

RAIN COMMODITIES LIMITED
"Rain Center", 34 Srinagar Colony, Hyderabad 500073

Audited Financial Results for the quarter/ nine months ended December 31, 2006

(Rs in Lakhs)

S. No	Particulars	Quarter ended December 31		Nine months ended December 31		Year ended March 31, 2006
		2006	2005	2006	2005	
1	Net Sales	-	-	-	-	-
2	Other Income	79.52	0.03	102.43	1.34	1.34
	Total Income	79.52	0.03	102.43	1.34	1.34
3	Total expenditure	9.69	3.67	28.93	27.40	32.03
	a) (Increase)/ Decrease in Stock in Trade	-	-	-	-	-
	b) Consumption of Raw Materials	-	-	-	-	-
	c) Staff cost	3.90	1.70	9.48	5.09	6.79
	d) Other expenditure	5.80	1.98	19.45	22.31	25.25
4	Interest	63.64	-	111.46	1,200.05	1,200.01
5	Depreciation	0.30	0.30	0.91	0.91	1.21
	Profit/ (Loss) before Tax	5.88	(3.95)	(38.86)	(1,227.02)	(1,232.02)
6	Provision for Taxation	-	-	-	-	-
	- Current Tax	-	-	-	-	-
	- Deferred Tax	-	-	-	-	-
	- Fringe Benefit Tax	0.05	0.00	0.13	0.09	0.11
	Net Profit/ (Loss)	5.83	(3.95)	(38.99)	(1,227.10)	(1,232.13)
7	Paid-up equity share capital (Face value Rs.10/-)	3,211	2,211	3,211	2,211	2,211
8	Reserves excluding Revaluation Reserves	7,175	4,219	7,175	4,219	4,214
9	(a) Basic Earnings Per Share (not annualized) - Rs	0.02	(0.02)	(0.12)	(5.55)	(5.57)
	(b) Diluted Earnings Per Share (not annualized) - Rs	0.02	(0.02)	(0.12)	(5.55)	(5.57)
10	Aggregate of Public Shareholding					
	- Number of Shares	19,313,773	10,909,401	19,313,773	10,909,401	10,909,401
	- Percentage of Shareholding	60.15	49.34	60.15	49.34	49.34

Audited Financial Results (Consolidated) for the quarter/ nine months ended December 31, 2006

(Rs in Lakhs)

S. No	Particulars	Quarter ended December 31		Nine months ended December 31		Year ended March 31, 2006
		2006	2005	2006	2005	
1	Net Sales	11,251	6,347	35,314	20,953	32,031
2	Other Income	343	14	531	1,438	1,635
	Total Income	11,594	6,361	35,845	22,391	33,666
3	Total Expenditure	8,210	6,023	24,779	19,693	29,081
	a) (Increase)/Decrease in Stock in Trade	138	(262)	(470)	(848)	66
	b) Consumption of Raw Materials	617	416	1,964	1,344	1,918
	c) Staff cost	240	268	750	685	1,012
	d) Power & Fuel	2,158	1,883	7,054	6,551	8,681
	e) Rates and Taxes	1,488	893	4,673	3,111	4,547
	f) Selling and Distribution Expenses	2,335	1,785	7,377	5,736	8,469
	g) Other expenditure	1,234	1,040	3,432	3,114	4,388
4	Interest	625	599	2,534	3,046	3,620
5	Depreciation	368	368	1,106	1,094	1,462
	Profit/ (Loss) Before Tax	2,391	(629)	7,427	(1,442)	(497)
6	Provision for Taxation	-	-	-	-	-
	- Current Tax	-	-	-	-	-
	- Deferred Tax	-	(76)	-	382	673
	- Fringe Benefit Tax	4	4	11	13	17
	Net Profit/ (Loss)	2,387	(557)	7,416	(1,837)	(1,187)
7	Paid-up equity share capital (Face value Rs.10/-)	3,211	2,211	3,211	2,211	2,211
8	Reserves excluding Revaluation Reserves	9,238	1,627	9,238	1,627	73
9	(a) Basic Earnings Per Share (not annualized) - Rs	8.84	(2.52)	30.43	(8.31)	(5.37)
	(b) Diluted Earnings Per Share (not annualized) - Rs	8.75	(2.52)	30.33	(8.31)	(5.37)
11	Aggregate of Public Shareholding					
	- Number of Shares	19,313,773	10,909,401	19,313,773	10,909,401	10,909,401
	- Percentage of Shareholding	60.15	49.34	60.15	49.34	49.34

Notes :

- The Company has consolidated the financial results of its wholly owned subsidiary - Rain Industries Limited. Pending information on the share of results in GLC Carbon Inc. in which Rain Commodities Inc. USA, through Rain/GLC Holding LLC USA, is holding approximately 20.23%. The financials of Rain Commodities USA Inc. is not consolidated in the above results. Investment in Rain Commodities (USA) Inc. has been accounted as per Accounting Standard-13, Accounting for Investments.
- The above results include operations of a single business segment and single geographical segment. Hence, the disclosure requirements of Accounting Standard -17 "Segment Reporting", issued by The Institute of Chartered Accountants of India are not applicable.
- Pending restructuring within the group, Rain Industries Limited the wholly owned subsidiary of the company proposes to assess the requirements for provisioning the current and deferred taxes at the end of financial year and deal appropriately at that point of time.
- During the quarter ended December 31, 2006, the Company has allotted 90,00,000 Equity Shares of Rs.10 each at a premium of Rs.30 each on preferential basis consequent to conversion of 90,00,000 Equity Warrants. These Equity Warrants were allotted on May 14, 2005.
- Information on Investor Complaints for the quarter - Opening Balance: 0, New: 19, Disposals: 19, Closing Balance 0. There were no pending complaints from investors as on December 31, 2006 which had to be resolved.
- Figures of the corresponding previous quarter/ nine months have been regrouped wherever necessary.
- The above results were reviewed by the Audit Committee and approved and taken on record by the Board of Directors of the Company at their meeting held on February 8, 2006.
- The Auditors' Report on Consolidated Financial Statements have been issued subject to non-consolidation of Rain Commodities Inc. USA operations, referred in Note 1 above.

By order of the Board
For **RAIN COMMODITIES LIMITED**

Sd/-
N RADHAKRISHNA REDDY
CHAIRMAN & MANAGING DIRECTOR

Hyderabad
February 8, 2007