

NOTICE

Notice is hereby given that the 26th **Annual General Meeting** of the Members of **Lypsa Gems & Jewellery Ltd** [CIN- L28990GJ1995PLC028270] will be held on Thursday, 30th **SEPTEMBER, 2021 at 3.00 P.M.** at-- Wing A, 2nd Block, 202-302, Orchid Complex, Opp. HDFC Bank, Chhapi-Pirojpur Road, Chhapi, Vadgam Banas Kantha GJ 385210 Gujarat, to transact the following business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the audited Balance Sheet as on **31st March 2021**, the Profit and Loss Account for the year ended **31st March 2021** and the Directors' Report and Auditors' Report thereon.
2. To appoint Director in place of Mrs. Sonal Dipan Patwa (02579452) who retires by rotation and being eligible offers himself for reappointment.

DATE-05.09.2021.

PLACE- BANASKATHA

For Lypsa Gems & Jewellery Ltd

SD/- (Manish Janani) Managing Director (DIN: 02579381)	SD/- (Dipan Patwa) Chairman (DIN: 2579405)	SD/- (Jeeyan Patwa) Director (DIN: 02579469)
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NOTES

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY/ PROXIES TO ATTEND AND VOTE INSTEAD OF HIMSELF/ HERSELF. SUCH A PROXY/ PROXIES NEED NOT BE A MEMBER OF THE COMPANY. The instrument of Proxy in order to be effective, should be deposited at the Registered Office of the Company, duly completed and signed, not less than 48 hours before the commencement of AGM. A Proxy form is sent herewith. Proxies submitted on behalf of the companies, societies etc., must be supported by an appropriate resolution / authority, as applicable.

A person can act as proxy on behalf of members not exceeding fifty (50) and holding in the aggregate not more than ten percent of the total share capital of the company carrying voting rights. In case a proxy is proposed to be appointed by a member holding more than 10% of the total share capital of the Company carrying voting rights, then such proxy shall not act as a proxy for any other person or member.

2. The Register of Members and Share Transfer Books of the Company will remain closed from the **Friday, 24th September, 2021 to Thursday, 30th September, 2021.** (both days inclusive).

LYPSA GEMS & JEWELLERY LIMITED. CIN : L28990GJ1995PLC028270

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Corp. Off. : Mehta Mahal, 2nd floor, North Side, Opp. roxy Cinema, 15th Mathew road, Opera House, Mumbai-400004
Tel : +91 22 2367 9792 | Email : info@lypsa.in



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3. Members, Proxies and Authorized Representatives are requested to bring to the meeting, the Attendance Slip enclosed herewith, duly completed and signed, mentioning therein details of their DP ID and Client ID / Folio No.
4. Members are requested to intimate changes, if any, pertaining to their name, postal address, email address, telephone/mobile numbers, mandates, nominations, power of attorney, bank details such as, name of the bank and branch details, bank account number, MICR code, IFSC code, etc., to their DPs in case the shares are held by them in electronic form and to the Company's Registrar and Transfer Agent, "**Satellite Corporate Services Private Limited**", in case the shares are held by them in physical form.

SEBI has mandated the submission of Permanent Account Number (PAN) by every participant in securities market. Members holding shares in electronic form are, therefore, requested to submit the PAN to their DPs with whom they are maintaining their demat accounts. Members holding shares in physical form can submit their PAN details to **Satellite Corporate Services Private Limited**

5. As per Regulation 40 of SEBI Listing Regulations, as amended, securities of listed companies can be transferred only in dematerialized form with effect from April 1, 2019, except in case of request received for transmission or transposition of securities. In view of this and to eliminate all risks associated with physical shares and for ease of portfolio management, members holding shares in physical form are requested to consider converting their holdings to dematerialized form. Members can contact the Company or **Satellite Corporate Services Private Limited** ,for assistance in this regard.
6. Members holding shares in physical form, in identical order of names, in more than one folio are requested to send to the Company or **Satellite Corporate Services Private Limited**, the details of such folios together with the share certificates for consolidating their holdings in one folio. A consolidated share certificate will be issued to such Members after making requisite changes.
7. In case of joint holders attending the AGM, the Member whose name appears as the first holder in the order of names as per the Register of Members of the Company will be entitled to vote.
8. Members intending to require information about Accounts in the Meeting are requested to inform the Company at least 7 days in advance of the AGM.
9. The Notice of the AGM along with the **Annual Report 2020-21** is being sent by electronic mode to those Members whose e-mail addresses are registered with the Company / Depositories, unless any Member has requested for a physical copy of the same. For Members who have not registered their e-mail addresses, physical copies are being sent by the permitted mode. Members may note that this Notice and the **Annual Report 2020-21**, will also be available on the Company's website.

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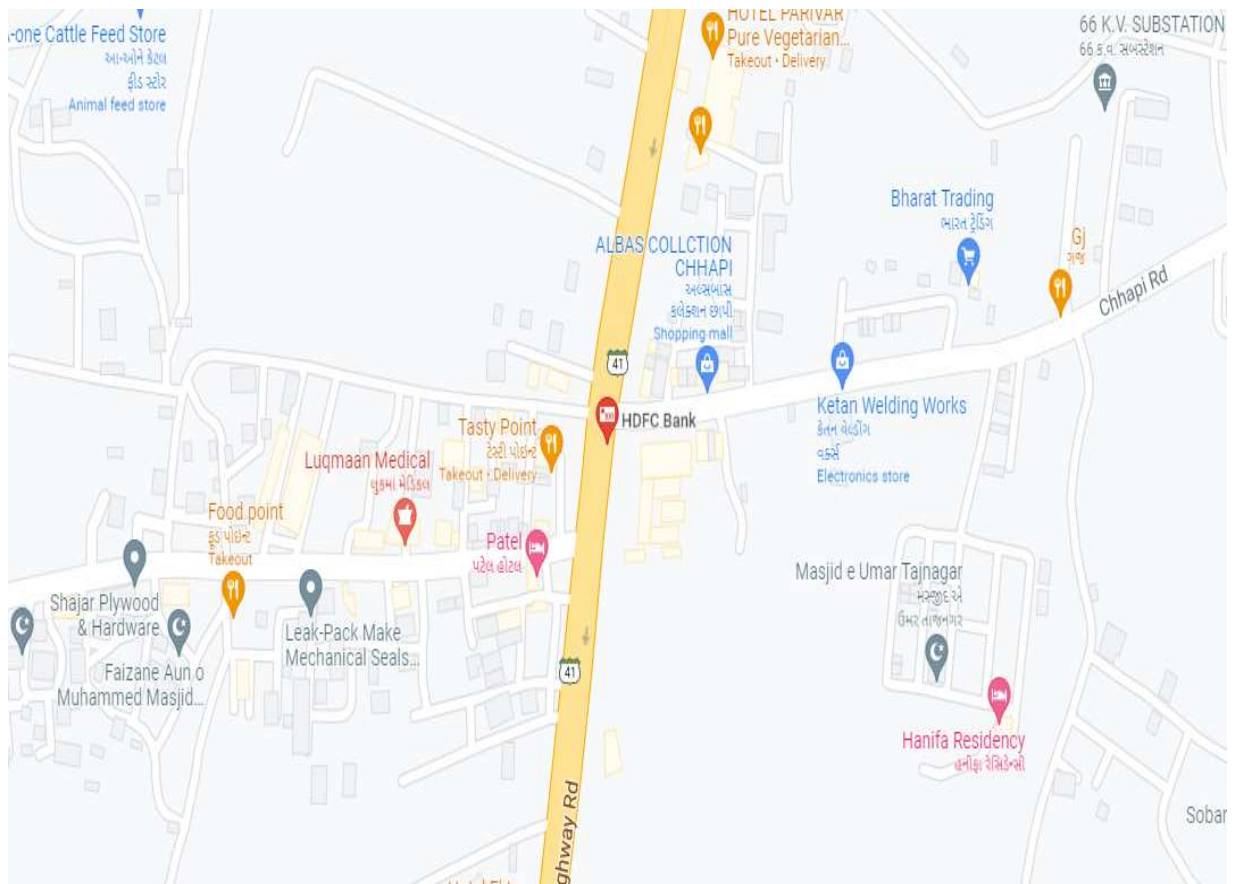
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10. To support the 'Green Initiative', Members who have not registered their e-mail addresses are requested to register the same with DPs / **Satellite Corporate Services Private Limited.**

11. All documents referred to in the accompanying Notice of the AGM and explanatory statement shall be open for inspection without any fee at the registered office of the Company during normal business hours on any working day upto and including the date of the AGM of the Company.

12. The route map showing directions to reach the venue of the AGM is annexed herewith with.

Venue: Wing A, 2nd Block, 202-302, Orchid Complex, Opp. HDFC Bank, Chhapi-Pirojpura Road, Chhapi, Vadgam Banas Kantha, GJ 385210 Gujarat



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13. THE INTRUCTIONS OF SHAREHOLDERS FOR REMOTE E-VOTING AND E-VOTING DURING AGM ARE AS UNDER:

1. The voting period begins on **27.09.2021 AT 09.00 A.M. and ends on 29.09.2021 AT 5.00 P.M.** During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the **cut-off date of 23rd September, 2021**, may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
2. Shareholders who have already voted prior to the meeting date would not be entitled to vote at the meeting venue.
3. Pursuant to SEBI Circular No. **SEBI/HO/CFD/CMD/CIR/P/2020/242 dated 09.12.2020**, under Regulation 44 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, listed entities are required to provide remote e-voting facility to its shareholders, in respect of all shareholders' resolutions. However, it has been observed that the participation by the public non-institutional shareholders/retail shareholders is at a negligible level.

Currently, there are multiple e-voting service providers (ESPs) providing e-voting facility to listed entities in India. This necessitates registration on various ESPs and maintenance of multiple user IDs and passwords by the shareholders.

In order to increase the efficiency of the voting process, pursuant to a public consultation, it has been decided to enable e-voting to **all the demat account holders, by way of a single login credential, through their demat accounts/ websites of Depositories/ Depository Participants**. Demat account holders would be able to cast their vote without having to register again with the ESPs, thereby, not only facilitating seamless authentication but also enhancing ease and convenience of participating in e-voting process.

4. In terms of SEBI circular no. SEBI/HO/CFD/CMD/CIR/P/2020/242 dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are advised to update their mobile number and email Id in their demat accounts in order to access e-Voting facility.



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Pursuant to abovesaid SEBI Circular, Login method for e-Voting and joining virtual meetings for **Individual shareholders holding securities in Demat mode** is given below:

Type of shareholders	Login Method
Individual Shareholders holding securities in Demat mode with CDSL	<p>1) Users who have opted for CDSL Easi / Easiest facility, can login through their existing user id and password. Option will be made available to reach e-Voting page without any further authentication. The URL for users to login to Easi / Easiest are https://web.cdslindia.com/myeasi/home/login or visit www.cdslindia.com and click on Login icon and select New System Myeasi.</p> <p>2) After successful login the Easi / Easiest user will be able to see the e-Voting option for eligible companies where the evoting is in progress as per the information provided by company. On clicking the evoting option, the user will be able to see e-Voting page of the e-Voting service provider for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. Additionally, there is also links provided to access the system of all e-Voting Service Providers i.e. CDSL/NSDL/KARVY/LINKINTIME, so that the user can visit the e-Voting service providers' website directly.</p> <p>3) If the user is not registered for Easi/Easiest, option to register is available at https://web.cdslindia.com/myeasi/Registration/EasiRegistration</p> <p>4) Alternatively, the user can directly access e-Voting page by providing Demat Account Number and PAN No. from a e-Voting link available on www.cdslindia.com home page. The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the Demat Account. After successful authentication, user will be able to see the e-Voting option where the evoting is in progress and also able to directly access the system of all e-Voting Service Providers.</p>
Individual Shareholders holding securities in demat mode with NSDL	<p>1) If you are already registered for NSDL IDeAS facility, please visit the e-Services website of NSDL. Open web browser by typing the following URL: https://eservices.nsdl.com either on a Personal Computer or on a mobile. Once the home page of e-Services is launched, click on the "Beneficial Owner" icon under "Login" which is available under 'IDeAS' section. A new screen will open. You will have to enter your User ID and Password. After successful authentication, you will be able to see e-Voting services. Click on "Access to e-Voting" under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider name and you will be re-directed to e-Voting service provider</p>

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	<p>website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.</p> <p>2) If the user is not registered for IDeAS e-Services, option to register is available at https://eservices.nsdl.com. Select “Register Online for IDeAS “Portal or click at https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp</p> <p>3) Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsdl.com/ either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon “Login” which is available under ‘Shareholder/Member’ section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting</p>
Individual Shareholders (holding securities in demat mode) login through their Depository Participants	<p>You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. After Successful login, you will be able to see e-Voting option. Once you click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.</p>

Important note: Members who are unable to retrieve User ID/ Password are advised to use Forget User ID and Forget Password option available at abovementioned website.

Helpdesk for Individual Shareholders holding securities in demat mode for any technical issues related to login through Depository i.e. CDSL and NSDL

Login type	Helpdesk details
Individual Shareholders holding securities in Demat mode with CDSL	Members facing any technical issue in login can contact CDSL helpdesk by sending a request at helpdesk.evoting@cdslindia.com or contact at 022-23058738 and 22-23058542-43.
Individual Shareholders holding securities in Demat mode with NSDL	Members facing any technical issue in login can contact NSDL helpdesk by sending a request at evoting@nsdl.co.in or call at toll free no.: 1800 1020 990 and 1800 22 44 30

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5. Login method for e-Voting and joining virtual meeting for **shareholders other than individual shareholders holding in Demat form & physical shareholders.**

- 1) The shareholders should log on to the e-voting website www.evotingindia.com.
- 2) Click on “Shareholders” module.
- 3) Now enter your User ID
 - a. For CDSL: 16 digits beneficiary ID,
 - b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
 - c. Shareholders holding shares in Physical Form should enter Folio Number registered with the Company.
- 4) Next enter the Image Verification as displayed and Click on Login.
- 5) If you are holding shares in demat form and had logged on to www.evotingindia.com and voted on an earlier e-voting of any company, then your existing password is to be used.
- 6) If you are a first-time user follow the steps given below:

For Shareholders holding shares in Demat Form other than individual and Physical Form	
PAN	Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders) Shareholders who have not updated their PAN with the Company/Depository Participant are requested to use the sequence number sent by Company/RTA or contact Company/RTA.
Dividend Bank Details OR Date of Birth (DOB)	Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the company records in order to login. If both the details are not recorded with the depository or company, please enter the member id / folio number in the Dividend Bank details field as mentioned in instruction (v).

6. After entering these details appropriately, click on “SUBMIT” tab.
7. Shareholders holding shares in physical form will then directly reach the Company selection screen. However, shareholders holding shares in demat form will now reach ‘Password Creation’ menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.



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8. For shareholders holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
9. Click on the EVSN for the relevant **LYPSA GEMS & JEWELLERY LIMITED**, on which you choose to vote.
10. On the voting page, you will see “RESOLUTION DESCRIPTION” and against the same the option “YES/NO” for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
11. Click on the “RESOLUTIONS FILE LINK” if you wish to view the entire Resolution details.
12. After selecting the resolution, you have decided to vote on, click on “SUBMIT”. A confirmation box will be displayed. If you wish to confirm your vote, click on “OK”, else to change your vote, click on “CANCEL” and accordingly modify your vote.
13. Once you “CONFIRM” your vote on the resolution, you will not be allowed to modify your vote.
14. You can also take a print of the votes cast by clicking on “Click here to print” option on the Voting page.
15. If a demat account holder has forgotten the login password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
16. **Facility for Non – Individual Shareholders and Custodians –Remote Voting**
 - Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on to www.evotingindia.com and register themselves in the “Corporates” module.
 - A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.
 - After receiving the login details a Compliance User should be created using the admin login and password. The Compliance User would be able to link the account(s) for which they wish to vote on.
 - The list of accounts linked in the login should be mailed to helpdesk.evoting@cdslindia.com and on approval of the accounts they would be able to cast their vote.
 - A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
 - Alternatively Non Individual shareholders are required to send the relevant Board Resolution/ Authority letter etc. together with attested specimen signature of the duly

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authorized signatory who are authorized to vote, to the Scrutinizer and to the Company at the email address viz; info@lypsa.in (designated email address by company), if they have voted from individual tab & not uploaded same in the CDSL e-voting system for the scrutinizer to verify the same.

PROCESS FOR THOSE SHAREHOLDERS WHOSE EMAIL/MOBILE NO. ARE NOT REGISTERED WITH THE COMPANY/DEPOSITORIES.

1. For Physical shareholders- please provide necessary details like Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) by email to **Company/RTA email id** info@lypsa.in.
2. For Demat shareholders, Please update your email id & mobile no. with your respective Depository Participant (DP)
3. For Individual Demat shareholders – Please update your email id & mobile no. with your respective Depository Participant (DP) which is mandatory while e-Voting & joining virtual meetings through Depository.

If you have any queries or issues regarding attending AGM & e-Voting from the CDSL e-Voting System, you can write an email to helpdesk.evoting@cdslindia.com or contact at 022- 23058738 and 022-23058542/43.

All grievances connected with the facility for voting by electronic means may be addressed to **Mr. Rakesh Dalvi, Sr. Manager, (CDSL,)** Central Depository Services (India) Limited, A Wing, 25th Floor, Marathon Futurex, Mafatlal Mill Compounds, N M Joshi Marg, Lower Parel (East), Mumbai - 400013 or send an email to helpdesk.evoting@cdslindia.com or call on **022-23058542/43**.

**By Order of the Board
For, LYPSA GEMS & JEWELLERY LIMITED**

**Date: 05/09/2021
Place: BANASKATHA**

**Sd/-
JEEYAN PATWA
Director
DIN- 02579469**

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Annexure to Item No. 2 of the Notice

Details of Directors seeking reappointment at the ensuing Annual General Meeting
(Pursuant to Regulation 24(6) and 36(3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Secretarial Standard on General Meetings (“SS-2”), issued by the Institute of Company Secretaries of India)

Name of the Director	Mrs. Sonal Ptwa
Director Identification Number (DIN)	02579452
Date of Birth	
Nationality	Indian
Date of Appointment	
Qualification	• Graduate
Expertise in specific functional Area and experience	Finance and Consulting
Remuneration last drawn (including sitting fees, if any)	
Directorship in other Companies as on 31.03.2020 (excluding Foreign, private and Section 8 companies)	NA
No. of Shares held in the Company as on 31.03.2020 (Face Value ₹ 10/- per share)	0
Relationship with other Directors, Manager and Key Managerial Personnel of the Company	RELATIVE

Dated: 05.09.2021
Place: Banaskatha

BY ORDER OF THE BOARD
SD/-

MANAGING DIRECTOR

26th Annual Report Of

Lypsa Gems & Jewellery Ltd

For The Year

2020-21



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Board of Directors

Name of Director	Category of Director
Mr. Manish Jaysukhlal Janani	Managing Director and Chief Executive Officer
Mr. Dipankumar Babulal Patwa	Chairman & Jt. Managing Director
Mr. Jeeyan Dipankumar Patwa	Executive Director
Mr. Ravindra Chandulal Sanghavi	Independent and Non Executive Director
Mr. Rakesh Bhanuchandra Vakharia	Independent and Non Executive Director
Mr. Bhavesh Shashikant Sheth	Independent and Non Executive Director
Mr. Deepak Chhaganlal Rathod	Independent and Non Executive Director
Mrs. Sonal Dipen Patwa	Non Independent Executive Director
Mrs. Preeti Agarwal	Company Secretary and Compliance Officer

Auditors

M/s M/s. D G M S & Co. , Chartered Accountant, Mumbai

Registered Office

Wing A, 2nd Block, 202-302, Orchid Complex, Opp. HDFC Bank, Chhapi-Pirojpur
Road, Chhapi, Vadgam Banas Kantha GJ 385210

Corporate office

Mehta Mahal, 2nd Floor , North Side, Opp. Roxy Cinema, 15, Mathew Road, Opera
house Mumbai 400004.

Bankers

Bank of India
Punjab National Bank

Communication

Email Id: info@lypsa.in
Website: www.lypsa.in

DIRECTORS' REPORT

2020-21

To,
The Members,
Lypsa Gems & Jewellery Ltd

The Directors' present the Annual report on the business and operations of your Company for the year **2020-21**.

1. FINANCIAL RESULTS AND OPERATIONAL REVIEW:

Particulars	Year Ended 31.03.2021 (lacs).	Year Ended 31.03.2020 (in lacs).
Gross Sales/Income	841.08	2069.54
Less Depreciation	33.63	34.16
Profit/(Loss) before Tax	16.25	3.82
Deferred Taxes	1.10	0.17
Profit/(Loss) After Taxes	17.36	2.15
Basic EPS	0.01	0.00
Diluted eps	0.01	0.00

Your Directors earned the profit after tax of Rs. **17.36 Lacs** . Directors are exploring various other opportunities to get Better Growth during the current year.

2. DIRECTORS:

- a) **Mrs. Sonal Patwa** Director of the Company are liable to retire by rotation at the ensuing Annual General Meeting and being eligible, offer themselves for re-appointment.
- b) **Declaration by an Independent Director(s) and reappointment, if any**
All Independent Directors have given declarations that they meet the criteria of independence as laid down under Section 149(6) of the Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
- c) **Formal Annual Evaluation**
Pursuant to the provisions of the Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Board has carried out an annual performance evaluation of its own performance, the directors individually as well as the evaluation of the working of its Audit, Nomination and Remuneration Committees. The manner in which the evaluation has been carried out has been explained in the Corporate Governance Report.

Remuneration Policy

The Board has, on the recommendation of the Nomination & Remuneration Committee framed a policy for selection and appointment of Directors, Senior Management and their remuneration. The Remuneration Policy is stated in the Corporate Governance Report.

d) Number of Meetings of the Board of Directors and Audit Committee

A calendar of Meetings is prepared and circulated in advance to the Directors.

During the year **4 Board Meetings and 4 Audit Committee** Meetings were convened and held. The details of which are given in the Corporate Governance Report. The intervening gap between the Meetings was within the period prescribed under the Companies Act, 2013.

3. DIVIDEND:

Since the Company has not made sufficient profit, the directors are unable to recommend any dividend during the year under review.

4. NATURE OF BUSINESS:

The Company is engaged in the business of trading, import, export, making and polishing activities of diamonds, gems and other precious stones.

There was no change in the nature of the business of the Company during the year under review.

5. REPORT ON PERFORMANCE AND FINANCIAL POSITION OF SUBSIDIARIES, ASSOCIATES AND JOINT VENTURE COMPANIES:

The Company has 100% Subsidiary "Lypsa Gems & Jewellery DMCC (entities together termed as the Lypsa Group) in Dubai. Hence, details for the same are not required to mention here.

6. TRANSFER TO RESERVES:

The company has not transferred any amount to General Reserve.

7. SHARE CAPITAL:

There were no changes in share capital of the company during the period under review.

8. FINANCE/BORROWINGS:

Debt of the Company stands to **Rs. 2060.46 Lacs as on 31st March, 2021.**

9. FIXED DEPOSITS:

The Company has not accepted or renewed any deposits during the year. There are no outstanding and overdue deposits as at **31st March, 2021**

10. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS UNDER SECTION 186:

Details of Loans, Guarantees and Investments covered under the provisions of Section 186 of the Companies Act, 2013 are given in the notes to the Financial Statements.

11. DETAILS IN RESPECT OF ADEQUACY OF INTERNAL FINANCIAL CONTROLS WITH REFERENCE TO THE FINANCIAL STATEMENTS:

The Company has adequate of internal financial controls with reference to the Financial Statements during the year under review.

12. CORPORATE SOCIAL RESPONSIBILITY:

During the year under review, the Company did not fall under the criteria of “Corporate Social Responsibility” pursuant to the provisions of Section 135 of the Companies Act, 2013 read with the Companies (Corporate Social Responsibility Policy) Rules, 2014.

This is a commitment to safeguard the health and safety of our employees and neighbors’, to support the local economy and to treat our staff fairly. It is about creating wealth for all our stakeholders, embracing diversity, minimizing resource consumption and reducing our greenhouse gas emissions.

However, we recognize that we will have to be innovative and draw on our key strength - our motivated staff - in order to deliver the lasting positive outcomes that are at the core of our commitment to sustainability.

13. BUSINESS RISK MANAGEMENT:

Risk management is embedded in your company’s operating framework. Your company believes that managing risk helps in maximizing returns. The company’s approach to addressing business risk is comprehensive and includes periodic review of such risks and a framework for mitigating controls and reporting mechanism of such risks. The risk management framework is reviewed periodically by the Board and the Audit Committee. Some of the risks that the company is exposed to are:

14. Commodity Price Risks--

The Company is exposed to the risk of price fluctuation of raw material as well as finished goods. The company proactively manages these risks through forward booking, Inventory management and proactive vendor development practices. The Company’s reputation for quality, product differentiation and service, coupled with existence of powerful brand image with robust marketing network mitigation the impact the impact of price risk on finished goods.

15. Regulatory Risks

The company is exposed to risks attached to various statues and regulations including the company Act. The company is mitigating these risks through regular review of legal compliances carried out through internal as well as external compliance audits.

16. Human Resources Risks

Retaining the existing talent pool and attracting new talent are major risks. The company has initiated various measures including rolling out strategic talent management system, training and integration of learning and development activities.

17. Strategic Risks

Emerging businesses, capital expenditure for capacity expansion, etc., are normal strategic risk faced by the company. However, the company has well-defined processes and procedures for obtaining approvals for investments in new business and capacity expansion etc.

18. INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY:

The Company has an Internal Control System, commensurate with the size, scale and complexity of its operations. During the year under review, the company retained external audit firm to review its existing internal control system with a view of tighten the same and introduce system of self certification by all the process owners to ensure that internal controls over all the key business processes are operative. The scope and authority of the Internal Audit (IA) function is defined in the Internal Audit Charter.

The Internal Audit Department monitors and evaluates the efficacy and adequacy of internal control system in the Company, its compliance with operating systems, accounting procedures and policies at all locations of the Company and its subsidiaries. Based on the report of internal audit function, process owners undertake corrective action in their respective areas and thereby strengthen the controls. Significant audit observations and corrective actions thereon are presented to the Audit Committee of the Board.

19. VIGIL MECHANISM / WHISTLE BLOWER POLICY:

In pursuant to the provisions of section 177(9) & (10) of the Companies Act, 2013 and Regulation 22 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, a Vigil Mechanism for directors and employees to report genuine concerns has been established. The Vigil Mechanism Policy has been uploaded on the website of the Company at http://www.lypsa.in/16-17/3Whistle_Blower_Policy.pdf

20. DIRECTORS' RESPONSIBILITY STATEMENT:

To the best of their knowledge and belief and according to the information and explanations obtained by them, your Directors make the following statements in terms of Section 134(3)(c) of the Companies Act, 2013:

- a. that in the preparation of the annual financial statements for the year ended **March 31, 2021**, the applicable accounting standards have been followed along with proper explanation relating to material departures, if any;
- b. that such accounting policies have been selected and applied consistently and judgment and estimates have been made that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at March 31, 2021 and of the profit of the Company for the year ended on that date;
- c. that proper and sufficient care has been taken for the maintenance of adequate accounting

- records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- d. that the annual financial statements have been prepared on a going concern basis
 - e. that proper internal financial controls were in place and that the financial controls were adequate and were operating effectively;
 - f. that systems to ensure compliance with the provisions of all applicable laws were in place and were adequate and operating effectively.

21. RELATED PARTY TRANSACTIONS:

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. There were no materially significant related party transactions made by the Company with Promoters, Directors, Key Managerial Personnel or other designated persons which may have a potential conflict with the interest of the Company at large.

22. SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS:

There are no significant material orders passed by the Regulators / Courts which would impact the going concern status of the Company and its future operations.

23. MATERIAL CHANGES AND COMMITMENT:

No material changes and commitments affecting the financial position of the company occurred between the end of the financial year to which this financial statements relate on the date of this report.

24. DETAIL OF FRAUD AS PER AUDITORS REPORT:

There is no fraud in the Company during the Financial Year ended 31st March, 2021. This is also being supported by the report of the auditors of the Company as no fraud has been reported in their audit report for the **financial year ended 31st March, 2021.**

25. BOARD'S COMMENT ON THE AUDITORS' REPORT:

There were no qualifications, reservations or adverse remarks made by Auditors in their respective reports. Observation made by the Statutory Auditors in their Report are self explanatory and therefore, do not call for any further comments under section 134(3)(f) of the Companies Act, 2013.

26. AUDITORS:

A. Statutory Auditors:

The Company's Auditors, M/s. D.G.M.S. & Co. , Mumbai , has been re appointed, in Annual General Meeting of the Company and shall hold the office upto the Financial year 2023-24.

They have confirmed their eligibility under Section 141 of the Companies Act, 2013 and the Rules framed thereunder for reappointment as Auditors of the Company. As required under SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015, the auditors have also confirmed that they hold a valid certificate issued by the Peer Review Board of the Institute of Chartered Accountants of India.

B. Secretarial Audit:

Pursuant to the provisions of Section 204 of the Companies Act, 2013 and The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Company has appointed CS Shubham Agarwal, Practicing Company Secretary, to undertake the Secretarial Audit of the Company. The Secretarial Audit Report is annexed herewith as “Annexure -A”.

27. CORPORATE GOVERNANCE REPORT AND MANAGEMENT DISCUSSION & ANALYSIS:

Your Company is committed to the tenets of good Corporate Governance and has taken adequate steps to ensure that the requirements of Corporate Governance as laid down in SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015 are complied with.

As per SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015 with the Stock Exchanges, the Corporate Governance Report, Management Discussion and Analysis and the Auditor’s Certificate regarding compliance of conditions of Corporate Governance are attached separately and form part of the Annual Report.

28. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE:

The information on conservation of energy, technology absorption and foreign exchange earnings and outgo stipulated under Section 134(3)(m) of the Companies Act, 2013 read with Rule, 8 of The Companies (Accounts) Rules, 2014, is annexed herewith as “Annexure-B”.

29. EXTRACT OF THE ANNUAL RETURN:

The details forming part of the extract of the Annual Return in form MGT 9 is annexed herewith as “Annexure-C”.

30. PARTICULARS OF EMPLOYEES:

No information is required to be furnished as required under Rule, 5(2) and 5(3) of The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

31. DISCLOSURE AS PER SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013:

The Company has zero tolerance for sexual harassment at workplace and has adopted a policy against sexual harassment in line with the provisions of Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and the rules framed thereunder.

During the financial year 2020-2021, the company has not received any complaints on sexual harassment and hence no complaints remain pending as of **31 March, 2021**

32. SECRETARIAL STANDARDS:

The Directors State that applicable Secretarial Standards i.e. SS-1 and SS-2 relating to ‘Meetings of the Board of Directors’ and General Meetings’, respectively, have been duly followed by the Company.

33. ACKNOWLEDGMENT:

Your Directors thank the various Central and State Government Departments, Organizations and Agencies for the continued help and co-operation extended by them. The Directors also gratefully acknowledge all stakeholders of the Company viz. customers, members, dealers, vendors, banks and other business partners for the excellent support received from them during the year. The Directors place on record their sincere appreciation to all employees of the Company for their unstinted commitment and continued contribution to the Company.

For Lypsa Gems & Jewellery Limited

Date: 30.06.2021

Place: Banaskantha

**Sd/-
Manish Janani
Managing Director**

**Sd/-
Dipan Patwa
Chairman**

**Sd/-
Jeeyan Patwa
Director**

SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED 31st March, 2021

[Pursuant to section 204(1) of the Companies Act, 2013 and rule No.9 of the Companies (Appointment and Remuneration Personnel) Rules, 2014]

To,

The Members,

Lypsa Gems & Jewellery Limited (CIN: L28990GJ1995PLC028270)

Wing A, 2nd Block, 202-302, Orchid Complex, Opp. HDFC Bank, Chhapi-Pirojpora Road,
Chhapi, Vadgam, Banas Kantha - 385210

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by Lypsa Gems & Jewellery Limited. (hereinafter called “the company”) for the audit period covering the financial year ended on **31st March, 2021**. Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on our verification of company’s books, papers, minutes book, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, we hereby report that in our opinion, the company has, during the audit period covering the financial year ended on **31st March, 2021** complied with the statutory provisions listed hereunder and also that the Company has proper Board- processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

1. We have examined the books, papers, minutes books, forms and returns filed and other records maintained by the Company, for the financial year ended on 31st **March, 2021**, according to the provisions of:
 - (i) The Companies Act, 2013 (the Act) and the rules made there under and the Companies Act, 1956, to the extent it is applicable.
 - (ii) The Securities Contracts (Regulation) Act, 1956 (‘SCRA’) and the rules made there under;
 - (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed there under;
 - (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;

- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'): -
- (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
 - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992 (effective upto 14th May 2015 and the Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015 (effective from 15th May 2015);
 - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;
 - (d) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
 - (e) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirement) Regulations, 2015 (effective from 1st December, 2015)

We have also examined compliance of the following to the extent applicable:

- (i). Secretarial Standards with regard to Meeting of Board of Directors (SS-1) and General Meetings (SS-2) issued by The Institute of Company Secretaries of India (effective from 1st July, 2015); under the provisions of Companies Act, 2013;

We have relied upon the representation made by the Company and its Officers for systems and mechanism formed by the Company for compliances under applicable Acts, Laws and Regulations to the Company, as identified and confirmed by the management of the company and listed in Annexure -I to this report.

On the basis of our examination and representation made by the Company we report that during the period under review the Company has generally complied with the provisions of the Act, Rules, Regulations, Guidelines etc. mentioned above and there are no material non-compliances that have come to our knowledge except noncompliance in respect of:

- a) *The Company has not filed form IEPF 2, for unclaimed dividend as per provisions of section 96 read with subsection 2 of section 125 of The Companies Act, 2013 for uploading of information regarding unpaid and unclaimed amounts lying with companies.*
- b) *As per provisions, the company is required to deposit a sum of Rs.7,49,900/- towards unclaimed dividend for 2009-10 to Investor education and protection fund, the company has not deposited the same. And Company has to comply the provisions regarding it.*
- c) *As per information received from the management of the Company, the Company has not filed required returns to respective authorities as required under various acts like, Employees State Insurance Act 1948, PTRC (Maharashtra State Tax on Professions, Trades, Callings and Employments Act, 1975).*
- d) *The Company is not having factory licence.*
- e) *Various directors of the Company need to file DIR-3 KYC.*
- f) *The Company has not filed E form AOC-4 XBRL, to Registrar of Companies for the Financial Year 2019-20.*
- g) *Company has delayed in the filing of Annual Report to Stock Exchange for Financial Year 2019-20.*
- h) *The Company has not Published the Financial Results in Two Newspaper for September, 2020 quarter in the Financial Year 2020-21 under Regulation 47 of SEBI (LODR) Regulations 2015.*
- i) *Company has not filed the Audit Report to Stock Exchange with Annual Report under Regulation 34 of SEBI (LODR) Regulations 2015.*

We Further Report that, there were no actions/ events in pursuance of:

- a) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;
- b) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009;
- c) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998;
- d) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999 and The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014 notified on 28 October 2014.

requiring compliance thereof by the Company during the period under review

We further report that the Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

Decisions at the meetings of the Board of Directors of the Company were carried through on the basis of majority. There were no dissenting views by any member of the Board of Directors during the period under review.

We further report that the compliance by the company of applicable financial laws like direct and indirect tax laws and maintenance of financial records and books of account has not been reviewed in this Audit since the same have been subject to review by statutory financial auditor and other designated professional.

We further report that according to the information received from management of the company, number of employees of the company reduced from 100 to 10 and hence, there is no requirement of filling of returns under Employees State Insurance Act 1948 and Employees PF & Miscellaneous Provisions Act 1952, as to the best knowledge of the management of the company.

We further report that there are adequate systems and processes in the company commensurate with the size and operations of the company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

We further report that during the audit period there were no specific events / actions having a major bearing on the company's affairs except the following:

Date:- 30/06/2021

Signature:

Sd/-

**Place: AHMDABAD
UDIN- F008192C000547236**

**Shubham Agarwal
FCS No.: 8192 C. P. No.10640**

Note: This report is to be read with our letter of even date which is annexed as ANNEXURE- II and forms an integral part of this report.

ANNEXURE- I

List of applicable laws to the Company

1. The Company has complied with the laws and regulations applicable specifically to the Company and its business belongs to trading, import, export, making and polishing activities of diamonds, gems and other precious stones Industries:
 1. Central Sales Tax Act, 1956
 2. Gujarat Value Added Tax Act, 2003
 3. Employees State Insurance Act 1948
 4. Employees PF & Miscellaneous Provisions Act 1952
 5. Motor Vehicles Act 1988 as amended from time to time till date.
 6. Maharashtra State Tax on Professions, Trades, Callings and Employments Act, 1975
 7. Micro, Small and Medium Enterprises Development Act 2006
 8. Income Tax Act 1961
 9. Customs Act, 1962
 10. Factories Act, 1948

Date: 30/06/2021
Place: Ahmedabad

Signature: Sd/-
Name of Practicing Company Secretary: Shubham Agarwal
C. P. No.10640
FCS No.: 8192

Annexure II

To,

Lypsa Gems & Jewellery Limited (CIN: L28990GJ1995PLC028270)

Wing A, 2nd Block, 202-302, Orchid Complex,

Opp. HDFC Bank, Chhapi-Pirojpur Road,

Chhapi, Vadgam, Banas Kantha - 385210

Our report of even date is to be read along with this letter:

1. Maintenance of secretarial record is the responsibility of the management of the Company. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.
4. Wherever required, we have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
5. The compliance of the provisions of corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedures on test basis.
6. The secretarial audit report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

Date: 30/06/2021
Place: AHMEDABAD
Shubham Agarwal

Signature: Sd/-
Name of Practicing Company Secretary:

FORM NO. MGT 9
EXTRACT OF ANNUAL RETURN
As on financial year ended on 31.03.2021

**Pursuant to Section 92 (3) of the Companies Act, 2013 and rule 12(1) of the Company
(Management & Administration) Rules, 2014.**

I. REGISTRATION & OTHER DETAILS:

1.	CIN	L28990GJ1995PLC028270
2.	Registration Date	30/11/1995
3.	Name of the Company	Lypsa Gems & Jewellery Limited
4.	Category/Sub-category of the Company	Public Company
5.	Address of the Registered office & contact details	Wing A, 2nd Block, 202-302, Orchid Complex, Opp. HDFC Bank, Chhapi- Pirojpur Road, Chhapi, Vadgam Banas Kantha GJ 385210
6.	Whether listed company	Yes
7.	Name, Address & contact details of the Registrar & Transfer Agent, if any.	Name: Satellite Corporate Services Private Limited. Address: Unit No. 49, Bldg No. 13 A B, 2 nd floor, Samhita Commercial Co. Op. soc. Ltd, off. Andheri Kurla Road, MTNL Lane, Sakinaka, Mumbai-400072 Tell. 022-28520461

PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

(All the business activities contributing 10 % or more of the total turnover of the company shall be stated)

S. No.	Name and Description of main products / services	NIC Code of the Product/service	% to total turnover of the company
1	Trading and working in Diamond	71023100	100%

II. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES – SUBSIDIARY COMPANY

S. No.	Name and Address of the Company	CIN/GLN	Holding / Subsidiary / Associates	% of Shares Held	Applicable Section
1	Lypsa Gems & Jewellery DMCC	Not Available	Subsidiary	100%	2(87)

III. SHARE HOLDING PATTERN (Equity Share Capital Breakup as Percentage of Total Equity)

A. Category-wise Shareholding

Category of Shareholders	No. of Shares held at the beginning of the year 31-03-20				No. of Shares held at the end of the year 31-03-2021				% of Change
	Demat	Physical	Total	% of Total TOTS HR	Demat	Physical	Total	% of Total TOTS HR	
A. Promoters									
(1) Indian									
(g) Individuals/HUF	10724500	0	10724500	36.31	10724500	00	10724,500	36.37%	0.06
(h) Central Govt	0	0	0	0	0	0	0	0	0
(i) State Govt(s)	0	0	0	0	0	0	0	0	0
(j) Bodies Corp.	0	0	0	0	0	0	0	0	0
(k) Banks / FI	0	0	0	0	0	0	0	0	0
(l) Any Other....						0	0	0	0
* DIRECTORS	0	0	0	0	0	0	0	0	0
* DIRECTORS RELATIVES	0	0	0	0	0	0	0	0	0
* PERSON ACTING IN CONCERN	0	0	0	0	0	0	0	0	0
Sub Total (A)(1):-	10724500	0	10724500	36.31	10724500	0	10724500	36.37%	0.06
(2) Foreign									
(a) NRI Individuals	0	0	0	0	0	0	0	0	0
(b) Other Individuals	0	0	0	0	0	0	0	0	0

(c) Bodies Corp.	0	0	0	0	0	0	0	0	0
d) Banks / FI	0	0	0	0	0	0	0	0	0
(e) Any Other....	0	0	0	0	0	0	0	0	0
Sub Total (A)(2):-	0	0	0	0	0	0	0	0	0
Total shareholding of Promoter (A) = (A)(1)+(A)(2)	10724500	0	10724500	36.31	10724500	0	10754500	36.37	0.06
B. Public Shareholding									
(1) Institutions									
(a) Mutual Funds	0	0	0	0.00	0	0	0	0	0
(b) Banks, FI	180	0	180	0.00	180	0	180	0.00	0
(c) Central Govt	70000	0	70000	0.24	70,000	0	70,000	0.24	0.00
(d) State Govet(s)	0	0	0	0	0	0	0	0	0.00
(e) Venture Capital Funds	0	0	0	0	0	0	0	0	0
(f) Insurance Companies	0	0	0	0	0	0	0	0	0
(g) FIIs	0	0	0	0	0	0	0	0	0
(h) Foreign Venture Capital Funds	0	0	0	0	0	0	0	0	0
(i) Foreign Portfolio investors	588663	0	588663	2.00%	588663	0	588,663	1.99%	0.33%
* U.T.I.	0	0	0	0	0	0	0	0	0
* FINANCIAL INSTITUTIONS	0	0	0	0	0	0	0	0	0
* I.D.B.I.	0	0	0	0	0	0	0	0	0
* I.C.I.C.I.	0	0	0	0	0	0	0	0	0
* GOVERMENT COMPANIES	0	0	0	0	0	0	0	0	0
* STATE FINANCIAL CORPORATION	0	0	0	0	0	0	0	0	0
* QUALIFIED FOREIGN INVESTOR	0	0	0	0	0	0	0	0	0
* ANY OTHER	0	0	0	0	0	0	0	0	0
* PRIVATE SECTOR BANKS									
Sub-total (B)(1):-	658843	0	658843	2.23	658843	0	658843	2.23	0

(2) Non-Institutions										
<i>(a) Bodies Corp.</i>										
(i) Indian	3250868	3304000	6554868	22.23%	2883947	3304000	6187947	20.99	-	1.24%
(ii) Overseas	0	0	0	0	0	0	0	0	0	0
<i>(b) Individuals</i>	0	0	0	0	0	0	0	0	0	0
(i) Individual shareholders holding nominal share capital upto Rs. 1 lakh	5744116	757384	650,1500	22.05	6013284	757384	6770668	22.96%	-	0.91%
(ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh	3017033	564690	3581723	12.15	320,2216	564,690	3766,906	12.78%	-	0.63%
(c) Others (specify)	0	0	0	0	0	0	0	0	0	0
*LLP					0	0	0	0	0.00	
* N.R.I. (Non Repatriable)	46952	0	46952	0.16	46512	0	46512	0.16	0.00	
NRI Repatriable	617778	0	617,778	2.10	584160	0	584,160	1.98	-0.11	
* FOREIGN CORPORATE BODIES	0	0	0	0	0	0	0	0	0	0
* TRUST	0	0	0	0	0	0	0	0	0	0
* HINDU UNDIVIDED FAMILY	782544	0	782544	2.65	657224	0	657224	2.23	-0.43	
* EMPLOYEE	0	0	0	0	0	0	0	0	0	0
* MARKET MAKER	0	0	0	0	0	0	0	0	0	0
* CLEARING MEMBERS	15142	0	15142	0.05	87090	0	87090	0.30	0.24	
* DEPOSITORY RECEIPTS	0	0	0	0	0	0	0	0	0	0
* OTHER DIRECTORS & <i>RELATIVES/Friends</i>	150	0	150	0.00	150	0	150	0.00	0.00	
Sub-total (B)(2):-	13,474,583	462,6074	181,00,657	61.39	13474,583	4626074	18100657	61.39	0.00	
Total Public Shareholding (B) = (B)(1)+(B)(2)	14133426	462,6074	18759500	63.63	141,33,426	462,6074	1875,95,00	63.63	0.00	

C. Total shares held by Custodian ADR/GDR	0	0	0	0	0	0	0	0	0
GRAND TOTAL A+B+C	2485,7926	4626074	29484,000	100.00	24,857,926	4626074	29484,000	100.00	0.00

B) Shareholding of Promoter-

S. N.	Shareholder's Name	Shareholding at the beginning of the year		Shareholding at the end of the year		% change in shareholding during the year
		No. of Shares	% of total Shares of the company	No. of Shares	% of total Shares of the company	
1	Dipan B. Patwa	5392250	18.29	5392250	18.29	0.00
2	Manish J. Janani	5332250	18.09	5332250	18.09	0.00
	Total	10704500	36.31			

C) Change in Promoters' Shareholding (please specify, if there is no change)

S. N.	Particulars	Shareholding at the beginning of the year 31.03.2020		Cumulative Shareholding during the year 31.03.2021	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1	Dipan B. Patwa				
	At the beginning of the year	5392250	18.09	539,2250	18.29
	At the end of the year	5392250	18.09	539,2250	18.29
2	Manish J. Janani				

	At the beginning of the year	533,2250	18.09%	533,2250	18.09
	At the end of the year	5332250	18.09	533,2250	18.09

D) Shareholding Pattern of top ten Shareholders:

(Other than Directors, Promoters and Holders of GDRs and ADRs):

Sr. No.	Shareholder's Name	No. of Shares at the beginning of the year	% of total shares of the Company	Cumulative No. of shares during the year	% of shares of the Company during the year
1.	Keval Share Broking P. Ltd.	1265840	0.63%	1265840	4.29%
2.	Corporate Stock Broking Pvt Ltd.	630,000	2.14%	630,000	2.14%
3.	Antara India Evergreen Fund Ltd.	588663	0	588663	2%
4.	Damodar Chowdary Kuchi	458178	0	0	1.55%
5.	Dhanlaxmi Lease Finance Ltd	441,000	1.50	441000	1.5%
6.	Corporate Commodity Brokers Pvt Ltd	420,000	1.42	420,000	1.42%
7.	Corporate Share Registry Pvt Ltd	420,000	1.42	420,000	1.42%
8	Jayantilal Hansraj HUF	371971	0.00	241269	0.82%
9.	Ashtvinayak Traders Private Limited	294000	0.00	294000	1.00%
10.	Pradhan Dealers Private Limited	0	0	294000	1%

E) Shareholding of Directors and Key Managerial Personnel:

S N	Shareholding of each Directors and each Key Managerial Personnel	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1	Dipan B. Patwa – Managing Director				
	At the beginning of the year	5392250	18.29	5392250	18.29
	At the end of the year				
2.	Manish Janani				
	At the beginning of the year	5332250	18.09	5332250	18.09
	At the end of the year				

F) INDEBTEDNESS –

Indebtedness of the Company including interest outstanding/accrued but not due for payment. In lacs

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the <u>beginning of the financial year</u>				
i) Principal Amount	0.19	2060.46	0	2060.65
ii) Interest due but not paid				
iii) Interest accrued but not due				
Total (i+ii+iii)				
Change in Indebtedness during the financial year				
* Addition	0	0	0	0
* Reduction	0.19	0	0	0
Net Change				
Indebtedness at the <u>end of the financial year</u>				
i) Principal Amount	0.00	2060.46	0	2060.46
ii) Interest due but not paid				
iii) Interest accrued but not due				

XI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL-

A. Remuneration to Managing Director, Whole-time Directors and/or Manager:

SN.	Particulars of Remuneration	Name of MD/WTD/ Manager			Total Amount
			Dipan Patwa (Chairman)	Jeeyan Patwa (Director)	
1	Gross salary		0.00	0.00	0
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961				
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961				
	(c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961				
2	Stock Option				
3	Sweat Equity				
4	Commission - as % of profit - others, specify...				
5	Others, please specify				
	Total (A)		0.00	0	0
Ceiling as per the Act		The remuneration is not within the limits prescribed under the Companies Act, 2013.			

B. Remuneration to other directors

The Company has not paid remuneration to other Directors during the year under review.

C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD /MANAGER / WTD

SN	Particulars of Remuneration	Key Managerial Personnel		
			Company Secretary	Total
1	Gross salary		144,000	144,000
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961			
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961			
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961			

2	Stock Option				
3	Sweat Equity				
4	Commission				
	- as % of profit				
	others, specify...				
5	Others, please specify				
	Total			144,000	144,000

XII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:

Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment/ Compounding fees imposed	Authority [RD / NCLT/ COURT]	Appeal made, if any (give Details)
A. COMPANY		NIL			
Penalty					
Punishment					
Compounding					
B. DIRECTORS		NIL			
Penalty					
Punishment					
Compounding					
C. OTHER OFFICERS IN DEFAULT		NIL			
Penalty					
Punishment					
Compounding					

For Lypsa Gems & Jewellery Limited

Date: 30.06.2021.

Place: Banaskantha

**Sd/-
Manish Janani
Managing Director**

**Sd/-
Dipan Patwa
Chairman**

**Sd/-
Jeeyan Patwa
Director**

REPORT ON CORPORATE GOVERNANCE

[Pursuant to SEBI (Listing Obligations and Disclosure Requirement) Regulation, 2015.]

A. MANDATORY REQUIREMENTS

The Board of Directors of the Company gives due support to the principles behind the good Corporate Governance. Given below is a report on Corporate Governance:

1. COMPANY'S PHILOSOPHY ON CODE OF CORPORATE GOVERNANCE:

Corporate Governance is an integral part of value, ethics and best business practices followed by the Company. The core values of the Company are commitment to excellence and customer satisfaction, maximizing long-term value for stakeholders, socially valued enterprise and caring for people and environment.

Statutorily, Corporate Governance involves transparency, full disclosure, independent monitoring the state of affairs and being fair to all shareholders. The company's philosophy of corporate governance is not only to meet statutory requirements but also to go beyond that and to attain a high level of transparency and accountancy in the functioning of the Company and the conduct of the business both internal and external. This is done with the sole view to enhance shareholder's value.

2. BOARD OF DIRECTOR:

2.1 Composition of the Board:

The Board of Directors as at **31st March, 2021** comprises of eight directors including of four Executive and four Non-Executive Directors. Mr. Dipankumar Babulal Patwa is the Chairman & Managing Director of the Company and he conducts the day-to-day management of the Company, subject to the supervision and control of the Board of Directors. The independent directors on the Board are senior, competent and highly respected persons from their receptive fields.

The following is the Composition of the Board as **at 31st March, 2021--**

Sr. No.	Name of Director	Category	No. of Directorship(s) held in Indian public & private Limited Companies	Committee(s) position	
				Member	Chair man
1	Mr. Dipankumar	Chairman & Jt.	Nil	Nil	Nil

	Babulal Patwa	Managing Director			
2	Mr. Manish Jaysukhlal Janani	Managing Director	Nil	Nil	Nil
3	Mr. Jeeyan Dipankumar Patwa	Executive director	Nil	Nil	Nil
4	Mr. Ravindra Chandulal Sanghavi	Independent and Non Executive Director	Nil	Nil	Nil
5	Mr. Rakesh Bhanuchandra Vakharia	Independent and Non Executive Director	Nil	Nil	Nil
6	Mr. Bhavesh Shashikant Sheth	Independent and Non Executive Director	Nil	Nil	Nil
7	Mr. Deepak Chhaganlal Rathod	Independent and Non Executive Director	Nil	Nil	Nil
8	Mrs. Sonal Dipen Patwa	Non Independent and Non Executive Director	Nil	Nil	Nil

2.2 Responsibilities of the Board:

The responsibility such as policy formulation, performance review and analysis and control, direction and management of the affairs of the company is vested in the Board of Directors presided over by the Chairman and Managing Director. The Board has delegated some of its powers to the executives of the company. The Board reviews from time to time such delegated powers and their utilization for effective functioning of the Company.

2.2 Meeting and Attendance Record of Directors:

The meetings of the Board of Directors are held at periodical intervals and are generally at the registered office of the Company. The meeting dates are decided well in advance and the agenda and notes on agenda are circulated in advance to the directors. All material information is incorporated in the notes on agenda for facilitating meaningful and focused discussion at the meeting. Where it is not perusable to attach supporting or relevant documents to the agendas, the same is tabled before the meeting. In case of business exigencies or urgency of matters, resolutions are passed by circulation. Senior Management persons are often invited to attend the Board Meetings and provide clarifications as and when required.

During the year under review, the **Board met 4 times on the following dates:**

<u>31/07/2020</u>	<u>15/09/2020</u>	<u>12/11/2020</u>	<u>13/02/2021</u>
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2.4 Details of Directors seeking re-appointment at the ensuing Annual General Meeting:

As per the provisions of the Companies Act, 2013, two third of the directors of a company should be retiring directors, of which one third of such directors are required to retire every year and if eligible, they qualify for re-appointment.

Mr. JEEYAN PATWA of the Company who retire by rotation at the ensuing Annual General Meeting and offer themselves for re-appointment.

Details of Directors who are as Chairman and Directors in other Public Companies

None of the Directors on the Board is a member of more than 10 Committees and Chairman of more than 5 Committees [as specified in Regulation 26 of SEBI (Listing Obligations and Disclosure Requirement) Regulation, 2015] across all the Companies in which he is a director. The necessary disclosures regarding Directorship and Committee position have been made by the Company.

Directors who are on the Board of the Company **as on 31st March, 2021** and the same is reproduced herein below: ---Please refer Corporate Governance Reports.

Sr. No.	Name of Director	No of Directorship in other Public Companies	No. of Committees positions held as Chairman on other public Companies	No. of Committees positions held as member in other public Company
1.	Mr. Dipankumar Babulal Patwa	--	--	--
2.	Mr. Manish Jaysukhlal Janani	--	--	--
3.	Mr. Jeeyan Dipankumar Patwa	--	--	--
4.	Mr. Ravindra Chandulal Sanghavi	--	--	--
5.	Mr. Rakesh Bhanuchandra Vakharia	--	--	--
6.	Mr. Bhavesh Shashikant Sheth	--	--	--
7.	Mr. Deepak Chhaganlal Rathod	--	--	--
8.	Mrs. Sonal Dipen Patwa			

Independent Directors' Meeting:

During the year under review, the Meeting of Independent Directors was held on **13/02/2021**.

Familiarisation Programme for Independent Directors:

On appointment of an individual as Independent Director, the Company issues a formal Letter of Appointment to the concerned director, setting out in detail, the terms of appointment, duties and responsibilities. Each newly appointed Independent Director is taken through a formal familiarisation program. The programme also provides awareness of the Independent Directors on their roles, rights, responsibilities towards the Company. Further, the Familiarisation Programme also provides information relating to the financial performance of the Company and budget and control process of the Company.

Evaluation of the Board's Performance:

During the year, the Board adopted a formal mechanism for evaluating its performance and as well as that of its Committees and individual Directors, including the Chairman of the Board. The exercise was carried out through a structured evaluation process covering various aspects of the Boards functioning such as composition of the Board & committees, experience & competencies, performance of specific duties & obligations, governance issues etc. Separate exercise was carried out to evaluate the performance of individual Directors including the Board Chairman who were evaluated on parameters such as attendance, contribution at the meetings and otherwise, independent judgment, safeguarding of minority shareholders interest etc.

The evaluation of the Independent Directors was carried out by the entire Board and that of the Chairman and the Non-Independent Directors were carried out by the Independent Directors.

The Directors were satisfied with the evaluation results, which reflected the overall engagement of the Board and its Committees with the Company.

Code of Conduct for Directors and Senior Management Personnel:

In terms of SEBI (Listing Obligation and Disclosure Requirement) Regulation, 2016, the Board of Directors of the Company has laid down a Code of Conduct for all Board Members and Senior Management Personnel of the Company. The said Code of Conduct has been posted on the website of the Company. The Board Members and Senior Management Personnel of the Company have affirmed compliance with the Code. The Chairman & Managing Director of the Company has given a declaration to the Company that all the Board Members and Senior Management Personnel of the Company have affirmed compliance with the Code.

Prevention of Insider Trading:

The Securities and Exchange Board of India (SEBI) has promulgated the SEBI (Prohibition of Insider Trading) Regulation, 2015 ("The PIT Regulations"). The PIT regulations has come into effect from May 15, 2015 and replaced the earlier Regulations. The object of the PIT Regulation is to curb the practice of insider trading in the securities of a listed company.

The company has adopted an 'Internal Code of Conduct for Regulating, Monitoring and Reporting of Trades by insiders' ("the code") in accordance with the requirements of the PIT regulations.

The Code is applicable to promoters and Promoter's Group, all Directors and such Designated Employees who are expected to have access to unpublished price sensitive information relating to the Company. The Company Secretary is the Compliance Officer for monitoring adherence to the said Regulations.

The company has also formulated 'The Code of Practices and Procedures for Fair Disclosure of Unpublished Price Sensitive Information (UPSI)' in compliance with SEBI (Prohibition of Insider Trading) Regulation, 2015. This Code is displayed on the Company's website www.lypsa.in.

3. COMMITTEE OF BOARD:

The Company had Three Board Committees. These are

1. Audit Committee
2. Remuneration Committee
3. **Stakeholders' Relationship Committee**
(Share Transfer & Shareholders/Investor Grievance Committee)

Moving with various committees formed and reported in the previous Annual Report and in line with the requirements of SEBI and Stock Exchanges, the Board has formally constituted the following committees of Directors.

3.1 Audit Committee:

The Audit committee constituted by the Board of directors as per the provisions of Regulation 18 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as well as in Section 177 of the Companies Act, 2013, comprises of Three members viz. Non-Executive and Independent Director Mr. Bhavesh Sheth, Mr. Rakesh Vakharia and Mr. Ravindra Sanghavi who are well versed with finance, accounts, management and corporate

affairs. Two members constitute the quorum of the said Audit Committee Meeting. Mr. Rakesh Vakharia is the Chairman of the committee.

The Audit Committee of the Board of Directors of the Company, Inter-alia, provides assurance to the Board on the adequacy of the internal control systems and financial disclosures.

The audit committee while reviewing the Annual Financial Accounts ensures compliance of the Accounting Standard (AS) issued by the Institute of Chartered Accountants of India.

Terms of Reference:

The scope of activities of the Audit Committees includes the following:

- a. Overseeing the company's financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible.

- b. Recommending the appointment and removal of external auditor, fixation of audit fees and also approval for payment of any other Consultancy services provided by the statutory auditor.
- c. Reviewing with management the annual financial statements before submission to the Board, focusing primarily on:
 - Any changes in accounting policies and practices.
 - Major accounting entries abased on exercise of judgment by management.
 - Qualifications in draft audit report.
 - Significant adjustments arising out of audit.
 - The going concern assumption
 - Compliance with accounting standards
 - Compliance with stock exchange and legal requirements concerning financial statements
 - Any related party transactions i.e transactions of the company of material nature, with promoters or the management, their subsidiaries or relatives etc. that may have potential conflict with the interest of company at large.
- d. Reviewing with the management, external and internal auditors, the adequacy of internal control systems.
- e. Reviewing the adequacy of internal audit function, 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.
- f. Discussion with internal auditors any significant findings and follow up there on.
- g. 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 system of a material nature and reporting the matter to the board.
- h. Discussions with external auditors before the audit commences, the nature and scope of audit, as well as conduct post audit discussions to ascertain any area of concern.
- i. Reviewing the company's financial and risk management policies.
- j. To look into the reasons for substantial defaults in the payment to the depositors, shareholders (in case of nonpayment of declared dividend) and creditors.

Executive summary of the Audit Committee Meetings are placed before the immediate next Board Meetings held after the Audit Committee for deliberations and the full minutes of the same are placed before the following Board Meeting for recode. The Board of Directors, regularly appraised on the recommendations for the Audit Committee, further, at the beginning of the financial year, the Committee discuss the plan for the internal audit and statutory audit.

Dates of the Audit Committee Meetings are fixed in advance and agenda is circulated to the Directors at least seven days before the meeting.

As required under Regulation 18(3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Audit Committee had reviewed the following information:

- Management Discussion and analysis of financial condition and results of operations.
- Statement of significant related party transactions submitted by management
- Management letters/letters of internal controls, weaknesses issued by the Statutory Auditors.
- Internal Auditors Reports relating to internal control weaknesses.

- Appointment, removal and terms of remuneration of the internal auditors.

During the year under review, the **4 Audit Committee meetings** was held during Financial Year **2020-2021**. The dates on which the said meetings were held as follows:

31/07/2020	15/09/2020	12/11/2020	13/02/2021
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The necessary quorum was present at the meetings.

3.2 Nomination and Remuneration Committee:

The remuneration committee of the Company comprises of Non Executive and Independent Director Mr. Bhavesh Shashikant Sheth, Mr. Rakesh Vakharia and Mr. Ravindra Sanghavi.

Mr. Bhavesh Sheth is a chairman of the committee.

The Remuneration Committee reviewing the overall compensation policy, service agreements and other employments and other employment conditions of Managing / Whole time Directors and Managing Director etc.

There are 1 (one) meetings of Remuneration Committee held during the Financial Year 2020-2021.

- 1. 13/02/2021.**

Details of Remuneration of Executive / Non-Executive Directors for the financial year ended 31st March, 2021- NIL

Non- Executive Director

The Company has not paid any sitting fees to any of the Directors of the Company.

Remuneration Policy

Payment of remuneration to the Managing/Whole Time Director is governed by the respective Agreements executed between them and the company. These agreements were approved by the Board and the Shareholders. Their Remuneration structure comprises salary, perquisites and allowances.

Terms of reference of the Committee inter alia, include the following:

Nomination of Directors / Key Managerial Personnel / Senior Management*

- To evaluate and recommend the composition of the Board of Directors;
- To identify persons who are qualified to become Directors and who may be appointed in senior management in accordance with the criteria laid down by the Committee;
- Consider and recommend to the Board appointment and removal of directors, other persons in senior management and key managerial personnel (KMP);

- d. Determining processes for evaluating the effectiveness of individual directors and the Board as a whole and evaluating the performance of individual Directors;
- e. To administer and supervise Employee Stock Options Schemes (ESOS) including framing of policies related to ESOS and reviewing grant of ESOS;
- f. Formulate the criteria for determining qualifications, positive attributes and independence of a Director;
- g. To review HR Policies and Initiatives.

Remuneration of Directors / Key Managerial Personnel / Senior Management*/ other Employees

Evolve the principles, criteria and basis of Remuneration policy and recommend to the Board a policy relating to the remuneration for all the Directors, KMP, Senior Management and other employees of the Company and to review the same from time to time.

The Committee shall, while formulating the policy, ensure the following:

- The level and composition of remuneration is reasonable and sufficient to attract, retain and motivate Directors of the quality required to run the Company successfully;
- Relationship of remuneration to performance is clear and meets appropriate performance benchmarks; and
- Remuneration to Directors, KMP and Senior Management involves a balance between fixed and incentive pay reflecting short and long term performance objectives appropriate to the working of the Company and its goals.

*Senior Management for the above purpose shall mean personnel of the Company who are members of its core management team excluding Board of Directors comprising all members of management one level below the executive directors, including the functional heads.

Nomination & Remuneration Policy:

Purpose of this Policy:

The company has adopted this Policy on appointment and remuneration of the Directors, Key Managerial Personnel and Senior Management (the “Policy”) as required by the provisions of Section 178 of the Companies Act, 2013 (the “Act”) and Regulation 19 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The purpose of this Policy is to establish and govern the procedure applicable:

- a) To evaluate the performance of the members of the Board.
- b) To ensure that remuneration to Directors, KMP and Senior Management involves a balance between fixed and incentive pay reflecting short and long-term performance objectives appropriate to the working of the Company and its goals.
- c) To retain, motivate and promote talent and to ensure long term sustainability of talented managerial persons and create competitive advantage.

The Committee should ensure that the level and composition of remuneration is reasonable and sufficient to attract, retain and motivate Directors of the quality required to run the Company successfully and the relationship of remuneration to performance is clear and meets appropriate performance benchmarks.

Definitions:

Independent Director means a director referred to in Section 149(6) of the Act and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended from time to time.

Key Managerial Personnel (the “KMP”) shall mean “Key Managerial Personnel” as defined in Section 2(51) of the Act.

Nomination and Remuneration Committee, by whatever name called, shall mean a Committee of Board of Directors of the Company, constituted in accordance with the provisions of Section 178 of the Act and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Remuneration means any money or its equivalent given or passed to any person for services rendered by him and includes perquisites as defined under the Income-tax Act, 1961.

Senior Management means personnel of the Company who are members of its core management team excluding Board of Directors. This would include all members of management one level below the Executive Directors, including all functional heads.

Words and expressions used and not defined in this Policy, but defined in the Act or any rules framed under the Act or the Securities and Exchange Board of India Act, 1992 and Rules and Regulations framed thereunder or in the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 or the Accounting Standards shall have the meanings assigned to them in these regulations.

Role of the Committee: -

The Committee shall:

- a) Formulate the criteria for determining qualifications, positive attributes and independence of a Director and recommend to the board of directors a policy relating to, the remuneration of the directors, key managerial personnel and other employees;
- b) Identify persons who are qualified to become Director and persons who may be appointed in Key Managerial and Senior Management positions in accordance with the criteria laid down in this Policy;
- c) Lay down the evaluation criteria for performance evaluation of Independent Director and the Board;
- d) Recommend to the Board, appointment, remuneration and removal of Director, KMP and Senior Management;
- e) To devise a Policy on Board diversity.
- f) Whether to extend or continue the term of appointment of the independent director, on the basis of the report of performance evaluation of independent directors.

Criteria for Determining the followings: -

(i) Qualifications for appointment of Directors (including Independent Directors)

- a) Persons of eminence, standing and knowledge with significant achievements in business, professions and/or public service;
- b) Their financial or business literacy/skills;
- c) Other appropriate qualification/experience to meet the objectives of the Company;
- d) As per the applicable provisions of Companies Act, 2013, Rules made thereunder and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The Nomination and Remuneration Committee shall have discretion to consider and fix any other criteria or norms for selection of the most suitable candidate/s.

(ii) Positive attributes of Directors (including Independent Directors):

- Directors are to demonstrate integrity, credibility, trustworthiness, ability to handle conflict constructively and the willingness to address issues proactively;
- Actively update their knowledge and skills with the latest developments in the railway/heavy engineering/infrastructure industry, market conditions and applicable legal provisions;
- Willingness to devote sufficient time and attention to the Company's business and discharge their responsibilities;
- To assist in bringing independent judgment to bear on the Board's deliberations especially on issues of strategy, performance, risk management, resources, key appointments and standards of conduct;
- Ability to develop a good working relationship with other Board members and contribute to the Board's working relationship with the senior management of the Company;
- To act within their authority, assist in protecting the legitimate interests of the Company, its shareholders and employees;
- Independent Directors to meet the requirements of the Companies Act, 2013 read with the Rules made there under and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended from time to time.

(iii) Independence Standards

The following would be the independence review procedure and criteria to assist the Committee to evaluate the independence of Directors for recommending to the Board for appointment. A Director is independent if the Board affirmatively determines that the Director does not have a direct or indirect

material relationship with the Company, including its affiliates or any member of senior management. "Affiliate" shall mean any company or other entity that controls, is controlled by, or is under common control with the Company.

Also, the candidate shall be evaluated based on the criteria provided under the applicable laws including Companies Act, 2013 read with Rules thereon and the Listing Agreement with the Stock Exchanges. In addition to applying these guidelines, the Board will consider all relevant facts and circumstances in making its determination relating to a director's independence.

Independence Review Procedures:

(i) Annual Review:

The director's independence for the independent director will be determined by the Board on an annual basis upon the declaration made by such Director as per the provisions of the Companies Act, 2013 read with Rules thereon and the Listing Agreement.

(ii) Individual Director's Independence Determinations

If a director nominee is considered for appointment to the Board between Annual General Meetings, a determination of independence, upon the recommendation of the Committee, shall be made by the Board prior to such appointment.

All determinations of independence shall be made on a case-by-case basis for each director after consideration of all the relevant facts and circumstances and the standards set forth herein. The Board reserves the right to determine that any director is not independent even if he or she satisfies the criteria set forth by the provisions of the Companies Act, 2013 read with Rules thereon and the Listing Agreement.

(iii) Notice of Change of Independent Status

Each director has an affirmative obligation to inform the Board of any change in circumstances that may put his or her independence at issue.

Criteria for appointment of KMP/Senior Management

- To possess the required qualifications, experience, skills & expertise to effectively discharge their duties and responsibilities;
- To practice and encourage professionalism and transparent working environment;
- To build teams and carry the team members along for achieving the goals/objectives and corporate mission;
- To adhere strictly to code of conduct

Term

The Term of the Directors including Managing / Whole time Director / Independent Director shall be governed as per the provisions of the Act and Rules made thereunder and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended from time to time. Whereas the term of the KMP (other than the Managing / Whole time Director) and Senior Management shall be governed by the prevailing HR policies of the Company.

Evaluation

The Committee shall carry out evaluation of performance of every Director. The Committee shall identify evaluation criteria which will evaluate Directors based on knowledge to perform the role, time and level of participation, performance of duties, level of oversight, professional conduct and independence. The appointment / re-appointment / continuation of Directors on the Board shall be subject to the outcome of the yearly evaluation process.

Removal

Due to reasons for any disqualification mentioned in the Act or under any other applicable Act, Rules and Regulations there under and / or for any disciplinary reasons and subject to such applicable Acts, Rules and Regulations and the Company's prevailing HR policies, the Committee may recommend, to the Board, with reasons recorded in writing, removal of a Director, KMP or Senior Management.

Remuneration of Managing / Whole-time Director, KMP and Senior Management

The remuneration / compensation / commission, etc., as the case may be, to the Managing / Whole time Director will be governed by the relevant provisions of the Companies Act, 2013 and applicable Rules and Regulations and will be determined by the Committee and recommended to the Board for approval. The remuneration / compensation / commission, etc., as the case may be, shall be subject to the prior / post approval of the shareholders of the Company and Central Government, wherever required. Further, the Chairman & Managing Director of the Company is authorised to decide the remuneration of KMP (other than Managing / Whole time Director) and Senior Management based on the standard market practice and prevailing HR policies of the Company.

Remuneration to Non-executive / Independent Director

The remuneration / commission / sitting fees, as the case may be, to the Non-Executive / Independent Director, shall be in accordance with the provisions of the Act and the Rules made thereunder for the time being in force or as may be decided by the Committee / Board / shareholders. An Independent Director shall not be entitled to any stock option of the Company unless otherwise permitted in terms of the Act and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended from time to time.

3.3 **Share Transfer & Shareholders'/Investor Grievance Committee:**

The Share Transfer & Shareholders'/Investor Grievance committee comprises as under:

Sr. No.	Name	Status	Position
1	Mr. Ravindra Sanghavi	Independent and Non- Executive	Chairman
2	Mr. Manish J. Janani	Managing Director & Executive Director	Member
3	Mr. Rakesh Vakharia	Independent and Non- Executive	Member

There are one meetings of Committee held during the Financial Year 2020-2021.

1. 13/02/2021.

The committee is responsible for approving and monitoring transfers, transmission, splitting and consolidation of shares issued by the Company. In addition to that, the committee also monitors redressal of complaints from shareholders relating to transfer of shares, non-receipt of balance sheet etc., No sitting fees is paid to the committee members.

The status of shareholders' complaints received so far/number not solved to the satisfaction of shareholders/number of pending share transfer transactions (as on 31st March, 2018 is given below):

Complaints Status: 01.04.2020 to 31.03.2021

- Number of complaints received so far : 0
- Number of complaints solved : 0
- Number of pending complaints : 0

Compliance Officer:

PREETI AGARWAL, is Compliance Officer for the purpose of complying with various provisions of Securities and Exchange Board of India (SEBI), Listing Agreement with Stock Exchanges, Registrar of Companies and for monitoring the share transfer process etc.

4. **GENERAL BODY MEETINGS:**

a) The location and time, where last three years Annual General Meetings are as follows:

Year	Venue	Date	Time
2017-18	Wing A, 2 nd Block, 202-302, Orchid Complex, Opp. HDFC Bank, Chhapi-Pirojpur Road, Chhapi, Vadgam Banas Kantha – 385210	29/09/2018	02.00 P.M
2018- 19	Wing A, 2 nd Block, 202-302, Orchid Complex, Opp. HDFC Bank, Chhapi-Pirojpur Road, Chhapi, Vadgam Banas Kantha – 385210	30/09/2019	02.00 P.M
2019-20	Wing A, 2 nd Block, 202-302, Orchid Complex, Opp. HDFC Bank, Chhapi-Pirojpur Road, Chhapi, Vadgam Banas Kantha – 385210	30/12/2020	0.2.00 p.m.

b) All the resolutions including special resolutions set out in the respective notices were passed by the shareholders. The following special resolutions were passed in previous three Annual General Meeting for the following three consecutive financial years:

Extra Ordinary General Meeting During the Year 2020-2021.

No Extra Ordinary General Meeting held during the year.

Postal Ballot Resolution Passed During the Year 2020-21.

No Postal Ballot Resolution passed during the Year.

5. **DISCLOSURES:**

There were no significant or material related party transactions that have taken place during the year which have any potential conflict with the interest of the company at large. The detailed related party information and transactions have been provided in Schedule 25 Note 14 of Notes to Accounts.

6. **MEANS OF COMMUNICATION:**

The presentation as to the Company's performance etc., are made to the Institutional Investors/Financial Analysts as and when felt expedient.

The Company's financial results and officials' news releases are displayed on the Company's website i.e www.lypsa.in

The Management Discussions and Analysis Report forms part of the Directors Report and is given separately.

7. GENERAL SHAREHOLDERS' INFORMATION:

- a. **Annual General Meeting: Date, Time and venue: Thursday, 30 September,2021 at 03.00 p.m. at the Registered Office of the Company.**
- b. **Financial Year: 1st April 2020 to 31st March 2021.**
- c. **Date of Book Closure: 24th September, 2021 to 30th September,2021. (Inclusive Both days)**
- d. Due date for Transfer of Unclaimed Dividend to IEPF:

Sr. No	Financial Year	Date of Declaration	Dividend Declare	Dividend Paid	Unclaimed Dividend	Due date for Transfer to IEPF
1	2009-10	30/09/2010	7020000.00	6270100.00	749900.00	30/09/2017
2	2010-11	30/09/2011	7020000.00	6193000.00	827000.00	30/09/2018
3	2011-12	29/09/2012	7020000.00	6458145.00	561855.00	29/09/2019
4	2013-14	27/09/2013	7020000.00	6436863.00	583137.00	27/09/2020
5	2014-15	23/09/2015	7371000.00	7037718.00	333282.00	23/09/2022

- e. Listing of Equity Shares on Stock Exchanges:

The Company is listed on Bombay Stock Exchange limited and National Stock Exchange Limited. Annual listing fees for the financial Year up to 2019-20 has been paid by the Company.

- f. Stock Code: **BSE: 534532, NSE: LYPSAGEMS**

- g. Demat ISIN number: **INE142K01011**

- h. **Registered and Transfer Agent:** The Company has appointed **Satellite Corporate Services Privtae Limited.**

Address: -

Unit No. 49, Bldg No. 13 A B, 2nd Floor, Samhita Commercial Co-Op. Soc Ltd, Off Andheri Kurla Road, MTNL Lane, Sakinaka, Mumbai-400072.

- i. Share Transfer System: All work related to transfer in physical form and Demat complete in all respects were approved and registered within the stipulated period by R & T of the Company.

j. **Distribution of Shareholding as on 31.03.2021--**

SR NO	No of Equity Shares			NO. OF SHAREHOLDERS	%	SHARES	AMOUNT IN RS.	%AGE
	Less than	-	5,000					
1	Less than	-	5,000	6131	63.93	1038964	10389640	3.52
2	5,001	to	10,000	1734	18.08	1447873	14478730	4.91
3	10001	to	20000	726	7.57	1100172	11001720	3.73
4	20,001	to	30,000	323	3.37	801100	8011000	2.72
5	30001	to	40000	139	1.45	494885	4948850	1.68
6	40,001	to	50,000	159	1.66	738491	7384910	2.50
7	50001	to	100000	205	2.14	1511197	15111970	5.13
8	100,001	to	Above	173	1.8	22351318	223513180	75.81
TOTAL				9590	100.00	29484000	100.00	100.00

k. **Shareholding pattern as on 31.03.2021.**

Category	No of Shares held	% of Shareholding
a. Promoters and persons who may be deemed to be acting in concert including promoter/directors group Companies	10724500	36.37
b. Central Govt.	70000	0.24
c. Financial Institutions	180	0.00
d. Foreign Portfolio Investor	588663	1.99
e. Individual Shareholders Nominal share capital upto rs. 1 Lakh	6770668	22.96
f. Individual Shareholders Nominal share capital in excess of Rs. 1 Lakh	3766906	12.77
g. Others	7563083	25.65
TOTAL	29484000	100

1. Top 10 Shareholders as on 31st March, 2021 (Other than Promoters)

Sr. No	Name of Shareholders	Shareholding 31/03/2020	%
1	Keval Share Broking P. Ltd.	184556	4.29
2	Corporate Stock Broking Pvt Ltd.	630,000	2.14
3	Antara India Evergreen Fund Ltd.	0	2.00
4	Damodar Chowdary Kuchi	0	1.55
5	Dhanlaxmi Lease Finance Ltd	441,000	1.50
6	Corporate Commodity Brokers Pvt Ltd	420,000	1.42
7	Corporate Share Registry Pvt Ltd	420,000	1.42
8	Manju Jayantilal Lodha	0	1.26
9	Jayantilal Hansraj HUF	0	1.26
10	Pradhan Dealers Private Limited	0	1.00
	Total	526,25,84	17.84

Dematerialization of shares: **As on 31-03-2021** Demated shares accounted for 100.00% (29484000 Equity Shares) of total equity.

Outstanding GDR / ADR / Warrants: Not Applicable

Address for communication:

- Satellite Corporate Services Private Limited
Unit No. 49, Bldg No. 13 A B, 2nd Floor,
Samhita Commercial Co-op. Soc Ltd, Off
Andheri Kurla Road, MTNL Lane,
Sakinaka, Mumbai-400072

2. Lypsa Gems & Jewellery Limited

Reg. Office:

Wing A, 2nd Block, 202-302,
Orchid Complex, Opp. HDFC Bank,
Chhapi-Pirojpura Road, Chhapi,
Vadgam Banas Kantha GJ 385210
Email Id: info@lypsa.in
Website: www.lypsa.in

Declaration of compliance with the code of conduct

In accordance with Regulation 26 of SEBI (Listing Obligation and Disclosures Requirement) Regulation, 2015 with the Stock Exchanges, Mr. Manish Janani, Managing Director of the Company, hereby declare that the Board Members and senior Management Personnel have affirmed compliance with the said Code of Conduct, as mentioned in this report, for the year ended 2021.

For Lypsa Gems & Jewellery Limited

Date: 30.06.2021.

Place: Banaskantha

Sd/-
Manish Janani
Managing Director

Sd/-
Dipan Patwa
Chairman

Sd/-
Jeeyan Patwa
Director

CEO/CFO CERTIFICATION:

We the undersigned, in our respective capacities as managing Director and Chief Financial Officer of Lypsa Gems & Jewellery Limited (“the Company”) to the best of our knowledge and belief certify that:

a. We have reviewed the financial statements and the cash flow statement for the year **2020-21** and that to the best of our knowledge and belief:

- These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
- These statements together present a true and fair view of the Company’s affairs and are in compliance with existing accounting standards, applicable laws and regulations;

b. There are, to the best of our knowledge and belief, no transactions entered into by the Company during the year **2020-21** which are fraudulent, illegal or violative of the Company’s code of conduct;

c. We accept responsibility for establishing and maintaining internal controls and that we have evaluated the effectiveness of the internal control systems of the Company and we have disclosed to the auditors and the Audit Committee, deficiencies in the design or operation of the internal control, if any, of which we are aware of and the steps we have taken or propose to take to rectify these deficiencies.

d. We have indicated to the Auditors and the Audit Committee -

- Significant changes in internal control over the financial reporting during the year **2020-21**.
- Significant changes in accounting policies **during the year 2020-2021**. and that the same have been disclosed in the notes to the financial statements; and
- Instances of significant fraud of which we have become aware and the involvement therein, if any, of the management or an employee having a significant role in the Company’s internal control system over the financial reporting.

**For & on behalf of the Board of Director
Lypsa Gems & Jewellery Limited**

**Date: 30.06.2021
Place: Banaskantha**

**SD/-
Jeeyan Dipan Patwa
Chief Financial Officer**

MANAGEMENT DISCUSSION AND ANALYSIS

ANNEXURE TO DIRECTORS' REPORT

Overview:

The purpose of this discussion is to provide an understanding of LYPSA GEMS & JEWELLERY LTD's financial results and business performance by focusing on changes in certain key measures from year to year. This Report includes discussion on the following matters within the limits set by the Company's competitive position:

Diamonds, which for centuries have symbolized love and eternity, are found in some of the world's oldest pieces of jewelry. De Beers drew on that ancient symbolic legacy to make diamond engagement rings a token of romance and lifelong commitment—captured in the memorable catchphrase “a diamond is forever”—and in the process created the modern diamond industry.

Indian Overview:

India is a major processing hub for the global jewellery market, owing to its low-cost and highly- skilled labour advantage. According to CARE Research, India is also the worlds largest diamond- cutting and polishing centre and second largest gold jewellery centre.

The Indian gems and jewellery market comprises of jewellery (gold and silver), diamonds, coloured stones and pearls. According to CARE Research, Gold and diamond jewellery are the two major segments of the industry globally and India dominates in both of them. Of the total diamonds sold around the world, more than 90% (14 out of 15) diamonds are cut and polished in India (60% by value) because of the low-cost and highly-skilled manpower. Further, India continues to consume and import gold which crossed 850 tonnes per annum (CY2015). The gems and jewellery market is broadly bifurcated as shown in the following chart:

The Gems and Jewellery sector plays a significant role in the Indian economy, contributing to around 6-7 per countrys GDP (Source: CARE Research). India is deemed to be the hub of the global jewellery market because of its low costs and availability of high-skilled labour.

According to CARE Research, the gems and jewellery market in India is home to more than 500,000 players, with the majority being small players. The industry is also highly unorganized dominated by family run jewellers. However, in the recent years there has been a gradual shift to organized players, at both, a national as well as a regional level. The organized sector accounts for around 28%

- 30% of the total market share as per CARE Research. However, an increasing number of large showrooms have quickly gained trust among customers with their diverse products, guarantee for purity and value for money. Driven by these factors, the organized sector is expected to grow at a steady pace and increase its market share in the future. Further, Indian consumers also lay emphasis on branded goods, designs and certification. Demand for studded jewellery has witnessed an upswing in stark contrast to pure gold jewellery purchased in earlier years.

Outlook

It can be said that the prospects of the Indian gems and jewellery market are quite promising due to overall rising disposable incomes and the emergence and growth of innovating selling concepts in this digital era which offer the new age consumers the convenience and quality that they seek. Further, the governments overall policies supporting the industry make for a rather conducive environment for growth.

Company's Goal

Lypsa intends to become a fully integrated and profitable diamond company in the next few years. We intend to go down the value chain and become closer to the customer through retail diamond and jewelry sales and thereby increase profit margins. We intend to build a well-managed corporate organization with standard processes and controls, competent management and reduced dependency on the promoters to generate revenue – features that are quite unique to Indian diamond companies.

Business Model

Lypsa is in the process of increasing production capacity at its new factory in Navsari, Gujarat. The company has acquired a Factory Building and Machineries at Chhapi, Gujarat to expand its manufacturing activities to produce small sized diamonds at affordable cost. This year will see substantial revenue from manufacturing activities. This is in line with our aim of generating maximum revenue from the manufacturing activities that allows higher value-addition than the trading activities.

In house manufacturing reduces the variance in cutting standards and allows the steady production of a high quality standard product, which is valued higher by traders, jewelers and consumers. It also safeguards against the possibility of theft and malpractice, which are a common occurrence in outsourced diamond production.

Lypsa's position in the Diamond Value Chain

The core activity of Lypsa is cutting and polishing of rough diamonds to convert them into finished stones that can be sold to traders and jewelers. Apart from this, Lypsa also sells rough diamonds in the open market that it procures from its sources if it feels that the profit on rough diamond sale is going to be larger than when post-processing. Thus, Lypsa is present in the stages from Rough Diamond Sales to Polished Diamond Sales. As stated above, these activities enjoy relatively lower profit margins than retailing and production. Acknowledging this, Lypsa has decided to expand into the retail segment through a foray into jewellery which will allow high profit margins.

SWOT ANALYSIS

Strengths

- Promoters enjoy more than 20 years of experience in the industry.
- Low cost of manufacturing owing to a frugal approach towards infrastructure building.
- Possibility to scale production without large Capex.
- Good combination of technical as well as advisory personnel in the management.
- Good network at the grassroots level as well as with top companies.
- Increasing diversity in consumer base.

Weaknesses

- Organizational development processes at relatively initial phase.
- Relatively large reliance on promoters for overall management.
- Lack of first hand supply of rough diamonds from the producers.

Opportunities

- Further strengthen manufacturing base with latest manufacturing and product development technologies.
- Entry into higher value-add jewellery industry.
- Increasing product portfolio to include bigger stones and fancy cuts.
- Develop patented cuts of diamonds through R&D and market the unique product to allow greater margins.

Threats

- Volatility of rough diamond prices.
- Volatility in gold prices impacting jewellery demand and hence diamond demand.
- Advent of man-made diamonds in the market.

Risk and Concerns

Lypsa Gems & Jewellery Limited is exposed to various risks that are particular to its businesses and environment within which it operates including loss of key managerial personnel, increase in input costs, political instability, changes in economies or government policies, geographic concentration risk, raw material risk, seasonality risk and government regulations. The completion factor also affects the performance of the Company. The Company's current and fixed assets as well as products are adequately insured against various risks. The Company's risk management and control procedures involve prioritization and continuing assessment of these risks and devise appropriate controls, evaluating and reviewing the control mechanism. Through this approach, the Company strives to identify opportunities that enhance organizational values while managing or mitigating risks that can impact its future performance.

Internal Control System and their Adequacy

Your Company has in place adequate systems and processes to safeguard and protect its data and knowledge resources. The systems are updated and monitored on a continuous basis so as to ensure complete alignment with evolving technological requirements. The Company has a well- documented data security policy with pre-defined levels of access authorizations. To ensure safety and security of its strategic locations, the Company employs a comprehensive system of electronic surveillance and physical controls. The products manufactured and dealt in by the Company, as well as major production inputs are high value in nature. To ensure physical security of such products, the Company has multi-tier security and tracking mechanisms. Regular internal audit is conducted to ensure that all systems and procedures are in place and are followed regularly. Your Company maintains adequate insurance against unforeseeable risks, given the nature of its products.

Material Developments in Human Resources/Industrial Relations front including number of people employed

Human Resources are most valuable assets of the Company. The Company's Human Resource Policy primarily aims at talent management and leadership development, safety and health of its employees. The Company has well-experienced, creative, talented and motivated staff to cater to the business demands in terms of better designs, quality and precision in manufacture with minimum possible loss and consistency to meet international standards. The Company provides an environment, which encourages initiatives, innovative thinking and reward performance. The Company also focuses on development of employees at all levels and supports them with safe, pollution free and favorable working conditions. As a result, the employees of the Company have played a crucial role in contributing to the growth of the Company.

Cautionary Statement

Statements in Management Discussion and Analysis describing the Company's objectives, projections, estimates, expectations or predictions may be forward looking statements within the meaning of applicable securities laws and regulations. Actual Results could differ materially from those expressed or implied due to variations in prices of raw materials, seasonal demand and pricing in the Company's principle markets, changes in Government regulations, tax regimes, economic developments and other incidental factors.

Future Plans

Research has been commissioned to plan the entry of Lypsa in the jewellery space. The growing demand of branded jewellery, higher profit margins than loose diamonds and the broad customer base make the jewellery industry a very attractive forward integration option. At the end of the year, we expect the launch of the jewelry venture.

Increasing production capacity has been proposed through expansion of the current facility and setting up of a new factory in Gujarat. A program has been initiated to cut down manufacturing costs without compromising on quality.

Setting up of an R&D unit is also on the cards to develop unique diamond cuts. These cuts will be proprietary to Lypsa and will be marketed to retailers.

Date: 30.06.2021.

Place: Banaskantha

For Lypsa Gems & Jewellery Limited

Sd/-

**Manish Janani
Managing Director**

Sd/-

**Dipan Patwa
Chairman**

Sd/-

**Jeeyan Patwa
Director**

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 arms length transaction under third proviso thereto.

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

There were no contracts or arrangements or transactions entered in to during the year **ended March 31, 2021**, which were not at arm's length basis. **Details of contracts or arrangements or transactions at Arm's length basis.**

Name of Related Party	Nature Relationship	Nature Contract/ Arrangement /transaction	Duration of Contract	Salient term of Contract/ Arrangement /transactions including the value, if any	Date Approval by Board, If any	Amount Paid as advance, if any
NIL			Nil	Nil		-
NIL			Nil	Nil		-

Form shall be signed by the people who have signed the Board's Report.

Date: 30.06.2021.

Place: Banaskantha

For Lypsa Gems & Jewellery Limited

Sd/-	Sd/-	Sd/-
Manish Janani	Dipan Patwa	Jeeyan Patwa
Managing Director	Chairman	Director

INDEPENDENT AUDITORS' REPORT
TO THE MEMBERS OF
LYPSA GEMS & JEWELLERY LIMITED

1) Report on the financial statements

We have audited the accompanying financial statements of **LYPSA GEMS & JEWELLERY LIMITED**, which comprise the Balance Sheet as at March 31, 2021, the Statement of Profit and Loss for the year then ended, Cash Flow Statements and a summary of significant accounting policies and other explanatory information.

2) Management responsibility for the financial statement

The Company's Board of Directors is responsible for the matters stated in Section 134 (5) of the Companies Act, 2013 ("The Act"), with respect to the preparation of these standalone 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, read with Rule of the Companies (Accounts) Rules, 2014, as prescribed by the Institute of Chartered Accountants of India and other accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding 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 statements that give a true and fair view and are free from material misstatements, whether due to fraud or error.

3) Auditors responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

We conducted our audit in accordance with the Standards on Auditing under Section 143 (10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. 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. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of

LYPSA GEMS & JEWELLERY LIMITED

expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

4) Opinion

In our opinion and to the best of our information and according to the explanations given to us, the said accounts read together with the Notes from 1-24, annexed thereon gives 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

- a) In case of the Balance Sheet, of the state of the Company's affairs as at 31st March 2021
- b) In case of the Statement of Profit & Loss Account, of the profit for the year ended on that date, and
- c) Its cash flows for the year ended on that date

5) Report on other legal and regulatory requirements

As required by the Companies (Auditors' Report) Order, 2004, issued by the Central Government in terms of sub section (4A) of Section 227 of the Companies Act, 2013, we enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said order

6) Further to our comments in the above Para on the basis of our audit, we report that:

- a. We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit;
- b. In our opinion, the company has kept proper books of account as required by law so far as appears from our examination of the books of account;
- c. The Balance Sheet and Profit and Loss Account dealt with this report are in agreement with the books of Accounts;
- 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 written representations received from the directors as on 31st March, 2021, taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2021, from being appointed as a director in terms of Section 164(2) of the Act.
- f) In our opinion and to the best of our information and according to the explanations given to us, we report as under with respect to other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014:

LYPSA GEMS & JEWELLERY LIMITED

- i. The Company does not have any pending litigations which would impact its financial position except for outstanding dues of Banks.

- ii. The Company did not have any long-term contracts including derivatives contracts for which there were any material foreseeable losses

- iii. There is Unclaimed Dividend of Rs. 7,49,900/- of F.Y. 2009-10 & Rs. 8,27,000/- of F Y 2010-11, Rs 5,61,855/- for F Y 2011-12, Rs.4,33,587/- for F.Y.2012-13, Rs.14,30,020/- for 2013-14 and Rs.3,33,282/- for 2014-15 and the company has unclaimed fraction shares of Rs.3,436/-. which is required to be transferred by the Company to the Investor Education and Protection Fund. The company has not transferred the same.

**For M/s. D G M S & Co.
Chartered Accountants**

**Sd/-
(Atul Doshi)
Partner
FRN:112187W
Place: Mumbai
Dated: 30th June 2021
UDIN: 21102585AAAAFV6248**

LYPSA GEMS & JEWELLERY LIMITED

LYPSA GEMS & JEWELLERY LIMITED

ANNEXURE TO THE AUDITORS REPORT

The Annexure referred to in our report to the members of **LYPSA GEMS & JEWELLERY LIMITED** for the year Ended on March 31st, 2021 We report that:

S. No.	Particulars	Auditors Remark
(i)	(a) whether the company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets;	The company has maintained fixed assets register showing full particulars, including quantitative details and situation of fixed assets.
	(b) whether these fixed assets have been physically verified by the management at reasonable intervals; whether any material discrepancies were noticed on such verification and if so, whether the same have been properly dealt with in the books of account;	The fixed assets has been physically verified by the management at reasonable intervals. No material discrepancies were noticed on such verification.
(ii)	(a) whether physical verification of inventory has been conducted at reasonable intervals by the management;	The management has physically verified inventory of stock of raw material and stock of finished goods and frequency of verification is reasonable.
	(b) are the procedures of physical verification of inventory followed by the management reasonable and adequate in relation to the size of the company and the nature of its business. If not, the inadequacies in such procedures should be reported;	In our opinion, the procedure for physical verification of stocks i.e., raw material and finished goods as followed by the management is reasonable and adequate in relation to size of the company and nature of its business.
	(c) whether the company is maintaining proper records of inventory and whether any material discrepancies were noticed on physical verification and if so, whether the same have been properly dealt with in the books of account;	The company is maintaining proper records of inventory. The discrepancies noticed on physical verification were not material and the same have been properly dealt

LYPSA GEMS & JEWELLERY LIMITED

		with in the books of accounts.
(iii)	(iii) whether the company has granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 189 of the Companies Act. If so,	The company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 189 of the Companies Act.
	(a) whether receipt of the principal amount and interest are also regular; and	As the company has not granted loans, this clause is Not Applicable.
	(b) if overdue amount is more than rupees one lakh, whether reasonable steps have been taken by the company for recovery of the principal and interest;	As the company has not granted loans, this clause is Not Applicable.
(iv)	Is there an adequate internal control system commensurate with the size of the company and the nature of its business, for the purchase of inventory and fixed assets and for the sale of goods and services. Whether there is a continuing failure to correct major weaknesses in internal control system.	According to the information given to us and in our opinion there are adequate internal control procedures commensurate with the size of the company and the nature of its business with regard to purchase and sale of goods and of fixed assets. During the course of our audit, we have not observed any continuing failure to correct major weakness in internal control system.
(v)	In case the company has accepted deposits, whether the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act and the rules framed there under, where applicable, have been complied with? If not, the nature of contraventions should be stated; If an order has been passed by Company Law Board or National Company Law Tribunal or Reserve Bank of India or any court or any other tribunal, whether the same has been complied with or not?	In our opinion and according to the information and explanations given to us, we are of the opinion that company has not accepted any deposits during the year in contravention to provisions of section 73 to 76 or any other relevant

LYPSA GEMS & JEWELLERY LIMITED

		provisions of the Companies Act and the rules framed there under.
(vi)	where maintenance of cost records has been specified by the Central Government under sub-section (1) of section 148 of the Companies Act, whether such accounts and records have been made and maintained;	According to the information given to us, the maintenance of cost records to the company has not been specified by the Central Government under sub-section (1) of section 148 of the Companies Act.
(vii)	(a) is the company regular in depositing undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales-tax, wealth tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues with the appropriate authorities and if not, the extent of the arrears of outstanding statutory dues as at the last day of the financial year concerned for a period of more than six months from the date they became payable, shall be indicated by the auditor.	As informed to us, there are no undisputed amounts payable in respect statutory dues including provident fund, employees' state insurance, income-tax, sales-tax, wealth tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues with the appropriate authorities as at the last date of financial year, except for Professional Tax of Rs. 43,600/-, Unclaimed dividend payable for F Y 2009-10 of Rs. 7,49,900/-, for F Y 2010-11 of Rs. 8,27,000/-, for F Y 2011-12 of Rs. 5,61,855/-, for F Y 2012-13 of Rs. 4,33,587/-, for F Y 2013-14 of Rs. 14,30,020/-, for F Y 2014-15 of Rs. 3,33,282/-, Unclaimed Fraction shares for F Y 2013-14 of Rs. 3436/-, VAT payable of Rs. 26,01,740/-, that were outstanding for a period of more than six months from the date they became payable.
	(b) in case dues of income tax or sales tax or wealth tax or service tax or duty of customs or duty of excise or value added	As there are no outstanding undisputed

LYPSA GEMS & JEWELLERY LIMITED

	tax or cess have not been deposited on account of any dispute, then the amounts involved and the forum where dispute is pending shall be mentioned. (A mere representation to the concerned Department shall not constitute a dispute).	statutory dues, this clause is not applicable except for pending Income Tax appeals.
	(c) whether the amount required to be transferred to investor education and protection fund in accordance with the relevant provisions of the Companies Act, 1956 (1 of 1956) and rules made thereunder has been transferred to such fund within time.	As per the information provided to us, the company is required to transfer a sum of Rs. 7,49,900/- towards Unclaimed Dividend for 2009-10 , Rs. 8,27,000/- for 2010-11 Rs. 5,61,855/- for 2011-12 & Rs.4,33,587/- for F.Y.2012-13, Rs.14,30,020/- for 2013-14 and Rs.3,33,282/- for 2014-15 and the company has unclaimed fraction shares of Rs.3,436/- to Investor Education and protection fund in accordance with the relevant provisions of the Companies Act, 2013 (1 of 2013) and rules made thereunder. However, company has not transferred the same.
(viii)	whether in case of a company which has been registered for a period not less than five years, its accumulated losses at the end of the financial year are not less than fifty per cent of its net worth and whether it has incurred cash losses in such financial year and in the immediately preceding financial year;	As on March 31 st , 2021, the company does not have accumulated losses. The company has not incurred cash losses during the financial year covered by our audit as well as during the immediately preceding financial year.
(ix)	whether the company has defaulted in repayment of dues to a financial institution or bank or debenture holders? If yes, the period and amount of default to be reported;	As informed to us, the company has not default any payment financial institution or bank or debenture holders
(x)	whether the company has given any guarantee for loans taken by others from bank or financial institutions, the terms and conditions whereof are prejudicial to the interest of the company;	As informed to us, the company has not given any guarantee for loans taken by others from bank of

LYPSA GEMS & JEWELLERY LIMITED

		financial institutions.
(xi)	whether term loans were applied for the purpose for which the loans were obtained;	According to the information and explanations given to us and on overall examination of the Balance sheet of the company, we report that term loans were applied for the purpose for which the loans were obtained.
(xii)	whether any fraud on or by the company has been noticed or reported during the year; If yes, the nature and the amount involved is to be indicated.	According to the information and explanations given to us, no fraud on or by the company has been noticed or reported during the year under audit.
(xiii)	In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of Sections 185 and 186 of the Act, with respect to the loans and investments made.	
(xiv)	The Company did not raise any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year. Accordingly, paragraph 3(ix) of the Order is not applicable.	
(xv)	According to the information and explanations given to us and based on our examination of the records of the Company, the Company has paid / provided for managerial remuneration in accordance with the requisite approvals mandated by the provisions of Section 197, read with Schedule V to the Act.	
(xvi)	In our opinion and according to the information and explanations given to us, the Company is not a nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable.	
(xvii)	According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with Sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the Standalone Indian Accounting Standard financial statements as required by the applicable accounting standards.	
(xviii)	According to the information and explanations give to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.	
(xix)	According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions	

LYPSA GEMS & JEWELLERY LIMITED

	with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.
(xx)	Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act 1934.

**For M/s. D G M S & Co.
Chartered Accountants
FRN: 112187W**

**Sd/-
(Atul B. Doshi)
Partner
M.No. 102585
Place :- Mumbai
Date : - 30th June 2021
UDIN: 21102585AAAAFV6248**

Particulars	Note No.	AS AT 31st MARCH 2021		AS AT 31st MARCH 2020	
I. ASSETS					
Non-current assets					
1 (a) Fixed assets					
(i) Tangible assets	8	369.14		434.23	
(ii) Intangible assets	8				
(iii) Capital work-in-progress	8	-		-	
(iv) Intangible assets under development	8	-	369.14	-	434.23
(b) Non-current investments	9		1.25		1.26
(c) Deferred tax assets (net)			-		-
(d) Long-term loans and advances	10		15.14		20.00
(e) Other non-current assets					
2 Current assets					
(a) Current investments	11		7.49		5.13
(b) Inventories	12		273.38		61.36
(c) Trade receivables	13		9,404.06		8,560.65
(d) Cash and cash equivalents	14		44.34		44.34
(e) Short-term loans and advances	15		-		-
(f) Other current assets	16		-		-
TOTAL ASSETS			10,114.79		9,126.97
II. EQUITY AND LIABILITIES					
1 Shareholders' funds					
(a) Share capital	1	2,948.40		2,948.40	
(b) Reserves and surplus	2	225.54		246.09	
(c) Money received against share warrants		-		-	
			3,173.94		3,194.49
2 Share application money pending allotment					
3 Non-current liabilities					
(a) Long-term borrowings			-		-
(b) Deferred tax liabilities (Net)	3		32.15		31.05
(c) Other Long term liabilities			-		-
(d) Long-term provisions			-		-
4 Current liabilities					
(a) Short-term borrowings	4		2,060.46		2,060.65
(b) Trade payables	5		4,726.42		3,689.44
(c) Other current liabilities	6		121.82		154.27
(d) Short-term provisions	7		-		(2.93)
TOTAL LIABILITIES			10,114.79		9,126.97

SIGNIFICANT ACCOUNTING POLICIES & NOTES FORMING PART OF THE ACCOUNTS '25'

THE SCHEDULES REFERED TO ABOVE FORM AN INTEGRAL PART OF THE PROFIT & LOSS ACCOUNT

AS PER OUR ATTACHED REPORT OF EVEN DATE

FOR DOSHI MARU & ASSOCIATES

FOR LYP SA GEMS & JEWELLERY LIMITED

CHARTERED ACCOUNTANTS

S/d
For M/s. D G M S & Co.
PARTNER
FRN : 112187W
PLACE: MUMBAI
DATE: 30/06/2021
UDIN: 21102585AAAAFV6248

S/d
DIPAN PATWA
CHAIRMAN
DIN - 02579405
PLACE: MUMBAI
DATE: 30/06/2021

S/d
JEEYAN D. PATWA
DIRECTOR
DIN - 02579461
PLACE: MUMBAI
DATE: 30/06/2021

Particulars	Refer Note No.	FOR THE YEAR ENDED 31st MARCH 2021			FOR THE YEAR ENDED 31st MARCH 2020		
I. Revenue From Operations	17			841.09			2,069.54
II. Other income	18						-
III. Total Revenue (I + II)				841.09			2,069.54
IV. Expenses:							
Cost of materials consumed	19			78.83			494.03
Purchases of Stock-in-Trade				950.27			1,459.35
Changes in inventories of finished goods work-in-progress and Stock-in-Trade	20			(212.02)			55.32
Employee benefits expense	21			5.04			18.86
Finance costs	22			0.06			(15.85)
Depreciation and amortization expense	23			33.64			34.16
Other expenses	24			10.36			19.86
Total expenses				866.20			2,065.72
V. Profit before exceptional and extraordinary items and tax (III-IV)				(25.11)			3.82
VI. Exceptional items							
VII. Profit before extraordinary items and tax (V - VI)				(25.11)			3.82
VIII. Extraordinary Items				(8.85)			
IX. Profit before tax (VII- VIII)				(16.26)			3.82
X Tax expense:							
(1) Current tax				-			1.50
(2) Deferred tax				1.10			0.17
XI Profit (Loss) for the period from continuing operations (VII-VIII)				(17.36)			2.16
XII Profit/(loss) from discontinuing operations							
XIII Tax expense of discontinuing operations							
XIV Profit/(loss) from Discontinuing operations (after tax) (XII-XIII)							
XV Profit (Loss) for the period (XI + XIV)				(17.36)			2.16
XVI Earnings per equity share:							
(1) Basic EPS				(0.00)			0.00
(2) Diluted EPS				(0.00)			0.00

SIGNIFICANT ACCOUNTING POLICIES & NOTES FORMING PART OF THE ACCOUNTS '25'
 THE SCHEDULES REFERRED TO ABOVE FORM AN ENTIGRAL PART OF THE PROFIT & LOSS ACCOUNT
 AS PER OUR ATTACHED REPORT OF EVEN DATE
 FOR DOSHI MARU & ASSOCIATES
 CHARTERED ACCOUNTANTS

FOR LYPSA GEMS & JEWELLERY LIMITED

S/d
 For M/s. D G M S & Co.
 PARTNER
 FRN : 112187W
 PLACE: MUMBAI
 DATE: 30/06/2021

S/d
 DIPAN PATWA
 CHAIRMAN
 DIN - 02579405

DATE: 30/06/2021

S/d
 JEEYAN D. PATWA
 DIRECTOR
 DIN - 02579461

DATE: 30/06/2021

NOTE No. 1 : SHARE CAPITAL

(Rupees in Lacs)

1 SHARE CAPITAL

	AS AT 31st MARCH 2021	AS AT 31st MARCH 2020
AUTHORISED SHARE CAPITAL 3,00,00,000 (3,00,00,000) Equity Share of Rs. 10/- Each	3,000.00	3,000.00
Issued, Subscribed & Paidup 2,94,84,000 (2,94,84,000) Equity Share of Rs. 10/- Each Fully paidup.	2,948.40	2,948.40

Particulars	As at 31st March 2021	As at 31st March 2020
Equity shares at the beginning of the year	29484000	29484000
Add : Bonus shares issued by Capitalization of Securities Premium Account	-	-
Add : Shares issued at Premium	-	-
Equity shares at the end of the year	29484000	29484000

Particulars	As at 31st March 2021	As at 31st March 2020
	Amount of Equity Capital (Rs.)	Amount of Equity Capital (Rs.)
Amount for Equity share capital at the beginning of the year	2,948.40	2,948.40
Add : Amount for Bonus shares issued by Capitalisation of Securities Premium Accc ₹	-	₹ -
Add : Amount for shares issued at Premium	-	-
Amount for Equity share capital at the end of the year	2,948.40	2,948.40

RESERVES & SURPLUS**2 RESERVES & SURPLUS**

	AS AT 31st MARCH 2021	AS AT 31st MARCH 2020
Securities Premium Reserve		
As per Last Balance Sheet	-	-
Add: On Issue of Shares	-	-
Less: On Issue of Bonus Shares	-	-
	<u>-</u>	<u>-</u>
Profit & Loss Account		
As per Last Balance Sheet	246.09	168.60
Add: Profit for the year	(17.36)	2.16
Add: Excess Provision for the Earlier Year	-	-
	228.73	170.75
Less: Appropriations		
Less: On Issue of Bonus Shares	-	-
Less: Prov. for Depreciation on FA (Sch II of Co. Act, 2013)	-	-
Short Provision for I.Tax F.Y. 2013-14	-	-
Provision for Reduction in Value of Investments	-	(0.34)
Long Term Capital Loss Previous Year	-	-
PROV FOR TAX	5.53	1.50
Adjustment for previous years	-	(76.50)
Write of Capital with Partnership Firm	(2.34)	-
Tax on Dividend	-	-
	<u>225.54</u>	<u>246.09</u>
Total	225.54	246.09

NOTE No. 3 : DEFFERED TAX LIABILITY (NET)		
(Rupees in Lacs)		
3 DEFFERED TAX LIABILITY (NET)		
	AS AT 31st MARCH 2021	AS AT 31st MARCH 2020
Deffered Tax Liability		
Related to Fixed Assets	32.15	31.05
TOTAL	32.15	31.05
NOTE No. 4 : SHORT TERM BORROWINGS		
4 SHORT TERM BORROWINGS		
	AS AT 31st MARCH 2021	AS AT 31st MARCH 2020
Secured		
Working Capital Loans		
From Banks		
Foreign Currency Loans - PSCFC/PCFC	-	-
Rupee Loans - PSC/PC/CC/Term Loan	-	-
Secured		
From Banks - Others		
Rupee Loan - Car Loan	-	0.19
Unsecured		
(I)Loans & Advances		
From Directors	2,060.46	2,060.46
From Others		
(II) From Banks		
TOTAL	2,060.46	2,060.65
NOTE No. 5 : TRADE PAYABLES		
5 TRADE PAYABLES		
	AS AT 31st MARCH 2021	AS AT 31st MARCH 2020
Micro, Small & Medium Enterprises		
Others	4,726.42	3,689.44
TOTAL	4,726.42	3,689.44
5.1 The details of amounts outstanding to Micro, Small and Medium Enterprises based on available information with the Company is as under.		
	AS AT 31st MARCH 2021	AS AT 31st MARCH 2020
Principle Amount Due and Remains unpaid	-	-
Interest due on above and the unpaid interest	-	-
Interest Paid	-	-
Payment made beyond the appointed day during the year	-	-
Interest due and payable for the period of delay	-	-
Interest Accrued and remaining unpaid	-	-
Amount of further interest remaining due and payable in succeeding years.	-	-
TOTAL	-	-

NOTE No. 6 : OTHER CURRENT LIABILITIES

(Rupees in Lacs)

6 OTHER CURRENT LIABILITIES

	AS AT 31st MARCH 2021	AS AT 31st MARCH 2020
Interest Payable	-	-
Advances against Order	-	-
Recv/Payable For Forward Contract (Import)	-	-
Deffered Premium (Export)	-	-
Unclaimed Dividend (F.Y. 09-10)	7.50	7.50
Unclaimed Dividend (F. Y. 10-11)	8.27	8.27
Unclaimed Dividend (F. Y. 11-12)	5.62	5.62
Unclaimed Dividend (F. Y. 12-13)	4.34	4.34
Unclaimed Dividend (F. Y. 13-14)	14.30	14.30
Unclaimed Fraction Shares (F. Y. 13-14)	0.03	0.03
Unclaimed Dividend (F. Y. 14-15)	3.33	3.33
Other Payables	78.43	110.88
TOTAL	121.82	154.27

NOTE No. 7 : SHORT TERM PROVISIONS**7 SHORT TERM PROVISIONS**

	AS AT 31st MARCH 2021	AS AT 31st MARCH 2020
Proposed Dividend	-	-
Tax on Dividend	-	-
Other Provisions	-	(2.93)
TOTAL	-	(2.93)

NOTE No. 8 : FIXED ASSETS

8 FIXED ASSETS

LYPSA GEMS & JEWELLERY LIMITED.

(Rupees in Lacs)

FIXED ASSETS SCHEDULE AS ON 31st March 2021

SR. NO.	DESCRIPTION	Usefull Life in Years	GROSS BLOCK				Residual Value (5% of Original Cost)	DEPRECIATION			NET BLOCK		
			AS ON 01/04/2020	ADDITIONS DURING THE YEAR	DEDUCTION DURING THE YEAR	AS ON 31/03/2021		AS ON 01/04/2020	ADJUSTMENT FOR THE YEAR	DEPRECIATION FOR THE YEAR	UPTO 31/03/2021	AS ON 31/03/2021	AS ON 31/03/2020
	TANGIBLE ASSETS : OWN ASSETS:												
1	Electric Installation	10 Years	10.86	-	-	10.86	0.54	6.73	-	0.97	7.70	3.16	4.13
2	Furniture & Fixture (General)	10 Years	47.82	-	-	47.82	2.39	34.42	-	2.77	37.19	10.62	13.40
3	Motor Cars other than used in Business of Running them on Hire	8 Years	78.72	-	-	78.72	3.94	61.02	-	8.03	69.05	9.68	17.71
4	Office Equipments	5 Years	17.28	-	-	17.28	0.86	16.35	-	-	16.35	0.93	0.93
5	Computers (Desktops & Laptops, End users)	3 years	13.07	-	-	13.07	0.65	11.88	-	-	11.88	1.19	1.19
6	Plant & Machinaries (Other than Continuous Process Plant)	15 Years	286.65	-	-	286.65	15.09	106.68	-	16.19	122.87	163.78	179.97
7	Factory Building (Orchid Complex 202 & 302)	30 Years	178.16	-	31.04	147.12	8.91	29.41	10.54	5.68	24.55	122.57	148.75
8	Factory Land	-	68.16	-	10.96	57.20	-	-	-	-	-	57.20	68.16
	SUB-TOTAL RUPEES		700.73	-	42.00	658.73	32.38	266.49	10.54	33.64	289.59	369.14	434.23
	LEASE ASSETS :		-	-	-	-	-	-	-	-	-	-	-
	TOTAL - A		700.73	-	42.00	658.73	32.38	266.49	10.54	33.64	289.59	369.14	434.23
	INTANGIBLE ASSETS :		-	-	-	-	-	-	-	-	-	-	-
	TOTAL - B		-	-	-	-	-	-	-	-	-	-	-
	TOTAL A + B		700.73	-	42.00	658.73	32.38	266.49	10.54	33.64	289.59	369.14	434.23
	PREVIOUS YEAR		700.73	-	-	700.73	32.38	232.34	-	34.16	266.49	434.23	468.39
	CAPITAL WORK IN PROGRESS											-	-
	INTANGIBLE ASSETS UNDER DEVELOPMENT											-	-

NOTE No. 9 : NON CURRENT INVESTMENTS

(Rupees in Lacs)

9 NON CURRENT INVESTMENTS				
		AS AT 31st		AS AT 31st
		MARCH 2021		MARCH 2020
TRADE INVESTMENTS				
TOTAL OF TRADE INVESTMENTS (A)				
OTHER INVESTMENTS				
In Equity Shares of Companies - Quoted, Fully paidup				
		Purchase cost	AS AT 31st	
			MARCH 2021	MARCH 2020
5,90,300 (5,90,300) Shares of Kingfisher Airlines		99,11,830.00	-	0.00
Investments in Commodities				
Goldcoins			1.25	1.25
TOTAL OF OTHER INVESTMENTS (B)			1.25	1.25
TOTAL NON - CURRENT INVESTMENTS (A+B)			1.25	1.25

9.1 The valuation of shares and Mutual Funds is after considering the diminution in value of investments.

NOTE No. 10 : LONG TERM LOANS & ADVANCES

10 LONG TERM LOANS & ADVANCES				
		AS AT 31st		AS AT 31st
		MARCH 2021		MARCH 2020
Advance Income Tax & TDS (Net of Provisions)			-	-
Vat / GST Refundable			-	-
Deposites			2.29	2.31
Loans & Advances			12.85	17.69
Capital Advances			-	-
TOTAL			15.14	20.00

NOTE No. 11 : CURRENT INVESTMENTS

11 CURRENT INVESTMENTS				
		AS AT 31st		AS AT 31st
		MARCH 2021		MARCH 2020
Fixed Capital with Partnership Firm M/s. LYPSA GEMS			-	0.45
Current Capital with Partnership Firm M/s. LYPSA GEMS			-	(2.80)
Investment with 100% Subsidiary LYPSA GEMS & JEWELLERY DMCC			7.49	7.49
TOTAL			7.49	5.14

NOTE No. 12 : INVENTORIES

12 INVENTORIES				
		AS AT 31st		AS AT 31st
		MARCH 2021		MARCH 2020
Raw Materials			28.38	28.38
Stock In Process			-	-
Finished Goods			245.00	32.98
TOTAL			273.38	61.36

NOTE No. 13 : TRADE RECEIVABLES		
		(Rupees in Lacs)
13 TRADE RECEIVABLES		
(Unsecured & considered Good)	AS AT 31st MARCH 2021	AS AT 31st MARCH 2020
More than Six Months	8,903.84	8,050.15
Others	500.21	510.50
TOTAL	9,404.05	8,560.65
NOTE No. 14 : CASH & CASH EQUIVALENTS		
14 CASH & CASH EQUIVALENTS		
	AS AT 31st MARCH 2021	AS AT 31st MARCH 2020
Balance with Banks	44.08	44.08
Cash In Hand	0.26	0.26
Fixed Deposites with Banks (Maturity of Less than 12 Months)	-	-
TOTAL	44.34	44.34
NOTE No. 15 : SHORT TERM LOANS & ADVANCES		
15 SHORT TERM LOANS & ADVANCES		
	AS AT 31st MARCH 2021	AS AT 31st MARCH 2020
Prepaid Expenses	-	-
Deffered Premium		
Receivables on Forward Contracts/Interest Subvention		
TOTAL	-	-
NOTE No. 16 : OTHER CURRENT ASSETS		
16 OTHER CURRENT ASSETS		
	AS AT 31st MARCH 2021	AS AT 31st MARCH 2020
Deffered Revenue Expenditures	-	-
TOTAL	-	-

NOTE No. 17 : REVENUE FROM OPERATION					
				(Rupees in Lacs)	
17 REVENUE FROM OPERATION					
		AS AT 31st MARCH 2021		AS AT 31st MARCH 2020	
Sales of Products		841.09		2,069.54	
Income From Services		-		-	
Share of Profit From Partnership Firm (M/s LYPSA GEMS)		-		-	
TOTAL		841.09		2,069.54	
17.1 PARTICULARS OF SALES OF PRODUCTS					
		AS AT 31st MARCH 2021		AS AT 31st MARCH 2020	
PARTICULARS					
Rough & Cut and Polished Diamonds		841.09		166.52	
Gold & Jewellery		-		404.30	
TOTAL		841.09		570.82	
18 : OTHER INCOME					
18 OTHER INCOME					
		AS AT 31st MARCH 2021		AS AT 31st MARCH 2020	
INTEREST					
From Current Investments		-		-	
DIVIDEND					
From Long Term Investment		-		-	
Net Gain on Sale of Investments					
From Current Investments		-		-	
OTHER NON-OPERATING INCOME		-		-	
TOTAL		-		-	
NOTE No. 19 : COST OF MATERIALS CONSUMED					
19 COST OF MATERIALS CONSUMED					
		AS AT 31st MARCH 2021		AS AT 31st MARCH 2020	
		RUPEES	% OF CONSUMPTION	RUPEES	% OF CONSUMPTION
IMPORTED		-	-	-	-
LOCAL		78.83	100.00	494.03	100.00
TOTAL		78.83	100.00	494.03	100.00
19.1 PARTICULARS OF MATERIAL CONSUMED					
Rough Diamonds		78.83	100.00	494.03	100.00
NOTE No. 20 : CHANGES IN INVENTORIES OF FINISHED GOODS STOCK IN PROCESS & STOCK IN TRADE.					
20					
		AS AT 31st MARCH 2021		AS AT 31st MARCH 2020	
Inventories (At Close)					
Finished Goods		(245.00)		(32.98)	
Inventories (At Commencement)					
Finished Goods		32.98		88.30	
TOTAL		(212.02)		55.32	

NOTE No. 21 : EMPLOYEES BENEFIT EXPENSES				
(Rupees in Lacs)				
21 EMPLOYEES BENEFIT EXPENSES				
	AS AT 31st MARCH 2021		AS AT 31st MARCH 2020	
Salary	5.04		4.16	
Directors Remuneration	-		14.70	
TOTAL	5.04		18.86	
NOTE No. 22 : FINANCE COST				
22 FINANCE COST				
	AS AT 31st MARCH 2021		AS AT 31st MARCH 2020	
Interest Expenses	0.06		(15.85)	
Forward Premium	-		-	
TOTAL	0.06		(15.85)	
NOTE No. 23 : DEPRICIATION & AMORTIZATION EXPENSES				
23 DEPRICIATION & AMORTIZATION EXPENSES				
	AS AT 31st MARCH 2021		AS AT 31st MARCH 2020	
Depriciation & Amortization	33.64		34.16	
TOTAL	33.64		34.16	
NOTE No. 24 : OTHER EXPENSES				
24 OTHER EXPENSES				
	AS AT 31st MARCH 2021		AS AT 31st MARCH 2020	
Manufacturing Expenses				
Clearing & Forwarding Expenses	-		-	
Labour Charges	-		0.12	
Re-Assortment Charges	-		-	
Consumables/Diamond Tools	-		-	
Repaires & Maintaiance (MFG)	-		-	0.12
	-		-	
Selling & Distribution Expenses				
Clearing & Forwarding Expenses	-		-	
Business Pramotion	-		-	
Commission/Brokrage & Marketing Research Fees	-		-	-
	-		-	
Establishment Expenses				
Professional Fees	0.75		2.37	
General Expenses	8.11		15.91	
Rent	-		-	
Insurance	0.00		0.89	
Penalties	-		-	
Travelling Expenses	-		0.06	
Payment to Auditors	1.50		0.50	
Charity & Donation	-		-	
Electricity Charges	-		-	
Loss on sale of fixed assets	-		-	
Long Term Capital Loss	-		-	
Prior Period Expenses	-	10.36	-	19.73
TOTAL	10.36	10.36	19.86	19.86

LYPSA GEMS & JEWELLERY LIMITED.
BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE
PURSUANT TO PART -IV OF SCHEDULE VI TO THE COMPANIES ACT, 1956.

I REGISTRATION DETAILS

Registration No. : 28270 State Code : 04
 Balance Sheet Date : 31/03/2021

II CAPITAL RAISED DURING THE YEAR (AMOUNT IN RUPEES)

Public Issue : NIL Right Issue : NIL
 Bonus Issue : NIL Private Placement : NIL

III POSITION OF MOBILISATION AND EMPLOYMENT OF FUNDS
(AMOUNT IN LACS)

TOTAL LIABILITIES : 10,114.79 TOTAL ASSETS 10,114.79

SOURCES OF FUNDS :

Paid up Capital : 2,948.40 Reserves & Surplus : 225.54
 Secured Loans : - Unsecured Loans : 2,060.46
 Deferred Tax Liability 32.15

APPLICATION OF FUNDS :

Net Fixed Assets : 369.14 Investments 7.49
 Net Current Assets : 15.14 Misc. Expenditure -
 Accumulated Losses : -

IV PERFORMANCE OF THE COMPANY (AMOUNT IN LACS) :

Turnover/other : 841.09 Total Expenditure 866.20
Income
 Profit Before tax : (16.26) Profit After tax : (17.36)
 Earning Per Share (0.00) Dividend rate : NIL
 (In Rupees)

GENERIC NAMES OF THREE PRINCIPAL PRODUCTS/SERVICES OF COMPANY
(AS PER MONETARY TERMS)

Product Description

I) Manufacturing & trading in diamonds

FOR LYPSA GEMS & JEWELLERY LIMITED

S/d	S/d
DIPAN PATWA	JEEYAN D. PATWA
CHAIRMAN	DIRECTOR
DIN - 02579405	DIN - 02579461
DATE: 30/06/2021	DATE: 30/06/2021

LYPSA GEMS & JEWELLERY LIMITED

SCHEDULE '25' OF NOTES ON ACCOUNTS ANNEXED TO & FORMING PART OF BALANCE SHEET AS ON 31/03/2021

1. SIGNIFICANT ACCOUNTING POLICIES

a) Basis of preparation of financial statements

The financial statements are prepared in accordance with Indian Generally Accepted Accounting Principles (GAAP) as a going concern, under the historical cost convention on the accrual basis. GAAP comprises mandatory accounting standards as prescribed by the Accounting Standards notified by the Central Government and the provisions of Section 2(2) of the Companies Act, 2013. Accounting policies have been consistently applied from one period to the other except otherwise stated.

b) Use of estimates

The preparation of the financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported balances of assets and liabilities and disclosures relating to contingent liabilities as at the date of the financial statements and reported amounts of income and expenses during the period. Examples of such estimates include provisions for doubtful debts, income taxes and the useful lives of fixed assets and intangible assets.

Accounting estimates could change from period to period. Actual results could differ from those estimates. Appropriate changes in estimates are made as the Management becomes aware of changes in circumstances surrounding the estimates. Changes in estimates are reflected in the financial statements in the period in which changes are made.

c) Revenue recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.

d) Employee benefits

Expenses and liabilities in respect of employee benefits are recorded in accordance with the Accounting Standard 15 "Employee Benefits".

e) Taxation

Tax expense comprises current tax (MAT), deferred tax.

Provision for current tax is ascertained on the basis of the taxable income computed in accordance with the provisions of the Income-tax Act, 1961.

Deferred Tax reflects the impact of current year timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier years. Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted at the balance sheet date. Deferred tax assets relating to timing differences are recognised only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized.

f) Provisions and contingencies

The Company creates a provision when there is a present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may be, but probably will not, require an outflow of resources. These will not be charged to the Profit & Loss Account as it is not probable that future events will confirm that an asset has been impaired or a liability has been incurred as at the balance sheet date. 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.

Notes to accounts:

2. Fixed Assets:

Fixed Assets are carried at cost of acquisition or construction including incidental expenses related to acquisition and installation on concerned assets, less accumulated depreciation and amortization. The actual cost capitalized includes material cost, freight, installation cost, duties and taxes and other incidental expenses incurred during the construction / installation stage. The company has sold certain machines during the year.

3. Depreciation:

The company has provided depreciation on Straight Line Value Method over the estimated useful lives of assets at the rates specified in Part C of Schedule II of The Companies Act, 2013. Depreciation is charged on pro-rata basis from the date of capitalization. Individual asset costing Rs. 5000/- or less are fully depreciated in the year of acquisition.

4. Investments:

Long Term and Non current investments are valued at Cost. Other investments are valued at lower of cost or fair market value as on the date of Balance Sheet. The group provides for diminution in value of investments, other than temporary in nature. During the year company has provided for diminution in value of investments of Rs. NIL P.Y (-) Rs.33,960/- and the same is reduced from the value of investments as carried on in Balance Sheet.

Current Investments includes Fixed capital with partnership firm M/s Lypsa Gems of Rs. NIL /- (P.Y. Rs. 45,000/-) and Current capital with partnership firm M/s Lypsa Gems of Rs (-) NIL (P.Y. Rs.(-) 2,80,090/-) and Investment in 100% subsidiary Lypsa Gems & Jewellery DMCC of Rs. 7,48,720/- (USD \$ 14000) (P.Y. Rs. 7,48,720/- (USD \$ 14000).

5. **Secured Loans:**

The company has not availed any secured loans.

6. **Cash and Bank Balances:**

Fixed Deposits Receipts:

The company has total fixed deposits of Rs. NIL (P Y Rs. NIL).

Current Assets, Loans & Advances and Current Liabilities:

The Deferred premium on export of Rs. NIL (P.Y. NIL) is reflected in Balance Sheet under other current liabilities.

The company has classified Receivable on forward contract against Exports of Rs NIL (P.Y. Rs. NIL) in Balance Sheet under short term loans & advances.

7. **Revenue Recognition:**

(a) Sales, net of taxes are accounted for when property in the goods are transferred to the customers.

(b) Dividend is recognized, when right to receive the dividend arises.

(c) Items of Income and Expenditure such as Exchange Rate difference, Interest on FDR, Profit on Forward Contract, Forward premium, Interest paid are recognized on accrual basis, unless otherwise stated.

(d) Interest income is recognized on time proportion method.

(e) Amounts received or billed in advance of goods sold are recorded as advances from customers.

(f) Revenue from operations include share of profit from partnership firm M/s Lypsa Gems of Rs. NIL (P Y NIL)

8. **Preliminary Expenses:**

Preliminary Expenses are amortized over a period of five years. However, company has not written off the same during the year. Write off during the year.

9. **Foreign Currency Transactions:**

Transactions in foreign currency are recognized at the prevailing exchange rates on the transaction dates. Realized gain or losses on settlement of foreign currency transactions are recognized in the Profit and Loss account. Foreign currency denominated monetary assets and liabilities at the year end are translated at the year end exchange rates and recognized in the Profit and Loss account. Non monetary foreign currency items are carried at cost.

The company enters into forward exchange contract and other instruments that are in substance a forward exchange contract to hedge its risks associated with foreign currency fluctuations. The premium or discount arising on the inception of a forward exchange contract (other than a firm commitment or highly probable forecast) or similar instrument is amortized as expense or income over the life of contract. Exchange difference on such a contract are recognized in the Profit and Loss account in the year in which the exchange rates change. Any Profit or Loss arising on cancellation of such a contract is recognized as income or expense for the year. The company uses forward contracts to hedge its risks associated with foreign currency fluctuations relating to certain firm commitments and forecasted transactions.

10. **Taxation:**

Current Tax is determined as the amount of tax payable in respect of taxable income for the year. Deferred tax for timing differences between the income as per financial statement and income as per the Income Tax Act, 1961 is accounted for using the tax rates and laws that have been enacted or substantially enacted as of the Balance sheet date. Deferred tax assets arising from the timing differences are recognized to the extent there is virtual certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized.

11. **Employee Benefits:**

Employee benefits such as Provident fund, ESIC and other benefits are not provided by the company.

12. **Lease Accounting:**

Lease Rentals under operating leases are recognized in the Profit and Loss account on Straight Line Method. The company has not taken any equipment on lease.

13. **Treatment of contingent Liability:**

The company recognizes a provision where there is a present obligation as result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of obligation. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not require an outflow of resources is remote. As the company does not have any contingent liability, no disclosure as specified in Accounting Standard 29 – “Provisions, Contingent Liabilities and Contingent Assets” is made.

14. **Disclosure of Related Parties:**

“Related party Disclosures” as required by Accounting Standard 18 is enumerated below:

Transactions with Group Companies: NIL

Transactions with Key Management Personnel and Related Entities:

NAME	NATURE OF TRANSACTION	CURRENT YEAR	PREVIOUS YEAR
Manish Janani	Interest on Loan	NIL	NIL
Dipan Patwa	Interest on Loan	NIL	NIL
Manish Janani	Director Remuneration	NIL	NIL
Dipan Patwa	Director Remuneration	NIL	10,50,000.00
Jeeyan Patwa	Director Remuneration	NIL	4,20,000.00
Lypsa Diamond	Reimbursement of Expenses	NIL	NIL
Lypsa Diamond	Sale of Goods	NIL	NIL
Lypsa Gems	Investments	NIL	NIL

During the year M/s Lypsa Gems & Jewellery DMCC a 100% foreign subsidiary of M/s Lypsa Gems & Jewellery Ltd has earned a net profit/loss of Rs. (-) 25,74,19,034/- (P Y Rs. 21,77,34,368/-).

Income:

NAME	NATURE OF TRANSACTION	CURRENT YEAR	PREVIOUS YEAR
Lypsa Gems (Partnership Firm)	Share of Profit of Firm	NIL	NIL

The computation of Net Profit for the purpose of calculation of director's remuneration under Section 198 of the Companies Act 2013 is not enumerated, since no commission has been paid to the Directors.

15. **Segment Reporting:**

In accordance with the requirements of Accounting Standard 17 "Segment Reporting" the Company's Business Segment is "Trading and working in Diamonds". As the company operates in only one segment, Segment Reporting as per Accounting Standard 17 is not applicable.

16. **Inventories:**

Raw materials are valued at cost or net realizable value whichever is lower. Cost is computed using weighted average method. Work in progress is computed by adding cost of purchase, appropriate share of conversion and other overheads incurred in bringing the inventories to its present location and condition. Finished Goods are valued at weighted average cost. During the year, there is no change in the method of valuation of closing stock. Finished goods includes cost of purchase, cost of conversion and other overheads incurred in bringing the inventories to its present location and condition.

17. **Stock and Turnover:**

Information pursuant to the Companies Act, 2013 as applicable to the Company doing manufacturing activity is as:

Quantitative details of materials:

<u>Rough Diamonds</u>	<u>Current Year(Carats)</u>	<u>Previous Year(Carats)</u>
Opening Stock	1916.48	1675.69
Purchases	1747.96	18,849.10
Issued for manufacturing	0.00	0.00
Loss	0.00	0.00
Sales	1747.96	18,608.31
Closing Stock	1916.48	1916.48
<u>Polished Diamonds</u>	<u>Current Year(Carats)</u>	<u>Previous Year(Carats)</u>
Opening Stock	20.55	259.24
Purchases	1110.76	2776.09
Manufacturing	0.00	0.00
Loss	0.00	0.00
Sales	1086.66	3014.78
Closing Stock	44.65	20.55

<u>Gold</u>	<u>Current Year (Grams)</u>	<u>Previous Year (Grams)</u>
Opening Stock	506.56	6.56
Purchases	3800.00	0.00
Gold Received from Jewellery (Melting)	0.00	3500.00
Sales	0.00	3000.00
Gold Consumed	291.63	0.00
Closing Stock	4014.89	506.56

<u>Jewellery</u>	<u>Current Year (Grams)</u>	<u>Previous Year(Nos)</u>
Opening Stock	0.00	0.00
Purchases	0.00	3883.13
Jewellery Melting	0.00	3500.00
Sales	0.00	383.13
Closing Stock	0.00	0.00

18. **Deferred Taxation:**

The major components of deferred taxation arising out of timing differences are:

Liabilities	As on 31.03.2021	As on 31.03.2020
Depreciation	85,77,871.00	1,20,58,674.00
Net Deferred Tax Liability	-32,15,301.82	-31,05,108.56

19. **Payment to Auditors:**

	Current Year (Rs.)	Previous Year (Rs.)
For Audit Fees - Statutory	50000	50000

20. **Earnings and Expenditure in Foreign exchange:**

The earnings and expenditure in foreign exchange as incurred by the company is as :

Nature of Transaction	Currency	Current Year	Currency	Previous Year
Export Sales	USD	0.00	USD	0.00
Import Purchase	USD	0.00	USD	0.00
CIF value of imports	USD	0.00	USD	0.00
Foreign Travelling expense	USD	0.00	GBP	0.00

21. **Share Capital:**

During the year company has not allotted shares to the public.

22. **Earnings per Share:**

Basic earnings per share is computed by dividing the profit/(loss) after tax (including post tax effect of extra ordinary items, if any) by the weighted average number of equity shares outstanding the year. Diluted earnings per share is computed by dividing the profit/(loss) after tax (including post tax effect of extra ordinary items, if any) by the weighted average number of equity shares considered for deriving basic earnings per share and also the weighted average number of equity shares which could have been issued on the conversion of all dilutive potential equity shares. Dilutive potential equity

shares are deemed converted as at the beginning of the period, unless they have been issued at a later date. The dilutive potential equity shares are adjusted for the proceeds receivable had the shares been actually issued at fair value (i.e., average market value of the outstanding shares). Since the bonus shares as stated in note no. 21 hereinabove, is an issue without consideration, the issue is treated as if it has occurred prior to the beginning of the year being the earliest period reported, the earnings per share and the adjusted earnings per share for the year ended March 31st, 2021 is as computed as per Accounting Standard 20 is as:

<u>Earnings Per Share</u>		<u>31.03.2021</u>	<u>31.03.2020</u>
Profit/Loss after tax (Rs.)	(-)	17,36,019	2,15,627
Average number of shares (Nos)		2,94,84,000	2,94,84,000
Nominal value of shares (Rs.)		10.00	10.00
Basic Earnings Per share (Rs.)	(-)	0.01	0.00
Diluted earnings Per share (Rs.)	(-)	0.01	0.00
Adjusted Earnings Per share (Rs.)		---	-----

23. **Cash Flow Statement:**

Cash flows are reported using the indirect method, whereby profit before tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the company are segregated based on the available information.

24. **Partnership Firm operations:**

The accounts of the company reflects its Investments and Income & Expenditure from Partnership firm which are accounted on the basis of the accounts of the firm M/s Lypsa Gems on line-by-line basis with similar items in the company's accounts to the extent of the participating interest of the company as per partnership deed. The company has also invested USD \$ 14000 in its 100% foreign subsidiary company Lypsa Gems & Jewellery DMCC (P.Y. US\$ 14000).

25. **Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting period:**

Shares:

Particulars	As at 31 st March 2021	As at 31 st March 2020
	No. of Shares	No. of Shares
Equity shares at the beginning of the year	2,94,84,000	2,94,84,000
Add : Bonus shares issued by Capitalization of Securities Premium Account	NIL	NIL
Add : Shares issued at Premium	NIL	NIL
Equity shares at the end of the year	2,94,84,000	2,94,84,000

Equity Capital:

Particulars	As at 31 st March 2021	As at 31 st March 2020
	Amount of Equity Capital (Rs.)	Amount of Equity Capital (Rs.)
Amount for Equity share capital at the beginning of the year	29,48,40,000	29,48,40,000
Add : Amount for Bonus shares issued by Capitalisation of Securities Premium Account	NIL	NIL
Add : Amount for shares issued at Premium	NIL	NIL
Amount for Equity share capital at the end of the year	29,48,40,000	29,48,40,000

26. Details of shares held by each shareholder holding more than 5% shares:

Name of Shareholder	As at March 31 st , 2021		As at March 31 st , 2020	
	No. of Shares	% of Holding	No. of Shares	% of Holding
Manish Jaysukhlal Janani	53,32,250	18.09	53,32,250	18.09
Dipen Babubhai Patwa	53,92,250	18.29	53,92,250	18.29

27. **Short term Borrowings:**

Loans and advances from related parties:

Particulars	Current Year	(Rs. In Lacs) Previous Year
Unsecured Loans from Directors	2060.46	2060.46

28. **Investments:**

Investment in Partnership Firm:

Name of Firm	As at March 31 st , 2021	As at March 31 st , 2020
M/s Lypsa Gems		
Fixed Capital	NIL	Rs. 45,000/-
Current Capital	NIL	Rs. 22,79,910/-

29. **Long Term Loans & Advances:**

Particulars	As at March 31 st , 2021	As at March 31 st , 2020
Security Deposits – Considered Good	Rs. 2,29,171/-	Rs. 2,30,671/-
Prepaid Expenses		
Bank Charges	NIL	NIL
Insurance Premium	NIL	NIL
Domain Registration charges	NIL	NIL
Membership Fees	NIL	NIL
Repairs & Maintenance	NIL	NIL

Telephone Charges	NIL	NIL
Advance Interest paid on EPC	NIL	NIL

30. **Cash & Cash Equivalents :**

Particulars	As on March 31 st , 2021	As on March 31 st , 2020
Balance in Current Accounts	Rs. 46,271.56	Rs. 46,271,.56
Balance in Unclaimed Dividend A/c	Rs. 43,61,879.87	Rs. 43,61,879.87

31. In the opinion of the Board, the Current Assets, Loans and Advances are approximately of the value stated, if realized in the ordinary course of business. The provision for all known liabilities is adequate and is not in excess of the amounts reasonably necessary.
32. The Balances of Debtors, Creditors, Loans and advances are subject to reconciliation and confirmation.
33. Balance of Unsecured Loans includes interest charged on such loans, wherever applicable.
34. The information required under Section 134 of the Companies Act, 2013 read with Companies Employees Amendment Rules, 2011 is not given as there was no employee in receipt of salary exceeding Rs 5,00,000 per month or Rs 60,00,000 or more per annum.
35. As defined in "The Micro, Small and Medium Enterprises Development Act, 2006", there are no amounts payable to any Micro and Small-Scale Enterprises / Undertaking.
36. Previous year figures have been regrouped and rearranged wherever necessary to make them comparable with those of current year.
37. There are certain uncollected dues/receivables in foreign currency which are outstanding for a period of more than six months as on Balance sheet date. The amount of foreign currency receivables outstanding for more than six months is Rs. 89,03,84,073/- (P Y Rs. 80,50,14,873/-). However Rs. NIL (P Y Rs. NIL) is received after the balance sheet date.
38. The company has made an investment of USD \$ 14000 in its 100% Foreign subsidiary company M/s Lypsa Gems & Jewellery DMCC (P.Y. US\$ 14000) and subsidiary has earned profit/loss of Rs.(-) 25,74,19,034/- (Rs. (-)21,77,34,368/-) for the 2020-21. The Net profit earned for the year 2020-21 from partnership firm M/s Lypsa Gems of Rs. NIL (P.Y.NIL) is debited to share of profit in companies current capital account.
39. The company has outstanding unclaimed dividend of Rs. 7,49,900/- for the year 2009-10, Rs. 8,27,000/- for the year 2010-11, Rs. 5,61,855/- for the year 2011-12, Rs 4,33,587/- for F.Y. 2012-13, Rs.14,30,020/- for 2013-14 and Rs.3,33,282/- for 2014-15. The company has unclaimed fraction shares of Rs.3,436/-. As per provisions, the

company is required to deposit a sum of Rs.7,49,900/- towards unclaimed dividend for 2009-10 & Rs. 8,27,000/- for 2010-11 Rs. 5,61,855/- for 2011-12 & Rs.4,33,587/- for F.Y.2012-13, Rs.14,30,020/- for 2013-14 and Rs.3,33,282/- for 2014-15 to Investor education and protection fund. The company has not deposited the same.

Signature to Schedule 1 to 24
As per our report of even date

**For M/s. D G M S & Co.
Chartered Accountants
FRN: 112187W**

**SD/-
(Atul B. Doshi)
Partner
M. No.: 102585
Place: Mumbai
Date :30TH June 2021
UDIN: 21102585AAAAFV6248**