

Rane Brake Lining Limited



//Online Submission//

RBL/SE/119/2020-21

February 01, 2021

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

Sub: Outcome of Board Meeting held on February 01, 2021 - under Regulation 30 of SEBI LODR

Ref: Our letter no. RBL/SE/92/2020-21 dated December 30, 2020

This is to inform that the Board of Directors, inter alia, approved the un-audited financial results for the quarter and nine-months ended December 31, 2020 as recommended by the audit committee at their respective meeting(s) held today (**February 01, 2021**).

The un-audited financial results of the Company for the quarter and nine-months ended December 31, 2020 is enclosed along with the Limited Review Report issued by M/s. Varma & Varma, Chartered Accountants, Statutory Auditors. (**Regulation 33**).

The unaudited financial results 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 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 09: 45 hrs (IST) and concluded at 10 : 20 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. Un-audited financial results for the quarter and nine-months ended December 31, 2020.
2. Extract of the un-audited financial results for Newspaper publication.
3. Limited Review Report for the quarter and nine-months ended December 31, 2020.
4. Earnings release for the quarter and nine-months ended December 31, 2020.

Statement of Unaudited Financial Results for the Quarter and Nine months ended December 31, 2020

	Particulars	Quarter ended			Nine months ended		Rs. Lakhs
		31.12.2020	30.09.2020	31.12.2019	31.12.2020	31.12.2019	Financial year ended
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	31.03.2020
1	Revenue						
	(a) Revenue from operations	13,243.66	10,534.23	12,625.11	27,458.15	35,146.00	47,006.90
	(b) Other Operating Income	9.50	13.76	32.88	24.51	79.63	91.05
	(c) Other Income	105.29	220.31	403.36	761.75	932.43	1,045.06
	Total Revenue	13,358.45	10,768.30	13,061.35	28,244.41	36,158.06	48,143.01
2	Expenses :						
	(a) Cost of materials consumed	6,356.66	4,826.02	6,069.44	12,108.42	17,108.50	23,055.49
	(b) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(52.33)	(179.33)	128.07	806.82	106.27	(592.93)
	(c) Employee benefits expenses	1,754.75	1,576.36	1,872.28	4,752.11	5,837.94	7,662.96
	(d) Finance costs	1.23	0.03	0.20	1.29	0.64	1.91
	(e) Depreciation and amortisation expense	583.55	596.46	619.97	1,813.25	1,882.72	2,628.91
	(f) Other expenses	2,807.91	2,282.30	3,169.90	6,184.85	8,189.09	10,918.57
	Total Expenses	11,451.77	9,101.84	11,859.86	25,666.74	33,125.16	43,674.91
3	Profit (+)/Loss (-) before Exceptional Items (1-2)	1,906.68	1,666.46	1,201.49	2,577.67	3,032.90	4,468.10
4	Exceptional Items	-	-	-	-	-	-
5	Profit (+)/ Loss (-) before tax (3+4)	1,906.68	1,666.46	1,201.49	2,577.67	3,032.90	4,468.10
6	Tax expense						
	Current Tax	657.10	242.25	193.27	899.35	525.85	785.72
	Tax relating to earlier years	-	-	-	-	-	-
	Deferred Tax	(39.49)	270.77	(15.30)	(74.86)	4.85	247.88
7	Profit / (Loss) for the period (5-6)	1,289.07	1,153.44	1,023.52	1,753.18	2,502.20	3,434.50
8	Other Comprehensive Income (Net of Tax Expense)	7.25	6.25	(14.62)	28.52	(65.25)	(98.01)
	(a) Items that will not be reclassified subsequently to Profit or loss						
	i) Remeasurement of net defined benefit Liability / Asset	11.14	9.61	(22.47)	43.84	(100.30)	(150.65)
	ii) Income tax relating to items that will not be classified to profit or loss	(3.89)	(3.36)	7.85	(15.32)	35.05	52.64
9	Total Comprehensive income for the Period (7+8) (Comprising profit / (loss) and other comprehensive income for the period)	1,296.32	1,159.69	1,008.90	1,781.70	2,436.95	3,336.49
10	Details of equity share capital						
	Paid-up equity share capital (Face Value of Rs. 10/- per Share)	781.11	791.50	791.50	781.11	791.50	791.50
11	Other Equity excluding revaluation reserves						22,091.44
12	Earnings Per Share (EPS) (of Rs.10/- each) (not annualised) (Amount Rs.)						
	(a) Basic	16.40	14.57	12.93	22.20	31.61	43.39
	(b) Diluted	16.40	14.57	12.93	22.20	31.61	43.39



Statement of Unaudited Financial Results for the Quarter and Nine months ended December 31, 2020

- 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 February 01, 2021.
- 2 The Company operates only in one segment, namely, manufacture and marketing of components for Transportation industry.
- 3 The previous period figures have been regrouped wherever necessary to conform to current period's presentation.
- 4 The company's operations for part of the nine months ended December 31, 2020 were suspended 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 are, therefore, not comparable with those of the previous periods.
- 5 The company has assessed the impact of COVID-19 on its financial statement based on the internal and external information up to the date of approval of these financial statements and expects to recover the carrying amounts of intangible assets, trade receivable, inventories and other financial assets. The company will continue to monitor future economic conditions and update its assessment.
- 6 During the period ended December 31, 2020, the Company bought back 1,03,879 Equity shares of Rs. 10/- each for an aggregate amount of Rs. 723.88 lakhs. Further, the Company has transferred Rs. 10.38 lakhs to the Capital redemption reserve. Consequent to the Buyback, the paid-up Equity share capital has reduced by Rs. 10.38 lakhs and stands at Rs. 7,81,11,010/- consisting of 78,11,101 Equity shares of Rs.10/- each.
- 7 The financial results for the period ended December 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 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.

Place : Chennai
Date : February 01, 2021

For Rane Brake Lining Limited

L. Ganesh
Chairman


Rane Brake Lining Limited

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



Extract of Unaudited Financial Results for the Quarter and Nine Months ended December 31, 2020

		Rs. In Lakhs			
S.No	Particulars	Quarter ended		Nine Months Ended	
		31.12.2020	31.12.2019	31.12.2020	31.12.2019
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
1	Total income from operations (net)	13,358.45	13,061.35	28,244.41	36,158.06
2	Net Profit / (Loss) for the period (before Tax and Exceptional items)	1,906.68	1,201.49	2,577.67	3,032.90
3	Net Profit / (Loss) for the period before tax (after Exceptional items)	1,906.68	1,201.49	2,577.67	3,032.90
4	Net Profit / (Loss) for the period after tax (after Exceptional items)	1,289.07	1,023.52	1,753.18	2,502.20
5	Total Comprehensive Income for the period [Comprising Profit / (Loss) for the period (after tax) and Other Comprehensive Income (after tax)]	1,296.32	1,008.90	1,781.70	2,436.95
6	Equity Share Capital	781.11	791.50	781.11	791.50
7	Earnings Per Share (of Rs.10/- each)				
	(a) Basic :	16.40	12.93	22.20	31.61
	(b) Diluted:	16.40	12.93	22.20	31.61

- Note:
- The above is an extract of the detailed format of Unaudited Financial Results filed with the Stock Exchanges under Regulation 33 of the SEBI (Listing and Disclosure Requirements) Regulations, 2015. The full format of the Unaudited 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
 - The above financial results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on February 01, 2021. The statutory auditors have carried out a limited review of these financial results.
 - The company's operations for part of the nine months period ended December 31, 2020 were suspended 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 are, therefore, not comparable with those of the previous periods.
 - The company has assessed the impact of COVID-19 on its financial statement based on the internal and external information up to the date of approval of these financial statements and expects to recover the carrying amounts of intangible assets, trade receivable, inventories and other financial assets. The company will continue to monitor future economic conditions and update its assessment.
 - During the period ended December 31, 2020, the Company bought back 1,03,879 Equity shares of Rs. 10/- each for an aggregate amount of Rs. 723.88 lakhs. Further, the Company has transferred Rs. 10.38 lakhs to the Capital redemption reserve. Consequent to the Buyback, the paid-up Equity share capital has reduced by Rs. 10.38 lakhs and stands at Rs. 7,81,11,010/- consisting of 78,11,101 Equity shares of Rs.10/- each.

For Rane Brake Lining Limited



Place : Chennai
Date : February 01, 2021



Expanding Horizons

RANE BRAKE LINING LIMITED

Q3 FY21 Earnings Release



Chennai, India, February 1, 2021 – 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 third quarter (Q3FY21) and nine months (9MFY21) ended December 31st, 2020.

Q3 FY21 Performance

- Total Net Revenue was ₹133.6 Crore for Q3 FY21 compared to ₹130.6 Crore in the Q3 FY20, an increase of 2.3%
- EBITDA stood at ₹24.9 Crore compared to ₹18.2 Crore during Q3 FY20, an increase of 36.8%
- EBITDA Margin at 18.7% for Q3 FY21 against 13.9% in Q3 FY20, an increase of 470 basis point (bps)
- Net profit (PAT) stood at ₹12.9 Crore for Q3 FY21 compared to ₹10.2 Crore in Q3 FY20, an increase of 25.9%

9M FY21 Performance

- Total Net Revenue was ₹282.4 Crore for 9M FY21 compared to ₹361.6 Crore in the 9M FY20, a decrease of 21.9%
- EBITDA stood at ₹43.9 Crore compared to ₹49.2 Crore during 9M FY20, a decrease of 10.7%
- EBITDA Margin at 15.6% for 9M FY21 against 13.6% in 9M FY20
- Net profit (PAT) stood at ₹17.5 Crore for 9M FY21 compared to ₹25.0 Crore in 9M FY20, a decrease of 29.9%

Operating Performance for Q3 FY21

- Sales to OE customer grew 7%.
- Sales to Aftermarket customers grew 3%.
- EBITDA margin improved 470 bps
 - Lower employee costs and savings in Fixed cost resulted in margin improvement
 - There was also a provision reversal on account of better collection in Q3 FY21 whereas there was an one off provision for bad debts during Q3 FY20.

MANAGEMENT COMMENT

"The favourable demand environment and stringent cost control measures helped RBL post strong Q3 results. The demand environment remains robust though we are seeing some volatility in the customer schedules owing to supply constraints on certain components."

– L. Ganesh, Chairman, Rane Group

BUSINESS HIGHLIGHTS

Financial Performance

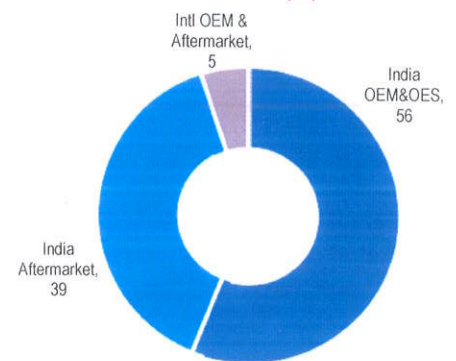
Particulars	Q3 FY 21	Q3 FY 20	YOY%
Total Revenue	133.6	130.6	2.3%
EBITDA	24.9	18.2	36.8%
Margin (%)	18.7%	13.9%	470 bps
PAT	12.9	10.2	25.9%

Particulars	9M FY 21	9M FY 20	YOY%
Total Revenue	282.4	361.6	-21.9%
EBITDA	43.9	49.2	-10.7%
Margin (%)	15.6%	13.6%	195 bps
PAT	17.5	25.0	-29.9%

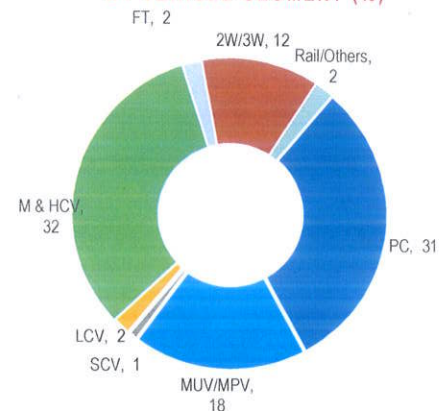
(In ₹ Crore, unless otherwise mentioned)

BUSINESS SPLIT (Q3 FY21)

BY MARKET (%)



BY VEHICLE SEGMENT (%)



PROFIT AND LOSS ACCOUNT

Particulars	Q3FY21	Q2FY21	QoQ%	Q3FY20	YoY%	9MFY21	9MFY20	YoY%
Income from Operations	132.4	105.3	26%	126.3	5%	274.6	351.5	-22%
Other Operating Income	0.1	0.1	-31%	0.3	-71%	0.2	0.8	-69%
Other Income	1.1	2.2	-52%	4.0	-74%	7.6	9.3	-18%
Total Revenue	133.6	107.7	24%	130.6	2%	282.4	361.6	-22%
Expenses								
-Cost of Material Consumed	63.6	48.3	32%	60.7	5%	121.1	171.1	-29%
-Purchase of stock-in-trade	-	-		-		-	-	
-Changes in inventories	-0.5	-1.8		1.3		8.1	1.1	
-Employee Benefit Expense	17.5	15.8	11%	18.7	-6%	47.5	58.4	-19%
-Finance Cost	0.0	0.0		0.0		0.0	0.0	
-Depreciation & Amortization	5.8	6.0	-2%	6.2	-6%	18.1	18.8	-4%
-Other Expenditure	28.1	22.8	23%	31.7	-11%	61.8	81.9	-24%
Total Expenses	114.5	91.0	26%	118.6	-3%	256.7	331.3	-23%
PBT	19.1	16.7	14%	12.0	59%	25.8	30.3	-15%
Tax Expense	6.2	5.1	20%	1.8	247%	8.2	5.3	55%
PAT	12.9	11.5	12%	10.2	26%	17.5	25.0	-30%

(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, 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.