

**VAIBHAV GEMS LIMITED**  
**AUDITED FINANCIAL RESULTS FOR THE**  
**YEAR ENDED 31ST MARCH 2005**

Sr. No.	Particulars	9 Months Ended	Quarter Ended		(Rs. in Lacs) Year Ended	
		31-Dec-04	31-Mar-05	31-Mar-04	31-Mar-05	31-Mar-04
		(Un-audited)	(Un-audited)	(Un-audited)	(Audited)	(Audited)
1.	Income from Operations	13093.18	3,677.99	3,200.26	16,771.17	13,178.48
2.	Other Income	1.93	12.88	(1.34)	14.81	14.19
3.	Exchange Gains (Net)	134.82	(41.00)	-	93.82	-
	<b>Total Income</b>	<b>13,229.93</b>	<b>3,649.87</b>	<b>3,198.92</b>	<b>16,879.80</b>	<b>13,192.67</b>
4.	Total Expenditure					
	a. Decrease / (Increase) in stock in trade	(14.23)	4.76	(64.89)	(9.47)	(38.90)
	b. Material Costs	10784.71	2,526.55	2,348.36	13,311.26	10,650.02
	c. Employees Cost	533.74	194.47	147.16	728.21	513.68
	d. Other expenditure	781.58	274.55	193.76	1,056.13	701.56
	e. Exchanges Losses (Net)	-		223.02	-	203.43
	<b>Total</b>	<b>12,085.80</b>	<b>3,000.33</b>	<b>2,847.41</b>	<b>15,086.13</b>	<b>12,029.79</b>
5.	Interest	118.71	44.75	34.10	163.46	124.88
6.	Depreciation	86.80	36.10	24.91	122.90	74.68
7.	<b>Profit before tax (1+2+3-4-5-6)</b>	<b>938.62</b>	<b>568.69</b>	<b>292.50</b>	<b>1,507.31</b>	<b>963.32</b>
8.	Short/(Excess) Provision for earlier year	8.05	1.03	(1.57)	9.08	0.23
9.	Provision for Taxation	4.00	(3.70)	2.00	0.30	8.00
10.	Deferred Tax Charge/(Credit)	(1.30)	(10.86)	1.45	(12.16)	0.10
11.	<b>Net Profit / (Loss) (7-8-9-10)</b>	<b>927.87</b>	<b>582.22</b>	<b>290.62</b>	<b>1,510.09</b>	<b>954.99</b>
12.	Paid up Equity Share Capital	1056.06	1056.06	1,056.06	1,056.06	1,056.06
	(Face value per share Rs. 10/-)					
13.	Reserve excluding revaluation reserves	N.A.	N.A.	N.A.	5,337.12	4,128.07
14.	Adjusted Basic EPS (not annualised)	8.79	5.51	2.75	14.30	9.04
	Adjusted Diluted EPS (not annualised)	8.87	1.91	2.75	14.30	9.04
15.	Aggregate of Non-Promoters Shareholding					
	a. Number of Shares	3,270,778	3,293,287	3,281,528	3,293,287	3,281,528
	b. Percentage of Shareholding	30.97%	31.18%	31.07%	31.18%	31.07%

**Notes :**

1. Provision for taxation has been made on estimated basis.
- 2.

Figures for corresponding periods have been regrouped / rearranged wherever necessary.

3. No Investor complaints were pending at the beginning at the quarter. During the quarter 5 complaints have been received and same have been resolved.
4. The Statement of Audited Financial Results were reviewed by the Audit Committee and taken on record by the Board of Directors at its meeting held on May 24th 2005.
5. The Board has recommended a dividend of 25% on the Equity Share Capital of the company for the year 2004-05.
6. The Company has set up Jewel Gem USA Inc, A wholly owned subsidiary at USA for setting up chain of jewellery Retail Stores at major holiday destinations in USA. It has already opened 3 such stores under the brand name Genoa Jewelers at Juneau, Skagway and Ketchiken in Alaska, USA. It is opening more such retails stores at Caibbean and Maxico during this fiscal.
7. A diamond processing unit has been setup at Adarsh Nagar EOU, Jaipur as backward integration for sourcing its diamond requirements for captive consumption in making of jewellery and exports.

K-6B, Adarsh Nagar  
Fateh Tiba  
Jaipur - 302 004  
29th Oct 2004

For and on behalf of Board of Directors

**RAHIMULLAH**  
Managing Director

**VAIBHAV GEMS LIMITED**  
**CONSOLIDATED FINANCIAL RESULTS**  
**FOR THE YEAR ENDED 31st MARCH 2005**

Sr. No.	Particulars	9 Months Ended	Quarter Ended		(Rs. in Lacs) Year Ended	
		31-Dec-04	31-Mar-05	31-Mar-04	31-Mar-05	31-Mar-04
		(Un-audited)	(Un-audited)	(Un-audited)	(Un-audited)	(Audited)
1.	Income from Operations	13,093.18	3,677.99	3,200.26	16,771.17	13,178.48
2.	Other Income	1.93	12.88	(1.34)	14.81	14.19
3.	Exchange Gains (Net)	134.82	(41.00)	-	93.82	-
	<b>Total Income</b>	<b>13,229.93</b>	<b>3,649.87</b>	<b>3,198.92</b>	<b>16,879.80</b>	<b>13,192.67</b>
4.	Total Expenditure					
	a. Decrease / (Increase) in stock in trade	(14.23)	4.76	(64.89)	(9.47)	(38.90)
	b. Material Costs	10784.71	2,526.55	2,348.36	13,311.26	10,650.02
	c. Employees Cost	533.74	198.40	147.16	732.14	513.68
	d. Other expenditure	781.58	300.72	193.76	1,082.30	701.56
	e. Exchanges Losses (Net)	-		223.02	-	203.43
	<b>Total</b>	<b>12,085.80</b>	<b>3,030.43</b>	<b>2,847.41</b>	<b>15,116.23</b>	<b>12,029.79</b>
5.	Interest	118.71	44.82	34.10	163.53	124.88
6.	Depreciation	86.80	42.05	24.91	128.85	74.68
7.	<b>Profit before tax (1+2+3-4-5-6)</b>	<b>938.62</b>	<b>532.57</b>	<b>292.50</b>	<b>1,471.19</b>	<b>963.32</b>
8.	Short/(Excess) Provision for earlier year	8.05	1.03	(1.57)	9.08	0.23
9.	Provision for Taxation	4.00	(3.68)	2.00	0.32	8.00
10.	Deferred Tax Charge/(Credit)	(1.30)	(10.86)	1.45	(12.16)	0.10
11.	<b>Net Profit / (Loss) (7-8-9-10)</b>	<b>927.87</b>	<b>546.08</b>	<b>290.62</b>	<b>1,473.95</b>	<b>954.99</b>

12.	Paid up Equity Share Capital	1056.06	1056.06	1,056.06	1,056.06	1,056.06
	(Face value per share Rs. 10/-)					
13.	Reserve excluding revaluation reserves	N.A.	N.A.	N.A.	5,301.72	4,128.07
14.	Adjusted Basic and diluted EPS (Not Annualised)	8.79	5.17	2.75	13.96	9.04
	Adjusted Diluted EPS (not annualised)	8.87	1.91	2.75	13.96	9.04

**Notes :**

1.	Provision for taxation has been made on estimated basis.
2.	Figures for corresponding periods have been regrouped / rearranged wherever necessary.
3.	No Investor complaints were pending at the beginning at the quarter. During the quarter 5 complaints have been received and same have been resolved.
4.	The Statement of Audited Financial Results were reviewed by the Audit Committee and taken on record by the Board of Directors at its meeting held on May 24th 2005.
5.	The Board has recommended a dividend of 25% on the Equity Share Capital of the company for the year 2004-05.
6.	A diamond processing unit has been setup at Adarsh Nagar EOU, Jaipur as backward integration for sourcing its diamond requirements for captive consumption in making of jewellery and exports.
7.	The Company has set up Jewel Gem USA Inc, A wholly owned subsidiary at USA for setting up chain of jewellery Retail Stores at major holiday destinations in USA. It has already opened 3 such stores under the brand name Genoa Jewelers at Juneau, Skagway and Ketchikan in Alaska, USA. It is opening more such retail stores at Caibbean and Maxico during this fiscal.
8.	Jewel gem USA Inc. has opened its first Retail shop at Juneau in Alaska on 7th May 2005. The Financial results for the period under consideration represents expenses incurred on improvements in lease hold properties and pre-operative expenses. The pre-operative expenses has been charged to P&L Account.
7.	The limited reviewed financial results of the above subsidiary for the period from 19th October 2004 to 31st March 2005 has been consolidated in accordance with AS 21 issued by ICAI.

K-6B, Adarsh Nagar  
Fateh Tiba  
Jaipur - 302 004  
29th Oct 2004

For and on behalf of Board of Directors

**RAHIMULLAH**  
Managing Director

**VAIBHAV GEMS LIMITED**  
**SEGMENTWISE REVENUE, RESULTS & CAPITAL EMPLOYED**  
**FOR THE YEAR ENDED 31st MARCH 2005**

Sr. No.	Particulars	9 Months Ended	Quarter Ended		(Rs. in Lacs) Year Ended	
		31-Dec-04	31-Mar-05	31-Mar-04	31-Mar-05	31-Mar-04
		(Un-audited)	(Un-audited)	(Un-audited)	(Audited)	(Audited)
<b>Segment Revenue</b>						
a.	Gemstone	7,424.62	1,892.20	1,290.46	9,316.82	6,793.53
b.	Jewellery	9,803.35	2,532.28	2,334.93	12,335.63	10,190.51
<b>Total Segment revenue</b>		<b>17,227.97</b>	<b>4,424.48</b>	<b>3,625.39</b>	<b>21,652.45</b>	<b>16,984.04</b>

Less: Inter Segment Revenue		4,134.80	746.47	782.13	4,881.27	4,162.56
<b>Net Income from Operations</b>		<b>13,093.17</b>	<b>3,678.01</b>	<b>2,843.26</b>	<b>16,771.18</b>	<b>12,821.48</b>
<b>Segment Result</b>						
(Profit before Interest & Tax from each segment)						
a.	Gemstone	359.56	247.40	33.37	606.96	245.96
b.	Jewellery	800.62	506.04	306.52	1,306.66	981.98
<b>Total Segment Result</b>		<b>1,160.18</b>	<b>753.44</b>	<b>339.89</b>	<b>1,913.62</b>	<b>1,227.94</b>
		4.84%	5.18%	5.18%	6.51%	3.62%
		8.17%	10.89%	10.89%	10.59%	9.64%
Less: Financial Expenses		118.71	44.75	34.10	163.46	124.88
Less: Other Unallocable expenses		237.67	99.00	(209.73)	336.67	(63.69)
Add: Exchange Gain/ (Loss)		134.82	(41.00)	(223.02)	93.82	(203.43)
<b>Total Profit before Tax</b>		<b>938.62</b>	<b>568.69</b>	<b>292.50</b>	<b>1,507.31</b>	<b>963.32</b>
		(472.98)			(1,032.68)	0.01
<b>Capital Employed</b>						
(Segment Assets less Segment Liabilities)						
a.	Gemstone	2,642.56	2,916.10	1,936.09	2,916.10	1,936.09
b.	Jewellery	5,657.49	5,596.14	3,993.32	5,596.14	3,993.32
<b>Total Capital Employed in Segments</b>		<b>8,300.05</b>	<b>8,512.24</b>	<b>5,929.41</b>	<b>8,512.24</b>	<b>5,929.41</b>
Add : Unallowable Assets less Liabilities		(2,179.26)	(2,119.07)	(1,466.77)	(2,119.07)	(1,466.77)
<b>Total Capital Employed in the Company</b>		<b>6,120.79</b>	<b>6,393.17</b>	<b>4,462.64</b>	<b>6,393.17</b>	<b>4,462.64</b>
<b>Notes :</b>						
1.	Segment has been identified in line with the Accounting Standard on Segment Reporting (AS-17) and after taking into account the organisation structure as well as the differential risks and returns of these segments.					
2.	The Company has disclosed Business Segment as the primary segment.					
3.	Inter-Segment revenues are recognised at market price.					
4.	The Segment Revenues, Results, Assets and Liabilities include the respective amounts identifiable to each of the segment and amounts allocated on reasonable basis. The amounts, which are not allocable to any segment, are shown as unallocable under respective heads.					
K-6B, Adarsh Nagar Fateh Tiba Jaipur - 302 004 29th Oct 2004				For and on behalf of Board of Directors  <b>IKRAMULLAH</b> Executive Director		