

8th Annual Report

2021-22



Surat Diamond Bourse

Promoted by SDB Diamond Bourse

CIN: U74140GJ2014NPL081370

SDB DIAMOND BOURSE

CORPORATE INFORMATION

❖ BOARD OF DIRECTORS

- 1) Mr. Vallabhbhai Shamjibhai Patel-Director
- 2) Mr. Govindbhai Laljibhai Dholakia
- 3) Mr. Laljibhai Tulsibhai Patel
- 4) Mr. Mathurbhai Madhabhai Savani
- 5) Mr. Manubhai Bholabhai Davariya
- 6) Mr. Jitendra Babulal Shah
- 7) Mr. Rajendrakumar Dalpatlal Shah
- 8) Mrs. Madhuben Rajubhai Vaghani

CHIEF EXECUTIVE OFFICER

Mr. Maheshkumar Arvindbhai Gadhavi

❖ COMMITTEE AND ITS FORMATION

Audit Committee	Planning Committee	Committee for Transfer of Membership	CSR Committee
Manubhai Davariya Chairperson	Kishorbhai Koshiya Chairperson	Manubhai Davariya Chairperson	Vallabhbhai Patel Chairperson
Vallabhbhai Patel	Vallabhbhai Patel	Vallabhbhai Patel	Manubhai Davariya
Rajendrakumar Shah	Laljibhai Patel	Dharambhai Patel	Mathurbhai Savani
Jitendra Shah	Asheshbhai Doshi		
Dharambhai Patel	Manekbhai Lathiya		
Asheshbhai Doshi	Ishvarbhai Navadiya		
Kishorbhai Koshiya	Rajeshbhai Shah		
	Dayabhai Jivani		
	Manharbhai Saspara		
	Tulsibhai Monpara		
	Devjibhai Kakadiya		
	Nileshbhai Bodra		
	Maheshbhai Gadhvi		

❖ **BANKERS**

HDFC Bank Limited

❖ **STATUTORY AUDITOR**

NDJ & Co., Chartered Accountants

T-720, Belgium Tower, Opp. Linear Bus stand, Ring Road, Surat-395 002.

❖ **REGISTERED & SITE OFFICE**

Regd Office

67,1st Floor, Tapti Exports, Patel Faliya, Gotalwadi, Katargam, Surat-395004.

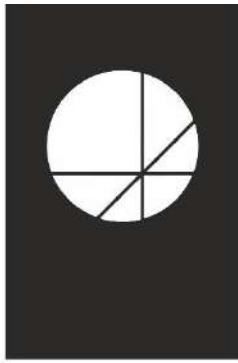
Site Office

Plot No. 177/P, DREAM CITY Behind Surat International Exhibition and Convention Centre, Khajod, Surat, Gujarat 395007.



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SDB

SURAT DIAMOND BOURSE

Promoted by **SDB DIAMOND BOURSE** A Section 8

Company Registered Under The Companies Act, 2013

CIN No.: U74140GJ2014NPL081370 | GST No.: 24AAVCS2416E1ZD

NOTICE FOR THE 08TH ANNUAL GENERAL MEETING

NOTICE IS HEREBY GIVEN THAT THE EIGHTH (08TH) ANNUAL GENERAL MEETING ('AGM') OF THE MEMBERS OF SDB DIAMOND BOURSE (CIN: U74140GJ2014NPL081370) will be held on **Friday, September 30, 2022 at 04:00 p.m.** at Registered Office of the Company at '1st Floor, Tapti Exports, Patel Falia, Gotalawadi, Katargam, Surat 395004, Gujarat to transact the following businesses:

ORDINARY BUSINESS:

Item No. 1 - To receive, consider and adopt -

- a) the Audited Standalone Financial Statements of the Company for the financial year ended March 31, 2022, together with the Reports of the Board of Directors and the Auditors thereon;

Item No. 2 - To Reappoint Mr. Jitendra Babulal Shah as a Director, who retires by rotation and being eligible, offers himself for reappointment.

To consider and if thought fit, to pass with or without modification(s), the following resolution as an Ordinary Resolution:

"RESOLVED THAT, pursuant to the provisions of section 152 of the Companies Act, 2013, Mr. Jitendra Babulal Shah (DIN: 07008037) who retires by rotation and being eligible offers himself for re-appointment, be and is hereby reappointed as a director of the company."

SPECIAL BUSINESS

Item No. 3 - Ratification of Cost Auditors' remuneration.

To consider and if thought fit, to pass with or without Modification, the following Resolution as an **Ordinary Resolution**:

"RESOLVED THAT pursuant to the provisions of Section 148 and other applicable provisions, if any, of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014 (including any statutory modification(s) or re-enactment thereof for the time being in force), the remuneration plus applicable taxes and reimbursement of out of pocket expenses at actuals, if any, incurred in connection with the audit, as recommended by the Audit Committee and approved by the Board of Directors, payable to M/s. Nanty Shah & Associates Cost Accountants (Firm Registration No. 101268) to act as Cost Auditors to conduct the audit of the relevant cost records of the Company as prescribed under the Companies (Cost Records and Audit) Rules, 2014 as amended from time to time, for the financial year ending March 31, 2023 be and is hereby ratified and confirmed.

RESOLVED FURTHER THAT any of the directors of the Company be and are hereby severally authorized to do all acts, deeds and things and take all such steps as may be necessary, proper or expedient to give effect to this resolution.”

Item No. 4 - To approve resignation of Shri Manubhai Bholabhai Davariya and Shri Rajendrabhai Dalpatlal Shah as Independent Director of the Company.

To consider and if thought fit, to pass with or without Modification, the following Resolution as an **Ordinary Resolution**:

“**RESOLVED THAT**, the resignation of Shri Manubhai Bholabhai Davariya, (DIN: 05330035) and Shri Rajendrakumar Dalpatlal Shah (DIN: 07269107) from the directorship of the Company be and is hereby accepted with effect from 30th September, 2022.

RESOLVED FURTHER THAT, the Board places on record their appreciation for the assistance and guidance provided by Shri Manubhai Bholabhai Davariya and Shri Rajendrakumar Dalpatlal Shah during their tenure as Independent Directors of the Company.

RESOLVED FURTHER THAT, any of the Director of the Company be and is hereby authorized to do all such acts, deeds and things which are necessary to the resignation of aforesaid person from the directorship of the Company and file E-form DIR-12 as return of Resignation of Director with the Registrar of Companies, Ahmedabad.”

5. Any other Business with permission of the Chair.

**BY ORDER OF THE BOARD OF DIRECTORS
FOR, SDB DIAMOND BOURSE**

Sd/-

**Place: Surat
Date: 22/09/2022**

**VALLABHBHAI SHAMJIBHAI PATEL
(Director)
DIN: 00091715**

Registered Office:

1st Floor, Tapti Exports, Patel Falia, Gotalawadi,
Katargam, Surat- 395004
CIN: U74140GJ2014NPL081370
E-mail: info@sdbbourse.com

NOTES:

1. **A MEMBER ENTITLED TO ATTEND AND VOTE AT THE 08TH ANNUAL GENERAL MEETING ("AGM" or "meeting") OF THE COMPANY IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF. A PROXY NEED NOT BE A MEMBER OF THE COMPANY.** A person can act as proxy on behalf of members not exceeding 50 (fifty) and holding in aggregate not more than 10 (ten) percent of the total share capital of the Company. However, a member holding more than 10% (ten percent.) of the total share capital of the Company may appoint a single person as proxy and such person shall not act as proxy for any other member.
2. A proxy form is sent herewith. In case a member wants to appoint a proxy, duly completed and stamped proxy form, must reach the Registered Office of the Company not later than 48 hours before the time for holding the aforesaid meeting.
3. The Statement pursuant to section 102 of the Companies Act, 2013 is annexed hereto and forms part of this Notice.
4. The Companies Act, 2013, provides nomination facility to the members. As a member of the Company, you have an option to nominate any person as your nominee to whom your shares shall vest in the unfortunate event of your death. It is advisable to avail of this facility especially by the members who currently hold shares in their single name. Nomination can avoid the process of acquiring any right in shares through transmission by law. In case of nomination for the shares held by the joint holders, such nomination will be effective only on death of all the holders. In case the shares are held in dematerialised form, the nomination form needs to be forwarded to your Depository Participant.
5. All documents referred to in the accompanying Notice and the Explanatory Statement along with the Statutory Registers maintained by the Company as per the Companies Act, 2013 shall be open for inspection at the Registered Office of the Company during normal business hours (9:30 am to 6:30 pm) on all working days, (except Saturday and Sunday) up to and including the date of the Annual General Meeting of the Company and also will be available for inspection by the members at the AGM.
6. Members/ proxies/ authorised representatives are requested to bring the Attendance Slip sent herewith, duly filled in, for attending the Meeting.
7. Corporate members intending to send their authorised representatives to attend the Meeting are requested to send a Certified Copy of the Board resolution to the Company, authorizing their representative to attend and vote on their behalf at the Meeting.
8. In case of joint holders attending the Meeting, only such joint holder who is higher in the order of names will be entitled to vote.
9. The shareholder needs to furnish the printed Attendance slip along with a valid identity proof such as the PAN card, passport, Aadhaar card or driving license to enter the AGM hall.
10. The route map of the venue of the Annual General Meeting is appended to this Report. The prominent land mark near the venue is Abdul Saeed Katargam Gotalawadi Surat-395004

Date: 22.09.2022

Place: Surat

On behalf of Board of Directors

**Sd/-
Mr. Vallabhbai Patel
Director
(DIN: 00091715)**

ANNEXURE TO NOTICE:**DETAILS OF DIRECTOR SEEKING RE-APPOINTMENT AT THE ENSUING ANNUAL GENERAL MEETING****(Pursuant to Secretarial Standard 2 issued by the Institute of Company Secretaries of India)**

Name of Director	Mr. Jitendra Babulal Shah
DIN No.	07008037
Date of Birth	03/03/1955
Qualification	
Expertise in specific functional areas	More than 35 years of experience in the Diamond Industry and he is an Indian diamantarie and philanthropic social activist, who is the Chairman of J. B. and Brothers Pvt. Ltd. and one of the barons of the Indian Diamond Industry. He has been guiding M/s. J. B. and Brothers Pvt. Ltd. for over three & a half decades now and has grown the very company to emerge as one of the largest and globally renowned diamond manufacturers. His vast experience is useful for our Company.
Terms and Conditions of Appointment/Reappointment	As per the resolutions at Item No 2 of the Notice Convening this meeting, Mr.Jitendra Babulal Shah is liable to retire by rotation at the meeting and eligible for re-appointment.
Remuneration last drawn	NIL
Remuneration proposed	NIL
Date of First Appointment	28/11/2014
Relationship with Directors/ Key Managerial Personnel	N.A.
List of Companies in which directorship is held as on 31 st March, 2023	As attached below
Chairman / Member of the Committee of other Company	NIL
No. of Meetings of the Board Attended during the year	1

List of Companies in which Mr. Jitendra Babulal Shah holds directorship as on 31st March, 2022:

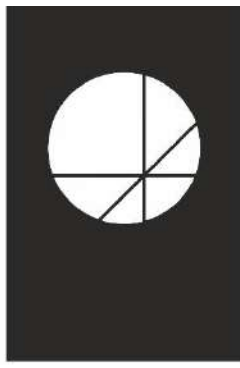
Sr. No.	Name of the Company	Nature of Interest	Shareholding	Date on which interest arose/ changed
1	J. B. and Brothers Pvt. Ltd.	Director	12.46%	29/03/2013
2	Paraizo Club Ltd.	Director	10.00%	02/12/2013
3	SDB Diamond Bourse	Director	-	28/11/2014

The Board of Directors recommends the proposed resolutions for acceptance by member.

Date: 22.09.2022
Place: Surat

On behalf of Board of Directors

Sd/-
Mr. Vallabhbhai Patel
Director
(DIN: 00091715)



SDB

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CIN No.: U74140GJ2014NPL081370 | GST No.: 24AAVCS2416E1ZD

EXPLANATORY STATEMENT

Annexed to the Notice convening the 8th Annual General Meeting to be held on Friday, 30th September, 2022.

ITEM NO. 3

The Board of Directors of the Company ('the Board') at the meeting held on 07th June, 2022 and meeting held on 7th April, 2022 on the recommendation of the Audit Committee, approved the appointment and remuneration of M/s Nanty Shah & Associates, Cost Accountants (Registration No. 101268) to conduct audit of Cost records made and maintained by the Company pertaining to Construction Industry (products/services) for financial year 2022-23.

In terms of Section 148 of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014, remuneration of the Cost auditors is required to be ratified by the members of the Company.

None of the Directors and Key Managerial Personnel of the Company, or their relatives, is interested in this resolution.

The Board recommends this resolution for your approval.

ITEM NO. 4

Mr. Manubhai Bholabhai Davariya and Mr. Rajendrakumar Dalpatlal Shah were appointed as an Independent Director of the Company, but due to their pre-occupation, they have submitted their resignation from the post of Independent Director with effect from 30th September, 2022.

None of the Directors and Key Managerial Personnel of the Company, or their relatives, is interested in this resolution.

The Board recommends this resolution for your approval.

Date: 22.09.2022

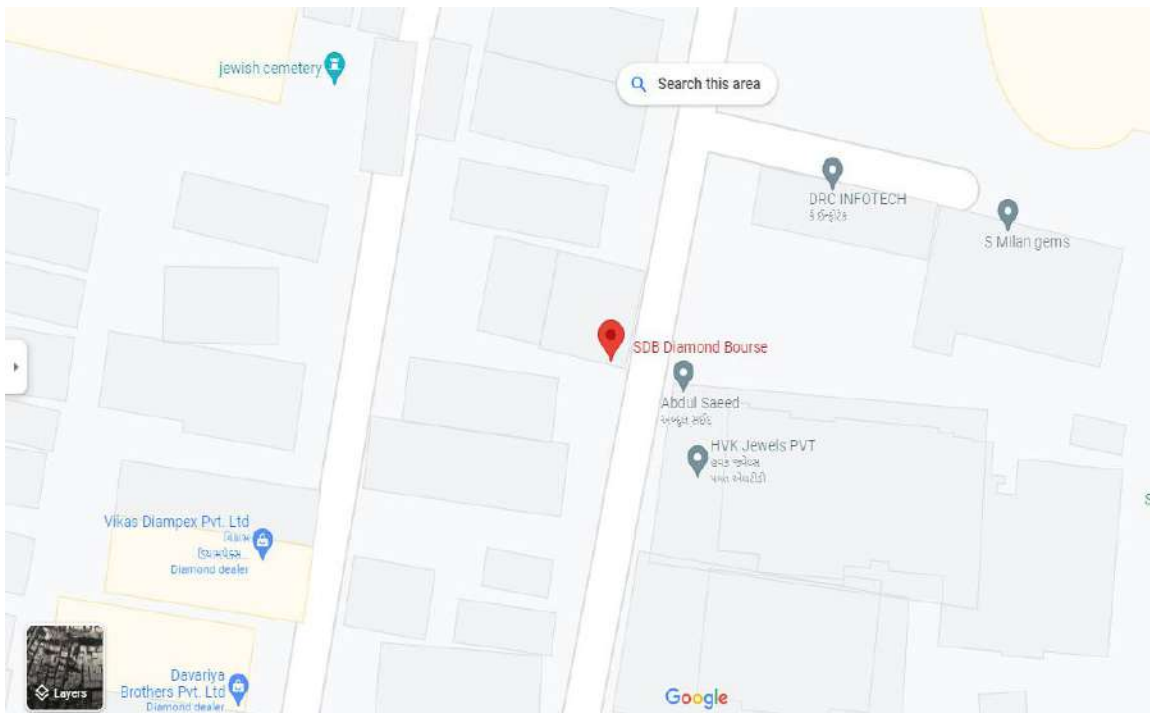
Place: Surat

On behalf of Board Of Directors

**Sd/-
Mr. Vallabhchai Patel
Director
(DIN: 00091715)**

**Route Map of Venue of 08th Annual General Meeting of
SDB DIAMOND BOURSE**

67, 1st Floor, Tapti Exports, Patel Falia, Gotalawadi, Katargam, Surat- 395004





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FORM NO. MGT-11

PROXY FORM

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

<u>Name of the Member(s)</u>		<u>E-mail ID</u>	
<u>Registered Address</u>		<u>Membership No.</u>	

I/We, being the member(s) of.....Trade Membership of the above named Company, hereby appoint:

(1) Name:.....Address:.....

 E-mail Id:.....Signature....., or failing him/her;

(2) Name:.....Address:.....

 E-mail Id:.....Signature....., or failing him/her;

as my/our proxy to attend and vote for me/us and on my/our behalf at the 8thAnnual General Meeting of the company, to be held on _____ and at any adjournment thereof.

Signed thisday of.....2022.

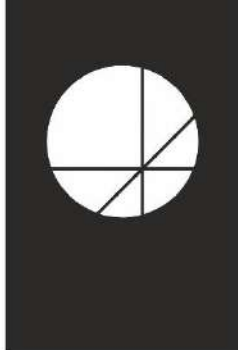
Affix
Revenue
Stamp

Membership NoSignature of first proxy holder.....

Membership NoSignature of second proxy holder.....

Note:

The proxy and the power of Attorney (if any) under which it is signed or a notarized certified copy of that power must be deposited at the registered office of the company at its registered office not less than 48 hours before the date and time for holding the 8th Annual General Meeting.



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CIN No.: U74140GJ2014NPL081370 | GST No.: 24AAVCS2416E1ZD

ATTENDANCE SLIP

8th Annual General Meeting:30st September, 2022

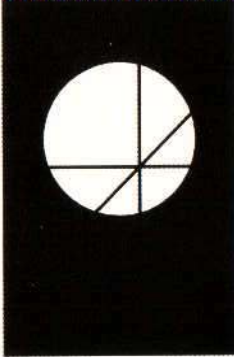
(Please fill this attendance slip and hand it over at the entrance of the hall)

Date	30.09.2022
Time	04:00 PM
Place	SURAT

Name and Signature of the Member/ Proxy present	
Membership No.	

Note:

Members are requested to produce the above attendance slip, duly signed in accordance with their specimen signatures registered with the Company for admission to the venue. Members/Authorized representative/ proxies may note that the admission to the meeting will be subject to verification/ checks, as may be deemed necessary and they are advised to carry valid proof of identity viz. Voters ID Card/ pan card/ Passport/ Driving License etc.



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Company Registered Under The Companies Act, 2013

CIN No.: U74140GJ2014NPL081370 | GST No.: 24AAVCS2416E1ZD

BOARD'S REPORT

To,
The Members,
SDB DIAMOND BOURSE

The Directors are pleased to present their 08th Director's Report of the Company together with the Audited Statement of Accounts and the Auditors' Report of the company for the financial year ended on March 31, 2022

1. FINANCIAL HIGHLIGHTS

Particulars	(Amount in Lakhs)	
	2021-22	2020-21
Gross Income	40,968.50	40,598.89
Expenses (Excluding Depreciation)	33,539.12	40,474.17
Profit/(Loss)Before Tax and depreciation	7,429.38	124.72
Less: Depreciation	137.90	90.72
Less: Provision for Income Tax Including Current Tax and Deferred tax	-	-
Profit/(Loss) after tax	7,291.48	34
Balance Brought Forward	(559.04)	(593.04)
Balance Carried Down	6,732.44	(559.04)

* Figures regrouped wherever necessary

2. STATE OF COMPANY'S AFFAIRS

SDB Diamond Bourse, a not-for-profit company, within the meaning of section 8 of the Companies Act, 2013, was incorporated in India on 28th November, 2014. During the year under review, company has posted a higher net profit amounting to Rs 7,291.48 (in Lakhs) as compared to previous year as the direct expenses of the company have lowered as compared to the previous year.

Operational Review:

A) Trade Membership Fees Received:

During the year under review, the Company had additionally given new Trade Membership for Office Space in the proposed Diamond Bourse at Khajod to individuals or entities engaged directly or indirectly with the Diamonds, Gems & Jewellery business due to partial transfer of expression of interest for office space in the proposed Diamond Bourse at Khajod by the existing trade members in conformance to the Articles of the Company along-with entrance fees of Rs. 1,000 (inclusive of Indirect Taxes) in the nature of Trade members limited by guarantee. The said membership fees being in the nature of corpus funds, is shown as such:

Particulars	FY 2021-22		FY 2020-21	
	No. of Applications	Amount (Rs.) (Incl. of indirect taxes)	No. of Applications	Amount (Rs.) (Incl. of indirect taxes)
Members as on beginning of the year	3939	39,39,000	3930	39,30,000
Total Applications Received by cash for Trade Membership (EMD Received in FY 2014-15)	-	-	-	-
Total Applications Received by cheque for Trade Membership	37	37,000	9	9,000
Total Applications Received by cheque for Trade Membership (Auction)	13	13,000	-	-
Less: Applications Rejected	-	-	-	-
Less: Applications Pending Approval for Trade Membership	-	-	-	-
Applicants granted Trade Membership during the year	50	50,000	9	9,000
Members as at close of the year	3989	39,89,000	3939	39,39,000

B) Amount received from members for Office Space:

Instalments have been received from 3,622 members (including 50 members added in FY 2021-22 through partial transfer of office space and auction and 8 promoters holding office space) for office space in proposed bourse project. Further, there has been an increase of 326 Non-office holder members in FY 2021-22 due to full transfer of office space to other members and cancellation of offices of defaulting members. The said advance from members will be utilized for construction of the said bourse over the period of construction.

C) Utilization of Fund:

The above advances received from members are and will be utilized for construction of the said Diamond Bourse over the period of construction.

3. TRANSFER TO RESERVES IN TERMS OF SECTION 134(3)(J) OF THE COMPANIES ACT, 2013

For the financial year ended 31st March, 2022, the Company has posted a profit of Rs 7,291.48 (in Lakhs) which was carried forward to the Balance Sheet of the company under the head "Reserve and Surplus."

4. DIVIDEND

The company was incorporated as Non-Profit Organization under Section-8 of the Companies Act, 2013. As per clause (b) and (c) of Section 8(1) of the Companies Act, 2013, the company aims to apply its profits or other income in order to promote its object only, and to prohibit the payment of any dividend to its members.

5. MATERIAL CHANGES SUBSEQUENT TO THE CLOSE OF THE YEAR

No material changes have been occurred between Balance Sheet date and the date on which the financial statement is approved by the Board of Directors.

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

During the year under review, there have been no significant and material orders passed by the regulators, courts or tribunals impacting the going concern status and company's operations in future.

7. SUBSIDIARY COMPANY/ASSOCIATE/JOINT VENTURE

There has been no subsidiary/ Associate/ Joint Venture incorporated/ceased of your company during the financial year ended on 31st March, 2022.

8. STATUTORY AUDITOR

In line with the provisions of Section 139(1), 141 and 142, read with Companies (Audit and Auditors) Rules, 2014 of the Companies Act, 2013 and modification thereof, /s. M/S NDJ & Co., (FRN: 136345W), Chartered Accountant, Surat, be and are hereby re-appointed as the statutory Auditors of the Company for a second term of 2 (Two) consecutive years to hold office from the conclusion of this 07th Annual General Meeting till the conclusion of 09th Annual General Meeting to be held for the financial year 2022-2023.

9. AUDITORS' REPORT

There are no qualifications or adverse remarks, in the auditor's Report, which require any clarification/explanation. The notes on financial statements are self-explanatory, and needs no further explanation.

There was no instance of fraud during the year under review, which required the Statutory Auditors to report to the Board under Section 143(12) of the Act and the rules made thereunder.

The Auditors' Report for the financial year ended on 31st March, 2022 forming part of the Audited Annual Accounts.

10. SECRETARIAL AUDITOR

Your board has appointed M/s. Jainam N Shah & Co., Practicing Company Secretary, as secretarial Auditor of the company for the financial year 2021-22. The secretarial report for the financial year 2021-22 is attached as **Annexure-A**. Report of secretarial auditor is self-explanatory and need not any further clarification.

11. SECRETARIAL STANDARDS OF ICSI

The Directors have devised proper systems and processes for complying with the requirements of applicable Secretarial Standards issued by the Institute of Company Secretaries of India and that such systems were adequate and operating effectively.

12. BOARD'S COMMENT ON THE AUDITORS' REPORT

The observations of the Statutory Auditors, when read together with the relevant notes to the accounts and accounting policies are self-explanatory and do not call for any further comment.

13. INTERNAL FINANCIAL CONTROL

The Company has in place adequate internal financial controls with reference to financial statements. During the year, such controls were tested and no reportable material weakness in the design or operation was observed.

14. CHANGE IN THE NATURE OF BUSINESS

There is no change in the nature of the business of the company during the financial year ended on 31st March, 2022.

15. DETAILS OF DIRECTORS OR KEY MANAGERIAL PERSONNEL

There has been no change in the constitution of Board during the year under review i.e. the structure of the Board remains the same. In view of the applicable provisions of the Companies Act, 2013, the Company is not mandatorily required to appoint any whole time KMPs.

16. CHANGE IN SHARE CAPITAL

The Company has not issued/allotted any shares during the financial year 2021-22. The authorized share capital of the Company and the paid-up share capital remained unchanged as Rs. 1,000,000 comprising 10,000 nos. of equity shares of Rs. 100/- each and Rs. 800 comprising 8 nos. of equity shares of Rs. 100/- each respectively.

17. DEPOSITS

The Company has not invited/accepted any deposits as per Chapter V of the Companies Act, 2013 read with the Companies (Acceptance of Deposit) Rules, 2014 as amended.

18. CORPORATE SOCIAL RESPONSIBILITY

The Corporate Social Responsibility provisions, to the extent applicable to the Company, have been duly complied with. However, the Company is not required to spend on CSR activities. Hence, report on CSR is not required.

However, the Company is having a Corporate Social Responsibility Committee comprising of the following Persons:

Name	Designation	Category
Vallabhbai Patel	Chairperson	Director
Manubhai Davariya	Member	Independent Director
Mathurbhai Savani	Member	Director

Your Company works with a deep sense of social Commitment and contributes generously towards the welfare of the society that it is part of. For SDB Diamond Bourse, business priorities co-exist

with social commitments to drive holistic development of people and communities. Company has constituted of CSR Committee and its initiatives are on the focus areas approved by the Board benefitting the community.

The committee has held One Meeting during the Financial Year 2021-2022 i.e. 15th September, 2021

19. MEETINGS OF THE BOARD OF DIRECTORS

The Board of Directors has met 7 (Seven) times during the financial year 2021-22, the details of which are mentioned herein below. The intervening gap between any two meetings was within the period prescribed by the Companies Act, 2013.

Sr. No.	Date of Meeting	Board Strength	No. of Directors Present
1	20-05-2021	8	4
2	04-08-2021	8	6
3	28-09-2021	8	4
4	14-10-2021	8	3
5	03-01-2022	8	3
6	31-01-2022	8	4
7	02-03-2022	8	4

The attendance of each director at the Board Meetings held during the F.Y. 2021-22

Sr. No.	Directors Name along with DIN Number	Number of Board meetings	
		Meeting held during respective tenures of Directors	Meetings Attended
1	Vallabhbhai Patel (DIN: 00091715)	7	7
2	Laljibhai T. Patel (DIN: 01539972)	7	6
3	Govindbhai L. Dholakia (DIN: 00524146)	7	1
4	Mathurbhai Savani (DIN: 03032750)	7	5
5	Rajendra D. Shah (DIN: 07269107)	7	1
6	Manubhai Davariya (DIN: 05330035)	7	6
7	Jitendra B. Shah (DIN: 07008037)	7	1
8	Madhuben Rajubhai Vaghani (DIN: 07471536)	7	1

20. DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to Section 134(3)(c) of the Companies Act, 2013 the Board of Directors of the Company confirms that-

- (a) In the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;

- (b) The directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit and loss of the company for that year;
- (c) The directors had 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) The directors had prepared the annual accounts on a going concern basis;
- (e) The directors had laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and are operating effectively; and
- (f) The directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems are adequate and operating effectively.

21. DECLARATION BY INDEPENDENT DIRECTORS

The Company is registered under Section 8 of Companies Act, 2013, hence it is not required to appoint Independent Directors. However, the company has voluntarily appointed two Independent directors in the Board and they meet the criteria of the Independence as laid out in sub-section (6) of Section 149 of the Companies Act, 2013.

22. COMPANY'S POLICY ON DIRECTORS' APPOINTMENT AND REMUNERATION INCLUDING CRITERIA FOR DETERMINING QUALIFICATIONS, POSITIVE ATTRIBUTES, INDEPENDENCE OF A DIRECTOR AND OTHER MATTERS PROVIDED UNDER SUB-SECTION (3) OF SECTION 178;

The Company is registered under Section 8 of Companies Act, 2013 and hence it is not required to formulate a Nomination and Remuneration Committee and Stakeholders Relationship Committee under Section 178(1) of the Companies Act, 2013.

23. AUDIT COMMITTEE

The company has an Audit committee comprising of the following persons:

Name	Designation	Category
Manubhai Davariya	Chairperson	Independent Director
Vallabhbhai Patel	Member	Director
Rajendrakumar Dalapatlal Shah	Member	Independent Director
Dharambhai Patel	Member	Committee Member
Kishorbhai Koshiya	Member	Chairperson of Planning Committee
Asheshbhai Doshi	Member	Member of Planning Committee

The Audit Committee assists the Board in the effective discharge of its responsibilities for corporate Governance, financial reporting and internal control. In the discharge of its functions, the committee shall exercise the powers and responsibilities vested on it under the Companies Act, 2013, or any re-enactment thereof. The Board will continue to have the overall responsibility in respect of all such matters.

The committee has held three Meetings during the Financial Year 2021-2022 i.e. 19th May, 2021; 3rd August, 2021 and 13th October, 2021. The details relating to Audit Committee are given in "Annexure B".

24. Committee for Transfer of Membership

The company has Committee for Transfer of Membership comprising of the following members:

Name	Designation	Category
Manubhai Bholabhai Davariya	Chairperson	Independent Director
Vallabhbai Shamjibhai Patel	Member	Director
Dharambhai Patel	Member	Committee Member
Pratik Koralwala	Member	Legal Compliance Officer

The Committee has held thirty seven meetings during the Financial Year 2021-2022 i.e. 15th April 2021, 15th May 2021, 31st May 2021, 15th June 2021, 3rd July 2021, 15th July 2021, 30th July 2021, 5th August 2021, 31st August 2021, 6th September 2021, 13th September 2021, 20th September 2021, 27th September 2021, 4th October 2021, 18th October 2021, 25th October 2021, 1st November 2021, 15th November 2021, 22nd November 2021, 29th November 2021, 6th December 2021, 13th December 2021, 20th December 2021, 27th December 2021, 3rd January 2022, 10th January 2022, 17th January 2022, 24th January 2022, 31st January 2022, 7th February 2022, 14th February 2022, 21st February 2022, 28th February 2022, 7th March 2022, 14th March 2022, 21st March 2022, 28th March 2022.

25. LOANS, GUARANTEES AND INVESTMENTS

The company has not given any loan or guarantees or not made any investments. However, the company has complied provisions of Sec-186 (including any statutory modifications or re-enactment thereof, for the time being in force) of the Companies Act, 2013.

26. PARTICULARS OF EMPLOYEE AND DISCLOSURE OF MANAGERIAL REMUNERATION

The information required pursuant to section 197 (12) read with Rule 5 (1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is applicable only for listed companies. Hence this clause is not applicable to the company.

None of the employees have drawn remuneration exceeding the limits prescribed under section 197 (12) read with Rule 5 (2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 (i.e. Rs. 102 Lacs for full year, or Rs. 8.5 Lacs per month for part of financial year). Hence disclosure under this clause is not applicable.

27. ANNUAL RETURN

Annual Return Pursuant to Section 92(3) read with Section 134(3)(a) of the Companies Act, 2013, the Annual Return as on the financial year ended March 31, 2021 is placed on the Company's website at _____

28. RELATED PARTY TRANSACTIONS

The Company has entered into Related Parties Transactions as defined under Section 188 of the Companies Act, 2013 with related parties as defined under Section 2 (76) of the said Act. Further, all related party transactions that were entered into during the financial year were on an arm's length basis and were in the ordinary course of business. All the necessary details of transaction entered with the related parties are attached herewith in form no. **AOC-2** for your kind perusal and information. Refer **(Annexure-C)**.

29. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO

A) Conservation of Energy:

With regard to the particulars as prescribed under Section 134(3)(m) of the Act read with Rule 8 of the Companies (Accounts) Rules, 2014, the company is in the process of finding ways of controlling and reducing energy consumption as a commitment to Global Environment; this will cover office facilities, communications and transport.

B) Technology Absorption, Adoption and Innovation:

The Company continuously makes efforts towards research and developmental activities and has been constantly active in harnessing and tapping the latest and best technology in the industry.

C) Foreign Exchange Earnings and Outgo:

During the year under review, no Foreign Exchange Earnings and Outgo was recorded.

30. COST AUDITOR:

M/s. Nanty Shah & Associates Practicing Cost Accountants, Surat (Firm Registration No. 101268) appointed as a Cost Auditor of the Company for the Financial Year 2021-22 in the Board meeting held on 04th August, 2021 after obtaining his willingness and eligibility letter for appointment as Cost Auditor of the Company. The Company maintains cost records as specified by the Central Government under Section 148(1) of the Companies Act, which are audited by Cost Auditors.

31. INTERNAL AUDITOR:

In compliance with section 138 of Companies Act, 2013 read with Rule 13 of Companies (Accounts) Rule, 2014, the company is required to appoint internal auditors. Hence the company has appointed M/s. RSM Astute Consultech Private Limited as an internal auditor for FY 2021-22 and has developed a strong Internal Control System to safeguard the assets of the company and to ensure there are no material misstatements.

32. ENHANCING MEMBERS VALUE

The Company believes that its Members are among its most treasured stakeholders. Accordingly, the Company's operations are committed to the pursuit of achieving notable operating performance and cost competitiveness, consolidating and building for expansion, enhancing the productive asset and resource base and subsisting overall corporate reputation. The Company is also committed to creating value for its other stakeholders by ensuring that its corporate actions positively affect the socio-economic and environmental dimensions and contribute to unceasing growth and development.

33. PREVENTION OF SEXUAL HARASSMENT AT WORKPLACE

The company is committed to provide safe, conducive and healthy working environment to the women employees without any kind of prejudice, gender discrimination and sexual harassment. The Company considers sexual harassment as a gross misconduct and has a zero tolerance for Sexual Harassment at workplace. Pursuant to the provisions of "The Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013" and rules made thereunder, the Company has adopted a "Policy on Protection of Women against Sexual Harassment at Work Place" to provide protection to its women employees against sexual harassment at work place. In line with the requirements of the policy the company has setup Internal Complaints Committee (ICC) with majority women Members.

During the financial year 2021-22, no case was reported under the purview of the said Policy.

34. VIGIL MECHANISM POLICY:

In compliance with section 177 of the Companies Act, 2013 and relevant rules, the company has formulated a proficient and effective vigil mechanism policy in order to detect fraudulent activities, if any, in the company and during the year under review no such activities has been detected.

35. INSURANCE

All the properties and the Insurable Interest of the company including building, plants and machinery and stocks wherever necessary and to the extent required have been adequately insured. The company keeps reviewing the insurance amount every year as per requirement.

36. RISK MANAGEMENT POLICY

Risk is an important element of corporate functioning and governance. The company has established the process of identifying, analyzing and treating risks, which could prevent the Company from effectively achieving its objectives. It ensures that all the risks are timely defined and mitigated in accordance with a well-structured risk management process.

Also, Risk Management Policy indicating development & implementation of risk management matrix and identification there in of elements of risk, if any, which in the opinion of the Board may threaten the existence of the company, is formulated and in place.

37. OTHER DISCLOSURE

- a. During the under review, there were no applications made or proceedings pending in the name of the company under the Insolvency and Bankruptcy Code, 2016.
- b. During the under review, there was no instance of one-time settlement with any Banks or Financial Institutions.

38. ACKNOWLEDGEMENT

The Board of Directors is pleased to place on record its appreciation for the continued guidance and support received from the Central and State Government Departments, Organizations and Agencies. The Board is thankful to the Members, Auditors, Consultants, Service Providers, Insurers and all its Employees for their unstinted support and contribution.

The Board of Directors conveys their gratitude for all the employees at all levels for their hard work, solidarity, cooperation and dedication during the year. Further, the Board sincerely conveys its appreciation for its customers, shareholders, suppliers as well as vendors, bankers, business associates, regulatory and government authorities for their continued support.

The Board also recognizes the contribution of the members by giving continuous support for the growth of the Company and keep trust in Committee members of the company and takes this opportunity to pledge the Company's commitment to serve them better.

For, SDB DIAMOND BOURSE

Place: Surat
Date: 22/09/2022


Vallabh Patel
(Director)
DIN:00091715


Laljibhai Patel
(Director)
DIN: 01539972

Annexure -B

AUDIT COMMITTEE

The Audit Committee of the Company comprises of 6 Members. The Committee members are Qualified and have requisite experience in the fields of Finance and Accounts, Banking and Management. The other Directors and Statutory Auditors are invitees to Audit Committee meetings.

The following is the Composition of the Audit Committee as at 31st March, 2022.

Name	Designation	Category
Manubhai Davariya	Chairperson	Independent Director
Vallabhbhai Patel	Member	Director
Rajendrakumar Dalapatlal Shah	Member	Independent Director
Dharambhai Patel	Member	Committee Member
Kishorbhai Koshiya	Member	Chairperson of Planning Committee
Asheshbhai Doshi	Member	Member of Planning Committee

Note: The Audit Committee was constituted on 29th day of September, 2018 by inclusion of above named Independent Directors.

Note: Mr. Jitendra Babulal Shah one of the member of Audit Committee was not capable to attend the meeting due to his pre-occupation. Hence, The Audit Committee was re-constituted on 10th Day of September, 2020 by exclusion of Mr. Jitendra Babubhai Shah and inclusion of two members of Planning Committee named Mr. Kishorbhai Koshiya & Mr. Asheshbhai Doshi as an audit committee member.

The committee has held Three Meetings during the Financial Year 2021-22 i.e. 19th May, 2021, 03rd August, 2021 and 13th October, 2021.

ROLE OF AUDIT COMMITTEE

- Oversight of the company's financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible.
- Approval of payment of statutory auditors for any other services rendered by the statutory auditors.
- Reviewing, with the management, the annual financial statements before submission to the board for approval, with particular reference to:
- Matters required being included in the Directors' Responsibility Statement to be included in the Board's Report in terms of clause (c) of sub-section 3 of Section 134 of the Companies Act, 2013.
- Changes, if any, in accounting policies and practices and reasons for the same
- Major accounting entries involving estimates based on the exercise of judgment by management.
- Significant adjustments made in the financial statements arising out of audit findings.
- Compliance with listing and other legal requirements relating to finance statements.
- Disclosure of any related party transactions.
- Qualifications in the draft audit report.
- Reviewing, with the management, the quarterly financial statements.
- Reviewing, with the management, performance of statutory and internal auditors, adequacy of the internal control systems.
- Reviewing the adequacy of internal audit function, if any, including the structure of the internal audit department, staffing and seniority of the official heading the department, reporting

structure coverage and frequency of internal audit.

- Discussion with internal auditors any significant findings and follow up thereon.
- Reviewing the findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the board.
- Discussion with statutory auditors before the audit commences, about the nature and scope of audit as well as post-audit discussion to ascertain any area of concern.
- To review the functioning of the Whistle Blower mechanism, in case the same is existing.
- Management Discussion and Analysis of financial condition and results of operations.
- To look into any other matter that may be referred to it by the Board.
- In addition to the above, the Committee shall have such functions / role / powers as may be specified in the Companies Act, Listing Agreement with Stock Exchanges or any other applicable law.

Reviewing the following information:

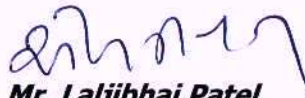
- The Management Discussion and Analysis of financial condition and results of operations
- Statement of significant related party transactions (as defined by the Audit Committee), submitted by management
- Management letters/letters of internal control weaknesses issued by the statutory auditors
- Internal audit reports relating to internal control weaknesses; and
- Reviewing the appointment, removal and terms of remuneration of the Chief internal auditor / internal auditor(s)

For and on behalf of the Board

SDB DIAMOND BOURSE



Mr. Vallabhshai Patel
Director
DIN: 00091715



Mr. Laljibhai Patel
Director
DIN: 01539972

Date: 22/09/2022
Place: Surat

Annexure-C
FORM NO. AOC-2
(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)

Form for disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arm's length transactions under third proviso thereto

1. Details of contracts or arrangements or transactions not at arm's length basis

Sr. No.	Particulars	Details
a)	Name(s) of the related party and nature of relationship	NIL
b)	Nature of contracts/arrangements/transactions	
c)	Duration of the contracts/arrangements/transactions	
d)	Salient terms of the contracts or arrangements or transactions including the value, if any	
e)	Justification for entering into such contracts or arrangements or transactions	
f)	date(s) of approval by the Board	
g)	Amount paid as advances, if any	
h)	Date on which the special resolution was passed in general meeting as required under first proviso to section 188	

2. Details of material contracts or arrangement or transactions at Arm's length basis

Sr. No.	Particulars	Details
a)	Name(s) of the related party and nature of relationship	Venus Jewel (Mr. Sevantilal Premchand Shah- Nominee of M/s. Venus Jeweland Promoter of SDB Diamond Bourse)
b)	Nature of contracts/arrangements/transactions	Additional Member's Contribution & Delayed Payment Charges Refund Expense
c)	Duration of the contracts/arrangements/transactions	For the Year 2021-22
d)	Salient terms of the contracts or arrangements or transactions including the value, if any:	Rs. 198.50 (in Lakhs) for Additional Member's Contribution

		Rs. 6.75 (in Lakhs) for Delayed Payment Charges Refund Expense
e)	Date(s) of approval by the Board, if any:	20.05.2021
f)	Amount paid as advances, if any	-

Sr. No.	Particulars	Details
a)	Name(s) of the related party and nature of relationship	Dharmanandan Diamonds Private Limited(Mr. Laljibhai Tulsibhai Patel- Director in Above mentioned company and SDB Diamond Bourse
b)	Nature of contracts/arrangements/transactions	Additional Member's Contribution & for Delayed Payment Charges
c)	Duration of the contracts/arrangements/transactions	For the Year 2021-22
d)	Salient terms of the contracts or arrangements or transactions including the value, if any:	Rs. 356.71 (in Lakhs) for Additional Member's Contribution Rs. 16.44 (in Lakhs) for Delayed Payment Charges
e)	Date(s) of approval by the Board, if any:	20.05.2021
f)	Amount paid as advances, if any	-

Sr. No.	Particulars	Details
a)	Name(s) of the related party and nature of relationship	HVK International Private Limited(Mr. Nagjibhai Mohanbhai Sakariya- Director in Above mentioned company and Promoter of SDB Diamond Bourse)
b)	Nature of contracts/arrangements/transactions	Additional Member's Contribution & Delayed Payment Charges Refund Expense
c)	Duration of the contracts/arrangements/transactions	For the Year 2021-22

d)	Salient terms of the contracts or arrangements or transactions including the value, if any:	Rs. 91.37 (In Lakhs) for Additional Member's Contribution Rs. 8.80 (in Lakhs) for Delayed Payment Charges Refund Expense
e)	Date(s) of approval by the Board, if any:	20.05.2021
f)	Amount paid as advances, if any	-

Sr. No.	Particulars	Details
a)	Name(s) of the related party and nature of relationship	Tapti Exports (Mr. Dharambhai Patel- Nominee of M/s. Tapti Exports and Promoter of SDB Diamond Bourse)
b)	Nature of contracts/arrangements/transactions	Additional Member's Contribution , Office Rent Expense and Repairs and Maintenance
c)	Duration of the contracts/arrangements/transactions	For the Year 2021-22
d)	Salient terms of the contracts or arrangements or transactions including the value, if any:	Rs. 23.09 (In Lakhs) for Additional Member's Contribution Rs. 11.28 (In Lakhs) for Rent Paid Rs. 0.04 (In Lakhs) for Repairs and Maintenance
e)	Date(s) of approval by the Board, if any:	20.05.2021
f)	Amount paid as advances, if any	-

Sr. No.	Particulars	Details
a)	Name(s) of the related party and nature of relationship	Shree Ramkrishna Exports Private Limited (Mr. Govindbhai Laljibhai Dholakia- Director in above mentioned company and SDB Diamond Bourse)
b)	Nature of contracts/arrangements/transactions	Additional Member's Contribution & for Delayed Payment Charges

c)	Duration of the contracts/arrangements/transactions	For the Year 2021-22
d)	Salient terms of the contracts or arrangements or transactions including the value, if any:	Rs. 549.20 (In Lakhs) for Additional Member's Contribution
e)	Date(s) of approval by the Board, if any:	20.05.2021
f)	Amount paid as advances, if any	-

Sr. No.	Particulars	Details
a)	Name(s) of the related party and nature of relationship	Kapu Gems LLP (Mr. Diyalbhai Kalabhai Vaghani-Nominee of M/s. Kapu Gems LLP and Promoter of SDB Diamond Bourse)
b)	Nature of contracts/arrangements/transactions	Additional Member's Contribution
c)	Duration of the contracts/arrangements/transactions	For the Year 2021-22
d)	Salient terms of the contracts or arrangements or transactions including the value, if any:	Rs. 144.79 (In Lakhs) for Additional Member's Contribution
e)	Date(s) of approval by the Board, if any:	20.05.2021
f)	Amount paid as advances, if any	-

Sr. No.	Particulars	Details
a)	Name(s) of the related party and nature of relationship	Davariya Brothers Pvt. Ltd (Mr. Manubhai Bholabhai Davariya- Director in above mentioned company and SDB Diamond Bourse)
b)	Nature of contracts/arrangements/transactions	Additional Member's Contribution
c)	Duration of the contracts/arrangements/transactions	For the Year 2021-22
d)	Salient terms of the contracts or	Rs. 265.56 (In Lakhs) for Additional

	arrangements or transactions including the value, if any:	Member's Contribution Rs. 0.36 (In Lakhs) for Transfer Fees
e)	Date(s) of approval by the Board, if any:	20.05.2021
f)	Amount paid as advances, if any	-

Sr. No.	Particulars	Details
a)	Name(s) of the related party and nature of relationship	Kiran Gems Private Limited (Mr. Vallabhbhai Samjibhai Patel - Director in above mentioned company and SDB Diamond Bourse)
b)	Nature of contracts/arrangements/transactions	Additional Member's Contribution
c)	Duration of the contracts/arrangements/transactions	For the Year 2021-22
d)	Salient terms of the contracts or arrangements or transactions including the value, if any:	Rs. 792.73 (In Lakhs) for Additional Member's Contribution Rs. 136.64 (In Lakhs) for Interior Work Charges
e)	Date(s) of approval by the Board, if any:	20.05.2021
f)	Amount paid as advances, if any	-

Sr. No.	Particulars	Details
a)	Name(s) of the related party and nature of relationship	Maheshkumar Arvindbhai Gadhavi
b)	Nature of contracts/arrangements/transactions	Employee Benefits Paid
c)	Duration of the contracts/arrangements/transactions	For the Year 2021-22
d)	Salient terms of the contracts or arrangements or transactions including the value, if any:	Rs. 27.00 (In Lakhs) for Employees Benefit
e)	Date(s) of approval by the Board, if any:	20.05.2021
f)	Amount paid as advances, if any	-

For and on behalf of the Board

SDB DIAMOND BOURSE


Mr. Vallabhchai Patel
Director
DIN: 00091715


Mr. Laljibhai Patel
Director
DIN: 01539972

Date: 22/09/2022
Place: Surat

DETAILS OF MEMBERS, DEBENTURE HOLDERS AND OTHER SECURITY HOLDERS AS ON 31/03/2022

SR. No.	L.F No.	Shareholder's Name	Father/Husband Name	Joint Holder Name	Type of Share	No. of Share held	Amount Per Share	% Holding
1	1	Surat Rough Diamond Sourcing (India) Limited (Nominee: Ashit Vasantlal Mehta)	N.A	-	Equity	1	100	12.50%
2	2	Tapti Exports (Nominee: Dharambhai Patel)	N.A	-	Equity	1	100	12.50%
3	3	HVK International Private Limited (Nominee: Nagjibhai Mohanbhai Sakariya)	N.A	-	Equity	1	100	12.50%
4	4	Dharmanandan Diamonds Private Limited (Nominee: Laljibhai Tulsibhai Patel)	N.A	-	Equity	1	100	12.50%
5	5	Kapu Gems LLP (Nominee: Diyalbhai Kalabhai Vaghani)	N.A	-	Equity	1	100	12.50%
6	6	Shree Ramkrishna Exports Private Limited (Nominee: Govindbhai Laljibhai Dholakia)	N.A	-	Equity	1	100	12.50%
7	7	Kiran Gems Private Limited (Nominee: Vallabhbhai Shamjibhai Patel)	N.A	-	Equity	1	100	12.50%
8	8	Venus Jewel (Nominee: Sevantilal Premchand Shah)	N.A	-	Equity	1	100	12.50%
TOTAL					Equity	8	800	100%

For and on behalf of the Board
SDB DIAMOND BOURSE



(Handwritten signature of Mr. Vallabhbhai Patel)

Mr. Vallabhbhai Patel
Director
DIN: 00091715

(Handwritten signature of Mr. Laljibhai Patel)

Mr. Laljibhai Patel
Director
DIN: 01539972

Place: Surat
Date: 22/09/2022

FINANCIAL STATEMENTS OF

SDB DIAMOND BOURSE

FOR THE YEAR ENDED ON MARCH 31, 2022

NDJ & Co.

Chartered Accountants

Surat : T-720, Belgium Tower, Opp. Linear Bus Stand, Ring Road, Surat - 395002

Mumbai : A-702, Om Shivambika Apt., CHSL Kalina, Santacruz (East), Mumbai - 400098

Ahmedabad : B-708, Mondeal Heighs, Nr. Novotel Hotel, S. G. Highway, Ahmedabad - 380015

INDEPENDENT AUDITORS' REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS

To,
The Members,
SDB DIAMOND BOURSE,
Surat.

OPINION:

We have audited the accompanying financial statements of **SDB DIAMOND BOURSE** (a company limited by guarantee and having share capital), registered under section 8 of Companies Act, 2013 ("the company"), which comprises the Balance Sheet as at March 31, 2022, the Statement of Income and Expenditure, the Cash Flow Statement for the year then ended and a summary of the significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the State of Affairs of the company as at March 31, 2022, its excess of income over expense and the Cash Flows for the year ended on that date.

BASIS OF OPINION:

We conducted our audit in accordance with the standards on 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 thereunder, 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.

KEY AUDIT MATTERS:

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Reporting of key audit matters as per SA 701, are not applicable to the company as it is a company limited by guarantee and having share capital registered under section 8 of Companies Act, 2013.

INFORMATION OTHER THAN THE FINANCIAL STATEMENTS AND AUDITORS' REPORT THEREON:

The Company's board of directors are responsible for the preparation of the other information. The other information comprises the information included in the Board's Report including Annexure to Board's Report, 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.

MANAGEMENT'S RESPONSIBILITY FOR THE FINANCIAL STATEMENTS:

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

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The board of directors are also responsible for overseeing the Company's financial reporting process.

AUDITOR'S RESPONSIBILITIES FOR THE AUDIT OF THE FINANCIAL STATEMENTS:

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.

Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

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. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS:

1. Since the company is a company licensed to operate under Section 8 of the Companies Act, 2013, 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 is, at present, not applicable to the company.
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 Income and expenditure and the Cash Flow Statement dealt with by this report are in agreement with the books of account;
 - (d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;
 - (e) On the basis of the written representations received from the directors as at March 31, 2022 taken on record by the Board of Directors, none of the directors is disqualified as at March 31, 2022 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 A". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting;
 - (g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197 (16) of the Act, as amended, in our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the company to its manager during the year is in accordance with the provisions of section 197 of the Act.
 - (h) 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 does not have any pending litigations which would impact its financial position except as disclosed in Note 22 Contingent Liabilities & Capital Commitments.
- (ii) The company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- (iii) The company is not required to transfer any amount to the Investor Education and Protection Fund.
- (iv) The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
- (v) The Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
- (vi) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (iv) and (v) above, contain any material misstatement.
- (vii) The company is registered under provisions of section 8 of the Companies Act, 2013 that restrict distribution of profits of the company. Accordingly, the company cannot declare dividend and the question of commenting on whether dividend declared or paid is in accordance with Section 123 of the Companies Act, 2013 does not arise.

For NDJ & Co.
Chartered Accountants
Firm Reg. No.: 136345W



(CA. Shirish Shah)
Partner

M. No.: 035742

UDIN: 22035742AVIPQX9344

Date : 22-09-2022

Place : Surat

ANNEXURE "A" TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE FINANCIAL STATEMENTS OF SDB DIAMOND BOURSE

(REFERRED TO IN PARAGRAPH 2 (F) UNDER 'REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS' SECTION OF OUR REPORT TO THE MEMBERS OF SDB DIAMOND BOURSE OF EVEN DATE)

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 SDB Diamond Bourse ("the company") as of March 31, 2022 in conjunction with our audit of statement financial statements of the company for the year ended on that date.

MANAGEMENT'S RESPONSIBILITY FOR THE INTERNAL FINANCIAL CONTROLS:

The company's management is responsible for establishing and maintaining internal financial controls 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. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

AUDITOR'S RESPONSIBILITY:

Our responsibility is to express an opinion on the company's internal financial controls over financial reporting based on our audit. We have 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 Act, to the extent applicable to an audit of internal financial controls. 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 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 the financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.



ANNEXURE "A" TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE FINANCIAL STATEMENTS OF SDB DIAMOND BOURSE

(REFERRED TO IN PARAGRAPH 2 (F) UNDER 'REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS' SECTION OF OUR REPORT TO THE MEMBERS OF SDB DIAMOND BOURSE OF EVEN DATE)

REPORT ON THE INTERNAL FINANCIAL CONTROLS UNDER CLAUSE (I) OF SUB-SECTION 3 OF SECTION 143 OF THE COMPANIES ACT, 2013 ("THE ACT")

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 and according to information and explanation given to us, the company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2022, 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.

Date : 22-09-2022

Place : Surat



**For NDJ & Co.
Chartered Accountants
Firm Reg. No.: 136345W**

**(CA. Shirish Shah)
Partner**

M. No.: 035742

UDIN: 22035742AV1P0X9344

SDB DIAMOND BOURSE
(CIN: U74140GJ2014NPL081370)

BALANCE SHEET AS AT MARCH 31, 2022

Sr. No.	Particulars	Note	As at 31-03-2022 (Rs. In Lakhs)	As at 31-03-2021 (Rs. In Lakhs)
I	<u>EQUITY AND LIABILITIES</u>			
1	Shareholders' Funds			
(a)	Share Capital	2	0.01	0.01
(b)	Member's Corpus Fund	3	34.97	34.47
(c)	Reserves and Surplus	4	10,844.80	3,553.32
			10,879.78	3,587.80
2	Non-Current Liabilities			
(a)	Other Non-Current Liabilities	5	29,906.90	28,247.10
3	Current Liabilities			
(a)	Trade Payable	6		
	(A) total dues of micro enterprises and small enterprises		4.01	1.98
	(B) total dues of creditors other than micro enterprises and small enterprises		3,528.60	12,883.00
(b)	Other Current Liabilities	7	14,058.05	32,762.86
			17,590.66	45,647.84
	Total		58,377.34	77,482.74
II	<u>ASSETS</u>			
1	Non-Current Assets			
(a)	Property, Plant & Equipments	8	8,034.84	5,847.41
(b)	Intangible Assets	9	35.43	0.39
(c)	Other Non-Current Assets	10	198.61	28,750.83
			8,268.88	34,598.63
2	Current Assets			
(a)	Construction Work-In-Process	11	25,242.55	14,572.62
(b)	Cash & Cash Equivalents	12	8,208.88	21,519.73
(c)	Other Current Assets	13	4582.96	-
(d)	Short-Term Loans & Advances	14	12,074.07	6,791.76
			50,108.46	42,884.11
	Total		58,377.34	77,482.74

The accompanying notes are forming integral part of the financial statements.

This is the balance sheet referred
in our report of even date.

For, **NDJ & Co.**
Chartered Accountants
Firm Reg. No.: 136345W

(CA. Shirish Shah)
Partner
M. No.: 035742
Date : 22-09-2022
Place : Surat



For & on behalf of the Board of Directors
SDB Diamond Bourse

(Vallabhbhai Patel)
Director
DIN : 00091715

(Laljibhai Patel)
Director
DIN : 01539972

(Maneshkumar Gadhavi)
Chief Executive Officer

Date : 22-09-2022
Place : Surat

SDB DIAMOND BOURSE
(CIN: U74140GJ2014NPL081370)

STATEMENT OF INCOME AND EXPENDITURE FOR THE YEAR ENDED ON MARCH 31, 2022

Sr. No.	Particulars	Note	For the year ended on 31-03-2022 (Rs. In Lakhs)	For the year ended on 31-03-2021 (Rs. In Lakhs)
I	Income from Activities	15	35,900.21	38,812.95
II	Other Income	16	5,068.29	1,785.94
III	Total Income		40,968.50	40,598.89
IV	Expenses			
	Direct Expenses	17	32,245.73	40,224.48
	Employee Benefit Expenses	18	128.32	83.29
	Finance Cost	19	-	37.59
	Depreciation & Amortization Expenses	8 & 9	137.90	90.72
	Other Expenses	20	1,165.07	128.81
	Total Expense		33,677.02	40,564.89
V	Excess of Income before Extraordinary Item & Tax (III-IV)		7,291.48	34.00
VI	Exceptional Item: Prior Period Items		-	-
VII	Excess of Income before Tax (V-VI)		7,291.48	34.00
VIII	Tax expense: (1) Current Tax (2) Deferred Tax			
IX	Excess of Income/(Excess of Expenses) for the year (VII-VIII)		7,291.48	34.00

The accompanying notes are forming integral part of the financial statements.

This is the statement of profit & loss referred in our report of even date.

For, NDJ & Co.
Chartered Accountants
Firm Reg. No.: 136345W



(CA. Shrish Shah)
Partner
M. No.: 035742
Date : 22-09-2022
Place : Surat

For & on behalf of the Board of Directors
SDB Diamond Bourse

(Vallabhbhai Patel)
Director
DIN : 00091715

(Laljibhai Patel)
Director
DIN : 01539972

(Maheshkumar Gadhave)
Chief Executive Officer

Date : 22-09-2022
Place : Surat

SDB DIAMOND BOURSE
(CIN: U74140GJ2014NPL081370)

CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2022

Sr. No.	Particulars	For the year ended on 31-03-2022 (In Lakhs)	For the year ended on 31-03-2021 (In Lakhs)
1	CASH FLOW FROM OPERATING ACTIVITIES		
	Net profit before taxation	7291.48	34.00
	Adjustments for Non Cash and non operating Items	0.00	
	Depreciation and Amortization Expenses	137.90	90.72
	Transfer of Land cost	0.00	
	Interest Received	(1338.65)	(1291.13)
	Interest Paid	0.00	37.59
	Operating profit before working capital changes	6090.73	-1128.82
	Change in working Capital		
	(Increase)/ decrease in Short Term Loans & Advances	(5785.14)	4269.73
	Increase/ (Decrease) in Trade Payables	(9352.37)	12857.21
	Increase/ (Decrease) in Other Non -Current Liabilities	1659.80	4664.68
	Increase/ (Decrease) in Other Current Assets	(4582.96)	-
	Increase/ (Decrease) in Other Current Liabilities	(18704.81)	(3319.49)
	Cash Generated from Operations before tax	(30674.75)	17343.30
	Taxes Paid	502.83	(160.01)
	Cash Generated from Operations after tax (A)	(30171.92)	17183.30
2	CASH FLOW FROM INVESTING ACTIVITIES		
	Purchase of Property, Plant & Equipments	(2360.37)	-
	Addition To Construction Work-In-Process	(10669.92)	(8735.57)
	Increase/ (Decrease) in Non-Current Investments	0.00	1101.86
	Increase/ (Decrease) in Other Non-Current Assets	28552.22	(3921.17)
	Interest Received	1338.65	1291.13
	Cash Generated from Investing Activities (B)	16860.58	(10263.76)
3	CASH FLOW FROM FINANCING ACTIVITIES		
	Contribution received towards Entrance Fees	0.50	0.08
	Interest Paid	0.00	(37.59)
	Proceeds from / (Repayment of) Short Term Borrowings	0.00	(9067.99)
	Cash Generated from Financing Activities (C)	0.50	(9105.50)
	NET INCREASE/ DECREASE IN CASH (D=A+B+C)	(13310.84)	(2185.96)
	CASH AND CASH EQUIVALENTS		
	Opening Balance	21519.73	23705.69
	Closing Balance	8208.88	21519.73
	Net Increase/ Decrease in Cash as above	(13310.85)	(2185.96)

The accompanying notes are forming integral part of the financial statements.

This is the cash flow statement referred in our report of even date.

For, NDJ & Co.
Chartered Accountants
Firm Reg.No.: 136345W

(CA. Shirish Shah)
Partner
M. No.: 035742
Date : 22-09-2022
Place : Surat



For & on behalf of the Board of Directors
SDB Diamond Bourse

(Vallabhbai Patel)
Director
DIN : 00091715

(Laljibhai Patel)
Director
DIN : 01539972

(Maheshkumar Gadhavi)
Chief Executive Officer
Date : 22-09-2022
Place : Surat

SDB DIAMOND BOURSE
(CIN: U74140GJ2014NPL081370)

NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED ON MARCH 31, 2022

1 CORPORATE INFORMATION & SIGNIFICANT ACCOUNTING POLICIES:

I CORPORATE INFORMATION:

SDB DIAMOND BOURSE is a company incorporated under section 8 of the Companies Act, 2013 as a company limited by guarantee and having share capital. The company was incorporated on November 28, 2014. The main object of the Company is to encourage the Diamonds, Gems & Jewellery trade and industry by establishing a Diamond Bourse.

The company is developing a 31,24,256 Sq.ft.(office space) Diamond Bourse under the name of 'Surat Diamond Bourse' in DREAM city, Khajod, Surat for the benefit of its members. The said project has received RERA vide ref. no.PR/GJ/SURAT CITY/Others/CAA05247/100419 dated April 10, 2019 which is further extended vide ref.no. PR/GJ/SURAT CITY/Others/CAA05247/A1C/EX1/260722.

The company is registered u/s 12A of Income Tax Act, 1961 under certificate no. 1573/16-17/T-682/12AA with effect from March 21, 2016. The renewed certificate no. is AAVCS2416EE20161 with effect from 07th April, 2022.

II SIGNIFICANT ACCOUNTING POLICIES:

II. 1 Basis of Preparation of Financial Statements

The financial statements are prepared under the historical cost convention following the going concern concept and on accrual basis of accounting except otherwise mentioned in Point No.5, in conformity with the accounting principles generally accepted in India and comply with the accounting standard referred to in Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rule, 2014

The company is incorporated under section 8 of the Companies Act, 2013 as a Company Limited by Guarantee and having Share Capital, as defined in the General Instructions in respect of Accounting Standards notified under the Companies Act, 2013. Accordingly, the company has complied with the Accounting Standard as applicable to the Company registered under section 8 of the Companies Act, 2013.

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 in the Schedule III to the Companies Act, 2013. Based on the nature of the services and the time between the provision of services and their realisation in cash and cash equivalents, the Company has ascertained its operating cycle as 12 months for the purpose of current and non-current classification of assets and liabilities.

All the figures in the report have been rounded off to the nearest multiple of one rupee and previous years' figures have been regrouped, rearranged, restated & reclassified to compare with that of the current years' figures.

II. 2 Use of Estimates

The preparation of financial statements in conformity with the generally accepted accounting principles requires estimates and assumptions to be made that affect the reported amounts of assets and liabilities on the date of financial statements and reported amounts of revenue and expenses during the reported period. Difference between the actual results and estimates are recognized in the period in which results are known to materialize.



SDB DIAMOND BOURSE
(CIN: U74140GJ2014NPL081370)

NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED ON MARCH 31, 2022

1 CORPORATE INFORMATION & SIGNIFICANT ACCOUNTING POLICIES:

II. 3 Net Profit or Loss for the period, Prior Period Items and Change in accounting Policies

The net profit or loss for the period comprises profit or loss from ordinary activities and extraordinary items. Extraordinary items are disclosed on the face of the statement of profit and loss only if observed/happened in the current financial year.

Prior Period Items are disclosed on the face of the statement of income and expenditure only if observed/happened in the current financial year. Nature of such items is disclosed by way of notes to the financial statements.

Change in accounting policies is disclosed by way of notes to the financial statements only if observed/happened in the current financial year.

II. 4 Construction Work-in-Process:

Costs and expenditures incurred directly for the purpose of construction of the proposed bourse have been stated as 'Construction work-in-Process' under Current Assets after recognizing the same on percentage completion method in Income & Expenditure account for allotted offices.

II. 5 Revenue Recognition

Revenue from the real estate transactions are recognised when in line with AS-9 - "Revenue Recognition" read with Guidance note on 'Accounting of Real Estate transactions'.

Delayed Payment charges on outstanding instalments from members is accounted on receipt basis given the significant uncertainty as to its measurability or collectability.

During the year under review, scheme for rebate in delayed payment charges was provided to members, and accordingly, refund was given to members who were regular in payments of instalments and delayed payment charges. This refund was shown as expense under the head "Other Expenses".

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

Income, not specifically referred to otherwise, are accounted on accrual basis.

Expenses, not specifically referred to otherwise, considered payable are accounted on accrual basis.

II. 6 Property, Plant & Equipments

Property, plant and equipment are stated at cost, less accumulated depreciation and impairment, if any. Costs directly attributable to acquisition are capitalized until the property, plant and equipment are ready for use, as intended by management.

Advances paid towards the acquisition of property, plant and equipment outstanding at each balance sheet date is classified as capital advances under other current/non-current assets, as the case may be. Subsequent expenditures relating to property, plant and equipment is capitalized only when it is probable that future economic benefits associated with these will flow to the company and the cost of the item can be measured reliably. Repairs and maintenance costs are recognized in net profit in the Statement of Income and Expenditure when incurred. The cost and related accumulated depreciation are eliminated from the financial statements upon sale of the asset and the resultant gains or losses are recognized in the Statement of Income and Expenditure.

The company depreciates property, plant and equipment over their estimated useful lives as stated in Schedule II of the Companies Act, 2013 using the written down value method. Depreciation methods, useful lives and residual values are reviewed periodically, including at each financial year end. Depreciation methods, useful lives and residual values are reviewed periodically, including at each financial year end. In accordance with Schedule II, the Property, Plant & Equipments are shown at Residual Value where the life of assets exhausted as at end of the financial year.



SDB DIAMOND BOURSE
(CIN: U74140GJ2014NPL081370)

NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED ON MARCH 31, 2022

1 CORPORATE INFORMATION & SIGNIFICANT ACCOUNTING POLICIES:

II. 7 Investments

Investments are classified into non-current investments and current investments based on intent of managements at the time of making the investments which are intended to be held for more than one year are classified as non-current and those which are intended to be held for less one year are classified as current investments.

Long term investments are carried at cost less diminution in value wherever the decline is other than a temporary decline. Current investments are valued at the lower of cost or fair value. Cost of investments includes attributable acquisition charges such as brokerage, fees and duties.

II. 8 Employees' Benefits

Defined Contribution Plan:

The company considers "Government Provident Fund" as Defined Contribution Plan and the contributions as required by the statute are charged to the Statement of Income and Expenditure as incurred for eligible employees.

Defined Benefit Plan:

Currently, the Company is not required to provide any other long-term employee benefits.

Short Term Employee Benefits:

The undiscounted amount of short-term employee benefits that are expected to be paid in exchange for services rendered by an employee is recognized during the period/year when the employee renders the services.

II. 9 Borrowing costs

Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalised as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for its intended use. All other borrowing cost are charged to the Statement of Income & Expenditure.

II. 10 Segment Reporting

Business Segment:

The Business Segment has been considered as the primary segment. The Company's primary business segment are reflected based on principal business activities, the nature of service, the differing risks and returns, the organization structure and the internal financial reporting system. The company's primary business comprises of encouragement of Diamonds, Gems & Jewellery trade and industry by establishing a Diamond Bourse. Since, it is the only reportable segment as envisaged in Accounting Standard 17 'Segment Reporting', no separate information / disclosure is required to be made in the financial statements of the company.

Geographical Segment:

The company operates in one Geographical Segment namely "within India" and hence, no separate disclosure is required.

II. 11 Leases

Lease arrangements where the risks and rewards incidental to ownership of an asset substantially vest with the Lessee, are recognized as operating leases. Cost of Lease is recognised on the basis of Booked offices space, Un-booked office space and space utilised by the company for own use.

- Lease rentals proportionate to un-booked office space upto the balance sheet date and space utilized by the Company is amortised over the period of lease in the statement of income and expenditure as per the tenure of lease agreement.
- Leasehold land cost proportionate to the offices booked upto the balance sheet date is recognized in the statement of profit and loss.



SDB DIAMOND BOURSE
(CIN: U74140GJ2014NPL081370)

NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED ON MARCH 31, 2022

1 CORPORATE INFORMATION & SIGNIFICANT ACCOUNTING POLICIES:

II. 12 Earning Per Share

The Company is a Non-Profit Organisation, limited by guarantee and is registered under section 8 of the Companies Act, 2013. The earnings of the Company will be utilised for welfare of the Company and its members and are non-distributable to its shareholders. Thus, earnings per share are not a relevant parameter for the Company.

II. 13 Taxation

Current Tax:

Tax expense comprises of current tax and deferred tax. Current tax is measured at the amount expected to be paid to the tax authorities, using the applicable tax rates.

However, The company is incorporated under section 8 of the Companies Act, 2013. The company is also registered under section 12A and claiming exemption under section 11 of the Income Tax Act, 1961. The company has been complying with relevant provisions of the income tax Act, 1961 and accordingly, the company is not liable to pay income tax and no provision for income tax is made.

Deferred Tax:

Deferred income tax reflect the current period timing differences between taxable income and accounting income for the period and reversal of timing differences of earlier years/period. Deferred tax assets are recognised only to the extent that there is a reasonable certainty that sufficient future income will be available except that deferred tax assets, in case there are unabsorbed depreciation or losses, are recognised if there is virtual certainty that sufficient future taxable income will be available to realize the same.

However, The company is incorporated under section 8 of the Companies Act, 2013. The company is also registered under section 12A and claiming exemption under section 11 of the Income Tax Act, 1961. The company has been complying with relevant provisions of the income tax Act, 1961. Since there is no liability towards payment of tax, no temporary difference arises which requires reversal to account for deferred tax.

II. 14 Intangible Assets

Intangible assets are stated at cost less accumulated amortization and impairment. Cost includes expenditure that is directly attributable to the acquisition of the intangible asset. Subsequent expenditure is capitalized only when it increases the future economic benefits embodied in the specific asset to which it relates.

Intangible assets are amortized over their respective individual estimated useful lives as stated in Schedule II of the Companies Act, 2013 using Written Down Value method, from the date that they are available for use. The estimated useful life of an identifiable intangible asset is based on a number of factors including the effects of obsolescence, demand, competition, and other economic factors (such as the stability of the industry, and known technological advances), and the level of maintenance expenditures required to obtain the expected future cash flows from the asset. Amortization methods and useful lives are reviewed periodically including at each financial year end.

Gain or losses arising from the retirement or disposal of a Intangible Assets are determined as the difference between the net disposal proceeds and the carrying amount of assets and recognised as income or expense in the Statement of Income and Expenditure.

II. 15 Impairment of Assets

The Management periodically assesses, using external and internal sources, whether there is an indication that an asset may be impaired. An impairment loss is recognized wherever the carrying value of an asset exceeds its recoverable amount. The recoverable amount is the higher of the asset's net selling price and value in use, which means the present value of future cash flows expected to arise from the continuing use of the asset and its eventual disposal. An impairment loss for an asset other than goodwill is reversed if and only if, the reversal can be related objectively to an event occurring after the impairment loss was recognized. The carrying amount of an asset other than goodwill is increased to its revised recoverable amount, provided that this amount does not exceed the carrying amount that would have been determined (net of any accumulated amortization or depreciation) had no impairment loss been recognized for the asset in prior years.



SDB DIAMOND BOURSE
(CIN: U74140GJ2014NPL081370)

NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED ON MARCH 31, 2022

1 CORPORATE INFORMATION & SIGNIFICANT ACCOUNTING POLICIES:

II. 15 Impairment of Assets (Continued)

In assessing the recoverability of company's assets such as Tangible assets, Intangible assets, Investments, Loan, Installments receivable from Members etc. The company has considered internal and external information up to the date of approval of these financial statements. The company has performed sensitivity analysis on the assumptions based on the internal and external information / indicators of future economic conditions and expects to recover the carrying amount of the assets.

II. 16 Provisions, Contingent Liabilities And Contingent Assets

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

Contingent liability is disclosed as notes to financial statements where no reliable estimate can be made. A disclosure for a contingent liability is also made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. Where 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.

Contingent assets are neither recognised nor disclosed in the financial statements.



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NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED ON MARCH 31, 2022

(D) Shareholding of Promoters:

Equity Shareholding of Promoters as below:	FY 2021-22		FY 2020-21	
	In Nos	In %	In Nos	In %
<u>As at 31-03-2022</u>				
Shri Ashit Vasantlal Mehta (Nominee of Star Blue Jewels Private Limited)	1	12.50%	1	12.50%
Shri Dharambhai Patel (Nominee of Tapti Exports)	1	12.50%	1	12.50%
Shri Nagjibhai Mohanbhai Sakariya (Nominee of HVK International Pvt Ltd)	1	12.50%	1	12.50%
Shri Laljibhai Tulsibhai Patel (Nominee of Dharmanandan Diamonds Pvt Ltd)	1	12.50%	1	12.50%
Shri Diyalbhai Kalabhai Vaghani (Nominee of Kapu Gems LLP)	1	12.50%	1	12.50%
Shri Govindbhai Laljibhai Dholakia (Nominee of Shree Ramkrishna Exports Pvt Ltd)	1	12.50%	1	12.50%
Shri Vallabhbhai Shamjibhai Patel (Nominee of Kiran Gems Pvt Ltd)	1	12.50%	1	12.50%
Shri Sevantilal Premchand Shah (Nominee of Venus Jewel)	1	12.50%	1	12.50%
	8	100.00%	8	100.00%
<u>As at 31-03-2021</u>				
Shri Ashit Vasantlal Mehta (Nominee of Star Blue Jewels Private Limited)	1	12.50%	1	12.50%
Shri Dharambhai Patel (Nominee of Tapti Exports)	1	12.50%	1	12.50%
Shri Nagjibhai Mohanbhai Sakariya (Nominee of HVK International Pvt Ltd)	1	12.50%	1	12.50%
Shri Laljibhai Tulsibhai Patel (Nominee of Dharmanandan Diamonds Pvt Ltd)	1	12.50%	1	12.50%
Shri Diyalbhai Kalabhai Vaghani (Nominee of Kapu Gems LLP)	1	12.50%	1	12.50%
Shri Govindbhai Laljibhai Dholakia (Nominee of Shree Ramkrishna Exports Pvt Ltd)	1	12.50%	1	12.50%
Shri Vallabhbhai Shamjibhai Patel (Nominee of Kiran Gems Pvt Ltd)	1	12.50%	1	12.50%
Shri Sevantilal Premchand Shah (Nominee of Venus Jewel)	1	12.50%	1	12.50%
	8	100.00%	8	100.00%

(E) Information regarding issue of shares during last five years

The company has not allotted share pursuant to contracts without payment being received in cash.
The company has not issued bonus share during last five financial years.
The company has not bought back its shares during last five financial years.



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NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED ON MARCH 31, 2022

3 MEMBER'S CORPUS FUND

Particulars	As at 31-03-2022	As at 31-03-2021
Opening Balance	34.47	34.39
(+) Entrance Fees received during the year	0.50	0.08
(-) Amount transferred to Advance received from members for Office Space	-	-
Total	34.97	34.47

(A) Details of reconciliation of the number of Members:

Particulars	FY 2021-22			FY 2020-21			
	In Nos	Amount (excluding Indirect tax) (In Rs.)	Amount (including Indirect tax) (In Rs.)	Amount (excluding Indirect tax) (Rs. In Lakhs)	In Nos	Amount (excluding Indirect tax) (In Rs.)	Amount (excluding Indirect tax) (Rs. In Lakhs)
Subscribers to MOA-AOA	8	-	-	-	8	-	-
Opening No. of Trade Members (A)	3,939	34,47,259	39,38,000	34.47	3,930	34,39,259	34.39
(+) New Trade Members Limited by Guarantee (B)	50	50,000	50,000	0.50	9	8,000	0.08
Members as at the end of the year	3,989	34,97,259	39,88,000	34.97	3,939	34,47,259	34.47

(B) Terms / rights attached to Trade members Limited by Guarantee:

The company is Limited by Guarantee and having Share Capital. The Trade Members are the class of members whose liability is limited by guarantee. Every Trade Member including subscribers to MOA-AOA limited by guarantee undertakes to contribute to the assets of the company in the event of its winding up, such amount as may be required, not exceeding a sum of Rs. 5,000, as per the Article of Association of the company.

4 RESERVES AND SURPLUS

Particulars	As at 31-03-2022 (Rs. In Lakhs)	As at 31-03-2021 (Rs. In Lakhs)
Opening Balance of Surplus/ (Deficit) of Income & Expenditure	3,553.32	3,519.32
(+) Excess of Income/(Excess of Expenditure) for the year	7,291.48	34.00
Amount available for Appropriation	10,844.80	3,553.32
(-) Appropriations (If any)	-	-
Total	10,845.00	3,553.00



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NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED ON MARCH 31, 2022

(The financial statements are presented in Indian rupees rounded to the nearest thousands, except indicated.)

8 PROPERTY, PLANT & EQUIPMENTS

Sr. No.	Particulars	Useful Life In Years	Gross Cost				Accumulated Depreciation/Amortisation				Carrying value	
			As at 01-04-2021	Addition during the year	Adjustment/ Deletion during the year (Refer Note)	As at 31-03-2022	As at 01-04-2021	For the year	Adjustment/ Deletion during the year (Refer Note)	As at 31-03-2022	As at 31-03-2022	As at 31-03-2021
1	Leasehold Land	97	7,821.69	-	(1,811.35)	9,633.04	1,993.93	78.51	-	2,072.44	7,560.60	5,827.76
2	Computer Systems	3	9.00	1.92	-	10.92	8.45	0.87	-	9.32	1.60	0.55
3	Furniture & Fixtures	10	31.34	94.34	-	125.68	19.49	7.40	-	26.89	98.79	11.85
4	Furniture & Fixtures	5	68.15	-	-	68.15	64.21	0.54	-	64.75	3.40	3.94
	(in rented premises)		-	-	-	-	-	-	-	-	-	-
5	Office Equipments	5	30.43	407.65	-	438.08	27.34	40.46	-	67.80	370.28	3.09
6	Vehicles	10	0.60	-	-	0.60	0.39	0.05	-	0.44	0.16	0.21
	Total		7,961.00	504.00	(1,811.00)	10,276.00	2,114.00	127.83	-	2,242.00	8,034.84	5,847.40
	Previous Year's Figures		6,457.81	-	(1,503.39)	7,961.21	2,023.13	90.66	-	2,113.80	5,847.41	4,434.68

Note:

- (i) The Leasehold land is for 97 years and has been amortized based on the period of lease. The proportionate value of land for booked area (WDV as at March 31, 2019 less amortisation during the year) has been transferred to Income and Expenditure Account.
- (ii) The company has taken furnished premises on rent for a period of five years. Accordingly, the useful life of furniture & fixtures purchased for the said rented premises is taken as five years.

9 INTANGIBLE ASSETS

Sr. No.	Particulars	Useful Life In Years	Gross Cost				Amortisation				Carrying value	
			As at 01-04-2021	Addition during the year	Deletion during the year	As at 31-03-2022	As at 01-04-2021	For the year	Deletion during the year	As at 31-03-2022	As at 31-03-2022	As at 31-03-2021
1	Software License	5	7.62	45.12	-	52.74	7.24	10.08	-	17.32	35.43	0.38
	Total		7.62	45.12	-	52.74	7.24	10.08	-	17.32	35.43	0.38
	Previous Year's Figures		7.62	-	-	7.62	7.18	0.05	-	7.24	0.39	0.44



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NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED ON MARCH 31, 2022

(The financial statements are presented in Indian rupees rounded to the nearest lakhs, except indicated.)

10 OTHER NON-CURRENT ASSETS

Particulars	As at 31-03-2022	As at 31-03-2021
Installments Receivable From Members	-	28,552.22
Service Tax Refundable <small>(Refer Note)</small>	198.61	198.61
Total	198.61	28,750.83

Note:

Refer Note 22 regarding contingent liabilities with regards to Service Tax Refundable

11 CONSTRUCTION WORK IN PROGRESS

Particulars	As at 31-03-2022	As at 31-03-2021
Opening Balance (A)	14,572.62	7,340.45
Addition during the year (B)	44,727.00	48,960.05
Transferred to statement of Income and Expenditure (C)	(34,057.08)	(41,727.88)
Construction Work-In-Progress	25,242.55	14,572.62
Total	25,242.55	14,572.62

Capital work in progress

Amount in CWIP for a period of	As at 31-03-2022	As at 31-03-2021
Projects in progress		
Less than 1 year	25,242.55	-
1-2 years	-	14,572.62
More years than 3	-	-
Total	25,242.55	14,572.62

CWIP to be completed in	As at 31-03-2022	As at 31-03-2021
Project 1		
Less than 1 year	25,242.55	-
1-2 years	-	14,572.62
More years than 3	-	-
Total	25,242.55	14,572.62

12 CASH AND CASH EQUIVALENTS

Particulars	As at 31-03-2022	As at 31-03-2021
Cash on Hand	0.73	0.32
Balance with Banks	4,404.12	6,368.45
Term Deposits with Banks	3,804.03	15,150.95
Total	8,208.88	21,519.72

13 OTHER CURRENT ASSETS

Particulars	As at 31-03-2022	As at 31-03-2021
Installments Receivable From Members	4,582.96	-
Total	4,582.96	-



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NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED ON MARCH 31, 2022

(The financial statements are presented in Indian rupees rounded to the nearest lakhs, except indicated.)

14 SHORT TERM LOANS & ADVANCES

Particulars	As at 31-03-2022	As at 31-03-2021
Advance to Creditors	483.57	2.96
Balance with Statutory Authorities	10,968.01	6,172.74
Advance Payment Of TDS	7.29	-
Prepaid Expenses	0.10	1.12
Security Deposits (Receivable on Demand)	615.10	614.93
Total	12,074.07	6,791.75

15 INCOME FROM ACTIVITIES

Particulars	For the year ended on 31-03-2022	For the year ended on 31-03-2021
Revenue on Construction	35,900.21	38,812.95
Total	35,900.21	38,812.95

(Refer Note 1 regarding Revenue on Construction Activities)

16 OTHER INCOME

Particulars	For the year ended on 31-03-2022	For the year ended on 31-03-2021
Interest Income	1,338.65	1,291.13
Delayed Payment Charges	3,670.26	494.60
Office Interior work charges	44.07	-
Office transfer fees	15.31	-
Miscellaneous Income	0.01	0.21
Total	5,068.30	1,785.94

17 DIRECT EXPENSES

Particulars	For the year ended on 31-03-2022	For the year ended on 31-03-2021
Leasehold Land	(1,811.35)	(1,503.39)
Construction Work In Progress	34,057.08	41,727.88
Total	32,245.73	40,224.49

(Refer Note 23 regarding recognition of construction cost)

18 EMPLOYEE BENEFIT EXPENSES

Particulars	For the year ended on 31-03-2022	For the year ended on 31-03-2021
Salary, Wages & Allowances	122.74	80.85
Contribution to Statutory Funds	5.58	2.44
Total	128.32	83.29

19 FINANCE COST

Particulars	For the year ended on 31-03-2022	For the year ended on 31-03-2021
Interest on Overdraft	-	37.59
Total	-	37.59



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NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED ON MARCH 31, 2022

(The financial statements are presented in Indian rupees rounded to the nearest lakhs, except indicated.)

20 OTHER EXPENSES

Particulars	For the year ended on 31-03-2022	For the year ended on 31-03-2021
Administrative & General Expenses	20.84	21.10
Advertisement Expense	30.65	0.16
CSR Expenditure (Refer Note)	-	60.97
Electricity Expense	1.99	1.15
Facility Management Charges	98.16	-
Functional Expenses	0.21	-
Insurance	0.02	-
Legal & Professional Expenses	19.47	26.36
DPC Refund Expense	923.22	-
Lease Line Connection Charges	15.40	-
Office Rent Expenses	10.44	9.35
Payment To Auditor - As an auditor	2.40	2.40
Rates & Taxes	39.18	0.20
Repairs & Maintenance (Building)	1.56	2.84
Service Connection Charges	-	3.20
Stationery & Printing Expense	1.53	1.06
Total	1,165.07	129.00



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NOTES FORMING INTEGRAL PART OF STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON MARCH 31, 2022

(The financial statements are presented in Indian rupees rounded to the nearest lakhs, except indicated.)

21 Financial ratios

Sr.	Particulars	Numerator	Denominator	FY 2021-22	FY 2020-21	Variation (In %)	Management Comments*/Other Remarks
1	Current Ratio	Current Assets	Current Liabilities	2.85	0.94	203.22%	The major reason behind increase is due to recognition of advance from members in revenue and change in head of instalments receivables as compared to preceding financial year.
2	Debt-Equity Ratio	Total Borrowings	Shareholders' funds (excluding capital reserves)	-	-	-	- There is no outstanding borrowing as at balance sheet date. Accordingly, the Debt-Equity ratio as at balance sheet date is Nil.
3	Debt Service Coverage Ratio	Net Operating Income	Debt Service	-	-	-	- There is borrowing during the year. Accordingly, the Debt Service Coverage Ratio is not applicable.
4	Return on funds employed ratio	Net Profit after taxes	Shareholders' funds (excluding capital reserves)	-	-	-	- In opinion of management, as the company is section 8 company, and is registered for non-profit purposes; the mentioned ratio is irrelevant.
5	Inventory turnover ratio	Cost of goods sold	Average Inventory	-	-	-	- As there is no inventory, Inventory turnover ratio is not applicable
6	Trade Receivables turnover ratio	Total Sales	Average Trade Receivable	-	-	-	- As the company is not carrying out business activities, and there are no balances in nature of trade receivable and therefore, trade receivables turnover ratio is not relevant.
7	Trade payables turnover ratio	Total Purchases	Average Trade Payable	-	-	-	- As the company is not carrying out business activities, and there are no purchases and therefore, trade payables turnover ratio is not relevant.
8	Net fund turnover ratio	Revenue From Operations	Capital Employed	-	-	-	- In opinion of management, as the company is section 8 company, and is registered for non-profit purposes; Net fund turnover ratio is irrelevant.
9	Net surplus ratio	Net surplus	Revenue From Operations/Sales	-	-	-	- In opinion of management, as the company is section 8 company, and is registered for non-profit purposes; Net surplus ratio is irrelevant.
10	Return on Capital employed	Net Profit/ (loss) before tax Interest	Capital Employed	-	-	-	- In opinion of management, as the company is section 8 company, and is registered for non-profit purposes; Return on Capital employed is irrelevant

Note:

The management has provide their comments where variation in ratio is more than 25% as compared to the preceding year.



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NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED ON MARCH 31, 2022

(The financial statements are presented in Indian rupees rounded to the nearest lakhs, except indicated.)

22 CONTINGENT LIABILITIES & CAPITAL COMMITMENTS:

I As certified by the directors, there is no contingent liability except as mentioned below:

(i) Following service tax matter is pending before the Gujarat High Court on account of disputed dues with respect to Service Tax:

Period to which it relates	Disputed dues of Service Tax (In Lakhs)	Amount Deposited/ Paid under protest (In Lakhs)
FY 2016-17	198.61	198.61

The Company has paid service tax "under protest" in FY 2016-17 on demand raised by service tax department. Further, Company has determined its liability towards service tax and has filed declaration in FY 2017-18 with advance ruling authority regarding the same claiming refund of excess payment made. The department has since confirmed its order against the Company for which the company has approached the Honourable Gujarat High Court for relief. The proceedings and decision regarding the same are pending before the High Court as also before the authority of advance ruling. The management is confident that position is likely to be upheld and the ultimate outcome of this proceeding will not have a material adverse effect on the Company's financial position and results of operations.

(ii) Outstanding Bank guarantee given to State Environment Impact Assessment secured against the pledge of fixed deposits with the banks under lien are as follows:

Bank	Amount of Guarantee (In Rs.)	Security to Bank
HDFC Bank Ltd.	9,00,00,000	100% Fixed Deposits against amount of bank Gurantee

II As certified by the directors, there is no capital commitments except as mentioned below:

(i) The company has entered into construction agrrement wih PSP Projects Ltd. for the contrstruion of "Surat Diaomnd Bourse" at Dream City, Khajod, Surat. Estimated Unexecuted Contracts amount as at balance sheet date are below:

Particulars	FY 2021-22 (In Lakhs)	FY 2020-21 (In Lakhs)
Estimated Amount of Unexecuted Contracts for Construction Activities	23,906.94	63,661.53

23 RECOGNITION OF ADVANCE RECEIVED FROM MEMBERS AFTER ALLOTMENT OF OFFICES:

As the management has permitted all members to enter agreement for sale for office space and members can avail loans based on that and as there is no uncertainty in completion of project, at the year-end entire contribution called for till March 31, 2022 from all members has been accounted on accrual basis based on the actual area of office allotted to respective members. Percentage Completion of Project has been identified based on following working:

Details of Capital Commitment and Construction Cost recognition as per Percentage completion Method:

Particulars	FY 2021-22 (In Lakhs)	FY 2020-21 (In Lakhs)
Percentage Completion till the date of report	95.00%	50%
Opening Balance of Capital Work in Progress	14,572.62	7,340.45
Addition to Construction Work In Progress during the year	44,727.00	48,977.65
Expense Recongised in FY 2019-20	93,954.10	93,954.10
Expense Recongised in FY 2020-21	41,727.88	-
Total Constrction Cost incurred as at balance sheet date	1,94,981.60	1,50,272.20
Additional Expected Cost to be incurred till Project Completion	22,803.06	62,985.41
Total Estimated Construction Cost of the Project	2,17,784.66	2,13,257.61

Note:

Percentage of construction work completed is certified by the Project Management Consultants of the Company – Ms. Masters Management Consultants (I) Pvt. Ltd., duly signed by its authorized signatory Mr. Surendra Singh (Project Head)



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NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED ON MARCH 31, 2022

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24 TRADE MEMBERSHIP OF COMPANY:

During the year under review, the Company had additionally given new Trade Membership for Office Space in the proposed Diamond Bourse at Khajod to 50 individuals or entities engaged directly or indirectly with the Diamonds, Gems & Jewellery business due to partial transfer of expression of interest for office space and auction in the proposed Diamond Bourse at Khajod by the existing trade members in conformance to the Articles of the Company along-with entrance fees of Rs. 1,000 (inclusive of Indirect Taxes) in the nature of Trade members limited by guarantee. The said membership fees being in the nature of corpus funds, is shown as such:

Trade Membership Details for FY 2021-22	No. of Applications	Amount (In Lakhs) inclusive of applicable indirect taxes
Members as on beginning of the year	3,939.00	39.38
Applicants granted Trade Membership during the year	37.00	0.37
Applicants granted Trade Membership during the year (Auction)	13.00	0.13
Members as at balance sheet date	3,989.00	39.88
(-) Non-Office holder members	64.00	-
(-) Non-Office (Cancelled offices) members	311.00	-
Office Holder Members	3,614.00	39.88

Note:

Instalments have been received from 3,622 members (including 50 members added in FY 2021-22 through partial transfer of office space and auction and 8 promoters holding office space) for office space in proposed bourse project. Further, there has been an increase of 326 Non-office holder members in FY 2021-22 due to full transfer of office space to other members and cancellation of offices of defaulting members. The said advance from members will be utilised for construction of the said bourse over the period of construction.

Trade Membership Details for FY 2020-21	No. of Applications	Amount (In Lakhs) inclusive of applicable indirect taxes
Members as on beginning of the year	3,930.00	39.30
Applicants granted Trade Membership during the year	9.00	0.08
Members as at balance sheet date	3,939.00	39.38
(-) Non-office holder members	49.00	-
Office Holder Members	3,890.00	39.38

Note:

Instalments have been received from 3,898 members (including 9 members added in FY 2020-21 through partial transfer of office space and 8 promoters holding office space) for office space in proposed bourse project. Further, there has been an increase of 8 Non-office holder members in FY 2020-21 due to full transfer of office space to other members. The said advance from members will be utilised for construction of the said bourse over the period of construction.

25 RELATED PARTY DISCLOSURE:

List of related party:

Relationship	Name of related party
Director - Key Management Personnel	Govindbhai Laljibhai Dholakia Rajendrakumar Dalpattal Shah Vallabhbai Shamjibhai Patel Laljibhai Tulsibhai Patel Mathurbhai Madhabhai Savani Jitendrabhai Babubhai Shah Madhuben Rajubhai Vaghani Manubhai Bholabhai Davariya
Enterprises who are in a position to significantly influence the enterprise	Star Blue Jewels Private Limited Tapti Exports HVK International Pvt Ltd Dharmanandan Diamonds Pvt Ltd Kapu Gems LLP Shree Ramkrishna Exports Pvt Ltd



NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED ON MARCH 31, 2022

(The financial statements are presented in Indian rupees rounded to the nearest lakhs, except indicated.)

25 RELATED PARTY DISCLOSURE (Continued):

Enterprises who are in a position to significantly influence the enterprise	Kiran Gems Pvt Ltd Venus Jewel Davariya Brothers Pvt Ltd
Chief Executive Officer - Key Management Personnel	Maheshkumar Arvindbhai Gadhavi

Note:

- (i) The related party relationships have been determined on the basis of the requirements of the Accounting Standard (AS) -18 "Related Party Disclosures" and the same have been relied upon by the auditors.
- (ii) The relationships as mentioned above pertain to those related parties with whom transactions have taken place during the year.

Transactions during the period with related parties:

Nature of Transactions	Related Parties	FY 2021-22 (In Lakhs)	FY 2020-21 (In Lakhs)
Member's contribution / Deposit Received	Venus Jewel	198.50	198.50
	Dharmanandan Diamonds Pvt Ltd	356.71	760.64
	HVK International Pvt Ltd	91.37	174.09
	Tapti Exports	23.09	45.55
	Shree Ramkrishna Exports Pvt Ltd	549.20	1,098.41
	Kapu Gems LLP	144.79	303.77
	Davariya Brothers Pvt. Ltd.	265.56	-
Delayed Payment Charges received	Kiran Gems Pvt Ltd.	792.73	1,586.46
Delayed Payment Charges Refund Expense	Venus Jewel	-	-
	Dharmanandan Diamonds Pvt Ltd	16.44	0.82
Interior Work Charges	Venus Jewel	6.75	-
Transfer Fees	HVK International Pvt Ltd	8.80	-
Office Rent Expense	Kiran Gems Pvt Ltd.	136.64	-
Repairs and Maintenance	Davariya Brothers Pvt. Ltd.	0.36	-
Employee Benefits	Tapti Exports	11.28	10.44
	Tapti Exports	0.04	-
	Maheshkumar Gadhavi	27.00	17.37

26 CORPORATE SOCIAL RESPONSIBILITY (CSR):

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 profit for the immediately preceding three financial years on corporate social responsibility (CSR) activities. The areas for CSR activities are eradication of hunger and manipulation, promoting education, art and culture, health care, destitute care and rehabilitation, environment sustainability, disaster relief, COVID - 19 relief and rural development projects. A CSR committee has been formed by the Company as per the Act. The funds were primarily allocated to a corpus and utilize through the year on these activities which are specified in Schedule VII of the Companies Act, 2013.

Particulars	As on March 31, 2022	As on March 31, 2021
A. amount required to be spent by the company during the year,	-	18.41
B. amount of expenditure incurred,	-	60.97
C. shortfall at the end of the year,	-	-
D. total of previous year's shortfall,	-	-
E. reason for shortfall,	-	-
F. nature of CSR activities,		Promoting healthcare including preventive healthcare
G. details of related party transactions, e.g., contribution to a trust controlled by the company in relation to CSR expenditure as per relevant Accounting Standard,	NA	
H. where a provision is made with respect to a liability incurred by entering into a contractual obligation, the movements in the provision during the year should be shown separately,		

27 The title in respect of self-constructed buildings and title deeds of all other immovable properties disclosed in the financial statements included under Property, Plant and Equipment are held in the name of the Company as at the balance sheet date except for the following:

Description of property	Gross carrying value	Land held in name of	Whether promoter, director or their relative or employee	Period held - indicate range, where appropriate	Reason for not being held in the name of the company**
SIECC Buidling at Sarsana	(1,811.35)	DREAM City	No	Since 2017-18	Lease of 99 years



SDB DIAMOND BOURSE
(CIN: U74140GJ2014NPL081370)

NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED ON MARCH 31, 2022

(The financial statements are presented in Indian rupees rounded to the nearest lakhs, except indicated.)

- 28 In the opinion of the Board and to the best of their knowledge & belief, the Current Assets, Loans and Advances are approximately of the value stated, if realized in the ordinary course of business, which is at least equal to the amount at which they are stated in the balance sheet. The provisions for all determined liabilities are adequate and not in excess of the amount reasonably required.
- 29 In the opinion of the Board and to the best of their knowledge & belief, the assets other than Property, Plant and Equipment and non-current investments are approximately of the value stated, if realized in the ordinary course of business, which is at least equal to the amount at which they are stated in the balance sheet. The provisions for all determined liabilities are adequate and not in excess of the amount reasonably required.
- 30 Balances of certain trade receivables, trade payables and loans and advances are subject to confirmation / reconciliation, if any. The management has considered various known internal and external information available i.e. subsequent receipts/payments, invoices, debit note/credit notes etc. up to the date of approval of financial statements. Accordingly, The Management does not expect any material difference affecting the financial statements on such reconciliation / adjustments.
- 30 No proceedings have been initiated during the financial year or pending against the company as at balance sheet date for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and the rules made thereunder against the company.
- 31 The company has not been declared wilful defaulter by any bank or financial Institution or other lender during the year ended on balance sheet date.
- 32 The company has not entered any transactions with companies struck off under section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956 during the year ended on balance sheet date.
- 33 The company did not have subsidiaries/layers beyond prescribed under clause (87) of section 2 of the Act read with Companies (Restriction on number of Layers) Rules, 2017.
- 34 The company do not have borrowings based on current assets i.e. inventories and/or debtors during the year ended on balance sheet date.
- 35 The company has not advanced or loaned or invested funds (either borrowed funds or share premium or any other sources or kind of funds) to any other person(s) or entity(ies), including foreign entities (Intermediaries) directly or indirectly to lend or invest in other persons or entities identified in any manner whatsoever during the year ended on balance sheet date.
- 36 The company has not received funds from any other person(s) or entity(ies), including foreign entities (Intermediaries) to directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever during the financial year.
- 37 The Company did not surrendered or disclosed as income during the financial year in the tax assessments under the Income Tax Act, 1961.
- 38 The Company has not traded or invested in Crypto currency or Virtual Currency during the year ended on balance sheet date.



SDB DIAMOND BOURSE
(CIN: U74140GJ2014NPL081370)

NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED ON MARCH 31, 2022

(The financial statements are presented in Indian rupees rounded to the nearest lakhs, except indicated.)

- 39 In the opinion of the Board and to the best of their knowledge & belief, the compliance related to GST provisions was properly complied, to the extent applicable to the company for the year under audit. Difference, if any, between the figures as per books of account and the GST Returns, are reconciled and will be corrected in next period GST returns and in Annual Returns. The said differences do not have any material impact on the financial statements regarding classification, tax liability and other requirement of the GST Provisions.


SIGNATURE TO NOTES FORMING INTEGRAL PART OF FINANCIAL STATEMENTS

As per our report of even date
For, NDJ & Co.
Chartered Accountants
Firm Reg. No. 136345W





(CA. Shish Shah)
Partner
M. No.: 035742
Date : 22-09-2022
Place : Surat

For & on behalf of the Board of Directors
SDB Diamond Bourse


(Vallabhbai Patel)
Director
DIN : 00091715


(Laljibhai Patel)
Director
DIN : 01539972


(Maheshkumar Gadhave)
Chief Executive Officer

Date : 22-09-2022
Place : Surat

**GROUPINGS TO NOTES FORMING INTEGRAL
PART OF FINANCIAL STATEMENTS**

SDB DIAMOND BOURSE

FOR THE YEAR ENDED ON MARCH 31, 2022

SDB DIAMOND BOURSE
(CIN: U74140GJ2014NPL081370)

GROUPING TO NOTES FORMING INTEGRAL PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON MARCH 31, 2022

(The financial statements are presented in Indian rupees rounded to the nearest lakhs, except indicated.)

Particulars	FY 2021-22	FY 2020-21
Retention Money (Contractors)		
PSP Projects Pvt Ltd (Retention Money)	4,265.85	3,163.63
Retention Money-Grotech Nursery & Farms	9.25	-
Techno Quest (Retention Money)	12.10	8.68
S I Engineering (Retention Money)	6.73	6.18
Grotech Landscape Developers Pvt.Ltd. (Retention Money)	20.11	-
Premier Landscape (Retention Money)	2.86	-
Retention Money-Tirupati Sales Corporation	14.35	-
Retention Money-Everest Electricals	14.14	-
Total	4,345.39	3,178.49
Dues of micro enterprises & small enterprises less than 45 Days		
Lemon Consultech	0.03	0.06
NDJ & Co	-	1.11
RSM Astute Counsultech Pvt Ltd	3.98	0.82
Total	4.01	1.99
Trade Payables (Non-MSME)		
Aecom India Pvt Ltd	28.62	-
Bhargav Stationery & Zerox	0.08	-
Amardeep Mart	0.01	-
Cbre South Asia Pvt. Ltd.	17.04	-
Leaf Design Pvt Ltd	3.24	-
Bsnl (Bharat Sanchar Nigam Ltd.) (Leaseline)	0.08	-
Bundelkhand Security Services	0.23	0.22
Everest Electricals	16.67	2.97
Facet Facade Consultancy	-	0.91
Gleeds Hooloomann Consulting (I) Pvt. Ltd.	18.76	5.24
Ipdm Services (India) Pvt Ltd	-	2.44
Jayesh G Gohel (Printing)	-	0.04
J P Enterprise (Saftey Products)	0.03	-
Kiran Multisuper Specilaity Hospital & Research Center	-	0.16
Ksa Lighting Designers	3.32	2.27
Lemon Technologies Pvt Ltd	3.24	-
Maha Infotech Pvt Ltd (Mipl)	-	2.61
Mansa Enterprise	-	0.08
Masters Management Consultants (India) Pvt Ltd	51.70	28.44
Morphogenesis	5.70	15.91
Nishtha News Paper Agency	-	0.08
Pavan Marketing	0.05	0.02
Pro Care	1.20	1.23
Psp Projects Ltd	2,846.20	12,811.00
Redington (India) Ltd (Cable Wire)	92.27	-
S.I.Engineering	1.17	-
Shree Anish Ghelabhai Oad.	5.00	1.66
Spacecreators	-	1.11
Studio13 Management Consultants	0.86	0.88
Tapti Exports (Rent)	-	0.94
Tak Consulting Pvt Ltd	3.99	-
Techno Quest	23.89	4.68
Sutra Luminis	6.63	-
Vaibhav Agency (Wire)	48.41	-
Atos Global Llp	116.22	-
Godrej & Boyce Mfg.Co.Ltd.	2.57	-



SDB DIAMOND BOURSE
(CIN: U74140GJ2014NPL081370)
GROUPING TO NOTES FORMING INTEGRAL PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON MARCH 31, 2022

(The financial statements are presented in Indian rupees rounded to the nearest lakhs, except indicated.)

Particulars	FY 2021-22	FY 2020-21
Overseas Corporation	44.01	-
Tirupati Sales Corporation	152.71	-
Premier Landscapes & Pools	3.00	-
Universal India (Sculpture)	31.58	-
Tridev Security Service	0.12	0.11
Total	3,528.60	12,883.00
Earnest Money Deposits		
EMD-Deposit For Custom Work	5.00	-
EMD for Auction	255.00	-
EMD-Deposit For Office Interior Works	140.00	-
Total	400.00	-
Advance received from members for office space		
Excess Installment Received from members	266.74	273.68
Member's contribution not recognised as per percentage completion method	47,689.40	71,138.47
(-) Revenue Recognised for FY 2020-21	-	(38,812.95)
(-) Revenue Recognised for FY 2021-22	(35,900.21)	-
Total	12,055.93	32,599.20
Provision for Expenses		
Audit Fees Payable	2.40	2.40
Electricity Expense Payable	0.21	0.17
Telephone Expense Payable	0.01	0.01
Salary Payable	10.93	7.14
Total	13.55	9.72
Statutory Liability Payable		
EPF Payable	0.42	0.38
ESIC Payable	0.05	0.07
Employee Professional Tax Payable	0.04	0.04
TDS Payable On Pur. of Goods-94Q	0.50	-
TDS Payable on Professional	13.48	3.99
TDS Payable on Contractor	89.22	149.38
TDS Payable on Rent	0.09	0.06
TDS Payable on Salary	0.54	-
Total	104.34	153.92
Balances with Banks (Savings & Current Account)		
HDFC Bank (E-Net A/c)	0.21	0.04
HDFC Bank (RERA A/c)	7.77	91.36
Indusind Bank Ltd SB A/c (159928112014)	4,394.02	6,275.89
State Bank of India (Mumbai)	0.40	0.41
State Bank of India (Surat)	1.72	0.76
Total	4,404.12	6,368.46
Cash & Cash Equivalents - Term Deposits with Banks		
Term Deposits With SBI	1,317.57	3,002.00
Term Deposits With HDFC	2,476.04	12,079.53
Accrued Interest on Term Deposits	10.41	69.43
Total	3,804.02	15,150.96
Advance to Creditors		
DGVCL	0.41	-
Karabi Artworks Pvt Ltd.	15.79	-
CPS Technologies	141.56	-
Western Fabrications	57.74	-
Shreenathji Traders (Locker)	1.00	-
Neural Integrated Systems Pvt Ltd	64.40	-
Dots Info Systems (I) Pvt. Ltd.-Surat	187.88	-
Topmodule Interiors Pvt.Ltd. (Expense)	14.79	-
Sign Technic Industries Pvt.Ltd.	-	2.96
Total	484	2.96



SDB DIAMOND BOURSE
(CIN: U74140GJ2014NPL081370)

GROUPING TO NOTES FORMING INTEGRAL PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON MARCH 31, 2022

(The financial statements are presented in Indian rupees rounded to the nearest lakhs, except indicated.)

Particulars	FY 2021-22	FY 2020-21
Balance with Statutory Authority - TDS Receivable		
TCS Receivable (DGVCL)	0.21	
TDS Receivable (AY 2017-18)	23.41	23.41
TDS Receivable (AY 2018-19)	0.06	267.73
TDS Receivable (AY 2019-20)	159.23	159.23
TDS Receivable (AY 2020-21)	32.00	659.78
TCS Receivable (AY 2021-22)	0.90	0.13
TDS Receivable (AY 2021-22)	237.20	237.20
TDS Receivable (AY 2022-23)	391.64	-
Sub Total	844.65	1,347.48
Balance with Statutory Authority - GST Receivable		
CGST RCM Payable	(0.15)	(0.08)
Auction CGST Payable	(535.33)	-
RESHUFFLE CGST PAYABLE	(86.08)	-
CGST RCM	0.66	-
CGST Refund & Reshuffle	688.40	-
CGST Credit	1,684.32	0.46
CGST Credit (ECL)	3,266.92	2,413.22
CGST Payable	(26.92)	(7.56)
IGST RCM Payable	(0.02)	-
IGST RCM	0.11	-
IGST Credit	139.90	8.13
IGST Credit (ECL)	(0.30)	5.05
Auction SGST Payable	(535.33)	-
RESHUFFLE SGST PAYABLE	(86.08)	-
SGST Refund & Reshuffle	688.40	-
SGST RCM Payable	(0.15)	(0.08)
SGST RCM	0.66	-
SGST Credit	1,684.32	0.46
SGST Credit (ECL)	3,266.92	2,413.22
SGST Payable	(26.92)	(7.56)
Sub Total	10,123.33	4,825.26
Total	10,967.98	6,172.74
Short Term Security Deposits		
Tapti Exports	8.00	8.00
BSNL	0.02	0.02
You Broadband	0.01	0.01
Reliance Jio Infocomm Ltd	0.03	-
AMC Expenses	0.04	-
CDSL (ISIN)	0.10	-
SMC Plantation Deposit	17.98	17.98
Security Deposit (DGVCL)	588.93	588.93
Total	615.11	614.94
Construction Work In Process		
Architect Fees	679.36	476.27
Construction	55,549.76	53,767.29
Construction cess	9.25	9.25
Construction Premium	2.72	2.72
Consultancy Fees	260.86	140.90
FSI Premium	742.41	742.41
Government	12.25	12.25
PMC Consultancy	658.72	350.38
Interest on installment of Land	43.39	43.39
Service Connection Charges	1,072.75	519.63
Scrutiny Fee	7.00	7.00
SDB Project (Model)	1.47	1.47



SDB DIAMOND BOURSE
(CIN: U74140GJ2014NPL081370)

GROUPING TO NOTES FORMING INTEGRAL PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON MARCH 31, 2022

(The financial statements are presented in Indian rupees rounded to the nearest lakhs, except indicated.)

Particulars	FY 2021-22	FY 2020-21
Service Tax on Advance from Members	181.34	181.34
Technical Service Fees	78.34	46.19
Less: Transferred to Income and Expenditure Account	(34,057.08)	(41,727.88)
Total	25,242.54	14,572.61
Interest Income		
Interest on Fixed Deposits	450.92	1,235.84
Interest on Income Tax Refund	87.77	13.98
Interest on Savings Bank Account	799.97	41.31
Total	1,338.66	1,291.13
Miscellaneous Income		
Discount and Miscellaneous Income	-	0.02
PMPRY Benefits	-	0.19
Total	-	0.21
Contribution to Statutory Funds		
EPF Expense	4.98	1.71
ESIC Expenses	0.59	0.71
LWF Expenses	0.01	0.01
Total	5.58	2.43
Administrative & General Expenses		
AMC Charges (software)	1.00	1.48
Bank Charges	1.80	0.09
Computer & Printer Expense	0.41	-
Conveyance Expense	-	0.06
Event Expenses	2.16	-
Freight Expense	0.38	-
Internet Expense	1.17	0.09
Mandap Expense	0.06	0.38
Mobile and Telephone Expense	0.21	0.36
News & Periodicals Expense	0.05	0.03
Office Expense	3.41	6.20
Postage & Courier Expense	0.56	4.90
Promotional Expenses	0.20	-
Refreshment Expense	3.29	1.56
Security Expenses	4.16	4.55
Travel Expense	1.80	0.94
Write off expenses	-	0.31
Vehicle Fuel & Other Expense	0.20	0.15
Total	20.86	21.10
Legal & Professional Expenses		
Legal Fees	3.81	0.01
Professional Fees	4.23	16.54
Consultancy and support services	0.22	-
Consultancy Fees	11.06	6.96
Income Tax Scrutiny fees	-	0.70
Technical Service Fees	0.15	2.16
Total	19.47	26.37
Rates & Taxes		
Interest on Late Payment of GST	0.01	0.01
Interest on Late Payment of TDS	-	0.09
Gst Expense	38.32	-
Ineligible GST Expense	0.70	0.05
Late Filing Fees of TDS & GST Return	0.13	0.03
Professional Tax (Company)	0.02	0.02
Total	39.18	0.20
Stationery & Printing Expense		
Printing Expense	-	0.59
Office Stationery Expense	1.53	0.47
Total	1.53	1.06



FORM NO. 10B
[See rule 17B]

Audit report under section 12A(b) of the Income-tax Act, 1961, in the case of charitable or religious trusts or institutions

We have examined the balance sheet of **SDB DIAMOND BOURSE** [name of the trust or institution] PAN **AAVCS2416E** as at **31/03/2022** and the Profit and loss account for the year ended on that date which are in agreement with the books of account maintained by the said Trust or institution. We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of the audit. In our opinion, proper books of account have been kept by the head office and the branches of the above named institution visited by us so far as appears from our examination of the books, and proper Returns adequate for the purposes of audit have been received from branches not visited by us, subject to the comments given below:

In our opinion and to the best of our information, and according to information given to us, the said accounts give a true and fair view-

- (i) in the case of the balance sheet, of the state of affairs of the above named institution as at **31/03/2022**
- (ii) the case of the profit and loss account, of the profit or loss of its accounting year ending on **31/03/2022**

The prescribed particulars are annexed hereto.

For NDJ & Co.
Chartered Accountants
Firm Reg. No.: 136345W



(CA. Shirish Shah)

Partner

M. No.: 035742

UDIN:

Date : 27-09-2022

Place : Surat

ANNEXURE
STATEMENT OF PARTICULARS
I. APPLICATION OF INCOME FOR CHARITABLE OR RELIGIOUS PURPOSES

1.	Amount of income of the previous year applied to charitable or religious purposes in India during that year	As per Annexure I
2.	Whether the institution has exercised the option under clause (2) of the Explanation to section 11(1)? If so, the details of the amount of income deemed to have been applied to charitable or religious purposes in India during the previous year	No
3.	Amount of income Accumulated or set apart for application to charitable or religious purposes, to the extent it does not exceed 15 per cent of the income derived from property held under trust wholly for such purposes.	No
4.	Amount of income eligible for exemption under section 11(1)(c) (Give details)	No
	Details	Amount
5.	Amount of income, in addition to the amount referred to in item 3 above, accumulated or set apart for specified purposes under section 11(2)	0
6.	Whether the amount of income mentioned in item 5 above has been invested or deposited in the manner laid down in section 11(2)(b) ? If so, the details thereof	Not Applicable
7.	Whether any part of the income in respect of which an option was exercised under clause (2) of the Explanation to section 11(1) in any earlier year is deemed to be income of the previous year under section 11(1B) ? If so, the details thereof	Not Applicable
8.	Whether, during the previous year, any part of income accumulated or set apart for specified purposes under section 11(2) in any earlier year-	
	(a) has been applied for purposes other than charitable or religious purposes or has ceased to be accumulated or set apart for application thereto, or	No
	(b) has ceased to remain invested in any security referred to in section 11(2)(b)(i) or deposited in any account referred to in section 11(2)(b)(ii) or section 11(2)(b)(iii), or	No
	(c) has not been utilised for purposes for which it was accumulated or set apart during the period for which it was to be accumulated or set apart, or in the year immediately following the expiry thereof? If so, the details thereof	No



II. APPLICATION OR USE OF INCOME OR PROPERTY FOR THE BENEFIT OF PERSONS REFERRED TO IN SECTION 13(3)

1.	Whether any part of the income or property of the institution was lent, or continues to be lent, in the previous year to any person referred to in section 13(3) (hereinafter referred to in this Annexure as such person)? If so, give details of the amount, rate of interest charged and the nature of security, if any			No
	Details	Amount	Rate of Interest Charged	Nature of Security, if any
2.	Whether any land, building or other property of the institution was made, or continued to be made, available for the use of any such person during the previous year? If so, give details of the property and the amount of rent or compensation charged, if any			No
	Details of Property			Amount of rent or compensation charged
3.	Whether any payment was made to any such person during the previous year by way of salary, allowance or otherwise? If so, give details			No
	Details			Amount
4.	Whether the services of the institution were made available to any such person during the previous year? If so, give details thereof together with remuneration or compensation received, if any			No
	Details			Amount of Remuneration/ Compensation
5.	Whether any share, security or other property was purchased by or on behalf of the institution during the previous year from any such person? If so, give details thereof together with the consideration paid			No
	Details			Amount of Consideration Paid
6.	Whether any share, security or other property was sold by or on behalf of the institution during the previous year to any such person? If so, give details thereof together with the consideration received			No
	Details			Amount of Consideration Received
7.	Whether any income or property of the institution was diverted during the previous year in favour of any such person? If so, give details thereof together with the amount of income or value of property so diverted			No
	Details			Income or value of property diverted



8.	Whether the income or property of the institution was used or applied during the previous year for the benefit of any such person in any other manner? If so, give details	No
	Details	Amount

III. INVESTMENTS HELD AT ANY TIME DURING THE PREVIOUS YEAR(S) IN CONCERNS IN WHICH PERSONS REFERRED TO IN SECTION 13(3) HAVE A SUBSTANTIAL INTEREST

Sl. No.	Name and address of the concern	Where the concern is a company, number and class of shares held	Nominal value of the investment	Income from the investment	Whether the amount in col. 4 exceeded 5 per cent of the capital of the concern during the previous year-say, Yes/No
1	2	3	4	5	6
Total			Nil	Nil	

For NDJ & Co.
Chartered Accountants
Firm Reg. No.: 136345W



(Signature)
(CA. Shirish Shah)
Partner
M. No.: 035742
UDIN:

Date : 27-09-2022

Place : Surat

SDB DIAMOND BOURSE

FY 2021-22

AY 2022-23

ANNEXURE - I

DETAIL OF AMOUNT APPLIED TOWARDS OBJECT

Particulars		FY 2021-22 (In Rs.)	FY 2020-21 (In Rs.)
I	Income from Construction Activities for the year (Receipt Basis)	3,83,21,51,847	3,18,67,20,836
	Delayed Payment Charges (Receipt Basis)	36,70,26,457	4,94,59,803
	Interest Income (Excluding Accrued Income)	13,97,66,929	19,73,28,957
	Office Interior work charges	44,06,562	-
	Office transfer fees	15,30,631	-
	Other Income	584	21,110
	Total Income (I)	4,34,48,83,010	3,43,35,30,706
II	Application of Funds		
	<u>Recurring Expenditures (Expend during the year)</u>		
1	Employee Benefit Expenses	1,24,52,920	76,59,911
2	Cost of Project incurred	4,16,10,20,543	2,89,41,95,160
3	Finance Cost	-	37,59,320
4	Other Operating & Administrative Expenses	11,65,07,034	1,28,86,709
	Sub-Total (A)	4,28,99,80,497	2,91,85,01,100
B	Non-Recurring Expenditures (Expend during the year)		
1	Addition to Assets Purchased During the year	5,49,02,513	-
2	Addition to CWIP During the year	-	-
	(-) Utilised from Member's Contribution	-	-
	Sub-Total (B)	5,49,02,513	-
	Total Application of Funds	4,34,48,83,010	2,91,85,01,100
	Total Application of Funds (I/II) in %	100.00%	85.00%
	Amount to be set apart	-	51,50,29,606