

RAINBOW DENIM LIMITED

AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED MARCH 31, 2008

[Rupees in Lacs]

| Sr. No. | Particulars | Current Quarter Ended 31.03.2008 (Unaudited) | Corresponding Quarter Ended 31.03.2007 (Unaudited) | Current Accounting Year ended 31.03.2008 (Audited) | Previous Accounting Year ended 31.03.2007 (Audited) |
|---------|--|--|--|--|---|
| 1. | Income : | | | | |
| | a. Net Sales / Income from Operations | 3,228.19 | 2,705.56 | 12,227.26 | 10,671.63 |
| | b. Other Income | 75.49 | 23.72 | 76.02 | 25.62 |
| | Total Income | 3,303.68 | 2,729.28 | 12,303.28 | 10,697.25 |
| 2. | Expenditure : | | | | |
| | a. (Increase) / Decrease in Stocks | 161.62 | 103.31 | 259.51 | 58.26 |
| | b. Consumption of Raw Materials | 1,698.13 | 1,461.47 | 6,756.80 | 6,063.01 |
| | c. Consumption of Other Materials | 432.31 | 383.07 | 1,650.40 | 1,439.33 |
| | d. Power and Fuel | 362.00 | 322.39 | 1,431.94 | 1,192.22 |
| | e. Employees Cost | 212.29 | 201.57 | 833.83 | 753.98 |
| | f. Depreciation | 214.02 | 214.61 | 861.60 | 847.44 |
| | g. Other Expenditure | 242.85 | 166.44 | 818.18 | 714.27 |
| | Total Expenditure | 3,323.22 | 2,852.86 | 12,612.26 | 11,068.51 |
| 3. | Interest and Finance Cost | 344.85 | 445.92 | 1,389.42 | 881.97 |
| 4. | Exceptional Items | - | - | - | - |
| 5. | Profit / (Loss) from Ordinary Activities before tax | (364.39) | (569.50) | (1,698.40) | (1,253.23) |
| 6. | Tax Expense | - | - | - | - |
| 7. | Net Profit / (Loss) from Ordinary Activities after tax | (364.39) | (569.50) | (1,698.40) | (1,253.23) |
| 8. | Extraordinary Items | - | - | - | - |
| 9. | Net Profit / (Loss) for the period | (364.39) | (569.50) | (1,698.40) | (1,253.23) |
| 10. | Paid-up Equity Share Capital (Face value Rs.10/- per Share) | 1,820.94 | 1,820.94 | 1,820.94 | 1,820.94 |
| 11. | Reserves excluding Revaluation Reserve as per Balance Sheet of previous accounting year. | | | | 1,233.50 |
| 12. | Earning Per Share (EPS) : | | | | |
| | a. Basic and diluted EPS before Extraordinary items for the period, for the year to date and for the previous year (not to be annulised) | (2.00) | (3.13) | (9.33) | (6.88) |
| | b. Basic and diluted EPS after Extraordinary items for the period, for the year to date and for the previous year (not to be annulised) | (2.00) | (3.13) | (9.33) | (6.88) |
| 13. | Public Shareholding : | | | | |
| | - Number of Shares | 10,010,747 | 10,126,950 | 10,010,747 | 10,126,950 |
| | - Percentage of Share Holding (%) | 54.98% | 55.61% | 54.98% | 55.61% |

NOTES :

- Segment wise reporting as required in AS-17 is not applicable as the Company has only one segment.
- Auditors' observations on the Accounts for the year ended March 31, 2008 have been replied and there is no impact on the above results.
- Figures of the previous quarter/year have been regrouped/rearranged, wherever necessary, to make them comparable.
- The above results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on May 30, 2008.

For Rainbow Denim Limited,

Place : Mumbai
Date : May 30, 2008

H.D. Ramsinghani
Chairman and Managing Director