

**STS Jewels Inc USA**  
**Balance Sheet as at 31 March, 2017**

*Amt in \$*

	Note	As at 31 March, 2017	As at 31 March, 2016
<b>EQUITY AND LIABILITIES</b>			
<b>Shareholders' Funds</b>			
Share Capital	2	500,000	500,000
Reserves And Surplus	3	1,726,032	1,064,755
		<b>2,226,032</b>	<b>1,564,755</b>
<b>Non-Current Liabilities</b>			
Long-Term Borrowings	4	730,000	730,000
		<b>730,000</b>	<b>730,000</b>
<b>Current Liabilities</b>			
Trade Payables	5	6,003,947	5,419,047
Other Current Liabilities	6	334,524	504,154
		<b>6,338,471</b>	<b>5,923,201</b>
<b>Total</b>		<b>9,294,503</b>	<b>8,217,956</b>
<b>ASSETS</b>			
<b>Non-Current Assets</b>			
Fixed Assets			
Tangible Assets	7	13,267	19,191
		<b>13,267</b>	<b>19,191</b>
<b>Current Assets</b>			
Inventories	8	4,798,476	3,323,173
Trade Receivables	9	4,426,893	4,723,548
Cash and Bank Balances	10	14,037	110,512
Short-Term Loans and Advances	11	41,830	41,532
		<b>9,281,236</b>	<b>8,198,765</b>
<b>Total</b>		<b>9,294,503</b>	<b>8,217,956</b>

Notes to Accounts referred to above form an integral part of financial statements 2 to 18

*For NWK CPA, PLLC*  
*Austin, Texas*

*For and on behalf of the Board*

Neerja Kwatra  
 Certified Public Accountant

Director

Place: Austin, Texas  
 Date: 25 April, 2017

Place: Austin, Texas  
 Date: 25 April, 2017

**STS Jewels Inc USA****Statement of Profit & Loss for the year ended 31 March,2017**

	<u>Note No.</u>	<u>Year ended 31 March, 2017</u>	<u>Year ended 31 March, 2016</u>
		\$	\$
<b>REVENUE</b>			
Revenue From Operations	12	20,824,885	15,766,524
Other Income	13	7,244	22,236
<b>Total</b>		<b>20,832,129</b>	<b>15,788,760</b>
<b>EXPENSES</b>			
Purchases of Stock-In-Trade	14	17,828,530	13,350,226
Changes in Stock-In-Trade	15	(1,475,303)	(836,422)
Employee Benefits Expense	16	1,453,070	933,390
Finance Costs	17	851	4,392
Depreciation and Amortization Expense		7,697	8,114
Other Expenses	18	2,349,874	1,646,783
<b>Total</b>		<b>20,164,719</b>	<b>15,106,484</b>
<b>Profit Before Tax</b>		<b>667,410</b>	<b>682,276</b>
Tax Expense:			
(1) Current Tax		6,133	7,167
(3) Deferred Tax Charges/(Credits)		-	-
		<b>6,133</b>	<b>7,167</b>
<b>Profit for the Year</b>		<b>661,277</b>	<b>675,109</b>

Notes to Accounts referred to above form an integral part of financial statements

2 to 18

*For NWK CPA, PLLC  
Austin, Texas*

*For and on behalf of the Board*

Neerja Kwatra  
Certified Public Accountant

Director

Place: Austin, Texas  
Date: 25 April, 2017

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**Notes Accompanying to the financial statement for the year ended 31 March,2017**

**Note No.**

**2 Share Capital**

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

Share Capital	As at 31 March, 2017		As at 31 March, 2016	
	Number	Amount \$	Number	Amount \$
Issued, Subscribed and Paid up				
500 Equity Shares of 100\$ each		500,000		500,000
		<u>500,000</u>		<u>500,000</u>

**3 Reserves & Surplus**

	As at 31 March, 2017		As at 31 March, 2016	
	\$	\$	\$	\$
<b>A. Securities Premium Account :</b>				
Opening Balance	2,490,357		2,490,357	
Add: Security premium credited on share issue	-		-	
	<u>2,490,357</u>		<u>2,490,357</u>	
Less: Premium utilised for various reasons	-		-	
		2,490,357		2,490,357
<b>B. Surplus/ (Deficit)</b>				
Opening balance	(1,425,602)		(2,100,711)	
Add:	-		-	
Net Profit for the current year	661,277		675,109	
Surplus/ (Deficit)		(764,325)		(1,425,602)
		<u>1,726,032</u>		<u>1,064,755</u>

**NON CURRENT LIABILITIES**

**4 Long Term Borrowings**

	As at 31 March, 2017		As at 31 March, 2016	
	\$	\$	\$	\$
Loan from Related Parties		730,000		730,000
		<u>730,000</u>		<u>730,000</u>

**5 Trade Payables**

	As at 31 March, 2017		As at 31 March, 2016	
	\$	\$	\$	\$
Trade Payables		6,003,947		5,419,047
		<u>6,003,947</u>		<u>5,419,047</u>

**6 Other Current Liabilities**

a. Other Current Liabilities consists of following :-

	As at 31 March, 2017		As at 31 March, 2016	
	\$	\$	\$	\$
Accrued Expenses		-		370,301
Employee benefit payables		76,368		-
Statutory Dues( including PF,TDS etc.)		43,813		71,184
Other Liabilities		214,343		62,669
		<u>334,524</u>		<u>504,154</u>

STS Jewels Inc USA

Note 7 Fixed Assets Schedule as on 31st March'17

	NAME OF ASSETS	GROSS BLOCK				ACCUMULATED DEPRECIATION				NET BLOCK	
		As at 1 April 2016	Addition	Deduction	As at 31 March 2017	Up to 1 April 2016	Depreciation For the Year	Deduction	Up to 31 March 2017	As at 31 March 2017	As at 31 March 2016
A.	<b>Tangible Assets</b>										
	Computers Cost Additions	12,632	868	-	13,500	6,290	1,951	-	8,240	5,259	6,342
	Equipment Cost Additions	2,459	-	-	2,459	2,459	-	-	2,459	-	-
	Furniture & Fixture Cost Additions	29,015	-	-	29,015	19,017	4,738	-	23,755	5,260	9,998
	Software_Intangibles	4,136	906	-	5,042	1,286	1,008	-	2,295	2,747	2,850
	<b>Total</b>	<b>48,242</b>	<b>1,774</b>	<b>-</b>	<b>50,016</b>	<b>29,052</b>	<b>7,697</b>	<b>-</b>	<b>36,749</b>	<b>13,267</b>	<b>19,191</b>

Notes Accompanying to the financial statement for the year ended 31 March,2017

Note No.

CURRENT ASSETS

8	INVENTORIES	As at		As at	
		31 March, 2017		31 March, 2016	
		\$		\$	
	Finished Goods	4,798,476		3,323,173	
		<u>4,798,476</u>		<u>3,323,173</u>	
9	TRADE RECEIVABLES	As at		As at	
		31 March, 2017		31 March, 2016	
		\$		\$	
	Third Party	3,791,272		3,218,173	
	Intecompany	635,621		1,505,375	
		<u>4,426,893</u>		<u>4,723,548</u>	
	Less : Provision for Doubtful Debts brought forward			-	
	Less : Provison appropriated to Investment			-	
		<u>4,426,893</u>		<u>4,723,548</u>	
		<u>4,426,893</u>		<u>4,723,548</u>	
10	CASH AND BANK BALANCES	As at		As at	
		31 March, 2017		31 March, 2016	
		\$		\$	
	<u>Cash &amp; Cash Equivalents</u>				
	Balance with Banks	12,911		109,386	
	Cash on hand	1,126		1,126	
		<u>14,037</u>		<u>110,512</u>	
11	SHORT TERM LOANS AND ADVANCES	As at		As at	
	<i>(Unsecured and considered good unless otherwise stated)</i>	31 March, 2017		31 March, 2016	
		\$		\$	
	Prepaid Expenses	40,514		40,216	
	Security Deposits	1,316		1,316	
		<u>41,829</u>		<u>41,532</u>	

12	<b>REVENUE FROM OPERATIONS</b>	<b>Year ended</b> <b>31st Mar, 2017</b>	<b>Year ended</b> <b>31 March, 2016</b>
	<i>Sale of Products:</i>	\$	\$
	Export Sales	5,553,313	5,589,919
	Domestic Sales	15,271,572	10,176,605
		<u>20,824,885</u>	<u>15,766,524</u>
13	<b>OTHER INCOME</b>	<b>Year ended</b> <b>31 March, 2017</b>	<b>Year ended</b> <b>31 March, 2016</b>
		\$	\$
	Miscellaneous Income	7,244	22,236
		<u>7,244</u>	<u>22,236</u>
14	<b>PURCHASES OF STOCK-IN-TRADE</b>	<b>Year ended</b> <b>31 March, 2017</b>	<b>Year ended</b> <b>31 March, 2016</b>
		\$	\$
	Purchases of Finished Goods	17,828,530	13,350,226
		<u>17,828,530</u>	<u>13,350,226</u>
15	<b>CHANGES IN STOCK-IN-TRADE</b>	<b>Year ended</b> <b>31 March, 2017</b>	<b>Year ended</b> <b>31 March, 2016</b>
	Decrease/(Increase) of Stock-in-Trade consists of	\$	\$
	<b>Finished Goods:</b>		
	<i>Opening Stocks</i>		
	Finished Goods	3,323,173	2,486,751
		<u>3,323,173</u>	<u>2,486,751</u>
	<i>Less: Closing Stocks</i>		
	Finished Goods	4,798,476	3,323,173
		4,798,476	3,323,173
		(1,475,303)	(836,422)
		<u>(1,475,303)</u>	<u>(836,422)</u>
16	<b>EMPLOYEES BENEFIT EXPENSE</b>	<b>Year ended</b> <b>31 March, 2017</b>	<b>Year ended</b> <b>31 March, 2016</b>
		\$	\$
	Salaries, Wages, Bonus etc.	1,255,924	689,553
	Contributions to Provident and Other Funds (Social Insurance)	197,146	243,837
		<u>1,453,069</u>	<u>933,390</u>
17	<b>FINANCE COST</b>	<b>Year ended</b> <b>31 March, 2017</b>	<b>Year ended</b> <b>31 March, 2016</b>
		\$	\$
	Finance Charges	851	4,392
		<u>851</u>	<u>4,392</u>

18 OTHER EXPENSES

a. MANUFACTURING EXPENSES

	Year ended 31 March, 2017	Year ended 31 March, 2016
	\$	\$
Cost of samples	574,403	277,972
Other Manufacturing Expenses	887,142	479,589
	<u>1,461,545</u>	<u>757,561</u>

b. ADMINISTRATIVE & SELLING EXPENSES

	Year ended 31 March, 2017	Year ended 31 March, 2016
	\$	\$
Rent, Rates & Taxes	48,752	47,416
Insurance	32,290	32,053
Travelling and Conveyance	126,771	73,228
Legal and Professional	33,549	25,461
Postage and Telephone	10,660	9,500
Advertisement & Business Promotion	519,953	533,204
Donation	13,350	-
Packing and Forwarding	-	50,649
Misc. Expenses	103,003	117,711
	<u>888,328</u>	<u>889,222</u>
<b>Total Other Expenses</b>	<u><u>2,349,873</u></u>	<u><u>1,646,783</u></u>

*For NWK CPA, PLLC*  
Austin, Texas

*For and on behalf of the Board*

Neerja Kwatra  
Certified Public Accountant

Director

Place: Austin, Texas  
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