

Date: 27th May, 2016

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 27th May, 2016. The Board of Directors at the Board Meeting of the Company have approved and taken on record the Audited Annual Financial Results for the quarter and year ended 31st March, 2016.

Please find enclosed herewith the following:

1. Audited Financial Results for the quarter and year ended 31st March, 2016.
2. Statement of Assets and Liabilities as on 31st March, 2016.

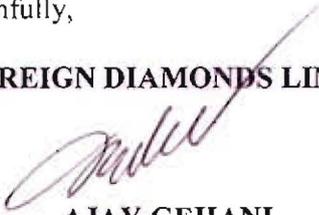
The information and papers are being filed pursuant to Regulation 33 (3) of SEBI (LODR) Regulations, 2015.

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



MANUFACTURERS OF 18K FINE JEWELLERY

SOVEREIGN DIAMONDS LTD.

Regd. Off. : Sovereign House, 11-A, Mahal Indl. Estate, Mahakali Caves Road,
Andheri (E), Mumbai - 400093

Extract of Unaudited Financial Results for the Quarter and Audited for the Year Ended 31/03/2016			
Particulars	Quarter ending	Year Ending	Quarter ending
	3/31/2016	3/31/2016	3/31/2015
	(Audited)	(Audited)	(Unaudited)
Total Income from Operations (net)	1512.78	5323.46	2070.91
Net Profit / (Loss) from ordinary activities after tax	47.79	121.44	65.31
Net Profit / (Loss) for the period after tax (after Extraordinary Items)			
	47.79	121.44	65.31
Equity Share Capital	578.80	578.80	578.80
Reserve excluding Revaluation Reserves as per balance sheet of previous year			
	636.48	636.48	515.26
Earnings Per Share (before extraordinary items) (of Rs. 10/-each):			
(a) Basic	0.83	2.09	1.13
(b) Diluted			
Earnings Per Share (after extraordinary items) (of Rs. 10/-each):			
(a) Basic	0.83	2.09	1.13
(b) Diluted			

NOTES

- 1 The above results have been reviewed and recommended for adoption by the Audit Committee to the Board of Directors and have been approved by the Board at its Meeting held on 27th May, 2016.
- 2 The above is an extract of the detailed format of quarterly / annual financial results filed with the Stock Exchanges under Regulation 33 of the SEBI (Listing and Other Disclosures Requirements) Regulations, 2015. The full format of the Quarterly / Annual Financial Results are available on the Stock Exchange websites (www.bseindia.com).

For SOVEREIGN DIAMONDS LTD.

Shri. Ajajy R. Gehani
(Managing Director)

PLACE: MUMBAI
DATE: 27/05/2016

SOVEREIGN DIAMONDS LTD.

Regd. Off. : Sovereign House, 11-A, Mahal Indl. Estate, Mahakali Caves Road, Andheri (E), Mumbai - 400093

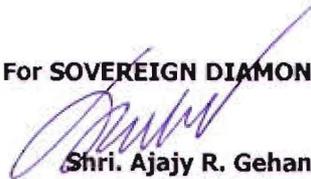
Rs. In Lakhs					
Part I Audited Financial Results for the Quarter and Year Ended 31/03/2016					
Particulars	Quarter Ended			Year Ended	
	3/31/2016 (Audited)	12/31/2015 (Unaudited)	3/31/2015 (Audited)	3/31/2016 (Audited)	3/31/2015 (Audited)
(Refer Notes Below)					
1. Income from Operations					
(a) Net Sales / Income from Operations (Net of excise duty)	1,512.93	944.48	2,065.11	5,316.63	6,000.82
(b) Other Operating Income	-0.14	3.06	5.80	6.83	16.45
Total Income from Operations (net)	1,512.79	947.54	2,070.91	5,323.46	6,017.27
2. Expenses					
(a) Cost of Materials Consumed	1,428.56	756.44	1,713.16	4,355.59	4,995.34
(b) Purchase of stock-in-trade	6.97	5.50	11.25	30.97	35.75
(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	-188.87	-20.88	36.96	-72.81	-50.96
(d) Employee benefits expense	67.58	85.98	64.06	291.55	232.30
(e) Depreciation and amortisation expense	3.83	13.79	5.87	45.19	37.37
(f) Other expenses (Any item exceeding 10% of the total expenses relating to continuing operations to be shown separately)	77.11	59.52	84.02	292.63	287.50
Total Expenses	1,395.18	900.35	1,915.32	4,943.13	5,537.30
3. Profit / (Loss) from operations before other income, finance costs and exceptional items (1-2)	117.61	47.19	155.59	380.33	479.97
4. Other Income	0.00	0.00	0.00	0.00	0.00
5. Profit / (Loss) from ordinary activities before finance costs and exceptional items (3+4)	117.61	47.19	155.59	380.33	479.97
6. Finance Costs	42.76	48.29	51.05	195.89	200.63
7. Profit / (Loss) from ordinary activities and finance costs but before exceptional items (5-6)	74.85	-1.10	104.54	184.44	279.34
8. Exceptional Items	0.00	0.00	0.00	0.00	0.00
9. Profit / (Loss) from ordinary activities before tax (7 + 8)	74.85	-1.10	104.54	184.44	279.34
10. Tax Expense	27.05	0.00	39.23	63.25	94.37
11. Net Profit / (Loss) from ordinary activities after tax (9+10)	47.80	-1.10	65.31	121.19	184.97
12. Extraordinary items (net of tax Rupee expense ___ Lakhs)	0.00	0.00	0.00	0.00	0.00
13. Net Profit / (Loss) for the period (11+12)	47.80	-1.10	65.31	121.19	184.97
14. Share of Profit / (Loss) of associates*					
15. Minority Interest*					
16. Net Profit / (Loss) after taxes, minority interest and share of profit / (loss) of associates (13+14+15)	47.80	-1.10	65.31	121.19	184.97

**SOVEREIGN DIAMONDS LTD.
AUDITED STATEMENT OF ASSETS AND LIABILITIES AS AT 31ST MARCH, 2016**

(Rs. In Lakhs)

Sr. No.	Particulars	31-03-2016 Audited	31-03-2015 Audited
I	EQUITY AND LIABILITIES		
	1 Shareholder's Funds		
	a) Share Capital	578.80	578.80
	b) Reserve and Surplus	636.48	515.26
	2 Non-Current Liabilities		
	a) Long Term Borrowings	11.68	30.24
	b) Deferred Tax Liability (net)	0.00	0.00
	3 Current Liabilities		
	a) Short Term Borrowings	1,521.60	1,649.18
	b) Trade Payables	407.33	916.37
	c) Other Current Liabilities	21.28	18.35
	d) Short Term Provisions	295.00	232.00
	TOTAL - EQUITY AND LIABILITIES	3,472.18	3,940.20
II	ASSETS		
	1 Non-Current Assets		
	Fixed Assets		
	a) Tangible Assets	295.69	257.19
	b) Deferred Tax	5.52	5.77
	b) Long Term Loans and Advances	3.60	11.60
	2 Current Assets		
	a) Inventories	1,337.28	1,554.75
	b) Trade Receivables	1,539.60	1,904.11
	c) Cash and Bank Balances	0.57	1.05
	d) Short Term Loans and Advances	289.92	205.73
	TOTAL - ASSETS	3,472.18	3,940.20

For SOVEREIGN DIAMONDS LTD.


Shri. Ajajy R. Gehani
(Managing Director)

PLACE: MUMBAI
DATE: 27/05/2016

Date: 27th May, 2016

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

SUB: Un-Qualified Audit Report
REF: Regulation 33 (4) of SEBI (LODR) Regulations, 2015

Dear Sir / Madam,

Find enclosed herewith the following:

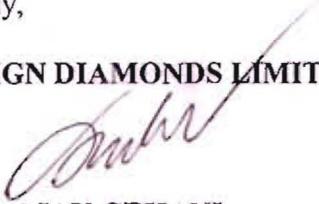
1. The audit report in respect of audited financial results for the year ended 31st March, 2016 received from M/s. J. D. Zatakia & Co., Chartered Accountants and statutory auditors of the Company. (As per the format prescribed under SEBI (LODR) Regulations, 2015).
2. The audit report does not contain any qualifications. Accordingly, find enclosed herewith Form A prescribed under Regulation 33 (4) of SEBI (LODR) Regulations, 2015.

Kindly acknowledge the receipt and oblige.

Thanking You,

Yours Faithfully,

For **SOVEREIGN DIAMONDS LIMITED**


AJAY GEHANI
MANAGING DIRECTOR

FORM A

ANNUAL AUDIT REPORT

1	Name of the Company	SOVEREIGN DIAMONDS LIMITED	
2	Annual financial statement for the year ended	31 st March, 2016	
3	Type of Audit Observation	Un-qualified* / Matter of Emphasis *All the clauses in the Audit Report alongwith the annexure to the Audit Report, both, dated May 27, 2016 are un-qualified in nature.	
4	Frequency of Observation	Whether appeared first time Whether appeared repetitive Since how long (period)	Not Applicable Not Applicable Not Applicable

5	For SOVEREIGN DIAMONDS LIMITED		
	 Ajay Gehani Managing Director	 Mohanram Pai Audit Committee Chairman	

For J. D. Zatakia & Company
Chartered Accountants



J. D. Zatakia
Proprietor
Membership No. 17669
FRN: 111777W



J. D. Zatakia & Co.

CHARTERED ACCOUNTANTS

Jitendra D. Zatakia B.Com., F.C.A.

306, Rupa Plaza, Jawahar Road,
Ghatkoper (E), Mumbai - 400 077
Tel. : 2501 0052
Tele Fax : 2501 1051
Mobile : 98201 22976

E-mail : jdzatakia@jdzatakia.com

Independent Auditors Report

To Board of Directors of Sovereign Diamonds Limited

We have audited the accompanying statement of the financial results of Sovereign Diamonds Limited for the year ended March 31, 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 related financial statements which are in accordance with 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.

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 the 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 is sufficient and appropriate to provide a basis for our audit opinion.

In our opinion and to the best of our information and according to the explanations given to us, 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) give a true and fair view in conformity with the aforesaid Accounting Standards and other accounting principles generally accepted in India of the net profit and other financial information of the Company for the year ended March 31, 2016.



For J. D. Zatakia & Co.
Chartered Accountants
(FRN: 111777W)

J. D. Zatakia
Proprietor
(Membership Number: 17669)

Place: Mumbai
Date: 27th May, 2016