

VAIBHAV GEMS LIMITED

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30TH SEPTEMBER 2003

| Sr. No. | Particulars | Quarter Ended | | Half Year Ended | | (Rs. in Lacs) Year Ended |
|---------|--|-----------------|-----------------|-----------------|-----------------|-----------------------------|
| | | 30-Sep-03 | 30-Sep-02 | 30-Sep-03 | 30-Sep-02 | 31-Mar-03 |
| | | (Un-audited) | (Un-audited) | (Un-audited) | (Un-audited) | (Audited) |
| 1. | Income from Operations | 3,015.34 | 2,510.73 | 6,217.73 | 5,143.90 | 10,060.03 |
| 2. | Other Income | 21.33 | 6.24 | 36.73 | 7.70 | 41.79 |
| | Total Income | 3,036.67 | 2,516.97 | 6,254.46 | 5,151.60 | 10,101.82 |
| 3. | Total Expenditure | | | | | |
| | a. Decrease / (Increase) in stock in trade | (12.00) | (21.20) | 58.50 | 32.17 | 133.66 |
| | b. Material Costs | 2,517.65 | 2,087.01 | 5,195.08 | 4,230.22 | 8,100.82 |
| | c. Employees Cost | 131.63 | 98.21 | 235.90 | 179.10 | 425.61 |
| | d. Other expenditure | 195.35 | 164.18 | 352.56 | 331.79 | 660.56 |
| | Total | 2,832.63 | 2,328.20 | 5,842.04 | 4,773.28 | 9,320.65 |
| 4. | Interest | 11.60 | 20.51 | 28.98 | 55.14 | 108.15 |
| 5. | Depreciation | 15.71 | 16.34 | 30.51 | 32.23 | 66.24 |
| 6. | Profit before tax (1+2-3-4-5) | 176.73 | 151.92 | 352.93 | 290.95 | 606.78 |
| 7. | Short/(Excess) Provision for earlier year | - | 2.65 | - | 2.65 | 7.06 |
| 8. | Provision for Taxation | (2.00) | (10.00) | (5.00) | (21.00) | (30.00) |
| 9. | Deferred Tax Charge/(Credit) | - | (0.53) | - | (0.30) | 0.92 |
| 10. | Net Profit / (Loss) (6+7-8-9) | 174.73 | 144.04 | 347.93 | 272.30 | 584.76 |
| 11. | Paid up Equity Share Capital | 1,056.06 | 528.03 | 1,056.06 | 528.03 | 1,056.06 |
| | (Face value per share Rs. 10/-) | | | | | |
| 12. | Reserve excluding revaluation reserves | N.A. | N.A. | N.A. | N.A. | 3,411.34 |
| 13. | Adjusted Basic EPS (not annualised) | 1.65 | 1.36 | 3.29 | 2.58 | 5.54 |
| | Adjusted Diluted EPS (not annualised) | 1.65 | 1.36 | 3.29 | 2.58 | 5.54 |
| 14. | Aggregate of Non-Promoters Shareholding | | | | | |
| | a. Number of Shares | 3,040,693 | 1,541,983 | 3,040,693 | 1,541,983 | 3,046,666 |
| | b. Percentage of Shareholding | 28.79% | 29.20% | 28.79% | 29.20% | 28.85% |

Notes :

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|----|---|
| 1. | Provision for taxation has been made on estimated basis. |
| 2. | Figures for corresponding periods have been regrouped / rearranged wherever necessary. |
| 3. | No Investor complaints were pending at the beginning at the quarter. During the quarter 13 complaints |

has been received and all have been attended to..

4. These results have been taken on record by the Board of Directors at its meeting held on October 20th, 2003.

K-6B, Adarsh Nagar
Fateh Tiba
Jaipur - 302 004
20th Oct 2003

For and on behalf of Board of Directors

Sd
Sunil Agrawal
Chairman

VAIBHAV GEMS LIMITED

K-6B, FATEH TIBA, ADARSH NAGAR ROAD, JAIPUR 302 004

SEGMENTWISE REVENUE, RESULTS & CAPITAL EMPLOYED FOR THE QUARTER AND HALF YEAR ENDED 30TH SEPTEMBER 2003

| Particulars | | Quarter Ended | | Half Year ended | | (Rs. in Lacs) Year Ended |
|--|--------------------|-----------------|------------------|-----------------|------------------|-----------------------------------|
| | | Sep. 30, 2003 | Sep. 30, 2002 | Sep. 30, 2003 | Sep. 30, 2002 | Mar. 31, 2003 |
| | | (Un-audited) | (Un-audited) | (Un-audited) | (Un- audited) | (Audited) |
| Segment Revenue | | | | | | |
| a. | Gemstone | 1,539.43 | 1,435.77 | 3,328.57 | 3,022.93 | 6,060.20 |
| b. | Jewellery | 2,637.33 | 1,626.27 | 5,221.26 | 3,188.82 | 6,808.66 |
| Total Segment revenue | | 4,176.76 | 3,062.04 | 8,549.83 | 6,211.75 | 12,868.86 |
| Less: Inter Segment Revenue | | 1,161.57 | 551.31 | 2,334.06 | 1,067.85 | 2,815.63 |
| Net Income from Operations | | 3,015.19 | 2,510.73 | 6,215.77 | 5,143.90 | 10,053.23 |
| Segment Result | | | | | | |
| (Profit before Interest & Tax from each segment) | | | | | | |
| a. | Gemstone | 57.71 | 40.50 | 124.69 | 108.48 | 233.89 |
| b. | Jewellery | 187.50 | 192.87 | 353.92 | 359.65 | 723.06 |
| Total Segment Result | | 245.21 | 233.37 | 478.61 | 468.13 | 956.95 |
| Less: Interest | | 11.60 | 20.51 | 28.98 | 55.14 | 108.15 |
| Less: Other Unallowable expenses net of | | | | | | |
| | unallowable Income | 56.88 | 60.94 | 96.70 | 122.04 | 242.02 |
| Total Profit before Tax | | 176.73 | 151.92 | 352.93 | 290.95 | 606.78 |
| Capital Employed | | | | | | |
| (Segment Assets less Segment Liabilities) | | | | | | |
| a. | Gemstone | 1,725.65 | 2,456.60 | 1,725.65 | 2,456.60 | 1,936.09 |
| b. | Jewellery | 4,560.09 | 3,017.61 | 4,560.09 | 3,017.61 | 3,993.32 |
| Total Capital Employed in Segments | | 6,285.74 | 5,474.21 | 6,285.74 | 5,474.21 | 5,929.41 |

| | | | | | |
|--|-----------------|-----------------|-----------------|-----------------|-----------------|
| Add : Unallowable Assets less Liabilities | (1,472.78) | (1,138.17) | (1,472.78) | (1,138.17) | (1,466.77) |
| Total Capital Employed in the Company | 4,812.96 | 4,336.04 | 4,812.96 | 4,336.04 | 4,462.64 |

Notes :

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|----|--|
| 1. | These results have been taken on record by the Board of Directors at its meeting held on October 20th 2003. |
| 2. | Segment has been identified in line with the Accounting Standard on Segment Reporting (AS-17) taking into account the organisation structure as well as the differential risks and returns of these segments. |
| 3. | The Company has disclosed Business Segment as the primary segment. |
| 4. | Inter-Segment revenues are recognised at sales price. |
| 5. | The Segment Revenues, Results, Assets and Liabilities include the respective amounts identifiable to each of the segment and amounts allocated on reasonable basis. The amounts, which are not allocable to any, segment, shown as unallocable under respective heads. |

K-6B, Adarsh Nagar
Fateh Tiba
Jaipur - 302 004
20th Oct 2003

For and on behalf of Board of Directors

Sunil Agrawal
Chairman