



Rainbow Foundations Ltd.

04<sup>th</sup> September, 2020

To  
The Manager (Corporate Compliances)  
BSE Limited  
Phiroze Jeejeebhoy Towers,  
Dalal Street, Mumbai – 400001

**SCRIP CODE: 531694**

Dear Sir,

**SUB: Intimation of the outcome of the Board Meeting held on 04<sup>th</sup> September, 2020**

Kindly refer our letter dated 27<sup>th</sup> August, 2020, we hereby inform you that the Board of Directors of the Company at their meeting held on 04<sup>th</sup> September, 2020 have considered and approved the Unaudited Financial Results and Limited review report from the Auditors of the Company for the Quarter ended 30<sup>th</sup> June, 2020 and the same are enclosed herewith.

Request you to take the above on record and oblige.

Thanking you,

Yours faithfully,

**For RAINBOW FOUNDATIONS LIMITED**



**GAJRAJ JAIN**  
Managing Director  
DIN: 01182117



Encl: As above



# GASM DANSR AND CO.,

Chartered Accountants

## Independent Auditor's Review Report on the Quarterly Unaudited Standalone of the Company Pursuant to the Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.

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 June 30, 2020 ("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: 04/09/2020

For M/s. GASM DANSR AND CO.



(Ananddevkumar)

(Partner)

(Mem No: 023631)

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**RAINBOW FOUNDATIONS LIMITED**  
**4, THANIKACHALAM ROAD,**  
**T.NAGAR, CHENNAI - 600 017**

**STATEMENT OF UN-AUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30th June 2020**

Particulars	Quarter Ended			Rs. In Lakhs
	30-Jun-2020	31-Mar-2020	30-Jun-2019	Year to Date 31-Mar-2020
	Un-Audited	Audited	Un-Audited	Audited
I. Revenue from operations	420.47	1,184.20	333.00	2,584.94
II. Other Income	79.75	86.42	79.04	331.03
<b>III. Total Revenue (I +II)</b>	<b>500.22</b>	<b>1,270.62</b>	<b>412.04</b>	<b>2,915.97</b>
<i>IV. Expenses:</i>				
Purchase of Stock-in-Trade	309.63	741.25	-	741.25
Changes in inventories of Stock-in-Trade	-	27.58	237.46	1,132.98
Employee benefit expense	16.88	17.34	17.41	71.05
Financial costs	121.68	343.05	79.56	592.49
Depreciation and amortization expense	3.79	2.42	2.73	9.28
Other expenses	21.85	78.97	22.83	136.34
<b>Total Expenses</b>	<b>473.83</b>	<b>1,210.62</b>	<b>359.99</b>	<b>2,683.40</b>
V. Profit before exceptional and extraordinary items and tax (III - IV)	26.39	60.00	52.05	232.57
VI. Exceptional Items (Profit after adjusting loss on sale of fixed asset)	-	-	-	-
VII. Profit before extraordinary items and tax (V - VI)	26.39	60.00	52.05	232.57
VIII. Extraordinary Items (prior period expenses)	-	-	-	-
IX. Profit before tax (VII - VIII)	26.39	60.00	52.05	232.57
X. Tax expense:				
(1) Current tax	-	56.23	-	56.23
(2) Deferred tax	-	6.22	-	6.22
XI. Profit(Loss) after tax (IX-X)	26.39	(2.45)	52.05	170.13
XII. Other comprehensive Income/(loss) for the period	-	-	-	-
XIII. Total Comprehensive Income/(Loss) for the period (XI + XII)	26.39	(2.45)	52.05	170.13
XVI. Earning per equity share:				
(1) Basic	0.48	(0.04)	0.94	3.09
(2) Diluted	0.48	(0.04)	0.94	3.09

**Notes:**

1. The above unaudited results have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on 04th Sept 2020
2. 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.
3. The Company has considered the possible effects that may arise out of the still unfolding COVID-19 pandemic on the carrying amounts of property, plant & equipment including capital Work in progress, intangible assets, investments, inventories, trade receivables, Other Financials assets, other Assets etc. For this purpose, the Company has considered internal and external sources of information up to the date of approval of the Financial Results including credit reports and related information, economic forecasts, market value of certain investments etc. Based on the current estimates, the Company does not expect any significant impact on such carrying values. The Company will continue to closely monitor for any material changes to future economic conditions.
4. The company shall make Provision for Income Tax & deferred Taxation at the year end.
5. The figures for the corresponding previous period have been regrouped wherever necessary, to make them comparable with the figures of the current period.

Chennai  
Date: 04/09/2020



For and on behalf of the Board

  
(Gajraj Jain)

Joint Managing Director  
DIN : 01182117

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

This is forming Part of Quterly Result of Rainbow Foundations Limited as on 30th June 2020 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	30-Jun-2020
	Profit after Tax as reported under Indian GAAP	26.39
	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	<b>26.39</b>

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 04th Sept 2020

**For and on behalf of the Board**

Place: Chennai  
Date: 04/09/2020

  
(Gajraj Jain)

Joint Managing Director  
DIN : 01182117

