



EMERALD

EMERALD JEWEL INDUSTRY INDIA LIMITED

CIN : U03691TZ2004PLC011255

Regd. Office : 230, Thiruvankatasamy Road (East), R.S.Puram, Coimbatore – 641 002, India.

Phone: 0422- 4222200, Fax: 0422- 2555560. E-Mail: investorrelations@ejindia.comWeb site: www.ejindia.com

INVITES FIXED DEPOSITS

FIXED DEPOSIT SCHEMES						
SCHEME 'A' (Non-Cumulative)		SCHEME 'B' (Cumulative)				
Period	Rate of interest per Annum (%) Payable Quarterly	Period	Rate of interest per Annum (%) Compounded Quarterly	Minimum amount of Deposit (Rs.)	Amount payable on Maturity (Rs.)	Effective Annual Yield (%)
1 Year	9.00	1 Year	9.00	10,000	10931	9.31%
2 Years	9.50	2 Years	9.50	10,000	12066	10.33%
3 Years	10.00	3 Years	10.00	10,000	13449	11.50%

Deposits will be Accepted / Renewed in multiples of ₹1,000/- subject to a minimum of ₹ 10,000/- for Scheme 'A' and Scheme 'B'.

FORM DPT - 1

CIRCULAR OR CIRCULAR IN THE FORM OF ADVERTISEMENT INVITING DEPOSITS

[Pursuant to section 73 (2) (a) and section 76 and rule 4(1) and 4(2) of the Companies (Acceptance of Deposits) Rules, 2014]

The circular or circular in the form of advertisement shall contain the following:

1. GENERAL INFORMATION:

A. Name, Address, Website and other contact details of the Company:

Name : Emerald Jewel Industry India Limited
 CIN : U03691TZ2004PLC011255
 Address : 230, Thiruvankatasamy Road (East), R.S.Puram, Coimbatore- 641 002
 Website : www.ejindia.com
 Phone : +91 422 4222200 Fax : +91 422 2555560
 E-Mail : investorrelations@ejindia.com

B. Date of Incorporation of the Company: 27th July, 2004

C. (i) Business carried on by the Company.

The Company is engaged in manufacturing, trading, import, export of gold, silver, platinum and Diamond Jewellery and other precious metals.

(ii) Subsidiaries and Units of the Company

1. Subsidiaries:

a. Emerald Jewellery Retail Limited

The Company is engaged in the business of selling of Gold, Silver, Diamond and Platinum Jewellery through its retail outlets across Tamilnadu, Pondicherry, Andhra Pradesh.

b. India Jewellery Company Private Limited

The Company engaged in the business of trading in Gold Bullions.

c. Emerald Jewellers DMCC, Dubai (Foreign Company (Wholly owned Subsidiary)).

The Company engaged in the business of Wholesale trading of Gold/Silver/Diamond Jewellery.

d. Emerald Jewellers Singapore Pte.Ltd (Foreign Company (Wholly owned Subsidiary)).

The Company engaged in the business of Wholesale trading of Gold/Silver/Diamond Jewellery.

2. Units:

Unit-I : 300, 301/1A,1B, Mettupalayam Road, N.S.N.Palayam, Coimbatore, Tamil Nadu, 641 031.

Unit-II : 355 and 356, Edayar Street, Coimbatore- 641 001

Unit-III : 817, Sullivan Street, Coimbatore, Tamil Nadu, 641 001

Unit-IV : 460,461/1,462/1C,462/2A, Kathiramaickenpalayam Road, Thoppampatti Post, Coimbatore, Tamil Nadu, 641 017

D. Brief particulars of the management of the Company:

The Company is managed by the Chairman and Managing Director, Joint Managing Director, and a team of professional Managers, subject to the Superintendence, control and Directions of the Board of Directors.

E. Names, addresses, DIN and occupations of the Directors

SL. NO	NAME AND ADDRESS	DIN	OCCUPATION
1	Mr. K. SRINIVASAN 12 & 13, Father Randy Street, R.S. Puram, Coimbatore 641 002.	00022753	Business
2	Mrs. SHAKTHI SRINIVASAN 12 & 13, Father Randy Street, R.S. Puram, Coimbatore 641 002.	00022792	Business
3	Mr. G.K. VENKATAGOPAL B-56, Sreevatsa Gardens, Mettupalayam Road, Thudiyalur, Coimbatore 641 034.	00022835	Whole-Time Director
4	Mr. M. KARUNAKARAN 45, South Street, Karur 639 001.	00027237	Business
5	Mr. C.R. NARAYANASWAMY 81/C, 5th Cross Street, OmGaneshNagar, Vadavalli, Coimbatore 641 041.	01931418	Advocate
6	Mr. R. VENKATESAN 50, Arogyaswamy Road West, R. S. Puram, Coimbatore 641 002.	01980254	Advocate
7	Mr. S. S. DHIAAN 12 & 13, Father Randy Street, R. S. Puram, Coimbatore 641 002.	03363397	Business
8	Ms. S. NISHTA SHRI 12 & 13, Father Randy Street, R. S. Puram, Coimbatore 641 002.	07412463	Business

F. Management's perception of risk factors:

- The Company is one of the leading Jewellery manufacturers in India. The net worth, revenues from operations and cash flows of the Company are strong enough to meet any repayment liability.
- The Company is operating in a Competitive environment both in organised/unorganised sectors of the industry.
- Gold price volatility and its adverse impact on margins.
- Inherent limitation in the industry due to change in taste and fashion preferences.

G. Details of default, including the amount involved, duration of default and present status, in repayment of-

i) Statutory dues	Nil
ii) Debentures and interest thereon	Nil
iii) Loan from any bank or financial institution and interest thereon.	Nil

2. PARTICULARS OF THE DEPOSIT SCHEME:

a. Date of Passing of board resolution : 30.03.2019

b. Date of passing of resolution in the General Meeting authorizing the invitation of such deposits : 29.12.2018

c. Type of deposits i.e.whether secured or unsecured : Unsecured

d.

Sl. No	Particulars	Amount (₹ In Lakhs)
1	Amount which the company can raise by way of deposits as per the Act and the rules made thereunder; 10% of the aggregate of the paid-up capital, free reserve and securities premium account from its members; 25% of the aggregate of the paid-up capital, free reserve and securities premium account from Public;	5195.74 12989.36
2	The aggregate of deposits actually held on the last day of the immediately preceding financial year;	NIL
3	The Aggregate of deposits actually held on the date of issue of the Circular or advertisement;	NIL
4	Amount of deposits proposed to be raised;	10,000
5	Amount of deposits repayable within next twelve months;	NIL

e. Terms of raising of deposits:

1. Duration: Deposits are proposed to be accepted for a term of 1 year, 2 years and 3 years.

2. Rate of Interest:

Scheme 'A'		
One Year	Two Years	Three Years
9.00%	9.50%	10.00%

Simple interest rate as applicable and paid quarterly.

Scheme 'B'		
One Year	Two Years	Three Years
9.00%	9.50%	10.00%

Interest will be compounded quarterly and paid at the time of maturity.

3. Mode of Payment and Repayment:

1	Mode of Payment	Cheque/Demand Draft/NEFT/RTGS
2	Mode of Repayment	Cheque/Demand Draft/NEFT/RTGS

- f. Proposed time schedule mentioning the date of opening of the Scheme and the time period for which the circular or advertisement is valid; The Scheme shall be opened after 30days from its date of filing with the Registrar of Companies and shall be valid till the forthcoming Annual General Meeting of the Company.
- g. Reasons or objects of raising the deposits; To facilitate working capital requirements of the Company.

h. Credit Rating Obtained;

- I. Name of the Credit Rating Agencies : ICRA LTD.
 II. Rating obtained : MA- (MA Minus)
 III. Meaning of the rating obtained : Stable
 IV. Date on which rating was obtained : 31.12.2018

i. Short Particulars of the charge created or to be created for securing such deposits, if any;

Not Applicable

j. Any financial or other material interest of the directors, promoters or key managerial personnel in such deposits and the effect of such interest in so far as it is different from the interests of other persons:

Company does not propose to pay differential interest to any person placing deposit with the Company if the directors, Promoters Key Managerial Personnel have placed any deposit or if any deposit is placed by any such person, the applicable rate of interest would be as per the prevalent Scheme.

(₹ In Lakhs)

Liabilities	As on 31st March 2018	As on 31st March 2017	As on 31st March 2016	Assets	As on 31st March 2018	As on 31st March 2017	As on 31st March 2016
Equity Share Capital	675.00	675.00	675.00	Non-Current Assets	42725.76	41455.28	42670.24
Reserves & Surplus	51874.82	48573.78	44976.96	Current Assets	65957.53	60051.78	58448.90
Non-Current Liabilities	6466.98	6857.54	8550.51				
Current Liabilities	49666.49	45400.74	46916.67				
Total	108683.29	101507.06	101119.14		108683.29	101507.06	101119.14

d. Audited Cash Flow Statement for the three years immediately preceding the date of issue of circular or advertisement:

(₹ in Lakhs)

Particulars	31.03.2018	31.03.2017	31.03.2016
Cash flow from operating activities	1474.63	4406.20	9445.63
Cash flow from investing activities	(5362.82)	398.87	(907.55)
Cash flow from financing activities	3781.07	(6679.27)	(7569.49)
Net increase/(decrease) in cash and cash equivalents	(107.12)	(1874.21)	968.59

e. Any change in accounting policies during the last three years and their effect on the profits and the reserves of the company:

The financial statements of the Company are prepared in accordance with Indian Accounting Standards ("Ind AS") notified under the Companies (Indian Accounting Standards) Rules, 2015 read with section 133 of the Companies Act, 2013.

3. DETAILS OF ANY OUTSTANDING DEPOSITS:

a. Amount Outstanding	Nil
b. Date of Acceptance	Nil
c. Total amount accepted	Nil
d. Rate of Interest	Nil
e. Total Number of Depositors	Nil
f. Default, if any, in repayment of deposits and payment of interest thereon, if any, including number of depositors, amount and duration of default involved	Nil
g. Any waiver by the depositors, of interest accrued on deposits	Nil

4. FINANCIAL POSITION OF THE COMPANY:

a. Profits of the company, before and after making provision for tax, for the three financial years immediately preceding the date of issue of circular or advertisement:

Year	Profit Before Tax (₹ In Lakhs)	Profit After Tax (₹ In Lakhs)
2015-16	2961.18	2119.25
2016-17	5628.69	4620.49
2017-18	5420.28	3461.67

b. Dividends declared by the company in respect of the said three financial years; Interest coverage ratio for last three years (Cash profit after tax plus interest paid/interest paid);

Year	2015-16	2016-17	2017-18
Dividend declared (%)	20.00%	30.00%	42.00%
Interest Coverage Ratio	2.13	3.04	2.85

c. A summary of the financial position of the company as in the three audited Balance Sheets immediately preceding the date of issue of Circular or advertisement:

5. DECLARATION BY THE DIRECTORS THAT-

- the company has not defaulted in the repayment of deposits accepted either before or after the commencement of the Act or Payment of interest on such deposits and where a default had occurred, the company made good the default and a period of five years had lapsed since the date of making good the default;
- the board of directors have satisfied themselves fully with respect to the affairs and prospects of the company and that they are of the opinion that having regard to the estimated future financial position of the company, the company will be able to meet its liabilities as and when they become due and that the company will not become insolvent within a period of one year from the date of issue of the circular or advertisement;
- the company has complied with the provisions of the Act and the rules made thereunder;
- the compliance with the Act and the rules does not imply that repayment of deposits is guaranteed by the Central Government;
- the deposits accepted by the company before the commencement of the Act have been repaid or will be repaid along with interest within due date in accordance with rule 19 of Acceptance of Deposits Rules, 2014;
- In case of any adverse change in credit rating, depositors will be given a chance to withdraw deposits without any penalty;
- the deposits shall be used only for the purposes indicated in the Circular or Circular in the form of Advertisement;
- the deposits accepted by the company (other than the secured deposits, if any, aggregate amount of which to be indicated) are Unsecured and rank pari passu with other unsecured liabilities of the Company.

Note :

The text of this advertisement has been approved by the Board of Directors of the Company in their meeting held on 30.03.2019. A copy of this advertisement signed by a majority of the Directors of the Company, will be filed with the Registrar of Companies, Coimbatore as required by the Companies (Acceptance of Deposits) Rules, 2014 as amended. The advertisement is issued on the authority and in the name of Board of Directors of the Company.

By Order of Board
Emerald Jewel Industry India Limited

Mr.G.Karthik
Company Secretary

Place : Coimbatore
Date : 30.03.2019

Auditor's Certificate on DPT-1

We, M/s. B. Thiagarajan & Co., Statutory Auditors of M/s Emerald Jewel Industry India Limited ("the company") having its registered office at 230, Thiruvengatasamy Road (East), R. S. Puram, Coimbatore, Tamilnadu – 641 002, do hereby certify that the Company has not committed default in the repayment of deposits or in the payment of interest on such deposits accepted either before or after payment of interest on such deposits accepted either before or after the commencement of the Companies Act, 2013.

The aforesaid certification has been made on the basis of our examination of books of accounts, other secretarial records and other information and explanations given to us in this regard.

M/s. B. Thiagarajan & Co.,
Statutory Auditors
Firms Registration No: 004371S

Place: Chennai
Date : 11.04.2019

G.Kumar
Partner
Membership Number : 025885