



Expanding Horizons

RANE BRAKE LINING LIMITED

Q1 FY21 Earnings Release



Chennai, India, August 05, 2020 – Rane Brake Lining Limited (NSE: RBL; BSE Code:532987), a leading manufacturer of Brake Linings, Disc Pads and Clutch Facings today announced financial performance for the first quarter (Q1 FY21) ended June 30th, 2020.

During the Quarter (Q1 FY21), large portion of the working days were lost owing to the lockdown imposed due to COVID-19 pandemic. As such, the results for Q1 FY21 are not comparable to the corresponding period of the previous year due to the truncated period of operations during the current quarter.

Q1 FY21 Performance

- Total Net Revenue was ₹41.2 Crore for Q1 FY21 as compared to ₹118.9 Crore in the Q1 FY20
- EBITDA stood at ₹-3.6 Crore as compared to ₹15.7 Crore during Q1 FY20
- Net Loss stood at ₹6.9 Crore for Q1 FY21 as compared to Profit of ₹7.3 Crore in Q1 FY20

Operating Highlights

- The plants resumed operations safely and started supplying to customers as the market re-opened gradually.
- The company prioritized on health and safety of the employees, provided necessary support to the suppliers and worked on cost reduction initiatives.
- In addition to focus on addressing demand of India OE and Aftermarket customers, the company is expanding the presence in the International aftermarket.
- The liquidity position of the company is quite robust and do not foresee any major challenges in the near term.

MANAGEMENT COMMENT

“Q1FY21 was not a typical quarter due to Covid-19 related shutdown of operations. The company took several measures to restart production safely and addressed the customer demand. We are experiencing positive momentum in the demand environment. However we remain cautious on the recovery to Pre-Covid levels given the partial lockdown measures continuing in several places. We continue to execute the cost reduction and operational improvement initiatives to reduce the impact of lower volume.” – **L. Ganesh, Chairman, Rane Group**

BUSINESS HIGHLIGHTS

Financial Performance

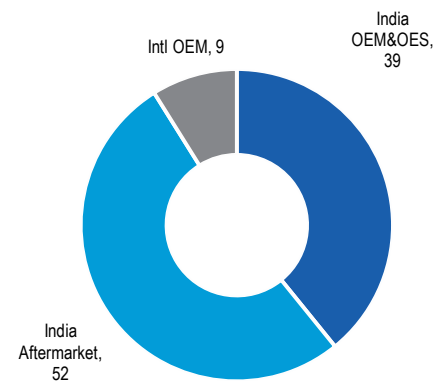
Particulars	Q1 FY 21	Q1 FY 20
Total Net Revenue	41.2	118.9
EBITDA	-3.6	15.7
PAT	-6.9	7.3

(In ₹ Crore, unless otherwise mentioned)

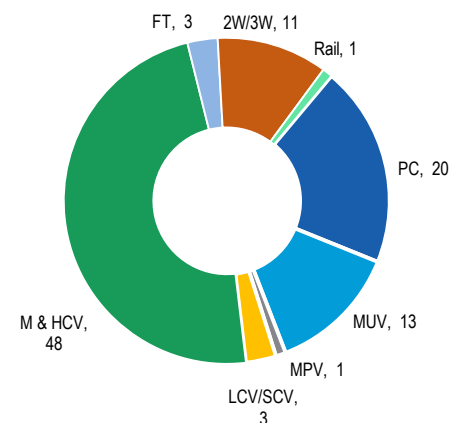
Note: Changes in percentage terms have not been mentioned as the current quarter (Q1FY21) is not comparable with Q1FY20 owing to truncated period of operation in the current quarter because of lockdown imposed due to COVID-19 pandemic.

BUSINESS SPLIT (Q1 FY21)

BY MARKET (%)



BY VEHICLE SEGMENT (%)



PROFIT AND LOSS ACCOUNT

Particulars	Q1 FY21	Q4 FY20	Q1 FY20
Income from Operations	36.8	118.6	116.1
Other Operating Income	0.0	0.1	0.1
Other Income	4.4	1.1	2.7
Total Revenue	41.2	119.8	118.9
Expenses			
-Cost of Material Consumed	9.3	59.5	57.6
-Changes in inventories	10.4	-7.0	-1.4
-Employee Benefit Expense	14.2	18.3	20.2
-Finance Cost	0.0	0.0	0.0
-Depreciation & Amortization	6.3	7.5	6.3
-Other Expenditure	10.9	27.3	26.8
Total Expenses	51.1	105.5	109.5
PBT before Exceptional Items	-10.0	14.4	9.4
Exceptional Item	-	-	-
PBT	-10.0	14.4	9.4
Tax Expense	-3.1	5.0	2.0
PAT	-6.9	9.3	7.3

(In ₹ Crore, unless otherwise mentioned. The sum of the sub-segment amounts may not equal the total amounts due to rounding off)

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ABOUT RANE BRAKE LINING LIMITED

Established in 1964, Rane Brake Lining Limited (RBL) is part of the Rane Group of Companies, a leading auto component group based out of Chennai. RBL manufactures friction material products such as Brake linings, Disc pads, Clutch facings, Clutch buttons, Brake Shoes and Railway brake blocks. RBL is market leader in India and global player in friction material. It has technical collaboration with Nisshinbo Brakes Inc., Japan for know-how in brake linings, disc pads & clutch facings. RBL products have application in every segment of automobile industry such as PV, CV and 2W/3W.

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 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.