

Jain Bafna And Co.

Phone: 28292857
28294228

Chartered Accountants

Email: mail@jainbafna.com

F-1, Gajel Apartments, 58, Greams Road, Chennai 600 006

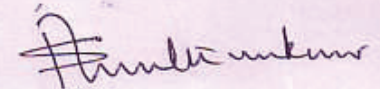
Review report to RAINBOW FOUNDATIONS LIMITED.

We have reviewed the accompanying statement of unaudited financial results of **RAINBOW FOUNDATIONS LIMITED**, for the period ended **30th Sept. 2014**, .This statement is the responsibility of the Company's Management and has been approved by the Board of Directors / Committee of Board of Directors. Our responsibility is to issue a report on these financial statements based on our review.

We conducted our review in accordance with the Standard on Review Engagement (SRE) 2400, engagements to Review Financial Statement 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 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.

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 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.

For JAIN BAFNA AND Co
Chartered Accountants



(S. Muthu Kumar)

(Partner)

(Membership No. 209636)

Firm Reg No: 010657 S

Place: Chennai

Date: 14/11/2014



RAINBOW FOUNDATIONS LIMITED

CIN : L55101TN1994PLC027739

Regd off. : #4, Thanikachalam Road, T.Nagar, Chennai-600017

Tel: 044-24344647 / 24354647

website: www.rainbowfoundations.in

STATEMENT OF UN-AUDITED FINANCIAL RESULTS FOR THE QUARTER & HALF YEAR ENDED 30th SEPTEMBER 2014

Rs. In Lakhs

Sl. No.	Particulars	Quarter ended			Half Year ended		Year ended
		30.09.2014	30.06.2014	30.09.2013	30.09.2014	30.09.2013	31.03.2014
		Un-Audited	Un-Audited	Un-Audited	Un-Audited	Un-Audited	Audited
	Income from Operations						
1)	a) Net sales/Income from Operations	164.23	231.63	347.33	395.86	775.10	1456.60
	b) Other Operating Income	1.10	0.81	0.63	1.91	1.26	3.04
	Total Income from Operations (net)	165.33	232.44	347.96	397.77	776.36	1459.64
	Expenses						
2)	a) Project Expenditure	133.84	176.26	318.18	310.10	645.31	1390.30
	b) Power and Fuel	0.10	0.13	0.10	0.23	0.19	0.61
	c) Changes in Inventories of Finished Goods, work in progress and Stock in Trade	(69.11)	(10.05)	(46.34)	(79.16)	(16.53)	(247.66)
	d) Employee Benefits	8.83	8.80	7.23	17.63	14.73	31.65
	e) Depreciation and Amortisation expense	0.53	1.48	1.42	2.01	2.84	6.35
	f) Other Expenses (Any item exceeding 10% of the total expenses relating to continuing operations to be shown separately)	16.15	7.22	7.04	23.37	16.35	30.12
	Total expenses	90.34	183.84	287.63	274.18	662.89	1211.37
	Profit/(Loss) from Operations before Other Income, finance costs and exceptional items (1-2)	74.99	48.60	60.33	123.59	113.47	248.27
3)	Other Income	84.78	70.19	33.88	154.97	33.88	137.25
	Profit/(Loss) from Ordinary Activities (3+4) before finance cost and exceptional items	159.77	118.79	94.21	278.56	147.35	385.52
5)	Finance Costs	145.39	113.64	51.86	259.03	74.76	260.28
	Profit/(Loss) from Ordinary Activities after Finance Costs but before exceptional items(5-6)	14.38	5.15	42.35	19.53	72.59	125.24
7)	Exceptional Items	0.00	0.00	0.00	0.00	0.00	0.00
8)	Profit(+)/Loss(-) from Ordinary Activities before tax (7+8)	14.38	5.15	42.35	19.53	72.59	125.24
9)	Tax expense						
10)	a) Current Tax	0.94	0.00	0.00	0.94	0.00	41.44
	b) Deferred Tax	0.00	0.00	0.00	0.00	0.00	(0.10)
11)	Net Profit(+)/Loss(-) from ordinary Activities after tax (9-10)	13.44	5.15	42.35	18.59	72.59	83.90
12)	Extraordinary items (net of tax expense Rs...)						
13)	Net Profit (+)/Loss(-) for the period (11-12)	13.44	5.15	42.35	18.59	72.59	83.90
14)	Paid-up Equity Share Capital(Face Value of Rs.10/- per Share)	551.31	551.31	551.31	551.31	551.31	551.31
15)	Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year	472.50	-	472.50	329.86	329.86	483.79
16)	Earnings Per Share (before extraordinary items) of Rs.10/- each						
	a) Basic	0.24	0.09	0.77	0.34	1.32	1.52
	b) Diluted	0.24	0.09	0.77	0.34	1.32	1.52
	Earnings Per Share (after extraordinary items) of Rs.10/- each						
	a) Basic	0.24	0.09	0.77	0.34	1.32	1.52
	b) Diluted	0.24	0.09	0.77	0.34	1.32	1.52
A.	PARTICULARS OF SHAREHOLDING						
1)	Public shareholding						
	-Number of Shares	3853204	3894304	3894304	3853204	3894304	3853204
	-Percentage of Shareholding	69.89	70.64	70.64	69.89	70.64	69.89
2)	Promoters and Promoter Group shareholding						
	a) Pledged/Encumbered						
	-Number of shares	0.00	0.00	0.00	0.00	0.00	0.00
	-Percentage of shares (as a % of the total shareholding of promoter and promoter group)	0.00	0.00	0.00	0.00	0.00	0.00
	-Percentage of shares (as a % of the total share capital of the company)	0.00	0.00	0.00	0.00	0.00	0.00
	b) Non encumbered						
	-Number of Shares	1659896	1618796	1618796	1659896	1618796	1659896
	-Percentage of shares(as a% of the total shareholding of promoter and promoter group)	100.00	100.00	100.00	100.00	100.00	100.00
	-Percentage of shares(as a% of the total share capital of the company)	30.11	29.36	29.36	30.11	29.36	30.11
B.	INVESTOR COMPLAINTS	Quarter ended 30th September 2014					
	Pending at the beginning of the quarter					Nil	
	Received during the quarter					Nil	
	Disposed of during the quarter					Nil	
	Remaining unresolved at the end of the quarter					Nil	



STATEMENT OF ASSETS AND LIABILITIES AS AT 30th SEPTEMBER, 2014

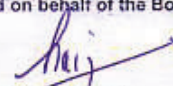
(Rs. In Lakhs)
as at

Particulars		30.09.2014 (Un-Audited)	30.09.2013 (Un-Audited)
A.	EQUITY AND LIABILITIES		
1	Shareholder's Funds		
	a) Share Capital	551.31	551.31
	b) Reserves & Surplus	502.38	472.50
	Sub-total -Shareholder's funds	1053.69	1023.81
2	Non-Current Liabilities		
	a) Long-term borrowings	0.00	0.00
	b) Deferred Tax Liabilities(net)	0.00	0.00
	c) Other Long Term Liabilities	0.00	0.00
	d) Long Term Provisions	0.00	0.00
	Sub-Total -Non Current Liabilities	0.00	0.00
3	Current Liabilities		
	a) Short Term Borrowings	8358.76	2758.42
	b) Trade Payables	5435.60	4924.09
	c) Other Current Liabilities	0.00	13.27
	d) Short Term Provisions	0.00	0.00
	Sub-Total - Current Liabilities	13794.36	7695.78
	TOTAL	14848.05	8719.59
B.	ASSETS		
1	Non-Current Assets		
	a) Fixed Assets	31.02	35.19
	b) Capital Work In Progress	8704.05	7014.06
	c) Non-Current Investments	0.00	0.00
	d) Deferred tax assets (net)	3.50	3.40
	e) Long -Term Loans and Advances	3.98	3.98
	f) Other Non-Current assets	0.00	0.00
	Sub- Total Non-Current Assets	8742.55	7056.63
2	CURRENT ASSETS		
	a) Current Investments	0.00	0.00
	b) Inventories	554.23	243.95
	c) Trade Receivables	235.28	287.40
	d) Cash and Cash Equivalents	193.39	84.58
	e) Short Term Loans and Advances	5071.65	998.75
	f) Other Current Assets	50.95	48.28
	Sub-Total Current assets	6105.50	1662.96
	TOTAL	14848.05	8719.59

Notes:

1. Previous figures are regrouped/reclassified to conform to the current years classifications.
2. During the quarter ended 30th September-14 no investor complaint was received. There was no investor complaints pending at the beginning of the quarter and at the end of the quarter.
3. The above unaudited results have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on 14.11.2014
4. The Debt Service Coverage Ratio is not applicable for the Company.

For and on behalf of the Board


(GAJRAJ JAIN)
Joint Managing Director

Chennai
14.11.2014

