

**SHRENUJ**

HERITAGE • INNOVATION • PASSION

CIN: L99999MH1982PLC026903

Shrenuj &amp; Company Ltd.

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Mumbai 400 007, India.  
Tel.: +91 (22) 6637 3500  
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Email: info@shrenuj.com  
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May 28, 2016

The Secretary  
BSE Ltd,  
Phiroze Jeejeebhoy Towers,  
Dalal Street,  
Mumbai - 400 001.

National Stock Exchange of India Ltd.  
"Exchange Plaza", C - 1, Block G,  
Bandra-Kurla Complex, Bandra (E),  
Mumbai - 400 051.

Dear Sir,

**Sub: Submission of Audited Financial Results  
for the Financial year ended 31<sup>st</sup> March, 2016.**

Pursuant to Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements), Regulations, 2015, enclosed please find the Audited Standalone financial results along with the report on segment wise revenue results and Capital employed of the Company, Statement of Assets and Liabilities and Statement on Impact of Audit Qualification (for audit report with modified opinion) for the financial year ended 31<sup>st</sup> March, 2016. These results were reviewed by the Audit Committee and were taken on record by the Board at its meeting held today.

Limited Review Report as received from the Statutory Auditors of the Company for the financial year ended 31<sup>st</sup> March, 2016 is also enclosed herewith for your record.

Kindly take the same on record.

Thanking you,

Yours faithfully,  
For SHRENUJ & COMPANY LTD.

SHREYAS K. DOSHI  
CHAIRMAN & MANAGING DIRECTOR

Encl.: as above

Shrenuj &amp; Company Ltd.

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 Bandra Kuria Complex  
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AUDITED STANDALONE FINANCIAL RESULTS						
FOR THE YEAR ENDED 31st MARCH, 2016						
(Rs. in million)						
Sr. No.	Particulars	Quarter ended		Year ended		
		31-Mar-16 (Audited)	31-Dec-15 (Unaudited)	31-Mar-15 (Audited)	31-Mar-16 (Audited)	31-Mar-15 (Audited)
	<b>PART I</b>					
1	<b>Income from Operations</b>					
	(a) Net Sales / Income from Operations	3,041.58	4,227.33	8,197.06	17,892.10	27,118.83
	(b) Other Operating Income	-	-	-	-	-
	<b>Total Income from Operations (net)</b>	3,041.58	4,227.33	8,197.06	17,892.10	27,118.83
2	<b>Expenses</b>					
	a) Cost of Materials consumed	4,405.25	2,088.78	8,871.34	14,798.14	21,472.44
	b) Purchases of stock-in-trade	42.43	438.52	519.08	1,374.91	2,624.18
	c) Change in inventories of finished goods, work in progress and stock-in-trade	(1,547.71)	1,141.65	(1,884.53)	(144.62)	165.07
	d) Employee benefits expense	82.54	96.53	84.56	381.23	402.11
	e) Depreciation and amortisation expense	26.73	26.78	33.32	106.67	132.46
	f) Other expenses	64.69	120.30	73.10	431.45	634.16
	f) Subcontracting Charges	58.07	65.73	172.06	229.28	343.27
	<b>Total Expenses</b>	3,132.00	3,978.29	7,868.93	17,177.06	25,773.69
3	Profit from Operations before other income, finance costs & Exceptional Items (1-2)	(90.42)	249.04	328.13	715.04	1,345.14
4	Other Income	1.27	1.19	0.92	7.55	3.00
5	Profit from ordinary activities before finance cost & exceptional items (3+4)	(89.15)	250.23	329.05	722.59	1,348.14
6	Finance Costs (Net)	313.59	287.83	292.16	1,112.84	1,033.63
7	Profit from ordinary activities after finance cost but before exceptional items (5-6)	(402.74)	(37.60)	36.89	(390.25)	314.51
8	Exceptional Items	-	-	-	-	-
9	Profit / (Loss) from ordinary Activites before Tax (7+8)	(402.74)	(37.60)	36.89	(390.25)	314.51
10	Tax expense					
	a) Provision for Taxation	(17.00)	(9.90)	15.00	-	98.00
	b)(Excess)/Short provision of Earlier years	-	24.50	0.09	24.50	21.19
	c) Deferred Tax Liability	(2.50)	(3.60)	(3.16)	(13.50)	(10.16)
11	Net profit (+) / Loss (-) from ordinary activities after tax (9-10)	(383.24)	(48.60)	24.96	(401.25)	205.48
12	Extraordinary Item (net of tax expense Rs. )	-	-	-	-	-
13	Net Profit / (Loss) for the period (11-12)	(383.24)	(48.60)	24.96	(401.25)	205.48
14	Paid-up Equity Share Capital (Face value of Rs.2/- each)	385.82	385.82	385.82	385.82	385.82
15	Reserves excluding Revaluation Reserves as per Balance Sheet of previous accounting year				5,102.64	5,458.41
16	Earnings Per Share (EPS) of FV Rs. 2/- each					
	(a) Basic EPS before & after Extraordinary items for the period, for the year to date and for the previous year (not to be annualized)	(1.99)	(0.25)	0.13	(2.08)	1.07
	(b) Diluted EPS before & after Extraordinary items for the period, for the year to date and for the previous year (not to be annualized)	(1.99)	(0.25)	0.13	(2.08)	1.07



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SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED (STANDALONE)					Rs. in million	
	Particulars	Quarter ended			Year ended	
		31-Mar-16 (Audited)	31-Dec-15 (Unaudited)	31-Mar-15 (Audited)	31-Mar-16 (Audited)	31-Mar-15 (Audited)
1.	Segment Revenue (net sale/income from)					
	- Diamonds	2,014.67	3,198.38	6,764.03	13,769.16	21,787.03
	- Studded Jewellery	1,149.36	1,031.48	1,476.55	4,501.06	5,489.83
	Total	3,164.03	4,229.86	8,240.58	18,270.22	27,276.86
	Less: Inter segment revenue	122.45	2.53	43.52	378.12	158.03
	Net Sales/income from operations	3,041.58	4,227.33	8,197.06	17,892.10	27,118.83
2.	Segment Results (Profit before tax and finance cost)					
	- Diamonds	41.65	193.88	253.70	626.34	937.67
	- Studded Jewellery	(130.80)	56.35	75.35	96.25	410.47
	Total	(89.15)	250.23	329.05	722.59	1,348.14
	Less: Finance Cost	313.59	287.83	292.16	1,112.84	1,033.63
	Unallocated income/(expenditure)	-	-	-	-	-
	Total Profit Before Tax	(402.74)	(37.60)	36.89	(390.25)	314.51
3.	Capital Employed					
	(Segment assets-Segment Liabilities)					
	- Diamonds	3,930.14	3,911.18	4,375.61	3,930.14	4,375.61
	- Studded Jewellery	2,887.90	3,300.94	2,887.10	2,887.90	2,887.10
	Total Capital Employed in segment	6,818.04	7,212.12	7,262.71	6,818.04	7,262.71
	Add : Unallocable assets less liabilities	(40.94)	(63.57)	(129.84)	(40.94)	(129.84)
	Total Capital Employed in the Company	6,777.10	7,148.55	7,132.87	6,777.10	7,132.87

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**STANDALONE STATEMENT OF ASSETS AND LIABILITIES**

(Rs. In million)

Particulars	Year Ended as at 31.03.2016 AUDITED	Year Ended as at 31.03.2015 AUDITED
<b>A EQUITY AND LIABILITIES</b>		
<b>1 Shareholders' funds</b>		
(a) Share Capital	385.82	385.82
(b) Reserves and Surplus	6,391.28	6,747.05
<b>Sub-total - Shareholders' funds</b>	<b>6,777.10</b>	<b>7,132.87</b>
<b>2 Non-Current Liabilities</b>		
(a) Long-term borrowings	2,545.60	2,483.75
(b) Deferred tax liabilities (net)	50.69	64.19
(c) Other Long Term Liabilities	1.02	0.86
(d) Long-term provisions	91.07	75.36
<b>Sub-total - Non-current liabilities</b>	<b>2,688.38</b>	<b>2,624.16</b>
<b>3 Current Liabilities</b>		
(a) Short-term borrowings	13,940.42	13,274.62
(b) Trade Payables	7,862.41	10,285.53
(c) Other current liabilities	2,130.54	1,199.22
(d) Short-term provisions	26.18	154.79
<b>Sub-total - Current liabilities</b>	<b>23,959.55</b>	<b>24,914.16</b>
<b>TOTAL - EQUITY AND LIABILITIES</b>	<b>33,425.03</b>	<b>34,671.19</b>
<b>B ASSETS</b>		
<b>1 Non-current Assets</b>		
(a) Fixed Assets	2,229.12	2,326.89
(b) Non-current Investments	1,163.09	1,163.09
(c) Long-term Loans and Advances	1,922.91	1,775.03
<b>Sub-total - Non-current Assets</b>	<b>5,315.12</b>	<b>5,265.01</b>
<b>2 Current Assets</b>		
(a) Current Investments	0.03	0.03
(b) Inventories	14,785.09	16,107.31
(c) Trade Receivables	12,287.34	12,166.75
(d) Cash and Bank Balances	468.42	472.62
(e) Short-term Loans and Advances	569.03	659.47
<b>Sub-total - Current Assets</b>	<b>28,109.91</b>	<b>29,406.18</b>
<b>TOTAL - ASSETS</b>	<b>33,425.03</b>	<b>34,671.19</b>

For SHRENUJ &amp; COMPANY LIMITED



 SHREYAS K.DOSHI  
 CHAIRMAN & MANAGING DIRECTOR  
 DIN 0000 1464

 PLACE : MUMBAI  
 DATED : 28th May, 2016



**Notes**

1. The above Audited standalone financial results for the Year ended 31st March, 2016 were reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on 28th May 2016. The information presented above is extracted from the Audited Financial Statements.
2. Since Audit of some of the material subsidiaries in the Group is still in progress, the presentation of Audited Consolidated Financial statements for the year has been deferred by the Company.
3. In the Statement of Assets and Liabilities,
  - (a) The Inventories of Diamonds are technically evaluated by the Management in view of the variation in value of individual diamonds, existence of multiple grades and differential in their conversion cost. Since the same is technical in nature Auditors have relied on the Management representation in this regard as in the past.
  - (b) Balances of Receivables and Trade Payables, are subject to confirmation and reconciliation and these are stated after netting of receivables against payables to the same party amounting to Rs. 8,431 million (Previous year Rs. 4,801 million) in respect whereof the necessary approvals are pending.
  - (c) Other Current Liabilities includes: - principal amounts overdue on External Commercial Borrowing amounting to Rs. 46.37 million and Interest thereon of Rs. 33.58 million; Dividend to the extent of Rs. 35.21 million out of that declared for the Financial year 2014-15 at the AGM held on 11<sup>th</sup> August 2015 which is not funded and paid (as of date unpaid dividend Rs. 32.76 million), Dividend Distribution Tax of Rs. 7.85 million and undisputed statutory dues being outstanding beyond 6 months amounting to Rs. 126.17 million.
  - (d) Amounts receivable from Subsidiary Companies and amounts invested therein continue to be shown at their carrying values based on the Management's opinion that these are fully realisable. As Audited / reviewed Financial Statements have not yet been received, the Auditors have relied upon the representation made by the management in this regard.





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4. Figures for the Quarter ended 31st March, 2016 and 31<sup>st</sup> March, 2015 are balancing figures between the audited figures in respect of the full financial year and published year to date figures up to the third quarter of the relevant financial year.
5. Previous year's/quarter's figures are re-grouped wherever necessary.

For SHRENUJ & COMPANY LIMITED

SHREYAS KIRTILAL DOSHI  
CHAIRMAN & MANAGING DIRECTOR  
DIN 0000 1464

PLACE : MUMBAI  
DATED : 28<sup>th</sup> May, 2016

**Statement on Impact of Audit Qualification (for audit report with modified opinion) submitted along-with Annual Standalone Audited Financial Results**

**Statement on Impact of Audit Qualification for the Financial Year ended March 31 2016.**

[see Regulations 33/52 of the SEBI (LODR) (Amendment) Regulations, 2016]

(Figures in millions)

**I**

SI No	Particulars	Audited Figures(as reported before adjusting for qualifications)	Adjusted Figures (audited figures after adjusting for qualifications)
1.	Turnover/Total Income	17,892.10	*
2.	Total Expenditure	17,177.06	*
3.	Net Profit/(Loss)	(401.25)	*
4.	Earnings Per Share	(2.08)	*
5.	Total Assets	33,425.03	*
6.	Total Liabilities	33,425.03	*
7.	Net Worth	6,777.10	*
8.	Any other Financial item(s) (as felt appropriate by the management)		

\*Refer to Note II e (i) below.

**II. Audit Qualification :**

- Details of Audit Qualification:** Refer to "Other Matters" portion in the Audit Report issued under Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
- Types of Audit Qualification:** Qualified Opinion
- Frequency of Qualification :** Appeared first time
- For Audit Qualification(s) where impact is quantified by the auditor, Management's Views:** NA
- For Audit Qualification(s) where the impact is not quantified by the auditor:**
  - Management's estimation on the impact of audit qualification:**  
The qualifications by the Auditor are in the nature of items to which specific attention is being drawn and the amounts involved, where applicable, are mentioned in the Notes to the Financial Results.
  - If Management is unable to estimate the impact, reasons for the same:**
  - Auditor's Comments on (i) or (ii) above:**  
We agree that our Qualified Opinion is to draw attention to the various points mentioned in our Audit Report and details are given in the Notes to Financial Results to the extent applicable.





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**III Signatories:**

• **CEO/Managing Director**

*K. V. Ashu*

• **CFO**

*[Signature]*

• **Audit Committee Chairman**

*[Signature]*

• **Statutory Auditor**

*absu*

Shrenuj & Company Ltd.

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**Place: Mumbai**

**Date: May 28, 2016**



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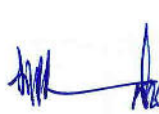
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**FORM B (for audit report with modified opinion)  
(Statement on Impact of Audit Qualifications)\***

1.	Name of the company	Shrenuj & Company Limited
2.	Annual financial statements for the year ended	31 <sup>st</sup> March, 2016 (Standalone financial results)
3.	Type of Audit qualification	Qualified opinion
4.	Frequency of qualification	First Time
	Draw attention to relevant notes in the annual financial statements and management response to the qualification in the directors report:	Refer to "Other Matters" portion in the Audit Report issued under Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
	Additional comments from the board/audit committee chair:	The qualifications by the Auditor is in the nature of items to which specific attention is being drawn and the amounts involved, where applicable, are mentioned in the Notes to the Financial Results.
5.	To be signed by. <ul style="list-style-type: none"><li>• CEO/Managing Director</li><li>• CFO</li><li>• Auditor of the company</li><li>• Audit Committee Chairman</li></ul>	   

**RAJENDRA & CO.**  
**CHARTERED ACCOUNTANTS**

1311 Dalamal Tower 211 Nariman Point Mumbai 400021 Tel : 2285 5770 Fax : 2283 4243 E-mail : [contact@rajendraco.com](mailto:contact@rajendraco.com)

**INDEPENDENT AUDITORS' REPORT  
TO THE BOARD OF DIRECTORS OF  
SHRENUJ & COMPANY LIMITED**

1. We have audited the accompanying Statement of Standalone Financial Results of SHRENUJ & COMPANY LIMITED ("the Company") for the year ended 31st March 2016 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. This Statement, which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared on the basis of the related financial statements which are in accordance with the Accounting Standards prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the Statement.

**2 Auditors' Responsibility**

We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the Statement is free from material misstatement. An audit includes examining, on a test basis, evidence supporting amounts disclosed in the Statement. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the significant accounting estimates made by the Management, as well as evaluating the overall presentation of the Statement.

We believe that the audit evidence we have obtained, *subject to what is stated below in "Other Matters" and read with the notes to the financial statements*, is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

**3 Other Matters**

*We draw your attention to the following:*

- (a) Note No. 3(a) of Notes to financial results regarding inventories which continue to be as valued verified and certified by the Management. Since the same is technical in nature we have relied on the Managements certificate.
- (b) Note No 3(b) of Notes to financial results regarding balances of Receivables and Trade Payables, being subject to confirmation and reconciliation and the netting of receivables against payables to the same party in respect whereof the necessary approvals are pending.
- (c) Note No. 3(c) of Notes to financial results dealing with non-payment of amounts overdue on External Commercial Borrowings and interest thereon; dividend declared and Dividend Distribution Tax being unpaid and undisputed statutory dues being outstanding beyond 6 month.
- (d) Note No. 3(d) of Notes to financial results dealing with amounts receivable from Subsidiary Companies and amounts invested therein being stated at their carrying values. Audited / reviewed Financial Statements have not yet been received and hence





**RAJENDRA & CO.**  
**CHARTERED ACCOUNTANTS**

1311 Dalamal Tower 211 Nariman Point Mumbai 400021 Tel : 2285 5770 Fax : 2283 4243 E-mail : [contact@rajendraco.com](mailto:contact@rajendraco.com)

*we are not able to verify the recoverability of these sums and have therefore relied upon the representation made by the management.*

- (e) *The company has faced severe liquidity pressure resulting in various statutory and other payments being delayed or becoming overdue, including those stated above. However we have been informed that in the Management's opinion the realisable value of inventories and other assets including overdue assets, are expected to be adequate to repay all outstanding liabilities. Based on the said assertion by the Management, these financial statements are prepared on a going concern basis.*

*Our opinion is qualified in respect of these matters.*

- 4 In our opinion and to the best of our information and according to the explanations given to us, and read with Other Matters section in point No. 3 above, the Statement;
- (i) is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015; and
- (ii) gives a true and fair view in conformity with the aforesaid Accounting Standards and other accounting principles generally accepted in India of the Loss and other financial information of the Company for the year ended 31<sup>st</sup> March 2016.
- 5 The Statement includes the results for the Quarter ended 31<sup>st</sup> March 2016 being the balancing figure between audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the current financial year which were subject to limited review by us.

For Rajendra & Co.  
Chartered Accountants  
(Registration No.108355W)

*A.R. Shah*

A. R. Shah  
Partner  
Membership No. 047166  
Mumbai, dated 28<sup>th</sup> May, 2016.

