreign currency as at year-end using the closing rate which is not in accordance with Accounting Standard 11 "Effects of changes in foreign exchange rates"

- i) Trade Receivables outstanding for more than two years amounting to Rs. 534,14,25,587/-.
- ii) Advance given to one of the subsidiary amounting to Rs.59,78,485/- .

Accordingly, the Trade Receivables and Advances are understated by Rs.31,93,46,433/- and Rs.3,57,434/- respectively and loss for the year would have been reduced by the same amount, resulting in profit before tax of Rs.34,29,750/- and Loss after Tax Rs.98,13,802/-.



4. Basis for Disclaimer of Opinion

- a. Trade Receivables amounting to Rs.699,23,30,064/- includes Rs.664,77,03,367/- outstanding of more than six months from due date. Though, confirmations amounting to Rs.3,22,94,87,505/- were received from Trade Receivables on the request by the management, there have been defaults on payment obligations by the debtors on due date and recoveries from these debtors are not significant. In view of the above we are unable to comment on the time-frame of the realisability of these debts and any provision to be made for un-realisation in the carrying amount of these balances and the consequent impact on the financial statements.
- b. The Company's operating results have been materially affected due to various factors including non-realization of debtors, dispute amongst promoters, non-availability of finance due to recall of loans by majority of banks in consortium, overall substantial decrease in volume of business and sales, non-payment of statutory dues and taxes, overdue creditors, defaults in repayment of loans and interest, non realization of interest on loans and debentures from subsidiaries and associates. These events cause significant doubts on the ability of the company to continue as a going concern. The appropriateness of the going concern assumption is dependent on the company's ability to raise adequate finance from alternative means and / or recoveries from overseas debtors to meet its short term and long term obligations as well as to establish consistent business operations.

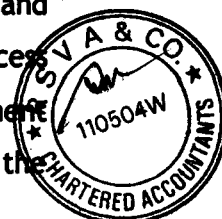
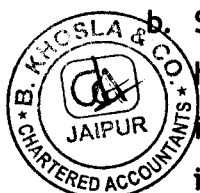
In absence of any convincing audit evidence, non recovery of trade receivable on due date, non-payment of liabilities including statutory dues, financial difficulty faced by the company due to recalling of the bank finance facilities and in view of multiple uncertainties as stated above we are unable to determine the possible effect on the financial statements. We are also unable to conclude on ability of the company to carry on as a going concern.

5. Disclaimer of Opinion

Because of the significance of the matters described in the basis of disclaimer of opinion paragraph, specifically relating to multiple uncertainties created due to factors such as non recovery of trade receivables on due dates, non-payment of liabilities including statutory dues, financial difficulties faced by company due to recalling of bank finance, it is not possible to form an opinion on the financial statements due to the potential interaction of the uncertainties and their possible cumulative effect on the financial statements. Accordingly, we do not express an opinion on the financial statements.

6. Emphasis of Matter

- a. Valuation of inventory is based on determination of estimated net realizable value and specific identification involving technical judgment of management and which has been relied upon by us.
- b. Since majority of banks in consortium have classified its loans to company as NPA and have recalled their loans are either not charging interest or have charged excess interest in earlier years. In order to account all probable liabilities the management in its best judgment has provided interest on such loans. The management is of the



opinion that any difference on account of interest, penal interest shall be accounted for as and when the interest is charged or adjusted by the banks. Further, one of the bank having outstanding dues of Rs. 4,20,99,570/- has neither issued bank statements nor confirmed balance outstanding as at year-end. However, the management has confirmed that all transactions have been recorded in the books of accounts.

- c. The company has made investment of Rs. 16,989 and has given advance of Rs.1,63,99,529 to its subsidiary namely M.B. Diamonds LLC whose net-worth is negative against which no provision has been made as the management is of the view that the investment is long term in nature and the subsidiary has substantial business value.

7. The Statement includes the results for the Quarter ended March 31, 2016, being the balancing figure between audited figures in respect of full financial year and the published year to date figures up to the third quarter of the current financial year which were subject to limited review by us.

For B. Khosla & Co.
Chartered Accountants
ICAI Firm Regn. No. 000205C

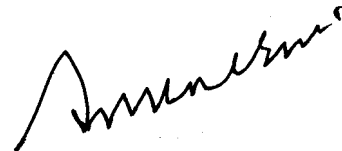


Sandeep Mundra
Partner
Membership No.: 75482

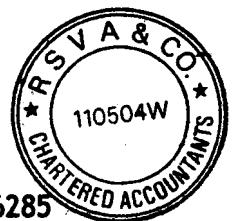


Mumbai
May 26, 2016

For RSVA & Co.
Chartered Accountants
ICAI Firm Regn. No. 110504W



Shekhar Kulkarni
Partner
Membership No.: 46285



Mumbai
May 26, 2016

Auditor's Report on Annual Consolidated Financial Results of the Company Pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To
The Board of Directors
Goenka Diamond and Jewels Limited

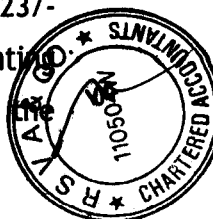
1. We have audited the accompanying Statement of Annual Consolidated Financial Results of Goenka Diamond and Jewels Limited ('the Holding Company') and its subsidiaries (the Holding Company and its subsidiaries together referred to as 'the Group'), for the year ended March 31, 2016 ("the Statement"), being submitted by the Holding Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. This Statement is the responsibility of the Company's management and has been approved by the Board of Directors. This Statement has been prepared on the basis of the annual consolidated financial statements. Our responsibility is to express an opinion on this Statement, based on our audit of such annual consolidated financial statements, which have been prepared in accordance with the recognition and measurement principles laid down in Accounting Standards specified under Section 133 of the Companies Act, 2013 ('the Act') read with relevant rules issued there under, as applicable and other accounting principles generally accepted in India.
2. We conducted our audit of the Statement in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the Consolidated Financial Statement is free of material misstatement. An audit includes examining, on test check basis, evidence supporting the amount disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by the management. Because of the matter described in the Basis for Disclaimer of Opinion paragraph, however, it is not possible to form an opinion on the Consolidated Financial Statements due to the potential interaction of the uncertainties and their possible cumulative effect on the consolidated financial statements.

3. Basis of Qualified Conclusion

Trade Receivables denominated in foreign currency outstanding for more than two years amounting to Rs. 534,14,25,587/- have not been restated at the year-end using the closing rate, which is not in accordance with Accounting Standard 11 "Effects of changes in foreign exchange rates". Accordingly, the Trade Receivables are understated by Rs. 31,93,46,433/- and Loss before tax for the year would have been reduced by Rs. 31,93,46,433/- and Loss after tax would have been Rs. 24,20,55,558/-.

4. Basis of Disclaimer of Opinion

Trade Receivables amounting to Rs.751,35,28,818/- includes Rs.716,89,02,123/- outstanding of more than six months from due date. Though, confirmations amounting to Rs. 3,22,94,87,505/- were received from Trade Receivables on the request by the



management, there have been defaults on payment obligations by the debtors on due date and recoveries from these debtors are not significant. In view of the above we are unable to comment on the time frame of the realisability of these debts and any provision to be made for un-realisability in the carrying amount of these balances and the consequent impact on the consolidated financial statements.

- B. The Group's operating results have been materially affected due to various factors including non-realization of debtors, dispute amongst promoters, non-availability of finance due to recall of loans by majority of banks in consortium, overall substantial decrease in volume of business and sales, non-payment of statutory dues and taxes, overdue creditors, defaults in repayment of loans and interest, non realization of interest on debentures of associate. These events cause significant doubts on the ability of the group to continue as a going concern. The appropriateness of the going concern assumption is dependent on the group's ability to raise adequate finance from alternative means and / or recoveries from overseas debtors to meet its short term and long term obligations as well as to establish consistent business operations.

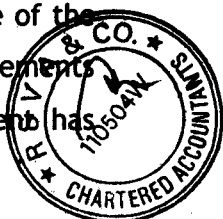
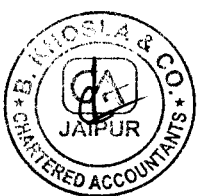
In absence of any convincing audit evidence, non recovery of trade receivable on due date, non-payment of liabilities including statutory dues, financial difficulty faced by the company due to recalling of the bank finance facilities and in view of multiple uncertainties as stated above we are unable to determine the possible effect on the consolidated financial statements. We are also unable to conclude on ability of the company to carry on as a going concern.

C. Disclaimer of Opinion

Because of the significance of the matters described in the basis of disclaimer of opinion paragraph, specifically relating to multiple uncertainties created due to factors such as non recovery of trade receivables on due dates, non-payment of liabilities including statutory dues, financial difficulties faced by company due to recalling of bank finance, it is not possible to form an opinion on the consolidated financial statements due to the potential interaction of the uncertainties and their possible cumulative effect on the consolidated financial statements. Accordingly, we do not express an opinion on the consolidated financial statements.

D. Emphasis of Matter

- a. Valuation of inventory is based on determination of estimated net realizable value and specific identification involving technical judgment of management and which has been relied upon by us.
- b. Since majority of banks in consortium have classified its loans to company as NPA and have recalled their loans are either not charging interest or have charged excess interest in earlier years. In order to account all probable liabilities the management in its best judgment has provided interest on such loans. The management is of the opinion that any difference on account of interest, penal interest shall be accounted for as and when the interest is charged or adjusted by the banks. Further, one of the bank having outstanding dues of Rs. 4,20,99,570/- has neither issued bank statements nor confirmed balance outstanding as at year-end. However, the management has confirmed that all transactions have been recorded in the books of accounts.

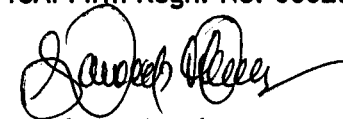


- E. The accompanying consolidated financial results includes quarterly and annual results of following entities:

Sr. No.	Name of the Entity	Relationship
1.	M.B. Diamonds LLC	Subsidiary
2.	Goenka Diamond and Jewels DMCC	Subsidiary
3.	Solitaire Diamond Exports	Subsidiary

- F. We did not audit the financial results of three subsidiaries included in the Statement, whose financial results reflects, total assets of Rs. 78,99,03,340/-, total revenue of Rs. NIL and total loss after tax of Rs. 22,88,01,806/- for the year ended March 31, 2016 , as considered in the Statement. These financial results have been audited by the other auditors whose reports have been furnished to us by the Management. Our opinion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, is based solely on the reports of such auditors.
- G. The Statement includes the consolidated results for the Quarter ended March 31, 2016, being the balancing figure between audited figures in respect of full financial year and the published year to date figures up to the third quarter of the current financial year which were subject to limited review by us.

For B. Khosla & Co.
Chartered Accountants
ICAI Firm Regn. No. 000205C

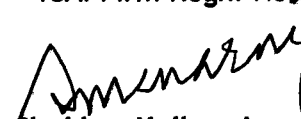


Sandeep Mundra
Partner
Membership No.: 75482

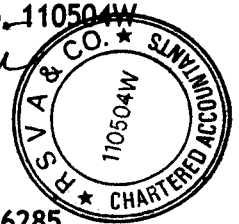


Mumbai
May 26, 2016

For RSVA & Co.
Chartered Accountants
ICAI Firm Regn. No. 110504W



Shekhar Kulkarni
Partner
Membership No.: 46285



Mumbai
May 26, 2016



GOENKA DIAMOND AND JEWELS LIMITED

Registered Office: 401, Pancharatna, MSB Ka Rasta, Johari Bazar, Jaipur : 302003, Rajasthan

CIN No.L36911RJ1990PLC005651

AUDITED FINANCIAL RESULTS FOR THE QUARTER / YEAR ENDED MARCH 31, 2016

(₹ in Lacs)

SR. NO.	PARTICULAR	STANDALONE			STANDALONE		CONSOLIDATED	
		3 Months Ended 31/03/2016	3 Months Ended 31/12/2015	3 Months Ended 31/03/2015	Year Ended 31/03/2016	Year Ended 31/03/2015	Year Ended 31/03/2016	Year Ended 31/03/2015
		Unaudited	Unaudited	Unaudited	Audited	Audited	Audited	Audited
1	Income from Operations							
	(a) Net Sale / Income from Operation (Net of excise duty)	1,494.84	2,757.61	2,658.11	9,159.66	10,252.93	9,159.66	10,252.93
	(b) Other Operating income	(2.37)	(2.98)	(0.30)	(14.73)	(29.25)	-	-
	(c) Exchange Gain (Loss) (Net) - (ref to note no.4)	(3,189.23)	293.02	(514.55)	(1,212.03)	1,068.80	(1,241.86)	1,033.14
	Total Income from operations (net)	(1,896.76)	3,047.65	2,143.26	7,932.90	11,292.48	7,917.80	11,286.07
2	Expenses							
	(a) Cost of materials consumed	1,179.97	2,559.96	2,486.11	8,095.37	8,744.20	8,095.37	8,744.20
	(b) Purchases of stock-in-trade	-	-	-	-	-	-	-
	(c) Change in Inventories of finished goods, work-in-progress and stock-in-trade	188.58	212.27	(368.14)	518.29	336.53	1,158.94	250.79
	(d) Employee benefits expenses	27.71	32.86	35.12	129.94	152.85	141.49	162.41
	(e) Depreciation and amortisation expenses	15.38	15.38	56.98	61.53	114.63	62.58	115.68
	(f) Other expenses	36.97	43.60	45.62	161.16	266.52	1,657.16	283.26
	Total Expenses	1,448.59	2,864.07	2,255.68	8,966.29	9,614.73	11,115.54	9,556.34
3	Profit / (Loss) from operations before other income, finance costs and exceptional items (1-2)	(3,146.35)	183.58	(112.41)	(1,033.39)	1,677.75	(3,197.73)	1,729.73
4	Other Income	39.54	43.01	174.64	166.55	174.64	75.77	91.19
5	Profit / (Loss) from ordinary activities before finance costs and exceptional items (3+4)	(3,105.81)	226.59	62.23	(866.84)	1,852.39	(3,121.96)	1,820.92
6	Finance costs - (Refer Note No. 4)	640.70	497.16	147.64	2,295.89	1,744.11	2,296.05	1,744.81
7	Profit / (Loss) from ordinary activities after finance costs but before exceptional items (5-6)	(3,746.51)	(270.57)	(85.41)	(3,162.73)	108.28	(5,418.01)	76.11
8	Exceptional items	-	-	-	-	-	-	-
9	Profit / (Loss) from ordinary activities before tax (7-8)	(3,746.51)	(270.57)	(85.41)	(3,162.73)	108.28	(5,418.01)	76.11
10	Tax Expenses							
	Current Tax	(127.67)	(51.46)	(17.83)	-	35.00	-	35.00
	MAT Credit Entitlement	107.75	(47.00)	2.65	-	(5.00)	-	(5.00)
	Deferred Tax	2.56	68.04	(6.95)	59.28	(18.54)	59.28	(18.54)
11	Net Profit for the period (9-10)	(3,729.15)	(240.15)	(63.28)	(3,222.01)	96.82	(5,477.29)	64.65
12	Share of Profit / (Loss) of associates	-	-	-	-	-	-	-
13	Minority Interest	-	-	-	-	-	(4.29)	6.77
14	Net Profit / (Loss) after taxes, minority interest and share of profit / (loss) of associates (11+12-13)	(3,729.15)	(240.15)	(63.28)	(3,222.01)	96.82	(5,481.58)	71.42
15	Paid-up Equity Share Capital	3,170.00	3,170.00	3,170.00	3,170.00	3,170.00	3,170.00	3,170.00
16	Reserve (Excluding Revaluation Reserve)	-	-	-	23,991.27	27,140.32	24,821.41	30,237.14
17	Earning Per Shares in ₹1. (Not Annualized)							
	Basic	(1.18)	(0.08)	(0.02)	(1.02)	0.03	(1.73)	0.02
	Diluted	(1.18)	(0.08)	(0.02)	(1.02)	0.03	(1.73)	0.02

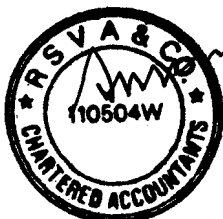
Notes:

- The above results were reviewed by the Audit Committee and have been approved by Board of Directors of the company in its meeting held on May 26, 2016.
- Out of the total public issue proceeds of Rs.12651 Lacs, Company has upto March 31, 2016 utilised Rs.12544 Lacs towards object of the issue as interse re-allocated and approved by the Board of Directors at their meeting held on May 24, 2011 . Pending utilisation of the balance proceeds, the same have been temporarily invested in Bank Balances and other liquid assets.
- Some of the consortium banks including lead bank have issued notice u/s 13(2) of the SARFAESI Act. Two of the consortium bank have issued notice for recall of loans given to Company.
- Foreign Currency Trade Receivables outstanding prior to April 1, 2014 and advance given to a subsidiary have not been restated based on exchange rate as at the end of the year unlike in previous quarter. These Trade Receivables and Advances have been carried forward based on exchange rate as at the end of March 31, 2015 as it is deemed prudent not to take cognizance of unrealised exchange difference on notional basis due to uncertainties with regard to expected time frame for realisation of Trade Receivables and advances. The company shall account for the actual exchange difference at the time of realization of these trade receivables. Had export receivables and advances been restated, it would have resulted in reduction of loss for the year by Rs. 3193.46 lacs and Rs. 3.57 lacs respectively.
- Regarding auditors observations relating to old outstanding Trade Receivables, recall of loans, disputes amongst promoters and other factual position regarding business relating to liquidity crunch, decrease in sales, overdue creditors, non-payment of statutory dues, defaults in repayment of loans and interest etc., the management is of the view that due to certain unfavourable development in earlier periods on account of disputes amongst promoters, the recovery from trade receivables are slow but at the same time management is hopeful that these trade receivables are good and recoverable. The Company is taking all possible efforts to recover old trade receivables and shall also initiate legal action where ever considered necessary. Due to slow recovery from trade receivables, there is a temporary mismatch in the cash flow resulting in default in repayment of statutory dues and dues to certain banks owing to which certain banks have classified the account as NPA and recalled their loans. With regard to recall of loans, liquidity crunch and availability of finance, the Company is taking steps to revive its business operations and intend to approach consortium bankers for restructuring of its loans.
- With regard to auditors observation relating to bank interest, the management in its best judgment and as a matter of prudence has accounted for all probable interest liability wherever banks have not applied interest and has made adequate representations to bank where excess interest has been charged by bank in earlier periods.
- With regard to auditors observation regarding provision against investment and advance to one of the subsidiary namely M B Diamonds LLC whose net worth is negative as at year end, the management is of the view that the investment is in the nature of long term investment and the diminution in value is of temporary in nature. The management is confident that the subsidiary shall revive its operations in near future.
- The figures of last quarter are the balance figures between audited figures in respect of the full financial year and the published year to date unaudited figures upto the third quarter of the current financial year.
- Previous period / year figures have been regrouped / restated / rearranged, wherever necessary

For Goenka Diamond And Jewels Ltd.

Nandlal Goenka
Chairman

Place : Mumbai
Date : May 26, 2016





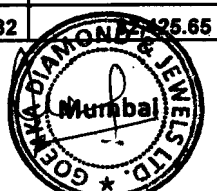
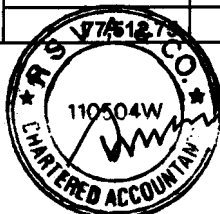
GOENKA DIAMOND AND JEWELS LIMITED

Registered Office: 401, Pancharatna, MSB Ka Rasta, Johari Bazar, Jaipur : 302003, Rajasthan

CIN No.L36911RJ1990PLC005651

AUDITED STANDALONE AND CONSOLIDATED STATEMENT OF ASSETS AND LIABILITIES AS ON MARCH 31, 2016

Particulars	(₹ in Lacs)		(₹ in Lacs)	
	STANDALONE		CONSOLIDATED	
	As at 31/03/2016	As at 31/03/2015	As at 31/03/2016	As at 31/03/2015
	Audited	Audited	Audited	Audited
(A) EQUITY AND LIABILITIES				
(1) Shareholder's funds				
(a) Share Capital	3,170.00	3,170.00	3,170.00	3,170.00
(b) Reserve and Surplus	23,991.27	27,140.32	24,821.41	30,237.14
(c) Money received against share warrants	-	-	-	-
Sub total - Shareholder's fund	27,161.27	30,310.32	27,991.41	33,407.14
(2) Minority Interest	-	-	8.46	4.02
(3) Non-current liabilities				
(a) Long-term borrowings	257.38	237.75	257.38	237.75
(b) Deferred tax liabilities (net)	-	-	-	-
(c) Other long-term liabilities	-	-	-	-
(d) Long-term provisions	45.69	45.69	45.69	45.69
Sub total - Non-current liabilities	303.06	283.44	303.06	283.44
(4) Current liabilities				
(a) Short-term borrowings	4,006.83	15,649.39	4,266.90	15,909.37
(b) Trade payable	30,376.02	24,297.02	35,771.67	31,404.50
(c) Other current liabilities	15,326.80	1,403.95	15,008.01	1,095.09
(d) Short-term provisions	338.76	323.47	337.30	322.09
Sub total - Current liabilities	50,048.42	41,673.83	55,383.88	48,731.05
TOTAL - EQUITY AND LIABILITIES	77,512.75	72,267.59	83,686.82	82,425.65
(B) ASSETS				
(1) Non-current assets				
(a) Fixed assets	975.13	1,036.66	1,001.33	1,063.91
(b) Non-current investments	19.48	19.48	-	-
(c) Deferred tax assets (net)	62.94	122.22	62.94	122.22
(d) Long-term loans & advances	1,658.40	1,582.79	385.26	382.62
(e) Other non-current assets	-	-	-	-
Sub total - Non-current assets	2,715.96	2,761.16	1,449.54	1,568.75
(2) Current assets				
(a) Current investment	490.00	490.00	490.00	490.00
(b) Inventories	3,688.21	5,491.84	6,218.52	8,662.78
(c) Trade receivable	69,923.30	62,782.40	75,135.29	71,146.28
(d) Cash and cash equivalents	123.06	238.19	125.55	242.46
(e) Short-term loans & advances	374.53	346.40	57.93	129.25
(f) Other current assets	197.69	157.57	209.99	186.13
Sub total - Current assets	74,796.79	69,506.43	82,237.28	80,856.90
TOTAL - ASSETS	77,512.75	72,267.59	83,686.82	82,425.65





GOENKA DIAMOND AND JEWELS LIMITED

Registered Office: 401, Panchratna, MSB Ka Rasta, Johari Bazar, Jaipur : 302003, Rajasthan

CIN No.L36911RJ1990PLC005651

AUDITED SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED FOR THE QUARTER / YEAR ENDED MARCH 31, 2016

Particulars	STANDALONE			STANDALONE		CONSOLIDATED	
	3 Months Ended 31/03/2016	3 Months Ended 31/12/2015	3 Months Ended 31/03/2015	Year Ended 31/03/2016	Year Ended 31/03/2015	Year Ended 31/03/2016	Year Ended 31/03/2015
	Unaudited	Unaudited	Unaudited	Audited	Audited	Audited	Audited
1. Segment Revenue							
(a) Diamond	1,362.38	2,436.96	2,218.53	8,493.74	8,341.67	8,508.47	8,370.92
(b) Jewellery	130.09	317.67	439.28	651.19	1,882.01	651.19	1,882.01
(c) Unallocable	-	-	-	-	-	-	-
Total	1,492.47	2,754.63	2,657.82	9,144.93	10,223.68	9,159.66	10,252.93
2. Segment Results							
(a) Diamond	(2,951.97)	118.82	39.72	(1,087.05)	1,487.94	(1,139.74)	1,376.41
(b) Jewellery	(131.96)	103.33	7.25	253.68	439.17	(1,959.23)	469.95
(c) Unallocable	-	-	-	-	-	-	-
Total	(3,083.93)	222.15	46.97	(833.37)	1,927.11	(3,098.97)	1,846.36
Less: (i) Interest	(640.70)	(497.16)	(147.87)	(2,295.89)	(1,743.98)	(2,295.89)	(1,743.98)
(ii) Other Income	39.54	43.01	39.41	166.55	163.37	166.55	163.37
(iii) Unallocable Expenses / Income	(61.42)	(38.57)	(23.91)	(200.02)	(238.21)	(189.70)	(189.64)
Total Profit Before Tax	(3,745.51)	(270.57)	(85.41)	(3,162.73)	108.28	(5,418.01)	76.11
3. Capital Employed							
(a) Diamond	36,057.84	38,722.39	36,960.09	36,057.84	36,960.09	36,500.58	36,703.88
(b) Jewellery	8,181.21	8,853.85	8,070.66	8,181.21	8,070.66	8,568.62	9,423.69
(c) Unallocable	(17,077.79)	(16,685.94)	(14,720.42)	(17,077.79)	(14,720.42)	(17,077.79)	(14,720.42)
Total	27,161.27	30,890.30	30,310.32	27,161.27	30,310.32	27,991.41	36,407.14

