



RAJ RAYON INDUSTRIES LIMITED

(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 February, 2014

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 03rd quarter ended 31st December, 2013

Enclosed Unaudited Financial Result for the 03rd quarter ended on 31st December, 2013 and Limited Review Certificate for the said quarter issued by the Auditor of the Company M/s K.M. Garg & Co., Chartered Accountants, Mumbai, which was duly approved by the Board of Directors of the Company in their Board meeting held on today i.e. 14th February, 2014.

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

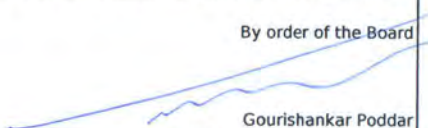
UNAUDITED FINANCIAL RESULTS FOR THE QUARTER / NINE MONTHS ENDED: 31ST DECEMBER, 2013

PART I		(₹ in Lacs)					
Sr. No.	Particulars	Quarter ended 31st Dec, 2013	Quarter ended 30th Sep, 2013	Quarter ended 31st Dec, 2012	Nine months ended 31st Dec, 2013	Nine months ended 31st Dec, 2012	Year ended 31st March, 2013 (Audited)
1	Income from operations						
	(a) Net sales/income from operations	8757.42	15466.22	18393.92	42689.83	45879.83	70861.93
	(b) Other operating income	83.15	102.69	44.33	266.02	386.62	473.68
	Total income from operations (net)	8840.57	15568.91	18438.25	42955.85	46266.45	71335.61
2	Expenditure:						
	(a) Cost of materials consumed	5877.49	11038.01	7715.04	22927.11	20309.94	26831.20
	(b) Purchases of stock-in-trade	153.99	3210.14	8320.56	9926.44	16959.50	35190.29
	(c) Changes in inventories of finished goods, Work in Progress and Stock-in-Trade	2102.31	1272.91	(760.60)	8462.39	(403.20)	(2415.03)
	(d) Employee benefits expense	203.74	215.28	210.35	609.93	596.16	817.89
	(e) Depreciation and amortisation expenses	1119.01	1133.20	644.65	2861.53	1939.68	2555.65
	(f) Other expenses	1962.71	3582.41	1368.06	6727.10	4045.69	5792.23
	(g) Expenditure (other than interest) transferred to capital work in progress	0.00	0.00	0.00	(1423.48)	0.00	(988.46)
	Total Expenses	11419.25	20451.95	17498.08	50091.02	43447.77	67783.77
3	Profit / (Loss) from operations before other income, finance cost and exceptional items (1-2)	(2578.68)	(4883.04)	940.17	(7135.17)	2818.68	3551.84
4	Other Income	52.52	80.92	40.53	179.33	123.49	425.90
5	Profit / (Loss) from ordinary activities before finance costs and Exceptional Items (3+4)	(2526.16)	(4802.12)	980.70	(6955.84)	2942.17	3977.74
6	Finance costs	1463.25	1398.91	835.56	3719.96	2366.59	3386.23
7	Profit / (Loss) from ordinary activities after finance costs but before Exceptional Items (5-6)	(3989.41)	(6201.03)	145.14	(10675.81)	575.58	591.51
8	Exceptional Items	0.00	0.00	0.00	0.00	0.00	0.00
9	Profit / (Loss) from ordinary activities before tax (7+8)	(3989.41)	(6201.03)	145.14	(10675.81)	575.58	591.51
10	Tax Expense						
	Current Tax	0.00	0.00	41.06	0.00	127.38	186.38
	MAT Credit Entitlement	0.00	0.00	54.81	0.00	0.00	0.00
	Deferred Tax	(1303.80)	(2020.29)	(48.78)	(3482.52)	132.52	85.70
	MAT Credit / Tax Adjustments for earlier years	0.00	0.00	0.00	0.00	(52.23)	(51.95)
11	Net Profit / (Loss) from ordinary activities after tax (9-10)	(2685.61)	(4180.74)	98.05	(7193.29)	367.91	371.38
12	Extraordinary Items (net of tax expense)	0.00	0.00	0.00	0.00	0.00	0.00
13	Net Profit / (Loss) for the period (11-12)	(2685.61)	(4180.74)	98.05	(7193.29)	367.91	371.38
14	Paid-up equity share capital of ₹ 1/- each	2664.54	2664.54	2664.54	2664.54	2664.54	2664.54
15	Reserves excluding revaluation reserves						11215.26
16	Earnings Per Share (EPS)						
	Basic	(1.01)	(1.57)	0.37	(2.70)	1.40	0.14
	Diluted	(1.01)	(1.57)	0.37	(2.70)	1.40	0.14

PART II

Selected information for the Quarter / Nine months ended 31/12/2013

A	PARTICULARS OF SHAREHOLDING						
1	Public Shareholding						
	Number of Shares	165718070	165718070	16571807	165718070	16571807	165718070
	Percentage of Shareholding	62.19	62.19	62.19	62.19	62.19	62.19
2	Promoter and Promoter Group Shareholding						
a)	Pledged / Encumbered						
	Number of Shares	47400000	47400000	4740000	47400000	4740000	47400000
	Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	47.05	47.05	47.05	47.05	47.05	47.05
	Percentage of shares (as a % of the total share capital of the company)	17.79	17.79	17.79	17.79	17.79	17.79
b)	Non encumbered						
	Number of Shares	53335930	53335930	5333593	53335930	5333593	53335930
	Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	52.95	52.95	52.95	52.95	52.95	52.95
	Percentage of shares (as a % of the total share capital of the company)	20.02	20.02	20.02	20.02	20.02	20.02

B	INVESTORS COMPLAINTS	3 months ended 31/12/2013
	Pending at the beginning of the quarter Received during the quarter Disposed of during the quarter Remaining unresolved at the end of the quarter	Nil 1 1 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 February, 2014. - 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 2012-2013: - 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 31st March, 2013 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. - On subdivision of equity shares from ₹ 10/- to ₹ 1/- each w.e.f. 05th March, 2013 the number of shares and EPS for the periods prior to subdivision are not comparable. - The Company's Continuous Polymerisation Plant (CP Plant), commercial production of which was commenced from 01st July, 2013 has been temporarily shutdown and remaining plants (PTY, POY & FDY) of the company are running partially due to negative margin. The CP plant will restart and other plants will be fully operational once the margin improves. - The company has been admitted for restructuring of debt under Corporate Debt Restructuring (CDR) mechanism and cut off date (COD) for the same is 1st August, 2013. The Assets was classified as Standard Assets on cut off date and subsequently, the facility of the company with the State Bank of India (Lead Bank) became Non Performing Assets (NPA). The category of asset classification (Standard Assets) as applicable on cut off date (August 1, 2013), will be maintained after final approval by the CDR Empowered Group. Place : Mumbai Date : February 14, 2014 By order of the Board  Gourishankar Poddar Chairman & Managing Director	



REVIEW REPORT TO THE BOARD OF DIRECTORS OF

RAJ RAYON INDUSTRIES LIMITED

To
Board of Directors of
Raj Rayon Industries Limited,

We have reviewed the accompanying statement of Unaudited financial results of Raj Rayon Industries Limited ("the Company") for the period ended 31st December 2013 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) 2410, "Review 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 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 for the quarter and nine months ended 31st December 2013 in accordance with applicable accounting standards issued pursuant to the Companies (Accounting Standards) Rules, 2006 under section 211 (3C) of the Companies Act, 1956 which as per the General Circular No. 15/2013 dated 13th September 2013 issued by Ministry of Corporate Affairs continues to apply under section 133 of the Companies Act, 2013 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 K M GARG & CO

Chartered Accountants

Firm Registration number: 120712W


CA. K K GARG

Partner

Membership No: 033940



Place : Mumbai

Date : 14th February 2014