

GITANJALI

(Rs. In Lakhs)

Statement Of Assets And Liabilities As At 30th September, 2010

Particulars	Consolidated		Standalone	
	As at 9/30/2010 (Unaudited)	As at 9/30/2009 (Unaudited)	As at 9/30/2010 (Unaudited)	As at 9/30/2009 (Unaudited)
Shareholders' Funds:				
a. Share Capital	8,427.00	8,484.89	8,427.00	8,484.89
Share Warrants	0.00	3,120.00	0.00	3,120.00
b. Reserves and Surplus	227,949.69	218,739.92	207,419.46	189,193.08
Minority Interest	5,012.01	4,913.96	0.00	0.00
Loan Funds	283,701.23	247,583.44	168,631.37	155,166.03
Deferred Tax Liability	0.00	485.77	97.38	98.47
Total	525,089.93	483,327.98	384,575.21	356,062.46
Fixed Assets	27,216.22	28,585.34	5,909.32	6,316.21
Investments	3,841.26	3,591.46	90,701.30	87,573.84
Deferred Tax Assets	246.32	0.00	0.00	0.00
Goodwill	6,341.31	7,795.02	0.00	0.00
Current Assets, Loans And Advances				
a. Inventories	264,229.77	191,097.44	88,756.90	66,405.63
b. Sundry Debtors	387,370.71	380,592.03	230,765.37	211,197.14
c. Cash and Bank Balances	28,218.39	23,695.06	16,647.62	14,676.51
d. Loans and Advances	53,357.32	58,422.62	74,577.31	89,831.16
Less: Current Liabilities and Provisions				
a. Liabilities	234,814.27	203,093.59	117,219.87	115,333.94
b. Provisions	10,918.94	7,357.39	5,562.74	4,604.08
Misc. Expenditure (not Written Off Or Adjusted)	1.82	0.00	0.00	0.00
Total	525,089.93	483,327.98	384,575.21	356,062.46

By Order of the Board of Directors
For Gitanjali Gems Limited



Mehul C. Choksi
Chairman and Managing Director

Place: Mumbai
Date: November 15, 2010

Gitanjali Gems Limited

Corporate Office : B/6, 1st Floor, Laxmi Tower, Bandra - Kurla Complex, Bandra (E), Mumbai - 400 051. India
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FORD, RHODES, PARKS & CO.
CHARTERED ACCOUNTANTS

SAI COMMERCIAL BUILDING
312 / 313, 3RD FLOOR
BKS DEVSHI MARG
GOVANDI (EAST)
MUMBAI-400 088

TELEPHONE : (91) 22 67979819
 : (91) 22 67979823
FAX : (91) 22 67979822
EMAIL : frptax@vsnl.com
P. O. BOX NO 307, MUMBAI-400 001


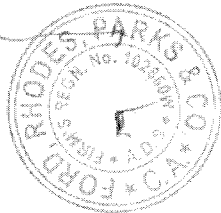
AUDITOR'S REPORT ON LIMITED REVIEW

We have reviewed the accompanying statement of unaudited consolidated financial results of Gitanjali Gems Limited for the quarter ended September 30, 2010. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on these financial statements based on review.

We conducted our review in accordance with the Standard on Review Engagement (SRE) 2400, Engagements to Review Financial Statements issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. 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 above, nothing has come to our notice that causes us to believe that the accompanying statement of unaudited consolidated financial results prepared in accordance with applicable accounting standards and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.

For Ford, Rhodes, Parks & Co.
Chartered Accountants
Firm Registration No-102860W



A.D. Shenoy
Partner
Membership No. 11549

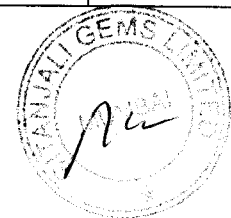
Dated: 15th November, 2010
Place: Mumbai

GITANJALI

Unaudited Consolidated Financial Results for the quarter and half year ended 30th September, 2010

(Rs. in Lacs)

Particulars	Unaudited quarter ended September 30,	Unaudited quarter ended September 30,	Unaudited half year ended September 30,	Unaudited half year ended September 30,	Audited year ended March 31,
	2010	2009	2010	2009	2010
1 Net Sales / Income from Operations	250,971.03	175,773.42	437,561.77	310,989.82	652,763.36
2 Expenditure					
a) (Increase)/Decrease in stock in trade and work in progress	(11,265.67)	2,861.30	(55,322.92)	8,235.80	(11,176.52)
b) Consumption of raw material / Purchase of traded goods	235,367.12	148,044.91	432,604.26	257,497.78	563,704.86
c) Employees Cost	6,538.41	5,555.18	12,157.01	10,142.21	20,910.20
d) Depreciation & Amortisation	1,841.89	750.31	3,712.29	1,475.21	4,454.12
e) Other expenditure	4,427.19	7,956.80	16,845.82	14,403.94	35,412.04
f) Total	236,908.94	165,168.50	409,996.46	291,754.94	613,304.70
3 Profit from Operations before Interest & Exceptional Item (1-2)	14,062.09	10,604.92	27,565.31	19,234.88	39,458.66
4 Other Income	158.57	26.93	342.71	82.77	258.31
5 Profit before Interest & Exceptional Item (3+4)	14,220.66	10,631.85	27,908.02	19,317.65	39,716.97
6 Interest (net)	4,943.70	4,336.47	9,858.84	7,931.94	17,243.08
7 Profit after Interest but before Exceptional Item (5-6)	9,276.96	6,295.38	18,049.18	11,385.71	22,473.89
8 Exceptional items	-	-	-	-	-
9 Profit (+)/ Loss (-) from Ordinary Activities before tax (7+8)	9,276.96	6,295.38	18,049.18	11,385.71	22,473.89
10 Tax expense					
- Provision for Income Tax	1,191.32	733.26	1,992.21	1,249.26	2,442.04
- Provision for Deferred Tax	(0.74)	8.56	1.78	15.97	(123.04)
- Provision for Fringe Benefit Tax	-	-	-	-	(0.02)
11 Net Profit (+)/ Loss (-) From Ordinary Activities after tax (9-10)	8,086.38	5,553.56	16,055.19	10,120.48	20,154.91
12 Extraordinary Item (net of tax expense)	-	-	-	-	-
13 Net Profit (+)/ Loss (-) after Extra Ordinary item (11-12)	8,086.38	5,553.56	16,055.19	10,120.48	20,154.91
14 a) Minority Interest	82.84	279.62	181.51	301.75	137.76
b) Share of Associate companies	-	-	-	-	-
15 Net Profit (+)/ Loss (-) for the period (13-14)	8,003.54	5,273.94	15,873.68	9,818.73	20,017.15
16 Paid-up equity share capital	8,427.00	8,484.89	8,427.00	8,484.89	8,427.00
Face Value of the share	Rs. 10/-	Rs. 10/-	Rs. 10/-	Rs. 10/-	Rs. 10/-
17 Reserves excluding Revaluation Reserves as per Balance sheet of previous accounting year	-	-	-	-	209,996.41
18 Earnings per Share (EPS)					
a) Basic EPS for the period, for the year to date and for the previous year	9.50	6.20	18.84	11.55	23.73
b) Diluted EPS for the period, for the year to date and for the previous year	8.11	5.33	16.10	10.01	20.35
19 Public Shareholding					
Number of shares	38,797,576	41,506,436	38,797,576	41,506,436	40,892,384
Percentage of shareholding	46.04	48.90	46.04	48.90	48.53
20 Promoters and promoter group Shareholding					
a) Pledged / Encumbered					
- Number of shares	4,794,808	-	4,794,808	-	Nil
- Percentage of shares (as a % of the total shareholding of Promoter and promoter group)	10.54	-	10.54	-	-
- Percentage of shares (as a % of the total share capital of the company)	5.69	-	5.69	-	-
b) Non - encumbered					
- Number of shares	40,677,616	43,377,616	40,677,616	43,377,616	43,377,616
- Percentage of shares (as a % of the total shareholding of Promoter and promoter group)	89.46	100.00	89.46	100.00	100.00
- Percentage of shares (as a % of the total share capital of the company)	48.27	51.10	48.27	51.10	51.47



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GITANJALI

Consolidated Segmentwise Reporting Revenue, Results and Capital Employed

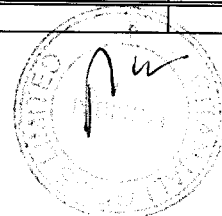
A) Primary Segment (By Business Segment)

Particulars	Unaudited quarter ended September 30, 2010	Unaudited quarter ended September 30, 2009	Unaudited half year ended September 30, 2010	Unaudited half year ended September 30, 2009	Audited year ended March 31, 2010
	(Rs. in Lacs)				
1. Segment Revenue					
a) Segment - Diamond	142,804.24	91,074.47	238,024.59	163,453.17	319,761.05
b) Segment - Jewellery	116,686.63	94,496.14	216,457.02	160,832.99	363,331.79
c) Segment - Others	359.46	13.63	723.52	21.35	789.51
Total	259,850.33	185,584.24	455,205.13	324,307.51	683,882.35
Less: Inter Segment Revenue	8,879.30	9,810.82	17,643.35	13,317.69	31,118.99
Net Sales / Income from Operations	250,971.03	175,773.42	437,561.77	310,989.82	652,763.36
2. Segment Results					
Profit / (Loss) before tax and interest from each segment					
a) Segment - Diamond	6,179.00	3,222.50	11,146.67	5,729.60	10,231.20
b) Segment - Jewellery	7,966.52	7,523.64	18,129.35	13,613.50	27,244.55
c) Segment - Others	(881.47)	(562.32)	(1,217.79)	(739.23)	(741.08)
Total	13,264.05	10,183.82	28,058.23	18,603.87	36,734.67
Less:					
i) Interest	4,943.70	4,336.47	9,858.84	7,931.94	17,243.08
ii) Other Un-allocable expenses	(873.78)	(168.41)	331.73	(412.03)	(2,844.54)
Total Profit Before Tax	9,194.13	6,015.76	17,867.66	11,083.96	22,336.13
3. Capital Employed					
a) Segment - Diamond	110,450.49	93,806.58	110,450.49	93,806.58	94,852.69
b) Segment - Jewellery	113,276.43	102,108.02	113,276.43	102,108.02	112,722.85
c) Unallocated net assets	12,649.76	34,430.21	12,649.76	34,430.21	12,076.13
Total	236,376.69	230,344.81	236,376.68	230,344.81	219,651.67

B) Secondary Segment (By Geographical Segment)

Segment Revenue

Particulars	Unaudited quarter ended September 30, 2010	Unaudited quarter ended September 30, 2009	Unaudited half year ended September 30, 2010	Unaudited half year ended September 30, 2009	Audited year ended March 31, 2010
	(Rs in Lacs)				
India	118,907.96	71,674.30	173,725.28	125,829.09	260,501.69
Rest of the world	132,063.07	104,099.12	263,836.49	185,160.73	392,261.67
Total Revenue	250,971.03	175,773.42	437,561.77	310,989.82	652,763.36



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AUDITOR'S REPORT ON LIMITED REVIEW

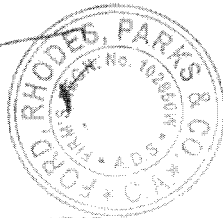
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For Ford, Rhodes, Parks & Co.
Chartered Accountants
Firm Registration No-102860W


A.D. Shenoy
Partner
Membership No. 11549



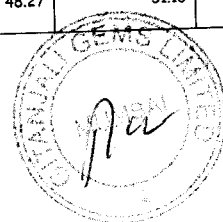
Dated: 15th November, 2010
Place: Mumbai

GITANJALI

Unaudited Standalone Financial Results for the quarter and half year ended 30th September, 2010

(Rs. in Lacs)

Particulars	Unaudited quarter ended September	Unaudited quarter ended September	Unaudited half year ended	Unaudited half year ended	Audited year ended
	2010	2009	2010	2009	March 31, 2010
1 Net Sales / Income from Operations	135,807.72	95,889.55	235,581.48	168,734.30	335,497.03
2 Expenditure					
a) (Increase)/Decrease in stock in trade and work in progress	10,624.94	5,503.26	(9,835.54)	9,402.02	(3,124.27)
b) Consumption of raw material / Purchase of traded goods	116,654.17	83,311.68	223,954.19	144,714.47	309,532.13
c) Employees Cost	624.16	369.65	1,154.40	708.49	1,504.94
d) Depreciation & Amortisation	85.55	94.97	166.81	187.07	394.15
e) Other expenditure	(715.46)	267.96	3,808.27	1,365.66	2,160.13
f) Total	127,273.36	89,547.52	219,248.13	156,377.71	310,467.08
3 Profit from Operations before Other Income, Interest & Exceptional Item (1-2)	8,534.36	6,342.03	16,333.35	12,356.59	25,029.95
4 Other Income	0.28	-	0.75	-	17.08
5 Profit before Interest & Exceptional Item (3+4)	8,534.64	6,342.03	16,334.10	12,356.59	25,047.03
6 Interest (net)	2,400.92	2,504.69	4,910.52	4,605.48	10,111.44
7 Profit after Interest but before Exceptional Item (5-6)	6,133.72	3,837.33	11,423.58	7,751.11	14,935.58
8 Exceptional items	-	-	-	-	-
9 Profit (+)/ Loss (-) from Ordinary Activities before tax (7+8)	6,133.72	3,837.33	11,423.58	7,751.11	14,935.58
10 Tax expense					
- Provision for Income Tax	225.00	90.00	400.00	200.00	716.96
- Provision for Deferred Tax	2.71	8.47	5.24	15.80	9.47
- Provision for Fringe Benefit Tax	-	-	-	-	-
11 Net Profit (+)/ Loss (-) From Ordinary Activities after tax (9-10)	5,906.01	3,738.86	11,018.34	7,535.31	14,209.15
12 Extraordinary Item (net of tax expense)	-	-	-	-	-
13 Net Profit (+)/ Loss (-) for the period (11-12)	5,906.01	3,738.86	11,018.34	7,535.31	14,209.15
14 Paid-up equity share capital Face Value of the share	8,427.00 Rs. 10/-	8,484.89 Rs. 10/-	8,427.00 Rs. 10/-	8,484.89 Rs. 10/-	8,427.00 Rs. 10/-
15 Reserves excluding Revaluation Reserves as per Balance sheet of previous accounting year					195,172.85
16 Debenture Redemption Reserve					2,500.00
17 Earnings per Share (EPS)					
a) Basic EPS for the period, for the year to date and for the previous year	7.01	4.40	13.08	8.86	16.84
b) Diluted EPS for the period, for the year to date and for the previous year	6.00	3.80	11.21	7.73	14.53
18 Debt Equity Ratio (Refer Note)			0.21	0.24	0.22
19 Debt Service Coverage Ratio (Refer Note)			NA	NA	NA
20 Interest Service Coverage Ratio (Refer Note)			17.41	13.32	16.00
21 Public Shareholding					
Number of shares	38,797,576	41,506,436	38,797,576	41,506,436	40,892,384
Percentage of shareholding	46.04	48.90	46.04	48.90	48.53
22 Promoters and promoter group Shareholding					
a) Pledged / Encumbered		Nil	4,794,808	Nil	Nil
- Number of shares	4,794,808	-	10.54	-	-
- Percentage of shares (as a % of the total shareholding of Promoter and promoter group)	10.54	-	5.69	-	-
- Percentage of shares (as a % of the total share capital of the company)	5.69	-	-	-	-
b) Non - encumbered					
- Number of shares	40,677,616	43,377,616	40,677,616	43,377,616	43,377,616
- Percentage of shares (as a % of the total shareholding of Promoter and promoter group)	89.46	100.00	89.46	100.00	100.00
- Percentage of shares (as a % of the total share capital of the company)	48.27	51.10	48.27	51.10	51.47



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Standalone Segmentwise Reporting Revenue, Results and Capital Employed

A) Primary Segment (By Business Segment)

(Rs. in Lacs)

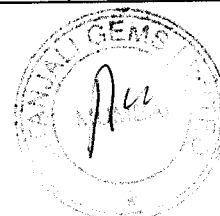
Particulars	Unaudited quarter ended September 30, 2010	Unaudited quarter ended September 30, 2009	Unaudited half year ended September 30, 2010	Unaudited half year ended September 30, 2009	Audited year ended March 31, 2010
	1. Segment Revenue				
a) Segment - Diamond	94,089.30	58,518.38	166,807.85	104,683.36	214,392.34
b) Segment - Jewellery	42,735.83	38,406.28	70,359.41	65,951.84	126,265.94
Total	136,825.13	96,924.66	237,167.26	170,635.20	340,658.28
Less: Inter Segment Revenue	1,017.42	1,035.11	1,585.78	1,900.90	5,161.25
Net Sales / Income from Operations	135,807.71	95,889.55	235,581.48	168,734.30	335,497.03
2. Segment Results					
Profit / (Loss) before tax and interest from each segment					
a) Segment - Diamond	4,809.37	2,030.15	8,296.53	3,694.90	7,006.46
b) Segment - Jewellery	2,851.51	4,143.47	8,369.28	8,249.66	15,196.03
Total	7,660.88	6,173.62	16,665.81	11,944.56	22,202.49
Less					
i) Interest	2,400.92	2,504.69	4,910.52	4,605.48	10,111.44
ii) Other Un-allocable expenses	(873.78)	(168.41)	331.73	(412.03)	(2,844.54)
Total Profit Before Tax	6,133.74	3,837.34	11,423.56	7,751.11	14,935.59
3. Capital Employed					
a) Segment - Diamond	76,527.42	67,909.51	76,527.42	67,909.51	63,367.92
b) Segment - Jewellery	43,580.71	39,159.08	43,580.71	39,159.08	46,310.13
c) Unallocated net assets	95,738.33	93,729.37	95,738.33	93,729.37	95,150.07
Total	215,846.46	200,797.96	215,846.46	200,797.96	204,828.12

B) Secondary Segment (By Geographical Segment)

Segment Revenue

(Rs in Lacs)

Particulars	Unaudited quarter ended September 30, 2010	Unaudited quarter ended September 30, 2009	Unaudited half year ended September 30, 2010	Unaudited half year ended September 30, 2009	Audited year ended March 31, 2010
	India	65,771.81	46,649.43	94,540.60	86,576.70
Rest of the world	70,035.91	49,240.12	141,040.88	82,157.60	179,325.84
Total Revenue	135,807.72	95,889.55	235,581.48	168,734.30	335,497.03



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Notes:-

1. The above Unaudited Financial Results were reviewed by the Audit Committee and approved at the meeting of the Board of Directors held on November 15, 2010 and the same has been subjected to a Limited Review by the Statutory Auditors of the Company.
2. Formulas used for computation of the ratios:
 - (a) Debt Equity Ratio: Debt/ Tangible net - worth
 - (b) Debt Service Coverage Ratio: Since no principal is due for repayment for next one year, this ratio is not given.
 - (c) Interest Service Coverage Ratio: Earning Before Interest and Tax/ Interest paid & payable on debt.
3. Rogers Ltd, Inc a US based wholly owned subsidiary has been merged into another US based wholly owned subsidiary Samuels Jewelers Inc.
4. As on September 30, 2010, the net FCCB proceeds of USD 1.41 million were kept as deposit with banks, pending utilization.
5. As on September 30, 2010, the net GDR proceeds of USD 0.0658 million were kept in deposits with overseas banks pending utilization.
6. Investors' complaints received and disposed off during the quarter ended September 30, 2010 are as follows:

Complaints pending at the beginning of the quarter	Nil
Complaints received during the quarter	12
Disposal of complaints	12
Unresolved complaints at the end of the quarter	Nil

7. The Company has identified two major reportable segments - viz. Diamond business and Jewellery business.
8. Except for the 12 month period, EPS is not annualized.
9. Previous period figures have been regrouped / rearranged, wherever necessary.

For GITANJALI GEMS LIMITED



MEHUL C. CHOKSI
CHAIRMAN & MANAGING DIRECTOR

Place: Mumbai
Date: November 15, 2010