

# Rane Engine Valve Ltd.

Registered Office:  
" Maithri "  
132, Cathedral Road,  
Chennai 600 086.  
India.  
CIN : L74999TN1972PLC006127

Tel : 044 - 2811 2472  
Fax : 044 - 2811 2449  
URL : www.ranegroup.com

//Online Submission//

REVL / SE / 19 / 2019-20

July 29, 2019

<b>BSE Limited</b> Listing Centre Scrip Code: <b>532988</b>	<b>National Stock Exchange of India Ltd.</b> NEAPS Symbol: <b>RANEENGINE</b>
---	--

Dear Sir / Madam,

**Sub: Outcome of Board Meeting held on July 29, 2019 - under Regulation 30 of SEBI LODR**

**Ref: Our letter no. REVL / SE / 15 / 2019-20 dated June 28, 2019**

This is to inform that the Board of Directors, inter alia, approved the un-audited financial results of the Company for the quarter ended June 30, 2019 as recommended by the audit committee at their respective meeting(s) held today (**July 29, 2019**).

The un-audited financial results of the Company for the quarter ended June 30, 2019 is enclosed along with the Limited Review Report issued by M/s. Varma & Varma, Chartered Accountants, Statutory Auditors. (**Regulation 33**).

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

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**). An 'earnings release' for the above results is also enclosed (**Regulation 30**).

The meeting of the Board of Directors commenced at 13 : 45 hrs (IST) and concluded at 15:15 hrs (IST).

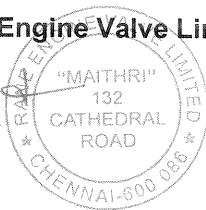
We request you to take the above on record and note the compliance under above referred regulations of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (SEBI LODR).

Thanking you.

Yours faithfully

For **Rane Engine Valve Limited**

  
Kalidoss S  
Secretary



Encl: a/a

1. Un-audited financial results for the quarter ended June 30, 2019.
2. Extract of the un-audited financial results for Newspaper publication.
3. Limited Review Report for the quarter ended June 30, 2019.
4. Earnings release for the quarter ended June 30, 2019.

# Rane Engine Valve Limited

CIN: L74999TN1972PLC006127

Regd Office: "Maithri", 132 Cathedral Road, Chennai 600 086

visit us at: [www.ranegroup.com](http://www.ranegroup.com)



## Statement of Unaudited Financial Results for the Quarter ended June 30, 2019

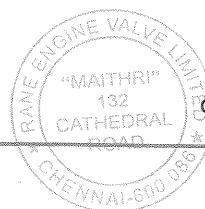
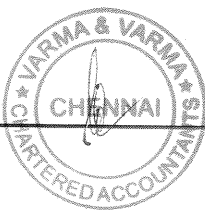
Particulars	Quarter ended			Year ended
	30.06.2019	31.03.2019	30.06.2018	31.03.2019
	Unaudited	Audited	Unaudited	Audited
<b>1. Income from Operations</b>				
(a) Revenue from Operations	10,080.94	10,299.91	10,067.30	41,299.07
(b) Other Operating Income	223.87	303.72	183.16	962.96
(c) Other Income	101.79	41.52	58.74	223.55
<b>Total Revenue</b>	<b>10,406.60</b>	<b>10,645.15</b>	<b>10,309.20</b>	<b>42,485.58</b>
<b>2. Expenses</b>				
(a) Cost of materials consumed	3,997.32	4,491.87	4,450.70	18,444.95
(b) Purchase of stock-in-trade	207.80	259.69	291.80	1,084.77
(c) Changes in inventories of Finished Goods, Work-in-Progress and Stock -in -Trade	355.31	(631.55)	(341.73)	(2,009.13)
(d) Employee benefits expenses	2,882.06	2,665.40	2,785.64	11,153.06
(e) Finance Costs	250.51	269.10	242.54	987.80
(f) Depreciation and amortisation expense	728.97	767.83	760.52	3,053.15
(g) Other Expenses	2,636.45	3,057.48	2,786.00	11,819.81
<b>Total expenses</b>	<b>11,058.42</b>	<b>10,879.82</b>	<b>10,975.47</b>	<b>44,534.41</b>
<b>3. Profit / (Loss) before Exceptional items (1-2)</b>	<b>(651.82)</b>	<b>(234.67)</b>	<b>(666.27)</b>	<b>(2,048.83)</b>
<b>4. Exceptional Items</b>	-	-	-	-
<b>5. Profit / (Loss) before tax (3±4)</b>	<b>(651.82)</b>	<b>(234.67)</b>	<b>(666.27)</b>	<b>(2,048.83)</b>
<b>6. Tax expense</b>				
(a) Current tax	-	-	-	-
(b) Deferred tax	(227.78)	(67.70)	(230.58)	(691.38)
(c) Relating to Earlier Years	-	-	-	-
<b>Total Tax Expenses</b>	<b>(227.78)</b>	<b>(67.70)</b>	<b>(230.58)</b>	<b>(691.38)</b>
<b>7. Profit / (Loss) for the period (5-6)</b>	<b>(424.04)</b>	<b>(166.97)</b>	<b>(435.69)</b>	<b>(1,357.45)</b>
<b>8. Other Comprehensive Income (Net of Tax Expenses)</b>	<b>(2.62)</b>	<b>32.13</b>	<b>0.20</b>	<b>(10.47)</b>
<b>9. Total Comprehensive Income for the period (7+8) (Comprising profit / (loss) and other comprehensive income for the period)</b>	<b>(426.66)</b>	<b>(134.84)</b>	<b>(435.49)</b>	<b>(1,367.92)</b>
<b>10. Details of equity share capital</b>				
Paid-up equity share capital (Face Value of Rs.10/- per share)	671.90	671.90	671.90	671.90
Total equity share capital	671.90	671.90	671.90	671.90
<b>11. Other Equity excluding revaluation reserve</b>				<b>12,057.18</b>
<b>12. Earnings per share (of Rs.10/- each) (not annualised) ( in Rs.)</b>				
(a) Basic	(6.31)	(2.49)	(6.48)	(20.20)
(b) Diluted	(6.31)	(2.49)	(6.48)	(20.20)

**Notes :**

- The above financial results were reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on July 29, 2019. The Statutory auditors have carried out limited review of these financial results.
- The Company operates only in one segment, namely, manufacture and marketing of components for the transportation industry.
- The Company has adopted Ind AS 116 Leases with a modified retrospective approach effective April 01, 2019. The adoption of this standard resulted in recognition of right-of-use assets and lease liabilities of Rs. 70.55 Lakhs as on the transition date. The effect of the same on the financial results for the quarter ended June 30, 2019 is not material.
- The previous period figures have been re-grouped wherever necessary to conform to current period's presentation.
- The financial results for the quarter ended June 30, 2019 are being published in the newspaper as per the format prescribed under Regulation 33 of SEBI (Listing Obligations and Disclosure requirements) Regulations, 2015. The financial results are also available on the Stock Exchange websites: [www.bseindia.com](http://www.bseindia.com) and [www.nseindia.com](http://www.nseindia.com) and on the company's website- [www.ranegroup.com](http://www.ranegroup.com).

For Rane Engine Valve Limited

Chennai  
Dated : July 29, 2019



Chairman & Managing Director

*[Signature]*

L. Ganesh

*[Handwritten mark]*

*[Handwritten mark]*

## Rane Engine Valve Limited

Regd. Office : " MAITHRI ", 132, Cathedral Road, Chennai - 600 086  
visit us at: [www.ranegroup.com](http://www.ranegroup.com) CIN: L74999TN1972PLC006127



Rs.in lakhs except per share data

### Extract of Standalone Unaudited Financial Results for the Quarter ended June 30, 2019

S.No	Particulars	Quarter ended 30.06.2019	Quarter ended 30.06.2018	Financial Year ended 31.03.2019
1	Total income from operations	10,406.60	10,309.20	42,485.58
2	Net Profit / (Loss) for the period (before tax and Exceptional Items)	(651.82)	(666.27)	(2,048.83)
3	Net Profit / (Loss) for the period before tax (after Exceptional Items)	(651.82)	(666.27)	(2,048.83)
4	Net Profit / (Loss) for the period after tax (after Exceptional Items)	(424.04)	(435.69)	(1,357.45)
5	Total Comprehensive Income for the period (comprising profit/loss) for the period (after tax) and other Comprehensive Income(after tax))	(426.66)	(435.49)	(1,367.92)
6	Equity Share Capital	671.90	671.90	671.90
7	Reserves (excluding Revaluation Reserve) as shown in the Audited Balance Sheet of previous year			12,057.18
8	<b>Earnings Per Share (of Rs 10/- each)</b> <b>(for continuing and discontinued operations)-</b>			
	(a) <b>Basic :</b>	(6.31)	(6.48)	(20.20)
	(b) <b>Diluted:</b>	(6.31)	(6.48)	(20.20)

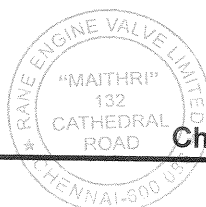
The above is an extract of the detailed format of Quarterly Results filed with the Stock Exchanges under Regulation 33 of the SEBI (Listing and Disclosure Requirements) Regulations, 2015. The full format of the unaudited financial results are available on the Stock Exchange websites: [www.bseindia.com](http://www.bseindia.com)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

**Note:**

- 1 The unaudited financial results were reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on July 29, 2019.
- 2 The Company has adopted Ind AS 116 Leases with a modified retrospective approach effective April 01, 2019. The adoption of this standard resulted in recognition of right-of-use assets and lease liabilities of Rs. 70.55 Lakhs as on the transition date. The effect of the same on the financial results for the quarter ended June 30, 2019, is not material.

For Rane Engine Valve Limited

Chennai  
Dated : July 29, 2019



**L Ganesh**  
Chairman & Managing Director

dy

### Limited Review Report

To Board of Directors  
Rane Brake Lining Limited


We have reviewed the accompanying statement of unaudited standalone financial results of Rane Engine Valve Limited ("the Company") for the quarter ended 30th June 2019("the Statement"). The statement has been prepared by the Company pursuant to Regulation 33 of the Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulations, 2015 (the "Listing Regulations,2015"). The Statement is the responsibility of the Company's Management and has been approved by the Board of Directors/ Committee of Board of Directors.

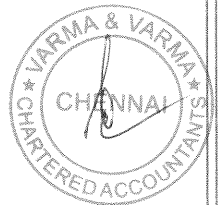
We conducted our review in accordance with the Standard on Review Engagements (SRE) 2410,"Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited standalone financial results has not been prepared in all material respects in accordance with Indian Accounting Standards prescribed under Section 133 of the Companies Act, 2013, read with relevant rules issued thereunder and other recognised accounting practices and policies, and 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.

Place : Chennai  
Date : 29<sup>th</sup> July, 2019

For Varma & Varma  
Chartered Accountants  
FRN. 004532S

  
P.R Prasanna Varma  
Partner  
M.No. 025854  
UDIN : 19025854AAAAARG539





Expanding Horizons

# RANE ENGINE VALVE LIMITED

## Q1FY20 Earnings Release



Chennai, India, July 29, 2019 – Rane Engine Valve Limited (NSE: RANEENGINE; BSE Code:532988), a leading manufacturer of Engine Valves, Guides and Tappets today announced financial performance for the first quarter (Q1 FY20) ended June 30<sup>th</sup>, 2019.

### Q1 FY20 Performance

- Total Net Revenue was ₹104.1 Crore for Q1 FY20 as compared to ₹103.1 Crore in Q1 FY19, an increase of 0.9%
- EBITDA stood at ₹3.3 Crore as compared to ₹3.4 Crore during Q1 FY19, a decrease of 2.7%
- EBITDA Margin at 3.1% for Q1 FY20 as against 3.3% in Q1 FY19, a decrease of 12 basis points (bps)
- Net Loss of ₹4.2 Crore for Q1 FY20 as compared to a loss of ₹4.4 Crore in Q1 FY19

### Operating Highlights for Q1 FY20

- Sales to Indian OE customers declined 9%. Volume drop mainly in two wheeler and commercial vehicle segments affected the sales.
- Sales to International customers grew by 22% supported by ramp up in supplies to key OE customer.
- EBITDA margin declined marginally by 12 bps
  - Adverse forex movement and increase in employee costs were partially offset by improvements in operational performance.

### MANAGEMENT COMMENT

“REVL posted marginal sales growth in the current tough demand environment supported by higher exports. The plants continued to achieve operational performance improvements. Though the current market slowdown creates headwinds for our turnaround plan, we are focusing on further cost reduction initiatives.”

L. Ganesh, Chairman, Rane Group

### BUSINESS HIGHLIGHTS

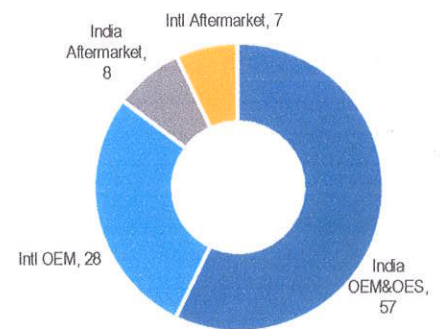
#### Financial Performance

Particulars	Q1 FY 20	Q1 FY 19	YOY%
Total Net Revenue	104.1	103.1	0.9%
EBITDA	3.3	3.4	-2.7%
Margin (%)	3.1%	3.3%	-12 bps
PAT	-4.2	-4.4	2.7%

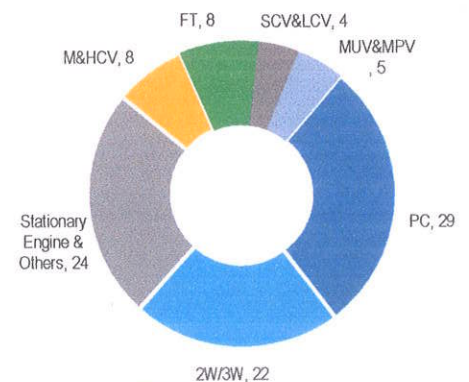
(In ₹ Crore, unless otherwise mentioned)

### BUSINESS SPLIT (Q1 FY20)

#### BY MARKET (%)



#### BY VEHICLE SEGMENT (%)



lg



## PROFIT AND LOSS ACCOUNT

Particulars	Q1FY20	Q4FY19	QoQ%	Q1FY19	YoY%
Income from Operations	100.8	103.0	-2%	100.7	0%
Other Operating Income	2.2	3.0	-26%	1.8	22%
Other Income	1.0	0.4	145%	0.6	73%
<b>Total Revenue</b>	<b>104.1</b>	<b>106.5</b>	<b>-2%</b>	<b>103.1</b>	<b>1%</b>
<b>Expenses</b>					
-Cost of Material Consumed	40.0	44.9	-11%	44.5	-10%
-Purchase of stock-in-trade	2.1	2.6	-20%	2.9	-29%
-Changes in inventories	3.6	-6.3	156%	-3.4	204%
-Employee Benefit Expense	28.8	26.7	8%	27.9	3%
-Finance Cost	2.5	2.7	-7%	2.4	3%
-Depreciation & Amortization	7.3	7.7	-5%	7.6	-4%
-Other Expenditure	26.4	30.6	-14%	27.9	-5%
<b>Total Expenses</b>	<b>110.6</b>	<b>108.8</b>	<b>2%</b>	<b>109.8</b>	<b>1%</b>
<b>PBT before Exceptional Items</b>	<b>-6.5</b>	<b>-2.3</b>	<b>-178%</b>	<b>-6.7</b>	<b>2%</b>
Exceptional Item	-	-		-	
<b>PBT</b>	<b>-6.5</b>	<b>-2.3</b>	<b>-178%</b>	<b>-6.7</b>	<b>2%</b>
Tax Expense	-2.3	-0.7	-236%	-2.3	1%
<b>PAT</b>	<b>-4.2</b>	<b>-1.7</b>	<b>-154%</b>	<b>-4.4</b>	<b>3%</b>

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



## ABOUT RANE ENGINE VALVE LIMITED

Established in 1959, Rane Engine Valve Limited (REVL) is part of the Rane Group of Companies, a leading auto component group based out of Chennai. REVL manufactures engine valves, valve guides and tappets for various IC engine applications. REVL is market leader in Indian OEM and replacement markets. REVL caters to all segments of automobile industries such as PV, CV, Tractors, 2W, 3W, stationary engines, railways and marine engines.

## ABOUT RANE GROUP

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

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