



RAJ RAYON INDUSTRIES LIMITED

(Formerly Known as RAJ RAYON LTD.)

(A Government Recognised Star Export House)



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: 14th August, 2012

To, The Listing Department The National Stock Exchange India Ltd Exchange Plaza, Plot No: C/1, G Block, Bandra - Kurla Complex, Bandra (East), Mumbai- 400 051	To, The Corporate Services Department Bombay Stock Exchange Limited 1st Floor, New Trading Ring, Rotunda Building, P.I. Tower, Dalal Street, Mumbai-400 001
---	---

Dear Sir,

Symbol: RAJRAYON

Series: EQ

Scrip Code: 530699

Sub: Un-audited Financial Result & Limited Review for the 01st quarter ended 30th June, 2012

Enclosed the Unaudited Financial Result for the 01st quarter ended on 30th June, 2012. 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.

Kindly acknowledge the receipt.

Thanking You,

Yours faithfully,
 For RAJ RAYON INDUSTRIES 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, Village - Surangi, Dist - Silvassa, Dadra & Nagar Haveli (UT) - 396 230

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED: 30TH JUNE, 2012**PART I**

Sr. No.	Particulars	Quarter ended 30th June, 2012	Quarter ended 31st March, 2012	Quarter ended 30th June, 2011	Year ended 31st March, 2012 (Audited)
1	Income from operations				
	(a) Net sales/income from operations	12480.70	26778.47	12272.48	67463.87
	(b) Other operating income	276.71	151.91	165.60	819.00
	Total income from operations (net)	12757.41	26930.38	12438.08	68282.87
2	Expenditure:				
	(a) Cost of materials consumed	6256.94	9946.45	6727.58	32902.29
	(b) Purchases of stock-in-trade	2451.40	15059.81	1746.92	24997.56
	(c) Changes in inventories of finished goods, Work in Progress and Stock-in-Trade	935.25	(2010.00)	1363.65	(2492.98)
	(d) Employee benefits expense	183.80	194.62	163.87	749.35
	(e) Depreciation and amortisation expense	648.28	624.58	567.84	2395.49
	(f) Other expenses	1294.37	2137.83	1188.63	6892.27
	Total Expenses	11770.04	25953.29	11758.49	65443.98
3	Profit / (Loss) from operations before other income, finance cost and exceptional items (1-2)	987.37	977.09	679.59	2838.89
4	Other income	34.42	163.08	13.38	533.97
5	Profit / (Loss) from ordinary activities before finance costs and Exceptional Items (3+4)	1021.79	1140.17	692.97	3372.86
6	Finance costs	781.23	1134.02	542.39	2905.83
7	Profit / (Loss) from ordinary activities after finance costs but before Exceptional Items (5-6)	240.56	6.15	150.58	467.03
8	Exceptional Items	0.00	0.00	0.00	0.00
9	Profit / (Loss) from ordinary activities before tax (7+8)	240.56	6.15	150.58	467.03
10	Tax Expense				
	Current Tax	48.45	5.64	30.13	100.69
	MAT Credit Entitlement	(44.60)	(0.99)	(27.86)	(86.49)
	Deferred Tax	57.29	(65.95)	53.32	70.85
11	Net Profit / (Loss) from ordinary activities after tax (9-10)	179.41	67.45	94.99	381.98
12	Extraordinary Items (net of tax expense)	0.00	0.00	0.00	0.00
13	Net Profit / (Loss) for the period (11-12)	179.41	67.45	94.99	381.98
14	Paid-up equity share capital of ₹ 10/- each	2664.54	2531.32	1894.47	2531.32
15	Reserves excluding revaluation reserves				7859.89
16	Earnings Per Share (EPS)				
	Basic	0.71	0.34	0.50	1.99
	Diluted	0.68	0.29	0.44	1.74

PART II**Selected Information for the quarter ended 30/06/2012**

A	PARTICULARS OF SHAREHOLDING				
1	Public Shareholding				
	Number of Shares	16571807	16571807	11371807	16571807
	Percentage of Shareholding	62.19	65.47	60.03	65.47
2	Promoter and Promoter Group Shareholding				
a)	Pledged / Encumbered				
	Number of Shares	4740000	2000000	2000000	2000000
	Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	47.05	22.88	26.41	22.88
	Percentage of shares (as a % of the total share capital of the company)	17.79	7.90	10.56	7.90
b)	Non encumbered				
	Number of Shares	5333593	6741393	5572893	6741393
	Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	52.85	77.12	73.59	77.12
	Percentage of shares (as a % of the total share capital of the company)	20.02	26.63	29.42	26.63

B INVESTORS COMPLAINTS

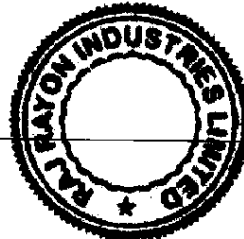
3 months ended 30/06/2012

Pending at the beginning of the quarter	Nil
Received during the quarter	1
Disposed of during the quarter	1
Remaining unresolved at the end of the quarter	Nil

Notes:

- 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 14th August, 2012.
- The Statutory Auditors of the Company have carried out a Limited Review of the above unaudited financial results.
- Corresponding figures of earlier year / quarter have been regrouped wherever necessary.
- The Company operates in a single segment i.e. textile having same risk and return.
- Auditors' qualification in financial statements of 2011-2012:
 - Auditor's qualification: "..... for non provision of doubtful debts for recovery of which the company has filed legal suits amounting to ₹ 88.61 lacs"
 - "Had the company made the respective provision for doubtful debts, the profit for the year ended on 31.03.2012 and surplus in profit and loss account would have been lower by ₹ 88.61 lacs."
 - 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.
- During the quarter the Company has received in-principle listing approval on 54,78,500 Equity Shares allotted to promoter and non promoter group on 31st March, 2012 from NSE on 14th May, 2012 and from BSE on 31st May, 2012.
- During the quarter the Company has allotted 13,32,200 Equity Shares to Raj Money Market Limited (Promoter Company) on 30th June, 2012 in lieu of conversion of warrants, the amount received by the Company is utilised for the purpose as stated in the notice of postal ballot dated 18th October, 2010.

By order of the Board

Gourishankar Poddar
Chairman & Managing DirectorPlace : Mumbai
Date : August 14, 2012

R. S. Agrawal & Associates

Chartered Accountants

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 2012 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.

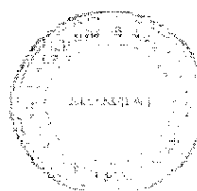
We conducted our review in accordance with the Standard on Review Engagement (SRE) 2400, Engagements to Review Financial Statements issued by the Institute of Chartered Accountants of India. The standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial 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

14th August 2012

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



A handwritten signature in black ink, appearing to read "R. S. Agrawal".

R. S. Agrawal
Partner

Membership No. 033216

Head Office :
309/310, 3rd Floor,
Gundecha Industrial Complex,
Near Big Bazar, Akurli Road

Branch Office :
20, Keshavnagar, 2nd Floor,
25/24, Chikool Road,
D. H. E. Nagar, Pune