

Independent Auditor's Limited Review Report on Review of Interim Financial Results

Review report to
The Board of Directors
M/s RAINBOW FOUNDATIONS LIMITED

1. We have reviewed the accompanying statement of unaudited financial results of **RAINBOW FOUNDATIONS LIMITED** ("the Company") for the quarter ended December 31, 2021 ("the Statement") attached herewith, being submitted by the Company pursuant to the Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("the Regulation"), as amended.
2. The preparation of the 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, as amended, read with relevant rules issued thereunder and other accounting policies and principles generally accepted in India, 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 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 provides 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 causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable Indian accounting standards ('Ind AS') specified under the Companies Act, 2013, as amended, 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 the Regulation read with the Circular, including the manner in which it is to be disclosed, or that it contains any material misstatement.

Place: Chennai
Date: 14/02/2022

For M/s. GASM DANSR AND CO.



(Ganesan)
(Partner)

(Mem No: 218179)

2-G, II floor, J. P. Tower, 1/1, Dr. Thirumurthy Nagar
Main Road, Chennai 600034
Firm Reg No: 005986S
UDIN: 22218179ABZZDA3748



RAINBOW FOUNDATIONS LIMITED

4, THANIKACHALAM ROAD,
T.NAGAR, CHENNAI - 600 017

STATEMENT OF UN-AUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 31st Dec 2021

Rs. In Lakhs

Particulars	Quarter Ended			Year to Date		Year Ended
	31-Dec-2021	30-Sep-2021	31-Dec-2020	31-Dec-2021	31-Dec-2020	31-Mar-2021
	Un-Audited	Un-Audited	Un-Audited	Un-Audited	Un-Audited	Audited
I. Revenue from operations	632.23	2,216.62	1,164.53	3,416.51	2,465.45	3,461.88
II. Other Income	9.40	5.96	85.22	99.90	244.83	306.44
III. Total Revenue (I + II)	641.63	2,222.58	1,249.74	3,516.41	2,710.28	3,768.32
<i>IV. Expenses:</i>						
Purchase of Stock-in-Trade	560.74	1,747.78	965.92	2,676.00	1,846.95	2,632.34
Changes in inventories of Stock-in-Trade	(108.47)	222.72	(33.14)	119.73	45.37	34.40
Employee benefit expense	22.19	20.99	22.84	64.40	62.62	83.94
Financial costs	52.59	108.04	197.74	375.21	541.23	778.32
Depreciation and amortization expense	0.33	2.74	3.26	8.87	10.54	14.34
Other expenses	88.17	93.44	16.82	192.15	53.98	72.63
Total Expenses	615.56	2,195.71	1,173.44	3,436.36	2,560.68	3,615.97
V. Profit before exceptional and extraordinary items and tax (III - IV)	26.07	26.87	76.30	80.05	149.61	152.35
VI. Exceptional Items (Profit after adjusting loss on sale of fixed asset)	-	-	-	-	-	-
VII. Profit before extraordinary items and tax (V - VI)	26.07	26.87	76.30	80.05	149.61	152.35
VIII. Extraordinary Items (prior period expenses)	-	-	-	-	-	-
IX. Profit before tax (VII - VIII)	26.07	26.87	76.30	80.05	149.61	152.35
X. Tax expense:						
(1) Current tax	-	-	-	51.79	-	34.67
(2) Deferred tax	-	-	-	-	-	3.30
XI. Profit(Loss) after tax (IX-X)	26.07	26.87	76.30	28.26	149.61	114.38
XII. Other comprehensive Income/(loss) for the period	-	-	-	-	-	-
XIII. Total Comprehensive Income/(Loss) for the period (XI + XII)	26.07	26.87	76.30	28.26	149.61	114.38
XVI. Earning per equity share:						
(1) Basic	0.47	0.49	1.38	0.51	2.71	2.07
(2) Diluted	0.47	0.49	1.38	0.51	2.71	2.07

Notes:

- The above unaudited results have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on 14th Feb 2022
- The statement has been prepared in accordance with Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under section 133 of the companies Act, 2013 and other recognised accounting practices and policies to the extent applicable.
- The figures for the corresponding previous period have been regrouped wherever necessary, to make them comparable with the figures of the current period.

For GASM DANSR & Co.,
Chartered Accountants

Chennai
Date: 14/02/2022

(Signature)
(CA.A. Ganesan)
Partner (MM:218179)



For and on behalf of the Board

(Signature)
(Gajraj Jain)
Joint Managing Director
DIN : 01182117

RAINBOW FOUNDATIONS LIMITED

4, THANIKACHALAM ROAD,
T.NAGAR, CHENNAI - 600 017

This is forming Part of Quaterly Result of Rainbow Foundations Limited as on 31st Dec 2021 as required by SEBI Circular CIR/CFD/FAC/62/2016 dt.05/07/2016.

Reconciliation on Standalone Unaudited Financial Result to those reported under previous Generally Accepted Accounting Principal (GAAP) is summaries as follows:-

		Rs. In Lakhs
	Particulars	31-Dec-2021
	Profit after Tax as reported under Indian GAAP	26.07
	Adjustments on account of:	
1	Reversal of Depreciation on leasehold land being Operating lease	-
2	Recognition of amortisation of leasehold land being operating lease, in other expense	-
3	Measurement of financial assets and liabilities at amortised cost	-
4	Reversal of amortisation of Goodwill	-
5	Recognition of loss allowance for expected credit losses on financial assets measured at amortised cost	-
6	Recognition of foreign exchange fluctuation as MTM of forward contracts	-
7	Reversal of Revenue on compliance with Ind AS	-
8	Reversal of Cost of Services on compliance with Ind AS	-
9	Deferred tax impact on above Ind AS adjustments	-
	Profit after Tax as reported under Ind AS	26.07

Notes:

The above Reconciliation on Standalone Unaudited Financial Result have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on 14th Feb 2022

For and on behalf of the Board

Place: Chennai
Date: 14/02/2022



For GASM DANSR & Co.,
Chartered Accountants

(Gajraj Jain)

Joint Managing Director
DIN : 01182117

(CA.A. Ganesan)
Partner (MM:218179)