

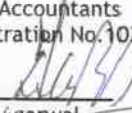
Limited Review Report

Review Report to
The Board of Directors
Runeecha Textiles limited

1. We have reviewed the accompanying Statement of Unaudited Financial Results of Runeecha Textiles Limited ('the Company') for the quarter ended June 30, 2015 except for the disclosures in Part II with respect to 'Particulars of Shareholding' and 'Investor Complaints' which have been traced from the details furnished by the Registrar & Transfer Agent / Management. 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 this Statement based on our review.
2. We conducted our review 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 results 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.
3. 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 applicable accounting standards as specified under section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 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.
4. We draw attention to the following matters for the quarter ended June 30, 2015.
 - (a) Note No. 5 to the unaudited financial results wherein, in the opinion of the management, despite accumulated losses of the Company having exceeded the net worth (excluding revaluation reserves), minimal operations and defaults in payment of loans and interest thereon, the financial results have been prepared on a going concern basis in view of matters more fully explained in the said note.
 - (b) Note No. 6 to the unaudited financial results, wherein the management has explained reasons for disclosing optionally convertible cumulative preference shares, which were overdue for redemption and have been granted extension, as preference shares under shareholders' funds.

Our report is not qualified in respect of these matters.

For Haribhakti & Co. LLP
Chartered Accountants
Firm Registration No. 103523W


Raj Kumar Agarwal
Partner
Membership No.: 74715



Place: New Delhi
Date: 13.08.2015

Runecha Textiles Limited
Unaudited Financial Results for the quarter ended June 30, 2015
(Regd Office: Level 3, Neo Vikram, New Link Road, Andheri West, Mumbai-400058, Maharashtra)

PART I :- Statement of Unaudited Financial Results for the quarter ended June 30, 2015					
(₹ In Lacs)					
S.No.	Particulars	Quarter ended			Year ended
		30.06.2015 (Unaudited)	31.03.2015 (Unaudited)	30.06.2014 (Unaudited)	31.03.2015 (Audited)
1	Income from operations				
	(a) Net Sales from operations (Net of excise duty)	12.96	8.70	103.58	194.53
	(b) Other Operating Income	-	-	-	
	Total Income from operations (net)	12.96	8.70	103.58	194.53
2	Expenses				
	(a) Cost of materials consumed	-	-	-	-
	(b) Purchase of stock-in-trade	-	-	103.09	109.95
	(c) Changes in inventories of finished goods ,work-in-progress and stock-in-trade	11.84	(6.87)	(9.76)	67.51
	(d) Employee benefits expense	16.52	12.15	23.40	70.87
	(e) Depreciation and amortization expense	86.02	95.93	96.49	359.56
	(f) Power and fuel	5.46	3.94	6.17	22.07
	(g) Other expenses	25.16	46.90	22.90	124.01
	Total Expenses	145.00	152.04	242.29	753.97
3	(Loss)/Profit from Operations before other income , finance costs & exceptional items (1-2)	(132.04)	(143.33)	(138.71)	(559.44)
4	Other Income	2.38	10.45	1.00	27.33
5	(Loss)/Profit from ordinary activities before finance costs and exceptional items (3+4)	(129.66)	(132.88)	(137.71)	(532.11)
6	Finance Costs	154.30	153.64	142.81	592.24
7	(Loss) from ordinary activities after finance costs but before exceptional items (5-6)	(283.96)	(286.53)	(280.52)	(1,124.35)
8	Exceptional Items	-	-	-	-
9	(Loss) from ordinary activities before tax (7-8)	(283.96)	(286.53)	(280.52)	(1,124.35)
10	Tax Expense	-	-	-	-
11	(Loss) from ordinary activities after tax (9-10)	(283.96)	(286.53)	(280.52)	(1,124.35)
12	Extraordinary Items (net of tax expense)	-	-	-	-
13	Net Loss for the period (11-12)	(283.96)	(286.53)	(280.52)	(1,124.35)
14	Paid up equity share capital (Face Value ₹10 each)	2,356.54	2,356.54	2,356.54	2,356.54
15	Reserve excluding revaluation reserves (As per Balance Sheet of previous accounting year)	-	-	-	(2,884.13)
16. i	Earnings Per Share (EPS) before extraordinary items (not annualized) in ₹				
	(a) Basic	(1.25)	(1.26)	(1.23)	(4.94)
	(b) Diluted	(1.25)	(1.26)	(1.23)	(4.94)
16.ii	Earnings Per Share (EPS) after extraordinary items (not annualized) in ₹				
	(a) Basic	(1.25)	(1.26)	(1.23)	(4.94)
	(b) Diluted	(1.25)	(1.26)	(1.23)	(4.94)



S.No.	Particulars	30.06.2015	31.03.2015	30.06.2014	31.03.2015
		(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
PART II:- SELECT INFORMATION FOR THE QUARTER ENDED JUNE 30, 2015					
A	PARTICULARS OF SHAREHOLDING:				
1	Public Shareholding				
	- Numbers of Shares	6,724,400	6,724,400	6,724,400	6,724,400
	- Percentage of shareholding	28.54%	28.54%	28.54%	28.54%
2	Promoters and Promoter Group Shareholding				
	a) Pledged/Encumbered				
	- Number of shares	16,841,002	16,841,002	16,841,002	16,841,002
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100%	100%	100%	100%
	- Percentage of shares (as a % of the total share capital of the company)	71.46%	71.46%	71.46%	71.46%
	b) Non-encumbered				
	- Number of shares	-	-	-	-
	- Percentage of shares (as a % of the total shareholding of the promoter and promoter group)	-	-	-	-
	- Percentage of shares (as a % of the total share capital of the company)	-	-	-	-
B	Particulars				3 Months Ended (30.06.2015)
	Investor complaints				
	Pending at the beginning of the quarter				0
	Received during the quarter				3
	Disposed of during the quarter				3
	Remaining unresolved at the end of the quarter				0



Runeecha Textiles Limited

Notes to Unaudited Financial Results:

1. The above results have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on August 13, 2015.
2. The disclosure as required under Accounting Standard-17 "Segment Reporting" as notified under section 133 of the Companies Act read with rule 7 of the Companies (Accounts) Rules, 2014 has not been provided as the Company deals in one business segment, namely manufacturing of grey cloth and fabric. Currently, there are no reportable geographical segments.
3. The Basic and Diluted Earnings per Share has been calculated in accordance with the AS-20 "Earnings per Share" as notified under section 133 of the Companies Act read with rule 7 of the Companies (Accounts) Rules, 2014.
4. No provision for current tax has been made in view of loss in the current period and brought forward losses.
5. As at June 30, 2015, the accumulated losses of the Company have exceeded the net worth of the Company (excluding revaluation reserves). However, the Company is in discussion with certain investors for working capital assistance and equity infusion in near future for which in principle approval is in place and the formalities of creation of charge, documentation is in progress. The Company has orders from customers and post execution of necessary formalies the Company will be able to start its operations.
Accordingly, the management believes that the Company will have sufficient funds to meet its operational requirements and sufficient business in future and accordingly, these financial results for the quarter ended June 30, 2015 have been prepared on a going concern basis.
6. The Company in 2008 had issued 2,500,000 optionally convertible cumulative preference shares to SIDBI Venture Capital Limited ("SIDBI") for a consideration of ₹ 25,000,000. In terms of the Shareholders' Subscription Agreement dated July 22, 2008, SIDBI had the option to either redeem such preference shares at agreed value or have these converted into equity shares. Such redemption or conversion was to be completed in 8 equal installments commencing from September 1, 2010. The Company has approached SIDBI for evaluating various exit options. SIDBI has informed that they have extended the time period of settlement of OCCPs upto 30th September 2015 on the same terms and conditions as approved earlier via their letter no. 48/SGF(RTL) dated February 7, 2013.
7. Previous year/period figures have been regrouped and reclassified, wherever necessary to conform to the current year's presentation.
8. The financial results of the Company for the quarter ended June 30, 2015 are also available on website of the Company (www.runeecha.com).

Place: Noida
Date: 13.08.2015



By order of the Board of Directors
For Runeecha Textiles Limited


Pradeep Jain
Chairman & Managing Director