

RAINBOW DENIM LTD.

Works & Regd. Office

Village Chaundheri

P. O. Dappar, Near Lalru

Ambala-Chandigarh Highway

Dist. Mohali, Pin-140506 (India)

CIN: L18101PB1999PLC022452

Tel : 01762-248810, 11, 12

Fax : 01762-248761

E-mail : rainbow@rainbowdenim.com

Web : www.rainbowdenim.com

REF : RDL/2021

Date : February 11, 2021

To,

The General Manager,
Corporate Relationship Department,
BSE Limited
Phiroze Jeejeeboy Towers,
Dalal Street, Fort
Mumbai 400 001

Script Code No. : 532441

Company's Name : RAINBOW DENIM LIMITED

Sub : Statement of Un-Audited Financial Results for the quarter and nine months period ended December 31, 2020

Further to our letter dated January 28, 2021, we hereby inform you that the Resolution Professional today i.e. February 11, 2021 has, inter alia, considered and approved the Un-Audited Financial Results for the quarter and nine months period ended December 31, 2020.

In terms of Regulation 33 of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 (Listing Regulations), we enclose Unaudited Financial Results along with Limited Review Report issued by statutory auditors M/s. Khandelwal & Mehta LLP for the quarter and nine months period ended December 31, 2020.

We request you to kindly take on records.

Thanking you,

Yours faithfully,

For RAINBOW DENIM LIMITED



**DHARMENDRA KUMAR BHASIN
RESOLUTION PROFESSIONAL**

Registration No. IBBI/ IPA-002/IP-N00816/2019-2020/ 12564

Encl: a/a



Rainbow Denim Limited

Corporate Office : 51-52, Free Press House, Nariman Point, Mumbai - 400 021 (India)
Tel : +91-22-22834123, 82 Fax : +91-22-22049946/1641 Email : rama@ramagroup.co.in



ISO 14001:2004 Registered company

RAINBOW DENIM LIMITED

**Works & Regd. Office : Village Chaundheri, Post Office Dappar, Tehsil Dera Bassi
Distt. Mohali (Punjab) 140506 (India)**

Telephones : 01742 248010, 248011, 248012 Fax : 01742 248761 E-mail : rainbow@rainbowdenim.com
Corporate Identity Number - L18101PB1999PLC022452 Web : www.rainbowdenim.com


STATEMENT OF STANDALONE UNAUDITED RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2020

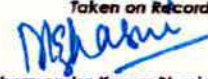
		[Rupees in Lacs]					
Sl. No.	Particulars	Current	Preceding	Corresponding	Year to date Figures	Year to date Figures	Previous
		3 months Ended 31.12.2020 (Unaudited)	3 months Ended 30.09.2020 (Unaudited)	3 months ended in the previous year 31.12.2019 (Unaudited)	for the Current Year Ended 31.12.2020 (Unaudited) (9 months)	for the Previous Year Ended 31.12.2019 (Unaudited) (9 months)	Year Ended 31.03.2020 (Audited) (12 months)
1.	Revenue from operations						
	a. Net Sales / Income from Operations	4.68	12.36	21.17	17.04	402.34	402.41
	b. Other Operating Revenues	-	-	19.55	-	219.02	219.02
	Net Revenue from operations	4.68	12.36	40.72	17.04	621.36	621.43
2.	Other Income	269.77	266.67	269.63	814.97	891.09	1,160.72
	Total Revenue	274.45	279.03	310.35	832.01	1,512.45	1,782.15
3.	Expenses						
	a. Cost of Raw Materials Consumed/Sold	-	-	-	-	104.36	104.36
	b. Cost of Other Materials Consumed/Sold	-	-	0.57	-	6.15	6.15
	c. Changes in Inventories of Finished Goods, Work-in-progress and Stock-in-trade - Decrease / (Increase)	2.09	56.85	34.30	58.94	451.73	451.74
	d. Employee Benefits Expense	70.31	93.71	289.66	313.99	895.06	1,138.59
	e. Finance Costs	268.80	271.95	277.98	815.69	837.93	1,114.40
	f. Depreciation	28.89	28.99	49.05	87.07	147.15	189.18
	g. Power and Fuel	0.15	12.95	11.39	28.36	77.09	89.18
	h. Other Expenses	15.99	18.31	116.10	62.58	234.70	304.34
	Total Expenses	386.23	482.76	779.05	1,364.63	2,754.17	3,397.94
4.	Profit / (Loss) before Exceptional Items and Tax	(111.78)	(203.73)	(468.70)	(534.62)	(1,241.72)	(1,615.79)
5.	Exceptional Items	-	-	-	-	-	-
4.	Profit / (Loss) before Tax	(111.78)	(203.73)	(468.70)	(534.62)	(1,241.72)	(1,615.79)
7.	Tax Expense	-	-	-	-	-	-
8.	Profit / (Loss) for the period	(111.78)	(203.73)	(468.70)	(534.62)	(1,241.72)	(1,615.79)
9.	Other Comprehensive Income/(Expense)						
	Items that will not be reclassified subsequently to Profit or Loss :						
	- Re-measurement Gains/(Losses) on Defined Benefits Obligations	-	-	(1.84)	-	(5.51)	74.31
10.	Total Comprehensive Profit / (Loss) for the period	(111.78)	(203.73)	(470.54)	(534.62)	(1,247.23)	(1,541.48)
11.	Paid-up Equity Share Capital (Face value Rs.10/- per Share)	1,328.37	1,328.37	1,328.37	1,328.37	1,328.37	1,328.37
12.	Reserves excluding Revaluation Reserves as per Balance Sheet of previous accounting year						(16,740.17)
13.	Earning Per Share (Not annualized) : (of Rs.10/- per Share)						
	a. Basic	(0.84)	(1.53)	(3.53)	(4.02)	(9.35)	(12.16)
	b. Diluted	(0.84)	(1.53)	(3.53)	(4.02)	(9.35)	(12.16)
See accompanying notes to the financial results.							

NOTES :

- Segment wise reporting as required in IND AS 108 is not applicable as the Company has only one segment.
- In the Audited Accounts for the year ended March 31, 2020, the Auditor had expressed significant doubt on the ability of the Company to continue as a "going concern". The management was taking steps to revive the operations and to make them profitable.
- Due to labour unrest, the manufacturing activities at the Company's plant situated at Village Chaundheri, P. O. Dappar, Tehsil Derabassi, District Mohali, Punjab 140506 have been suspended with effect from March 25, 2019.
- The Company is undergoing Corporate Insolvency Resolution Process (CIRP) under the Insolvency and Bankruptcy Code, 2016 in terms of order dated December 09, 2019 passed by Hon'ble National Company Law Tribunal, Chandigarh Bench (Hon'ble NCLT). As per the provisions of Insolvency and Bankruptcy Code (IBC), the powers of Board of Director of the Company have been suspended and the management of the affairs of the Company vests in the Resolution Professional (RP).
- As the powers of Board of Directors have been suspended, the above results have not been adopted by the Board of Directors. However, the same have been signed by Shri H. D. Ram Singhani, Director of the Company, confirming accuracy and completeness of results. These financial results have been taken on record by Resolution Professional (RP) on February 11, 2021 in terms of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 for filing with the Stock Exchange.
- The Statutory Auditor has carried out "Limited Review" of the above financial results and have expressed a qualified report on the above results.
- Figures of the previous quarter/period/year have been regrouped/rearranged, wherever necessary, to make them comparable.

For Rainbow Denim Limited,


H. D. Ram Singhani
Director
DIN - 00035416

Taken on Record

Dharmendra Kumar Bhasin
(Resolution Professional)
IP Registration No. 1881/PA-002/
IP-N00816/2019-20/12564

Place : Mumbai
Date : February 11, 2021

Lahru (Punjab)
February 11, 2021

Khandelwal & Mehta LLP
Chartered Accountants
(LLP No. AAE-3742)

Independent Auditor's Report on Quarterly and Nine months Unaudited Financial Results of Rainbow Denim Limited Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To,
The Resolution Professional,
Rainbow Denim Limited
Mumbai.

1. We have reviewed the accompanying statement of unaudited financial results of Rainbow Denim Limited ("the Company") for the quarter and nine months ended 31st December, 2020, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("the Regulation") as amended, read with SEBI Circular No. CIR/CFD/CMDI/44/2019 dated March 29, 2019 ("the Circular").
2. The Corporate Insolvency Resolution Process (CIRP) of the Company commenced vide order dated 9th December, 2019 passed by Hon'ble NCLT, Chandigarh Bench. As per section 17(1) (b) of Insolvency and Bankruptcy Code, 2016 (IBC), the powers of the Board of the Company are suspended and vested in IRP/RP, as the case may be. Presently, Mr. Dharmendra Kumar Bhasin (Registration No. IBBI/ IPA-002/IP-N00816/2019-2020/12564) is discharging the duties of Resolution Professional and is vested with the powers of management of Company's Affairs
3. The preparation of the Statement in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS 34) "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, read with the Circular, is the responsibility of the Company's management and has been signed by a Director of the Company and taken on record by the Resolution Professional. Our responsibility is to express a conclusion on the Statement based on our review.
4. We conducted our review of the Statement in accordance with the Standard on Review Engagements (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 Statement is free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures 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.
5. As mentioned in Note 4 of the accompanying statement read with section 20 of Insolvency and Bankruptcy Code, the results are prepared using the "going concern" basis of accounting. Management is responsible for assessing the Company's ability to continue as a "going concern". Discontinuance of production indicates that a material uncertainty exists, which casts significant doubt on the Company's ability to continue as a "going concern". Our conclusion is modified in respect of this matter.

1403 - Sai Indu Tower, Opp. Corpora Mall, LBS Marg, Bhandup West, Mumbai 400078.

● e-mail : contact.knmlp@gmail.com

Partners : S.L. Khandelwal - 098212 45353 ● J.D. Lalwani - 070457 45727

GSTIN : 27AAPFK6261N1ZL

6. Based on our review conducted as above, except for the possible effects of our observation described in Para 5 above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standards ("Ind AS") specified under Section 133 of the Companies Act 2013 as amended, read with relevant rules issued thereunder and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of the Regulation, read with the Circular, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For Khandelwal & Mehta LLP
Chartered Accountants
(Firm Regn.no.W100084)

SUNIL
LAKHMICHAND
KHANDELWAL

Digitally signed by SUNIL
LAKHMICHAND KHANDELWAL
DN: c=IN, o=Khandelwal
& Mehta LLP, ou=Khandelwal
& Mehta LLP, email=sunil@khandelwal.com, cn=SUNIL
LAKHMICHAND KHANDELWAL
Date: 2021.02.11 13:34:32 +05'30'

S.L Khandelwal
(Partner)
Mem. No. 101388

Place : Mumbai
Date : 11-02-2021