



RAIN COMMODITIES LIMITED

Regd. Off: Rain Center, 34, Srinagar Colony, Hyderabad 500 073, AP, India

Audited Financial Results (Stand-alone) for the period ended December 31, 2007

(Rupees in lakhs)

	Particulars	Period ended December 31, 2007	Year ended March 31, 2007
1	Net Sales/Income from operations	46,206	-
2	Other Income	249	174
3	Total Income	46,455	174
4	Expenditure		
	a) (Increase)/Decrease in Stock in Trade and work in progress	(728)	-
	b) Consumption of Raw Materials	2,132	-
	c) Purchase of traded goods	4,861	-
	d) Employees Cost	1,133	15
	e) Depreciation	1,012	1
	f) Power and Fuel	7,856	-
	g) Rates and Taxes	5,552	1
	h) Selling and Distribution Expenses	7,915	4
	g) Other Expenditure	3,894	42
		33,627	62
5	Interest	2,722	167
6	Profit / (Loss) from Ordinary Activities before tax and extraordinary item	10,106	(56)
7	Tax Expense	1,553	0
8	Profit / (Loss) from Ordinary Activities after tax and Before extraordinary item	8,553	(56)
9	Extraordinary Item (Net of taxes) [Refer Note 5]	6,021	-
10	Net Profit	2,532	(56)
11	Paid-up equity share capital (Face value Rs.10/- per equity share) [Refer Note 6 &7]	3,211	3,211
12	Reserves excluding revaluation reserve as per balance sheet of previous accounting year	28,893	7,159
13	Earnings per share (for the period - not annualized)		
	- Basic before Extraordinary item (Rs.)	26.64	(0.24)
	- Basic after Extraordinary item (Rs.)	7.89	(0.24)
	- Diluted before Extraordinary item (Rs.)	11.59	(0.24)
	- Diluted after Extraordinary item (Rs.)	3.43	(0.24)
14	Aggregate of Public Shareholding		
	- Number of Shares	19,314,773	19,313,773
	- Percentage of Shareholding	60.15%	60.15%

Notes:

1. The above audited Stand-alone Financial Results have been reviewed by the Audit Committee and taken on record by the Board of Directors at their meeting held on March 21, 2008.
2. The Company has changed its Financial Year from 'April – March' to 'January – December'. Accordingly the above results are for a period of nine months ended December 31, 2007.



3. Pursuant to the Scheme of Arrangement ('the Scheme') among the Company, its wholly owned subsidiary, Rain Industries Limited ('RIL'), erstwhile Rain Calcining Limited ('RCL') and their respective shareholders, approved by the Hon'ble High Court of Andhra Pradesh on October 25, 2007 and the copy of the order filed with the Registrar of Companies, Andhra Pradesh, Hyderabad on November 23, 2007;

- a) the cement business of RIL has been transferred to and vested in the Company with effect from July 1, 2006;
- b) the entire business and undertaking of RCL including all assets, liabilities, duties and obligations have been transferred to and vested in the Company with effect from April 1, 2007; and
- c) the Calcined Petroleum Coke (CPC) and Power Businesses of the Company have been transferred to and vested in RIL on April 1, 2007.

4. Pursuant to the Scheme, the results for the current period are not comparable to those of the previous year to the extent of transfer of Cement business of RIL.

Adjusting for the above, Net Sales for the year ended March 31, 2007 would have been Rs. 37,301 lakhs, Profit from Ordinary Activities before tax would have been Rs. 8,287 lakhs and Net Profit would have been Rs. 5,757 lakhs.

5. Pursuant to the Scheme, the loss on transfer of the Calcined Petroleum Coke and Power businesses to RIL of Rs. 6,021 lakhs being the excess of the book value of the net assets over the consideration receivable has been considered as Extra-ordinary loss.

6. Pursuant to the Scheme, the Company has allotted 34,861,286 equity shares of Rs.10 each fully paid up, to the shareholders of RCL in the ratio of 2:7 (i.e., 2 fully paid up equity shares of Rs.10 each of the Company for every 7 equity shares held in RCL), on January 4, 2008.

7. The company has allotted 6,800,000 equity warrants of Rs. 200 each (Rs.10 - face value and Rs.190 - premium) to Focus India Brands Private Limited (a promoter) on November 29, 2006 which are convertible into equal number of equity shares within a period of 18 months from the date of issue. Out of the 6,800,000 equity warrants, 3,500,000 equity warrants were converted into Equity Shares on March 11, 2008. The amount paid on the equity warrants and equity shares were utilized in accordance with the objects of the issue.

8. Rain/ CII Holdings Inc. ('Rain/CII'), a wholly owned subsidiary of the Company, acquired all of the outstanding equity interests of Juniper Investment L.L.C. ('Juniper') on July 19, 2007, which in turn owned all of the outstanding equity interests of CII Carbon L.L.C. ('CII'), from Cadogan Holdings B.V. The aggregate purchase price was US\$ 604.90 million in cash and a junior subordinated promissory note with a principal amount of US\$ 12.90 million, maturing in January 2018 at an interest of 10%. The cash purchase price included the repayment of US\$ 326.70 million of indebtedness of Juniper and CII. Subsequent, to the acquisition of CII, Rain CII Carbon (India) Limited (formerly Rain Industries Limited) ('RCCIL'), the wholly owned subsidiary of the Company became the largest manufacturer of Calcined Petroleum Coke in the World.

9. The Board of Directors have reviewed the progress on brown field expansion of cement plant in Kurnool and noted that the expansion would be completed in May 2008. The installed capacity of the Company for cement production would increase to 3.16 million ton per annum.



10. The Board of Directors of the Company at their meeting held on March 21, 2008 recommended dividend @ 28% on the paid up equity share capital of the company i.e., Rs. 2.80 per equity share.
11. During the quarter ended December 31, 2007, 67 investor complaints were received and resolved. There were no complaints pending, both at the beginning and at the end of the quarter which had to be resolved.
12. Figures of the previous year have been regrouped and reclassified, wherever considered necessary. The figures for the current period are for nine months and that of the previous period are for twelve months, hence not comparable.

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

Place: Hyderabad
Date: March 21, 2008

Sd/-
N. JAGAN MOHAN REDDY
Managing Director



RAIN COMMODITIES LIMITED

Regd. Off: Rain Center, 34, Srinagar Colony, Hyderabad 500 073, AP, India

Audited Financial Results (Consolidated) for the period ended December 31, 2007

(Rupees in lakhs)

	Particulars	Period ended December 31, 2007	Year ended March 31, 2007
1	Net Sales/Income from operations	159,280	49,547
2	Other Income	4,115	4,028
3	Total Income	163,395	53,575
4	Expenditure		
	a) (Increase)/Decrease in Stock in Trade and work in progress	(690)	(97)
	b) Consumption of Raw Materials	81,621	2,667
	c) Purchase of traded goods	5,185	-
	d) Employees Cost	5,724	1,157
	e) Depreciation	5,738	1,482
	f) Power and Fuel	6,590	9,530
	g) Rates and Taxes	6,183	6,667
	h) Selling and Distribution Expenses	9,161	10,171
	g) Other Expenditure	19,550	4,644
		139,062	36,221
5	Interest	15,776	6,909
6	Profit / (Loss) from Ordinary Activities before tax, extraordinary item and share of profit from associated companies	8,557	10,445
7	Tax Expense	801	1,412
8	Profit / (Loss) from Ordinary Activities after tax before extraordinary item and share of profit from associated companies	7,756	9,033
9	Extraordinary Items (Net of taxes) - expense/ (income) [Refer Note 6]	3,164	(3,286)
10	Net Profit before share of profit from associate companies	4,592	12,319
11	Share of (loss) from associate companies	(52)	(128)
12	Net Profit	4,540	12,191
13	Paid-up equity share capital (Face value Rs.10/- per equity share)	3,211	3,211
14	Reserves excluding revaluation reserve as per balance sheet of previous accounting year	20,263	8,357
15	Earnings per share (for the period - not annualised)		
	- Basic before Extraordinary item (Rs.)	23.99	33.89
	- Basic after Extraordinary item (Rs.)	14.14	46.39
	- Diluted before Extraordinary item (Rs.)	10.44	33.59
	- Diluted after Extraordinary item (Rs.)	6.15	45.98
16	Aggregate of Public Shareholding		
	- Number of Shares	19,314,773	19,313,773
	- Percentage of Shareholding	60.15%	60.15%



Notes:

1. The above audited Consolidated Financial Results have been reviewed by the Audit Committee and taken on record by the Board of Directors at their meeting held on March 21, 2008.
2. The Consolidated Financial Results for the nine months ended December 31, 2007 include the results of the Company along with its wholly owned subsidiaries (a) Rain CII Carbon (India) Limited; (b) Moonglow Company Business Inc., British Virgin Islands; (c) Rain Commodities (USA) Inc., United States of America; (d) Rain CII Carbon L.L.C., United States of America (from the date of acquisition, ie. July 19, 2007) and its associate - Petroleum Coke Industries Company, Kuwait.
3. The Group is mainly engaged in the manufacturing of Cement and Carbon Products.
4. The Group has successfully integrated its Indian CPC operations with the operations of Rain CII Carbon L.L.C. acquired on July 19, 2007.
5. Further, the Group is carrying out the feasibility and location studies for setting-up the new Calcined Petroleum Coke plants in India and China.
6. Extraordinary Item includes:
 - a) Gain of Rs. 10,255 lakhs on account of profit on sale of its investments in GLC Carbon USA Inc.
 - b) Expenses (net of tax) of Rs. 13,418 lakhs representing the financial, legal and other costs incurred by the Group for the acquisition of Rain CII Carbon L.L.C
7. The Group has provided for marked to market losses aggregating to Rs. 1,938.82 lakhs on account of Foreign Exchange Hedging and Interest Rate Derivatives, on a prudent basis.
8. Figures of the previous year have been regrouped and reclassified, wherever considered necessary. The figures for the current period are not comparable to the previous year, due to change in financial year and other corporate actions of the Group.

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

Sd/-

N. JAGAN MOHAN REDDY
Managing Director

Place: Hyderabad
Date: March 21, 2008



RAIN COMMODITIES LIMITED

Regd. Off: Rain Center, 34, Srinagar Colony, Hyderabad 500 073, AP, India

SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED FOR THE PERIOD ENDED DECEMBER 31, 2007

(Rupees in lakhs)

Particulars		Period ended December 31, 2007
1	Segment Revenue:	
	(a) Cements	41,261
	(b) Carbon Products	120,043
	Total	161,304
	Less: Inter segment revenue	2,024
	Net Sales/Income from Operations	159,280
2	Segment Results:	
	Profit (before tax and interest from each segment)	
	(a) Cements	12,440
	(b) Carbon Products	6,413
	Total	18,853
	Less: Interest (net)	14,103
	Less: Extraordinary expenses	3,164
	Less: Share of losses from associated companies	52
	Less: Other Un-allocable expenditure net of un-allocable income	(3,807)
	Total Profit before tax	5,341
3	Segment Capital Employed:	
	(a) Cements	52,810
	(b) Carbon Products	330,065
	(c) Un-allocable assets less liabilities	4,865
	Total	387,740

Notes:

1. The Group has considered business segment as the primary segment for reporting. The products considered as business segment are:
 - a) Cements
 - b) Carbon Products (includes Calcined Petroleum Coke, Green Petroleum Coke and related energy business)

The above business segments have been identified based on the nature of products and services, risks and returns and organization structure.

- 2 The Group was operating in a single segment – ‘Cement’ in the previous year, accordingly comparative segment disclosures are not presented.

By order of the Board
for RAIN COMMODITIES LIMITED

Sd/-

N. JAGAN MOHAN REDDY
Managing Director

Place: Hyderabad
Date: March 21, 2008