

Date: 30th October, 2021

To,
The Department of Corporate Services,
BSE Limited,
Phiroze Jeejeebhoy Towers,
Dalal Street, Mumbai – 400 001

Scrip Code: 523826

Dear Sir / Madam,

SUB: OUTCOME OF BOARD MEETING

REF: REGULATION 33(3) OF THE SEBI (LODR) REGULATIONS, 2015

The Board Meeting of the Company was held on 30th October, 2021. The Board of Directors at their Board Meeting have approved and taken on record the Un-Audited Financial Results for the quarter and half year ended 30th September, 2021.

Please find enclosed herewith the following:

1. Un-Audited Financial Results for the quarter and half year ended 30th September, 2021.
2. Limited Review Report for the quarter and half year ended 30th September, 2021.
3. Statement of Assets and Liabilities as on 30th September, 2021.
4. Cash Flow Statement as on 30th September, 2021.

The information and papers are being filed pursuant to Regulation 33(3) of the SEBI (LODR) Regulations, 2015.

Please take the aforesaid on your records and acknowledge the receipt.

Thanking You,

Yours Faithfully,

For SOVEREIGN DIAMONDS LIMITED


AJAY GEHANI
MANAGING DIRECTOR



Encl: As Above

SOVEREIGN DIAMONDS LIMITED

Regd. Off. : Sovereign House, 11-A, Mahal Indl. Estate, Mahakali Caves Road, Andheri (E), Mumbai - 400093

CIN : L36912MH1974PLC017505, Tel No.022 6692 3871 Fax No: 022 6692 3880

Statement of Un-Audited Financial Results for the Quarter and Year Ended 30th September, 2021

Particulars	Quarter Ended			Half Year Ended		In Lakhs
	30-09-2021	30-06-2021	30-09-2020	30-09-2021	30-09-2020	31-03-2021
	(Unaudited)	(unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1. Income from Operations						
(a) Net Sales / Income from Operations	619.78	245.08	426.19	864.86	439.62	1,496.65
(b) Other Income	15.97	20.48	18.66	36.45	31.01	63.03
Total Income (net)	635.75	265.56	444.85	901.31	470.63	1,559.68
2. Expenses						
(a) Cost of Materials Consumed	442.40	126.27	363.84	568.67	368.64	1,220.16
(b) Changes in inventories of finished goods and work-in-progress	-6.41	83.06	78.75	76.65	81.15	70.15
(c) Employee benefits expense	40.83	33.31	25.87	74.14	40.98	127.52
(d) Finance Costs	21.76	21.38	24.90	43.14	52.03	96.49
(e) Depreciation and amortisation expense	11.78	11.44	15.84	23.22	26.12	45.14
(f) Other expenses	51.62	46.46	37.67	98.08	45.71	146.49
Total Expenses	561.98	321.92	546.87	883.90	614.64	1,705.95
3. Profit / (Loss) from ordinary activities before exceptional items (1-2)	73.77	-56.36	-102.02	17.41	-144.00	-146.26
4. Exceptional Items	0.00	0.00	0.00	0.00	0.00	0.00
5. Profit / (Loss) from ordinary activities before tax (3 + 4)	73.77	-56.36	-102.02	17.41	-144.00	-146.26
6. Tax Expense						
a) Current Tax	0.00	0.00	0.00	0.00	0.00	0.00
b) Deferred Tax	-0.34	-0.38	0.28	-0.72	0.40	2.61
7. Net Profit / (Loss) from ordinary activities after tax (5-6)	74.11	-55.97	-102.30	18.13	-144.40	-148.88
8. Extraordinary items	0.00	0.00	0.00	0.00	0.00	0.00
9. Net Profit / (Loss) for the period (7+8)	74.11	-55.97	-102.30	18.13	-144.40	-148.88
10. Other Comprehensive Income (OCI)						
a) Items that will not be Reclassified to Profit Or Loss	-2.10	0.41	-1.30	-2.51	8.33	1.42
b) Income Tax Relating To Items That Will Not Be Reclassified to Profit of Loss	-	-	-	-	-	-
c) Items that will Be Reclassifies to Profit Or Loss	-	-	-	-	-	-
d) Income Tax Relating to Items that will be Reclassified to Profit or Loss	-	-	-	-	-	-



11. Total Comprehensive Income for the period (9+10)	72.00	-56.38	-103.60	15.61	-136.07	-147.46
12. Paid-up Equity Share Capital, Equity Shares of ₹10/- each	578.80	578.80	578.80	578.80	578.80	578.80
13.i. Earnings per Share (Before Extraordinary items of ₹ 10 each) (Not Annualised):						
a) Basic	1.28	-0.97	-1.77	0.31	-2.49	-2.57
b) Diluted	1.28	-0.97	-1.77	0.31	-2.49	-2.57
13.ii. Earnings per Share (After Extraordinary items of ₹ 10 each) (Not Annualised):						
a) Basic	1.28	-0.97	-1.77	0.31	-2.49	-2.57
b) Diluted	1.28	-0.97	-1.77	0.31	-2.49	-2.57
See accompanying note to the financial results						

NOTES

1	The above results as reviewed by the Audit Committee have been approved at the meeting of the Board of Directors held on 30th October, 2021.
2	In accordance with the requirements of Ind AS 18, Revenue for the quarter ended 30th September, 2021 is net of Goods and Service Tax (GST).
3	As the Company's business activity falls within a single business segment viz. 'Jewellery', the disclosure requirement of the Indian Accounting Standard (AS) 108 "Operating Segment" notified under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rule, 2014 are not applicable.
4	<p>The operations of the company were impacted, due to second wave and shutdown of shops, malls and other Jewellery outlets as per directives from the State Governments.</p> <p>The Company has evaluated impact of this pandemic on its business operations and financial position and based on its review of current indicators of future economic conditions, there is no major significant impact on its financial statements as at 30th September, 2021.</p> <p>However, the impact assessment of COVID-19 is a continuing process given the uncertainties associated with its nature and duration and accordingly the impact may be different from that estimated as at the date of approval of these financial statements. The Company will continue to monitor any material changes to future economic conditions.</p>
5	The figures of the previous year/period have been regrouped/recast to render them comparable with the figures of the current period.
6	The figures in ₹ Lakhs are rounded off to two decimals.

Place : Mumbai
Date : 30/10/2021



For Sovereign Diamonds Limited

Mr. Ajay R. Gehani
(Managing Director)

Statement of Assets and Liabilities			
(Amt. in Lakhs)			
STANDALONE			
	Particulars	As at 30th Sep. 2021	As at 31st Mar. 2021
A	ASSETS		
1	Non-current Assets		
	(a) Property, Plant And Equipment	346.65	364.95
	(b) Capita work-in-progress		
	(c) Other Intangible Assets		
	(d) Financial Assets		
	(i) Investments		
	(ii) Loans	4.06	4.06
	(e) Deferred Tax Assets (Net)	10.84	10.11
	(f) Other Non-Current Assets		
	Total Non-current Assets	361.56	379.13
2	Current Assets		
	(a) Inventories	1,667.18	1,753.83
	(b) Financial Assets		
	(i) Investments		
	(ii) Trade Receivables	399.32	392.40
	(iii) Cash and Cash Equivalents	5.53	128.45
	(iv) Loans and Advances	-	-
	(c) Other Current Assets	49.24	40.58
	Total Current Assets	2,121.27	2,315.26
	TOTAL ASSETS	2,482.82	2,694.38
B	EQUITY AND LIABILITIES		
1	Equity		
	(a) Equity Share Capital	578.80	578.80
	(b) Other Equity	715.98	700.37
	(c) Non-Controlling Interest	-	-
	Total Equity	1,294.78	1,279.17
2	Share Application Money Pending Allotment	-	-
3	Minority Interest *	-	-
2	Non-current Liabilities		
	(a) Financial Liabilities		
	(i) Borrowings	182.58	205.11
	(ii) Other Financial Liabilities	39.66	39.66
	(b) Deferred Payment Liabilities	-	-
	(c) Provisions	-	-
	(d) Deferred Tax Liabilities (Net)	-	-
	Total Non-Current Liabilities	222.24	244.77
3	Current Liabilities		
	(a) Financial Liabilities		
	(i) Borrowings	780.02	1,002.98
	(ii) Trade Payables	147.08	134.16
	(iii) Other Financial Liabilities	-	-
	(b) Other Current Liabilities	20.76	18.75
	(c) Provisions	17.94	14.56
	Total - Current Liabilities	965.80	1,170.44
	TOTAL EQUITIES AND LIABILITIES	2,482.82	2,694.38

Place : Mumbai
Dated : 30/10/2021



For SOVEREIGN DIAMONDS LTD.

Mr. Ajay R. Gehani
(Managing Director)

CASH FLOW STATEMENT

Sr. No.	Particulars	As at 30th Sep., 2021	As at 31st Mar. 2021
A	Cash flow from operating activities :		
	Profit before tax	17.41	-146.27
	Adjustment for :		
	Depreciation and amortization for the year	23.22	45.14
	Actuarial gain/(loss) forming part of OCI	-2.51	1.42
	Net (profit)/loss on disposal of property, plant and equipment	-	3.54
	Finance cost	43.14	96.49
	Interest income	-0.02	-0.04
	Operating Profit before working capital changes	81.24	0.26
	Operating profit before working capital changes		
	Adjustments for:		
	Decrease/Increase in inventories	86.66	228.82
	Decrease/(increase) in non-current financial assets	-	-0.38
	Decrease/(increase) in other non current assets		
	Decrease/(increase) in current financial assets		
	Decrease/(increase) in other current assets	-4.85	5.02
	Increase in trade receivables	-6.92	595.90
	Increase in trade payables	12.92	-516.66
	Increase in current financial liabilities	-	-
	Increase in non-financial liabilities	-	-
	Increase in provisions-non current		
	Increase in provisions-current	3.37	-4.72
	Increase in other current liabilities	2.00	2.36
	Cash generated from operating activities	174.42	310.61
	Direct Taxes (net)	-3.80	-12.96
	Income Tax Adjustments		
	Net cash generated from operating activities	170.62	297.65
B	Cash flow from investing activities:		
	Purchase of property, plant and equipment	-4.92	-102.82
	Proceeds from disposal of property, plant and equipment	-	18.91
	Interest received	0.02	0.04
	Net cash used in investing activities	-4.91	-83.86
C	Cash flow from financing activities:		
	(Repayment)/proceeds of non current borrowings, net	-22.53	205.11
	(Repayment)/proceeds of current borrowings, net	-222.95	-195.42
	Interest Paid	-43.14	-96.49
	Net cash generated from financing activities	-288.63	-86.79
	Net increase in cash and cash equivalents (A+B+C)	-122.91	126.99
	Cash and cash equivalents at the beginning of the year	128.45	1.45
	Cash and cash equivalents at the end of the year	5.53	128.45

Note :

- Figures in Minus represent cash outflow.
- The cash flow statement has been prepared under the indirect method as set out in Indian Accounting Standard (Ind AS 7) statement of cash flows.

Place : Mumbai
Date : 30/10/2021



For Sovereign Diamonds Limited

Mr. Ajay R. Gehani
(Managing Director)



Pulindra M. Patel
B.Com. F.C.A, Inter C.S.

PULINDRA PATEL & CO.
CHARTERED ACCOUNTANTS

307, Gold Mohur Co-Op. Housing Society,
174, Princess Street, Mumbai- 2.

Tel No. : 022-22056233, 022-43472356

Mobile : 9322268243

e-mail : pulindra_patel@hotmail.com

Review Report to
The Board of Directors,
SOVEREIGN DIAMONDS LIMITED,
Sovereign House,
Mahakali Caves Road,
Andheri (East), Mumbai – 400 093.

We have reviewed the quarterly unaudited standalone financial results of SOVEREIGN DIAMONDS LIMITED (the company) for the, Quarter ended September 30 2021 and year to date from April 01, 2021 to September 30, 2021 (the Statement”) attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing obligations and Disclosure Requirements) Regulations 2015 as modified by circular No. CIR/CFD/FAC/62/2006 dated 5th July, 2016.

This statement which is the responsibility of the Company's Management and approved by the Board of Directors has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 Interim Financial Reporting (Ind AS 34), prescribed under section 133 of the Companies Act, 2013 read with relevant rules issued there under and other accounting principles generally accepted in India. Our responsibility is to issue a report on the statement based on our review.

We conducted our review of the Statement accordance with the revised standard on Review Engagement (SRE) 2410 'Review of Interim Financial Information performed by the Independent Auditor of the Entity' issued the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as about whether the statement is free of material misstatement(S). A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

Based on our review conducted as stated above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with the aforesaid Indian accounting standards and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, as modified by Circular No CIR/ CFD/ FAC/ 62/ 2016 dated July 5, 2016 including the manner in which it is to be disclosed, or that it contains any material misstatement.

Yours faithfully,
For PULINDRA PATEL & CO.
Chartered Accountants
FRN No. 0115187W

Pulindra M. Patel
(Pulindra Patel)

Proprietor
Membership No. 048991
UDIN : 21048991AAAAPA3905



PLACE : Mumbai
DATE : 30.10.2021