

BOARD OF DIRECTORS

1. Mr. Prashantt Rupani- Chairman and Non-Executive Director
2. Mr. Darshak Rupani – Managing Director
3. Mr. Rameshchandra Kothari – Director
4. Mr. Jaynish R. Kothari – Director
5. Mr. Nalin Shah - Director
6. Mr. Jitendra Mehta- Director

AUDITORS

N.K.Jalan & Co. Chartered Accountants

LEGAL ADVISORS

Smt. Anjana Gupta
Advocate, Esplanade Court

BANKERS

Punjab and Sindh Bank
Indian Overseas Bank
Bank of India
State Bank of Bikaner and Jaipur

REGISTERED OFFICE

312A, Kailas Plaza, Vallabh Baug Lane, Ghatkopar East, Mumbai 400077 Maharashtra India

STOCK EXCHANGES

Bombay Stock Exchange Limited

REGISTRAR AND SHARE TRANSFER AGENTS

Sharex Dynamic (India) Pvt. Ltd.
Unit-1 Luthra Industrial Estate,
Safed Pool,
Andheri (E),
Mumbai – 400 072.

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NOTICE

Notice is hereby given that the 23rd Annual General Meeting of the Members of White Diamond Industries Limited will be held on Monday, 23rd September, 2013 at 10.00 A.M at the Office No. 312A, Kailas Plaza, Vallabh baug lane, Ghatkopar (East), Mumbai – 400 077 to transact the following business.

ORDINARY BUSINESS

1. To receive, consider and adopt the audited Balance Sheet as on March 31, 2013 and Profit & Loss Account for the year ended on that date and the Reports of Board of Directors and Auditors thereon.
2. To appoint a director in place of Mr. Prashantt Mahesh Rupani, who retires by rotation, and being eligible, offers himself for re-appointment.
3. To appoint a director in place of Mr. Jitendra Jogalkishore Mehta, who retires by rotation, and being eligible, offers himself for re-appointment.
4. To appoint Auditors and fix their remuneration and in this regard to consider and if thought fit, to pass, with or without modifications, the following resolution as an Ordinary resolution:

“Resolved that M/s. N.K. Jalan & Co., Chartered Accountants, Mumbai, the retiring Auditors, be and are hereby appointed as Statutory 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 on such remuneration and reimbursement of expenses as agreed upon by the Board of Directors and the Auditors in connection with the audit of the accounts of the Company for the year ending on 31.03.2014.”

By Order of the Board of Directors

SD/-

Prashantt M. Rupani
Chairman

Date: 29.07.2013

Registered Office:

Office No. 312A
Kailas Plaza,
Vallabhbaug lane,
Ghatkopar (East),
Mumbai – 400 077
INDIA.

Notes:

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE ABOVE MEETING IS ALSO ENTITLED TO APPOINT ONE OR MORE PROXIES TO ATTEND AND VOTE INSTEAD OF HIMSELF/HERSELF AND THE PROXIES. THE INSTRUMENT APPOINTING PROXY SHOULD BE DULY STAMPED, COMPLETED AND SIGNED AND MUST BE DEPOSITED AT THE REGISTERED OFFICE OF THE COMPANY NOT LESS THAN 48 HOURS BEFORE THE COMMENCEMENT OF ANNUAL GENERAL MEETING.
2. The Register of Members and the share transfer books of the Company will remain closed from Monday, the 16th September, 2013 to Monday, 23rd September, 2013(both days inclusive).
3. Members desirous of obtaining any information concerning the Accounts and Operations of the Company are requested to address their queries to the Company Secretary, so as to reach him at least seven days before the date of Meeting.
4. Members/Proxies attending the Meeting are requested to bring their Attendance Slip, sent herewith, duly filled in and also their copies of the Annual Report which will be mailed to them as a part of Go Green Initiative.
5. All queries relating to Share Transfer and allied subjects should be addressed to :
Sharex Dynamic (India) Pvt. Ltd.
(Unit : WDIL)
Unit No. 1, Luthra Industrial Premises
Safed Pool
Andheri – Kurla Road,
Mumbai – 400 072.

Details of Directors seeking reappointment in forthcoming Annual General Meeting**(In pursuance of Clause 49 of the Listing Agreement)**

Name of Directors	Brief Resume	Nature of expertise in specific areas	Date of Birth	Date of Appointment
Mr. Prashant Mahesh Rupani	He is a graduate from Mumbai University aged about 34 years has worked in the Business Process Outsourcing Industry for more than 16 years	Compliance	19/11/1976	23/08/2011
Mr. Jitendra Jogalkishore Mehta	He has 30 years of experience in the field of Commerce, Accountancy and the company has been benefited from his experience	Technical	22/06/1952	04/06/2012

DIRECTOR'S REPORT

**To
The Members,**

Your Directors present the Twenty Third Annual Report on the business and operations of the Company, along with the Audited Statement of Accounts for the Financial Year ended 31st March, 2013.

1. FINANCIAL RESULTS

PARTICULARS	CURRENT YEAR 2012-2013 (in Rs.)	PREVIOUS YEAR 2011-2012 (in Rs.)
Sales and Other Income	7,13,01,899	9,52,19,934
Net Profit before Depreciation and Interest	22,59,475	27,88,592
Less: Finance Costs	NIL	NIL
Less: Depreciation	(3,17,333)	(2,72,860)
Net Profit before Tax	19,42,142	25,15,732
Less: Provision for Tax	(6,50,000)	(8,00,000)
Less: Tax adjustment related to prior years	NIL	(24,982)
Add: Provision for Deferred Tax	47,113	1,07,103
Net Profit After Tax	13,39,255	17,97,853
Balance Brought Forward from Previous Year	4,04,89,966	3,86,92,113
Balance carried forward to Balance Sheet	4,18,29,221	4,04,89,966

2. DIVIDEND

Your Board of Directors does not recommend any dividend for the financial year ended 31st March, 2013.

3. OPERATIONS

The year under review has been an average year for the Company. Your Company has achieved a turnover of Rs 713.01 Lacs in comparison to Rs.952.19 Lacs during the previous year.

The Company has not been able to do any export business during 2012-2013. However the Company has done good domestic business of cut and polished diamonds with reputed companies.

However, keeping the further consolidation of financial strength in view, the Board of Directors does not recommend any dividend.

4. CORPORATE GOVERNANCE

Your Company has been very active in introduction and implementation of corporate governance norms. Your Company has taken all the mandatory steps as required in Clause 49 (as amended) of the Listing Agreement. A detailed report on Corporate Governance along with a certificate from the Auditors confirming the compliance is annexed hereto (Annexure) and forms part of the Directors' Report.

5. DIRECTORS

Mr. Prashant Mahesh Rupani, Chairman and Non Executive Director , retires by rotation at the ensuing Annual General Meeting and being eligible , offers himself for reappointment. The Board recommends his reappointment.

Mr. Jitendra Jogalkishore Mehta, Independent Director , retires by rotation at the ensuing Annual General Meeting and being eligible , offers himself for reappointment. The Board recommends his reappointment.

6. DIRECTOR'S RESPONSIBILITY

Pursuant to Section 217(2AA) of the Companies (Amendment) Act, 2000, the Directors confirm that:

1. In the preparation of the annual accounts, the applicable accounting standards have been followed;
2. Appropriate Accounting Policies have been selected and applied consistently, and have 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, 2013 and of the Profit and Loss Account for the financial year 1st April, 2012 to 31st March, 2013.
3. Proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956, for safeguarding the assets of the Company and preventing and detecting fraud and other irregularities;
4. The Annual Accounts have been prepared on a going concern basis.

7. PARTICULARS OF EMPLOYEE U/S 217(2A) OF THE COMPANIES ACT, 1956

Information required for particulars of Employee as required under Section 217 (2A) of the Companies Act, 1956 is not given as none of the Employees draws salary and other perks above the prescribed limit.

8. AUDITOR'S REPORT

Notes to the Accounts as referred in the Auditors Report are self explanatory and therefore, do not call for any further comments or explanations.

9. AUDITOR

M/s. N K Jalan & Co., Chartered Accountant, Statutory Auditor of the Company will retire at the ensuing Annual General Meeting and is eligible for re-appointment. The said Auditors have confirmed that his appointment if made shall be within the limits of Section 224(1B) of the Companies Act, 1956. The Board of Directors recommends appointment of M/s. N K Jalan & Co, Statutory Auditor of the Company and fixes his remuneration.

10. FIXED DEPOSITS

Your Company has not accepted Deposits from Public u/s.58A of the Companies Act, 1956 and Companies (Acceptance of Deposits) Rules, 1975.

11. INSURANCE:

Your Company could not take adequate insurance cover for all its Assets, which will be done in the next financial year.

12. LISTING OF SECURITIES

Listing of Securities: All the Equity Shares issued and allotted by the Company so far have been duly listed with the Bombay Stock Exchange Limited (BSE) at Mumbai and de-listing applications are in the process for getting the shares delisted from Madras, Delhi and Ahmedabad Stock Exchanges.

The Company has paid the listing fees for the financial year 2013-14 to BSE.

13. SUBSIDIARY COMPANY

The Company has "Sapna Infraventure Private Limited " as its Wholly Owned Subsidiary formed on 19/12/2011.

14. DISCLOSURES

Information of conservation of energy, technology absorption, foreign exchange earnings and outgo required to be given pursuant section 217(1)(e) of the Companies Act, 1956 read with Companies (Disclosure of Particulars in the Report of the Board of Directors) Rules, 1988 is given here below :

The Company's main line of business is Trading, Manufacturing, Import and Export of Rough and Cut & Polished Diamonds.

Total Foreign Exchange used Rs. Nil.

Total Foreign Exchange Earned: Rs. Nil

15. ACKNOWLEDGEMENT

Your Directors take this opportunity to express their deep sense of gratitude to the Central, State Governments and Local Governments, Financial Institutions and Banks for their continued support, co-operation and guidance.

At this point your Directors like to place on record their sincere appreciation for the total commitment, dedication and hard work put in by every Employee of the Company.

And to you our Shareholders, we are deeply grateful for the confidence and faith that you have always placed in us.

Your Directors express their deepest gratitude to the esteemed customers of the Company for their continuous confidence and faith, which they have in the products and services of your Company.

For and on behalf of the Board of Directors

SD/-

Prashantt M. Rupani
Chairman

Date: 29.07.2013

MANAGEMENT DISCUSSION AND ANALYSIS

Pursuant to Clause 49 (IV) (B) & (F) of the Listing Agreement your Directors wish to report as follows:

a. Industry Structure and Development:

In view of the demand for cut and polished diamonds, there is good demand in diamond business in the Domestic as well as International Market. The Companies which will manage to maintain high standards of quality will see potential in the Indian / Overseas market in diamond trade and export.

b. Opportunities and Threats:

Opportunities are there for Companies who maintain their standards of quality but the market conditions in the Domestic and International market pose some threat to the industry. Hence, in view of the prevailing and future scenario in the Domestic and International Market, each Company in the Industry has to be very judicious in its business decisions.

c. Segment-wise or Product-wise Performance:

Segment wise or product wise analysis or performance is not applicable to your Company under Accounting Standard 17.

d. Outlook:

The outlook for the Industry and consequently for your company during the current financial year is reasonable, subject however, to the demands in the different parts of the world. Your Company is putting a lot of efforts to maintain high standards of quality and strengthen its financial position and is attempting to tie up with various Banks- National & Multinational for working capital so as to expand its operations and export business.

e. Risks and Concerns:

Domestic and International market conditions could be the only risk which may be faced by the Diamond Industry. Other risks or concerns related to finance, production, stocks, insurance, etc. are being managed adequately and efficiently by your Company.

f. Internal Control Systems and their adequacy:

Your Company has put effective internal control systems into operation and is having regular internal audit mechanism to monitor and review the same under the overall control and supervision of the statutory Auditor and the Audit Committee of Directors. These systems have improved substantially and resulted into better management and effective controls. Continuous improvement in this regard is ongoing.

g. Discussion on Financial Performance with respect to Operational Performance:

The Financial performance with respect to the operational performance during the year under review was satisfactory.

h. Material Development in Human Resources / Industrial Relations Front, including Number of People Employed:

Your Company is constantly endeavoring to introduce Human Resources Development activities for overall improvement of its team. Your Company has cordial and healthy industrial relations at all levels.

i. Material Financial and Commercial Transactions:

There are no material significant financial and commercial transactions with the related parties viz. Promoters, Directors or the Management, their Companies / firms or relatives conflicting with the interest of the Company. The Promoters and the Directors are not dealing in the Shares of the Company.

For and on behalf of the Board of Directors

SD/-

Prashant M. Rupani
Chairman

Date: 29.07.2013

REPORT ON CORPORATE GOVERNANCE FOR THE YEAR 2012-2013**1. INTRODUCTION***The Company's Philosophy on Corporate Governance*

The Company has incorporated sound Corporate Governance practices since long. The Company has all along believed in and practiced fair business and corporate practices with all its stakeholders and associates. The Board of Directors has always had adequate competent independent Directors. For effective discharge of its functions and proper deliberations, Board has constituted various committees.

Given below is the report of Directors on the practices prevalent on Corporate Governance in the Company.

2. BOARD OF DIRECTORS**a) Composition of the Board, Category and details of Directorship(s) in other Companies:**

The Company is fully compliant with Corporate Governance Norms as prescribed by SEBI. The Company's philosophy is based on preserving core values and business ethics through proper Composition of Board.

Your Company's Board comprises of 6 Directors with considerable experience in their respective fields during the year under review. Of these 3 are Independent Directors. The details of the Directors with regard to their other directorship (excluding Private Limited Companies and Section 25 Companies) and Committee Positions are as follows:

Sr. No	Name of Directors	Executive/ Non-Executive/ Independent	No. of Other Directorship	Chairman of the Board	Board Committee of which he is a Member	Chairman of the Committee
1.	Mr. Prashantt M Rupani	Non Executive Chairman	-	-	-	-
2.	Mr. Darshak M Rupani	Managing Director	-	-	-	-
3.	Mr. Jitendra Mehta	Executive Director	-	-	-	-
4.	Mr. Jaynish R Kothari	Independent	-	-	-	-
5.	Mr. Rameshchandra Kothari	Independent	-	-	-	-
6.	Mr. Nalinkumar A Shah	Independent	-	-	-	-

ii. Attendance of each Director at the Board Meeting during the Financial Year 2012- 2013 and the last Annual General Meeting (AGM):

Sr. No.	Name of Directors	No of Meetings Directors were Present	Attendance at the Last AGM
1.	Mr. Darshak M Rupani	4	Yes
2.	Mr. Prashantt M. Rupani	4	Yes
3.	Mr. Rameshchandra Kothari	4	Yes
4.	Mr. Jaynish R Kothari	3	Yes
5.	Mr. Nalinkumar A Shah	3	Yes
6.	Mr. Jitendra Mehta	4	Yes

iii. The Board of Directors during the Financial Year 2012-2013 had Four Meetings which are as follows:

1. 30th May 2012.
2. 30th July, 2012.
3. 29th October 2012.
4. 30th January 2013.

Disclosure regarding Appointment and Reappointment of Directors.

a. *Retirement by Rotation:*

Mr. Prashantt Mahesh Rupani and Mr. Jitendra Jogalkishore Mehta are the retiring Directors and have expressed their willingness to be reappointed as Directors of the company

b. *Appointment and Resignation of Directors*

There is no appointment or resignation of Directors during the current year ended 31st March, 2013.

3. AUDIT COMMITTEE

a. *Brief Description of Terms of Reference:*

The Audit Committee of the Company is constituted in line with the provisions of Clause 49 of the Listing Agreement with the Stock Exchanges read with Section 292A of the Companies Act, 1956.

The terms of reference and powers of the Audit Committee are as mentioned in Clause 49 II (A) to (E) of the Listing Agreement entered into with the Stock Exchanges and include overseeing the Company's financial reporting process, reviewing with the management the financial statements and the adequacy of the internal audit function and to discuss significant internal audit findings, statutory compliance and issues related to risk management and compliances.

b. *Composition, Name of Members & Chairperson:-*

1. Mr. Nalinkumar A. Shah
2. Mr. Rameshchandra P Kothari
3. Mr. Jaynish R Kothari

All the Members of the Audit Committee are Non-Executive Independent Directors. Shri Nalinkumar A Shah is the chairman of the Audit committee. They possess sound knowledge of accounts, audit, finance etc.

The Statutory Auditor is the permanent invitees of the Committee. The terms of reference of the Audit Committee are as per the guidelines set out in Clause 49 of the Listing Agreement with the Stock Exchanges read with Section 292A of the Companies Act, 1956. These broadly includes approval of Annual Internal Audit Plan, review of financial reporting systems, internal control systems, ensuring compliance with regulatory guidelines, discussions on quarterly / annual financial results, interaction with statutory and internal auditors, appointment and removal of statutory auditors. The Audit Committee reviews the reports submitted by the Internal Auditor of the Company.

Head of Finance & Accounts department attends all the Committee Meetings and briefs the Committee on all the points covered in the Report as well as the other issues which comes up during discussions.

iii. Meetings and attendance during the year

The Audit Committee during the Financial Year ended on 31st March, 2013 had the following meetings:-

1. 30th May 2012.
2. 30th July, 2012.
3. 29th October 2012.
4. 30th January 2013.

iv. During the period 01.04.2012 to 31.03.2013, the Audit Committee met four times and the attendance of the Audit Committee members at the said meetings are detailed below:

Sr. No.	Name of Directors	No. of Meetings attended
1.	Mr. Nalinkumar A. Shah	4
2.	Mr. Rameshchandra P Kothari	4
3.	Mr. Jaynish R Kothari	4

4. SUBSIDIARY COMPANIES:

Your Company has a Subsidiary named Sapna Infraventure Private Limited since December, 2011.

5. REMUNERATION COMMITTEE

i. Brief Description of Terms of Reference:-Pursuant to the Clause 49 of the Listing Agreement and Schedule XIII to the Companies Act, 1956, the terms of reference of the Remuneration Committee is to determine Company's policy on specific remuneration packages to Executive Directors including pension rights and any compensation payments and also to approve payment of remuneration to Managing or Whole-Time Directors.

ii. Composition, Name of Members & Chairperson:-

1. Mr. Nalinkumar A Shah
2. Mr. Rameshchandra P Kothari
3. Mr. Jaynish R Kothari

All the members of the Remuneration Committee are Non-Executive Independent Directors and Mr. Rameshchandra P Kothari is the Chairman.

iii. Attendance during the Year

During the period 01.04.2012 to 31.03.2013, the Remuneration Committee met once on 30th July, 2012 and the attendance of the members at the said meeting are detailed below:

Sr.No.	Name of Directors	No. of Meetings attended
1.	Mr. Nalinkumar A Shah	1
2.	Mr. Rameshchandra P Kothari - Chairman	1
3.	Mr. Jaynish R Kothari	1

iv. Remuneration Policy :

The remuneration to the executive and non-executive directors of the company is approved by the remuneration committee as per the Remuneration Policy of the Company.

v. Remuneration of Directors:

Name of Directors	Salary (Note No.1) Rs.	Sitting Fees Rs.	Commission Rs.	Stock Option (Note No.2)	Service Contract	Notice Period
Mr. Darshak M Rupani	300000	-	-	-	N.A.	N.A.
Mr. Mahesh M. Rupani (ceased w.e.f 04.06.2012)	30000	-	-	-	N.A.	N.A.
Mr. Prashant M Rupani	-	-	-	-	N.A.	N.A.
Mr. Jitendra Mehta	150000					
Mr. Rameshchandra P Kothari	-	-	-	-	N.A.	N.A.
Mr. Jaynish R Kothari	-				N.A.	N.A.
Mr. Nalin A Shah	-				N.A.	N.A.

Note 1: Salary includes Basic Salary, Allowances, Contribution to Provident and Superannuation Funds and Perquisites (including monetary value of taxable perquisites), etc.

6. SHAREHOLDERS COMMITTEE

I. Name of Non-executive Director Heading the Committee:

The Committee is looking after the Shareholder's / Investor's Grievance and redresses of investor's / shareholder's complaints related to transfer of shares, non-receipt of balance sheets, non-receipt declared dividends etc. This committee consists of the following Non-Executive Directors as its members: -

1. Mr. Nalinkumar A Shah
2. Mr. Jaynish R Kothari

During the Financial Year 2012-2013, this committee had 4 meetings on

1. 30th May 2012.
2. 30th July, 2012.
3. 29th October 2012.
4. 30th January 2013.

Mr. Jaynish R. Kothari, Independent Director who was designated as a Compliance Officer who was overseeing the Investor's Grievances as of 31st March 2013 there were No complaints pending for reply. There were no requests for Transfer of Shares, Issue of Duplicate Shares and Transmission of Shares etc. pending as on the said date.

II. Name and Designation of Compliance Officer:

Mr. Jaynish R Kothari – Non Executive Independent Director

III. Number of Shareholders Complaints received during the Financial Year:

During the Financial Year 2012 -13 The Company have received 5 Complaints.

IV. Number of Complaints not solved to the satisfaction of Shareholders:

Nil

V. Number of Pending Complaints:

Nil.

7. GENERAL BODY MEETINGS:

i) Location and time when last three Annual General Meeting held:

The details of the Annual General Meeting held in last three years are as under:

<i>Year</i>	<i>Date and Time</i>	<i>Venue</i>
2009-2010	27 th September 2010, 10.00 am	Office No.5, Dharamveer Shopping Centre, Ashok Chakravarti Road, Opp. Damodar Hall, Kandivli (E), Mumbai 400 101
2010- 2011	26 th September 2011, 10.00 am	312A, Kailas Plaza, Vallabh Baug Lane, Ghatkopar East, Mumbai 400077
2011-2012	24 th September 2012, 10.00 am	312A, Kailas Plaza, Vallabh Baug Lane, Ghatkopar East, Mumbai 400077

ii) Special Resolution passed in previous three Annual General Meeting :

No Special Resolution has been passed during the Financial Year 2010-2011

We have passed a special resolution through postal ballot for issue of 4000000 convertible warrants into equity shares in 2011 – 2012 and subsequently converted the warrants into equal no. of fully paid up equity shares during the Financial Year 2011 - 2012

No Special Resolution has been passed during the Financial Year 2012-2013

iii) No Extra Ordinary General Meeting was held during the year

iv) NO Postal Ballot was conducted during the year 2012-2013

8. DISCLOSURES

- There are no materially significant transactions with the related parties' viz. Promoters, Directors or the Management, their Subsidiaries or relatives conflicting with the Company's interest.
- There is no pecuniary relationship or transactions of non-executive director's vis- à-vis the Company.
- No penalties or strictures have been imposed on the Company by Stock Exchange Or SEBI or any statutory authority on any matter related to capital markets.
- Company has a subsidiary co., Sapna Infraventure Private Limited w.e.f. Dec 2011.

9. MEANS OF COMMUNICATION

i. Quarterly Results: -

The quarterly, half-yearly and yearly financial results of the Company are sent to the Stock Exchanges immediately after they are approved by the Board.

ii. Newspapers wherein results normally published: -

Un-audited and Audited Financial Results are published in Free Press Journal (English) having all India coverage and Navshakti (Marathi) local newspaper.

iii. Website:

Name of Company's Website where the results are displayed: www.wdil.in

iv. Official News Releases

The Company displays official no's released as and when the situation arises.

- a. **Presentations** :The Company makes presentation to institutional investors the analysts when found appropriate.

iv. Email id : info@wdil.in

10. GENERAL SHAREHOLDERS' INFORMATION**i. Annual General Meeting: Date, Time and Venue**

23rd September, 2013
 10.00 A.M
 Office No.312A, Kailas Plaza,
 Vallabhbaug Lane
 Ghatkopar (East)
 Mumbai 400 077.

ii. Financial Year : 2012-2013**iii. Date of Book Closure:** 16.09.2013 to 23.09.2013**iv. Dividend Payment Date:** Not applicable**v. Listing on Stock Exchange:**

The Company has paid listing fees for the financial year 2013-14 to BSE. The other Stock Exchanges as mentioned above the Company is seeking for De-listing, hence no listing fees are paid to them.

vi. Name of Stock Exchange and Stock Code:

Name of the Stock Exchange	Stock Code
Mumbai Stock Exchange	513713

vii. Performance in comparison to BSE Sensex :

Month	White Diamond Industries limited		Sensex	
	HIGH	LOW	HIGH	LOW
April 2012	46.70	35.05	17,664.10	17,010.16
May 2012	38.90	30.00	17,432.33	15,809.71
June 2012	38.45	23.10	17,448.48	15,748.98
July 2012	34.60	23.70	17,631.19	16,598.48
August 2012	30.65	25.35	17,972.54	17,026.97
September 2012	31.00	24.20	18,869.94	17,250.80
October 2012	29.00	22.00	19,137.29	18,393.42
November 2012	24.80	20.10	19,372.70	18,255.69
December 2012	23.00	18.30	19,612.18	19,149.03
January 2013	26.10	17.90	20,203.66	19,508.93
February 2013	22.25	19.25	19,966.69	18,793.97
March 2013	23.50	17.75	19,754.66	18,568.43

viii. Share Transfer Agents:

Sharex Dynamic (India) Pvt. Ltd.
 Unit No. 1, Luthra Industrial Premises
 Safed Pool, Andheri – Kurla Road
 Mumbai – 400 072.

ix. Share Transfer System:

Shares sent for transfer in physical form are registered and returned by our Registrar and Share Transfer Agent in approximately 20-25 days of receipt of the documents. Provided documents received are in order.

Shares under objections are returned within 15-20 days. The Share Transfer Committee meets generally on monthly basis.

x. Distribution of Shareholding:

The Shareholding distribution of equity shares as on 31st March, 2013 is given here below:

RANGE OF SHARES	NUM OF HOLDERS	(%) OF HOLDERS	TOTAL SHARES	(%) OF SHARES
UPTO TO 100	9086	82.64	898038	7.18
101 TO 200	509	4.63	100797	0.81
201 TO 500	589	5.36	237133	1.90
501 TO 1000	487	4.43	437587	3.50
1001 TO 5000	256	2.33	581909	4.66
5001 TO 10000	30	0.27	223582	1.79
10001 TO 100000	24	0.22	828818	6.63
100001 AND ABOVE	14	0.13	9192136	73.54
** TOTAL **	10995	100.00	12500000	100.00

xi. Dematerialization of Shares:

Nearly 86 % of total Equity Shares have been dematerialized with NSDL /CDSL upto 31.03.2013.

xii. Outstanding ADR/GDR : Nil**xiii. Address for the Correspondence:****Registered Office:**

312A, Kailas Plaza
VallabhBaug Lane
Ghatkopar (East)
Mumbai 400 077.

Email : info@wdil.in

Website : <http://www.wdil.in>

xiv. Code of Conduct:

The Board has laid down a Code of Conduct for all Board Members and Sr. Management of the Company which is posted on the Website of the Company.

All the Board Members and Senior Management persons have affirmed compliances with the Code on annual basis. A Declaration to this effect signed by the Managing Director forms part of this Report.

xv. Auditor's Certificate on Corporate Governance:

The Auditors Certificate on Compliance of Clause 49 of the Listing Agreement relating to Corporate Governance is published as an Annexure to this Report.

xviii. Shareholding Pattern:

Share Holding Pattern of equity shares as on 31st March, 2013 is given here below:

	Category	No. of Shares Held	% of holding
A.	Promoter's Holding		
1.	Promoters		
	- Indian Promoters	1706668	13.653
	- Foreign Promoters		
2.	Persons acting in concert	-	-
3.	Body Corporates	1738450	13.908
	Sub-Total (A)	3445118	27.561
B.	Non-Promoters Holding		
1.	Institutional Investors		
a.	Mutual Funds and UTI	-	-
b.	Banks, Financial institutions, Insurance Companies (Central/State Govt. Institutions/Non Govt. Inst.)	-	-
c.	FII's	-	-
	Sub-Total (B) (1)	-	-
2.	Others		
a.	Private Corporate Bodies	271646	2.173
b.	Indian Public	8312709	66.502
c.	NRIs	410125	3.281
d.	Any other – Clearing Member	32502	0.260
e.	OCB	27900	0.223
	Sub-Total (B) (2)	9054882	72.439
	GRAND TOTAL	12500000	100.000

ix Green Initiative

The Ministry of Corporate Affairs has taken initiative "Green Initiative in Corporate Governance" by allowing paperless compliances'. The Company has planned to utilize this scheme for better and efficient compliance and procedure.

For and on behalf of the Board of Directors

SD/-

Prashantt M. Rupani
Chairman

Date: 29.07.2013

To,
The Members of
White Diamond Industries Limited
Mumbai.

Declaration

I, Darshak M Rupani, Managing Director of White Diamond Industries Limited having its registered office at 312A, Kailas Plaza, Vallabh Baug Lane, Ghatkopar (East), Mumbai 400 077, do hereby declare that the code of conduct for the Directors and Senior Management have been prepared in terms of Clause 49 of the Listing Agreement (as amended) and the same have been affirmed by the Board Members and senior management of the Company.

I further declare that the said Code of Conduct have been posted on the website of the Company in accordance with the Clause 49 of the Listing Agreement.

Place : Mumbai
Date :29.07.2013

For White Diamond Industries Limited

Darshak M. Rupani
Managing Director

CERTIFICATE

To,
The Members of
White Diamond Industries Limited
Mumbai.

We have examined the compliance of the conditions of Corporate Governance by White Diamond Industries Limited for the financial year ended 31st March, 2013 as stipulated in Clause 49 of the Listing Agreement of the said Company, with the Stock Exchanges.

The Compliance of the conditions of Corporate Governance is the responsibility of the management. Our examination has been limited to a review of the procedures and implementations thereof, adopted by the Company for ensuring compliance with the conditions of Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In our opinion and to the best of our information and according to the explanations given to us, and the representations made by the Directors and the management, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in Clause 49 of the above mentioned Listing Agreement.

As required by the Guidance Note issued by the Institute of Chartered Accountants of India, we have to state that the Registrars and Share Transfer Agents of the Company have maintained records to show the Investors' Grievances against the Company and have certified that as on March 31st, 2009, there were no investor grievances remaining unattended / pending for more than 30 days.

We further state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the management has conducted the affairs of the Company.

For N. K. Jalan & Co.
Chartered Accountant

SD/-
N K Jalan
Proprietor
Mumbai

Dated: 29.07.2013

Annual Audit Report

Form A

(As per Clause 31(a) of the Listing Agreement)

Sr No	Particulars	Remarks
1.	Name of the Company	White Diamond Industries Limited
2.	Annual financial statements for the year ended	31 st March, 2013
3.	Type of Audit observation	Unqualified
4.	Frequency of observation	Not Applicable

Place : Mumbai

For WHITE DIAMOND INDUSTRIES LIMITED

Date: 29.07.2013

Darshak Rupani

Managing Director



N. K. J A L A N & CO.
Chartered Accountants

2-A, Mayur Apartments,
Dadabhai Cross Road No.3,
Vile Parle (West),
MUMBAI-400 056.
Off : 26210904/26210900.
Mob. 9324114104

INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF WHITE DIAMOND INDUSTRIES LIMITED

Report on the Financial Statements

1. We have audited the accompanying financial statements of WHITE DIAMOND INDUSTRIES LIMITED (the *Company*), which comprise the Balance sheet as at 31st March, 2013. The statement of Profit and Loss and also Cash Flow for the year then ended, and a summary of significant accounting policies and other explanatory information, which we have signed under reference to this report.

Management Responsibility for the Financial Statement's

2. The Company's Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flow of the Company in accordance with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956 of India (the *Act*). These responsibilities includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of financial statements that gives a true and fair view and are free from material misstatements, whether due to fraud or error.

Auditors' Responsibility

3. Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by Institute of Chartered Accountants of India. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatements.
4. An audit involves performing procedures to obtain audit evidence, about the amounts and disclosures in the financial statements. The procedure selected depends on the auditors' judgment, including the assessment of the risk of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditors' internal control relevant to the company's preparation and fair representation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimate made by the Management, as well as evaluating the overall presentation of the financial statements.

5. We believe that, audit evidence that we have obtained is sufficient and appropriate to provide a basis for our opinion.

Opinion

6. In our opinion, and to the best of our information and according to the explanations given to us, the accompanying financial statements give the information required by the Act in the manner so required and give true and fair view in conformity with the accounting principles generally accepted in India:
- (a) In the case of Balance Sheet, of the state of affairs of the Company as at 31st March, 2013;
 - (b) In the case of the statement of Profit and Loss, of the Profit for the year ended on that date; and
 - (c) In the case of the Cash Flow Statements, of the cash flow for the year ended on that date.

Report on other Legal and Regulatory Requirement

7. As required by 'the Companies (Auditor's Report) Order, 2003, as amended by the Companies (Auditor's Report) (Amended) Order, 2004 issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Companies Act, 1956 (hereinafter referred as to the "order"), and on the basis of such checks of the books and record of the Company as we considered appropriate and according to the information and explanation given to us, we give in the Annexure a statement on the matters specified in paragraphs 4 & 5 of the order.
8. As required by the Section 227 (3) of the Act, we report that:
- (a) We have obtained all the information and explanations which, to the best of our knowledge and belief, were necessary for the purpose of our audit;
 - (b) In our opinion, proper Books of Accounts as required by the law have been kept by the Company so far as appears from our examination of those books;
 - (c) The Balance Sheet, Statement of Profit and Loss and the Cash Flow Statement dealt with by this report are in agreement with the Books of Accounts;
 - (d) In our opinion, the Balance Sheet, Statement of Profit and Loss and the Cash Flow Statement dealt with by this report comply with the accounting standards referred to in sub-section (3C) of section 211 of the Act;
 - (e) On the basis of written representations received from the directors, as on 31st March, 2013 and taken on record by the Board of Directors, we report that none of the director is disqualified as on 31st March 2013, from being appointed as a director in terms of clause (g) of Sub-section (1) of section 274 of the Act;

FOR N.K. JALAN & CO.
 CHARTERED ACCOUNTANTS
 FIRM NO. 104019W

PLACE: MUMBAI
 DATED: 27.05.2013

 (N.K. JALAN) PROPRIETOR

M/S WHITE DIAMOND INDUSTRIES LTD.

ANNEXURE TO AUDITORS' REPORT**REFERRED TO IN PARAGRAPH-3 OF OUR REPORT OF EVEN DATE**

- (i) (a) The company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- (b) All the assets have been physically verified by the management during the year, and as informed by management there is a regular program of verification. In our opinion the procedure followed for physical verification are adequate in relation to size of company and nature of its business. No material discrepancies were noticed during the year.
- (c) During the year, the company has not disposed off any fixed assets.
- (ii) (a) The physical verification of inventory has been conducted at reasonable intervals by the management.
- (b) The procedures of physical verification of inventory followed by the management are reasonable and adequate in relation to size of company and nature of business.
- (c) The company is maintaining proper records of inventory and as per information and explanations given to us no material discrepancies were noticed during physical verification done by management. We have not conducted any physical verification of inventory during the year.
- (iii) (a) During the year Company has granted a loan of Rs. 8,81,72,350/- to one of the party covered in the register maintained under section 301 of the Companies Act, 1956. The above loan is unsecured and interest free.
- (a) In our opinion, the terms and conditions of loans given by the company are prima facie, not prejudicial to the interest of the company.
- (b) During the year the Company has taken an unsecured loan of Rs.5, 00,000/- and Rs.86, 000/- from two parties covered in the register maintained under section 301 of the Companies Act, 1956. The above loan is interest free.
- (c) During the year the company has made the payment of loan of Rs.5, 00,000.
- (iv) According to the information and explanation given to us, there is adequate internal control procedure commensurate with the size of Company and nature of business, for the purchase of inventory and fixed assets and for sale of goods and services.
- (v) (a) According to the information and explanations given to us, we are of the opinion that the transactions that need to be entered into the register maintained under section 301 of the Companies Act, 1956 have been so entered.
- (b) In our opinion and according to the information and explanations given to us, transactions made in pursuance of contracts or arrangements entered in the register maintained under section 301 of the Companies Act, 1956 and exceeding the value of rupees five lakhs in respect of any party during the year are reasonable having regards to the prevailing market prices at the relevant time.
- (vi) The Company has not accepted any public deposits. Hence Provision of this clause is not applicable.
- (vii) There is no internal audit done by external auditor. However the company is maintaining internal control commensurate with its size & nature of its business.
- (viii) The Company is not required to maintain cost records u/s. 209(1) (d) of the Companies Act, 1956. Hence Provisions of this clause is not applicable.
- (ix) (a) The company is regular in depositing with appropriate authority undisputed statutory dues including provident fund, employees' state insurance, sales tax, wealth tax, custom duty, excise duty and other statutory dues as applicable to it. According to the information and explanations

given to us, no undisputed amounts payable in respect of, wealth tax, sales tax, customs duty, excise duty were in arrears as at 31st March, 2013 for a period of more than six months from the date they became payable.

- (b) According to the information and explanations given to us, there are no dues of sales tax, custom duty, income tax, wealth tax, excise duty and cess, which have not been deposited on account of any dispute.
- (x) The company has not accumulated losses as at 31st March,2013 and has not incurred any cash losses in the current and in the immediately preceding financial year.
- (xi) In our opinion and according to the information and explanations given to us, the company has not defaulted in repayment of dues to bank.
- (xii) The company has not granted any advances in the nature of loans on the basis of security by way of pledge of shares or other securities. Hence Provisions of this clause is not applicable.
- (xiii) In our opinion, the company is not a chit fund or a nidhi/mutual benefit fund/society. Hence provisions of this clause is not applicable.
- (xiv) The company is not dealing in shares or any other securities. Hence provisions of this clause are not applicable.
- (xv) The company has not given any guarantees for loans taken by others from banks or financial institutions. Hence, provisions of this clause are not applicable.
- (xvi) The Company has not raised any term loan and hence provision of this clause is not applicable
- (xvii) According to the information and explanations given to us 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.
- (xviii) The Company has not made any preferential allotment of shares during the year to parties covered in the register maintained under section 301of the act.Hence, provision of this clause are not applicable.
- (xix) During the period covered by our audit, the company has not issued any debentures. Hence, provisions of this clause are not applicable.
- (xx) The Company has not raised any money by public issue during the period covered by our audit. Hence provisions of this clause are not applicable.
- (xxi) According to the information and explanation given to us, no fraud on or by the company has been noticed during the course of our audit.

FOR N. K. JALAN & CO.,
CHARTERED ACCOUNTANTS.
Firm No.104019W

PLACE : MUMBAI.
DATED: 27.05.2013

(N.K. JALAN) PROPRIETOR
Mem No. 11878.

WHITE DIAMOND INDUSTRIES LTD

Balance Sheet as at 31 March, 2013

Particulars	Note No.	As at 31 March, 2013	As at 31 March, 2012
		Rs	Rs
A EQUITY AND LIABILITIES			
1 Shareholders' funds			
(a) Share capital	2.1	125,000,000	125,000,000
(b) Reserves and surplus	2.2	117,829,221	116,489,966
2 Non-current liabilities		-	-
3 Current liabilities			
(a) Trade payables	2.3	391,132	714,415
(b) Other current liabilities	2.4	4,485,275	1,249,366
(c) Short-term provisions	2.5	730,604	1,190,819
TOTAL		248,436,232	244,644,566
B ASSETS			
1 Non-current assets			
(a) Fixed assets			
(i) Tangible assets	2.6	2,483,144	2,800,477
(iii) Capital work-in-progress		-	-
(b) Non-current investments	2.7	22,000,000	5,100,000
(c) Deferred tax assets (net)	2.8	315,849	268,736
(d) Other Non Current Assets	2.9	156,700	256,340
(d) Long term Loans and Advances	2.10	88,172,350	75,224,003
2 Current assets			
(a) Inventories	2.11	746,464	-
(b) Trade receivables	2.12	28,804,002	6,812,682
(c) Cash and cash equivalents	2.13	7,962,479	4,248,411
(d) Short-term loans and advances	2.14	97,695,604	149,834,277
(e) Other current assets	2.15	99,640	99,640
Notes To Accounts	1 & 2		
TOTAL		248,436,232	244,644,566

As per our report Of Even Date

For N. K. JALAN & CO.

Firm Reg No : 104019 W

Chartered Accountants

For WHITE DIAMOND INDUSTRIES LTD

CA N K JALAN

DARSHAK
RUPANIPRASHANTT
RUPANIRAMESH
KOTHARI

PROPRIETOR

Managing
Director

Chairman

Director

Mem. No. 11878

Place : Mumbai

Date : 27.05.2013

WHITE DIAMOND INDUSTRIES LTD			
Statement of Profit and Loss as at 31 March, 2013			
Particulars	Note No.	For the year ended	For the year ended
		31 March, 2013	31 March, 2012
		Rs	Rs
A CONTINUING OPERATIONS			
1 Revenue from operations (gross)	2.16	64,725,956	89,101,476
Less: Excise duty			
Revenue from operations (net)		64,725,956	89,101,476
2 Other Income	2.17	6,575,943	6,118,458
3 Total revenue		71,301,899	95,219,934
4 Expenses			
(a) Purchases of stock-in-trade	2.18	62,829,792	86,646,158
(b) Changes in inventories of finished goods, work-in-progress and stock-in-trade	2.18	-746,464	705,128
(c) Employee benefits expense	2.18	2,337,204	1,425,100
(e) Depreciation and amortisation expense	2.18	317,333	272,860
(f) Other expenses	2.18	4,621,892	3,654,956
Total expenses		69,359,757	92,704,202
5 Profit / (Loss) before exceptional and extraordinary items and tax (3 - 4)		1,942,142	2,515,732
6 Tax expense:			
(a) Current tax expense for current year		650,000	800,000
(b) Tax Adjustment relating to prior years			24,982
(c) Net current tax expense		-	-
(d) Deferred tax		-47,113	-107,103
Profit / (Loss) from continuing operations		1,339,255	1,797,853
7 Profit / (Loss) from continuing operations		-	-
8 Profit / (Loss) for the year		1,339,255	1,797,853
Particulars	Note No.	For the year ended	For the year ended
		31 March, 2013	31 March, 2012
		Rs	Rs
9.i Earnings per share (of ` 10/- each):			
(a) Basic			
(i) Continuing operations		0.16	0.17
(ii) Total operations		0.16	0.17
(b) Diluted			
(i) Continuing operations		0.16	0.17
(ii) Total operations		0.16	0.17
9.ii Earnings per share (excluding extraordinary items) (of ` 10/- each):			
(a) Basic			
(i) Continuing operations		0.16	0.17
(ii) Total operations		0.16	0.17
(b) Diluted			
(i) Continuing operations		0.16	0.17
(ii) Total operations		0.16	0.17
As per our report Of Even Date			
For N. K. JALAN & CO.		For WHITE DIAMOND INDUSTRIES LTD	
Firm Reg No : 104019 W			
Chartered Accountants			
CA N K JALAN		DARSHAK RUPANI	PRASHANTT RUPANI
PROPRIETOR		Managing	Chairman
Mem. No. 11878		Director	RAMESH KOTHARI
Place : Mumbai			Director
Date : 27.05.2013			

WHITE DIAMOND INDUSTRIES LTD Cash Flow Statement as at 31 March, 2013			
Particulars	As at 31 March, 2013	As at 31 March, 2012	
	Rs	Rs	
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before tax	1,942,142	2,515,732	
Adjustments to reconcile profit before tax to cash provided by operating activities	-		
Depreciation and amortisation expense	317,333	272,860	
Interest and dividend income	-6,575,943	-6,118,458	
Share Capital Written Off	99,640	99,640	
Provisions	-	-	
Effect of exchange differences on translation of assets and liabilities	-	-	
Effect of exchange differences on translation of foreign currency cash and cash equivalents	-	-	
Changes in assets and liabilities	-		
Inventory	-746,464	705,128	
Trade receivables	-21,991,320	-456,521	
Loans and advances and other assets	52,138,673	-40,700,265	
Liabilities	2,912,626	298,829	
Other Provisions	-460,215	137,087	
Income taxes paid		824,992	
NET CASH GENERATED BY OPERATING ACTIVITIES	27,636,472	-44,070,960	
CASH FLOWS FROM INVESTING ACTIVITIES			
Payment towards capital expenditure	-	-837,600	
Investments in subsidiaries	-16,900,000	-5,100,000	
Disposal of other investments	-	-	
Interest and dividend received	6,575,943	6,118,458	
CASH FLOWS FROM INVESTING ACTIVITIES BEFORE EXCEPTIONAL ITEM	-10,324,057	180,858	
Dividend income, net of taxes	-		
NET CASH PROVIDED BY/(USED IN) INVESTING ACTIVITIES	-10,324,057	180,858	
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from issuance of share capital on exercise of stock options	-	116,000,000	
Share Issue Expenses	-	-285,300	
Loan given to subsidiary	-12,948,347	-75,224,003	
Repayment of loan given to subsidiary	-		
Dividends paid including residual dividend	-		
Dividend tax paid	-		
NET CASH USED IN FINANCING ACTIVITIES	-12,948,347	40,490,697	
Effect of exchange differences on translation of foreign currency cash and cash equivalents	-		
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	4,364,068	-3,399,405	
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	4,248,411	7,647,816	
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	8,612,479	4,248,411	
<p>As per our report Of Even Date For N. K. JALAN & CO. FOR WHITE DIAMOND INDUSTRIES LTD. Firm Reg No : 104019 W Chartered Accountants</p>			
CA N K JALAN	DARSHAK	PRASHANTT	RAMESH
PROPRIETOR	RUPANI	RUPANI	KOTHARI
Mem. No. 11878	Managing Director	Chairman	Director
Place : Mumbai			
Date : 27.05.2013			

WHITE DIAMOND INDUSTRIES LIMITED.ACCOUNTING POLICIES AND NOTES FORMING PART OF THE BALANCE SHEET AS AT 31ST MARCH, 2013 AND PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2013.**Company Overview :**

White Diamond Industries Limited along with its 100% owned and controlled subsidiary Sapna Infraventure Pvt. Ltd. is a company engaged in business of trading in cut and polished diamonds.

1. SIGNIFICANT ACCOUNTING POLICIES

- (i) Basis of Preparation of financial statements:
These financial statements are prepared in accordance with Indian Generally Accepted Accounting Principles (GAAP) under the historical cost convention on the accrual basis except for certain financial instruments which are measured at fair values. GAAP comprises mandatory accounting standards as prescribed by the Companies (Accounting Standards) Rules, 2006, the provisions of the Companies Act, 1956 and guide lines issued by the Securities and Exchange Board of India (SEBI). Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or are vision to an existing accounting standard requires a change in the accounting policy hitherto in use.
- (ii) Revenue Recognition:
Expenses and Income considered payable and receivable respectively are accounted for on accrual basis except when no significant uncertainty as to determination or realization exists.
- (iii) Fixed Assets:
Fixed Assets are stated at cost including all expenses upto commissioning/putting the Assets into use.
- (iv) Depreciation:
Depreciation on Fixed Assets has been provided for in accordance with Schedule XIV to the Companies Act, 1956 on Straight line Method.
- (v) Investments:
Investments are stated at cost.
- (vi) Valuation of Inventories:
Raw Material & Finished Goods are valued 'at cost' or 'Market value' whichever is lower.
- (vii) Retirement and other Employee Benefit:
- (a) There is no defined contribution scheme prevailing in the company except Gratuity.
- (b) Provision in respect of leave encashment is recognized as an expense in Profit & Loss Account for the period in which the employee has rendered services.
- (b) Expenses in respect of other short term benefit are recognized on the basis of the amount paid or payable for the year for which the services are rendered by the employee.

- (viii) Taxation:
Income Tax expenses is accrued in accordance with AS22 `Accounting for Taxes on income' which includes current taxes and deferred taxes. Deferred income taxes reflects the impact of current year timing difference between taxable income and accounting income for the year. Deferred tax assets are recognized only to the extent that there is reasonable certainty that sufficient future taxable income will be available.
- (ix) Contingent Liability:
Contingent Liabilities are not provided for and are disclosed separately by way of notes.

AS PER OUR REPORT OF EVEN DATE

FOR N. K. JALAN & CO.
CHARTERED ACCOUNTANTS

(N. K. JALAN) PROPRIETOR
Place: Mumbai.
Dated: 27/05/2013.

WHITE DIAMOND INDUSTRIES LTD Balance Sheet as at 31 March, 2013				
Note 2.1 Share capital				
Particulars	As at 31 March, 2013		As at 31 March, 2012	
	Number of shares	Rs	Number of shares	Rs
(a) Authorised Equity shares of ` 10 each	12,500,000	125,000,000	12,500,000	125,000,000
(b) Issued # Equity shares of ` 10 each	12,500,000	125,000,000	12,500,000	125,000,000
(c) Subscribed and fully paid up Equity shares of ` 10 each	12,500,000	125,000,000	12,500,000	125,000,000
Total	12,500,000	125,000,000	12,500,000	125,000,000

Details of shares held by each shareholder holding more than 5% shares:

Class of shares / Name of shareholder	As at 31 March, 2013		As at 31 March, 2012	
	Number of shares held	% holding in that class of shares	Number of shares held	% holding in that class of shares
Equity shares Holding				
SAPNA INFRA TECH PRIVATE LIMITED	1,738,450	13.91	1,738,450	13.91
SHANTILAL MANGALJI MEHTA	1,465,000	11.72	1,465,000	11.72
NAVINCHANDRA DALPATLAL MEHTA	1,265,000	10.12	1,265,000	10.12
DILIP DALPATLAL MEHTA	1,120,000	8.96	1,120,000	8.96
DARSHAK M RUPANI	871,668	6.97	871,668	6.97
MAHESH MOHANLAL RUPANI	695,000	5.56	695,000	5.56
RESHMA SUNAY KOTHARI	7,155,118	57	7,155,118	57

The company has only one class of shares referred to as equity shares having a par value of Rs. 10/- each holder of equity shares is entitled to one vote per share.

During the year company increased its Authorised capital by Rs. 40000000 and issue shares of Rs. 10/- each same amount.

Note 2.2 Reserves and surplus

Particulars	As at 31 March, 2013	As at 31 March, 2012
	Rs	Rs
(a) Securities premium account		
Opening balance	-	-
Add : Premium on shares issued during the year	76,000,000	76,000,000
Less : Utilised during the year for:	-	-
Closing balance	76,000,000	76,000,000
(b) Surplus / (Deficit) in Statement of Profit and Loss		
Opening balance	40,489,966	38,692,113
Add: Profit / (Loss) for the year	1,339,255	1,797,853
Closing balance	41,829,221	40,489,966
Total	117,829,221	116,489,966

Note 2.3 Trade payables

Particulars	As at 31 March, 2013	As at 31 March, 2012
	Rs	Rs
Trade payables:		
Acceptances		
Other than Acceptances	391,132	714,415
Total	391,132	714,415

Balance of Creditors are subject to confirmation and/or Reconciliation/consequential adjustments if any.

Note 2.4 Other current liabilities

Particulars	As at 31 March, 2013	As at 31 March, 2012
	Rs	Rs
(f) Unpaid dividends	45,669	45,669
(vii) Advances from customers	4,439,606	1,203,697
(g) Unsecured loans		
Total	4,485,275	1,249,366

There is no contingent liability outstanding as on the the year ended 31st march 2013.

Note 2.5 Short-term provisions

Particulars	As at 31 March, 2013	As at 31 March, 2012
	Rs	Rs
(a) Provision for employee benefits:		
(vi) Provision for other employee benefits (give details)	-	12,100
(b) Provision - Others:		
(i) Provision for tax	650,000	800,000
(ii) Provision for salary	-	360,000
(ii) Provision - others	80,604	18,719
Total	730,604	1,190,819

Note 2.6 Fixed assets

A	Tangible assets	Gross block				Accumulated depreciation and impairment				Net block		
		Balance as at 1 April, 2012	Additions	Disposals	Other adjustments	Balance as at 31 March, 2013	Balance as at 1 April, 2012	Depreciation / amortisation expense for the year	Eliminated on disposal of assets	Balance as at 31 March, 2013	Balance as at 31 March, 2013	Balance as at 31 March, 2012
		Rs	Rs	Rs	Rs	Rs	Rs	Rs	Rs	Rs	Rs	Rs
	(a) Vehicles Owned	3,243,136	-	-	-	3,243,136	509,624	308,098	-	817,722	2,425,414	2,733,512
	(b) Office equipment Owned	93,190	-	-	-	93,190	63,576	1,519	-	65,095	28,095	29,614
	(d) Computers Owned	47,601	-	-	-	47,601	10,250	7,716	-	17,966	29,635	37,351
	Total	3,383,927	-	-	-	3,383,927	583,450	317,333	-	900,783	2,483,144	2,800,477
	Previous year	15,835,640				2,800,477	13,624,904	272,860		13,897,764	2,800,477	2,235,737

Note 2.7 Non-current investments

Particulars	As at 31 March, 2013			As at 31 March, 2012		
	Quoted #	Unquoted #	Total	Quoted	Unquoted	Total
	Rs	Rs	Rs	Rs	Rs	Rs
Investment in equity instruments (give details separately for fully / partly paid up instruments)						
(i) of subsidiaries (ii) of associates (iii) of joint venture companies (iv) of controlled special purpose entities (v) of other entities (give details)	-	22,000,000	22,000,000	-	5,100,000	5,100,000
Total	-	22,000,000	22,000,000		5,100,000	5,100,000

Note 2.8 Deferred Tax Assets (net)

Chartered Accountants of India, Deferred assets and liabilities should be recognized for all timing differences in accordance with the said standard.

The tax effect of significant timing differences during the year that have resulted in deferred assets and liabilities are given below.

Particulars	As at 31 March, 2013	As at 31 March, 2012
	Rs	Rs
Deferred Tax (Liability) / Assets Depreciation	315,849	268,736
Net Deferred Tax (Liability) / Assets	315,849	268,736
Recognized in Balance Sheet	315,849	268,736

Note 2.9 Other Non Current Assets

Particulars	As at 31 March, 2013	As at 31 March, 2012
	Rs	Rs
Share Issue Expenses	156,700	256,340
Total	156,700	256,340

Note 2.10 Long Term Loans and Advances

Particulars	As at 31 March, 2013	As at 31 March, 2012
	Rs	Rs
Loan to Subsidiary	88,172,350	75,224,003
Total	88,172,350	75,224,003

Note 2.11 Inventories

(At lower of cost and net realisable value)

Particulars	As at 31 March, 2013	As at 31 March, 2012
	Rs	Rs
(d) Stock-in-trade (acquired for trading) Goods-in-transit	746,464	
Total	746,464	-

The closing stock has been taken and certified by the the managing director of the company.

Note 2.12 Trade receivables

Particulars	As at 31 March, 2013	As at 31 March, 2012
	Rs	Rs
Other Trade receivables Secured, considered good Unsecured, considered good Doubtful	28,804,002	6,812,682
Less: Provision for doubtful trade receivables	-	-
Total	28,804,002	6,812,682

Balance of Debtors are subject to confirmation and/or Reconciliation/consequential adjustments if any.

Note 2.13 Cash and cash equivalents

Particulars	As at 31 March, 2013	As at 31 March, 2012
	Rs	Rs
(a) Cash on hand	2,140,240	56,303
(b) Cheques, drafts on hand		
(c) Balances with banks		
(i) In current accounts	5,822,239	4,192,108
Total	7,962,479	4,248,411

Note 2.14 Short-term loans and advances

Particulars	As at 31 March, 2013	As at 31 March, 2012
	Rs	Rs
(A) Advance recoverable in cash or in kind or for value to be received	10,613,766	22,325,997
(B) Rent Deposit	-	108,750
(C) Payment of Taxes	67,904	675,519
(D) Other Loan and Advances	86,327,299	126,724,011
(E) Interest On Income Tax Paid	45,774	-
(F) Prepaid Of Web Design Charges	11,080	-
(G) TDS (AY 13-14)	629,781	-
Less: Provision for other doubtful loans and advances	-	-
Total	97,695,604	149,834,277

Balance of Loans and Advances are subject to confirmation and/or Reconciliation/consequential adjustments if any.

Note 2.15 Other current assets

Particulars	As at 31 March, 2013	As at 31 March, 2012
	Rs	Rs
(iv) Miscellaneous Expenditure	99,640	99,640
Total	99,640	99,640

Note 2.16 Revenue from operations

Particulars	For the year ended 31 March, 2013	For the year ended 31 March, 2012
	Rs	Rs
Sale of products @ (Refer Note (i) below)	64,725,956	89,101,476
Less: Excise duty		
Total	64,725,956	89,101,476

Note (i)

Particulars	For the year ended 31 March, 2013	For the year ended 31 March, 2012
	Rs	Rs
<u>Traded goods</u>		
<u>Cut Polished Diamond</u>	64,725,956	89,101,476
-		
Total - Sale of Traded Goods	64,725,956	89,101,476

Disclosure of Segment Reporting under Accounting Standard :

During the year the company has only one trading activity and hence segment wise report of activities is not given.

Note 2.17 Other income

Particulars	For the year ended 31 March, 2013	For the year ended 31 March, 2012
	Rs	Rs
Interest income (Refer Note (i) below)	6,575,943	6,118,458

Note (i)

Particulars	For the year ended 31 March, 2013	For the year ended 31 March, 2012
	Rs	Rs
Interest income comprises:		
Other Operating Incomes	6,575,943	6,118,458
Other interest		
Total - Interest income	6,575,943	6,118,458

Note 2.18 Purchase of traded goods

Particulars	For the year ended 31 March, 2013	For the year ended 31 March, 2012
	Rs	Rs
Cut Polished Diamond (CP)	62,829,792	86,646,158
Total	62,829,792	86,646,158

Note 2.18 Changes in inventories of finished goods, work-in-progress and stock-in-trade

Particulars	For the year ended 31 March, 2013	For the year ended 31 March, 2012
	Rs	Rs
<u>Inventories at the end of the year:</u>		
Stock-in-trade	746,464.00	-
	746,464.00	-
<u>Inventories at the beginning of the year:</u>		
Stock-in-trade	-	705,128
	-	705,128
Net (increase) / decrease	-746,464	705,128

Information required in terms of part IV of schedules VI of companies Act. 1956 Attached.**Quantity information of trading of Diamond.**

Particulars	Qty. Carat	Value Rs.
Opening Stock	Nil	Nil
Purchases	4,548	62,829,792
Sales	4,598	64,725,956
Closing Stock	12	746,464

Note 2.18 Employee benefits expense

Particulars	For the year ended 31 March, 2013	For the year ended 31 March, 2012
	Rs	Rs
Salaries and wages	1,045,500	780,000
Director's Remuneration	480,000	333,000
Staff Welfare Expenses	362,265	-
Assorting Charges	97,000	-
Insurance Expenses	132,464	-
Employees Profession Tax	19,975	12,100
Director's House Rent	200,000	300,000
Total	2,337,204	1,425,100

Note 2.18 Finance costs

Particulars	For the year ended 31 March, 2013	For the year ended 31 March, 2012
	Rs	Rs
(a) Interest expense on:		
- Interest on delayed / deferred payment of income tax		
Total	-	-

Note 2.18 Other expenses

Particulars	For the year ended 31 March, 2013	For the year ended 31 March, 2012
	Rs	Rs
Rent (Office Rent)	108,750	262,634
Website Designing Charges	6,770	6,000
Travelling and conveyance	399,502	172,876
Printing and stationery	102,088	115,559
Advertising	491,296	176,030
Brokerage & commission	1,995,998	515,135
Donations and contributions	264,820	500,000
Legal and professional	5,000	262,000
Payments to auditors (Refer Note (i) below)	101,124	99,270
Accounting Charges	180,000	-
Bank Charges	5,093	3,428
Demat Charges	674	-
Electricity Expenses	34,330	64,220
General Expenses	59,134	10,490
Interest on TDS	-	804
Listing Fees	125,844	91,549
Office Renovating Expenses	-	700,828
Postage & Telegram	-	156,070
Share Capital Issue Expenses W/Off	99,640	99,640
Motor Car	217,400	197,010
Telephone Expenses	74,593	73,446
Share Transfer Charges	109,736	102,518
Vat Paid	10,001	7,796
Machine service charges		662
Stamp Duty		1,300
TDS paid of earlier years		2,891
ROC Filing Fees		32,800
Air Conditioning Maintenance Charges	11,752	
Exhibition Expenses	149,575	
Society Maintenance	68,772	
Total	4,621,892	3,654,956

Notes: (i)	For the year ended 31 March, 2013	For the year ended 31 March, 2012
Particulars	Rs	Rs
(i) Payments to the auditors comprises (net of service tax input credit, where applicable):		
As auditors - statutory audit	-	50,000
For taxation matters	101,124	40,000
Service Tax	-	9,270
Total	101,124	99,270

Note:(ii)

General Expenses	For the year ended 31st March 2013	For the year ended 31st March 2013
Particulars	Rs	Rs
Sundry Expenses	40,100	-
TDS of previous years	-	2,891
Virtual Exposition	15,899	-
Stamp Duty	-	1,300
Machine Service	-	662
Pest Control Charges	3,135	-
	59,134	4,853

Note:(iii)

Motor Car	For the year ended 31st March 2013	For the year ended 31st March 2013
Particulars	Rs	Rs
Repairs and Maintenance	-	183,600
Vehicle Expenses	217,400	-
Motor Expenses	-	13,410
	217,400	197,010

Note:(iv)

Telephone expenses	For the year ended 31st March 2013	For the year ended 31st March 2013
Particulars	Rs	Rs
Mobile Expenses	29,006	32,015
Telephone expenses	45,587	41,431
	74,593	73,446

Note : Related party Disclosure

A) List of related party

Key Management Personnel
 Mr. Darshak M. Rupani
 Mr. Prashant Rupani
 Mr. Ramesh P. Kothari
 Mr. Jaynish R. Kothari
 Mr. Mahesh M. Rupani

Managing Director
 Chairman
 Director
 Director
 Director

Other Related Party (Enterprise Owend or significantly influenced by Key Management Personnel)

Suraj Enterprises
 Sapna Infraventure Pvt Ltd
 Jaynish & Co.

Nature Of Transaction	Relationship	Name of Related Party	Value
Loan and Advance	Key Management Personnel	Mr. Ramesh P. Kothari	9,310,000
Salary	Key Management Personnel	Mr. Darshak M. Rupani	300,000
Salary	Key Management Personnel	Mr. Mahesh M. Rupani	30,000
Salary	Key Management Personnel	Mr. Jitendra Mehta	150,000
Loan and Advance	Other Related Party	Sapna Infraventure Pvt Ltd	88,172,350



N. K. J A L A N & CO.
Chartered Accountants

2-A, Mayur Apartments,
Dadabhai Cross Road No.3,
Vile Parle (West),
MUMBAI-400 056.
Off : 26210904/26210900.
Mob. 9324114104

INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF SAPNA INFRAVENTURE PRIVATE LIMITED

Report on the Financial Statements

1. We have audited the accompanying financial statements of SAPNA INFRAVENTURE PRIVATE LIMITED (the *Company*), which comprise the Balance sheet as at 31st March, 2013. The statement of Profit and Loss and also Cash Flow for the year then ended, and a summary of significant accounting policies and other explanatory information, which we have signed under reference to this report.

Management Responsibility for the Financial Statement's

2. The Company's Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flow of the Company in accordance with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956 of India (the *Act*). These responsibilities includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of financial statements that gives a true and fair view and are free from material misstatements, whether due to fraud or error.

Auditors' Responsibility

3. Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by Institute of Chartered Accountants of India. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatements.
4. An audit involves performing procedures to obtain audit evidence, about the amounts and disclosures in the financial statements. The procedure selected depends on the auditors' judgment, including the assessment of the risk of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditors' internal control relevant to the company's preparation and fair representation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimate made by the Management, as well as evaluating the overall presentation of the financial statements.
5. We believe that, audit evidence that we have obtained is sufficient and appropriate to provide a basis for our opinion.

Opinion

6. In our opinion, and to the best of our information and according to the explanations given to us, the accompanying financial statements give the information required by the Act in the manner so required and give true and fair view in conformity with the accounting principles generally accepted in India:

(a) In the case of Balance Sheet, of the state of affairs of the Company as at 31st March, 2013;

(b) In the case of the statement of Profit and Loss, of the Profit for the year ended on that date; and

(c) In the case of the Cash Flow Statements, of the cash flow for the year ended on that date.

Report on other Legal and Regulatory Requirement

7. As required by 'the Companies (Auditor's Report) Order, 2003, as amended by the Companies (Auditor's Report) (Amended) Order, 2004 issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Companies Act, 1956 (hereinafter referred as to the "order"), and on the basis of such checks of the books and record of the Company as we considered appropriate and according to the information and explanation given to us, we give in the Annexure a statement on the matters specified in paragraphs 4 & 5 of the order.

8. As required by the Section 227 (3) of the Act, we report that:

(a) We have obtained all the information and explanations which, to the best of our knowledge and belief, were necessary for the purpose of our audit;

(b) In our opinion, proper Books of Accounts as required by the law have been kept by the Company so far as appears from our examination of those books;

(c) The Balance Sheet, Statement of Profit and Loss and the Cash Flow Statement dealt with by this report are in agreement with the Books of Accounts;

(d) In our opinion, the Balance Sheet, Statement of Profit and Loss and the Cash Flow Statement dealt with by this report comply with the accounting standards referred to in sub-section (3C) of section 211 of the Act;

(e) On the basis of written representations received from the directors, as on 31st March, 2013 and taken on record by the Board of Directors, we report that none of the director is disqualified as on 31st March 2013, from being appointed as a director in terms of clause (g) of Sub-section (1) of section 274 of the Act;

FOR N.K. JALAN & CO.
CHARTERED ACCOUNTANTS
FIRM NO. 104019W

PLACE: MUMBAI

DATED: 27.05.2013

(N.K. JALAN) PROPRIETOR

M/S. SAPNA INFRAVENTURE PVT. LTD.**ANNEXURE TO AUDITORS' REPORT****REFERRED TO IN PARAGRAPH-3 OF OUR REPORT OF EVEN DATE**

- (i) (a) The company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- (d) All the assets have been physically verified by the management during the year, and as informed by management there is a regular program of verification. In our opinion the procedure followed for physical verification are adequate in relation to size of company and nature of its business. No material discrepancies were noticed during the year.
- (e) During the year, the company has not disposed off any fixed assets.
- (ii) (a) The physical verification of inventory has been conducted at reasonable intervals by the management.
- (b) The procedures of physical verification of inventory followed by the management are reasonable and adequate in relation to size of company and nature of business.
- (c) The company is maintaining proper records of inventory and as per information and explanations given no material discrepancies were noticed during physical verification done by management. We have not conducted any physical verification during the year.
- (iii) (a) During the year Company has not granted any loan to the party covered in the register maintained under section 301 of the Companies Act, 1956.
- (d) During the year the Company has taken loan from one party covered in the register maintained under section 301 of the Companies Act, 1956. The maximum amount involved during the year is Rs. 7, 53, 24,001 and the year end balance is Rs. 7, 53, 24,001. The above loan is unsecured and interest free.
- (e) In our opinion, the terms and conditions of loans taken by the company are prima facie, not prejudicial to the interest of the company.
- (iv) According to the information and explanation given to us, there is adequate internal control procedure commensurate with the size of Company and nature of business, for the purchase of inventory and fixed assets and for sale of goods and services.
- (v) (a) According to the information and explanations given to us, we are of the opinion that the transactions that need to be entered into the register maintained under section 301 of the Companies Act, 1956 have been so entered.
- (b) In our opinion and according to the information and explanations given to us, transactions made in pursuance of contracts or arrangements entered in the register maintained under section 301 of the Companies Act, 1956 and exceeding the value of rupees five lakhs in respect of any party during the year are reasonable having regards to the prevailing market prices at the relevant time.
- (vi) The Company has not accepted any public deposits. Hence Provision of this clause is not applicable.
- (vii) There is no internal audit done by external auditor. However the company is maintaining internal control commensurate with its size & nature of its business.
- (viii) The Company is not required to maintain cost records u/s. 209(1) (d) of the Companies Act, 1956. Hence Provisions of this clause is not applicable.
- (ix) (a) The company is regular in depositing with appropriate authority undisputed statutory dues including provident fund, employees' state insurance, sales tax, wealth tax, custom duty, excise duty and other statutory as applicable to it. According to the information and explanations given to us, no undisputed amounts payable in respect of, wealth tax, sales tax, customs duty, excise duty were in arrears as at 31st March, 2013 for a period of more than six months from the date they became payable.
- (b) According to the information and explanations given to us, there are no dues of sales tax, custom duty, income tax, wealth tax, excise duty and cess, which have not been deposited on account of any dispute.

- (x) The company is in its first year of operation and has not incurred any cash losses in the current financial year ending 31st March,2013.
- (xi) In our opinion and according to the information and explanations given to us, the company has not defaulted in repayment of dues to bank.
- (xii) The company has not granted any advances in the nature of loans on the basis of security by way of pledge of shares or other securities. Hence Provisions of this clause is not applicable.
- (xiii) In our opinion, the company is not a chit fund or a nidhi/mutual benefit fund/society. Hence provisions of this clause is not applicable.
- (xiv) The company is not dealing in shares or any other securities. Hence provisions of this clause are not applicable.
- (xv) The company has not given any guarantees for loans taken by others from banks or financial institutions. Hence, provisions of this clause are not applicable.
- (xvi) The Company has not raised any term loan and hence provision of this clause is not applicable.
- (xvii) According to the information and explanations given to us 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.
- (xviii) The Company has not made preferential allotment during the year to parties covered in the register maintained under section 301 of the act. Hence, provisions of this clause are not applicable.
- (xix) During the period covered by our audit, the company has not issued any debentures. Hence, provisions of this clause are not applicable.
- (xx) The Company has not raised any money by public issue during the period covered by our audit. Hence provisions of this clause are not applicable.
- (xxi) Accordingly to the information and explanations given to us, no fraud on or by the company has been noticed during the course of our audit.

FOR N. K. JALAN & CO.,
CHARTERED ACCOUNTANTS.
Firm No.104019W

PLACE : MUMBAI.
DATED: 27.05.2013

(N.K. JALAN) PROPRIETOR
Mem No. 11878.

SAPNA INFRAVENTURE PVT. LTD.
Balance Sheet as at 31 March, 2013

Particulars	Note No.	As at 31 March, 2013	As at 31 March, 2012
		Rs	Rs
A EQUITY AND LIABILITIES			
1 Shareholders' funds			
(a) Share capital	2.1	100,000	100,000
(b) Reserves and surplus	2.2	2,271,290	621,085
2 Non-current liabilities			
(a) Other Long Term Liability	2.3	88,172,350	75,224,003
3 Current liabilities			
(a) Trade payables	2.4	-	796,450
(b) Short-term provisions	2.5	700,000	120,000
TOTAL		91,243,640	76,861,538
B ASSETS			
1 Non-current assets			
(a) Fixed assets			
(i) Tangible assets	2.6	424,834	499,806
2 Current assets			
(c) Cash and cash equivalents	2.7	7,004	9,361
(d) Short-term loans and advances	2.8	90,811,802	76,352,371
Significant Accounting Policies and Notes To Accounts	1 & 2		
TOTAL		91,243,640	76,861,538

As per our report Of Even Date
For N. K. JALAN & CO.
Chartered Accountants
Firm Reg No : 104019 W

For SAPNA INFRAVENTURE PVT. LTD.

CA N K JALAN

PROPRIETOR
Mem. No. 11878

Place : Mumbai
Date : 27.05.2013

DARSHAK M.
RUPANI
Director

PRASHANTT RUPANI

Director

SAPNA INFRAVENTURE PVT. LTD. Profit & Loss as at 31 March, 2013				
Particulars		Note No.	For the year ended 31 March, 2013	For the year ended 31 March, 2012
			Rs	Rs
A	CONTINUING OPERATIONS			
1	Revenue from operations (gross) Less: Excise duty Revenue from operations (net)	2.9	-	-
2	Other Income		7,105,807	1,352,369
3	Total revenue (1+2)		7,105,807	1,352,369
4	Expenses			
	(a) Employee benefits expense	2.10	1,259,500	120,000
	(b) Depreciation and amortisation expense	2.6	74,972	3,802
	(c) Other expenses	2.11	3,421,130	607,482
	Total expenses		4,755,602	731,284
5	Profit / (Loss) before exceptional and extraordinary items and tax (3 - 5)		2,350,205	621,085
6	Tax expense:			
	(a) Current tax expense for current year		700,000	-
	(b) Tax Adjustment relating to prior years		-	-
	(c) Net current tax expense		-	-
	(d) Deferred tax		-	-
7	Profit / (Loss) from continuing operations (6-7)		1,650,205	621,085
8	Profit / (Loss) for the year		1,650,205	621,085
Particulars		Note No.	For the year ended 31 March, 2013	For the year ended 31 March, 2013
			Rs	Rs
9.i	Earnings per share (of Rs 10/- each):			
	(a) Basic			
	(i) Continuing operations		165.02	62.11
	(ii) Total operations		165.02	62.11
	(b) Diluted			
	(i) Continuing operations		165.02	62.11
	(ii) Total operations		165.02	62.11
9.ii	Earnings per share (excluding extraordinary items) (of Rs 10/- each):			
	(a) Basic			
	(i) Continuing operations		165.02	62.11
	(ii) Total operations		165.02	62.11
	(b) Diluted			
	(i) Continuing operations		165.02	62.11
	(ii) Total operations		165.02	62.11

As per our report Of Even Date

For N. K. JALAN & CO.Chartered Accountants
Firm Reg No : 104019 W**For SAPNA INFRAVENTURE PVT. LTD.****CA N K JALAN**
PROPRIETOR
Mem. No. 11878Place : Mumbai
Date : 27.05.2013DARSHAK M.
RUPANI
DirectorPRASHANTT
RUPANI
Director

SAPNA INFRAVENTURE PVT. LTD.ACCOUNTING POLICIES AND NOTES FORMING PART OF THE BALANCE SHEET AS AT 31ST MARCH, 2013 AND PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2013.**Company Overview :**

Sapna Infraventure Pvt. Ltd. is a fully owned subsidiary of White Diamond Industries Ltd. is a company engaged in business of Real Estate and Infrastructure.

1. SIGNIFICANT ACCOUNTING POLICIES**(i) Basis of Preparation of financial statements:**

These financial statements are prepared in accordance with Indian Generally Accepted Accounting Principles (GAAP) under the historical cost convention on the accrual basis except for certain financial instruments which are measured at fair values. GAAP comprises mandatory accounting standards as prescribed by the Companies (Accounting Standards) Rules, 2006, the provisions of the Companies Act, 1956 and guide lines issued by the Securities and Exchange Board of India (SEBI). Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or are vision to an existing accounting standard requires a change in the accounting policy hitherto in use.

(ii) Revenue Recognition:

Expenses and Income considered payable and receivable respectively are accounted for on accrual basis except when no significant uncertainty as to determination or realization exists.

(iii) Fixed Assets:

Fixed Assets are stated at cost including all expenses upto commissioning/putting the Assets into use.

(iv) Depreciation:

Depreciation on Fixed Assets has been provided for in accordance with Schedule XIV to the Companies Act, 1956 on Straight line Method.

AS PER OUR REPORT OF EVEN DATE

FOR N. K. JALAN & CO.

CHARTERED ACCOUNTANTS

(N. K. JALAN) PROPRIETOR

Place: Mumbai.

Dated: 27.05.2013

SAPNA INFRAVENTURE PVT. LTD.

NOTES OF ACCOUNTS FOR THE YEAR ENDING 31ST MARCH, 2013

Note 2.1 Share capital

Particulars	As at 31 March, 2013		As at 31 March, 2012	
	Number of shares	Rs	Number of shares	Rs
(a) Authorised Equity shares of Rs.10/- each with voting rights	10,000	100,000	10000	100000
(b) Issued Equity shares of Rs. 10/- each with voting rights	10,000	100,000	10000	100000
(c) Subscribed and fully paid up Equity shares of Rs. 10/- each with voting rights	10,000	100,000	10000	100000
Total	10,000	100,000	10,000	100,000

Note 2.2 Reserves and surplus

Particulars	As at 31 March, 2013	As at 31 March, 2012
	Rs	Rs
(k) Surplus / (Deficit) in Statement of Profit and Loss Opening balance	621,085	-
Add: Profit / (Loss) for the year	1,650,205	621,085
Closing balance	2,271,290	621,085
Total	2,271,290	621,085

Note 2.3 Other Long Term liabilities

Particulars	As at 31 March, 2013	As at 31 March, 2012
	Rs	Rs
(a) Other loans and advances	-	-
Loan from Holding Co.	88,172,350	75,224,003
Total	88,172,350	75,224,003

Note 2.4 Trade payables

Particulars	As at 31 March, 2013	As at 31 March, 2012
	Rs	Rs
Trade payables:		
Acceptances		796,450
Other than Acceptances	-	-
Total	-	796,450

Note 2.5 Short-term Provisions

Particulars	As at 31 March, 2013	As at 31 March, 2012
	Rs	Rs
(a) Other Provisions		
Director's remuneration payable		120,000
Provision For Tax	700,000	
Total	700,000	120,000

Note 2.6 Fixed assets

A.	Tangible assets	Gross block					Accumulated depreciation and impairment				Net block	
		Balance as at 1 April, 2012	Additions	Disposals	Other adjustments	Balance as at 31 March, 2013	Balance as at 1 April, 2012	Depreciation / amortisation expense for the year	Eliminated on disposal of assets	Balance as at 31 March, 2013	Balance as at 31 March, 2013	Balance as at 31 March, 2012
		Rs	Rs	Rs	Rs	Rs	Rs	Rs	Rs	Rs	Rs	Rs
	(a) Computers Owned	503,608				503,608	3,802	74,972		78,774	424,834	499,806
	Total	503,608	-	-	-	503,608	3,802	74,972	-	78,774	424,834	499,806
	Previous year	-	-	-	-							

Note 2.7 Cash and cash equivalents

Particulars	As at 31 March, 2013	As at 31 March, 2012
	Rs	Rs
(a) Cash on hand	3,536	5,000
(b) Cheques, drafts on hand		
(c) Balances with banks		
(i) In current accounts	3,468	4,361
(d) Others (specify nature)		
Total	7,004	9,361

Note 2.8 Short-term loans and advances

Particulars	As at 31 March, 2013	As at 31 March, 2012
	Rs	Rs
(A) Advance recoverable in cash or in kind or for value to be received	89,966,347	76,217,133
(B) Other Loan and Advances	845,454	135,237
Less: Provision for other doubtful loans and advances	-	-
Total	90,811,801	76,352,370

Note 2.9 Revenue from operations

Particulars	For the year ended 31 March, 2013	For the year ended 31 March, 2012
	Rs	Rs
Operating Incomes	7,105,807	1,352,369
Total	7,105,807	1,352,369

Note 2.10 Employee benefits expense

Particulars	For the year ended 31 March, 2013	For the year ended 31 March, 2012
	Rs	Rs
Salary & Wages	979,500	-
Director's remuneration	280,000	120,000
Total	1,259,500	120,000

Note 2.11 Other expenses

Particulars	For the year ended 31 March, 2013	For the year ended 31 March, 2012
	Rs	Rs
Printing and stationery	60,500	250,782
Legal and professional	413,780	5,000
Payments to auditors	-	22,060
Accounting Charges	-	15,000
Bank Charges	1,201	640
Office Renovating Expenses	-	314,000
Commission & Brokerage	1,834,000	-
Consultancy Charges	150,000	-
Conveyance Expenses	106,032	-
Donation	100,000	-
Electricity Expenses	85,880	-
Fund Deployment Charges	500,000	-
ROC Filling	24,350	-
Staff Welfare Expenses	62,375	-
Sundry Expenses	52,330	-
Telephone Expenses	22,478	-
Vehicle Running Expenses	8,204	-
	3,421,130	607,482
Notes: (i)	For the year ended 31 March, 2013	For the year ended 31 March, 2012
Particulars		
(i) Payments to the auditors comprises (net of service tax input credit, where applicable):		
As auditors - statutory audit	-	20,000
Service Tax	-	2,060
Total	-	22,060

Note : Related party Disclosure

A) List of related party

Key Management Personnel

Mr. Darshak M. Rupani	Director
Mr. Mahesh M. Rupani	Director
Mr. Prashantt Rupani	Director

Other Related Party (Enterprise Owend or significantly influenced by Key Management Personnel)

White Diamond Industries Ltd.

Suraj Enterprises

Nature Of Transaction	Relationship	Name of Related Party	Value
Salary	Key Management Personnel	Mr. Darshak M. Rupani	62,000
Salary	Key Management Personnel	Mr. Mahesh M. Rupani	60,000
Loan and Advance	Other Related Party	White Diamond Industries Ltd.	88,172,350



N. K. JALAN & CO.
Chartered Accountants

2-A, Mayur Apartments,
Dadabhai Cross Road No.3,
Vile Parle (West),
MUMBAI-400 056.
Off : 26210904/26210900.
Mob. 9324114104

INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF M/S. WHITE DIAMOND INDUSTRIES LTD.

We have audited the attached Consolidated Balance Sheet of M/S. WHITE DIAMOND INDUSTRIES LTD. and its subsidiary M/S. SAPNA INFRAVENTURE PVT. LTD. (together the group) for the year ended 31st March, 2013 and also the Consolidated Profit and Loss Account and Consolidated Cash Flow Statements for the year ended on that date annexed thereto. These consolidated financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with 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 amount and disclosures in the financial statements. An audit includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

We report that the Consolidated Financial Statements have been prepared by the Company in accordance with the requirements of Accounting Standard (AS) 21 – “ Consolidated Financial Statements”, as notified under the Companies (Accounting Standards) Rules, 2006.

Based on our Audit and on consideration of the separate audit reports on the individual financial statements of the Company, and the aforesaid subsidiary and to the best of our information and according to the explanations given to us, we are of the opinion that the attached Consolidated Financial Statements give a true and fair view in conformity with the accounting principles generally accepted in India:

- (a) In the case of Consolidated Balance Sheet, of the state of affairs of the Company as at 31st March, 2013 and
- (f) In the case of the Consolidated Profit & Loss Account of the Profit for the year ended on that date.
- (c) In the case of the Consolidated Cash Flow Statement, of the cash flow of the company for the year ended on that date.

FOR N. K. JALAN & CO.,
CHARTERED ACCOUNTANTS.
Firm: No. 104019W

PLACE: MUMBAI.
DATED:27.05.2013

(N. K. JALAN) PROPRIETOR
Mem. No 11878

Consolidated Balance Sheet as at 31 March, 2013

Particulars	Note No.	As at 31 March, 2013	As at 31 March, 2012
		Rs.	Rs.
A EQUITY AND LIABILITIES			
1 Shareholders' funds			
(a) Share capital	2.1	125,000,000	125,000,000
(b) Reserves and surplus	2.2	120,100,511	117,111,051
2 Non-current liabilities			
3 Current liabilities			
(a) Trade payables	2.3	391,132	1,510,865
(b) Other current liabilities	2.4	4,485,275	1,573,368
(c) Short-term provisions	2.5	1,430,604	1,310,819
TOTAL		251,407,522	246,506,103
B ASSETS			
1 Non-current assets			
(a) Fixed assets			
(i) Tangible assets	2.6	2,907,978	3,300,283
(b) Non-current investments	2.7	21,900,000	5,000,000
(c) Deferred tax assets (net)	2.8	315,849	268,736
(d) Other Non Current Asset		156,700	256,340
2 Current assets			
(a) Inventories	2.9	746,464	-
(b) Trade receivables	2.10	28,804,002	6,812,682
(c) Cash and cash equivalents	2.11	7,969,484	4,257,772
(d) Short-term loans and advances	2.12	188,507,405	226,510,650
(e) Other current assets	2.13	99,640	99,640
Significant Accounting Policies and Notes To Accounts	1 & 2		
TOTAL		251,407,522	246,506,103

As per our report Of Even Date
For N. K. JALAN & CO.
 Firm Reg No : 104019 W
 Chartered Accountants

For WHITE DIAMOND INDUSTRIES LTD

CA NK JALAN

DARSHAK
RUPANI

PRASHANTT
RUPANI

RAMESH
KOTHARI

PROPRIETOR

Managing
Director

Chariman

Director

Mem. No. 11878

Place : Mumbai
 Date : 27.05.2013

WHITE DIAMOND INDUSTRIES LTD				
Consolidated Statement of Profit and Loss as at 31 March, 2013				
Particulars		Note No.	For the year ended 31 March, 2013	For the year ended 31 March, 2012
			Rs.	Rs.
A	CONTINUING OPERATIONS			
1	Revenue from operations (gross)	2.14	71,831,763	90,453,845
	Less: Excise duty			
	Revenue from operations (net)		71,831,763	90,453,845
2	Other income	2.15	6,575,943	6,118,458
3	Total revenue (1+2)		78,407,706	96,572,303
4	Expenses			
	(a) Purchases of stock-in-trade	2.16	62,829,792	86,646,158
	(b) Changes in inventories of finished goods, work-in-progress and stock-in-trade	2.16	-746,464	705,128
	(c) Employee benefits expense	2.16	3,596,704	1,533,000
	(d) Depreciation and amortisation expense	2.16	392,305	276,662
	(e) Other expenses	2.16	8,043,022	4,274,538
	Total expenses		74,115,359	93,435,486
5	Profit / (Loss) before exceptional and extraordinary items and tax (3 - 4)		4,292,347	3,136,817
6	Tax expense:			
	(a) Current tax expense for current year		1,350,000	800,000
	(b) Tax Adjustment relating to prior years		-	24,982
	(c) Net current tax expense		-	-
	(d) Deferred tax		-47,113	-107,103
			2,989,460	2,418,938
7	Profit / (Loss) from continuing operations		-	
8	Profit / (Loss) for the year		2,989,460	2,418,938

Particulars	Note No.	For the year ended 31 March, 2013	For the year ended 31 March, 2012
		Rs.	Rs.
9.i Earnings per share (of Rs. 10/- each):			
(a) Basic			
(i) Continuing operations		0.28	0.31
(ii) Total operations		0.28	0.31
(b) Diluted			
(i) Continuing operations		0.28	0.31
(ii) Total operations		0.28	0.31
9.ii Earnings per share (excluding extraordinary items) (of Rs. 10/- each):			
(a) Basic			
(i) Continuing operations		0.28	0.31
(ii) Total operations		0.28	0.31
(b) Diluted			
(i) Continuing operations		0.28	0.31
(ii) Total operations		0.28	0.31
See accompanying notes forming part of the financial statements			

As per our report Of Even Date
For N. K. JALAN & CO.
 Firm Reg No : 104019 W
 Chartered Accountants

For WHITE DIAMOND INDUSTRIES LTD

CA N K JALAN

DARSHAK
RUPANI

PRASHANTT RUPANI

RAMESH
KOTHARI

PROPRIETOR

Managing
Director

Chairman

Director

Mem. No. 11878

Place : Mumbai

Date : 27.05.2013

WHITE DIAMOND INDUSTRIES LTD		
Consolidated Cash Flow Statement as at 31 March, 2013		
Particulars	As at 31 March, 2013	As at 31 March, 2012
	Rs.	Rs.
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	4,292,347	3,136,817
Adjustments to reconcile profit before tax to cash provided by operating activities		
Depreciation and amortisation expense	392,305	276,662
Interest and dividend income	-6,575,943	-6,118,458
Share Capital Written Off	99,640	99,640
Provisions	-	-
Effect of exchange differences on translation of assets and liabilities	-	-
Effect of exchange differences on translation of foreign currency cash and cash equivalents	-	-
Changes in assets and liabilities		
Inventory	-746,464	705,128
Trade receivables	-21,991,320	-456,521
Loans and advances and other assets	38,003,245	-122,376,638
Liabilities	1,792,174	1,419,281
Other Provisions	119,785	257,087
Income taxes paid	1,350,000	824,992
NET CASH GENERATED BY OPERATING ACTIVITIES	14,035,769	123,881,994
CASH FLOWS FROM INVESTING ACTIVITIES		
Payment towards capital expenditure	-	-1,341,208
Investments in subsidiaries	-16,900,000	-
Disposal of other investments	-	-
Interest and dividend received	6,575,943	6,118,458
Dividend income, net of taxes		
NET CASH PROVIDED BY/(USED IN) INVESTING ACTIVITIES	-10,324,057	4,777,250
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issuance of share capital on exercise of stock options	-	116,000,000
Share Issue Expenses	-	-285,300
Repayment of loan given to subsidiary		
Dividends paid including residual dividend		
Dividend tax paid		
NET CASH USED IN FINANCING ACTIVITIES	-	115,714,700
Effect of exchange differences on translation of foreign currency cash and cash equivalents		
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	3,711,712	-3,390,044
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	4,257,772	7,647,816
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	7,969,484	4,257,772

As per our report Of Even Date

For N. K. JALAN & CO.

Firm Reg No : 104019 W

Chartered Accountants

FOR WHITE DIAMOND INDUSTRIES LTD.**CA N K JALAN**

PROPRIETOR

Mem. No. 11878

Place : Mumbai

Date : 27.05.2013

DARSHAK M. RUPANI
Managing DirectorPASHANTT
RUPANI
ChairmanRAMESH KOTHARI
Director

WHITE DIAMOND INDUSTRIES LIMITED.**Company Overview :**

White Diamond Industries Limited along with its 100% owned and controlled subsidiary Sapna Infraventure Pvt. Ltd. is a company engaged in business of trading in cut and polished diamonds.

1. SIGNIFICANT ACCOUNTING POLICIES1. Basis of Consolidation

The consolidated financial statements of M/s. White Diamond Industries Ltd. ("The Company"), its subsidiary M/s. Sapna Infraventure Pvt. Ltd. together referred to as "The Group" have been prepared on the following basis:

- (i) The consolidated financial statements are prepared in accordance with Indian Generally Accepted Accounting Principles (GAAP) under the historical cost convention on the accrual basis except for certain financial instruments which are measured at fair values. GAAP comprises mandatory accounting standards as prescribed by the Companies (Accounting Standards) Rules, 2006, the provisions of the Companies Act, 1956 and guide lines issued by the Securities and Exchange Board of India (SEBI). Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or are vision to an existing accounting standard requires a change in the accounting policy hitherto in use.
- (ii) In accordance with Accounting Standard (AS) 21 ' Consolidated Financial Statements', the statements of White Diamond Industries Ltd. and Sapna Infraventure Pvt. Ltd. have been combined line by line by adding items of Balance Sheet and Profit & Loss Account. The effect of Intra Group Transactions, balances and unrealized profits have been eliminated.
- (iii) Details of the Subsidiary

Name of the Subsidiary	Country of Incorporation	Date since Subsidiary	Type of Entity	Percentage of Ownership Interest
Sapna Infraventure Pvt. Ltd.	India	19/11/2011	Private Limited Company	100%

2. Other Significant Accounting Policies(i) Revenue Recognition:

Expenses and Income considered payable and receivable respectively are accounted for on accrual basis except when no significant uncertainty as to determination or realization exists.

(ii) Fixed Assets:

Fixed Assets are stated at cost including all expenses upto commissioning/putting the Assets into use.

(iii) Depreciation:

Depreciation on Fixed Assets has been provided for in accordance with Schedule XIV to the Companies Act, 1956 on Straight line Method.

(iv) Taxation:

Income Tax expenses is accrued in accordance with AS22 'Accounting for Taxes on income' which includes current taxes and deferred taxes. Deferred income taxes reflects the impact of current year timing difference between taxable income and accounting income for the year. Deferred tax assets are recognized only to the extent that there is reasonable certainty that sufficient future taxable income will be available.

AS PER OUR REPORT OF EVEN DATE

FOR N. K. JALAN & CO.
CHARTERED ACCOUNTANTS
FIRM NO. 104019W

(N. K. JALAN) PROPRIETOR
Mem. No 11878

Place: Mumbai.
Dated: 27.05.2013

WHITE DIAMOND INDUSTRIES LTD
NOTES OF ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2013

Note 2.1 Share capital

Particulars	As at 31 March, 2013		As at 31 March, 2012	
	Number of shares	Rs.	Number of shares	Rs.
(a) Authorised Equity shares of ` 10 each	12,500,000	125,000,000	12,500,000	125,000,000
(b) Issued # Equity shares of ` 10 each	12,500,000	125,000,000	12,500,000	125,000,000
(c) Subscribed and fully paid up Equity shares of ` 10 each	12,500,000	125,000,000	12,500,000	125,000,000
Total	12,500,000	125,000,000	12,500,000	125,000,000

Details of shares held by each shareholder holding more than 5% shares:

Class of shares / Name of shareholder	As at 31 March, 2013		As at 31 March, 2012	
	Number of shares held	% holding in that class of shares	Number of shares held	% holding in that class of shares
Equity shares Holding				
SAPNA INFRA TECH PRIVATE LIMITED	1,738,450	13.9076	1,738,450	13.9076
SHANTILAL MANGALJI MEHTA	1465000	11.72	1465000	11.75
NAVINCHANDRA DALPATLAL MEHTA	1265000	10.12	1265000	10.12
DILIP DALPATLAL MEHTA	1282818	10.26	1120000	8.96
DARSHAK M RUPANI	871,668	6.97	871,668	6.97
MAHESH MOHANLAL RUPANI	695,000	5.56	695,000	5.56

The company has only one class of shares referred to as equity shares having a par value of Rs. 10/- each holder of equity shares is entitled to one vote per share.

Note 2.2 Reserves and surplus

Particulars	As at 31 March, 2013	As at 31 March, 2012
	Rs.	Rs.
(a) Securities premium account		
Opening balance	76,000,000	-
Add : Premium on shares issued during the year	-	76,000,000
Closing balance	76,000,000	76,000,000
(b) Surplus / (Deficit) in Statement of Profit and Loss		
Opening balance	41,111,051	38,692,113
Add: Profit / (Loss) for the year	2,989,460	2,418,938
Closing balance	44,100,511	41,111,051
Total	120,100,511	117,111,051

Note 2.3 Trade payables

Particulars	As at 31 March, 2013	As at 31 March, 2012
	Rs.	Rs.
Trade payables:		
Acceptances	391,132	1,510,865
Other than Acceptances		-
Total	391,132	1,510,865

Balance of Creditors are subject to confirmation and/or Reconciliation/consequential adjustments if any.

Note 2.4 Other current liabilities

Particulars	As at 31 March, 2013	As at 31 March, 2012
	Rs.	Rs.
Unpaid dividends	45,669	45,669
Advances from customers	4,439,606	1,203,697
Unsecured Loans	-	324,002
Total	4,485,275	1,573,368

There is no contingent liability outstanding as on the the year ended 31st march 2012.

Note 2.5 Short-term provisions

Particulars	As at 31 March, 2013	As at 31 March, 2012
	Rs.	Rs.
(vi) Provision for other employee benefits (give details)	-	12,100
(b) Provision - Others:		
(i) Provision for tax	1,350,000	800,000
(ii) Provision for Salary	-	360,000
(iii) Provision for Director's remuneration	-	120,000
(iv) Provision - others	80,604	18,719
Total	1,430,604	1,310,819

Note 2.6 Fixed assets

A	Tangible assets	Gross block				Accumulated depreciation and impairment				Net block		
		Balance as at 1 April, 2012	Additions	Disposals	Other adjustments	Balance as at 31 March, 2013	Balance as at 1 April, 2012	Depreciation / amortisation expense for the year	Eliminated on disposal of assets	Balance as at 31 March, 2013	Balance as at 31 March, 2013	Balance as at 31 March, 2012
		Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
	(a) Vehicles											
	Owned	3,243,136	-	-	-	3,243,136	509,624	308,098	-	817,722	2,425,414	2,733,512
	(b) Office equipment											
	Owned	93,190	-	-	-	93,190	63,576	1,519	-	65,095	28,095	29,614
	(c) Computers											
	Owned	551,209	-	-	-	551,209	14,052	82,688	-	96,740	454,469	537,157
	Total	3,887,535	-	-	-	3,887,535	587,252	392,305	-	979,557	2,907,978	3,300,283
	Previous year	-	25,001			15,860,641	-	276,662		13,624,904	3,300,283	2,235,737

Note 2.7 Non-current investments

Particulars	As at 31 March, 2013			As at 31 March, 2012		
	Quoted #	Unquoted #	Total	Quoted	Unquoted	Total
	Rs	Rs	Rs	Rs	Rs	Rs
Investment in equity instruments (give details separately for fully / partly paid up instruments)						
(i) of subsidiaries	-	21,900,000	21,900,000	-	5,000,000	5,000,000
(ii) of associates						
(iii) of joint venture companies						
(iv) of controlled special purpose entities						
(v) of other entities (give details)						
Total	-	21,900,000	21,900,000		5,000,000	5,000,000

Note 2.8 Deferred Tax Assets (net)

In accordance with the Accounting Standard 22 on " Accounting for Taxes on Income " issued by The Institute of Chartered Accountants of India, Deferred assets and liabilities should be recognized for all timing differences in accordance with the said standard.

The tax effect of significant timing differences during the year that have resulted in deferred assets and liabilities are given below.

Particulars	As at 31 March, 2013	As at 31 March, 2012
	Rs.	Rs.
Deferred Tax (Liability) / Assets Depriciation	315,849	268,736
Net Deferred Tax (Liability) / Assets	315,849	268,736
Recognized in Balance Sheet	315,849	268,736

Note Other Non Current Assets

(At lower of cost and net realisable value)

Particulars	As at 31 March, 2013	As at 31 March, 2012
	Rs	Rs
Share Issue Expenses	156700	256,340
Total	156,700	256,340

Note 2.10 Trade receivables

Particulars	As at 31 March, 2013	As at 31 March, 2012
	Rs.	Rs.
Other Trade receivables		
Secured, considered good		
Unsecured, considered good	28,804,002	6,812,682
Doubtful	-	-
Less: Provision for doubtful trade receivables	-	-
Total	28,804,002	6,812,682

Balance of Debtors are subject to confirmation and/or Reconciliation/consequential adjustments if any.

Note 2.11 Cash and cash equivalents

Particulars	As at 31 March, 2013	As at 31 March, 2012
	Rs.	Rs.
(a) Cash on hand	2,143,777	61,303
(b) Cheques, drafts on hand		
(c) Balances with banks		
(i) In current accounts	5,825,707	4,196,469
Total	7,969,484	4,257,772

Note 2.12 Short-term loans and advances

Particulars	As at 31 March, 2013	As at 31 March, 2012
	Rs.	Rs.
(A) Advance recoverable in cash or in kind or for value to be received	100,580,113	173,767,133
(B) Rent Deposit		108,750
(C) Payment of Taxes	67,904	675,519
(D) Other Loan and Advances	87,172,753	51,959,248
(E) Interest On Income Tax Paid	45,774	-
(F) Prepaid Of Web Design Charges	11,080	-

(G) TDS (AY 13-14)	629,781	-
	-	-
Less: Provision for other doubtful loans and advances		
Total	188,507,405	226,510,650

Balance of Loans and Advances are subject to confirmation and/or Reconciliation/consequential adjustments if any.

Note 2.13 Other current assets

Particulars	As at 31 March, 2012	As at 31 March, 2011
	Rs.	Rs.
(a) Others		
(iv) Others (Miscellaneous Expenditure)	99,640	99,640
	-	-
Total	99,640	99,640

Note 2.14 Revenue from operations

Particulars	For the year ended 31 March, 2013	For the year ended 31 March, 2012
	Rs.	Rs.
Sale of products @ (Refer Note (i) below)	64,725,956	89,101,476
Interest Received on Loans Given	7,105,807	1,352,369
<u>Less:</u>		
Excise duty	-	-
Total	71,831,763	90,453,845

Note (i)

Particulars	For the year ended 31 March, 2013	For the year ended 31 March, 2012
	Rs.	Rs.
<u>Traded goods</u>		
<u>Cut Polished Diamond</u>	64,725,956	89,101,476
-		
Total - Sale of Traded Goods	64,725,956	89,101,476

Note 2.15 Other income

Particulars	For the year ended 31 March, 2013	For the year ended 31 March, 2012
	Rs.	Rs.
Interest income (Refer Note (i) below)	6,575,943	6,118,458

Note (i)

Particulars	For the year ended 31 March, 2013	For the year ended 31 March, 2012
	Rs.	Rs.
Interest income comprises:		
Operating Income	6,575,943	6,118,458
Other interest	-	-
Total - Interest income	6,575,943	6,118,458

Note 2.16 Purchase of traded goods

Particulars	For the year ended 31 March, 2013	For the year ended 31 March, 2012
	Rs.	Rs.
Cut Polished Diamond (CP)	62,829,792	86,646,158
Total	62,829,792	86,646,158

Note 2.16 Changes in inventories of finished goods, work-in-progress and stock-in-trade

Particulars	For the year ended 31 March, 2013	For the year ended 31 March, 2012
	Rs.	Rs.
<u>Inventories at the end of the year:</u>		
Stock-in-trade	746,464	-
	746,464	-
<u>Inventories at the beginning of the year:</u>		
Stock-in-trade	-	705,128
	-	705,128
Net (increase) / decrease	-746,464	705,128

Information required in terms of part IV of schedules VI of companies Act. 1956 Attached.**Quantity information of trading of Diamond.**

Particulars	Qty. Carat	Value Rs.
Opening Stock	Nil	Nil
Purchases	4,548	62,829,792
Sales	4,598	64,725,956
Closing Stock	12	746,464

Note 2.16 Employee benefits expense

Particulars	For the year ended 31 March, 2013	For the year ended 31 March, 2012
	Rs.	Rs.
Salaries and wages	2,025,000	780,000
Director's Remuneration	760,000	453,000
Staff Welfare Expenses	362,265	-
Assorting Charges	97,000	-
Profession Tax	19,975	-
Insurance Expenses	132,464	-
Director's House Rent	200,000	300,000
Total	3,596,704	1,533,000

Note 2.16 Other expenses

Particulars	For the year ended 31 March, 2013	For the year ended 31 March, 2012
	Rs.	Rs.
Accounting Charges	180,000	15,000
Advertising	491,296	176,030
Air Conditioning Maintenance Charges	11,752	-
Bank Charges	6,294	4,068
Brokerage & commission	3,829,998	515,135
Consultancy Charges	150,000	-
Conveyance Expenses	106,032	-
Demat Charges	674	-
Donations and contributions	364,820	500,000
Electricity Expenses	120,210	64,220
Employees Profession Tax	-	12,100
Fund Deployment Charges	500,000	-
Exhibition Expenses	149,575	-
General Expenses	59,134	10,490
Interest on TDS	-	804
Legal and professional	418,780	267,000
Listing Fees	125,844	91,549
Machine Service Charges	-	662
Mobile Expenses	-	32,015
Moter Car Expenses	217,400	13,410
Office Renovating Expenses	-	1,014,828
Payments to auditors (Refer Note (i) below)	101,124	121,330
Postage & Telegram	-	156,070
Printing and stationery	162,588	366,341
Rent (Office Rent)	108,750	262,634
Repairs and maintenance Moter Car	-	183,600
ROC Filing Fees	24,350	32,800
Share Capital Issue Expenses W/Off	99,640	99,640
Society Maintenance	68,772	-
Share Transfer Charges	109,736	102,518
Stamp Duty	-	1,300
Staff Welfare Expenses	62,375	-
Sundry Expenses	52,330	-
TDS Paid of Earlier Years	-	2,891
Telephone Expenses	97,071	41,431
Travelling and conveyance	399,502	172,876
Vehicle Running Expenses	8,204	-
Vat Paid	10,001	7,796
Website Designing Charges	6,770	6,000
Total	8,043,022	4,274,538
Notes: (i)	For the year ended 31 March, 2013	For the year ended 31 March, 2012
Particulars		
(i) Payments to the auditors comprises (net of service tax input credit, where applicable):		
As auditors - statutory audit	-	70,000
For taxation matters	-	40,000
Service Tax	-	11,330
Total	-	121,330

WHITE DIAMOND INDUSTRIES LIMITED

Registered Office: Office No. 312A, Kailas Plaza, Vallabhbaug Lane, Ghatkopar (East), Mumbai – 400 077

ATTENDANCE SLIP

(Shareholders attending the Meeting in person or by proxy are requested to complete the Attendance Slip and Hand over at the entrance of the Meeting Hall)

Annual General Meeting

Reg.Folio NO. _____

No. of shares held _____

Name of the Attending Member _____

D.P.I.D* _____

Client I.D.* _____

I/We hereby record my/our presence at the Annual General Meeting of the company being held on **Monday, 23rd September, 2013** at **Office No.312A, Kailas Plaza, VallabhBaug Lane, Ghatkopar (East), Mumbai – 400 077**.at 10.00 A.M.

Signature of the Shareholder(s) / Proxy / Representative

Note:Kindly get the Printed Annal Report along with the Attendance Slip.

WHITE DIAMOND INDUSTRIES LIMITED

Registered Office: Office No. 312A, Kailas Plaza, Vallabhbaug Lane, Ghatkopar (East), Mumbai – 400 077

PROXY FORM

Reg. Folio NO _____

No. of Shares: _____

D.P.I.D* _____

Client ID* _____

I/we _____ of _____ being a share holder / shareholders of White Diamond Industries Ltd. hereby appoint _____ or failing him/her _____ as my/ our proxy to attend and vote for me / us and on my/ our behalf at the Annual General meeting of the Company to be held on Monday, 23rd September, 2013 at 10.00 A.M. and at any adjournment thereof.

Signed this _____ day of _____, 2013

Signature of the shareholder _____ [Signature of Proxy]

Affix Re. 1/-
Revenue
Stamp

Note: The Proxy form duly completed and signed must be deposited at the Registered office of the company not less than 48 hours before the time for holding the Meeting. A proxy need not be a member.