



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 November, 2013

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
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Dear Sir,

Symbol: RAJRAYON

Series: EQ

Scrip Code: 530699

Sub: Un-audited Financial Result And Limited Review for the 02nd quarter ended on 30th September, 2013

Enclosed the Unaudited Financial Result for the 02nd quarter ended on 30th September, 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, duly approved by the Board of Directors of the Company in their Board meeting held on today i.e. 14th November, 2013.

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 / HALF YEAR ENDED: 30TH SEPTEMBER, 2013

PART I		₹ in Lacs					
Sr. No.	Particulars	Quarter ended 30th Sep, 2013	Quarter ended 30th June, 2013	Quarter ended 30th Sep, 2012	Half year ended 30th Sep, 2013	Half year ended 30th Sep, 2012	Year ended 31st March, 2013
1	Income from operations						
	(a) Net sales/income from operations	15466.22	18466.19	15005.21	33932.41	27485.91	70861.93
	(b) Other operating income	102.69	80.18	65.59	182.87	342.30	473.68
	Total income from operations (net)	15568.91	18546.37	15070.80	34115.28	27828.21	71335.61
2	Expenditure:						
	(a) Consumption of materials consumed	11038.01	6011.61	6337.95	17049.62	12594.89	26831.20
	(b) Purchases of stock-in-trade	3210.14	6562.31	6186.85	9772.45	8638.25	35189.60
	(c) (Increase)/Decrease in Stock in Trade & Work in Progress	1272.91	5087.17	(577.16)	6360.08	358.09	(2414.34)
	(d) Employee benefits expense	215.28	190.91	202.01	406.19	385.81	817.89
	(e) Depreciation and amortisation expense	1133.20	609.32	646.75	1742.52	1295.03	2555.65
	(f) Other expenses	3562.41	1181.98	1375.98	4764.39	2670.35	5783.39
	(g) Expenditure (other than interest) transferred to capital work in progress	0.00	(1403.11)	0.00	(1403.11)	0.00	(988.45)
	Total Expenses	20451.95	18240.19	14172.38	38692.14	25942.42	67774.93
3	Profit / (Loss) from operations before other income, finance cost and exceptional items (1-2)	(4883.04)	306.18	898.42	(4576.86)	1885.79	3560.68
4	Other income	80.92	45.89	41.26	126.81	75.68	417.06
5	Profit / (Loss) from ordinary activities before finance costs and Exceptional Items (3+4)	(4802.12)	352.07	939.68	(4450.05)	1961.47	3977.74
6	Finance costs	1398.91	857.81	749.80	2256.72	1531.03	3386.23
7	Profit / (Loss) from ordinary activities after finance costs but before Exceptional Items (5-6)	(6201.03)	(505.74)	189.88	(6706.77)	430.44	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)	(6201.03)	(505.74)	189.88	(6706.77)	430.44	591.51
10	Tax Expense						
	Current Tax	0.00	0.00	37.87	0.00	86.32	186.38
	MAT Credit Entitlement	0.00	0.00	(10.22)	0.00	(54.81)	0.00
	Deferred Tax	(2020.29)	(158.42)	124.01	(2178.71)	181.30	85.70
	MAT Credit / Tax Adjustments for earlier years	0.00	0.00	(52.23)	0.00	(52.23)	(51.95)
11	Net Profit / (Loss) from ordinary activities after tax (9-10)	(4180.74)	(347.32)	90.45	(4528.06)	269.86	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)	(4180.74)	(347.32)	90.45	(4528.06)	269.86	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	(1.57)	(0.13)	0.34	(1.71)	1.03	0.14
	Diluted	(1.57)	(0.13)	0.34	(1.71)	1.03	0.14
PART II							
Selected information for the quarter / half year ended 30/09/2013							
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 30/09/2013					
	Pending at the beginning of the quarter	Nil					
	Received during the quarter	Nil					
	Disposed of during the quarter	Nil					
	Remaining unresolved at the end of the quarter	Nil					

Statement of Assets & Liabilities		(` in Lacs)	
Sr. No.	Particulars	As at 30th September 2013 (Unaudited)	As at 31st March 2013 (Audited)
A	EQUITY AND LIABILITIES		
1	Shareholders' fund		
	(a) Share Capital	4064.54	4064.54
	(b) Reserves & Surplus	6687.21	11215.26
	Sub-total - Shareholders' funds	10751.75	15279.80
2	Non-current liabilities		
	(a) Long-term borrowings	18818.42	20981.76
	(b) Other long term liabilities	32.00	0.00
	(c) Long term provisions	31.09	33.18
	Sub-total - Non-current liabilities	18881.51	21014.94
3	Current liabilities		
	(a) Short term borrowings	20212.99	11695.56
	(b) Trade payables	11613.54	14856.16
	(c) Other current liabilities	6748.78	5536.76
	(d) Short term provisions	0.00	105.38
	Sub-total - Current liabilities	38575.31	32193.86
	TOTAL - EQUITY AND LIABILITIES	68208.57	68488.60
B	ASSETS		
1	Non-current assets		
	(a) Fixed assets	35718.30	34169.25
	(b) Non-current investments	10.02	17.02
	(c) Deferred tax assets (net)	1153.69	(1025.02)
	(d) Long term loans and advances	132.50	155.18
	(e) Other non-current assets	497.17	642.74
	Sub-total - Non-current assets	37511.68	33959.17
2	Current assets		
	(a) Inventories	6709.74	13067.50
	(b) Trade receivables	19179.14	17937.85
	(c) Cash and cash equivalents	1245.26	699.93
	(d) Short-term loans and advances	2271.86	2257.31
	(e) Other current assets	1290.89	566.84
	Sub-total - Current assets	30696.89	34529.43
	TOTAL - ASSETS	68208.57	68488.60

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 14th November, 2013.

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

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

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

5. Auditors' qualification in financial statements of 2012-2013:

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 31st March, 2013 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.

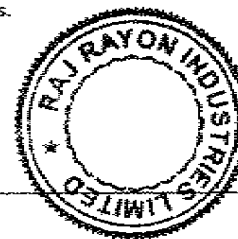
6. On subdivision of equity shares from ₹ 10/- to ₹ 1/- each w.e.f. 05th March, 2013 the number of shares and EPS for the quarter / year ended 31st March, 2013 and quarter / half year ended 30th September, 2013 are of face value of ₹ 1/- each whereas earlier quarters / years are of face value of ₹ 10/- each and accordingly not comparable.

7. The Company's Continuous Polymerisation Plant (CP Plant), the 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.

8. The Company has approached its Bankers for Corporate Debt Restructuring (CDR).

Place : Mumbai

Date : 14th November, 2013



By order of the Board

Gourishankar Poddar
Chairman & Managing Director

CA. Kamalakant Garg B.Com., LL.B. (Gen), F.C.A., A.C.S.

CA. Pavan Kumar Bansal B.Com., F.C.A.

CA. Manoj Kumar Chotia B.Com., F.C.A.

k. m. garg & co.
CHARTERED ACCOUNTANTS

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 for the period ended 30th September 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 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 matter in which it is to be disclosed, or that it contains any material misstatement.

For K M GARG & CO
Chartered Accountants
Registration number: 120712W


CA. K K GARG
Partner
Membership No: 033940



Place : Mumbai
Date : 14th November 2013