



RAIN COMMODITIES LIMITED

Regd. Off: "Rain Center", 34, Srinagar Colony, Hyderabad - 500 073, Andhra Pradesh, India.

PART I (Rupees in lakhs)

Statement of Consolidated Unaudited Results for the Quarter and Half Year ended June 30, 2012

Particulars	Quarter ended			Half Year ended		Previous Year ended December 31, 2011
	June 30, 2012	March 31, 2012	June 30, 2011	June 30, 2012	June 30, 2011	
	Unaudited					Audited
1 Income from operations						
(a) Net Sales/Income from Operations (Net of Excise Duty)	139,056	145,622	137,708	284,678	272,459	562,010
(b) Other Operating Income	165	231	203	396	369	1,799
Total Income from Operations (net)	139,221	145,853	137,911	285,074	272,828	563,809
2 Expenses						
(a) Cost of Materials Consumed	62,196	61,226	64,060	123,422	119,626	271,298
(b) Purchases of stock-in-trade	15,291	5,900	23,654	21,191	34,715	48,425
(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(4,459)	8,988	(15,047)	4,529	(13,960)	(17,068)
(d) Employee Benefits Expense	5,605	5,674	4,431	11,279	9,117	19,390
(e) Depreciation and Amortisation Expense	3,090	2,938	2,802	6,028	5,511	11,294
(f) Power and Fuel	5,760	7,915	6,311	13,675	11,996	24,642
(g) Selling and Distribution Expenses	9,982	9,818	6,578	19,800	13,513	28,225
(h) Other Expenses	13,678	11,054	14,022	24,732	26,502	50,311
Total Expenses	111,143	113,513	106,811	224,656	207,020	436,517
3 Profit from Operations before Other Income, Foreign Exchange Gain / (Loss), Finance Costs and Tax (1-2)	28,078	32,340	31,100	60,418	65,808	127,292
4 Other Income	867	2,296	403	3,163	843	2,346
5 Foreign Exchange Gain / (Loss) (See Note 7 below)	(1,722)	1,691	18	(31)	309	(5,723)
6 Profit before Finance Costs and Tax (3+4+5)	27,223	36,327	31,521	63,550	66,960	123,915
7 Finance Costs	5,831	5,878	5,354	11,709	10,858	23,190
8 Profit Before Tax (6-7)	21,392	30,449	26,167	51,841	56,102	100,725
9 Tax Expense (See Note 9 below)	3,127	12,289	9,536	15,416	18,864	34,255
10 Net Profit for the Period before Minority Interest (8-9)	18,265	18,160	16,631	36,425	37,238	66,470
11 Minority Interest	(754)	311	(186)	(443)	(602)	(58)
12 Net Profit after Taxes and Minority Interest (10+11)	17,511	18,471	16,445	35,982	36,636	66,412
13 Paid-up Equity Share Capital - Face Value Rs. 2/- each (See Notes 4 and 5 below)	6,883	6,883	7,083	6,883	7,083	6,990
14 Reserves excluding Revaluation Reserves as per the Balance Sheet of Previous Accounting Year	-	-	-	-	-	205,100
15 Earnings Per Share (EPS) - Basic & Diluted (Rs.) (Not Annualised) (See Notes 4 and 5 below)	5.09	5.32	4.64	10.41	10.34	18.76 *
(* Annualised)						
(See accompanying notes to the financial results)						

PART II

		Quarter ended			Half Year ended		Previous Year ended December 31, 2011
		June 30, 2012	March 31, 2012	June 30, 2011	June 30, 2012	June 30, 2011	
A	PARTICULARS OF SHAREHOLDING						
	1 Public shareholding (See Notes 4 and 5 below)						
	- Number of Shares	193,716,800	194,117,795	203,716,800	193,716,800	203,716,800	199,993,125
	- Percentage of Shareholding	56.28%	56.34%	57.52%	56.28%	57.52%	57.07%
	2 Promoters and Promoter Group Shareholding (See Notes 4 and 5 below)	150,456,095	150,456,095	150,456,095	150,456,095	150,456,095	150,456,095
	(a) Pledged / Encumbered						
	- Number of Shares	25,316,465	66,159,625	40,843,160	25,316,465	40,843,160	66,159,625
	- Percentage of Shares (as a % of the total Shareholding of Promoter and Promoter Group)	16.83%	43.97%	27.15%	16.83%	27.15%	43.97%
	- Percentage of Shares (as a % of the total Share Capital of the Company)	7.36%	19.20%	11.53%	7.36%	11.53%	18.88%
	(b) Non - encumbered						
	- Number of Shares	125,139,630	84,296,470	109,612,935	125,139,630	109,612,935	84,296,470
	- Percentage of Shares (as a % of the total Shareholding of Promoter and Promoter Group)	83.17%	56.03%	72.85%	83.17%	72.85%	56.03%
	- Percentage of Shares (as a % of the total Share Capital of the Company)	36.36%	24.46%	30.95%	36.36%	30.95%	24.05%

B	INVESTOR COMPLAINTS	Quarter ended June 30, 2012					
	Pending at the beginning of the quarter	-Nil-					
	Received during the quarter	102					
	Disposed of during the quarter	102					
	Remaining unresolved at the end of the quarter	-Nil-					

Notes:

- The Consolidated Unaudited Results were reviewed by the Audit Committee and approved by the Board of Directors at their meetings held on August 13, 2012
- The Consolidated Unaudited Results for the Quarter ended June 30, 2012 were reviewed by the Statutory Auditors of the Company.
- The Consolidated Unaudited Results have been prepared in accordance with Accounting Standard 21 - Consolidated Financial Statements, notified under the Companies (Accounting Standards) Rules, 2006, including the Unaudited Results of all its Subsidiaries.
- Pursuant to the approval of the shareholders at the 36th Annual General Meeting held on May 12, 2011, the Equity Shares of the Company with face value of Rs. 10/- each were sub-divided into Five equity shares of Rs. 2/- each, with effect from June 16, 2011, being record date for the said sub-division. Accordingly, the basic and diluted Earnings Per Share for the previous periods are restated to give effect of sub-division of shares as required by the Accounting Standard 20 - "Earnings Per Share".
- Pursuant to the Board of Directors Approval for Buy Back of Equity Shares under section 77A of the Companies Act, 1956, till June 30, 2012 the Company bought back 10,000,000 Equity Shares of Rs. 2/- each through open market transactions for an aggregate amount of Rs. 3,199 Lakhs. The Company bought back and extinguished 100% of maximum number of 10,000,000 Equity Shares of Rs. 2/- each approved by the Board of Directors.
- The Board of Directors of the Company, in their meeting held on August 13, 2012, has approved Buy-back of Equity Shares of Rs. 2/- each from the Open Market through Stock Exchange mechanism, for an amount not exceeding Rs. 4,600 lakhs subject to a maximum of 12,700,000 Equity Shares and at a price not exceeding Rs. 46/- per Equity Share, being within the prescribed percentage of the paid-up capital and free reserves of the Company as per the audited Balance Sheet as at December 31, 2011. The Company would commence Buy-back of Equity Shares in the Open Market, upon receipt of the requisite statutory approvals, including approval from the Shareholders of the Company. The Promoters, Promoter Group and the Directors of the Company will not participate in the proposed Buy-back process.
- The Group has designated foreign currency loans availed as a hedging instrument to hedge its net investment in non-integral foreign operations, with effect from January 1, 2009. Accordingly, the foreign exchange (Gain) / Loss on such foreign currency loans, determined as an effective net investment hedge is recognized in Reserves and Surplus and would be transferred to the Statement of Profit and Loss upon sale or disposal of the investment in non-integral foreign operations.

Foreign Exchange (Gain) / Loss transferred to Reserves and Surplus:

(Rupees in lakhs)

	Quarter ended			Half Year ended		Previous Year ended December 31, 2011
	June 30, 2012	March 31, 2012	June 30, 2011	June 30, 2012	June 30, 2011	
Foreign Exchange (Gain) / Loss	4,541	(1,953)	14	2,588	(18)	7,850

- On June 6, 2012, one of the Calcined Petroleum Coke ("CPC") Storage Domes at Gramercy Facility of Rain CII Carbon LLC, USA ("RCC"), a wholly owned subsidiary of Rain Commodities Limited, was damaged by a lightning strike and subsequent fire. RCC has adequate insurance coverage to cover both the damaged CPC inventory as well as the damaged property. RCC is in the process of ascertaining the quantum of loss and lodging the claims with the insurance agencies. Based on management estimate, a provision of US\$ 7 Lakhs (equivalent to Rs. 380 Lakhs) towards deductible related to the associated claims, has been made during the Quarter ended June 30, 2012 and no further losses are expected.

9 Tax expense for the Quarter ended June 30, 2012 is net of income tax refund of Rs. 2,600 Lakhs received by Rain CII Carbon LLC, USA, a wholly owned subsidiary of Rain Commodities Limited.

10 Certain Standalone information of the Company:

(Rupees in lakhs)

	Quarter ended			Half Year ended		Previous Year ended
	June 30, 2012	March 31, 2012	June 30, 2011	June 30, 2012	June 30, 2011	December 31, 2011
	Unaudited					Audited
Turnover	-	3,464	5,675	3,464	15,212	23,954
Profit Before Tax	3,077	640	77	3,717	2,647	3,343
Profit After Tax	2,995	367	47	3,362	2,656	2,947

11 Consolidated Statement of Assets and Liabilities:

(Rupees in lakhs)

Particulars	As at	As at
	June 30, 2012	December 31, 2011
	Unaudited	Audited
A EQUITY AND LIABILITIES		
1 Shareholders' funds		
(a) Share Capital	6,883	6,990
(b) Reserves and surplus	247,338	205,100
Sub-total - Shareholders' funds	254,221	212,090
2 Minority interest	870	665
3 Non-current liabilities		
(a) Long-term borrowings	298,557	316,247
(b) Deferred tax liabilities (net)	30,573	25,400
(c) Other long-term liabilities	4,408	3,684
(d) Long-term provisions	5,733	5,618
Sub-total - Non-current liabilities	339,271	350,949
4 Current liabilities		
(a) Short-term borrowings	18,346	45,181
(b) Trade payables	42,390	42,260
(c) Other current liabilities (Includes current maturities of Long-term borrowings of Rs. 37,500 (December 31, 2011 : Rs. 13,254))	52,170	25,409
(d) Short-term provisions	782	4,980
Sub-total - Current liabilities	113,688	117,830
TOTAL - EQUITY AND LIABILITIES	708,050	681,534
B ASSETS		
1 Non-current assets		
(a) Fixed Assets	171,556	153,697
(b) Goodwill on consolidation	238,450	228,121
(c) Non-current investments	161	161
(d) Long-term loans and advances	2,112	8,891
(e) Other non-current assets	127	631
Sub-total - Non-current assets	412,406	391,501
2 Current assets		
(a) Inventories	94,605	109,699
(b) Trade receivables	58,473	69,232
(c) Cash and bank balances	124,569	82,357
(d) Short-term loans and advances	16,167	26,345
(e) Other current assets	1,830	2,400
Sub-total - Current assets	295,644	290,033
TOTAL ASSETS	708,050	681,534

Segment wise Revenue, Results and Capital Employed:

The Company has considered business segment as the primary segment for reporting. The products considered for business segment are :

(a) Carbon Products

(b) Cement

(Rupees in lakhs)

	Quarter ended			Half Year ended		Previous Year ended December 31, 2011
	June 30, 2012	March 31, 2012	June 30, 2011	June 30, 2012	June 30, 2011	
1) Segment Revenue						
(a) Carbon Products	116,300	122,484	117,676	238,784	231,930	482,919
(b) Cement	23,899	24,207	22,751	48,106	44,942	86,851
Total	140,199	146,691	140,427	286,890	276,872	569,770
Less: Inter Segment Revenue	1,143	1,069	2,719	2,212	4,413	7,760
Net sales/Income From Operations	139,056	145,622	137,708	284,678	272,459	562,010
2) Segment Results						
Profit before Tax and Finance Costs from each segment						
(a) Carbon Products	24,927	28,094	26,012	53,021	55,594	110,527
(b) Cement	3,151	4,246	5,088	7,397	10,214	16,765
Total	28,078	32,340	31,100	60,418	65,808	127,292
Less: i) Finance Costs	5,831	5,878	5,354	11,709	10,858	23,190
ii) Un-allocable income	(867)	(2,296)	(403)	(3,163)	(843)	(2,346)
iii) Foreign Exchange (Gain) / Loss	1,722	(1,691)	(18)	31	(309)	5,723
Total Profit Before Tax	21,392	30,449	26,167	51,841	56,102	100,725
3) Capital Employed						
(Segment assets – Segment Liabilities)						
(a) Carbon Products	567,230	511,166	438,025	567,230	438,025	515,896
(b) Cement	52,616	56,134	52,810	52,616	52,810	49,246
(c) Unallocated	(28,698)	(36,941)	(24,846)	(28,698)	(24,846)	(22,887)
Total	591,148	530,359	465,989	591,148	465,989	542,255

13 The figures of the previous year / periods have been regrouped / reclassified, wherever considered necessary to correspond with the current period's classification / disclosure.

14 The Investors can view standalone results of the Company on the Company's website www.raincommodities.com or on the BSE website www.bseindia.com or NSE website www.nseindia.com.

**By order of the Board
for Rain Commodities Limited**

**N. Jagan Mohan Reddy
Managing Director**

Place: Hyderabad
Date: August 13, 2012



RAIN COMMODITIES LIMITED

Regd. Off: "Rain Center", 34, Srinagar Colony, Hyderabad - 500 073, Andhra Pradesh, India.

PART I (Rupees in lakhs)

Statement of Standalone Unaudited Results for the Quarter and Half Year ended June 30, 2012

Particulars	Quarter ended			Half Year ended		Previous Year ended December 31, 2011
	June 30, 2012	March 31, 2012	June 30, 2011	June 30, 2012	June 30, 2011	
	Unaudited					Audited
1 Income from operations						
(a) Net Sales/Income from Operations (Net of Excise Duty)	-	3,464	5,675	3,464	15,212	23,954
2 Expenses						
(a) Purchases of stock-in-trade	-	3,437	10,966	3,437	20,434	23,803
(b) Changes in inventories of finished goods, work-in-progress and stock-in-trade	-	-	(5,318)	-	(5,318)	-
(c) Employee Benefits Expense	95	42	30	137	55	119
(d) Depreciation Expense	12	13	13	25	26	51
(e) Other Expenses	36	67	51	103	60	279
Total Expenses	143	3,559	5,742	3,702	15,257	24,252
3 Profit / (Loss) from Operations before Other Income, Foreign Exchange Gain / (Loss), Finance Costs and Tax (1-2)	(143)	(95)	(67)	(238)	(45)	(298)
4 Other Income (See Note 6 below)	4,527	700	430	5,227	3,271	6,498
5 Foreign Exchange Gain / (Loss)	(960)	423	(15)	(537)	15	(1,672)
6 Profit before Finance Costs and Tax (3+4+5)	3,424	1,028	348	4,452	3,241	4,528
7 Finance Costs	347	388	271	735	594	1,185
8 Profit before Tax (6-7)	3,077	640	77	3,717	2,647	3,343
9 Tax Expense	82	273	30	355	(9)	396
10 Net Profit after Tax (8-9)	2,995	367	47	3,362	2,656	2,947
11 Paid-up Equity Share Capital - Face Value Rs. 2/- each (See Notes 3 and 4 below)	6,883	6,883	7,083	6,883	7,083	6,990
12 Reserves excluding Revaluation Reserves as per the Balance Sheet of Previous Accounting Year	-	-	-	-	-	30,500
13 Earnings Per Share (EPS) - Basic & Diluted (Rs.) (Not Annualised) (See Notes 3 and 4 below)	0.88	0.11	0.01	0.99	0.75	0.83*
(* Annualised)						
(See accompanying notes to the financial results)						

PART II

A PARTICULARS OF SHAREHOLDING							
1	Public shareholding (See Notes 3 and 4 below)						
	- Number of Shares	193,716,800	194,117,795	203,716,800	193,716,800	203,716,800	199,993,125
	- Percentage of Shareholding	56.28%	56.34%	57.52%	56.28%	57.52%	57.07%
2	Promoters and Promoter Group Shareholding (See Notes 3 and 4 below)	150,456,095	150,456,095	150,456,095	150,456,095	150,456,095	150,456,095
(a)	Pledged / Encumbered						
	- Number of Shares	25,316,465	66,159,625	40,843,160	25,316,465	40,843,160	66,159,625
	- Percentage of Shares (as a % of the total Shareholding of Promoter and Promoter Group)	16.83%	43.97%	27.15%	16.83%	27.15%	43.97%
	- Percentage of Shares (as a % of the total Share Capital of the Company)	7.36%	19.20%	11.53%	7.36%	11.53%	18.88%
(b)	Non - encumbered						
	- Number of Shares	125,139,630	84,296,470	109,612,935	125,139,630	109,612,935	84,296,470
	- Percentage of Shares (as a % of the total Shareholding of Promoter and Promoter Group)	83.17%	56.03%	72.85%	83.17%	72.85%	56.03%
	- Percentage of Shares (as a % of the total Share Capital of the Company)	36.36%	24.46%	30.95%	36.36%	30.95%	24.05%

B	INVESTOR COMPLAINTS	Quarter ended June 30, 2012
	Pending at the beginning of the quarter	-Nil-
	Received during the quarter	102
	Disposed of during the quarter	102
	Remaining unresolved at the end of the quarter	-Nil-

Notes:

- 1 The Standalone Unaudited Results were reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on August 13, 2012.
- 2 The Standalone Unaudited Results for the Quarter ended June 30, 2012 were reviewed by the Statutory Auditors of the Company.
- 3 Pursuant to the approval of the shareholders at the 36th Annual General Meeting held on May 12, 2011, the Equity Shares of the Company with face value of Rs. 10/- each were sub-divided into Five equity shares of Rs. 2/- each, with effect from June 16, 2011, being record date for the said sub-division. Accordingly, the basic and diluted Earnings Per Share for the previous periods are restated to give effect of sub-division of shares as required by the Accounting Standard 20 - "Earnings Per Share".
- 4 Pursuant to the Board of Directors Approval for Buy Back of Equity Shares under section 77A of the Companies Act, 1956, till June 30, 2012 the Company bought back 10,000,000 Equity Shares of Rs. 2/- each through open market transactions for an aggregate amount of Rs. 3,199 Lakhs. The Company bought back and extinguished 100% of maximum number of 10,000,000 Equity Shares of Rs. 2/- each approved by the Board of Directors.
- 5 The Board of Directors of the Company, in their meeting held on August 13, 2012, has approved Buy-back of Equity Shares of Rs. 2/- each from the Open Market through Stock Exchange mechanism, for an amount not exceeding Rs. 4,600 lakhs subject to a maximum of 12,700,000 Equity Shares and at a price not exceeding Rs. 46/- per Equity Share, being within the prescribed percentage of the paid-up capital and free reserves of the Company as per the audited Balance Sheet as at December 31, 2011. The Company would commence Buy-back of Equity Shares in the Open Market, upon receipt of the requisite statutory approvals, including approval from the Shareholders of the Company. The Promoters, Promoter Group and the Directors of the Company will not participate in the proposed Buy-back process.
- 6 Other income includes:

(Rupees in lakhs)

	Quarter ended			Half Year ended		Previous Year ended December 31, 2011
	June 30, 2012	March 31, 2012	June 30, 2011	June 30, 2012	June 30, 2011	
Dividends from Subsidiary Companies	3,785	-	-	3,785	2,384	4,264
Interest on Deposits with Banks and Others	742	696	428	1,438	817	2,155

Standalone Statement of Assets and Liabilities:

(Rupees in lakhs)

Particulars	As at June 30, 2012	As at December 31, 2011
	Unaudited	Audited
A EQUITY AND LIABILITIES		
1 Shareholders' funds		
(a) Share Capital	6,883	6,990
(b) Reserves and surplus	32,794	30,500
Sub-total - Shareholders' funds	39,677	37,490
2 Non-current liabilities		
(a) Long-term borrowings	22,524	31,960
(b) Deferred tax liabilities (net)	94	93
Sub-total - Non-current liabilities	22,618	32,053
3 Current liabilities		
(a) Short-term borrowings	-	10,965
(b) Trade payables	7	12
(c) Other current liabilities (Includes current maturities of Long-term borrowings of Rs. 11,262 (December 31, 2011 : NIL)	11,829	520
(d) Short-term provisions	-	4,433
Sub-total - Current liabilities	11,836	15,930
TOTAL - EQUITY AND LIABILITIES	74,131	85,473
B ASSETS		
1 Non-current assets		
(a) Fixed Assets	1,140	1,181
(b) Non-current investments	30,359	30,353
(c) Long-term loans and advances	28,514	25,473
(d) Other non-current assets	-	46
Sub-total - Non-current assets	60,013	57,053
2 Current assets		
(a) Trade receivables	-	10,414
(b) Cash and bank balances	11,590	8,622
(c) Short-term loans and advances	2,401	9,151
(d) Other current assets	127	233
Sub-total - Current assets	14,118	28,420
TOTAL ASSETS	74,131	85,473

8 The segment results are included and presented on consolidated basis in compliance with Accounting Standard - 17 "Segment Reporting".

9 The figures of the previous year / periods have been regrouped / reclassified, wherever considered necessary to correspond with the current period's classification / disclosure.

**By order of the Board
for Rain Commodities Limited**

Place: Hyderabad
Date: August 13, 2012

**N. Jagan Mohan Reddy
Managing Director**