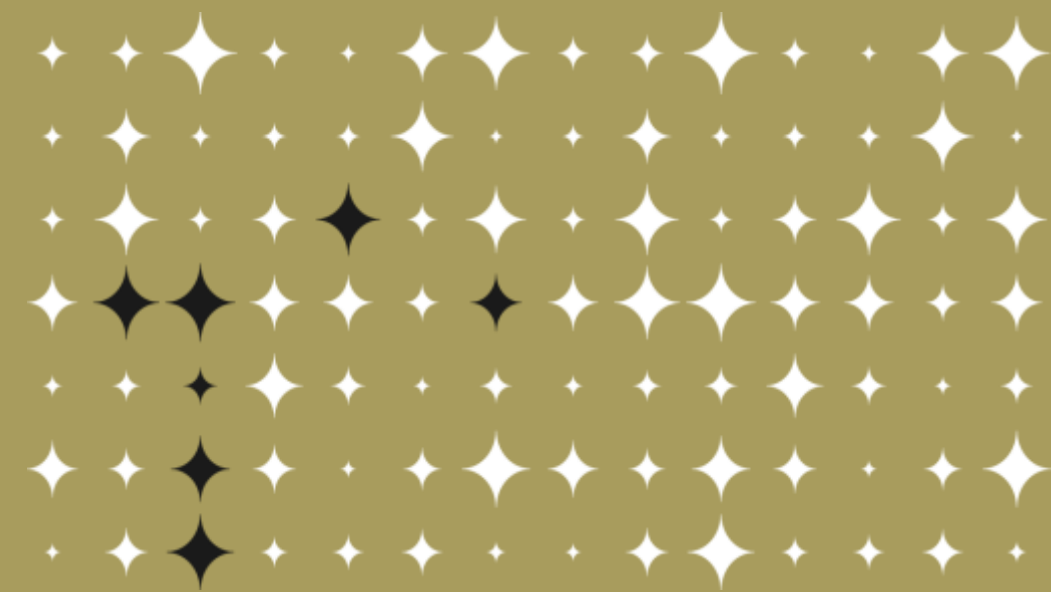




Gem and Jewellery Trade Update

April-June 2020



GJEPC Statistics Department (Data and Analytics Unit)



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Gem and Jewellery Trade Update : April-June 2020

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Key Highlights

April-June 2020

- The last quarter Q12020 has witnessed a historically lowest exports growth of gem and jewellery products at (-) 86 % in April coinciding the period of complete lock down. While in the following months May and June 2020 i.e. during the partial lockdown exports of the products have witnessed a very slow rise .As reflected in May and June 2020 declining rate of exports growth which is reduced to (-) 67.73% and (-)34.72 %.
- Overall, Gem and Jewellery gross exports during the April – June 2020 declined by (-)54.79.% to US\$2.75 billion as compared to US\$6.07 billion during April-June 2019. This is an indication of contracted manufacturing/demand/exports activities.
- The export growth is majorly constrained by contracted demand, unavailability of the workers, lack of confirmed orders, lockdown in certain places and international flights operational issues among others.
- Exports of all commodities except of silver jewellery have witnessed a decline ranging from 25% to around 90% y-o-y. Exports to all the countries have witnessed a deep decline ranging from (-)25% to around (-) 95% during April-June 2020.
- Net G&J exports from all regions have declined sharply ranging from (-)50% to (-) 99.1% during April-June 2020, while exports from Gujarat Region have witnessed a growth of 278% to US\$996.79 million during the same period.
- Net Gem and Jewellery Exports from SEZs declined by around (-) 82% to US\$442 million during April-June 2020 from US\$2431.68 million in April-June 2019.
- At the positive node, businesses have started operating, and USA revoke of economic treaty with HK will generate lot of opportunities for India's gem and jewellery sector as USA imports G&J amounting to US\$930 million from HK.

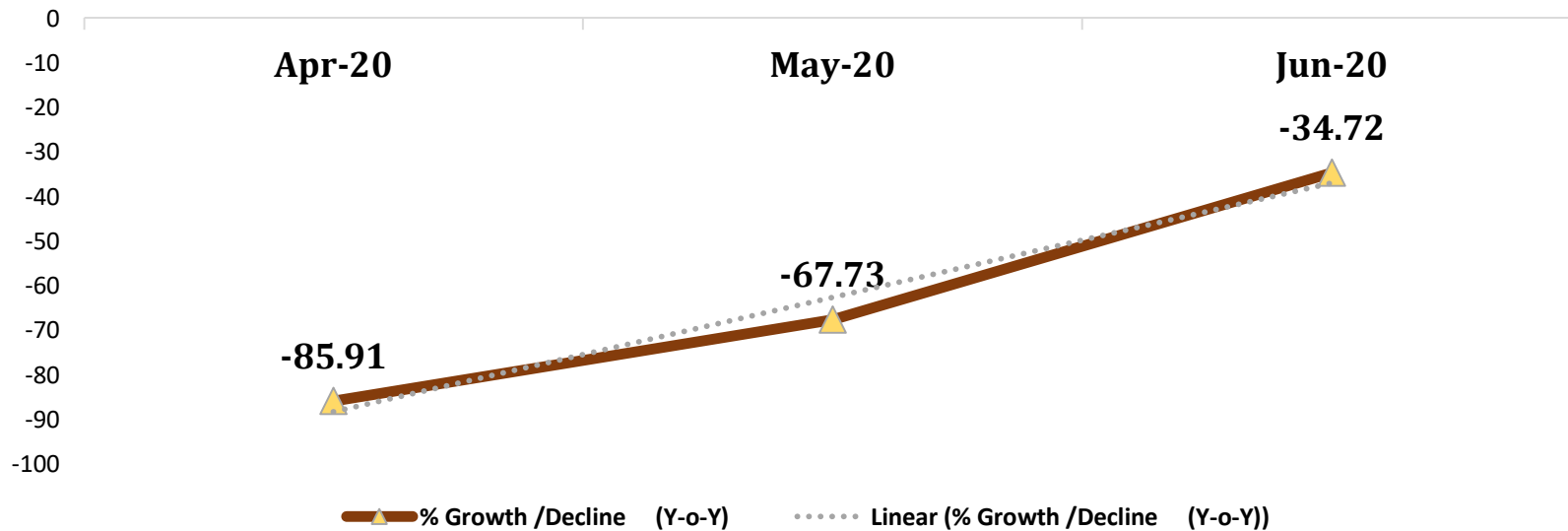
Gem & Jewellery Gross Exports : April-June 2020



Months	Gross Exports US\$ billion	Gross Exports US\$ billion	% Growth (y-o-y)
	2019-2020	2020-2021	
April	0.26	0.04	-85.91
May	3.29	1.06	-67.73
June	2.52	1.65	-34.72
April- June (p)	6.07	2.75	-54.79

During April-June 2020, G&J exports decline by (-)54.79 % y-o-y to US\$ 2.75 billion as compared to US\$6.07 billion registered during the same period previous year.

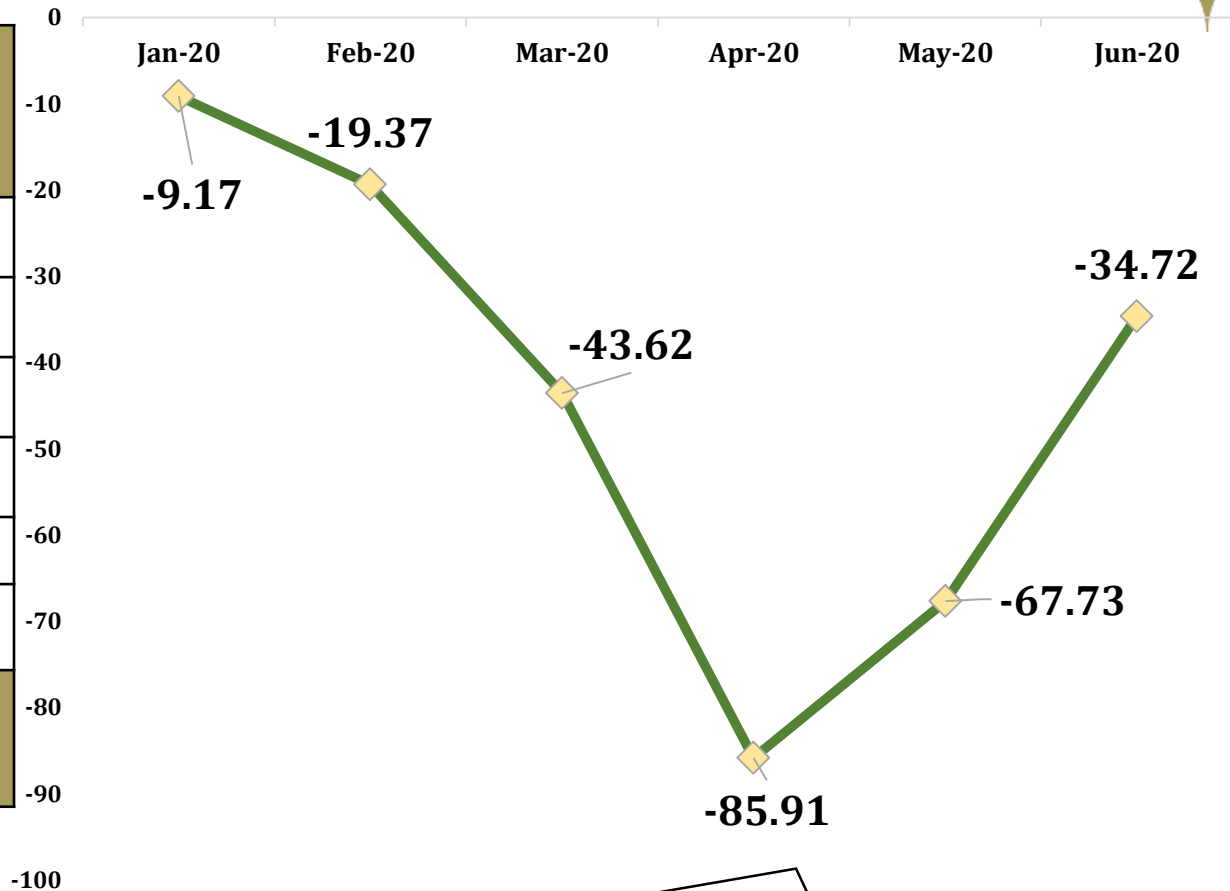
Source : GJEPC Statistics Dept. Analysis Notes: (p) = Provisional, Gross exports means inclusive of return consignments



Month-wise Gem & Jewellery Gross Exports January -June 2020



Months	Gross Exports US\$ billion	Gross Exports US\$ billion	% Growth (y-o-y)
	2019-2020	2020-2021	
January	3.27	2.97	-9.17
February	3.69	2.97	-19.37
March	3.37	1.90	-43.62
April	0.26	0.04	-85.91
May	3.29	1.06	-67.73
June	2.52	1.65	-34.72
Jan- June (p)	16.4	10.59	-35.42



Source : GJEPC Statistics Dept. Analysis *Notes: (p) = Provisional, Gross exports means inclusive of return consignments*

Gross Exports of G&J after declined by (-) 85.91 % in April 2020 , started recovering gradually. As reflected in May and June 2020 declining rate of exports reduced to (-) 67.73% and (-)34.72 %.

Overall, during January-June 2020, G&J exports declined by (-)35.42 % y-o-y to US\$ 10.59 billion as compared to US\$16.4 billion registered during the same period previous year.

Gem and Jewellery Gross vis-a-vis Net Exports - April-June 2020

Exports	April to June 2019	April to June 2020	% Growth
	(US\$ in Million)	(US\$ in Million)	
Gross Exports (P)	6074.81	2746.64	-54.79
Return Consignment	1384.43	263.72	-80.95
Net Exports	4690.38	2482.92	-47.06

Source : GJEPC Statistics Dept. Analysis

Notes: (p) = Provisional, Gross exports means inclusive of return consignments

Gross exports declined by (-) 55% to US\$2.75 billion in April-June 2020 from US\$6.07 billion same period last year

Net Exports declined by (-) 47% to US\$2.48 billion in April-June 2020 from US\$4.69 billion same period last year

Commodity wise Exports- April -June 2020



Commodities	Apr - June 2019	Apr - June 2020 (p)	% growth/decline (Y-o-Y)
Cut & Pol Diamonds	3,580.22	1,801.71	-49.68
Gold Jew	1,536.57	321.25	-79.09
Silver Jew	168.01	324.59	93.19
Col Gemstones	83.34	16.20	-80.56
Pol. Lab Grown Diamonds	67.06	38.99	-41.86
Imitation Jew	15.88	4.32	-72.81
Platinum Jew	1.17	0.48	-58.82
Articles of Gold, Silver & others	74.84	55.75	-25.5
Others	547.72	183.36	-66.52
Gross Exports	6,074.81	2,746.64	-54.79
Return Consignment	1,384.43	263.72	-80.95
Net Exports	4,690.38	2,482.92	-47.06

During April-June 2020,

Exports Growth declined of :

Cut & Polished Diamonds (-49.68%)

Gold Jewellery (-79.09%)

Coloured Gemstones (-80.56%)

Polished Lab Grown Diamonds(-41.86%)

Exports Growth Increased of :

Silver Jewellery (93.19%)

Source : Statistics Dept. GJEPC

Notes : (P) stands for provisional Gross Exports pertains to inclusive of return consignments

Net Exports pertains to exclusive of return consignments

Commodity wise Imports - April -June 2020



Products	Apr 2019- June 2019	Apr 2020 - June 2020 (p)	% growth/decline
			(y-o-y)
	US\$ Mill	US\$ Mill	US\$ Mill
Rough Diamonds	2784.13	481.65	-82.70
Rgh Lab Grown Diamonds	55.98	39.98	-28.59
Rough Coloured Gemstones	70.17	2.38	-96.61
Rough Synthetic Stone	0.37	0.08	-77.62
Raw Pearls	2.19	0.03	-98.45
Gold Bar	210.51	20.31	-90.35
Silver Bar	5.83	2.23	-61.67
Platinum Bar	21.41	16.06	-24.99
Sub - Total	3150.59	562.73	-82.14
Imports of Cut & Pol. Diamonds	248.45	303.45	22.14
Pol. Lab Grown Diamonds	16.95	6.21	-63.35
Col. Gemstones	152.29	25.71	-83.12
Pol. Synthetic Stone	3.42	0.04	-98.77
Pearls worked	1.17	0.32	-72.72
Gold Jewellery	46.27	13.93	-69.89
Silver Jewellery	12.35	2.00	-83.83
Imitation Jewellery	0.29	0.11	-60.22
Others	1.10	0.63	-42.44
Sub - Total	482.28	352.40	-26.93
Gross Imports	3632.87	915.14	-74.81

Imports of all commodities rough diamonds, rough lab grown diamonds, rough coloured gem stones , gold/silver bar declined during April-June 2020

Overall imports of gem and jewellery products declined by (-)74.81% to US\$915.14 million as compared to US\$3632.87 million.

This is an indication of the less manufacturing activities/demand of the gem and jewellery products in the country.

Only, CPD imports have shown a growth of 22.14% to US\$303 million during the said time period.

Country wise exports in India's Top 10 export destinations ...



G&J Exports : April – June 2020

Rank	Countries	Apr-June 2019 US\$ million	Apr-June 2020 US\$ million	% growth (y-o-y)
1	HK	2,532.66	1536.13	-39.35
2	USA	2,403.70	621.77	-74.13
3	UAE	2,559.66	112.27	-95.61
4	Turkey	149.42	111.78	-25.19
5	Belgium	511.11	98.14	-80.8
6	Thailand	167.2	37.67	-77.47
7	Israel	219.94	35.91	-83.67
8	Switzerland	79.00	30.02	-62
9	Japan	104.61	28.64	-72.62
10	Italy	23.78	27.12	14.05

Among the top 10 export destination , Gem and Jewellery exports to UAE has witnessed the highest fall of (-)95.61% followed by Israel (-) 83.67%, Belgium (-)80.8%, Thailand (-)77.47%,USA(-) 74.13%,Japan(-)72.62%,Switzerland(-) 62%, Hong Kong (-)39.35% during April-June 2020 as compared to April-June 2019.

While, gem and jewellery exports to Italy have shown growth of 14.05% during the stated time period.

Source : GJEPC Statistics Dept. Analysis

GJEPC Region-wise Gem and Jewellery Net Exports



Region	Net Exports (April to June 2019)	Net Exports (April to June 2020)	% Growth / Decline
	US\$ Million	US\$ Million	
Western Region	2945.44	1148.94	-60.99
Southern Region	691.98	35.12	-94.92
Rajasthan Region	94.23	53.06	-43.69
Gujarat Region	263.27	996.79	278.62
Northern Region	517.73	247.42	-52.21
Eastern Region	177.72	1.6	-99.1
Total	4690.37	2482.93	-47.06

Source : GJEPC Statistics Dept. Analysis

Net exports from all regions have declined sharply ranging from (-)50% to (-) 99.1% during April-June 2020, while exports from Gujarat Region have witnessed a growth of 278% to US\$996.79% during the same period.

GJEPC Region-wise Gem and Jewellery Net Exports

Region	Net Exports 2019-2020 (US\$ Million)	Net Exports April to June 2020 (US\$ Million)
Western Region	16824.19	1148.94
Southern Region	784.21	12.69
Rajasthan Region	581.16	53.06
Gujarat Region	2375.08	996.79
Northern Region	1713.14	247.41
Kolkata Region	571.41	1.60
Total	22849.19	2460.48

Source : GJEPC Statistics Dept. Analysis

Gem & Jewellery Port-wise Net Exports : SEZ

SEZ	April to June 2019 US\$ Million	April to June 2020 US\$ Million	% Growth / Decline
Seepz	431.50	91.10	-78.89
Surat SEZ	236.10	301.33	27.63
Jaipur SEZ	45.03	20.31	-54.9
Delhi SEZ	92.04	5.36	-94.18
Kolkata SEZ	13.57		-100
Visakhapatnam SEZ	1.85	0.97	-47.57
Hyderabad SEZ	3.47		-100
Chennai SEZ	0.80	0.06	-92.5
Cochin SEZ	1,607.32	22.45	-98.6
Total	2431.68	441.58	-81.84

Source : GJEPC Statistics Dept. Analysis

All SEZs have witnessed a declining growth rate except the Surat SEZ which has registered a growth of 27.63% to US\$301.33 million from US\$236.10 mn.

Net Gem and Jewellery Exports from SEZs declined by around (-) 82% to US\$442 million during April-June 2020 from US\$2431.68 million in April-June 2019

April-June 2020 : Prospects and Problems for Gem and Jewellery Sector

Region	Prospects /Positive Development/Opportunities
Gujarat	<ul style="list-style-type: none"> ▪ Ahmedabad manufacturing and retail both are open and started working since last month. ▪ Surat industry started operations but again observed lockdown from 1st to 14th July,2020. ▪ Rajkot industry has started operations but no much momentum / demand in market. ' - industry is actively operational in remote areas of Gujarat. ▪ For diamond industry, exporters could partially complete their orders during last month but now again observing lockdown and facing challenges . ▪ Few trade members in Diamond & Gold jewellery getting new orders.
South	<ul style="list-style-type: none"> ▪ Domestic Business have started business at 25% and 30% export business as compared to the last year. ▪ No customs and logistics issues

**Inputs pertaining to Prospects /Positive Developments/Opportunities gathered from the GJEPC Regional Heads*

Region	Problems/Challenges
Gujarat	<ul style="list-style-type: none"> ▪ Pertaining to diamonds Few Mining companies have stopped dealings with Indian companies / not permitting to participate in online auction process.
South	<ul style="list-style-type: none"> ▪ Sluggish/NIL exports as buyers are not confirming orders ▪ Factories under lockdown in Mumbai & Coimbatore ▪ 50% Karigars are not available ▪ Overseas buyers are trying to push their local products only. ▪ GST Refunds are getting delayed ▪ Major export business to UAE, but UAE market is not stable ▪ Shipments from Cochin Air Cargo taking long time to proceed. ▪ Issues with International Flights operations ▪ Doing export from Mumbai because of transport issues from Bangalore
Northern	<ul style="list-style-type: none"> • Logistics as companies are charging heavy.

**Inputs pertaining to problems and challenges gathered from the GJEPC Regional Heads*

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31st July 2020

Thanks