

Jain Bafna And Co.

Chartered Accountants

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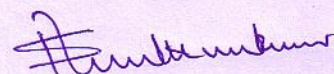
Review report to **RAINBOW FOUNDATIONS LIMITED.**

We have reviewed the accompanying statement of unaudited financial results of **RAINBOW FOUNDATIONS LIMITED**, for the period ended **31st Dec. 2013**, .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: 15/02/2014



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

STATEMENT OF UN-AUDITED RESULTS FOR THE QUARTER ENDED 31st DECEMBER 2013

Rs. In Lakhs

Sl. No.	Particulars	Quarter ended			nine months ended		Year ended
		31.12.2013	30.09.2013	31.12.2012	31.12.2013	31.12.2012	31.03.2013
		Un-Audited	Un-Audited	Un-Audited	Un-Audited	Un-Audited	Audited
	Income from Operations						
1)	a) Net sales/Income from Operations	370.95	347.33	320.95	1146.05	904.28	1401.31
	b) Other Operating Income	0.63	0.63	1.14	1.89	1.14	1.56
	Total Income from Operations (net)	371.58	347.96	322.09	1147.94	905.42	1402.87
	Expenses						
2)	a) Project Expenditure	280.81	318.18	233.00	926.12	679.73	1068.62
	b) Power and Fuel	0.23	0.10	0.23	0.42	0.51	0.71
	c) Changes in Inventories of Finished Goods, work in progress and Stock in Trade	0.00	(46.34)	36.02	(16.53)	54.32	41.81
	d) Employee Benefits	8.94	7.23	7.69	23.67	21.01	27.93
	e) Depreciation and Amortisation expense	1.76	1.42	1.95	4.60	5.96	7.93
	f) Other Expenses (Any item exceeding 10% of the total expenses relating to continuing operations to be shown separately)	4.45	7.04	13.58	20.80	25.86	57.30
	Total expenses	296.19	287.63	292.47	959.08	787.39	1204.30
	Profit/(Loss) from Operations before Other Income, finance costs and exceptional items (1-2)	75.39	60.33	29.62	188.86	118.03	198.57
3)	Other Income	58.07	33.88	44.04	91.95	83.69	27.34
4)	Profit/(Loss) from Ordinary Activities (3+4) before finance cost and exceptional items	133.46	94.21	73.66	280.81	201.72	225.91
5)	Finance Costs	86.58	51.86	63.60	161.34	171.10	150.01
6)	Profit/(Loss) from Ordinary Activities after Finance Costs but before exceptional items(5-6)	46.88	42.35	10.06	119.47	30.62	75.90
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)	46.88	42.35	10.06	119.47	30.62	75.90
9)	Tax expense						
10)	a) Current Tax	0.00	0.00	0.00	0.00	0.00	26.03
	b) Deferred Tax	0.00	0.00	0.00	0.00	0.00	(0.34)
11)	Net Profit(+)/Loss(-) from ordinary Activities after tax (9-10)	46.88	42.35	10.06	119.47	30.62	50.21
12)	Extraordinary items (net of tax expense Rs...)						
13)	Net Profit (+)/Loss(-) for the period (11-12)	46.88	42.35	10.06	119.47	30.62	50.21
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	329.86	399.91
16)	Earnings Per Share (before extraordinary items) of Rs.10/- each						
	a) Basic	0.85	0.77	0.18	2.17	0.56	0.91
	b) Diluted	0.85	0.77	0.18	2.17	0.56	0.91
	Earnings Per Share (after extraordinary items) of Rs.10/- each						
	a) Basic	0.85	0.77	0.18	2.17	0.56	0.91
	b) Diluted	0.85	0.77	0.18	2.17	0.56	0.91
A.	PARTICULARS OF SHAREHOLDING						
1)	Public shareholding						
	-Number of Shares	3853204	3894304	4093623	3853204	4093623	4078623
	-Percentage of Shareholding	69.89	70.64	74.25	69.89	74.25	73.98
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	1419477	1659896	1419477	1434477
	-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	25.75	30.11	25.75	26.02

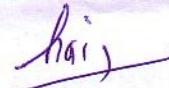


Particulars	Quarter ended 31st December 2013
B. INVESTOR COMPLAINTS	
Pending at the beginning of the quarter	Nil
Received during the quarter	Nil
Disposed of during the quarter	Nil
Remaining unresolved at the end of the quarter	Nil

Notes:

1. Previous figures are regrouped/reclassified to conform to the current years classifications.
2. During the quarter ended 31st December 2013 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 14.02.2014
4. The Debt Service Coverage Ratio is not applicable for the Company.

For and on behalf of the Board



(G.R. Jain)

Joint Managing Director

Chennai
14.02.2014

