



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: 14th November, 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 02nd quarter ended 30th September, 2011

Enclosed the Unaudited Financial Result for the 02nd quarter ended on 30th September, 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, Village – Surangi, Dist – Silvassa, Dadra & Nagar Haveli (UT) – 396 230
UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED: 30TH SEPTEMBER, 2011

(₹ in Lacs)

Particulars	THREE MONTHS ENDED ON 30/09/2011 (UNAUDITED)	CORRESPONDING THREE MONTHS ENDED ON 30/09/2010 (UNAUDITED)	YEAR TO DATE FIGURE FOR CURRENT YEAR 30/09/2011 (UNAUDITED)	YEAR TO DATE FIGURE FOR PREVIOUS YEAR 30/09/2010 (UNAUDITED)	PREVIOUS ACCOUNTING YEAR ENDED 31/03/2011 (AUDITED)
1.(a) Net Sales/Income from operations	13443.19	10358.11	25733.60	19232.80	42509.23
(b) Other Operating Income	243.32	171.68	390.99	291.10	565.11
2. Expenditure:					
(a) (Increase)/Decrease in Stock in Trade & Work in Progress	(1185.15)	358.54	178.50	233.84	(1659.95)
(b) Consumption of Raw Materials	8549.86	5717.85	15277.44	11172.44	25525.82
(c) Purchase of Traded Goods	3215.88	1767.96	4962.79	3139.03	8478.47
(d) Payments to and Provisions for Employees	183.49	166.81	347.36	308.65	556.51
(e) Depreciation	584.15	509.89	1151.99	1021.53	2051.24
(f) Manufacturing, Administrative, Selling & Other Expenses	1749.90	1515.90	2938.54	2719.43	5754.05
(g) Total	13098.13	10036.95	24856.61	18594.92	40806.13
3. Profit from Operations before Other Income, Interest and Exceptional Items (1-2)	588.39	492.84	1267.98	928.98	2268.21
4. Other Income	67.52	(3.25)	80.90	11.48	294.35
5. Profit before Interest and Exceptional Items (3+4)	655.91	489.59	1348.88	940.46	2562.56
6. Interest	503.22	385.50	1045.61	742.78	1879.39
7. Profit after Interest but before Exceptional Items (5-6)	152.69	104.09	303.27	197.69	683.16
8. Exceptional Items					
9. Profit/Loss () from ordinary activities before tax (7+8)	152.69	104.09	303.27	197.69	683.16
10. Tax Expense					
Current Tax	30.55	20.75	60.68	39.40	147.39
MAT Credit Entitlement	(28.25)	0.00	(56.10)	0.00	(122.34)
Deferred Tax	46.38	(30.90)	99.70	(58.91)	251.74
11. Net Profit+/Loss() from Ordinary Activities after Tax (9-10)	104.00	114.25	198.99	217.20	406.38
Tax Adjustments for earlier years	0.00	0.00	0.00	0.00	0.45
12. Extraordinary Items (Net of Tax Expense)					
13. Net Profit+/Loss () for the period (11-12)	104.00	114.25	198.99	217.20	405.93
14. Paid-up equity share capital of Rs 10 each	1894.47	1894.47	1894.47	1894.47	1894.47
15. Reserves excluding revaluation reserves					7042.11
16. Earnings Per Share (EPS) (not annualised)					
Basic	0.55	0.61	1.05	1.16	2.17
Diluted	0.48	0.61	0.92	1.16	2.05
17. Public Shareholding					
Number of Shares	11468507	11371807	11468507	11371807	11371807
Percentage of Shareholding	60.54	60.03	60.54	60.03	60.03
18. Promoter and Promoter Group Shareholding					
a) Pledged / Encumbered					
Number of Shares	2000000	2000000	2000000	2000000	2000000
Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	26.75	26.41	26.75	26.41	26.41
Percentage of shares (as a % of the total share capital of the company)	10.56	10.56	10.56	10.56	10.56
b) Non encumbered					
Number of Shares	5476193	5572893	5476193	5572893	5572893
Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	73.25	73.59	73.25	73.59	73.59
Percentage of shares (as a % of the total share capital of the company)	28.91	29.42	28.91	29.42	29.42

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 November 2011.
- The Statutory Auditors of the Company have carried out a Limited Review of the above unaudited financial results.
- During the quarter ended 30th September 2011, the Company has received and disposed of 1 investor complaint. No complaint was pending at the beginning and at the end of the quarter.
- 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 2010-2011:
 - 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 31.03.2011 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.
- Commercial production of 4 Machines of PTY & 3 Machines of Twisting commenced from 01/08/2011.
- The registered office address of the Company has been changed from 177/1/3 & 177/1/4, Village - Surangi, Dist - Silvassa, Dadra & Nagar Haveli (UT) 396230 to 177/1/3, Village - Surangi, Dist - Silvassa, Dadra & Nagar Haveli (UT) 396230.

For RAJ RAYON INDUSTRIES LIMITED

Rajkumar Kanodiya
Director

Statement of Assets & Liabilities		(₹ in Lacs)
Particulars	Half Year Ended	
	30.09.2011 (Unaudited)	30.09.2010 (Unaudited)
SOURCES OF FUNDS:		
SHAREHOLDERS' FUND		
Share Capital	1894.47	1894.47
Reserves & Surplus	7241.10	6919.44
Share Warrant Application Money	441.58	0.00
LOAN FUNDS	19840.74	13912.19
DEFERRED TAX LIABILITY (Net)	968.17	557.81
TOTAL	30386.05	23283.92
APPLICATION OF FUNDS:		
FIXED ASSETS (including CWIP)	17994.14	15894.08
INVESTMENTS	190.37	179.62
CURRENT ASSETS, LOANS & ADVANCES:		
Inventories	9067.84	5006.97
Sundry Debtors	11366.44	8053.79
Cash & Bank Balances	709.95	407.58
Loans & Advances	1923.98	2256.03
Less: CURRENT LIABILITIES & PROVISIONS:		
Current Liabilities	10782.55	8493.80
Provisions	84.12	20.34
TOTAL	30386.05	23283.92

By order of the Board

Rajkumari Kanodia
Rajkumari Kanodia
Director

Place : Mumbai
Date : 14th November 2011

AUDITORS' LIMITED REVIEW REPORT

To

The Board of Directors
Raj Rayon Industries Limited
(Formerly known as Raj Rayon Limited)
S-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 September 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.

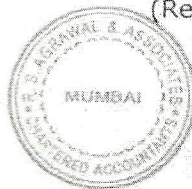
We conducted our review in accordance with the Standard on Review Engagement (SRE) 2400, Engagements to Review Financial Statements issued by the Institute of Chartered Accountants of India. The standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial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

For and on behalf of
R. S. Agrawal & Associates

Chartered Accountants

(Registration no. 100156W)



R. S. Agrawal
R. S. Agrawal
Partner

Membership No. 033216

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

14th November 2011

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22/24, Chewool Wadi,
Dr. M. B. Velkar Street
Mumbai - 400 002.
Tel : + 91 22 2205 8181 - 82