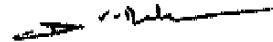


**DISCLOSURE BY THE PROMOTER (S) TO THE STOCK EXCHANGES AND TO THE TARGET COMPANY FOR ENCUMBRANCE OF SHARES/INVOCATION OF ENCUMBRANCE/RELEASE OF ENCUMBRANCE, IN TERMS OF REGULATION 31(1) AND 31(2) OF SEBI (SUBSTANTIAL ACQUISITION OF SHARES AND TAKEOVERS) REGULATIONS, 2011**

<b>Name of the Target company</b>				Gitanjali Gems Limited			
<b>Name of the Promoter(s) on whose shares Encumbrance was created/invoked/re-leased</b>				Priyanka Gems Private limited			
<b>Date of reporting</b>				January 17, 2012			
<b>Names of the stock exchanges where the shares of the target company are listed</b>				Bombay Stock Exchange Limited National Stock Exchange of India Limited			
<b>Details of the promoters' holding: (The term "event" indicates creation/invocation/release of encumbrance, as the case may be)</b>							
Promoter(s) or PACs with him	Pre-event Holding		Details of events pertaining to encumbrance		Post event holding		Details of encumbrance (pledge/lien or other-give details)
	Names	Number	% of Total share capital	Type creation/ invocation /release	Date (s)	Number (Encumbered shares to be excluded)	
Priyanka Gems Private Limited	2,173,215*	2.38	Creation of pledge	19/01/2012	1,473,215	1.62	700,000 Shares pledged in favour of SIOM Limited

\* Excludes 333,333 Equity Shares already pledged.

For Priyanka Gems Private Limited



(Dhanesh Sheth)  
Director

Date : January 30, 2012

Place : Mumbai