

STS Gems Thai Limited

Balance Sheet as at 31st March, 2015

Amt in Baht

	Note	As at 31st March, 2015	As at 31st March, 2014
EQUITY AND LIABILITIES			
Shareholders' Funds			
Share Capital	2	350,00,000	350,00,000
Reserves And Surplus	3	(322,61,355)	(383,36,740)
Money received against share warrants		-	-
		27,38,645	(33,36,740)
Share application money pending allotment			
		-	-
Non-Current Liabilities			
Long-Term Borrowings	4	819,69,568	977,44,200
		819,69,568	977,44,200
Current Liabilities			
Trade Payables	5	127,30,112	73,75,901
Other Current Liabilities	6	76,32,317	37,67,618
Short-Term Provisions	7	-	-
		203,62,429	111,43,519
Total		1050,70,642	1055,50,979
ASSETS			
Non-Current Assets			
Fixed Assets			
Tangible Assets		17,21,954	11,95,500
Long-Term Loans and Advances	8	48,71,110	49,40,302
		65,93,064	61,35,802
Current Assets			
Current Investments		-	-
Inventories	9	296,18,179	116,55,249
Trade Receivables	10	590,16,895	838,53,064
Cash and Bank Balances	11	51,08,630	5,64,326
Short-Term Loans and Advances	12	47,33,873	33,42,537
		984,77,577	994,15,176
Total		1050,70,642	1055,50,978

Significant Accounting Policies & Notes to Accounts referred to above form an integral part of financial statements 2 to 21

For **MORISON CKS COMPANY LIMITED**

For and on behalf of the Board

NETILUCK DENSIRMONGKOL
Certified Public Accountant
(Thailand) No. 5192

Director

9th April, 2015

Place: Bangkok
Date: 9th April, 2015

STS Gems Thai Limited**Statement of Profit & Loss for the year ended 31st March,2015***Amt in Baht*

	<u>Note No.</u>	<u>Year ended 31st March,2015</u>	<u>Year ended 31st March, 2014</u>
REVENUE			
Revenue From Operations	13	2206,67,538	1389,34,703
Other Income	15	-2,17,219	36,731
Total		2204,50,319	1389,71,434
EXPENSES			
Purchases of Stock-In-Trade	16	2094,62,308	1284,90,171
Changes in Stock-In-Trade	18	(179,62,930)	(97,04,716)
Employee Benefits Expense	19	85,53,304	67,16,691
Finance Costs	20	22,50,664	36,85,374
Depreciation and Amortization Expense		3,88,135	1,61,069
Other Expenses	21	99,28,593	59,72,121
Total		2126,20,075	1353,20,710
Profit Before Exceptional Items and Tax		78,30,243	36,50,724
Exceptional Items (refer Note No. 33)		-	-
Profit Before Tax		78,30,243	36,50,724
Tax Expense:			
(1) Current Tax		17,54,859	-
(2) Earlier Years Tax		-	-
(3) Deferred Tax Charges/(Credits)		-	-
		17,54,859	-
Profit for the Year		60,75,385	36,50,724

*For MORISON CKS COMPANY LIMITED**For and on behalf of the Board*

NETILUCK DENSIRMONGKOL
 Certified Public Accountant
 (Thailand) No. 5192

*Director**9th April, 2015**Place: Bangkok**Date: 9th April, 2015*

STS Gems Thai Limited

Notes Accompanying to the financial statement for the year ended March31st,2015

Amt in Baht

Note No.

2 Share Capital
a The details of Authorised,Issued,Subscribed and paid up capital are as under :-

Share Capital	As at 31st March,2015		As at 31st March, 2014	
	Number	Amount	Number	Amount
Authorised				
Ordinary 350,000 Equity Shares of Baht 100 each		350,00,000		350,00,000
Issued, Subscribed and Paid up				
Ordinary 350,000 Equity Shares of Baht 100 each		350,00,000		350,00,000
		350,00,000		350,00,000

3 Reserves & Surplus

	As at 31st March,2015		As at 31st March, 2014	
A. Securities Premium Account :				
Opening Balance	1481,00,000		1481,00,000	
Add: Security premium credited on share issue	-		-	
	1481,00,000		1481,00,000	
Less: Premium utilised for various reasons	-		-	
		1481,00,000		1481,00,000
B. General Reserve:				
Opening Balance	1895,86,562		1895,86,561	
Add: Transferred from Profit and Loss Account	-		-	
	1895,86,562		1895,86,561	
Less: Withdrawn during the year	-	1895,86,562	-	1895,86,561
C. Surplus/ (Deficit)				
Opening balance	(3760,23,302)		(3796,74,026)	
Add:	-		4	
Net Profit for the current year	60,75,385		36,50,724	
Surplus/ (Deficit)		(3699,47,917)		(3760,23,298)
		(322,61,355)		(383,36,737)

NON CURRENT LIABILITIES
4 Long Term Borrowings

	As at 31st March,2015		As at 31st March, 2014	
Secured:				
Term Loan from Banks				
Corporate Loan #	819,69,568		977,44,200	
Working Capital Term Loan #	-	819,69,568	-	977,44,200
		819,69,568		977,44,200

5 Trade Payables

	As at 31st March,2015		As at 31st March, 2014	
Trade Payables		127,30,112		73,75,901
		127,30,112		73,75,901

6 Other Current Liabilities

	As at 31st March,2015		As at 31st March, 2014	
Current Maturity of Long Term Debt:				
-Corporate Loan	-		-	
-Working Capital Term Loan	-		-	
Unclaimed Dividend*	-		-	
Employee benefit payables	-		-	
Statutory Dues(including PF,TDS etc.)		67,906		56,798
Creditor for Capital goods		-		-
Other Payables#		58,09,553		37,10,820
		58,77,459		37,67,618

		Amt in Baht	
7	Short Term Provisions		
		As at	As at
		31st March,2015	31st March, 2014
	Provision for Taxation	17,54,859	-
		17,54,859	-
8	LONG TERM LOANS AND ADVANCES (Unsecured and considered good unless otherwise stated)	As at	As at
		31st March,2015	31st March, 2014
	Capital Advances	-	-
	Loans & Advances to subsidiaries		
	Considerd good	48,61,110	48,45,750
	Considered doubtful	-	-
		48,61,110	48,45,750
	Less: Provision for Doubtful Debts	-	48,45,750
	Security Deposits	10,000	94,552
		48,71,110	49,40,302
	CURRENT ASSETS		
9	INVENTORIES (Cost & Net realizable value whichever is lower) (As taken, valued and certified by the Management)	As at	As at
		31st March,2015	31st March, 2014
	Materials-in-process	-	-
	Semi Finished Goods	-	-
	Finished Goods	296,18,179	116,55,249
	Stores and Consumables	-	-
		296,18,179	116,55,249
10	TRADE RECEIVABLES (Unsecured and considered good unless otherwise stated)	As at	As at
		31st March,2015	31st March, 2014
	Outstanding for a period exceeding Six Months from the date they are due for payments		
	Considerd good	590,16,895	838,53,064
	Considered doubtful	-	-
		590,16,895	838,53,064
	Less : Provision for Doubtful Debts brought forward	-	-
	Less : Provison appropriated to Investment	-	-
		590,16,895	838,53,064
	Others		
	Considerd good	-	-
	Considered doubtful	-	-
		-	-
	Less: Provision for Doubtful Debts	-	-
		-	-
		590,16,895	838,53,064
11	CASH AND BANK BALANCES	As at	As at
		31st March,2015	31st March, 2014
	Cash & Cash Equivalents		
	Balance with Banks	51,06,243	4,81,708
	Bank Deposits (Non pledged)	-	74,318
	Cash on hand	2,387	8,300
		51,08,630	5,64,326
	Other Bank Balance		
	Bank Deposits (Pledged)	-	-
	Unpaid Dividend account	-	-
		-	-
		51,08,630	5,64,326

		Amt in Baht	
12	SHORT TERM LOANS AND ADVANCES (Unsecured and considered good unless otherwise stated)	As at 31st March, 2015	As at 31st March, 2014
	Advance To Staff	2,87,400	3,30,608
	Advance To Suppliers	2,35,556	3,34,658
	Loan to Directors	-	-
	Prepaid Expenses	-	3,400
	Balances with Tax Authorities	42,10,917	26,73,872
	Deposits & Warranties	-	-
		47,33,873	33,42,537
13	REVENUE FROM OPERATIONS	Year ended 31st March, 2015	Year ended 31st March, 2014
	Sale of Products:		
	Export Sales	2206,67,538	1387,61,844
	Domestic Sales	-	1,72,859
		2206,67,538	1389,34,703
14	PARTICULARS OF SALE OF PRODUCTS	31st March, 2015	31st March, 2014
	Gem Stones	446,36,665	300,54,153
	Jewellery	1706,91,820	1052,48,067
	Accessories	53,39,053	36,32,484
		2206,67,538	1389,34,703
15	OTHER INCOME	Year ended 31st March, 2015	Year ended 31st March, 2014
	Interest	2,44,636	2,64,073
	Miscellaneous Income	-	5,57,532
	Exchange Fluctuation (Net)	(4,61,855)	(7,84,874)
		-2,17,219	36,731
16	PURCHASES OF STOCK-IN-TRADE	Year ended 31st March, 2015	Year ended 31st March, 2014
	Purchases of Finished Goods	2094,62,308	1284,90,171
		2094,62,308	1284,90,171
17	PARTICULARS OF FINISHED GOODS PURCHASED	31st March, 2015	31st March, 2014
	Jewellery	828,35,398	620,89,635
	Stone	1230,58,941	641,69,854
	Accessories	35,67,970	22,30,682
		2094,62,308	1284,90,171
18	CHANGES IN STOCK-IN-TRADE Decrease/(Increase) of Stock-in-Trade consists of	Year ended 31st March, 2015	Year ended 31st March, 2014
	Finished Goods:		
	Opening Stocks	-	-
	Semi Finished Goods	-	-
	Finished Goods	116,55,249	19,50,533
		116,55,249	19,50,533
	Less: Closing Stocks		
	Semi Finished Goods	-	-
	Finished Goods	296,18,179	116,55,249
		296,18,179	116,55,249
		(179,62,930)	-97,04,716
		(179,62,930)	(97,04,716)

		Amt in Baht	
19	EMPLOYEES BENEFIT EXPENSE		
		Year ended	Year ended
		31st March,2015	31st March, 2014
	Contributions to Provident and Other Funds (Social Insurance)	2,86,621	1,99,510
	Salaries, Wages, Bonus etc.	81,48,440	64,42,433
	Staff Welfare Expenses	1,18,243	74,748
		85,53,304	67,16,691
20	FINANCE COST		
		Year ended	Year ended
		31st March,2015	31st March, 2014
	Interest		
	- On Term Loans	-	-
	- On Corporate Loan	21,08,442	35,57,889
	Finance Charges	1,42,222	1,27,485
		22,50,664	36,85,374
21	OTHER EXPENSES		
a.	MANUFACTURING EXPENSES		
		Year ended	Year ended
		31st March,2015	31st March, 2014
	Job Work Charges	-	-
	Stores and Consumables	-	-
	Power and Fuel	-	-
	Repairs and Maintenance	-	-
	Other Manufacturing Expenses	43,09,608	19,79,932
		43,09,608	19,79,932
b.	ADMINISTRATIVE & SELLING EXPENSES		
		Year ended	Year ended
		31st March,2015	31st March, 2014
	Advertisement and Business Promotion	7,58,105	9,99,752
	Bad Debts	-	915
	Directors Expense	5,30,400	5,30,400
	Discounts	66	7,400
	Donation	-	500
	Insurance	56,908	37,671
	Internet Expense	79,573	56,836
	Legal and Professional	1,90,363	2,15,530
	Office Expenses	15,25,769	2,62,102
	Packing and Forwarding	7,28,339	6,32,443
	Postage and Telephone	2,38,204	1,94,111
	Printing and Stationery	67,236	48,377
	Rent, Rates and Taxes	3,88,500	2,97,000
	Repairs & Maintenance	4,23,896	1,24,183
	Travelling and Conveyance	4,57,127	4,62,969
	Auditors' Remuneration		
	-Statuary Audit Fees	1,74,500	1,22,000
	- Reimbursement Of Expenses	-	-
		1,74,500	1,22,000
		56,18,986	39,92,189
	Total Other Expenses	99,28,593	59,72,121

For **MORISON CKS COMPANY LIMITED**

For and on behalf of the Board

NETILUCK DENSIRMONGKOL
Certified Public Accountant
(Thailand) No. 5192

Director

9th April, 2015

Place: Bangkok
Date: 9th April, 2015