



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

CIN NO. : L17120DN1993PLC000368

Date: 14th August, 2015

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 And Limited Review for the 01st quarter ended on 30th June, 2015

Enclosed the Unaudited Financial Result for the 01st quarter ended on 30th June, 2015 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 August, 2015.

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

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

CIN No. L17120DN1993PLC000368

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED: 30TH JUNE, 2015

PART I		(₹ in Lacs)			
Sr. No.	Particulars	Quarter ended 30th June, 2015	Quarter ended 31st Mar, 2015	Quarter ended 30th June, 2014	Year ended 31st March 2015 (Audited)
1	Income from operations				
	(a) Net sales/income from operations (Net of excise duty)	14396.24	9375.77	1066.89	18326.84
	(b) Other operating income	23.52	24.98	1.08	30.85
	Total income from operations (net)	14419.76	9400.75	1067.97	18357.69
2	Expenditure:				
	(a) Cost of materials consumed	11608.67	9715.74	880.99	21015.47
	(b) Purchases of stock-in-trade	991.00	(2106.54)	0.00	(2922.43)
	(c) Changes in inventories of finished goods, Work in Progress and Stock-in-Trade	(24.24)	(773.79)	169.49	(4732.50)
	(d) Employee benefits expense	248.49	291.74	77.90	673.36
	(e) Depreciation and amortisation expense	1276.68	1232.27	930.00	4240.76
	(f) Other expenses	2215.97	2330.43	277.81	4570.02
	(g) Expenditure (other than interest) transferred to capital work in progress	0.00	0.00	0.00	0.00
	Total Expenses	16316.57	10689.85	2336.19	22844.68
3	Profit / (Loss) from operations before other income, finance cost and exceptional Items (1-2)	(1896.81)	(1289.10)	(1268.22)	(4486.99)
4	Other Income	58.41	95.70	611.75	811.49
5	Profit / (Loss) from ordinary activities before finance costs and Exceptional Items (3+4)	(1838.40)	(1193.40)	(656.47)	(3675.50)
6	Finance costs	2105.36	2024.51	1583.64	7108.72
7	Profit / (Loss) from ordinary activities after finance costs but before Exceptional Items (5-6)	(3943.76)	(3217.91)	(2240.11)	(10784.22)
8	Exceptional Items	0.00	0.00	0.00	0.00
9	Profit / (Loss) from ordinary activities before tax (7+8)	(3943.76)	(3217.91)	(2240.11)	(10784.22)
10	Tax Expense				
	Current Tax	0.00	0.00	0.00	0.00
	Deferred Tax	(1215.45)	(940.24)	(708.50)	(3297.96)
	Tax Adjustments for earlier years	0.00	0.12	0.00	0.12
11	Net Profit / (Loss) from ordinary activities after tax (9-10)	(2728.31)	(2277.79)	(1531.61)	(7486.38)
12	Extraordinary Items (net of tax expense)	0.00	0.00	0.00	0.00
13	Net Profit / (Loss) for the period (11-12)	(2728.31)	(2277.79)	(1531.61)	(7486.38)
14	Paid-up equity share capital of ₹ 1/- each	3464.54	2664.54	2664.54	2664.54
15	Reserves excluding revaluation reserves				(5056.89)
16	Earnings Per Share (EPS)				
	Basic	(0.84)	(0.85)	(0.57)	(2.81)
	Diluted	(0.84)	(0.85)	(0.57)	(2.81)

PART II					
A	PARTICULARS OF SHAREHOLDING				
1	Public Shareholding				
	Number of Shares	228418070	165718070	165718070	165718070
	Percentage of Shareholding	65.93	62.19	62.19	62.19
2	Promoter and Promoter Group Shareholding				
a)	Pledged / Encumbered				
	Number of Shares	100735930	100735930	47400000	100735930
	Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	85.34	100.00	47.05	100.00
	Percentage of shares (as a % of the total share capital of the company)	29.08	37.81	17.79	37.81
b)	Non encumbered				
	Number of Shares	17300000	0	53335930	0
	Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	14.66	0.00	52.95	0.00
	Percentage of shares (as a % of the total share capital of the company)	4.99	0.00	20.02	0.00

B	INVESTORS COMPLAINTS	3 months ended 30/06/2015			
	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			

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 2015.
- 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.
- The Borrowers and the CDR Lenders executed a MRA. The MRA as well as the provision of the Master Circular on Corporate Debt Restructuring issued by the Reserve Bank of India, give a right to the CDR Lenders to get a recompense of their waivers and sacrifices made as part of the CDR proposal. The recompense payable by the Company is Contingent on various factors including improved performance of the Company and many other conditions, the outcome of which currently is materially uncertain and hence the proportionate amount payable as recompense has been treated as Contingent Liability. The aggregate present value of the outstanding sacrifice made / to be made by CDR lenders as per the MRA is approximately Rs. 37.06 Crore for the Company. The Auditor has given the emphasis on the said matter.
- The Company has allotted 8.00 crores equity shares of Rs. 1/- each at par on 24th April, 2015 on preferential basis to allottees belonging to the category of Promoters and Non Promoters and consequently the paid-up share capital increased from Rs. 40,64,54,000 to Rs. 48,64,54,000. The Company has received trading approval for the said equity shares from NSE & BSE wef 18th June 2015.
- The Net worth of the Company has been fully eroded due to the continuous heavy losses. The Management of the Company is in the process of taking appropriate measures for the revival of the Company.
- The Board of Directors has in its Board meeting held on 31st July 2015 approved the Report of Directors to be submitted under Section 23 of the Sick Industrial Companies (Special Provisions) Act, 1985, subject to the consent of the Shareholders in the forthcoming Annual General Meeting.

 Place : Mumbai
Date : 14th August 2015

 By order of the Board
Rajkumari Kanodia
Rajkumari Kanodia
Non Executive Chairperson & 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

INDEPENDENT AUDITORS' REVIEW REPORT

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 30th June 2015 (the statement) 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 of the statement in accordance with the Standard on Review Engagements (SRE) 2410, "Review of 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.

We draw attention to Note 4 of the accompanying Unaudited Financial Results in respect of contingencies and litigations, the outcome of which is materially uncertain and cannot be determined currently. Our conclusion is not qualified in respect of the said matter.

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 the applicable Accounting Standards and other recognized accounting practices and policies generally accepted in India has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement with, 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 August 2015