

Regd. Office : 801, Avdhesh House, Opp. Shri Govind Gurudwara, S.G. Highway, Thalje, Ahmedabad - 380 054

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER & HALF YEAR ENDED 30TH SEPTEMBER, 2011

(Rs. in Lacs)

Particulars	Quarter ended		Half Year ended		Year ended (Audited)
	30/09/11	30/09/10	30/09/11	30/09/10	31/03/11
1 Gross Sales	11761.77	8812.71	22827.10	18745.10	40173.21
(a) Net Sales (Net of Excise Duty and VAT)	11133.48	8443.41	21636.61	17964.69	38552.66
(b) Other Operating Income	195.06	339.89	236.04	456.84	946.74
Total	11328.54	8783.30	21872.65	18421.53	39499.40
2. Expenditure					
(a) Increase/Decrease in Stock in Trade & Work in Progress	(249.44)	(116.55)	(554.69)	(438.49)	(140.53)
(b) Consumption of Raw Material	5843.90	4109.95	11421.99	9047.62	18810.39
(c) Purchase of Traded goods	147.36	31.12	248.38	123.99	236.42
(d) Employee Cost	358.58	278.52	705.09	537.43	1100.97
(e) Depreciation	641.79	702.46	1274.23	1387.53	2780.46
(f) Other Expenditure	2709.94	2176.00	5428.70	4770.65	10579.34
Total	9452.13	7181.50	18523.70	15428.73	33367.05
3. Profit from Operations before Other Income, Interest and Exceptional Items (1-2)	1876.41	1601.80	3348.95	2992.80	6132.35
4. Other Income	0.00	(0.97)	0.00	3.36	2.92
5. Profit before Interest and Exceptional Items (3+4)	1876.41	1600.83	3348.95	2996.16	6135.27
6. Interest	877.77	435.50	1374.70	870.18	1585.29
7. Profit after Interest but before Exceptional Items (5-6)	998.64	1165.33	1974.25	2125.98	4549.98
8. Exceptional Items : (add / (less))	(0.77)	(5.05)	(5.32)	(5.00)	(5.74)
9. Profit(+)/Loss(-) from ordinary activities before tax [7+8]	997.87	1160.28	1968.93	2120.98	4544.24
10. Tax Expenses					
(a) Current Tax	199.65	231.25	393.93	422.72	929.51
(b) MAT Credit Entitlement	(199.65)	(231.25)	(393.93)	(422.72)	(755.51)
(c) Deferred Tax	0.00	0.00	0.00	0.00	660.09
Total	0.00	0.00	0.00	0.00	834.09
11. Net Profit(+)/Loss(-) from ordinary activities after tax (9-10)	997.87	1160.28	1968.93	2120.98	3710.16
12. Extraordinary items (Net of tax expense Rs Nil)	0.00	0.00	0.00	0.00	0.00
13. Net Profit(+)/Loss(-) for the period (10-11)	997.87	1160.28	1968.93	2120.98	3710.16
14. Operating Profit - EBITDA (2(e) + (5))	2518.20	2303.29	4623.18	4383.69	8915.73
15. Cash Profit	1639.66	1862.74	3243.16	3508.51	7150.72
16. Paid up equity share capital (Face Value of share Rs.2 each)	1824.35	1744.35	1824.35	1744.35	1744.35
17. Reserves excluding revaluation Reserves					23741.78
18. Earning Per Share (EPS) (a) Basic	1.13	1.33	2.24	2.43	4.25
(b) Diluted	1.10	1.33	2.21	2.43	4.25
19. Public shareholding					
-- Number of Shares	61260850	64255850	61260850	64255850	61260850
-- Percentage of Shareholding	67.16	73.67	67.16	73.67	70.24
20. Promoters and promoter group shareholding					
a) Pledged/ Encumbered					
-- Number of shares	-	-	-	-	-
--Percentage of shares (as a % of the total shareholding of promoter and promoter group)	-	-	-	-	-
--percentage of shares (as a % of total share capital of the company)	-	-	-	-	-
b) Non - encumbered					
-- Number of shares	29956450	22961450	29956450	22961450	25956450
--Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100%	100%	100%	100%	100%
--percentage of shares (as a % of total share capital of the company)	32.84	26.33	32.84	26.33	29.76

Statement of Assets & Liabilities

(Rs in Lacs)

Particulars	As on	As on
	30.09.2011 Unaudited	30.09.2010 Unaudited
Shareholders Funds		
(a) Share Capital	1824.35	1744.35
(b) Share Warrants	915.00	0.00
(c) Reserves and Surplus	<u>28052.10</u>	<u>22558.07</u>
Total Shareholders Funds	30791.45	24302.42
Loan Funds	48386.37	36683.78
Deferred Tax Liability	2081.11	1421.02
Total	81258.93	62407.22
Fixed Assets (including CWIP)	66722.39	47587.37
Investments	0.00	0.00
Current Assets, Loans & Advances		
(a) Inventories	7115.28	4320.45
(b) Sundry Debtors	8673.84	4402.39
(c) Cash and Bank Balances	4125.80	10073.71
(d) Loans and Advances	7313.92	3526.76
Less : Current Liabilities & Provisions		
(a) Current Liabilities	10471.63	6318.84
(b) Provisions	2220.67	1184.62
Net Current Assets	14536.54	14819.85
Total	81258.93	62407.22

NOTES :

- The above financial results were reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on November 12, 2011. The limited review as required under clause 41 of Listing Agreement has been carried out by the Statutory Auditors of the Company.
- Deferred Tax Liability will be considered at the end of accounting year.
- In the board meeting held on 30th August, 2011, the Company has issued to the promoters:
 - 40,00,000 Equity Shares of Face value Rs.2/- and Share Premium of Rs.59/- aggregating to an Issue price of Rs.61/- per share.
 - 60,00,000 share warrants convertible into 60,00,000 Equity Shares(convertible at the option of the holder), of Face value Rs.2/- and Share Premium of Rs.59/- aggregating to a price of Rs.61/- per share.
 The funds received have been utilized for ongoing capital expenditures and for long term working capital requirements.
- The Company is engaged in manufacturing of Paper & does not operate in any other reportable business segment.
- Status of Investors Complaints : Opening - 0 ,Received during the Quarter - 01, Resolved - 01, Closing- 00
- Previous figures have been regrouped/rearranged wherever necessary_

For Rainbow Papers Ltd.

Ajay Goenka
Chairman and Managing Director

Place : Ahmedabad
Date : 12.11.2011