

PROMOTING • PROTECTING • PROGRESSING



ANNUAL REPORT • 2016-2017



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# ALL INDIA GEMS AND JEWELLERY TRADE FEDERATION

CIN: U91990MH2005NPL154999

## PRESENT BOARD OF DIRECTOR



Mr. Nitin Khandelwal  
Chairman & Director



Mr. Pramod Agrawal  
Vice – Chairman & Director



Mr. N. Anantha  
Padmanaban  
Director



Mr. Vijay Khanna  
Director



Mr. Sankar Sen  
Director



Mr. Ashok Jain  
Director



Mr. Avinash Gupta  
Director



Mr. Bipin Berry  
Director



Mr. Jayantilal Challani  
Director



Mr. Krishna Goyal  
Director



Mr. Madan Kothari  
Director



Mr. Manoj Jha  
Director



Mr. Sanjay Jain  
Director



Mr. Sanjay Agarwal  
Director



Mr. Saiyam Mehra  
Director



Mr. Shantibhai Patel  
Director



Mr. Shubhang Mittal  
Director



Mr. Suresh Dhruv  
Director



Mr. G.V. Sreedhar  
Immediate Past  
Chairman & Co-Opted  
Member



Mr. Nitin Kadam  
Co-Opted Member



Mr. Sumeet Anand  
Co-Opted Member



# ANNUAL GENERAL MEETING NOTICE

## **NOTICE TO THE 12<sup>TH</sup> ANNUAL GENERAL MEETING**

Notice is hereby given that the 12<sup>th</sup> Annual General Meeting (AGM) of the members of All India Gems and Jewellery Trade Federation will be held on Friday, 22<sup>nd</sup> September, 2017 at 12.30 PM at J.K. Banquets Pvt. Ltd., Industry Manor, A.M. Marg, Prabhadevi, Mumbai - 400025 to transact the following business:

### **AGENDA**

#### **ORDINARY BUSINESS:**

1. To consider and adopt the audited financial statements of the Company for the financial year ended March 31, 2017 and the reports of the Board of Directors and Auditors thereon.
2. To consider and if thought fit, to pass, with or without modification(s), the following resolution as an Ordinary Resolution.

“RESOLVED THAT pursuant to the provisions of section 139, 142 and other applicable provisions, if any, of the Companies Act, 2013 and the Rules framed there under, as amended from time to time and pursuant to the resolution passed by Members at the Eleventh Annual General Meeting appointing Mahendra Zaveri & Co, Chartered Accountants as Statutory Auditors of the Company to hold office until the conclusion of Thirteenth Annual General Meeting of the Company, the Company hereby ratifies and confirms the appointment of Mahendra Zaveri & Co., as Statutory Auditors of the Company for the financial year ending 31<sup>st</sup> March, 2018 at such remuneration as may be mutually agreed between the Board of Directors of the Company and the Auditors.”

For All India Gems and Jewellery Trade Federation

SD/-

Mr. Nitin Khandelwal  
Chairman & Director  
DIN: 01784920  
Place: Mumbai  
Date: 22<sup>nd</sup> August, 2017

#### ***Registered Office:***

*P&S Corporate House,  
6<sup>th</sup> Floor, Road No.1,  
Plot No. A-56,  
Near Tunga International,  
MIDC, Andheri (East),  
Mumbai-400093.*

# ANNUAL GENERAL MEETING NOTICE

## NOTES TO NOTICE:

### **General Instructions for Members (Associate & Ordinary):**

1. A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead of himself and the proxy need not be a member. The instrument appointing the proxy duly completed, must be deposited at the company's registered office not less than 48 hours before the commencement of the meeting (on or before 20<sup>th</sup> September, 2017 – 12.30 PM). The proxy form for the AGM is enclosed herewith.
2. Corporate members intending to send their authorized representative(s) to attend the meeting are requested to send to the company a duly certified board resolution authorizing their said representative(s) to attend and vote on behalf of Corporates at the meeting.
3. If there is no quorum at the time fixed for the meeting, the meeting shall stand adjourned for half an hour from the time appointed for the meeting. If after the expiration of half an hour, the requisite quorum is not present then the meeting shall stand adjourned to the same day after one week at the same time and place or to such other day and at such other time and place as the Committee may determine.
4. Members desiring any information as regards the Accounts are requested to write to Company on or before 15<sup>th</sup> September, 2017 so as to enable the Management to keep the information ready at the Meeting.
5. The Ministry of Corporate Affairs (vide circular nos. 17/2011 and 18/2011 dated April 21 and April 29, 2011 respectively), has undertaken a 'Green Initiative in Corporate Governance' and allowed companies to share documents with its members through an electronic mode. Members are requested to support this green initiative by registering/updating their email addresses with Company.
6. All Members are requested to bring their copy of Annual report with them at the Annual General Meeting and no copy of Annual report shall be circulated among the members at the meeting.
7. Any person, who becomes Ordinary Member of the Company after dispatch of the Notice and having membership as of the date of Annual General Meeting may attend the Annual General Meeting.
8. For convenience of the Members and proper conduct of the meeting, entry to the meeting venue will be regulated by Attendance Slip, which is enclosed with this Annual Report. Members are requested to sign at the place provided on the Attendance Slip and hand it over at the Registration Counter at the venue.
9. All documents referred to in the accompanying notice will be kept open for inspection at the Registered Office of the Company on all working days between 11.00 a.m. to 1:00 pm prior to the date of Annual General Meeting.

**For & on behalf of the Board**

**SD/-**

**Mr. Nitin Khandelwal**

**Chairman & Director**

**DIN: 01784920**

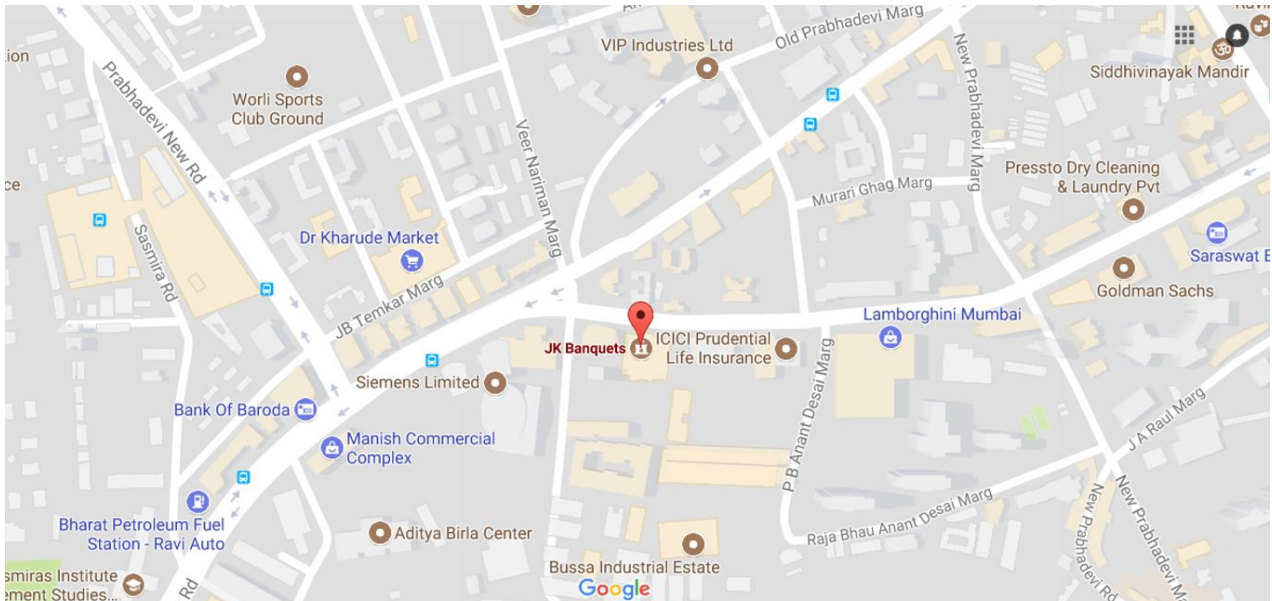
**Place: Mumbai**

**Date: 22<sup>nd</sup> August, 2017**

## VENUE OF AGM

### ADDRESS

J.K. Banquets Pvt. Ltd., Industry Manor, A.M. Marg, Prabhadevi, Mumbai-400025.



# MISSION & VISION

## MISSION

Our Mission is to support and promote the progress and prosperity of all the members in the Gems and Jewellery industry across India.

## **ALL INDIA GEMS & JEWELLERY TRADE FEDERATION**

All India Gems & Jewellery Trade Federation is a national trade federation for the promotion and growth of trade in gems and Jewellery across India. It is a federation that has come together, for managing various aspects of fair trade practices and efficient organization of business in the gems and Jewellery industry. The numerous local associations already in existence do not focus on issues of the trade at a national level. It is hence that the All India Gems & Jewellery Trade Federation was setup in early 2005. The Federation unites manufacturers, wholesalers, retailers and exporters all over India for a common interest. This shall shape and influence the industry's future and bring integration and opulence among its members, while protecting the interest of the customers at the same time.

Over many years since the inception, GJF has been playing a major role in organizing and evolving the hitherto unorganized sector of the Gem & Jewellery Industry. GJF now represents more than 6 crore jewellers and their artisans spread all over the country. GJF advocates fair trade practices amongst its members and facilitates trade through various events and programs amongst its members.

The service being provided by GJF to the domestic sector of Gem & Jewellery industry is being widely acclaimed and well recognized by not only members spread across the nation but the national and state Governments also. In short span of time GJF 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.

## **OBJECTIVES**

- To form a single minded body of members who have come together for a common interest.
- A body, that represents the trade on national issues affecting the smooth functioning of business.
- To promote efficient trade practices by structuring high quality standards in every aspect of business.
- Updating the members, via a common web site, magazine and promotional activities for the developments of the trade.
- Regular news updates on notifications, rules and regulations declared by the Government. Promoting the trade, by participating in promotional events on a national level, trying to enhance indigenous market by uplifting the trade and incorporating the joys of shopping of gems and Jewellery in the country.
- Encouragement of trade through the organisation of consumer exhibits in India that elevates business and promotes its members.
- Initiating Jewellers credibility program and issuing Store Certifications.
- Initiating educational and research institutes that help in developing superior quality and high standards for effective functioning of the trade.

## **HOW WE ACHIEVE THE OBJECTIVES**

In order to achieve GJF's objectives, we undertake several events and programs that can be categorized as follows:

1. Trade Development, through Preferred Manufacturers of India, Education summits, workshops and Seminars across the country, GJF magazine, Recognizing and promoting and the excellence in the trade through GJF National Jewellery Awards, empowering members with knowledge through Leadership Summits, Networking and entertaining through GJF Nite, Shop Certification through GJF Trustmark program, Liaisoning with the Govt. on legal matters, Industry recommendations to the Govt., and organizing trade shows



## MISSION & VISION

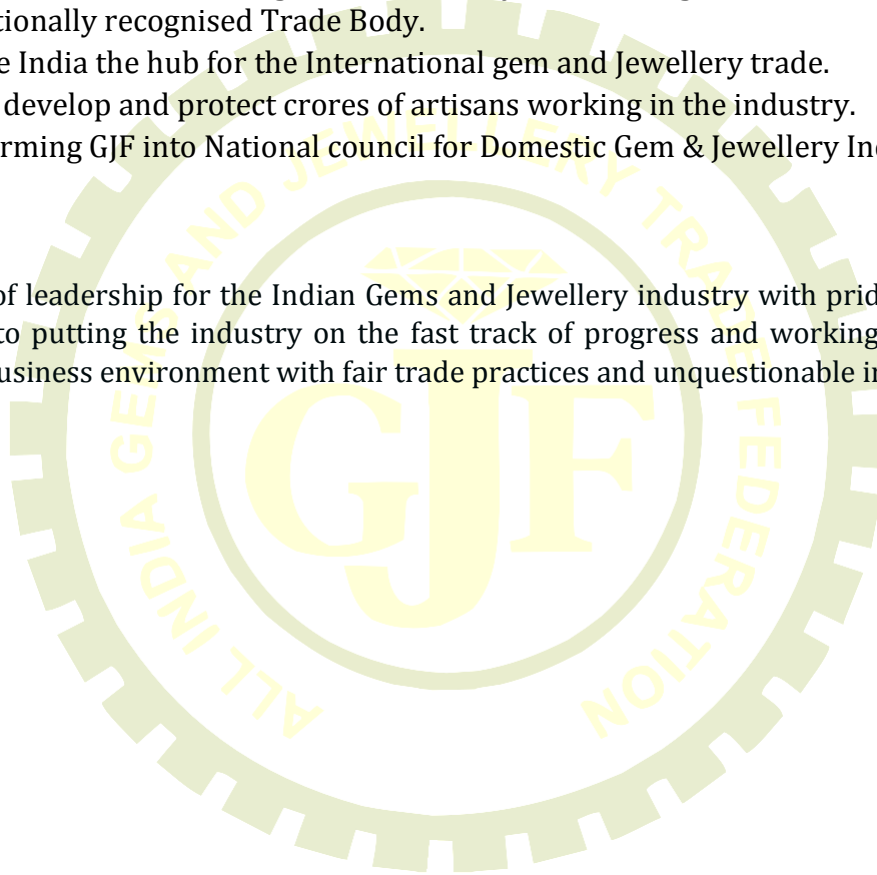
2. Works as Nodal Apex Trade Body for Domestic Gem & Jewellery Industry recognised by the Govt.
3. Advisory role to Government on domestic Gems & Jewellery Sector.
4. Setting up regional committee and empowering them with autonomy.
5. Setting up national committees to the development of various segments in Domestic G&J industry.
6. Setting up national committees to the development of various segments in Domestic G&J industry.

### **OUR FOCUS**

- To organise the domestic segment of Industry to a well organised national and internationally recognised Trade Body.
- To make India the hub for the International gem and Jewellery trade.
- To help develop and protect crores of artisans working in the industry.
- Transforming GJF into National council for Domestic Gem & Jewellery Industry.

### VISION

GJF holds the flag of leadership for the Indian Gems and Jewellery industry with pride and responsibility and is committed to putting the industry on the fast track of progress and working towards building a healthy, dynamic business environment with fair trade practices and unquestionable integrity.



## CHAIRMAN'S MESSAGE



Dear Members,

It is my pleasure to write to you as we embark on the 12<sup>th</sup> Year of our federation. 2016-17 was a year full of activities and we have seen changes in our federation, and the environment both. We came more close to the industry and GJF has spread its reach to the most niche areas of the country as well. I would like to talk about my observation from the past year in more detail.

Soon after last year's AGM, GJF became engrossed for general elections of COA 2016-18 and I must say that the industry showed great response to the open elections for GJF Committee of Administration held last year. The new board took charge in January 2017 and the installation ceremony of the new COA was held in February 2017. In the past 6 months, GJF team has shown good leadership and with the guidance of past Chairmen and support of new COA and ZCM, we could achieve the big 'GST goal'. With the undying efforts of all GJF COA – new and old, and the entire team, we made many representations to the government, the result of which is that the GST rate implemented on our industry is a minimum of 3%. These efforts of the entire GJF team popularized GJF in all corners of the country. We also made various other representations to government on BIS, Hallmarking and other IT related aspects.

Labham – which is a programme on compliance and best business practices, is doing wonders across India. Many jewellers are benefited from this seminar and we are receiving requests from various locations to conduct this daylong seminar in their respective areas. We have conducted Labham in Maharashtra, Uttaranchal, West Bengal and Jharkhand states as of now and we plan to conduct minimum 30 Labham seminars in my tenure. GJF also successfully conducted Fellowship Tour to Hong Kong in the last year.

Preferred Manufacturer of India is in itself become a brand now and the industry always looks up to it. In the past 6 months, we conducted PMI events in Delhi and Kolkata which were very successful and we are continuously taking PMI to new heights. Abhushanam B2B meets were also conducted in cities like Nagpur, Raipur and Kolhapur. We are almost on the verge of finalizing a dynamic committee for Lucky Lakshmi program and work on the same will begin soon. We will also come up with Manthan – A National Level Conclave.

The last year has been full of events and activities and the coming year will also be full of new events and activities. GJF has shown 360 degree dimensional efforts towards the industry, whilst following its motto of Promoting Protecting and Progressing. I wish you all the best and thank all members for their constant support towards the welfare of our industry. Finally I would like to quote the famous lines of Henry Ford "Coming together is a beginning; keeping together is progress and working together is success".

Nitin Khandelwal

Chairman

## EVENTS HELD BY GJF IN THE YEAR 2016-17

### **1. PMI Jaipur – 20<sup>th</sup> to 22<sup>nd</sup> Sept 2016**

Preferred Manufacturer of India, Event # 2 of Chapter 3 took place in the royal land of Jaipur, making the networking meet even more luxurious and grand.



### **2. Abhushanam Nagpur – 25<sup>th</sup> & 26<sup>th</sup> September 2016**

Abhushanam Nagpur was a huge success where more than 50 manufacturers and wholesalers participated in the event and there was a footfall of more than 350 retailers.



### **3. COA Election Results Declaration – 30<sup>th</sup> December 2016**





## EVENTS HELD BY GJF IN THE YEAR 2016-17

### **4. Chairmanship Meeting – 6<sup>th</sup> January 2017**



### **5. Installation Ceremony – 4<sup>th</sup> February 2017**

Mr. Nitin Khandelwal (Chairman), Mr. Pramod Agrawal (Vice Chairman) & new Committee took official charge of All India Gems & Jewellery Trade Federation (GJF) administration on 4<sup>th</sup> February 2017. Ajay Sancheti, Hon. Member of Parliament (Rajya Sabha) and Dr. Vedprakash Mishra graced the installation ceremony with their presence.



### **6. Fellowship Tour – Hong Kong – 28<sup>th</sup> Feb -7<sup>th</sup> March 2017**

GJF successfully conducted Fellowship Tour to Hong Kong for HKTDC between 28<sup>th</sup> February to 7<sup>th</sup> March 2017. The team had over 15 participants under the guidance of Mr. Saiyam Mehra – GJF Director and Convenor of Fellowship Committee.





## EVENTS HELD BY GJF IN THE YEAR 2016-17

### **7. PMI Kolkata – 25<sup>th</sup> – 27<sup>th</sup> March 2017**

GJF successfully organised Preferred Manufacturers of India (PMI 5) – Regional Networking Meet in Kolkata from 27<sup>th</sup> to 29<sup>th</sup> March 2017. Sports legend and Ex-Captain of Indian Cricket Team Mr. Sourav Ganguly and accomplished Odissi dancer Mrs. Dona Ganguly graced the Gala Nite on 27<sup>th</sup> March. The performance by Mrs. Dona Ganguly and her group was truly spellbinding.



### **8. Regional Networking Meet Raipur – 30<sup>th</sup> April 2017**

The regional meet by All India Gems and Jewellery Trade Federation took place on April 30, 2017 at V W Canyon, Raipur. The subject matters that were focused on were related to GST, Hallmarking and the opening of the new regional office of GJF in Raipur.



### **9. PMI Delhi – 17<sup>th</sup> – 19<sup>th</sup> May 2017**

GJF organised the 6<sup>th</sup> show of the 3<sup>rd</sup> edition of the PREFERRED MANUFACTURER OF INDIA (PMI) Regional Networking Meet from 17<sup>th</sup> May to 19<sup>th</sup> May, 2017 at The Leela Ambience & Convention Hotel Delhi. This was the first major event for jewellers in the national capital post demonitisation of high value currencies and also after the formation of the new Board of Directors (COA) of GJF. The event was inaugurated by Shri Manoj Dwivedi, Jt. Secretary, Ministry of Commerce & Industry – Department of Commerce.

## EVENTS HELD BY GJF IN THE YEAR 2016-17



### **10. GST Meet- 29<sup>th</sup> June 2017**

GJF conducted first ever GST Meet in Mumbai on 29<sup>th</sup> June 2017 in Birla Matoshree Auditorium. The event witnessed participation of around 1000 jewellers from across the city and surrounding areas.



### **11. GST Meet – 22<sup>nd</sup> July 2017**

GJF conducted second round of GST meet in Mumbai on 22<sup>nd</sup> July where around 600 jewellers attended the meet.





## EVENTS HELD BY GJF IN THE YEAR 2016-17

### **12.NJA – 28<sup>th</sup> July 2017**

The 7<sup>th</sup> National Jewellery Awards 2017 organized by All India Gems and Jewellery Trade Federation (GJF) concluded with a glittering celebrity studded night. Shri Manoj Dwivedi – Joint Secretary, Ministry of Commerce, Government of India, was the chief guest at the event. The award function showcased and recognized the talent and craftsmanship in the gems and jewellery industry. Grand Juries for the awards were Zeenat Aman, Neelam Kothari, Preeti Jhangiani, Falguni Peacock & Shilpi Sharma



### **13. LABHAM**

Labham is an educational programme on Best Business Practices and Compliance tailor made for the jewellers. It 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.

All India Gems and Jewellery Trade federation conducted 8 Labham events across the country in the previous 90 days. Glimpses of the events are as under -

#### **Labham Zaveri Bazar – 12<sup>th</sup> May 2017**



## EVENTS HELD BY GJF IN THE YEAR 2016-17

**Labham Ulhasnagar – 23<sup>rd</sup> May 2017**



**Labham Dadar – 5<sup>th</sup> June 2017**



**Labham Dehradun – 18<sup>th</sup> June 2017**



**Labham Nagpur – 27<sup>th</sup> June 2017**





## EVENTS HELD BY GJF IN THE YEAR 2016-17

**Labham Akola – 21<sup>st</sup> June 2017**



**Labham Kolkata – 27<sup>th</sup> June 2017**



**Labham Jamshedpur – 8<sup>th</sup> August 2017**



**Labham Beed – 20<sup>th</sup> August 2017**



## EVENTS HELD BY GJF IN THE YEAR 2016-17

### **13. 6<sup>th</sup> AEC + 8 Gems & Jewelry President Summit, Myanmar**

Upon invitation from President of The Republic of Union of Myanmar Federation Gems & Jewelry Entrepreneurs' (UMFGJE) GJF was invited for the 6<sup>th</sup> AEC + 8 Gems & Jewelry President Summit at Myanmar on 4<sup>th</sup> August, 2017. Vice Chairman Pramod Agrawal and Zonal Chairman East Sankar Sen had visited the event. A memorandum of understanding of ASEAN Gems & Jewelry cooperation was prepared and signed by delegates from 15 countries. This initiative will surely strengthen our trade relations with ASEAN + 8.





## DIRECTORS REPORT

To the Members of All India Gems and Jewellery Trade Federation,

Your Directors have pleasure in submitting their Twelfth Annual Report of the Company together with the Audited Statements of Accounts for the year ended 31st March, 2017.

### 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	
	31/03/2017	*31/03/2016
Revenue from operations	8,13,16,314	8,68,31,093
Total Income	9,30,83,981	9,97,49,119
Surplus of Income over Expenditure before Depreciation and Tax	(1,48,31,116)	(55,365,587)
Less: Depreciation	(650,817)	(11,18,639)
Less: Provision for Income Tax (including for earlier years)	--	--
Less: Provision for Deferred Tax	--	--
Surplus of Expenditure over Income	(1,41,80,299)	(5,64,84,226)

***\*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	
	31/03/2017	*31/03/2016
Revenue from operations	8,13,16,314	8,68,31,093
Total Income	97,964,826	106,327,123
Surplus of Income over Expenditure before Depreciation and Tax	(8,684,256)	(48,844,636)
Less: Depreciation	(650,817)	(11,18,639)
Less: Provision for Income Tax (including for earlier years)	--	--
Less: Provision for Deferred Tax	--	--
Surplus of Expenditure over Income	(9,335,073)	(49,963,275)

## DIRECTORS REPORT

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

### **OPERATION REVIEW:**

During the year under review, the capital corpus fund is Rs. 27,11,05,000/-. The total receipt for the current year is Rs. 93,083,981/- and expenditure of Rs. 107,264,280/- and it amounted to deficit of Rs. 14,180,299/- which is carried forward with the opening deficit of Rs. 152,397,156/- and therefore the total deficit shown in the Balance Sheet is Rs. 166,577,455/-.

On consolidated basis, total receipt for current year is 97,964,826/- and expenditure of Rs. 107,299,898/- and it amounted a deficit of Rs. 93,350,73/- which is carried forward with the opening deficit of Rs. 137,810,103/- and therefore the total deficit shown in the Balance Sheet is Rs. 147,145,176/-.

### **MEMBERSHIP DETAILS:**

Total Ordinary Members of the Company as on date is 1741.

### **STATE OF COMPANY'S AFFAIR:**

The Company is a Non Profit making Company and over many years since the inception, GJF has been playing a major role in organizing and evolving the hitherto unorganized sector of the Gem and Jewellery Industry. GJF 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 GJF 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 GJF. 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.



## DIRECTORS REPORT

The particulars of the contracts or arrangement/s with related parties during the financial year 2016-2017 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 GJF. 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 is a subsidiary company of GJF.

### **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.

### **NUMBER OF BOARD MEETINGS CONDUCTED DURING THE YEAR UNDER REVIEW:**

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

## DIRECTORS REPORT

Type of Meeting	Total No. of meetings held during the year
Board Meeting	7
Audit Committee	Not Applicable
Nomination & Remuneration Committee	Not Applicable
Class Meeting	Not Applicable

### **ELECTION TO COMMITTEE OF ADMINISTRATION:**

GJF held its elections for its new Committee of Administration in December 2016 pursuant to provisions of Articles of Association of the Company. The entire e-voting election process was conducted by an authorised independent person (Returning Officer) under the supervision of a technical team of a well-known election agency, Finesse Interactive- both of which were appointed by the GJF. A total of 18 COA's i.e. directors have been elected for a two year term. Directors elected are as follows:

Sr. No.	Name of Director	Date of Appointment
1.	Mr. Nitin Khandelwal	04/02/2017
2.	Mr. Pramod Agrawal	04/02/2017
3.	Mr. Ashok Kumar Jain	04/02/2017
4.	Mr. Avinash Gupta	04/02/2017
5.	Mr. Bipin Berry	04/02/2017
6.	Mr. Jayantilal Challani	04/02/2017
7.	Mr. Krishna Behari Goyal	04/02/2017
8.	Mr. Madan Kothari	04/02/2017
9.	Mr. Manoj Kumar Jha	04/02/2017
10.	Mr. Anantha Padmanaban	04/02/2017
11.	Mr. Sanjay Kumar Jain	04/02/2017
12.	Mr. Sanjay Agrawal	04/02/2017
13.	Mr. Sankar Sen	04/02/2017
14.	Mr. Saiyam Mehra	04/02/2017
15.	Mr. Shantibhai Patel	04/02/2017
16.	Mr. Shubhang Mittal	04/02/2017
17.	Mr. Suresh Dhruv	04/02/2017
18.	Mr. Vijay Khanna	04/02/2017

## DIRECTORS REPORT

Mr. Nitin Khandelwal has been appointed as the Chairman and Mr. Pramod Agrawal as Vice-Chairman.

Following Directors ceased to be the Directors in Financial Year 2016-17 due to Election to Election to Committee of Administration:

Sr. No.	Name of Director	Date of Resignation
1.	Mr. GV Sreedhar	04/02/2017
2.	Mr. Ashok Bardia	04/02/2017
3.	Mr. Ashok Minawala	04/02/2017
4.	Mr. Bachh Raj Bamalwa	04/02/2017
5.	Mr. Manoj Soni	04/02/2017
7.	Mrs. Nirupa Bhatt	04/02/2017
8.	Mr. Paresh Shah	04/02/2017
9.	Mr. Rajkumar Jain	04/02/2017
10.	Mr. Raman Kumar Solanki	04/02/2017
11.	Mr. Vinod Hayagriv	04/02/2017
12.	Mr. K. Srinivasan	04/02/2017
13.	Mr. Haresh Soni	04/02/2017
14.	Mr. Sumeet Anand	04/02/2017

### **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

## DIRECTORS REPORT

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:**

Pursuant to the provisions of Section 139 of Companies Act, 2013, M/s Mahendra Zaveri & Co., Chartered Accountants, Mumbai were appointed as the Statutory Auditor of the Company from the conclusion of 11<sup>th</sup> Annual General Meeting of the Company till the conclusion of 13<sup>th</sup> Annual General Meeting of the Company to be held in the year 2018 subject to ratification of their appointment at every Annual General Meeting. The consent from the auditor and their certificate of eligibility under the provisions of Section 141 of the Companies Act, 2013 read with rules made thereunder has been received by the Company. Directors recommend ratification of their appointment for the financial year 2017-18.

### **EXPLANATION OR COMMENTS ON QUALIFICATIONS, RESERVATIONS OR ADVERSE REMARKS OR DISCLAIMERS MADE BY THE AUDITORS IN THEIR REPORTS:**

There is no qualifications, reservations or adverse remarks made by the Auditors in their report.

### **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 31<sup>st</sup> March, 2017 made under the provisions of Section 92(3) of the Act is attached as ANNEXURE- II which forms part of this Report.



## DIRECTORS 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 wish to place on record the supports, assistance and guideline provided by the financial institutions, banks, customers, suppliers and other business associates, consultants, and various Government Authorities for their continued support extended to your Company's activities during the year under review. Your Directors deeply appreciate the committed efforts put in by employees at all levels, whose continued commitment and dedication contributed greatly to achieving the goals set by your Company. Your Directors also acknowledges gratefully the shareholders for their support and confidence reposed on your Company.

### **FOR AND ON BEHALF OF THE BOARD OF DIRECTORS**

**Mr. Nitin Khandelwal**  
**Chairman & Director**  
**DIN- 01784920**

**Mr. Manoj Jha**  
**Director**  
**DIN- 06535299**

**Date: 22<sup>nd</sup> August, 2017**  
**Place: Mumbai**

# DIRECTORS REPORT

## ANNEXURE - I FORM AOC-2

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)

Form for disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arm's length transactions under third proviso thereto

### 1. Details of material contracts or arrangement or transactions at arm's length basis

Name(s) of the related party and nature of relationship	Mr. Pramod Agrawal Director	Mr. Avinash Gupta Director	Mr. Ashok Bardia Director	Mrs. Nirupa Bhatt Director	Mr. Paresh Shah Director
Nature of contracts/ arrangements/ transactions	Services provided	Services provided	Services provided	Services provided	Payment of Rent for office premises
Duration of the contracts / arrangements/transactions	Yearly	Yearly	Yearly	Yearly	Yearly
Salient terms of the contracts or arrangements or transactions including the value, if any	Rs. 53,000	RS. 24,000	RS. 17,22,500	RS. 4,05,000	RS. 27,28,862
Amount paid as advances, if any:	Nil	Nil	Nil	Nil	Nil

# DIRECTORS REPORT

## ANNEXURE- II

Form No. MGT-9

### EXTRACT OF ANNUAL RETURN

as on the financial year ended on March 31, 2017

[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 Gems And Jewellery Trade Federation
iv)	Category / Sub-Category of the Company	Company licensed under Section 8 & Limited by Guarantee
v)	Address of the Registered office and contact details	Plot No. A-56, Road No. 1, 6 <sup>th</sup> Floor, P& S Corporate House, Behind Tunga International, MIDC, Andheri-East, Mumbai-400093
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 of all types of jewellery.	91990	100%

#### III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES: N A

Gem and Jewellery Skill Council of India (GJSCI) is an Associate Company of GJF. 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 is a subsidiary company of GJF.

#### 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.



## DIRECTORS REPORT

### **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 Gems and Jewellery Trade Federation**

**Mr. Nitin Khandelwal**  
**Chairman & Director**  
**DIN- 01784920**

**Mr. Manoj Jha**  
**Director**  
**DIN- 06535299**

**Date: 22<sup>nd</sup> August, 2017**

**Place: Mumbai**

# AUDITORS' REPORT

**To,  
The Members of All India Gems & Jewellery Trade Federation.  
Report on the Financial Statements**

We have audited the accompanying financial statements of ALL INDIA GEMS & JEWELLERY TRADE FEDERATION which comprise the Balance Sheet as at 31st March, 2017, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

## **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 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 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 statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

## **Auditor's Responsibility**

Our responsibility is to express an opinion on these financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

## AUDITORS' REPORT

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

### Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid 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 31st March, 2017, and its Deficit and its cash flows for the year ended on that date

### Report on Other Legal and Regulatory Requirements

1. This report does not include statement on matters specified in paragraph 3 and 4 of the Companies (Auditors Report) Order 2015 issued by the Central Government of India in terms of Sec. 143 (11) of the Companies Act, 2013, as the company is licensed to operate under section 25 of the Companies Act 1956/section 8 of the Companies Act 2013, and therefore 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 Income and Expenditure, 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.



## AUDITORS' REPORT

- e. On the basis of the written representations received from the directors as on 31st March, 2017 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2017 from being appointed as a director in terms of Section 164 (2) of the Act.
- f. In our opinion and according to the information and explanations given to us, there is adequate internal financial control system. Further, on the basis of our examination of the books of accounts and according to the information and explanations given to us, we have not come across any deficiency or weakness in the operating effectiveness of such controls.
- 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 – Refer Note 3.5 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.
  - iv. The Holding Company has provided requisite disclosures in the financial statement as to holding as well as dealing in Specified Bank Note during the period from 8<sup>th</sup> November, 2016 to 31<sup>st</sup> December, 2016. Based on audit procedures and relying on the management representation we report that the disclosures are in accordance with the books of account maintained by the company and as produced to us by the management.

For Mahendra Zaveri & Co.  
Chartered Accountants

*Mahendra Zaveri*  
*(Proprietor)*

*M.No. 043794*

*FRN: 105777W*

*Place: Mumbai*

*Date: 22<sup>nd</sup> August, 2017*

# AUDITORS' REPORT

## Annexure 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 Gems & Jewellery Trade Federation as of 31 March 2017 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.

## AUDITORS' REPORT

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.



# AUDITORS' REPORT

## **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 31 March 2017, 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*

*Place: Mumbai  
Date: 22<sup>nd</sup> August, 2017*



# BALANCE SHEET

All India Gems & Jewellery Trade Federation  
CIN: U91990MH2005NPL154999

(In Rupees)

Balance as on 31 <sup>st</sup> March,		Note	2017	2016
I.	<b>EQUITY AND LIABILITIES</b>			
1	Shareholders' funds			
	(a) Share capital		-	-
	(b) Reserves and surplus	1	10,45,27,545	11,87,07,844
	(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	3,36,49,509	7,05,07,704
	(d) Long-term provisions		-	-
4	Current liabilities			
	(a) Short-term borrowings		-	-
	(b) Trade payables		-	-
	(c) Other current liabilities	3	77,28,894	83,44,341
	(d) Short-term provisions	4	14,24,726	18,86,751
	<b>TOTAL</b>		<b>14,73,30,674</b>	<b>19,94,46,641</b>
II.	<b>ASSETS</b>			
1	Non-current assets			
	(a) Fixed assets	5		
	(i) Tangible assets		7,25,388	10,62,672
	(ii) Intangible assets		6,64,070	3,30,927
	(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	15,97,877	15,54,962
	(e) Other non-current assets		-	-
2	Current assets			
	(a) Current investments		-	-
	(b) Inventories		-	-
	(c) Trade receivables	8	43,52,291	1,09,95,563
	(d) Cash and cash equivalents	9	9,83,35,497	14,85,74,529
	(e) Short-term loans and advances	10	8,06,199	20,75,867
	(f) Other current assets	11	3,08,49,353	2,48,52,120
	<b>TOTAL</b>		<b>14,73,30,674</b>	<b>19,94,46,641</b>
	<b>Significant Accounting Policies &amp; Notes to Accounts</b>	16		

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

Mahendra Zaveri  
Proprietor  
Membership No.:043794

Place: Mumbai  
Date: 22<sup>nd</sup> August, 2017

All India Gems & Jewellery Trade Federation  
For & on Behalf of the Board

Manoj Kumar Jha	Nitin Khandelwal
DIN-06535299	DIN-01784920
Director	Director

Place: Mumbai  
Date: 22<sup>nd</sup> August, 2017

# STATEMENT OF INCOME AND EXPENDITURE

All India Gems & Jewellery Trade Federation

CIN: U91990MH2005NPL154999

(in Rupees)

Statement of Income and Expenditure for the year ended 31st March,		Note	2017	2016
I.	Revenue from operations	12	8,13,16,314	8,68,31,093
II.	Other income	13	1,17,67,667	1,29,18,026
III.	Total Revenue (I + II)		9,30,83,981	9,97,49,119
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	1,40,85,788	1,21,53,007
	Finance costs		-	-
	Depreciation and amortization expense	5	6,50,817	11,18,639
	Other expenses	15	9,25,27,675	14,29,61,699
	Total expenses		10,72,64,280	15,62,33,345
V.	Surplus of Income over Expenditure before exceptional and extraordinary items and tax (III-IV)		(1,41,80,299)	(5,64,84,226)
VI.	Exceptional items		-	-
VII.	Surplus of Income over Expenditure before extraordinary items and tax (V - VI)		(1,41,80,299)	(5,64,84,226)
VIII.	Extraordinary Items		-	-
IX.	Surplus of Income over Expenditure before tax (VII- VIII)		(1,41,80,299)	(5,64,84,226)
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 (VII-VIII)		(1,41,80,299)	(5,64,84,226)
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)		(1,41,80,299)	(5,64,84,226)
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 Gems & Jewellery Trade Federation  
For & on behalf of the Board

Manoj Kumar Jha

Nitin Khandelwal

Mahendra Zaveri  
Proprietor  
Membership No.:043794

DIN-06535299  
Director

DIN-01784920  
Director

Place: Mumbai

Place: Mumbai

Date: 22<sup>nd</sup> August, 2017

Date:

22<sup>nd</sup> August, 2017



## SCHEDULES TO BALANCE SHEET

All India Gems & Jewellery Trade Federation  
CIN: U91990MH2005NPL154999

### 1 Reserves & Surplus

(in Rupees)

Particulars	As on 31st March,	
	2017	2016
<b>a. Capital Corpus Account</b>		
Opening Balance	27,11,05,000	26,86,70,000
(+) Current year addition		24,35,000
Closing Balance	27,11,05,000	27,11,05,000
<b>b. Surplus</b>		
Opening balance	(15,23,97,156)	(9,59,12,930)
Less: Surplus of Expenditure over Income for the current year	(1,41,80,299)	(5,64,84,226)
Closing Balance	(16,65,77,455)	(15,23,97,156)
<b>Total (a + b)</b>	<b>10,45,27,545</b>	<b>11,87,07,844</b>

### 2 Other Long Term Liabilities

(in Rupees)

Particulars	As on 31st March,	
	2017	2016
<b>Others</b>		
Advances received	3,36,49,509	7,05,07,704
<b>Total</b>	<b>3,36,49,509</b>	<b>7,05,07,704</b>

### 3 Other Current Liabilities

(in Rupees)

Particulars	As on 31st March,	
	2017	2016
<b>Other payables</b>		
1 Sundry creditors for expenses	25,35,225	63,14,975
2 Advances received	43,85,239	13,45,136
3 Duties & Taxes	7,25,801	6,84,230
4 Payable To Staff	82,629	
<b>Total</b>	<b>77,28,894</b>	<b>83,44,341</b>

### 4 Short Term Provisions

(in Rupees)

Particulars	As on 31st March,	
	2017	2016
Expenses payable	14,24,726	18,86,751
<b>Total</b>	<b>14,24,726</b>	<b>18,86,751</b>

## SCHEDULES TO BALANCE SHEET

All India Gems & Jewellery Trade Federation

CIN: U91990MH2005NPL154999

### 5 Fixed Assets

(in Rupees)

Sr. No.	Particulars	Rate	Gross Block			Accumulated Depreciation				Net Block	
			As at 31st March 2016	Additions/ (Disposals)	As at 31st March 2017	As at 31st March 2016	Depreciation charge for the year	Other Adjustments	As at 31st March 2017	As at 31st March 2017	As at 31st March 2016
a	<u>Tangible Assets</u>										
	Furniture & Fixture		1,54,616	-	1,54,616	84,868	18,351	-	1,03,219	51,397	69,748
	Electrical Fittings		10,00,198	-	10,00,198	5,80,195	1,34,833	-	7,15,029	2,85,169	4,20,003
	Office Equipment		14,42,934	-	14,42,934	11,73,091	1,21,493	-	12,94,584	1,48,350	2,69,843
	Computer		31,88,673	84,300	32,72,973	28,85,595	1,46,907	-	30,32,503	2,40,471	3,03,078
	Total (a)		57,86,421	84,300	58,70,721	47,23,749	4,21,585	-	51,45,334	7,25,388	10,62,672
b	<u>Intangible Assets</u>										
	Software		4,70,488	-	4,70,488	4,43,509	3,454	-	4,46,963	23,525	26,979
	Website		4,00,000	2,25,000	6,25,000	96,052	1,56,360	-	2,52,412	3,72,588	3,03,948
	GJF Mobile Application			3,37,375	3,37,375	-	69,418	-	69,418	2,67,957	
	Total (b)		8,70,488	5,62,375	14,32,863	5,39,561	2,29,232	-	7,68,793	6,64,070	3,30,927
	Total (a + b)		66,56,909	6,46,675	73,03,584	52,63,310	6,50,817	-	59,14,127	13,89,458	13,93,600
	Previous Year		61,91,553	4,65,356	66,56,909	41,71,462	11,18,639	-26,791	52,63,310	13,93,600	-

## SCHEDULES TO BALANCE SHEET

**All India Gems & Jewellery Trade Federation**

**CIN: U91990MH2005NPL154999**

**6 Details of Non - Current Investments**

Other Investments											(in Rupees)	
Sr. No.	Name of the Body Corporate	Subsidiary / Associate / JV/ Controlled Entity /	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 2017	As at 31 March 2016			As at 31 March 2017	As at 31 March 2016	As at 31 March 2017	As at 31 March 2016		
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)
(a)	Investment in Equity Instruments	Others	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 Gems & Jewellery Trade Federation

CIN:U91990MH2005NPL154999

## 7 Long Term Loans and Advances

(in Rupees)

Particulars	As on 31st March,	
	2017	2016
<b>Security Deposits</b>		
Unsecured, considered good	15,97,877	15,54,962
<b>Total</b>	<b>15,97,877</b>	<b>15,54,962</b>

## 8 Trade Receivables

(in Rupees)

Particulars	As on 31st March,	
	2017	2016
(a) Trade receivables outstanding for a period less than six months from the date they are due for payment	24,56,915	85,69,250
(b) Trade receivables outstanding for a period exceeding six months from the date they are due for payment	18,95,376	24,26,313
<b>Total (a + b)</b>	<b>43,52,291</b>	<b>1,09,95,563</b>

8A Trade Receivable stated above include debts due by:

(in Rupees)

Particulars	As on 31st March,	
	2017	2016
<b>Private Company in which director is a member</b>		
1 P & S Jewellery Ltd		1,17,581
2 GIA India Laboratory Pvt Ltd		1,62,700
3 P C Jewellers		5,82,720
4 Khandelwal jewellers (Akola) Pvt Ltd		4,250
5 NAC Jewellers (P) Ltd.	7,725	2,40,825
6 The Gems And Jewellery Export Promotion Council	2,36,352	
7 Derewala Jewellery Industries Limited	74,992	
8 AT Plus Jewellers Pvt Ltd	15,000	
<b>Total</b>	<b>3,34,069</b>	<b>11,08,076</b>

## 9 Cash and cash equivalents

(in Rupees)

Particulars	As on 31st March,	
	2017	2016
a. Balances with banks	10,63,095	33,65,194
b. Cash on hand	4,319	2,332
c. Fixed deposits with banks*	9,72,68,084	14,52,07,004
<b>Total</b>	<b>9,83,35,497</b>	<b>14,85,74,529</b>

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

12 months.

Particulars	SBNS	Other Denomination notes	Total
Closing Cash In Hand 08.11.2016			27638
(+) Permitted Receipt		140100	140100
(-) Permitted Payment		(142225)	(142225)
(-) Amount Deposited in Bank	(13500)		(13500)
Closing Cash In Hand 31.12.2016			12013

## SCHEDULES TO BALANCE SHEET

All India Gems & Jewellery Trade Federation

CIN:U91990MH2005NPL154999

### 10 Short-term loans and advances

(in Rupees)

Particulars	As on 31st March,	
	2017	2016
<b>Others</b>		
<b>Unsecured , Considered good</b>		
a. Advances to staff	56,071	44,500
b. Advances for shows	2,11,853	3,335
c. Advances recoverable	5,38,275	20,28,032
<b>Total</b>	<b>8,06,199</b>	<b>20,75,867</b>

### 11 Other current assets

(in Rupees)

Sr. No	Particulars	As on 31st March,	
		2017	2016
1	Tax deducted at source	1,95,22,542	1,71,68,078
2	Interest Accrued on Fixed Deposit [CBI]	22,85,848	36,56,503
3	Interest Accrued on Fixed Deposit Receipts [HDFC]	1,97,127	1,94,103
4	Service Tax Refund	3,65,551	3,65,551
5	Cenvat Credit	51,99,943	12,28,142
6	Krishi Kalyan Cess.05 %	1,02,981	-
7	Swach Bharat Cess @.05%	3,328	-
8	Expenses - PMI 3	-	1,90,067
9	Income tax A Y 11-12	13,55,669	12,00,000
10	Income tax A Y 12-13	12,00,000	2,00,000
11	Prepaid Insurance	5,00,000	5,00,000
12	Prepaid Expenses	1,16,363	1,49,676
	<b>Total</b>	<b>3,08,49,353</b>	<b>2,48,52,120</b>

## SCHEDULES TO PROFIT & LOSS ACCOUNT

All India Gems & Jewellery Trade Federation

CIN: U91990MH2005NPL154999

### 12 Revenue from Operations

(in Rupees)

Particulars	As on 31st March,	
	2017	2016
Other operating revenues	8,13,16,314	8,68,31,093
<b>Total</b>	<b>8,13,16,314</b>	<b>8,68,31,093</b>

### 13 Other Income

(in Rupees)

Particulars	As on 31st March,	
	2017	2016
Interest Income on Fixed Deposits & Others	1,17,67,667	1,29,18,026
<b>Total</b>	<b>1,17,67,667</b>	<b>1,29,18,026</b>

### 14 Employee Benefits Expense

(in Rupees)

Particulars	As on 31st March,	
	2017	2016
(a) Salaries and incentives	1,35,59,491	1,15,89,387
(b) Staff welfare expenses	1,82,763	2,27,998
(c) Gratuity	2,11,221	1,61,354
(d) Leave Encashment	1,32,313	1,74,268
<b>Total</b>	<b>1,40,85,788</b>	<b>1,21,53,007</b>

### 15 Other expenses

(in Rupees)

Sr. No.	Particulars	As on 31st March,	
		2017	2016
1	Administration charges	1,17,740	40,772
2	Advertisement charges	7,29,511	8,64,520
3	Annual maintenance charges	-	19,197
4	Audit Fees	2,50,000	2,50,000
5	Bank charges	20,401	4,183
6	Board meeting & AGM expenses	12,66,130	30,20,259
7	Books & Periodical	17,571	4,433
8	Computer expenses	71,431	54,343
9	Designing expenses	10,50,000	10,50,000
10	Diwali expenses	35,417	20,654
11	Domain charges	4,090	7,476
12	Electricity Charges	4,34,048	6,20,185
13	Event expenses	2,05,15,322	3,30,67,580
14	Exhibition expenses	12,74,381	12,51,212
15	Filing Fees	2,935	38,630
16	Gift & Memento's	1,89,339	8,66,429
17	Hotel expenses	2,69,87,760	3,81,19,773
18	Interest on Service Tax	278	1,71,66,745
19	Interest on TDS	13,045	28,081
20	Travelling and Conveyance	1,31,83,445	1,42,93,049



## SCHEDULES TO PROFIT & LOSS ACCOUNT

All India Gems & Jewellery Trade Federation

CIN: U91990MH2005NPL154999

(in Rupees)

	Particulars	As on 31st March,	
		2017	2016
21	Input service tax credit unutilized	-	29,28,758
22	Charity Expenses	-	19,700
23	Compensation for relief fund	-	29,55,000
24	Donation	5,00,000	-
25	Foreign Exchange Loss	1,305	-
26	GJF Mobile Application Exepnse	14,488	-
27	Insurance charges	67,476	1,68,850
28	Interest paid on PF	1,719	-
29	Interest paid on PTRC/PTEC	1,000	-
30	KKC 0.5% Non Taxable	6,101	-
31	Legal & Professional Fees	1,20,91,367	1,34,17,788
32	Loading & Unloading charges	21,350	1,17,950
33	Meeting expenses	1,33,201	7,17,599
34	Miscellaneous expense	37,303	76,097
35	Office expenses	4,87,122	2,60,933
36	Office expenses - East Zone	5,59,872	5,27,765
37	Office Repairs and Maintenance	64,283	62,502
38	PF Incidental Charges	-	10,000
39	Postage & Courier	5,81,112	5,11,749
40	Printing & Stationery	21,67,695	25,69,039
41	Prior Period Expenses	25,101	1,89,629
42	Professional Tax	2,000	2,000
43	Refreshment expenses	1,34,890	4,46,780
44	Registration charges	9,600	15,067
45	Rent & Damages	30,00,000	25,50,000
46	Service tax 0.36% Non Claimable	-	352
47	Service Tax F.Y. 15-16	-	2,80,596
48	Service Tax Input (Non Taxable)	1,71,967	1,64,933
49	Service Tax Penalty	44,99,155	-
50	Service Tax Prior Period Adjustment	-	5,22,462
51	SMS & Email Charges	5,04,290	10,63,749
52	Society maintenance charges	14,850	13,500
55	Student Award scholarship	-	15,00,000
56	Swachh Bharat Cess @ 0.50%	2,41,582	1,19,816
57	Telephone & Internet Charges	6,29,521	8,24,541
58	Trade Mark	-	14,000
59	Translation Charges	26,426	8,025
60	Translation charges	23,021	-
61	Transportation charges	2,500	-
62	Website & Software charges	3,18,484	1,15,000
63	Write-Off Balances	26,051	-
<b>Total</b>		<b>9,25,27,675</b>	<b>14,29,61,699</b>

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

(in Rupees)

Sr. No.	Particulars	As on 31st March,	
		2017	2016
a	as Auditor	2,50,000	2,50,000
b	for taxation matters	1,20,750	2,05,600
c	for other services	28,750	94,100

Cash Flow Statement for the Year ended 31st March,		For the Period Ended	
		March 31, 2017	March 31, 2016
A	CASH FLOW FROM OPERATING ACTIVITIES		
	Net Profit / ( Loss ) before Tax and prior period items	(1,41,80,299)	(5,64,84,226)
Add/Less:	Interest (Net)	(1,17,67,667)	(1,29,18,026)
	Depreciation	6,50,817	10,91,848
	Unclaimed TDS of Earlier Years written off	-	-
		(1,11,16,850)	(1,18,26,178)
	Operating profit before working Capital	(2,52,97,149)	(6,83,10,404)
	(Increase)/Decrease in Inventories	-	-
	(Increase)/Decrease in Trade & Other Receivable	42,27,261	57,43,702
	Increase/(Decrease) Trade Payable, Current Liabilities & Provision	(3,79,35,671)	3,32,30,291
		(3,37,08,411)	3,89,73,993
	Cash Generated from Operations	(5,90,05,560)	(2,93,36,411)
	Tax paid	(23,54,464)	(75,52,802)
	Cash Flow Before Extraordinary Items	(6,13,60,024)	(3,68,89,213)
	Extra ordinary Items / Adjustments (Prior Period Item)		-
	Cash Flow After Extraordinary Items	(6,13,60,024)	(3,68,89,213)
B	CASH FLOW FROM INVESTING ACTIVITIES		
	(Purchase) / Sale of Fixed Assets (Net)	(6,46,675)	(4,65,356)
	(Purchase) / Sale of Investment		
	Interest Received	1,17,67,667	1,29,18,026
	Net Cash Used for Investing Activities	1,11,20,992	1,24,52,670
C	CASH FLOW FROM FINANCING ACTIVITIES		
	Capital Corpus Account	-	24,35,000
	Net cash From Financing Activities	-	24,35,000
	Net Decrease in Cash and Cash Equivalents (A+B+C)	(5,02,39,032)	(2,20,01,542)
	Cash and Cash Equivalents (OPENING BALANCE)	14,85,74,529	17,05,76,071
	Cash and Cash Equivalents (CLOSING BALANCE)	9,83,35,497	14,85,74,529
		(5,02,39,032)	(2,20,01,542)

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

All India Gems & Jewellery Trade Federation  
For & on behalf of the Board

Mahendra Zaveri  
Proprietor  
Membership No.:043794

Manoj Kumar Jha  
DIN-06535299  
Director

Nitin Khandelwal  
DIN-01784920  
Director

Place: Mumbai  
Date: 22<sup>nd</sup> August, 2017

Place: Mumbai  
Date: 22<sup>nd</sup> August, 2017

# SIGNIFICANCE OF ACCOUNTS

**All India Gems & Jewellery Trade Federation**

**CIN: U91990MH2005NPL154999**

16. Significant accounting policies and Notes forming part of the financial statements for the year ended 31<sup>st</sup> March 2017

## 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.

## SIGNIFICANCE OF ACCOUNTS

### 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 Fixed Assets.

Fixed assets are stated at cost, less accumulated depreciation / amortisation. Costs include all expenses incurred to bring the asset to its present location and condition.

### 2.5 Depreciation on Tangible Assets.

Depreciable amount for assets is the cost of an asset, or other amount substituted for cost, less its estimated residual value. Depreciation on tangible fixed assets has been provided on the written down value method as per the useful life prescribed in Schedule II to the Companies Act, 2013. Fixed assets exclude assets individually costing Rs 5,000 or less which are not capitalised except when they are part of a larger capital investment programme.

### 2.6 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.

The company is recognising the income from the event 'Preferred Manufacturers of India' (PMI), on the basis of proportionate budgeted expenses and total budgeted expenses.

### 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.



## SIGNIFICANCE OF ACCOUNTS

### 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.

- 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 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.

### 2.11 Service tax input credit

Service tax input credit is accounted for in the books in the period in which the underlying service received is accounted and when there is reasonable certainty in availing / utilising the credits.

## 3. Notes forming part of Financial Statements for the year ended 31<sup>st</sup> March 2017

### 3.1 Related Party Disclosures

Related Parties disclosures for the year ended March 31, 2017.

- a. Enterprise where control exists;
  1. GJF Events & Promotions Federation (Board controlled subsidiary).

- b. Associates of Company (Share Holding of 36.36%)

1. The Gems & Jewellery Skill Council of India

## SIGNIFICANCE OF ACCOUNTS

### c. Details of Related Parties.

#### (i) Directors; 1<sup>st</sup> April 2016 To 4<sup>th</sup> February 2017

1	Haresh Soni
2	Vinod Cotha Hayagriv
3	Ashok Minawala
4	Nitin Khandelwal
5	N.A. Padmanaban
6	K. Srinivasan
7	Nitin Kadam
8	Paresh Shah
9	Ashok Bardia
10	Nirupa Bhatt
11	Sankar Sen
12	Bachhraj Bamalwa
13	Manoj Kumar Arvindlal Soni
14	Vijay Kumar Khanna
15	Raj Kumar Jain
16	Raman Kumar Pratapchand Solanki
17	Deen Dayal Karel
18	Gurram Venkatarathnam Chetty Sreedhar
19	Sumeet Anand

## SIGNIFICANCE OF ACCOUNTS

(ii) Directors; 4<sup>th</sup> February 2017 To 31<sup>st</sup> March 2017

1	Rathanchand Jawarilal Jayantilala
2	Ashok Kumar Jain
3	Suresh Ishwarlal Dhruv
4	Sanjay Agrawal
5	Pramod Kumar Agrawal
6	Bipin Berry
7	Madan Sardarmal Kothari
8	Vijay Kumar Khanna
9	Krishna Behari Goyal
10	Sanker Sen
11	Shubhang Mittal
12	Shantibhai Ratilal Patel
13	Nitin Madanlal Khandelwal
14	Nathella Anatha Padmaben
15	Saiyam Prem Mehra
16	Manoj Kumar Jha
17	Avinash Gupta
18	Sanjay Kumar Jain

## SIGNIFICANCE OF ACCOUNTS

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

1	Emerald Jewel industry India Pvt Ltd
2	The Gems And Jewellery Export Promotion Council
3	C.Krishniah Chetty & Sons Pvt Ltd
4	Danabhai Jewellers & Sons
5	P & S Jewellwry Ltd
6	Anopchand Tilokchand Jewellers Pvt Ltd
7	AT Plus Jewellers P L
8	Khandelwal Jewellers (Akola)
9	Gia India Laboratory Pvt Ltd
10	Gia India
11	Nac Jewellers (P) Ltd
12	Shree Rama Jewells
13	Sangam Jewels & Gold LLP
14	Nemchand Bamalwa & Sons
15	Derewala Jewellery Industries Limited
16	A.S.Jewellers
17	Kadam & Kadam Jewellers & Sons
18	Mamraj Musaddilal Jewellers



# SIGNIFICANCE OF ACCOUNTS

## c. Transactions with the related parties and key managerial personnel.

Sr. No	Nature of Transactions	Amount
	<u>Revenue Expenses</u>	
1	<u>Rent and Electricity Expense</u>	
	P&S Jewellery Ltd	27,28,862
2	<u>Expenses (Reimbursements)</u>	
	Emerald Jewel Industry India Ltd	7,724
	C.Krishniah Chetty & Sons Pvt Ltd	1,38,779
	Kadam & Kadam Jewellers & Sons	8,895
	Danabhai Jewellers & Sons.	80,162
	P&S Jewellery Ltd	3,279
	Anopchand Tilokchand Jewellers Pvt Ltd	2,03,368
	Khandelwal Jewellers (Akola)	4,40,202
	Nac Jewellers (P) Ltd	6,10,794
	Sangam Jewel & Gold LLP	8,879
	Shree Rama Jewells	4,08,902
	Nemchand Bamalwa & Sons	15,308
	A.S.Jewellers	20,273
	<u>Operating Revenues</u>	
3	<u>Advertisement Charges</u>	
	GIA India Laboratory Pvt Ltd	35,000
	GIA India	70,000
	Derewala Jewellery Industries Limited	53,000
	Mamraj Musaddilal Jewellers	24,000
4	<u>Participation Charges</u>	
	AT Plus Jewellers P L	17,22,500
	GIA India Laboratory Pvt Ltd	3,00,000
5	<u>Stall and Other Charges</u>	
	The Gems And Jewellery Export Promotion Council	4,41,205
5	<u>Reimbursements Expenses Received</u>	
	The Gems And Jewellery Export Promotion Council	7,28,662

## SIGNIFICANCE OF ACCOUNTS

### d. Balance with Related Parties

1	<u>Amount due from - as at March 31, 2017</u>	
	The Gems And Jewellery Export Promotion Council	2,36,352
	AT Plus Jewellers P L	15,000
	Derewala Jewellery Industries Limited	74,992
2	<u>Amount due to - as at March 31, 2017</u>	
	NAC Jewellers (P) Ltd	7,725
	P & S Jewellery Ltd	78,750

3.3 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	As % of consolidated profit or loss	Amount
<u>Parent</u>				
All India Gems & Jewellery Trade Federation	100.41%	10,45,27,545/-	99.75%	(1,41,80,298/-)
<u>Subsidiaries</u>				
GJF Events & Promotion Federation	(0.41%)	(4,26,831/-)	0.25%	(35,620/-)

## SIGNIFICANCE OF ACCOUNTS

### 3.4 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 unaudited financial statement of the subsidiary and the joint venture.

#### Part 'A' Subsidiary

Sr. No	Name of the Subsidiary Company	GJF Events & Promotion Federation
1	Reporting period for the subsidiary concerned	01.04.2016 to 31.03.2017
2	Share Capital	-
3	Reserves & Surplus	(4,26,832)
4	Total Assets	5,91,563
5	Total Liabilities	10,18,395
6	Investments	
7	Turnover	
8	Profit before Taxation	(35,620)
9	Provision for taxation	-
10	Profit after Taxation	(35,620)
11	Proposed Dividend	-
12	% of Shareholding	100%
1	Name of subsidiaries which are yet to commence operation – None	
2	Names of the subsidiaries which have been liquidated or sold during the year – None	

## SIGNIFICANCE OF ACCOUNTS

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

	Contingent Liability	
		As at 31.3.2017
1	Income Tax demands disputed in appeals before CIT (Appeal)-1, Mumbai.	Rupees
A	Pertaining to Assessment Year 2014-15 (F.Y. 2013-14).	54,94,785
B	Pertaining to Assessment Year 2013-14 (F.Y. 2012-13).	50,65,125
2	Income Tax Demand Disputed In Appeals Before Income Tax Appellate Tribunal, Mumbai.	
A	Pertaining to Assessment Year 2012-13 (F.Y 2011-12)	39,22,000
B	Pertaining to Assessment Year 2011-12 (F.Y 2010-11)	13,55,669
	Total	1,58,37,579

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).and Income Tax Appellant Tribunal respectively. 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.



## SIGNIFICANCE OF ACCOUNTS

3.6 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.

3.7 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.

3.8 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.

3.9 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 Gems & Jewellery Trade Federation*

*Mahendra Zaveri.  
Proprietor  
Membership No.: 043794.*

*Manoj Kumar Jha  
Director  
DIN- 06535299*

*Nitin Khandelwal  
Director  
DIN- 01784920*

*Place: Mumbai.  
Date: 22<sup>nd</sup> August, 2017*

*Place: Mumbai.  
Date: 22<sup>nd</sup> August, 2017*

# AUDITORS' REPORT

**To,  
The Members of All India Gems & Jewellery Trade Federation**

## **Report on the Consolidated Financial Statements**

We have audited the accompanying consolidated financial statements of All India Gems & Jewellery Trade Federation (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, 2017, the Consolidated Statement of Profit and Loss, 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”).

## **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.

# AUDITORS' REPORT

## **Auditor's Responsibility**

Our responsibility is to express an opinion on these consolidated financial statements based on our audit. While conducting the audit, we have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Holding Company's preparation of the consolidated financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Holding Company's Board of Directors, as well as evaluating the overall presentation of the consolidated financial statements.

We believe that the audit evidence obtained by us and the audit evidence obtained by the other auditors in terms of their reports referred to in sub-paragraph (a) of the Other Matters paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on 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, 2017, and their consolidated loss and their consolidated cash flows for the year ended on that date.

# AUDITORS' REPORT

## **Other Matters**

(a) Unaudited financial statements of one subsidiary, GJF Events and Promotions Federation, whose financial statements reflect total assets of Rs. 5,91,563/- as at 31st March, 2017, total revenues of Rs. NIL and net cash flows amounting to Rs. (345/-) for the year ended on that date, are as considered in the consolidated financial statements. The consolidated financial statements also include the Group's share of net profit of Rs. 48,80,845/- for the year ended 31<sup>st</sup> March, 2017, as considered in the consolidated financial statements, in respect of one associate 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 the financial statement of one subsidiary are unaudited and have been furnished to us by the Management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of the associate is based solely on the reports of the other auditors and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of the Subsidiary is based solely on unaudited financial statements and in our opinion and according to the information and expiations given to us by the Management, the financial statements of the subsidiary are not material to the Group.

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 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.



## AUDITORS' REPORT

- (c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss, 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, 2017 taken on record by the Board of Directors of the Holding Company and the reports of the statutory auditors of its associate companies incorporated in India, none of the directors of the Holding company and its associate company incorporated in India is disqualified as on 31st March, 2017 from being appointed as a director in terms of Section 164 (2) of the Act. However, in absence of written representation from director of subsidiary, GJf Events and Promotion, as on 31<sup>st</sup> march 2017, we are unable to comment as regards their disqualification or otherwise from being appointed as directors 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 the such controls, which is based on auditors reports of the Holding company and associate company. In our opinion and according to the information and explanations given to us, there is adequate internal financial control system our financial reporting of the Holding company and the associate company, Further on the basis of our examination of the books of accounts and according to the information and explanations given to us, we have not come across any deficiency or weakness in the operating effectiveness of such controls.
- (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 3.5 to the consolidated financial statements.
  - ii. The Group, and associate did not have any material foreseeable losses on long-term contracts including derivative contracts.

## AUDITORS' REPORT

- 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
- v. The Holding Company and Associate Company have provided requisite disclosures in the financial statement as to holding as well as dealing in Specified Bank Note during the period from 8<sup>th</sup> November, 2016 to 31<sup>st</sup> December, 2016 which is based on audit procedures and relying on the management representation of the Holding Company and Disclosure in the Audit report of the Associates Company.

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

*Mahendra Zaveri  
Proprietor  
Membership No.: 043794*

*Place: Mumbai  
Date: 22<sup>nd</sup> August, 2017*



# BALANCE SHEET

All India Gems & Jewellery Trade Federation  
CIN: U91990MH2005NPL154999

(in Rupees)

	Consolidated Balance Sheet as at 31st March,	Note	2017	2016
I.	<b>EQUITY AND LIABILITIES</b>			
1	Shareholders' funds			
	(a) Share capital		-	-
	(b) Reserves and surplus	1	123,959,824	133,294,897
	(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	33,649,509	70,507,704
	(d) Long-term provisions		-	-
4	Current liabilities			
	(a) Short-term borrowings		-	-
	(b) Trade payables		-	-
	(c) Other current liabilities	3	7,787,709	8,372,681
	(d) Short-term provisions	4	1,424,726	1,886,751
	<b>TOTAL</b>		<b>166,821,768</b>	<b>214,062,033</b>
II.	<b>ASSETS</b>			
1	Non-current assets			
	(a) Fixed assets	5		
	(i) Tangible assets		725,388	1,062,672
	(ii) Intangible assets		664,070	330,927
	(iii) Capital work-in-progress		-	-
	(iv) Intangible assets under development		-	-
	(b) Non-current investments	6	29,859,108	24,978,264
	(c) Deferred tax assets (net)		-	-
	(d) Long-term loans and advances	7	1,190,532	1,152,417
	(e) Other non-current assets		-	-
2	Current assets			
	(a) Current investments		-	-
	(b) Inventories		-	-
	(c) Trade receivables	8	4,352,291	10,995,563
	(d) Cash and cash equivalents	9	98,370,828	148,610,202
	(e) Short-term loans and advances	10	806,198	2,075,867
	(f) Other current assets	11	30,853,353	24,856,120
	<b>TOTAL</b>		<b>166,821,768</b>	<b>214,062,033</b>
	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 Gems & Jewellery Trade Federation  
For & on Behalf of the Board

Manoj Kumar Jha

Nitin Khandelwal

Mahendra Zaveri  
Proprietor  
Membership No.:043794

DIN-06535299  
Director

DIN-01784920  
Director

Place: Mumbai  
Date:  
22.08.17

Place: Mumbai  
Date:  
22.08.17

# CONSOLIDATED STATEMENT OF INCOME & EXPENDITURE

All India Gems & Jewellery Trade Federation

CIN: U91990MH2005NPL154999

(in Rupees)

Consolidated Statement of Income and Expenditure for the year ended 31st March,		Note	2017	2016
I.	Revenue from operations	12	81,316,314	86,831,093
II.	Other income	13	16,648,512	19,496,030
III.	Total Revenue (I + II)		97,964,826	106,327,123
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	14,085,788	12,153,007
	Finance costs		-	-
	Depreciation and amortization expense	5	650,817	1,118,639
	Other expenses	15	92,563,293	143,018,752
	Total expenses		107,299,898	156,290,398
V.	Surplus of Income over Expenditure before exceptional and extraordinary items and tax (III-IV)		(9,335,073)	(49,963,275)
VI.	Exceptional items		-	-
VII.	Surplus of Income over Expenditure before extraordinary items and tax (V - VI)		(9,335,073)	(49,963,275)
VIII.	Extraordinary Items		-	-
IX.	Surplus of Income over Expenditure before tax (VII- VIII)		(9,335,073)	(49,963,275)
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 (VII-VIII)		(9,335,073)	(49,963,275)
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)		(9,335,073)	(49,963,275)
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  
Place: Mumbai  
Date: 22<sup>nd</sup> August, 2017

All India Gems & Jewellery Trade Federation  
For & on behalf of the Board

Manoj Kumar Jha	Nitin Khandelwal
DIN-06535299 Director	DIN-01784920 Director
Place: Mumbai	
Date: 22 <sup>nd</sup> August, 2017	



# SCHEDULES TO BALANCE SHEET

All India Gems & Jewellery Trade Federation  
CIN:U91990MH2005NPL154999

## 1 Reserves & Surplus

(in Rupees)

Particulars	As on 31st March,	
	2017	2016
a. Capital Corpus Account		
Opening Balance	271,105,000	268,670,000
(+) Current year addition		2,435,000
Closing Balance	271,105,000	271,105,000
b. Surplus		
Opening balance	(137,810,103)	(87,846,828)
Less: Surplus of Expenditure over Income for the current year	(9,335,073)	(49,963,275)
Closing Balance	(147,145,176)	(137,810,103)
Total (a + b)	123,959,824	133,294,897

## 2 Other Long Term Liabilities

(in Rupees)

Particulars	As on 31st March,	
	2017	2016
Others		
Advances received	33,649,509	70,507,704
Total	33,649,509	70,507,704

## 3 Other Current Liabilities

(in Rupees)

Particulars	As on 31st March,	
	2017	2016
Other payables		
1 Sundry creditors for expenses	2,594,040	6,343,315
2 Advances received	4,385,239	1,345,136
3 Duties & Taxes	725,801	684,230
4 Payable To Staff	82,629	
Total	7,787,709	8,372,681

## 4 Short Term Provisions

(in Rupees)

Particulars	As on 31st March,	
	2017	2016
Expenses payable	1,424,726	1,886,751
Total	1,424,726	1,886,751

## SCHEDULES TO BALANCE SHEET

All India Gems & Jewellery Trade Federation

CIN: U91990MH2005NPL154999

### 5 Fixed Assets

(in Rupees)

Sr. No.	Particulars	Rate	Gross Block			Accumulated Depreciation				Net Block	
			As at 31st March 2016	Additions/ (Disposals)	As at 31st March 2017	As at 31st March 2016	Depreciation charge for the year	Other Adjustments	As at 31st March 2017	As at 31st March 2017	As at 31st March 2016
a	<u>Tangible Assets</u>										
	Furniture & Fixture		154,616	-	154,616	84,868	18,351	-	103,219	51,397	69,748
	Electrical Fittings		1,000,198	-	1,000,198	580,195	134,833	-	715,029	285,169	420,003
	Office Equipment		1,442,934	-	1,442,934	1,173,091	121,493	-	1,294,584	148,350	269,843
	Computer		3,188,673	84,300	3,272,973	2,885,595	146,907	-	3,032,503	240,471	303,078
	Total (a)		5,786,421	84,300	5,870,721	4,723,749	421,585	-	5,145,334	725,388	1,062,672
b	<u>Intangible Assets</u>										
	Software		470,488	-	470,488	443,509	3,454	-	446,963	23,525	26,979
	Website		400,000	225,000	625,000	96,052	156,360	-	252,412	372,588	303,948
	GJF Mobile Application			337,375	337,375	-	69,418	-	69,418	267,957	
	Total (b)		870,488	562,375	1,432,863	539,561	229,232	-	768,793	664,070	330,927
	Total (a + b)		6,656,909	646,675	7,303,584	5,263,310	650,817	-	5,914,127	1,389,458	1,393,600
	Previous Year		6,191,553	465,356	6,656,909	4,171,462	1,118,639	-26,791	5,263,310	1,393,600	

## SCHEDULES TO BALANCE SHEET

All India Gems & Jewellery Trade Federation  
CIN: U91990MH2005NPL154999

6 Details of Non - Current Investments

Other Investments

(in Rupees)

Sr. No.	Name of the Body Corporate	Subsidiary / Associate / JV / Controlled Entity /	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 2017	As at 31 March 2016			As at 31 March 2017	As at 31 March 2016	As at 31 March 2017	As at 31 March 2016		
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)
(a)	Investment in Equity Instruments	Others	1,000,000	1,000,000	Unquoted	Fully paid	36.36%	36.36%	29,859,108	24,978,264	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		1,000,000	1,000,000					29,859,108	24,978,264		

# SCHEDULES TO BALANCE SHEET

All India Gems & Jewellery Trade Federation  
CIN:U91990MH2005NPL154999

## 7 Long Term Loans and Advances

(in Rupees)

Particulars	As on 31st March,	
	2017	2016
<u>Security Deposits</u>		
Unsecured, considered good	1,190,532	1,152,417
<b>Total</b>	<b>1,190,532</b>	<b>1,152,417</b>

## 8 Trade Receivables

(in Rupees)

Particulars	As on 31st March,	
	2017	2016
(a) Trade receivables outstanding for a period less than six months from the date they are due for payment	2,456,915	8,569,250
(b) Trade receivables outstanding for a period exceeding six months from the date they are due for payment	1,895,376	2,426,313
<b>Total (a + b)</b>	<b>4,352,291</b>	<b>10,995,563</b>

8A Trade Receivable stated above include debts due by:

(in Rupees)

Particulars	As on 31st March,	
	2017	2016
<u>Private Company in which director is a member</u>		
1 P & S Jewellery Ltd		117,581
2 GIA India Laboratory Pvt Ltd		162,700
3 P C Jewellers		582,720
4 Khandelwal jewellers (Akola) Pvt Ltd		4,250
5 NAC Jewellers (P) Ltd.	7,725	240,825
6 The Gems And Jewellery Export Promotion Council	236,352	
7 Derewala Jewellery Industries Limited	74,992	
8 AT Plus Jewellers Pvt Ltd	15,000	
<b>Total</b>	<b>334,069</b>	<b>1,108,076</b>

## 9 Cash and cash equivalents

(in Rupees)

Particulars	As on 31st March,	
	2017	2016
a. Balances with banks	1,097,650	3,400,094
b. Cash on hand	5,095	3,105
c. Fixed deposits with banks*	97,268,084	145,207,004
<b>Total</b>	<b>98,370,828</b>	<b>148,610,202</b>

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

Particulars	SBNS	Other Denomination notes	Total
Closing Cash In Hand 08.11.2016			27638
(+) Permitted Receipt		140100	140100
(-) Permitted Payment		(142225)	(142225)
(-) Amount Deposited in Bank	(13500)		(13500)
Closing Cash In Hand 31.12.2016			12013

# SCHEDULES TO BALANCE SHEET

All India Gems & Jewellery Trade Federation  
CIN:U91990MH2005NPL154999

## 10 Short-term loans and advances

(in Rupees)

Particulars	As on 31st March,	
	2017	2016
Others		
Unsecured , Considered good		
a. Advances to staff	56,071	44,500
b. Advances for shows	211,853	3,335
c. Advances recoverable	538,275	2,028,032
<b>Total</b>	<b>806,198</b>	<b>2,075,867</b>

## 11 Other current assets

(in Rupees)

Sr. No	Particulars	As on 31st March,	
		2017	2016
1	Tax deducted at source	19,522,542	17,168,078
2	Interest Accrued on Fixed Deposit [CBI]	2,285,848	3,656,503
3	Interest Accrued on Fixed Deposit Receipts [HDFC]	197,127	194,103
4	Service Tax Refund	365,551	365,551
5	Cenvat Credit	5,199,943	1,228,142
6	KKC .05 %	102,981	-
7	SBC @.05%	3,328	-
8	Expenses - PMI 3	-	190,067
9	Income tax A Y 11-12	1,355,669	1,200,000
10	Income tax A Y 12-13	1,200,000	200,000
11	Prepaid Insurance	500,000	500,000
12	Prepaid Expenses	120,363	153,676
	<b>Total</b>	<b>30,853,353</b>	<b>24,856,120</b>



# SCHEDULES TO PROFIT & LOSS ACCOUNT

All India Gems & Jewellery Trade Federation

CIN: U91990MH2005NPL154999

## 12 Revenue from Operations

(in Rupees)

Particulars	As on 31st March,	
	2017	2016
Other operating revenues	81,316,314	86,831,093
Total	81,316,314	86,831,093

## 13 Other Income

(in Rupees)

Particulars	As on 31st March,	
	2017	2016
Interest Income on Fixed Deposits & Others	11,767,667	12,918,026
Share in Profit of Associates	4,880,845	6,578,003
Total	16,648,512	19,496,030

## 14 Employee Benefits Expense

(in Rupees)

Particulars	As on 31st March,	
	2017	2016
(a) Salaries and incentives	13,559,491	11,589,387
(b) Staff welfare expenses	182,763	227,998
(c) Gratuity	211,221	161,354
(d) Leave Encashment	132,313	174,268
Total	14,085,788	12,153,007

## 15 Other expenses

(in Rupees)

Sr. No.	Particulars	As on 31st March,	
		2017	2016
1	Administration charges	117,740	40,772
2	Advertisement charges	729,511	864,520
3	Annual maintenance charges	-	19,197
4	Audit Fees	275,000	278,750
5	Bank charges	20,746	4,298
6	Board meeting & AGM expenses	1,266,130	3,020,259
7	Books & Periodical	17,571	4,433
8	Computer expenses	71,431	54,343
9	Designing expenses	1,050,000	1,050,000
10	Diwali expenses	35,417	20,654
11	Domain charges	4,090	7,476
12	Electricity Charges	434,048	620,185
13	Event expenses	20,515,322	33,067,580
14	Exhibition expenses	1,274,381	1,251,212
15	Filing Fees	2,935	38,630
16	Gift & Memento's	189,339	866,429
17	Hotel expenses	26,987,760	38,119,773
18	Interest on Service Tax	278	17,166,745
19	Interest on TDS	13,045	28,081
20	Travelling and Conveyance	13,183,444	14,293,049

# SCHEDULES TO PROFIT & LOSS ACCOUNT

All India Gems & Jewellery Trade Federation

CIN: U91990MH2005NPL154999

(in Rupees)

	Particulars	As on 31st March,	
		2017	2016
21	Charity Expenses	-	19,700
22	Compensation for relief fund	-	2,955,000
23	Donation	500,000	-
24	Foreign Exchange Loss	1,305	-
25	GJF Mobile Application Expense	14,488	-
26	Input service tax credit unutilized	-	2,928,758
27	Insurance charges	67,476	168,850
28	Interest paid on PF	1,719	-
29	Interest paid on PTRC/PTEC	1,000	-
30	KKC 0.5% Non Taxable	6,101	-
31	Legal & Professional Fees	12,096,842	13,443,425
32	Loading & Unloading charges	21,350	117,950
33	Meeting expenses	133,201	717,599
34	Miscellaneous expense	37,303	76,097
35	Office expenses	487,122	261,283
36	Office expenses - East Zone	559,872	527,765
37	Office Repairs and Maintenance	64,283	62,502
38	PF Incidental Charges	-	10,000
39	Postage & Courier	581,112	511,749
40	Printing & Stationery	2,167,695	2,569,039
41	Prior Period Expenses	25,101	189,629
42	Professional Tax	2,000	4,000
43	Refreshment expenses	134,890	446,780
44	Registration charges	9,600	15,067
45	Rent & Damages	3,000,000	2,550,000
46	ROC charges	-	200
47	Service tax 0.36% Non Claimable	-	352
48	Service Tax F.Y. 15-16	-	280,596
49	Service Tax Input (Non Taxable)	171,967	164,933
50	Service Tax Late Filing Fees	4,800	-
51	Service Tax Penalty	4,499,155	-
52	Service Tax Prior Period Adjustment	-	522,462
55	SMS & Email Charges	504,290	1,063,749
56	Society maintenance charges	14,850	13,500
57	Student Award scholarship	-	1,500,000
58	Swach Bharat Cess @ 0.50%	241,582	119,816
59	Telephone & Internet Charges	629,521	824,542
60	Trade Mark	-	14,000
61	Translation Charges	26,426	8,025
62	Translation charges	23,021	-
63	Transportation charges	2,500	-
64	Website & Software charges	318,484	115,000
65	Write off Balances	26,051	-
Total		92,563,293	143,018,752

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

(in Rupees)

Sr. No.	Particulars	As on 31st March,	
		2017	2016
a	as Auditor	275,000	278,750
b	for taxation matters	120,750	205,600
c	for other services	28,750	94,100

All India Gems & Jewellery Trade Federation CIN:U91990MH2005NPL154999			
(` in Rupees)			
Consolidated Cash Flow Statement for the Year ended 31st March,		For the Period Ended	
		March 31, 2017	March 31, 2016
A	CASH FLOW FROM OPERATING ACTIVITIES		
	Net Profit / ( Loss ) before Tax and prior period items	(9,335,073)	(49,963,275)
Add/Less:	Interest (Net)	(9,503,804)	(12,918,026)
	Depreciation	650,817	1,118,639
	Provision for Gratuity	211,221	161,354
	Share In Associates	(4,880,845)	(6,578,003)
		(13,522,611)	(18,216,037)
	Operating profit before working Capital	(22,857,683)	(68,179,312)
	(Increase)/Decrease in Inventories	-	-
	(Increase)/Decrease in Trade & Other Receivable	1,877,593	(1,807,102)
	Increase/(Decrease) Trade Payable, Current Liabilities & Provision	(38,116,412)	33,069,187
		(36,238,819)	31,262,085
	Cash Generated from Operations	(59,096,503)	(36,917,227)
	Tax paid		
	Cash Flow Before Extraordinary Items	(59,096,503)	(36,917,227)
	Extra ordinary Items / Adjustments (Prior Period Item)		-
	Cash Flow After Extraordinary Items	(59,096,503)	(36,917,227)
B	CASH FLOW FROM INVESTING ACTIVITIES		
	(Purchase) / Sale of Fixed Assets (Net)	(646,675)	(492,146)
	(Purchase) / Sale of Investment		
	Interest Received	9,503,804	12,918,026
	Net Cash Used for Investing Activities	8,857,129	12,425,880
C	CASH FLOW FROM FINANCING ACTIVITIES		
	Capital Corpus Account	-	2,435,000
	Net cash From Financing Activities	-	2,435,000
	Net Decrease in Cash and Cash Equivalents (A+B+C)	(50,239,374)	(22,056,347)
	Cash and Cash Equivalents (OPENING BALANCE)	148,610,202	170,666,549
	Cash and Cash Equivalents (CLOSING BALANCE)	98,370,828	148,610,202
		(50,239,374)	(22,056,347)
<div> <div> As per our report attached For Mahendra Zaveri &amp; Co. Chartered Accountants Firm's Registration No.:105777W </div> <div> All India Gems &amp; Jewellery Trade Federation For &amp; on behalf of the Board </div> </div> <div> <div> Mahendra Zaveri Proprietor Membership No.:043794  Place: Mumbai Date: 22.08.17 </div> <div> Manoj Kumar Jha DIN-06535299 Director  Place: Mumbai Date: 22.08.17 </div> <div> Nitin Khandelwal DIN-01784920 Director </div> </div>			

## SIGNIFICANCE OF ACCOUNTS

**CIN: U91990MH2005NPL154999**

16. Significant accounting policies and Notes forming part of the consolidated financial statements for the year ended 31<sup>st</sup> March 2017

### 1. Basis of Consolidation

The consolidated financial statements relate to All India Gems & Jewellery Trade Federation (the “Company”), its subsidiary, and associate. The Company, its subsidiary and associate 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 (Unaudited Financial Statement ) 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, intra-group 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 consolidated are drawn upto the same reporting date as that of the Company as on 31<sup>st</sup> March 2017.

## SIGNIFICANCE OF ACCOUNTS

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

		As at March 31,2017		As at March 31,2016	
	Country of Incorporation	Held directly by Parent or through its subsidiaries	Effective Holding	Held directly by Parent or through its subsidiaries	Effective Holding
		(%)	(%)	(%)	(%)
<b>GJF Events &amp; Promotions Federation</b>	<b>India</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

**Note:** The subsidiary is registered u/s 8 of The Companies Act 2013 and is not a company limited by shares. The Company is a subsidiary as the holding company controls the composition of the Board of Directors of the subsidiary.

### (ii) Associates:

		As at March 31,2017		As at March 31,2016	
	Country of Incorporation	Held directly by Parent or through its subsidiaries	Effective Holding	Held directly by Parent or through its subsidiaries	Effective Holding
		(%)	(%)	(%)	(%)
<b>Gem &amp; Jewellery Skill Council of India</b>	<b>India</b>	<b>36.36</b>	<b>36.36</b>	<b>36.36</b>	<b>36.36</b>

## 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



## SIGNIFICANCE OF ACCOUNTS

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 Fixed Assets.

Fixed assets are stated at cost, less accumulated depreciation / amortisation. Costs include all expenses incurred to bring the asset to its present location and condition.

### 2.5 Depreciation on Tangible Assets.

Depreciable amount for assets is the cost of an asset, or other amount substituted for cost, less its estimated residual value. Depreciation on tangible fixed assets has been provided on the written down value method as per the useful life prescribed in Schedule II to the Companies Act, 2013. Fixed assets exclude assets individually costing Rs 5,000 or less which are not capitalised except when they are part of a larger capital investment programme.

## SIGNIFICANCE OF ACCOUNTS

### 2.6 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.

The company is recognising the income from the event 'Preferred Manufacturers of India' (PMI), on the basis of proportionate budgeted expenses and total budgeted expenses.

The receipt of the company, derived from various sources like registration of Training Partners, assessment and accreditation done by the Company, and various other modes of general purpose training provided in the Gems & Jewellery Industry.

Interest Income is recognized on a time proportion basis taking into account the amount outstanding and the 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.

### 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.

## SIGNIFICANCE OF ACCOUNTS

### 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 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.

### 2.11 Service tax input credit

Service tax input credit is accounted for in the books in the period in which the underlying service received is accounted and when there is reasonable certainty in availing / utilising the credits.

## 3. Notes forming part of Financial Statements for the year ended 31<sup>st</sup> March

### 2017 3.1 Related Party Disclosures

Related Parties disclosures for the year ended March 31, 2017.

#### a. Enterprise where control exists;

1. GJF Events & Promotions Federation (Board controlled subsidiary).
- b. Associates of Company (Share Holding of 36.36%)

1. The Gems & Jewellery Skill Council of India

## SIGNIFICANCE OF ACCOUNTS

### c. Details of Related Parties.

#### (i) Directors; 1<sup>st</sup> April 2016 To 4<sup>th</sup> February 2017

1	Haresh Soni
2	Vinod Cotha Hayagriv
3	Ashok Minawala
4	Nitin Khandelwal
5	N.A. Padmanaban
6	K. Srinivasan
7	Nitin Kadam
8	Paresh Shah
9	Ashok Bardia
10	Nirupa Bhatt
11	Sankar Sen
12	Bachhraj Bamalwa
13	Manoj Kumar Arvindlal Soni
14	Vijay Kumar Khanna
15	Raj Kumar Jain
16	Raman Kumar Pratapchand Solanki
17	Deen Dayal Karel
18	Gurram Venkatarathnam Chetty Sreedhar
19	Sumeet Anand

## SIGNIFICANCE OF ACCOUNTS

(ii) Directors; 4<sup>th</sup> February 2017 To 31<sup>st</sup> March 2017

1	Rathanchand Jawarilal Jayantilala
2	Ashok Kumar Jain
3	Suresh Ishwarlal Dhruv
4	Sanjay Agrawal
5	Pramod Kumar Agrawal
6	Bipin Berry
7	Madan Sardarmal Kothari
8	Vijay Kumar Khanna
9	Krishna Behari Goyal
10	Sanker Sen
11	Shubhang Mittal
12	Shantibhai Ratilal Patel
13	Nitin Madanlal Khandelwal
14	Nathella Anatha Padmaben
15	Saiyam Prem Mehra
16	Manoj Kumar Jha
17	Avinash Gupta
18	Sanjay Kumar Jain



## SIGNIFICANCE OF ACCOUNTS

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

1	Emerald Jewel industry India Pvt Ltd
2	The Gems And Jewellery Export Promotion Council
3	C.Krishniah Chetty & Sons Pvt Ltd
4	Danabhai Jewellers & Sons
5	P & S Jewellwry Ltd
6	Anopchand Tilokchand Jewellers Pvt Ltd
7	AT Plus Jewellers P L
8	Khandelwal Jewellers (Akola)
9	Gia India Laboratory Pvt Ltd
10	Gia India
11	Nac Jewellers (P) Ltd
12	Shree Rama Jewells
13	Sangam Jewels & Gold LLP
14	Nemchand Bamalwa & Sons
15	Derewala Jewellery Industries Limited
16	A.S.Jewellers
17	Kadam & Kadam Jewellers & Sons
18	Mamraj Musaddilal Jewellers

## SIGNIFICANCE OF ACCOUNTS

### a. Transactions with the related parties and key managerial personnel.

Sr. No	Nature of Transactions	Amount
	<u>Revenue Expenses</u>	
1	<u>Rent and Electricity Expense</u>	
	P&S Jewellery Ltd	27,28,862
2	<u>Expenses (Reimbursements)</u>	
	Emerald Jewel Industry India Ltd	7,724
	C.Krishniah Chetty & Sons Pvt Ltd	1,38,779
	Kadam & Kadam Jewellers & Sons	8,895
	Danabhai Jewellers & Sons.	80,162
	P&S Jewellery Ltd	3,279
	Anopchand Tilokchand Jewellers Pvt Ltd	2,03,368
	Khandelwal Jewellers (Akola)	4,40,202
	Nac Jewellers (P) Ltd	6,10,794
	Shree Rama Jewells	4,08,902
	Sangam Jewels & Gold LLP	8,879
	Nemchand Bamalwa & Sons	15,308
	A.S.Jewellers	20,273
	<u>Operating Revenues</u>	
3	<u>Advertisement Charges</u>	
	GIA India Laboratory Pvt Ltd	35,000
	GIA India	70,000
	Derewala Jewellery Industries Limited	53,000
	Mamraj Musaddilal Jewellers	24,000
4	<u>Participation Charges</u>	
	AT Plus Jewellers P L	17,22,500
	GIA India Laboratory Pvt Ltd	3,00,000
5	<u>Stall And Other Charges</u>	
	The Gems And Jewellery Export Promotion Council	4,41,205
6	<u>Reimbursements of Expenses Received</u>	
	The Gems And Jewellery Export Promotion Council	7,28,662

## SIGNIFICANCE OF ACCOUNTS

### a. Balance with Related Parties

1	<u>Amount due from - as at March 31, 2017</u>	
	The Gems And Jewellery Export Promotion Council	2,36,352
	AT Plus Jewellers P L	15,000
	Derewala Jewellery Industries Limited	74,992
2	<u>Amount due to - as at March 31, 2017</u>	
	NAC Jewellers (P) Ltd	7,725
	P & S Jewellery Ltd	78,750

3.3 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 liabilities as on March, 2017	Share of Profit or loss as on March, 2017	Net Assets i.e. total Assets minus total liabilities as on March, 2016	Share of Profit or loss as on March, 2016
	As % of consolidated Net assets	Amount	As % of Consolidated profit or loss	Amount
<u>Parent</u>				
All India Gems & Jewellery Trade Federation	100.41%	10,45,27,545/-	99.75%	(1,41,80,298/-)
<u>Subsidiaries</u>				
-				
GJF Events & Promotion Federation	(0.41%)	(4,26,831/-)	0.25%	(35,620/-)

## SIGNIFICANCE OF ACCOUNTS

### Part B

#### Associates:

Name of the entity in the Parent Company	Net Assets i.e. total Assets minus total liabilities as on March, 2017		Share of Profit or loss as on March, 2017		Net Assets i.e. total Assets minus total liabilities as on March, 2016		Share of Profit or loss as on March, 2016	
	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 Gems & Jewellery Trade Federation	63.34%	10,43,62,042/-	110.95 %	(1,41,80,298/-)	63.34%	11,87,07,845/-	147.12 %	(5,64,84,226/-)
<u>Associates</u>								
-								
Gem & Jewellery Skill Council of India	36.66%	8,21,20,760/-	(10.95%)	1,33,99,382/-	36.66%	6,86,97,095/-	(47.12%)	1,80,91,313/-

### 3.4 Form AOC-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 unaudited financial statement of the subsidiary.

## SIGNIFICANCE OF ACCOUNTS

### Part 'A' Subsidiary

Sr. No	Name of the Subsidiary Company	GJF Events & Promotion Federation	GJF Events & Promotion Federation
1	Reporting period for the subsidiary concerned	01.04.2016 to 31.03.2017	01.04.2015 to 31.03.2016
2	Share Capital	-	-
3	Reserves & Surplus	(4,26,832)	(3,91,212)
4	Total Assets	5,91,563	5,91,908
5	Total Liabilities	10,18,395	9,83,120
6	Investments	-	-
7	Turnover		
8	Profit before Taxation	(35,620)	(57,052)
9	Provision for taxation	-	-
10	Profit after Taxation	(35,620)	(57,052)
11	Proposed Dividend	-	-
12	% of Shareholding	100%	100%
1	Name of subsidiaries which are yet to commence operation – None		
2	Names of the subsidiaries which have been liquidated or sold during the year – None		



## SIGNIFICANCE OF ACCOUNTS

### 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			Net worth 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		
<u>Associates</u> Gems & Jewellery Skill Council of India	March 31, 2016	10,00,000	1,00,00,000/-	36.36%	2,98,59,108/-	48,80,845/-	-	Note (i)	-

#### Previous year

Name of Associates	Latest Audited Balance Sheet Date	Shares held by the company on the year end			Net worth 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		
<u>Associates</u> Gems & Jewellery Skill Council of India	March 31, 2015	10,00,000	1,00,00,000/-	36.36%	2,49,78,264/-	65,78,001/-	-	Note (i)	-

Notes:

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

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

## SIGNIFICANCE OF ACCOUNTS

	Contingent Liability	
		As at 31.3.2017
1	Income Tax demands disputed in appeals before CIT (Appeal)-1, Mumbai.	Rupees
A	Pertaining to Assessment Year 2014-15 (F.Y. 2013-14).	54,94,785
B	Pertaining to Assessment Year 2013-14 (F.Y. 2012-13).	50,65,125
2	Income Tax Demand Disputed In Appeals Before Income Tax Appellate Tribunal, Mumbai.	
A	Pertaining to Assessment Year 2012-13 (F.Y 2011-12)	39,22,000
B	Pertaining to Assessment Year 2011-12 (F.Y 2010-11)	13,55,669
	Total	1,58,37,579

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).and Income Tax Appellant Tribunal respectively. 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.

## SIGNIFICANCE OF ACCOUNTS

3.6 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.

3.7 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.

3.8 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.

3.9 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 Gems & Jewellery Trade Federation*

*Mahendra Zaveri.  
Proprietor  
Membership No.: 043794.*

*Manoj Kumar Jha  
Director  
DIN- 06535299*

*Nitin Khandelwal  
Director  
DIN-01784920*

*Place: Mumbai.  
Date:*

*Place: Mumbai.  
Date:*

## ATTENDANCE SLIP

### **All India Gems and Jewellery Trade Federation**

Regd. Office: P&S Corporate House, Plot no. A-56,  
Road no.1, 6<sup>th</sup> Floor, Near Tunga International, MIDC,  
Andheri (East), Mumbai-400093.  
(CIN NO: U91990MH2005NPL154999)

#### **Attendance Slip**

Membership number:

Name of Member:

Address of Member:

I/We hereby record my/our presence at the 12th Annual General Meeting of the Company at J.K. Banquets Pvt. Ltd., Industry Manor, A.M. Marg, Prabhadevi, Mumbai-400025 on 22<sup>nd</sup> day of September, 2017 at 12.30 p.m.

Signature of Member Present \_\_\_\_\_

## PROXY FORM

### **ALL INDIA GEMS AND JEWELLERS TRADE FEDERATION**

CIN: U91990MH2005NPL154999

Plot No. A-56, Road No.1, 6<sup>th</sup> Floor, P & S Corporate House, Behind Tunga International, MIDC, Andheri-East, Mumbai-400093

E Mail Id: [info@gjf.in](mailto:info@gjf.in) Website: [www.gjf.in](http://www.gjf.in)

Tel: 91-22-67382727 Fax: 91-22-67382706

**Form No. MGT-11**

#### **Proxy form**

*[Pursuant to section 105(6) of the Companies Act, 2013 and rule 19(3)  
of the Companies (Management and Administration) Rules, 2014]*

CIN: U91990MH2005NPL154999

Name of the company: ALL INDIA GEMS AND JEWELLERS TRADE FEDERATION

Registered office: Plot No. A-56, Road No.1, 6<sup>th</sup> Floor, P & S Corporate House, Behind Tunga International, MIDC, Andheri- East, Mumbai-400093

Name of the member (s): \_\_\_\_\_

Registered Address: \_\_\_\_\_

E-Mail ID: \_\_\_\_\_

Folio No/Client ID: \_\_\_\_\_ N.A. \_\_\_\_\_

DP ID: \_\_\_\_\_ N.A. \_\_\_\_\_

I/We, being the member (s) of shares of the above named company, hereby

appoint Name: \_\_\_\_\_

Address: \_\_\_\_\_

E mail Id: \_\_\_\_\_

Signature: ..... or failing him

## PROXY FORM

1. Name: \_\_\_\_\_

Address: \_\_\_\_\_

E-mail Id: \_\_\_\_\_

Signature:....., or failing him

2. Name: \_\_\_\_\_

Address: \_\_\_\_\_

E-mail Id: \_\_\_\_\_

Signature:....., or failing him

3. Name: \_\_\_\_\_

Address: \_\_\_\_\_

E-mail Id: \_\_\_\_\_

Signature: .....

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 12<sup>th</sup> Annual general meeting of the company, to be held on Friday At 12:30 p.m. at J.K. Banquets Pvt. Ltd., Industry Manor, A.M. Marg, Prabhadevi, Mumbai-400025 and at any adjournment thereof in respect of resolution as given in the agenda of the notice of 12<sup>th</sup> Annual General Meeting of the company.

Signed this .....day of.....20.....

Affix One Rs.

Revenue Stamp

Signature of Member

Signature of Proxy holder(s)

Note: This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the Meeting







P & S Corporate House, Plot No. A-56,  
Road No. 1, 6th Floor,  
Near Tunga International, MIDC,  
Andheri (East), Mumbai - 400093

Tel: 022-67382727  
Email: [info@gjf.in](mailto:info@gjf.in)  
Website: [www.gjf.in](http://www.gjf.in)