

## Rane Holdings Limited



**//Online Submission//**

RHL / SE / 27 / 2021-22

August 06, 2021

<b>BSE Limited</b> Listing Centre Scrip Code: <b>505800</b>	<b>National Stock Exchange of India Ltd.</b> NEAPS Symbol: <b>RANEHOLDIN</b>
---	--

Dear Sir / Madam,

**Sub: Outcome of Board Meeting held on August 06, 2021 - under Regulation 30 of SEBI LODR**

**Ref: Our letter no. RHL / SE / 19 / 2021-22 dated June 29, 2021**

This is to inform that the Board of Directors, inter alia, approved the un-audited financial results (standalone & consolidated) of the Company for the quarter ended June 30, 2021 as recommended by the audit committee at their respective meeting(s) held today (**August 06, 2021**).

The un-audited financial results (standalone & consolidated) of the Company for the quarter ended June 30, 2021 is enclosed along with the Limited Review Report on both the standalone & consolidated results issued by M/s. BSR & Co, LLP, Chartered Accountants, Statutory Auditors. (**Regulation 33**).

The un-audited financial results (standalone & consolidated) will be uploaded on the website of the company at [www.ranegroup.com](http://www.ranegroup.com) and stock exchanges at [www.bseindia.com](http://www.bseindia.com) and [www.nseindia.com](http://www.nseindia.com) (**Regulation 46**). An 'earnings release' for the above results is also enclosed (**Regulation 30**).

The extract of the un-audited consolidated financial results will be published in newspapers, i.e., 'Business Standard' and 'Dinamani' in the format prescribed (**Regulation 47**).

The meeting of the Board of Directors commenced at 10 : 45 hrs (IST) and concluded at 13 : 02 hrs (IST).

We request you to take the above on record and note the compliance under above referred regulations of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (SEBI LODR).

Thanking you,

Yours faithfully,

For **Rane Holdings Limited**

  
**Siva Chandrasekaran**  
**Secretary**



Encl: a/a

1. Un-audited financial results (standalone & consolidated) for the quarter ended June 30, 2021.
2. Extract of the un-audited consolidated financial results for Newspaper publication.
3. Limited Review Report (standalone & consolidated) for the quarter ended June 30, 2021.
4. Earnings release for the quarter ended June 30, 2021.

41.

**RANE HOLDINGS LIMITED**

CIN : L35999TN1936PLC002202

Regd. Office : " MAITHRI ", 132, Cathedral Road, Chennai - 600 086  
visit us at: www.ranegroup.com



**Statement of unaudited standalone financial results for the quarter ended June 30, 2021**

Rs. Lakhs

Particulars	Quarter ended			Year ended
	30.06.2021	31.03.2021	30.06.2020	31.03.2021
	Unaudited	Audited (refer note 6)	Unaudited	Audited
<b>1. Income</b>				
(a) Revenue from operations	1,587	1,689	908	6,508
(b) Other income	20	34	5	91
<b>Total income</b>	<b>1,607</b>	<b>1,723</b>	<b>913</b>	<b>6,599</b>
<b>2. Expenses</b>				
(a) Employee benefits expense	417	306	313	1,309
(b) Finance costs	150	118	76	309
(c) Depreciation and amortisation expense	78	74	84	306
(d) Professional charges	86	133	90	404
(e) Information systems expenses	157	164	157	654
(f) Other expenses	152	106	132	562
<b>Total expenses</b>	<b>1,040</b>	<b>901</b>	<b>852</b>	<b>3,544</b>
<b>3. Profit / (loss) before exceptional items and tax (1-2)</b>	<b>567</b>	<b>822</b>	<b>61</b>	<b>3,055</b>
4. Exceptional Items (Refer Note 8)	-	(1,557)	-	(1,557)
<b>5. Profit / (loss) before tax (3+4)</b>	<b>567</b>	<b>(735)</b>	<b>61</b>	<b>1,498</b>
6. Tax expense				
Current Tax	102	143	13	589
Current tax for earlier years	-	771	-	771
Deferred tax (net)	(1)	10	-	2
<b>Total tax expenses</b>	<b>101</b>	<b>924</b>	<b>13</b>	<b>1,362</b>
<b>7. Profit / (loss) for the period / year (5-6)</b>	<b>466</b>	<b>(1,659)</b>	<b>48</b>	<b>136</b>
<b>8. Other comprehensive income</b>				
Items that will not be reclassified to profit or loss and its related income tax effects				
i. Re-measurement losses on defined benefit plans	(39)	50	-	66
ii. Net gain / (loss) on FVOCI equity instruments	888	1,958	8	1,809
iii. Income tax relating to items that will not be reclassified to profit or loss	(214)	(519)	(3)	(536)
<b>Total other comprehensive income (net of tax)</b>	<b>635</b>	<b>1,489</b>	<b>5</b>	<b>1,339</b>
<b>9. Total comprehensive income for the period / year (7+8)</b>	<b>1,101</b>	<b>(170)</b>	<b>53</b>	<b>1,475</b>
<b>10. Details of equity share capital</b>				
Paid-up equity share capital (face value of Rs.10/- per share )	1,428	1,428	1,428	1,428
11. Other equity	-	-	-	45,428
<b>12. Earnings per share (EPS) (face value - Rs.10/- each) (amount in Rs.) (not annualised for quarters)</b>				
(a) Basic	3.26	(11.62)	0.34	0.95
(b) Diluted	3.26	(11.62)	0.34	0.95

**RANE HOLDINGS LIMITED**

CIN : L35999TN1936PLC002202

Regd. Office : " MAITHRI ", 132, Cathedral Road, Chennai - 600 086  
visit us at: www.ranegroup.com



**Statement of unaudited consolidated financial results for the quarter ended June 30, 2021**

Rs. Lakhs

Particulars	Quarter ended		Year ended	
	30.06.2021	31.03.2021	30.06.2020	31.03.2021
	Unaudited	Audited (refer note 6)	Unaudited	Audited
<b>1. Income</b>				
(a) Revenue from operations	52,067	67,013	18,511	2,03,487
(b) Other income	1,120	541	902	2,215
<b>Total income</b>	<b>53,187</b>	<b>67,554</b>	<b>19,413</b>	<b>2,05,702</b>
<b>2. Expenses</b>				
(a) Cost of materials consumed	30,857	38,088	7,228	1,07,059
(b) Purchases of stock-in-trade	146	205	72	605
(c) Changes in inventories of finished goods, stock-in-trade and work-in-progress	(2,818)	(1,257)	2,852	2,982
(d) Employee benefits expense	11,532	10,373	8,608	40,145
(e) Finance costs	705	702	1,163	3,971
(f) Depreciation and amortisation expense	3,116	3,134	3,031	12,036
(g) Other expenses	11,135	14,937	5,277	41,527
<b>Total expenses</b>	<b>54,673</b>	<b>66,182</b>	<b>28,231</b>	<b>2,08,325</b>
<b>3. Profit / (loss) before share of profit / (loss) of joint ventures and exceptional items (1-2)</b>	<b>(1,486)</b>	<b>1,372</b>	<b>(8,818)</b>	<b>(2,623)</b>
<b>4. Share of profit / (loss) of joint ventures (Includes share of exceptional items, net of taxes) (refer note 7)</b>	638	(1,599)	(1,793)	(2,734)
<b>5. Profit / (loss) before exceptional items and tax (3+4)</b>	<b>(848)</b>	<b>(227)</b>	<b>(10,611)</b>	<b>(5,357)</b>
<b>6. Exceptional Items (Refer Note 8)</b>	2,807	(46)	-	2,223
<b>7. Profit / (loss) before tax (5+6)</b>	<b>1,959</b>	<b>(273)</b>	<b>(10,611)</b>	<b>(3,134)</b>
<b>8. Tax expense</b>				
Current Tax	298	1,358	15	2,966
Current tax for earlier years	-	771	-	771
Deferred tax (net)	(413)	(369)	(2,222)	(836)
<b>Total tax expenses</b>	<b>(115)</b>	<b>1,760</b>	<b>(2,207)</b>	<b>2,901</b>
<b>9. Profit / (loss) for the period / year (7-8)</b>	<b>2,074</b>	<b>(2,033)</b>	<b>(8,404)</b>	<b>(6,035)</b>
<b>10. Other comprehensive income</b>				
(a) Items that will not be reclassified to profit or loss and its related income tax effects				
i. Re-measurement losses on defined benefit plans	(159)	707	4	754
ii. Net gain / (loss) on FVOCI equity instruments	888	1,958	8	1,809
iii. Income tax relating to items that will not be reclassified to profit or loss	(176)	(561)	(4)	(588)
	<b>553</b>	<b>2,104</b>	<b>8</b>	<b>1,975</b>
(b) Items that will be reclassified to profit or loss and its related income tax effects				
i. Net movement on cash flow hedges	(193)	186	169	622
ii. Exchange differences on translation of foreign operations	(564)	861	(315)	(608)
iii. Income tax relating to items that will be reclassified to profit or loss	-	(1)	(59)	(150)
	<b>(757)</b>	<b>1,046</b>	<b>(205)</b>	<b>(136)</b>
<b>Total other comprehensive income (net of tax)</b>	<b>(204)</b>	<b>3,150</b>	<b>(197)</b>	<b>1,839</b>
<b>11. Total comprehensive income for the period / year (9+10)</b>	<b>1,870</b>	<b>1,117</b>	<b>(8,601)</b>	<b>(4,196)</b>
<b>Profit / (loss) for the period / year attributable to:</b>				
(a) Owners of the company	1,816	(2,232)	(5,715)	(5,057)
(b) Non-controlling interest	258	199	(2,689)	(978)
	<b>2,074</b>	<b>(2,033)</b>	<b>(8,404)</b>	<b>(6,035)</b>
<b>Other comprehensive income attributable to:</b>				
(a) Owners of the company	73	2,597	(126)	1,722
(b) Non-controlling interest	(277)	553	(71)	117
	<b>(204)</b>	<b>3,150</b>	<b>(197)</b>	<b>1,839</b>
<b>Total comprehensive income attributable to:</b>				
(a) Owners of the company	1,890	365	(5,841)	(3,336)
(b) Non-controlling interest	(20)	752	(2,760)	(860)
	<b>1,870</b>	<b>1,117</b>	<b>(8,601)</b>	<b>(4,196)</b>
<b>12. Details of equity share capital</b>				
Paid-up equity share capital (face value of Rs.10/- per share )	1,428	1,428	1,428	1,428
<b>13. Other equity</b>	-	-	-	75,021
<b>14. Earnings per share (EPS) (face value - Rs.10/- each) (amount in Rs.) (not annualised for quarters)</b>				
(a) Basic	12.72	(15.63)	(40.03)	(35.42)
(b) Diluted	12.72	(15.63)	(40.03)	(35.42)

**Notes to statement of standalone and consolidated unaudited financial results for the quarter ended June 30, 2021**

- 1 The above financial results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on August 6, 2021.
- 2 A limited review of the unaudited standalone and consolidated financial results of the Company has been carried out by the statutory auditors. Corresponding figures for the quarter ended June 30, 2020, included in the above results were reviewed by the previous auditors of the Company. The unaudited financial results of the subsidiaries and joint ventures were reviewed by the respective statutory auditors, as applicable.
- 3 The above financial results have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standards 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 Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.
- 4 The Company holds strategic investments in subsidiaries (the company and its subsidiary collectively referred to as 'the Group') and joint ventures that are engaged primarily in manufacturing/marketing of components and providing technological services for the transportation industry, mainly the automotive sector. The Company also provides management, information technology and business development services to its subsidiaries and joint ventures.
- 5 The Group operates in single segment, namely, manufacture/marketing of components and providing technological services for Transportation industry.
- 6 The figures for the quarter ended March 31, 2021 as reported in these financial results are the balancing figures between audited figures in respect of the full financial year and the published unaudited year to date figures up to the end of the third quarter of the relevant financial year which were subject to limited review. The previous period figures have been re-grouped wherever necessary to conform to current period's presentation.
- 7 Share of profit / (loss) of Joint Ventures disclosed in the consolidated financial results includes the Company's share of exceptional expenditure, recorded by Rane NSK Steering Systems Private Limited ('RNSS'), a joint venture company, of Rs. Nil for the quarter ended June 30, 2021; Rs. 5,243 Lakhs for the quarter ended March 31, 2021 and Rs. 8,678 Lakhs for the year ended March 31, 2021. This exceptional expenditure was incurred by RNSS towards incremental warranty claims with respect to certain specific lots of products sold by RNSS to one of its customers. These amounts have been determined by the management of RNSS based on technical estimates.
- 8 Exceptional items in the above financial results includes the following:
  - a. During the year ended March 31, 2021, the Company had assessed the recoverable value of its investments made and loan given to its operating subsidiary company Rane t4u Private Limited and provided for an impairment aggregating to Rs. 1,557 Lakhs being shown as an exceptional charge in the Standalone Financial Results for the quarter and year ended March 31, 2021.
  - b. Rane Engine Valve Limited ('REVL'), a subsidiary company made a Profit on sale of Land of Rs. 2,395 Lakhs for the year ended March 31, 2021. REVL has also incurred VRS expenditure of Rs. 46 Lakhs for the quarter ended March 31, 2021 and Rs. 172 Lakhs for the year ended March 31, 2021.
  - c. The step down subsidiary in the U.S., Rane Light Metal Castings Inc., ('LMCA') was entitled to certain economic relief provided by the U.S. government in order to mitigate the impact of COVID-19 pandemic. Pursuant to such economic relief schemes, during the quarter ended June 30, 2021, LMCA received an approval for forgiveness of the paycheck protection program loan from the U.S. Small Business Administration (SBA) for an amount of USD 2.63 million (Rs. 1,945 Lakhs). Further, LMCA was eligible for employee retention credit (ERC), which was applied for and received from the U.S. Internal Revenue Service during the quarter for an amount of USD 1.16 million (Rs. 862 Lakhs). The aggregate amount of Rs. 2,807 Lakhs received as relief have been recorded as an exceptional income in the consolidated results for the quarter ended June 30, 2021.

- 9 During the quarter ended June 30, 2021, the company has acquired 1,13,300 shares of Rane t4u Private Limited ('Rt4u'), a subsidiary company from the existing shareholder of Rt4u. Subsequent to the quarter ended June 30, 2021 the company has further acquired 1,32,274 shares. Pursuant to the acquisition, the shareholding of the Company in Rt4u stands at 76.80% as at June 30, 2021 and 84.74% as at the date of approval of these financial results.
- 10 COVID-19 pandemic has rapidly spread throughout the world, including India. Governments have taken significant measures to curb the spread of the virus including imposing mandatory lockdowns and restrictions on activities. Consequently, the Company's / Group's manufacturing plants and offices had to be closed down / operate under restrictions for a period of time during the quarter. These measures have an impact on matters relating to commodity prices, supply chain matters, customer demand, personnel available for work and for being available to access offices etc.

The Company / Group has considered the possible effects that may result from the continued effect of the pandemic on the carrying amounts of assets (net of impairment losses), capital and financial resources, profitability, liquidity position, internal financial controls etc. In developing the assumptions relating to the possible future uncertainties, the Company / Group, as at the date of approval of these financial results has used internal and external sources of information and based on current estimates expects that the carrying amount of these assets will be recovered. The impact of COVID-19 on the Company's / Group's financial results may differ from that estimated as at the date of approval of these financial results depending on the circumstances that may evolve in the future. The Company / Group will continue to closely monitor any material changes to future economic conditions.

- 11 During the year ended March 31, 2021, the Company had opted to settle its pending income tax litigations for certain assessment years under the Vivad Se Vishwas scheme. In view of this, the Company had created a provision of Rs. 733 Lakhs towards income-tax in respect of earlier years which has been disclosed separately under the head tax expenses for the quarter and year ended March 31, 2021.
- 12 The Group's operations for the quarter ended June 30, 2020 were suspended for part of the quarter on account of the lockdown announced by the Government of India consequent to the outbreak of COVID-19 pandemic. The results for the quarter ended June 30, 2021 are, therefore, not comparable with the quarter ended June 30, 2020.
- 13 The unaudited standalone and consolidated financial results for the quarter June 30, 2021 are being published in the newspaper as per the format prescribed under Regulation 33 of SEBI (Listing Obligations and Disclosure requirements) Regulations, 2015. The financial results (standalone and consolidated) are also available on the Stock Exchange websites: [www.bseindia.com](http://www.bseindia.com) and [www.nseindia.com](http://www.nseindia.com) and on the Company's website - [www.ranegroup.com](http://www.ranegroup.com).

Chennai  
August 6, 2021

**For Rane Holdings Limited**

LAKSHMINARA  
YAN GANESH

Digitally signed by  
LAKSHMINARA YAN GANESH  
Date: 2021.08.06 10:51:42  
+05'30'

**L Ganesh  
Chairman & Managing Director**

## RANE HOLDINGS LIMITED

Regd. Office : " MAITHRI ", 132, Cathedral Road, Chennai - 600 086  
visit us at: www.ranegroup.com CIN: L35999TN1936PLC002202



### Extract of consolidated unaudited financial results for the quarter ended June 30, 2021

S.No	Particulars	Quarter ended		Year ended
		30.06.2021	30.06.2020	31.03.2021
		Unaudited	Unaudited	Audited
1	Total Revenue	53,187	19,413	2,05,702
2	Net Profit / (Loss) for the period (before Tax and Exceptional items)	(848)	(10,611)	(5,357)
3	Net Profit / (Loss) for the period before tax (after Exceptional items)	1,959	(10,611)	(3,134)
4	Net Profit / (Loss) for the period after tax and Exceptional items	2,074	(8,404)	(6,035)
	Attributable to:			
	a. Owners of the company	1,816	(5,715)	(5,057)
	b. Non-controlling interest	258	(2,689)	(978)
5	Total Comprehensive Income / (Loss) for the period [Comprising Profit / (Loss) for the period (after tax) and Other Comprehensive Income / (Loss) (after tax)]	1,870	(8,601)	(4,196)
	Attributable to:			
	a. Owners of the company	1,890	(5,841)	(3,336)
	b. Non-controlling interest	(20)	(2,760)	(860)
6	Equity Share Capital	1,428	1,428	1,428
7	Earnings per share (EPS) (Face Value - Rs.10/- each) (Amount in Rs.) (not annualised for quarters and full years)			
	1. Basic:	12.72	(40.03)	(35.42)
	2. Diluted:	12.72	(40.03)	(35.42)

The above is an extract of the detailed format of Consolidated unaudited Financial Results filed with the Stock Exchanges under Regulation 33 of the SEBI (Listing and Disclosure Requirements) Regulations, 2015. The full format of the Standalone and Consolidated Financial Results are available on the Stock Exchange websites: www.bseindia.com and www.nseindia.com and on the company's website-www.ranegroup.com

#### Notes:

- 1 The above financial results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on August 6, 2021.
- 2 Exceptional items in the above financial results includes the following:
  - a. During the year ended March 31, 2021, the Company had assessed the recoverable value of its investments made and loan given to its operating subsidiary company Rane t4u Private Limited and provided for an impairment aggregating to Rs. 1,557 Lakhs being shown as an exceptional charge in the Standalone Financial Results for the quarter and year ended March 31, 2021.
  - b. Rane Engine Valve Limited ('REVL'), a subsidiary company made a Profit on sale of Land of Rs. 2,395 Lakhs for the year ended March 31, 2021. REVL has also incurred VRS expenditure of Rs. 46 Lakhs for the quarter ended March 31, 2021 and Rs. 172 Lakhs for the year ended March 31, 2021.
  - c. The step down subsidiary in the U.S., Rane Light Metal Castings Inc., ('LMCA') was entitled to certain economic relief provided by the U.S. government in order to mitigate the impact of COVID-19 pandemic. Pursuant to such economic relief schemes, during the quarter ended June 30, 2021, LMCA received an approval for forgiveness of the paycheck protection program loan from the U.S. Small Business Administration (SBA) for an amount of USD 2.63 million (Rs. 1,945 Lakhs). Further, LMCA was eligible for employee retention credit (ERC), which was applied for and received from the U.S. Internal Revenue Service during the quarter for an amount of USD 1.16 million (Rs. 862 Lakhs). The aggregate amount of Rs. 2,807 Lakhs received as relief have been recorded as an exceptional income in the consolidated results for the quarter ended June 30, 2021.
- 3 The Group's operations for the quarter ended June 30, 2020 were suspended for part of the quarter on account of the lockdown announced by the Government of India consequent to the outbreak of COVID-19 pandemic. The results for the quarter ended June 30, 2021 are, therefore, not comparable with the quarter ended June 30, 2020.
- 4 Key standalone financial information is given below

S.No	Particulars	Quarter ended		Year ended
		30.06.2021	30.06.2020	31.03.2021
		Unaudited	Unaudited	Audited
1	Total Revenue	1,607	913	6,599
2	Profit Before Tax	567	61	1,498
3	Profit After Tax	466	48	136
4	Other Comprehensive Income	635	5	1,339
5	Total Comprehensive Income	1,101	53	1,475

**For Rane Holdings Limited**

LAKSHMINARA  
YAN GANESH

Digitally signed by  
LAKSHMINARAYAN GANESH  
Date: 2021.08.06 10:52:06  
+05'30'

Chennai  
August 6, 2021

**L Ganesh**  
**Chairman & Managing Director**



# B S R & Co. LLP

Chartered Accountants

KRM Tower, 1<sup>st</sup> & 2<sup>nd</sup> Floors,  
No.1, Harrington Road, Chetpet,  
Chennai – 600 031, India

Telephone: + 91 44 4608 3100  
Fax: + 91 44 4608 3199

## **Limited review report To Board of Directors of Rane Holdings Limited**

1. We have reviewed the accompanying Statement of unaudited standalone financial results of Rane Holdings Limited ('the Company') for the quarter ended June 30, 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. Attention is drawn to the fact that the figures for the 3 months ended March 31, 2021 as reported in these financial results are the balancing figures between audited figures in respect of the full previous financial year and the published year to date figures up to the third quarter of the previous financial year. The figures up to the end of the third quarter of previous financial year had only been reviewed and not subjected to audit.
5. 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 recognised 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.

Principal Office:

## **B S R & Co. LLP**

### **Limited review report**

**Page 2 of 2**

6. We draw attention to Note 10 of the standalone financial results, which describes the economic and social consequences / disruption as a result of COVID-19 which impact matters relating to supply chain and customer demand of subsidiaries and joint ventures, personnel available for work, being able to access offices, etc.

Our conclusion is not modified in respect of this matter.

7. Corresponding figures for the quarter ended June 30, 2020, included in the Statement are based on the previously issued standalone financial results that were reviewed by the predecessor auditors who expressed an unmodified opinion (vide their limited review report dated August 14, 2020 on the standalone financial results for the quarter ended June 30, 2020).

*for* **B S R & Co. LLP**

*Chartered Accountants*

Firm's Registration No. 101248W/W - 100022

**SIVARAMAKRISHNAN** Digitally signed by  
SIVARAMAKRISHNAN  
**AN SETHURAMAN** SETHURAMAN  
Date: 2021.08.06 11:15:32 +05'30'

**S Sethuraman**

*Partner*

Membership No. 203491

UDIN: 21203491AAAAEK6227

Place: Chennai

Date: August 6, 2021



# B S R & Co. LLP

Chartered Accountants

KRM Tower, 1<sup>st</sup> & 2<sup>nd</sup> Floors,  
No. 1, Harrington Road, Chetpet,  
Chennai – 600 031, India

Telephone: + 91 44 4608 3100  
Fax: + 91 44 4608 3199

## Limited review report To Board of Directors of Rane Holdings Limited

1. We have reviewed the accompanying Statement of unaudited consolidated financial results of Rane Holdings Limited (“the Parent”) and its subsidiaries (the Parent and its subsidiaries together referred to as “the Group”) and its share of the net profit after tax and total comprehensive income of its joint ventures for the quarter ended June 30, 2021 (“the Statement”), being submitted by the Parent pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (“Listing Regulations”).
2. This Statement, which is the responsibility of the Parent’s management and approved by the Parent’s 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 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. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33 (8) of the Listing Regulations, to the extent applicable.

4. The Statement includes the results of the entities listed in Annexure I.
5. Attention is drawn to the fact that the figures for the 3 months ended March 31, 2021 as reported in these financial results are the balancing figures between audited figures in respect of the full previous financial year and the published year to date figures up to the third quarter of the previous financial year. The figures up to the end of the third quarter of previous financial year had only been reviewed and not subjected to audit.

Principal Office:

## **B S R & Co. LLP**

### **Limited review report**

**Page 2 of 3**

6. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review reports of the other auditors referred to in paragraph 8 below, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.
7. We draw your attention to Note 10 to the unaudited consolidated financial results, which describes the economic and social consequences / disruption as a result of COVID-19 which impact matters relating to supply chain, customer demand, commodity prices, personnel available for work etc.

Our conclusion is not modified in respect of this matter.

8. We did not review the financial results of three subsidiaries included in the Statement, whose financial results reflect total revenues of Rs. 17,163 lakhs, total net loss after tax of Rs. 513 lakhs and total comprehensive loss of Rs. 573 lakhs for the quarter ended June 30, 2021, as considered in the consolidated unaudited financial results. The consolidated unaudited financial results also include the Group's share of net profit after tax of Rs. 638 lakhs and total comprehensive income of Rs. 638 lakhs for the quarter ended June 30, 2021, as considered in the Statement, in respect of two joint ventures, whose financial results have not been reviewed by us. These financial results have been reviewed by other auditors whose reports have been furnished to us by the management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries and joint ventures, is based solely on the reports of the other auditors and the procedures performed by us as stated in paragraph 3 above.

Our conclusion on the Statement is not modified in respect of the above matter.

9. The Statement includes the financial information of two subsidiaries which have not been reviewed, whose financial information reflect total revenue of Rs. 137 lakhs, total net profit after tax of Rs. 6 lakhs and total comprehensive income of Rs. 9 lakhs for the quarter ended June 30, 2021 as considered in the Statement. According to the information and explanations given to us by the management, these financial information are not material to the Group.

Our conclusion on the Statement is not modified in respect of the above matter.

## **B S R & Co. LLP**

### **Limited review report**

**Page 3 of 3**

10. Corresponding figures for the quarter ended June 30, 2020, included in the Statement are based on the previously issued consolidated financial results that were reviewed by the predecessor auditors who expressed an unmodified opinion (vide their limited review report dated August 14, 2020 on the consolidated financial results for the quarter ended June 30, 2020).

*for* **B S R & Co. LLP**

*Chartered Accountants*

Firm's Registration No. 101248W/W - 100022

**SIVARAMAKRISHNAN**  
Digitally signed by  
SIVARAMAKRISHNAN  
**HNAN**  
SETHURAMAN

**SETHURAMAN**  
Date: 2021.08.06  
11:20:06 +05'30'

**S Sethuraman**

Partner

Membership No. 203491

UDIN: 21203491AAAAEJ4490

Place: Chennai

Date: August 6, 2021

## **B S R & Co. LLP**

### **Annexure I to the Limited review report**

The unaudited consolidated financial results include results of the following entities:

<b>Name of the entity</b>	<b>Nature of relationship</b>
Rane Holdings Limited	Parent company
Rane (Madras) Limited	Direct subsidiary of the Parent company
Rane Brake Lining Limited	Direct subsidiary of the Parent company
Rane Engine Valve Limited	Direct subsidiary of the Parent company
Rane T4U Private Limited	Direct subsidiary of the Parent company
Rane Holdings America Inc.	Direct subsidiary of the Parent company
Rane Holdings Europe GmbH	Direct subsidiary of the Parent company
Rane (Madras) International Holdings B.V.	Step-down subsidiary of the Parent company
Rane Light Metal Castings Inc.	Step-down subsidiary of the Parent company
Rane TRW Steering Systems Private Limited	Joint venture
Rane NSK Steering Systems Private Limited	Joint venture



Chennai, India, August 06, 2021 – Rane Holdings Limited (NSE: RANEHOLDIN; BSE Code: 505800), the holding Company of Rane group today announced financial performance for the first quarter (Q1 FY22) ended June 30<sup>th</sup>, 2021.

### Group Aggregate Performance – Q1 FY22

- Total Revenue was ₹1,096.4 Crore in Q1 FY22 compared to ₹314.1 Crore in Q1 FY21, an increase of 249.1%
- EBITDA stood at ₹64.1 Crore compared to ₹-76.2 Crore during Q1 FY21, an increase of 184.1%
- EBITDA Margin at 5.8% for Q1 FY22 against -24.3% in Q1 FY21, an increase of 3,011 basis points (bps)
- PBT stood at ₹27.2 Crore for Q1 FY22 compared to a loss before tax of ₹140.8 Crore in Q1 FY21

### Consolidated Financials – Q1 FY22

- Total Revenue was ₹531.9 Crore in Q1 FY22 compared to ₹194.1 Crore in Q1 FY21, an increase of 174.0%
- EBITDA stood at ₹23.4 Crore compared to ₹-46.2 Crore during Q1 FY21, an increase of 150.5%
- EBITDA Margin at 4.4% for Q1 FY22 against -23.8% in Q1 FY21, an increase of 2,821 basis points (bps)
- PBT stood at ₹19.6 Crore for Q1 FY22 compared to a loss before tax of ₹106.1 Crore in Q1 FY21

Q1 FY 22 numbers are strictly not comparable with Q1 FY 21

### Group's Operational Performance – Q1 FY22

- Sales to Indian OE customers was impacted by coronavirus second wave's resultant lockdown and shutdown of OEMs production.
- Demand from International customers remained robust.
- Sales to Indian Aftermarket customers was affected due to lockdown in various parts of the country.
- Drop in EBITDA due to lower volumes and increase in employee cost.
- PBT includes exceptional income of USD 3.8Mn on account of US Federal Stimulus benefits received by our step-down subsidiary company in USA

### MANAGEMENT COMMENT

"Q1FY22 was an eventful quarter with the country weathering the second wave of coronavirus. The group companies' plants operated during the quarter albeit at lower utilization levels. Demand environment in India looks encouraging for the upcoming quarter. While the overseas demand is encouraging there would be some impact due to shortage of semiconductors faced by OEMs. The commodity price increase remains a concern. The management team continues to prioritize on employee safety and operational improvements." –

**L. Ganesh, Chairman & Managing Director, Rane Holdings Ltd.**

### BUSINESS HIGHLIGHTS

#### GROUP AGGREGATE FINANCIAL PERFORMANCE

Particulars	Q1 FY22	Q1 FY21	YOY%
Total Revenue	1,096.4	314.1	249.1%
EBITDA	64.1	-76.2	184.1%
Margin (%)	5.8%	-24.3%	3011 bps
PBT*	27.2	-140.8	119.4%

\* PBT includes Exceptional items

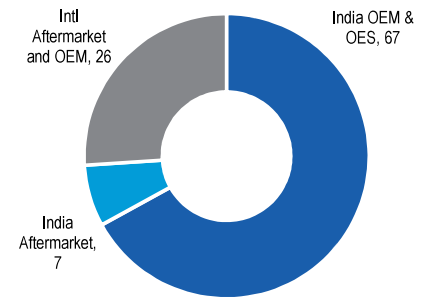
#### CONSOLIDATED FINANCIAL PERFORMANCE

Particulars	Q1 FY22	Q1 FY21	YOY%
Total Revenue	531.9	194.1	174.0%
EBITDA	23.4	-46.2	150.5%
Margin (%)	4.4%	-23.8%	2821 bps
PBT*	19.6	-106.1	118.5%

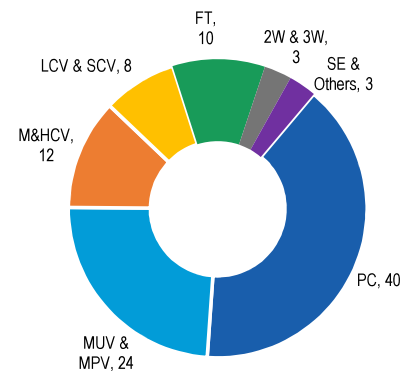
\* PBT includes net profit/(loss) from JV and Exceptional items

(In ₹ Crore, unless otherwise mentioned)

### GROUP AGGREGATE SALES (Q1 FY22) BY MARKET (%)



### BY VEHICLE SEGMENT (%)



## CONSOLIDATED STATEMENT OF PROFIT AND LOSS

Particulars	Q1FY22	Q4FY21	QoQ%	Q1FY21	YoY%
Revenue from Operations	520.7	670.1	-22.3%	185.1	181.3%
Other Income	11.2	5.4	107.0%	9.0	24.2%
<b>Total Revenue</b>	<b>531.9</b>	<b>675.5</b>	<b>-21.3%</b>	<b>194.1</b>	<b>174.0%</b>
<b>Expenses</b>					
-Cost of Material Consumed	308.6	380.9	-19.0%	72.3	326.9%
-Purchase of stock-in-trade	1.5	2.1	-28.8%	0.7	102.8%
-Changes in inventories	-28.2	-12.6		28.5	
-Employee Benefit Expense	115.3	103.7	11.2%	86.1	34.0%
-Finance Cost	7.1	7.0	0.4%	11.6	-39.4%
-Depreciation & Amortization	31.2	31.3	-0.6%	30.3	2.8%
-Other Expenditure	111.4	149.4	-25.5%	52.8	111.0%
<b>Total Expenses</b>	<b>546.7</b>	<b>661.8</b>	<b>-17.4%</b>	<b>282.3</b>	<b>93.7%</b>
<b>PBT before share of profit / (loss) of JV and Exceptional Items</b>	<b>-14.9</b>	<b>13.7</b>	<b>-208.3%</b>	<b>-88.2</b>	<b>83.1%</b>
Share of Profit / (loss) of JV (includes share of exceptional items, net of taxes)	6.4	-16.0		-17.9	
<b>PBT before Exceptional items</b>	<b>-8.5</b>	<b>-2.3</b>	<b>-273.6%</b>	<b>-106.1</b>	<b>92.0%</b>
Exceptional Items	28.1	-0.5		-	
<b>PBT</b>	<b>19.6</b>	<b>-2.7</b>	<b>817.6%</b>	<b>-106.1</b>	<b>118.5%</b>
Tax Expense	-1.2	17.6		-22.1	
<b>PAT</b>	<b>20.7</b>	<b>-20.3</b>	<b>202.0%</b>	<b>-84.0</b>	<b>124.7%</b>

(In ₹ Crore, unless otherwise mentioned. The sum of sub-segment amounts may not equal the total amounts due to rounding off)

## ABOUT RANE HOLDINGS LIMITED

Rane Holdings Limited (RHL) is the holding company of Rane Group. RHL owns the trademark in Rane and provides a wide range of services to group Companies. These include employee training, development, investor services, business development and information system support.

## ABOUT RANE GROUP

Headquartered in Chennai, India, Rane Group is engaged primarily in manufacturing auto components for well over five decades. Rane Group is a preferred supplier to major OEMs in India and abroad. Through its group companies, it provides Steering and Suspension systems, Friction materials, Valve train components, Occupant safety systems, Light metal casting products and Connected mobility solutions. Its products serve a variety of industry segments including Passenger Vehicles, Commercial Vehicles, Farm Tractors, Two-wheelers, Three-wheelers, Railways and Stationery Engines.

**IF YOU HAVE ANY QUESTIONS OR REQUIRE FURTHER INFORMATION, PLEASE FEEL FREE TO CONTACT: [INVESTORSERVICES@RANEGROUP.COM](mailto:INVESTORSERVICES@RANEGROUP.COM) OR [DPINGLE@CHRISTENSENIR.COM](mailto:DPINGLE@CHRISTENSENIR.COM)**

Certain statements in this document that are not historical facts are forward looking statements. Such forward-looking statements are subject to certain risks and uncertainties like government actions, local, political or economic developments, technological risks, and many other factors that could cause actual results to differ materially from those contemplated by the relevant forward-looking statements. The Company will not be in any way responsible for any action taken based on such statements and undertakes no obligation to publicly update these forward-looking statements to reflect subsequent events or circumstances.