



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

| | |
|---|--|
| BSE Limited Listing Centre Scrip Code: 532988 | National Stock Exchange of India Ltd. NEAPS Symbol: RANEENGINE |
|---|--|

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 (**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).

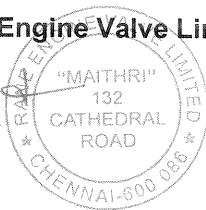
We request you to take the above on record and note the compliance under above referred regulations of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (SEBI LODR).

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.



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 30th, 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

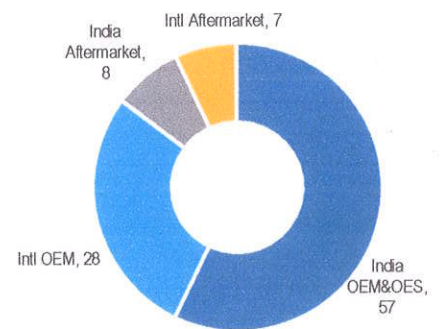
Financial Performance

| 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% |

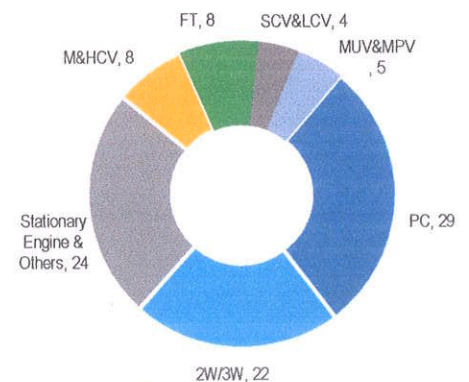
(In ₹ Crore, unless otherwise mentioned)

BUSINESS SPLIT (Q1 FY20)

BY MARKET (%)



BY VEHICLE SEGMENT (%)



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% |
| Total Revenue | 104.1 | 106.5 | -2% | 103.1 | 1% |
| Expenses | | | | | |
| -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% |
| Total Expenses | 110.6 | 108.8 | 2% | 109.8 | 1% |
| PBT before Exceptional Items | -6.5 | -2.3 | -178% | -6.7 | 2% |
| Exceptional Item | - | - | | - | |
| PBT | -6.5 | -2.3 | -178% | -6.7 | 2% |
| Tax Expense | -2.3 | -0.7 | -236% | -2.3 | 1% |
| PAT | -4.2 | -1.7 | -154% | -4.4 | 3% |

(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 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.