

priority

JEWELS PVT. LTD.

NOTICE

NOTICE is hereby given that the 16th (Sixteenth) Annual General Meeting of the members of **PRIORITY JEWELS PRIVATE LIMITED** will be held on Saturday, the 30th day of September 2023, at 5:00 P.M. at the Registered Office of the Company situated at Plot No. 121, Street No.15/18, MIDC, Andheri (East), Mumbai-400093 to transact the following business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Financial Statements of the Company for the year ended 31st March, 2023 together with the Board's Report and Auditors' Report thereon.

By Order of the Board of Directors of
Priority Jewels Private Limited



Shailesh Sangani
Managing Director
DIN: 00187474



Date: 4th September, 2023
Place: Mumbai

NOTES:

1. **A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT ONE OR MORE PROXIES TO ATTEND AND VOTE, IN CASE OF POLL ONLY, ON HIS/HER BEHALF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY. IN ORDER TO BE VALID, THE INSTRUMENT APPOINTING PROXY, SHOULD BE DULY COMPLETED, STAMPED AND SIGNED AND MUST BE LODGED AT THE REGISTERED OFFICE OF THE COMPANY NOT LESS THAN 48 HOURS BEFORE THE COMMENCEMENT OF THE MEETING.** A person can act as Proxy on behalf of Members not exceeding fifty and holding in the aggregate not more than ten percent of the total share capital of the Company carrying voting rights, provided that a Member holding more than ten percent of the total share capital of the Company carrying voting rights may appoint a single person as proxy and such person shall not act as proxy for any other person or Member.
2. Corporate Members are requested to send duly certified copy of the Board Resolution passed pursuant to Section 113 of the Companies Act, 2013 ("**the Act**") authorizing their representative to attend and vote at the Annual General Meeting.
3. The Register of Directors and Key Managerial Personnel and their Shareholdings maintained under Section 170 of the Act and Register of Contract or Arrangements in which Directors are interested maintained under Section 189 of the Act and all other relevant documents in connection with the proposed resolutions, will be open for inspection by the Members during the Annual General Meeting.
4. Members/Proxies for members should bring the duly filled-in and signed attendance slip for attending the meeting. Format of the attendance slip is enclosed herewith. A proxy holder need to show his/her identity proof at the time of attending the meeting.
5. A route map of the venue of the proposed AGM of the Company is appearing at the end of the Annual Report.

ATTENDANCE SLIP

Annual General Meeting – 30th September, 2023

Registered Folio DP ID & Client ID	
Name and address of the shareholder(s)	
Joint Holder 1	
Joint Holder 2	

I/We hereby record my/our presence at the Annual General Meeting of the Company held on 30th September, 2023 at Plot No. 121, Street No.15/18, MIDC, Andheri (East), Mumbai-400093.

Member's/Proxy's name (in Block Letter)

Member's / Proxy's Signature

Notes:

1. Members' / Joint Members' Proxies are requested to bring the Attendance Slips with them. Duplicate slips will not be issued at the venue.
2. Please fill in this attendance slip and hand it over at the entrance of the meeting hall.

PROXY FORM

[Pursuant to Section 105(6) of the Companies Act, 2013 and rule 19(3) of the Companies (Management and Administration) Rules, 2014]

Annual General Meeting- 30th September, 2023

Name of the Member (s) : _____

Registered Address : _____

Email Id : _____

Folio No/Client Id : _____

DP ID : _____

I/We, being a Member(s) of _____ shares of the above named Company hereby appoint:

1. Name: _____
Address: _____

Email ID: _____

Signature: _____, or failing him

2. Name: _____
Address: _____

Email ID: _____

Signature: _____, or failing him

3. Name: _____
Address: _____

Email ID: _____

Signature: _____

as my/our proxy to attend and vote (on poll) for me/us on my/our behalf of at the Annual General Meeting of the Company to be held on Saturday, 30th September, 2023 at Plot No. 121, Street No.15/18, MIDC, Andheri (East), Mumbai-400093 at 05:00 P.M. and at any adjournment thereof in respect of such resolution as is indicated below:

Resolution No: 1	To receive, consider and adopt the Audited Financial Statements of the Company for the year ended 31 st March, 2023 together with the Board's Report and Auditors' Report thereon.
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Signed this _____ day of _____ 2023.

Signature of Member: _____

Signature of Proxy holder(s): _____

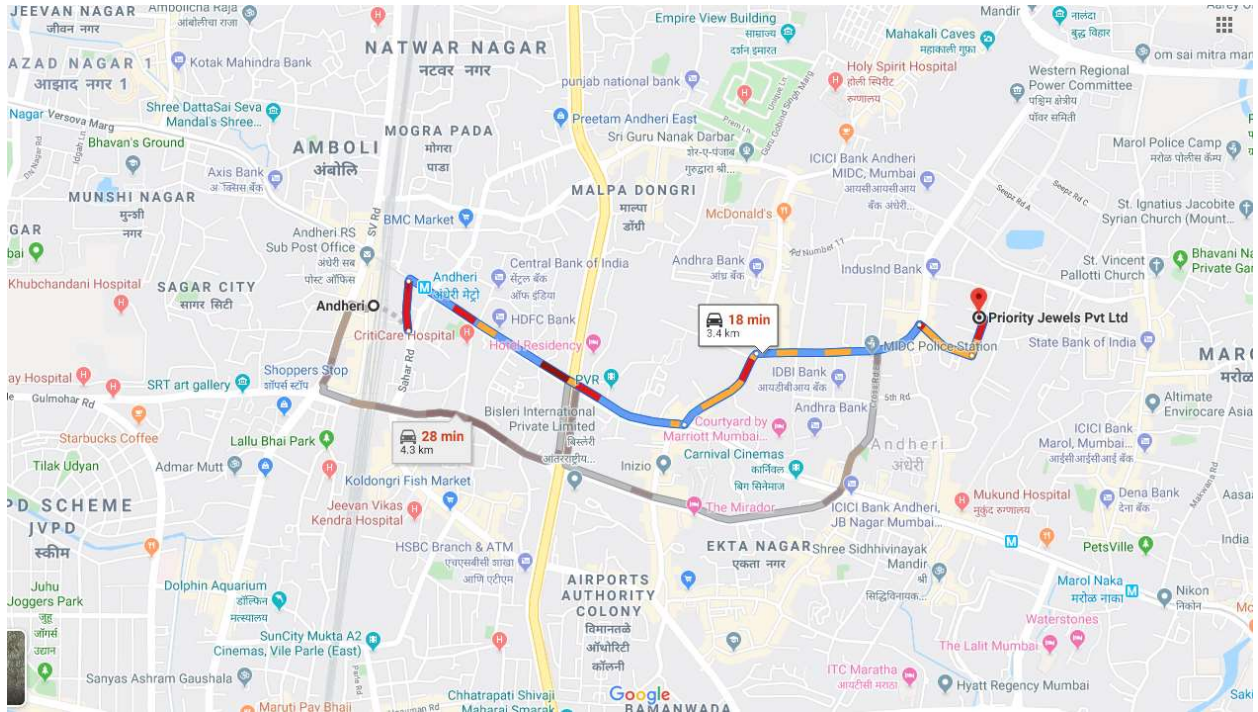
Revenue Stamp of Rs.0.15

Note:

This proxy form must be deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the meeting.

Route Map

Registered Office: Plot No. 121, Street No.15/18 MIDC, Andheri (East) Mumbai - 400093.





BOARD'S REPORT

To
The Members,
Priority Jewels Private Limited

Your Directors are pleased to present the 16th Annual Report together with the Audited Financial Statements of the Company for the financial year ended on 31st March, 2023.

FINANCIAL HIGHLIGHTS:

The performance of the Company for the financial year ended 31st March, 2023 is summarized as below:

Particulars	(Amount in Lakhs)	
	Standalone	
	Year ended 31 st March, 2023	Year ended 31 st March, 2022
Revenue from Operations	46,416.01	39,700.66
Other Income	728.83	656.28
Total Income	47,144.85	40,356.94
Less: Total Expenses	46,537.46	39,635.53
Profit / (Loss) before tax	607.39	721.41
Less: Tax Expenses		
- Current Tax	157	181.60
- Deferred Tax Charge / (credit)	3.65	6.03
Profit/(Loss) After tax	446.74	533.79
Earnings per Equity Share		
-Basic	10.76	12.86
-Diluted	10.76	12.86

STATE OF COMPANY'S AFFAIRS & REVIEW OF OPERATIONS:

Your Company is primarily engaged into manufacturing Diamond studded jewellery with manufacturing set up in Mumbai. The jewellery is marketed all across India and in the Middle East Countries as well as Western Countries. Currently, your Company is having its head office and registered office in Mumbai and has branches at Kolkata, Ahmedabad, Delhi, Chennai, Coimbatore, Tamil Nadu, Madurai and Thrissur. The gems and jewellery sector plays a significant role in the Indian economy, it is extremely export oriented and labour intensive.

Your Company is earning revenue from three Segments, consisting of Selling of Finished Goods, Sale of Services and Repair Charges.





During the year under review, total income of the Company is Rs. 47,114.85 Lakhs as against Rs. 40,356.94 Lakhs in the previous year. Net Profit before tax of the Company is Rs. 607.39 Lakhs as compared to net profit before tax of Rs. 721.41 Lakhs in the previous year. Net Profit after tax of the Company is Rs. 446.74 Lakhs as compared to net profit after tax of Rs. 533.79 Lakhs in the previous year.

CHANGE IN THE NATURE OF BUSINESS OF THE COMPANY:

There was no change in the nature of business of the Company during the financial year under review.

TRANSFER TO RESERVES:

Your Company has not transferred any amount to reserves during the year under review.

DIVIDEND:

In order to conserve existing resources of Company for catering future requirements, your Directors do not recommend any dividend for the financial year ended 31st March, 2023.

SHARE CAPITAL OF THE COMPANY:

Authorized Share Capital:

During the year under review, there was no change in the Authorized Share Capital of the Company. The Authorized Share Capital of the Company as on 31st March, 2023 stood at Rs. 21,50,00,000 (Rupees Twenty One Crore Fifty Lakhs Only).

Issued, Subscribed and Paid-up Share Capital:

The paid-up equity share capital of the Company as on 31st March, 2023, stood at Rs. 4,15,00,000 Lakhs (Four Crore Fifteen Lakhs Only) divided into 41,50,000 (Forty-One Lakhs Fifty Thousand) Equity shares of the face value of Rs. 10/- (Rupees Ten Only) each.

MATERIAL CHANGES AND COMMITMENT, IF ANY, AFFECTING THE FINANCIAL POSITION OF THE COMPANY OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR TO WHICH THESE FINANCIAL STATEMENTS RELATE AND THE DATE OF THE REPORT:

There have been no material changes and commitments affecting the financial position of the Company which have been occurred between the end of the financial year 31st March, 2023 to which this financial statements relate and the date of this report.

HOLDING, SUBSIDIARIES, JOINT VENTURES AND ASSOCIATE COMPANIES:



As on March 31, 2023, the Company does not have any Holding, Subsidiary, Associate or Joint Venture Company. Hence, preparation of Consolidated Financial Statements and Statement containing salient features of subsidiary, associate or joint venture in Form AOC-1 as per the provisions of Section 129 of the Act is not applicable to the Company.

BOARD OF DIRECTORS AND KEY MANAGERIAL PERSONNEL:

During the financial year under review, there were no changes in the composition of the Board of Directors of the Company. As on 31st March, 2023, the Board is duly constituted as per Section 149 of the Act and consists of 03 (Three) Directors namely:

1. Shailesh Sangani (DIN: 00187474)
2. Tushar Mehta (DIN: 00187368)
3. Manisha Sangani (DIN: 00187398)

Further, the Company was not required to comply with the provisions of Section 149(4) of the Companies Act, 2013 ("the Act") relating to appointment of Independent Director. The Company is also not required to comply with the provisions of appointment of Key Managerial Personnel.

MEETINGS OF THE BOARD OF DIRECTORS AND COMMITTEES:

The Board meets at regular intervals to discuss and review the business operations. The intervening gap between the two consecutive meetings was within the period prescribed under the Act and Secretarial Standard-1 (SS-1) issued by Institute of Company Secretaries of India (ICSI), as amended from time to time.

During the year under review, the Board of Directors duly met 14 (Fourteen) times on 04th April, 2022, 04th May, 2022, 13th June, 2022, 22nd August, 2022, 8th September 2022, 04th October, 2022, 04th November, 2022, 01st December, 2022, 05th December, 2022, 20th December, 2022, 04th January, 2023, 14th February, 2023, 28th February, 2023 and 25th March, 2023.

Sr. No.	Name of the Directors	Category of Directors	Attendance	
			No. of Board Meetings eligible to attend during the year	No. of Board Meetings Attended
1	Mr. Shailesh Sangani	Managing Director	14	14
2.	Mr. Tushar Mehta	Director	14	14
3.	Mrs. Manisha Sangani	Director	14	14

During the year under review, the CSR Committee Members duly met 2 (Two) times on 04th April 2022, and 25th March, 2023.



Sr. No.	Name of the CSR Committee Members	Designation in Committee	Attendance	
			No. of Committee eligible to attend during the year	No. of Board Meetings Attended
1	Mr. Shailesh Sangani	Chairperson	2	2
2.	Mr. Tushar Mehta	Member	2	2
3.	Mrs. Manisha Sangani	Member	2	2

DETAILS OF POLICY DEVELOPED AND IMPLEMENTED BY THE COMPANY ON ITS CORPORATE SOCIAL RESPONSIBILITY INITIATIVES:

The brief outline of the Corporate Social Responsibility (CSR) policy of the Company and the initiatives undertaken by the Company on CSR activities during the year are set out in **Annexure I** of this report in the format prescribed in the Companies (Corporate Social Responsibility Policy) Rules, 2014.

DIRECTORS' RESPONSIBILITY STATEMENT:

Your Directors, to the best of their knowledge and belief and according to the information and explanations obtained by them and pursuant to provisions of Section 134(3)(c) of the Act state and confirm that:

- a. in the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures, if any;
- b. they have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit of the Company for that period;
- c. they have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- d. they have prepared the annual accounts on a going concern basis; and
- e. they have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

DEPOSITS:

During the year under review, the Company has not accepted any deposits within the meaning of Sections 73 and 76 of the Act read with Companies (Acceptance of Deposits) Rules, 2014.

EXTRACT OF ANNUAL RETURN:



In accordance with the provisions of Sections 92(3) and 134(3)(a) of the Act, the Annual Return of the Company for the financial year 31st March, 2023 is available on the website of the Company at priorityjewels.in.

STATUTORY AUDITORS:

M/s. M. B. Nayak & Co., Chartered Accountants, Mumbai (FRN: 107014W), were appointed as Statutory Auditors of the Company for a term of five years from FY 2019-20 to FY 2023-24 at 12th Annual General Meeting (AGM) held on 7th December, 2019 to hold such office from the conclusion of 12th AGM upto the conclusion of 17th AGM, pursuant to provisions of Section 139 of the Act.

The Statutory Auditors have given a confirmation to the effect that they are eligible to continue with their appointment and that they have not been disqualified in any manner from continuing as the Statutory Auditors of the Company.

EXPLANATION OR COMMENTS ON QUALIFICATIONS, RESERVATIONS OR ADVERSE REMARKS OR DISCLAIMERS MADE BY THE AUDITORS IN THEIR REPORTS:

There was no qualification, reservation or adverse remarks made by the Statutory Auditors of the Company in their report on the audited financial statements of the Company for the financial year under review.

REPORTING OF FRAUDS BY STATUTORY AUDITORS UNDER SECTION 143(12) OF THE COMPANIES ACT, 2013:

During the year under review, there were no instances of reporting of frauds by Statutory Auditors of the Company under Section 143(12) of the Act read with Companies (Accounts) Rules, 2014.

INTERNAL AUDITORS:

Pursuant to provisions of Section 138 of the Act read with Companies (Accounts) Rules, 2014, the Company appointed M/s. Ganesh & Rajendra Associates, Chartered Accountants, as its Internal Auditors for the Financial Year 2022-23. The Internal Auditors submitted their Reports on periodical basis to the Board of Directors.

Based on the internal audit report, the management undertakes corrective action in respective areas and thereby strengthens the controls.

SECRETARIAL AUDITOR AND SECRETARIAL AUDIT REPORT:

During the period under review, the provisions of Section 204 of the Act regarding Secretarial Audit were not applicable on the Company.



STATEMENT IN RESPECT OF ADEQUACY OF INTERNAL FINANCIAL CONTROL WITH REFERENCE TO THE FINANCIAL STATEMENTS:

The Company has in place an adequate Internal Financial Control System. The Board evaluates the efficiency and adequacy of financial control system in the Company, its compliance with operating systems, accounting procedures at all levels and strives to maintain the Standard in Internal Financial Control.

MAINTENANCE OF COST RECORDS:

Pursuant to the provisions of Section 148 of the Act read with the Companies (Cost Records and Audit) Rules, 2014, as amended from time to time, the Company is not required to maintain Cost Records under said Rules.

PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS UNDER SECTION 186:

During the year under review, there were no loans given, guarantee provided or investments made by the Company under Section 186 of the Act.

PARTICULARS OF LOAN RECEIVED FROM DIRECTOR OR RELATIVE OF DIRECTOR OF THE COMPANY:

During the year under review, the Company has received a loan of 1,904.42 Lakhs from Mr. Shailesh Sangani, Managing Director of the Company during the year under review.

Further, except as disclosed above, no other loan was received by Company from any Director or relative of any Director of the Company during the year under.

PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES REFERRED TO IN SECTION 188 OF THE COMPANIES ACT, 2013:

During the year under review, all the related party transactions were in the ordinary course of business and on arm's length basis and are reported in the Notes to the Financial Statements. Further, the Company did not enter into any material related party transactions with related parties. Accordingly, the disclosure of Related Party Transactions as required under Section 134(3) of the Act, in Form AOC-2 is not applicable.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO:

Pursuant to Section 134(3)(m) of the Act, read with Rule 8 of the Companies (Accounts) Rules, 2014, details regarding Conservation of Energy, Technology Absorption, Foreign Exchange earnings and outgo for the year under review are as follows:



I. Conservation of Energy

- Steps taken or impact on conservation of energy – The Operations of the Company are not energy intensive. However, Company continues to implement prudent practices for saving electricity and other energy resources in day-to-day activities.
- Steps taken by the Company for utilizing alternate sources of energy – Though the activities undertaken by the Company are not energy intensive, the Company shall explore alternative sources of energy, as and when the necessity arises.
- The capital investment on energy conservation equipment – Nil.

II. Technology Absorption

- The efforts made towards technology absorption – the minimum technology required for the business has been absorbed.
- The benefits derived like product improvement, cost reduction, product development or import substitution – Not Applicable.
- In case of imported technology (imported during the last three years reckoned from the beginning of the financial year) – Not Applicable.
- The expenditure incurred on research and development - Not Applicable.

III. Foreign Exchange Earnings and Outgo

Foreign Exchange Earnings – Rs. 23, 036.19 Lakhs.

Foreign Exchange Outgo – Rs. 244.43 Lakhs.

STATEMENT CONCERNING DEVELOPMENT AND IMPLEMENTATION OF RISK MANAGEMENT POLICY OF THE COMPANY:

The Company understands that risk evaluation and risk mitigation is a function of the Board of Directors of the Company. The Board of Directors of your Company are fully committed to developing a sound system for identification and mitigation of applicable risks – viz., systemic and non-systemic – on a continuous basis. The Board is of the opinion that at present, there are no material risks that may threaten the very existence and functioning of your Company.

VIGIL MECHANISM FOR DIRECTORS AND EMPLOYEES:

The Board of Directors of the Company has, pursuant to the provisions of Section 177(9) of the Act read with Rule 7 of the Companies (Meetings of Board and its Powers) Rules, 2014, established Vigil Mechanism for Directors and Employees of the Company to provide a mechanism which ensures adequate safeguards to Directors and Employees from any victimization on raising of concerns of any violations of legal or regulatory requirements, incorrect or misrepresentation of any, financial statements and reports, etc.



The employees of the Company have the right/option to report their concern/grievance to the Chairman of the Company. During the year under review, no complaints were raised by any of the Directors or Employees in this regard.

DETAILS OF SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNALS IMPACTING THE GOING CONCERN STATUS AND COMPANY'S OPERATIONS IN FUTURE:

There was no significant or material order passed by any regulator or court or tribunal against the Company, which impacts the going concern status of the Company or will have bearing on Company's operations in future.

INFORMATION UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013:

The Company has zero tolerance for sexual harassment at workplace and undertakes to prevent, prohibit and redress sexual harassment at workplace in line with the provisions of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and the Rules thereunder.

The Company has in place a robust policy on prevention of sexual harassment at workplace. There is also an Internal Committee ("IC") duly constituted under Section 4 of the Sexual Harassment of Women at Workplace (Prohibition, Prevention and Redressal) Act, 2013 which is responsible for redressal of complaints related to sexual harassment and follows the guidelines provided in the policy.

No complaints pertaining to sexual harassment were filed, disposed of or pending during the financial year under review.

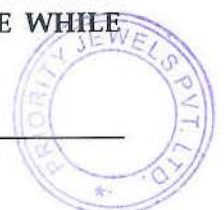
PARTICULARS OF REMUNERATION:

The provisions of Section 197(12) of the Act read with of Rule 5(2) of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 are not applicable to the Company.

DISCLOSURE IN RESPECT OF STATUS OF APPLICATION OR PROCEEDING PENDING UNDER THE INSOLVENCY AND BANKRUPTCY CODE:

During the year under review and as at 31st March, 2023, no application was made nor any proceedings were pending under the Insolvency and Bankruptcy Code, 2016.

DISCLOSURE RELATING TO DIFFERENCE BETWEEN AMOUNT OF THE VALUATION DONE AT THE TIME OF ONE TIME SETTLEMENT AND VALUATION DONE WHILE





TAKING LOAN FROM BANK OR FINANCIAL INSTITUTIONS ALONG WITH THE REASONS THEREOF:

During the year under review, no such one-time settlement and valuation was done in respect of any loan taken by the Company from Banks/Financial Institutions.

COMPLIANCE WITH SECRETARIAL STANDARDS:

The Company has devised proper systems to ensure compliance with the applicable Secretarial Standards issued by the Institute of Company Secretaries of India, and the Company complies with all the applicable provisions of the same during the year under review.

ACKNOWLEDGEMENT:

Your Directors wish to place on record their gratitude for the continued co-operation and patronage extended by the esteemed customers. The Directors would also like to place on record their sincere appreciation for the continued co-operation, guidance, support and assistance extended during the period under report by our bankers, customers, suppliers and Government agencies. The Board of Directors wishes to express its appreciation for the valuable contribution made by the employees at all levels during the period under report.



For and on behalf of the Board of Directors
Priority Jewels Private Limited

Shailesh Sangani
Managing Director
DIN: 00187474

Tushar Mehta
Director
DIN: 00187368

Place: Mumbai
Date: 4th September, 2023



ANNEXURE I

ANNUAL REPORT ON CORPORATE SOCIAL RESPONSIBILITY (CSR) ACTIVITIES

1. Brief outline on CSR Policy of the Company:

The Company aims at spending a defined portion of its net profit for the betterment of Indian society through:

- Supporting the programs and efforts for environment protection and enhancement.
- Advocating and fostering awareness for mental health, we aim to promote understanding, offer support, and encourage open conversations to destigmatize mental health challenges within our community.
- Ensuring the safety and well-being of women and children is our priority, with a commitment to creating a secure environment that safeguards their rights and promotes their welfare.
- Taking proactive measures for the well-being of society, as per needs.

2. Composition of CSR Committee:

Sl. No.	Name of Director	Designation/ Nature of Directorship	Number of meetings of CSR Committee held during the year	Number of meetings of CSR Committee attended during the year
1.	Mr. Shailesh Sangani	Chairperson	2	2
2.	Mr. Tushar Mehta	Member	2	2
3.	Mrs. Manisha Sangani	Member	2	2

Regd. Office : Plot No. 121, Street No. 15/18, MIDC, Andheri (E), Mumbai - 400 093
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CIN # U52393MH2007PTC174977
E-mail : priority@priorityindia.com





3. Provide the web-link where Composition of CSR committee, CSR Policy and CSR projects approved by the board are disclosed on the website of the company: priorityjewels.in
4. Provide the executive summary along with web-link(s) of Impact Assessment of CSR Projects carried out in pursuance of sub-rule (3) of rule 8, if applicable. N.A.
5.
 - (a) Average net profit of the company as per sub section (5) of section 135: INR 4,87,48,750
 - (b) Two percent of average net profit of the company as per as per sub section (5) of section 135: INR 9,74,975
 - (c) Surplus arising out of the CSR projects or programmes or activities of the previous financial years: NIL
 - (d) Amount required to be set off for the financial year, if any: -
 - (d) Total CSR obligation for the financial year (7a+7b-7c): INR 9,74,975
6. (a) CSR amount spent or unspent for the financial year:

Total Amount Spent for the Financial Year (in Rs.)	Amount Unspent (in Rs.)				
	Total Amount transferred to Unspent CSR Account as per section 135(6)		Amount transferred to any fund specified under Schedule VII as per second proviso to section 135(5).		
	Amount	Date of Transfer	Name of the Fund	Amount	Date of Transfer
2022-23 (INR) 56,87,500	NIL	NA	NA	NIL	NA

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(b) Details of CSR amount spent against ongoing projects for the financial year:
Not Applicable

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)
Sl. No.	Name of the Project	Item from the list of activities in Schedule VII to the Act.	Local area (Yes/No)	Location of the project.	Project duration.	Amount allocated for the project (in Rs.).	Amount spent in the current financial Year (in Rs.).	Amount transferred to Unspent CSR Account for the project as per Section 135(6) (in Rs.).	Mode of Implementation - Direct (Yes/No).	Mode of Implementation - Through Implementing Agency
				State.	District.					Name CSR Registration number.
1.	N.A.									

(c) Details of CSR amount spent against other than ongoing projects for the financial year:

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
Sr. No.	Name of the Project	Item from the list of activities in schedule VII to the Act	Local area (Yes/No)	Location of the project	Amount spent for the project (in Rs.)	Mode of implementation - Direct (Yes/No)	Mode of implementation - Through implementing agency
				State/UT.	District.		Name. CSR registration number.



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1.	Trust for Retailers and Retail Association of India	Promoting Education and Employment etc.	Yes	Maharashtra	Mumbai City	INR 50,00,000	No	Trust for Retailers and Retail Association of India	CSR00002617
2.	Sankalptaru Foundation	Promoting Health care including preventive health care.	No	Uttarakhand	Dehradun	INR 77,500	No	Sankalptaru Foundation	CSR00000590
3.	Snehalaya Social Trust	Ensuring environment sustainability	No	Maharashtra	Solapur	INR 3,10,000	No	Snehalaya Social Trust	CSR00014440
4.	The Live Love Laugh Foundation	Promoting healthcare including awareness of mental health	No	Karnataka	Bangalore	INR 3,00,000	No	The Live Love Laugh Foundation	CSR00012198

(d) Amount spent in Administrative Overheads

NIL

(e) Amount spent on Impact Assessment, if applicable

NA

(f) Total amount spent for the Financial Year(8b+8c+8d+8e)

INR



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(g) Excess amount for set off, if any

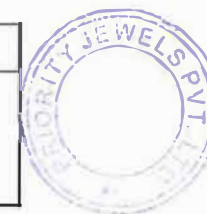
Sr. No.	Particular	Amount (in Rs.)
(i)	Two percent of average net profit of the company as per Section 135(5)	9,74,975
(ii)	Total amount spent for the Financial Year	56,87,500
(iii)	Excess amount spent for the financial year [(ii)-(i)]	47,12,525
(iv)	Surplus arising out of the CSR projects or programmes or activities of the previous financial years, if any	NIL
(v)	Amount available for set off in succeeding financial years [(iii)-(iv)]	47,12,525

9. (a) Details of Unspent CSR amount for the preceding three financial years: Not Applicable

Sr. No.	Preceding Financial Year.	Amount transferred to Unspent CSR Account under section 135 (6)(in Rs.)	Amount spent in the reporting Financial Year(in Rs.).	Amount transferred to any fund specified under Schedule VII as per section 135(6), if any.			Amount remaining to be spent in succeeding financial years. (in Rs.)
				Name of the Fund	Amount (in Rs).	Date of transfer.	

(b) Details of CSR amount spent in the financial year for ongoing projects of the preceding financial year(s): Not Applicable

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
Sr. No	Project ID.	Name of the Project.	Financial Year in which the project was	Project duration.	Total amount allocated for the project (in Rs.).	Amount spent on the project in the reporting Financial Year (in	Cumulative amount spent at the end of reporting Financial Year. (in Rs.)	Status of the project- Completed /Ongoing.



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			commenced			Rs).		
1.								

10. In case of creation or acquisition of capital asset, furnish the details relating to the asset so created or acquired through CSR spent in the financial year (asset-wise details): Not Applicable

- (a) Date of creation or acquisition of the capital asset(s)
- (b) Amount of CSR spent for creation or acquisition of capital asset
- (c) Details of the entity or public authority or beneficiary under whose name such capital asset is registered, their address etc.
- (d) Provide details of the capital asset(s) created or acquired (including complete address and location of the capital asset)

11. Specify the reason(s), if the company has failed to spend two per cent of the average net profit as per section 135(5) Not Applicable



By order of Board of Directors
Priority Jewels Private Limited

S.H. Sangani

Tushar Anantrai

Place: Mumbai
Date: 4th September, 2023

Shailesh Sangani
Managing Director &
Chairperson of CSR Committee
DIN: 02140122

Tushar Anantrai
Director &
Member of CSR Committee
DIN: 00187368

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CIN # U52393MH2007PTC174977
E-mail : priority@priorityindia.com

Date: 02/09/2023

To,

M/s M.B. Nayak & Co.

Chartered Accountants,

A-502, Vertex Vikas CHS,

Sir M.V. Road, Opp. Andheri Railway Station,

Andheri (E), Mumbai-400 069.

Dear Sir,

Sub: Letter of Representation for the year ended 31st March 2023.

This representation letter is provided in connection with your audit of the financial statements of **Priority Jewels Private Limited** for the year ended **March 31, 2023**, for the purpose of expressing an opinion as to whether the financial statements give a true and fair view of the financial position as of March 31, 2023, and of the results of operations for the year then ended. We acknowledge our responsibility for the preparation of financial statements in accordance with the requirements of the Companies Act, 2013, and recognized accounting policies and practices, including the Accounting Standards issued by the Institute of Chartered Accountants of India.

We confirm to the best of our knowledge and belief and having made appropriate inquiries of other officials, the following representations:

General

1. We have prepared the financial statements in accordance with AS. the company has followed the guidance prescribed in AS. The accounts present a true & fair view, on the historical cost basis, of the statement of affairs as on March 31, 2023, and of the profits for the year ended on that date. The accounting policies, which are material or critical in determining the results of operations for the year or financial position, are set out in the financial statements and are consistent with those adopted in the financial statements for the previous year.
2. Financial Statements prepared by us are in agreement with books of account and supporting documentation.

3. All known actual or possible non-compliance with laws and regulations, together with the actual or contingent consequences, which may arise there from, the effects of which should be considered when preparing financial statements, have been considered.
4. The financial statements are free of material misstatements, including omissions.
5. We have complied with all aspects of contractual agreements that could have a material effect on the financial statements in the event of non-compliance. There has been no non-compliance with requirements of regulatory authorities that could have a material effect on the financial statements in the event of non-compliance.
6. We do not have plans or intentions that may materially affect the carrying value or classification of assets and liabilities reflected in the financial statements.
7. No director is disqualified to be appointed as director of the company in terms of provisions of section 164 of the Companies Act, 2013.

Assets

8. All assets were satisfactorily owned and there were no encumbrances on the assets.

Fixed Assets

9. The net book values at which fixed assets are stated in the Balance Sheet are arrived at:
 - a) after considering all capital expenditure on additions thereto, but no expenditure properly chargeable to revenue.
 - b) after eliminating the cost and accumulated depreciation relating to items sold, discarded, demolished or destroyed.
 - c) after providing adequate depreciation on fixed assets during the period as per the provisions of the Companies Act, 2013.
 - d) The title deeds of immovable property are held in the name of the company.
 - e) During the year the company does not hold any Benami Property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and the rules made thereunder.
10. The management has physically verified the assets during the year and no material discrepancies were noticed.
11. There is no formal internal control procedure for the purchase of assets. It is done through the personal supervision and control of the management.

12. The management certifies that as per their estimate there is no impairment loss in any assets during the period under audit.
13. The management has maintained proper records regarding particulars, quantitative details and situation of all fixed assets.
14. We have not converted any capital asset into stock in trade during the year.

Capital Commitments

15. At the balance sheet date, there was not any outstanding commitment for capital expenditure.

Current Assets, Loans and Advances

16. In the opinion of the Board of Directors, other current assets have a value on realization in the ordinary course of company's business, which is at least equal to the amount at which they are stated in the balance sheet.

Secured & Unsecured Loans

17. At the balance sheet date, there were outstanding secured and unsecured loans as mentioned below:

Long Term Borrowing

Long-term borrowings				
Secured	Non current portion		Current portion*	
	31 March 2023	31 March 2022	31 March 2023	31 March 2022
Vehicle loans from HDFC Bank Ltd	-	4,07,208	4,07,208	7,69,280
Emergency Credit Line Guarantee Scheme (ECLGS T1)	7,21,74,963	10,79,95,925	3,58,20,963	3,41,58,375
	7,21,74,963	10,84,03,133	3,62,28,170	3,49,27,655

Short term Borrowing

Short-term borrowings	31 March 2023
Secured	
From banks	
Export Packing Credit *	39,42,67,389
Gold loans **	26,55,08,028
Cash credit from banks ***	27,62,71,310
Unsecured	
From Directors ##	12,63,10,636
From Others	-

18. The various credit facilities (Fund based or non-fund based) utilized by the company during the financial year are within the limits sanctioned by the respective banks.
19. The LOU (Letter of Undertaking) issued by the respective banks, if any, are within the limits sanctioned and against the security of stock, debtors, fixed assets and personal guarantee of directors of the company As on 31st March 2023.

Debtors, Loans and Advances

20. The items appearing in the books on March 31, 2023, are considered good and Doubtful.

Debtors

Trade receivables (Unsecured, considered good unless stated otherwise)	31 March 2023
Receivable outstanding for a period exceeding six months from the day they became due for payment:	
- Considered good	2,55,59,388
- Considered doubtful	14,50,022
	2,70,09,410
Other receivables:	
- Considered good	1,13,49,44,111
	1,16,19,53,521

Loans & Advances

- Long term loans & Advances – 2,14,61,735/-
- Short term loans & Advances – 8,46,61,226/-

21. We have sent year-end balance confirmation letters to the Debtors. Management is of the view that amount receivable from the parties from whom confirmation has not yet received will be as appearing in the books of the Company and will not require any reconciliation or provision thereof.

Inventory

22. The company has inventory as on 31st March 2023. Details are mentioned below:

Inventories (valued at lower of cost and net realisable value)	31 March 2023
Raw material	53,48,85,527
Work-in-progress	26,19,42,002
Finished goods	22,13,46,809
	1,01,81,74,338

The inventories have been physically verified during the year by the Management.



The Company has maintained proper records of inventories.

Cash in Hand and Bank Balance

23. The management certifies that the amount of Cash in Hand as on March 31, 2023,

- **Cash in hand was Rs. 9,14,075/-**
- **Bank balance was Rs. 27,37,83,237/-**
- **Other bank balance was Rs. 6,22,45,870/-**

24. We have current bank accounts that have been reconciled up to March 31, 2023.

Grant of Loans

25. The nature of the business activities does not attract any special statute applicable to chit fund and Nidhi/mutual benefit fund/societies.

26. The company is not engaged in dealing or trading in shares, securities, debentures and other investments.

27. The company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.

Liabilities

28. We have recorded all known liabilities in the financial statement. We have sent year-end balance confirmation letters to the creditors.

Deposits u/s. 73 of the Companies Act, 2013

29. The company has not contravened the provisions of Section 73 of The Companies Act, 2013 and The Companies (Acceptance of Deposits) Rules, 1975.

Government Dues

30. The disputed statutory dues as shown the financial statements that have not been deposited on account of disputed matters pending before appropriate authorities.

Provisions for Claims and Losses

31. Provision has been made in the accounts for all known losses and claims of material amounts.

32. There have been no events subsequent to the balance sheet date, which require adjustment of, or disclosure in, the financial statements or notes thereto.

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33. There were no accumulated losses and has not incurred cash losses during the preceding three financial years.

Personal Expenses

34. No personal expenses have been charged to revenue account other than those payable under contractual obligations or in accordance with generally accepted business practices. The expenses incurred on foreign tour are purely for the purpose of business and no personal expenses have been debited to profit and loss account.

Guarantees

35. No guarantees have been given for loans taken by others from banks or financial institutions

Utilization of Funds

36. No fund has been raised on short-term basis which is utilised for long-term investments and vice-versa. The funds have been utilised for the purpose for which they were borrowed.

Allotment of Shares and Debentures

37. The company has not made any preferential allotment of shares to parties or companies covered under Section 189 of Act.

38. The company has not raised any money through a public issue during the year.

Contracts or arrangements

39. There have been no contracts or arrangements that need to be entered in the register under section 189.

Internal Audit

40. The company have internal audit system.

Profit and Loss Account

41. Except as disclosed in the financial statements, the results for the year were or were not materially affected by:

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- a) transactions of nature not usually undertaken
 - b) circumstances of an exceptional or non-recurring nature
 - c) charges or credits relating to prior years
 - d) changes in accounting policies
42. The management confirms that the income accounted in the books reflects fully the income earned.
43. All expenses shown in the financial statements are pertaining to the business activity and are bona-fide expenses.

Taxation

44. Adequate provision for taxation based on provisions of Income Tax Act, 1961 has been made in the accounts for the year ended March 31, 2023.
- All liabilities to any Government authorities outstanding as at March 31, 2023, have been paid by the due dates as stipulated in the respective laws except delay in few cases like Employees' provident fund in some of the months.
45. Income Tax expenses are accrued in accordance with "Accounting for Taxes on Income" which includes current and deferred taxes and tax paid for earlier years. Deferred income tax reflects the impact of the current year timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier years. Deferred tax enacted or substantively enacted by the balance sheet date. Deferred tax assets are recognized and carried forward for all deductible timing differences only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets be realized. The provisions for current taxes are made based on estimated taxable income at the applicable tax rates.

General

46. There are no disputed amounts outstanding in respect of provident fund, employee state insurance, income tax, wealth tax, sales tax, excise duty, cess and any other applicable statutory dues except those which are mentioned in the notes forming part of financial statements.

47. Further, there are no undisputed dues of /income tax/custom duty/wealth tax/excise duty/cess as at the Balance sheet date.
48. The financial statements and appended notes thereto, include all material disclosures necessary for these accounts to show a true and fair view of the statement of affairs and are free of material misstatements, including omissions.
49. The Management certifies that there are balances is due to Micro & Small Enterprises as defined under the Micro, Small, Medium and small enterprise development Act, 2006 as on March 31, 2022, Was Rs. 70,17,498/-
50. Tax Audit for the year ended March 31, 2023 (Tax Audit in terms of Section 44AB of the Income Tax Act, 1961). The information required for the tax audit under section 44AB of the Income Tax Act, 1961 for the year ended March 31, 2023, has been made available to you in order to enable you to verify the same for the purpose of your report thereon. We certify the following:

- We are liable to pay indirect tax. Details of registration no. are mentioned below:

Customs Act	0307071472	NA
Central Excise Act	AAECP4118KEM002	NA
GST Act	27 AAEC4118K 1ZB	Maharashtra
GST Act	27 AAEC4118K 2ZA	Maharashtra
GST Act	24 AAEC4118K 1ZH	Gujarat
GST Act	33 AAEC4118K 1ZI	Tamil Nadu
GST Act	07 AAEC4118K 1ZD	Delhi
GST Act	19 AAEC4118K 1Z8	West Bengal
Customs Act	0311008232	NA
Central Excise Act	AAFCP7974GEM002	NA
Central Excise Act	AAFCP7974GEM003	NA

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Central Excise Act	AAFCP7974GEM004	NA
GST Act	19 AAFCP7974G 1ZU	West Bengal
GST Act	27 AAFCP7974G 1ZX	Maharashtra
GST Act	32 AAFCP7974G 1Z6	Kerala
GST Act	33 AAFCP7974G 1Z4	Tamil Nadu

- We are into the manufacturing & trading sector and there is no change in nature of business in current year as compared to preceding previous year.
- We have maintained the following books of account and are kept at the places as mentioned below:

Books Maintained	Address
Cash & Bank Book	Plot No. 121, Street No.15/18 MIDC, Andheri (East) Mumbai MH 400093
Journal Register	
General Ledger	
Labour register	
Stock register	
Purchase Register	
Sales Register	
Payroll Register	
Trade Receivable Register	
Trade payable Register	
Other Records such as Debit Note/Credit Note Register Electronically	

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- Our Profit & Loss account does not include profits and gains assessable on presumptive basis under section 44AD, 44AE, 44AF, 44B, 44BB, 44BBA, 44BBB, 172 of the Income Tax Act, 1961.
- We had employed Mercantile System for maintaining books in the previous year and there is no change in the method with respect to method employed in immediately preceding previous year which would effect on the Profit or Loss.
- We confirm that TDS returns which are filed for the year contains information about all transactions which are required to be reported.
- We have no credits, drawback, and refund of duty or tax which is admitted as due by the concerned authorities. However, if there were any such amount then would have been credited to the profit and loss account.
- No demand raised or refund issued during the year other than Income tax Act 1961 and Wealth tax Act 1957.
- We have not transferred Land or building or both during the previous year for a consideration less than value adopted or assessed or assessable by any authority of a State Government.
- We confirm that we have not made any excess payments during the financial year 2022-2023 to any related parties under section 40A(2)(b)
- We confirm that we had not made any payments during the financial year 2022-2023 exceeding Rs. 10,000/- by way of other than account payee cheques drawn on a bank or account payee bank draft for the purpose of expenditure covered under Section 40A(3) and 40A(3A) of the Income Tax Act, 1961.
- We have not booked any expenditure incurred in relation to income which does not form part of the total income.
- We confirm the completeness of the information provided regarding the identification of related parties, the identity of, and balances and transactions with, related parties have been properly recorded and, when appropriate, adequately disclosed in the financial statements.
- Expenditures of prior period have not been debited to the Profit and Loss Accounts.
- No loan has been taken or repaid or deposited during the year exceeding Rs.20,000/- in cash or by way of book entry as specified under Section 269SS and 269T of the Income Tax Act, 1961

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- The other particulars required have already been given to you and particulars and other representations made to you from time to time are true and correct in all respects.
- The Central Government has not prescribed the maintenance of cost records, under the Companies Act, 2013.

Thanking you,

For **PRIORITY JEWELS PRIVATE LIMITED**



Director





DR. MAYUR B. NAYAK
B.Com., FCA, Ph.D.

M B NAYAK & CO.
CHARTERED ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT

To the Members of

PRIORITY JEWELS PRIVATE LIMITED

Report on the Standalone Financial Statements

Opinion

We have audited the accompanying standalone financial statements of Priority Jewels Private Limited which comprise the balance sheet as of 31st March 2023, the statement of profit and loss, the statement of cash flows for the year then ended, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "standalone financial statements").

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 Companies Act, 2013 ('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 March 31, 2023, its Profit and cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the standards of auditing specified under section 143 (10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the Company in accordance with the code of ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the rules there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the code of ethics.

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

Other Information

The Company's board of directors is responsible for the preparation of the other information. The other information comprises the information included in the Board's Report including Annexures to Board's Report, and Business Responsibility Report but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially



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inconsistent with the standalone financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Management's Responsibility for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards prescribed under Section 133 of the Act read with relevant rules issued there under.

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 standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls



- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government of India in terms of section 143(11) of the Act, we give in the Annexure A, a statement on the matters specified in the paragraph 3 and 4 of the order.
2. As required by Section 143(3) 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, the statement of cash flows and the statement of changes in equity dealt with by this Report are in agreement with the books of account;
 - (d) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act read with relevant rule issued there under;



(e) On the basis of the written representations received from the directors as on 31 March 2023 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2023 from being appointed as a director in terms of Section 164 (2) of the Act;

(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:

(i) the Company has disclosed the impact of pending litigations on its financial position in its standalone financial statements

(ii) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.

**For M.B. Nayak & Co.
Chartered Accountants**


Sanket Narolkar
Partner
Membership no. 140724
Firm Regn. No. 107014W
UDIN: 23140724BGYDXM6313



Place: Mumbai
Date: 04/09/2023

Annexure A to the Auditors' Report

The Annexure referred to in the Independent Auditors' Report to the members of the Company on the standalone financial statements for the year ended 31st March 2023, we report that:

i. In respect of its Fixed Assets:

a)

A. The Company has maintained proper records showing full particulars, including quantitative details and the situation of fixed assets on the basis of available information.

B. The company has maintained proper records showing full particulars including quantitative details and the situation of its intangible assets on the basis of available information.

b) As per the information and explanations given to us and based on our verification, the company has not physically verified all items of property, plant, and equipment during the year. However, the Management is in the process of verifying the same in the current financial year.

c) According to the information and explanations given to us, the title deeds of immovable properties are held in the name of the company.

d) According to the information and explanations given to us, the revaluation of immovable properties is not performed by the company as it is not mandatory to carry revaluation every year.

e) According to the information and explanation given to us, the company does not hold any Benami Property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and the rules made thereunder.

ii. In respect of its inventories:

a) The company has conducted physical verification of stocks at reasonable intervals during the year.



b) The Physical verification of inventory conducted by the management is adequate in relation to the size of the company and the nature of its business and no discrepancies were noticed on such verification.

c) The company has been sanctioned working capital limits in excess of five crore rupees, in aggregate from banks or financial institutions. There was no material difference between the statements filed by the company with such banks or financial institutions and books of accounts.

iii.

a) The company has not provided loans or provided advances in the nature of loans, or stood guarantee or provided security to any other entity. Hence clauses (iii)(a) to (iii)(e) of the Companies (Auditor's Report) Order, 2020 are not applicable to the company.

b) As per the information and explanation given to us and based on the documents produced before us, the company has not granted loans without specifying the terms or period of repayment to employees.

iv. In our opinion and according to the information and explanation given to us, the company has not given any loans to or made investments in entities referred to in sections 185 and 186 of the Companies Act, 2013.

v. According to the information and explanations given to us, the Company has not accepted any deposits from the public as per the provisions of sections 73, 74, 75, and 76 or any other relevant provisions of the Act and the rules framed there under to the extent notified.

vi. The Central Government has not prescribed maintenance of Costing Records for the business of the Company under Section 148(1) of the Companies Act, 2013.

vii. According to the records of the company, undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employees' State Insurance, Income-tax, Maharashtra Labour Welfare Fund, Wealth Tax, Goods and Service Tax, Customs Duty, Excise Duty, cess to the extent applicable and any other statutory dues have generally been regularly deposited with the appropriate authorities. According to the information and explanations given to us there were no outstanding statutory dues



as on 31st of March, 2023 for a period of more than six months from the date they became payable, except the following: -

Sr no.	Nature of dues	Nature of Dues	Assessments year	Demand Amount (Rs. In Lakhs)	Amount paid (Rs. In Lakhs)	Forum where a dispute is pending
1	Income Tax Act, 1961	Tax	2015-16	7.26	NIL	CIT – Appeal
2	Income Tax Act, 1961	Tax	2016-17	113.47	NIL	CIT – Appeal
3	Income Tax Act, 1961	Tax	2014-15	2.58	NIL	CIT – Appeal
4	Maharashtra Value-Added Tax	Tax	2013-14	13.03	10.33	Joint Commissioner (Sales tax appeals)
5	West Bengal Value added tax	Tax	2015-16	5.21	0.52	Joint Commissioner (Commercial tax)
6	Custom Duty	Tax	2014-15 onwards	387.99	187.15	Customs Authority
7	Income tax act, 1961	Tax	2011-12	0.58	0.75	Commissioner of Income tax (Appeals)
8	Income tax act, 1961	Penalty	2012-13	10.74	2.14	Commissioner of Income tax (Appeals)

- viii. There were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income-Tax Act, 1961 (43 of 1961). Accordingly, reporting under paragraph 3 (viii) of the order is not required.



ix.

- (a) The company has not defaulted in repayment of loans or borrowing to a financial institution, bank, or Government or dues to debenture holders.
- (b) According to the information and explanation given to us, the company is not declared a wilful defaulter by any bank or financial institution, or other lenders
- (c) According to the information and explanation given to us and to the best of our knowledge, the Term loans taken during the year were applied for the purpose for which the loans were obtained.
- (d) According to the information and explanation given to us, funds raised by the company short-term term basis had not been utilized for long-term purposes.
- (e) According to information and explanation given to us ,the company has not entered in to transactions of nature specified in clauses (ix) (e) and (f) related to its subsidiaries, associates or joint ventures. Hence clauses (ix)(e) and (f) are not applicable.

x.

- (a) The company did not raise any money by way of an initial public offer or further public offer (including debt instruments) and term loans during the year. Accordingly, paragraph 3(x) of the Order is not applicable.
- (b) According to information and explanations given 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 period under review.



xi.

- a) According to the information and explanations given to us, no fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.
- b) As there were no instances of fraud during the period under review, clause (xi)(b) is not applicable.
- c) According to the information and explanations are given to us the company has not received any whistle-blower complaints during the year under audit.

xii. In our opinion and the information and explanations given to us, the Company is not a Nidhi Company. Accordingly, paragraph 3(xii) of the Order is not applicable.

xiii. According to information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Companies Act, 2013 where applicable, and, the details of such transactions have been disclosed in the Financial Statements as required by the applicable accounting standards.

xiv.

- (a) The company has an internal audit system commensurate with the size and nature of its business.
- (b) We have considered the reports of the Internal Audit Team of the company for the period under audit.

xv. According to information and explanations given to us, the company has not entered into non-cash transactions with directors or persons connected with them as referred to in section 192 of the Companies Act, 2013.



xvi.

- (a) According to information and explanations given to us, the company is not required to be registered under provisions of section 45IA of the Reserve Bank of India Act, 1934.
- (b) During the year, the company has not conducted Non-Banking Financial or Housing Finance activities.
- (c) The company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India.

xvii. According to the information and explanations are given to us, the company has not incurred cash losses in the financial year under audit and also in the immediately preceding financial year.

xviii. During the year there was no resignation of the statutory auditor from the company.

xix. On the basis of financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans, and on the basis of information and explanation and other data provided to us, in our opinion, there is no uncertainty exists as on the date of the audit report that the company is capable of meeting its liabilities exists at the date the of the balance sheet as and when they fall due within a period of one year from the balance sheet date.

We however state that this is not an assurance as to the future viability of the company. We further state that our reporting is based on the facts upto the date of the audit report and we neither give any guarantee nor any assurance that all the liabilities falling due within a period of one year from the balance sheet date, will get discharged by the company as and when they fall due.



xx.

- a) The company has no liability to transfer any unspent amount to a Fund specified in Schedule VII to the Companies Act within a period of six months of the expiry of the financial year in compliance with the second proviso to sub-section (5) of section 135 of the said Act.
- b) The clause (xx)(b) of the Companies (Auditor's Report) Order, 2020 is not applicable to the company.

xxi.

As per the informations and explanations given to us and based on our verification, subsidiary company was closed down during the period previous financial year i.e. on 15th September 2021. Hence, we are unable to comment on clause (xxi) of the Companies (Auditor's Report) Order, 2020.

**For M.B. Nayak & Co.
Chartered Accountants**

Sanket Narolkar

**Sanket Narolkar
Partner
Membership no. 140724
Firm Regn. No. 107014W
UDIN: 23140724BGYDXM6313**



**Place: Mumbai
Date: 04/09/2023**

Annexure –B to the Auditors 'Report

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 Priority Jewels Pvt Ltd ("the Company") as of 31st March 2023 in conjunction with our audit of the standalone 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 the 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 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 Institute of Chartered Accountants of India. 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 were 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 standalone 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

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 authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized 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 control system over financial reporting, and such internal financial controls over financial reporting were operating effectively as at 31 March 2023, 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.

**For M.B. Nayak & Co.
Chartered Accountants**

Sanket

**Sanket Narolkar
Partner**

Membership no. 140724

Firm Regn. No. 107014W

UDIN: 23140724BGYDXM6313



Place: Mumbai

Date: 04/09/2023

Priority Jewels Private Limited

Standalone Statement of Profit and Loss for the year ended 31st March 2023

₹ in Lakhs

	Note	31 March 2023	31 March 2022
REVENUE FROM OPERATIONS			
Sale of products	21	44,342.01	38,256.37
Sale of services	21	2,021.18	1,424.39
Other operating revenues	21	52.82	19.90
Other income	22	728.83	656.28
TOTAL REVENUE		47,144.85	40,356.94
EXPENSES			
Cost of raw material and components consumed	23	43,359.20	35,935.30
Changes in inventories of finished goods, work-in-progress and traded goods	24	(1,693.01)	(159.51)
Employee benefits	25	1,058.27	904.77
Finance costs	26	830.84	820.04
Depreciation and amortisation	11	127.98	124.16
Other expenses	27	2,854.18	2,010.77
TOTAL EXPENSES		46,537.46	39,635.53
PROFIT BEFORE TAX		607.39	721.41
Less: Tax expenses			
- Current tax		157.00	181.60
- Adjustments of tax relating to earlier years		-	-
- Deferred tax charge / (credit)		3.65	6.03
		160.65	187.63
PROFIT FOR THE YEAR		446.74	533.79
Earnings per equity share of Rs. 10 (Based on profit for the year)			
Basic	34	10.76	12.86
Diluted	34	10.76	12.86

Significant accounting policies

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See accompanying notes forming part of the standalone financial statements

3-44

As per our report of even date attached.

For MB NAYAK & CO

Chartered Accountants

Firm's Registration No: 107014W

Sanket Narolkar

Partner

Membership No: 140724

Date: 4th September 2023

Place: Mumbai



For and on behalf of Board of Directors of
PRIORITY JEWELS PRIVATE LIMITED
CIN: U52393MH12007PTC174977

Shailesh H Sangani

Managing Director

DIN: 00187474

Date: 4th September 2023

Place: Mumbai

Tushar A Mehta

Director

DIN: 00187368



Priority Jewels Private Limited

Standalone Balance Sheet

as at 31st March 2023

₹ in Lakhs

	Note	31 March 2023	31 March 2022
EQUITY AND LIABILITIES			
Shareholders' funds			
Share capital	3	415.00	415.00
Reserves and surplus	4	9,571.45	9,124.71
		9,986.45	9,539.71
Non-current liabilities			
Long-term borrowings	5	721.75	1,084.03
Long-term provisions	6	88.11	107.14
		809.86	1,191.17
Current liabilities			
Short-term borrowings	7	10,623.57	8,940.83
Trade payables	8		
- due to Micro Enterprises and small enterprises		70.17	61.70
- dues to Creditors other than Micro Enterprises and Small Enterprises		4,913.49	2,861.03
Other current liabilities	9	1,293.56	550.86
Short-term provisions	10	126.07	152.43
		17,026.87	12,566.85
TOTAL EQUITY AND LIABILITIES		27,823.18	23,297.72
ASSETS			
Non-current assets			
Property, Plant and Equipment	11		
Tangible assets		1,405.62	1,519.76
Intangible assets		8.01	6.78
Capital Work-in-Progress		0.53	-
		1,414.16	1,526.54
Non-Current Investments	12	-	2.60
Deferred Tax Assets	13	54.40	58.05
Long-Term Loans and Advances	14	214.62	187.79
Other Non-Current Assets	15	58.87	45.23
		327.88	293.67
Current assets			
Inventories	16	10,181.74	6,899.98
Trade Receivables	17	11,619.54	11,816.36
Cash and Bank Balances	18	3,369.43	1,470.92
Short-Term Loans and Advances	19	846.61	1,123.98
Other Current Assets	20	63.81	166.28
		26,081.13	21,477.52
TOTAL ASSETS		27,823.18	23,297.72

Significant accounting policies

See accompanying notes forming part of the standalone financial statements

2

3-44

As per our report of even date attached

For MB NAYAK & CO

Chartered Accountants

Firm's Registration No: 107014W

Sanket Narolkar

Partner

Membership No: 140734

Date: 4th September 2023

Place: Mumbai

For and on behalf of Board of Directors of
PRIORITY JEWELS PRIVATE LIMITED
CIN: U52393MH2007PTC174977

Shailesh H Sangani

Managing Director

DIN: 00187474

Date: 4th September 2023

Place: Mumbai

Tushar A Mehta

Director

DIN: 00187368



Priority Jewels Private Limited

Standalone Cash Flow Statement

for the year ended 31st March 2023

	₹ in Lakhs	
	31 March 2023	31 March 2022
A. Cash flow from operating activities		
Net profit before tax	607.39	721.41
Adjustments for :		
Interest income	43.10	49.69
Deferred tax		
Depreciation and amortisation	127.98	124.16
Profit on sale of Asset	(46.35)	(0.16)
Finance cost	830.84	820.04
Operating profit before working capital changes	1,562.96	1,715.15
Increase / (Decrease) in long-term provisions	(19.03)	(17.63)
Increase / (Decrease) in trade payables	2,060.94	(1,384.38)
Increase / (Decrease) in other current liabilities	(362.28)	(109.28)
Increase / (Decrease) in short-term provisions	773.79	258.02
Increase / (Decrease) in long-term loans and advances	(26.83)	(8.18)
(Increase) / Decrease in inventories	(3,281.77)	1,165.23
(Increase) / Decrease in trade receivables	196.83	(60.36)
(Increase) / Decrease in short-term loans and advances	277.37	(342.55)
(Increase) / Decrease in other current assets	102.47	(60.44)
(Increase) / Decrease in other Non current assets	(13.63)	(3.17)
	(292.15)	(562.74)
Cash (used in) / generated from operations	1,270.81	1,152.40
Less: Income tax paid (net)	214.44	153.19
Net cash flow (used in)/ from operating activities (A)	1,056.37	999.22
B. Cash flow from investing activities		
Purchase of Property, Plant and Equipment	15.60	122.53
Proceeds from sale of Property, Plant and Equipment	(46.35)	(0.16)
Purchase/(Realisation) of investments	(2.60)	(109.32)
Interest received	43.10	49.69
Net cash from / (used in) investing activities (B)	9.76	62.74
C. Cash flow from financing activities		
Proceeds from short-term borrowings (Net)	1,682.75	(219.58)
Finance cost paid	(830.84)	(820.04)
Net cash from / (used in) financing activities (C)	851.90	(1,039.62)
Net increase in cash and cash equivalents during the year (A-B+C)	1,898.51	(103.15)
Opening cash and cash equivalents	1,470.92	1,574.07
Closing cash and cash equivalents	3,369.43	1,470.92

Significant accounting policies

See accompanying notes forming part of the standalone financial statements

As per our report of even date attached

For MB NAYAK & CO.

Chartered Accountants

Firm's Registration No: 107014W

Sanket Narolkar

Partner

Membership No: 140724

Date: 4th September 2023

Place: Mumbai



For and on behalf of Board of Directors of
PRIORITY JEWELS PRIVATE LIMITED

CIN: U52393MH2007PTC174977

Shailesh H Sangani

Managing Director

DIN: 00187474

Tushar A Mehta

Director

DIN: 00187368

Date: 4th September 2023

Place: Mumbai



Notes to the standalone financial statements (Continued)
for the year ended 31st March 2023

₹ in Lakhs

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Share capital		31 March 2023	31 March 2022		
Authorised					
1,85,00,000 (31 March 2022 : 1,85,00,000) equity shares of Rs 10 each		1,850.00	1,850.00		
3,00,00,000 (31 March 2022 : 3,00,00,000) preference shares of Rs 10 each		300.00	300.00		
		2,150.00	2,150.00		
Issued, subscribed and fully paid-up					
41,50,000 (31 March 2022 : 41,50,000) equity shares of Rs 10 each, fully paid-up		415.00	415.00		
		415.00	415.00		
Notes:					
a. Reconciliation of the number of shares outstanding at the beginning and at the end of the reporting year:					
Equity shares	31 March 2023 No. of shares	31 March 2023 Amount	31 March 2022 No. of shares	31 March 2022 Amount	
At the commencement of the year	4,150,000	415.00	4,150,000	415.00	
Add: CCD Converted during the year	-	-	-	-	
Less: Buyback of Equity Shares during the year	-	-	-	-	
Outstanding at the end of the year	4,150,000	415.00	4,150,000	415.00	
b. Rights, preferences and restrictions attached to equity shares :					
The Company has a single class of equity shares. 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. The voting rights of an equity shareholder on a poll (not on show of hands) are in proportion to its share of the paid-up capital of the company. 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.					
c. Equity shares in the Company held by each shareholder holding more than 5% shares.					
	31 March 2023 No. of Shares	%	31 March 2022 No. of Shares	%	
Equity shares of Rs. 10 each fully paid up held by:					
Mrs Manisha Sangani	1,800,000	43.37%	1,800,000	43.37%	
Mr Shailesh Sangani	1,350,000	32.53%	1,350,000	32.53%	
Ms Aditi Sangani	500,000	12.05%	500,000	12.05%	
M/s Priority Retail Ventures Private Limited	500,000	12.05%	500,000	12.05%	
d Promoter's Shareholding					
Shares held by promoters at the end of the year 31st March 2023					
Promoter Name	No. of Shares**	% of total shares**	% Change during the year***		
Shailesh Sangani	1350000	32.53	Nil		
Manisha Sangani	1800000	43.37	Nil		
Aditi Motla	500000	12.05	Nil		
Priority Retail Ventures Private Limited	500000	12.05	Nil		
Total	4150000	100.00			
Shares held by promoters at the end of the year 31st March 2022					
Promoter Name	No. of Shares**	% of total shares**	% Change during the year***		
Shailesh Sangani	1350000	32.53	Nil		
Manisha Sangani	1800000	43.37	Nil		
Aditi Motla	500000	12.05	Nil		
Priority Retail Ventures Private Limited	500000	12.05	Nil		
Total	4150000	100.00			
e Statement of Changes in Equity					
(1) Current Reporting Period ended 31.03.2023	Balance at the beginning of the current reporting period	Changes in Equity Share Capital due to prior period error	Restated balance at the beginning of the current reporting period	Changes in equity share capital during the current year	Balance at the end of the current reporting period
	4,150,000	Nil	Nil	Nil	4,150,000
(2) Previous Reporting Period ended 31.03.2022	Balance at the beginning of the current reporting period	Changes in Equity Share Capital due to prior period error	Restated balance at the beginning of the current reporting period	Changes in equity share capital during the current year	Balance at the end of the current reporting period
	4,150,000	Nil	Nil	Nil	4,150,000



S. H. Sangani

4 Reserves and surplus	31 March 2023	31 March 2022
Surplus (Statement of Profit and Loss)		
At the commencement of the year	8,457.21	7,923.43
Add: Reserve on Account of Amalgamation	-	-
Less: Reduction of Investment on the acquisition of Shares of Amalgamating Company	-	-
Add: Profit for the year	446.74	533.79
	8,903.95	8,457.21
Capital Redemption Reserve		
Add: Capital Redemption Reserve on Account of Amalgamation	667.50	667.50
	-	-
	9,571.45	9,124.71

5 Long-term borrowings	Non current portion		Current portion*	
Secured	31 March 2023	31 March 2022	31 March 2023	31 March 2022
Vehicle loans from HDFC Bank Ltd	-	4.07	4.07	7.69
Emergency Credit Line Guarantee Scheme (ECLGS T/L)	721.75	1,079.96	358.21	341.58
	721.75	1,084.03	362.28	349.28

* Amounts disclosed under "other current liabilities", refer note 9

* as on 31st March, 23 vehicle loan amounting to Rs 11.76 outstanding which is repayable in thirty six monthly installments and carries interest rate @7.5% on reducing balance method. The equated monthly installments is amounting to Rs 0.69. The last installment for the vehicle loan is due in the month of september 2023.

§ Details of loan and security are mentioned below:

Bank Name	Amount	Int Rate	Security
Axis Bank	Rs 3.35 Cr	4% over Repo rate	Second charge on current assets of company Collateral: Second charge on a) All movable FA except vehicles b) Fixed Deposit of Rs 1.47 Crores c) Fixed Deposit of Rs 1.20 Crores d) Land & Building constructed thereon at plot 121, MIDC, Andheri
Yes Bank	Rs 3.73 Cr	1% Over EBLR	
HDFC Bank	Rs 7.13 Cr	1 % Over EBLR	

Note: Tenor is 5 Years from the date of first disbursement. Moratorium period is 1 year and repayment of the principal shall be repaid in 48 instalments after completion of moratorium.

6 Long-term provisions	31 March 2023	31 March 2022
Provision for employee benefits (refer note 29):		
Gratuity	78.43	93.90
Compensated absences	9.68	13.24
	88.11	107.14

7 Short-term borrowings	31 March 2023	31 March 2022
Secured		
From banks		
Export Packing Credit *	3,942.67	3,227.31
Gold loans **	2,655.08	1,576.49
Cash credit from banks ***	2,762.71	4,136.94
Unsecured		
From Directors ##	1,263.11	0.09
From Others	-	-
	10,623.57	8,940.83

* Packing Credit Finance are taken from various Banks for a period ranging between 150 - 180 days and carry interest ranging between 5.10% to 9.50% (P.Y. 3.10% - 10.50%) which is computed monthly on the outstanding amount and are repayable on demand.

** Gold loans are taken from various banks for a period of 180-270 days and carry interest ranging between 2.75% to 3.75% (P.Y. 2.75% to 3.75%) against standby letter of credit (SBLC).

*** Working Capital facilities are secured against:

- 1) First hypothecation charge on entire current assets of the company on pari passu basis with all consortium members.
- 2) First pari passu charge on entire movable fixed assets of the company present and future except vehicles.
- 3) Lien on fixed deposit.
- 4) Land & building at plot no 121, MIDC, Andheri (East)

Indian rupee loan from Directors amounting to Rs. 12.63 (31 March 2022 Rs. 0.09) is interest free. There is no tenor for the loan, however, it is repayable on demand.



S. H. Soyani

8	Trade payables	31 March 2023	31 March 2022
	Dues to:		
	Micro and small enterprises	70.17	61.70
	Other Creditors	4,913.49	2,861.03
		4,983.67	2,922.73

Year Ended 31.03.2023

Particulars	Outstanding for following periods from due date of payment				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) MSME	59.41	9.54	0.69	0.54	70.17
(ii) Others	4,845.08	5.20	0.09	63.12	4,913.49
(iii) Disputed dues- MSME					-
(iv) Disputed dues - Others					-
Total	4,904.49	14.74	0.78	63.66	4,983.67

Year Ended 31.03.2022

Particulars	Outstanding for following periods from due date of payment				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) MSME	60.64	0.46	0.16	0.44	61.70
(ii) Others	2,829.15	19.27	7.37	5.24	2,861.03
(iii) Disputed dues- MSME					-
(iv) Disputed dues - Others					-
Total	2,889.79	19.73	7.54	5.67	2,922.73

Disclosure for Small, Medium & Small Enterprises:

Dues to Micro and Small Enterprises have been determined to the extent such parties have been identified on the basis of information collected by the management. This has been relied upon by the auditors.

	31 March 2023	31 March 2022
Principal amount remaining unpaid to any supplier as at the year end	70.17	61.70
Interest due thereon	Nil	Nil
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 period	Nil	Nil
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 period) but without adding the interest specified under the MSMED	Nil	Nil
Amount of interest accrued and remaining unpaid at the end of the accounting period	Nil	Nil
Amount of further interest remaining and due payable even in the succeeding years, until such date when the interest due as above are actually paid to the small enterprises for the purpose of disallowance as a deductible expenditure under the MSMED Act, 2006	Nil	Nil

9	Other current liabilities	31 March 2023	31 March 2022
	Current maturities of long term debts (refer note 5)	362.28	349.28
	Provision for Interest Payable	23.14	17.27
	Advance from customers	713.01	-
	Statutory dues payable		
	- Tax deducted at source	22.10	14.08
	- Profession tax	0.39	0.35
	- Employees' state insurance	0.58	0.70
	- Provident fund	4.88	4.61
	Employee benefits payable	141.18	101.34
	Unamortized Forward Premium	26.01	63.24
		1,293.56	550.86

10	Short-term provisions	31 March 2023	31 March 2022
	Provision for employee benefits (refer note 29):		
	Gratuity	42.07	10.00
	Compensated absences	1.71	2.69
	Other provisions:		
	Provision for tax (net of advance tax Rs. 949.35 (31 March 2022: Rs.1019.35)	77.08	134.53
	Provision for Value added tax (refer note 40)	5.21	5.21
		126.07	152.43



S. H. Singh

12 Non-current investments	31 March 2023	31 March 2022
Trade Investments (unquoted) Sovereign Gold Bond Aggregate cost of unquoted investments	 - -	 2.60 2.60
13 Deferred tax assets	31 March 2023	31 March 2022
<i>Deferred tax assets</i> - Provision for gratuity - Provision for compensated absences - Provision for doubtful debts and other receivables - Provision for bonus - Difference between book depreciation and depreciation under the Income tax Act, 1961	 30.33 2.87 3.65 10.48 7.07 54.40	 26.15 4.01 3.65 12.95 11.29 58.05
14 Long-term loans and advances	31 March 2023	31 March 2022
<i>(Unsecured, considered good)</i> <i>To parties other than related parties</i> Advance tax and tax deducted at source [Net of provision for tax Rs. 1925.21 (31 March 2022: Rs. 1590.74)]	 214.62 214.62	 187.79 187.79
15 Other non-current assets	31 March 2023	31 March 2022
* Deposits with maturity of more than 12 months (refer note 18) Security deposits	 10.28 48.59 58.87	 16.10 29.13 45.23
* Bank deposits includes carrying amount of Rs. 10.28 (31 March 2022: Rs. 16.10) being fixed deposit held against bank guarantees issued by the bank on behalf of the Company.		
16 Inventories	31 March 2023	31 March 2022
<i>(valued at lower of cost and net realisable value)</i> Raw material Work-in-progress Finished goods	 5,348.86 2,619.42 2,213.47 10,181.74	 3,760.09 1,432.12 1,707.77 6,899.98



S. H. Sanyal

17 Trade receivables (Unsecured, considered good unless stated otherwise)		31 March 2023	31 March 2022
Receivable outstanding for a period exceeding six months from the day they became due for payment:			
- Considered good		255.59	159.73
- Considered doubtful		14.50	14.50
		270.09	174.23
Other receivables:			
- Considered good		11,349.44	11,642.13
		11,619.54	11,816.36

Year Ended 31.03.2023

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 months	6 months-1 year	1-2 year	2-3 year	More than 3 years	
(i) Undisputed Trade receivables -considered good	11,349.44	176.53	22.89	38.37	17.81	11,605.03
(ii) Undisputed Trade receivables -which have significant increase in credit risk	-	-	-	-	14.50	14.50
(iii) Undisputed Trade receivables -credit impaired	-	-	-	-	-	-
(iv) Disputed Trade receivables -considered good	-	-	-	-	-	-
(v) Disputed Trade receivables -which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed Trade receivables -credit impaired	-	-	-	-	-	-
Total	11,349.44	176.53	22.89	38.37	32.31	11,619.54

Year Ended 31.03.2022

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 months	6 months-1 year	1-2 year	2-3 year	More than 3 years	
(i) Undisputed Trade receivables -considered good	11,642.13	38.07	50.05	52.49	19.13	11,801.86
(ii) Undisputed Trade receivables -which have significant increase in credit risk	-	-	-	10.38	4.12	14.50
(iii) Undisputed Trade receivables -credit impaired	-	-	-	-	-	-
(iv) Disputed Trade receivables -considered good	-	-	-	-	-	-
(v) Disputed Trade receivables -which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed Trade receivables -credit impaired	-	-	-	-	-	-
Total	11,642.13	38.07	50.05	62.88	23.24	11,816.36

18 Cash and bank balances		31 March 2023	31 March 2022
Cash and cash equivalents			
Cash on hand		9.14	1.10
Balances with banks			
- On current accounts		1,016.33	328.04
- On deposits accounts (with original maturity of 3 months or less)		448.51	141.07
- HDFC Margin against Gold Loan		1,079.45	142.50
- ICICI Margin against Gold Loan		4.62	4.59
- YES Margin against Gold Loan		188.91	-
Other bank balances			
- held as margin money deposit (with maturity of more than 3 months but less than 12 months)*		565.17	484.49
- Bank deposits (with maturity of more than 3 months but less than 12 months)*		57.29	369.12
		3,369.43	1,470.92

* Bank deposits includes carrying amount of Rs. 565.17 (31 March 2022: Rs. 484.49) being fixed deposits held as margin money, security/guarantees against bank guarantee issued to the bank on behalf of the Company.

Details of bank balances/ deposits

Bank deposits with original maturity of 3 months or less included under 'Cash and cash equivalents'	448.51	141.07
Bank deposits due to mature within 12 months of the reporting date included under 'Other bank balances'	57.29	369.12
Margin Money due to mature within 12 months of the reporting date included under 'Other bank balances'	565.17	484.49
Bank deposits due to mature after 12 months of the reporting date included under 'Other non-current assets (refer note 15)'	10.28	16.10
	1,081.25	1,010.79



S. H. Sanyal

₹ in Lakhs

19 Short-term loans and advances (Unsecured, considered good)	31 March 2023	31 March 2022
<i>To parties other than related parties</i>		
Advance to suppliers	4.90	550.58
Advances for exhibitions	4.55	2.47
Short Term Loans	56.51	32.26
Prepaid expenses	37.05	55.79
Balance with government and local authorities (Unsecured, considered doubtful)	743.61	482.88
	846.61	1,123.98

20 Other current assets	31 March 2023	31 March 2022
Interest accrued on bank deposits	4.02	49.82
	4.02	49.82
Forward Contract Premium Receivable	59.58	116.25
Other Receivables	0.21	0.21
	59.79	116.46
	63.81	166.28



S. H. Sayas

Priority Jewels Private Limited

Notes to the standalone financial statements (Continued)
for the year ended 31st March 2023

₹ in Lakhs

21 Revenue from operations	31 March 2023	31 March 2022
Sale of products		
Finished goods:		
Domestic sales		
Finished Jewellery	11,757.03	9,815.36
Diamonds	9,513.38	6,598.33
Export sales		
Finished Jewellery	5,610.45	4,090.54
Diamond	17,461.15	17,752.14
Total finished goods	44,342.01	38,256.37
Sale of services		
Jobwork charges	2,021.18	1,424.39
	2,021.18	1,424.39
Other operating revenues	52.82	19.90
	46,416.01	39,700.66

22 Other income	31 March 2023	31 March 2022
Interest income on		
- Bank deposits	42.93	41.68
- Others	0.17	8.01
Profit/Loss on sale of Fixed Asset	46.35	0.16
Profit on sale of Sovereign Gold Bond	2.58	-
Net Foreign Exchange fluctuation	626.28	565.83
Excess Provision Reversed	4.54	32.14
Sundry Balance Write back	0.25	1.65
Miscellaneous income	5.75	6.82
	728.83	656.28

23 Cost of raw material and components consumed	31 March 2023	31 March 2022
Raw materials and components consumed		
Stock at the beginning of the year	3,760.09	5,084.84
Add: Purchases	44,947.96	34,610.56
	48,708.05	39,695.40
Less: Stock at the end of the year	5,348.86	3,760.09
	43,359.20	35,935.30
Break up of cost of raw material consumed		
Gold	8,843.04	6,479.36
Alloy and silver	76.85	47.10
Platinum	1,045.20	1,085.61
Diamonds and precious stones	33,394.11	28,323.24
	43,359.20	35,935.30
Break up of inventory - raw materials		
Raw material and components		
Gold	2,403.79	1,728.84
Alloy and silver	14.07	14.97
Platinum	61.12	82.07
Diamonds and precious stones	2,869.89	1,934.21
	5,348.86	3,760.09



S. M. Sanyal

₹ in Lakhs

24	Changes in inventories of finished goods, work in progress and traded goods	31 March 2023	31 March 2022
	Stock at the beginning of the year		
	Work-in-progress	1,432.12	815.97
	Finished goods	1,707.77	2,164.40
		3,139.88	2,980.37
	Stock at the end of the year		
	Work-in-progress	2,619.42	1,432.12
	Finished goods	2,213.47	1,707.77
		4,832.89	3,139.88
	(Increase) / decrease in stock	(1,693.01)	(159.51)
	Details of inventory		
	Finished goods		
	Diamond studded jewellery	2,213.47	1,707.77
		2,213.47	1,707.77

25	Employee benefits expenses	31 March 2023	31 March 2022
	Salaries, wages and bonus	960.64	824.59
	Contribution to provident fund and other funds (refer note 29)	36.30	34.39
	Gratuity (refer Note 29)	25.29	23.71
	Staff welfare charges	36.04	22.09
		1,058.27	904.77

26	Finance cost	31 March 2023	31 March 2022
	Interest on		
	- Cash credit	303.72	505.13
	- Gold loans	39.02	52.56
	- Bill discounting	242.93	172.92
	- Vehicle loan	0.63	1.24
	- Others	204.16	32.09
	Bank facilitation charges	40.38	56.10
		830.84	820.04



S.H. Sanyal

₹ in Lakhs

27 Other expenses	31 March 2023	31 March 2022
Power and fuel	85.17	74.55
Water charges	13.51	9.90
Consumables and packing materials	292.10	234.17
Repairs and maintenance:		
- Buildings	3.84	4.67
- Plant and machinery	21.68	17.33
- Others	32.87	22.83
Labour charges	1,295.03	827.90
Advertisement and sales promotion	1.98	-
Freight and forwarding charges	60.82	66.39
Commission and service charges	43.24	54.56
Web Server Hosting Charges	5.40	5.04
Bank charges	10.19	11.49
Insurance	9.19	7.35
Travelling and conveyance expenses	57.42	32.43
Rent	34.39	37.45
Rates and taxes	130.14	114.47
Legal and professional fees	197.28	180.93
Postage, telegrams and telephone charges	5.59	7.03
Printing and stationery	11.05	10.06
Payment to auditors (refer note 28.1)	8.00	8.00
Vehicle expenses	15.00	16.49
Designing charges	238.72	149.33
Testing charges	83.07	63.55
Exhibition expenses	71.84	18.48
Sundry balances written off	28.92	6.23
Corporate Social Responsibility expenses (Refer Note 38)	56.88	-
Security Expenses	23.05	-
Miscellaneous expenses	17.83	30.12
	2,854.18	2,010.77
28.1 Payment to auditors (excluding Goods and Service Tax)		
As auditor		
Statutory audit	6.00	6.00
Tax audit	2.00	2.00
	8.00	8.00



S. H. Sanyal

1 Background

The Company was incorporated on 12 October, 2007. The Company is primarily into manufacturing diamond studded jewellery with manufacturing set up in Mumbai. The jewellery is marketed all across India and in the Middle East Countries as well as Western Countries. Currently, the Company has its Head Office / Registered Office in Mumbai and has branches at Kolkata, Ahmedabad, Chennai, Delhi, Coimbatore, Tamilnadu, Madurai and Thrissur.

2 Significant accounting policies

2.1 Basis of Preparation of financial statements

The accounting policies set out below have applied consistently to the periods presented in the financial statements. These financial statements have been prepared and presented under the historical cost convention, on the accrual basis of accounting in accordance with the accounting principles generally accepted in India, including the Accounting Standard specified under Section 133 of the Companies Act, 2013 (the 'Act') (to the extent notified), read with the Rule 7 of the Companies (Accounts) Rule, 2014, read with Companies (Accounting Standards) Amendment Rules, 2016 applicable with effect from 1 April 2016 and other generally accepted accounting principles (GAAP) in India, to the extent applicable. The financial statement are presented in Indian rupees.

2.2 Use of estimates

The preparation of the financial statements in conformity with Indian GAAP requires Management to make estimates and assumptions that affect the reported amount of assets, liabilities and disclosure of contingent liabilities on the date of the financial statements and the reported amounts of revenues and expenses during the reported period. The estimates and assumptions used in the accompanying financial statements are based upon Management's evaluation of the relevant facts and circumstances as of the date of financial statements which in Management's opinion are prudent and reasonable. Actual results may differ from the estimates used in preparing the accompanying financial statements. Any revision to accounting estimates is recognised prospectively in current and future periods.

2.3 Current / non-current classification

All assets and liabilities are to be classified into Current and Non-current.

Assets

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

- (a) it is expected to be realised in, or is intended for sale or consumption in, the Company's normal operating cycle;
- (b) it is held primarily for the purpose of being traded;
- (c) it is expected to be realised within 12 months after the reporting date; or
- (d) 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.

Liability

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

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

Current liabilities include the current portion of non-current financial liabilities. All other liabilities are classified as non-current.

Operating cycle

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out above which are in accordance with the Schedule III to the Act. 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 Plant, Property & Equipments, depreciation and amortisation

2.4.1 Tangible assets

Plant, Property & Equipments are stated at cost less accumulated depreciation and any provision for impairment loss, if any. Cost includes freight, duties, taxes (other than those recoverable from tax authorities) and other expenses related to the acquisition / construction and installation of the Plant, Property & Equipments. Borrowing costs directly attributable to acquisition or construction of those Plant, Property & Equipments which necessarily take a substantial period of time to get ready for their intended use are capitalised.

Depreciation on Plant, Property & Equipments other than lease hold improvements and computer software has been provided on the written down value (WDV), in the manner and as per the useful life prescribed in Schedule II to the Act, which in Management's view reflects the useful lives of the assets. If Management's estimate of the useful life of a Plant, Property & Equipments at the time of acquisition of the asset or of the remaining useful life on a subsequent review is shorter than that envisaged in the aforesaid schedule, depreciation is provided at the higher rate in line with the Management's estimates of the useful life / remaining useful life.



S. H. Sanyal

2 Significant accounting policies (Continued)

2.4.1 (Continued)

Class of Asset	Useful Life
Plant and Machinery	15 yrs
Furniture and fixtures	10 yrs
Vehicles	8-10 yrs
Office Equipments	5 yrs
Electrical Installation	10 yrs
Computers	3-6 yrs

2.4.2 Intangible assets

Application softwares, which are not an integral part of the related hardware, are recorded as intangible assets and amortised on straight line method over a period of 3 years, which in Managements opinion reflects the estimated useful life of the software.

2.4.3 Impairment of assets

The Company assesses at each balance sheet date whether there is any indication that an asset or a group of assets (cash generating unit) may be impaired. If any such indication exists, the Company estimates the recoverable amount of the asset or a group of assets. If such recoverable amount of the asset or the cash generating unit is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognised in the Statement of Profit and Loss. If at the balance sheet date there is an indication that a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is restated at the recoverable amount subject to a maximum of depreciable historical cost.

2.4.4 Capital work-in-progress

Capital work-in-progress includes the cost of Plant, property and equipments that are not ready to use at the balance sheet date.

2.4.5 Capital advance

Advance paid for acquisition/ construction of Plant, Property & Equipments which are not ready for their intended use at each balance sheet date are disclosed under Long-term loans and advances as advances on capital account

2.5 Investments

Investments are classified into current and long-term investments. Investments that are readily realizable and intended to be held for not more than a year from the date of acquisition are classified as current investments. All other investments classified as long-term investments. However, that part of long term investments which are expected to be realized within twelve months from Balance Sheet date is also presented under "Current Investments" under "Current portion of long term investments" in consonance with the current / non-current classification of Schedule III of the Act.

Long-term investments are carried at cost. Provision for diminution is made to recognise a decline, other than temporary in value of long-term investments and is determined separately for each individual investment. Current investments are carried at lower of cost and fair value, computed separately in respect of each investment.

2.6 Revenue recognition

Revenue from sale of goods in the ordinary activities is recognised when the property in the goods or all significant risks and reward of their ownership are transferred to the customer and no significant uncertainty exists regarding the amount of the consideration that will be derived from the sale of the goods and regarding its collection. The amount recognised as revenue is exclusive of sales tax, value added tax (VAT), goods and service tax and is net of returns, trade discount and quantity discounts.

Job work charges is recognised as and when the service is rendered.

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

2.7 Inventories

Inventories which comprises raw materials, work in progress, finished goods and stock in trade are carried at lower of cost or net realisable value.

Cost of inventories comprises all costs of purchases and, other than duties and taxes (other than those subsequently recoverable from tax authorities), cost of conversion and other costs incurred in bringing the inventories to their present location and condition.

In determining the cost, weighted average method is used. In case of manufactured inventories fixed production overheads are allocated on the basis of actual

Net realisable value is the estimated selling price in the ordinary course of business, less the estimated cost of completion and the estimated costs necessary to make the sale.

Raw materials and other supplies held for use in the production of finished goods are not written down below cost except in cases where material prices have declined and it is estimated that the cost of the finished products will exceed their net realisable value.

The comparison of cost and net realisable value is made on an item by item basis.



S.H. Sanyal

2 Significant accounting policies (Continued)

2.8 Leases

Assets acquired under leases other than finance leases are classified as operating leases. The total lease rentals (including scheduled rental increases) in respect of an asset taken on operating lease are charged to the Statement of Profit and Loss on a straight line basis over the lease term unless another systematic basis is more representative of the time pattern of the benefit. Initial direct costs incurred specifically for an operating lease are deferred and charged to the Statement of Profit and Loss over the lease term.

Where any assets are acquired on finance lease, the lease is recognised as an asset and a liability at inception is recorded at an amount equal to the lower of fair value of the leased asset and the present value of future minimum lease payments. Such leased assets are depreciated over the lease term or its estimated useful life, whichever is shorter. Further, the payment of minimum lease payments are apportioned between finance charges, which is debited to the profit and loss account and reduction in lease obligations recorded at the inception of the lease.

Lease payments under an operating lease, are recognised as an expense in the Statement of Profit and Loss on a straight line basis over the lease term.

Where any assets are acquired on finance lease, the lease is recognised as an asset and a liability at inception is recorded at an amount equal to the lower of fair value of the leased asset and the present value of future minimum lease payments. Such leased assets are depreciated over the lease term or its estimated useful life, whichever is shorter. Further, the payment of minimum lease payments are apportioned between finance charges, which is debited to the Statement of Profit and Loss and reduction in lease obligations recorded at the inception of the lease.

2.9 Foreign Currency Transactions

Foreign currency transactions are recorded at the exchange rates prevailing on the dates of the transactions. Exchange differences arising on foreign currency transactions settled during the year are recognised in the Statement of Profit and Loss of the year.

Monetary assets and liabilities denominated in foreign currencies at the balance sheet date are translated at the closing exchange rates. The resultant exchange differences are recognised in the Statement of Profit and Loss.

Forward exchange contracts taken to hedge existing assets or liabilities are translated at the closing exchange rates and resultant exchange differences are recognised in the same manner as those on the underlying foreign currency asset or liability.

Apart from forward exchange contracts taken to hedge existing assets or liabilities, the Company also uses derivatives to hedge its foreign currency risk exposure relating to firm commitments and highly probable transactions. In accordance with the relevant announcement of the Institute of Chartered Accountants of India, the Company provides for losses in respect of such outstanding derivative contract at the balance sheet date by marking them to market. Net gain, if any is not recognised. The contracts are aggregated category-wise, to determine the net gain/loss.

2.10 Employee benefits

Short-term employee benefits

All employee benefits payable wholly within twelve months of rendering the service are classified as short-term employee benefits. These benefits include salaries, wages, bonus and ex-gratia. The undiscounted amount of short-term employee benefits to be paid in exchange for the services rendered by employees is recognised as an expense during the period.

Long-term employment benefits

Defined contribution plans:

A defined contribution plan is a post-employment benefit plan under which an entity pays specified contributions to a separate entity and has no obligation to pay any further amounts. Defined contribution plan comprise of contributions to superannuation scheme, provident fund scheme and labour welfare fund. The Company's contribution paid/payable under these schemes are recognised as expense in the Statement of Profit and Loss in the period in which the employee renders the related service.

Defined benefit plans:

The Company's gratuity benefit scheme and compensated absences are defined benefit plans. The Company's net obligation in respect of the gratuity benefit scheme and leave encashment is calculated by estimating the amount of future benefit that employees have earned in return for their services till date; that benefit is discounted to determine its present value. Any unrecognised past service costs and the fair value of any plan assets are deducted.

The present value of the obligation under such defined benefit plans is determined based on actuarial valuation at each balance sheet date by an independent actuary using the Projected Unit Credit Method, which recognises each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation.

The Company recognises all actuarial gains and losses arising from defined benefit plans immediately in the Statement of Profit and Loss. All expenses related to defined benefit plans are recognised in employee benefits expense in the Statement of Profit and Loss. When the benefits of a plan are improved, the portion of the increased benefit related to past service by employees is recognised in Statement of Profit and Loss on a straight-line basis over the average period until the benefits become vested. The Company recognises gains and losses on the curtailment of a defined benefit plan when the curtailment or settlement occurs.



S. H. Sanyal

2 Significant accounting policies (Continued)

2.10 Employee benefits (Continued)

The obligation is measured at the present value of the estimated future cash flows. The discount rates used for determining the present value of the obligation under defined benefit plans, are based on the market yields on Government securities as at the balance sheet date.

Actuarial gains and losses are recognised immediately in the Statement of Profit and Loss.

Compensated absences :

The employees can carry forward a portion of the unutilised accrued compensated absences and utilise in the future service periods. Since the compensated absences are not expected to occur within twelve months after the end of the period in which the employee renders the related services, a liability is recognised at the present value of the defined benefit obligation at the Balance Sheet date. The discount rates used for determining the present value of the obligation under defined benefit plan are based on the market yields on Government securities as at the Balance Sheet date. Company's liabilities towards compensated absences to employees are determined on the basis of valuations, as at balance sheet date, carried out by an independent actuary using Projected Unit Credit Method. Actuarial gains and losses comprise experience adjustments and the effects of changes in actuarial assumptions and are recognised immediately in the Statement of Profit and Loss.

2.11 Income Tax

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 period). Income tax expense is recognised in Statement of Profit or 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 the 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 a 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.

Minimum Alternate Tax (MAT) paid as per Indian Income Tax Act, 1961 is in the nature of unused tax credit which can be carried forward and utilized when the Company will pay normal income tax during the specified period. Deferred tax assets on such tax credit is recognized to the extent that it is probable that the unused tax credit can be utilized in the specified future period.

2.12 Earnings per share (EPS)

The basic earnings per equity share are computed by dividing the net profit or loss attributable to the equity shareholders for the year by the weighted average number of equity shares outstanding during the reporting year. Diluted earnings per equity share is computed using the weighted average number of equity and diluted equity equivalent shares outstanding during the year.

2.13 Provision and contingent liabilities

Provisions are recognised when the Company has a present obligation as a result of past events, it is more likely than not that an outflow of resources will be required to settle the obligation and the amount can be reasonably estimated.

A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will 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.



S. H. Sayas

28 Capital commitments and Contingent liabilities

	31 March 2023	31 March 2022
Claims against the company not acknowledged as debt		
Income tax matters in dispute	134.65	134.65
Sales tax matters in dispute	18.25	18.25
Customs \$	200.84	284.64

5 Custom duty on exported goods

During earlier years, Company has made exports of goods using Gold metal taken under Gold metal loan scheme. As foreign trade policy have prescribed certain norms for value addition on export of goods which is variably interpreted by custom authorities while releasing the duty bonds on export performance, thus it is more probable that certain outflow of money in lieu of fulfillment of value addition norms need to be provided by company. Accordingly, company has placed fixed deposits with banking institutions to compensate the duty portion whenever liability will arise in future.

Interest payable to MSMED suppliers

There is a contingent liability for interest payable to MSME suppliers as per section 16 of MSMED Act. The provision for the interest has not been made in the books of accounts

29 Disclosure pursuant to Accounting Standard - 15 'Employee Benefits'

a. Defined contribution plans

The Company makes contributions determined as a specific percentage of employee salaries, in respect of qualifying employees towards provident fund, employees state insurance scheme ('ESIS') and Contribution to maharashtra labour welfare fund which are defined contribution plans. The Company has no obligations other than to make the specified contributions. The contribution is charged to the statement of profit and loss as it accrues.

- i) Contribution to provident fund
- ii) Contribution to employees state insurance corporation
- iii) Contribution to maharashtra labour welfare fund

The Company has recognised the following amounts in the Statement of Profit and Loss for the year:	31 March 2023	31 March 2022
- Employers' Contribution to Provident Fund *	30.61	27.45
- Employers Contribution to Employees State Insurance Corporation *	5.56	6.81
- Employers' Contribution to Maharashtra labour Welfare Fund *	0.13	0.12
	<u>36.30</u>	<u>34.39</u>

* Included in Contribution to Provident and Other Funds (Refer Note "25" Employee benefit expenses)

b. Defined benefit plans

i) Gratuity (funded)

The Company has a defined benefit gratuity plan. Every employee who has completed five years or more of service gets a gratuity on death or resignation or retirement at 15 days salary (last drawn salary) for each completed year of service.

The estimates of future salary increases, considered in an actuarial valuation, takes account of inflation, seniority, promotion and other relevant factors such as supply and demand in the employment market.

In accordance with the Accounting Standard 15 (Revised 2005), actuarial valuation has been done in respect of defined benefit plan of gratuity based on the following assumptions:-

	31 March 2023	31 March 2022
Discount rate (p.a.)	Gratuity 6.96%	Gratuity 6.33%
Expected rate of return on plan assets (p.a.)	6.96%	6.33%
Salary escalation rate (p.a.)	5.00%	5.00%
Expected average remaining lives of the employees (years)	9	9
Attrition Rate	For service 4 years and below 17.00 % p.a & For service 5 years and above 7.00% p.a	For service 4 years and below 17.00 % p.a & For service 5 years and above 7.00% p.a
Mortality Rate	Indian Assured Lives Mortality (2012-14)	Indian Assured Lives Mortality (2006-08)
(i) <u>Change in Present Value of Obligation</u>		
Present value of obligation as at 1 April 2022	106.48	101.81
Interest cost	6.49	6.44
Current service cost	12.07	13.00
Benefits paid directly by Employer	(8.68)	(19.16)
Benefits paid from the Fund	-	-
Actuarial losses / (gain)	6.85	4.38
Present value of obligation as at 31 March 2023	<u>123.21</u>	<u>106.48</u>



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29 Disclosure pursuant to Accounting Standard - 15 'Employee Benefits' (Continued)

c. Defined benefit plans (Continued)

	31 March 2023	31 March 2022
	Gratuity	Gratuity
(i) Change in Fair Value of Plan Assets		
Fair value of plan Assets at the beginning of the year	2.58	2.46
Contributions by the Employer	-	-
Expected Return on Plan Asset	0.18	0.16
Benefits paid from the Fund	-	-
Actuarial Gains/(Losses) on Plan Assets - Due to Experience	(0.05)	(0.04)
Fair value of plan Assets at the end of the year	2.71	2.58
(ii) Amount recognised in the Balance Sheet		
Present value of obligation as at 31 March	123.21	106.48
Net liability recognised as on 31 March	123.21	106.48
Classification into Current / non-current		
The asset/liability in respect of each of the two plans comprises of the following non-current and current portions:		
Current	42.07	10.00
Non-current	78.43	93.90
	120.51	103.90
(iii) Expenses recognised in the Statement of Profit and Loss		
Current service cost	12.07	13.00
Interest on defined benefit obligation	6.31	6.29
Expected return on plan assets	-	-
Net actuarial losses / (gains) recognised in the current year	6.90	4.42
Total Expenses	25.29	23.71

Experience Adjustments:

Gratuity (funded)	31 March 2023	31 March 2022	31 March 2021	31 March 2020	31 March 2019
Defined benefit obligation	123.21	106.48	101.81	95.23	88.91
Plan assets					
Surplus / (Deficit)	123.21	106.48	101.81	95.23	88.91
Experience adjustment on plan liabilities	6.85	4.38	6.72	(4.24)	0.39
Experience adjustment on plan assets	-	-	-	-	-

d. Other long-term employee benefits

Other long term employee benefits include compensatory absences. Provision for compensatory absences is made on actuarial basis based on the following actuarial assumptions:

Classification into current/ non- current

The asset / liability in respect of compensated absences comprises of the following non current and current portions	31 March 2023	31 March 2022
Current	1.71	2.69
Non-current	9.68	13.24
	11.38	15.93

30 Expenditure in foreign currency

Particulars	31 March 2023	31 March 2022
Designing charges	238.72	149.33
Travelling expenses	4.67	5.26
Membership & Subscription charges	0.80	-
Demat charges	0.24	-
Total	244.43	154.59



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31 Earnings in foreign currency

Particulars	31 March 2023	31 March 2022
F.O.B of export	23,036.19	21,797.72

32 Details of imported and indigenous of raw materials consumed and percentage of each to total consumption during the financial year

Raw material	Percentage		Value	
	31 March 2023	31 March 2022	31 March 2023	31 March 2022
Imported	99.94%	99.93%	673.50	535.98
Indigenous	0.06%	0.07%	0.43	0.35
	100.00%	100.00%	673.92	536.33
Stores & Spares				
Imported	99.99%	0.39%	42.18	45.56
Indigenous	0.01%	99.61%	0.00	0.00
Total	100.00%	100.00%	42.18	45.56

33 Value of Imports calculated on CIF basis (on accrual basis)

Particulars	31 March 2023	31 March 2022
Raw materials	673.50	535.98
Finished Goods	-	-
Stores and spares	42.18	45.56
Total	715.68	581.53

34 Earnings per share (EPS)

Particulars	31 March 2023	31 March 2022
Profit after tax attributable to equity shareholders (₹ in Lakhs)	446.74	533.79
Number of equity shares outstanding at the end of the year	4,150,000	4,150,000
Basic earnings per share (Rs)	10.76	12.86
Weighted average number of equity shares outstanding during the year.	4,150,000	4,150,000
Add: Weighted average number of 0% Compulsory convertible preference shares outstanding at the end of the year (based on date of issue of shares).	-	-
Add: Weighted average number of 0% Compulsory convertible debentures outstanding at the end of the year.	-	-
Weighted average number of dilutive equity shares outstanding at the end of the year.	4,150,000	4,150,000
Diluted earnings per share (Rs)	10.76	12.86

35 Derivative instruments

The Company uses forward exchange contracts to hedge its exposure to movement in foreign exchange rates.

I Hedged foreign currency exposures

Foreign currency exposure on account of trade receivables hedged by derivative instruments is as follows:

Foreign currency exposure on account of trade receivables hedged by derivative instruments is as follows:					
		31 March 2023		31 March 2022	
	Foreign currency	Amount in foreign currency	Rupees	Amount in foreign currency	Rupees
Trade receivables	USD	6,132,734	5,007.70	8,380,000	6,312.08
Total		6,132,734	5,007.70	8,380,000	6,312.08



S. H. Sarao



II Unhedged foreign currency exposures

Foreign currency exposure on account of trade receivables not hedged by derivative instruments is as follows:					
Foreign currency	31 March 2023		Rupees	31 March 2022	
	Amount in foreign currency			Amount in foreign currency	Rupees
Trade receivables	USD	3,068,660	2,499.51	1,776,595	1,341.68
Total		3,068,660	2,499.51	1,776,595	1,341.68

Foreign currency exposure on account of trade payables and working capital borrowings not hedged by derivative instruments is as follows:					
Foreign currency	31 March 2023		Rupees	31 March 2022	
	Amount in Foreign Currency			Amount in Foreign Currency	Rupees
Trade payables	USD/EURO	51,278	42.92	99,531	75.50
Working Capital Borrowings	USD	-	-	-	-
Total		51,278	42.92	99,531	75.50

36 Segment information

The Company is engaged in manufacturing and selling of jewellery which is the primary business segment based on the nature of products manufactured and sold. There are no other primary reportable segments. Thus the segment revenue, segment asset, segment result, total carrying amount of segment assets and total carrying amount of segment liabilities during the year are as reflected in financial statements for the year ended 31 March 2023 and 31 March 2022. Accordingly, the segment information as required by Accounting Standard 17 on "Segment Reporting" is disclosed and given below:

The above business segment has been identified considering :

- The nature of the product
- The differing risk and returns
- The internal financial reporting systems

Secondary segment information

The Company's operations are managed from India. The principal geographical areas in which the Company operates are India and Europe, Middle East, Asia, USA & Other Countries. Segment assets do not include income tax assets.

Geographical Segments	Composition
Domestic	All over India
International	Primarily to Middle East Countries, Hongkong, USA

Secondary segment information with respect to geographical location

Sales revenue by geographical market		
	31 March 2023	31 March 2022
Sales India	20,912.09	17,857.99
Sales to SEZ India	-	-
Sales to Middle East Countries	6,521.71	2,860.46
Sales to Countries other than Middle East	18,982.22	18,982.22
	46,416.01	39,700.66
Carrying amount of segment assets *		
India	(7,528.61)	15,348.42
SEZ India	-	48.68
Middle East Countries	2,934.20	2,232.72
Other than Middle East Countries	4,594.68	5,422.06
	0.28	0.23
Capital expenditure		
India	(19.96)	112.43
SEZ India	19.96	24.44
Middle East	-	-
Other than India	-	-
	0.00	136.87

* Segment assets excludes Tax assets



S.H. Singh

38 Corporate Social Responsibility

As per Section 135 of the Companies Act, 2013, a company, meeting the applicability threshold, needs to spend at least 2% of its average net profits of the immediately preceding three financial years on the Corporate Social Responsibility (CSR) activities. The areas provided for CSR activities are for promoting education, art and culture, healthcare, environment sustainability and rural development projects.

The funds utilized throughout the year on these activities which are specified in Schedule VII of the Companies Act

Sr No.	Particular	Amount/ Compliance
1	Net profit of the immediately preceding financial year	721.25
2	Whether CSR applicable in FY 2022-23	Yes
3	Required minimum CSR expenditure [2% of Net Profits of FY 2021-2022, 2020-2021 and 2019-2020]	9.75
4	Whether made the above expenditure	Yes
5	Amount actually Spent by PJPL	56.88
6	If the company spends an amount in excess of the requirements provided	47.13
7	PJPL can carried forward till	FY 2023-24 - FY 2025-26

39 Disclosure under section 186 of the Companies Act, 2013

The details of loans, guarantees and investments under section 186 of the Act read with the Companies (Meetings of Board and its Powers) Rules, 2014 are as follows:

	31 March 2023	31 March 2022
Investments in Equity Shares		
Balance as at the beginning of the year (Priority Gold & Jewellery DMCC)	-	109.32
Add: Investments made during the year (Priority Gold & Jewellery DMCC)	-	-
Less: Disinvestment during the year	-	109.32
Balance as at the year end	-	-

40 Disclosures relating to provisions

Provision in respect of Value added tax matters

The Company has made provisions for Value Added Tax related matters, which will be settled on completion of the assessment. Summary of the movement in the provisions is given below:

Particulars	Amount
Opening Balance as on 01 April 2022	5.21
Additions during the year	-
Utilisations	-
Reversals	-
Closing Balance as on 31 March 2023	5.21

41 Debtors and Creditors are subject to confirmation

42 Other Statutory Information

- The Company does not have any Benami Property and there are no proceeding against the Company for holding any benami property under the Benami Transactions Prohibition Act, 1988(45 of 1988) and the rules made thereunder.
- The Company has not traded or invested in crypto currency or virtual currency during the current year and previous year.
- The Company does not have any transactions which are not recorded in the books of account that have been surrendered or disclosed as income in the tax assessments under the Income Tax Act 1961 during the current year and previous year.
- There are no Schemes of Arrangements which are either pending or have been approved by the competent Authority in terms of sections 230 to 237 of the Companies Act, 2013 during the current year and previous year.

43 Previous year's figures

Previous year's figures have been regrouped / reclassified wherever necessary to correspond with current year's classification / presentation.

44 Investment in Priority Gold & Jewellery DMCC has been repatriated during the Financial Year 2021-22, on account of closure of Company.

As per our report of even date attached

For MB NAYAK & CO
Chartered Accountants
Firm's Registration No: 107014W

Sanket Narolkar
Partner
Membership No: 140724

Date: 4th September 2023
Place: Mumbai



For and on behalf of Board of Directors of
PRIORITY JEWELS PRIVATE LIMITED
CIN: U52393MH2007PTC174977

Shailesh H Sangani
Managing Director
DIN: 00187474

Date: 4th September 2023
Place: Mumbai

Tushar A Mehta
Director
DIN: 00187368



Priority Jewels Private Limited

Notes to the standalone financial statements (Continued)

as at 31 March, 2023

11 Property, plant and equipment

Description of assets	Gross block				Depreciation and amortisation				Net block	Net block
	As at 1 April 2022	Additions during the year	Deletion during the year	As at 31 Mar 2023	As at 1 April 2022	For the year	Deletion during the year	As at 31 Mar 2023	As at 31 Mar 2023	As at 31 Mar 2022
A) Tangible assets										
Leasehold land	998.03	-	-	998.03	182.78	17.41	-	200.19	797.84	815.25
Leasehold land (PGPL)	69.06	-	69.06	-	-	-	-	-	-	69.06
Buildings - factory	624.82	-	-	624.82	376.96	23.22	-	400.19	224.63	247.86
Leasehold premises	96.37	-	-	96.37	93.99	2.38	-	96.37	-	2.38
Plant and machinery	811.36	55.73	-	867.09	562.43	49.06	-	611.49	255.60	248.93
Furniture and fixtures	161.22	4.52	-	165.75	138.74	4.09	-	142.82	22.92	22.49
Air conditioners	114.96	0.61	-	115.57	77.88	5.49	-	83.37	32.20	37.08
Office equipments	80.42	2.40	-	82.83	71.54	3.01	-	74.55	8.28	8.89
Office premises	69.96	-	-	69.96	48.01	2.34	-	50.35	19.61	21.95
Electrical installations	48.73	0.10	-	48.83	45.08	0.21	-	45.29	3.54	3.65
Vehicles	70.20	8.14	-	78.34	45.65	4.61	-	50.26	28.08	24.54
Vehicles (PGPL)	19.48	-	-	19.48	7.36	2.51	-	9.87	9.60	12.12
Computers	89.69	2.83	-	92.52	84.12	5.09	-	89.21	3.31	5.57
Total (A)	3,254.29	74.34	69.06	3,259.58	1,734.53	119.42	-	1,853.96	1,405.62	1,519.76
B) Intangible assets										
Computer software	158.45	9.79	-	168.24	151.67	8.56	-	160.23	8.01	6.78
Total (B)	158.45	9.79	-	168.24	151.67	8.56	-	160.23	8.01	6.78
Total (A) + (B)	3,412.75	84.13	69.06	3,427.82	1,886.21	127.98	-	2,014.19	1,413.63	1,526.54

Leasehold land (PGPL) sold during the year



S. H. Sanyal



Priority Jewels Private Limited

Notes to the standalone financial statements (Continued)

as at 31 March, 2022

11 Property, plant and equipment

Description of assets	Gross block			Depreciation and amortisation					Net block	
	As at 1 April 2021	Additions	Deletion	As at 31 Mar 2022	As at 1 April 2021	For the year	Deletion	As at 31 Mar 2022	As at 31 Mar 2022	As at 31 Mar 2021
A) Tangible assets										
Leasehold land	998.03	-	-	998.03	165.37	17.41	-	182.78	815.25	832.66
Leasehold land (PGPL)	69.06	-	-	69.06	-	-	-	-	69.06	69.06
Buildings - factory	617.98	6.85	-	624.82	351.55	25.41	-	376.96	247.86	266.43
Leasehold premises	96.37	-	-	96.37	84.35	9.64	-	93.99	2.38	12.01
Plant and machinery	750.78	91.77	31.19	811.36	544.53	39.95	22.06	562.43	248.93	206.25
Furniture and fixtures	150.44	10.78	-	161.22	134.98	3.76	-	138.74	22.49	15.47
Air conditioners	101.28	13.68	-	114.96	71.78	6.10	-	77.88	37.08	29.50
Office equipments	74.26	6.16	-	80.42	69.61	1.93	-	71.54	8.89	4.66
Office premises	69.96	-	-	69.96	45.40	2.61	-	48.01	21.95	24.56
Electrical installations	48.33	0.41	-	48.73	44.86	0.22	-	45.08	3.65	3.46
Vehicles	71.20	-	1.00	70.20	41.22	4.44	-	45.65	24.54	29.98
Vehicles (PGPL)	19.48	-	-	19.48	4.16	3.20	-	7.36	12.12	15.32
Computers	82.47	7.22	-	89.69	77.13	6.98	-	84.12	5.57	5.33
Total (A)	3,149.62	136.87	32.19	3,254.29	1,634.93	121.66	22.06	1,734.53	1,519.76	1,514.69
B) Intangible assets										
Computer software	158.45	-	-	158.45	149.17	2.50	-	151.67	6.78	9.28
Total (B)	158.45	-	-	158.45	149.17	2.50	-	151.67	6.78	9.28
Total (A) + (B)	3,308.07	136.87	32.19	3,412.75	1,784.10	124.16	22.06	1,886.21	1,526.54	1,523.97

Leasehold improvements were fully depreciated and Net off during the year



S. H. Sanyal



Priority Jewels Private Limited

Notes to the standalone financial statements (Continued) for the year ended 31 March 2023

37 Disclosures as required by the Accounting Standard - 18 on 'Related Party Disclosures' are given below (Continued):

Subsidiary companies	Priority Creations Private Limited Priority Gold & Jewellery DMCC
Key managerial personnel	Mr. Shailesh Sangani Mrs. Manisha Sangani Mr. Tushar Mehta
Relatives of key managerial personnel	Mrs. Aditi Karan Motla, daughter of Shailesh and Manisha Sangani Mrs. Aashna Parikh, daughter of Shailesh and Manisha Sangani
Entities over which key managerial personnel and / or their relatives exercise significant influence	VM Jewellery

Transactions with related parties and outstanding balances as on the year end.

Nature of transaction	Key Managerial Personnel		Relatives of Key Managerial Personnel		Entities over which Key Managerial personnel and/or their relatives exercise significant influence		Subsidiaries	
	2022-23	2021-22	2022-23	2021-22	2022-23	2021-22	2022-23	2021-22
Transaction for the year								
Managerial Remuneration/Salary								
Shailesh Sangani	48.00	48.00	-	-	-	-	-	-
Tushar Mehta	21.00	21.00	-	-	-	-	-	-
Aditi Karan Motla	-	-	3.00	2.80	-	-	-	-
Aashna Parikh Sangani	-	-	3.00	3.00	-	-	-	-
Loans taken (non interest bearing)								
Shailesh Sangani	1,904.42	48.74	-	-	-	-	-	-
Manisha Sangani	-	-	-	-	-	-	-	-
Loan repaid (non interest bearing)								
Shailesh Sangani	641.40	69.69	-	-	-	-	-	-
Manisha Sangani	0.00	0.28	-	-	-	-	-	-
Closing balance								
Loans payable								
Shailesh Sangani	1,263.11	0.09	-	-	-	-	-	-
Manisha Sangani	-	0.00	-	-	-	-	-	-
Employee benefits payable								
Shailesh Sangani	28.33	0.52	-	-	-	-	-	-
Tushar Mehta	6.57	0.44	-	-	-	-	-	-



S. H. Sangani



Priority Jewels Private Limited

Notes forming part of the financial statements for the year ended March 31, 2023

Note 46: Ratios

No.	Particulars	Numerator	Denominator	Ratio		% Change as at 31.03.2023
				As at 31.03.2023	As at 31.03.2022	
1	Current Ratio	Current Assets	Current Liabilities	1.53	1.71	-10.37%
2	Debt Equity Ratio	Total Debt (Long term Borrowings & Short Term Borrowings)	Shareholders Equity (i.e. Share Capital + Reserve & Surplus)	1.14	1.05	8.11%
3	Debt Service Coverage Ratio	PAT + Depreciation + Interest	Interest + Installment due within 1 year	1.18	1.26	-6.80%
4	Return on Equity Ratio	Net Profit after Tax	Shareholders Equity (i.e. Share Capital + Reserve & Surplus)	4.47%	5.60%	-20.05%
5	Inventory Turnover Ratio	Sales	Average Inventory	5.19	5.11	1.55%
6	Trade Receivable Turnover Ratio	Sales (Total Op Income)	Average Receivable	3.96	3.37	17.60%
7	Trade Payable Turnover Ratio	Purchases on Credit	Average Payables	9.27	8.20	13.04%
8	Net Capital Turnover Ratio	Sales (Total Op Income)	Working Capital	5.13	4.46	15.06%
9	Net Profit Ratio	Net Profit after Tax	Sales (Total Op Income)	0.96%	1.34%	-28.42%
10	Return on Capital Employed	Net Profit after Tax + Finance Cost	Total Assets - Current Liabilities	11.83%	12.62%	-6.20%
11	Return on Investment	Net profit after Tax	Cost of Investment	N.A.	N.A.	N.A.

Note: Explanation for change in ratio by more than 25%

1 Declined in Net profit after tax resulting decrease in Net Profit ratio.

For MB NAYAK & CO

Chartered Accountants

Firm's Registration No: 107014W

Sanket Narolkar

Partner

Membership No: 140724

Date: 4th September 2023

Place: Mumbai



For and on behalf of Board of Directors of

PRIORITY JEWELS PRIVATE LIMITED

CIN: U52393MH2007PTC174977

Shailesh H Sangani

Managing Director

DIN: 00187474

Date: 4th September 2023

Place: Mumbai

Tushar A Mehta

Director

DIN: 00187368

