

RAINBOW DENIM LTD.

CIN: L18101PB1999PLC022452
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Mumbai - 400 021. India
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Fax : +91-22-22049946
Email : rainbow@rainbowdenim.com
Website : www.rainbowdenim.com

Ref : RDL/BD/229
Date : October 24, 2019

To,

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

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

Dear Sir,

We wish to inform you that at the Meeting held today the Board has approved the Unaudited Financial Results for the quarter and half year ended 30th September 2019.

Pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we are pleased to enclose herewith Unaudited Financial Results along with Limited Review Report by the Statutory Auditors M/s. Khandelwal & Mehta LLP, Chartered Accountants for the quarter and half year ended September 30, 2019.

The Meeting of the Board of Directors of the Company Commenced at 4:00 p.m. and concluded at 4:50 p.m.

We request you to kindly take note of the same.

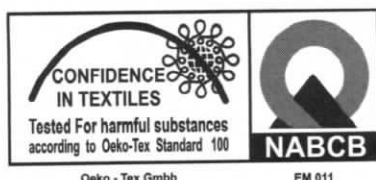
Thanking you,

Yours faithfully,
For **RAINBOW DENIM LIMITED**



BHAVNA DAVE
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
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ISO 14001 : 96 Registered company

RAINBOW DENIM LIMITED

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

Telephones : 01762 248810, 248811, 248812 Fax : 01762 248761 E-mail : rainbow@rainbowdenim.com
Corporate Identity Number - L18101PB1999PLC022452 Web : www.rainbowdenim.com

STATEMENT OF STANDALONE UNAUDITED RESULTS FOR THE QUARTER AND SIX MONTHS ENDED SEPTEMBER 30, 2019

		[Rupees in Lacs]					
Srl. No.	Particulars	Current 3 months Ended 30.09.2019 (Unaudited)	Preceding 3 months Ended 30.06.2019 (Unaudited)	Corresponding 3 months ended in the previous year 30.09.2018 (Unaudited)	Year to date Figures for the Current Year Ended 30.09.2019 (Unaudited) (6 months)	Year to date Figures for the Previous Year Ended 30.09.2018 (Unaudited) (6 months)	Previous Year Ended 31.03.2019 (Audited)
1.	Revenue from operations						
	a. Net Sales / Income from Operations (Net of Excise Duty)	15.68	365.49	2,225.11	381.17	5,058.56	6,963.88
	b. Other Operating Revenues	148.35	51.12	39.54	199.47	76.90	139.95
	Net Revenue from operations	164.03	416.61	2,264.65	580.64	5,135.46	7,103.83
2.	Other Income	349.15	272.31	327.45	621.46	1,981.85	2,528.04
	Total Revenue	513.18	688.92	2,592.10	1,202.10	7,117.31	9,631.87
3.	Expenses						
	a. Cost of Raw Materials Consumed	81.79	22.57	1,250.81	104.36	3,294.78	4,312.38
	b. Cost of Other Materials Consumed	1.23	4.35	243.27	5.58	626.57	830.81
	c. Changes in Inventories of Finished Goods, Work-in-progress and Stock-in-trade - Decrease / (Increase)	63.02	354.41	106.71	417.43	(59.25)	369.71
	d. Employee Benefits Expense	295.94	309.46	382.74	605.40	794.76	1,465.58
	e. Finance Costs	278.92	281.03	288.68	559.95	628.56	1,201.31
	f. Depreciation	49.25	48.85	50.12	98.10	102.70	200.64
	g. Power and Fuel	12.93	52.77	364.58	65.70	757.96	1,149.18
	h. Other Expenses	62.28	56.32	183.31	118.60	891.51	1,234.82
	Total Expenses	845.36	1,129.76	2,870.22	1,975.12	7,037.59	10,764.43
4.	Profit / (Loss) before Exceptional Items and Tax	(332.18)	(440.84)	(278.12)	(773.02)	79.72	(1,132.56)
5.	Exceptional Items	-	-	-	-	-	-
6.	Profit / (Loss) before Tax	(332.18)	(440.84)	(278.12)	(773.02)	79.72	(1,132.56)
7.	Tax Expense	-	-	-	-	-	-
8.	Profit / (Loss) for the period	(332.18)	(440.84)	(278.12)	(773.02)	79.72	(1,132.56)
9.	Other Comprehensive Income/(Expense)						
	Items that will not be reclassified subsequently to Profit or Loss:						
	- Re-measurement Gains/(Losses) on Defined Benefits Obligations	(1.83)	(1.84)	(1.30)	(3.67)	(2.60)	(7.34)
10.	Total Comprehensive Profit / (Loss) for the period	(334.01)	(442.68)	(279.42)	(776.69)	77.12	(1,139.90)
11.	Paid-up Equity Share Capital (Face value Rs.10/- per Share)	1,328.37	1,328.37	1,328.37	1,328.37	1,328.37	1,328.37
12.	Reserves excluding Revaluation Reserves as per Balance Sheet of previous accounting year						(15,198.64)
13.	Earning Per Share (Not annualised): (of Rs.10/- per Share)						
	a. Basic	(2.50)	(3.32)	(2.09)	(5.82)	0.60	(8.53)
	b. Diluted	(2.50)	(3.32)	(2.09)	(5.82)	0.60	(8.53)
See accompanying notes to the financial results.							



RAINBOW DENIM LIMITED

STANDALONE AUDITED STATEMENT OF ASSETS AND LIABILITIES AS AT SEPTEMBER 30, 2019

		[Rupees in Lacs]	
Srt. No.	Particulars	As at Current Half Year Ended 30.09.2019 (Unaudited)	As at Previous Year Ended 31.03.2019 (Audited)
A.	ASSETS :		
1.	Non-current Assets :		
a.	Property, Plant and Equipment	2,495.83	2,593.55
b.	Capital Work-in-Progress	-	-
c.	Intangible Assets	2.85	3.25
d.	Financial Assets :		
	- Investments	2.81	2.81
	- Other Non-current Financial Assets	231.60	255.50
e.	Deferred Tax Assets (net)	-	-
f.	Other Non-current Assets	5.04	9.90
	Sub-total - Non-current Assets	2,738.13	2,865.01
2.	Current Assets :		
a.	Inventories	494.10	1,011.82
b.	Financial Assets :		
	- Trade Receivables	400.86	1,189.86
	- Cash and Cash Equivalents	41.62	26.22
	- Other Current Financial Assets	44.64	140.93
c.	Other Current Assets	51.73	52.25
	Sub-total - Current Assets	1,032.95	2,421.08
	TOTAL - ASSETS	3,771.08	5,286.09
B.	EQUITY AND LIABILITIES :		
1.	Equity :		
a.	Equity Share Capital	1,328.37	1,328.37
b.	Other Equity	(15,975.36)	(15,198.64)
c.	Share application money pending allotment	-	-
	Sub-total - Share Holders' Funds	(14,646.99)	(13,870.27)
2.	Liabilities :		
	Non-current Liabilities :		
a.	Financial Liabilities :		
	- Non-current Borrowings	7,858.68	8,050.05
	- Other Non-current Financial Liabilities	0.50	0.50
b.	Provisions	-	-
c.	Deferred Tax Liabilities (net)	-	-
d.	Other Non-current Liabilities	-	-
	Sub-total - Non-current Liabilities	7,859.18	8,050.55
3.	Current Liabilities :		
a.	Financial Liabilities :		
	- Current Borrowings	-	153.83
	- Trade Payables	3,680.56	4,390.25
	- Other Current Financial Liabilities	3,240.51	2,421.01
b.	Provisions	83.50	52.00
c.	Other Current Liabilities	3,554.32	4,088.72
	Sub-total - Current Liabilities	10,558.89	11,105.81
	TOTAL - EQUITY AND LIABILITIES	3,771.08	5,286.09

NOTES :

- Segment wise reporting as required in IND AS 108 is not applicable as the Company has only one segment.
- The Auditors' have expressed significant doubt on the Company's ability to continue as a "going concern". The management is taking various steps to reduce costs, improve efficiencies to make its operations profitable and to arrange sufficient funds for its operations. In view of these, financial statements have been prepared on the basis that the Company will continue as a "going concern".
- Due to labour unrest, the manufacturing activities at the Company's plant situated at Village Chaudheri, P. O. Dappar, Tehsil Derabassi, District Mohali, Punjab 140506 have been suspended with effect from March 25, 2019.
- The above results have been reviewed by the Audit Committee and approved by the Board of Directors in its meeting held on October 24, 2019 in terms of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
- The Statutory Auditors have carried out "Limited Review" of the above financial results.
- Figures of the previous quarter/period/year have been regrouped/rearranged, wherever necessary, to make them comparable.



For Rainbow Denim Limited,

H. D. Ramsinghani
H. D. Ramsinghani
Chairman
DIN - 00036416

Place : Mumbai
Date : October 24, 2019

Khandelwal & Mehta LLP
Chartered Accountants

Independent Auditor's Report on Quarterly Unaudited Financial Results of Rainbow Denim Limited Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To,
The Board of Directors,
Rainbow Denim Limited
Mumbai.

1. We have reviewed the accompanying statement of unaudited financial results of Rainbow Denim Limited ("the Company") for the quarter and half year ended 30th September, 2019, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("the Regulation") as amended, read with SEBI Circular No. CIR/CFD/CMDI/44/2019 dated March 29, 2019 ("the Circular").
2. The preparation of the Statement in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (1st AS 34) "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, read with the Circular, is the responsibility of the Company's management and has been approved by the Board of Directors of the Company. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (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 Statement is free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
4. As mentioned in Note 2 of the accompanying statement, the results are prepared using the going concern basis of accounting. Management is responsible for assessing the Company's ability to continue as a going concern. Further discontinuance of production during the previous year indicates that a material uncertainty exists, which casts significant doubt on the Company's ability to continue as a going concern. Our conclusion is modified in respect of this matter.
5. Based on our review conducted as above, except for the possible effects of our observation described in the "Basis for Qualified Opinion" Para 4 above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standards ("Ind AS") specified under Section 133 of the Companies Act 2013 as amended, read with relevant rules issued thereunder and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of the Regulation, read with the Circular, including the manner in which it is to be disclosed, or that it contains any material misstatement.



For Khandelwal & Mehta LLP
Chartered Accountants
(Firm Regn.no.W100084)

(S. L. Khandelwal)
Partner
Mem. No. 101388

Place : Mumbai
Date : 24th october, 2019.