



RAJ RAYON INDUSTRIES LTD.

(Formerly Known as Raj Rayon Ltd.)

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			Nine Months Ended		Year Ended
		31st Dec, 2013	30th Sep, 2013	31st Dec, 2012	31st Dec, 2013	31st Dec, 2012	31st Mar, 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	Nil
Received during the quarter	1
Disposed of during the quarter	1
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 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.

By order of the Board
Sd/-
Gourishankar Poddar
Chairman & Managing Director

Place : Mumbai

Date : February 14, 2014