

# B S R & Associates LLP

Chartered Accountants

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**Limited review report (unmodified) on unaudited quarterly standalone financial results and standalone year to date results of Rain Industries Limited pursuant to Regulation 33 of the Securities and Exchange Boards of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('Listing Regulations')**

**To  
The Board of Directors of Rain Industries Limited**

1. We have reviewed the accompanying Statement of unaudited standalone financial results of Rain Industries Limited for the quarter and half year ended 30 June 2021 ("the Statement").
2. This Statement, which is the responsibility of the Company's management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013, and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. Our responsibility is to issue a report 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 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 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, prepared in accordance with applicable accounting standards and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

*for* **B S R & Associates LLP**

Chartered Accountants

ICAI Firm's Registration No. 116231W/W-100024

**VIKASH** Digitally signed by  
VIKASH SOMANI  
**SOMANI** Date: 2021.07.31  
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**Vikash Somani**

Partner

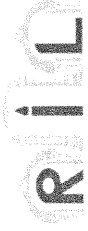
Membership No: 061272

ICAI UDIN: 21061272AAAACB3695

Place: Hyderabad

Date: 31 July 2021

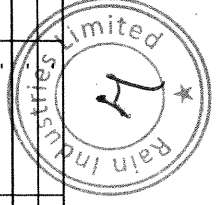
Principal Office:



**RAIN INDUSTRIES LIMITED**  
CIN: L26942TG1974PLC001693

Regd. Off: "Rain Center", 34, Srinagar Colony, Hyderabad - 500 073, Telangana State, India. Ph.No.040-40401234; Fax:040-40401214  
Email: secretaria@rain-industries.com / www.rain-industries.com

Statement of Standalone Unaudited Financial Results for the Quarter and Half Year ended June 30, 2021 (Rupees in Millions except per share data)									
Particulars	Quarter ended			Half Year ended		Year ended December 31, 2020			
	June 30, 2021 Unaudited	March 31, 2021 Unaudited	June 30, 2020 Unaudited	June 30, 2021 Unaudited	June 30, 2020 Unaudited				
<b>1 Income</b>									
(a) Revenue from operations	92.63	123.22	94.47	215.85	254.05	476.25			
(b) Other income	20.39	21.53	35.34	41.92	78.80	499.88			
<b>Total income</b>	<b>113.02</b>	<b>144.75</b>	<b>129.81</b>	<b>257.77</b>	<b>332.85</b>	<b>976.13</b>			
<b>2 Expenses</b>									
(a) Cost of materials consumed	-	-	-	-	-	-			
(b) Purchases of stock-in-trade	16.13	24.23	14.62	40.36	75.91	150.88			
(c) Changes in inventories of stock-in-trade	-	-	-	-	-	-			
(d) Employee benefits expense	51.75	51.27	46.92	103.02	91.85	183.05			
(e) Finance costs	18.75	20.04	34.28	38.79	74.68	121.39			
(f) Depreciation and amortisation expense	1.54	1.60	1.72	3.14	3.07	6.43			
(g) Loss on foreign currency transactions and translations (net)	5.23	2.49	1.36	7.72	10.76	157.19			
(h) Other expenses	30.14	47.46	34.61	77.60	88.59	157.19			
<b>Total expenses</b>	<b>123.54</b>	<b>147.09</b>	<b>133.51</b>	<b>270.63</b>	<b>359.86</b>	<b>629.70</b>			
<b>3 Profit / (Loss) before exceptional items and tax (1-2)</b>	<b>(10.52)</b>	<b>(2.34)</b>	<b>(3.70)</b>	<b>(12.86)</b>	<b>(27.01)</b>	<b>346.43</b>			
4 Exceptional items	-	-	-	-	-	-			
<b>5 Profit / (Loss) before tax (3-4)</b>	<b>(10.52)</b>	<b>(2.34)</b>	<b>(3.70)</b>	<b>(12.86)</b>	<b>(27.01)</b>	<b>346.43</b>			
6 Tax expense / (benefit)									
- Current tax	-	(0.15)	-	(0.15)	(6.52)	9.61			
- Tax relating to earlier years	-	-	-	-	-	60.63			
- Minimum alternate tax (Refer note 5 below)	-	-	-	-	-	3.26			
- Deferred tax	-	-	-	-	-	(0.09)			
<b>Total tax expense / (benefit)</b>	<b>-</b>	<b>(0.15)</b>	<b>-</b>	<b>(0.15)</b>	<b>(6.52)</b>	<b>73.41</b>			
<b>7 Net profit / (loss) for the period/year (5-6)</b>	<b>(10.52)</b>	<b>(2.19)</b>	<b>(3.70)</b>	<b>(12.71)</b>	<b>(20.49)</b>	<b>273.02</b>			
<b>8 Other comprehensive income (net of tax) for the period/year</b>									
(a) Items that will not be reclassified to profit or loss:									
Remeasurements of net actuarial gain on post employment benefit plans	-	-	-	-	-	1.68			
Income tax effect	-	-	-	-	-	-			
(b) Items that will be reclassified to profit or loss	-	-	-	-	-	-			
<b>Total other comprehensive income (net of tax)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1.68</b>			



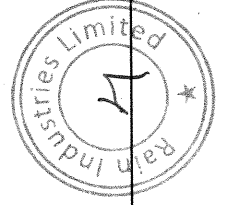
9	<b>Total comprehensive income / (loss) for the period/year (7+8)</b>	<b>(10.52)</b>	<b>(2.19)</b>	<b>(3.70)</b>	<b>(12.71)</b>	<b>(20.49)</b>	<b>274.70</b>
10	Paid-up equity share capital (Face value of INR 2/- per share)	672.69	672.69	672.69	672.69	672.69	672.69
11	Reserves (excluding Revaluation Reserve as shown in the Balance Sheet of previous	-	-	-	-	-	8,442.40
12	Earnings / (Loss) Per Share - Basic & Diluted (of INR 2/- each)	(0.03)	(0.01)	(0.01)	(0.04)	(0.06)	0.81
	(See accompanying notes to the Standalone Unaudited Financial Results)	(not annualised)	(not annualised)	(not annualised)	(not annualised)	(not annualised)	

**Notes:**

- The Standalone Unaudited Financial Results were reviewed by the Audit Committee on July 30, 2021 and approved by the Board of Directors at their meeting held on July 31, 2021.
- The Standalone Unaudited Financial Results have been prepared in accordance with Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Companies Act, 2013 ('The Act') read with relevant rules issued thereunder and in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
- The Standalone Unaudited Financial Results for the Quarter and Half year ended June 30, 2021 have been subjected to a "Limited Review" by the statutory auditors of the Company. An unqualified report has been issued by them thereon.
- The Company continues to consider the impact of COVID-19 pandemic in assessing the recoverability of its receivables, investments and other financial assets based on internal and external factors. However, the eventual outcome of the impact of this pandemic may be different from those estimated as at the date of approval of these financial results. Accordingly, the Company will continue to closely monitor any material changes to future economic conditions.
- On September 20, 2019 vide the Taxation Laws (Amendment) Ordinance 2019, the Government of India inserted Section 115BAA in the Income-Tax Act, 1961 which provides domestic companies a non-reversible option to pay corporate tax at reduced rates effective April 01, 2019, subject to certain conditions. During the year ended December 31, 2020, the Company evaluated and adopted the new tax rate of 25.168%. Accordingly, the Company remeasured its current tax expense and deferred tax asset/liability basis the rate prescribed in the said section. The change in tax rate resulted in write-off of Minimum Alternate Tax Credit by INR 3.26 for the year ended December 31, 2020.

**6 Statement of Standalone Assets and Liabilities:**

Particulars	As at	
	June 30, 2021 Unaudited	December 31, 2020 Audited
<b>ASSETS</b>		
<b>1. Non-current assets</b>		
(a) Property, plant and equipment	69.90	69.40
(b) Other intangible assets	0.99	1.07
(c) Financial assets		
(i) Investments	9,170.65	9,169.65
(ii) Loans	1.06	88.72
(d) Deferred tax asset, net	1.54	1.54
(e) Non-current tax assets, net	130.81	119.83
(f) Other non-current assets	0.33	0.43
<b>Total non-current assets</b>	<b>9,375.28</b>	<b>9,450.64</b>
<b>2. Current assets</b>		
(a) Financial assets		
(i) Trade receivables	23.85	47.45
(ii) Cash and cash equivalents	198.10	207.78
(iii) Bank balances other than cash and cash equivalents	32.74	35.54
(iv) Loans	2,023.58	2,252.06
(v) Other financial assets	0.30	4.83
(b) Other current assets	7.88	2.03
<b>Total current assets</b>	<b>2,286.45</b>	<b>2,549.69</b>
<b>Total assets</b>	<b>11,661.73</b>	<b>12,000.33</b>

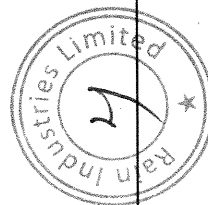


<b>EQUITY AND LIABILITIES</b>		672.69	672.69
(a) Equity share capital		8,429.69	8,442.40
(b) Other equity		<b>9,102.38</b>	<b>9,115.09</b>
<b>Total equity</b>			
<b>2. Liabilities</b>			
<b>Non-current liabilities</b>			
(a) Financial liabilities		-	521.09
(i) Borrowings		7.98	6.36
(b) Provisions		<b>7.98</b>	<b>527.45</b>
<b>Total non-current liabilities</b>			
<b>Current liabilities</b>			
(a) Financial liabilities		2,465.47	2,250.05
(i) Borrowings		-	-
(ii) Trade payables		8.04	5.91
(A) total outstanding dues of micro enterprises and small enterprises		47.51	45.61
(B) total outstanding dues of creditors other than micro enterprises and small enterprises		11.27	37.14
(iii) Other financial liabilities		2.32	2.32
(b) Other current liabilities		16.76	16.76
(c) Provisions			
(d) Current tax liabilities, net			
<b>Total current liabilities</b>		<b>2,551.37</b>	<b>2,357.79</b>
<b>Total equity and liabilities</b>		<b>11,661.73</b>	<b>12,000.33</b>

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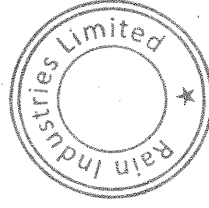
Statement of Standalone Cash flows:

Particulars	Half year ended	Half year ended
	June 30, 2021	June 30, 2020
	Unaudited	Unaudited
<b>A. Cash flow from operating activities</b>		
Loss before tax	(12.86)	(27.01)
Adjustments for :		
Depreciation and amortisation expense	3.14	3.07
Interest and other borrowing costs	38.79	74.68
Interest income	(34.89)	(71.99)
Liabilities / provisions no longer required written back	-	(0.57)
Foreign exchange loss, net	8.17	25.20
<b>Operating profit before working capital changes</b>	<b>2.35</b>	<b>3.38</b>
<b>Adjustments for changes in working capital:</b>		
Trade receivables	23.61	11.61
Financial assets and other assets	(0.62)	(1.26)
Trade payables	2.13	4.29
Other current liabilities	(25.87)	(4.00)
Other financial liabilities	0.73	(3.94)
Provisions	1.62	1.96



<b>Cash generated from operations</b>	<b>3.95</b>	<b>12.04</b>
Income taxes paid, net	(10.83)	(9.90)
<b>Net cash (used in) / from operating activities</b>	<b>(6.88)</b>	<b>2.14</b>
<b>B. Cash flow from investing activities</b>		
Purchase of property, plant and equipment and intangible assets, including capital advances	(3.56)	(5.25)
Loans repaid during the year	348.89	357.72
Purchase of non-current investments	(1.00)	-
Bank deposits and other bank balances	2.80	7.32
Interest received	36.32	71.35
<b>Net cash from investing activities</b>	<b>383.45</b>	<b>431.14</b>
<b>C. Cash flow from financing activities</b>		
Repayment of non-current borrowings	(349.30)	(358.11)
Interest and other borrowing costs paid	(36.94)	(74.88)
<b>Net cash used in financing activities</b>	<b>(386.24)</b>	<b>(432.99)</b>
<b>Net (decrease) / increase in cash and cash equivalents (A+B+C)</b>	<b>(9.67)</b>	<b>0.29</b>
<b>Cash and cash equivalents - opening balance</b>	<b>207.78</b>	<b>202.67</b>
Effect of exchange differences on restatement of foreign currency cash and cash equivalents	(0.01)	0.02
<b>Cash and cash equivalents - closing balance</b>	<b>198.10</b>	<b>202.98</b>

8 Where financial results contain both consolidated and standalone financial results of the parent, segment information is required to be presented only in the consolidated financial results. Accordingly, segment information has been presented in the consolidated financial results.



For and on behalf of the Board of Directors  
RAIN INDUSTRIES LIMITED

*[Signature]*  
N Radha Krishna Reddy  
Managing Director

DIN: 00021052

Place: Hyderabad

Date: July 31, 2021