



**ALL INDIA GEM AND JEWELLERY
DOMESTIC COUNCIL**

PROMOTING • PROTECTING • PROGRESSING

**ANNUAL REPORT
2019-2020**

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ALL INDIA GEM AND JEWELLERY DOMESTIC COUNCIL

CIN: U91990MH2005NPL154999

PRESENT BOARD OF DIRECTORS



N. ANANTHA PADMANABAN
Chairman



ASHISH PETHE
COA Member



AVINASH GUPTA
COA Member



BIPIN BERRY
COA Member



KAMAL SINGHANIA
COA Member



KRISHNA BEHARI GOYAL
COA Member



MADAN KOTHARI
COA Member



MANOJ KUMAR JHA
COA Member



MOHANLAL JAIN
COA Member



NILESH S. SHOBHAWAT
COA Member



S. ABDUL NAZAR
COA Member



SAIYAM MEHRA
COA Member



SANJAY KUMAR JAIN
COA Member



SANJAY R. AGRAWAL
COA Member



SHUBHANG MITTAL
COA Member



SURESH I. DHRUV
COA Member



VIJAY KHANNA
COA Member



NITIN KHANDELWAL
Immediate Past Chairman



RAJAN RASTOGI
Co-opted Member



SUVRO CHANDRA
Co-opted Member

ANNUAL GENERAL MEETING NOTICE

NOTICE TO THE 15TH ANNUAL GENERAL MEETING

Notice is hereby given that the 15th Annual General Meeting (AGM) of the members of All India Gem and Jewellery Domestic Council (formerly known as "All India Gems and Jewellery Trade Federation) will be held on Saturday, 19th December, 2020 at 11.00 a.m. through Video Conferencing (VC)/Other Audio-Visual Means (OAVM) facility to transact the following business:

AGENDA

ORDINARY BUSINESS:

1. To receive, consider and adopt:
 - a) the audited standalone financial statements of the Company for the financial year ended March 31, 2020, the reports of the Board of Directors and the Auditors thereon; and
 - b) the audited consolidated financial statements of the Company for the financial year ended March 31, 2020 and the report of Statutory Auditors thereon.

By Order of the Board of Directors
For All India Gem and Jewellery Domestic Council

Sd/-

Mr. Nathella Anantha Padmanaban
Chairman & Director
DIN: 02081024

Place: Mumbai
Date: 4th December, 2020

Registered Office:

Unit No.4, Ground Floor, Windfall,
Sahar Plaza Complex, Andheri Kurla Road,
J B Nagar, Andheri- East, Mumbai-400059

NOTES TO NOTICE:

General Instructions for Members (Associate & Ordinary):

1. In view of the outbreak of the COVID-19 pandemic, social distancing is a norm to be followed and pursuant to the Circular No. 14/2020 dated April 08, 2020, Circular No.17/2020 dated April 13, 2020 issued by the Ministry of Corporate Affairs followed by Circular No. 20/2020 dated May 05, 2020, physical attendance of the Members to the AGM venue is not required and Annual General Meeting (AGM) be held through Video Conferencing (VC) or Other Audio Visual Means (OAVM). Hence, Members can attend and participate in the ensuing AGM through VC/ OAVM. The company has availed the services of National Securities Depository Limited (NSDL) for the VC/OAVM and E voting arrangements. The detailed procedure for participating in the meeting through VC/OAVM is annexed herewith.
 2. Since the AGM is being conducted through VC/OAVM pursuant to the Circular No. 14/2020 dated April 08, 2020, issued by the Ministry of Corporate Affairs, there is no provision for appointment of proxies for this AGM. However, the corporate members entitled to appoint authorised representatives are requested to send a duly certified copy of the Board Resolution before e-voting at cs@gjc.org.in authorizing their representative to attend and vote at the Annual General Meeting through VC/OAVM. Hence, Proxy Form is not annexed to this Notice. Route Map and Attendance Slip are also not annexed to this Notice.
 3. Members attending the AGM through VC / OAVM shall be counted for the purpose of reckoning the quorum under Section 103 of the Act.
 4. In compliance with MCA Circulars, Notice of the 15th AGM along with Annual Report 2019-20 is being sent only through electronic mode to those Members whose e-mail Id's are registered with the Company-All India Gem and Jewellery Domestic Council (GJC). AGM Notice and Annual Report will also be available on the Company's website www.gjc.org.in. The AGM Notice is also available on the website of NSDL i.e www.evoting.nsdl.com. Members who have not registered their e-mail address with GJC are requested to submit their valid e-mail address to GJC.
 5. AGM has been convened through VC/OAVM in compliance with applicable provisions of the Companies Act, 2013 read with MCA Circular No. 14/2020 dated April 08, 2020 and MCA Circular No. 17/2020 dated April 13, 2020 and MCA Circular No. 20/2020 dated May 05, 2020.
 6. Members will be eligible to participate on first come first serve basis, as participation through VC/OAVM is available and will be closed on expiry of 30 minutes from the scheduled time of the AGM. Members can login and join 15 (fifteen) minutes prior to the scheduled time of the meeting and window for joining shall be kept open till the expiry of 30 (thirty) minutes after the scheduled time.
 7. The voting right of Members shall be one vote for each membership with the Company as on cut-off date i.e. 12th December, 2020.
 8. Any person, who becomes Ordinary Member of the Company after dispatch of the Notice and having membership as of the cut-off date i.e. 12th December, 2020, may obtain the log in ID and
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password by sending a request at evoting@nsdl.co.in or writing to the Company.

9. Members desiring any information relating to the financial statements at the meeting are requested to write to us at cs@gjc.org.in at least ten (10) days before the meeting to enable us to keep the information ready.
 10. The requirement to place the matter relating to appointment of Auditors for ratification by members at every Annual General Meeting is done away with vide notification dated 7th May, 2018 issued by the Ministry of Corporate Affairs, New Delhi. Accordingly, no resolution is proposed for ratification of appointment of Auditors, who were appointed in the Annual General Meeting held on 28th September, 2018.
 11. In Compliance with the provisions of Section 108 of the Act and the Rules framed there under, the Members are provided with the facility to cast their vote electronically, through the e-voting services provided by NSDL, on resolutions set forth in this Notice. The Members, whose names appear in the Register of Members as on Saturday, 12th December, 2020 being the cut off date, are entitled to vote on the Resolutions set forth in this Notice. Members may cast their votes on electronic voting system from any place other than the venue of the meeting (remote e voting). The remote e voting period will commence at Tuesday, 15th December, 2020 to Friday 18th December, 2020. In addition, the facility for voting through electronic voting system shall also be made available at the AGM and the Members attending the AGM who have not cast their vote by remote e voting shall be eligible to vote at the AGM. The Company has appointed Mr. KC Suthar—Practicing Company Secretary, to act as the Scrutinizer, to scrutinize the entire e voting process in a fair and transparent manner. The Members desiring to vote through remote e voting are requested to refer to the detailed procedure given in the Notice. Members whose email ids are not registered with the Company for procuring user id and password and registration of email ids for e voting for the resolutions are requested to refer the instructions provided in the Notice.
 12. Members who are present in meeting through video conferencing facility and have not casted their vote on resolutions through remote e voting, shall be allowed to vote through e voting system during the meeting.
 13. Members who have cast their vote by remote e-voting prior to the AGM may also attend the AGM but shall not be allowed to cast their vote again.
 14. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential. Login to the e-voting website will be disabled upon five unsuccessful attempts to key in the correct password. In such an event, you will need to go through the “Forgot User Details/Password?” or “Physical User Reset Password?” option available on www.evoting.nsdl.com to reset the password.
 15. The Scrutinizer shall after the conclusion of voting at the AGM, will first download the votes cast at the meeting and thereafter unblock the votes cast through remote e-voting system and shall make a consolidated Scrutinizer's Report.
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16. The Results of voting will be declared within 48 hours from the conclusion of AGM. The declared results along with the report of the Scrutinizer shall be placed on the website of the Company www.gjc.org.in and on the website of NSDL.

17. INSTRUCTIONS FOR MEMBERS FOR ATTENDING THE AGM THROUGH VC / OAVM ARE AS UNDER:

- i. Members will be able to attend the AGM through VC / OAVM or view the live webcast of AGM provided by NSDL by using their remote e-voting login credentials and selecting the EVEN for Company's AGM.
 - ii. Members who do not have the User ID and Password for e-voting or have forgotten the User ID and Password may retrieve the same by following the remote e-voting instructions mentioned in the Notice.
 - iii. Facility of joining the AGM through VC / OAVM shall open 15 minutes before the time scheduled for the AGM and will be available for Members on first come first served basis.
 - iv. The facility of participation at the AGM through VC/OAVM will be made available on first come first served basis. This will not include Directors, Key Managerial Personnel, who are allowed to attend the AGM without restriction on account of first come first served basis.
 - v. Members who need assistance before or during the AGM, can contact GJC at cs@gjc.org.in.
 - vi. Members are encouraged to join the Meeting through Laptops for better experience.
 - vii. Further Members will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
 - viii. Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.
 - ix. Members who would like to express their views or ask questions during the AGM may register themselves as a speaker by sending their request from their registered email address mentioning their name, Membership number, PAN, mobile number at cs@gjc.org.in upto 18th December, 2020. Those Members who have registered themselves as a speaker will only be allowed to express their views/ask questions during the AGM. The Company reserves the right to restrict the number of speakers depending on the availability of time for the AGM.
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18. PROCEDURE FOR REMOTE E-VOTING

1. The instructions for remote e-voting are as under:

The remote e-voting period begins on 15th December, 2020 at 09:00 A.M. and ends on 18th December, 2020 at 05:00 P.M. The remote e-voting module shall be disabled by NSDL for voting thereafter.

How do I vote electronically using NSDL e-Voting system?

- (a) Members receiving an e-mail from NSDL (for members whose email addresses are registered with the company):
 - i. Open the email and also open PDF file, namely "GJC remote e-Voting.pdf" attached to the email, using your membership number as password. The membership number shall not contain any special characters i.e. if your membership number is LM/LMJ/12345 then your password is LMLMJ12345. The said PDF file contains your User ID and Password for e-voting. Please note that the Password provided in PDF is an 'Initial Password'.
 - ii. Open the internet browser and type the following URL <https://www.evoting.nSDL.com/> either on a computer or mobile.
 - iii. Click on Shareholder/Member Login.
 - iv. Put 'User ID' and 'Initial Password' as noted in step (i) above and click on 'Login'.
 - v. Password change menu will appear on your screen. Change the Password with a new Password of your choice with minimum 8 digits/characters or combination thereof. Please keep a note of the new Password. It is strongly recommended not to share your Password with any other person and take utmost care to keep it confidential.
 - vi. Once the Home page of e-voting opens, Click on Remote e-Voting: Active Voting Cycles.
 - vii. Select 'EVEN' (E-Voting event number) of All India Gem and Jewellery Domestic Council.
 - viii. Now you are ready for remote e-voting as 'Cast Vote' page opens.
 - ix. Cast your vote by selecting appropriate option and click on 'Submit' and also 'Confirm' when prompted.
 - x. Upon confirmation, the message 'Vote cast successfully' will be displayed.
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- xi. Once you have confirmed your vote on the resolution, you cannot modify your vote.

In case of any queries, you may refer the Frequently Asked Questions (FAQs) for Shareholders and e-voting user manual for Shareholders available at the download section of www.evoting.nsdl.com or call on toll free no.: 1800-222-990 or send a request at evoting@nsdl.co.in

19. The instructions for voting in the AGM through electronic voting:

- i. The procedure for e-Voting on the day of the AGM is same as the instructions mentioned above for remote e-voting.
- ii. Only those Member, who will be present in the AGM through VC/OAVM facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system in the AGM.
- iii. Members who have voted through Remote e-Voting will be eligible to attend the AGM. However, they will not be eligible to vote at the AGM.
- iv. The details of the person who may be contacted for any grievances connected with the facility for e-Voting on the day of the AGM shall be the same person mentioned for Remote e-voting.

By Order of the Board of Directors
For All India Gem and Jewellery Domestic Council

Sd/-

Mr. Nathella Anantha Padmanaban
Chairman & Director
DIN: 02081024

Place: Mumbai
Date: 4th December, 2020

Registered Office:

Unit No.4, Ground Floor, Windfall,
Sahar Plaza Complex, Andheri Kurla Road,
J B Nagar, Andheri- East, Mumbai-400059
CIN: U91990MH2005NPL154999

OBJECTIVE & MISSION

All India Gem And Jewellery Domestic Council

All India Gem & Jewellery Domestic Council is a national trade council established with the objective to address the industry, its functioning and its cause with a 360° approach to promote and progress its growth, while protecting the industry's interests. As a self-regulated trade body, GJC, since the last 14 years has been serving as a bridge between the Government and the trade as well as undertaking various initiatives on behalf of and for the industry.

GJC represents the interests of over 6 lakh gem and jewellery fraternities (that includes Members, over 150 affiliations to various associations from across the country). GJC represents various industry segments such as Manufacturers, Retailers, Wholesalers, Allied, Gold, Silver, Platinum, Diamonds, Gemstones, Machinery etc. including the entire industry value chain from bullion to retail.

GJC's Objective

- To become One Industry, One Voice by ensuring sustainable growth and best business practices in the industry.
 - To Assist the Govt on various initiatives and to improve the image of the industry in the eyes of the Govt and the customers.
 - To reach out to every small city, town and village of the country and to become the voice of every stakeholder of this industry.
 - To spread awareness about new technology, innovative potential, compliant measures and various scope to build their business across the country.
 - To promote the Indian heritage of handmade jewellery and to make sure that the employment in the industry do not suffer.
 - To create retail centric promotions on a national level and also to promote domestic manufacturers into exports by channelizing mechanism to manufacture world class products.
 - To develop skilling in the industry and promote entrepreneurship and nurture new talent by setting up training centers across India with the potential to train 50000 students each year.
 - To develop jewellery manufacturing HUBs / Clusters / Common Facility Centers in major cities and to make the industry more compliant and way forward to get more organized.
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GJC's Mission

“To ensure that the Gems & Jewellery industry is able to uplift the standards and environment of the artisans and get the industry further organised and compliant. To reach the smallest operator in the country, and be able to maintain, sustain and continue to grow through GJC moto: **Protect, Promote & Progress**”

Chairman's Message



Dear Members,

It is truly fantastic and always an honour to interact with you as the Chairman of GJC and work with some of the smartest minds in the industry. The Gem and Jewellery Industry has witnessed a tough and challenging 2020. A Global Pandemic where the economy has come to a standstill followed by another shocking incident of the sudden demise of our Vice-Chairman – Mr. Shaankar Sen, a very prominent personality in the Gems and Jewellery Industry. It is a great loss to the industry.

We witnessed Mr. Naren Walter - Secretary, GJC actively ensuring that our system complies with relevant legislation and regulation and keeps board members informed of their legal responsibilities but once again we suffered a terrible loss. Mr. Walter passed away creating a big vacuum in the organization and fortunately, now we

have our new Secretary - Mr. Vishal Gakhar on board who is doing a wonderful job in increasing the administrative efficiency of our system, particularly with regard to ensuring compliance with statutory and regulatory requirements for strategic development and corporate planning. In this crisis situation with so many entangled things, we are hopeful to make it productive and work on goals that are the need of the hour.

GJC with the objective to address the gems & jewellery industry, its functioning, and its cause with a 360° approach to promote and progress its growth adapted technology to an unprecedented situation. GJS Virtual – The Game Changer with Swarnotsav I turned out a grand success. With over 5500 registered visitors, the industry has witnessed history being created with Digitalisation at the forefront.

GJC's Educational Initiative Labham received an overwhelming response from all the states. During 2019-20, Council conducted 18 seminars with the objective of edifying the participants in detail about various matters related to the G & J Industry for seamless business operation. I would like to extend my thanks to our Vice-Chairman late. Shri Shaankar Sen and our Committee and COA's associated with the seminar for their wonderful contribution in making it a huge success.

Grand Abhushanam continues its success story with the 3rd edition held in the year 2019 at Vijayawada. A roaring success with more than 5000 visitors and become a benchmark for all the shows happening in the South region.

Preferred Manufacturer of India (PMI) started with a bang during 2019 with the first edition kick-started from Chennai during June 2019 and the event was a big hit followed by a second show in Delhi. The nationwide lockdown has postponed the third edition. However, we are planning to conduct it early next year and the response from the retailers for participation is very positive and encouraging.

With the slow but steady revival of the economy, business is improving over-time with the Government's announcement of various relief measures and economic strategies. Since the beginning of the lockdown, we are in constant communication with various departments of Govt. to ensure that all the stakeholders of the Gem & Jewellery Industry get adequate relief to survive in this critical situation. We have raised our concern and appealed to the Finance Ministry to implement the right policies and measures on the Moratorium on Loan Payment. We are really thankful to the Finance Ministry for extending the moratorium for 6 months.

We are also grateful to have had the opportunity to attend Gold Monetization Scheme and Gold Metal Loan virtual review meeting on invitation by the Department of Economic Affairs. Our Founder Chairman Mr. Ashok Minawala attended the GMS meeting at our request and done a very efficient and productive session with the concerned department. We are hopeful to get a positive response when the new DEA team takes over in the coming year and strongly hope it would be beneficial for the jewelers.

The Central Government was under planning to consider the introduction of E-waybill on the movement of gold although there was no official news but Council immediately went into action by raising our concerns to all the State Finance Ministers and also we met our Hon'ble FM of Kerela Shri Thomas Isaac and gave him a representation that covers the issues and challenges that shall arise if E-Waybill is introduced for the movement of Gold and Precious Stones and finally, the industry welcomed the Government's move of exempting the E-Waybill. Thanks to the Government for their support towards the survival of the G & J Industry and most importantly Mr. Abdul Nazar and Mr. Govind of Bhima Jewelers for arranging the meeting with the Ministry.

GJC and Key stakeholders of the Jewelry Industry had a pathbreaking meeting on Hallmarking with the Hon'ble Minister of State for Consumer Affairs Shri Raosaheb Danve and Shri Sanjeev Chaturvedi, DDG -BIS. The Ministry responded promptly and agreed to address our concerns following one-on-one meetings in the coming days.

During the COVID-19 pandemic lockdown, GJC was quite touched by the deteriorating financial conditions of our dear karigars and started taking contributions from our industry friends towards the "GJC Relief Fund". We were able to get contributions from hundreds of our members and the collection has been to the tune of Rs One Crore and Twelve lakhs. Even despite the lockdown situation, GJC was able to reach out and pass on this immediate support to thousands of needy karigars who received funds directly into their respective bank accounts. I am grateful to all the contributors for their support extended to the karigars from the Gem and Jewellery sector through GJC. We would continue to work for the welfare of the karigars.

GJC is proud to offer efficient and convenient services for the betterment of the G & J Industry. I would like to thank once again the board of directors, our members, and employees whose contribution has helped to make GJC what it is today. My experience has been that of a well-functioning Board, being supportive and collective, and not afraid to challenge. My wholehearted appreciation for making my job as Chair easier.

N. Anantha Padmanaban
Chairman - GJC

INITIATIVES BY GJC

1. Preferred Manufacturer of India (PMI)

The PMI programme is GJC's exclusive B2B marketing platform for Manufacturers & Wholesalers, providing 360° solutions to participants by fulfilling several business objectives, including enhancement of the brand's image and expansion of market share by establishing and reinforcing business relationships with prominent retailers of India. The platform enables businesses to focus on increasing profitability by offering them a competitive advantage, save time as well as reduce marketing and promotional costs.

2. India Gem & Jewellery Show (GJS)

To further jewellery promotion in India, GJC has presented its 1st B2B Jewellery Expo “INDIA GEM & JEWELLERY SHOW(GJS)” in Mumbai from 24th – 28th June 2021 at Bombay Exhibition Centre, Goregaon East, Mumbai. GJS 2021 will comprise the top of the line manufacturers/wholesalers of Gems & Jewellery as well as dealers from all over the industry. GJS 2021 will assemble the best retailers, wholesalers, manufacturers, traders, and delegates from across India. GJS 2021 endeavors to be the ultimate sourcing platform for doing business and a must-attend for every jeweler interested in the Indian market. GJS 2021 will include the participation of a large number of exhibitors from India.

3. Labham

Labham is an educational programme on Best Business Practices and Compliance tailor made for the jewellers. Labham helps define business strategies in numerous ways as it provides an overview of Finance, Banking, Accounting, Direct/ Indirect Taxation, Regulatory Compliance, Operations Management, Standardization, Certification, etc.

4. Manthan Conclave

Manthan is a conclave organised by GJC to share and gain business knowledge and help the industry go from “good to great”. An annual initiative for knowledge sharing, held over a span of 2 days is a flagship event promoting a common platform to share expertise & knowledge. Leading and notable luminaries share their views on varied topics related to the gem and jewellery industry.

5. National Jewellery Awards (NJA)

NJA is one of country's most prestigious award that honors the work of designers and manufacturers in various categories such as Best Jewellery Designs, Best Diamond & Precious Metal Jewellery, including an award for the Best Retail Ambience. The NJA aims to drive excellence across various segments of the industry and reward passion and innovation, therefore setting new benchmarks each year.

6. GJC Nite

GJC Nite is an annual event hosted by GJC with the objective of creating a networking platform for industry members to meet and forge relationships between business owners at a Luxury venue accompanied by entertainment and cocktail dinner. GJC Nite provides perfect opportunity for trade members to relax, while exploring real business opportunities.

7. Abhushanam

A B2B initiative of GJC, Abhushanam is a networking meet organized for jewellers with the objective of encouraging people from the jewellery trade to interact and forge strong business relationships. The event brings together prominent manufacturers and retailers at regional levels, thereby encouraging face-to-face interactions to promote business across the various regions and boosting businesses, besides allowing for healthy exchange of opinions and views with the view to address various challenges faced by the industry at local levels

8. GJS Virtual

GJS Virtual, introduced by GJC is a virtual B2B platform for the Gems and Jewellery industry that can accommodate every player of this industry, including machinery and allied and is available round the year. The platform allows sellers to showcase their exclusive collections through pictures and enable one-on-one video meetings with top buyers without any time limitations, amongst its many other features. Also, it allows the buyers to witness the seller's products with full sharpness and clarity, in a studio setup, especially designed for the discerning high expectations of the jewellers.

8. The CSR by GJC

GJC also undertakes various CSR activities on behalf of the industry during any natural calamities or any crucial period to help the society, such as Nepal Flood relief, Mumbai Bomb blasts victim fund, Kerala flood relief fund etc. Every year during National Jewellery Awards, GJC provides scholarship to Top 10 winning students for their further education

EVENTS HELD BY GJC IN THE YEAR 2019-20

1. PMI Chennai (19th to 21st June 2019)



2. PMI Gurgaon (07th - 9th November 2019)



3. GJC Nite Mumbai (09th August 2019)



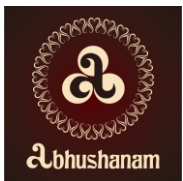
4. Manthan 2019 (02nd & 03rd July 2019)



5. NJA 2019 (15th February 2020)



6. Grand Abhushanam Vijayawada (21st & 22nd December 2019)



7. Launch Event of GJS (11th October 2019)



8. GJS Jewellers Meet - Delhi (09th November 2019)



9. GJS Jewellers Meet - Chennai (12th November 2019)



10. GJS Jewellers Meet - Kolkata (18th November 2019)



11. GJS Jewellers Meet - Rajkot (22nd November 2019)



12. GJS Jewellers Meet - BDB Mumbai (25th November 2019)



13. GJS Jewellers Meet - Jaipur (26th November 2019)



14. GJS Jewellers Meet for Silver Manufacturers (07th December 2019)



15. DRI Seminar - Mumbai (19th November 2019)





16. Labham Kolkata (13th April 2019)



17. Labham Jaipur (15th June 2019)



18. Labham Lucknow (30th June 2019)



19. Labham Trichy (25th July 2019)



20. Labham Madhurai (20th September 2019)



21. Labham Rajkot (23rd September 2019)





22. Labham Secunderabad (25th September 2019)



23. Labham Dehradun (14th October 2019)



24. Labham Narsaraopeta (17th November 2019)



25. Labham Vizag (08th December 2019)



26. Labham Kolhapur (29th February 2020)



27. Labham Amritsar (13th March 2020)



DIRECTOR'S REPORT

To the Members of All India Gem and Jewellery Domestic Council (GJC),

Your Directors have pleasure in submitting their Fifteenth Annual Report of the Company together with the Audited Statements of Accounts for the year ended 31st March, 2020.

FINANCIAL RESULTS / STATE OF COMPANY'S AFFAIRS:

The summarized standalone results of your Company are given in the table below:

[Amt. in Rupees]

Particulars	Financial Year Ended	
	31/03/2020	31/03/2019
Revenue from operations	14,12,63,093	13,41,98,104
Total Income	14,31,81,354	13,85,58,434
Surplus of Income over Expenditure before Depreciation and Tax	(2,840,712)	(1,63,40,744)
Less: Depreciation	(5,46,472)	(5,35,467)
Less: Provision for Income Tax (including for earlier years)	--	--
Less: Provision for Deferred Tax	--	--
Surplus of Expenditure over Income	(3,387,184)	(1,68,76,211)

****Previous year's Figures have been regrouped / rearranged wherever necessary***

The summarized consolidated results of your Company are given in the table below:

Particulars	Financial Year Ended	
	31/03/2020	31/03/2019
Revenue from operations	14,42,29,193	13,41,98,104
Total Income	15,04,05,361	13,60,95,895
Surplus of Income over Expenditure before Depreciation and Tax	3,204,113	(19,959,069)
Less: Depreciation	(5,46,472)	(5,35,467)
Less: Provision for Income Tax (including for earlier years)	476,558	--
Less: Provision for Deferred Tax	--	--
Surplus of Expenditure over Income	2,181,083	(19,423,602)

****Previous year's Figures have been regrouped / rearranged wherever necessary***

OPERATION:

During the year under review, the capital corpus fund is Rs. 27,21,05,000/-. The total receipt for the current year is Rs. 14,31,81,354/- and expenditure of Rs. 14,65,68,538/- and it amounted to loss of Rs. 33,87,184/- which is carried forward with the opening deficit of Rs. 17,58,63,784/- and therefore the total deficit shown in the Balance Sheet is Rs. 17,92,50,968/-.

REVIEW:

On consolidated basis, total receipt for current year is 150,405,361/- and expenditure including tax of Rs. 148,224,278/- and it amounted a surplus of Rs.2,181,083/- which is carried forward with the opening deficit of Rs. 157,768,455/- and therefore the total deficit shown in the Balance Sheet is Rs.155,587,372/-.

Change of Name of Company:

During the year under review, Company has not changed its name.

Alteration of Memorandum & Articles of Association:

During the year Company has not altered its Memorandum & Articles of Association.

MEMBERSHIP DETAILS:

Total Ordinary Members of the Company as on date is 2123

STATE OF COMPANY'S AFFAIR:

The Company is a Non Profit making Company and over many years since the inception, GJC has been playing a major role in organizing and evolving the hitherto unorganized sector of the Gem and Jewellery Industry. GJC provides service to the domestic sector of Gem & Jewellery industry which is being widely acclaimed and well recognized not only by members spread across the nation but the national and State Governments also. In short span of time GJC has grown and transformed to an internationally renowned Apex Trade Body that represents the vibrant and most dynamic domestic sector of Indian Gem & Jewellery Industry courtesy to the most competent and vibrant leadership of GJC. The main mission of the company is to support and promote the progress and prosperity of all the members in the Gems and Jewellery Industry across India.

MATERIAL CHANGES AND COMMITMENT IF ANY AFFECTING THE FINANCIAL POSITION OF THE COMPANY OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR TO WHICH THIS FINANCIAL STATEMENTS RELATE AND THE DATE OF THE REPORT:

No material changes and commitments affecting the financial position of the Company occurred between the end of the financial year to which this financial statements relate and the date of this report.

PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS MADE UNDER SECTION 186 OF THE COMPANIES ACT, 2013:

During the year, Company has not made any Loans or Investments to any person or other body corporate. Company has not given any guarantee or provided any security in connection with a loan to any other body corporate or person.

PARTICULARS OF CONTRACTS OR ARRANGEMENTS MADE WITH RELATED PARTIES:

Related party transactions that were entered into during the financial year were in the ordinary course of business and on arm's length basis.

The particulars of the contracts or arrangement/s with related parties during the financial year 2019-2020 are disclosed in **FORM NO. AOC-2** in **ANNEXURE-I**. Except as stated in the disclosure, there were no materially significant related party transactions made by the company with its promoters, Directors, Key managerial Personal or other designated persons which may have a potential conflict with the interest of the company at large.

SUBSIDIARIES, JOINT VENTURES AND ASSOCIATE COMPANIES:

Gem and Jewellery Skill Council of India (GJSCI) is an Associate Company of GJC. We hold 10,00,000 equity shares of Rs. 10/- each aggregating to Rs. 1,00,00,000 of GJSCI constituting 36.36% of GJSCI. GJF Events & Promotion Federation and GJF Gem and Jewellery Skill Foundation are the Wholly Owned subsidiary companies of GJC. GJF Gem and Jewellery Skill Foundation was incorporated on 24th January, 2018 and has not carried out any business from its date of incorporation till 31st March 2020. The management is in the process to convert GJF Gem and Jewellery Skill Foundation from a Section 8 Company to Private Company for the purpose of striking off. The conversion is pending for approval from Registrar of Companies.

CHANGE IN THE NATURE OF BUSINESS:

There has been no change in the Nature of business during the year under review.

DEPOSITS:

During the year under review, the company has not accepted any deposits within the meaning of sections 2 (31) and 73 of the companies Act, 2013, and the rules framed there under and any re-enactments thereof, and as such no amount of principle or interest was outstanding as of the balance sheet date.

SHARE CAPITAL:

The company is a Section 8 company without any share capital and limited by guarantee

INTERNAL FINANCIAL CONTROLS AND SYSTEMS:

Your company has in place adequate financial control system and framework in place to ensure:

- i. The orderly and efficient conduct of its business;
- ii. Safeguarding of its assets;
- iii. The prevention and detection of frauds and errors;
- iv. The accuracy and completeness of the accounting records; and
- v. The timely preparation of reliable financial information.

The internal financial controls with reference to the Financial Statements are commensurate with the size and nature of business of the Company. Further Directors personally overview the adequacy of internal controls.

In addition to Internal Audit, the Company has implemented well established internal financial practices, tool for mitigating non-compliances risk and internal Code of Business Conduct in order to ensure adequate internal financial control commensurate with the size of the Company.

DISCLOSURE UNDER SEXUAL HARRASMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013

Company is committed to provide a safe and conducive work environment to its employees. During the year under review, the Company has not received any complaint of harassment.

DIRECTORS AND KEY MANAGERIAL PERSONNEL

There were no changes in the directorship of the Company during the year under review except resignation & cessation of following directors:

1. Mr. Jayantilal Challani
 2. Mr. Ashok Jain
 3. Mr. Sankar Sen ceased to be Director & Vice-Chairman of Company due to his sad demise on 28th July, 2020. Mr. Sankar Sen was one of the founding member of GJC and was a prominent personality in the Gems & Jewellery industry. He had been battling Covid-19 and on 28th July, 2020 his soul departed for heavenly abode.
-

Provisions relating to appointment of KMP's as required under Section 203 of Companies Act, 2013 are not applicable to the Company as your Company is a Section 8 Company limited by Guarantee. However, we have a full time Company Secretary Ms. Khushboo Gurbuxani on the Board of GJC.

NUMBER OF BOARD MEETINGS CONDUCTED DURING THE YEAR UNDER REVIEW:

During the financial year under review, the Company had conducted the following meetings:

Type of Meeting	Total No. Total No. of meetings held during the year
Board Meeting	5
Audit Committee	Not Applicable
Nomination & Remuneration Committee	Not Applicable
Class Meeting	Not Applicable

DIRECTORS RESPONSIBILITY STATEMENT:

In accordance with the provisions of Section 134(3) (c) and Section 134(5) of the Companies Act, 2013 the Board hereby confirm that:—

- (a) in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures, if any;
 - (b) the directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit and loss of the company for that period;
 - (c) The directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
 - (d) the directors have prepared the annual accounts on a going concern basis; and
 - (e) the directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.
-

STATEMENT CONCERNING DEVELOPMENT AND IMPLEMENTATION OF RISK MANAGEMENT POLICY OF THE COMPANY:

The Company does not have any Risk Management Policy as the element of risk threatening the Company's existence is very minimal.

DETAILS OF POLICY DEVELOPED AND IMPLEMENTED BY THE COMPANY ON CORPORATE SOCIAL RESPONSIBILITY:

Company being a company registered under section 25 of the Companies Act, 1956 (section 8 of the Companies Act, 2013), the surplus, if any, or other income is applied for promoting its objects.

STATUTORY AUDITORS:

M/s Mahendra Zaveri & Co, Chartered Accountants, (Firm Registration No. 105777W), Mumbai, were appointed as Statutory Auditors of the Company at the time of 13th Annual General Meeting held in the year 2018 and shall hold office till the conclusion of the 18th Annual General Meeting to be held in the year 2023 at such remuneration plus tax, out of pocket expenses, travelling expenses etc. as may be mutually agreed between the Board of Directors of the Company and the Statutory Auditors. The requirement to place the matter relating to appointment of auditors for ratification by members at every AGM has been done away by the Companies (Amendment) Act, 2017 with effect from 7th May, 2018. Accordingly, no resolution is being proposed for ratification of appointment of Statutory Auditors at the ensuing AGM and a note in respect of the same has been included in the Notice convening ensuing AGM.

AUDITOR'S REPORT:

The comments in the auditor's report and notes to accounts are self-explanatory and therefore, do not require further explanation by the Board.

DETAIL OF FRAUD AS PER AUDITOR'S REPORT:

There is no fraud in the Company during the financial year ended 31st March, 2020 which is also supported by the report of the auditors of the Company as no fraud has been reported in their audit report for the financial year ended 31st March, 2020.

EXTRACT OF ANNUAL RETURN:

Pursuant to the provision of Section 134 (3) (a) of the Companies Act, 2013 Extract of the Annual Return for the financial year ended 31st March, 2020 made under the provisions of Section 92(3) of the Act is attached as **ANNEXURE- II** which forms part of this Report.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO:

The provisions of Section 134(m) of the Companies Act, 2013 do not apply to our Company. There was no foreign exchange inflow or Outflow during the year under review.

ACKNOWLEDGEMENTS:

Your Directors are pleased to take this opportunity to thank the bankers, customers, vendors, stakeholders, business associates and various agencies of the Central and State Government for their cooperation and support to the Company during the year under review.

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS

For All India Gem and Jewellery Domestic Council

N.Anantha Padmanaban

Chairman & Director

DIN- 02081024

Madan Kothari

Director

DIN- 00186498

Date: 4th December, 2020

Place: Mumbai

ANNEXURE- II**Form No. MGT-9****EXTRACT OF ANNUAL RETURN**

as on the financial year ended on March 31, 2019

[Pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014]

I. REGISTRATION AND OTHER DETAILS:

i)	CIN	U91990MH2005NPL154999
ii)	Registration Date	22/07/2005
iii)	Name of the Company	All India Gem And Jewellery Domestic Council
iv)	Category / Sub-Category of the Company	Company licensed under Section 8 & Limited by Guarantee
v)	Address of the Registered office and contact details	Unit No.4, Ground Floor, Windfall, Sahar Plaza Complex, Andheri Kurla Road, J B Nagar, Andheri East, Mumbai-400059.
vi)	Whether listed company	No
vii)	Name, Address and Contact details of Registrar and Transfer Agent, if any	N A

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

(All the business activities contributing 10 % or more of the total turnover of the company shall be stated)

Sr. No.	Name and Description of main products / services	NIC Code of the Product/service	% to total turnover of the company
1	To promote, aid, help, assist and encourage the advancement and furtherance domestic trade within India related to Gems and Jewellery Sector.	91990	100%

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES:

Gem and Jewellery Skill Council of India (GJSCI) is an Associate Company of GJC. We hold 10,00,000 equity shares of Rs. 10/- each aggregating to Rs. 1,00,00,000 of GJSCI constituting 36.36% of GJSCI. GJF Events & Promotion Federation and GJF Gem and Jewellery Skill Foundation are the Wholly Owned subsidiary companies of GJC. GJF Gem and Jewellery Skill Foundation was incorporated on 24th January, 2018 and has not carried out any business from its date of incorporation till 31st March

2020. The management is in the process to convert GJF Gem and Jewellery Skill Foundation from a Section 8 Company to Private Company for the purpose of striking off. The conversion is pending for approval from Registrar of Companies.

IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)

The company is registered under Section 8 of the Companies Act, 2013 without having share capital and limited by guarantee.

V. INDEBTEDNESS

The Company has not borrowed any funds, neither secured nor unsecured.

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL-

A. Remuneration to Managing Director, Whole-time Directors and/or Manager:

The company has not appointed any Managing Director, Whole-time Director and Manager.

B. Remuneration to other directors

The company does not provide any remuneration to any of its directors.

C. Remuneration to Key Managerial Personnel Other Than MD / Manager / WTD

Company being a Company limited by guarantee and not having Share Capital, the provisions of Section 203 of the Companies Act, 2013 is not applicable.

VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:

There are no penalties, punishments against the company or its directors.

By Order of the Board

For All India Gem and Jewellery Domestic Council

N.Anantha Padmanaban

Chairman & Director

DIN- 02081024

Date: 4th December, 2020

Place: Mumbai

Madan Kothari

Director

DIN- 00186498

Auditor's Report

To,

The Members of All India Gem & Jewellery Domestic Council

Report on the Audit of the Standalone Financial Statements

Opinion

We have audited the standalone financial statements of All India Gem & Jewellery Domestic Council ("the Company"), which comprise the balance sheet as at 31st March 2020, and the statement of Income and Expenditure and statement of cash flows for the year ending on 31st March 2020, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2020, its Loss and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Information

The Company's management and Board of Directors are responsible for the other information. The other information comprises the information included in the Company's annual report, but does not include the financial statements and our auditors' report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard.

Management's Responsibility for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so. Those Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(l) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication..

Report on Other Legal and Regulatory.

1. This report does not include statement on matters specified in paragraph 3 and 4 of the Companies (Auditors Report) Order 2016 issued by the Central Government of India in terms of Sec. 143 (11) of the Companies Act, 2013 as the said order is not applicable to the company.
 2. As required by Section 143(3) of the Act, we report that:
 - a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - c. The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - d. In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - e. On the basis of the written representations received from the directors as on 31st March, 2019 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2019 from being appointed as a director in terms of Section 164 (2) of the Act.
 - f. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure A".
 - g. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The company has disclosed the impact of pending litigations on its financial position in its financial statements as per Note 3.4 to the financial statements.
-

- ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses and accordingly there is no applicability for making any provision for the same.
- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For Mahendra Zaveri & Co.

Chartered Accountants

Firm's Registration No.: 105777W

Mahendra Zaveri

Proprietor

Membership No.: 043794

UDIN:

Place: Mumbai

Date:

Annexure "A" to the Auditors' Report

Report on Internal Financial Controls under Clause (i) of Sub Section 3 of Section 143 of the Companies Act, 2013 ('The Act').

We have audited the internal financial controls over financial reporting of All India Gem & Jewellery Domestic Council as of 31st March 2020 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the 'Guidance Note') and the Standards on Auditing, issued by ICAI and deemed to be prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting were established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the Company are being made only in accordance with authorizations of the Management and directors of the Company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the Company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting:

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and may not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March 2020, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

*For Mahendra Zaveri & Co.
Chartered Accountants*

*Mahendra Zaveri
(Proprietor)
M.No. 043794
FRN: 105777W
UDIN:
Place: Mumbai
Date:*

Balance Sheet

All India Gem & Jewellery Domestic Council

CIN:U91990MH2005NPL154999

(in Rupees)

Balance Sheet as at 31st March,	Note	2020	2019
I. EQUITY AND LIABILITIES			
1 Shareholders' funds			
(a) Share capital		-	-
(b) Reserves and surplus	1	9,28,54,032	9,62,41,216
(c) Money received against share warrants		-	-
2 Share application money pending allotment		-	-
3 Non-current liabilities			
(a) Long-term borrowings		-	-
(b) Deferred tax liabilities (Net)		-	-
(c) Other Long term liabilities	2	2,92,605	-
(d) Long-term provisions		-	-
4 Current liabilities			
(a) Short-term borrowings		-	-
(b) Trade payables		-	-
(A) total outstanding dues of micro enterprises and small enterprises; and			
(B) total outstanding dues of creditors other than micro enterprises and small enterprises			
(c) Other current liabilities	3	15,64,77,474	2,82,75,226
(d) Short-term provisions	4	22,96,748	30,40,026
TOTAL		25,19,20,859	12,75,56,468
II. ASSETS			
1 Non-current assets			
(a) Property, Plant and Equipment	5		
(i) Tangible assets		10,39,765	5,00,796
(ii) Intangible assets		5,76,078	4,74,766
(iii) Capital work-in-progress		-	-
(iv) Intangible assets under development		-	-
(b) Non-current investments	6	1,00,00,000	1,00,00,000
(c) Deferred tax assets (net)		-	-
(d) Long-term loans and advances	7	61,43,803	46,03,873
(e) Other non-current assets		-	-
2 Current assets			
(a) Current investments		-	-
(b) Inventories		-	-
(c) Trade receivables	8	1,22,73,041	88,98,535
(d) Cash and cash equivalents	9	9,38,79,300	3,29,17,026
(e) Short-term loans and advances	10	4,11,25,110	2,29,31,397
(f) Other current assets	11	8,68,83,762	4,72,30,075
TOTAL		25,19,20,859	12,75,56,468
Significant Accounting Policies & Notes to Accounts	16		

As per our report attached
For Mahendra Zaveri & Co.
Chartered Accountants
Firm's Registration No.:105777W

Mahendra Zaveri
Proprietor
Membership No.:043794
UDIN :
Place: Mumbai
Date:

All India Gem & Jewellery Domestic Council
For & on Behalf of the Board

Madan Kothari Manoj Kumar Jha

DIN-00186498 DIN-06535299
Director Director

Place: Mumbai
Date:

Statement of Income and Expenditure

All India Gem & Jewellery Domestic Council

CIN:U91990MH2005NPL154999

(in Rupees)

Statement of Income and Expenditure for the year ended 31st March,		Note	2020	2019
I.	Revenue from operations	12	14,12,63,093	13,41,98,104
II.	Other income	13	19,18,261	43,60,330
III.	Total Revenue (I + II)		14,31,81,354	13,85,58,434
IV.	Expenses:			
	Cost of materials consumed		-	-
	Purchases of Stock-in-Trade		-	-
	Changes in inventories of finished goods work-in-progress and Stock-in-Trade		-	-
	Employee benefits expense	14	1,93,52,671	1,82,18,977
	Finance costs		-	-
	Depreciation and amortization expense	5	5,46,472	5,35,467
	Other expenses	15	12,66,69,395	13,66,80,202
	Total expenses		14,65,68,538	15,54,34,645
V.	Surplus of Expenditure over Income before exceptional and extraordinary items and tax (III-IV)		(33,87,184)	(1,68,76,211)
VI.	Exceptional items		-	-
VII.	Surplus of Expenditure over Income before extraordinary items and tax (V - VI)		(33,87,184)	(1,68,76,211)
VIII.	Extraordinary Items		-	-
IX.	Surplus of Expenditure over Income before tax (VII- VIII)		(33,87,184)	(1,68,76,211)
X	Tax expense:			
	(1) Current tax		-	-
	(2) Deferred tax		-	-
XI	Surplus of Income over Expenditure / (Surplus of Expenditure over Income) for the period from continuing operations (IX-X)		(33,87,184)	(1,68,76,211)
XII	Surplus of Income over Expenditure / (Surplus of Expenditure over Income) from discontinuing operations		-	-
XIII	Tax expense of discontinuing operations		-	-
XIV	Surplus of Income over Expenditure / (Surplus of Expenditure over Income) from Discontinuing operations (after tax) (XII-XIII)		-	-
XV	Surplus of Income over Expenditure/(Surplus of Expenditure over Income) for the period (XI + XIV)		(33,87,184)	(1,68,76,211)
XVI	Earnings per equity share:			
	(1) Basic		-	-
	(2) Diluted		-	-
	Significant Accounting Policies & Notes to Accounts	16		

As per our report attached
For Mahendra Zaveri & Co.
Chartered Accountants
Firm's Registration No.:105777W

Mahendra Zaveri
Proprietor
Membership No.:043794
UDIN :
Place: Mumbai
Date:

All India Gem & Jewellery Domestic Council
For & on behalf of the Board

Madan Kothari Manoj Kumar Jha

DIN-00186498 DIN-06535299
Director Director

Place: Mumbai
Date:

Schedules to Balance Sheet

All India Gem & Jewellery Domestic Council

CIN:U91990MH2005NPL154999

1 Reserves & Surplus

(in Rupees)

Particulars	As on 31st March,	
	2020	2019
a. Capital Corpus Account		
Opening Balance	27,21,05,000	27,21,05,000
(+) Current year addition	-	-
Closing Balance	27,21,05,000	27,21,05,000
b. Surplus		
Opening balance	(17,58,63,784)	(15,89,87,573)
Less: Surplus of Expenditure over Income for the current year	(33,87,184)	(1,68,76,211)
Closing Balance	(17,92,50,968)	(17,58,63,784)
Total (a + b)	9,28,54,032	9,62,41,216

2 Other Long term liabilities

Particulars	As on 31st March,	
	2020	2019
1 Sundry creditors for expenses	2,92,605	-
Total	2,92,605	-

3 Other Current Liabilities

(in Rupees)

Particulars	As on 31st March,	
	2020	2019
Other payables		
1 Sundry creditors for expenses	58,50,132	38,97,462
2 Advances received	14,82,64,060	2,28,50,439
3 Duties & Taxes	22,56,595	15,22,382
4 Payable To Staff	1,06,687	4,943
Total	15,64,77,474	2,82,75,226

4 Short Term Provisions

(in Rupees)

Particulars	As on 31st March,	
	2020	2019
Expenses payable	22,96,748	30,40,026
Total	22,96,748	30,40,026

Schedules to Balance Sheet

All India Gem & Jewellery Domestic Council

CIN:U91990MH2005NPL154999

5 Fixed Assets

Sr. No.	Particulars	Gross Block		Accumulated Depreciation			Net Block		
		As at 31st March 2019	Additions/ (Disposals)	As at 31st March 2020	As at 31st March 2019	Depreciation charge for the year	Other Adjustments	As at 31st March 2020	As at 31st March 2019
a	Tangible Assets								
	Furniture & Fixture	1,54,616	57,500	2,12,116	1,29,431	9,966	1,39,397	72,719	25,185
	Electrical Fittings	10,00,198	-	10,00,198	8,47,224	40,580	8,87,804	1,12,394	1,52,974
	Office Equipment	14,98,829	1,11,937	16,10,766	13,95,718	22,439	14,18,157	1,92,609	1,03,111
	Computer	33,84,496	6,50,366	40,34,862	31,64,970	2,07,849	33,72,819	6,62,043	2,19,526
	Total (a)	60,38,139	8,19,803	68,57,942	55,37,343	2,80,834	58,18,176	10,39,765	5,00,796
b	Intangible Assets								
	Software	4,70,488	3,61,200	8,31,688	4,46,963	56,169	5,03,132	3,28,556	23,525
	Website	11,47,000	-	11,47,000	7,93,061	1,63,160	9,56,221	1,90,779	3,53,939
	G&JF Mobile Application	3,85,375	5,750	3,91,125	2,88,073	46,309	3,34,382	56,743	97,302
	Total (b)	20,02,863	3,66,950	23,69,813	15,28,097	2,65,638	17,93,735	5,76,078	4,74,766
	Total (a + b)	80,41,002	11,86,753	92,27,755	70,65,440	5,46,472	76,11,912	16,15,843	9,75,562
	Previous Year	79,10,574	1,30,427	80,41,002	65,19,948	5,35,467	70,65,440	9,75,562	13,90,626

(in Rupees)

Schedules to Balance Sheet

All India Gem & Jewellery Domestic Council

CIN:U91990MH2005NPL154999

6 Details of Non - Current Investments

		(in Rupees)										
Name of the Body Corporate	Subsidiary / Associate / JV/ Controlled Entity / Others	No. of Shares / Units		Quoted / Unquoted	Partly Paid / Fully paid	Extent of Holding (%)		Amount (Rs)		Whether stated at Cost Yes / No	If Answer to Column (9) is 'No' - Basis of Valuation	
		As at 31 March 2020	As at 31 March 2019			As at 31 March 2020	As at 31 March 2019	As at 31 March 2020	As at 31 March 2019			
(1)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	
(a) Investment in Equity Instruments The Gems & Jewellery Skill Council of India	Associate	10,00,000	10,00,000	Unquoted	Fully paid	36.36%	36.36%	1,00,00,000	1,00,00,000	Yes		
(b) Investments in Preference Shares												
(c) Investments in Government or Trust securities												
(d) Investments in Debentures or Bonds												
(e) Investments in Mutual Funds												
(f) Investments in partnership firms												
(g) Other non-current investments (specify nature)												
Total		10,00,000	10,00,000					1,00,00,000	1,00,00,000			

Schedules to Balance Sheet

All India Gem & Jewellery Domestic Council

CIN:U91990MH2005NPL154999

7 Long Term Loans and Advances

(in Rupees)

Particulars	As on 31st March,	
	2020	2019
<u>Security Deposits</u>		
Unsecured, considered good	35,55,075	35,62,243
Advances Recoverable	25,88,728	10,41,630
Total	61,43,803	46,03,873

8 Trade Receivables

(in Rupees)

Particulars	As on 31st March,	
	2020	2019
(a) Trade receivables outstanding for a period less than six months from the date they are due for payment	34,47,769	59,29,830
(b) Trade receivables outstanding for a period exceeding six months from the date they are due for payment	88,25,272	29,68,705
Total (a + b)	1,22,73,041	88,98,535

8A Trade Receivable stated above include those due by:

(in Rupees)

Particulars	As on 31st March,	
	2020	2019
<u>Private Company in which director is a member/director</u>		
1 Senco Gold Limited	-	13,600
2 R. V. Agrawal Impex Pvt. Ltd.	-	88,500
3 Waman Hari Pethe Jewellers	9,144	9,144
4 Nac Jewellers (P) Ltd	-	7,725
5 Kamakhya Jewels P L	6,38,000	-
6 Unique Chains Pvt. Ltd	16,678	-
<u>Firm in which director is a partner /proprietor</u>		
1 Mamraj Musaddilal Jewellers	-	2,10,000
2 Challani Jewellery Mart	15,450	-
Total	6,79,272	3,28,969

9 Cash and cash equivalents

(in Rupees)

Particulars	As on 31st March,	
	2020	2019
a. Balances with banks	4,57,65,881	15,62,484
b. Cash on hand	41,667	5,033
c. Fixed deposits with banks*	4,80,71,752	3,13,49,509
Total	9,38,79,300	3,29,17,026

* Fixed deposits with banks include deposits of Rs. Nil. [Previous year Rs. Nil] with maturity of more than 12 months.

10 Short-term loans and advances

(in Rupees)

Particulars	As on 31st March,	
	2020	2019
Others		
Unsecured , Considered good		
a. Advances to staff	1,07,870	1,92,416
b. Advances for shows	4,871	27,385
c. Advances recoverable	4,10,12,369	2,27,11,596
Total	4,11,25,110	2,29,31,397

Schedules to Balance Sheet

All India Gem & Jewellery Domestic Council

CIN:U91990MH2005NPL154999

11 Other current assets

(in Rupees)

Sr. No	Particulars	As on 31st March,	
		2020	2019
1	Expenses - PMI 4	-	36,35,410
2	Expenses - PMI 5	2,72,869	10,346
3	GJS B2B Show	1,40,36,727	-
4	GST Advanced	2,01,44,063	85,673
5	GST Refund	38,88,390	49,85,113
6	<u>Refunds adjusted against outstanding demand:</u>		
	Income Tax A.Y. 2012-13	2,75,772	2,75,772
	Income Tax A.Y. 2013-14	23,50,216	23,50,216
	Income Tax A.Y. 2014-15	15,56,910	15,56,910
7	Income Tax Paid A Y 11-12	13,55,669	13,55,669
8	Income tax Paid A Y 12-13	12,00,000	12,00,000
9	Income Tax Paid A.Y. 15-16	30,54,918	30,54,918
10	Income Tax Paid A.Y. 16-17	12,15,000	12,15,000
11	Income Tax Paid A.Y. 17-18	4,11,000	-
12	Interest Accrued on Fixed Deposit [CBI]	6,38,626	7,19,680
13	Interest Accrued on Fixed Deposit [HDFC]	3,545	3,128
14	Prepaid Expenses	8,33,796	9,19,999
15	Prepaid Insurance	5,00,000	5,00,000
16	RCM CGST/SGST	1,53,000	14,670
17	Service Tax Refund	3,65,551	3,65,551
18	Tax deducted at source	3,46,27,710	2,49,82,021
	Total	8,68,83,762	4,72,30,075

Schedules to Profit & Loss Account

All India Gem & Jewellery Domestic Council

CIN:U91990MH2005NPL154999

12 Revenue from Operations

(in Rupees)

Particulars	As on 31st March,	
	2020	2019
Other operating revenues	14,12,63,093	13,41,98,104
Total	14,12,63,093	13,41,98,104

13 Other Income

(in Rupees)

Particulars	As on 31st March,	
	2020	2019
Interest Income on Fixed Deposits	19,18,261	43,60,330
Total	19,18,261	43,60,330

14 Employee Benefits Expense

(in Rupees)

Particulars	As on 31st March,	
	2020	2019
(a) Salaries and incentives	1,90,68,909	1,68,50,255
(b) Staff welfare expenses	1,07,825	1,61,997
(c) Gratuity	33,941	9,90,779
(d) Leave Encashment	1,41,996	2,15,946
Total	1,93,52,671	1,82,18,977

15 Other expenses

(in Rupees)

Sr. No.	Particulars	As on 31st March,	
		2020	2019
1	Administration charges	36,141	31,464
2	Advertisement & Promotion Charges	5,74,766	36,97,896
3	Annual maintenance charges	-	6,493
4	Audit Fees	2,50,000	2,50,000
5	Bank charges	86,127	70,497
6	Board meeting & AGM Expenses	13,61,318	24,65,197
7	Books & Periodical	-	875
8	Commission and brokerage charges	27,750	3,70,375
9	Compensation for relief fund	-	17,77,601
10	Computer Expenses	89,596	1,23,345
11	Designing Expenses	2,45,000	-
12	Diwali Expenses	62,062	81,255
13	Domain charges	713	1,888
14	Electricity Charges	2,26,859	5,11,411
15	Event Expenses	3,52,36,719	3,92,60,328
16	Exhibition Expenses	1,25,680	1,01,576
17	Excess Accrued Interest Written off	53,250	-
18	Filing Fees	4,630	2,130
19	GJF Mobile Application Expense	-	2,100
20	GST Fees	6,908	20,100

Schedules to Profit & Loss Account

All India Gem & Jewellery Domestic Council

CIN:U91990MH2005NPL154999

(in Rupees)

Sr. No.	Particulars	As on 31st March,	
		2020	2019
21	Hotel Expenses	5,32,12,371	4,80,78,786
22	Input GST Credit Unutilized As Per GST	28,58,055	15,10,721
23	Insurance charges	4,04,997	62,463
24	Interest on TDS	1,178	11,407
25	ITC Reversal As Per Rule 42	94,733	-
26	Legal & Professional Fees	76,37,511	1,36,65,332
27	Loading & Unloading charges	300	-
28	Loss on Sale of Asset	800	-
29	Material and Memento's expenses	12,61,777	8,26,750
30	Meeting Expenses	20,469	8,413
31	Membership Expenses	8,94,452	6,41,798
32	Miscellaneous Expense	10,500	20,000
33	Office Expenses	6,08,793	5,04,085
34	Office Expenses - East Zone	11,774	14,425
35	Office Expenses - North Zone	28,000	-
36	Office Repairs and Maintenance	6,255	54,850
37	PF Incidental Charges	-	116
38	Postage & Courier	5,00,393	4,80,364
39	Press Conference	-	20,000
40	Printing & Stationery	8,85,309	17,51,060
41	Prior Period Expense	62,352	2,04,128
42	Profession Tax	2,500	2,500
43	Professional Charges-Out of Pocket Expense	20,706	10,900
44	Refreshment expenses	1,95,184	2,06,097
45	Registration charges	-	44,700
46	Rent & Damages	49,05,432	36,99,324
47	ROC charges	-	32,200
48	SMS & Email Charges	7,25,494	4,43,883
49	Society maintenance charges	-	7,875
50	Telephone & Internet Charges	3,01,471	4,23,813
51	Translation charges	29,670	14,843
52	Travelling and Conveyance	1,32,23,029	1,46,30,818
53	Website & Software charges	3,77,037	4,46,456
54	Write-Off Balances	1,334	87,564
Total		12,66,69,395	13,66,80,202

15A Payments to the auditor (excluding Service Tax/GST):

(in Rupees)

Sr. No.	Particulars	As on 31st March,	
		2020	2019
a	as Auditor	2,50,000	2,50,000
b	for taxation matters	1,00,000	1,65,000

Cash Flow Statement for the Year ended 31st March,		(` in Rupees)	
		For the Period Ended	
		2020	2019
A	CASH FLOW FROM OPERATING ACTIVITIES		
	Net Profit / (Loss) before Tax and prior period items	(33,87,184)	(1,68,76,211)
Add/Less:	Interest (Net)	(19,17,083)	(43,48,923)
	Depreciation	5,46,472	5,45,492
		(13,70,611)	(38,03,431)
	Operating profit before working Capital	(47,57,795)	(2,06,79,642)
	(Increase)/Decrease in Trade & Other Receivable	(6,31,72,836)	(2,63,87,721)
	Increase/(Decrease) Trade Payable, Current Liabilities & Provision	12,77,51,574	(1,37,89,823)
		6,45,78,738	(4,01,77,544)
	Cash Generated from Operations	5,98,20,943	(6,08,57,186)
	Tax paid	4,11,000	15,00,000
	Cash Flow Before Extraordinary Items	6,02,31,943	(5,93,57,186)
	Extra ordinary Items / Adjustments (Prior Period Item)	-	-
	Cash Flow After Extraordinary Items	6,02,31,943	(5,93,57,186)
B	CASH FLOW FROM INVESTING ACTIVITIES		
	(Purchase) / Sale of Fixed Assets (Net)	(11,86,753)	(1,30,427)
	Interest Received	19,18,261	43,60,330
	Net Cash Used for Investing Activities	7,31,508	42,29,903
C	CASH FLOW FROM FINANCING ACTIVITIES		
	Interest paid	(1,178)	(11,407)
	Net cash From Financing Activities	(1,178)	(11,407)
	Net Decrease in Cash and Cash Equivalents (A+B+C)	6,09,62,273	(5,51,38,690)
	Cash and Cash Equivalents (OPENING BALANCE)	3,29,17,026	8,80,55,716
	Cash and Cash Equivalents (CLOSING BALANCE)	9,38,79,300	3,29,17,026
		6,09,62,273	(5,51,38,690)

As per our report attached

For Mahendra Zaveri & Co.

Chartered Accountants

Firm's Registration No.:105777W

All India Gem & Jewellery Domestic Council

For & on behalf of the Board

Mahendra Zaveri

Proprietor

Membership No.:043794

UDIN :

Place: Mumbai

Date:

Madan Kothari

DIN-00186498

Director

Place: Mumbai

Date:

Manoj Kumar Jha

DIN-06535299

Director

Significance Of Accounts

All India Gem & Jewellery Domestic Council

CIN:U91990MH2005NPL154999

15. Significant accounting policies and Notes forming part of the financial statements for the year ended 31st March 2020

1. Corporate information.

The company was incorporated on July 22, 2005. The main object of the company is to promote, aid, help, assist and encourage the advancement and furtherance of local and inland trade in gold jewellery, diamond jewellery, silver jewellery etc. by providing all types of training, information and knowledge to the manufacturers and traders, in jewellery of all types, size and varieties, its industry, trade and commerce with the aim of creating a healthy atmosphere amongst the members without any motive of making profit.

2. Significant accounting policies.

2.1 Basis of accounting and preparation of financial statements.

The financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 and the relevant provisions of the Companies Act, 2013 ("the 2013 Act") / Companies Act, 1956 ("the 1956 Act"), as applicable. The financial statements have been prepared on accrual basis under the historical cost convention. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year.

2.2 Use of estimates.

The preparation of the financial statements in conformity with Indian GAAP requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and the reported income and expenses during the year. The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognised in the periods in which the results are known / materialise.

2.3 Inventories.

There are no inventories. Consumables like stationery items are treated as revenue expenses during the year and therefore inventory is not maintained.

2.4 Revenue recognition.

Revenue earned is recognized in the books when there is reasonable certainty in collection thereof and in cases of reasonable uncertainty its recognition is postponed till ultimate collection.

Receipts / Donations towards the corpus are capitalised and accounted on the date of receipt. Interest income is accounted on accrual basis.

2.5 Other Income.

Other Interest is recognised on proportionate basis taking into account the amount outstanding and the effective rate applicable.

2.6 Property, Plant and Equipment

1. Consequent to the enactment of the Companies Act, 2013 the company has provided for depreciation over the balance of useful lives of the assets on written down value method on best estimates keeping in mind the information available with the company. The management has determined the life of various assets set out in Schedule II of the said act, as being fairly representative.
2. Depreciation on tangible fixed assets has been provided on Written Down value (WDV) basis using the rates based on useful lives provided in Schedule II of Companies Act, 2013. The company has used the following useful life to provide depreciation on its fixed assets :

Particulars	Useful Life
Furniture and Fixtures	10 years
Office Equipments	5 years
Computers	3 years
Softwares	6 years

2.7 Foreign currency transactions and translations.

Transactions in foreign currency are recorded at the original rates of exchange in force at the time the transactions are effected. At the year-end, monetary items denominated in foreign currency and forward exchange contracts are reported using closing rates of exchange. Exchange differences

arising thereon and on realization/ payment of foreign exchange are accounted, in the relevant year, as income or expense. However, there was no foreign currency transaction during the year.

2.8 Investments.

Current Investments are carried at the lower of cost or quoted/ fair value, computed category wise. Long term investments are stated at cost. Provision for diminution in the value of long-term investments is made only if such decline is other than temporary.

2.9 Employee Retirement benefits.

- 1) The Company contributes towards Provident Fund which is defined contribution retirement benefit plan for eligible employees. Liability in respect thereof is determined on the basis of contribution as required to be made under the statutes/rules.
- 2) Gratuity liability, a defined benefit scheme, and provision for compensated absences are accrued and provided on actual basis.

2.10 Taxes on Income

- 1) Provision for Income Tax, comprising of current tax and deferred tax, is made on the basis of results of the year. Deferred tax resulting from timing difference between the book profits and the tax profits for the year is accounted for using the tax rate and laws that have been enacted or substantively enacted as of the Balance Sheet date.
- 2) Since the company is a company registered under Section 12AA of Income Tax Act, 1961, Liability for Income Tax does not arise, hence no such provision are made by the company.

2.11 Provisions, Contingent Liabilities and Contingent Assets

A provision is recognized when the Company has a present obligation as a result of a past event, for which it is probable that cash outflow will be required and a reliable estimate can be made of the amount of the obligation. A contingent liability is disclosed when the Company has a possible and present obligation where it is not probable that an outflow of resources will be required to settle it. Contingent Assets are not recognized in the financial statement.

3. Notes forming part of Financial Statements for the year ended 31st March 2019

3.1 Related Party Disclosures

Related Parties disclosures for the year ended March 31st, 2020.

- a. Enterprise where control exists;
 1. GJF Events & Promotions Federation (Board controlled subsidiary).
 2. GJF Gem and Jewellery Skill Foundation (Board controlled subsidiary).
- b. Associates of Company (Share Holding of 36.36%)
 1. The Gem & Jewellery Skill Council of India
- c. Details of Related Parties.
 - a) Directors (including Partners/ Proprietors) as on 31st March 2020

1	Abdul Nazar Shihabdeen
2	Ashish Ramkrishna Pethe
3	Avinash Gupta
4	Bipin Berry
5	Kamal Singhanian
6	Krishana Behari Goyal
7	Madan Sardarmal Kothari
8	Manoj Kumar Jha
9	Mohanlal Hastimal Jain
10	Nathella Anantha Padmanaban
11	Nileshkumar Sohanlal Shobhawat Jain
14	Saiyam Prem Mehra
15	Sanjay Kumar Jain
16	Sanjay Radhavinod Agrawal
17	Sankar Sen

18	Shubhang Mittal
19	Suresh Ishwarlal Dhruv
20	Vijay Khajanna
19	Vinod Talwar

b. Key Managerial Personnel as on 31st March 2020

1	Khushboo Gurbuxani	Company Secretary
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c. Enterprises over which Board of Directors are able to exercise significant influence and with whom transactions have taken place during the year.

1	A. S. Jewellers
2	Aabhushan India Pvt. Ltd
3	Aurous Jewels
4	Bangalore Refinery (P) Ltd.
5	Bombay Jewellers
6	Jaykrishna Jewellers
7	Kamakhya Jewels
8	Khandelwal Jewellers (Akola) P Ltd
9	Khanna Jewellers
10	Koickal Jewellers
11	Lalchand Hastimal Jewellers
12	Laxmi Jewellery Chennai Ltd
13	Mamraj Musaddilal Jewellers
14	Master Chain Pvt. Ltd.
15	Nac Jewellers (P) Ltd

- b. Enterprises over which Board of Directors are able to exercise significant influence and with whom transactions have taken place during the year.

16	Prem Mehra
17	R. V. Agrawal Impex Pvt. Ltd.
18	Rajmudra Jewellers
19	Senco Gold Limited
20	Shree Jee Jewellers
21	Unique Chains Pvt. Ltd.
22	Waman Hari Pethe Jewellers

c. Transactions with the related parties and key managerial personnel during the period 1/4/2019 to 31/03/2020

Sr. No	Nature of Transactions	For the period 01/04/2019 to 31/03/2020
	Revenue:	
1	<u>Advertisement Charges</u>	
	Challani Jewellery Mart	15,000
	Laxmi Jewellery Chennai Pvt Ltd	15,000
	Senco Gold Limited(Sanker Jain)	100,000
2	<u>Participation Charges</u>	
	A. S. Jewellers	43,220
	Aabhushan India Pvt. Ltd	43,220
	Bangalore Refinery (P) Ltd.	43,220
	Bombay Jewellers	43,220
	Dwarka Gems Limited	43,220
	Jugal Kishore Jewellers	43,220
	Kamakhya Jewels P L	1,685,592
	Khanna Jewellers	43,220
	Lalchand Hastimal Jewellers	43,220
	Laxmi Jewellery Chennai Pvt Ltd	335,720
	Master Chain Pvt. Ltd'	1,220,000
	Nac Jewellers P L	60,695
	R. V. Agrawal Impex Pvt. Ltd	43,220
	Rajmudra Jewellers	43,220
	Senco Gold Limited	43,220
	Unique Chains Pvt. Ltd	1,670,000
	Waman Hari Pethe Jewellers	43,220
3	<u>Administration Charges</u>	
	Aabhushan India Pvt. Ltd	3,000
	Senco Gold Limited	9,000
	Unique Chains Pvt. Ltd	3,000
4	<u>Other Income</u>	
	Senco Gold Limited	480,000
5	<u>Sponsorship Charges</u>	
	Kamakhya Jewels P L	180,000

6	<u>Membership Income</u>	
	Koickal Jewellers	5,000
	Expenses:	
7	<u>Reimbursement / Purchase / Service - Expenses</u>	
	Dwarka Gems Limited	261,996
	Mr. Nitin Khandelwal	20,279
	Laxmi Jewellery Chennai Pvt Ltd	12,452
	Nac Jewellers P L	56,230
	R. V. Agrawal Impex Pvt. Ltd	158,326
	Khushboo Gurbuxani	14,536
8	<u>Rent Expenses</u>	
	Prem Mehra	300,633
9	<u>Salaries Expense</u>	
	Khushboo Gurbuxani	944,897

e) Balance with Related Parties

Sr. No	<u>Name</u>	<u>Amount</u>
1	<u>Amount due from - as at March 31, 2020</u>	
	Challani Jewellery Mart	15,450
	Kamakhya Jewels P L	638,000
	Unique Chains Pvt. Ltd	16,678
	Waman Hari Pethe Jewellers	9,144
	GJF Events & Promotion Federation	968,315
2	<u>Amount due to - as at March 31, 2020</u>	
	Senco Gold Limited	7,000
	Nac Jewellers (P) Ltd	7,725
	R. V. Agrawal Impex Pvt. Ltd.	2,365
	Rajmudra Jewellers	864
	Prem Mehra	56,244

3.2 Additional Information as required by Paragraph 2 of the General Instructions for Preparation of Consolidation Financial Statements to Schedule III to the Companies Act, 2013.

Name of the entity in the Parent Company	Net Assets i.e. total Assets minus total liabilities		Share of Profit or loss	
	As % of consolidated net assets	Amount in Rs.	As % of consolidated profit or loss	Amount in Rs.
<u>Parent</u>				
All India Gems & Jewellery Domestic Council	99.19%	9,28,54,032	(163.09%)	(33,87,184)
<u>Subsidiaries</u>				
GJF Events & Promotion Federation	0.81%	7,59,404	63.09%	13,10,361
GJF Gem and Jewellery Skill Foundation	-	-	-	-

*GJF Gem and Jewellery Skill Foundation was incorporated on 24/01/2018, however, the company is not in operation till 31/03/2020 and the management has applied for conversion from Section 8 Company to a Private Limited Company with the Registrar of Companies for the purpose of striking off.

3.3 Form A0C-1

(Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of the Companies (Accounts) Rules, 2014)

Statement containing salient features of the financial statement of the subsidiary:

Part 'A' Subsidiary

Sr. No	Name of the Subsidiary Company	GJF Events & Promotion Federation	
		01.04.2019 to 31.03.2020	01.04.2018 to 31.03.2019
1	Reporting period for the subsidiary concerned	01.04.2019 to 31.03.2020	01.04.2018 to 31.03.2019
2	Share Capital	-	-
3	Reserves & Surplus	7,59,404	(550,957)
4	Total Assets	22,67,052	587,448
5	Total Liabilities	15,07,648	1,138,405
6	Investments	-	-
7	Turnover	2,966,100	-
8	Profit / (Loss) before Taxation	17,86,919	(84,850)
9	Provision for taxation	4,76,558	-
10	Profit / (Loss) after Taxation	13,10,361	(84,850)
11	Proposed Dividend	-	-
12	% of Shareholding	-	-
a.	Name of subsidiaries which are yet to commence operation – GJF Gem and Jewellery Skill Foundation		
b.	Names of the subsidiaries which have been liquidated or sold during the year – None		

3.4 Contingent Liabilities and Commitments (to the extent not provided for).

Contingent Liability		As at 31.3.2020
<u>Income Tax demands disputed in appeals before CIT (Appeal), Mumbai:</u>		Rupees
A	Pertaining to Assessment Year 2011-12 (F.Y. 2010-11) (incl. interest Rs. 343,444/-)	1,435,509
B	Pertaining to Assessment Year 2012-13 (F.Y. 2011-12) (incl. interest Rs. 1,116,325/-)	4,305,853
C	Pertaining to Assessment Year 2013-14 (F.Y. 2012-13) (incl. interest Rs. 847,286/-)	5,065,125
D	Pertaining to Assessment Year 2014-15 (F.Y. 2013-14) (incl. interest Rs. 357,687/-)	5,494,785
E	Pertaining to Assessment Year 2015-16 (F.Y. 2014-15) (incl. interest Rs. 4,100,784/-)	15,274,588
F	Pertaining to Assessment Year 2016-17 (F.Y. 2015-16) (incl. interest Rs. 412,672/-)	5,488,845
G	Pertaining to Assessment Year 2017-18 (F.Y. 2016-17) (incl. interest Rs. 509,289/-)	4,400,034
Total		41,464,739

The Income Tax assessments of the Company as stated above have been disputed and the company has preferred an appeal before the Commissioner of Income Tax (Appeals). The Company has been legally advised that the demands raised are likely to be either deleted or substantially reduced and accordingly no provision is considered necessary.

3.5 The company has not collected any information pertaining to transactions as required to be reported under section 22 of the Micro, Small and Medium Enterprises Development Act, 2006.

3.6 In the opinion of the Directors, the Current Assets, Loans and Advances are of the value stated in the Balance Sheet if realized in the ordinary course of business. Further, the balance of Sundry Creditors, Sundry Debtors and Loans & Advances are subject to confirmation and reconciliation, if any.

3.8 Previous year's figures have been regrouped wherever necessary to confirm to current year's groupings.

For Mahendra Zaveri & Co.
Chartered Accountants.
Firm's Registration No.:105777W

For All India Gem & Jewellery Domestic Council

Mahendra Zaveri.
Proprietor
Membership No.: 043794.
UDIN:
Place: Mumbai.
Date:

Madan Kothari
Director
DIN- 00186498

Manoj Kumar Jha
Director
DIN- 06535299

Place: Mumbai.

AUDITOR'S REPORT

To,

The Members of All India Gem & Jewellery Domestic Council

Report on the Consolidated Financial Statements

We have audited the accompanying consolidated financial statements of All India Gem & Jewellery Domestic Council, (hereinafter referred to as “the Holding Company”) and its subsidiaries (the Holding Company and its subsidiaries together referred to as “the Group”) and its associate, comprising of the Consolidated Balance Sheet as at 31st March, 2020, the Consolidated Statement of Income and Expenditure, the Consolidated Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as “the consolidated financial statements”).

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the consolidated state of affairs of the Group and its associates as at 31st March, 2020, and their consolidated Surplus and their consolidated cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Group in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India, and we have fulfilled our other ethical responsibilities in accordance with the provisions of the Companies Act, 2013. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion

Emphasis of Matter

The Subsidiary Company, GJF Gem & Jewellery Skill Foundation, was incorporated on 24th January 2018 and has not carried out any business operation from its date of incorporation till 31st March 2020. The Subsidiary Company has not undertaken any transaction during the aforementioned period and neither does it have a bank account. Hence, there is no profit or loss for the period. Also, the Subsidiary Company does not possess or own any asset and has no outstanding liability due as on the balance sheet date. However, the management is in the process to convert the Subsidiary

Company from a Section 8 Company to Private Company for the purpose of striking off. The conversion is pending for approval from Registrar of Companies. Hence, material uncertainty exists that may cast significant doubt on the Subsidiary Company's ability to continue as a going concern. Our opinion is not modified in respect of this matter.

Other Information

The Holding Company's management and Board of Directors are responsible for the other information. The other information comprises the information included in the Company's annual report, but does not include the financial statements and our auditors' report thereon.

Our opinion on the consolidated financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the consolidated financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard.

Management's Responsibility for the Consolidated Financial Statements

The Holding Company's Board of Directors is responsible for the preparation of these consolidated financial statements in terms of the requirements of the Companies Act, 2013 (hereinafter referred to as "the Act") that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated cash flows of the Group including its Associate in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. The respective Board of Directors of the companies included in the Group and of its associate are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and for preventing and detecting frauds and other irregularities; the selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Holding Company, as aforesaid.

In preparing the consolidated financial statements, the respective Board of Directors of the companies, included in the Group and of its associates and jointly controlled entities are responsible for assessing the ability of the Group and of its associates and jointly controlled entities to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

Auditor's Responsibility

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(l) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication

Other Matters

(a) We audited the financial statements of one subsidiary, namely, GJF Events and Promotions Federation, whose financial statements reflect net assets of Rs. 7,59,404/- as at 31st March, 2020, total revenues of Rs. 29,66,100/- and net cash flows amounting to Rs. 19,18,890/- for the year ended on that date, and in case of another subsidiary, GJF Gem & Jewellery Skill Foundation, whose unaudited financial statements reflect total assets of Rs. NIL as at 31st March, 2020, total revenues of Rs. NIL and net cash flows amounting to Rs. NIL for the year ended on that date, as considered in the consolidated financial statements. The consolidated financial statements also include the Group's share of net profit of Rs. 42,57,907- for the year ended 31st March,2020, as considered in the consolidated financial statements, in respect of one associate, namely, The Gems & Jewellery Skill Council of India, whose financial statements have not been audited by us. The financial statements of the associate have been audited by other auditors whose reports have been furnished to us by the Management and our report in terms of sub-section (3) and (11) of Section 143 of the Act, in so far it relates to the aforesaid associate, is based solely on the reports of the other auditors.

Our opinion on the consolidated 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 the financial statements certified by the Management.

Report on Other Legal and Regulatory Requirements

1. As required by Section 143(3) of the Act, we report, to the extent applicable, that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid consolidated financial statements.
 - (b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books and the reports of the other auditors.
 - (c) The Consolidated Balance Sheet, the Consolidated Statement of Income and Expenditure, and the Consolidated Cash Flow Statement dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements.
 - (d) In our opinion, the aforesaid consolidated financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - (e) On the basis of the written representations received from the directors of the Holding Company as on 31st March, 2019 taken on record by the Board of Directors of the Holding Company and the reports of the statutory auditors of its subsidiary companies and associate companies incorporated in India, none of the directors of the Group companies, its associate company incorporated in India is disqualified as on 31st March, 2019 from being appointed as a director in terms of Section 164 (2) of the Act.
 - (f) With respect to the adequacy of internal financial control over financial reporting and the operative effectiveness of such controls, refer to our separate report in "Annexure A".
 - (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditor's) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The consolidated financial statements disclose the impact of pending litigations on the consolidated financial position of the Group and its associate – Refer Note 3.4 to the consolidated financial statements.

ii. The Group and associate did not have any material foreseeable losses on long-term contracts including derivative contracts.

iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Holding Company, its subsidiary companies, and associate companies incorporated in India

For Mahendra Zaveri & Co.
Chartered Accountants
Firm's Registration No.: 105777W

Mahendra Zaveri
Proprietor
Membership No.: 043794
UDIN:
Place: Mumbai
Date:

Annexure "A" to the Auditors' Report

Report on Internal Financial Controls under Clause (i) of Sub Section 3 of Section 143 of the Companies Act, 2013 ('The Act').

We have audited the internal financial controls over financial reporting of All India Gem & Jewellery Domestic Council as of 31st March 2020 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the 'Guidance Note') and the Standards on Auditing, issued by ICAI and deemed to be prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting were established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the Company are being made only in accordance with authorizations of the Management and directors of the Company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the Company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting:

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and may not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March 2020, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

*For Mahendra Zaveri & Co.
Chartered Accountants*

*Mahendra Zaveri
(Proprietor)
M.No. 043794
FRN: 105777W
UDIN:
Place: Mumbai
Date:*

Balance Sheet

All India Gem & Jewellery Domestic Council

CIN:U91990MH2005NPL154999

(in Rupees)

Consolidated Balance Sheet as at 31st March,	Note	2020	2019
I. EQUITY AND LIABILITIES			
1 Shareholders' funds			
(a) Share capital	-	-	
(b) Reserves and surplus	1	11,65,17,628	11,43,36,545
(c) Money received against share warrants	-	-	
2 Share application money pending allotment	-	-	
3 Non-current liabilities			
(a) Long-term borrowings	-	-	
(b) Deferred tax liabilities (Net)	-	-	
(c) Other Long term liabilities	2	3,25,380	
(d) Long-term provisions	-	-	
4 Current liabilities			
(a) Short-term borrowings	-	-	
(b) Trade payables	-	-	
(A) total outstanding dues of micro enterprises and small enterprises; and			
(B) total outstanding dues of creditors other than micro enterprises and small enterprises			
(c) Other current liabilities	3	15,69,84,032	2,83,72,001
(d) Short-term provisions	4	22,96,748	30,40,026
TOTAL		27,61,23,788	14,57,48,572
II. ASSETS			
1 Non-current assets			
(a) Property, Plant and Equipment	5		
(i) Tangible assets		10,39,765	5,00,796
(ii) Intangible assets		5,76,078	4,74,766
(iii) Capital work-in-progress	-	-	
(iv) Intangible assets under development	-	-	
(b) Non-current investments	6	3,29,04,193	2,86,46,286
(c) Deferred tax assets (net)	-	-	
(d) Long-term loans and advances	7	51,75,488	41,14,478
(e) Other non-current assets	-	-	
2 Current assets			
(a) Current investments	-	-	
(b) Inventories	-	-	
(c) Trade receivables	8	1,22,73,041	88,98,535
(d) Cash and cash equivalents	9	9,58,33,402	3,29,52,239
(e) Short-term loans and advances	10	4,11,25,110	2,29,31,397
(f) Other current assets	11	8,71,96,711	4,72,30,075
TOTAL		27,61,23,788	14,57,48,572
Significant Accounting Policies & Notes to Accounts	16		

As per our report attached
For Mahendra Zaveri & Co.
Chartered Accountants
Firm's Registration No.:105777W

All India Gem & Jewellery Domestic Council
For & on Behalf of the Board

Madan Kothari Manoj Kumar Jha

Mahendra Zaveri
Proprietor
Membership No.:043794
UDIN :
Place: Mumbai
Date:

DIN-00186498 DIN-06535299
Director Director

Place: Mumbai
Date:

Consolidated Statement of Income & Expenditure

All India Gem & Jewellery Domestic Council

CIN:U91990MH2005NPL154999

(in Rupees)

Consolidated Statement of Income and Expenditure for the year ended 31st March,		Note	2020	2019
I.	Revenue from operations	12	14,42,29,193	13,41,98,104
II.	Other income	13	61,76,168	18,97,791
III.	Total Revenue (I + II)		15,04,05,361	13,60,95,895
IV.	Expenses:			
	Cost of materials consumed	-	-	
	Purchases of Stock-in-Trade	-	-	
	Changes in inventories of finished goods work-in-progress and Stock-in-Trade	-	-	
	Employee benefits expense	14	1,93,52,671	1,82,18,977
	Finance costs	-	-	
	Depreciation and amortization expense	5	5,46,472	5,35,467
	Other expenses	15	12,78,48,577	13,67,65,054
	Total expenses		14,77,47,720	15,55,19,497
V.	Surplus of Income over Expenditure before exceptional and extraordinary items and tax (III-IV)		26,57,641	(1,94,23,602)
VI.	Exceptional items	-	-	
VII.	Surplus of Income over Expenditure before extraordinary items and tax (V - VI)		26,57,641	(1,94,23,602)
VIII.	Extraordinary Items	-	-	
IX.	Surplus of Income over Expenditure before tax (VII- VIII)		26,57,641	(1,94,23,602)
X	Tax expense:			
	(1) Current tax	-	4,76,558	
	(2) Deferred tax	-	-	
XI	Surplus of Income over Expenditure / (Surplus of Expenditure over Income) for the period from continuing operations (IX-X)		21,81,083	(1,94,23,602)
XII	Surplus of Income over Expenditure / (Surplus of Expenditure over Income) from discontinuing operations	-	-	
XIII	Tax expense of discontinuing operations	-	-	
XIV	Surplus of Income over Expenditure / (Surplus of Expenditure over Income) from Discontinuing operations (after tax) (XII-XIII)	-	-	
XV	Surplus of Income over Expenditure/(Surplus of Expenditure over Income) for the period (XI + XIV)		21,81,083	(1,94,23,602)
XVI	Earnings per equity share:			
	(1) Basic	-	-	
	(2) Diluted	-	-	
	Significant Accounting Policies & Notes to Accounts	16		

As per our report attached

For Mahendra Zaveri & Co.

Chartered Accountants

Firm's Registration No.:105777W

All India Gem & Jewellery Domestic Council

For & on behalf of the Board

Madan Kothari

Manoj Kumar Jha

Mahendra Zaveri

Proprietor

Membership No.:043794

UDIN :

Place: Mumbai

Date:

DIN-00186498

Director

Place: Mumbai

Date:

DIN-06535299

Director

Schedules to Balance Sheet

All India Gem & Jewellery Domestic Council

CIN:U91990MH2005NPL154999

1 Reserves & Surplus

(in Rupees)

Particulars	As on 31st March,	
	2020	2019
a. Capital Corpus Account		
Opening Balance	27,21,05,000	27,21,05,000
(+) Current year addition	-	-
Closing Balance	27,21,05,000	27,21,05,000
b. Surplus		
Opening balance	(15,77,68,455)	(13,83,44,853)
Less: Surplus of Income Over Expenditure for the current year	21,81,083	(1,94,23,602)
Closing Balance	(15,55,87,372)	(15,77,68,455)
Total (a + b)	11,65,17,628	11,43,36,545

2 Other Long term liabilities

Particulars	As on 31st March,	
	2020	2019
1 Sundry creditors for expenses	- 3,25,380	
Total	- 3,25,380	

3 Other Current Liabilities

(in Rupees)

Particulars	As on 31st March,	
	2020	2019
Other payables		
1 Sundry creditors for expenses	58,80,132	39,94,237
2 Advances received	14,82,64,060	2,28,50,439
3 Duties & Taxes	27,33,153	15,22,382
4 Payable To Staff	1,06,687	4,943
Total	15,69,84,032	2,83,72,001

4 Short Term Provisions

(in Rupees)

Particulars	As on 31st March,	
	2020	2019
Expenses payable	22,96,748	30,40,026
Total	22,96,748	30,40,026

Schedules to Balance Sheet

All India Gem & Jewellery Domestic Council

CIN:U91990MH2005NPL154999

5 Fixed Assets

Sr. No.	Particulars	Gross Block			Accumulated Depreciation				Net Block	
		As at 31st March 2019	Additions/ (Disposals)	As at 31st March 2020	As at 31st March 2019	Depreciation charge for the year	Other Adjustments	As at 31st March 2020	As at 31st March 2020	As at 31st March 2019
a	Tangible Assets									
	Furniture & Fixture	1,54,616	57,500	2,12,116	1,29,431	-	9,966	1,39,397	72,719	25,185
	Electrical Fittings	-	10,00,198	10,00,198	8,47,224	-	40,580	8,87,804	1,12,394	1,52,974
	Office Equipment	14,98,829	1,11,937	16,10,766	13,95,718	-	22,439	14,18,157	1,92,609	1,03,111
	Computer	33,84,496	6,50,366	40,34,862	31,64,970	-	2,07,849	33,72,819	6,62,043	2,19,526
	Total (a)	60,38,139	8,19,803	68,57,942	55,37,343	-	2,80,834	58,18,176	10,39,765	5,00,796
b	Intangible Assets									
	Software	4,70,488	3,61,200	8,31,688	4,46,963	-	56,169	5,03,132	3,28,556	23,525
	Website	-	11,47,000	11,47,000	7,93,061	-	1,63,160	9,56,221	1,90,779	3,53,939
	G.J.F Mobile Application	3,85,375	5,750	3,91,125	2,88,073	-	46,309	3,34,382	56,743	97,302
	Total (b)	20,02,863	3,66,950	23,69,813	15,28,097	-	2,65,638	17,93,735	5,76,078	4,74,766
	Total (a + b)	80,41,002	11,86,753	92,27,755	70,65,440	-	5,46,472	76,11,912	16,15,843	9,75,562
	Previous Year	79,10,574	1,30,427	80,41,002	65,19,948	-	5,35,467	70,65,440	9,75,562	13,90,626

(in Rupees)

Schedules to Balance Sheet

All India Gem & Jewellery Domestic Council

CIN:U91990MH2005NPL154999

6 Details of Non - Current Investments
Other Investments

(1)	(2)	(3)	(4)		(5)	(6)	(7)	(8)		(9)	(10)		(11)	(12)	(13)
			As at 31 March 2020	As at 31 March 2019				As at 31 March 2020	As at 31 March 2019		As at 31 March 2020	As at 31 March 2019			
(a) Investment in Equity Instruments The Gems & Jewellery Skill Council of India	Associate		10,00,000	10,00,000	10,00,000	Unquoted	Fully paid	36.36%	36.36%	36.36%	3,29,04,193	2,86,46,286	Yes		
(b) Investments in Preference Shares															
(c) Investments in Government or Trust securities															
(d) Investments in Debentures or Bonds															
(e) Investments in Mutual Funds															
(f) Investments in partnership firms															
(g) Other non-current investments (specify nature)															
Total			10,00,000	10,00,000	10,00,000						3,29,04,193	2,86,46,286			

(in Rupees)

Schedules to Balance Sheet

All India Gem & Jewellery Domestic Council

CIN:U91990MH2005NPL154999

7 Long Term Loans and Advances

(in Rupees)

Particulars	As on 31st March,	
	2020	2019
<u>Security Deposits</u>		
Unsecured, considered good	35,55,075	41,14,478
Advances Recoverable	-	16,20,413
Total	51,75,488	41,14,478

8 Trade Receivables

(in Rupees)

Particulars	As on 31st March,	
	2020	2019
(a) Trade receivables outstanding for a period less than six months from the date they are due for payment	34,47,769	59,29,830
(b) Trade receivables outstanding for a period exceeding six months from the date they are due for payment	88,25,272	29,68,705
Total (a + b)	1,22,73,041	88,98,535

8A Trade Receivable stated above include those due by:

(in Rupees)

Particulars	As on 31st March,	
	2020	2019
<u>Private Company in which director is a member/director</u>		
1 Senco Gold Limited	-	13,600
2 R. V. Agrawal Impex Pvt. Ltd	-	88,500
3 Waman Hari Pethe Jewellers	9,144	9,144
4 Nac Jewellers (P) Ltd	-	7,725
5 Kamakhya Jewels P Ltd	-	6,38,000
6 Unique Chains Pvt. Ltd	-	16,678
<u>Firm in which director is a partner /proprietor</u>		
1 Mamraj Musaddilal Jewellers	-	2,10,000
2 Challani Jewellery Mart	-	15,450
Total	6,79,272	3,28,969

9 Cash and cash equivalents

(in Rupees)

Particulars	As on 31st March,	
	2020	2019
a. Balances with banks	4,77,19,310	15,97,024
b. Cash on hand	42,340	5,706
c. Fixed deposits with banks*	4,80,71,752	3,13,49,509
Total	9,58,33,402	3,29,52,239

* Fixed deposits with banks include deposits of Rs. Nil. [Previous year Rs. Nil] with maturity of more than 12 months.

10 Short-term loans and advances

(in Rupees)

Particulars	As on 31st March,	
	2020	2019
Others		
Unsecured, Considered good		
a. Advances to staff	1,07,870	1,92,416
b. Advances for shows	4,871	27,385
c. Advances recoverable	4,10,12,369	2,27,11,596
Total	4,11,25,110	2,29,31,397

Schedules to Balance Sheet

All India Gem & Jewellery Domestic Council

CIN:U91990MH2005NPL154999

11 Other current assets

(in Rupees)

Sr. No	Particulars	As on 31st March,	
		2020	2019
1	Expenses - PMI 4	-	36,35,410
2	Expenses - PMI 5	2,72,869	10,346
3	GJS B2B Show	-	1,40,36,727
4	GST Advanced	2,01,44,063	85,673
5	GST Refund	39,04,729	49,85,113
6	<u>Refunds adjusted agaist outstanding demand:</u>		
	Income Tax A.Y. 2012-13	2,75,772	2,75,772
	Income Tax A.Y. 2013-14	23,50,216	23,50,216
	Income Tax A.Y. 2014-15	15,56,910	15,56,910
7	Income Tax Paid A Y 11-12	13,55,669	13,55,669
8	Income tax Paid A Y 12-13	12,00,000	12,00,000
9	Income Tax Paid A.Y. 15-16	30,54,918	30,54,918
10	Income Tax Paid A.Y. 16-17	12,15,000	12,15,000
11	Income Tax Paid A.Y. 17-18	-	4,11,000
12	Interest Accrued on Fixed Deposit [CBI]	6,38,626	7,19,680
13	Interest Accrued on Fixed Deposit [HDFC]	3,545	3,128
14	Prepaid Expenses	8,33,796	9,19,999
15	Prepaid Insurance	5,00,000	5,00,000
16	RCM CGST/SGST	1,53,000	14,670
17	Service Tax Refund	3,65,551	3,65,551
18	Tax deducted at source	3,49,24,320	2,49,82,021
Total		8,71,96,711	4,72,30,075

Schedules to Profit & Loss Account

All India Gem & Jewellery Domestic Council

CIN:U91990MH2005NPL154999

12 Revenue from Operations

(in Rupees)

Particulars	As on 31st March,	
	2020	2019
Other operating revenues	14,42,29,193	13,41,98,104
Total	14,42,29,193	13,41,98,104

13 Other Income

(in Rupees)

Particulars	As on 31st March,	
	2020	2019
Interest Income on Fixed Deposits	19,18,261	43,60,330
Share in Profit of Associates	42,57,907	-24,62,538
Total	61,76,168	18,97,792

14 Employee Benefits Expense

(in Rupees)

Particulars	As on 31st March,	
	2020	2019
(a) Salaries and incentives	1,90,68,909	1,68,50,255
(b) Staff welfare expenses	1,07,825	1,61,997
(c) Gratuity	33,941	9,90,779
(d) Leave Encashment	1,41,996	2,15,946
Total	1,93,52,671	1,82,18,977

15 Other expenses

(in Rupees)

Sr. No.	Particulars	As on 31st March,	
		2020	2019
1	Administration charges	36,141	31,464
2	Advertisement & Promotion Charges	5,74,766	36,97,896
3	Annual maintenance charges	-	6,493
4	Audit Fees	2,80,000	2,79,500
5	Bank charges	86,127	70,497
6	Board meeting & AGM Expenses	13,61,318	24,65,197
7	Books & Periodical	-	875
8	Commission and brokerage charges	27,750	3,70,375
9	Compensation for relief fund	-	17,77,601
10	Computer Expenses	89,596	1,23,345
11	Designing Expenses	2,45,000	-
12	Diwali Expenses	62,062	81,255
13	Domain charges	713	1,888
14	Electricity Charges	2,26,859	5,11,411
15	Event Expenses	3,52,36,719	3,92,60,328
16	Exhibition Expenses	1,25,680	1,01,576
17	Excess Accrued Interest Written off	53,250	-
18	Filing Fees	4,630	2,130
19	GJF Mobile Application Expense	-	2,100
20	GST Fees	10,868	20,100
21	Hotel Expenses	5,32,12,371	4,80,78,786
22	Input GST Credit Unutilized As Per GST	28,58,055	15,10,721
23	Insurance charges	4,04,997	62,463
24	Interest on TDS	2,678	11,407
25	Interest on GST	12,187	-
26	Interest / Penalty on I T Return	1,000	-
27	ITC Reversal As Per Rule 42	94,733	-
28	Legal & Professional Fees	76,52,011	1,37,18,182
29	Loading & Unloading charges	300	-
30	Loss on Sale of Asset	800	-

Schedules to Profit & Loss Account

(in Rupees)

Sr. No.	Particulars	As on 31st March,	
		2020	2019
31	Material and Memento's expenses	12,61,777	8,26,750
32	Meeting Expenses	20,469	8,413
33	Membership Expenses	8,94,452	6,41,798
34	Miscellaneous Expense	10,500	20,000
35	Office Expenses	6,08,793	5,04,085
36	Office Expenses - East Zone	11,774	14,425
37	Office Expenses - North Zone	28,000	-
38	Office Repairs and Maintenance	6,255	54,850
39	PF Incidental Charges	-	116
40	Postage & Courier	5,00,393	4,80,364
41	Press Conference	-	20,000
42	Printing & Stationery	8,85,309	17,51,060
43	Prior Period Expense	62,352	2,04,128
44	Profession Tax	5,000	5,000
45	Professional Charges-Out of Pocket Expense	20,706	10,900
46	Refreshment expenses	1,95,184	2,06,097
47	Registration charges	-	44,700
48	Rent & Damages	49,05,432	36,99,324
49	ROC charges	61,300	32,200
50	SMS & Email Charges	7,25,494	4,43,883
51	Sponsorship Charges	5,00,000	-
52	Society maintenance charges	-	7,875
53	Telephone & Internet Charges	3,01,471	4,23,813
54	Translation charges	29,670	14,843
55	Travelling and Conveyance	1,32,23,029	1,46,30,818
56	Website & Software charges	3,77,037	4,46,456
57	Write-Off Balances	5,53,569	87,566
Total		12,78,50,597	13,67,67,073

15A Payments to the auditor (excluding Service Tax/GST):

(in Rupees)

Sr. No.	Particulars	As on 31st March,	
		2020	2019
a	as Auditor	2,80,000	2,79,500
b	for taxation matters	1,00,000	1,65,000
c	for other services	-	-

All India Gem & Jewellery Domestic Council
CIN:U91990MH2005NPL154999

(in Rupees)

Consolidated Cash Flow Statement for the Year ended 31st March,		March 31, 2020	March 31, 2019
A	CASH FLOW FROM OPERATING ACTIVITIES		
	Net Profit / (Loss) before Tax and prior period items	26,57,641	(1,94,23,602)
Add/Less:	Interest (Net)	(61,73,490)	(43,48,923)
	Depreciation	5,46,472	5,45,492
	Share in Profit of Associates	(42,57,907)	24,62,538
	Provision For Gratuity	-	-
		(98,84,925)	(13,40,893)
	Operating profit before working Capital	(72,27,284)	(2,07,64,494)
	(Increase)/Decrease in Inventories	-	-
	(Increase)/Decrease in Trade & Other Receivable	(6,30,06,865)	(2,63,10,371)
	Increase/(Decrease) Trade Payable, Current Liabilities & Provision	12,77,17,575	(1,37,82,323)
		6,47,10,710	(4,00,92,694)
	Cash Generated from Operations	5,74,83,427	(6,08,57,188)
	Tax paid	4,11,000	15,00,000
	Cash Flow Before Extraordinary Items	5,78,94,427	(5,93,57,188)
	Extra ordinary Items / Adjustments (Prior Period Item)	-	-
	Cash Flow After Extraordinary Items	5,78,94,427	(5,93,57,188)
B	CASH FLOW FROM INVESTING ACTIVITIES		
	(Purchase) / Sale of Fixed Assets (Net)	(11,86,753)	(1,30,427)
	(Purchase) / Sale of Investment	-	-
	Interest Received	61,76,168	43,60,330
	Net Cash Used for Investing Activities	49,89,415	42,29,903
C	CASH FLOW FROM FINANCING ACTIVITIES		
	Capital Corpus Account	-	-
	Interest paid	(2,678)	(11,407)
	Increase/(Decrease) In Unsecured Loans	-	-
	Increase/(Decrease) In Secured Loans	-	-
	Net cash From Financing Activities	(2,678)	(11,407)
	Net Decrease in Cash and Cash Equivalents (A+B+C)	6,28,81,163	(5,51,38,693)
	Cash and Cash Equivalents (OPENING BALANCE)	3,29,52,239	8,80,90,932
	Cash and Cash Equivalents (CLOSING BALANCE)	9,58,33,402	3,29,52,239
		6,28,81,163	(5,51,38,693)

As per our report attached
For Mahendra Zaveri & Co.
Chartered Accountants
Firm's Registration No.:105777W

All India Gem & Jewellery Domestic Council
For & on behalf of the Board

Mahendra Zaveri
Proprietor
Membership No.:043794
UDIN :
Place: Mumbai
Date:

Madan Kothari
DIN-00186498
Director
Manoj Kumar Jha
DIN-06535299
Director

Place: Mumbai
Date:

Significance of Accounts

All India Gem & Jewellery Domestic Council

CIN:U91990MH2005NPL154999

16. Significant accounting policies and Notes forming part of the consolidated financial statements for the year ended 31st March 2020

1. Basis of Consolidation

The consolidated financial statements relate to All India Gem & Jewellery Domestic Council (the “Company”), its subsidiary, and associate. The Company and its subsidiary together constitute the “Group”. The consolidated financial statements have been prepared on the following basis:

- 1) The financial statements of the Company and its subsidiary have been combined on a line-by-line basis by adding together the book values of like items of assets, liabilities, income and expenses, after eliminating intra-group balances, intragroup transactions and unrealised profits or losses as per Accounting Standard 21 ‘Consolidated Financial Statements’ as prescribed under section 133 of the Companies Act, 2013.
 - 2) Investments in Associate Company have been accounted for under the equity method as per Accounting Standard 23 ‘Accounting for Investments in Associates in Consolidated Financial Statements’ as prescribed under section 133 of the Companies Act, 2013. The share of profits/loss of the associate company (the loss being restricted to the cost of investment) has been added to/deducted from the cost of investments.
 - 3) The financial statements of the subsidiary and associate are drawn upto the same reporting date as that of the Company as on 31st March 2019.
-

The list of subsidiary and associate, which are included in the consolidation with their respective country of incorporation and the Group's holding therein, is given below:-

(i) **Subsidiary Companies**

Name	Country of Incorporation	As at March 31,2020		As at March 31,2019	
		Held directly by Parent or through its subsidiaries	Effective Holding	Held directly by Parent or through its subsidiaries	Effective Holding
		(%)	(%)	(%)	(%)
GJF Events & Promotions Federation	India	-	-	-	-
GJF Gem and Jewellery Skill Foundation	India	-	-	-	-

Note: The subsidiaries are registered u/s 8 of The Companies Act 2013 and are not companies limited by shares. The Companies are subsidiaries as the holding company controls the composition of the Board of Directors of the subsidiaries.

*GJF Gem and Jewellery Skill Foundation was incorporated on 24/01/2018, however, the company is not in operation till 31/03/2020 and the management has applied for conversion from Section 8 Company to a Private Limited Company with the Registrar of Companies for the purpose of striking off.

(ii) **Associates:**

Name	Country of Incorporation	As at March 31,2020		As at March 31,2020	
		Held directly by Parent or through its subsidiaries	Effective Holding	Held directly by Parent or through its subsidiaries	Effective Holding
		(%)	(%)	(%)	(%)
The Gem & Jewellery Skill Council of India	India	36.36	36.36	36.36	36.36

2. **Significant accounting policies.**

2.1 **Basis of accounting and preparation of financial statements.**

The consolidated financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 and the relevant provisions of the Companies Act, 2013 ("the 2013 Act") /

Companies Act, 1956 ("the 1956 Act"), as applicable. The consolidated financial statements have been prepared on accrual basis under the historical cost convention. The accounting policies adopted in the preparation of the consolidated financial statements are consistent with those followed in the previous year.

2.2 Use of estimates.

The preparation of the consolidated financial statements in conformity with Indian GAAP requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and the reported income and expenses during the year. The Management believes that the estimates used in preparation of the consolidated financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognised in the periods in which the results are known / materialise.

2.3 Inventories.

There are no inventories. Consumables like stationery items are treated as revenue expenses during the year and therefore inventory is not maintained.

2.4 Property, Plant and Equipment

1. Consequent to the enactment of the Companies Act, 2013 the company has provided for depreciation over the balance of useful lives of the assets on written down value method on best estimates keeping in mind the information available with the company. The management has determined the life of various assets set out in Schedule II of the said act, as being fairly representative.
2. Depreciation on tangible fixed assets has been provided on Written Down value (WDV) basis using the rates based on useful lives provided in Schedule II of Companies Act, 2013. The company has used the following useful life to provide depreciation on its fixed assets :

Particulars	Useful Life
Furniture and Fixtures	10 years
Office Equipments	5 years
Computers	3 years
Software	6 years

2.5 Revenue recognition.

Revenue earned is recognized in the books when there is reasonable certainty in collection thereof and in cases of reasonable uncertainty its recognition is postponed till ultimate collection.

Receipts / Donations towards the corpus are capitalised and accounted on the date of receipt. Interest income is accounted on accrual basis.

(i) Revenue from Contributions: Revenue from contributions are recognised upon completion of service as per the contracts entered with different parties.

(ii) Revenue from Grants: Revenue from Grant is recognised upon compliance with significant condition, if any, and where it is reasonable to expect ultimate collection. However the same is not deferred if the amount is received from the party assuming the conditions will be fulfilled.

(iii) Revenue from Income: Revenue from Income is booked on Accrual basis. 2.6 Foreign currency transactions and translations.

2.6 Other Income.

Other Interest is recognised on proportionate basis taking into account the amount outstanding and the effective rate applicable.

2.7 Foreign currency transactions and translations.

Transactions in foreign currency are recorded at the original rates of exchange in force at the time the transactions are effected. At the year-end, monetary items denominated in foreign currency and forward exchange contracts are reported using closing rates of exchange. Exchange differences arising thereon and on realization/ payment of foreign exchange are accounted, in the relevant year, as income or expense. However, there was no foreign currency transaction during the year.

2.8 Investments.

Current Investments are carried at the lower of cost or quoted/ fair value, computed category wise. Long term investments are stated at cost. Provision for diminution in the value of long term investments is made only if such decline is other than temporary, other than Investment in associate, wherein the Investment is reduced to the extent of its current year's loss.

2.9 Employee Retirement benefits.

a. The Company contributes towards Provident Fund which is defined contribution retirement benefit plan for eligible employees. Liability in respect thereof is determined on the basis of contribution as required to be made under the statutes/rules.

b. Gratuity liability, a defined benefit scheme, and provision for compensated absences are accrued and provided on actual basis.

2.10 Taxes on Income

1) Provision for Income Tax, comprising of current tax and deferred tax, is made on the basis of

results of the year. Deferred tax resulting from timing difference between the book profits and the tax profits for the year is accounted for using the tax rate and laws that have been enacted or substantively enacted as of the Balance Sheet date.

- 2) Since the company is a company registered under Section 12AA of Income Tax Act, 1961, Liability for Income Tax does not arise, hence no such provision are made by the company except in the case of a subsidiary, namely, GJF Events & Promotions Federation.

2.11 Provisions, Contingent Liabilities and Contingent Assets

A provision is recognized when the Company has a present obligation as a result of a past event, for which it is probable that cash outflow will be required and a reliable estimate can be made of the amount of the obligation. A contingent liability is disclosed when the Company has a possible and present obligation where it is not probable that an outflow of resources will be required to settle it. Contingent Assets are not recognized in the financial statement.

3. Notes forming part of Financial Statements for the year ended 31st March 2019

3.1 Related Party Disclosures

Related Parties disclosures for the year ended March 31st, 2020.

- a. Enterprise where control exists;
 1. GJF Events & Promotions Federation (Board controlled subsidiary).
 2. GJF Gem and Jewellery Skill Foundation (Board controlled subsidiary).
- b. Associates of Company (Share Holding of 36.36%)
 1. The Gem & Jewellery Skill Council of India

c. Details of Related Parties.

a. Directors (including Partners/ Proprietors) as on 31st March 2020

1	Abdul Nazar Shihabdeen
2	Ashish Ramkrishna Pethe
3	Avinash Gupta
4	Bipin Berry
5	Kamal Singhania
6	Krishana Behari Goyal
7	Madan Sardarmal Kothari
8	Manoj Kumar Jha
9	Mohanlal Hastimal Jain
10	Nathella Anantha Padmanaban
11	Nileshkumar Sohanlal Shobhawat Jain
12	Saiyam Prem Mehra
13	Sanjay Kumar Jain
14	Sanjay Radhavinod Agrawal
15	Sankar Sen
16	Shubhang Mittal
17	Suresh Ishwarlal Dhruv
18	Vijay Khanna
19	Vinod Talwar

b. Key Managerial Personnel as on 31st March 2020

1	Khushboo Gurbuxani	Company Secretary
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- c. Directors (including Partners/ Proprietors) of Subsidiary Company i.e. GJF Events & Promotion Federation as on 31st March 2020:

1	Madan Sardarmal Kothari
2	Mohanlal Hastimal Jain
3	Saiyam Prem Mehra

- d. Enterprises over which Board of Directors are able to exercise significant influence and with whom transactions have taken place during the year.

1	A. S. Jewellers
2	Aabhushan India Pvt. Ltd
3	Bangalore Refinery (P) Ltd.
4	Bombay Jewellers
5	Challani Jewellery Mart
6	Dwarka Gems Limited
7	Jugal Kishore Jewellers
8	Kamakhya Jewels P L
9	Khandelwal Jewellers (Akola) P L
10	Khanna Jewellers
11	Koickal Jewellers
12	Lalchand Hastimal Jewellers
13	Laxmi Jewellery Chennai Ltd
14	Master Chain Pvt. Ltd.
15	Nac Jewellers (P) Ltd
16	Prem Mehra
17	R. V. Agrawal Impex Pvt. Ltd.
18	Rajmudra Jewellers

19	Senco Gold Limited
20	Senco Gold Limited(Sanker Jain)
21	Unique Chains Pvt. Ltd.
22	Waman Hari Pethe Jewellers
23	GJF Events & Promotions Federation

- e. Transactions with the related parties and key managerial personnel during the period 1/4/2018 to 31/03/2019:

Sr. No	Nature of Transactions	For the period 01/04/2019 to 31/03/2020
	Revenue:	
1	<u>Advertisement Charges</u>	
	Challani Jewellery Mart	15,000
	Laxmi Jewellery Chennai Pvt Ltd	15,000
	Senco Gold Limited(Sanker Jain)	100,000
2	<u>Participation Charges</u>	
	A. S. Jewellers	43,220
	Aabhushan India Pvt. Ltd	43,220
	Bangalore Refinery (P) Ltd.	43,220
	Bombay Jewellers	43,220
	Dwarka Gems Limited	43,220
	Jugal Kishore Jewellers	43,220
	Kamakhya Jewels P L	1,685,592
	Khanna Jewellers	43,220
	Lalchand Hastimal Jewellers	43,220
	Laxmi Jewellery Chennai Pvt Ltd	335,720
	Master Chain Pvt. Ltd'	1,220,000
	Nac Jewellers P L	60,695
	R. V. Agrawal Impex Pvt. Ltd	43,220
	Rajmudra Jewellers	43,220
	Senco Gold Limited	43,220
	Unique Chains Pvt. Ltd	1,670,000
	Waman Hari Pethe Jewellers	43,220
3	<u>Administration Charges</u>	
	Aabhushan India Pvt. Ltd	3,000
	Senco Gold Limited	9,000
	Unique Chains Pvt. Ltd	3,000

4	<u>Other Income</u>	
	Senco Gold Limited	480,000
5	<u>Sponsorship Charges</u>	
	Kamakhya Jewels P L	180,000
6	<u>Membership Income</u>	
	Koickal Jewellers	5,000
	Expenses:	
7	<u>Reimbursement / Purchase / Service - Expenses</u>	
	Dwarka Gems Limited	261,996
	Mr. Nitin Khandelwal	20,279
	Laxmi Jewellery Chennai Pvt Ltd	12,452
	Nac Jewellers P L	56,230
	R. V. Agrawal Impex Pvt. Ltd	158,326
	Khushboo Gurbuxani	14,536
8	<u>Rent Expenses</u>	
	Prem Mehra	300,633
9	<u>Salaries Expense</u>	
	Khushboo Gurbuxani	944897

f. Balance with Related Parties:

Sr. No	Name	Amount
1	<u>Amount due from - as at March 31, 2020</u>	
	Challani Jewellery Mart	15,450
	Kamakhya Jewels P L	6,38,000
	Unique Chains Pvt. Ltd	16,678
	Waman Hari Pethe Jewellers	9,144
	GJF Events & Promotion Federation	968,315

2	<u>Amount due to - as at March 31, 2020</u>	
	Senco Gold Limited	7,000
	Nac Jewellers (P) Ltd	7,725
	R. V. Agrawal Impex Pvt. Ltd.	2,365
	Rajmudra Jewellers	864
	Prem Mehra	56,244

- g. GJF Events & Promotions Federation is a subsidiary of All India Gem & Jewellery Domestic Council, as the Board of Directors of All India Gem & Jewellery Domestic Council control the composition of the Board of Directors of GJF Events & Promotions Federation. The transaction details and closing balance as on 31st March 2020 are:

<u>Amount due to :</u>					
Name	Nature of Transaction	Opening balance as on 01/04/2019	Debit Amount (Rs.)	Credit Amount (Rs.)	Closing balance as on 31/03/2020
All India Gem & Jewellery Domestic Council	Advances Taken	10,41,630	7,26,685	8,00,000	9,68,315

3.2 Additional Information as required by Paragraph 2 of the General Instructions for Preparation of Consolidation Financial Statements to Schedule III to the Companies Act, 2013.

Part A

Subsidiaries:

Name of the entity in the Parent Company	Net Assets i.e. total Assets minus total liabilities		Share of Profit or loss		Net Assets i.e. total Assets minus total liabilities as on March, 2019		Share of Profit or loss as on March, 2019	
	As % of consolidated net assets	Amount in Rs.	As % of consolidated profit or loss	Amount in Rs.	As % of consolidated net assets	Amount	As % of consolidated profit or loss	Amount
<u>Parent</u>								
All India Gems & Jewellery Domestic Council	99.19%	9,28,54,032	(163.09%)	(33,87,184)	100.58%	9,62,41,216	99.50%	(1,68,76,211)
<u>Subsidiaries</u>								
GJF Events & Promotion Federation	0.81%	7,59,404	63.09%	13,10,361	(0.58%)	(5,50,957)	0.50%	(84,850)
GJF Gem and Jewellery Skill Foundation	-	-	-	-	-	-	-	-

**GJF Gem and Jewellery Skill Foundation was incorporated on 24/01/2018, however, the company is not in operation till 31/03/2020 and the management has applied for conversion from Section 8 Company to a Private Limited Company with the Registrar of Companies for the purpose of striking off.

Part B

Associates:

Name of the entity in the Parent Company	Net Assets i.e. total Assets minus total liabilities as on March, 2020		Share of Profit or loss as on March, 2020		Net Assets i.e. total Assets minus total liabilities as on March, 2019		Share of Profit or loss as on March, 2019	
	As % of consolidated net assets	Amount	As % of consolidated profit or loss	Amount	As % of consolidated net assets	Amount	As % of consolidated profit or loss	Amount
<u>Parent</u>								
All India Gem & Jewellery Domestic Council	51.00%	9,28,54,032	(41.00%)	(33,87,184)	54.99%	9,62,41,216	71.36%	(16,876,211)
<u>Associates</u>								
The Gem & Jewellery Skill Council of India	49.00%	9,04,95,580	141.00%	1,17,10,415	45.01%	7,87,85,165	28.64%	(6,772,658)

3.3 Form A0C-1

(Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of the Companies (Accounts) Rules, 2014)

Statement containing salient features of the financial statement of the subsidiary.

Part 'A' Subsidiary

Sr. No	Name of the Subsidiary Company	GJF Events & Promotion Federation	
		01.04.2019 to 31.03.2020	01.04.2018 to 31.03.2019
1	Reporting period for the subsidiary concerned	01.04.2019 to 31.03.2020	01.04.2018 to 31.03.2019
2	Share Capital	-	-
3	Reserves & Surplus	7,59,404	(5,50,957)
4	Total Assets	22,67,052	5,87,448
5	Total Liabilities	15,07,648	11,38,405
6	Investments	-	-
7	Turnover	29,66,100	-
8	Profit / (Loss) before Taxation	17,86,919	(84,850)
9	Provision for taxation	4,76,558	-
10	Profit / (Loss) after Taxation	13,10,361	(84,850)
11	Proposed Dividend	-	-
12	% of Shareholding	-	-
a.	Name of subsidiaries which are yet to commence operation – GJF Gem and Jewellery Skill Foundation		
b.	Names of the subsidiaries which have been liquidated or sold during the year – None		

Part B Associates

Current year

Statement containing salient features of the financial statement of the Associate.

Name of Associates	Latest Audited Balance Sheet Date	Shares held by the company on the year end			Networth attributable to shareholding as per latest audited Balance Sheet	Profit / Loss for the year		Description of how there is significant influence	Reason why the associate is not consolidated
		No. Of Shares	Amount of Investment	Extent of Holding		Considered in Consolidation (to the extent of Group's effective shareholding)	Not considered in Consolidation		
			(Rs.)	%	(Rs.)	(Rs.)	(Rs.)		
Associates									
The Gems & Jewellery Skill Council of India	March 31, 2020	1,000,000	1,00,00,000/-	36.36%	32,904,193	4,257,907	7,452,508	Note (i)	-

Previous year

Name of Associates	Latest Audited Balance Sheet Date	Shares held by the company on the year end			Networth attributable to shareholding as per latest audited Balance Sheet	Profit / Loss for the year		Description of how there is significant influence	Reason why the associate is not consolidated
		No. Of Shares	Amount of Investment	Extent of Holding		Considered in Consolidation (to the extent of Group's effective shareholding)	Not considered in Consolidation		
			(Rs.)	%	(Rs.)	(Rs.)	(Rs.)		
Associates									
The Gems & Jewellery Skill Council of India	March 31, 2019	1,000,000	1,00,00,000/-	36.36%	28,646,286	(2,462,538)	(4,310,120)	Note (i)	-

Notes:

i) There is significant influence due to percentage (%) of share holding (more than 20%)

3.4 Contingent Liabilities and Commitments (to the extent not provided for).

Contingent Liability		As at 31.3.2020
<u>Income Tax demands disputed in appeals before CIT (Appeal), Mumbai:</u>		Rupees
A	Pertaining to Assessment Year 2011-12 (F.Y. 2010-11) (incl. interest Rs. 343,444/-)	1,435,509
B	Pertaining to Assessment Year 2012-13 (F.Y. 2011-12) (incl. interest Rs. 1,116,325/-)	4,305,853
C	Pertaining to Assessment Year 2013-14 (F.Y. 2012-13) (incl. interest Rs. 847,286/-)	5,065,125
D	Pertaining to Assessment Year 2014-15 (F.Y 2013-14) (incl. interest Rs. 357,687/-)	5,494,785
E	Pertaining to Assessment Year 2015-16 (F.Y 2014-15)(incl. interest Rs. 4,100,784/-)	15,274,588
F	Pertaining to Assessment Year 2016-17 (F.Y 2015-16) (incl. interest Rs. 412,672/-)	5,488,845
G	Pertaining to Assessment Year 2017-18 (F.Y 2016-17) (incl. interest Rs. 509,289/-)	4,400,034
	Total	41,464,739

The Income Tax assessments of the Company as stated above have been disputed and the company has preferred an appeal before the Commissioner of Income Tax (Appeals). The Company has been legally advised that the demands raised are likely to be either deleted or substantially reduced and accordingly no provision is considered necessary.

- 3.5 The company has not collected any information pertaining to transactions as required to be reported under section 22 of the Micro, Small and Medium Enterprises Development Act, 2006.
- 3.6 The Company is a Small and Medium sized Company (SMC) as defined in the General Instructions in respect of Accounting Standard notified under the Companies Act, 1956, Accordingly, the Company has complied with the Accounting Standard as applicable to a Small and Medium sized Company.
- 3.7 Previous year's figures have been regrouped wherever necessary to confirm to current year's groupings.

*For Mahendra Zaveri & Co.
Chartered Accountants.*

Firm's Registration No.:105777W

For All India Gem and Jewellery Domestic Council

Mahendra Zaveri.

Proprietor

Membership No.: 043794.

UDIN:

Place: Mumbai.

Date:

Madan Kothari

Director

DIN- 00186498

Place: Mumbai.

Date:

Manoj Kumar Jha

Director

DIN-06535299



**ALL INDIA GEM AND JEWELLERY
DOMESTIC COUNCIL**

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