

Rane (Madras) Limited



//Online Submission//

RML / SE /23 / 2021-22

July 20, 2021

| | |
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| BSE Limited Listing Centre Scrip Code: 532661 | National Stock Exchange of India Limited NEAPS Symbol: RML |
|---|--|

Dear Sir / Madam,

Sub: Outcome of Board Meeting held on July 20, 2021 - under Regulation 30 of SEBI LODR

Ref: Our letter no. RML/SE/19/2021-22 dated June 29, 2021

This is to inform that the Board of Directors, inter alia, approved the un-audited financial results (standalone & consolidated) of the Company for the quarter ended June 30, 2021 as recommended by the audit committee at their respective meeting(s) held today (**July 20, 2021**).

The un-audited financial results (standalone & consolidated) of the Company for the quarter ended June 30, 2021 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) 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 10:45 hrs (IST) and concluded at 11 : 53 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 (Madras) Limited

S Subha Shree
Secretary



Encl: a/a

1. Un-audited financial results (standalone & consolidated) for the quarter ended June 30, 2021.
2. Extract of the un-audited financial results (standalone & consolidated) for Newspaper publication.
3. Limited Review Report (standalone & consolidated) for the quarter ended June 30, 2021.
4. Earnings release for the quarter ended June 30, 2021.

RANE (MADRAS) LIMITED

CIN L65993TN2004PLC052856

Regd. Office : " MAITHRI ", 132, Cathedral Road, Chennai - 600 086

visit us at: www.ranegroup.com


Statement of Unaudited Standalone Financial Results for the Quarter Ended June 30, 2021

(Rs. Crores)

| Particulars | Standalone | | | |
|---|---------------|---------------------------|----------------|-----------------|
| | Quarter ended | | | Year ended |
| | 30.06.2021 | 31.03.2021 | 30.06.2020 | 31.03.2021 |
| | Unaudited | Audited (refer note 7) | Unaudited | Audited |
| 1. Income | | | | |
| (a) Revenue from operations | 299.79 | 378.35 | 92.65 | 1,147.15 |
| (b) Other income | 6.77 | 2.08 | 3.62 | 3.90 |
| Total Income | 306.56 | 380.43 | 96.27 | 1,151.05 |
| 2. Expenses | | | | |
| (a) Cost of materials consumed | 202.61 | 255.04 | 48.35 | 728.48 |
| (b) Changes in inventories of finished goods and work-in-progress | (12.94) | (12.49) | 13.36 | 4.24 |
| (c) Employee benefits expense | 39.61 | 36.22 | 26.56 | 133.99 |
| (d) Finance costs | 4.07 | 3.05 | 7.53 | 23.46 |
| (e) Depreciation and amortisation expense | 14.55 | 14.17 | 12.10 | 52.30 |
| (f) Other expenses | 53.74 | 76.00 | 20.47 | 191.12 |
| Total expenses | 301.64 | 371.99 | 128.37 | 1,133.59 |
| 3. Profit / (Loss) before exceptional items (1-2) | 4.92 | 8.44 | (32.10) | 17.46 |
| 4. Exceptional Items (Refer note 4) | - | (62.50) | - | (62.50) |
| 5. Profit / (Loss) before tax (3 ± 4) | 4.92 | (54.06) | (32.10) | (45.04) |
| 6. Tax expense | | | | |
| Current tax | 1.70 | 4.63 | - | 7.16 |
| Deferred tax | (0.50) | (2.06) | (10.19) | (1.51) |
| Total tax expenses | 1.20 | 2.57 | (10.19) | 5.65 |
| 7. Profit / (loss) for the period/ year (5-6) | 3.72 | (56.63) | (21.91) | (50.69) |
| Other comprehensive income | | | | |
| A. (i) Items that will not be reclassified to profit or loss | (0.29) | 0.62 | (0.25) | 0.32 |
| (ii) Income tax relating to items that will not be reclassified to profit or loss | 0.07 | (0.18) | 0.09 | (0.08) |
| Subtotal - A | (0.22) | 0.44 | (0.16) | 0.24 |
| B. (i) Items that will be reclassified to profit or loss | - | (0.07) | 1.70 | 4.29 |
| (ii) Income tax relating to items that will be reclassified to profit or loss | - | (0.01) | (0.59) | (1.50) |
| Subtotal - B | - | (0.08) | 1.11 | 2.79 |
| 8. Other comprehensive income | (0.22) | 0.36 | 0.95 | 3.03 |
| 9. Total comprehensive income for the period/ year (7+8) | 3.50 | (56.27) | (20.96) | (47.66) |
| 10. Details of equity share capital | | | | |
| Paid-up equity share capital (Face Value of Rs.10 /- per share) | 14.57 | 14.57 | 12.55 | 14.57 |
| 11. Other equity | - | - | - | 293.70 |
| 12. Earnings per share (EPS) (of Rs.10/- each) (Amount in Rs.) (Not annualised for the quarters) | | | | |
| (a) Basic | 2.55 | (38.89) | (17.45) | (39.51) |
| (b) Diluted | 2.46 | (38.89) | (15.97) | (39.51) |

RANE (MADRAS) LIMITED

CIN L65993TN2004PLC052856

Regd. Office : " MAITHRI ", 132, Cathedral Road, Chennai - 600 086

visit us at: www.ranegroup.com



Statement of Unaudited Consolidated Financial Results for the Quarter Ended June 30, 2021

(Rs. Crores)

| Particulars | Consolidated | | | |
|---|----------------|---------------------------|----------------|-----------------|
| | Quarter ended | | | Year ended |
| | 30.06.2021 | 31.03.2021 | 30.06.2020 | 31.03.2021 |
| | Unaudited | Audited (refer note 7) | Unaudited | Audited |
| 1. Income | | | | |
| (a) Revenue from operations | 340.29 | 411.79 | 109.93 | 1,267.39 |
| (b) Other income | 6.79 | 1.10 | 4.34 | 6.87 |
| Total Income | 347.08 | 412.89 | 114.27 | 1,274.26 |
| 2. Expenses | | | | |
| (a) Cost of materials consumed | 219.91 | 268.79 | 54.94 | 770.58 |
| (b) Changes in inventories of finished goods and work-in-progress | (12.56) | (12.45) | 10.04 | 2.42 |
| (c) Employee benefits expense | 62.35 | 55.52 | 46.04 | 219.53 |
| (d) Finance costs | 3.69 | 4.06 | 8.33 | 27.04 |
| (e) Depreciation and amortisation expense | 19.26 | 17.99 | 15.85 | 66.12 |
| (f) Other expenses | 66.07 | 91.12 | 31.16 | 244.04 |
| Total expenses | 358.72 | 425.03 | 166.36 | 1,329.73 |
| 3. Profit / (Loss) before exceptional items (1-2) | (11.64) | (12.14) | (52.09) | (55.47) |
| 4. Exceptional Items (Refer note 5) | 28.07 | - | - | - |
| 5. Profit / (Loss) before tax (3 ± 4) | 16.43 | (12.14) | (52.09) | (55.47) |
| 6. Tax expense | | | | |
| Current tax | 1.70 | 4.64 | - | 7.18 |
| Deferred tax | (0.50) | (2.06) | (10.19) | (1.51) |
| Total tax expenses | 1.20 | 2.58 | (10.19) | 5.67 |
| 7. Profit / (loss) for the period/ year (5-6) | 15.23 | (14.72) | (41.90) | (61.14) |
| Other comprehensive income | | | | |
| A. (i) Items that will not be reclassified to profit or loss | (0.29) | 5.88 | (0.25) | 5.58 |
| (ii) Income tax relating to items that will not be reclassified to profit or loss | 0.07 | (0.18) | 0.09 | (0.08) |
| Subtotal - A | (0.22) | 5.70 | (0.16) | 5.50 |
| B. (i) Items that will be reclassified to profit or loss | (7.59) | 10.49 | (1.46) | 0.17 |
| (ii) Income tax relating to items that will be reclassified to profit or loss | - | (0.01) | (0.59) | (1.50) |
| Subtotal - B | (7.59) | 10.48 | (2.05) | (1.33) |
| 8. Other comprehensive income | (7.81) | 16.18 | (2.21) | 4.17 |
| 9. Total comprehensive income for the period/ year (7+8) | 7.42 | 1.46 | (44.11) | (56.97) |
| 10. Details of equity share capital | | | | |
| Paid-up equity share capital (Face Value of Rs.10 /- per share) | 14.57 | 14.57 | 12.55 | 14.57 |
| 11. Other equity | - | - | - | 167.32 |
| 12. Earnings per share (EPS) (of Rs.10/- each) (Amount in Rs.) (Not annualised for the quarters) | | | | |
| (a) Basic | 10.46 | (10.10) | (33.38) | (47.66) |
| (b) Diluted | 10.05 | (10.10) | (30.56) | (47.66) |

Notes to the Unaudited Standalone and Consolidated Financial Results for the quarter ended June 30, 2021

- 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 July 20, 2021.
- 2 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.
- 3 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.
- 4 During the year ended March 31, 2021, the Company had assessed the carrying value of its investments in a subsidiary and considered the fair value changes thereto resulting in a carrying value impairment aggregating to Rs. 62.50 crores being shown as an exceptional item for the quarter and year ended March 31, 2021. In order to carry out the above assessment, projections of future cash flows of the operating step-down subsidiary based on the most recent long-term forecasts, including selling price as well as volumes are estimated over the next five years. The estimation of sales volumes is 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. The impact of COVID-19 on the Company's financial results may differ from that estimated as at the date of approval of these financial results depending on the circumstances that may evolve in the future.
- 5 The Company's subsidiary in the U.S., Rane Light Metal Castings Inc., ('LMCA') was entitled to certain economic relief provided by the U.S. government in order to mitigate the impact of COVID-19 pandemic. Pursuant to such economic relief schemes, during the quarter ended June 30, 2021, LMCA received an approval for forgiveness of the paycheck protection program loan ('PPP Loan') from the U.S. Small Business Administration (SBA) for an amount of USD 2.63 million (INR 19.45 crores). Further, LMCA was eligible for employee retention credit (ERC), which was applied for and received from the U.S. Internal Revenue Service during the quarter for an amount of USD 1.16 million (INR 8.62 crores). The aggregate of such amounts received as relief have been recorded as an exceptional income in the consolidated results for the quarter ended June 30, 2021.
- 6 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 the quarter ended June 30, 2020, included in the above results were reviewed by the previous auditors of the Company.
- 7 The figures for the quarter ended March 31, 2021 as reported in these financial results are the balancing figures between audited figures in respect of the full financial year and the published unaudited year to date figures up to the end of the third quarter of the relevant financial year, which were subject to limited review.
- 8 COVID-19 pandemic has rapidly spread throughout the world, including India. Governments have taken significant measures to curb the spread of the virus including imposing mandatory lockdowns and restrictions on activities. Consequently, the Company's / Group's manufacturing plants and offices had to be closed down / operate under restrictions for a period of time during the year. These measures have an impact on matters relating to commodity prices, supply chain matters, customer demand, personnel available for work and for being available to access offices etc.

The Company / Group has considered the possible effects that may result from the continued effect of the pandemic on the carrying amounts of assets (net of impairment losses), capital and financial resources, profitability, liquidity position, internal financial controls etc. In developing the assumptions relating to the possible future uncertainties, the Company / Group, as at the date of approval of these financial results has used internal and external sources of information and based on current estimates expects that the carrying amount of these assets will be recovered. The impact of COVID-19 on the Company's / Group's financial results may differ from that estimated as at the date of approval of these financial results depending on the circumstances that may evolve in the future. The Company / Group will continue to closely monitor any material changes to future economic conditions.
- 9 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 June 30, 2021 are, therefore, not comparable with the quarter ended June 30, 2020.
- 10 The Standalone and Consolidated financial results for the Quarter ended June 30, 2021 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
July 20, 2021**

LAKSHMINA
RAYAN
GANESH

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**L Ganesh
Chairman**



RANE (MADRAS) LIMITED

Regd. Office : "MAITHRI", 132, Cathedral Road, Chennai - 600 086
visit us at www.ranegroup.com CIN L65983TN2004PLC052856

Extract of Unaudited Standalone and Consolidated Financial Results for the Quarter Ended June 30, 2021

| S.No | Particulars | Standalone | | Consolidated | | | |
|------|--|-------------------------|-------------------------|-------------------------|-------------------------|-----------------------|-----------------------|
| | | Quarter ended | | Quarter ended | | | |
| | | Unaudited 30.06.2021 | Unaudited 30.06.2020 | Unaudited 30.06.2021 | Unaudited 30.06.2020 | Audited 31.03.2021 | Audited 31.03.2021 |
| 1 | Total Income from Operations | 299.79 | 92.85 | 340.29 | 109.93 | 1,267.39 | |
| 2 | Net Profit / (Loss) for the period (before Tax, Exceptional Items) | 4.92 | (32.10) | 17.46 | (52.09) | (65.47) | |
| 3 | Net Profit / (Loss) for the period before tax (after Exceptional Items) | 4.92 | (32.10) | (45.04) | (52.09) | (55.47) | |
| 4 | Net Profit / (Loss) for the period after tax (after Exceptional Items) | 3.72 | (21.91) | (50.69) | (41.90) | (61.14) | |
| 5 | Total Comprehensive Income for the period [Comprising Profit / (Loss) for the period (after tax) and Other Comprehensive Income (after tax)] | 3.50 | (20.96) | (47.66) | (44.11) | (56.97) | |
| 6 | Equity Share Capital | 14.57 | 12.55 | 14.57 | 12.55 | 14.57 | |
| 7 | Reserves (excluding Revaluation Reserve) as shown in the Audited Balance Sheet of the previous year | | | 293.70 | | 167.32 | |
| 8 | Earnings Per Share (of Rs. 10/- each) - (Not annualised for the quarters) | 2.55 | (17.45) | (39.51) | (33.38) | (47.66) | |
| | 1. Basic: | 2.46 | (15.97) | 10.05 | (30.56) | (47.66) | |
| | 2. Diluted: | | | | | | |

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 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 July 20, 2021.
- During the year ended March 31, 2021, the Company / Group had assessed the carrying value of its investments in a subsidiary and considered the fair value changes thereto resulting in a carrying value impairment aggregating to Rs. 62.50 crores being shown as an exceptional item for the quarter and year ended March 31, 2021. In order to carry out the above assessment, projections of future cash flows of the operating step-down subsidiary based on the most recent long-term forecasts, including selling price as well as volumes are estimated over the next five years. The estimation of sales volumes is 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. The impact of COVID-19 on the Company's financial results may differ from that estimated as at the date of approval of these financial results depending on the circumstances that may evolve in the future.
- The Company's subsidiary in the U.S., Rane Light Metal Castings Inc., (LMCA) was entitled to certain economic relief provided by the U.S. government in order to mitigate the impact of COVID-19 pandemic. Pursuant to such economic relief schemes, during the quarter ended June 30, 2021, LMCA received an approval for forgiveness of the paycheck protection program loan ("PPP Loan") from the U.S. Small Business Administration (SBA) for an amount of USD 2.63 million (INR 19.45 crores). Further, LMCA was eligible for employee retention credit (ERC), which was applied for and received from the U.S. Internal Revenue Service during the quarter for an amount of USD 1.16 million (INR 8.62 crores). The aggregate of such amounts received as relief have been recorded as an exceptional income in the consolidated results for the quarter ended June 30, 2021.
- 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 the quarter ended June 30, 2020, included in the above results were reviewed / audited by the previous auditors of the Company.
- COVID-19 pandemic has rapidly spread throughout the world, including India. Governments have taken significant measures to curb the spread of the virus including imposing mandatory lockdowns and restrictions on activities. Consequently, the Company's / Group's manufacturing plants and offices had to be closed down / operate under restrictions for a period of time during the year. These measures have an impact on matters relating to commodity prices, supply chain matters, customer demand, personnel available for work and on being available to access offices etc.
- The Company / Group has considered the possible effects that may result from the continued effect of the pandemic on the carrying amounts of assets (net of impairment losses), capital and financial resources, profitability, liquidity position, internal financial controls etc. In developing the assumptions relating to the possible future uncertainties, the Company / Group, as at the date of approval of these financial results has used internal and external sources of information and based on current estimates expects that the carrying amount of these assets will be recovered. The impact of COVID-19 on the Company's / Group's financial results may differ from that estimated as at the date of approval of these financial results depending on the circumstances that may evolve in the future. The Company / Group will continue to closely monitor any material changes to future economic conditions.
- 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 June 30, 2021 are, therefore, not comparable with the quarter ended June 31, 2020.

Chennai
July 20, 2021

For Rane (Madras) Limited
LAKSHMINARAYAN
AN GANESH
Chairman

Digitally signed by AN GANESH
DN: cn=AN GANESH, email=aganesh@ranegroup.com, c=IN

Digitally signed by LAKSHMINARAYAN
DN: cn=LAKSHMINARAYAN, email=lakshminarayana@ranegroup.com, c=IN

B S R & Co. LLP

Chartered Accountants

KRM Tower, 1st & 2nd 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 for the quarter ended June 30, 2021 (“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. Attention is drawn to the fact that the figures for the 3 months ended March 31, 2021 as reported in these financial results are the balancing figures between audited figures in respect of the full previous financial year and the published year to date figures up to the third quarter of the previous financial year. The figures up to the end of the third quarter of previous financial year had only been reviewed and not subjected to audit.
5. 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.

Principal Office:

B S R & Co. LLP

Limited review report

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6. We draw attention to Note 8 of the standalone financial results, which describes the economic and social consequences / disruption as a result of COVID-19 which impact matters relating to supply chain, customer demand, commodity prices, personnel available for work, etc.

Our conclusion is not modified in respect of this matter.

7. Corresponding figures for the quarter ended June 30, 2020, included in the Statement are based on the previously issued standalone financial results that were reviewed 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).

for **B S R & Co. LLP**

Chartered Accountants

Firm's Registration No.101248W/W - 100022

SIVARAMAKRISHN

AN SETHURAMAN

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SETHURAMAN

Date: 2021.07.20 11:40:36 +05'30'

S Sethuraman

Partner

Membership No. 203491

UDIN: 21203491AAAAEC1499

Place: Chennai

Date: July 20, 2021

B S R & Co. LLP

Chartered Accountants

KRM Tower, 1st & 2nd 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 June 30, 2021 (“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. Attention is drawn to the fact that the figures for the 3 months ended March 31, 2021 as reported in these financial results are the balancing figures between audited figures in respect of the full previous financial year and the published year to date figures up to the third quarter of the previous financial year. The figures up to the end of the third quarter of previous financial year had only been reviewed and not subjected to audit.

Principal Office:

B S R & Co. LLP

Limited review report

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6. 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.
7. We draw attention to Note 8 of the consolidated financial results, which describes the economic and social consequences / disruption as a result of COVID-19 which impact matters relating to supply chain, customer demand, commodity prices, personnel available for work, etc.

Our conclusion is not modified in respect of this matter.

8. Corresponding figures for the quarter ended June 30, 2020, included in the Statement are based on the previously issued consolidated financial results that were reviewed 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).

for **B S R & Co. LLP**

Chartered Accountants

Firm's Registration No.101248W/W - 100022

SIVARAMAKRISHN Digitally signed by
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AN SETHURAMAN SETHURAMAN
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S Sethuraman

Partner

Membership No. 203491

UDIN: 21203491AAAAEB8300

Place: Chennai

Date: July 20, 2021



Chennai, India, July 20, 2021 – 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 first quarter (Q1 FY22) June 30th, 2021.

Standalone Q1 FY22 Performance

- Total Revenue was ₹306.6 Crore for Q1 FY22 compared to ₹96.3 Crore in the Q1 FY21, an increase of 218.4%
- EBITDA stood at ₹23.5 Crore compared to ₹-12.5 Crore during Q1 FY21, an increase of 288.7%
- EBITDA Margin at 7.7% for Q1 FY22 against -13.0% in Q1 FY21
- Net Profit stood at ₹3.7 Crore for Q1 FY22 compared to Loss of ₹21.9 Crore in Q1 FY21

Consolidated Q1 FY22 Performance

- Total Revenue was ₹347.1 Crore for Q1 FY22 compared to ₹114.3 Crore in the Q1 FY21, an increase of 203.7%
- EBITDA stood at ₹11.3 Crore compared to ₹-27.9 Crore during Q1 FY21, an increase of 140.5%
- EBITDA Margin at 3.3% for Q1 FY22 against -24.4% in Q1 FY21
- Net Profit stood at ₹15.2 Crore for Q1 FY22 compared to Loss of ₹41.9 Crore in Q1 FY21

Q1 FY22 numbers are strictly not comparable with Q1 FY21.

Operating Highlights for Q1 FY22 – Standalone

- Sales to Indian OE customers was impacted by coronavirus second wave's resultant lockdown and shutdown of OEMs production.
- Sales to International customers continued to grow though major OEMs were affected by semiconductor shortages across geographies.
- Sales to Indian Aftermarket customers was affected due to lockdown in various parts of the country.
- EBITDA margin improved with the increase in sales volume. This was partially impacted by the increase in material cost.

Operating Highlights for Q1 FY22 – Consolidated

- Sales of the US subsidiary grew with the improved demand environment in the USA.
- Operational improvements progressed in line with the planned activities on quality, productivity and customer delivery.
- There was an exceptional income of USD 3.8 Mn on account of US Federal stimulus benefits.

MANAGEMENT COMMENT

“Q1FY22 was an eventful quarter with the country weathering the second wave of coronavirus. RML plants continued the operations during the quarter albeit at lower utilization levels. Demand environment in India looks encouraging for the upcoming quarter. The overseas subsidiary experienced favourable demand and ramp up in the new programs. The commodity price increase remains a concern. The management team continues to prioritize on employee safety and operational improvements.” – L. Ganesh, Chairman, Rane Group

BUSINESS HIGHLIGHTS

Financial Performance

| Standalone | Q1 FY22 | Q1 FY21 | YOY% |
|---------------|---------|---------|----------|
| Total Revenue | 306.6 | 96.3 | 218.4% |
| EBITDA | 23.5 | -12.5 | 288.8% |
| Margin (%) | 7.7% | -13.0% | 2063 bps |
| PAT | 3.7 | -21.9 | 117.0% |

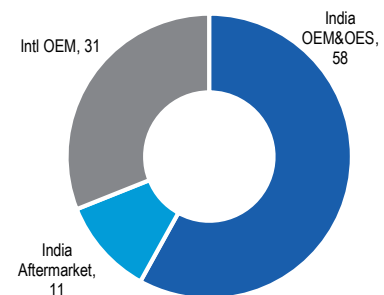
| Consolidated | Q1 FY22 | Q1 FY21 | YOY% |
|---------------|---------|---------|----------|
| Total Revenue | 347.1 | 114.3 | 203.7% |
| EBITDA | 11.3 | -27.9 | 140.5% |
| Margin (%) | 3.3% | -24.4% | 2768 bps |
| PAT | 15.2 | -41.9 | 136.3% |

(In ₹ Crore, unless otherwise mentioned)

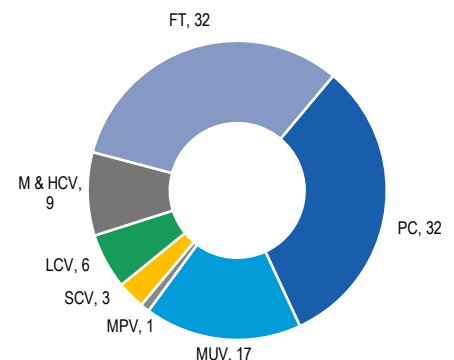
BUSINESS SPLIT (Q1 FY22)

(STANDALONE)

BY MARKET (%)



BY VEHICLE SEGMENT (%)



PROFIT AND LOSS ACCOUNT

| Particulars | Standalone | | | Consolidated | | |
|-------------------------------------|--------------|--------------|-------------|--------------|--------------|-------------|
| | Q1 FY22 | Q1 FY21 | YoY% | Q1 FY22 | Q1 FY21 | YoY% |
| Income from Operations | 299.8 | 92.7 | 224% | 340.3 | 109.9 | 210% |
| Other Operating Income | 6.8 | 3.6 | 87% | 6.8 | 4.3 | 57% |
| Total Revenue | 306.6 | 96.3 | 218% | 347.1 | 114.3 | 204% |
| Expenses | | | | | | |
| -Cost of Material Consumed | 202.6 | 48.4 | 319% | 219.9 | 54.9 | 300% |
| -Changes in inventories | -12.9 | 13.4 | -197% | -12.6 | 10.0 | -225% |
| -Employee Benefit Expense | 39.6 | 26.6 | 49% | 62.4 | 46.0 | 35% |
| -Finance Cost | 4.1 | 7.5 | -46% | 3.7 | 8.3 | -56% |
| -Depreciation & Amortization | 14.6 | 12.1 | 20% | 19.3 | 15.9 | 22% |
| -Other Expenditure | 53.7 | 20.5 | 163% | 66.1 | 31.2 | 112% |
| Total Expenses | 301.6 | 128.4 | 135% | 358.7 | 166.4 | 116% |
| PBT before Exceptional Items | 4.9 | -32.1 | 115% | -11.6 | -52.1 | 78% |
| Exceptional Item | - | - | | 28.1 | - | |
| PBT | 4.9 | -32.1 | 115% | 16.4 | -52.1 | 132% |
| Tax Expense | 1.2 | -10.2 | 112% | 1.2 | -10.2 | 112% |
| PAT | 3.7 | -21.9 | 117% | 15.2 | -41.9 | 136% |

(In ₹ Crore, unless otherwise mentioned. The sum of the 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 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.

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

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