

RAINBOW DENIM LTD.

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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/BMD/310
Date : February 14, 2020

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**

**Sub : Unaudited Financial Results for the quarter and
nine months period ended December 31, 2019**

Dear Sir,

This is in continuation to our intimation dated February 06, 2020 u/r 29 of LODR regarding declaration of results on February 14, 2020.

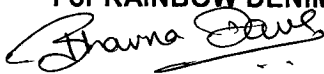
Pursuant to Regulation 33 of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 (the Regulations), we are submitting herewith Unaudited Financial Results for the quarter and nine months period ended 31st December, 2019 along with Limited Review Report of Statutory Auditors M/s. Khandelwal Mehta LLP, Chartered Accountants. Kindly take the results on record.

As you are aware that the Company is under Corporate Insolvency Resolution Process (CIRP) in terms of the Order of Hon'ble NCLT, Chandigarh Bench, vide Order dated December 9, 2019. The powers of the Board of Directors are suspended and are vested with Mr. Dharmendra Kumar Bhasin Resolution Professional and Company's affairs are being managed by Mr. Dharmendra Kumar Bhasin Resolution Professional. The results were taken on record and signed by Chairman and Resolution professional at 3.15 p.m.

The results are also being published in the newspapers and placed on Company's website www.rainbowdenim.com

Thanking you,

Yours faithfully,
For RAINBOW DENIM LIMITED

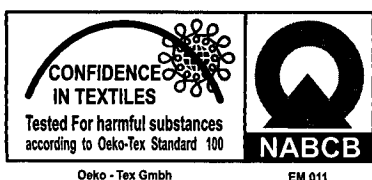


**BHAVNA DAVE
COMPANY SECRETARY**



(Rainbow Denim Limited is under Corporate Insolvency Resolution Process under the Insolvency and Bankruptcy Code 2016 and its affairs are being managed by the Resolution Professional Mr. Dharmendra Kumar Bhasin and this letter is being issued with the approval of Mr. Dharmendra Kumar Bhasin ('RP'), registration No. IBBI/ IPA-002/IP-N00816/ 2019-2020/12564.)

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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RAINBOW DENIM LIMITED

Works & Regd. Office : Village Chaundheri, Post Office Dappar, Tehsil Dera Bassi

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Telephones : 01762 248810, 248811, 248812 Fax : 01762 248761 E-mail : rainbow@rainbowdenim.com

Corporate Identity Number - 118101PB1999PLC022452 Web : www.rainbowdenim.com

STATEMENT OF STANDALONE UNAUDITED RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2019

[Rupees In Lacs]							
Srl. No.	Particulars	Current 3 months Ended 31.12.2019 (Unaudited)	Preceding 3 months Ended 30.09.2019 (Unaudited)	Corresponding 3 months ended in the previous year 31.12.2018 (Unaudited)	Year to date Figures for the Current Year Ended 31.12.2019 (Unaudited) (9 months)	Year to date Figures for the Previous Year Ended 31.12.2018 (Unaudited) (9 months)	Previous Year Ended 31.03.2019 (Audited)
1.	Revenue from operations						
a.	Net Sales / Income from Operations	21.17	15.68	1,319.99	402.34	6,378.55	6,963.88
b.	Other Operating Revenues	19.55	148.35	46.41	219.02	123.31	139.95
	Net Revenue from operations	40.72	164.03	1,366.40	621.36	6,501.86	7,103.83
2.	Other Income	269.63	349.15	296.15	891.05	2,278.00	2,528.04
	Total Revenue	310.35	513.18	1,662.55	1,512.45	8,779.86	9,631.87
3.	Expenses						
a.	Cost of Raw Materials Consumed/Sold	-	81.79	747.45	104.36	4,042.23	4,312.38
b.	Cost of Other Materials Consumed	0.57	1.23	166.17	6.15	792.74	830.81
c.	Changes in Inventories of Finished Goods, Work-in-progress and Stock-in-trade - Decrease / (Increase)	34.30	63.02	161.07	451.73	101.82	369.71
d.	Employee Benefits Expense	289.66	295.94	357.92	895.06	1,152.68	1,465.58
e.	Finance Costs	277.98	278.92	289.81	837.93	918.37	1,201.31
f.	Depreciation	49.05	49.25	49.61	147.15	152.31	200.64
g.	Power and Fuel	11.39	12.93	256.06	77.09	1,014.02	1,149.18
h.	Other Expenses	116.10	62.28	233.04	234.70	1,124.55	1,234.82
	Total Expenses	779.05	845.34	2,261.13	2,754.17	9,298.72	10,764.43
4.	Profit / (Loss) before Exceptional Items and Tax	(468.70)	(332.16)	(598.68)	(1,241.72)	(518.86)	(1,132.66)
5.	Exceptional Items	-	-	-	-	-	-
6.	Profit / (Loss) before Tax	(468.70)	(332.16)	(598.68)	(1,241.72)	(518.86)	(1,132.66)
7.	Tax Expense	-	-	-	-	-	-
8.	Profit / (Loss) for the period	(468.70)	(332.16)	(598.68)	(1,241.72)	(518.86)	(1,132.66)
9.	Other Comprehensive Income/(Expense)						
	Items that will not be reclassified subsequently to Profit or Loss :						
	- Re-measurement Gains/(Losses) on Defined Benefits Obligations	(1.84)	(1.83)	(1.30)	(5.51)	(3.90)	(7.34)
10.	Total Comprehensive Profit / (Loss) for the period	(470.54)	(334.01)	(599.98)	(1,247.23)	(522.76)	(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 Reservation Reserves as per Balance Sheet of previous accounting year						(1,51,99.64)
13.	Earning Per Share (Not annualized) :						
	(of Rs.10/- per Share)						
a.	Basic	(3.53)	(2.50)	(4.51)	(9.35)	(3.91)	(8.53)
b.	Diluted	(3.53)	(2.50)	(4.51)	(9.35)	(3.91)	(8.53)

See accompanying notes to the financial results.

NOTES:

- Segment wise reporting as required in IND AS 108 is not applicable as the Company has only one segment.
- In the Audited Accounts for the year ended March 31, 2019, the Auditor's had expressed significant doubt on the ability of the Company to continue as a "going concern". During the current year, the management was taking steps to revive the operations and to make them profitable.
- Due to labour unrest, the manufacturing activities at the Company's plant situated at Village Chaundheri, P. O. Dappar, Tehsil Dera Bassi, 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 February 14, 2020 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.
- 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



Place : Mumbai

Date : February 14, 2020

Taken on Record

Dharmendra Kumar Bhasin
(Resolution Professional)

IP Registration No. IBBI/IPA-002/IP-N00816/2019-2020/12564

Place : Ludhiana (Punjab)

Date : February 14, 2020

Khandelwal & Mehta LLP
Chartered Accountants

Independent Auditor's Report on Quarterly and Nine months ended 31st December, 2019
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 read with the notes accompanying the same of **Rainbow Denim Limited** ("the Company") for the quarter and nine months ended **31st December, 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 signed by a Director of the Company and taken on record by the Resolution Professional.
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 4 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 since last 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.

Office nos.6 & 7, 1st Floor, Kamanwala Chambers, Sir P.M. Road, Fort, Mumbai - 400001

● e-mail : contact.knmllp@gmail.com

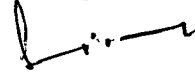
Partners : S.L. Khandelwal - 098212 45353 ● J.D. Lalwani - 070457 45727

GSTIN : 27AAPFK6261N1ZL



5. Based on our review conducted as above, except for the possible effects of our observation described in 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 : 14.02.2020