

Rane (Madras) Limited



//Online Submission//

RML / SE / 58 / 2020-21

January 27, 2021

| | |
|---|--|
| BSE Limited Listing Centre Scrip Code: 532661 | National Stock Exchange of India Limited NEAPS Symbol: RML |
|---|--|

Dear Sir / Madam,

Sub: Outcome of Board Meeting held on January 27, 2021 - under Regulation 30 of SEBI LODR

Ref: Our letter no. RML/SE/48/2020-21 dated December 30, 2020

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 and nine months ended December 31, 2020 as recommended by the audit committee at their respective meeting(s) held today (**January 27, 2021**).

The un-audited financial results (standalone & consolidated) of the Company for the quarter ended December 31, 2020 is enclosed along with the Limited Review Report on both 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 and stock exchanges at www.bseindia.com and www.nseindia.com (**Regulation 46**). An 'earnings release' for the above results is also enclosed (**Regulation 30**).

The extract of the un-audited financial results (standalone & consolidated) 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 11:00 hrs (IST) and concluded at 12:21 hrs (IST).

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

Thanking you,

Yours faithfully,

For Rane (Madras) Limited

Subha Shree S
Secretary



Encl: a/a

1. Un-audited financial results (standalone & consolidated) for the quarter and nine months ended December 31, 2020.
2. Extract of the un-audited financial results (standalone & consolidated) for Newspaper publication.
3. Limited Review Report (standalone & consolidated) for the quarter and nine months ended December 31, 2020.
4. Earnings release for the quarter and nine months ended December 31, 2020.

RANE (MADRAS) LIMITED

CIN L65993TN2004PLC052856

Regd. Office : " MAITHRI ", 132, Cathedral Road, Chennai - 600 086

visit us at: www.ranegroup.com



Statement of Unaudited Standalone and Consolidated Financial Results for the Quarter and Nine months Ended December 31, 2020

(Rs. Lakhs)

| Particulars | Standalone | | | | | | Consolidated | | | | | | | |
|--|------------------|------------------|------------------|-------------------|------------------|--------------------|------------------|-------------------|-------------------|-------------------|--------------------|--------------------|--|------------|
| | Quarter ended | | | Nine months ended | | | Year ended | Quarter ended | | | Nine months ended | | | Year ended |
| | 31.12.2020 | 30.09.2020 | 31.12.2019 | 31.12.2020 | 31.12.2019 | 31.03.2020 | 31.12.2020 | 30.09.2020 | 31.12.2019 | 31.12.2020 | 31.12.2019 | 31.03.2020 | | |
| | Unaudited | Unaudited | Unaudited | Unaudited | Unaudited | Audited | Unaudited | Unaudited | Unaudited | Unaudited | Unaudited | Audited | | |
| 1. Income | | | | | | | | | | | | | | |
| (a) Revenue from operations | | | | | | | | | | | | | | |
| (i) Revenue | 37,427.03 | 27,734.41 | 26,381.78 | 74,143.51 | 80,930.28 | 1,05,559.32 | 40,909.96 | 31,124.78 | 30,365.36 | 82,716.44 | 94,634.50 | 1,22,834.59 | | |
| (ii) Other operating income | 1,755.23 | 698.08 | 1,151.62 | 2,736.05 | 4,202.30 | 4,493.44 | 1,812.86 | 719.91 | 1,255.46 | 2,843.52 | 4,496.99 | 4,872.97 | | |
| Total revenue from operations | 39,182.26 | 28,432.49 | 27,533.40 | 76,879.56 | 85,132.58 | 1,10,052.76 | 42,722.82 | 31,844.69 | 31,620.82 | 85,559.96 | 99,131.49 | 1,27,707.56 | | |
| (b) Other income | 702.57 | 137.62 | 489.14 | 1,202.08 | 846.48 | 1,870.65 | 798.35 | 368.28 | 425.58 | 1,600.19 | 657.19 | 1,444.41 | | |
| Total Income | 39,884.83 | 28,570.11 | 28,022.54 | 78,081.64 | 85,979.06 | 1,11,923.41 | 43,521.17 | 32,212.97 | 32,046.40 | 87,160.15 | 99,788.68 | 1,29,151.97 | | |
| 2. Expenses | | | | | | | | | | | | | | |
| (a) Cost of materials consumed | 24,947.81 | 17,560.53 | 16,117.73 | 47,343.11 | 51,870.01 | 68,303.93 | 26,168.27 | 18,517.38 | 17,373.37 | 50,179.71 | 56,749.07 | 74,423.07 | | |
| (b) Changes in inventories of finished goods, work-in-progress and stock in trade | 19.19 | 316.76 | 1,260.51 | 1,672.23 | 2,226.45 | 1,416.19 | (43.25) | 526.61 | 1,095.70 | 1,487.21 | 1,899.78 | 1,129.36 | | |
| (c) Employee benefits expense | 3,911.19 | 3,209.48 | 3,616.19 | 9,776.93 | 10,967.94 | 14,193.67 | 6,271.00 | 5,526.40 | 5,814.24 | 16,401.13 | 17,854.51 | 23,388.37 | | |
| (d) Finance costs | 572.96 | 715.25 | 822.20 | 2,040.91 | 2,476.13 | 3,194.79 | 667.57 | 797.16 | 945.18 | 2,298.11 | 2,833.59 | 3,728.22 | | |
| (e) Depreciation and amortisation expense | 1,330.76 | 1,272.82 | 1,295.99 | 3,813.16 | 3,690.12 | 5,242.49 | 1,685.81 | 1,542.54 | 1,619.63 | 4,812.95 | 4,804.09 | 6,562.54 | | |
| (f) Other expenses | 5,926.78 | 4,557.51 | 4,564.83 | 12,531.24 | 13,581.44 | 18,159.50 | 7,192.70 | 6,007.08 | 5,942.82 | 16,316.15 | 18,337.75 | 24,176.77 | | |
| Total expenses | 36,708.69 | 27,632.15 | 27,677.45 | 77,177.58 | 84,882.09 | 1,10,510.57 | 41,942.10 | 32,917.17 | 32,791.56 | 51,495.26 | 1,02,478.79 | 1,33,408.33 | | |
| 3. Profit / (Loss) before exceptional items (1-2) | 3,176.14 | 937.96 | 345.09 | 904.06 | 1,096.97 | 1,412.84 | 1,579.07 | (704.20) | (745.16) | (4,335.11) | (2,690.11) | (4,256.36) | | |
| 4. Exceptional Items (Refer note 4) | - | - | - | - | - | (3,757.54) | - | - | - | - | - | (196.40) | | |
| 5. Profit / (Loss) before tax (3 ± 4) | 3,176.14 | 937.96 | 345.09 | 904.06 | 1,096.97 | (2,344.70) | 1,579.07 | (704.20) | (745.16) | (4,335.11) | (2,690.11) | (4,452.76) | | |
| 6. Tax expense | | | | | | | | | | | | | | |
| Current tax | 1,456.47 | (1,203.51) | 29.71 | 252.96 | 424.97 | 369.03 | 1,456.47 | (1,203.51) | 29.70 | 252.96 | 424.81 | 369.07 | | |
| Deferred tax | (426.89) | 1,501.30 | (57.43) | 55.24 | (294.87) | (270.70) | (426.89) | 1,501.30 | (57.43) | 55.24 | (294.87) | (270.70) | | |
| Total tax expenses | 1,029.58 | 297.79 | (27.72) | 308.20 | 130.10 | 98.33 | 1,029.58 | 297.79 | (27.73) | 308.20 | 129.94 | 98.37 | | |
| 7. Profit / (loss) for the period/ year (5-6) | 2,146.56 | 640.17 | 372.81 | 595.86 | 966.87 | (2,443.03) | 549.49 | (1,001.99) | (717.43) | (4,643.31) | (2,820.05) | (4,551.13) | | |
| 8. Other comprehensive income | 47.13 | 126.05 | (37.79) | 267.16 | (75.72) | (441.08) | (667.37) | (311.23) | (448.73) | (1,200.20) | (487.96) | (1,931.84) | | |
| A. (i) Items that will not be reclassified to profit or loss | 34.57 | (39.71) | (37.75) | (30.23) | (118.58) | (249.08) | 34.57 | (39.71) | (37.75) | (30.23) | (118.58) | (816.88) | | |
| (ii) Income tax relating to items that will not be reclassified to profit or loss | (10.26) | 11.80 | 13.19 | 10.31 | 41.44 | 87.04 | (10.26) | 11.80 | 13.19 | 10.31 | 41.44 | 87.04 | | |
| B. (i) Items that will be reclassified to profit or loss | 48.37 | 217.66 | (20.34) | 435.57 | 2.18 | (428.93) | (666.13) | (219.62) | (431.28) | (1,031.79) | (410.06) | (1,351.89) | | |
| (ii) Income tax relating to items that will be reclassified to profit or loss | (25.55) | (63.70) | 7.11 | (148.49) | (0.76) | 149.89 | (25.55) | (63.70) | 7.11 | (148.49) | (0.76) | 149.89 | | |
| 9. Total comprehensive income for the period/ year (7+8) | 2,193.69 | 766.22 | 335.02 | 863.02 | 891.15 | (2,884.11) | (117.88) | (1,313.22) | (1,166.16) | (5,843.51) | (3,308.01) | (6,482.97) | | |
| 10. Details of equity share capital | | | | | | | | | | | | | | |
| Paid-up equity share capital (Face Value of Rs.10/- per share) | 1,255.39 | 1,255.39 | 1,197.32 | 1,255.39 | 1,197.32 | 1,255.39 | 1,255.39 | 1,255.39 | 1,197.32 | 1,255.39 | 1,197.32 | 1,255.39 | | |
| 11. Other equity | | | | | | 28,837.93 | | | | | | 17,131.49 | | |
| 12. Earnings per share (EPS) (of Rs.10/- each) (Amount in Rs.) (Not annualised for the quarter and nine months ended) | | | | | | | | | | | | | | |
| (a) Basic | 17.10 | 5.10 | 3.11 | 4.75 | 8.08 | (20.37) | 4.38 | (7.98) | (5.99) | (36.99) | (23.55) | (37.95) | | |
| (b) Diluted | 17.10 | 5.10 | 3.05 | 4.75 | 8.02 | (19.59) | 4.38 | (7.98) | (5.86) | (36.99) | (23.38) | (36.49) | | |



RANE (MADRAS) LIMITED

CIN L65993TN2004PLC052856

Regd. Office : " MAITHRI ", 132, Cathedral Road, Chennai - 600 086

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Statement of Unaudited Standalone and Consolidated Financial Results for the Quarter and Nine months Ended December 31, 2020

(Rs. Lakhs)

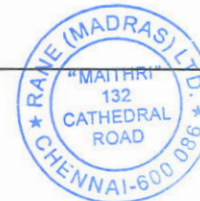
Notes:-

- 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 January 27, 2021.
- 2 The above financial results have 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 Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.
- 3 Rane (Madras) Limited ('the Company') and its subsidiaries (collectively referred to as 'the Group') are engaged in the manufacture of components for Transportation industry, which in the context of Indian Accounting Standard (Ind AS) 108 – Operating Segments, is considered as the only operating segment of the Group.
- 4 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 all periods prior to the quarter ended September 30, 2020, included in the above results were reviewed / audited by the previous auditors of the Company.
- 5 During the year ended March 31, 2020, the Company / Group had assessed the recoverable value of its investment, loans and other financial assets/ net assets in an operating wholly owned step down subsidiary (either directly or through the intermediate subsidiary) and provided for an impairment aggregating to Rs. 3,757.54 Lakhs being shown as an exceptional charge for the quarter and year ended March 31, 2020. In order to carry out the above assessment, projections of future cash flows based on long-term forecasts, including selling price as well as volumes were estimated over the next five years. The estimation of sales volumes was based on management's assessment of probability of securing the new businesses in the future, adverse business impact and uncertainties arising due to COVID-19 pandemic to the extent known. Based on the assessment done for the Quarter ended December 31, 2020, no further impairment was considered necessary.
- 6 The Company / Group has assessed the impact of COVID-19 on its financial statement based on the internal and external information, to the extent known and available, up to the date of approval of these financial statements and expects to recover the carrying amounts of investments, loans, property, plant and equipment, intangible assets, trade receivable, inventories and other financial assets.
- 7 The Company'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 nine months ended December 31, 2020 are, therefore, not comparable with the nine months ended December 31, 2019.
- 8 Subsequent to the quarter ended December 31, 2020, the Company has received Rs. 25 crores from Rane Holdings Limited as warrant exercise price towards conversion of the outstanding 11,61,440 warrants issued on preferential basis and has allotted equivalent equity shares of Rs. 10 each fully paid up on January 07, 2021. Consequently, the issued and paid up capital stands increased by 11,61,440 equity shares of Rs.10/- each fully paid-up towards which listing & trading approvals are awaited from BSE and NSE.
- 9 The Standalone and Consolidated financial results for the Quarter and Nine months ended Dec 31, 2020 are being published in the newspaper as per the format prescribed under Regulation 33 of SEBI (Listing Obligations and Disclosure requirements) Regulations, 2015. The Standalone and Consolidated financial results are also available on the Stock Exchange websites of BSE (www.bseindia.com) and NSE (www.nseindia.com) and on the Company's website viz., www.ranegroup.com.

For Rane (Madras) Limited


L. Ganesh
Chairman

Chennai
January 27, 2021



RANE (MADRAS) LIMITED

Regd. Office : " MAITHRI ", 132, Cathedral Road, Chennai - 600 086
visit us at: www.ranegroup.com CIN L65993TN2004PLC052856



Extract of Unaudited Standalone and Consolidated Financial Results for the Quarter Ended and nine months ended December 31, 2020

(Rs. in Lakhs except per share data)

| S.No | Particulars | Standalone | | | | | Consolidated | | | | |
|------|--|---------------|------------|------------|-------------------|------------|---------------|------------|------------|-------------------|------------|
| | | Quarter ended | | | Nine months Ended | | Quarter ended | | | Nine months Ended | |
| | | Unaudited | Unaudited | Unaudited | Unaudited | Unaudited | Unaudited | Unaudited | Unaudited | Unaudited | Unaudited |
| | | 31.12.2020 | 30.09.2020 | 31.12.2019 | 31.12.2020 | 31.12.2019 | 31.12.2020 | 30.09.2020 | 31.12.2019 | 31.12.2020 | 31.12.2019 |
| 1 | Total Income from Operations | 39,182.26 | 28,432.49 | 27,533.40 | 76,879.56 | 85,132.58 | 42,722.82 | 31,844.69 | 31,620.82 | 85,559.96 | 99,131.49 |
| 2 | Net Profit / (Loss) for the period (before Tax, Exceptional items) | 3,176.14 | 937.96 | 345.09 | 904.06 | 1,096.97 | 1,579.07 | (704.20) | (745.16) | (4,335.11) | (2,690.11) |
| 3 | Net Profit / (Loss) for the period before tax (after Exceptional items) | 3,176.14 | 937.96 | 345.09 | 904.06 | 1,096.97 | 1,579.07 | (704.20) | (745.16) | (4,335.11) | (2,690.11) |
| 4 | Net Profit / (Loss) for the period after tax (after Exceptional items) | 2,146.56 | 640.17 | 372.81 | 595.86 | 966.87 | 549.49 | (1,001.99) | (717.43) | (4,643.31) | (2,820.05) |
| 5 | Total Comprehensive Income for the period [Comprising Profit / (Loss) for the period (after tax) and Other Comprehensive Income (after tax)] | 2,193.69 | 766.22 | 335.02 | 863.02 | 891.15 | (117.88) | (1,313.22) | (1,166.16) | (5,843.51) | (3,308.01) |
| 6 | Equity Share Capital | 1,255.39 | 1,255.39 | 1,197.32 | 1,255.39 | 1,197.32 | 1,255.39 | 1,255.39 | 1,197.32 | 1,255.39 | 1,197.32 |
| 7 | Reserves (excluding Revaluation Reserve) as shown in the Audited Balance Sheet of the previous year | - | - | - | - | - | - | - | - | - | - |
| 8 | Earnings Per Share (of Rs. 10/- each) - (Not annualised for the quarter and nine months ended) | | | | | | | | | | |
| | 1. Basic: | 17.10 | 5.10 | 3.11 | 4.75 | 8.08 | 4.38 | (7.98) | (5.99) | (36.99) | (23.55) |
| | 2. Diluted: | 17.10 | 5.10 | 3.05 | 4.75 | 8.02 | 4.38 | (7.98) | (5.86) | (36.99) | (23.38) |

The above is an extract of the detailed format of Quarterly Standalone and Consolidated 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

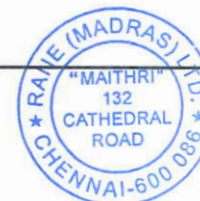
Note:

- The above financial results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on January 27, 2021.
- 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 all periods prior to the quarter ended September 30, 2020, included in the above results were reviewed / audited by the previous auditors of the Company.
- During the year ended March 31, 2020, the Company / Group had assessed the recoverable value of its investment, loans and other financial assets/ net assets in an operating wholly owned step down subsidiary (either directly or through the intermediate subsidiary) and provided for an impairment aggregating to Rs. 3,757.54 Lakhs being shown as an exceptional charge for the quarter and year ended March 31, 2020. In order to carry out the above assessment, projections of future cash flows based on long-term forecasts, including selling price as well as volumes were estimated over the next five years. The estimation of sales volumes was based on management's assessment of probability of securing the new businesses in the future, adverse business impact and uncertainties arising due to COVID-19 pandemic to the extent known. Based on the assessment done for the Quarter ended December 31, 2020, no further impairment was considered necessary.
- The company / group has assessed the impact of COVID-19 on its financial statement based on the internal and external information, to the extent known and available, up to the date of approval of these financial statements and expects to recover the carrying amounts of investments, loans, property, plant and equipments, intangible assets, trade receivable, inventories and other financial assets.
- The Company'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 nine months December 31, 2020 are, therefore, not comparable with the nine months ended December 31, 2019.
- Subsequent to the quarter ended December 31, 2020, the Company has received Rs. 25 crores from Rane Holdings Limited as warrant exercise price towards conversion of the outstanding 11,61,440 warrants issued on preferential basis and has allotted equivalent equity shares of Rs. 10 each fully paid up on January 07, 2021. Consequently, the issued and paid up capital stands increased by 11,61,440 equity shares of Rs.10/- each fully paid-up towards which listing & trading approvals are awaited from BSE and NSE.

For Rane (Madras) Limited


L Ganesh
Chairman

Chennai
January 27, 2021



B S R & Co. LLP

Chartered Accountants

KRM Tower, 1st & 2nd 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 (Madras) Limited

1. We have reviewed the accompanying Statement of unaudited standalone financial results of Rane (Madras) Limited ('the Company') for the quarter ended December 31, 2020 and year to date results for the period from April 1, 2020 to December 31, 2020 ("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 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.
5. We draw your attention to Note 6 to the unaudited standalone financial results, which describes the management's assessment of the impact of COVID-19 pandemic and the resultant lockdowns on the uncertainties involved in developing some of the estimates involved in preparation of the financial results including but not limited to its assessment of recoverable values of its investments, loans receivable and other assets. In view of the highly uncertain economic environment, a definitive assessment of the impact is highly dependent upon circumstances as they evolve in future and the actual results may differ from those estimated as at the date of approval of the unaudited standalone financial results.

Our conclusion is not modified in respect of this matter.

Principal Office

B S R & Co. is a partnership firm with Registration No. BAA12231 converted into B S R & Co. LLP
a Limited Liability Partnership with LLP Registration No. AAB-R1811 with effect from October 11, 2013

14th Floor, Central B Wing and North C Wing, Neocon IT Park 4, 1st stage
Center, Western Express Highway, Goregaon (East), Mumbai - 400033

B S R & Co. LLP

Limited review report

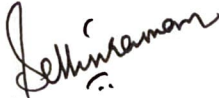
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6. Corresponding figures for all periods prior to the quarter ended September 30, 2020, included in the Statement are based on the previously issued standalone financial results that were reviewed / audited by the predecessor auditors who expressed an unmodified opinion (vide their limited review report dated August 7, 2020 on the standalone financial results for the quarter ended June 30, 2020, limited review report dated January 21, 2020 on the standalone financial results for the quarter and nine months ended December 31, 2019 and audit report dated June 18, 2020 on the standalone annual financial results for the year ended March 31, 2020 furnished to us and relied upon by us for the purpose of our review opinion on the Statement).

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

Chartered Accountants

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



S Sethuraman

Partner

Membership No. 203491

UDIN: 21203491AAAAAU1301

Place: Chennai

Date: January 27, 2021

B S R & Co. LLP

Chartered Accountants

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

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Limited review report

To Board of Directors of Rane (Madras) Limited

1. We have reviewed the accompanying Statement of unaudited consolidated financial results of Rane (Madras) Limited (“the Parent”) and its subsidiaries (the Parent and its subsidiaries together referred to as “the Group”) for the quarter ended December 31, 2020 and year to date results for the period from April 1, 2020 to December 31, 2020 (“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 following entities: Rane (Madras) Limited, Rane (Madras) International Holdings, B.V. and Rane Light Metal Castings Inc.
5. Based on our review conducted and procedures performed as stated in paragraph 3 above, 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.



Principal Officer

B S R & Co. LLP

Limited review report

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6. We draw your attention to Note 6 to the unaudited consolidated financial results, which describes the management's assessment of the impact of COVID-19 pandemic and the resultant lockdowns on the uncertainties involved in developing some of the estimates involved in preparation of the financial results including but not limited to its assessment of recoverable values of its property, plant and equipment and other assets. In view of the highly uncertain economic environment, a definitive assessment of the impact is highly dependent upon circumstances as they evolve in future and the actual results may differ from those estimated as at the date of approval of the unaudited consolidated financial results.

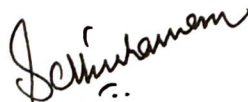
Our conclusion is not modified in respect of this matter.

7. Corresponding figures for all periods prior to the quarter ended September 30, 2020, included in the Statement are based on the previously issued consolidated financial results that were reviewed / audited by the predecessor auditors who expressed an unmodified opinion (vide their limited review report dated August 7, 2020 on the consolidated financial results for the quarter ended June 30, 2020, limited review report dated January 21, 2020 on the consolidated financial results for the quarter and nine months ended December 31, 2019 and audit report dated June 18, 2020 on the consolidated annual financial results for the year ended March 31, 2020 furnished to us and relied upon by us for the purpose of our review opinion on the Statement).

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

Chartered Accountants

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



S Sethuraman

Partner

Membership No. 203491

UDIN: 21203491AAAAAT9878

Place: Chennai

Date: January 27, 2021



Chennai, India, January 27, 2021 – Rane (Madras) Limited (NSE: RML; BSE Code:532661), a leading manufacturer of steering and suspension products and light metal casting components today announced its standalone and consolidated financial performance for the third quarter (Q3 FY21) and nine months (9MFY21) ended December 31, 2020.

Standalone Q3 FY21 Performance

- Total Revenue was ₹398.8 Crore for Q3 FY21 as compared to ₹280.2 Crore in the Q3 FY20, an increase of 42.3%
- EBITDA stood at ₹50.8 Crore as compared to ₹24.6 Crore during Q3 FY20, an increase of 106.2%
- EBITDA Margin at 12.7% for Q3 FY21 as against 8.8% in Q3 FY20, an increase of 395 basis points (bps)
- Net profit (PAT) stood at ₹21.5 Crore for Q3 FY21 as compared to ₹3.7 Crore in Q3 FY20, an increase of 475.8%

Consolidated Q3 FY21 Performance

- Total Revenue was ₹435.2 Crore for Q3 FY21 as compared to ₹320.5 Crore in the Q3 FY20, an increase of 35.8%
- EBITDA stood at ₹39.3 Crore as compared to ₹18.2 Crore during Q3 FY20, an increase of 116.1%
- EBITDA Margin at 9.0% for Q3 FY21 as against 5.7% in Q3 FY20, an increase of 336 basis points (bps)
- Net profit (PAT) stood at ₹5.5 Crore for Q3 FY21 as compared to Loss of ₹7.2 Crore in Q3 FY20, an increase of 176.6%

Operating Highlights for Q3 FY21 – Standalone

- Sales to Indian OE customers grew by 37%. Experienced strong demand across vehicle segment
- Sales to International customers increased by 82% supported by increase in schedules for Steering and Light Metal Casting products
- Sales to Indian Aftermarket customers increased by 14%
- EBITDA margin improved by 395 bps. Cost reduction initiatives and higher volume helped to mitigate unfavourable mix and material cost increase

Operating Highlights for Q3 FY21 – Consolidated

- The US subsidiary experienced 13% drop in sales impacted by lower vehicle demand in US due to Covid-19 and lower volumes from key customers
- Despite operational improvements, the drop in volumes resulted in higher loss

MANAGEMENT COMMENT

“We saw strong recovery in the demand environment in Q3. This was well supported by the production ramp up in the plants. Cost reduction initiatives continued to yield results. We are seeing volatility in customer schedules as they experience supply constraints on certain components. We continue the cost control measures to manage the commodity price increases.” – **L. Ganesh, Chairman, Rane Group**

BUSINESS HIGHLIGHTS

Financial Performance

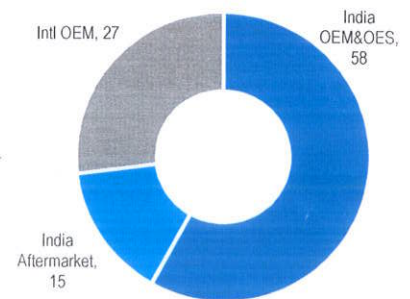
| Standalone | Q3 FY 21 | Q3 FY 20 | YOY% |
|---------------|----------|----------|---------|
| Total Revenue | 398.8 | 280.2 | 42.3% |
| EBITDA | 50.8 | 24.6 | 106.2% |
| Margin (%) | 12.7% | 8.8% | 395 bps |
| PAT | 21.5 | 3.7 | 475.8% |

| Consolidated | Q3 FY 21 | Q3 FY 20 | YOY% |
|---------------|----------|----------|---------|
| Total Revenue | 435.2 | 320.5 | 35.8% |
| EBITDA | 39.3 | 18.2 | 116.1% |
| Margin (%) | 9.0% | 5.7% | 336 bps |
| PAT | 5.5 | -7.2 | 176.6% |

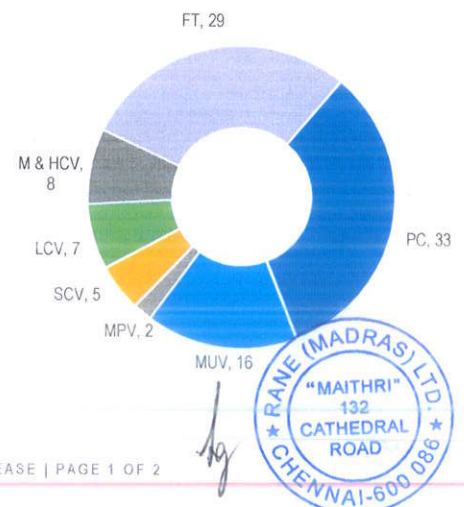
(In ₹ Crore, unless otherwise mentioned)

**BUSINESS SPLIT (Q3 FY21)
(STANDALONE)**

BY MARKET (%)



BY VEHICLE SEGMENT (%)



PROFIT AND LOSS ACCOUNT

| Particulars | Standalone | | | | | | Consolidated | | | | | |
|-------------------------------------|--------------|--------------|-------------|--------------|--------------|-------------|--------------|--------------|-------------|--------------|----------------|-------------|
| | Q3 FY21 | Q3 FY20 | YoY% | 9M FY21 | 9M FY20 | YoY% | Q3 FY21 | Q3 FY20 | YoY% | 9M FY21 | 9M FY20 | YoY% |
| Income from Operations | 374.3 | 263.8 | 42% | 741.4 | 809.3 | -8% | 409.1 | 303.7 | 35% | 827.2 | 946.3 | -13% |
| Other Operating Income | 17.6 | 11.5 | 52% | 27.4 | 42.0 | -35% | 18.1 | 12.6 | 44% | 28.4 | 45.0 | -37% |
| Other Income | 7.0 | 4.9 | 44% | 12.0 | 8.5 | 42% | 8.1 | 4.3 | 89% | 16.1 | 6.6 | 145% |
| Total Revenue | 398.8 | 280.2 | 42% | 780.8 | 859.8 | -9% | 435.2 | 320.5 | 36% | 871.6 | 997.9 | -13% |
| Expenses | | | | | | | | | | | | |
| -Cost of Material Consumed | 249.5 | 161.2 | 55% | 473.4 | 518.7 | -9% | 261.7 | 173.7 | 51% | 501.8 | 567.5 | -12% |
| -Purchase of stock-in-trade | - | - | - | - | - | - | - | - | - | - | - | - |
| -Changes in inventories | 0.2 | 12.6 | -98% | 16.7 | 22.3 | -25% | -0.4 | 11.0 | -104% | 14.9 | 19.0 | -22% |
| -Employee Benefit Expense | 39.1 | 36.2 | 8% | 97.8 | 108.7 | -10% | 62.7 | 58.1 | 8% | 164.0 | 178.5 | -8% |
| -Finance Cost | 5.7 | 8.2 | -30% | 20.4 | 24.8 | -18% | 6.7 | 9.5 | -29% | 23.0 | 28.3 | -19% |
| -Depreciation & Amortization | 13.3 | 13.0 | 3% | 38.1 | 38.6 | -1% | 16.9 | 16.2 | 4% | 48.1 | 48.0 | 0% |
| -Other Expenditure | 59.3 | 45.6 | 30% | 125.3 | 135.8 | -8% | 71.9 | 59.4 | 21% | 163.2 | 183.4 | -11% |
| Total Expenses | 367.1 | 276.8 | 33% | 771.8 | 848.8 | -9% | 419.4 | 327.9 | 28% | 915.0 | 1,024.8 | -11% |
| PBT before Exceptional Items | 31.8 | 3.5 | 820% | 9.0 | 11.0 | -18% | 15.8 | -7.5 | 312% | -43.4 | -26.9 | -61% |
| Exceptional Item | - | - | - | - | - | - | - | - | - | - | - | - |
| PBT | 31.8 | 3.5 | 820% | 9.0 | 11.0 | -18% | 15.8 | -7.5 | 312% | -43.4 | -26.9 | -61% |
| Tax Expense | 10.3 | -0.3 | - | 3.1 | 1.3 | - | 10.3 | -0.3 | - | 3.1 | 1.3 | - |
| PAT | 21.5 | 3.7 | 476% | 6.0 | 9.7 | -38% | 5.5 | -7.2 | 177% | -46.4 | -28.2 | -65% |

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



ABOUT RANE (MADRAS) LIMITED

Established in 1960, Rane (Madras) Limited (RML) is part of the Rane Group of Companies, a leading auto component group based out of Chennai. RML has two divisions namely Steering and Linkages Division (SLD) and Light Metal Casting India Division (LMCI). SLD manufactures mechanical steering gears, hydrostatic steering systems and steering and suspension linkage products. LMCI manufactures low porosity, high-quality light metal casting such as steering housings and engine case covers. Through its overseas subsidiary Rane Light Metal Castings Inc. (RLMCA), RML manufactures high pressure light metal casting components from its facility in Kentucky, USA.

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 components 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

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.