

# B S R & Co. LLP

Chartered Accountants

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## Independent Auditors' Report

To the Members of  
Konfiaance Jewellery Private Limited

## Report on the Financial Statements

We have audited the accompanying financial statements of Konfiaance Jewellery Private Limited ("the Company"), which comprise the Balance Sheet as at 31 March 2017, the Statement of Profit and Loss, and the Cash Flow Statement for the year ended on that date, and a summary of the significant accounting policies and other explanatory information.

## Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in sub-section 5 of Section 134 of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

## Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

We conducted our audit in accordance with the Standards on Auditing specified under sub-section 10 of Section 143 of the Act. 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 misstatement.

## **Independent Auditors' Report (Continued)**

Konfiaance Jewellery Private Limited

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

### **Opinion**

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31 March 2017, and its loss and its cash flows for the year ended on that date.

### **Report on Other Legal and Regulatory Requirements**

1. As required by the Companies (Auditor's Report) Order, 2016 ('the Order'), issued by the Central Government of India in exercise of powers conferred by sub-section 11 of Section 143 of the Act, we enclose in the Annexure A, a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by sub-section 3 of Section 143 of the Act, we report that:
  - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
  - (c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
  - (d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
  - (e) On the basis of the written representations received from the Directors as on 31 March 2017 taken on record by the Board of Directors, none of the Directors are disqualified as on 31 March 2017 from being appointed as a Director in terms of sub-section 2 of Section 164 of the Act.

**Independent Auditors' Report (Continued)**

Konfiaance Jewellery Private Limited

- (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in Annexure B; and
- (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
1. The Company did not have any pending litigations on its financial position in its financial statements;
  2. The Company did not have any long-term contracts including derivative contracts, requiring provisions under any Act or accounting standard for any material foreseeable losses; and
  3. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
  4. The Company has provided the requisite disclosures in its financial statements as to holdings as well as dealings in Specified Bank Notes during the period from 8 November 2016 to 30 December 2016 Based on audit procedures and relying on the Management representation we report that the disclosures are in accordance with books of account maintained by the Company and as produced to us by the Management - Refer Note 9.5 to the financial statements.

For **B S R & Co. LLP**  
*Chartered Accountants*

Firm's Registration No: 101248W/W-100022



**Vijay Mathur**  
*Partner*

Membership No: 046476

Mumbai  
3 May 2017

Konfiaance Jewellery Private Limited

**Annexure A to the Independent Auditors' Report**

With reference to the Annexure A referred to in the Independent Auditors' Report to the members of the Company on the financial statements for the year ended 31 March 2017, we report that:

- (i) The Company does not have any fixed assets. Accordingly, paragraph 3(i) of the Order is not applicable to the Company
- (ii) The Company did not have any inventories during the year. Accordingly, paragraph 3(ii) of the Order is not applicable to the Company.
- (iii) The Company has not granted any loans, secured or unsecured, to companies, firms, limited liability partnerships, or other parties covered in the register maintained under Section 189 of the Act. Accordingly, paragraph 3(iii) of the Order is not applicable to the Company.
- (iv) The Company has not granted any loans, investments, guarantees, or security covered under Section 185 and 186 of the Act. Accordingly, paragraph 3(iv) of the Order is not applicable to the Company.
- (v) The Company has not accepted any deposits from the public. Accordingly, paragraph 3(v) of the Order is not applicable to the Company.
- (vi) The Central Government has not prescribed the maintenance of cost records under Section 148(1) of the Act, for any of the products manufactured/services rendered by the Company. Accordingly, paragraph 3(vi) of the Order is not applicable to the Company.
- (vii) (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/ accrued in the books of account in respect of undisputed statutory dues of income tax have been regularly deposited during the year by the Company with the appropriate authorities. As explained to us, the Company did not have any dues on account of provident fund, employees' state insurance, sales tax, service tax, duty of customs, duty of excise and value added tax.

According to the information and explanations given to us, no undisputed amounts payable in respect of income-tax were in arrears as at 31 March 2017 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 income-tax which have not been deposited with the appropriate authorities on account of any dispute.

- (viii) The Company did not have any outstanding dues to any financial institution, bank, government or debenture holders during the year. Accordingly, paragraph 3(viii) of the Order is not applicable to the Company.
- (ix) The Company did not raise any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year. Accordingly, paragraph 3 (ix) of the Order is not applicable to the Company.
- (x) According to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the year.



Konfiaance Jewellery Private Limited

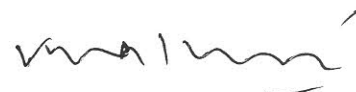
**Annexure A to the Independent Auditors' Report (Continued)**

- (xi) According to the information and explanation given to us, the Company has neither paid nor provided for any managerial remuneration. Accordingly, paragraph 3(xi) of the Order is not applicable to the Company.
- (xii) In our opinion and according to the information and explanations given to us, the Company is not a Nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable to the Company.
- (xiii) According to the information and explanations given to us and based on our examination of the records of the Company, there are no transactions with any related parties during the year. The provisions of Section 177 of the Act are not applicable to the Company. Accordingly, paragraph 3(xiii) of the Order is not applicable to the Company.
- (xiv) According to the information and explanations give to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year. Accordingly, paragraph 3(xiv) of the Order is not applicable to the Company.
- (xv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable to the Company.
- (xvi) The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, paragraph 3(xvi) of the Order is not applicable to the Company.

For **B S R & Co. LLP**

*Chartered Accountants*

Firm's Registration No: 101248W/W-100022



**Vijay Mathur**

*Partner*

Membership No: 046476

Mumbai  
3 May 2017

Konfiaance Jewellery Private Limited

**Annexure B to the Independent Auditors' Report (*Continued*)**

**Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")**

We have audited the internal financial controls over financial reporting of Konfiaance Jewellery Private Limited ("the Company") as of 31 March 2017 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

**Management's Responsibility for Internal Financial Controls**


The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

**Auditors' Responsibility**

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by the ICAI and deemed to be prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.





Konfiaance Jewellery Private Limited

**Annexure B to the Independent Auditors' Report (Continued)**

**Meaning of Internal Financial Controls over Financial Reporting**

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that:

- 1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
- 2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and
- 3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

**Inherent Limitations of Internal Financial Controls Over Financial Reporting**

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

**Opinion**

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2017, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the ICAI.

For **B S R & Co. LLP**  
*Chartered Accountants*

Firm's Registration No: 101248W/W-100022



**Vijay Mathur**  
*Partner*

Membership No: 046476

Mumbai  
3 May 2017

# Konfiaance Jewellery Private Limited

## Balance sheet

as at 31 March 2017

(Indian Rupees)

	Notes	31 March 2017	31 March 2016
<b>EQUITY AND LIABILITIES</b>			
<b>Shareholders' funds</b>			
Share capital	3	1,000,000	1,000,000
Reserves and surplus	4	8,648,485	8,725,699
		<u>9,648,485</u>	<u>9,725,699</u>
<b>Current liabilities</b>			
Other current liabilities	5	79,660	86,445
		<u>79,660</u>	<u>86,445</u>
<b>TOTAL</b>		<u><b>9,728,145</b></u>	<u><b>9,812,144</b></u>
<b>ASSETS</b>			
<b>Non-current assets</b>			
Long-term loans and advances	6	5,533	5,533
		<u>5,533</u>	<u>5,533</u>
<b>Current assets</b>			
Cash and bank balances	7	9,722,612	9,806,611
		<u>9,722,612</u>	<u>9,806,611</u>
<b>TOTAL</b>		<u><b>9,728,145</b></u>	<u><b>9,812,144</b></u>

Significant accounting policies

The notes referred to above form an integral part of the financial statements

As per our report of even date attached

For B S R & Co. LLP

Chartered Accountants

Firm's Registration No: 101248W/W-100022

  
Vijay Mathur

Partner

Membership No: 046476

Mumbai

3 May 2017

For and on behalf of the Board of Directors of

Konfiaance Jewellery Private Limited

CIN:U36912MH2009PTC195716

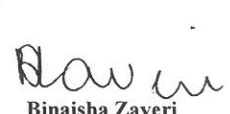
  
Shrikant Zaveri

Director

DIN:00263725

Mumbai

3 May 2017

  
Binaisha Zaveri

Director

DIN:00263657



# Konfiaance Jewellery Private Limited

## Statement of profit and loss

for the year ended 31 March 2017

(Indian Rupees)

	Notes	31 March 2017	31 March 2016
<b>INCOME</b>			
Other income		-	-
<b>Total revenue</b>		<u>-</u>	<u>-</u>
<b>EXPENSES</b>			
Other expenses	8	77,214	89,931
<b>Total expenses</b>		<u>77,214</u>	<u>89,931</u>
<b>(Loss) before tax</b>		(77,214)	(89,931)
<b>Tax expense</b>		-	-
<b>(Loss) for the year</b>		<u>(77,214)</u>	<u>(89,931)</u>

Earnings per equity share  
(Nominal value of share ₹ 10 (31 March 16: ₹ 10))

9.3

Basic and diluted

(0.77)

(0.90)

Significant accounting policies

2

The notes referred to above form an integral part of the financial statements

As per our report of even date attached

For B S R & Co. LLP

Chartered Accountants

Firm's Registration No: 101248W/W-100022



Vijay Mathur

Partner

Membership No: 046476

Mumbai

3 May 2017

For and on behalf of the Board of Directors of

Konfiaance Jewellery Private Limited

CIN:U36912MH2009PTC195716



Shrikant Zaveri

Director

DIN:00263725

Mumbai

3 May 2017



Binaisha Zaveri

Director

DIN:00263657

# Konfiaance Jewellery Private Limited

## Cash flow statement

for the year ended 31 March 2017

(Indian Rupees)

	31 March 2017	31 March 2016
<b>(A) CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net (loss) before tax	(77,214)	(89,931)
Operating cash flow before working capital changes	(77,214)	(89,931)
Movements in working capital (Decrease)/Increase in current liabilities	(6,785)	1,892
Cash used in operations	(83,999)	(88,039)
Income taxes paid	-	-
Net cash used in operating activities	(A) (83,999)	(88,039)
<b>(B) CASH FLOW FROM INVESTING ACTIVITIES</b>		
Net cash generated from/ (used in) investing activities	(B) -	-
<b>(C) CASH FLOW FROM FINANCING ACTIVITIES</b>		
Net cash generated from financing activities	(C) -	-
Net decrease in cash and cash equivalents	(A+B+C) (83,999)	(88,039)
Cash and cash equivalents at beginning of year (refer note below)	9,806,611	9,894,650
Cash and cash equivalents at end of year (refer note below)	9,722,612	9,806,611

### Notes to cash flow statement

<b>1</b>	Components of cash and cash equivalents :		
	Cash on hand	1,692	4,773
	Balances with banks		
	- on current accounts	9,720,920	9,801,838
		9,722,612	9,806,611
<b>2</b>	The above Cash Flow Statement has been prepared under the 'Indirect Method' as set out in the Accounting Standard 3 (AS-3), "Cash Flow Statements".		

Significant accounting policies (refer note 2)

The notes referred to above form an integral part of the financial statements

As per our report of even date attached

For B S R & Co. LLP

Chartered Accountants

Firm's Registration No: 101248W/W-100022

Vijay Mathur

Partner

Membership No: 046476

Mumbai

3 May 2017

For and on behalf of the Board of Directors of

Konfiaance Jewellery Private Limited

CIN:U36912MH2009PTC195716

Shrikant Zaveri

Director

DIN:00263725

Mumbai

3 May 2017

Binaisha Zaveri

Director

DIN:00263657

# Konfiaance Jewellery Private Limited

## Notes to the financial statements

for the year ended 31 March 2017

(Indian Rupees)

### 1 Background Information

Konfiaance Jewellery Private Limited ('the Company') was incorporated on 11 September 2009 as a Private Limited Company, to carry on business of designing, manufacturing, buying, selling, importing, exporting, dealing in wholesale or retail, cutting and polishing precious and semi-precious stones, gems, gold, silver, platinum, diamond, colour stones, gems and jewellery and jadau jewellery. The Company is a wholly owned subsidiary of Tribhovandas Bhimji Zaveri Limited.

### 2 Significant Accounting Policies

#### 2.1 Basis of Preparation of financial statements

These financial statements have been prepared and presented under the historical cost convention on the accrual basis of accounting and comply with the Accounting Standards prescribed under Section 133 of the Companies Act, 2013 ('Act') read with Rule 7 of the Companies (Accounts) Rules, 2014, the relevant provisions of the Act and other accounting principles generally accepted in India, to the extent applicable.

#### 2.2 Use of estimates :

The preparation of financial statements in conformity with generally accepted accounting principles (GAAP) in India requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities, income and expenses and the disclosure of contingent liabilities on the date of the financial statements. Actual results could differ from those estimates. Management believes the assumptions used in the estimates are prudent and reasonable. Any revision to accounting estimates is recognized prospectively in the current and future periods.

#### 2.3 Current -non-current classification

All assets and liabilities are classified into current and non-current.

##### Assets

An asset is classified as current when it satisfy any of the following criteria :

- it is expected to be realised in, or is intended for sale or consumption in, the company's normal operating cycle;
- it is held primarily for the purpose of being traded ;
- it is expected to be realised within 12 months after reporting date; or
- it is cash or cash equivalent unless it is restricted from being exchanged or used to settle a liability for at least 12 months after the reporting date.

Current assets include the current portion of non-current financial assets.

All other assets are classified as non-current

##### Liabilities

A liability is classified as current when it is satisfy any of the following criteria:

- it is expected to be settled in the company's normal operating cycle
- it is held primarily for the purpose of being traded
- it is due to be settled within 12 months after the reporting date; or
- the company does not have as unconditional right to defer settlement of the liability for at least 12 months after the reporting date. Terms of the liability that could, at the option of the counterparty, result in its settlement by the issue of equity instrument do not affect its classification.

Current liabilities include current portion of non-current financial liabilities.

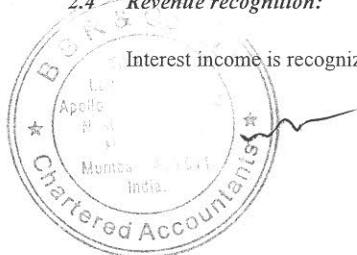
All other liabilities are classified as non-current

##### Operating Cycle :

Based on the nature of services and the time between the acquisition of assets for processing and their realisation in cash and cash equivalents, the Company has ascertained its operating cycle as 12 months for the purpose of current / non-current classification of assets and liabilities.

#### 2.4 Revenue recognition:

Interest income is recognized on a time proportion basis taking into account the amount outstanding and the interest rate applicable.



# Konfiaance Jewellery Private Limited

## Notes to the financial statements (Continued)

for the year ended 31 March 2017

(Indian Rupees)

### 2 Significant Accounting Policies (Continued)

#### 2.5 Earnings per share

Basic earnings per share is calculated by dividing the net profit for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year. The weighted average number of equity shares outstanding during the year and for all periods presented is adjusted for events, such as bonus shares, other than the conversion of potential equity shares, that have changed the number of equity shares outstanding, without a corresponding change in resources. For the purpose of calculating diluted earnings per share, the net profit for the period attributable to equity shareholders and the weighted average number of shares outstanding during the year is adjusted for the effects of all dilutive potential equity shares.

#### 2.6 Income taxes

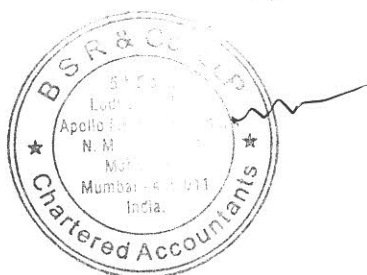
Income tax expense comprises current tax (i.e. amount of tax for the period determined in accordance with the income-tax law) and deferred tax charge or credit (reflecting the tax effects of timing differences between accounting income and taxable income for the year). Income-tax expense is recognised in the statement of profit and loss except that tax expense related to items recognised directly in reserves is also recognised in those reserves.

Current tax is measured at the amount expected to be paid to (recovered from) the taxation authorities, using the applicable tax rates and tax laws. Deferred tax is recognised in respect of timing differences between taxable income and accounting income i.e. differences that originate in one period and are capable of reversal in one or more subsequent periods. The deferred tax charge or credit and the corresponding deferred tax liabilities or assets are recognised using tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date. Deferred tax assets are recognised only to the extent there is reasonable certainty that the assets can be realised in future; however, where there is unabsorbed depreciation or carried forward loss under taxation laws, deferred tax assets are recognised only if there is virtual certainty supported by convincing evidence that sufficient future taxable income will be available against which such deferred tax assets can be realised. Deferred tax assets are reviewed as at each balance sheet date and written down or written-up to reflect the amount that is reasonably/virtually certain (as the case may be) to be realised.

#### 2.7 Provision and contingent liabilities

The Company creates a provision when there is a present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of obligation. Provisions are measured at the best estimate of the expenditure required to settle the present obligation at the balance sheet date and are not discounted to its present value. These are reviewed at each year end date and adjusted to reflect the best current estimate.

A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may or may not require an outflow of resources. When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.



# Konfiaance Jewellery Private Limited

## Notes to the financial statements (Continued)

as at 31 March 2017

(Indian Rupees)

	31 March 2017	31 March 2016
<b>3 Share capital</b>		
<b>Authorised</b>		
500,000 (31 March 2016: 500,000) equity shares of ₹ 10 each	5,000,000	5,000,000
	<u>5,000,000</u>	<u>5,000,000</u>
<b>Issued, subscribed and paid-up</b>		
100,000 (31 March 2016: 100,000) equity shares of ₹10 each fully paid-up	1,000,000	1,000,000
	<u>1,000,000</u>	<u>1,000,000</u>

Note :

**a Reconciliation of the shares outstanding at the beginning and at the end of the year**

	31 March 2017		31 March 2016	
Equity shares	No. of shares	Amount	No. of shares	Amount
At the beginning of the year	100,000	1,000,000	100,000	1,000,000
At the end of the year	100,000	1,000,000	100,000	1,000,000

**b Details of shareholders holding more than 5% shares in the Company**

	31 March 2017		31 March 2016	
	% holding in class	No. of Shares	% holding in class	No. of Shares
Equity shares of Rs. 10 each fully paid-up				
Tribhovandas Bhimji Zaveri Limited and nominee	100.00%	100,000	100.00%	100,000

**c Terms / rights attached to equity shares**

The Company has only one class of equity shares having a par value of ₹ 10 per share. Accordingly, all equity shares rank equally with regard to dividends and share in the Company's residual assets. The equity shares are entitled to receive dividend as declared from time to time. Each holder of equity shares is entitled to one vote per share. Voting rights cannot be exercised in respect of shares on which any call or other sums presently payable have not been paid.

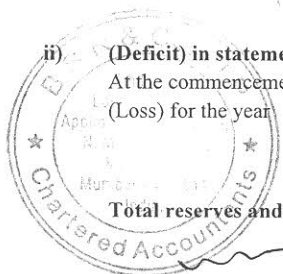
Failure to pay any amount called up on shares may lead to forfeiture of the shares.

On winding up of the Company, the holders of equity shares will be entitled to receive the residual assets of the Company, remaining after distribution of all preferential amounts in proportion to the number of equity shares held.

**d Shares held by holding/ultimate holding company and/or their subsidiaries/associates**

	31 March 2017		31 March 2016	
	No. of shares	Amount	No. of shares	Amount
Equity shares of Rs. 10 each fully-paid up held by				
Holding Company- Tribhovandas Bhimji Zaveri Limited and nominee	100,000	1,000,000	100,000	10,000,000
	<u>100,000</u>	<u>1,000,000</u>	<u>100,000</u>	<u>10,000,000</u>

	31 March 2017	31 March 2016
<b>4 Reserves and surplus</b>		
<b>i) Securities premium account</b>		
At the commencement of the year	9,018,000	9,018,000
	<u>9,018,000</u>	<u>9,018,000</u>
<b>ii) (Deficit) in statement of profit and loss</b>		
At the commencement of the year	(292,301)	(202,370)
(Loss) for the year	(77,214)	(89,931)
	<u>(369,515)</u>	<u>(292,301)</u>
<b>Total reserves and surplus</b>	<u>8,648,485</u>	<u>8,725,699</u>



# Konfiaance Jewellery Private Limited

## Notes to the financial statements (Continued)

as at 31 March 2017

(Indian Rupees)

	31 March 2017	31 March 2016
<b>5 Other current liabilities</b>		
Other payables		
- Statutory liabilities	-	-
- Provision for expenses	79,660	86,445
	<u>79,660</u>	<u>86,445</u>
<b>6 Long-term loans and advances</b> (Unsecured, considered good)		
Other loans and advances		
- Advance tax [(net of provision for tax Rs Nil, (31 March 2016: Rs Nil)]	5,533	5,533
	<u>5,533</u>	<u>5,533</u>
<b>7 Cash and bank balances</b>		
Cash and cash equivalents		
Cash on hand	1,692	4,773
Balances with banks		
- on current accounts	9,720,920	9,801,838
	<u>9,722,612</u>	<u>9,806,611</u>



# Konfiaance Jewellery Private Limited

## Notes to the financial statements (Continued)

for the year ended 31 March 2017

(Indian Rupees)

31 March 2017      31 March 2016

### 8 Other expenses

Rates and taxes	-	1,535
Legal and professional fees	18,732	20,140
Payment to auditors:		
- Statutory audit	55,528	57,250
- Out of pocket expenses	-	8,296
Bank charges	633	630
Miscellaneous expenses	2,321	2,080
	<u>77,214</u>	<u>89,931</u>





# Konfiaance Jewellery Private Limited

## Notes to the financial statements (Continued)

for the year ended 31 March 2017

(Indian Rupees)

### 9 Notes to accounts

#### 9.1 Capital commitments

Contracts remaining to be executed on capital account and not provided (net of advances) as at 31 March 2017 is ₹ Nil (31 March 2016: ₹ Nil).

#### 9.2 Information on related party transactions as required by the Accounting Standard (AS) - 18 for the year ended 31 March 2017

##### I. Name of related parties

###### Holding Company

- 1 Tribhovandas Bhimji Zaveri Limited

###### Key Managerial Personnel

- 1 Shrikant G Zaveri, Director
- 2 Binaisha Zaveri, Director

##### II. Details of related party transactions during the year ended 31 March 2017

There were no transactions with related parties during the current and previous year.

#### 9.3 Earnings per share (EPS)

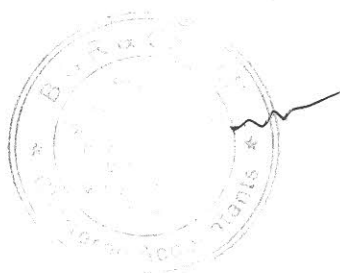
Particulars	31 March 2017	31 March 2016
	Rs.	Rs.
(Loss) after tax	(77,214)	(89,931)
Weighted average number of equity shares	100,000	100,000
Basic and diluted (loss) per share (face value Rs 10 per share)	(0.77)	(0.90)

#### 9.4 Dues to Micro, Small and Medium Enterprises

Under the Micro, Small and Medium Enterprises Development Act, 2006 which came into force from 2 October 2006, certain disclosures are required to be made relating to dues to Micro, Small and Medium Enterprises.

On the basis of the information and records available with management, during the year there is no transaction with Micro, Small and Medium enterprises, who have registered with the competent authorities.

Particulars	31 March 2017	31 March 2016
Principal amount and interest due thereon remaining unpaid to any supplier as at the year end	-	-
Amount of interest paid by the Company in terms of section 16 of the MSMED, along with the amount of the payment made to the supplier beyond the appointed day during the accounting year	-	-
Amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the MSMED	-	-
Amount of interest accrued and remaining unpaid at the end of the accounting year	-	-



# Konfiaance Jewellery Private Limited

## Notes to the financial statements (Continued)

for the year ended 31 March 2017

(Indian Rupees)

### 9 Notes to accounts (Continued)

- 9.5 The details of Specified Bank Notes (SBN) held and transacted during the period from 8th November, 2016 to 30th December, 2016 are as follows:

Particulars	Specified Bank Notes (SBN)	Other denomination Notes	Amount (Rs)
Closing cash in hand as on 08.11.2016	-	1,692	1,692
(+) Permitted receipts	-	-	-
(-) Permitted payments	-	-	-
(-) Amount deposited in Banks	-	-	-
Closing cash in Hand as on 30.12.2016	-	1,692	1,692

- 9.6 Other information with regards other matters specified in Schedule III of the Companies Act, 2013 is either nil or not applicable to the Company for the year ended 31 March 2017.

As per our report of even date attached

For B S R & Co. LLP

Chartered Accountants

Firm's Registration No: 101248W/W-100022



Vijay Mathur

Partner

Membership No: 046476

Mumbai

3 May 2017

For and on behalf of the Board of Directors of

Konfiaance Jewellery Private Limited

CIN:U36912MH2009PTC195716



Shrikant Zaveri

Director

DIN:00263725

Mumbai

3 May 2017



Binaisha Zaveri

Director

DIN:00263657