

Date: 01<sup>st</sup> December, 2017

To,  
Department of Corporate Services,  
BSE Limited,  
Phiroze Jeejeebhoy Towers,  
Dalal Street, Mumbai – 400 001.

Dear Sir / Madam,

**SUB: OUTCOME OF BOARD MEETING**

**REF: REGULATION 33 (3) OF SEBI (LODR) REGULATIONS, 2015**

The Board Meeting of the Company was held on 01<sup>st</sup> December, 2017. The Board of Directors at the Board Meeting of the Company have approved and taken on record the Unaudited Financial Results for the quarter and half year ended 30<sup>th</sup> September, 2017.

Please find enclosed herewith the following:

1. Unaudited Financial Results for the quarter and half year ended 30<sup>th</sup> September, 2017 together with Statement of Assets and Liabilities as on 30<sup>th</sup> September, 2017.
2. Limited Review Report for the quarter and half year ended 30<sup>th</sup> September, 2017.

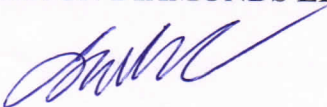
The information and papers are being filed pursuant to Regulation 33 (3) of SEBI (LODR) Regulations, 2015.

Please take the aforesaid on your records and acknowledge the receipt.

Thanking You,

Yours Faithfully,

For **SOVEREIGN DIAMONDS LIMITED**

  
**AJAY GEHANI**  
**MANAGING DIRECTOR**

Encl: As Above



# Sovereign<sup>®</sup>

Diamonds Ltd. Since 1974

MANUFACTURERS OF 18K FINE JEWELLERY

Part I							Rs. In Lakhs
Unaudited Financial Results for the Quarter and Half Year Ended 30/09/2017							
Particulars	Quarter Ended			Half Year Ended		Year Ended	
	30-09-2017	30-06-2017	30-09-2016	30-09-2017	30-09-2016	31-03-2017	
(Refer Notes Below)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)	
<b>1. Income from Operations</b>							
(a) Net Sales / Income from Operations	1,105.62	858.50	1,635.82	1,964.12	2,906.75	4,519.78	
(b) Other Operating Income	-0.08	-0.20	1.01	-0.28	1.64	0.62	
(c) Other Income	0.00	0.00	0.00	0.00	0.00	0.00	
<b>Total Income (net)</b>	<b>1,105.54</b>	<b>858.30</b>	<b>1,636.83</b>	<b>1,963.84</b>	<b>2,908.39</b>	<b>4,520.40</b>	
<b>2. Expenses</b>							
(a) Cost of Materials Consumed	822.61	709.50	1,294.09	1,532.07	2,254.93	3,411.66	
(b) Purchase of stock-in-trade	5.25	3.25	5.25	8.50	11.75	19.24	
(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	36.40	-47.09	71.65	-10.69	141.42	194.96	
(d) Employee benefits expense	50.69	45.99	57.84	96.69	133.98	245.55	
(e) Finance Costs	44.21	44.32	50.05	88.53	98.10	185.63	
(f) Depreciation and amortisation expense	12.99	12.00	12.00	24.99	24.00	48.48	
(g) Other expenses (Any item exceeding 10% of the total expenses relating to continuing operations to be shown separately)	71.97	68.93	76.58	140.93	144.11	261.75	
<b>Total Expenses</b>	<b>1,044.12</b>	<b>836.90</b>	<b>1,567.46</b>	<b>1,881.02</b>	<b>2,808.29</b>	<b>4,367.27</b>	
<b>3. Profit / (Loss) from ordinary activities before exceptional items (1-2)</b>	<b>61.42</b>	<b>21.40</b>	<b>69.37</b>	<b>82.82</b>	<b>100.10</b>	<b>153.14</b>	
4. Exceptional Items	0.00	0.00	0.00	0.00	0.00	0.00	
<b>5. Profit / (Loss) from ordinary activities before tax (3 + 4)</b>	<b>61.42</b>	<b>21.40</b>	<b>69.37</b>	<b>82.82</b>	<b>100.10</b>	<b>153.14</b>	
6. Tax Expense							
a) Current Tax	20.32	7.06	22.93	27.38	33.09	52.07	
b) Deferred Tax	4.36	-4.95	0.00	-0.59	0.00	-3.71	
<b>7. Net Profit / (Loss) from ordinary activities after tax (5-6)</b>	<b>36.74</b>	<b>19.29</b>	<b>46.44</b>	<b>56.03</b>	<b>67.01</b>	<b>104.78</b>	
8. Extraordinary items (net of tax Rupee expense ___ Lakhs)	0.00	0.00	0.00	0.00	0.00	0.00	
<b>9. Net Profit / (Loss) for the period (7+8)</b>	<b>36.74</b>	<b>19.29</b>	<b>46.44</b>	<b>56.03</b>	<b>67.01</b>	<b>104.78</b>	
<b>10. Other Comprehensive Income (OCI)</b>	<b>1.64</b>	<b>1.53</b>	<b>-6.88</b>	<b>3.18</b>	<b>1.23</b>	<b>-0.57</b>	
<b>11. Total Comprehensive Income for the period (9+10)</b>	<b>38.38</b>	<b>20.82</b>	<b>39.56</b>	<b>59.21</b>	<b>68.24</b>	<b>104.21</b>	
12. Share of Profit / (Loss) of associates*	0.00	0.00	0.00	0.00	0.00	0.00	
13. Minority Interest*	0.00	0.00	0.00	0.00	0.00	0.00	
<b>14. Net Profit / (Loss) after taxes, Share of profit / (loss) of associates &amp; minority interest (11+12+13)</b>	<b>38.38</b>	<b>20.82</b>	<b>39.56</b>	<b>59.21</b>	<b>68.24</b>	<b>104.21</b>	





**Sovereign**<sup>®</sup>  
Diamonds Ltd. Since 1974  
MANUFACTURERS OF 18K FINE JEWELLERY

15. Paid-up equity share capital (Face Value of the Share shall be indicated)	578.80 10.00	578.80 10.00	578.80 10.00	578.80 10.00	578.80 10.00	578.80 10.00
16. Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year	0.00	0.00	0.00	0.00	0.00	0.00
<b>16.i. Earnings Per Share (before extraordinary items) (of Rs. 10/-each) (not annualised):</b>						
(a) Basic	0.63	0.33	0.80	0.97	1.16	1.81
(b) Diluted						
<b>16.ii Earnings Per Share (after extraordinary items) (of Rs. 10/-each) (not annualised):</b>						
(a) Basic	0.63	0.33	0.80	0.97	1.16	1.81
(b) Diluted						
See accompanying note to the financial results						

**NOTES**

1	The above results as reviewed by the Audit Committee have been approved at the meeting of the Board of Directors held on 01st December, 2017.	
2	The Company adopted Indian Accounting Standard ("Ind AS") from April 1, 2017 and accordingly these financial results have been prepared in accordance with the recognition and measurement principles laid down in Ind AS 34 Interim Financial Reporting prescribed under Section 133 of the Companies Act, 2013 read with the relevant rules there under and in terms of the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and SEBI Circular No: CIR/CFD/FAC/62/2016 dated July 05, 2016.	
3	The reconciliation to net profit/loss as previously reported (referred to as "Previous GAAP") and Ind AS is as under:	
	Particulars	Standalone Quarter ended on 30.09.16
	Profit under previous Indian GAAP	46.44
	Add / (less) :	
	Changes on account of Employee Benefit	-6.88
	<b>Net Profit as per Ind AS</b>	<b>39.56</b>
	Other Comprehensive Income Net of Tax	
	<b>Profit As per Ind AS</b>	<b>39.56</b>
	The reconciliation statement has been provided in accordance with circular CIR/CFD/FAC/62/2016 issued by SEBI dated July 05, 2016 on account of implementation of IND-AS by listed companies	
4	The figures of previous periods are regrouped / rearranged wherever considered necessary to correspond with the current period presentation.	
5	As the Company's business activity falls within a single business segment viz. 'Jewellery', the disclosure requirement of the Indian Accounting Standard (AS) 108 "Operating Segment" notified under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rule, 2014 are not applicable.	

For SOVEREIGN DIAMONDS LTD.



*(Signature)*  
Mr. Ajay R. Gehani  
(Managing Director)

PLACE: MUMBAI  
DATE: 01/12/2017



# Sovereign<sup>®</sup>

Diamonds Ltd. Since 1974

MANUFACTURERS OF 18K FINE JEWELLERY

Statement of Assets and Liabilities		
(Amt. in Lakhs)		
Particulars	STANDALONE	
	As at 30th Sep. 2017	As at 31st Mar. 2017
<b>A ASSETS</b>		
<b>1 Non-current Assets</b>		
(a) Property, Plant And Equipment	263.99	284.60
(b) Capita work-in-progress		
(c) Other Intangible Assets		
(d) Financial Assets		
(i) Investments		
(ii) Loans	13.45	11.10
(e) Deferred Tax Assets (Net)	9.82	9.23
(f) Other Non-Current Assets		
<b>Total Non-current Assets</b>	<b>287.26</b>	<b>304.93</b>
<b>2 Current Assets</b>		
(a) Inventories	2,057.72	1,778.44
(b) Financial Assets		
(i) Investments		
(ii) Trade Receivables	1,014.20	710.74
(iii) Cash and Cash Equivalents	1.61	1.13
(iv) Loans and Advances	149.82	127.83
(c) Other Current Assets		
<b>Total Current Assets</b>	<b>3,223.35</b>	<b>2,618.14</b>
<b>TOTAL ASSETS</b>	<b>3,510.61</b>	<b>2,923.07</b>
<b>B EQUITY AND LIABILITIES</b>		
<b>1 Equity</b>		
(a) Equity Share Capital	578.80	578.80
(b) Other Equity	793.41	734.22
(c) Non-Controlling Interest	-	-
<b>Total Equity</b>	<b>1,372.21</b>	<b>1,313.02</b>
<b>2 Share Application Money Pending Allotment</b>	-	-
<b>3 Minority Interest *</b>	-	-
<b>2 Non-current Liabilities</b>		
(a) Financial Liabilities		
(i) Borrowings	14.53	19.74
(ii) Other Financial Liabilities	-	-
(b) Deferred Payment Liabilities	-	-
(c) Provisions	-	-
(d) Deferred Tax Liabilities (Net)	-	-
<b>Total Non-Current Liabilities</b>	<b>14.53</b>	<b>19.74</b>
<b>3 Current Liabilities</b>		
(a) Financial Liabilities		
(i) Borrowings	1,495.50	1,379.08
(ii) Trade Payables	443.56	52.18
(iii) Other Financial Liabilities		
(b) Other Current Liabilities	29.43	31.05
(c) Provisions	155.38	128.00
<b>Total - Current Liabilities</b>	<b>2,123.87</b>	<b>1,590.31</b>
<b>TOTAL EQUITIES AND LIABILITIES</b>	<b>3,510.61</b>	<b>2,923.07</b>

For SOVEREIGN DIAMONDS LTD.

Place : Mumbai  
Dated : 01/12/2017

Mr. Ajay R. Gehani  
(Managing Director)





**Pulindra M. Patel**  
**B.Com. F.C.A, Inter C.S.**

**PULINDRA PATEL & CO.**  
**CHARTERED ACCOUNTANTS**

307, Gold Mohur Co-Op. Housing Society,  
174, Princess Street, Mumbai- 2.  
Tel No. : 022-22056233, 022-43472356  
Mobile : 9322268243  
e-mail : pulindra\_patel@hotmail.com

Review Report to  
The Board of Directors,  
Sovereign Diamond limited,  
11-A, Mahal Industrial Estate,  
Mahakali Caves Road, Andheri (E)  
Mumbai – 400 093.

We have reviewed the quarterly unaudited standalone financial results of SOVEREIGN DIAMOND LIMITED (the company) for the, Quarter ended September 30 2017 (the Statement”) attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing obligations and Disclosure Requirements) Regulations 2015 as modified by circular No. CIR/CFD/FAC/62/2006 dated 5<sup>th</sup> July, 2016. Attention is drawn to the fact that figures for the corresponding quarter with the profit/loss reported under previous GAAP, as reported in these financial results have been approved by company’s Board of Directors but have not been Subjected to review.

This statement which is the responsibility of the Company’s Management and approved by the Board of Directors has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 Interim Financial Reporting (Ind AS 34), prescribed under section 133 of the Companies Act, 2013 read with relevant rules issued there under and other accounting principles generally accepted in India. Our responsibility is to issue a report on the statement based on our review.

We conducted our review of the Statement accordance with the revised standard on Review Engagement (SRE) 2410 ‘Review of Interim Financial Information performed by the Independent Auditor of the Entity’ issued the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as about whether the statement is free of material misstatement(S). A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

Based on our review conducted as stated above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable accounting standards and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015,as modified by Circular No CIR/ CFD/ FAC/ 62/ 2016 dated July 5,2016 including the manner in which it is to be disclosed, or that it contains any material misstatement.

Yours faithfully,  
For PULINDRA PATEL & CO.  
Chartered Accountants  
FRN No. 115187W

*Pulindra M. Patel*



PULINDRA PATEL  
Proprietor  
Membership No.048991

PLACE : Mumbai  
DATE : 1<sup>st</sup> December, 2017