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FOREWORD

India is a signatory to the Interlaken Declaration and is a founding member / participant in the Kimberley Process Certification Scheme. India has been participating and deliberating in all the meetings convened by the Kimberley Process Secretariat right from the inception.

The Government of India designated The Gem and Jewellery Export Promotion Council as the Importing and Exporting Authority for India, within the meaning of Section IV (b) of the Kimberley Process Certification Scheme.

This Kimberley Process Certification Scheme (KPCS) was implemented in India from 1st January 2003 to verify the legitimacy of import / export of rough diamonds as per UN resolutions and to curb entry of conflict diamonds into the mainstream. India received a Review Visit in December 2004. We greatly profited from our discussion with the Review Visit Team.

We are now submitting our **3rd Annual Report** to the KP Chair. During the year under review we issued around **2,241 KP certificates for export** parcels and endorsed around **23,995 certificates for import** parcels under KPCS. The system of verification and issuance of KPC is administered from the Mumbai and Surat offices of GJEPC.

The scheme is being implemented smoothly in India. We are committed to ensure that the diamond trade remains free of "conflict", "blood" or "tainted" diamonds. We, once again, strongly reiterate our commitment to the Kimberley Process Certification Scheme.

March 2006
Mumbai, India

Meena Dharod
Acting Executive Director
GJEPC

A. Institutional Framework

India is a founding member / participant in the Kimberley Process Certification Scheme. India has been participating and deliberating in all the meetings convened by the Kimberley Process Secretariat right from inception. The Gem & Jewellery Export Promotion Council has been appointed as the nodal agency for implementing this process by Ministry of Commerce & Industry, Government of India for Kimberley Process Certification Scheme.


The contact persons in the Government of India (Ministry of Commerce & Industry, Department of Commerce) are:-

<p>1. Dr. M. S. Rao Joint Secretary Ministry of Commerce & Industry, Government of India, Udyog Bhavan New Delhi, India Tel: 0091-11-23015215 Fax:011-23013583 / 23014418 E-mail: m_srao@ub.delhi.nic.in</p> <p>☞ Note: Dr. M.S. Rao has retired from the post of Joint Secretary w.e.f. 05.01.2006</p>	<p>2. Shri P. K. Mahapatra Director Ministry of Commerce & Industry, Government of India, Udyog Bhavan New Delhi, India Tel:0091-11-23012704 Fax:011-23014418 E-mail: pkmahapatra@ub.delhi.nic.in</p> <p>☞ Note: Shri P.K. Mahapatra has become Joint Secretary w.e.f. 03.02.2006</p>
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2. The Import and Export Authority, including the full address and the names of contact persons (in accordance with Section IV (b)).

The Government of India vide its communication No.12/13/2000-EP(GJ) dated 13 November, 2002 designated the Gem and Jewellery Export Promotion Council as the Importing and Exporting Authority within the meaning of Section IV (b) of the Kimberley Process Certification Scheme. The Gem & Jewellery Export Promotion Council is a statutory body set up under Section 25 of the Indian Companies Act 1956 for the purpose of promotion of gems & jewellery exports from India. The Authorized signatories for the purposes of Kimberley Process Certification Scheme are:-

Name & Address	Authorized Signatories
<p>The Gem & Jewellery Export Promotion Council KP Exporting / Importing Authority Diamond Plaza, 5th Floor, 391-A, Dr D. B. Marg Mumbai – 400 004, India Tel: 91-22-23806916/23821801 Fax: 91-22-23808752</p>	<p>Ms. Meena Dharod Director, (M & R) E-mail: meena@gjepcindia.com</p>
<p>The Gem & Jewellery Export Promotion Council KP Exporting / Importing Authority 626-628, Belgium Tower, Ring Road Surat – 395 003, India Tel: 0091- 261 -7435008 E-mail: gjepc_gr@satyam.net.in</p>	<p>Mr. Chandrakant Sanghvi, Convener, Gujarat Region</p> <p>Mr. Satyen Butala Regional Director</p>


 Note: Mr S. Ramswamy, IAS, who was one of the authorized signatories for the KPCS in India has resigned from the services of the Council and is no longer an authorized signatory.


ADDITIONAL AUTHORISED SIGNATORIES:

Name & Address	Authorized Signatories
The Gem & Jewellery Export Promotion Council KP Exporting / Importing Authority Diamond Plaza, 5 th Floor 391-A, Dr D. B. Marg Mumbai – 400 004, India Tel: 91-22-23806916/23821801 Fax: 91-22-23808752 E-mail: gjepec@vsnl.com	Mr. Nilesh Shah Convener, Diamond Panel Committee, GJEPC Mr Bakul R. Mehta Chairman, GJEPC Mr. Kanubhai B. Shah Member, Diamond Panel Committee, GJEPC

 Note: Shri Kanubhai B. Shah was Vice-Chairman, GJEPC till 30th September, 2005 and he is currently a Member of the Diamond Panel Committee of GJEPC.

 **ADDITIONAL AUTHORISED SIGNATORY:**

Name & Address	Authorized Signatories
The Gem & Jewellery Export Promotion Council KP Exporting / Importing Authority Diamond Plaza, 5 th Floor 391-A, Dr D. B. Marg Mumbai – 400 004, India Tel: 91-22-23806916/23821801 Fax: 91-22-23808752 E-mail: gjepec@vsnl.com	 Mrs. Mary Mathews Assistant Director E-mail: mary@gjepecindia.com

 Note: Mr Tushar Mahajan, Senior Executive who was one of the authorized signatories for the KPCS in India has resigned from the services of the Council and is no longer an authorized signatory.

Copy of specimen signature of the above additional signatory is enclosed at [ANNEXURE A](#).

B. Legal Framework

There have been no changes in the basic Legal Framework and is the same as given in Annual Report for 2003.

C. Import and Export Regime

For the Import and Export Regime please see India's Annual Report for 2003.

Outgoing shipments

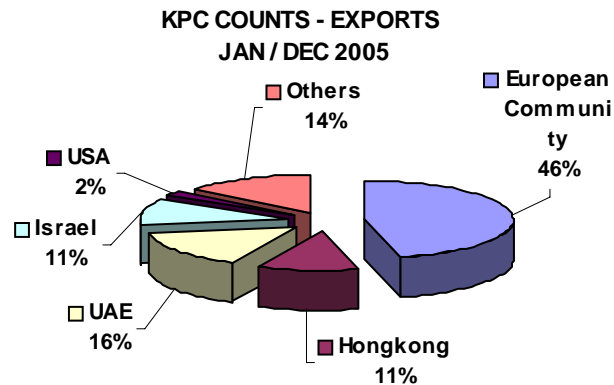
- During the current calendar year 2005, the Council issued 2,241 KP certificates for export parcels as compared to 1,926 during 2004.

Rough Diamonds - KP Certificate Count

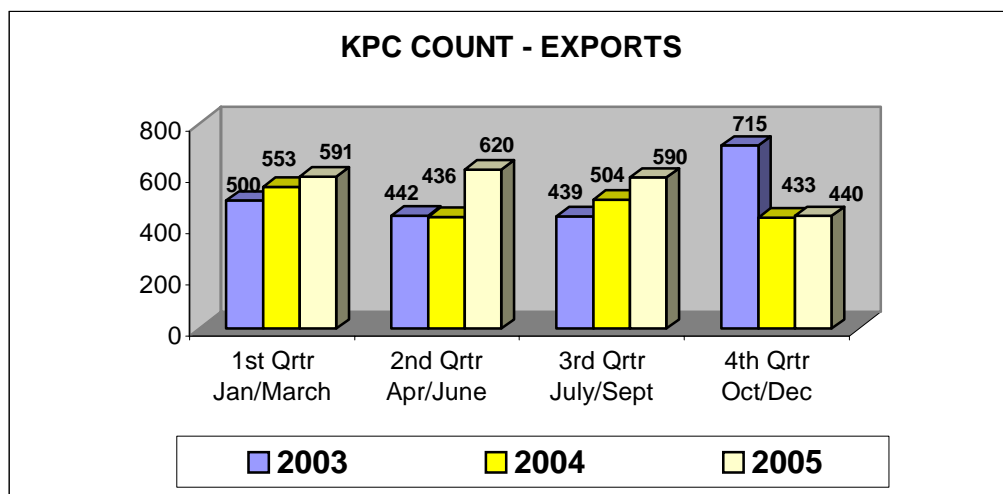
Participant Country: India (Mumbai & Surat)

EXPORTS	1st Qtr Jan/March	2nd Qtr Apr/June	3rd Qtr July/Sept	4th Qtr Oct/Dec	Total
2005	591	620	590	440	2,241
2004	553	436	504	433	1,926

- The details of KPC Counts for the period Jan/Dec 2005 is enclosed at **ANNEXURE 1**.



- Out of total KP certificates issued for exports of rough diamonds from India during Jan / Dec 2005 (285) maximum went to European Community (46%), followed by UAE (16%), Republic of China/Hong Kong (11%) and Israel (11%).



Rough Diamonds - K P Certificate Count

PERIOD: (JANUARY 1, 2005 to DECEMBER 31, 2005.)

Country	EXPORTS				TOTAL
	QTR 1	QTR 2	QTR 3	QTR 4	Exports
ARMENIA	-	-	-	1	1
AUSTRALIA	4	2	4	2	12
BELGIUM	283	303	252	192	1,030
BOTSWANA	9	8	5	-	22
BRAZIL	-	-	-	-	-
CANADA	-	6	-	-	6
DEMOCRATIC REPUBLIC OF CONGO	-	-	-	-	-
EUROPEAN COMMUNITY	-	-	1	-	1
GERMANY - EC	-	-	-	-	-
GHANA	-	-	-	-	-
GUINEA	-	-	1	1	2
HONGKONG	59	57	68	69	253
ISRAEL	56	60	64	59	239
JAPAN	4	1	1	1	7
PEOPLE'S REPUBLIC OF CHINA	6	15	5	7	33
REPUBLIC OF KOREA	1	1	-	1	3
ROMANIA	2	2	2	2	8
RUSSIAN FEDERATION	-	-	-	-	-
SINGAPORE	-	-	1	-	1
SOUTH AFRICA	-	3	5	-	8
SRILANKA	-	1	3	2	6
SWITZERLAND	2	3	-	-	5
TANZANIA	-	-	-	-	-
THAILAND	3	5	6	7	21
UNITED ARAB EMIRATES	90	98	104	61	353
UNITED KINGDOM	61	44	56	25	186
UNITED STATES OF AMERICA	11	11	12	10	44
GRAND TOTAL	591	620	590	440	2,241

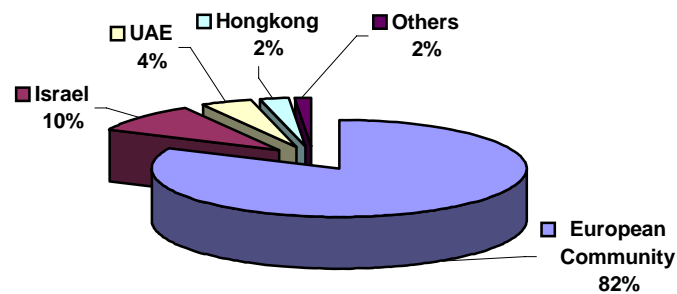
Incoming shipments

- How many Certificates were received? From which Participants were Certificates received?
 - Council endorsed 23,995 KP certificates for imports during Jan/Dec 2005 and 22,218 KP certificates during Jan/Dec 2004.

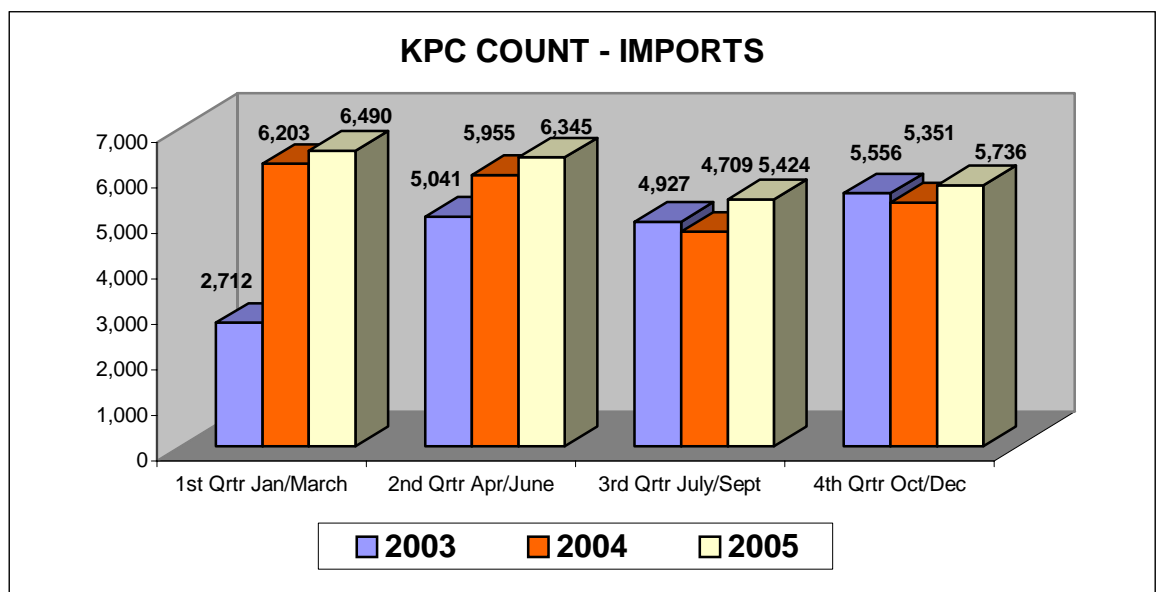
Rough Diamonds: KP Certificate Count - IMPORTS Participant Country: India (Mumbai & Surat)

	1st Qtr Jan/March	2nd Qtr Apr/June	3rd Qtr July/Sept	4th Qtr Oct/Dec	Total
2005	6,490	6,345	5,424	5,736	23,995
2004	6,203	5,955	4,709	5,351	22,218

KPC COUNTS - IMPORTS JAN / DEC 2005



- Out of the total KP certificates verified for imports of rough diamonds into India (19,647) during Jan/Dec 2005 around 82% were from European Community, 10% from Israel, 4% from UAE, 2% from China/Hong Kong etc.



Rough Diamonds - KP Certificate Count for Imports


Participant Country: India (Mumbai & Surat)

January 1, 2005 to December 31, 2005

Country	IMPORTS				TOTAL
	QTR 1	QTR 2	QTR 3	QTR 4	Imports
AUSTRALIA	3	2	3	3	11
BELGIUM	5,193	5,051	4,270	4,586	19,100
CANADA	-	2	5	12	19
CENTRAL AFRICAN REPUBLIC	-	-	1	-	1
DEMOCRATIC REPUBLIC OF CONGO	14	15	11	5	45
EUROPEAN COMMUNITY	-	-	-	-	-
GERMANY - EC	-	-	1	-	1
GHANA	7	5	6	7	25
HONGKONG	158	162	133	126	579
ISRAEL	720	635	502	494	2,351
JAPAN	3	2	1	1	7
PEOPLE'S REPUBLIC OF CHINA	3	3	3	1	10
REPUBLIC OF KOREA	2	2	1	-	5
RUSSIAN FEDERATION	1	2	4	19	26
SIERRA LEONE	-	-	-	2	2
SINGAPORE	4	-	-	1	5
SOUTH AFRICA	-	7	7	12	26
SRILANKA	-	-	1	-	1
SWITZERLAND	11	24	24	19	78
TANZANIA	2	-	2	1	5
THAILAND	-	-	1	3	4
UNITED ARAB EMIRATES	192	299	266	298	1,055
UNITED KINGDOM	159	108	151	128	546
UNITED STATES OF AMERICA	18	26	31	18	93
GRAND TOTAL	6,490	6,345	5,424	5,736	23,995

D. System of internal controls and Industry Self-Regulation

The system of industry self-regulation is existing in India. Efforts are on regarding introduction of further measures in this matter

 Council has added a separate section on KPCS on its web portal www.gjepc.org under useful information. It contains KPC scheme, informative booklet on implementation of Kimberley Process Certification Scheme, various circulars issued by the Council regarding KP. The KPCS section will be updated on regular basis.

E. Statistics


Trade data for 4 quarters of 2005 and Production data for the period January / June 2005 and July/December 2005 has been submitted to the Chair of Kimberley Process and Chair of the Working Group on Statistics on timely basis.

- The details of KPC Counts for the period Jan/Dec 2005 are enclosed at **ANNEXURE 1**.
- The quarterly data for **Export** during 2005 with country of origin is enclosed at **ANNEXURE 2**.
- The quarterly data for **Import** during 2005 with country of origin is enclosed at **ANNEXURE 3**.

F. Miscellaneous

REPUBLIC OF IRELAND

After the discussions with the representatives of KP Authority of EC during Moscow Plenary, India has started receiving Import confirmation for KP Certificate issued for exports from India to Republic of Ireland, which is a part of European Community.

-  *During 2005 92 KP certificates were issued for exports from India to Republic of Ireland.*

It has been our endeavor to produce a transparent and detailed report. We hope you found this report useful.

Meena Dharod
Acting Executive Director