



RANE HOLDINGS LIMITED
 Regd. Office : " MAITHRI ", 132, Cathedral Road, Chennai - 600 086
 visit us at: <http://rane.in>

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED DECEMBER 31, 2011

Rs. in Lakhs

Particulars	Standalone						Consolidated						
	Quarter ended			Nine Months Ended			Financial year ended	Quarter ended			Nine Months Ended		Financial year ended
	31.12.2011	30.09.2011	31.12.2010	31.12.2011	31.12.2010	31.03.2011		31.12.2011	30.09.2011	31.12.2010	31.12.2011	31.12.2010	
	(Unaudited)		(Unaudited)		(Unaudited)	(Audited)	(Unaudited)		(Unaudited)	(Unaudited)		(Audited)	
1. (a) Net Sales/Income from Operations	-	-	-	-	-	-	45,577.33	45,898.13	40,220.57	1,31,909.62	1,15,714.74	1,58,900.12	
(b) Dividend Income	659.62	280.67	478.57	1,613.42	1,131.51	1,632.54	13.66	26.63	186.19	61.46	259.87	106.61	
(c) Other Operating Income	951.41	944.81	923.62	2,831.10	2,454.35	3,209.55	750.45	673.31	358.22	2,111.07	1,523.60	1,906.62	
Total Income	1,611.03	1,225.48	1,402.19	4,444.52	3,585.86	4,842.09	46,341.44	46,598.07	40,764.98	1,34,082.15	1,17,498.21	1,60,913.35	
2. Expenditure													
(a) (Increase) / decrease in stock in trade and work in progress	-	-	-	-	-	-	(54.86)	(1,381.17)	(263.27)	(2,522.31)	(1,380.68)	(887.84)	
(b) Consumption of raw materials (net)	-	-	-	-	-	-	25,693.78	27,252.49	22,916.40	75,800.93	64,719.59	86,976.16	
(c) Purchases of Traded goods	-	-	-	-	-	-	160.41	136.05	(270.18)	397.74	-	528.44	
(d) Employees cost	195.66	190.47	230.89	591.21	547.57	740.66	5,713.78	5,673.54	4,906.42	16,926.35	14,567.72	19,844.92	
(e) Depreciation / Amortisation	10.16	9.84	26.90	33.14	60.82	52.20	1,658.00	1,567.39	1,390.50	4,689.61	3,982.80	5,496.57	
(f) Professional charges	164.34	85.81	75.47	379.00	171.59	312.19	272.14	232.75	958.55	904.57	966.48	1,815.65	
(g) Other expenditure	267.39	266.86	181.19	765.47	684.74	981.27	9,525.14	9,403.21	7,581.97	27,654.78	25,129.36	34,387.50	
Total	637.55	552.98	514.45	1,768.82	1,464.72	2,086.32	42,968.39	42,884.26	37,220.39	1,23,851.67	1,07,985.26	1,48,161.40	
3. Profit from Operations before Other Income, Interest & Exceptional Items (1-2)	973.48	672.50	887.74	2,675.70	2,121.14	2,755.77	3,373.05	3,713.81	3,544.59	10,230.48	9,512.95	12,751.95	
4. Other Income	-	-	-	-	-	-	405.45	270.05	69.23	831.49	286.87	736.56	
5. Profit before Interest & Exceptional Items (3+4)	973.48	672.50	887.74	2,675.70	2,121.14	2,755.77	3,778.50	3,983.86	3,613.82	11,061.97	9,799.82	13,488.51	
6. Interest	61.45	65.74	76.71	195.55	237.45	309.88	893.58	874.79	613.16	2,455.03	1,703.94	2,444.45	
7. Profit after Interest but before Exceptional Items (5-6)	912.03	606.76	811.03	2,480.15	1,883.69	2,445.89	2,884.92	3,109.07	3,000.66	8,606.94	8,095.88	11,044.06	
8. Prior Period Item- Reversal of Depreciation	-	-	-	-	-	21.13	-	-	-	-	-	21.13	
9. Profit after Prior Period but before Exceptional Items (7+8)	912.03	606.76	811.03	2,480.15	1,883.69	2,467.02	2,884.92	3,109.07	3,000.66	8,606.94	8,095.88	11,065.19	
10. Exceptional Items (Note 5)	-	-	-	-	-	1,913.69	1,258.80	-	-	1,913.69	1,913.69	1,397.22	
11. Profit (+)/ Loss (-) from Ordinary Activities before tax (9+10)	912.03	606.76	811.03	2,480.15	3,797.38	4,313.71	4,143.72	3,109.07	3,000.66	9,865.74	10,009.57	12,462.41	
12. Tax expense													
(a) Current Tax	85.87	120.37	100.86	299.85	263.18	293.67	894.86	990.17	973.32	2,641.74	2,522.74	3,268.61	
(b) Relating to Prior years	-	-	-	-	-	-	-	-	-	-	-	(2.35)	
(c) Deferred tax liability / (Asset)	(2.49)	0.36	(18.39)	5.54	9.81	17.16	118.63	62.83	(4.23)	214.21	44.30	(206.71)	
(d) Fringe benefit tax	-	-	-	-	-	-	-	-	-	-	-	(0.09)	
13. Net Profit (+)/Loss(-) from Ordinary Activities after tax (11-12)	828.65	486.03	728.56	2,174.76	3,524.39	4,002.88	3,130.23	2,056.07	2,031.57	7,009.79	7,442.53	9,402.95	
14. Extraordinary Item (net of tax expense)	-	-	-	-	-	-	-	-	-	-	-	-	
15. Net Profit (+)/Loss(-) for the period (13+14)	828.65	486.03	728.56	2,174.76	3,524.39	4,002.88	3,130.23	2,056.07	2,031.57	7,009.79	7,442.53	9,402.95	
16. Minority Interest	-	-	-	-	-	-	(1,027.58)	(790.98)	(719.26)	(2,442.71)	(1,763.55)	(2,521.86)	
17. Net Profit (+)/Loss(-) for the period after minority Interest (15+16)	828.65	486.03	728.56	2,174.76	3,524.39	4,002.88	2,102.65	1,265.09	1,312.31	4,567.08	5,678.98	6,881.09	
18. Share of profit/loss in Associate Companies	-	-	-	-	-	-	(7.49)	81.64	26.97	102.19	88.34	117.24	
19. Consolidated Net Profit (+) / Loss (-) for the year (17+18)	828.65	486.03	728.56	2,174.76	3,524.39	4,002.88	2,095.16	1,346.73	1,339.28	4,669.27	5,767.32	6,998.33	
20. Dividend on Own Shares Held Through Trust	-	-	-	-	-	1.00	-	-	-	-	-	1.03	
21. Consolidated Net Profit (+) / Loss (-) carried forward	828.65	486.03	728.56	2,174.76	3,524.39	4,003.88	2,095.16	1,346.73	1,339.28	4,669.27	5,767.32	6,999.36	
22. Paid-up equity share capital (Face Value of Rs. 10/- per share)	1,427.78	1,427.78	1,427.78	1,427.78	1,427.78	1,427.78	1,427.78	1,427.78	1,427.78	1,427.78	1,427.78	1,427.78	
23. Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year	-	-	-	-	-	21,180.78	-	-	-	-	-	36,046.22	
24. Basic and diluted Earnings per share (EPS)													
- Basic and diluted EPS before and after Extraordinary items for the period, for the year to date and for the previous year (not to be annualized) (Amount in Rs.)	5.80	3.40	5.10	15.23	24.68	28.04	14.67	9.43	9.38	32.70	40.39	49.02	
25. Public shareholding (Stand-alone)													
- Number of shares	78,10,914	78,10,914	81,03,154	78,10,914	81,03,154	81,03,154	78,10,914	78,10,914	81,03,154	78,10,914	81,03,154	81,03,154	
- Percentage of shareholding	54.71%	54.71%	56.75%	54.71%	56.75%	56.75%	54.71%	54.71%	56.75%	54.71%	56.75%	56.75%	
26. Promoters and Promoter Group shareholding (Stand-alone)													
a) Pledged / Encumbered													
- Number of shares	5,44,500	4,97,100	-	5,44,500	-	-	5,44,500	4,97,100	-	5,44,500	-	-	
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	8.42%	7.69%	-	8.42%	-	-	8.42%	7.69%	-	8.42%	-	-	
- Percentage of shares (as a % of the total share capital of the Company)	3.81%	3.48%	-	3.81%	-	-	3.81%	3.48%	-	3.81%	-	-	
b) Non - encumbered													
- Number of shares	59,22,395	59,69,795	61,74,655	59,22,395	61,74,655	61,74,655	59,22,395	59,69,795	61,74,655	59,22,395	61,74,655	61,74,655	
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	91.58%	92.31%	100%	91.58%	100%	100%	91.58%	92.31%	100%	91.58%	100%	100%	
- Percentage of shares (as a % of the total share capital of the Company)	41.48%	41.81%	43.25%	41.48%	43.25%	43.25%	41.48%	41.81%	43.25%	41.48%	43.25%	43.25%	



UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED DECEMBER 31, 2011

Notes:

- The above results were reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on February 6, 2012.
- The above results have been subjected to limited review by the Statutory Auditors.
- The Company holds strategic investments in subsidiaries, joint ventures and associates (collectively called "the Group") all of which operates only in one segment viz., components for transportation industry, and also provides consultancy and other services to the Group.
- Rane Holdings Ltd. (RHL) has invested in Rane Holdings America Inc. (RHAi), a 100% subsidiary and for a 26% stake in SasMos HET Technologies Pvt. Ltd. The results of these Companies have been consolidated in line with Note No.9.
- Item 10-Exceptional Item
 - Standalone:**
Exceptional item - for the period ended December 31, 2010 and for the year ended March 31, 2011 represents the profit on sale of Company's agricultural land near Chennai.
 - Consolidated:**
Exceptional item - for the period ended December 31, 2011 represents (i) profit on sale of surplus land near Chennai amounting to Rs.1,626.66 lakhs, and (ii) amount paid to employees under Voluntary Retirement Scheme (VRS) amounting to Rs.367.86 lakhs by Rane Engine Valve Limited, a subsidiary company (REVL). For period ended December 31, 2010, the amount of Rs.1,913.69 lakhs, represents the profit on sale of agricultural land near Chennai by RHL. For the year ended March 31, 2011, the exceptional item of Rs.1,397.22 lakhs is net of Rs.449.47 lakhs paid under VRS to employees of Rane (Madras) Limited, a Subsidiary Company (RML).
- The Statutory Auditors of RML have in their Limited Review Report observed on: (i) Non recognition of mark-to-market gain of Rs.676.76 lakhs relating to swap contracts on outstanding External Commercial Borrowings (ECB) at period end. (ii) Short charging of depreciation of Rs.41.57 lakhs due to non reinstatement of the ECB at exchange rates as at December 31, 2011 due to accounting treatment followed by RML. RML has been consistently treating the ECB and associated swap contracts as a composite transaction since the ECB availed has been effectively hedged through swap contracts. This treatment has been referred to the Expert Advisory Committee of the Institute of Chartered Accountants of India (ICAI) and their opinion is awaited.
- The Statutory Auditors of Rane Brake Lining Limited, a Subsidiary Company (RBL) have in their Limited Review Report drawn attention to long term foreign currency loans aggregating to Rs.5,380.26 lakhs at the quarter end, which were stated at the exchange rate as per the related currency swap agreements instead of the spot rate of exchange at the quarter end in accordance with Accounting Standard (AS) 11 - " The Effects of Changes in Foreign Exchange Rates" - as RBL has not voluntarily adopted Accounting Standard (AS) 30 - "Financial Instruments: Recognition and Measurement" - resulting in non-recognition of exchange rate losses aggregating to Rs.657.59 lakhs
Management Response:- The Statutory Auditors have referred to the long term foreign currency loans not being restated at the spot rate of exchange at the quarter end and resulting in non-recognition of the exchange rate losses aggregating to Rs.657.59 lakhs. As mentioned by the auditors, the long term foreign currency loans are covered by related currency swap agreements. Per management, pursuant to the agreement with the lenders, these loans will be settled at exchange rates as per the currency swap agreement and this rate would be the relevant rate to be used for stating the foreign currency loans. This has been the practice consistently followed by RBL.
- The statutory auditor's of RHL have referred to Note No.6 & 7 in their consolidated Limited Review Report.
- The Consolidated Financial Results in accordance with AS21, AS 23 & AS 27 relate to the Company and its Subsidiaries/ Joint Ventures/Associates.
- During the quarter, REVL has settled quality claim of an earlier year with a customer amounting to Rs.640.28 lakhs and has preferred the claim with the insurance company. Since, the claim is under process, no provision was considered necessary.
- Previous period figures have been regrouped wherever necessary to conform to current year / period's presentation.
- The Company has opted to publish consolidated financial results. The stand-alone financial results are available on the Company's website. Viz., <http://rane.in> and on the website of BSE (www.bseindia.com) and NSE (www.nseindia.com)
- Key Stand-alone financial information is given below:

Particulars	Rs. in Lakhs					
	Quarter ended			Nine Months ended		Financial year ended
	31.12.2011	30.09.2011	31.12.2010	31.12.2011	31.12.2010	31.03.2011
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
Total Income	1,611.03	1,225.48	1,402.19	4,444.52	3,585.86	4,842.09
Exceptional Items (Refer Note - 5)	-	-	-	-	1,913.69	1,846.69
Profit before tax	912.03	606.76	811.03	2,480.15	3,797.38	4,313.71
Profit after tax	828.65	486.03	728.56	2,174.76	3,524.39	4,002.88

- An interim dividend of Rs.6/- per equity share has been declared by the Board of Directors on the paid-up capital of 1,42,77,809 equity shares of Rs.10/- each, for the year ending March 31, 2012 and the same would be paid to all the eligible shareholders as on the record date viz., February 17, 2012.
- No. of investor complaints for the quarter ended December 31, 2011.
 - Pending at the beginning - Nil
 - Received - 1
 - Resolved - 1
 - Remaining unresolved - Nil

For Rane Holdings Limited

Chennai
 February 6, 2012

L Ganesh
 Vice - Chairman