

## Rane (Madras) Limited



//Online Submission//

RML / SE / 35 / 2020-21

October 21, 2020

<b>BSE Limited</b> Listing Centre Scrip Code: 532661	<b>National Stock Exchange of India Limited</b> NEAPS Symbol: RML
--	---

Dear Sir / Madam,

**Sub: Outcome of Board Meeting held on October 21, 2020 - under Regulation 30 of SEBI LODR**

**Ref: Our letter no. RML/SE/31/2020-21 dated September 29, 2020**

This is to inform that the Board of Directors, inter alia, approved the un-audited financial results (standalone & consolidated) along with Cash Flow statement of the Company for the quarter and half year ended September 30, 2020 as recommended by the audit committee at their respective meeting(s) held today (**October 21, 2020**).

The un-audited financial results (standalone & consolidated) of the Company for the quarter and half-year ended September 30, 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) along with cash flow statement 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 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 10:55 hrs (IST) and concluded at 13:26 hrs (IST).

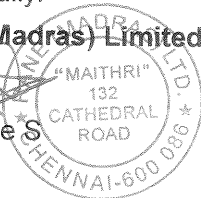
We request you to take the above on record and note the compliance with the above referred regulations of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (SEBI LODR).

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 half year ended September 30, 2020.
2. Extract of the un-audited financial results (standalone & consolidated) for Newspaper publication.
3. Limited Review Report (standalone & consolidated) for the quarter and half year ended September 30, 2020.
4. Earnings release for the quarter and half year ended September 30, 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 Half Year Ended September 30, 2020**

(Rs. Lakhs)

Particulars	Standalone						Consolidated							
	Quarter ended			Half Year ended			Year ended	Quarter ended			Half Year ended			Year ended
	30.09.2020	30.06.2020	30.09.2019	30.09.2020	30.09.2019	31.03.2020	30.09.2020	30.06.2020	30.09.2019	30.09.2020	30.09.2019	31.03.2020		
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited		
<b>1. Income</b>														
(a) Revenue from operations														
(i) Revenue	27,734.41	8,982.07	25,777.31	36,716.48	54,548.50	1,05,559.32	31,124.78	10,681.73	30,705.57	41,806.48	64,269.14	1,22,834.59		
(ii) Other operating income	698.08	282.74	2,231.50	980.82	3,050.68	4,493.44	719.91	310.75	2,319.58	1,030.66	3,241.53	4,872.97		
Total revenue from operations	28,432.49	9,264.81	28,008.81	37,697.30	57,599.18	1,10,052.76	31,844.69	10,992.45	33,025.15	42,837.14	67,510.67	1,27,707.56		
(b) Other income	137.62	361.89	226.73	499.51	357.34	1,870.65	368.28	433.53	99.58	801.84	231.61	1,444.41		
<b>Total Income</b>	<b>28,570.11</b>	<b>9,626.70</b>	<b>28,235.54</b>	<b>38,196.81</b>	<b>57,956.52</b>	<b>1,11,923.41</b>	<b>32,212.97</b>	<b>11,426.01</b>	<b>33,124.73</b>	<b>43,638.98</b>	<b>67,742.28</b>	<b>1,29,151.97</b>		
<b>2. Expenses</b>														
(a) Cost of materials consumed	17,560.53	4,834.77	17,510.33	22,395.30	35,752.28	68,303.93	18,517.38	5,494.05	19,324.98	24,011.44	39,375.20	74,423.07		
(b) Changes in inventories of finished goods, work-in-progress and stock in trade	316.76	1,336.28	490.49	1,653.04	965.94	1,416.19	526.61	1,003.85	360.21	1,530.46	803.99	1,129.36		
(c) Employee benefits expense	3,209.48	2,656.26	3,516.45	5,865.74	7,251.75	14,193.67	5,526.40	4,603.73	5,977.79	10,130.13	12,040.27	23,388.37		
(d) Finance costs	715.25	752.70	872.75	1,467.95	1,653.93	3,194.79	797.16	833.33	960.38	1,630.54	1,868.41	3,728.22		
(e) Depreciation and amortisation expense	1,272.62	1,209.78	1,283.75	2,482.40	2,564.13	5,242.49	1,542.54	1,584.63	1,600.16	3,127.14	3,184.43	6,562.54		
(f) Other expenses	4,557.51	2,046.95	4,300.22	6,604.46	9,016.81	18,159.50	6,007.08	3,116.37	5,985.27	9,123.45	12,394.93	24,176.77		
<b>Total expenses</b>	<b>27,632.15</b>	<b>12,836.74</b>	<b>27,973.99</b>	<b>40,468.89</b>	<b>57,204.64</b>	<b>1,10,510.57</b>	<b>32,917.17</b>	<b>16,635.99</b>	<b>34,208.79</b>	<b>49,553.16</b>	<b>69,687.23</b>	<b>1,33,408.33</b>		
<b>3. Profit / (Loss) before exceptional items (1-2)</b>	<b>937.96</b>	<b>(3,210.04)</b>	<b>261.55</b>	<b>(2,272.08)</b>	<b>751.88</b>	<b>1,412.84</b>	<b>(704.20)</b>	<b>(5,209.99)</b>	<b>(1,084.06)</b>	<b>(5,914.18)</b>	<b>(1,944.95)</b>	<b>(4,256.36)</b>		
4. Exceptional Items (Refer note 7)	-	-	-	-	-	(3,757.54)	-	-	-	-	-	(196.40)		
<b>5. Profit / (Loss) before tax (3 ± 4)</b>	<b>937.96</b>	<b>(3,210.04)</b>	<b>261.55</b>	<b>(2,272.08)</b>	<b>751.88</b>	<b>(2,344.70)</b>	<b>(704.20)</b>	<b>(5,209.99)</b>	<b>(1,084.06)</b>	<b>(5,914.18)</b>	<b>(1,944.95)</b>	<b>(4,452.76)</b>		
6. Tax expense														
Current tax	(1,203.51)	-	228.74	(1,203.51)	395.26	369.03	(1,203.51)	-	228.59	(1,203.51)	395.11	369.07		
Deferred tax	1,501.30	(1,019.17)	(236.85)	482.13	(237.44)	(270.70)	1,501.30	(1,019.17)	(236.85)	482.13	(237.44)	(270.70)		
Total tax expenses	297.79	(1,019.17)	(8.11)	(721.38)	157.82	98.33	297.79	(1,019.17)	(8.26)	(721.38)	157.67	98.37		
<b>7. Profit / (loss) for the period/ year (5-6)</b>	<b>640.17</b>	<b>(2,190.87)</b>	<b>269.66</b>	<b>(1,550.70)</b>	<b>594.06</b>	<b>(2,443.03)</b>	<b>(1,001.99)</b>	<b>(4,190.81)</b>	<b>(1,075.80)</b>	<b>(5,192.80)</b>	<b>(2,102.62)</b>	<b>(4,551.13)</b>		
8. Other comprehensive income	126.05	93.98	(25.05)	220.03	(37.93)	(441.08)	(311.23)	(221.63)	58.52	(532.83)	(39.23)	(1,931.84)		
A. (i) Items that will not be reclassified to profit or loss	(39.71)	(25.09)	(51.69)	(64.80)	(80.83)	(249.08)	(39.71)	(25.09)	(51.69)	(64.80)	(80.83)	(816.88)		
(ii) Income tax relating to items that will not be reclassified to profit or loss	11.80	8.77	18.07	20.57	28.25	87.04	11.80	8.77	18.07	20.57	28.25	87.04		
B. (i) Items that will be reclassified to profit or loss	217.66	169.54	13.17	387.20	22.52	(428.93)	(219.62)	(146.04)	96.74	(365.66)	21.22	(1,351.89)		
(ii) Income tax relating to items that will be reclassified to profit or loss	(63.70)	(59.24)	(4.60)	(122.94)	(7.87)	149.89	(63.70)	(59.24)	(4.60)	(122.94)	(7.87)	149.89		
<b>9. Total comprehensive income for the period/ year (7+8)</b>	<b>766.22</b>	<b>(2,096.89)</b>	<b>244.61</b>	<b>(1,330.67)</b>	<b>556.13</b>	<b>(2,884.11)</b>	<b>(1,313.22)</b>	<b>(4,412.41)</b>	<b>(1,017.28)</b>	<b>(5,725.63)</b>	<b>(2,141.85)</b>	<b>(6,482.97)</b>		
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 half year ended)														
(a) Basic	5.10	(17.45)	2.25	(12.35)	4.96	(20.37)	(7.98)	(33.38)	(8.99)	(41.36)	(17.56)	(37.95)		
(b) Diluted	5.10	(15.97)	2.25	(12.35)	4.96	(19.59)	(7.98)	(30.56)	(8.99)	(41.36)	(17.56)	(36.49)		

20

## Notes:-

## 1. Balance Sheet as on

Rs. Lakhs

Particulars	Standalone		Consolidated	
	As at 30.09.2020 Unaudited	As at 31.03.2020 Audited	As at 30.09.2020 Unaudited	As at 31.03.2020 Audited
<b>ASSETS</b>				
<b>Non-Current Assets</b>				
(a) Property, Plant and Equipment	31,052.10	32,557.14	36,112.02	37,139.28
(b) Capital Work-In-Progress	806.00	1,014.78	6,608.58	4,982.70
(c) Goodwill	406.43	406.43	406.43	406.43
(d) Right of use asset	638.52	369.49	948.30	454.09
(e) Other Intangible Assets	46.00	58.72	46.00	58.72
(f) Financial Assets				
(i) Investments	10,764.88	8,025.89	60.00	60.00
(ii) Loans Receivable	3,310.38	3,382.14	-	-
(iii) Other Financial Assets	5,352.27	4,990.05	5,331.51	4,945.65
(g) Income Tax Asset (Net)	2,752.00	1,446.00	2,752.00	1,446.00
(h) Other non-current assets	1,219.60	752.87	2,228.55	3,433.29
<b>Total Non-Current Assets</b>	<b>56,348.18</b>	<b>53,002.51</b>	<b>54,493.39</b>	<b>52,926.16</b>
<b>Current Assets</b>				
(a) Inventories	11,701.82	13,343.64	14,278.45	15,683.83
(b) Financial Assets				
(i) Trade Receivables	18,830.46	16,290.62	21,601.15	19,079.60
(ii) Cash and cash equivalents	577.35	1,652.41	1,112.09	1,835.16
(iii) Bank balances other than (ii) above	15.62	17.54	15.62	17.54
(iv) Loans receivable	17.63	23.15	27.17	33.24
(v) Other Financial Assets	152.54	189.04	152.54	189.04
(c) Other Current Assets	2,406.17	2,088.83	2,745.05	2,417.33
<b>Total Current Assets</b>	<b>33,701.59</b>	<b>33,605.23</b>	<b>39,932.07</b>	<b>39,255.74</b>
<b>TOTAL ASSETS</b>	<b>90,049.77</b>	<b>86,607.74</b>	<b>94,425.46</b>	<b>92,181.90</b>
<b>EQUITY AND LIABILITIES</b>				
<b>Equity</b>				
(a) Equity Share Capital	1,255.39	1,255.39	1,255.39	1,255.39
(b) Other Equity	27,508.29	28,837.93	11,405.87	17,131.49
<b>Total Equity</b>	<b>28,763.68</b>	<b>30,093.32</b>	<b>12,661.26</b>	<b>18,386.88</b>
<b>Liabilities</b>				
(1) Non-Current liabilities				
(a) Financial Liabilities				
(i) Borrowings	10,508.64	13,981.73	20,389.20	19,990.65
(ii) Other financial liabilities	1,726.86	533.16	1,962.92	575.55
(b) Provisions	795.50	609.16	795.50	609.16
(c) Deferred tax liabilities (net)	753.75	169.25	753.75	169.25
(d) Other non-current liabilities	274.86	248.30	2,377.46	2,371.67
<b>Total Non-Current Liabilities</b>	<b>14,059.61</b>	<b>15,541.60</b>	<b>26,278.83</b>	<b>23,716.28</b>
(2) Current Liabilities				
(a) Financial Liabilities				
(i) Borrowings	17,627.52	15,895.05	17,627.52	19,665.55
(ii) Trade Payables				
Total outstanding dues of Micro enterprises and Small enterprises	1,278.48	902.74	1,278.48	902.74
Total outstanding dues of creditors other than Micro enterprises and Small	16,935.99	14,535.42	19,230.22	18,042.01
(iii) Other Financial Liabilities	9,220.74	7,481.52	14,938.47	9,269.27
(b) Other Current Liabilities	1,392.89	1,492.26	1,639.82	1,533.34
(c) Provisions	770.86	665.83	770.86	665.83
<b>Total Current Liabilities</b>	<b>47,226.48</b>	<b>40,972.82</b>	<b>55,485.37</b>	<b>50,078.74</b>
<b>Total Liabilities</b>	<b>61,286.09</b>	<b>56,514.42</b>	<b>81,764.20</b>	<b>73,795.02</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>90,049.77</b>	<b>86,607.74</b>	<b>94,425.46</b>	<b>92,181.90</b>

W

2. Cash flow statement							Rs. Lakhs
Particulars	Standalone			Consolidated			
	Unaudited	Unaudited	Audited	Unaudited	Unaudited	Audited	
	Half Year ended 30.09.2020	Half Year ended 30.09.2019	Year ended 31.03.2020	Half Year ended 30.09.2020	Half Year ended 30.09.2019	Year ended 31.03.2020	
<b>A. Cash flow from operating activities</b>							
<b>Profit for the year</b>	(1,550.70)	594.06	(2,443.03)	(5,192.79)	(2,102.60)	(4,551.13)	
<b>Adjustments for :</b>							
Income tax expense recognised in profit and loss	(721.38)	157.82	98.33	(721.38)	157.66	98.37	
Finance costs recognised in profit and loss	1,467.95	1,653.93	3,194.79	1,630.54	1,888.41	3,728.22	
Interest income recognised in profit and loss	(05.14)	(122.31)	(223.40)	(17.06)	(23.37)	(43.85)	
Net loss/(gain) on disposal of property, plant and equipment	(0.02)	(4.24)	(14.86)	(0.02)	(4.24)	(5.52)	
Government grant income	(83.95)	(77.20)	(154.41)	(83.95)	(77.20)	(154.41)	
Guarantee commission	(10.86)	(18.25)	(36.50)	-	-	-	
Unrealised exchange loss/(gain)	(419.41)	198.00	(807.72)	(821.69)	(16.00)	(150.92)	
Foreign currency translation gain / (loss)	-	-	-	-	(1.30)	(922.96)	
Translation gain on property, plant and equipment	-	-	-	-	(174.23)	(421.20)	
Provision for doubtful trade receivables and advances (net of write back)	10.84	39.85	(361.10)	10.84	39.85	(281.72)	
Impairment of financial assets / goodwill	-	-	3,757.54	-	-	196.40	
Depreciation and amortisation of non-current assets	2,482.40	2,564.13	5,242.49	3,127.14	3,184.43	6,562.54	
	<b>1,089.73</b>	<b>4,985.79</b>	<b>8,252.13</b>	<b>(2,068.37)</b>	<b>2,871.41</b>	<b>4,053.82</b>	
<b>Movements in working capital :</b>							
(Increase) / decrease in trade receivables	(2,556.52)	2,407.64	6,131.50	(2,631.70)	1,905.81	5,961.41	
(Increase) / decrease in inventories	1,641.81	1,428.46	2,127.74	1,350.87	1,045.18	1,495.54	
(Increase) / decrease in other non current assets	98.43	(863.69)	5.26	98.43	(879.43)	(590.90)	
(Increase) / decrease in other non current financial assets	(294.13)	(2.73)	(980.61)	(603.50)	(48.32)	(1,216.04)	
(Increase) / decrease in other current financial assets	43.96	122.99	343.17	43.96	122.99	343.17	
(Increase) / decrease in other current assets	(317.34)	757.51	902.56	(413.54)	(84.78)	801.20	
(Increase) / decrease in loans receivable	5.52	1.79	1.00	5.87	(2.80)	(7.90)	
Increase / (decrease) in trade payables	2,783.23	(4,050.50)	(3,644.16)	1,765.82	(2,979.22)	(2,651.27)	
Increase / (decrease) in long term provisions	186.34	-	(11.50)	186.34	-	(11.50)	
Increase / (decrease) in short term provisions	105.03	237.24	(165.50)	105.03	237.24	(165.50)	
Increase / (decrease) in other non current financial liabilities	976.16	-	(597.34)	976.16	-	(597.34)	
Increase / (decrease) in other current financial liabilities	1,708.32	(187.71)	48.52	1,849.66	(31.80)	260.97	
Increase / (decrease) in other non current liabilities	-	-	-	24.69	(6.67)	583.76	
Increase / (decrease) in other current liabilities	(162.26)	64.87	47.85	(96.00)	104.03	(524.27)	
<b>Cash generated from operations</b>	<b>5,308.28</b>	<b>4,901.66</b>	<b>12,460.62</b>	<b>593.72</b>	<b>2,253.64</b>	<b>7,735.15</b>	
Income tax paid	(101.68)	(352.55)	(819.90)	(101.68)	(352.39)	(819.94)	
<b>Net cash (used in) / generated by operating activities</b>	<b>5,206.60</b>	<b>4,549.11</b>	<b>11,640.72</b>	<b>492.04</b>	<b>1,901.25</b>	<b>6,915.21</b>	
<b>B. Cash flow from investing activities</b>							
Interest received	9.60	27.05	(9.15)	9.60	27.05	33.70	
Loans/investment to subsidiary	(2,256.36)	(5,138.21)	(9,776.44)	-	-	-	
Payments for property, plant and equipment	(1,277.97)	(2,068.91)	(3,770.26)	(2,702.21)	(3,034.85)	(10,447.44)	
Proceeds from disposal of property, plant and equipment	0.02	59.91	105.63	0.02	59.91	160.08	
Bank balances not considered as cash and cash equivalents	1.92	2.00	0.79	1.92	2.00	0.79	
<b>Net cash (used in) / generated by investing activities</b>	<b>(3,522.79)</b>	<b>(7,118.16)</b>	<b>(13,449.43)</b>	<b>(2,690.67)</b>	<b>(2,945.89)</b>	<b>(10,252.87)</b>	
<b>C. Cash flow from financing activities</b>							
Proceeds from issue of equity shares	-	-	58.07	-	-	58.07	
Proceeds from share premium on equity shares	-	-	1,608.59	-	-	1,608.59	
Money received against share warrant	-	-	833.33	-	-	833.33	
Proceeds from long term borrowings	257.02	7,477.00	10,636.00	4,583.02	7,477.00	15,065.00	
Repayment of long term borrowings	(3,367.91)	(1,605.40)	(5,660.26)	(3,367.91)	(2,307.26)	(7,093.76)	
Proceeds from short term borrowings	11,546.36	-	-	11,546.36	-	(2,668.05)	
Repayment of short term borrowings	(10,041.41)	(250.33)	(1,250.05)	(10,041.41)	(155.53)	-	
Dividend paid	-	(538.79)	(538.79)	-	(538.79)	(538.79)	
Tax on dividend	-	(110.75)	(110.75)	-	(110.75)	(110.75)	
Payment of lease liabilities	(43.65)	-	-	(82.35)	-	-	
Interest paid	(1,345.60)	(1,606.87)	(3,181.90)	(1,403.67)	(1,904.02)	(3,775.84)	
<b>Net cash (used in)/ generated by financing activities</b>	<b>(2,895.19)</b>	<b>3,364.86</b>	<b>2,394.24</b>	<b>1,234.04</b>	<b>2,460.65</b>	<b>3,377.80</b>	
<b>Net increase / (decrease) in cash and cash equivalents</b>	<b>(1,311.38)</b>	<b>795.81</b>	<b>585.53</b>	<b>(964.59)</b>	<b>1,416.01</b>	<b>40.14</b>	
Cash and cash equivalents at the beginning of the year	1,646.83	1,065.86	1,061.30	1,829.58	1,794.01	1,789.44	
<b>Cash and Cash equivalents at the end of the period/year</b>	<b>335.45</b>	<b>1,861.67</b>	<b>1,646.83</b>	<b>864.99</b>	<b>3,210.02</b>	<b>1,829.58</b>	
<b>Reconciliation of cash and cash equivalents to Balance sheet</b>							
	Half Year ended	Half Year ended	Year ended	Half Year ended	Half Year ended	Year ended	
<b>Particulars</b>	<b>30.09.2020</b>	<b>30.09.2019</b>	<b>31.03.2020</b>	<b>30.09.2020</b>	<b>30.09.2019</b>	<b>31.03.2020</b>	
Cash and cash equivalents as per Balance sheet	577.35	1,836.66	1,652.41	1,112.09	3,185.02	1,835.16	
Effects of exchange rate changes on the balance of cash and cash equivalents held in foreign currencies	(14.38)	25.01	(5.58)	(19.58)	25.00	(5.58)	
Bank overdraft availed for cash management purposes	(227.52)	-	-	(227.52)	-	-	
<b>Cash and cash equivalents as above</b>	<b>335.45</b>	<b>1,861.67</b>	<b>1,646.83</b>	<b>864.99</b>	<b>3,210.02</b>	<b>1,829.58</b>	

**Notes:-**

- 3 The above financial results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on October 21, 2020.
- 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 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.
- 6 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.
- 7 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 September 30, 2020, no further impairment was considered necessary.
- 8 During the quarter ended September 30, 2020, the Company has reclassified, in respect of the balance sheet as at March 31, 2020, the investments in non-convertible redeemable preference shares (net of provisions) amounting to Rs. 7,954.90 lakhs from Loans to Investments.
- 9 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.
- 10 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 quarter ended September 30, 2020 are, therefore, not comparable with June 30, 2020. Similarly, the results for the six months ended September 30, 2020 are not comparable with the prior periods.
- 11 The Standalone and Consolidated financial results for the Quarter and Half year ended Sep 30, 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](http://www.bseindia.com)) and NSE ([www.nseindia.com](http://www.nseindia.com)) and on the Company's website viz., [www.ranegroup.com](http://www.ranegroup.com).

For Rane (Madras) Limited

**L GANESH** Digitally signed by L  
GANESH  
Date: 2020.10.21  
10:56:59 +05'30'  
**L Ganesh**  
Chairman

Chennai  
October 21, 2020

**RANE (MADRAS) LIMITED**

Regd. Office : " MAITHRI ", 132, Cathedral Road, Chennai - 600 086  
 visit us at: www.ranegroup.com CIN: L65993TN2004PLC052556



**Extract of Unaudited Standalone and Consolidated Financial Results for the Quarter Ended September 30, 2020**

(Rs. in Lakhs except per share data)

S.No	Particulars	Standalone				Consolidated			
		Quarter ended		Half Year ended		Quarter ended		Half Year ended	
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited
		30.09.2020	30.09.2019	30.09.2020	30.09.2019	30.09.2020	30.09.2019	30.09.2020	30.09.2019
1	Total Income from Operations	28,432.49	28,308.81	37,697.30	57,595.18	31,844.69	33,025.15	42,837.14	57,510.67
2	Net Profit / (Loss) for the period (before Tax, Exceptional items)	937.96	261.55	(2,272.08)	751.88	(704.20)	(1,084.06)	(5,914.18)	(1,944.95)
3	Net Profit / (Loss) for the period before tax (after Exceptional items)	937.96	261.55	(2,272.08)	751.88	(704.20)	(1,084.06)	(5,914.18)	(1,944.95)
4	Net Profit / (Loss) for the period after tax (after Exceptional items)	640.17	269.65	(1,550.70)	594.06	(1,001.99)	(1,075.80)	(5,192.80)	(2,102.62)
5	Total Comprehensive Income for the period [Comprising Profit / (Loss) for the period (after tax) and Other Comprehensive Income (after tax)]	766.22	244.61	(1,330.67)	556.13	(1,313.22)	(1,017.28)	(5,725.63)	(2,141.85)
6	Equity Share Capital	1,255.39	1,197.32	1,255.39	1,197.32	1,255.39	1,197.32	1,255.39	1,197.32
7	Other Equity			-				-	
8	Earnings Per Share (of Rs. 10/- each) (Not annualised for the quarter and half year ended)								
	1. Basic:	5.10	2.25	(12.35)	4.96	(7.98)	(8.99)	(41.36)	(17.56)
	2. Diluted:	5.10	2.25	(12.35)	4.96	(7.98)	(8.99)	(41.36)	(17.56)

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 Unaudited 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:**

- The above financial results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on October 21, 2020.
- 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 September 30, 2020, no further impairment was considered necessary.
- During the quarter ended September 30, 2020, the Company has reclassified, in respect of the balance sheet as at March 31, 2020, the investments in non-convertible redeemable preference shares (net of provisions) amounting to Rs. 7,954.90 lakhs from Loans to Investments.
- 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 quarter ended September 30, 2020 are, therefore, not comparable with June 30, 2020. Similarly, the results for the six months ended September 30, 2020 are not comparable with the prior periods.

For Rane (Madras) Limited

L GANESH

Digitally signed by L GANESH  
Date: 2020.10.21 10:57:23 +05'30'

L Ganesh  
Chairman

Chennai  
October 21, 2020

# 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 (Madras) Limited

1. We have reviewed the accompanying Statement of unaudited standalone financial results of Rane (Madras) Limited (“the Company”) for the quarter ended September 30, 2020 and year to date results for the period from April 1, 2020 to September 30, 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.

Registered Office:

**Limited review report**

**Page 2 of 2**

5. 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 October 21, 2019 on the standalone financial results for the quarter and six months ended September 30, 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**

Digitally signed by S

SETHURAMAN

Date: 2020.10.21 11:58:57

+05'30'

**S Sethuraman**

*Partner*

Membership No. 203491

UDIN: 20203491AAAAEE7161

Place: Chennai

Date: October 21, 2020



# 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 (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 September 30, 2020 and year to date results for the period from April 1, 2020 to September 30, 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.

Registered Office:

B S R & Co. LLP

**Limited review report**

**Page 2 of 2**

6. 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 October 21, 2019 on the consolidated financial results for the quarter and six months ended September 30, 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**

Digitally signed by S

SETHURAMAN

Date: 2020.10.21

11:57:51 +05'30'

**S Sethuraman**

*Partner*

Membership No. 203491

UDIN: 20203491AAAAED8455

Place: Chennai

Date: October 21, 2020



**Chennai, India, October 21, 2020** – 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 second quarter (Q2FY21) and six months (H1FY21) ended September 30th, 2020.

### Standalone Q2 FY21 Performance

- Total Revenue was ₹285.7 Crore for Q2 FY21 as compared to ₹282.4 Crore in the Q2 FY20, an increase of 1.2%
- EBITDA stood at ₹29.3 Crore as compared to ₹24.2 Crore during Q2 FY20, an increase of 21.0%
- EBITDA Margin at 10.2% for Q2 FY21 as against 8.6% in Q2 FY20, an increase of 168 basis points (bps)
- Net profit (PAT) stood at ₹6.4 Crore for Q2 FY21 as compared to ₹2.7 Crore in Q2 FY20, an increase of 137.4%

### Consolidated Q2 FY21 Performance

- Total Revenue was ₹322.1 Crore for Q2 FY21 as compared to ₹331.2 Crore in the Q2 FY20, a decrease of 2.8%
- EBITDA stood at ₹16.4 Crore as compared to ₹14.8 Crore during Q2 FY20, an increase of 10.8%
- EBITDA Margin at 5.1% for Q2 FY21 as against 4.5% in Q2 FY20
- Net Loss stood at ₹10.0 Crore for Q2 FY21 as compared to Loss of ₹10.8 Crore in Q2 FY20

### Operating Highlights for Q2 FY21 – Standalone

- Sales to Indian OE customers grew by 5%. Experienced strong demand from farm tractor segment
- Sales to International customers increased by 6% supported by increase in schedules for Steering products
- Sales to Indian Aftermarket customers increased by 29%
- Fixed cost reduction resulted in 168 bps improvement in EBITDA margin

### Operating Highlights for Q2 FY21 – Consolidated

- The US subsidiary experienced 36% drop in sales impacted by lower vehicle demand in US due to Covid-19 and lower volumes from key customers
- Significant drop in sales and under absorption of semi variable manufacturing cost resulted in higher loss

## MANAGEMENT COMMENT

“We saw recovery in the demand environment with the gradual opening of the economy in Q2. Aided by strong operational performance by the plants we were able to effectively handle the production ramp up despite the supply chain and labour availability challenges. Strong cost control measures helped in margin improvement. We remain cautiously optimistic about sustenance of the demand post festive season.” – **L. Ganesh, Chairman, Rane Group**

## BUSINESS HIGHLIGHTS

### Financial Performance

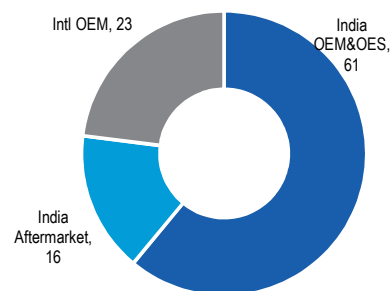
Standalone	Q2 FY 21	Q2 FY 20	YOY%
Total Revenue	285.7	282.4	1.2%
EBITDA	29.3	24.2	21.0%
Margin (%)	10.2%	8.6%	168 bps
PAT	6.4	2.7	137.4%

Consolidated	Q2 FY 21	Q2 FY 20	YOY%
Total Revenue	322.1	331.2	-2.8%
EBITDA	16.4	14.8	10.8%
Margin (%)	5.1%	4.5%	62 bps
PAT	-10.0	-10.8	NM

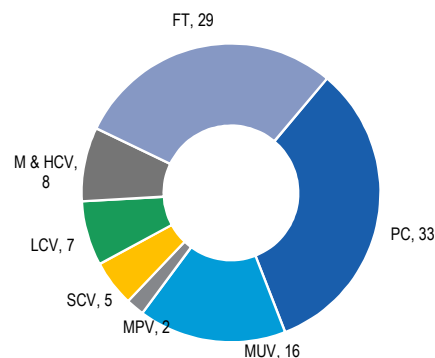
(In ₹ Crore, unless otherwise mentioned)

## BUSINESS SPLIT (Q2 FY21) (STANDALONE)

### BY MARKET (%)



### BY VEHICLE SEGMENT (%)



## PROFIT AND LOSS ACCOUNT

Particulars	Standalone						Consolidated					
	Q2 FY21	Q2 FY20	YoY%	H1 FY21	H1 FY20	YoY%	Q2 FY21	Q2 FY20	YoY%	H1 FY21	H1 FY20	YoY%
Income from Operations	277.3	257.8	8%	367.2	545.5	-33%	311.2	307.1	1%	418.1	642.7	-35%
Other Operating Income	7.0	22.3	-69%	9.8	30.5	-68%	7.2	23.2	-69%	10.3	32.4	-68%
Other Income	1.4	2.3	-39%	5.0	3.6	40%	3.7	1.0	270%	8.0	2.3	246%
<b>Total Revenue</b>	<b>285.7</b>	<b>282.4</b>	<b>1%</b>	<b>382.0</b>	<b>579.6</b>	<b>-34%</b>	<b>322.1</b>	<b>331.2</b>	<b>-3%</b>	<b>436.4</b>	<b>677.4</b>	<b>-36%</b>
<b>Expenses</b>												
-Cost of Material Consumed	175.6	175.1	0%	224.0	357.5	-37%	185.2	193.2	-4%	240.1	393.8	-39%
-Purchase of stock-in-trade	-	-	-	-	-	-	-	-	-	-	-	-
-Changes in inventories	3.2	4.9	-35%	16.5	9.7	71%	5.3	3.6	46%	15.3	8.0	90%
-Employee Benefit Expense	32.1	35.2	-9%	58.7	72.5	-19%	55.3	59.8	-8%	101.3	120.4	-16%
-Finance Cost	7.2	8.7	-18%	14.7	16.5	-11%	8.0	9.6	-17%	16.3	18.9	-14%
-Depreciation & Amortization	12.7	12.8	-1%	24.8	25.6	-3%	15.4	16.0	-4%	31.3	31.8	-2%
-Other Expenditure	45.6	43.0	6%	66.0	90.2	-27%	60.1	59.9	0%	91.2	123.9	-26%
<b>Total Expenses</b>	<b>276.3</b>	<b>279.7</b>	<b>-1%</b>	<b>404.7</b>	<b>572.0</b>	<b>-29%</b>	<b>329.2</b>	<b>342.1</b>	<b>-4%</b>	<b>495.5</b>	<b>696.9</b>	<b>-29%</b>
<b>PBT before Exceptional Items</b>	<b>9.4</b>	<b>2.6</b>	<b>259%</b>	<b>-22.7</b>	<b>7.5</b>	<b>-402%</b>	<b>-7.0</b>	<b>-10.8</b>	<b>35%</b>	<b>-59.1</b>	<b>-19.4</b>	<b>-204%</b>
Exceptional Item	-	-	-	-	-	-	-	-	-	-	-	-
<b>PBT</b>	<b>9.4</b>	<b>2.6</b>	<b>259%</b>	<b>-22.7</b>	<b>7.5</b>	<b>-402%</b>	<b>-7.0</b>	<b>-10.8</b>	<b>35%</b>	<b>-59.1</b>	<b>-19.4</b>	<b>-204%</b>
Tax Expense	3.0	-0.1	3772%	-7.2	1.6	-557%	3.0	-0.1	3705%	-7.2	1.6	-558%
<b>PAT</b>	<b>6.4</b>	<b>2.7</b>	<b>137%</b>	<b>-15.5</b>	<b>5.9</b>	<b>-361%</b>	<b>-10.0</b>	<b>-10.8</b>	<b>7%</b>	<b>-51.9</b>	<b>-21.0</b>	<b>-147%</b>

## KEY BALANCE SHEET ITEMS

Particulars	Standalone	Consolidated
	As at 30.09.2020	As at 30.09.2020
<b>Non-current assets</b>	<b>563.5</b>	<b>544.9</b>
-Property, Plant and Equipment	310.5	361.1
-Financial Assets	194.3	53.9
<b>Current assets</b>	<b>337.0</b>	<b>399.3</b>
- Inventories	117.0	142.8
-Trade receivables	188.3	216.0
-Cash and cash equivalents	5.8	11.1
<b>Total Assets</b>	<b>900.5</b>	<b>944.3</b>
<b>Shareholders Fund</b>	<b>287.6</b>	<b>126.6</b>
<b>Non-current liabilities</b>	<b>140.6</b>	<b>262.8</b>
-Long-term borrowings	105.1	203.9
<b>Current liabilities</b>	<b>472.3</b>	<b>554.9</b>
-Short-term borrowings	176.3	176.3
-Trade payables	182.1	205.1
<b>Total Liabilities</b>	<b>612.9</b>	<b>817.6</b>
<b>Total Equity and Liabilities</b>	<b>900.5</b>	<b>944.3</b>

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

Note: The H1 FY21 results are not comparable to the corresponding period of the previous year due to the truncated period of operations due to lockdown in the Q1 FY21 impacting overall H1 FY21

## 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](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.