

EIGHTEENTH ANNUAL REPORT

2011-2012

Certified True Copy

For LASER DIAMONDS LIMITED

Rikhabchand

Director



LASER DIAMONDS LIMITED

LASER DIAMONDS LIMITED

BOARD OF DIRECTORS

1. Mr. Lalit Kumar Samdaria
2. Mr. Rikhab Chand Samdaria
3. Mr. S.Goutham
4. Mr. Tarun Chordia

BANKERS

1. The Royal Bank of Scotland,
No.1, Harrington Road, Chetpet, Chennai-600 031.
2. ING Wsy Bank Ltd
No.185, Anna Salai, Mount Road, Chennai – 600 006.

AUDITOR

M/s Bharat Kumar N. Jain
Chartered Accountants
376, Mint Street, 2nd Floor
Chennai - 600 079.

REGISTERED OFFICE

No. 41, Veerappan Street, Ground Floor, Sowcarpet,
Chennai - 600 079.

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LASER DIAMONDS LIMITED

NOTICE OF ANNUAL GENERAL MEETING

Notice is hereby given that the 18th Annual General Meeting of the Company will be held on Friday the 28th day of September 2012 at 10:30 AM at "RAGAAS" No: 47, 1st Avenue, Shastril Nagar, Chennai 600020 for transacting the following business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Profit and Loss account of the Company for the financial year ended 31.03.2012 and the balance sheet as at 31.03.2012 together with the director's report, auditor's report thereon and Compliance certificate of Whole time company Secretary thereon.
2. To appoint Director in place of Mr. Rikhab Chand Samdaria who retires by rotation being eligible offer himself for reappointment.
3. To appoint Auditors of the Company to hold office from conclusion of this Annual General Meeting till the conclusion of the next Annual General Meeting of the company at a remuneration to be decided by the Board of Directors.

SPECIAL BUSINESS:

APPOINTMENT OF DIRECTOR:

4. **TO CONSIDER, AND IF THOUGHT FIT, TO PASS THE FOLLOWING RESOLUTION, WITH OR WITHOUT MODIFICATION, AS AN ORDINARY RESOLUTION:**

"RESOLVED THAT Mr. TARUN CHORIA who was appointed as an additional Director of the Company at the meeting of the Board of Directors held on 07th October 2011 and who holds office as such up to the date of this Annual General Meeting of the Company in terms of Section 260 of the Companies Act, 1956 ("Act") and in respect of whom the Company has received a notice in writing from a Member under Section 257 of the Act proposing his candidature for the office of the Director of the Company be and is hereby appointed as a Director of the Company liable to retire by rotation."

"FURTHER RESOLVED that the Board of Directors of the Company be and are hereby authorized to do all such acts, deeds, things which may be required to give effect to the above resolution."

DELISTING OF EQUITY SHARES IN MADRAS AND AHMEDABAD STOCK EXCHANGE:

5. **To Consider, and if thought fit, to pass the following resolution, with or without modification, as a SPECIAL Resolution:**

"RESOLVED THAT subject to the provisions of the Companies Act, 1956, Securities Contracts (Regulation) Act, 1956, and the rules framed there under, listing agreement, SEBI (Delisting of Securities) Guidelines, 2003, and such other applicable laws, rules, regulations and guidelines, and subject to such approvals, permission and sanctions, as may be necessary, the Board of directors of the company be and is hereby authorized to seek voluntarily delisting of its securities from MADRAS STOCK EXCHANGE and AHMEDABAD STOCK EXCHANGE."

"RESOLVED FURTHER THAT the securities of the company shall continue to be listed on the stock exchange having nationwide trading terminals viz the stock exchange Mumbai and therefore as per the said guidelines issued by the Securities and Exchange Board of India, no exit opportunity need to be given to the shareholders of the company."

"RESOLVED FURTHER THAT the Board of directors of the company be and is hereby authorised to do all such acts, deeds, matters and things as it may in its absolute discretion deem necessary or desirable and to execute all such deeds and documents as may be considered necessary and expedient to give effect to the above said resolution immediately."

6. **To Consider, and if thought fit, to pass the following resolution, with or without modification, as a SPECIAL Resolution:**

SALE OF PROPERTY:

"RESOLVED THAT pursuant to the provisions of section 293(1) (a) and other applicable provisions, if any, of the Companies Act, 1956 the consent of the Members be and is hereby accorded to the Board of Directors to sell the property of the company which is located at 1st Floor, 41, Veerappan Street, Sowcarpet, Chennai 600 079 which is most beneficial interest of the company immediately."

"RESOLVED FURTHER that the Board of Directors of the company be and is hereby empower to take necessary steps to sell the said property of the company and to sign and execute the necessary papers, documents, deeds. Papers and to do such other acts, deeds and things which are necessary to complete the process immediately."

Date : 24.08.2012

Place : Chennai

By Order of the Board
For Laser Diamonds Limited
RIKHABCHAND SAMDARIA
Sd/-
Director

LASER DIAMONDS LIMITED

NOTES:

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND, ON A POLL, TO VOTE INSTEAD OF HIMSELF/HERSELF. THE PROXY NEED NOT BE A MEMBER OF THE COMPANY. A BLANK FORM OF PROXY IS ENCLOSED AND IF INTENDED TO BE USED, IT SHOULD BE RETURNED DULY COMPLETED AT THE REGISTERED OFFICE OF THE COMPANY NOT LESS THAN FORTY EIGHT HOURS BEFORE THE SCHEDULED TIME OF THE ANNUAL GENERAL MEETING.
2. Shareholders / proxy holders are requested to bring their copy of the annual report with them at meeting and to produce at the entrance the attached admission slip duly completed and signed, for admission to the meeting hall.
3. Members desirous of getting any information about the accounts and operation of the Company are requested to address their query to the Company at the registered office of the Company well in advance so that the same may reach at least seven days before the date of meeting to enable the management to keep the required information readily available at the meeting.
4. The Register of Members of the Company will remain closed from 21.09.2012 to 28.09.2012. (Both days inclusive)
5. The Members are requested to intimate to the Registrar and Transfer Agents, Cameo Corporate Services Limited, Subramanian Building, No.1 Club House road, Mount Road, 5th Floor, Chennai-600 002, change of address if any at the earliest quoting their registered folio number.

Date : 24.08.2012
Place: Chennai

By Order of the Board
For Laser Diamonds Limited
RIKHABCHAND SAMDARIA
Sd/-
Director

EXPLANATORY STATEMENT PURSUANT TO SECTION 173(2) OF THE COMPANIES ACT, 1956 IN RESPECT OF :

ITEM NO 4::APPOINTMENT OF DIRECTOR:

Mr. TARUN CHORDIA was appointed as an additional director by the Board of Directors at their meeting held on 7th October 2011 pursuant to Section 260 of the Companies Act, 1956. The Company has received a notice in writing from a member under Section 257 of the Companies Act, 1956 signifying his intention to propose Mr. TARUN CHORDIA as a candidate for the Office of Director of the Company. Aged about 24 Years is a Engineering Graduate[B.E.,] with experience in industry and business. His appointment as a non-executive independent Director will strengthen the Board. Other Directorships / Committee memberships in other companies are NIL.

The Board recommends the resolution for approval of share holders.

None of the directors are interested or concerned in this resolution except Shri. TARUN CHORDIA.

ITEM NO: 5: DELISTING OF SECURITIES:

The Securities & Exchange Board of India (SEBI) notified guidelines for voluntary delisting of securities from the stock exchanges. As per SEBI (Delisting of Securities) Guidelines, 2003 an exit opportunity to the shareholders need not be given where securities of the company remain listed on the stock exchange having nation wide trading terminal, i.e., The Stock Exchange, Mumbai, the National Stock Exchange of India and any other stock exchange that may be specified by SEBI in this regard.

At present the equity shares of the company are listed at MUMBAI, AHMEDABAD and MADRAS. Considering the negligible volume of trading and as a part of its cost reduction measure, the consent of members is sought for getting its securities delisted from MADRAS and AHMEDABAD stock exchanges as proposed in the special resolution. The securities of the company shall continue to be listed on the Stock Exchange, Mumbai.

The Board of Directors have passed necessary Resolution on 18th day of July 2012 in this connection.

The Board recommends the resolution for approval of members.

None of the directors is, in any way, concerned or interested in the said resolution.

ITEM NO: 6: SALE OF PROPERTY:

The property of the company Located at 1st Floor, No: 41, Veerappan Street, Sowcarpet, Chennai 600 079 has dispute with the property owner and presently, the said property has totally damaged and unfit for habitation . The management has also taken necessary steps to restore the said property by filing case before the Honourable court. In order to avoid heavy Legal expenses and time duration , the management has decided to settle the issues amicably to sell the said property which is most beneficial interest of the company.

Hence it is necessary to get prior approval of the Members in their General Meeting. The Board recommends the resolution for approval of members. Directors are interested in the said resolution.

LASER DIAMONDS LIMITED

DIRECTORS' REPORT

Dear Shareholders,

We have pleasure in presenting the 18th Annual Report and Audited Statements of Accounts of the Company for the year ended 31st March, 2012.

FINANCIAL RESULTS

(Rs. in '000)

Particulars	Year ended 31 st March 2012	Year ended 31 st March 2011
Income	15957.86	10655.14
Expenditure	16945.50	15719.08
Net Profit before Depreciation and tax	(987.64)	(5063.94)
Depreciation	8.39	0
Taxes	8.04	0
Net Profit	(1004.07)	(5063.94)

MATERIAL CHANGES AND COMMITMENTS:

There have been no material changes & Commitments, which have occurred between the end of the financial year of the company to which the balance sheet relates and the date of the report affecting the financial position of the company.

RESERVES:

The company does not propose to carry any amount to reserves during the financial year in view of the loss incurred by the company.

DIVIDEND:

Your directors do not wish to recommend any dividend in view of the loss incurred by the company.

Operation and Business performance:

Kindly refer to Management Discussion & Analysis covered under corporate governance and forms part of this Annual Report.

Business Operations:

The operations of the company is satisfied. During the year, the sales volume has increased by 44.10% when compared with the previous year. Your directors are hopeful that the market will improve in the coming years also. The company is continuing its Export of Diamond activities in the current year also. There is no manufacturing activities carried out during the financial year 2011-12.

As required under Corporate Governance, the Management's Discussion and Analysis Report which is forming a part of this report, is a reflection of the current state of business. It also deals with the opportunities and challenges faced by your Company and the outlook in future.

STATUTORY DISCLOSURES:

The company had no employee covered by the provisions of section 217(2A) of the Companies Act, 1956. The company has no activity relating to Conservation of Energy, or Technology Absorption. The details of foreign Exchange during the year ended 31st March 2012 are as follows: Foreign Exchange earned: Rs: 174.97 lacs [Previous year Rs: 128.71 lacs] foreign exchange out go : Nil

DEPOSITS : The Company has not accepted any deposit from the public during the Financial year.

DIRECTORS :

Shri Rikhab Chand Samdaria, Director of the company retires by rotation at the ensuing Annual General Meeting of the Company and being eligible offers themselves for reappointment. Shri. Tarun Chordia was appointed as Additional Director with effect from 7th October 2011 who holds office till the conclusion of ensuing annual general meeting. Mr. Sharad Parekh have submitted his resignations with effect from 7th October 2011 and his contribution to the organization during their tenure of office of Director was appreciate and placed on record.

DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to provisions of Section 217(2AA) of the Companies Act, 1956, it is hereby confirmed:

1. That in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures to the extent possible

LASER DIAMONDS LIMITED

2. That the Directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at 31st March, 2012 and of the profit or loss of the Company for the year ended 31st March, 2012
3. That the Directors had taken proper and sufficient care for the maintenance of adequate accounting records in safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
4. That the Director had prepared the annual accounts on a going concern basis.

AUDITORS :

Mr. BHARAT KUMAR N. JAIN, Chartered Accountant, Chennai, Company's Auditors, retire at the conclusion of the ensuing Annual General Meeting and being eligible, offer himself for reappointment.

AUDITORS REPORT :

There are no reservations, qualifications or adverse remarks contained in the Auditors Report.

CORPORATE GOVERNANCE :

Your Company has always striven to incorporate appropriate standards for good corporate governance. The company's philosophy of Corporate Governance is aimed at exhibiting maximum transparency to the investors by providing them with more information. This is done not only with the information that are to be revealed under mandatory provisions but also with those information which according to the Management and the Board are relevant to the investors and other Statutory Authorities to whom these Reports are addressed to. It has taken adequate steps to ensure that all mandatory provisions of corporate governance as prescribed under the amended listing agreements of the stock exchanges, with which the company is listed are complied with.

A separate report on Corporate Governance is produced as a part of the Annual Report of the Company.

The Auditors of the Company have certified that conditions of Corporate Governance as stipulated under Clause 49 of the Listing Agreement are complied with by the Company and their Certificate is annexed to the Report on Corporate Governance.

SECRETARIAL COMPLIANCE CERTIFICATE :

A certificate from Whole time Company Secretary has been obtained as per the provision of section 383A(I) of the Companies Act, 1956 and Companies Amendment Act 2000 is enclosed and form part of the report.

Acknowledgement :

Your Board of Directors is grateful to the Bankers, Suppliers, Customers and the shareholders for the support extended from time to time. Your Board of Directors also wish to place on record the whole hearted cooperation given by employees, at all levels, during the year.

Date : 24.08.2012

Place : Chennai

for Laser Diamonds Ltd.

Tarun Chordia
Sd./-
Director

Rikhabchand Samdaria
Sd./-
Chairman

MANAGEMENTS DISCUSSION AND ANALYSIS (Annexure A)

1. OVERALL REVIEW & INDUSTRY OUT LOOK:

The slow down in demand from US and Europe has not impacted the diamond trade in India. Development of Asian and domestic market in the last of couple of years has changed the dynamic and Asian market's contribution are more in the global market. The overall review of the Trading of Diamonds are well fetched globally. The Company do not foresee any major change in the coming years. The trend of export of Diamonds are expected to continue.

2. OPPORTUNITIES:

The Development of Asian and Domestic market, the trading activities for the cut and polished diamonds are more profitable and presently the company is concentrating on trading and exporting of cut and polished Diamonds only.

3. CHALLENGES:

Pending Legal Suits, Tight Financial Conditions, Margins under pressure and financial condition of the company to be improved, these are the few challenges before the company.

4. COMPANY OUTLOOK

The Company, though financially weak but it certainly improve the pending issue are resolved .

5. RISK MANAGEMENT :

Risk evaluation and management is an ongoing process in the company.

6. INTERNAL CONTROL SYSTEMS AND ADEQUACY

The Company have adequate internal control mechanism commensurating with the size of operations of the company. The management continuously reviews the internal control system and procedures. Critical review is also done to reduce non value added paper work.

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7. HUMAN RESOURCES AND INDUSTRIAL RELATIONS:

Your company continues to have cordial relations with its employees.

8. CAUTIONARY STATEMENT

Certain statements in this report on "Management's Discussion and Analysis" are forward looking statements and which have been issued as required by applicable Securities Laws and Regulations. There are several factors which would be beyond the control of Management and as such, may affect the actual results which could be different from that envisaged.

STATEMENT AND REPORTS ON CORPORATE GOVERNANCE:

A MANDATORY REPORTS ON CORPORATE GOVERNANCE:

I. Company's Philosophy on Corporate Governance:

The Company's philosophy is aimed at exhibiting maximum transparency to the investors by providing them with more information. This is done not only with the information that are to be revealed under mandatory provisions but also with those information which according to the Management and the Board are relevant to the investors and other Statutory Authorities to whom these Reports are addressed to:

II. BOARD OF DIRECTORS:

Name	Designation	Category	No of Board Meetings attended During 2011-12	Whether attended the Last AGM	No of Directorships in public companies	No of other Board Committees in which he/she is Member or Chairperson
Mr. Lalit Kumar Samdaria	Director	Executive	4	Yes	Nil	1 Chairman
Mr. Rikhabchand Samdaria	Director	Executive	6	Yes	Nil	2 Members
Mr. S. Goutham	Director	Non-Executive	6	Yes	Nil	1 Chairman 2 Members
Mr. Sharad Parekh [part]	Director	Non-Executive	3	Yes	Nil	1 Chairman 2 Members
Mr. Tarun Chordia [part]	Director	Non-Executive	3	No	Nil	1 Chairman 2 Members

Mr. Sharad Parekh Resigned and Mr. Tarun Chordia was Appointed on 7th October 2011

BOARD MEETINGS:

Six Board Meeting were held on the following dates:

27.04.2011, 20.07.2011, 25.08.2011, 31.10.2011, 23.01.2012 and 12.03.2012

None of the Directors is member in more than 10 committees or acting as Chairman of more than Five Committees.

III. AUDIT COMMITTEE:

Constitution:

The Committee consists of 3 Directors.

1. Mr. S. Goutham - Chairman
2. Mr. Tarun Chordia Director
3. Mr. Rikhab Chand Samdaria Director

The Committee is chaired by Mr. S. Goutham

Change in constitution of the Audit Committee

Consequent upon resignation of Mr. Sharad parekh and appointment of Mr. Tarun Chordia with effect from 7th October 2011 the audit committee was also changed and Mr. Tarun Chordia was replaced in place of Mr. Sharad Parekh.

TERMS OF REFERENCE:

The charter of the committee is as prescribed under clause 49 of the Listing Agreement viz.,

1. Oversight of Company's Financial reporting process and disclosure of its financial information to ensure that the financial statements are correct, sufficient and credible.
2. Recommending the appointment and removal of external auditors, fixation of audit fee and also approval of any other services.
3. Reviewing with the management the annual financial statements before submission to the Board focusing primarily on:
 - i) Any changes in accounting policies and practices.
 - ii) Major accounting entries based on exercise of judgment by Management.
 - iii) Qualification in draft audit report.
 - iv) Significant adjustments arising out of audit.
 - v) The "Going Concern" assumption.
 - vi) Compliance with Accounting Standards.

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- vii) Any related party transaction i.e., transaction of the company of material nature with promoters of the management and their subsidiaries or relatives etc., that may have potential conflict with the interest of the company at large.
4. Reviewing with management, external and internal audit function including the structure of internal control system.
 5. Reviewing the adequacy of internal audit function including the structure of internal audit department, staffing and seniority of the official heading the department, reporting structure coverage and frequency of internal audit.
 6. Discussing with internal auditors any significant findings and follow up thereon.
 7. Reviewing the findings of any internal investigations by the internal auditors into matters where there is suspected fraud and irregularity or a failure of internal control systems of a material nature and reporting the matter of the Board.
 8. Discussing with the external auditors before the audit commences, nature and scope of audit, as well as post-audit discussion to ascertain any area of concern.
 9. Reviewing the company's financial and risk management policies.
 10. Looking into the reasons for substantial defaults in the payment to the depositors, debenture holders, shareholders (in case of non payment of declared dividend) and creditors.

Meetings and attendance:

The Audit committee met 4 (four) times during the year i.e, on 27.04.2011, 20.07.2011, 31.10.2011 and 23.01.2012 and all the director have attended the meetings.

IV.REMUNERATION COMMITTEE:-

Constitution:

The Committee consists of 3(Three) directors.

1. Mr. Tarun Chordia Director
2. Mr. S.Goutham Director
3. Mr. Rikhab Chand Samdaria Director

The committee is headed by Mr. Tarun Chordia.

Change in constitution of the Remuneration Committee

Consequent upon resignation of Mr. Sharad parekh and appointment of Mr.Tarun Chordia with effect from 7th October 2011 the audit committee was also changed and Mr. Tarun Chordia was replaced in place of Mr. Sharad Parekh

TERMS OF REFERENCE:

The Remuneration committee has been constituted to recommend and review the remuneration packages of the Directors and to formulate a broad policy for management remuneration.

REMUNERATION POLICY:

The Remuneration Policy as outlined by the committee aims at recognizing and rewarding performances and achievements, while fixing the remuneration of Directors, their contribution by way of their professional. This policy is in tune with current national and international practices.

MEETINGS AND ATTENDANCES:

During the year 2011-12, the committee met twice i.e on 27.04.2011 and 31.10.2011.

DETAILS OF REMUNERATION OF DIRECTORS:

Remuneration of Rs:10,000/- [Rupees Ten Thousand only] has been paid to a Director Mr.Rikhab Chand Samdaria.

V. SHARE HOLDERS COMMITTEE:

Constitution:

The Committee consists of 3 (Three) Directors.

1. Mr. Lalit Kumar Samdaria Director
2. Mr. S. Goutham Director
3. Mr. Tarun Chordia Director

The Committee is headed by Mr. Lalit Kumar Samdaria

Change in constitution of the Share Holders Committee:

Consequent upon resignation of Mr. Sharad parekh and appointment of Mr.Tarun Chordia with effect from 7th October 2011 the audit committee was also changed and Mr. Tarun Chordia was replaced in place of Mr. Sharad Parekh
Name and designation of the Compliance Officer: Mr. Lalit Kumar Samdaria
Pending Share Transfers: There are no pending transfers.

Details of the last three AGMs held are given below:

Date of Meeting	Time of Meeting	Venue of the Meeting	Special Resolutions passed at AGM
29.09.2011 17 th AGM	10.30 a.m.	"RAGAAS" No.47, 1 st Avenue, Shastri Nagar, Chennai-600 020	Nil
28.09.2010 16 th AGM	10.30 a.m.	"RAGAAS" No.47, 1 st Avenue, Shastri Nagar, Chennai-600 020	Nil
29.09.2009 15 th AGM	10.30 a.m.	"RAGAAS" No.47, 1 st Avenue, Shastri Nagar, Chennai-600 020	Nil

No special resolution has been passed by way of postal ballot.

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VII. DISCLOSURES:

There are no materially significant transaction made by the company with its promoters, the directors or the Management, their subsidiaries or relatives etc., which require separate disclosure. No penalties / strictures have been imposed on the company by any regulatory authority for non compliance of any law.

VIII. MEANS OF COMMUNICATIONS:

Quarterly Results:

The Company has published its quarterly Financial Results regularly

Company e-mail ID : laserdiamonnds@yahoo.co.in / info@laserdiamonndsttd.co.in

Company Website : www.laserdiamonndsttd.co.in

Management Discussion and Analysis Report:

The Management Discussion and Analysis Report is included in the Director's Report and Forms part of the annual Report. (Annexure A to the Directors Report).

IX. GENERAL SHAREHOLDER INFORMATION:

Number of AGM	:	18 th AGM
Date	:	28 th September 2012
Day	:	Friday
Time	:	10.30AM
Venue	:	"RAGAAS" No.47, 1 st Avenue, Shastri Nagar, Chennai-600 020
Financial year	:	1 st April 2011 to 31 st March 2012.
Book Closure date	:	21.09.2012 to 28.09.2012(Both days Inclusive).
Dividend Payment date	:	Not Applicable.
Listing of Stock Exchange	:	Madras, Bombay and Ahmedabad
Listing Fee	:	Listing Fee paid upto : 2012-13 (Madras, Bombay and Ahmedabad)
Stock Code	:	531164
ISIN allotted to Equity Shares	:	INE995E01015
Registrar & Transfer Agents	:	M/s. Cameo Corporate Services Ltd, "Subramaian Building" No*1, Club House Road, 5th Floor, Chennai 600 002.

SHARE TRANSFER SYSTEM:

The share transfers are processed and the share certificates returned within a period of 10 to 15 days from the date of receipt, so long as the documents have been clear in all respects. The Company has, as per SEBI Guidelines offers the facility of transfer cum demat.

SHARE HOLDING PATTERN as on 31st March 2012:

	Category	Shares	%
A.	Promoters Holding:		
	1. Promoters:		
	<u>Indian Promoters</u>		
	Mr. Lalit Kumar Samdaria	1330193	32.84
	Mrs. Hemlatha Samdaria	437551	10.80
	Mr. Rikhab Chand Samdaria	233552	5.77
	<u>Foreign Promoters</u>	Nil	Nil
	2. Persons Acting in concert	18403	0.46
	Sub- Total	2019699	49.87
B.	Non Promoters Holding:		
	3. Institutional Investors		
	a) Mutual Funds and UTI	Nil	Nil
	b) Banks, Financial Institution, Insurance Companies (Central/State Govt/ Institutions/ Non-Govt Institutions) City Union Bank	Nil	Nil
	c) FIIs	Nil	Nil
	Sub Total	Nil	Nil
	4. Others :		
	a) Private Bodies Corporate	44800	1.11
	b) Pan Link Consultants	Nil	Nil
	c) Indian Public	1985501	49.02
	d) NRI/ OCB's	Nil	Nil
	e) Any Other (Please Specify)		
	Shares in Transit	Nil	Nil
	Forfeited Shares	Nil	Nil
	Foreign National	Nil	Nil
	Sub- Total	2030301	50.13
	Grand Total	4050000	100.00

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Distribution of Shareholding as on 31st March, 2012

Share holders			Share holdings	
Shares	Number	% of total	Shares	% of total
Upto 500	2570	73.7446	699502	17.2716
501 1000	653	18.7374	448700	11.0790
1001 2000	128	3.6728	195300	4.8222
2001 3000	49	1.4060	129100	3.1876
3001 4000	28	0.8034	100600	2.4839
4001 5000	21	0.6025	98500	2.4320
5001 10000	18	0.5164	120102	2.9654
10001 and above	18	0.5164	2258196	55.7579
TOTAL	3485	100.0000	4050000	100.0000

Categories of Shareholding as on 31st March, 2012

Promoters/Directors and Relatives	2019699	49.87
Private Corporate Bodies	44800	1.11
Indian Public	1985501	49.02
TOTAL	40,50,000	100.00

Dematerialisation of Shares & Liquidity :	Shares in Demat:	23,60,297	58.28 %
	Shares in Physical:	16,89,703	41.72 %
	TOTAL :	40,50,000	100.00

Outstanding GDR's/ADRs/Warrants - Nil

Address for Correspondence : No.41, Veerappan Street, Ground Floor, Sowcarpet, Chennai - 600 079.

Factory Location : Nil

Place : Chennai
Date : 24.08.2012

By order of the Board
For LASER DIAMONDS LIMITED
RIKHABCHAND SAMDARIA



LASER DIAMONDS LIMITED

AUDITOR CERTIFICATE REGARDING COMPLIANCE WITH CONDITIONS OF CORPORATE GOVERNANCE UNDER CLAUSE 49 of the Listing Agreement:-

Registration No of the Company : 29777
Nominal Capital : 5,00,00,000/-

To

The members of the Laser Diamonds Ltd., Chennai

We have examined all the relevant records of M/s. Laser Diamonds Ltd, Chennai for the purpose of certifying compliance of the conditions of Corporate Governance under clause 49 of the Listing Agreement with Bombay, Madras and Ahmedabad Stock Exchanges for the financial year ended 31.3.2012. I have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of certification.

The Compliance of the conditions of Corporate Governance is the responsibility of the management. Our examination was limited to the procedure and implementation thereof. This certificate is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

On the basis of our examination of the records produced, explanation and information furnished, we certify that the Company has complied with the conditions of corporate governance as stipulated in the above listing Agreement.

Date : 24.08.2012

Place : Chennai

Sd/-

(BHARAT KUMAR N. JAIN)

Chartered Accountant

Membership No.027891

Certification by CEO and CFO s Issued pursuant to revised Clause 49 of the Listing Agreement:

I, **Rikhabchand Samdaria** Director of M/s Laser Diamonds Limited, Chennai certify that:

- (a) I have reviewed the financial statements including the cash flow statement of M/s.Laser Diamonds Limited, Chennai for the year ended 31st March 2012
- I. To the best of my knowledge and belief , the financial statements including cash flow statements do not contain any materially untrue statement or omit any material fact or contains statements that might be mis- leading :
- II. To the best of my knowledge and belief, the financial statements including cash flow statements presents a true and fair view of company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
- (b) To the best of my knowledge and belief, there are no transactions entered into by the company during the year , which are fraudulent, illegal or violative to the company's code of conduct.
- (c) Based on my observance and on the basis of submission received through sub-certification process, I certify that internal controls for financial reporting are established, maintained and are effective considering the nature and size of the business. Further no deficiencies have observed in design or operation of such internal controls for the period covered by this report.
- (d) During the period under review, no significant changes were observed in the internal controls over financial reporting and accounting policies of the company. Furthermore, no instance of fraud found by management or employees having a significant role on the company's internal control system over financial reporting.

Date : 24.08.2012

Place : Chennai

RIKHABCHAND SAMDARIA

(Signature of the Certifying Authority)

Director

LASER DIAMONDS LIMITED

VGB ASSOCIATES

COMPANY SECRETARIES

"Meenakshi"

New No: #45/old #25, Second Circular Road,

Jawahar Nagar,

Chennai -600082

COMPLIANCE CERTIFICATE

NOMINAL CAPITAL RS.500.00 Lacs

CIN::L52599TN1995PLC029777

To,

THE MEMBERS

M/S.LASER DIAMONDS LIMITED

NO:41,VEERAPPAN STREET,

GROUND FLOOR, SOWCARPET,

CHENNAI 600 079

I have examined the registers, records, books and papers of **M/S.LASER DIAMONDS LIMITED**, (the Company) as required to be maintained under the Companies Act, 1956, (the Act) and the rules made thereunder and also the provisions contained in the Memorandum and Articles of Association of the Company for the financial year ended on 31st March, 2012. In my opinion and to the best of my information and according to the examinations carried out by me and explanations furnished to me by the company, its officers and agents, I certify that in respect of the aforesaid financial year:

1. The Company has kept and maintained all Registers as stated in Annexure 'A' to this certificate, as per the provisions of the Act and the rules made there under and all entries therein have been duly recorded.

2. The Company has duly filed the documents as stated in Annexure B to this certificate, with the Registrar of Companies, Tamilnadu, Chennai.

3. The Company being a Public Limited Company and hence the comments are not required.

4. The Board of Directors duty met Six (6) times i.e., on 27-04-2011, 20-07-2011, 25-08-2011, 31-10-2011, 23-01-2012 and 12.03.2012 in respect of which meetings proper notices were given and the proceedings were properly recorded and signed in the Minutes Book maintained for the purpose.

5. The Company has closed its Register of Members from 22nd September 2011 to 29th September 2011 (both days Inclusive) during the Financial year.

6. The Last Annual General Meeting for the Financial year ended on 31st March 2011 was held on 29th Day of September 2011 after giving due notice to the Members of the company and the Resolution passed thereat were duly recorded in Minute Book maintained for the Purpose.

7. No Extra ordinary General Meetings was held during the Financial year.

8. The Company has Not advanced any Loan to its Directors and /or persons or Firms or Companies referred to in Section 295 of the Act, during the Financial year.

9. As explained, there were No Transactions within the provisions of section 297 of the Act during the Financial year.

10. The Company has made necessary entries in the Register maintained under section 301 of the Act to the extent applicable.

11. As there were no instances falling within the purview of section 314 of the Act, the Company was not required to obtain approvals from the Board of Directors, Members or Central Government, as the case may be under this said section.

12. The Company has not issued any duplicate share Certificate during the financial year.

13. The Company has

(i) Not Allotted any Shares / Securities and there were Transfer/ Transmission of Share during the Financial year.

(ii) The Company has not deposited any amount in a separate Bank account as no dividend was declared during the Financial year.

(iii) The company was not required to post warrants to any Members of the company as No dividend was declared during the Financial year.

(iv) The Company was not required to transfer any amounts in unpaid dividend account, application money due for refund, matured deposits, matured debentures and the interest accrued thereon which have remained unclaimed or unpaid for a period of seven years to Investor Education and Protection Fund.

(v) The Company has generally complied with the requirements of Section of 217 of the Act.

LASER DIAMONDS LIMITED

14. The Board of Directors of the Company is duly constituted. There were Resignation and appointment of Directors in the Board during the Financial year.
15. During the year the Company has not appointed any Managing Director and hence the Provision of Section 269 of the Act with regard to appointment of Managing Director / Whole time Director / Manager does not arise.
16. The Company has not appointed any sole selling agents during the financial year.
17. The company was not required to obtain any approvals of the Central Government, company Law Board, Regional Director, Registrar and / or such authorities prescribed under any of the provisions of the Act during the Financial year.
18. All the Directors have disclosed their interest in other companies or firms pursuant to the provisions of the Act and the Rules made there under.
19. The Company has not issued any Shares/debentures/other Securities during the Financial year.
20. The Company has not bought back any shares during the Financial year.
21. There was no redemption of preference shares or debentures during the Financial year.
22. There were no transactions necessitating the Company to keep in abeyance the rights to dividend and bonus shares pending registration of transfer of shares.
23. The Company has not accepted any deposits from the public as per the Provisions of Section 58A and 58AA of the Companies Act, 1956 during the financial year.
24. The Company has not availed any Secured loan from any Banks/ Financial Institutions and hence the provisions of Section 293(1) (d) of the Act, does not arise.
25. There were No Transactions with regard to making of any loans or advance or giving of guarantees or providing of securities to other bodies corporate in the Company within the purview of section 372A of the Act, during the Financial year.
26. The Company has not altered the provisions of the Memorandum with respect to Situation of the Company's Registered Office from one State to another during the year under scrutiny.
27. The Company has not altered the provisions of the Memorandum with respect to the Objects of the Company during the Financial year.
28. The Company has not Altered the provisions of the Memorandum with respect to Change in Name of the Company during the Financial year.
29. The Company has not altered the provisions of the Memorandum with respect to Share Capital of the Company during the Financial year.
30. The Company has not altered its Articles of Association during the Financial year.
31. As informed by the Management, there were no prosecution initiated against or show cause notice received by the Company and no fines or penalties or any other punishment was imposed on the Company during the financial year, for offences under the Act.
32. The Company has not received any money or security from its employees during the Financial year.
33. As Explained , the provisions of Provident Fund and Miscellaneous Provisions Act pursuant to section 418 of the Act is not applicable to this company during the Financial year.

Place: Chennai
Date: 24-08-2012

Signature:
Name of Company Secretary: VGB SARMA
C.P.No:5294::FCSNo:2629

Annexure A

Registers as maintained by the Company

1. Register of Member's u/s 150 & 151. -Maintained by Share Transfer Agents.
2. Register of Share Transfer. -Maintained by Share Transfer Agents.
3. Copies of Annual Return U/S. 159.
4. Minutes Book of Board Meetings & General Meeting U/s 193.
5. Books of accounts u/s.209.
6. Register of Disclosure.
7. Register of Contracts u/s.301.
8. Register of Directors, Managing Director, Manager and Secretary u/s.303.
9. Register of Directors shareholdings u/s.307.
10. Register of charges.

Annexure B

Forms and Returns as filed by the Company with Registrar of Companies, Regional Director, Central Government or other authorities during the financial year ending on 31st March, 2012.

LASER DIAMONDS LIMITED

A. FORMS AND RETURNS FILED WITH THE REGISTRAR OF COMPANIES:

Details of forms filed Details of SRN

Form 23AC,ACA-XBRL.	P85597342/03-02-2012 filed for the year ended 31-03-2011 with Additional Filing fee u/s.220 of the Act.
Form 66	P84011972/29-12-2011 filed for the year ended 31-03-2011 with Additional Filing fee u/s 383A of the Act.
Form 20B	P84162932/30-12-2011 filed with Normal Filing Fee u/s.159 of the Act.
Form 32	B23623010/28-10-2011 filed with Normal Filing Fee .

B. FORMS FILED WITH CENTRAL GOVERNMENT, REGIONAL DIRECTOR OR OTHER AUTHORITIES

NIL

Place: Chennai
Date: 24-08-2012

Signature:
Name of Company Secretary: VGB SARMA
C.P.No:5294::FCSNo:2629

AUDITOR'S REPORT

The Members of

LASER DIAMONDS LTD

I have audited the attached balance sheet of LASER DIAMONDS LTD as at 31st March 2012, the profit and loss account and also the cash flow statement for the year ended on that date annexed thereto. These financial statements are the responsibility of the company's management. My responsibility is to express an opinion on these financial statements based on my audit.

I have conducted my audit in accordance with the auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. I believe that my audit provides a reasonable basis for my opinion.

As required by the Companies (Auditor's report) order 2003, issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Companies Act, 1956, we enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said order.

Further to my comments in the Annexure referred to above, I report that:

I have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of my audit.

In my opinion, proper books of account as required by law have been kept by the company so far as appears from my examination of those books.

The balance sheet, profit and loss account and cash flow statement dealt with by this report are in agreement with the books of account.

In my opinion, the balance sheet, profit and loss account and cash flow statement dealt with by this report comply with the accounting standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956.

On the basis of written representation received from the directors, as on 31st March 2012 and taken on record by the Board of Directors, I report that none of the directors are disqualified as on 31st March 2012 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of Companies Act, 1956;

In my opinion and to the best of my information and according to the explanations given to me, the said accounts give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India.

In the case of the balance sheet, of the state of affairs of the company as at 31st March 2012;

In the case of profit and loss account, of the loss for the year ended on that date; and

In the case of the Cash Flow Statement of the Cash Flows for the year ended on that date.

Date : 24.08.2012

Place : Chennai

(BHARAT KUMAR N. JAIN)

Chartered Accountant

376, Mint Street, 2nd Floor

Chennai-600 079, [M. No.027891]

LASER DIAMONDS LIMITED

LASER DIAMONDS LIMITED

Referred to in paragraph 3 of our report of even date.

- 1) (a) On the basis of examination of the records of the company, I report that the company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
(b) On the basis of examination of the records of the company, I report that all the assets have not been physically verified by the management during the year but there is a regular programme of verification which, in my opinion, is reasonable, having regard to the size of the company and the nature of the assets. No material discrepancies were noticed on such verification.
- 2) a) Inventory as on 31.03.2012 is Rs.57,99,911.00 [P.Y. 55,99,205.00], Physical verification of inventories has taken during the year by management.
b) In my opinion and according to the information and explanation given to me, the procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the company and the nature of business.
c) On the basis of examination of the records of the inventory and according to information and explanations given to me, the company is maintaining proper records of inventory.
- 3) The company has not entered into any contracts or arrangements attracting the provision of section 297 & 301 of the Companies Act 1956 and hence the Clause (V) of the said Order is not applicable.
- 4) In my opinion and according to the information and explanations given to me, there are adequate internal control procedures commensurate with the size of the company and the nature of its business with regard to purchase of inventory and with regard to the sale of goods. During the course of our audit, I have not observed any continuing failure to correct major weaknesses in internal controls.
- 5) In my opinion and according to the information and explanations given to me, there are no transactions made in pursuance of contracts or arrangements entered in the register maintained under section 301 of the Companies Act, 1956.
- 6) In my opinion and according to the information and explanations given to me, the company has not accepted any deposit from Public.
- 7) In my opinion, the company has an internal audit system commensurate with the size and nature of its business.
- 8) The industry in which Company's business is involved is not prescribed u/s 210(1) (d) for maintenance of cost records.
- 9) (a) As per the information and explanations given to me and records of the company, the company is regular in depositing with appropriate authorities undisputed statutory dues including income tax, sales tax, excise duty, cess and other material statutory dues applicable to it. No wealth tax and custom duty is payable by company.
(b) According to the information and explanations given to me and records of the company, no undisputed amounts payable in respect of income tax, wealth tax, sales tax, customs duty, excise duty and cess were in arrears, as at 31.03.12 for a period of more than six months from the date they became payable.
c) According to the information and explanations given to me, there are no dues of sales tax, income tax, customs duty, wealth tax, excise duty and cess which have not been deposited on account of any dispute.
- 10) In my opinion, the accumulated losses of the company is Rs.168.74 lacs as on 31.03.2012, which is not more than 50% of its net worth.
- 11) In my opinion and according to the information and explanations given to me, the company has not defaulted in repayment of dues to a financial institution, bank or debenture holders.
- 12) As per records of the company, the company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- 13) In my opinion, the company is not a chit fund or a nidhi mutual benefit fund/society. Therefore, the provisions of clause 4 (xiii) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
- 14) In my opinion, the company is not dealing in or trading in shares, securities debentures and other investments. Accordingly, the provisions of clause 4 (xiv) of the Companies (Auditor's Report) Order 2003 are not applicable to the Company.
- 15) As per the records of the company, the company has not given guarantees for loans taken by other from banks or financial institutions.
- 16) As per records of the company, the company has not raised any term loan.
- 17) According to the information and explanations given to me and on an overall examination of the balance sheet of the company, we report that the no funds raised on short-term basis have been used for long-term investment. No long-term funds have been used to finance short-term assets except permanent working capital.
- 18) According to the information and explanations given to me and as per records of the company, the company has not made preferential allotment of shares to parties and companies covered in the register maintained under section 301 of the Act.

LASER DIAMONDS LIMITED

- 19) According to the information and explanations given to me, during the period covered by my audit report, the company had not issued any debentures during the year.
- 20) During the course of my examination of books of accounts carried out in accordance with generally accepted practices in India, I have neither come across any incidence of fraud on or by the company nor have we been informed of any such case by the management.

Date : 24.08.2012
Place : Chennai

(BHARAT KUMAR N. JAIN)
376, Mini Street, 2nd Floor,
Chennai-600 079, [M. No.027891]

BALANCE SHEET AS AT MARCH 31, 2012

Particulars	Note No.	As at March 31, 2012 (Rupees)	As at March 31, 2011 (Rupees)
I. Equity and Liabilities			
(1) Shareholders' funds			
(a) Share capital	2	40,130,500.00	40,130,500.00
(b) Reserves and surplus	3	(16,874,440.03)	(15,870,360.74)
		23,256,059.97	24,260,139.26
(2) Current liabilities			
(a) Trade payables	4	-	602,728.00
(b) Deferred tax liabilities (Net)	5	8,043.00	-
(b) Other current liabilities	6	40,000.00	35,000.00
		48,043.00	637,728.00
TOTAL		23,304,102.97	24,897,867.26
II. Assets			
(1) Non- current assets			
(a) Fixed assets			
(i) Tangible assets	7	6,316,741.00	5,880,636.00
(b) Long -term loans and advances	8	6,492,197.00	7,156,320.00
		12,808,938.00	13,036,956.00
(2) Current assets			
(a) Inventories	9	5,799,911.00	5,599,205.00
(b) Trade receivables	10	4,481,706.74	6,021,255.10
(c) Cash and cash equivalents	11	175,407.23	202,31.16
(d) Other current assets	12	38,140.00	38,140.00
		10,495,164.97	11,860,911.26
TOTAL		23,304,102.97	24,897,867.26

Summary of Significant Accounting Policies

1

The accompanying notes are an integral part of the financial statements

As per our report of even date

FOR & ON BEHALF OF THE BOARD DIRECTORS

For Bharat Kumar N. Jain
Chartered Accountants
Membership No.027891

For LASER DIAMONDS LIMITED
RIKHABCHAND SAMDARIA
DIRECTOR

Place : CHENNAI
Date: 24.08.2012

TARUN CHORDIA
DIRECTOR

LASER DIAMONDS LIMITED

STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED MARCH 31, 2012				
Particulars		Note No.	31.03.2012	31.03.2011
INCOME				
I.	Revenue from operations (gross)	13	15,355,000.00	10,655,145.00
II.	Other Income	14	602,866.80	-
III.	Total Revenue (I + II)		15,957,866.80	10,655,145.00
IV.	Expenses:			
	(a) Purchases of Traded Goods		16,336,158.00	12,051,415.00
	(b) (Increase) / Decrease In inventories	15	(200,706.00)	(2,806,594.00)
	(c) Cost of traded goods Sold		16,135,452.00	9,244,821.00
	(d) Employee benefits expense	16	175,000.00	147,500.00
	(e) Depreciation & Amortization Exp.	17	8,395.00	-
	(f) Other expenses	18	635,056.09	6,326,764.41
	Total expenses		16,953,903.09	15,719,085.41
V	Profit before tax (III-IV)		(996,036.29)	(5,063,940.41)
VI	Tax expense:			
	Deferred tax		8,043.00	-
VII	Profit (Loss) for the period (V-VI)		(1,004,079.29)	(5,063,940.41)
VIII	Earnings per equity share :	19		
	(i) Earnings per share (of Rs. 10/-each):			
	(a) Basic		(0.25)	(1.25)
	(b) Diluted		(0.25)	(1.25)

Summary of Significant Accounting Policies

1

The accompanying notes are an integral part of the financial statements

As per our report of even date

FOR & ON BEHALF OF THE BOARD DIRECTORS

For Bharat Kumar N. Jain
Chartered Accountants
Membership No.027891

For LASER DIAMONDS LIMITED
RIKHABCHAND SAMDARIA
DIRECTOR

Place : CHENNAI
Date: 24.08.2012

TARUN CHORDIA
DIRECTOR

LASER DIAMONDS LIMITED

Note 2. : SHARE CAPITAL

A) Authorised ,issued,subscribed and paid up capital and par value per share

	As at 31.3.2012	As at 31.3.2011
Authorised:		
A 5000000 Equity Shares of Rs 10/-each	50,000,000.00	50,000,000.00
Total	50,000,000.00	50,000,000.00
Issued, Subscribed & paid up:		
A 4050000 Equity Shares of Rs 10/-each (of these 200000 Shares of Rs. 10/-each issued for consideration other than cash)	40,500,000.00	40,500,000.00
LESS: Calls in arrears	369,500.00	369,500.00
Total	40,130,500.00	40,130,500.00

B) Reconciliation of number of equity shares outstanding at the beginning and at the end of the year

Particulars	As at 31.3.2012	As at 31.3.2011
Number of share out standing at the beginning of the year	4,050,000.00	4,050,000.00
Number of share out standing at the End of the year	4,050,000.00	4,050,000.00

C) Shares in the company held by each shareholders holding more than 5 % shares

Name of shareholders	As at 31.3.2012		As at 31.3.2011	
	No. of Shares	% of Share holding	No. of Shares	% of Share holding
1. Mr. Lalit Kumar Samdaria	1,330,193.00	32.84	1,330,193.00	32.84
2. Mrs Hemlatha Samdaria	437,551.00	10.80	437,551.00	10.80
3. Mr. Rikhab Chand Samdaria	233,552.00	5.77	233,552.00	5.77

Note 3 : Reserves and surplus

Particulars	As at 31.3.2012	As at 31.3.2011
A Surplus / (Deficit) in the statement of Profit and Loss		
Balance as per Last Financial Statements	(15,870,360.74)	(5,063,940.41)
Profit / (Loss) for the year	(1,004,079.29)	(10,806,420.33)
Less: Appropriation	-	-
Net Surplus / (Deficit) in the statement of profit and loss	(16,874,440.03)	(15,870,360.74)
Total reserves and surplus	(16,874,440.03)	(15,870,360.74)

LASER DIAMONDS LIMITED

Note 4 : Trade Payables

Particulars	As at 31.3.2012	As at 31.3.2011
Trade Payables		
(i) Sundry Creditors	-	602,728.00
Total	-	602,728.00

Note 5 : Deferred Tax Liabilities (Net)

Particulars	As at 31.3.2012 Rupees	As at 31.3.2011 Rupees
Depereclation & amortisation	8,043.00	NIL
Deferred tax liabilities / (Assets)	8,043.00	-

Note 6 : Other Current Liabilities

Particulars	As at 31.3.2012	As at 31.3.2011
Other Misc. Current Liabilities	40,000.00	35,000.00
Total	40,000.00	35,000.00

NOTES - 7 : FIXED ASSETS & DEPRECIATION AS PER SCHEDULE XIV OF COMPANIES ACT,1956.

SL NO	Description of Assets	GROSS BLOCK (AT COST)			ACCUMULATED DEPRECIATION				NET BLOCK	
		AS ON 01.04.11	ADDITION (DELETION)	AS AT 31.03.12	UP TO 01.04.11	FOR THE YEAR	DELETION	UP TO 31.03.12	AS ON 31.03.12	AS ON 31.03.11
1	Building	2,379,108	NIL	2,379,108	367,017	-	-	367,017	2,012,091	2,012,091
2	Plant & Machinery	7,368,657	NIL	7,368,657	3,500,112	-	-	3,500,112	3,868,545	3,868,545
3	Inventor (Pur: 26.07.2011)	-	14,500	14,500	-	471	-	471	14,029	-
4	Motor Car (Pur: 21.01.2012)	-	430,000	430,000	-	7,924	-	7,924	422,076	-
		9,747,765	444,500	10,192,265	3,867,129	8,395	-	3,875,524	6,316,741	5,880,636

LASER DIAMONDS LIMITED

Note 8 : Long - Term loans and advances

Particulars	As at 31.3.2012	As at 31.3.2011
Unsecured, considered goods :		
a. capital advances	6,255,327.00	6,919,450.00
b. Security Deposits	76,870.00	76,870.00
c. Sundry advances Paid	160,000.00	160,000.00
Total	6,492,197.00	7,156,320.00

Note 9 : Inventories (valued at lower of Cost or Net Realisable Value)

Particulars	As at 31.3.2012	As at 31.3.2011
Inventories (At cost or net realisable value whichever is lower)	5,799,911.00	5,599,205.00
Total	5,799,911.00	5,599,205.00

Note 10 : Trade receivables

Sundry Debtors (Unsecured, considered good)		
(i) Debts outstanding for a period exceeding six months	17,23,579.71	4,079,450.70
(ii) Other Debts	27,58,127.03	1,941,804.40
(Debtors are subject to confirmation of balances.)		
Total	4,481,706.74	6,021,255.10

Note 11 :Cash and Bank Balances

Particulars	As at 31.3.2012	As at 31.3.2011
A. Cash and Cash equivalents		
Balance with Banks In Current accounts	152,589.23	108,628.16
Cash in Hand	22,818.00	93,683.00
Total	1,75,407.23	2,02,311.16

Note 12 : Other current assets

Particulars	As at 31.3.2012	As at 31.3.2011
Income tax T.D.S (Refund)	38,140.00	38,140.00
Total	38,140.00	38,140.00

Note 13 : Revenue From Operation

Particulars	For Year Ended on 31.3.2012	For Year Ended on 31.3.2011
Sales	15,355,000.00	10,655,145.00
Less : Excise Duty on Turnover	NIL	NIL
Total	15,355,000.00	10,655,145.00

Note 14 : Other Income

Particulars	For Year Ended on 31.3.2012	For Year Ended on 31.3.2011
(i) Foreign Exchange Fluctuation	602,864.99	-
(ii) Rate Difference	1.81	-
Total	602,866.80	-

LASER DIAMONDS LIMITED

Note 15 : Changes in Inventories of finished goods and work-in-progress

Particulars	For Year Ended on 31.3.2012	For Year Ended on 31.3.2011
Inventory at the beginning of the year	5,599,205.00	2,792,611.00
Less: Inventory at the end of the year	5,799,911.00	5,599,205.00
(Increase) / Decrease in inventories of traded Goods	(200,706.00)	(2,806,594.00)

Note 16 : Employee Benefit Expenses

Particulars	For Year Ended on 31.3.2012	For Year Ended on 31.3.2011
Salaries & Wages	175,000.00	147,500.00
Total	175,000.00	147,500.00

Note 17 : Depreciation and Amortisation Expense

Particulars	For Year Ended on 31.3.2012	For Year Ended on 31.3.2011
Depreciation of Tangible Assets	8,395.00	NIL
	8,395.00	NIL

Note 18 : Other Expenses

Particulars	For Year Ended on 31.3.2012	For Year Ended on 31.3.2011
a) Rates and Taxes	1,210.00	-
Repairs :		
Others	-	2,900.00
	1,210.00	2,900.00
b) Payment to Auditors for: Audit fees	30,000.00	30,000.00
	30,000.00	30,000.00
c) Insurance/ car insurance	9,800.00	-
Loss on Sale of Asset/machinery	-	5,717,065.00
Miscellaneous Expenses	594,046.09	576,799.41
	603,846.09	6,293,864.41
Total	(a+b+c) 635,056.09	6,326,764.41

Note 19 : Earning Per Share

Particulars	For Year Ended on 31.3.2012	For Year Ended on 31.3.2011
(i) Total Operations for the year		
Profit / (loss) after tax	(1,004,079.29)	(5,063,940.41)
Less: Dividends on Convertible Preference share and Tax thereon	-	-
Net Profit / (Loss) for calculation of Basic EPS	(1,004,079.29)	(5,063,940.41)
(ii) Net Profit / (Loss) as above	(1,004,079.29)	(5,063,940.41)
Add: Dividend on Convertible Preference Shares and Tax Thereon	-	-
Add: Interest on Bonds convertible into Equity Shares (Net of Tax)	-	-
Net Profit / (Loss) for calculation of Diluted EPS	(1,004,079.29)	(5,063,940.41)

LASER DIAMONDS LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED 31-03-2012 PURSUANT OF THE CLAUSE 32 OF THE LISTING AGREEMENT		
PARTICULARS	YEAR ENDING 31.03.2012	YEAR ENDING 31.03.2011
	Rs.	Rs.
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit before Tax, Interest and extraordinary item.	(1,004,079)	653,125
ADJUSTMENTS FOR NON CASH ITEM:		
Deferred Tax	8,043	NIL
Depreciation	8,395	NIL
Amortisation of Preliminary and public issue exp	NIL	NIL
OPERATING PROFIT/(LOSS) BEFORE WORKING CAPITAL CHANGES	(987,641)	653,125
MOVEMENTS IN WORKING CAPITAL:		
Increase/(Decrease) in Trade Payables	(602,728)	(138,086)
Increase/(Decrease) in Other Current Liabilities	5,000	10,000
(Increase)/Decrease in Inventories	(200,706)	(2,806,594)
(Increase)/Decrease in Long term Loans & Advances	664,123	92,500
(Increase)/Decrease in Trade Receivables	1,539,548	2,373,911
Net Cash used in operating activities	a) 417,596	184,856
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Invertor	(14,500)	NIL
Purchase of Motor Car	(430,000)	NIL
Net Inflow/(Outflow) from Investing Activities	b) (444,500)	NIL
C. CASH FLOW FROM FINANCING ACTIVITIES	c) NIL	NIL
D. NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS (a+b+c)	(26,904)	184,856
CASH AND CASH EQUIVALENTS (OPENING)	202,311	17,455
CASH AND CASH EQUIVALENTS (CLOSING)	175,407	202,311
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS	(26,904)	184,856

As per our report of even date

FOR & ON BEHALF OF THE BOARD DIRECTORS

For **Bharat Kumar N. Jain**
Chartered Accountants
Membership No.027891

For LASER DIAMONDS LIMITED
RIKHABCHAND SAMDARIA
DIRECTOR

Place : CHENNAI
Date: 24.08.2012

TARUN CHORDIA
DIRECTOR

LASER DIAMONDS LIMITED

SIGNIFICANT ACCOUNTING POLICIES & NOTES ON ACCOUNTS :

ACCOUNTING CONVENTION

The Financial Statements are prepared under the historical cost convention and in accordance with applicable accounting standards.

FIXED ASSETS

Fixed Assets are stated at cost less depreciation. Cost of Fixed Assets include all direct expenditure and expenditure during construction period allocated of Fixed Assets.

Depreciation on the fixed assets has not been provided. Since the fixed assets with the company is not in use and it is under litigation and the balance of fixed assets has been discarded as mentioned in my report of Auditor's report. But depreciation has been provided on new assets introduced in Block Assets during the year.

QUANTITATIVE PARTICULARS

	2011-12		2010-11	
	Quantity in Carats	Value Rs.	Quantity in Carats	Value Rs.
Diamonds				
Opening Stock	346.70	55,99,205	32.85	27,92,611
Purchase	332.14	1,63,36,158	526.17	1,20,51,415
Sales	215.08	1,53,55,000	212.32	1,06,55,145
Closing Stock	347.40	57,99,911	346.70	55,99,205

INCOME RECOGNITION

Income & Expenditure are accounted on accrual basis.

Sales

Sales are recorded and supply of goods takes place in accordance with the terms of sales. Sales do not include Excise Duties. There were no amounts due to Suppliers under the Micro, Small and Medium Enterprises Development Act 2006, (MSMED Act, 2006) Units Sundry Creditors as on 31.03.2012

ACCOUNTING STANDARD

The Profit and Loss A/C. and Balance Sheet Compiled with the accounting standards referred in section 211 (3C) of companies Act 11086.

SECURED LOAN

There are no secured loan borrowed by the company.

CHANGE IN ACCOUNTING POLICY

There is no change in policy of accounts

Expenditure in Foreign Currency

NIL

Previous Year figures have been rearranged and regrouped wherever necessary.

Sundry Debtors unsecured considered goods

Outstanding for a period exceeding six months

Rs. 27.58 Lacs

Others

Rs. 17.24 Lacs

(The Company does not hold any security

except the personal guarantee of debtors.)

Related Party Transactions:

As per accounting standard 18 (AS18) issued by the Institute of Chartered Accountants of India, the Company's related parties are as under :

Key Managerial Persons:

1. Sri Rikhabchand Samdaria, Chairman
2. Sri Lalitkumar Samdaria, Director

AUDITOR'S REMUNERATION

		2011-12	2010-2011
For Audit	Rs.	30000	30000
TOTAL	Rs.	30000	30000
Interested Party payments, if any	:	Nil	

TAXES

Since there is a loss no provision for taxation has been provided

The deferred tax liability has been provided on the depreciation provided during the year on car and inverter.

FOREIGN EXCHANGE TRANSACTIONS :

Foreign Exchange Transactions of revenue in nature are accounted at the exchange rates prevailing on the date of transaction and are recognized in the Profit and Loss Account. There are no Foreign Exchange Transactions with respect to Assets and Liabilities. Profit on realization of Foreign Exchange is Rs. 6,02,866 (FY. Loss 1,53,451)

LASER DIAMONDS LIMITED

ADVANCE FOR MACHINERY :

The Liabilities for sundry creditor towards purchase of Machinery from M/s. Diamond Processing Corporation and M/s. Star Machinery has been adjusted against the Machinery advances to M/s. R.V. Diamonds. Since They belongs to the same group as per the information and explanation given to us. After adjust the credit balance against the advances for Machinery the net balance has been shown in the balance sheet but Amount advance to R.V. Diamond for purchase of machinery during the year 1995 (Rs.67.52 lakh). Company has filed suite against them which is still pending in the High Court.

PROVIDENT FUND :

As per the information provided the provisions of provident fund, state insurance are not applicable is accounted on accrual basis and is charges to revenue account.

In the opinion of the Board of Directors, Sundry debtors, Current assets, Loans and Advances have a value on realization, In the ordinary course of business, atleast equal to the amount at which they are stated.

The company is yet to receive confirmations from parties in respect of balances outstanding in sundry debtors and creditors.

SEGMENT REPORTING :

The Company's business consists of one primary reportable business segment purchase and sale of Precious stones hence segment report is not required under Accounting Standard - 17.

EARNINGS PER SHARE (EPS)

	2011-12	2010-11
Profit after taxation	Rs. (10.04) lakhs	Rs. 6.53 lakhs
No. of Equity Shares	Rs. 40,50,000	Rs. 40,50,000
Basic & diluted earnings per share	Rs. (0.25)	Rs. 0.16
Nominal value per share	Rs. 10.00	Rs. 10.00

Provisions, Contingent Liabilities and Contingent Assets

Provision is recognized in respect of obligations where, based on the evidence available, their existence at the Balance Sheet date is considered probable.

A Provision is recognized if, as a result of a past event, the Company has a present legal obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation Provisions are determined by the best estimate of the outflow of economic benefits required to settle the obligation at the reporting date.

Provisions, contingent liabilities and contingent assets are reviewed at each balance sheet date.

Re-imbusement expected in respect of expenditure to settle a provision is recognized only when it is virtually certain that the Re-imbusement will be received.

A Contingent Asset is not recognized in the Accounts.

Previous years figures have been regrouped wherever necessary

As per our report of even date

FOR & ON BEHALF OF THE BOARD DIRECTORS

For **Bharat Kumar N. Jain**
Chartered Accountants
Membership No.027891

For LASER DIAMONDS LIMITED
RIKHABCHAND SAMDARIA
DIRECTOR

Place : CHENNAI
Date: 24.08.2012

TARUN CHORDIA
DIRECTOR

LASER DIAMONDS LIMITED

BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE:

I. Registration Details

Registration No.:

2 9 7 7 7

State Code:

1 8

Balance Sheet Date

3 1 0 3 2 0 1 2
Date Month Year

II. Capital raised during the year (Amount in Rs. Thousands)

Public Issue

N I L

Rights Issue

N I L

Bonus Issue

N I L

Private Placement

N I L

III. Position of mobilisation and Deployment of funds (Amount in Rs. Thousands)

Total Liabilities

2 3 3 0 4

Total Assets

2 3 3 0 4

IV. Performance of company (Amount in Rs. Thousands)

Turnover

1 5 9 5 8

Total Expenditure

1 6 9 5 4

Loss before Tax

9 9 6

Loss after Tax

1 0 0 4

Dividend Rate

N I L

V. Generic names of three principal products/service of company (as per monetary terms)

Item Code No. (ITC Code)

71021000

Product Description

UNASSORTED DIAMONDS

Item Code (ITC Code)

71023100

Product Description

Sawn, Unworked, Cleaved or bruted diamond

SOURCES OF FUNDS (Amount in Rs. Thousands)

Paid up Capital

4 0 1 3 1

Secured Loans

N I L

APPLICATION OF FUNDS

Net Fixed Assets

6 3 1 7

Net Current Assets

1 0 4 4 7

Reserves & Surplus

(1 6 8 7 4)

Investments

N I L

Accumulated Losses

N I L

Unsecured Loans

N I L

Miscellaneous Expenditure

N I L

LASER DIAMONDS LIMITED

LASER DIAMONDS LIMITED

Regd. Office : 41, Veerappan Street, Ground Floor, Sowcarpet, Chennai - 600 079.

ATTENDANCE SLIP

Name of the Shareholder :

Folio No. / Client ID No. :

No. of Shares held :

I/We record my/our presence at the Eighteenth Annual General Meeting of the Company at "Ragaas", 47, 1st Avenue, Shastri Nagar, Chennai - 600 020 at 10.30 A.M. on Friday the 28.09.2012.

Signature of the attending member of proxy

Notes: Shareholder/proxy holders wishing to attend the meeting must bring the attendance slip to the meeting and handover at the entrance duly signed.

2. Shareholders/proxy holders to attend the meeting should bring this copy of the Annual Report for reference at the meeting.

LASER DIAMONDS LIMITED

Regd. Office : 41, Veerappan Street, Ground Floor, Sowcarpet, Chennai - 600 079.

PROXY

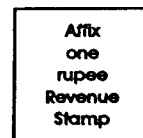
I/We of being a Member/
Members of the above named company, hereby appoint of
..... or failing him of
..... as my/out proxy to attend and vote for me/us in my/our behalf at the
EIGHTEENTH ANNUAL GENERAL MEETING of the company, to be held on Friday the 28.09.2012. and at any
adjournment.

Thereof, signed this day of 2012.

Regd. Folio No. / Client ID No. :

No. of Shares held

Signature



Note: The proxy must be returned so as to reach the Registered office of the Company Vix: 41, Veerappan Street, Sowcarpet, Chennai - 600 079, not less than Forty Eight hours before the Scheduled time for holding the aforesaid meeting.

If undelivered please return to :
Laser Diamonds Limited
Regd. Office
41, Veerappan Street, Ground Floor,
Sowcarpet, Chennai - 600 079.