

**Date : 14<sup>th</sup> February, 2019**

To,  
**DCS-CRD**  
**The BSE Limited,**  
P. J. Towers,  
Dalal Street,  
Mumbai - 400 001  
**Stock Code: 523523**

**Listing Department,**  
**National Stock Exchange of India Ltd**  
5<sup>th</sup> Floor, Exchange Plaza,  
Bandra (E),  
MUMBAI - 400 051  
**Stock Code: RAINBOWPAP**

Dear Sir / Madam,

**Sub: Unaudited Financial Results for the quarter and nine months ended on 31<sup>st</sup> December, 2018**

Dear Sir,

With reference to the above subject, please find enclosed herewith Standalone un-audited Financial Results for the quarter and nine months ended on 31<sup>st</sup> December, 2018 pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 along with the Limited Review Report as approved by the Suspended Board of Directors at their meeting held on Wednesday, 14<sup>th</sup> February, 2019.

You are requested to notify this information to the Members and investors at large.

Thanking you,

Yours faithfully,  
**FOR RAINBOW PAPERS LIMITED**



**SHASHIKANT THAKAR**  
**COMPANY SECRETARY**  
**FCS : 1607**

**Regd. Office:**

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**Works:**

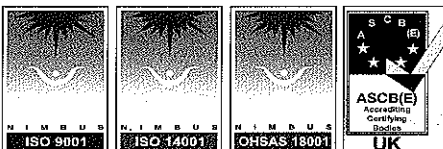
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**STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 31ST DECEMBER 2018**

(INR in Crores)

Sr. No.	Particulars	Quarter Ended			Nine Months ended		Year ended
		December 31, 2018 (Unaudited)	September 30, 2018 (Unaudited)	December 31, 2017 (Unaudited)	December 31, 2018 (Unaudited)	December 31, 2017 (Unaudited)	March 31, 2018 (Audited)
1	Income						
	(a) Revenue from Operations	-	-	-	-	0.28	0.28
	(b) Other Income	-	-	(0.02)	-	0.01	0.01
	<b>Total Income</b>	-	-	(0.02)	-	0.29	0.29
2	Expenses						
	(a) Cost of Materials Consumed	-	-	-	-	0.28	0.28
	(b) Purchase of stock-in-trade	-	-	-	-	-	-
	(c) Change in Inventories of finished goods, work in progress and stock-in-trade	-	-	-	-	-	-
	(d) Employee benefits expense	0.44	0.44	0.18	1.35	2.88	2.65
	(e) Finance costs	-	-	-	-	0.11	0.03
	(f) Depreciation and amortisation Expenses	24.17	24.18	27.78	72.52	83.34	111.12
	(g) Other expenses	0.10	0.35	2.73	1.63	84.28	84.94
	<b>Total expenses</b>	<b>24.71</b>	<b>24.97</b>	<b>30.69</b>	<b>75.50</b>	<b>170.89</b>	<b>199.02</b>
3	Profit/(Loss) before exceptional items and tax (1-2)	(24.71)	(24.97)	(30.71)	(75.50)	(170.60)	(198.73)
4	Add/(Less) : Exceptional Items (net)	-	-	-	-	-	-
5	<b>Profit / (Loss) before tax [3 + 4]</b>	<b>(24.71)</b>	<b>(24.97)</b>	<b>(30.71)</b>	<b>(75.50)</b>	<b>(170.60)</b>	<b>(198.73)</b>
6	Tax expenses						
	a) Current Tax	-	-	-	-	-	-
	b) Deferred Tax	-	-	-	-	-	-
	c) Excess/Short Provision of tax of earlier years	-	-	-	-	-	-
	<b>Total Tax Expense (a+b)</b>	-	-	-	-	-	-
7	Net Profit (+) / Loss(-) for the period	(24.71)	(24.97)	(30.71)	(75.50)	(170.60)	(198.73)
8	Other Comprehensive Income						
	- Items that will not be classified to Profit & Loss	-	-	(0.02)	-	(0.06)	-
9	<b>Total Comprehensive Income/(Loss) after Tax</b>	<b>(24.71)</b>	<b>(24.97)</b>	<b>(30.73)</b>	<b>(75.50)</b>	<b>(170.66)</b>	<b>(198.73)</b>
10	Paid Up Equity Share capital (Face Value Rs. 2/- Per Share)	21.24	21.24	21.24	21.24	21.24	21.24
11	<b>Earnings Per Share (of Rs.2/- each) (Not annualised) :</b>						
	Basic & Diluted	(2.33)	(2.35)	(2.89)	(7.11)	(16.07)	(18.71)

**NOTES :**

- The financial results of the company for the quarter ended December 31, 2018 have been reviewed and recommended by the Audit Committee and approved by the Board of Directors of the Company/Under Supervision of Resolution Professional in their meeting held on February 14, 2019. The Statutory Auditors of the Company have carried out Limited Review of these results and have expressed an unqualified conclusion.
- The company has adopted Ind AS 115 "Revenue from contract with customers" effected from April 01, 2018. Application of Ind AS 115 does not have any significant impact on retained earning as at April 01, 2018 and the financial results for the quarter ended December 31, 2018.
- (a) TFCI, IFCI, Dena Bank and Allahabad Bank had filed Original Applications against the Company before the Debt Recovery Tribunal-1, Ahmedabad ("DRT") under section 19 of the Recovery of Debts due to Banks and Financial Institutions Act, 1993. However the original applications filed by IFCI, Dena Bank and Allahabad Bank are pending before the DRT, Ahmedabad and original applications filed by TFCI is pending before the DRT, Delhi.  
(b) TFCI, IFCI, Transworld Impex and Ion Exchange (India) Ltd had filed criminal complaints against the company and its Directors/ officers under section 138 of Negotiable Instruments Act, 1881 for dishonor of various cheques issued by the Company and the Company is contesting all the said cases and all the matters are pending for further hearing before the Hon'ble Metropolitan Magistrates, Mumbai, Hon'ble Metropolitan Magistrates, Nagpur and Hon'ble Metropolitan Magistrates, New Delhi.  
(c) Anmol Polymers Private Limited and Raghav Industrial Products Limited have filed a case for recovery of money against material supplied by them before District Court of Sirmur, Shimla.  
(d) Further, IFCI Limited, Allahabad Bank, Bank of India, Axis Bank have served the Notice under Section 13(2) of Chapter III of the Securitization and Reconstruction of Financial Assets and Enforcement of Security Interest Act, 2002 ("SARFAESI Act, 2002") against the company. Further, IFCI Limited and Allahabad Bank have served the Notice in exercise of power under section 13(4) read with rule 9 of Chapter III of the SARFAESI Act, 2002 for the symbolic / physical possession of the exclusive assets held by them of the Company and its Guarantors. IFCI Limited had approached Collector, Mehsana for obtaining physical possession of exclusive properties charged to them. The Company has successfully defended the case and the matter is now dismissed. Allahabad Bank has moved to Chief Metropolitan Magistrate for obtaining physical possession of the exclusive properties charged to them. The Company has approached Debt Recovery Tribunal against the Bank's move and the DRT has stayed the order of Chief Metropolitan Magistrate till further hearing.
- (e) All of the Financial Institutions and Bankers have classified their advances to the company as Non-Performing Assets (NPA) and therefore the provision of interest pertaining to current quarter amounting to Rs 36.22 Crore (Accumulated Interest up to 31.12.2018 of Rs. 388.83 Crore) (On Approximate Basis) on these advances have not been provided by the company and to that extent loss for the quarter and lenders liability has been understated. The exact amount of unprovided interest is subject to final determination.  
(f) The Company has received a show cause notice stating violation of section 25(O) of Industrial Disputes Act, 1947 & the matter is pending before the Labour Court, Kalol. In view of this provision for salary and its retirement benefits has been made on estimate basis.  
(g) Due to Non Supply of Electricity on account of default in payment to the electricity board and other reasons, from 27th day of July, 2016 production of the company is stopped.  
(h) In view of the above facts the going concern of the company is seriously affected but the company is hopeful to commence the activity and therefore the accounts are prepared on going concern basis.
- (a) Some of the creditors have filed notice under section 9 of Insolvency and Bankruptcy Code, 2016 and one of the application has been admitted by National Company Law Tribunal, Ahmedabad Bench and the Hon'ble NCLT has given certain directions for the compliances. Other application has not been yet admitted.  
(b) On September 12, 2017 Hon'ble National Company Law Tribunal (NCLT), Ahmedabad bench, had admitted the petition for initiating Corporate Insolvency Resolution Process (CIRP) under the Insolvency and Bankruptcy Code, 2016 (IBC) and vide its Order dated September 22, 2017 appointed Mr. George Samuel as the Interim Resolution Professional (IRP) in terms of the IBC. Subsequent to expiry of the term of interim resolution professional, NCLT has vide its order dated November 06, 2017 appointed Mr. Ramchandra D. Choudhary as the Resolution Professional (RP).  
(c) Under the CIRP, a resolution plan needs to be prepared & presented and approved by the CoC. The resolution plan which would be approved by the CoC will need to be further approved by the Hon'ble NCLT. As the Company is under resolution process, the financial statements have been presented on a 'going concern' basis.  
(d) Invoices of some of the expenses have been accounted for by the company, but the same are subject to approval by the Committee of the Creditors (CoC).  
(e) During the CIRP period an escrow account with Indian Overseas Bank is opened to manage the CIRP Process and Cost. The said account is being operated by the Resolution Professional. The effect of transactions entered through such accounts are given in the books of accounts. Balance in the account is not reflected under the head "Cash & Cash Equivalents".



MEHTA LODHA & CO  
Chartered Accountants

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Off. Ashram Road,  
Ahmedabad - 380 009  
Phone- 079- 4891 8345  
Email: pdshahca@rediffmail.com



Limited Review Report

To  
The R. D. Choudhary (Resolution Professional)  
Rainbow Papers Limited,

1. We have reviewed the accompanying statement of unaudited standalone financial results of **Rainbow Papers Limited** ('the Company') for the quarter ended December 31, 2018 and year to date from April 1, 2018 to December 31, 2018 (the "Statement") attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the "Regulation"), read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016 (the "Circular").
2. The preparation of Statement in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS) 34 "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 read with the rule 3 of Companies (Indian Accounting Standards) Rules, 2015, as amended, read with the Circular is the responsibility of the Company's management and has been approved by the Board of Directors of the Company. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review in accordance with the Standard on Review Engagement (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 should plan and perform the review to obtain moderate assurance as to whether the Statement is 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.
4. Based on our review conducted as above, nothing has come to our attention that cause us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the applicable Indian Accounting Standards ('Ind AS') specified under Sections 133 of the Companies Act, 2013, read with relevant rules issued thereunder and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulations, read with the Circular, including the manner in which it is to be disclosed, or that it contains any material misstatement.

FOR, MEHTA LODHA & CO.  
(FIRM REGD.NO: 106250W)  
CHARTERED ACCOUNTANTS



P. D. SHAH  
PRAKASH D. SHAH  
PARTNER  
MEMBERSHIP NO. 224222

PLACE: AHMEDABAD  
DATE : 14<sup>th</sup> February, 2019  
UDIN : 19034363AAAAAA9305