

# RAINBOW DENIM LTD.

CIN: L18101PB1999PLC022452

51-52, Free Press House

215, Nariman Point,

Mumbai - 400 021. India

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Fax : +91-22-22049946

Email : rainbow@rainbowdenim.com

Website : www.rainbowdenim.com

Ref : RDL/RDJ/843

Date : November 11, 2014

Bombay Stock Exchange Limited,  
Corporate Relationship Department  
Phiroze Jeejeebhoy Towers,  
Dalal Street,  
Fort,  
MUMBAI : 400 001

Kind Attn : Mr. Subramanian  
DCS - CRD

Name of the Company : RAINBOW DENIM LIMITED  
BSE Scrip Code : 532441

Dear Sir,

We are pleased to enclose herewith Unaudited Financial Results along with Limited Review Report by the statutory auditors M/s. Dayal & Lohia for the quarter ended September 30, 2014.

Kindly acknowledge receipt.

Thanking you,

Yours faithfully,  
For RAINBOW DENIM LIMITED



R. D. JOG  
COMPANY SECRETARY

Encl : a/a



Regd. Office & Factory : Village Chaundheri, P.O. Dapper,  
Near Lalru, Ambala-Chandigarh Highway, Dist. Mohali,  
Punjab, 140506 (India)  
Tel. : +91 - 1762 - 248810 / 11 / 12 / 248295 / 248296  
Fax : +91 - 1762 - 248761 / 248809  
Email : rainbow@rainbowdenim.com



ISO 14001 : 96 Registered company

# RAINBOW DENIM LIMITED

Works & Regd. Office : Village Chandheri, Post Office Dappar, Tehsil Dera Bassi  
Distt. Mohali (Punjab) 140506 (India)

Telephones : 01762 248810, 248811, 248812 Fax : 01762 248761 E-mail : [rainbow@rainbowdenim.com](mailto:rainbow@rainbowdenim.com)  
Corporate Identity Number - L18101PB1999PLC022452 Web : [www.rainbowdenim.com](http://www.rainbowdenim.com)

## STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED SEPTEMBER 30, 2014

[ Rupees In Lacs ]							
PART I							
Srl. No.	Particulars	Current Quarter Ended 30.09.2014 (Unaudited)	Previous Quarter Ended 30.06.2014 (Unaudited)	Corresponding Quarter Ended 30.09.2013 (Unaudited)	Year to date figures for the Current Period Ended 30.09.2014 (Unaudited) (6 months)	Year to date Figures for the Previous Period Ended 30.09.2013 (Unaudited) (6 months)	Previous Year Ended 31.03.2014 (Audited)
1.	<b>Income from operations :</b>						
	a. Net Sales / Income from Operations (Net of Excise Duty)	3,825.39	3,130.91	3,043.86	6,956.30	6,274.21	11,859.96
	b. Other Operating Income	41.61	31.19	41.59	72.80	108.62	187.00
	<b>Total Income from operations (Net)</b>	<b>3,867.00</b>	<b>3,162.10</b>	<b>3,085.45</b>	<b>7,029.10</b>	<b>6,382.83</b>	<b>12,046.96</b>
2.	<b>Expenses :</b>						
	a. Cost of Raw Materials Consumed	2,593.89	2,023.39	2,036.31	4,617.28	4,011.78	7,379.82
	b. Cost of Other Materials Consumed	492.84	426.42	439.80	919.26	823.44	1,483.41
	c. Change in Inventories of Finished Goods, Work-in-progress and Stock-in-trade - Decrease / (Increase)	(137.63)	(32.75)	(24.84)	(170.38)	48.07	737.35
	d. Employees Benefits Expense	319.25	287.19	330.25	606.44	666.72	1,250.58
	e. Depreciation	149.70	726.04	230.78	875.74	458.79	915.33
	f. Power and Fuel	512.03	430.25	418.60	942.28	881.03	1,566.51
	g. Other Expenses	146.88	121.11	150.12	267.99	311.55	608.00
	<b>Total Expenses</b>	<b>4,076.96</b>	<b>3,981.65</b>	<b>3,581.02</b>	<b>8,058.61</b>	<b>7,201.38</b>	<b>13,941.00</b>
3.	<b>Profit / (Loss) from Operations before Other Income, Finance Costs and Exceptional Items</b>	<b>(209.96)</b>	<b>(819.55)</b>	<b>(495.57)</b>	<b>(1,029.51)</b>	<b>(818.55)</b>	<b>(1,894.04)</b>
4.	Other Income	2.88	22.67	10.07	25.55	18.61	35.77
5.	<b>Profit / (Loss) from ordinary activities before Finance Costs and Exceptional Items</b>	<b>(207.08)</b>	<b>(796.88)</b>	<b>(485.50)</b>	<b>(1,003.96)</b>	<b>(799.94)</b>	<b>(1,858.27)</b>
6.	Finance Costs	247.77	245.73	214.31	493.50	455.68	979.30
7.	<b>Profit / (Loss) from ordinary activities after Finance Costs but before Exceptional Items</b>	<b>(454.85)</b>	<b>(1,042.61)</b>	<b>(699.81)</b>	<b>(1,497.46)</b>	<b>(1,255.62)</b>	<b>(2,837.57)</b>
8.	Exceptional Items	-	-	-	-	-	-
9.	<b>Profit / (Loss) from Ordinary activities before tax</b>	<b>(454.85)</b>	<b>(1,042.61)</b>	<b>(699.81)</b>	<b>(1,497.46)</b>	<b>(1,255.62)</b>	<b>(2,837.57)</b>
10.	Tax Expense	-	-	-	-	-	-
11.	<b>Net Profit / ( Loss ) from Ordinary activities after tax</b>	<b>(454.85)</b>	<b>(1,042.61)</b>	<b>(699.81)</b>	<b>(1,497.46)</b>	<b>(1,255.62)</b>	<b>(2,837.57)</b>
12.	Extraordinary Items	-	-	-	-	-	-
13.	<b>Net Profit / ( Loss ) for the period</b>	<b>(454.85)</b>	<b>(1,042.61)</b>	<b>(699.81)</b>	<b>(1,497.46)</b>	<b>(1,255.62)</b>	<b>(2,837.57)</b>
14.	Paid-up Equity Share Capital (Face value Rs.10/- per Share)	1,328.37	1,328.37	728.37	1,328.37	728.37	1,328.37
15.	Reserves excluding Revaluation Reserve as per Balance Sheet of previous accounting year				(11,213.44)		(5,424.49)
16.	<b>Earning Per Share (Before Extraordinary Items) : (of Rs.10/- per Share) (not annualised)</b>						
	a. Basic	(3.42)	(7.85)	(5.27)	(11.27)	(9.45)	(21.36)
	b. Diluted	(3.42)	(7.85)	(5.27)	(11.27)	(9.45)	(21.36)
17.	<b>Earning Per Share (After Extraordinary Items) : (of Rs.10/- per Share) (not annualised)</b>						
	a. Basic	(3.42)	(7.85)	(5.27)	(11.27)	(9.45)	(21.36)
	b. Diluted	(3.42)	(7.85)	(5.27)	(11.27)	(9.45)	(21.36)
See accompanying notes to the financial results.							
PART II							
A.	<b>PARTICULARS OF SHARE HOLDING</b>						
1.	<b>Public Shareholding :</b>						
	- Number of Shares	38,05,017	38,04,991	39,14,561	38,05,017	39,14,561	38,04,991
	- Percentage of Share Holding	28.64%	28.64%	53.74%	28.64%	53.74%	28.64%
2.	<b>Promoters and Promoter Group Shareholding :</b>						
	<b>a. Pledged/Encumbered :</b>						
	- Number of Shares	22,00,738	22,00,738	22,00,738	22,00,738	22,00,738	22,00,738
	- Percentage of Shares (as a % of the total Shareholding of Promoters and Promoter Group)	23.22%	23.22%	65.32%	23.22%	65.32%	23.22%
	- Percentage of Shares (as a % of the total Share Capital of the Company)	16.57%	16.57%	30.21%	16.57%	30.21%	16.57%
	<b>b. Non-encumbered :</b>						
	- Number of Shares	72,77,988	72,78,014	11,68,444	72,77,988	11,68,444	72,78,014
	- Percentage of Shares (as a % of the total Shareholding of Promoters and Promoter Group)	76.78%	76.78%	34.68%	76.78%	34.68%	76.78%
	- Percentage of Shares (as a % of the total Share Capital of the Company)	54.79%	54.79%	16.05%	54.79%	16.05%	54.79%
B.	<b>INVESTOR COMPLAINTS :</b>						
	Pending at the beginning of the quarter	Nil					
	Received during the quarter	Nil					
	Disposed of during the quarter	Nil					
	Remaining unresolved at the end of the quarter	Nil					

# RAINBOW DENIM LIMITED

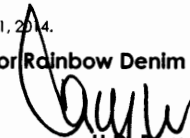
## STATEMENT OF ASSETS AND LIABILITIES AS AT SEPTEMBER 30, 2014

		[ Rupees In Lacs ]	
Sri. No.	Particulars	As at Current Half Year Ended 30.09.2014 ( Unaudited )	As at Previous Year Ended 31.03.2014 ( Audited )
<b>A.</b>	<b>EQUITY AND LIABILITIES :</b>		
1.	<b>Shareholders' Funds :</b>		
a.	Share Capital	1,328.37	1,328.37
b.	Reserves and Surplus	(11,213.44)	(5,424.49)
c.	Money received against share warrants	-	-
	<b>Sub-total - Share Holders' Funds</b>	<b>(9,885.07)</b>	<b>(4,096.12)</b>
2.	Share application money pending allotment	-	-
3.	<b>Non-current Liabilities :</b>		
a.	Long Term Borrowings	8,370.81	8,818.66
b.	Deferred Tax Liabilities (net)	-	-
c.	Other Long Term Liabilities	5.35	4.85
d.	Long Term Provisions	-	-
	<b>Sub-total - Non-current Liabilities</b>	<b>8,376.16</b>	<b>8,823.51</b>
4.	<b>Current Liabilities :</b>		
a.	Short Term Borrowings	3,525.28	3,418.54
b.	Trade Payables	2,671.89	2,042.49
c.	Other Current Liabilities	4,482.93	3,418.46
d.	Short Term Provisions	9.60	19.72
	<b>Sub-total - Current Liabilities</b>	<b>10,689.70</b>	<b>8,899.21</b>
	<b>TOTAL - EQUITY AND LIABILITIES</b>	<b>9,180.79</b>	<b>13,626.60</b>
<b>B.</b>	<b>ASSETS :</b>		
1.	<b>Non-current Assets :</b>		
a.	Fixed Assets	4,086.25	9,253.27
b.	Non-current Investments	4.37	4.37
c.	Deferred Tax Assets (net)	-	-
d.	Long Term Loans and Advances	233.80	236.49
e.	Other Non-current Assets	11.91	11.46
	<b>Sub-total - Non-current Assets</b>	<b>4,336.33</b>	<b>9,505.59</b>
2.	<b>Current Assets :</b>		
a.	Current Investments	-	-
b.	Inventories	1,800.31	1,596.75
c.	Trade Receivables	2,696.65	2,258.94
d.	Cash and Cash Equivalents	282.12	148.72
e.	Short Term Loans and Advances	65.38	116.60
f.	Other Current Assets	-	-
	<b>Sub-total - Current Assets</b>	<b>4,844.46</b>	<b>4,121.01</b>
	<b>TOTAL - ASSETS</b>	<b>9,180.79</b>	<b>13,626.60</b>

**NOTES :**

1. Segment wise reporting as required in AS-17 is not applicable as the Company has only one segment.
2. Auditors' observations on the Accounts for the year ended March 31, 2014 have been replied and there is no impact on the above results.
3. The Company is a Sick Industrial Company within the meaning of Section 3(1)(o) of the Sick Industrial Companies (Special Provisions) Act, 1985. BIFR has approved Rehabilitation Scheme vide order dated December 27, 2012.
4. Consequent to the enactment of the Companies Act, 2013 (the Act) and its applicability for accounting periods commencing after April 01, 2014, the Company has re-worked depreciation with reference to the estimated economic lives of fixed assets prescribed by Schedule II to the Act or actual useful life of assets, whichever is lower. In case of any asset, whose life has been completed as above, the carrying value, net of residual value, as at April 01, 2014 has been adjusted to the opening balance of retained earnings/brought forward loss and in other cases, the carrying value has been depreciated over the remaining of the revised life of the assets and recognized in the Statement of Profit and Loss.
5. Figures of the previous quarter/year have been regrouped/rearranged, wherever necessary, to make them comparable.
6. The above results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on November 11, 2014.

For Rainbow Denim Limited,



H. D. Ramsinghani

Chairman and Managing Director

Place : Mumbai

Date : November 11, 2014

**dayal and lohia**  
chartered accountants

**Limited Review Report**

To  
The Board of Directors  
Rainbow Denim Limited  
Mumbai.

Dear Sirs,

**Re : Report on limited review of the unaudited financial results of  
your Company for the quarter ended 30.09.2014**

We have reviewed the accompanying statement of unaudited financial results of Rainbow Denim Limited for the quarter ended 30.09.2014 except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the management and have not been audited by us. 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 our review.

We conducted our review of the statement in accordance with the Standard on Review Engagement (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" 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 provide 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 attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with the applicable Accounting Standards notified pursuant to the Companies (Accounting Standards) Rules, 2006 read with the General Circular 15/2013 dated 13<sup>th</sup> September 2013 of the Ministry of Corporate Affairs in respect of section 133 of the Companies Act, 2013 and other recognized 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.

Thanking you,

Yours faithfully,  
For Dayal and Lohia  
Chartered Accountants  
(Firm Regn. No.102200W)



*Thomas*  
(S.V. Thomas)  
Partner  
M. No.125944

Place : Mumbai  
Date : 11<sup>th</sup> November, 2014