

Rane (Madras) Limited



//Online Submission//

RML / SE / 36 / 2019-20

October 21, 2019

BSE Limited Listing Centre Scrip Code: 532661	National Stock Exchange of India Limited NEAPS Symbol: RML
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Dear Sir / Madam,

Sub: Outcome of Board Meeting held on October 21, 2019 - under Regulation 30 of SEBI LODR

Ref: Our letter no. RML/SE/30/2019-20 dated September 30, 2019

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, 2019 as recommended by the audit committee at their respective meeting(s) held today (**October 21, 2019**).

The un-audited financial results (standalone & consolidated) of the Company for the quarter and half-year ended September 30, 2019 is enclosed along with the Limited Review Report on both standalone & consolidated results issued by M/s. Deloitte Haskins & Sells, 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 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 13:00 hrs (IST) and concluded at 15:00 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, 2019.
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, 2019.
4. Earnings release for the quarter and half year ended September 30, 2019.

Statement of Unaudited Standalone and Consolidated Financial Results for the Quarter and Half year Ended September 30, 2019

(Rs. Lakhs)

Particulars	Standalone						Consolidated						
	Quarter ended			Half Year ended			Year ended	Quarter ended			Half Year ended		Year ended
	30.09.2019	30.06.2019	30.09.2018	30.09.2019	30.09.2018	31.03.2019	30.09.2019	30.06.2019	30.09.2018	30.09.2019	30.09.2018	31.03.2019	
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited	
1. Income													
(a) Revenue from operations	25,777.31	28,771.19	34,514.32	54,548.50	67,412.00	1,32,732.29	30,705.57	33,563.57	39,125.11	64,269.14	76,830.11	1,50,615.66	
(b) Other operating income	2,231.50	819.18	720.86	3,050.68	1,846.01	4,292.87	2,319.58	921.95	814.48	3,241.53	2,167.20	4,845.93	
(c) Other income	226.73	130.61	320.13	357.34	1,049.40	1,057.07	99.58	132.03	136.25	231.61	751.11	994.97	
Total Income	28,235.54	29,720.98	35,555.31	57,956.52	70,307.41	1,38,082.23	33,124.73	34,617.55	40,075.84	67,742.28	79,748.42	1,56,456.56	
2. Expenses													
(a) Cost of materials consumed	17,510.33	18,241.95	22,209.62	35,752.28	44,172.13	86,496.80	19,324.98	20,050.22	24,016.11	39,375.20	47,817.49	93,049.79	
(b) Purchase of stock-in-trade	-	-	-	-	-	-	-	-	-	-	-	-	
(c) Changes in inventories of finished goods, work-in-progress	490.49	475.45	(69.29)	965.94	(307.58)	110.80	360.21	443.78	(162.56)	803.99	(619.90)	43.88	
(d) Excise duty	-	-	-	-	-	-	-	-	-	-	-	-	
(e) Employee benefits expense	3,516.45	3,735.30	3,858.64	7,251.75	7,626.98	14,851.02	5,977.79	6,062.48	5,630.43	12,040.27	11,623.64	23,022.85	
(f) Finance costs	872.75	781.18	711.39	1,653.93	1,356.37	2,835.15	960.38	928.03	860.88	1,888.41	1,634.73	3,428.98	
(g) Depreciation and amortisation expense	1,283.75	1,280.38	1,325.60	2,564.13	2,554.68	5,302.87	1,600.16	1,584.27	1,651.65	3,184.43	3,182.65	6,595.01	
(h) Other expenses	4,300.22	4,716.39	5,508.72	9,016.61	10,862.99	21,449.23	5,985.27	6,409.66	6,765.92	12,394.93	13,701.18	27,752.74	
Total expenses	27,973.99	29,230.65	33,544.68	57,204.64	66,265.57	1,31,045.87	34,208.79	35,478.44	38,762.43	69,687.23	77,339.79	1,53,893.25	
3. Profit before exceptional items (1-2)	261.55	490.33	2,010.63	751.88	4,041.84	7,036.36	(1,084.06)	(860.89)	1,313.41	(1,944.95)	2,408.63	2,563.31	
4. Exceptional Items	-	-	-	-	-	-	-	-	-	-	-	-	
5. Profit before tax (3 ± 4)	261.55	490.33	2,010.63	751.88	4,041.84	7,036.36	(1,084.06)	(860.89)	1,313.41	(1,944.95)	2,408.63	2,563.31	
6. Tax expense													
Current tax (Net of MAT Credit)	228.74	166.52	734.47	395.26	1,424.23	2,523.00	228.59	166.52	734.47	395.11	1,424.23	2,532.21	
Deferred tax	(236.85)	(0.59)	(102.75)	(237.44)	(105.12)	(210.79)	(236.85)	(0.59)	(102.75)	(237.44)	(105.12)	(210.79)	
Total tax expenses	(8.11)	165.93	631.72	157.82	1,319.11	2,312.21	(8.26)	165.93	631.72	157.67	1,319.11	2,321.42	
7. Profit/ (loss) for the period/ year (5-6)	269.66	324.40	1,378.91	594.06	2,722.73	4,724.15	(1,075.80)	(1,026.82)	681.69	(2,102.62)	1,089.52	241.89	
8. Other comprehensive income (Net of tax expenses)	(25.05)	(12.88)	(35.04)	(37.93)	(88.81)	(114.25)	58.52	(97.75)	(387.77)	(39.23)	(422.21)	(69.03)	
A. (i) Items that will not be reclassified to profit or loss	(51.69)	(29.14)	(31.54)	(80.83)	(57.32)	(81.69)	(51.69)	(29.14)	(89.86)	(80.83)	(115.64)	(292.96)	
(ii) Income tax relating to items that will not be reclassified to profit or loss	18.07	10.18	11.02	28.25	20.03	29.01	18.07	10.18	11.02	28.25	20.03	29.01	
B. (i) Items that will be reclassified to profit or loss	13.17	9.35	(22.31)	22.52	(79.19)	(79.27)	96.74	(75.52)	(316.72)	21.22	(354.27)	177.22	
(ii) Income tax relating to items that will be reclassified to profit or loss	(4.60)	(3.27)	7.79	(7.87)	27.67	17.70	(4.60)	(3.27)	7.79	(7.87)	27.67	17.70	
9. Total comprehensive income for the period/ year (7+8)	244.61	311.52	1,343.87	556.13	2,633.92	4,609.90	(1,017.28)	(1,124.57)	293.92	(2,141.85)	667.31	172.86	
10. Details of equity share capital													
Paid-up equity share capital (Face Value of Rs.10/- per share)	1,197.32	1,197.32	1,160.75	1,197.32	1,160.75	1,197.32	1,197.32	1,197.32	1,160.75	1,197.32	1,160.75	1,197.32	
11. Other equity excluding revaluation reserves						29,929.78						21,823.45	
12. Earnings per share (EPS) (of Rs.10/- each) (Amount in Rs.)													
(a) Basic	2.25	2.71	11.88	4.96	23.46	40.38	(8.99)	(8.58)	5.87	(17.56)	9.39	2.07	
(b) Diluted	2.25	2.71	11.52	4.96	22.74	40.38	(8.99)	(8.58)	5.69	(17.56)	9.10	2.07	

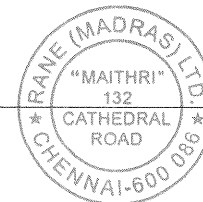
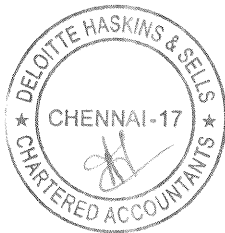


Statement of Unaudited Standalone and Consolidated Financial Results for the Quarter and Half year Ended September 30, 2019

Notes:-

1. Balance Sheet as on

Particulars	Standalone		Consolidated	
	As at 30.09.2019	As at 31.03.2019	As at 30.09.2019	As at 31.03.2019
	Unaudited	Audited	Unaudited	Audited
Rs. Lakhs				
ASSETS				
Non-Current Assets				
(a) Property, Plant and Equipment	32,753.52	33,640.77	37,189.56	37,858.73
(b) Capital Work-In-Progress	1,653.46	1,212.53	1,922.56	1,561.81
(c) Investment property	-	-	-	-
(d) Goodwill	406.43	406.43	602.83	602.83
(e) Right to use asset	396.64	-	396.64	-
(f) Other Intangible Assets	93.56	138.64	93.56	138.64
(g) Financial Assets				
(i) Investments	75.00	75.00	60.00	60.00
(ii) Loans Receivable	9,394.10	4,469.89	-	-
(iii) Other Financial Assets	2,014.56	1,912.89	1,716.33	1,668.01
(h) Deferred tax assets (net)	-	-	-	-
(i) Income Tax Asset (Net of Provision)	952.00	995.00	952.00	995.00
(j) Other non-current assets	2,978.96	2,216.34	4,076.68	2,916.34
Total Non-Current Assets	50,718.23	45,067.49	47,010.16	45,801.36
Current Assets				
(a) Inventories	14,042.93	15,471.38	16,134.19	17,179.37
(b) Financial Assets				
(i) Investments	-	-	-	-
(ii) Trade Receivables	19,448.93	21,888.43	22,433.66	24,371.32
(iii) Cash and cash equivalents	1,836.66	1,057.86	3,185.02	1,786.00
(iv) Bank balances other than (iii) above	11.78	13.77	11.78	13.78
(v) Loans receivable	22.37	24.16	28.15	25.35
(vi) Other Financial Assets	406.02	510.17	406.02	510.17
(c) Other Current Assets	2,248.86	3,006.36	3,318.28	3,233.51
Total Current Assets	38,017.55	41,972.13	45,517.10	47,119.50
TOTAL ASSETS	88,735.78	87,039.62	92,527.26	92,920.86
EQUITY AND LIABILITIES				
Equity				
(a) Equity Share Capital	1,197.32	1,197.32	1,197.32	1,197.32
(b) Other Equity	29,836.26	29,929.78	19,030.69	21,823.45
Total Equity	31,033.58	31,127.10	20,228.01	23,020.77
Liabilities				
(1) Non-Current Liabilities				
(a) Financial Liabilities				
(i) Borrowings	11,181.04	11,229.21	13,377.11	14,132.47
(ii) Trade payables	-	-	-	-
(iii) Other financial liabilities	417.96	29.50	407.46	-
(b) Provisions	620.66	620.66	620.66	620.66
(c) Deferred tax liabilities (net)	419.06	676.87	419.06	676.87
(d) Other non-current liabilities	323.71	398.13	323.71	404.79
(e) Non-current Tax Liabilities (Net)	-	-	-	-
Total Non-Current Liabilities	12,962.43	12,954.37	15,148.00	15,834.79
(2) Current Liabilities				
(a) Financial Liabilities				
(i) Borrowings	16,834.12	17,114.44	22,117.42	22,302.94
(ii) Trade Payables				
Total outstanding dues of Micro enterprises and Small enterprises	833.61	1,153.77	833.61	1,153.77
Total outstanding dues of creditors other than Micro enterprises and	14,204.47	17,929.93	17,785.84	20,442.50
(iii) Other Financial Liabilities	10,452.83	4,726.18	12,244.00	6,418.77
(b) Other Current Liabilities	1,346.17	1,202.50	3,101.81	2,915.99
(c) Provisions	1,068.57	831.33	1,068.57	831.33
(d) Current Tax Liabilities	-	-	-	-
Total Current Liabilities	44,739.77	42,958.15	57,151.25	54,065.30
Total Liabilities	57,702.20	55,912.52	72,299.25	69,900.09
TOTAL EQUITY AND LIABILITIES	88,735.78	87,039.62	92,527.26	92,920.86



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 & Half year Ended September 30, 2019

2. Cash Flow Statement

Rs. Lakhs

Particulars	Standalone		Consolidated	
	Unaudited	Unaudited	Unaudited	Unaudited
	As at 30.09.2019	As at 30.09.2018	As at 30.09.2019	As at 30.09.2018
A. Cash flow from operating activities				
Profit for the year	594.06	2,722.72	(2,102.60)	1,089.52
Adjustments for :				
Income tax expense recognised in profit and loss	157.82	1,319.11	157.66	1,319.11
Finance costs recognised in profit and loss	1,653.93	1,356.37	1,888.41	1,634.73
Interest income recognised in profit and loss	(122.31)	(57.14)	(23.37)	(23.98)
Net loss/(gain) on disposal of property, plant and equipment	(4.24)	(5.01)	(4.24)	(5.01)
Government grant income	(77.20)	(84.28)	(77.20)	(84.28)
Guarantee Commission	(18.25)	(21.90)	-	-
Unrealised Exchange Loss/(Gain)	198.00	(285.00)	(16.00)	(204.00)
Foreign Currency translation (Gain) / Loss	-	-	(1.30)	(275.08)
Translation Gain on Property, Plant and Equipment	-	-	(174.23)	(438.90)
Provision for doubtful trade receivables and advances (net of write back)	39.85	66.35	39.85	66.35
Depreciation and amortisation of non-current assets	2,564.13	2,554.68	3,184.43	3,182.65
	4,985.79	7,565.90	2,871.41	6,261.11
Movements in working capital :				
(Increase) / decrease in trade and other receivables	2,407.64	(1,858.21)	1,905.81	(1,491.44)
(Increase) / decrease in inventories	1,428.46	(1,680.83)	1,045.18	(2,002.29)
(Increase) / decrease in other non current assets	(863.69)	(549.66)	(879.43)	(701.49)
(Increase) / decrease in other non current financial assets	(2.73)	(27.73)	(48.32)	(38.21)
(Increase) / decrease in other current financial assets	122.99	(11.54)	122.99	(11.54)
(Increase) / decrease in other current assets	757.51	1,072.27	(84.78)	1,016.80
(Increase) / decrease in loans receivable	1.79	7.86	(2.80)	7.07
Increase / (decrease) in trade payables	(4,050.50)	(1,031.11)	(2,979.22)	(1,098.61)
Increase / (decrease) in long term provisions	-	-	-	-
Increase / (decrease) in short term provisions	237.24	272.40	237.24	272.40
Increase / (decrease) in other non current financial liabilities	-	-	-	-
Increase / (decrease) in other current financial liabilities	(187.71)	(15.47)	(31.80)	(144.44)
Increase / (decrease) in other non current liabilities	-	-	(6.67)	(32.09)
Increase / (decrease) in other current liabilities	64.87	67.35	104.03	227.69
Cash generated from operations	4,901.66	3,811.23	2,253.64	2,264.96
Income tax paid	(352.55)	(1,041.23)	(352.39)	(1,043.46)
Net cash (used in) / generated by operating activities	4,549.11	2,770.00	1,901.25	1,221.50
B. Cash flow from investing activities				
Interest received	27.05	32.97	27.05	32.98
Loans/investment to subsidiary	(5,138.21)	(293.79)	-	-
Payments for property, plant and equipment	(2,068.91)	(2,441.77)	(3,034.85)	(2,617.17)
Proceeds from disposal of property, plant and equipment	59.91	179.91	59.91	179.91
Bank Balances not considered as cash and cash equivalents	2.00	1.62	2.00	1.62
Net cash (used in) / generated by investing activities	(7,118.16)	(2,521.06)	(2,945.89)	(2,402.66)
C. Cash flow from financing activities				
Proceeds from long term borrowings	7,477.00	437.95	7,477.00	1,627.33
Repayment of long term borrowings	(1,605.40)	(486.77)	(2,307.26)	(486.77)
Proceeds from short term borrowings	-	2,603.91	-	3,221.08
Repayment of short term borrowings	(250.33)	-	(155.53)	-
Dividend paid	(538.79)	(870.57)	(538.79)	(870.57)
Tax on dividend	(110.75)	(178.95)	(110.75)	(178.95)
Interest paid	(1,606.87)	(1,340.02)	(1,904.02)	(1,626.97)
Net cash (used in)/ generated by financing activities	3,364.86	165.55	2,460.65	1,685.15
Net increase in cash and cash equivalents	795.81	414.49	1,416.01	503.99
Cash and cash equivalents at the beginning of the year	1,065.86	582.13	1,794.01	710.42
Cash and Cash equivalents at the end of the year	1,861.67	996.62	3,210.02	1,214.41

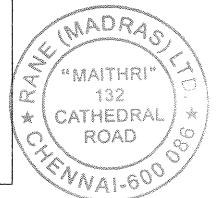
Note:

Pursuant to insertion of new clause under Regulation 33, sub-regulation (3), the company has prepared standalone and consolidated statement of cash flows for the half year. The statement of cash flows for the corresponding six months ended 30 September 2018, as reported in the Statement have been approved by the Company's Board of Directors, but have not been subjected to limited review by the statutory auditors.

For Rane (Madras) Limited

L. Ganesh
Chairman

Chennai
October 21, 2019



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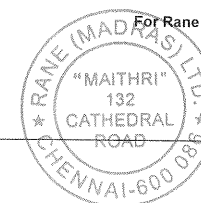
RANE (MADRAS) LIMITED
CIN L65993TN2004PLC052856
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Statement of Unaudited Standalone and Consolidated Financial Results for the Quarter and Half year Ended September 30, 2019

- 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, 2019. The Statutory auditors have carried out a Limited Review of these financial results
- 4 The Company is 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 Company.
- 5 Effective April 1, 2019, the Company has adopted Ind AS 116 "Leases", applied to all lease contracts existing on April 1, 2019 using the modified retrospective method which has resulted in recognition of Right-of-Use asset (ROU) of Rs. 450.75 Lakhs and a lease liability of Rs.450.75 Lakhs. The effect of this adoption is insignificant on the profit for the period and earnings per share.
- 6 During the quarter ended June 30, 2019, the Company received the surveyor's report with regard to the insurance claim of Rs.1,008 Lakhs lodged in 2017-18. While the admissibility of Rs.242 lakhs out of the total claim of Rs.1,008 lakhs, is still under consideration, the Company is confident of recovering this sum under the insurance policy.
- 7 During the year 2018-19, 3,65,630 equity shares of Rs. 10/- each were issued and allotted to the holding company (Rane Holdings Limited), pursuant to conversion of 3,65,630 warrants held by the holding Company. Consequently, the issued and paid-up share capital of the Company as on March 31, 2019 stands increased to Rs. 1,197.32 lakhs.
- 8 Pursuant to The Taxation Laws (Amendment) Ordinance, 2019 issued on 20th September, 2019, corporate assesses have been given an option to apply a lower income tax rate with effect from 1st April, 2019, subject to certain conditions specified therein. The company is in the process of evaluating the impact of availment of the said option, and accordingly, no effect in this regard has presently been considered in the measurement of tax expense for the quarter and period ended 30th September, 2019 and the consequent impact in the deferred tax as on that date.
- 9 The previous period figures have been re-grouped wherever necessary to conform to current period's presentation.
- 10 The standalone and Consolidated financial results for the Half Year ended September 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 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.

Chennai
October 21, 2019



For Rane (Madras) Limited

[Signature]
L Ganesh
Chairman



[Handwritten signature]

RANE (MADRAS) LIMITED

Regd. Office : " MAITHRI ", 132, Cathedral Road, Chennai - 600 086
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Extract of Unaudited Standalone and Consolidated Financial Results for the Quarter & Half Year Ended September 30, 2019

(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
		30.09.2019	30.09.2018	30.09.2019	30.09.2018	30.09.2019	30.09.2018	30.09.2019	30.09.2018
1	Total Income from Operations	28,008.81	35,235.18	57,599.18	69,258.01	33,025.15	39,939.59	67,510.67	78,997.31
2	Net Profit / (Loss) for the period (before Tax, Exceptional items)	261.55	2,010.63	751.88	4,041.84	(1,084.06)	1,313.41	(1,944.95)	2,408.63
3	Net Profit / (Loss) for the period before tax (after Exceptional items)	261.55	2,010.63	751.88	4,041.84	(1,084.06)	1,313.41	(1,944.95)	2,408.63
4	Net Profit / (Loss) for the period after tax (after Exceptional items)	269.66	1,378.91	594.06	2,722.73	(1,075.80)	681.69	(2,102.62)	1,089.52
5	Total Comprehensive Income for the period [Comprising Profit / (Loss) for the period (after tax) and Other Comprehensive Income (after tax)]	244.61	1,343.87	556.13	2,633.92	(1,017.28)	293.92	(2,141.85)	667.31
6	Equity Share Capital	1,197.32	1,160.75	1,197.32	1,160.75	1,197.32	1,160.75	1,197.32	1,160.75
7	Reserves (excluding Revaluation Reserve) as shown in the Audited Balance Sheet of the previous year								
8	Earnings Per Share (of Rs. 10/- each) -								
	1. Basic:	2.25	11.88	4.96	23.46	(8.99)	5.87	(17.56)	9.39
	2. Diluted:	2.25	11.52	4.96	22.74	(8.99)	5.69	(17.56)	9.10

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 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

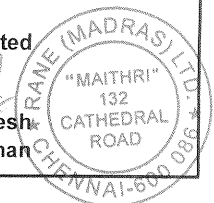
Note:

- The above financial results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on October 21, 2019. The Statutory auditors have carried out a Limited Review of these financial results
- Effective April 1, 2019, the Company has adopted Ind AS 116 "Leases", applied to all lease contracts existing on April 1, 2019 using the modified retrospective method which has resulted in recognition of Right-of-Use asset (ROU) of Rs. 450.75 Lakhs and a lease liability of Rs.450.75 Lakhs. The effect of this adoption is insignificant on the profit for the period and earnings per share.
- During the quarter ended June 30, 2019, the Company received the surveyor's report with regard to the insurance claim of Rs.1,008 Lakhs lodged in 2017-18. While the admissibility of Rs.242 lakhs out of the total claim of Rs.1,008 lakhs, is still under consideration, the Company is confident of recovering this sum under the insurance policy.
- During the year 2018-19, 3,65,630 equity shares of Rs. 10/- each were issued and allotted to the holding company (Rane Holdings Limited), pursuant to conversion of 3,65,630 warrants held by the holding Company. Consequently, the issued and paid-up share capital of the Company as on March 31, 2019 stands increased to Rs. 1,197.32 lakhs.
- Pursuant to The Taxation Laws (Amendment) Ordinance, 2019 issued on 20th September, 2019, corporate assesses have been given an option to apply a lower income tax rate with effect from 1st April, 2019, subject to certain conditions specified therein. The company is in the process of evaluating the impact of availment of the said option, and accordingly, no effect in this regard has presently been considered in the measurement of tax expense for the quarter and period ended 30th September, 2019 and the consequent impact in the deferred tax as on that date.

Chennai
October 21, 2019

For Rane (Madras) Limited

L Ganesh
Chairman



Rane

INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF INTERIM STANDALONE FINANCIAL RESULTS

TO THE BOARD OF DIRECTORS OF RANE (MADRAS) LIMITED

1. We have reviewed the accompanying Statement of Standalone Unaudited Financial Results of **Rane (Madras) Limited** ("the Company"), for the quarter and six months ended September 30, 2019 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
2. This Statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. 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 (ICAI). A review of interim financial information consists of making inquiries, primarily of the Company's personnel 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 specified under section 143(10) of the Companies Act, 2013 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.

Attention is drawn to Note 2 of the Statement which states that the statement of cash flows for the corresponding six months ended September 30, 2018, as reported in the accompanying Statement have been approved by the Company's Board of Directors, but have not been subjected to review.

4. Based on our review conducted 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 SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

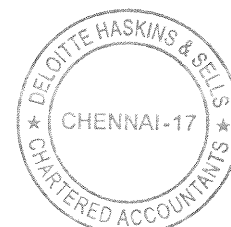
For **DELOITTE HASKINS & SELLS**
Chartered Accountants
(Firm's Registration No. 008072S)



Ananthi Amarnath
(Partner)

(Membership No. 209252)
(UDIN: 19209252AAAACS4518)

Place: Chennai
Date: October 21, 2019



INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF INTERIM CONSOLIDATED FINANCIAL RESULTS

TO THE BOARD OF DIRECTORS OF RANE (MADRAS) LIMITED

1. We have reviewed the accompanying Statement of Consolidated Unaudited 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 and six months ended September 30, 2019 ("the Statement") being submitted by the Parent pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
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 the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. 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 (ICAI). A review of interim financial information consists of making inquiries, primarily of Parent's personnel 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 specified under Section 143(10) of the Companies Act, 2013 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.

Attention is drawn to Note 2 to the Statement which states that the statement of consolidated cash flows for the corresponding six months ended September 30, 2018, as reported in the accompanying Statement have been approved by the Parent's Board of Directors, but have not been subjected to review.

4. The Statement includes the results of the following entities:
 - a. Rane (Madras) Limited (RML) – Parent
 - b. Rane (Madras) International Holdings B.V (RMIH) – Subsidiary
 - c. Rane Precision Diecasting Inc. (RPDC) – Subsidiary of RMIH



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 SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.
6. The consolidated unaudited financial results includes the interim financial results of a subsidiary which has not been reviewed by their auditors, whose interim financial results reflect total assets of Rs. 11,782.11 lakhs as at September 30, 2019, total revenue of Rs. Nil and Rs. Nil for the quarter and six months ended September 30, 2019 respectively, total loss after tax of Rs. 219.05 lakhs and Rs. 254.46 lakhs for the quarter and six months ended September 30, 2019 respectively and Total comprehensive loss of Rs. 117.66 lakhs and Rs. 231.88 lakhs for the quarter and six months ended September 30, 2019 respectively and net cash flows (net) of Rs. 784.69 lakhs for the six months ended September 30, 2019, as considered in the Statement. According to the information and explanations given to us by the Management, these interim financial results are not material to the Group.

For **DELOITTE HASKINS & SELLS**
Chartered Accountants
(Firm's Registration No. 008072S)



Ananthi Amarnath
(Partner)

(Membership No. 209252)
(UDIN: 19209252AAAAC2383)

Place: Chennai
Date: October 21, 2019





Chennai, India, October 21, 2019 – Rane (Madras) Limited (NSE: RML; BSE Code:532661), a leading manufacturer of steering and suspension products and die casting components today announced its standalone and consolidated financial performance for the second quarter (Q2 FY20) and six months (H1FY20) ended September 30th, 2019

Standalone Q2 FY20 Performance

- Total Net Revenue was ₹282.4 Crore for Q2 FY20 as compared to ₹355.6 Crore in Q2 FY19, a decrease of 20.6%
- EBITDA stood at ₹24.2 Crore as compared to ₹40.5 Crore during Q2 FY19, a decrease of 40.3%
- EBITDA Margin at 8.6% for Q2 FY20 as against 11.4% in Q2 FY19, a decline of 282 basis points (bps)
- Net profit (PAT) stood at ₹2.7 Crore for Q2 FY20 as compared to ₹13.8 Crore in Q2 FY19, a decrease of 80.4%

Consolidated Q2 FY20 Performance

- Total Net Revenue was ₹331.2 Crore for Q2 FY20 as compared to ₹400.8 Crore in Q2 FY19, a decrease of 17.3%
- EBITDA stood at ₹14.8 Crore as compared to ₹38.3 Crore during Q2 FY19, a decrease of 61.4%
- EBITDA Margin at 4.5% for Q2 FY20 as against 9.5% in Q2 FY19, a decline of 509 basis points (bps)
- Net loss stood at ₹10.8 Crore for Q2 FY20 as compared to Net Profit of ₹6.8 Crore in Q2 FY19, a decrease of 257.8%

Operating Highlights for Q2 FY20 – Standalone

- Sales to Indian OE customers declined 31%. Experienced volume drop across vehicle segments.
- Sales to International customers declined 14% driven by drop in volume for Die casting products
- Sales to Indian Aftermarket customers dropped 16%
- Lower volume and unfavourable mix resulted in 282 bps drop in EBITDA margin

Operating Highlights for Q2 FY20 – Consolidated

- The US subsidiary stabilized on the supplies to the new program which helped to partially mitigate the drop in volumes in few existing products.

MANAGEMENT COMMENT

"The volume drop in domestic market resulted in significant challenges to the India operations. We expect the sluggish demand environment in India to continue for few quarters. The management is working on various cost reduction projects to partially mitigate the impact of volume drop. The US subsidiary is stabilizing the volumes on new businesses and working on several systemic operational improvement projects."

– L. Ganesh, Chairman, Rane Group

BUSINESS HIGHLIGHTS

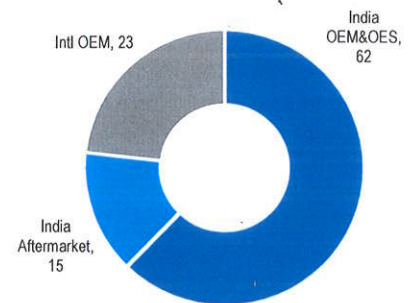
Financial Performance

Standalone	Q2 FY 20	Q2 FY 19	YOY%
Total Net Revenue	282.4	355.6	-20.6%
EBITDA	24.2	40.5	-40.3%
Margin (%)	8.6%	11.4%	-282 bps
PAT	2.7	13.8	-80.4%

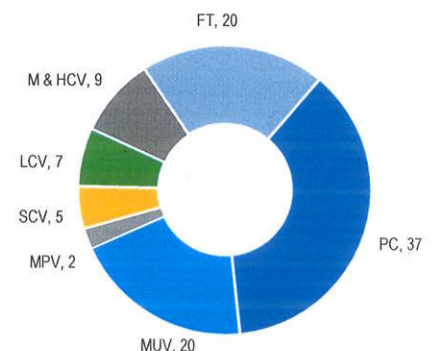
Consolidated	Q2 FY 20	Q2 FY 19	YOY%
Total Net Revenue	331.2	400.8	-17.3%
EBITDA	14.8	38.3	-61.4%
Margin (%)	4.5%	9.5%	-509 bps
PAT	-10.8	6.8	-257.8%

(In ₹ Crore, unless otherwise mentioned)

BUSINESS SPLIT (Q2 FY20)
(STANDALONE)
BY MARKET (%)



BY VEHICLE SEGMENT (%)



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PROFIT AND LOSS ACCOUNT

Particulars	Standalone						Consolidated					
	Q2 FY20	Q2 FY19	YoY%	H1 FY20	H1 FY19	YoY%	Q2 FY20	Q2 FY19	YoY%	H1 FY20	H1 FY19	YoY%
Income from Operations	257.8	345.1	-25%	545.5	674.1	-19%	307.1	391.3	-22%	642.7	768.3	-16%
Other Operating Income	22.3	7.2	210%	30.5	18.5	65%	23.2	8.1	185%	32.4	21.7	50%
Other Income	2.3	3.2	-29%	3.6	10.5	-66%	1.0	1.4	-27%	2.3	7.5	-69%
Total Revenue	282.4	355.6	-21%	579.6	703.1	-18%	331.2	400.8	-17%	677.4	797.5	-15%
Expenses												
-Cost of Material Consumed	175.1	222.1	-21%	357.5	441.7	-19%	193.2	240.2	-20%	393.8	478.2	-18%
-Purchase of stock-in-trade	-	-	-	-	-	-	-	-	-	-	-	-
-Changes in inventories	4.9	-0.7	808%	9.7	-3.1	414%	3.6	-1.6	322%	8.0	-6.2	230%
-Excise Duty	-	-	-	-	-	-	-	-	-	-	-	-
-Employee Benefit Expense	35.2	38.6	-9%	72.5	76.3	-5%	59.8	56.3	6%	120.4	116.2	4%
-Finance Cost	8.7	7.1	23%	16.5	13.6	22%	9.6	8.6	12%	18.9	16.3	16%
-Depreciation & Amortization	12.8	13.3	-3%	25.6	25.5	0%	16.0	16.5	-3%	31.8	31.8	0%
-Other Expenditure	43.0	55.1	-22%	90.2	108.6	-17%	59.9	67.7	-12%	123.9	137.0	-10%
Total Expenses	279.7	335.4	-17%	572.0	662.7	-14%	342.1	387.6	-12%	696.9	773.4	-10%
PBT before Exceptional Items	2.6	20.1	-87%	7.5	40.4	-81%	-10.8	13.1	-183%	-19.4	24.1	-181%
Exceptional Item	-	-	-	-	-	-	-	-	-	-	-	-
PBT	2.6	20.1	-87%	7.5	40.4	-81%	-10.8	13.1	-183%	-19.4	24.1	-181%
Tax Expense	-0.1	6.3	-101%	1.6	13.2	-88%	-0.1	6.3	-101%	1.6	13.2	-88%
PAT	2.7	13.8	-80%	5.9	27.2	-78%	-10.8	6.8	-258%	-21.0	10.9	-293%

KEY BALANCE SHEET ITEMS

Particulars	Standalone	Consolidated
	As at 30.09.2019	As at 30.09.2019
Non-current assets	507.2	470.1
-Property, Plant and Equipment	327.5	371.9
-Financial Assets	114.8	17.8
Current assets	380.2	455.2
- Inventories	140.4	161.3
-Trade receivables	194.5	224.3
-Cash and cash equivalents	18.4	31.9
Total Assets	887.4	925.3
Shareholders Fund	310.3	202.3
Non-current liabilities	129.6	151.5
-Long-term borrowings	111.8	133.8
Current liabilities	447.4	571.5
-Short-term borrowings	168.3	221.2
-Trade payables	150.4	186.2
Total Liabilities	577.0	723.0
Total Equity and Liabilities	887.4	925.3

(In ₹ Crore, unless otherwise mentioned. The sum of 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 Die Casting Division (DCD). SLD manufactures mechanical steering gears, hydrostatic steering systems and steering and suspension linkage products. DCD manufactures low porosity, high-quality aluminum die-castings such as steering housings and engine case covers. Through its overseas subsidiary Rane Precision Die Casting Inc. (RPDC), RML manufactures high pressure aluminium die 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, Die-casting products and Connected mobility solutions. Its products serve a variety of industry segments including Passenger Vehicles, Commercial Vehicles, Farm Tractors, Two-wheelers, Three-wheelers, Railways and Stationery Engines.

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

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.



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