

**VAIBHAV GLOBAL LIMITED**

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STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE 2017

(Rs. in lacs, unless otherwise stated)

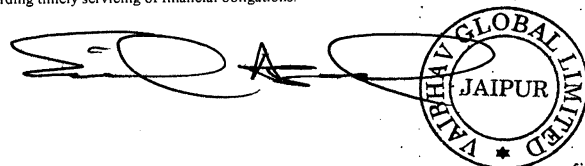
Particulars	Consolidated		Standalone	
	30-Jun-17	30-Jun-16	30-Jun-17	30-Jun-16
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
1. Income				
a. Revenue from operations	32,965.03	31,348.14	10,565.57	10,638.85
b. Other income				
(i) Exchange gain	299.57	-	303.89	55.26
(ii) Others	307.66	274.37	95.96	36.58
Total income	33,572.26	31,622.51	10,965.42	10,730.69
2. Expenses				
a. Cost of materials consumed	6,789.42	6,280.72	6,789.11	6,280.72
b. Purchase of stock-in-trade	6,389.29	5,314.84	312.66	318.71
c. Change in inventories of finished goods, work-in-progress and stock-in-trade	(3,063.72)	(2,029.83)	(128.17)	538.76
d. Employees benefit expense	6,456.03	5,771.35	967.73	927.62
e. Finance cost	142.70	161.42	99.98	114.13
f. Depreciation and amortisation expenses	742.50	663.76	96.00	178.38
g. Other expenditure :				
(i) Manufacturing expenses	1,725.10	1,712.02	1,210.24	1,172.61
(ii) Administrative and selling expenses (refer note 9)	12,767.29	12,604.12	487.12	546.62
Total expenses	31,948.61	30,478.40	9,834.67	10,077.55
3. Profit from operations before exceptional items and tax (1-2)	1,623.65	1,144.11	1,130.75	653.14
4. Exceptional items	-	-	-	-
5. Profit from ordinary activities before tax (3-4)	1,623.65	1,144.11	1,130.75	653.14
6. Tax expense (refer note 4)	116.72	45.55	340.15	308.43
7. Profit for the year (5-6) (A)	1,506.93	1,098.56	790.60	344.71
8. Other comprehensive income after tax (B)				
a. Items that will not be classified to profit & loss	15.45	(86.13)	(0.13)	11.96
b. Items that will be classified to profit & loss	105.72	(48.01)	-	-
9. Total comprehensive income for the year (A+B)	1,628.10	964.42	790.47	356.67
10. Profit for the period attributable to :				
a. Owners of Vaibhav Global Limited	1,506.93	1,098.56	790.60	344.71
b. Non-controlling Interest	-	-	-	-
11. Other comprehensive income attributable to :				
a. Owners of Vaibhav Global Limited	121.17	(134.14)	(0.13)	11.96
b. Non-controlling Interest	-	-	-	-
12. Total comprehensive income attributable to :				
a. Owners of Vaibhav Global Limited	1,628.10	964.42	790.47	356.67
b. Non-controlling Interest	-	-	-	-
13. Paid-up Equity Share Capital (Face Value Per Share of Rs. 10/-)	3,253.79	3,250.78	3,253.79	3,250.78
14. Earnings per share for the Period (after exceptional item)				
i) Basic EPS	5.00	2.97	2.43	1.10
ii) Diluted EPS	4.89	2.93	2.37	1.08

Notes :

- The above unaudited results for the three months ended 30 June, 2017 have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 7 September, 2017. The above results have been subject to limited review by the statutory auditors of the Company, as required under Regulation 33 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015. The reviewed reports of the Statutory Auditors are unqualified.
- These financial results have been prepared in accordance with Indian Accounting Standards ('Ind AS') prescribed under Section 133 of the Companies Act, 2013 read with the relevant rules thereunder and in terms of Regulation 33 of the SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 and SEBI Circular dated 5 July 2016. Beginning 1 April 2017, the Company has, for the first time adopted Ind AS with a transition date of 1 April 2016. Consequently, erstwhile Indian Generally Accepted Accounting Principles (Previous GAAP) results for the quarter ended 30 June 2016 have been restated to make them comparable. The Company has further opted to avail the relaxation provided by SEBI in respect of disclosure and requirements for the corresponding figures of earlier periods. Accordingly, the figures for the quarter ended and year ended 31 March 2017 have not been presented and only the figures for the quarter ended 30 June 2016 have been presented after incorporating the applicable Ind AS adjustments.
- The Company has prepared a reconciliation of the net profit for the corresponding periods under the previously applicable Generally Accepted Accounting principles ('previous GAAP') with the total comprehensive income as reported in these financial results under Ind AS. The net profit reconciliation for the quarter ended 30 June 2016 for standalone and consolidated financial results are presented below:

Net profit reconciliation	Rs. In Lacs	
	Quarter ended 30 June 2016	
	Consolidated	Standalone
Profit after tax (PAT) as per previous GAAP	860.55	395.81
Employee share based payments (refer note (i) below)	(80.45)	(67.07)
Other adjustments	(10.17)	-
Reduction in value of investments in equity/securities on account of fair valuation (refer note (ii) below)	(98.10)	-
Foreign currency translation reserve (refer note (iii) below)	43.56	-
Income tax impact of above adjustments	16.55	27.93
Deferred tax recognised on foreign subsidiaries (refer note (iv) below)	232.48	-
Total comprehensive income	964.42	356.67

- Employee share based payments represent the fair valuation of employee stock options as against intrinsic value basis under erstwhile IGAAP.
 - Investments (other than investments in subsidiaries) have been classified as "fair value through OCI" under Ind-AS as against cost basis under erstwhile IGAAP and consequential adjustments has been considered in the period in which fair value has changed.
 - Under Ind-AS, exchange differences on translation of foreign operations are recorded in other comprehensive income
 - Under Ind-AS, deferred tax recognised on timing difference on account of tax losses carried forward in subsidiary entities.
- Tax expenses includes current tax (including minimum alternate tax) and deferred tax.
 - The rating for the long term bank facilities have been upgraded by one notch up from CARE BBB+ to CARE A- which denotes adequate degree of safety regarding timely servicing of financial obligations. The rating for the short term bank facilities have been upgraded by one notch up from CARE A2 to CARE A2+ which denotes strong degree of safety regarding timely servicing of financial obligations.



6. Based on the technical evaluation, the Group has reassessed the depreciation method and useful life of certain property, plant and equipment and intangibles. Accordingly, the following changes have been made with effect from 1 April 2017:

- (i) depreciation method on standalone basis has been changed from written down value method to straight line basis; and
- (ii) useful life of certain property, plant and equipment and intangibles has been revised as below:

Category	Existing useful life	Revised useful life
	(Years)	(Years)
Studio equipment	4-5	5
Computers	3-4	3
Software	3-5	4

Had the Company continued with the previously assessed useful lives and depreciation method, charge for depreciation for the quarter ended 30 June 2017 would have been higher by Rs. 72.2 lacs on standalone basis and lower by Rs. 5.5 lacs on consolidated basis with consequent impact on profit before tax for the period.

7. The consolidated financial results include the financial results of the parent company Vaibhav Global Limited 'the group' and the financial results of the following subsidiaries:

- STS Jewels Inc., USA
- STS Gems Thai Limited, Thailand
- STS Gems Limited, Hongkong
- STS Gems Japan Limited
- Genoa Jewellers Limited, BVI
- Pt. STS Bali (Step Down Subsidiary)
- Jewel Gem USA Inc. (Step Down Subsidiary)
- The Jewellery Channel limited, UK (Step Down Subsidiary)
- The Jewellery Channel Inc. USA (Step Down Subsidiary)

8. During the quarter, the Company allotted 3,042 equity shares of Rs. 10/- each under the Company's Employees Stock Option Scheme-2006 (As Amended).

9. Item exceeding 10% of total expenditure (included in administrative and selling expenses)


Particulars	Quarter Ended- Consolidated	
	30-Jun-17	30-Jun-16
Content & Broadcasting Expenses	5,834.83	6,677.76

10. Figures for the previous quarters are reclassified/rearranged/re-grouped, wherever required to conform to the classification of the current quarter.

Place : Jaipur

07 September, 2017

For and on behalf of the Board of Directors


Sunil Agrawal
Chairman & Managing Director
DIN :00061142

