

Stock Code : 523523

February 14, 2017

To,  
DCS-CRD  
The BSE Limited,  
P. J. Towers,  
Dalal Street,  
Mumbai - 400 001

Dear Sir,

**Sub: Unaudited Financial Results for the quarter & nine months ended on 31<sup>st</sup> December, 2016**

With reference to the above subject, please find enclosed herewith Un-audited Financial Results for the quarter & nine months ended on 31<sup>st</sup> December, 2016 pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as approved by the Board of Directors at their meeting held on Tuesday, 14<sup>th</sup> February, 2017 along with the Limited Review Report.

You are requested to notify this information to the Members and investors at large.

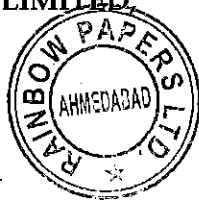
Thanking you,

Yours faithfully,

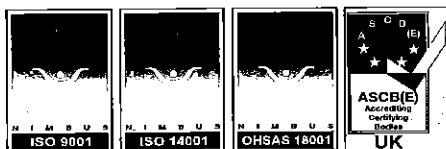
**FOR RAINBOW PAPERS LIMITED**



**AJAY GOENKA**  
MANAGING DIRECTOR  
DIN : 00139512



Encl: As above



**Regd. Office:**

801, Avdhesh House, Opp. Guru Govind Gurudwara,  
SG Highway, Thaltej, Ahmedabad-54. Gujarat. INDIA

Tel: 91-79-26855714 / 16, 71797179 / 80

Fax: 91-79-26855712 • Email: info@rainbowpapers.com

[www.rainbowpapers.com](http://www.rainbowpapers.com)

CIN : L21010GJ1986PLC008772

**Works:**

1453, Village Rajpur, Taluka Kadi.

Kalol-Mehsana Highway, (N.G.) Pin: 382715

Telefax: 02764-278492/8516

Tel: 9879605436/37

Email: rplworks@rainbowpapers.com

**M.Cote:** 02764-278413, 9879605440

**STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED ON 31st December 2016**

(Rs In Crores)

Particulars	Quarter ended			Nine Months Ended		Year Ended
	31.12.2016	30.09.16	31.12.2015	31.12.16	31.12.2015	31.03.2016
	Unaudited			Unaudited		Audited
<b>1. Income from Operations</b>						
(a) Net Sales / Income from Operations ( Net of Excise Duty, VAT and Sales Return )	(0.03)	7.41	66.95	50.21	285.72	346.25
(b) Other Operating Income	0.20	0.79	0.60	1.34	2.73	3.20
<b>Total Income from operations (Net)</b>	<b>0.17</b>	<b>8.20</b>	<b>67.55</b>	<b>51.54</b>	<b>288.45</b>	<b>349.45</b>
<b>2. Expenses</b>						
(a) Consumption of Raw Material	0.00	3.10	54.77	21.17	176.07	260.73
(b) Purchase of Stock - in - trade	(0.00)	(0.00)	1.94	8.77	47.94	51.42
(c) Changes in inventories of Finished Goods, Stock in Trade & Work in Progress	0.01	1.14	1.06	2.69	25.38	26.83
(d) Employee benefits expense	1.15	4.87	5.17	11.05	16.54	20.42
(e) Depreciation and amortisation expenses	25.31	25.32	9.19	75.95	27.44	136.42
(f) Other Expenses	6.00	10.06	26.41	33.55	114.63	177.90
<b>Total expenses</b>	<b>32.47</b>	<b>44.49</b>	<b>98.54</b>	<b>153.18</b>	<b>408.01</b>	<b>673.73</b>
<b>3. Profit/(Loss) from operation before other income, finance costs and exceptional Items (1-2)</b>	<b>(32.30)</b>	<b>(36.29)</b>	<b>(30.99)</b>	<b>(101.64)</b>	<b>(119.56)</b>	<b>(324.28)</b>
<b>4. Other Income</b>	<b>0.32</b>	<b>1.03</b>	<b>3.46</b>	<b>1.37</b>	<b>7.08</b>	<b>1.79</b>
<b>5. Profit/(Loss) from ordinary activities before finance costs and exceptional items (3+ 4)</b>	<b>(31.98)</b>	<b>(35.26)</b>	<b>(27.53)</b>	<b>(100.27)</b>	<b>(112.49)</b>	<b>(322.49)</b>
<b>6. Finance costs</b>	<b>(0.95)</b>	<b>7.31</b>	<b>22.06</b>	<b>14.59</b>	<b>57.18</b>	<b>125.66</b>
<b>7. Profit/(Loss) from ordinary activities after finance costs but before exceptional items (5- 6)</b>	<b>(31.03)</b>	<b>(42.57)</b>	<b>(49.59)</b>	<b>(114.85)</b>	<b>(169.67)</b>	<b>(448.15)</b>
<b>8. Exceptional Items : ( add / (less) )</b>	-	-	-	-	-	<b>(19.44)</b>
<b>9. Profit(+)/Loss(-) from ordinary activities before tax [7+8]</b>	<b>(31.03)</b>	<b>(42.57)</b>	<b>(49.59)</b>	<b>(114.85)</b>	<b>169.67</b>	<b>(467.59)</b>
<b>10. Tax expenses</b>						
(a) Current Tax	0.00	0.00	(9.92)	0.00	(33.94)	0.00
(b) Short / Excess Provision Reversed	0.00	0.00	-	0.00	-	1.81
(c) MAT Credit Entitlement/ Reversal	0.00	0.00	9.92	0.00	33.94	24.63
(d) Deferred Tax	-	-	-	-	-	25.54
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>51.99</b>
<b>11. Net Profit(+)/Loss(-) from ordinary activities after tax (9-10)</b>	<b>(31.03)</b>	<b>(42.57)</b>	<b>(49.59)</b>	<b>(114.85)</b>	<b>(169.67)</b>	<b>(519.58)</b>
<b>12. Extraordinary items</b>	-	-	-	-	-	-
<b>13. Net Profit(+)/Loss(-) for the period (11-12)</b>	<b>(31.03)</b>	<b>(42.57)</b>	<b>(49.59)</b>	<b>(114.85)</b>	<b>(169.67)</b>	<b>(519.58)</b>
<b>14. Paid up equity share capital (Face Value of share Rs 2 each)</b>	<b>21.24</b>	<b>21.24</b>	<b>21.24</b>	<b>21.24</b>	<b>21.24</b>	<b>21.24</b>
<b>15. Reserves excluding revaluation reserves</b>	-	-	-	-	-	<b>(56.17)</b>
<b>16. Earning Per Share (Not annualised) (Face Value Rs 2 per share)</b>						
- Basic Earning Per Share	(2.92)	(4.02)	(4.67)	(10.81)	(15.97)	(48.92)
- Diluted Earning Per Share	(2.92)	(4.02)	(4.67)	(10.81)	(15.97)	(48.92)

**NOTES :**

- The aforesaid results, as reviewed by the Audit Committee, were approved by the Board of the Directors in their Meeting held on February 14, 2017. The Statutory Auditors have carried out limited review of the financial results for the quarter ended on 31st December, 2016.
- Some of the Financial Institutions and creditors have served the notice for the Winding-up of the Company under the provision of the Companies Act, 2013. Further, one of the Financial Institutions and some of the Banks have served the Notice under Section 13(2) of Chapter III of the Securitization and Reconstruction of Financial Assets and Enforcement of Security Interest Act, 2002 ("SARFAESI Act, 2002") against the company. Few Banks and Financial Institution have also filed cases before the Hon'ble Debt Recovery Tribunal (DRT). Further, one Financial Institutions and one Bank have served the Notice in exercise of power under section 13(4) read with rule 9 of Chapter III of the SARFAESI Act, 2002 for the symbolic / physical possession of the exclusive assets held by them of the Company and its Guarantor.
- Due to Non Supply of Electricity on account of default in payment to the electricity board and other reasons, from 27th day of July, 2016 production of the company is stopped and therefore the going concern of the company may be affected.
- Some of the creditors as well as financial institutions had issued notice against company under section 138 of the Negotiable Instruments Act, 1881 for the dishonoured of the cheque.
- The deferred tax Liability / Asset will be considered at the end of accounting year.
- All of the Financial Institutions and Bankers have classified their advances to the company as Non-Performing Assets (NPA) and therefore the provision of interest pertaining to current quarter amounting to Rs 44.21 Crore (Accumulated interest up to 31.12.2016 of Rs. 141.77 Crore) (On Approximate Basis) on these advances have not been provided by the company and to that extent loss for the quarter and lenders liability has been understated.
- The Company's case registered with Board for Industrial & Reconstruction (BIFR) as case no. 99/2016 stands abated as Sick Industrial Companies (Special Provisions) Act 1985 has been repealed w.e.f. 01/12/2016 and BIFR/AIFR stands dissolved.
- In the opinion of the Management, the Current Assets, Current Liabilities, Loans and Advances, are approximately of the value stated, if realized in the ordinary course of business. Some of the Bank balances and Balance with Revenue Authority and Outstanding Statutory Dues shown in the books of accounts are subject to reconciliation and its effect will be given on its reconciliation. The amount of Inventories are as taken by the management and are subject to physical verification by the Auditor.
- The Company has received a show cause notice stating violation of section 25(O) of Industrial Disputes Act, 1947 & the matter is pending before the Labour Court, Kalol. In view of this provision for salary and its retirement benefits has been made on estimated basis.
- Other Expenses for the quarter ended on 31/12/2016 is inclusive of Bad Debts & Claims of Rs 4.61 Crore.



11. The company is engaged in only one business segment i.e. manufacturing and trading of paper & paper board. However, as per Accounting Standard (AS)-17 "Segmental Reporting" geographical segment reporting are as under:

(Rs In Crores)

Particulars	Quarter Ended			Nine Month Ended		Year Ended
	31.12.2016	30.09.2016	31.12.2015	31.12.2016	31.12.2015	31.03.2016
SEGMENTAL OPERATING REVENUE	Unaudited	Unaudited	Unaudited	Unaudited		Audited
-In India	0.17	6.53	59.57	44.62	253.96	309.31
-Outside India	0.00	1.67	7.98	6.92	34.49	40.14
<b>Total</b>	<b>0.17</b>	<b>8.20</b>	<b>67.55</b>	<b>51.54</b>	<b>288.45</b>	<b>349.45</b>

12. Figures of previous period's / Year's have been regrouped, wherever considered necessary to make them comparable to the current period's/year's figure.



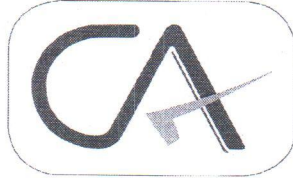
By order of the BOD of Rainbow Papers Ltd.

Ajay Goenka  
Managing Director  
DIN: 00139512

Place : Ahmedabad  
Date : 14.02.2017

**Mehta Lodha & Co.**  
Chartered Accountants

105, Sakar-1, 1<sup>st</sup> Floor,  
Opp. Gandhigram Rly. Station,  
Off. Ashram Road,  
Ahmedabad – 380009  
Tele Phone: 079- 26586684



To,  
**The Board of Directors of  
Rainbow Papers Limited**

**Sub: Limited Review Report for the 3rd Quarter Ended on 31<sup>st</sup> December, 2016.**

We have reviewed the accompanying statement of Un-Audited Standalone Financial Results of **Rainbow Papers Limited ('the company')**, for the 3<sup>rd</sup> Quarter Ended on **31st December, 2016 ('the statement')** attached herewith being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated 5<sup>th</sup> July, 2016. 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 the Statement based on our review.

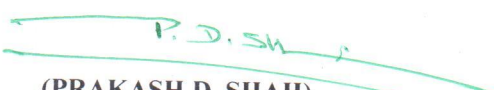
We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, Review of Interim Financial Information Performed by the Independent Auditor of the Entity issued by The Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and an analytical procedure 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.

Based on our review conducted as above, nothing has come to our attention that causes us to believe, that the accompanying statement of Un-audited financial results prepared in accordance with recognition and measurement principles laid down in Accounting Standards 25 'Interim Financial Reporting', specified under the Companies Act, 1956 (Which are deemed to be applicable as per 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 regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated 5<sup>th</sup> July, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

**FOR, MEHTA LODHA & CO.**  
**(Firm ICAI Regn. No. 106250W)**  
**Chartered Accountants**



PLACE : Ahmedabad  
DATE : 14<sup>th</sup> February, 2017

  
**(PRAKASH D. SHAH)**  
**Partner**  
**M No.34363**