

Jain Bafna And Co.

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Chartered Accountants

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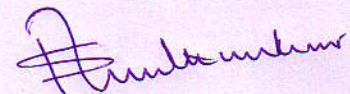
Review report to **RAINBOW FOUNDATIONS LIMITED.**

We have reviewed the accompanying statement of unaudited financial results of **RAINBOW FOUNDATIONS LIMITED**, for the period ended **30th June 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: 18/08/2014



RAINBOW FOUNDATIONS LIMITED

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

STATEMENT OF UN-AUDITED RESULTS FOR THE QUARTER ENDED 30th JUNE, 2014

Sl. No.	Particulars	Quarter ended			Rs. In Lakhs
		30.06.2014	31.03.2014	30.06.2013	Year ended
		Un-Audited	Audited	Un-Audited	Audited
	Income from Operations				
1)	a) Net sales/Income from Operations	231.63	310.55	427.77	1456.60
	b) Other Operating Income	0.81	1.15	0.63	3.04
	Total Income from Operations (net)	232.44	311.70	428.40	1459.64
	2) Expenses				
	a) Project Expenditure	176.26	464.18	327.13	1390.30
	b) Power and Fuel	0.13	0.19	0.09	0.61
	c) Changes in Inventories of Finished Goods, work in progress and Stock in Trade	(10.05)	(231.13)	29.81	(247.66)
	d) Employee Benefits	8.80	7.98	7.50	31.65
	e) Depreciation and Amortisation expense	1.48	1.75	1.42	6.35
	f) Other Expenses (Any item exceeding 10% of the total expenses relating to continuing operations to be shown separately)	7.22	9.33	9.31	30.12
	Total expenses	183.84	252.30	375.26	1211.37
	Profit/(Loss) from Operations before Other Income, finance costs and exceptional items (1-2)	48.60	59.40	53.14	248.27
3)	Other Income	70.19	8.65	0.00	137.25
	Profit/(Loss) from Ordinary Activities (3+4) before finance cost and exceptional items	118.79	68.05	53.14	385.52
5)	Finance Costs	113.64	62.27	22.90	260.28
6)	Profit/(Loss) from Ordinary Activities after Finance Costs but before exceptional items(5-6)	5.15	5.78	30.24	125.24
7)	Exceptional Items	0.00	0.00	0.00	0.00
8)	Profit(+)/Loss(-) from Ordinary Activities before tax (7+8)	5.15	5.78	30.24	125.24
9)	Tax expense				
10)	a) Current Tax	0.00	41.44	0.00	41.44
	b) Deferred Tax	0.00	(0.10)	0.00	(0.10)
11)	Net Profit(+)/Loss(-) from ordinary Activities after tax (9-10)	5.15	(35.56)	30.24	83.90
12)	Extraordinary items (net of tax expense Rs...)				
13)	Net Profit (+)/Loss(-) for the period (11-12)	5.15	(35.56)	30.24	83.90
14)	Paid-up Equity Share Capital(Face Value of Rs.10/- per Share)	551.31	551.31	551.31	551.31
15)	Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year	-	-	-	483.79
16) i	Earnings Per Share (before extraordinary items) of Rs.10/- each				
	a) Basic	0.09	(0.65)	0.55	1.52
	b) Diluted	0.09	(0.65)	0.55	1.52
ii	Earnings Per Share (after extraordinary items) of Rs.10/- each				
	a) Basic	0.09	(0.65)	0.55	1.52
	b) Diluted	0.09	(0.65)	0.55	1.52



A. PARTICULARS OF SHAREHOLDING					
1)	Public shareholding				
	-Number of Shares	3853204	3853204	4028604	3853204
	-Percentage of Shareholding	69.89	69.89	73.07	69.89
2)	Promoters and Promoter Group shareholding				
a)	Pledged/Encumbered				
	-Number of shares	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
	-Percentage of shares (as a % of the total share capital of the company)	0.00	0.00	0.00	0.00
b)	Non encumbered				
	-Number of Shares	1659896	1659896	1484496	1659896
	-Percentage of shares(as a % of the total shareholding of promoter and promoter group)	100.00	100.00	100.00	100.00
	-Percentage of shares(as a % of the total share capital of the company)	30.11	30.11	26.93	30.11
Particulars		Quarter ended 30th June 2014			
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 30th June-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 un-audited results have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on 14.08.2014.
4. The Debt Service Coverage Ratio is not applicable for the Company.

Chennai
14.08.2014

For and on behalf of the Board

(Gajraj Jain)

Joint Managing Director

