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Independent Auditors' Report
To the Shareholders
of
Renaissance Jewellery Bangladesh Pvt. Limited

We have audited the accompanying Statement of Financial Position of Renaissance Jewellery Bangladesh Pvt. Limited as at 31 March 2014 and the related Statement of Comprehensive Income, Statement of Cash Flows and Statement of Changes in Shareholders' Equity for the year then ended, and a summary of significant accounting policies , notes to the financial statements and other explanatory information.

Management's Responsibility for the Financial Statement

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Bangladesh Financial Reporting Standards (BFRSs) and Bangladesh Accounting Standards (BASs), and for such internal control as management determines is necessary to enable the preparation of financial statements that is free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Auditors' responsibility is to express an independent opinion on these financial statements based on our audit. We conducted our audit in accordance with Bangladesh Standards on Auditing (BSAs). 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 auditors' 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 auditors consider internal control relevant to the entity's preparation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of 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.

Opinion

In our opinion, the financial statements- Statement of Financial Position, Statement of Comprehensive Income, Statement of Cash Flows and Statement of Changes in Shareholders' Equity present fairly, in all material respects of the state of the entity's affairs and the financial position and results of operation of Renaissance Jewellery Bangladesh Pvt. Limited for the year ended 31 March 2014 in accordance with Bangladesh Financial Reporting Standards (BFRSs).

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Report on Other Legal and Regulatory Requirements

The financial statements also comply with the applicable sections of the Companies Act 1994.

We also report that:

a. We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit and made due verification thereof;

b. In our opinion, proper books of account as required by the law have been kept by the company so far as it appeared from our examination of those books;

c. The financial statements dealt with by the report are in agreement with the books of account and returns.

Dhaka, Bangladesh
Dated: 4 May 2014

(Nurul Faruk Hasan & Co.)
Chartered Accountants

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Renaissance Jewellery Bangladesh Pvt. Limited

Statement of Financial Position

As at 31 March 2014

	Notes	As at 31 March 2014 Taka	2013 Taka
ASSETS			
Non current assets		**165,124,882**	**161,748,826**
Property, plant and equipment	3	165,124,882	161,748,826
Current assets		**78,491,296**	**29,048,491**
Advances, deposits and pre-payments	4	8,853,456	6,513,411
Trade Receivables	5	701,623	-
Inventories	6	59,709,201	11,788,178
Cash and cash equivalents	7	9,227,015	10,746,902
Total assets		**243,616,177**	**190,797,317**
EQUITY AND LIABILITIES			
Capital & reserves		**155,544,945**	**164,173,116**
Share capital	8	147,936,600	147,936,600
Share money deposit	9	64,269,862	64,269,862
Retained earnings	10	(56,661,517)	(48,033,346)
Non-current liabilities		**-**	**-**
Long term borrowings		-	-
Current liabilities		**88,071,232**	**26,624,201**
Trade & others payables	11	82,994,341	8,238,090
Unearned revenue		-	15,610,000
Liabilities for expenses	12	4,475,133	1,889,572
Withholding taxes and value added taxes	13	601,757	886,539
Total equity and liabilities		**243,616,177**	**190,797,317**

The accompanying notes 1-21 form an integral part of these financial statements.

Nirupam Barua	Amar Sudhakar Mayekar	Hitesh Shah
General Manager- Finance & Commercial	Executive Director	Managing Director

As per our annexed report of same date

(Nurul Faruk Hasan & Co.)
Chartered Accountants

Dhaka, Bangladesh
Dated: 4 May 2014

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Renaissance Jewellery Bangladesh Pvt. Limited

Statement of Comprehensive Income

For the year ended 31 March 2014

	Notes	Year to 31 March 2014 Taka	2013 Taka
Operating income			
Revenue		214,856,197	-
Cost of sales			
Cost of goods sold	14	(183,457,431)	-
Gross income/(loss)		**31,398,766**	**-**
Operating expenses		**(39,624,332)**	**(39,840,788)**
Cost of training	15	-	(13,143,709)
Factory overhead (Training Cost)	16	-	(6,833,380)
Administrative expenses	17	(39,624,332)	(19,863,699)
Income/(loss) from operations		**(8,225,565)**	**(39,840,788)**
Total income/(loss)		**(8,225,565)**	**(39,840,788)**
Non operating expenses	18	(473,971)	(154,973)
Foreign exchange gain/(loss)		71,365	239,363
Income/(loss) before taxation		**(8,628,171)**	**(39,756,398)**
Less: Income tax provision		-	-
Net profit/(loss) after taxation		**(8,628,171)**	**(39,756,398)**

The accompanying notes 1-21 form an integral part of these financial statements.

Nirupam Barua
General Manager- Finance & Commercial

Amar Sudhakar Mayekar
Executive Director

Hitesh Shah
Managing Director

As per our annexed report of same date

(Nurul Faruk Hasan & Co.)
Chartered Accountants

Dhaka, Bangladesh
Dated: 4 May 2014

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Renaissance Jewellery Bangladesh Pvt. Limited

Statement of Cash Flows

For the year ended 31 March 2014

	Notes	Year to 31 March 2014 Taka	Year to 31 March 2013 Taka
Cash flows from operating activities:			
Profit /(Loss) before tax for the year		(8,628,171)	(39,756,398)
Add: Depreciation during the year		16285371.3	
(Increase)/ decrease in current assets:		**(50,962,691)**	**9,642,964**
Advances, deposits and pre-payments		(2,340,045)	20,515,062
Trade receivables		(701,623)	-
Inventories		(47,921,023)	(10,872,098)
Increase/ (decrease) in current liabilities:		**61,447,031**	**25,040,029**
Trade & others payables		74,756,251	8,172,857
Retention money		-	(332,800)
Unearned revenue		(15,610,000)	15,610,000
Liabilities for expenses		2,585,562	1,571,222
Withholding taxes and value added taxes		(284,782)	18,750
A. Net cash generated from operating activities		**18,141,540**	**(5,073,405)**
Cash flows from investing activities:			
Addition to property, plant & equipment		(19,661,427)	(99,151,283)
B. Net cash generated from investing activities		**(19,661,427)**	**(99,151,283)**
Cash flows from financing activities:			
Share capital		-	32,495,000
Share money deposit		-	64,269,862
C. Net cash generated from financing activities:		**-**	**96,764,862**
D. Net increase/ (decrease) in cash and cash equivalents (A+B+C)		**(1,519,887)**	**(7,459,826)**
E. Opening cash & cash equivalents		**10,746,902**	**18,206,728**
F. Closing cash and cash equivalents (D+E)	7	**9,227,015**	**10,746,902**

The accompanying notes 1-21 form an integral part of these financial statements.

Nirupam Barua	Amar Sudhakar Mayekar	Hitesh Shah
General Manager- Finance & Commercial	Executive Director	Managing Director

As per our annexed report of same date

(Nurul Faruk Hasan & Co.)
Chartered Accountants

Dhaka, Bangladesh
Dated: 4 May 2014

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Renaissance Jewellery Bangladesh Pvt. Limited

Statement of Changes in Shareholders' Equity

For the year ended 31 March 2014

	Notes	Share Capital Taka	Share money deposit Taka	Retained Earnings Taka	Total Taka
Balance as on 01 April 2012		115,441,600	-	(8,276,948)	**107,164,652**
Allotment during the year		32,495,000	-	-	**32,495,000**
Share money deposit		-	64,269,862	-	**64,269,862**
Profit / (Loss) for the year		-	-	(39,756,398)	**(39,756,398)**
Balance as at 31 March 2013		**147,936,600**	**64,269,862**	**(48,033,346)**	**164,173,116**
Balance as on 01 April 2013		**147,936,600**	**64,269,862**	**(48,033,346)**	**164,173,116**
Profit / (Loss) for the year		-	-	(8,628,171)	**(8,628,171)**
Balance as at 31 March 2014		**147,936,600**	**64,269,862**	**(54,022,985)**	**155,544,945**

The accompanying notes 1-21 form an integral part of these financial statements.

Nirupam Barua
General Manager- Finance & Commercial

Amar Sudhakar Mayekar
Executive Director

Hitesh Shah
Managing Director

As per our annexed report of same date

Dhaka, Bangladesh
Dated: 4 May 2014

(Nurul Faruk Hasan & Co.)
Chartered Accountants

Renaissance Jewellery Bangladesh Pvt. Limited

Notes to the Financial Statements

For the year ended 31 March 2014

1.0 Introduction

1.1 Background of the organization

Renaissance Jewellery Bangladesh Pvt. Limited is a private company limited by shares and it was incorporated with the Registrar of Joint Stock Companies in Bangladesh under The Companies Act 1994 vide registration # C - 92021/11, dated 13 April 2011. Renaissance Jewellery Bangladesh Pvt. Limited is a subsidiary company (99.99%) of Renaissance Jewellary Ltd. which is represented by Mr. Hitesh Shah. The rest 0.01% is owned by Mr. Sumit Shah.

Registered office of Renaissance Jewellery Bangladesh Pvt. Limited is situated at plot nos. 107 & 108, Adamjee Export Processing Zone (AEPZ), Adamjee Nagar, Narayangonj, Bangladesh.

Renaissance Jewellery Bangladesh Pvt. Limited obtained permission from Bangladesh Export Processing Zones Authority (BEPZA) vide reference # 03.314.014.07.00.106.2011 dated 22 May 2011 for setting up a 'Diamonds and Jewellery manufacturing industry' in Adamjee Export Processing Zone (AEPZ) as 100% export oriented "A" type (India).

1.2 Objectives of the Company

The objects for which the company is established and major objectives are as follows:

- To carry on business as 100% export oriented industry for diamonds, plain and stone-studded precious and semi-precious metal jewellary including chains and findings;
- To carry on business of trade or manufacture of diamond, jewellary and ornaments and components for such diamond, jewellary and ornaments by setting up a factory;
- To carry on business of raw materials necessary to manufacture precious, non-precious and semi-precious jewellery.

1.3 Nature of the business

The company is a 100% export oriented company. It engages in business of trade or manufacture of jewellery or components for jewellery by setting up a factory. The company has established a jewellery factory in Adamjee EPZ to manufacture Jewellery specially diamond jewellary, plain and stone-studded precious and semi-precious metal jewellary with a target to marketing to USA, UK, Hong Kong, India and UAE.

1.4 Statement of legal & reporting compliance

These financial statements have been prepared in accordance with Bangladesh Financial Reporting Standards (BFRSs) . The financial statements also comply with the applicable sections of the Companies Act 1994, terms and conditions of the Bangladesh Export Processing Zones Authority (BEPZA) and other applicable laws, regulations, orders and instructions issued by the local authorities from time to time.

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2.0 Summary of significant accounting policies

2.1 Basis of accounting

The financial statements have been prepared under historical cost convention following accrual basis of accounting.

2.2 Method of book-keeping

The company maintains books of account in Accounting Software "Tally" for recording and accounting of its financial transactions.

2.3 Property, plant and equipment

Property, plant & equipment are measured at cost of acquisition less accumulated depreciation and accumulated impairment losses, if any. Cost of an item of property, plant & equipment comprises its purchase price, import duties and non refundable taxes after deducting trade discount and rebates. Property, plant & equipment also include capitalized borrowing cost.

2.4 Depreciation on Fixed Assets

a) Depreciation on the additions during the year is charged for whole year. Depreciation is charged at the year of disposal.

b) Fixed assets except land are depreciated on reducing balance method at the annual rates shown below:

Category	Rate(%)
Air conditioner	20%
Vehicles	20%
Computer	20%
Electrical installations	10%
Furniture and fittings	10%
Building	5%
Office equipments	20%
Plant and machinery	10%

2.5 Advances, deposits & pre-payments

Advances, deposits & pre-payments include advances for logistics and procurement services and security deposits for office space, utilities, others office running expenses etc.

2.6 Inventories

Inventories consisting of silver grains, gold and silver findings, diamonds, precious and semi- precious stones etc. are valued at lower of market value and carring amount of items

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2.7 Cash and cash equivalents

Cash and cash equivalents comprise of cash in hand and cash at bank that are readily convertible to a known amount of cash and are subject to insignificant risk of change in value.

2.8 Share capital

The authorized share capital of the company is Taka 350,000,000 divided into 2,250,000 ordinary shares of Taka 100 each and 1,250,000 preference shares of Taka 100 each and issued, subscribed & paid up share capital of the company is Taka 147,936,600 divided into 1,479,366 ordinary shares of Taka 100 each.

2.9 Retained earnings

Retained earnings comprise of accumulated income/(loss).

2.10 Trade & other payables

The company recognises liability when its obligations arising from past events are certain and the settlement of which is expected to result in an outflow from the company of resources embodying economic benefits.

2.11 Withholding taxes & value added taxes

Income tax and VAT deducted at source are recorded as withholding tax & VAT at the time of deduction and paid to government exchequer according to the requirements.

2.12 Foreign exchange gain/(loss)

Transactions in foreign currencies are recorded in the books of account at the rate of exchange prevailing on the date of the transaction. Monetary assets and liabilities in foreign currencies at the date of statement of financial position are translated into Bangladesh Taka at the rate of exchange prevailing at that date. All exchange differences were recognised in the statement of comprehensive income.

2.13 Reporting Period

The reporting period of the company covers period from 01 April 2013 to 31 March 2014 consistently.

2.14 General

- Figures appearing in the financial statements have been rounded off to the nearest Taka.
- Previous year's figures and titles of accounts have been rearranged whenever necessary to conform to current year's presentation.

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	Note	As at 31 March 2014 Taka	As at 31 March 2013 Taka
3 Property, plant and equipment			
Costs			
Opening balance		161,748,826	-
Add: Addition/Transferred from CWIP during the year		19,661,427	161,748,826
Closing balance		**181,410,253**	**161,748,826**
Accumulated Depreciation			
Opening balance		-	-
Add: Depreciation charged during the year		16,285,371	-
Closing balance		**16,285,371**	**-**
Written down value		**165,124,882**	**161,748,826**
Details are enclosed in Annex-1			

	Note	2014 Taka	2013 Taka
4 Advances, deposits and pre-payments			
Loans & advances	4.1	2,827,109	290,713
Security deposits	4.2	5,143,707	5,268,707
Prepaid expenses		882,640	953,991
		8,853,456	**6,513,411**

	2014 Taka	2013 Taka
4.1 Loans & advances		
Bangla trac limited	216,000	216,000
Bsyy souring	-	20,000
Genuine technology & research ltd.	-	35,000
VAT - Input	-	19,713
Advance for Expenses - E.D	100,230	-
Gesswein Trading Pvt. Ltd.	171,048	-
Hispana	491,658	-
Nabin Steel Works	81,250	-
Navbharat Carbon Company	400,977	-
Precious Export Corporation	1,025,585	-
Sunita Fabrication Plastic Company	340,361	-
	2,827,109	**290,713**

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	Note	As at 31 March 2014 Taka	As at 31 March 2013 Taka
4.2 Security deposits			
Guest House		101,000	90,000
Telephone-BEPZA		14,878	14,878
Car rent		-	50,000
Electricity-(35 KW)		27,509	27,509
Electricity-BEPZA		4,158,011	4,158,011
Elite security service		-	46,000
Lease rent-BEPZA		804,232	804,232
Moon transport		-	40,000
Water Connection-BEPZA		38,077	38,077
		5,143,707	**5,268,707**

	Note	2014 Taka	2013 Taka
5 Trade Receivables			
Difference Jewellery LLC		701,623	-
		701,623	**-**
6 Inventories			
Precious materials	6.1	13,398,288	4,088,682
Consumable materials	6.2	15,995,014	7,699,496
Closing WIP	6.3	12,518,836	-
Closing FG	6.4	17,797,063	-
		59,709,201	**11,788,178**
6.1 Precious materials			
Opening stock		4,088,682	916,080
Add: Purchase during the year		159,977,720	3,172,602
Less: Consumption during the year		131,533,522	-
Less: Ship back		916,080	-
Total Material Stock		**31,616,800**	**4,088,682**
Less: Cost of Material in WIP		5,860,344	-
Less: Cost of Material in FG		12,358,168	-
Closing precious materials		**13,398,288**	**4,088,682**

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			As at 31 March	
			2014	**2013**
			Taka	**Taka**
6.2 Consumable materials				
Opening stock			7,699,496	-
Add: Purchase during the year			21,007,431	10,493,166
Less: Consumption during the year			12,711,913	2,793,670
Closing stock			**15,995,014**	**7,699,496**
6.3 Conversion cost of WIP as on 31 March 2014				
Material cost involved	47,078	pcs	5,860,343	-
Conversion cost involved			6,658,493	-
			12,518,836	**-**
6.4 Conversion cost of FG as on 31 March 2014:				
Material cost involved	19,228	pcs	12,358,167	-
Conversion cost involved			5,438,896	-
			17,797,063	**-**
7 Cash & cash equivalents				
Cash in hand			408,139	209,377
Cash at bank		7.1	8,818,876	10,537,525
			9,227,015	**10,746,902**
7.1 Cash at bank				
DBBL- 111.110.21218 -TK			35,671	10,965
HSBC - 001-344977-011-TK			268,747	268,747
HSBC - 001-344977-016-USD			1,762	1,783
HSBC - 050-001858-005-USD-Offshore			55,765	56,415
SCB - 01-1146114-01-TK			37,674	(8,794)
SCB - 01-6701361-01-USD			7,984,645	10,208,409
SBI - 05120447020201 - BDT			50,000	-
SBI - 06120006120201 - USD			384,613	-
			8,818,876	**10,537,525**

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	As at 31 March 2014 Taka	2013 Taka
8 Share capital		
8.1 Authorised capital		
2,250,000 ordinary shares of Taka 100 each	225,000,000	350,000,000
1,250,000 preference shares of Taka 100 each	125,000,000	-
	350,000,000	**350,000,000**
8.2 Issued, subscribed & paid up capital		
1,479,366 ordinary shares of Taka 100 each	147,936,600	147,936,600
	147,936,600	**147,936,600**

8.3 Position of shareholders:	% of holdings	Issue per share	No of shares	No of shares
Renaissance Jewellery Ltd., India	99.99%	Taka 100	1,479,266	1,479,266
Mr. Sumit Shah	0.01%	Taka 100	100	100
	100.00%		**1,479,366**	**1,479,366**

Paid up capital beyond Tk. 100,000,000 is subject to a permission from the Bangladesh Securities and Exchange Commission, which is still in process.

9 Share money deposit

Date of Remittance	Remittance USD	Purpose of Remittance	Shares Allotted	Shares allotted Taka	Balance Taka (2013)
7-May-12	399,940	Equity Capital	324,950	32,495,000	125
3-Jul-12	399,940	Investment	-	-	32,355,068
22-Oct-12	199,990	Investment	-	-	16,019,199
13-Jan-13	199,940	Investment	-	-	15,895,470
	1,199,810		**324,950**	**32,495,000**	**64,269,862**

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	As at 31 March	
	2014	2013
	Taka	Taka
10 Retained earnings		
Opening balance	(48,033,346)	(8,276,948)
Add: Profit/(loss) during the year	(8,628,171)	(39,756,398)
Closing balance	**(56,661,517)**	**(48,033,346)**

	2014 Taka	2013 Taka
11 Trade & others payables		
A K trading	-	65,000
ALM steel building technology ltd	-	256,872
Arora business international	-	783,420
Ashraf & associates	-	806,297
A S M imdadul islam	-	62,000
BEPZA (for outstanding Electric and Water Bills of March 2014)	564,976	621,041
Bodoruddin & sons	-	1,507,004
Business consulting services	-	184,256
Central security services	135,654	124,200
Design studio associates	-	808,711
Elite security service limited	95,085	191,520
Fine electric and abonite house	-	216,714
Gesswein trading private limited	-	1,849,394
Millenium traders	-	508,078
Renaissance Jewellery ltd , India	56,037,606	-
Sabdi shah enterprises	50,000	73,214
Uniworld logistics limited	124,088	180,370
Active Logistic Limited	47,349	-
AMR Corporation	75,000	-
Candatex	103,419	-
Difference Jewellery LLC.	24,761,454	-
Mako Logistics Limited	748,771	-
Md. Farid Sheikh	40,339	-
Md. Mahdi Hasan	50,000	-
M/s. Haider Enterprize	4,172	-
National Agencies	24,878	-
RB International	45,000	-
Swift Logistic Services Limited	86,550	-
	82,994,341	**8,238,090**

	As at 31 March	
	2014	2013
	Taka	Taka
12 Liabilities for expenses		
Wages and allowances	2,106,443	1,048,341
Salary and allowances- production Staff	257,900	91,446
Salary and allowances- officers	762,131	610,517
Provision fro audit fee	143,750	-
PF payable	1,128,203	76,014
Guest house expenses	76,706	63,254
	4,475,133	**1,889,572**

13 Withholding taxes & value added taxes

	2014 Taka	2013 Taka
Salary tax payable	125,801	108,509
Tax deducted at sources	197,173	424,485
VAT deducted at sources	278,783	353,545
	601,757	**886,539**

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14 Cost of Goods Sold

	Note	2014 Taka	2013 Taka
		Year to 31 March	
Materials consumed	14.1	162,463,947	-
Production Wages & Salaries	14.2	29,961,261	-
Factory Overhead	14.3	21,348,122	-
Cost of Goods Manufactured		**213,773,330**	-
Add : Opening Cost of WIP		-	-
Opening Cost of FG		-	-
Less : Closing Cost of WIP		12,518,836	-
Closing Cost of FG		17,797,063	-
Cost of Goolds Sold		**183,457,431**	-

14.1 Materials consumed

	2014 Taka	2013 Taka
Opening stock of Raw materials	10,872,098	-
Add: Purchase during the year	180,985,151	-
Less: Closing stock of Raw materials	29,393,302	-
	162,463,947	-

14.2 Production Wages & Salaries

	2014 Taka	2013 Taka
Wages & allowances - Workers	26,851,953	-
Salary & allowances - Production Staff	3,102,268	-
Worker recruitment	7,040	-
	29,961,261	-

14.3 Factory overhead

	2014 Taka	2013 Taka
Power and water charges-Factory	6,582,332	-
Rent, rates and taxes - Factory	812,158	-
Shipping expenses- Inwards	4,060,162	-
Staff welfare	1,947,117	-
Factory maintenance expenses	370,666	-
Depreciation - Factory	7,575,688	-
	21,348,122	-

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15 Cost of training

	Note	Year to 31 March 2014 Taka	2013 Taka
Materials consumed for training	15.1	-	2,793,670
Trainee labour costs	15.2	-	10,350,039
Cost of training		**-**	**13,143,709**

15.1 Materials consumed for training

	2014 Taka	2013 Taka
Opening stock of Raw materials	-	-
Add: Purchase during the year	-	10,493,166
Less: Closing stock of Raw materials	-	7,699,496
	-	**2,793,670**

15.2 Trainee labour costs

	2014 Taka	2013 Taka
Wages & allowances - Workers	-	9,609,239
Salary & allowances - Production Staff	-	491,973
Worker recruitment	-	248,827
	-	**10,350,039**

16 Factory overhead (Training Cost)

	2014 Taka	2013 Taka
Power and water charges-Factory	-	3,015,540
Rent, rates and taxes - Factory	-	885,424
Shipping expenses- Inwards	-	281,142
Staff welfare	-	760,341
Factory maintenance expenses	-	1,890,933
	-	**6,833,380**

		Year to 31 March	
		2014	2013
		Taka	Taka
17 Administrative expenses			
Salary and allowances		10,260,983	6,443,640
Communication expenses		1,380,238	1,040,958
Insurance charges		1,090,468	86,726
Shipping expenses - outward		3,624,560	31,640
Travelling and conveyance	17.1	1,560,342	1,001,051
Computer expenses		45,150	92,230
Repair, maintenance and transportation expenses		-	504,224
Entertainment		194,607	327,987
Office Expenses		1,418,793	421,053
Printing and Stationery		-	870,923
Vehicle and transportation expenses	17.2	4,285,112	2,296,217
Rent - generator		-	555,267
Depreciation - Office		8,709,683	-
Guest house expenses	17.3	3,598,903	2,923,775
Security charges		1,840,608	2,163,238
Preliminary expenses		-	265,647
Audit Fees		218,500	67,925
Legal and professional fees		1,396,384	708,471
Miscellaneous expenses		-	62,727
		39,624,332	**19,863,699**

17.1 Travelling and conveyance charge

Conveyance charges	405,268	115,667
Travelling local	22,291	29,134
Travelling foreign	1,132,783	856,250
	1,560,342	**1,001,051**

17.2 Vehicle and transportation expenses

Car rent	2,761,847	1,705,116
Vehicle expenses	1,523,265	591,101
	4,285,112	**2,296,217**

17.3 Guest house expenses

Rent - guest house	703,000	311,972
Guest house expenses	2,895,903	2,611,803
	3,598,903	**2,923,775**

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		Year to 31 March	
		2014	2013
		Taka	Taka

18 Non operating expenses

	2014 Taka	2013 Taka
Bank charges	473,971	154,973
	473,971	**154,973**

19 Related party disclosures

The company has entered into various intercompany transactions with its shareholders during the year. transaction Related party transaction as on 31 March 2014 are as follows :

Sl. No.	Name of the parties	Relationship	Nature of Transactions	Amount of transactions		Closing balances as at 31 March 2014
				Receivables (BDT)	Payable (BDT)	
1	Renaissance Jewellery Ltd, India	Share holder	Purchase of gold findings	33,043,667	89,081,273	(56,037,606)

20 Number of Employees

Total 405 employees are working in Renaissance Jewellery Bangladesh Pvt. Limited based on the salary statement for the month of March 2014.The details of categorization of employees' salary are given below:

	2014	2013
Number of Employees' yearly salary less than Taka 36,000	-	-
Number of Employees' yearly salary more than Taka 36,000	405	287
Total	**405**	**287**

21 Events after the statement of Financial Position date

No significant event has been occurred after the statement of Financial Position date to be disclosed in the financial statements.

Nirupam Barua	**Amar Sudhakar Mayekar**	**Hitesh Shah**
General Manager- Finance & Commercial	Executive Director	Managing Director

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Annexure-1

Renaissance Jewellery Bangladesh Pvt. Limited
Schedule of Property, Plant and Equipment

Name of Assets	Cost				Rate	Depreciation				Written down value as on 31.03.2014
	Balance as on 01.04.2013	Additions during the year	Disposal during the year	Balance as on 31.03.2014		Balance as on 01.04.2013	Charged during the year	Disposal during the year	Balance as on 31.03.2014	
Air conditioner	7,516,422	48,000	-	7,564,422	20%	-	1,512,884	-	1,512,884	6,051,538
Vehicles	2,775,752	-	-	2,775,752	20%	-	555,150	-	555,150	2,220,602
Computer	1,624,077	89,202	-	1,713,279	20%	-	342,656	-	342,656	1,370,623
Electrical installations	15,674,679	218,900	-	15,893,579	10%	-	1,589,358	-	1,589,358	14,304,221
Furniture and fittings	21,130,221	735,778	-	21,865,999	10%	-	2,186,600	-	2,186,600	19,679,399
Building	67,476,372	663,852	-	68,140,224	5%	-	3,393,653	-	3,393,653	64,746,571
Office equipments	1,796,805	1,796,894	-	3,593,699	20%	-	718,740	-	718,740	2,874,959
Plant and machinery	43,754,498	16,108,801	-	59,863,299	10%	-	5,986,330	-	5,986,330	53,876,969
Balance as on 31.03.2014	161,748,826	19,661,427	-	181,410,253		-	16,285,371	-	16,285,371	165,124,882
Balance as on 31.03.2013	-	161,748,826	-	161,748,826		-	-	-	-	161,748,826