

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 and half year ended September 30, 2022

(Rs. Crores)

Particulars	Standalone					
	Quarter ended			Half year ended		Year ended
	30.09.2022	30.06.2022	30.09.2021	30.09.2022	30.09.2021	31.03.2022
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1. Income						
(a) Revenue from operations	536.59	499.78	412.27	1,036.37	712.06	1,555.00
(b) Other income	0.45	1.20	0.88	1.65	1.61	6.79
Total income	537.04	500.98	413.15	1,038.02	713.67	1,561.79
2. Expenses						
(a) Cost of materials consumed	361.85	321.61	285.09	683.46	487.70	1,049.56
(b) Changes in inventories of finished goods and work-in-progress	(10.38)	(0.05)	(19.36)	(10.43)	(32.30)	(43.17)
(c) Employee benefits expense	49.13	47.52	41.99	96.65	81.60	166.92
(d) Finance costs	6.64	4.92	4.83	11.56	8.90	21.05
(e) Depreciation and amortisation expense	15.99	16.37	15.16	32.36	29.71	61.11
(f) Other expenses	92.69	83.91	74.20	176.60	121.90	254.85
Total expenses	515.92	474.28	401.91	990.20	697.51	1,510.32
3. Profit / (loss) before exceptional items (1-2)	21.12	26.70	11.24	47.82	16.16	51.47
4. Exceptional Items	-	-	-	-	-	-
5. Profit / (loss) before tax (3 ± 4)	21.12	26.70	11.24	47.82	16.16	51.47
6. Tax expense						
Current tax	5.61	8.25	3.98	13.86	5.68	14.71
Deferred tax	(0.32)	(1.61)	(1.22)	(1.93)	(1.72)	0.15
Total tax expenses	5.29	6.64	2.76	11.93	3.96	14.86
7. Profit / (loss) for the period/ year (5-6)	15.83	20.06	8.48	35.89	12.20	36.61
A. (i) Items that will not be reclassified to profit or loss	(0.56)	(0.70)	(0.03)	(1.26)	(0.32)	0.05
(ii) Income tax relating to items that will not be reclassified to profit or loss	0.14	0.17	-	0.31	0.07	(0.01)
Subtotal - A	(0.42)	(0.53)	(0.03)	(0.95)	(0.25)	0.04
B. (i) Items that will be reclassified to profit or loss	-	-	-	-	-	-
(ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-	-
Subtotal - B	-	-	-	-	-	-
8. Other comprehensive income	(0.42)	(0.53)	(0.03)	(0.95)	(0.25)	0.04
9. Total comprehensive income for the period/ year (7+8)	15.41	19.53	8.45	34.94	11.95	36.65
10. Details of equity share capital						
Paid-up equity share capital (Face Value of Rs.10/- per share)	16.27	16.27	15.42	16.27	15.42	16.27
11. Other equity	-	-	-	-	-	358.66
12. Earnings per share (EPS) (of Rs.10/- each) (Amount in Rs.) (Not annualised for the quarters)						
(a) Basic	9.73	12.33	5.64	22.07	8.25	23.94
(b) Diluted	9.73	12.33	5.52	22.07	8.07	23.94

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Statement of Unaudited Consolidated Financial Results for the quarter and half year ended September 30, 2022

(Rs. Crores)

Particulars	Consolidated					
	Quarter ended			Half year ended		Year ended
	30,09,2022	30,06,2022	30,09,2021	30,09,2022	30,09,2021	31,03,2022
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1. Income						
(a) Revenue from operations	600.37	549.27	458.41	1,149.64	798.70	1,741.92
(b) Other income	0.27	1.09	1.04	1.36	1.72	5.72
Total income	600.64	550.36	459.45	1,151.00	800.42	1,747.64
2. Expenses						
(a) Cost of materials consumed	390.88	348.94	303.57	739.82	523.48	1,132.09
(b) Changes in inventories of finished goods and work-in-progress	(9.56)	(1.34)	(17.90)	(10.90)	(30.46)	(41.73)
(c) Employee benefits expense	73.83	71.44	65.42	145.27	127.77	261.79
(d) Finance costs	6.52	5.00	5.67	11.52	9.36	19.64
(e) Depreciation and amortisation expense	21.90	21.88	20.02	43.78	39.28	81.01
(f) Other expenses	111.73	101.08	86.77	212.81	146.73	316.02
Total expenses	595.30	547.00	463.55	1,142.30	816.16	1,768.82
3. Profit / (loss) before exceptional items (1-2)	5.34	3.36	(4.10)	8.70	(15.74)	(21.18)
4. Exceptional Items (Refer note 6)	-	-	9.14	-	37.21	46.71
5. Profit / (loss) before tax (3 ± 4)	5.34	3.36	5.04	8.70	21.47	25.53
6. Tax expense						
Current tax	5.61	8.25	3.98	13.86	5.68	14.72
Deferred tax	(0.32)	(1.61)	(1.22)	(1.93)	(1.72)	0.15
Total tax expenses	5.29	6.64	2.76	11.93	3.96	14.87
7. Profit / (loss) for the period/ year (5-6)	0.05	(3.28)	2.28	(3.23)	17.51	10.66
A. (i) Items that will not be reclassified to profit or loss	(0.56)	(0.70)	(0.03)	(1.26)	(0.32)	0.55
(ii) Income tax relating to items that will not be reclassified to profit or loss	0.14	0.17	-	0.31	0.07	(0.01)
Subtotal - A	(0.42)	(0.53)	(0.03)	(0.95)	(0.25)	0.54
B. (i) Items that will be reclassified to profit or loss	10.10	7.28	6.49	17.38	(1.10)	5.03
(ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-	-
Subtotal - B	10.10	7.28	6.49	17.38	(1.10)	5.03
8. Other comprehensive income	9.68	6.75	6.46	16.43	(1.35)	5.57
9. Total comprehensive income for the period/ year (7+8)	9.73	3.47	8.74	13.20	16.16	16.23
10. Details of equity share capital						
Paid-up equity share capital (Face Value of Rs.10/- per share)	16.27	16.27	15.42	16.27	15.42	16.27
11. Other equity	-	-	-	-	-	211.87
12. Earnings per share (EPS) (of Rs.10/- each) (Amount in Rs.) (Not annualised for the quarters)						
(a) Basic	0.03	(2.02)	1.52	(1.99)	11.83	6.97
(b) Diluted	0.03	(2.02)	1.48	(1.99)	11.58	6.97

Notes:-

1. Balance Sheet as on

(Rs. Crores)

Particulars	Standalone		Consolidated	
	As at 30.09.2022	As at 31.03.2022	As at 30.09.2022	As at 31.03.2022
	Unaudited	Audited	Unaudited	Audited
ASSETS				
Non-current assets				
(a) Property, plant and equipment	359.96	353.22	467.71	460.45
(b) Capital work-in-progress	22.31	16.24	29.93	18.39
(c) Right of use asset	5.40	5.85	9.46	8.06
(d) Goodwill	4.63	4.63	4.63	4.63
(e) Other intangible assets	3.96	4.18	3.96	4.18
(f) Financial assets				
(i) Investments	197.43	173.66	1.46	1.46
(ii) Other financial assets	19.23	37.89	35.37	46.62
(g) Deferred tax assets (Net)	0.31	-	0.31	-
(h) Income tax asset (Net)	17.59	16.46	17.58	16.45
(i) Other non-current assets	15.36	15.50	24.25	26.51
Total non-current assets	646.18	627.43	594.66	586.75
Current assets				
(a) Inventories	221.33	190.81	242.83	210.94
(b) Financial assets				
(i) Trade receivables	364.96	313.17	414.48	355.11
(ii) Cash and cash equivalents	19.31	8.00	21.18	12.29
(iii) Bank balances other than (ii) above	0.09	0.13	0.10	0.13
(iv) Loans receivable	0.32	0.54	0.49	0.71
(v) Other financial assets	3.41	8.09	3.12	7.13
(c) Other current assets	40.65	45.72	45.03	56.81
Total current assets	650.07	566.46	727.23	643.12
TOTAL ASSETS	1,296.25	1,193.89	1,321.89	1,229.87
EQUITY AND LIABILITIES				
Equity				
(a) Equity share capital	16.27	16.27	16.27	16.27
(b) Other equity	393.60	358.66	225.07	211.87
Total equity	409.87	374.93	241.34	228.14
Liabilities				
(1) Non-current liabilities				
(a) Financial liabilities				
(i) Borrowings	152.28	151.95	234.64	234.49
(ii) Lease liabilities	5.49	5.67	8.59	7.11
(b) Provisions	8.58	7.01	23.03	20.27
(c) Deferred tax liabilities (Net)	-	1.93	-	1.93
(d) Other non-current liabilities	6.26	13.19	6.26	13.19
Total non-current liabilities	172.61	179.75	272.52	276.99
(2) Current liabilities				
(a) Financial liabilities				
(i) Borrowings	318.60	294.56	378.95	341.51
(ii) Lease liabilities	0.53	0.63	1.85	1.65
(iii) Trade payables				
Total outstanding dues of Micro enterprises and Small enterprises	2.36	2.18	2.36	2.18
Total outstanding dues of creditors other than Micro enterprises and Small enterprises	335.23	289.51	360.89	317.17
(iv) Other financial liabilities	37.24	37.90	41.28	40.27
(b) Other current liabilities	11.51	9.36	14.40	16.89
(c) Provisions	8.30	5.07	8.30	5.07
Total current liabilities	713.77	639.21	808.03	724.74
Total liabilities	886.38	818.96	1,080.55	1,001.73
TOTAL EQUITY AND LIABILITIES	1,296.25	1,193.89	1,321.89	1,229.87

Notes to the Unaudited Standalone and Consolidated Financial Results for the quarter and half year ended September 30, 2022

2. Cash flow statement

Particulars	(Rs. Crores)					
	Standalone			Consolidated		
	Unaudited Half year ended 30.09.2022	Unaudited Half year ended 30.09.2021	Audited Year ended 31.03.2022	Unaudited Half year ended 30.09.2022	Unaudited Half year ended 30.09.2021	Audited Year ended 31.03.2022
A. Cash flow from operating activities						
Profit for the period/year	35.89	12.20	36.61	(3.23)	17.51	10.66
Adjustments for :						
Income tax expense recognised in profit and loss	11.93	3.96	14.86	11.93	3.96	14.87
Finance costs recognised in profit and loss	11.56	8.90	21.05	14.47	9.36	20.57
Interest income recognised in profit and loss	(0.15)	(0.07)	(0.45)	(0.15)	(0.07)	(0.45)
Net loss/(gain) on disposal of property, plant and equipment	(0.08)	-	(0.17)	(0.08)	-	(0.17)
Government grant income	(0.73)	(1.02)	(2.19)	(0.73)	(1.02)	(21.64)
Guarantee commission	-	(0.05)	(0.07)	-	-	-
Unrealised exchange loss/(gain)	23.57	5.56	3.62	28.96	2.14	3.97
Provision for doubtful trade receivables and advances (net of write back)	2.23	0.49	1.19	2.23	0.33	1.38
Impairment of financial assets / goodwill	-	-	-	-	-	-
Depreciation and amortisation of non-current assets	32.36	29.71	61.11	43.78	39.28	81.01
Forgiveness of Paycheck Protection Program (PPP) Loan	-	-	-	-	(19.45)	-
	116.58	59.68	135.56	97.18	52.04	110.20
Movements in working capital :						
(Increase) / decrease in trade receivables	(59.27)	(30.01)	(69.87)	(63.47)	(31.62)	(83.08)
(Increase) / decrease in inventories	(30.52)	(42.72)	(55.39)	(30.36)	(41.66)	(48.15)
(Increase) / decrease in other non current financial assets	18.46	8.77	12.44	12.18	9.46	9.68
(Increase) / decrease in other current financial assets	1.30	(0.49)	0.43	1.59	(0.49)	1.39
(Increase) / decrease in other current/non current assets	5.21	(5.02)	(15.79)	15.35	(9.94)	(20.06)
(Increase) / decrease in loans receivable	0.22	(0.21)	(0.32)	0.23	(0.21)	(0.32)
Increase / (decrease) in trade payables	46.24	14.01	26.66	42.23	13.45	27.51
Increase / (decrease) in long term provisions	1.57	1.10	1.12	1.73	2.65	0.30
Increase / (decrease) in short term provisions	1.97	(3.29)	(5.56)	1.97	(3.29)	(5.56)
Increase / (decrease) in other current/non current financial liabilities	(3.95)	3.73	11.13	(3.86)	3.77	10.15
Increase / (decrease) in other non current liabilities	(6.60)	(0.26)	1.45	(6.59)	(0.26)	1.45
Increase / (decrease) in other current liabilities	2.54	0.09	2.13	(2.49)	1.78	5.40
Cash generated from operations	93.75	5.38	43.99	65.69	(4.32)	8.91
Income tax paid	(14.99)	(8.27)	(14.55)	(14.99)	(8.27)	(14.56)
Net cash (used in) / generated by operating activities	78.76	(2.89)	29.44	50.70	(12.59)	(5.65)
B. Cash flow from investing activities						
Interest received	0.97	0.18	0.41	0.97	0.18	0.41
Investments in unquoted equity shares	-	-	(0.86)	-	-	(0.86)
Loans/investment to subsidiary	(33.88)	(66.68)	(71.28)	-	-	-
Purchase consideration for acquisition of business	-	-	(23.19)	-	-	(23.19)
Payments for property, plant and equipment	(46.08)	(36.83)	(81.81)	(54.65)	(45.62)	(100.34)
Proceeds from disposal of property, plant and equipment	0.08	-	0.29	0.08	-	0.29
Bank balances not considered as cash and cash equivalents	0.04	0.02	0.02	0.04	0.02	0.02
Net cash (used in) / generated by investing activities	(78.87)	(103.31)	(176.42)	(53.56)	(45.42)	(123.67)
C. Cash flow from financing activities						
Proceeds from issue of equity shares	-	0.85	1.70	-	0.85	1.70
Proceeds from share premium on equity shares	-	14.15	28.30	-	14.15	28.30
Money received against share warrant	-	-	-	-	-	-
Proceeds from long term borrowings	26.37	54.00	124.98	26.37	63.05	170.61
Repayment of long term borrowings	(30.30)	(19.33)	(47.42)	(35.01)	(27.78)	(65.39)
Proceeds from short term borrowings	694.46	435.29	1,058.54	740.79	435.29	1,058.54
Repayment of short term borrowings	(669.26)	(363.00)	(995.07)	(707.74)	(399.96)	(1,032.32)
Interest paid	(11.03)	(8.20)	(21.13)	(13.48)	(10.46)	(25.09)
Payment of lease liabilities	(0.58)	(0.52)	(1.10)	(1.12)	(0.96)	(2.04)
Net cash (used in)/ generated by financing activities	9.66	113.24	148.80	9.81	74.18	134.31
Net increase / (decrease) in cash and cash equivalents	9.55	7.04	1.82	6.95	16.17	4.99
Cash and cash equivalents at the beginning of the year	6.54	4.72	4.72	10.83	5.30	5.30
Cash and Cash equivalents at the end of the period/year	16.09	11.76	6.54	17.78	21.47	10.29
Reconciliation of cash and cash equivalents to Balance sheet						
Particulars	Half year ended 30.09.2022	Half year ended 30.09.2021	Year ended 31.03.2022	Half year ended 30.09.2022	Half year ended 30.09.2021	Year ended 31.03.2022
Cash and cash equivalents as per Balance sheet	19.31	21.26	8.00	21.18	31.04	12.29
Effects of exchange rate changes on the balance of cash and cash equivalents held in foreign currencies	-	-	-	(0.18)	(0.07)	(0.54)
Bank overdraft availed for cash management purposes	(3.22)	(9.50)	(1.46)	(3.22)	(9.50)	(1.46)
Cash and cash equivalents as above	16.09	11.76	6.54	17.78	21.47	10.29

Notes to the Unaudited Standalone and Consolidated Financial Results for the quarter and half year ended September 30, 2022

- 3 The above financial results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on October 21, 2022.
- 4 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.
- 5 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.
- 6 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 manage the impact of COVID-19 pandemic. Pursuant to such economic relief schemes, during the half year ended September 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), from the U.S. Internal Revenue Service during the year ended March 31, 2022 for an amount of USD 3.66 million (INR 27.26 crores), which includes USD 1.23 million (INR 9.14 crores) and USD 2.40 million (INR 17.76 crores) recognised for the quarter ended September 30, 2021 and half year ended September 30, 2021 respectively. The aggregate amount of such relief have been recorded as an exceptional income in the consolidated results for the quarter and half year ended September 30, 2021 and for the year ended March 31, 2022.
- 7 The Company / Group has considered the possible effects that may result from the continued effect of the COVID-19 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.
- 8 The Standalone and Consolidated financial results for the quarter and half year ended September 30, 2022 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.

For Rane (Madras) Limited

Digitally signed by
LAKSHMINARAYAN
GANESH
YAN GANESH
DN: cn=LAKSHMINARAYAN
GANESH,
o=RANE (MADRAS) LIMITED,
ou=CHIEF EXECUTIVE OFFICER,
c=IN

**L. Ganesh
Chairman**

**Chennai
October 21, 2022**