



Expanding Horizons

RANE HOLDINGS LIMITED

Q1FY21 Earnings Release



Chennai, India, August 14, 2020 – Rane Holdings Limited (NSE: RANEHOLDIN; BSE Code: 505800), the holding Company of Rane group today announced financial performance for the first quarter (Q1 FY21) ended June 30th, 2020.

During the Quarter (Q1 FY21), the entire month of April and half of May 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.

Group Aggregate Performance – Q1 FY21

- Total Net Revenue was ₹314.1 Crore in Q1 FY21 as compared to ₹1,252.9 Crore in Q1 FY20
- EBITDA stood at ₹-76.2 Crore as compared to ₹93.3 Crore during Q1 FY20
- PBT stood at ₹-140.8 Crore for Q1 FY21 as compared to ₹24.8 Crore in Q1 FY20

Consolidated Financials – Q1 FY21

- Total Net Revenue was ₹194.1 Crore in Q1 FY21 as compared to ₹583.5 Cr in Q1 FY20
- EBITDA stood at ₹-46.2 Crore as compared to ₹43.8 Crore during Q1 FY20
- PBT stood at ₹-114.2 Crore for Q1 FY21 as compared to ₹14.3 Crore in Q1 FY20

Group's Key Business Highlights for Q1 FY21

- 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.
- Group companies saw traction on new business and won new orders from India and International customers.
- RHL and few group companies availed moratorium facility offered by banks to restrict cash outflow and do not foresee major challenges in meeting its financial obligations.

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 & Managing Director, Rane Holdings Ltd.

BUSINESS HIGHLIGHTS

GROUP AGGREGATE FINANCIAL PERFORMANCE

Particulars	Q1 FY 21	Q1 FY 20
Total Net Revenue	314.1	1,252.9
EBITDA	-76.2	93.3
PBT (before exceptional items)	-140.8	24.8

CONSOLIDATED FINANCIAL PERFORMANCE

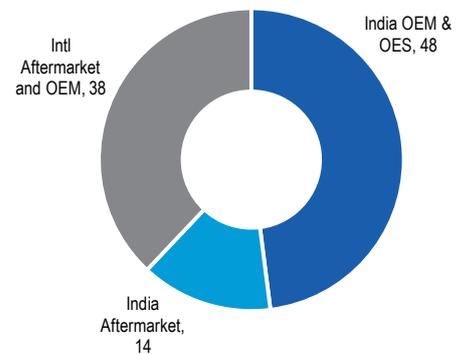
Particulars	Q1 FY 21	Q1 FY 20
Total Net Revenue	194.1	583.5
EBITDA	-46.2	43.8
PBT (before exceptional items)	-114.2	14.3

(In ₹ Crore, unless otherwise mentioned)

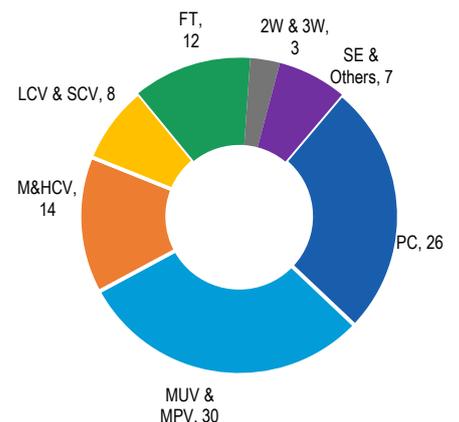
Note: Changes in percentage terms have not been mentioned as the current quarter (Q1FY21) is not comparable with Q1FY20 owing to truncated period of operation in the current quarter because of lockdown imposed due to COVID-19 pandemic.

GROUP AGGREGATE SALES (Q1 FY21)

BY MARKET (%)



BY VEHICLE SEGMENT (%)



CONSOLIDATED PROFIT AND LOSS ACCOUNT

	Q1 FY21	Q4 FY20	Q1 FY20
Income from Operations	173.5	476.3	551.9
Dividend Income	-	-	-
Other Operating Income	11.6	18.1	26.6
Other Income	9.0	8.4	5.0
Total Revenue	194.1	502.8	583.5
Expenses			
-Cost of Material Consumed	72.3	264.7	295.9
-Purchase of stock-in-trade	0.7	1.9	2.9
-Changes in inventories	28.5	-14.5	6.9
-Employee Benefit Expense	86.1	102.8	117.3
-Finance Cost	11.6	12.2	12.6
-Depreciation & Amortization	30.3	33.9	31.1
-Professional Charges	4.4	11.6	6.8
-Information Systems expenses	2.2	2.3	2.0
-Other Expenditure	46.1	92.8	107.9
Total Expenses	282.3	507.7	583.4
PBT before share of profit / (loss) of JV & associates and Exceptional Items	-88.2	-4.9	0.1
Share of Profit / (loss) of JV and Associate	-26.0	11.3	14.3
PBT before Exceptional items	-114.2	6.4	14.3
Exceptional Item	-	-10.1	-0.0
PBT	-114.2	-3.7	14.3
Tax Expense	-30.1	0.2	6.9
PAT	-84.0	-3.9	7.4

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

ABOUT RANE HOLDINGS LIMITED

Rane Holdings Limited (RHL) is the holding company of Rane Group. RHL owns the trademark in Rane and provides a wide range of services to group Companies. These include employee training, development, investor services, business development and information system support.

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.