

Rane (Madras) Limited

2012 – 2013 - Q II Press Release

Financial Highlights for the quarter ended 30th September 2012:-

- Sales & Operating Income at Rs.158.03 Crores.
- EBIDTA at Rs.15.21 Crores.
- Profit before Tax at Rs.8.40 Crores.

Rane (Madras) Limited, (National Stock Exchange of India Ltd, (listing Code RML), Bombay Stock Exchange Ltd (listing code 532661), a part of Rane Group and a leading auto components manufacturers of Steering and Suspension Linkage Products & Steering Gear Products announced its quarterly results today for the quarter ended 30th September 2012.

The Automobile and Tractor markets remained weak in this quarter with major segments like Medium and Heavy Commercials and Passenger Cars registering negative growth.

The Company registered Sales & Operating Income of Rs.158.03 Crores for the current quarter as against Rs.163.36 Crores for the same quarter of the previous year. For the Company, the growth, both in domestic OEM and Aftermarket was negative compared to previous year. Exports continue to be healthy with a growth of 23% compared to same period last year.

The summary of financial performance is given below:-

(Rs.Crores)

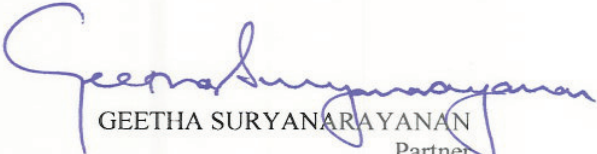
	Quarter ended		Half Year Ended	
	2012-2013	2011-2012	2012-2013	2011-2012
Sales and Operating Revenues	158.03	163.36	308.67	317.13
Profit before Tax	8.40	9.23	12.11	16.64
Profit After Tax	6.42	6.97	9.17	12.79

7/6/12
15/10

**AUDITORS' REPORT
TO THE BOARD OF DIRECTORS OF
RANE (MADRAS) LIMITED**

1. We have reviewed the accompanying Unaudited Financial Results (the "Statement") for the quarter and half year ended September 30, 2012 of **RANE (MADRAS) LIMITED** (the "Company"). This Statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on the Statement based on our review.
2. 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 misstatements. 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.
3. Based on our review conducted as stated above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the Accounting Standards referred to in Section 211 (3C) of the Companies Act, 1956 and other recognised accounting practices and policies, has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreements with the stock exchanges, including the manner in which it is to be disclosed, or that it contains any material misstatement
4. Further, we also report that we have traced the number of shares as well as the percentage of shareholding in respect of the aggregate amount of public shareholding and the number of shares as well as the percentage of shares pledged/encumbered and non-encumbered in respect of the aggregate amount of promoter and promoter group shareholding in terms of Clause 35 of the Listing Agreements and the particulars relating to the undisputed investor complaints from the details furnished by the Management.

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



GEETHA SURYANARAYANAN
Partner

(Membership No. 29519)

CHENNAI, 15th October, 2012

STATEMENT OF UNAUDITED RESULTS FOR THE QUARTER AND SIX MONTHS ENDED SEPTEMBER 30, 2012

(Rs. in lakhs)

PART I	Particulars	Quarter ended			Half Year ended		Financial year ended
		30.09.2012	30.06.2012	30.09.2011	30.09.2012	30.09.2011	31.03.2012
		(Unaudited)			(Unaudited)		(Audited)
(Refer Notes Below)							
1	Income from Operations						
	(a) Net Sales / Income from operations (Net of excise duty)	15,537.68	14,773.61	15,965.20	30,311.29	31,052.51	65,722.47
	(b) Other Operating Income	264.88	290.49	371.06	555.37	660.35	1,327.49
	Total Income from operations (net)	15,802.56	15,064.10	16,336.26	30,866.66	31,712.86	67,049.96
2	Expenses:						
	(a) Cost of materials consumed	9,922.13	11,093.11	11,224.82	21,015.24	21,888.45	44,694.83
	(b) Changes in inventories of finished goods and work-in-progress	257.53	(1,607.20)	(567.49)	(1,349.67)	(1,070.58)	(770.17)
	(c) Employee benefits expense	1,678.40	1,705.28	1,561.99	3,383.68	3,018.18	6,332.71
	(d) Depreciation and amortisation expense	392.53	371.32	324.03	763.85	630.61	1,384.34
	(e) Other expenses	2,470.64	2,896.41	2,595.04	5,367.05	5,127.98	10,755.34
	Total expenses	14,721.23	14,458.92	15,138.39	29,180.15	29,594.64	62,397.05
3	Profit (+) / Loss (-) from Operations before Other Income, finance costs and Exceptional items (1-2)	1,081.33	605.18	1,197.87	1,686.51	2,118.22	4,652.91
4	Other income	46.76	61.25	19.22	108.01	71.50	261.73
5	Profit (+) / Loss (-) from ordinary activities before finance costs and Exceptional items (3+4)	1,128.09	666.43	1,217.09	1,794.52	2,189.72	4,914.64
6	Finance costs	288.45	295.56	294.56	584.01	525.55	1,178.18
7	Profit (+) / Loss (-) from ordinary activities after finance costs but before Exceptional Items (5-6)	839.64	370.87	922.53	1,210.51	1,664.17	3,736.46
8	Exceptional Items	-	-	-	-	-	(19.20)
9	Profit (+) / Loss (-) from ordinary activities before Tax (7+8)	839.64	370.87	922.53	1,210.51	1,664.17	3,717.26
10	Tax Expense						
	(a) Current Tax	172.41	78.00	197.77	250.41	330.00	765.00
	(b) Deferred tax charge / (credit)	24.79	18.00	27.71	42.79	55.00	212.00
11	Net Profit (+) / Loss (-) from ordinary activities after tax (9-10)	642.44	274.87	697.05	917.31	1,279.17	2,740.26
12	Extraordinary Item (net of tax expense)	-	-	-	-	-	-
13	Net Profit (+) / Loss (-) for the period (11-12)	642.44	274.87	697.05	917.31	1,279.17	2,740.26
14	Paid-up Equity Share Capital (Face Value of Rs.10/- per share)	1,016.41	1,016.41	1,016.41	1,016.41	1,016.41	1,016.41
15	Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year	-	-	-	-	-	10,489.30
16	Earnings per share (EPS) (of Rs.10/- each) (not annualised) (Amount in Rs.)						
	(a) Basic	6.32	2.70	6.86	9.02	12.59	26.95
	(b) Diluted	6.32	2.70	6.86	9.02	12.59	26.95

PART II							
Particulars							
A	Particulars of Shareholding						
1	Public shareholding						
	- Number of shares	45,37,741	45,37,741	45,38,741	45,37,741	45,38,741	45,37,741
	- Percentage of shareholding	44.64%	44.64%	44.65%	44.64%	44.65%	44.64%
2	Promoters and Promoter Group Shareholding						
	(a) Pledged / Encumbered						
	- Number of shares	-	-	-	-	-	-
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	-	-	-	-	-	-
	- Percentage of shares (as a % of the total share capital of the company)	-	-	-	-	-	-
	(b) Non-encumbered						
	- Number of shares	56,26,404	56,26,404	56,25,404	56,26,404	56,25,404	56,26,404
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%
	- Percentage of shares (as a % of the total share capital of the company)	55.36%	55.36%	55.35%	55.36%	55.35%	55.36%

Particulars		3 months ended 30.09.2012
B	Investor complaints :	
	Pending at the beginning of the quarter	Nil
	Received during the quarter	2
	Disposed of during the quarter	2
	Remaining unresolved at the end of the quarter	Nil



Notes:

1. Statement of Assets and Liabilities

(Rs. in lakhs)

Particulars	As at	As at
	30.09.2012 (Unaudited)	31.03.2012 (Audited)
I. EQUITY AND LIABILITIES		
Shareholders' funds		
(a) Share Capital	1,016.41	1,016.41
(b) Reserves and surplus	11,418.28	10,489.30
Sub-total - Shareholders' funds	12,434.69	11,505.71
Non-current liabilities		
(a) Long-term borrowings	3,494.35	3,993.02
(b) Deferred tax liabilities (Net)	582.96	540.17
(c) Other long-term liabilities	45.28	59.84
(d) Long-term provisions	359.99	426.26
Sub-total - Non-current liabilities	4,482.58	5,019.29
Current liabilities		
(a) Short-term borrowings	6,821.61	5,710.90
(b) Trade payables	7,998.22	8,143.58
(c) Other current liabilities	2,742.48	2,846.37
(d) Short-term provisions	696.77	877.07
Sub-total - Current liabilities	18,259.08	17,577.92
TOTAL EQUITY AND LIABILITIES	35,176.35	34,102.92
II. ASSETS		
Non-current assets		
(a) Fixed assets	15,550.13	15,171.71
(d) Long-term loans and advances	810.60	656.57
Sub-total - Non-current assets	16,360.73	15,828.28
Current assets		
(a) Inventories	6,946.32	5,393.66
(b) Trade receivables	9,318.32	11,042.38
(c) Cash and cash equivalents	404.68	158.16
(d) Short-term loans and advances	2,029.19	1,653.88
(e) Other current assets	117.11	26.56
Sub-total - Current assets	18,815.62	18,274.64
TOTAL ASSETS	35,176.35	34,102.92

- 2 The above results and the statement of assets and liabilities were reviewed by the Audit Committee and approved by the Board of Directors at their respective meeting held on October 15, 2012
- 3 Exceptional items represent amount paid to employees who opted for Voluntary Retirement Scheme extended to employees in the year ended March 31, 2011.
- 4 With respect to the auditors observation in the previous year on the treatment of ECB Loans and the associated swap contracts, the Company has been consistently treating these as a composite transaction as the ECB availed has been effectively hedged through swap contracts. There are no observations in the auditors' limited review report for the quarter and six months ended September 30, 2012.
- 5 The above unaudited financial results have been subjected to limited review by the statutory auditors.
- 6 The Company operates only in one segment, namely, components for transportation industry.
- 7 Previous period figures have been regrouped/rearranged wherever necessary to conform to current period's presentation.

For Ran (Madras) Limited



L. Ganesh
Chairman
Chennai
October 15, 2012