



RAJ RAYON INDUSTRIES LIMITED

(Formerly Known as RAJ RAYON LTD.)

(A Government Recognised Star Export House)



AN ISO 9001 : 2008 CERTIFIED COMPANY

Corporate Off. : 5C/196 & 197, AKSHAY MITTAL INDUSTRIAL ESTATE, SAKINAKA, ANDHERI (E), MUMBAI - 400 059. (INDIA)
☎ 91 - 22 - 4034 3434 • FAX : 91 - 22 - 4034 3400 • E-mail : mumbai@rajrayon.com • Website : www.rajrayon.com

Date: 11th August, 2011

To,
The Listing Department
The National Stock Exchange India Ltd
Exchange Plaza, Plot No: C/1, G Block,
Bandra - Kurla Complex,
Bandra (East), Mumbai- 400051

To,
The Corporate Services Department
Bombay Stock Exchange Limited
1st Floor, New Trading Ring,
Rotunda Building, P.I. Tower,
Dalal Street, Mumbai-400001

Dear Sir,

Symbol: RAJRAYON

Series: EQ

Scrip Code: 530699

Sub: Un-audited Financial Result & Limited Review for the 01st quarter ended 30th June, 2011

Enclosed the Unaudited Financial Result for the 01st quarter ended on 30th June, 2011. And Limited Review Certificate received from the Auditor for the said quarter issued by the Auditor of the Company M/s R. S. Agarwal & Associates, Chartered Accountants, Mumbai.

Please acknowledge the receipt.

Thanking You,

Yours faithfully,
For RAJ RAYON INDUSTRIES LIMITED
(Formerly known as Raj Rayon Limited)

Gita Yadav
Company Secretary & Compliance Officer
Encl: As Above

RAJ RAYON INDUSTRIES LIMITED (Formerly known as Raj Rayon Limited)

Regd. Office: Survey No. 177/1/3 & 177/1/4, Village – Surangi, Dist –Silvassa, Dadra & Nagar Haveli (UT) – 396 230

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED: 30TH JUNE, 2011

(₹ in Lacs)

Particulars	THREE MONTHS ENDED ON 30.06.2011 (UNAUDITED)	CORRESPONDING THREE MONTHS ENDED ON 30.06.2010 (UNAUDITED)	PREVIOUS ACCOUNTING YEAR ENDED 31/03/2011 (AUDITED)
1.(a) Net Sales/Income from operations	12290.41	8874.68	42509.23
(b) Other Operating Income	147.67	119.42	565.11
2. Expenditure:			
(a) (Increase)/Decrease in Stock in Trade & Work in Progress	1363.65	(124.71)	(1659.95)
(b) Consumption of Raw Materials	6727.58	5454.59	25525.82
(c) Purchase of Traded Goods	1746.92	1371.07	8478.47
(d) Payments to and Provisions for Employees	163.87	141.85	656.51
(e) Depreciation	567.84	511.64	2051.24
(f) Manufacturing, Administrative, Selling & Other Expenses	1188.63	1203.53	5754.05
(g) Total	11758.49	8557.97	40806.13
3. Profit from Operations before Other Income, Interest and Exceptional Items (1-2)	679.59	436.14	2268.21
4. Other Income	13.38	14.74	294.35
5. Profit before Interest and Exceptional Items (3+4)	692.97	450.88	2562.56
6. Interest	542.39	357.28	1879.39
7. Profit after Interest but before Exceptional Items (5-6)	150.58	93.59	683.16
8. Exceptional Items			
9. Profit+/-Loss () from ordinary activities before tax (7+8)	150.58	93.59	683.16
10. Tax Expense			
Current Tax	30.13	18.65	147.39
MAT Credit Entitlement	(27.86)	0.00	(122.34)
Deferred Tax	53.32	(28.01)	251.74
11. Net Profit+/-Loss() from Ordinary Activities after Tax (9-10)	94.99	102.95	406.38
Tax Adjustments for earlier years	0.00	0.00	0.45
12. Extraordinary Items (Net of Tax Expense)			
13. Net Profit+/-Loss () for the period (11-12)	94.99	102.95	405.93
14. Paid-up equity share capital of Rs 10 each	1894.47	1799.82	1894.47
15. Reserves excluding revaluation reserves			7042.11
16. Earnings Per Share (EPS) (not annualised)			
Basic	0.50	0.57	2.17
Diluted	0.44	0.57	2.05
17. Public Shareholding			
Number of Shares	11371807	11371807.00	11371807.00
Percentage of Shareholding	60.03	63.18	60.03
18. Promoter and Promoter Group Shareholding			
a) Pledged / Encumbered			
Number of Shares	2000000	2000000.00	2000000
Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	26.41	30.18	26.41
Percentage of shares (as a % of the total share capital of the company)	10.56	11.11	10.56
b) Non encumbered			
Number of Shares	5572893	4626393.00	5572893.00
Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	73.59	69.82	73.59
Percentage of shares (as a % of the total share capital of the company)	29.42	25.70	29.42

Notes:

1. The above unaudited financial results were reviewed by the Audit Committee and taken on record by the Board of Directors at their meeting held on 11th August 2011.

2. The Statutory Auditors of the Company have carried out a Limited Review of the above unaudited financial results.

3. During the quarter ended 30th June 2011, the Company has received and disposed of Nil investor complaint. No complaint was pending at the beginning and at the end of the quarter.

4. Corresponding figures of earlier year / quarter have been regrouped wherever necessary.

5. The Company operates in a single segment i.e. textile having same risk and return.

6. Auditors' qualification in financial statements of 2010-2011:

a) Auditor's qualification: ".....for non provision of doubtful debts for recovery of which the company has filed legal suits amounting to ₹ 88.61 lacs"

b) "Had the company made the respective provision for doubtful debts, the profit for the year ended on 31.03.2011 and surplus in profit and loss account would have been lower by ₹ 88.61 lacs."

c) In the opinion of the Board, since the legal suits against the debtors are yet to be heard by the Honourable Court, the Company is hopeful to recover amount from respective debtors, hence no provision is required to be made at this stage.

By order of the Board

Gourishankar Poddar
Chairman & Managing Director

Place : Mumbai

Date : 11th August 2011

AUDITORS' REVIEW REPORT

To

The Board of Directors
Raj Rayon Industries Limited
(Formerly known as Raj Rayon Limited)
5-C/196-197, Akshay,
Mittal Industrial Estate,
Saki Naka, Andheri (E)
Mumbai 400 059

We have reviewed the accompanying statement of unaudited financial result of **Raj Rayon Industries Limited** (Formerly known as Raj Rayon Limited) for the quarter ended 30th June 2011 except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the management and have not been audited by us. 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 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 Statements issued by the Institute of Chartered Accountants of India. The 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 the 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.

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 recognised 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.

309/310, Gundecha Industrial Complex,
3rd floor, Near Big Bazar,
Akurli Road, Kandivli (E),
Mumbai 400 101

11th August 2011

For and on behalf of
R. S. Agrawal & Associates
Chartered Accountants
(Registration no. 100156W)



[Signature]
R. S. Agrawal
Partner

Membership No. 033216

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