

Rane Brake Lining Limited



//Online Submission//

RBL / SE / 07 / 2019-20

May 22, 2019

BSE Limited Listing Centre Scrip Code: 532987	National Stock Exchange of India Ltd. NEAPS Symbol: RBL
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Dear Sir / Madam,

Sub: Outcome of Board Meeting held on May 22, 2019 - under Regulation 30 of SEBI LODR

Ref: Our letter no. RBL / SE / 52 / 2018-19 dated March 29, 2019

This is to inform that the Board of Directors, inter alia, approved the audited financial results of the Company for the quarter and year ended March 31, 2019 as recommended by the audit committee at their respective meeting(s) held today (**May 22, 2019**).

The audited financial results of the Company for the quarter and year ended March 31, 2019 is enclosed along with the Independent Auditor's Report on results issued by M/s. Varma & Varma, Chartered Accountants, Statutory Auditors. Further, declaration in respect of unmodified opinion on the audited financial results for the year ended March 31, 2019 is enclosed (**Regulation 33**).

The financial results will be uploaded on the website of the company at www.ranegroup.com (**Regulation 46**).

The extract of the audited 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 11:15 hrs and concluded at **14 : 00** hrs (IST).

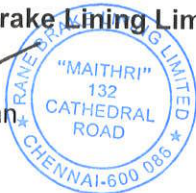
We request you to take the above on record and note the compliance under above referred regulations of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (SEBI LODR).

Thanking you.

Yours faithfully

For **Rane Brake Lining Limited**


Venkatraman
Secretary



Encl: a/a

1. Audited financial results for the quarter & year ended March 31, 2019.
2. Extract of the audited financial results for Newspaper publication.
3. Independent Auditor's Report for the quarter & year ended March 31, 2019.
4. Declaration under Reg 33(3)(d) of SEBI LODR.
5. Earnings release for the quarter & year ended March 31, 2019.

Rane Brake Lining Limited
CIN L63011TN2004PLC054948
Regd Office: "Maithri", 132 Cathedral Road, Chennai 600 086
visit us at <http://www.ranegroup.com>
Statement of Audited Results for the Quarter and Year ended March 31, 2019



Rs. Lakhs

Particulars	Quarter ended			Financial year ended	
	31.03.2019	31.12.2018	31.03.2018	31.03.2019	31.03.2018
	(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
1 Revenue					
(a) Revenue from operations (refer note 5)	13,901.76	13,209.87	14,139.78	51,302.07	49,513.87
(b) Other Operating Income	13.73	33.89	20.65	87.21	55.59
(c) Other Income	288.16	206.12	380.54	708.16	492.44
Total Revenue	14,203.65	13,449.88	14,540.97	52,097.44	50,061.90
2 Expenses :					
(a) Cost of materials consumed	6,265.50	7,164.74	6,531.95	26,014.62	23,524.46
(b) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(53.52)	(292.73)	506.91	(703.37)	10.98
(c) Excise duty (refer note 5)	-	-	-	-	1,341.39
(d) Employee benefits expenses	1,983.79	1,843.18	1,832.76	7,524.25	6,599.41
(e) Finance costs	38.79	0.08	0.30	39.12	16.01
(f) Depreciation and amortisation expense	748.61	555.55	768.56	2,425.22	2,371.30
(g) Other expenses	3,424.09	2,684.67	3,644.48	11,775.10	10,546.03
Total Expenses	12,407.26	11,955.49	13,284.96	47,074.94	44,409.58
3 Profit (+)/Loss (-) before Exceptional Items (1-2)	1,796.39	1,494.39	1,256.01	5,022.50	5,652.32
4 Exceptional Items (Refer Note 7)	91.40	-	163.56	91.40	163.56
5 Profit (+)/ Loss (-) before tax (3+4)	1,704.99	1,494.39	1,092.45	4,931.10	5,488.76
6 Tax expense					
Current Tax	332.87	376.59	734.80	1,361.72	2,305.91
Tax relating to earlier years	-	-	96.08	-	80.94
Deferred Tax	(36.54)	61.86	(329.05)	(83.64)	(472.81)
7 Profit / (Loss) for the period (5-6)	1,408.66	1,055.94	590.62	3,653.02	3,574.72
8 Other Comprehensive Income (Net of Tax Expenses)	19.20	(74.62)	6.09	(18.90)	45.59
(a) Items that will not be reclassified subsequently to Profit or loss					
i) Remeasurement of net defined benefit Liability / Asset	28.33	(114.70)	9.31	(29.05)	69.72
ii) Income tax relating to items that will not be classified to profit or loss	(9.13)	40.08	(3.22)	10.15	(24.13)
9 Total Comprehensive income for the Period (7+8)	1,427.86	981.32	596.71	3,634.12	3,620.31
(Comprising profit / (loss) and other comprehensive income for the period)					
10 Details of equity share capital					
Paid-up equity share capital (Face Value of Rs. 10/- per Share)	791.50	791.50	791.50	791.50	791.50
11 Other Equity excluding revaluation reserves				20,185.81	18,030.54
12 Earnings Per Share (EPS) (of Rs.10/- each) (not annualised) (Amount Rs.)					
(a) Basic	17.80	13.34	7.46	46.15	45.16
(b) Diluted	17.80	13.34	7.46	46.15	45.16



Notes:

1 Balance Sheet

Particulars		Rs. Lakhs	
		As at	As at
		31.03.2019	31.03.2018
		Audited	Audited
A ASSETS			
1 Non Current Assets			
(a) Property, Plant and Equipment	11,571.63	11,026.18	
(b) Capital Work in Progress	193.14	362.25	
(c) Intangible Assets	264.65	389.67	
(d) Financial Assets			
(i) Investments	60.03	-	
(ii) Other Financial Assets	1,278.54	1,232.27	
(e) Tax assets (Net)	247.19	-	
(f) Deferred tax assets (Net)	143.66	49.96	
(g) Other Non-Current Assets	53.52	98.25	
Total Non-Current Assets	13,812.36	13,158.58	
2 Current Assets			
(a) Inventories	5,089.65	3,604.96	
(b) Financial Assets			
(i) Trade Receivables	14,041.48	12,082.84	
(ii) Cash and cash equivalents	1,386.62	951.11	
(iii) Bank balances other than (ii) above	0.08	12.16	
(iv) Other Financial assets	59.73	94.48	
(c) Other Current Assets	1,189.48	1,184.66	
Total Current Assets	21,767.04	17,930.21	
TOTAL ASSETS	35,579.40	31,088.79	
B EQUITY AND LIABILITIES			
1 Equity			
(a) Equity Share Capital	791.50	791.50	
(b) Other Equity	20,185.81	18,030.54	
Total Equity	20,977.31	18,822.04	
2 Liabilities			
(1) Non-Current liabilities			
(a) Financial Liabilities			
(i) Other financial liabilities	5.00	5.00	
(b) Provisions	284.19	280.24	
(c) Deferred tax liabilities (net)	-	-	
(d) Other non-current liabilities	-	21.61	
(2) Current Liabilities			
(a) Financial Liabilities			
(i) Borrowings	6.74	11.56	
(ii) Trade Payables			
(a) Micro and Small enterprises	658.76	511.34	
(b) Others	10,491.41	8,611.87	
(iii) Other Financial Liabilities	1,749.75	1,524.77	
(b) Other Current Liabilities	449.46	286.47	
(c) Provisions	956.78	826.90	
(d) Current Tax Liabilities (Net)	-	186.99	
Total Liabilities	14,602.09	12,266.75	
TOTAL EQUITY AND LIABILITIES	35,579.40	31,088.79	

2 The above financial results including the balance sheet have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on May 22, 2019.

3 The Company operates only in one segment, namely, manufacture and marketing of components for Transportation industry.

4 The figures for the quarter ended March 31, 2019 and March 31 2018 are the balancing figures between the Audited figures in respect of the full financial year and published un-audited year to date figures upto the third quarter of the respective financial year. The previous period figures have been regrouped wherever necessary to conform to current period's presentation.

5 The revenue from operations for the year ended March 31, 2018 are inclusive of excise duty upto the period June 30, 2017 and are not comparable with the revenue from operations of other periods which are presented net of GST consequent to introduction of Goods and Services Tax (GST) w.e.f July 2017 and are in compliance with relevant Indian Accounting Standards.

6 Effective April 1, 2018 the Company has adopted Ind AS 115 " Revenues from Contract with Customers. The application of Ind As 115 did not have any significant impact on recognition and measurement of revenue in the financial results of the Company.

7 Exceptional item represents the amount paid to 7 employees during the financial year ended March 31, 2019 and 11 employees during the financial year ended March 31, 2018, who opted for early retirement in terms of a Voluntary Retirement Scheme introduced by the Company.

8 During the year, the Board of Directors had declared an Interim Dividend of Rs. 6.50/- per equity share on January 28, 2019 and the same was paid on February 15, 2019.

The Board of Directors have recommended a Final Dividend of Rs.9.00/- per equity share for the year ended March 31, 2019.

9 The financial results for the year ended March 31, 2019 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 are also available on the Stock Exchange websites: www.bseindia.com and www.nseindia.com and on the company's website- www.ranegroup.com.

Chennai
Dated: May 22, 2019



For RANE BRAKE LINING LIMITED

Ganesh
Chairman

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Rane Brake Lining Limited

Regd. Office : " MAITHRI ", 132, Cathedral Road, Chennai - 600 086
visit us at: www.ranegroup.com CIN No.L63011TN2004PLC054948



Extract of Audited Financial Results for the Quarter & Year ended March 31, 2019

		Rs. In Lakhs				
S.No	Particulars	Quarter ended			Year Ended	
		31.03.2019	31.12.2018	31.03.2018	31.03.2019	31.03.2018
		Audited	UnAudited	Audited	Audited	Audited
1	Total income from operations (net)	14,203.65	13,449.88	14,540.97	52,097.44	50,061.90
2	Net Profit / (Loss) for the period (before Tax and Exceptional items)	1,796.39	1,494.39	1,256.01	5,022.50	5,652.32
3	Net Profit / (Loss) for the period before tax (after Exceptional items)	1,704.99	1,494.39	1,092.45	4,931.10	5,488.76
4	Net Profit / (Loss) for the period after tax (after Exceptional items)	1,408.66	1,055.94	590.62	3,653.02	3,574.72
5	Total Comprehensive Income for the period [Comprising Profit / (Loss) for the period (after tax) and Other Comprehensive Income (after tax)]	1,427.86	981.32	596.71	3,634.12	3,620.31
6	Equity Share Capital	791.50	791.50	791.50	791.50	791.50
7	Earnings Per Share (of Rs.10/- each)					
	(a) Basic :	17.80	13.34	7.46	46.15	45.16
	(b) Diluted:	17.80	13.34	7.46	46.15	45.16

The above is an extract of the detailed format of Audited Financial Results filed with the Stock Exchanges under Regulation 33 of the SEBI (Listing and Disclosure Requirements) Regulations, 2015. The full format of the Audited 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

Note:

- 1 The Audited financial results have been recommended by the Audit committee and approved by the Board of Directors at their respective meetings held on May 22, 2019.
- 2 The revenue from operations for the year ended March 31, 2018 is inclusive of excise duty upto the period June 30, 2017 and are not comparable with the revenue from operations of other periods which are presented net of GST consequent to introduction of Goods and Services Tax (GST) w.e.f July 2017 and are in compliance with relevant Indian Accounting Standards.
- 3 Effective April 1, 2018 the Company has adopted Ind AS 115 " Revenues from Contract with Customers. The application of Ind As 115 did not have any significant impact on recognition and measurement of revenue in the financial results of the Company.
- 4 Exceptional item represents the amount paid to 7 employees during the financial year ended March 31, 2019 and 11 employees during the financial year ended March 31, 2018, who opted for early retirement in terms of a Voluntary Retirement Scheme introduced by the Company.
- 5 During the year, the Board of Directors had declared an Interim Dividend of Rs. 6.50/- per equity share on January 28, 2019 and the same was paid on February 15, 2019. The Board of Directors have recommended a Final Dividend of Rs. 9.00/- per equity share for the year ended March 31, 2019.

Chennai
Date : May 22, 2019

For Rane Brake Lining Limited



L Ganesh
Chairman

**Auditor's Report On Quarterly Financial Results and Year to Date Results of the
Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure
Requirements) Regulations, 2015**

To
Board of Directors
Rane Brake Lining Ltd.

1. We have audited the accompanying Statement of Standalone Financial Results of M/s Rane Brake Lining Ltd. ("the company") for the year ended 31st March, 2019 ("the Statement"), being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.
2. This Statement, which is the responsibility of the company's management and approved by the Board of Directors, has been prepared on the basis of the related audited Standalone Ind AS financial statements which has been prepared in accordance with the Indian Accounting Standards prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder (Ind AS) and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the Statement based on our audit of such Standalone Ind AS financial statements.
3. We conducted our audit in accordance with the standards on auditing issued by the Institute of Chartered Accountants of India. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Statement is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the Statement that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the Statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.




4. In our opinion and to the best of our information and according to the explanations given to us, the Statement
- is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.
 - gives a true and fair view in conformity with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India, of the Profits and Total Comprehensive Income and other financial information for the year ended 31st March, 2019.
5. Attention is invited to Note No.4. As stated therein, the Statement includes results for the quarter ended 31st March 2019 which is the balancing figure between audited figures in respect of the full financial year and published unaudited year to date figures upto the third quarter of the current financial year which were subject to limited review by us.

Our opinion is not modified in respect of the above matter.

Place : Chennai
Date : 22nd May, 2019

For Varma & Varma
Chartered Accountants
FRN. 004532S


P.R Prasanna Varma
Partner
M.No. 25854



Registered Office: Tel : 91 44 2811 2472
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132, Cathedral Road. URL : www.ranegroup.com
Chennai 600 086. India.
CIN : L63011TN2004PLC054948

Rane Brake Lining Limited



May 22, 2019

BSE Limited Listing Centre Scrip Code: 532987	National Stock Exchange of India Ltd. NEAPS Symbol: RBL
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Dear Sir/Madam,

Sub: Declaration under Regulation 33 SEBI LODR

We hereby declare and confirm that, in terms of SEBI Circular CIR/CFD/CMD/56/2016 dated May 27, 2016, the Statutory Auditors of the company, M/s. Varma & Varma, Chartered Accountants, have issued an unmodified audit report on Financial Results of the Company for the financial year ended March 31, 2019.

Kindly take this declaration on record.

Thanking you.

Yours faithfully

For **Rane Brake Lining Limited**


M A P Sridhar Kumar
Senior Vice President Finance & CFO





Expanding Horizons

RANE BRAKE LINING LIMITED

FY19 Earnings Release



Chennai, India, May 22, 2019 – Rane Brake Lining Limited (NSE: RBL; BSE Code:532987), a leading manufacturer of Brake Linings, Disc Pads and Clutch Facings today announced financial performance for the financial year (FY19) ended March 31st, 2019

FY19 Performance

- Total Net Revenue was ₹521.0 Crore for FY19 as compared to ₹487.2 Crore in the FY18, an increase of 6.9%
- EBITDA stood at ₹74.9 Crore as compared to ₹80.4 Crore during FY18, a decrease of 6.9%
- EBITDA Margin at 14.4% for FY19 as against 16.5% in FY18
- Net profit (PAT) stood at ₹36.5 Crore for FY19 as compared to ₹35.7 Crore in FY18, an increase of 2.2%

Corporate Action

- A final dividend of ₹.9.0/- per equity share has been recommended by the Board of Directors on the paid-up capital of 79,14,980 of ₹10/- each. The total dividend for the year ending March 31, 2019 is ₹.15.5/- per equity share including an interim dividend of ₹.6.5/- per equity share declared on January 28, 2019 and paid on February 15, 2019.

Operating Highlights

- Sales to Indian OE customers grew 7% supported by offtake in utility vehicles, two wheelers and M&HCV segments
- Recorded 8% growth in the Indian aftermarket business. This was supported by new product launches and improved market reach
- EBITDA margin declined by 213 bps
 - Adverse forex movement, increase in raw material prices and employee cost resulted in the EBITDA margin drop

MANAGEMENT COMMENT

"RBL had moderate sales growth in FY19 supported by OE and Aftermarket segment. The forex and material cost pressure led to drop in margins Management is focusing on various initiatives to mitigate cost escalations. We anticipate muted demand environment for next few months."

– L. Ganesh, Chairman, Rane Group

BUSINESS HIGHLIGHTS

Financial Performance:

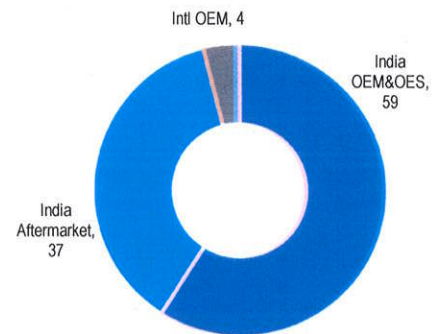
Particulars	FY19	FY18	YOY%
Total Net Revenue*	521.0	487.2	6.9%
EBITDA	74.9	80.4	-6.9%
Margin (%)	14.4%	16.5%	-213 bps
PAT	36.5	35.7	2.2%

* Revenue excludes excise duty wherever applicable

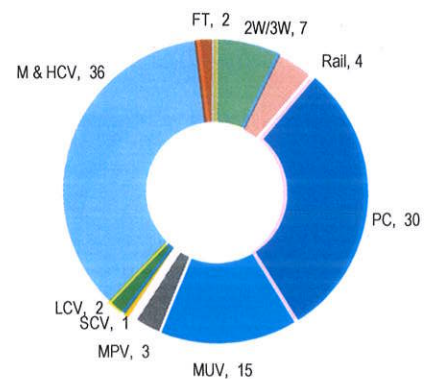
(In ₹ Crore, unless otherwise mentioned)

BUSINESS SPLIT (FY19)

BY MARKET (%)



BY VEHICLE SEGMENT (%)



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PROFIT AND LOSS ACCOUNT

Particulars	FY19	FY18	YoY%
Income from Operations	513.0	495.1	4%
Other Operating Income	0.9	0.6	57%
Other Income	7.1	4.9	44%
Total Revenue	521.0	500.6	4%
Expenses			
-Cost of Material Consumed	260.1	235.2	11%
-Changes in inventories	-7.0	0.1	-6505%
-Excise Duty	-	13.4	-100%
-Employee Benefit Expense	75.2	66.0	14%
-Finance Cost	0.4	0.2	144%
-Depreciation & Amortization	24.3	23.7	2%
-Other Expenditure	117.8	105.5	12%
Total Expenses	470.7	444.1	6%
PBT before Exceptional Items	50.2	56.5	-11%
Exceptional Item	0.9	1.6	
PBT	49.3	54.9	-10%
Tax Expense	12.8	19.1	-33%
PAT	36.5	35.7	2%

KEY BALANCE SHEET ITEMS

Particulars	FY19	FY18	Change
Non-current assets	138.1	131.6	6.5
-PP&E	115.7	110.3	5.4
-Financial Assets	13.4	12.3	1.1
Current assets	217.7	179.3	38.4
- Inventories	50.9	36.0	14.8
-Trade receivables	140.4	120.8	19.6
-Cash & cash equivalents	13.9	9.5	4.4
Total Assets	355.8	310.9	44.9
Shareholders Fund	209.8	188.2	21.6
Non-current liabilities	2.9	3.1	-0.2
-Long-term borrowings	-	-	-
Current liabilities	143.1	119.6	23.5
-Short-term borrowings	0.1	0.1	-0.0
-Trade payables	111.5	91.2	20.3
Total Liabilities	146.0	122.7	23.3
Total Equity and Liabilities	355.8	310.9	44.9

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

ABOUT RANE BRAKE LINING LIMITED

Established in 1964, Rane Brake Lining Limited (RBL) is part of the Rane Group of Companies, a leading auto component group based out of Chennai. RBL manufactures friction material products such as Brake Linings, Disc pads, Clutch facings, Clutch buttons, Brake Shoes and railway brake blocks. RBL is market leader in India and global player in friction material. It has technical collaboration with Nisshinbo Brakes Inc., Japan for know-how in brake linings, disc pads & clutch facings. RBL products have application in every segment of automobile industry such as PV, CV and 2W/3W.

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, Die-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 OR DPINGLE@CHRISTENSENIR.COM

Financial 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 by 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 timely update these forward-looking statements to reflect subsequent events or circumstances.

