

**RAINBOW
DENIM LTD.**
Works & Regd. Office

Village Chaudhari
P. O. Dappar, Near Lalru
Ambala-Chandigarh Highway
Dist. Mohali, Pin-140506 (India)
CIN: L18101PB1999PLC022452
Tel : 01762-248810, 11, 12
Fax : 01762-248761
E-mail : rainbow@rainbowdenim.com
Web : www.rainbowdenim.com

Ref : RDL/BMD/2021
Date : November 10, 2021

To,

The General Manager,
Corporate Relationship Department,
BSE Limited
Phiroze Jeejeeboy Towers,
Dalal Street, Fort
Mumbai 400 001

Script Code No. : 532441
Company's Name : RAINBOW DENIM LIMITED

Sub : Statement of Un-Audited Financial Results for the quarter and six months ended
September 30, 2021

Further to our letter dated November 03, 2021 we hereby inform you that the Resolution Professional today i.e. November 10, 2021 has, inter alia, considered and approved the Un-Audited Financial Results for the quarter and six months ended September 30, 2021.

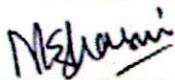
In terms of Regulation 33 of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015, we enclose Unaudited Financial Results along with Limited Review Report issued by statutory auditors M/s Khandelwal & Mehta LLP for the quarter and six months ended September 30, 2021.

We request you to kindly take on records.

Thanking you,

Yours faithfully,

For RAINBOW DENIM LIMITED


DHARMENDRA KUMAR BHASIN
RESOLUTION PROFESSIONAL
Registration No. IBB/I/PA-002/IP-N00816/2019-2020/ 12564

Encl : a/a



Rainbow Denim Limited
Corporate Office : 51-52, Free Press House, Nariman Point, Mumbai - 400 021 (India)
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							[Rupees in Lacs]
Srl. No.	Particulars	Current 3 months Ended 30.09.2021 (Unaudited)	Preceding 3 months Ended 30.06.2021 (Unaudited)	Corresponding 3 months ended in the previous year 30.09.2020 (Unaudited)	Current Year Ended 30.09.2021 (Unaudited) (6 months)	Year to date figures for the Previous Year Ended 30.09.2020 (Unaudited) (6 months)	Previous Year Ended 31.03.2021 (Audited) (12 months)
1.	Revenue from operations						
	a. Net Sales / Income from Operations	31.57	-	12.36	31.57	12.36	45.74
	b. Other Operating Revenues	-	-	-	-	-	-
	Net Revenue from operations	31.57	-	12.36	31.57	12.36	45.74
2.	Other Income	267.37	266.74	266.67	534.11	545.20	1,100.41
	Total Revenue	298.94	266.74	279.03	565.68	557.56	1,146.15
3.	Expenses						
	a. Cost of Raw Materials Consumed/Sold	-	-	-	-	-	-
	b. Cost of Other Materials Consumed/Sold	-	-	-	-	-	1.34
	c. Changes in Inventories of Finished Goods, Work-in-progress and Stock-in-trade - Decrease / (Increase)	28.97	-	56.85	28.97	56.85	192.34
	d. Employee Benefits Expense	12.62	49.60	93.71	62.22	243.68	393.69
	e. Finance Costs	256.56	261.75	271.95	518.31	546.89	1,081.02
	f. Depreciation	27.62	28.45	28.99	56.07	58.18	115.27
	g. Power and Fuel	6.33	6.26	12.95	12.59	28.21	30.41
	h. Other Expenses	10.62	10.17	18.31	20.79	46.59	77.94
	Total Expenses	342.72	356.23	482.76	698.95	980.40	1,892.01
4.	Profit / (Loss) before Exceptional Items and Tax	(43.78)	(89.49)	(203.73)	(133.27)	(422.84)	(745.86)
5.	Exceptional Items	-	-	-	-	-	-
6.	Profit / (Loss) before Tax	(43.78)	(89.49)	(203.73)	(133.27)	(422.84)	(745.86)
7.	Tax Expense	-	-	-	-	-	-
8.	Profit / (Loss) for the period	(43.78)	(89.49)	(203.73)	(133.27)	(422.84)	(745.86)
9.	Other Comprehensive Income/(Expense)						
	Items that will not be reclassified subsequently to Profit or Loss :						
	- Re-measurement Gains/(Losses) on Defined Benefits Obligations	-	-	-	-	-	(7.19)
10.	Total Comprehensive Profit / (Loss) for the period	(43.78)	(89.49)	(203.73)	(133.27)	(422.84)	(753.05)
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						(17,493.27)
13.	Earning Per Share (Not annualized) : (of Rs.10/- per Share)						
	a. Basic	(0.33)	(0.67)	(1.53)	(1.00)	(3.18)	(5.61)
	b. Diluted	(0.33)	(0.67)	(1.53)	(1.00)	(3.18)	(5.61)
See accompanying notes to the financial results.							

RAINBOW

DENIM LIMITED

STANDALONE UNAUDITED STATEMENT OF ASSETS AND LIABILITIES AS AT SEPTEMBER 30, 2021

		[Rupees in Lacs]	
Srl. No.	Particulars	As at Current Half Year Ended 30.09.2021 (Unaudited)	As at Previous Year Ended 31.03.2021 (Audited)
A.	ASSETS :		
1.	Non-current Assets :		
a.	Property, Plant and Equipment	2,233.41	2,289.50
b.	Capital Work-in-Progress	-	-
c.	Intangible Assets	2.75	2.75
d.	Financial Assets :		
	- Investments	2.81	2.81
	- Other Non-current Financial Assets	183.07	185.45
e.	Deferred Tax Assets (net)	-	-
f.	Other Non-current Assets	0.09	0.22
	Sub-total - Non-current Assets	2,422.13	2,480.73
2.	Current Assets :		
a.	Inventories	238.27	267.24
b.	Financial Assets :		
	- Trade Receivables	130.41	130.41
	- Cash and Cash Equivalents	54.91	53.71
	- Other Current Financial Assets	44.18	51.58
c.	Other Current Assets	41.21	46.54
	Sub-total - Current Assets	508.98	549.48
	TOTAL - ASSETS	2,931.11	3,030.21
B.	EQUITY AND LIABILITIES :		
1.	Equity :		
a.	Equity Share Capital	1,328.37	1,328.37
b.	Other Equity	(17,626.56)	(17,493.27)
c.	Share application money pending allotment	-	-
	Sub-total - Share Holders' Funds	(16,298.19)	(16,164.90)
2.	Liabilities :		
	Non-current Liabilities :		
a.	Financial Liabilities :		
	- Non-current Borrowings	5,084.09	5,465.85
	- Other Non-current Financial Liabilities	0.30	0.30
b.	Provisions	-	-
c.	Deferred Tax Liabilities (net)	-	-
d.	Other Non-current Liabilities	-	-
	Sub-total - Non-current Liabilities	5,084.39	5,466.15
3.	Current Liabilities :		
a.	Financial Liabilities :		
	- Current Borrowings	348.61	348.61
	- Trade Payables	3,514.85	3,512.59
	- Other Current Financial Liabilities	8,794.10	7,846.95
b.	Provisions	66.06	66.06
c.	Other Current Liabilities	1,421.29	1,954.75
	Sub-total - Current Liabilities	14,144.91	13,728.96
	TOTAL - EQUITY AND LIABILITIES	2,931.11	3,030.21

RAINBOW

DENIM LIMITED

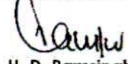
CASH FLOW STATEMENT FOR SIX MONTHS ENDED SEPTEMBER 30, 2021

		[Rupees in Lacs]	
Srl. No.	Particulars	Current Year Ended 30.09.2021 (Unaudited) (6 months)	Previous Year Ended 31.03.2021 (Audited) (12 months)
A.	CASH FLOW FROM OPERATING ACTIVITIES:		
	Net Profit / (Loss) Before Tax	(133.27)	(753.05)
	Adjustments for:		
	Depreciation	56.07	115.27
	Interest Accrued	0.07	0.12
	Interest Adjustment on Amortised Cost of Debts	(15.10)	14.21
	Interest Income	(0.07)	(23.19)
	Bad/doubtful Debts, Advances and Recoverables Written Off/Provided	2.58	6.62
	Provisions Written Back	(0.69)	(0.32)
	Loss/(Gain) on Foreign Exchange Fluctuations	-	(10.21)
	Operating Loss Before Working Capital Changes	(90.41)	(650.55)
	Adjustments for:		
	(Increase) / Decrease in Inventories	28.97	192.35
	(Increase) / Decrease in Trade and Other Receivables	10.84	38.44
	Increase / (Decrease) in Trade and Other Payables	49.29	377.52
	NET CASH FROM / (USED IN) OPERATING ACTIVITIES	(1.31)	(42.24)
B.	CASH FLOW FROM INVESTING ACTIVITIES:		
	Interest Income	0.07	23.19
	(Increase) / Decrease in Non-current Assets	2.51	24.44
	NET CASH FROM / (USED IN) INVESTING ACTIVITIES	2.58	47.63
C.	CASH FLOW FROM FINANCING ACTIVITIES:		
	Interest Paid	(0.07)	(0.12)
	NET CASH FROM / (USED IN) FINANCING ACTIVITIES	(0.07)	(0.12)
	NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS (A + B + C)	1.20	5.27
	OPENING BALANCE OF CASH AND CASH EQUIVALENTS	53.71	48.44
	CLOSING BALANCE OF CASH AND CASH EQUIVALENTS	54.91	53.71

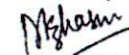
NOTES:

- Segment wise reporting as required in IND AS 108 is not applicable as the Company has only one segment.
- In the Audited Accounts, the Auditors have expressed significant doubt on the ability of the Company to continue as a 'going concern'. The same is on account of suspension of manufacturing activities at the Company's plant and the on going Corporate Insolvency Resolution Process.
- Due to labour unrest, the manufacturing activities at the Company's plant situated at Village Chaundheri, P. O. Dappar, Tehsil Derabassi, District Mohali, Punjab 140506 have been suspended with effect from March 25, 2019.
- The Company is undergoing Corporate Insolvency Resolution Process (CIRP) under the Insolvency and Bankruptcy Code, 2016 in terms of order dated December 09, 2019 passed by Hon'ble National Company Law Tribunal, Chandigarh Bench (Hon'ble NCLT). As per the provisions of Insolvency and Bankruptcy Code (IBC), the powers of Board of Directors of the Company have been suspended and the management of the affairs of the Company vests in the Resolution Professional (RP).
- As the powers of Board of Directors have been suspended, the above results have not been adopted by the Board of Directors. However, the same have been signed by Shri H. D. Ramsinghani, Director of the Company, confirming accuracy and completeness of results. These financial results have been taken on record by Resolution Professional (RP) on November 10, 2021 in terms of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 for filing with the Stock Exchange.
- The Statutory Auditors have carried out "Limited Review" of the above financial results and have expressed a qualified report on the above 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
Director
DIN - 00035416

Taken on Record


Dharmendra Kumar Bhasin
(Resolution Professional)
IP Registration No. IBBI/IPA-002/
IP-N00816/2019-20/12564

Place : Mumbai
Date : November 10, 2021

Lalru (Punjab)
November 10, 2021

Corporate Office : 51- 52, Free Press House, 5th Floor, Nariman Point, Mumbai (Maharashtra) 400 021 (India)
Telephones : 022 22834123, 22834182 Fax : 022 22049946 E-mail : rama@ramagroup.co.in

Khandelwal & Mehta LLP
Chartered Accountants
(LLP No. AAE-3742)

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

To,
The Resolution Professional
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, 2021**, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended ("the Listing Regulation").
2. The Corporate Insolvency Resolution Process (CIRP) of the Company commenced vide order dated 9th December, 2019 passed by Hon'ble NCLT, Chandigarh Bench. As per section 17(1) (b) of Insolvency and Bankruptcy Code, 2016 (IBC), the powers of the Board of the Company are suspended and vested in IRP/RP, as the case may be. Presently, Mr. Dharmendra Kumar Bhasin (Registration No. IBBI/ IPA-002/IP-N00816/2019-2020/12564) is discharging the duties of Resolution Professional and is vested with the powers of management of Company's Affairs
3. The preparation of the Statement in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind 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.
4. 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.

1403 – Sai Indu Tower, Opp. Corpora Mall, LBS Marg, Bhandup West, Mumbai 400078.

● e-mail : contact.knmlp@gmail.com

Partners : S.L. Khandelwal – 098212 45353 ● S.A. Momaya – 098214 32657

GSTIN : 27AAPFK6261N1ZL

5. As mentioned in Note 2 of the accompanying statement read with section 20 of Insolvency and Bankruptcy Code, 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". Discontinuance of production 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

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

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LAKHMICHAND KHADELWAL
KHADELWAL
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SUNIL LAKHMICHAND
KHADELWAL
Date: 2021.11.10
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S.L Khandelwal
(Partner)
Mem. No. 101388

Place : Mumbai
Date : 10-11-2021
UDIN : 21101388AAAAET7026