

Statement of Unaudited Financial Results for the Quarter and Nine months ended December 31, 2020

	Particulars	Quarter ended			Nine months ended		Rs. Lakhs
		31.12.2020	30.09.2020	31.12.2019	31.12.2020	31.12.2019	Financial year ended
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	31.03.2020
1	<b>Revenue</b>						
	(a) Revenue from operations	13,243.66	10,534.23	12,625.11	27,458.15	35,146.00	47,006.90
	(b) Other Operating Income	9.50	13.76	32.88	24.51	79.63	91.05
	(c) Other Income	105.29	220.31	403.36	761.75	932.43	1,045.06
	<b>Total Revenue</b>	<b>13,358.45</b>	<b>10,768.30</b>	<b>13,061.35</b>	<b>28,244.41</b>	<b>36,158.06</b>	<b>48,143.01</b>
2	<b>Expenses :</b>						
	(a) Cost of materials consumed	6,356.66	4,826.02	6,069.44	12,108.42	17,108.50	23,055.49
	(b) Changes in inventories of finished goods,work-in-progress and stock-in-trade	(52.33)	(179.33)	128.07	806.82	106.27	(592.93)
	(c) Employee benefits expenses	1,754.75	1,576.36	1,872.28	4,752.11	5,837.94	7,662.96
	(d) Finance costs	1.23	0.03	0.20	1.29	0.64	1.91
	(e) Depreciation and amortisation expense	583.55	596.46	619.97	1,813.25	1,882.72	2,628.91
	(f) Other expenses	2,807.91	2,282.30	3,169.90	6,184.85	8,189.09	10,918.57
	<b>Total Expenses</b>	<b>11,451.77</b>	<b>9,101.84</b>	<b>11,859.86</b>	<b>25,666.74</b>	<b>33,125.16</b>	<b>43,674.91</b>
3	<b>Profit (+)/Loss (-) before Exceptional Items (1-2)</b>	<b>1,906.68</b>	<b>1,666.46</b>	<b>1,201.49</b>	<b>2,577.67</b>	<b>3,032.90</b>	<b>4,468.10</b>
4	Exceptional Items	-	-	-	-	-	-
5	<b>Profit (+)/ Loss (-) before tax (3+4)</b>	<b>1,906.68</b>	<b>1,666.46</b>	<b>1,201.49</b>	<b>2,577.67</b>	<b>3,032.90</b>	<b>4,468.10</b>
6	Tax expense						
	Current Tax	657.10	242.25	193.27	899.35	525.85	785.72
	Tax relating to earlier years	-	-	-	-	-	-
	Deferred Tax	(39.49)	270.77	(15.30)	(74.86)	4.85	247.88
7	<b>Profit / (Loss) for the period (5-6)</b>	<b>1,289.07</b>	<b>1,153.44</b>	<b>1,023.52</b>	<b>1,753.18</b>	<b>2,502.20</b>	<b>3,434.50</b>
8	Other Comprehensive Income (Net of Tax Expense)	7.25	6.25	(14.62)	28.52	(65.25)	(98.01)
	(a) Items that will not be reclassified subsequently to Profit or loss						
	i) Remeasurement of net defined benefit Liability / Asset	11.14	9.61	(22.47)	43.84	(100.30)	(150.65)
	ii) Income tax relating to items that will not be classified to profit or loss	(3.89)	(3.36)	7.85	(15.32)	35.05	52.64
9	<b>Total Comprehensive income for the Period (7+8)</b> (Comprising profit / (loss) and other comprehensive income for the period)	<b>1,296.32</b>	<b>1,159.69</b>	<b>1,008.90</b>	<b>1,781.70</b>	<b>2,436.95</b>	<b>3,336.49</b>
10	<b>Details of equity share capital</b>						
	Paid-up equity share capital (Face Value of Rs. 10/- per Share)	781.11	791.50	791.50	781.11	791.50	791.50
11	Other Equity excluding revaluation reserves						22,091.44
12	Earnings Per Share (EPS) ( of Rs.10/- each ) ( not annualised ) (Amount Rs.)						
	(a) Basic	16.40	14.57	12.93	22.20	31.61	43.39
	(b) Diluted	16.40	14.57	12.93	22.20	31.61	43.39



Statement of Unaudited Financial Results for the Quarter and Nine months ended December 31, 2020

- 1 The above financial results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on February 01, 2021.
- 2 The Company operates only in one segment, namely, manufacture and marketing of components for Transportation industry.
- 3 The previous period figures have been regrouped wherever necessary to conform to current period's presentation.
- 4 The company's operations for part of the nine months ended December 31, 2020 were suspended on account of the lockdown announced by the Government of India consequent to the outbreak of COVID-19 pandemic. The results for the nine months are, therefore, not comparable with those of the previous periods.
- 5 The company has assessed the impact of COVID-19 on its financial statement based on the internal and external information up to the date of approval of these financial statements and expects to recover the carrying amounts of intangible assets, trade receivable, inventories and other financial assets. The company will continue to monitor future economic conditions and update its assessment.
- 6 During the period ended December 31, 2020, the Company bought back 1,03,879 Equity shares of Rs. 10/- each for an aggregate amount of Rs. 723.88 lakhs. Further, the Company has transferred Rs. 10.38 lakhs to the Capital redemption reserve. Consequent to the Buyback, the paid-up Equity share capital has reduced by Rs. 10.38 lakhs and stands at Rs. 7,81,11,010/- consisting of 78,11,101 Equity shares of Rs.10/- each.
- 7 The financial results for the period ended December 31, 2020 are being published in the newspaper as per the format prescribed under Regulation 33 of SEBI (Listing Obligations and Disclosure requirements) Regulations, 2015. The financial results are also available on the Stock Exchange websites: [www.bseindia.com](http://www.bseindia.com) and [www.nseindia.com](http://www.nseindia.com) and on the company's website- [www.ranegroup.com](http://www.ranegroup.com).

Place : Chennai  
Date : February 01, 2021

For Rane Brake Lining Limited



L Ganesh  
Chairman

## Rane Brake Lining Limited

Regd. Office : " MAITHRI ", 132, Cathedral Road, Chennai - 600 086  
visit us at: www.ranegroup.com CIN No.L63011TN2004PLC054948



### Extract of Unaudited Financial Results for the Quarter and Nine Months ended December 31, 2020

		Rs. In Lakhs			
S.No	Particulars	Quarter ended		Nine Months Ended	
		31.12.2020	31.12.2019	31.12.2020	31.12.2019
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
1	Total income from operations (net)	13,358.45	13,061.35	28,244.41	36,158.06
2	Net Profit / (Loss) for the period (before Tax and Exceptional items)	1,906.68	1,201.49	2,577.67	3,032.90
3	Net Profit / (Loss) for the period before tax (after Exceptional items)	1,906.68	1,201.49	2,577.67	3,032.90
4	Net Profit / (Loss) for the period after tax (after Exceptional items)	1,289.07	1,023.52	1,753.18	2,502.20
5	Total Comprehensive Income for the period [Comprising Profit / (Loss) for the period (after tax) and Other Comprehensive Income (after tax)]	1,296.32	1,008.90	1,781.70	2,436.95
6	Equity Share Capital	781.11	791.50	781.11	791.50
7	Earnings Per Share (of Rs.10/- each)				
	(a) Basic :	<b>16.40</b>	<b>12.93</b>	<b>22.20</b>	<b>31.61</b>
	(b) Diluted:	<b>16.40</b>	<b>12.93</b>	<b>22.20</b>	<b>31.61</b>

- Note:
- The above is an extract of the detailed format of Unaudited Financial Results filed with the Stock Exchanges under Regulation 33 of the SEBI (Listing and Disclosure Requirements) Regulations, 2015. The full format of the Unaudited Financial Results are available on the Stock Exchange websites: www.bseindia.com and www.nseindia.com and on the company's website-www.ranegroup.com
  - The above financial results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on February 01, 2021. The statutory auditors have carried out a limited review of these financial results.
  - The company's operations for part of the nine months period ended December 31, 2020 were suspended on account of the lockdown announced by the Government of India consequent to the outbreak of COVID-19 pandemic. The results for the nine months are, therefore, not comparable with those of the previous periods.
  - The company has assessed the impact of COVID-19 on its financial statement based on the internal and external information up to the date of approval of these financial statements and expects to recover the carrying amounts of intangible assets, trade receivable, inventories and other financial assets. The company will continue to monitor future economic conditions and update its assessment.
  - During the period ended December 31, 2020, the Company bought back 1,03,879 Equity shares of Rs. 10/- each for an aggregate amount of Rs. 723.88 lakhs. Further, the Company has transferred Rs. 10.38 lakhs to the Capital redemption reserve. Consequent to the Buyback, the paid-up Equity share capital has reduced by Rs. 10.38 lakhs and stands at Rs. 7,81,11,010/- consisting of 78,11,101 Equity shares of Rs.10/- each.

For Rane Brake Lining Limited



Place : Chennai  
Date : February 01, 2021

**Limited Review Report**

To  
The Board of Directors  
Rane Brake Lining Limited

We have reviewed the accompanying statement of unaudited standalone financial results of Rane Brake Lining Limited ("the Company") for the quarter and period ended 31<sup>st</sup> December 2020 ("the Statement"). The statement has been prepared by the Company pursuant to Regulation 33 of the Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulations, 2015 (the "Listing Regulations, 2015").

The preparation of this Statement in accordance with recognition and measurement principles laid down in Indian Accounting Standard 34, ('Ind AS 34'), "Interim Financial Reporting", prescribed under section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other Accounting Principles generally accepted in India, is the responsibility of the Company's Management and has been approved by the Board of Directors/ Committee of Board of Directors. Our responsibility is to express a conclusion on the Statement based on our review.

We conducted our review 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 financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited standalone financial results has not been prepared in all material respects in accordance with applicable accounting standards and other recognised accounting practices and policies, and has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

We draw attention to Note. 5 to the Statement which explains the uncertainties and the impact due to the COVID-19 pandemic situation on the Company's financial results as assessed by the management. Our conclusion is not modified in respect of the above matter.

**For Varma & Varma  
Chartered Accountants  
FRN. 004532S**



*Georgy Mathew*

**Georgy Mathew  
Partner  
M. No. 209645**

**Place : Bengaluru  
Date : 1<sup>st</sup> Feb, 2021**

**UDIN :**



Expanding Horizons

# RANE BRAKE LINING LIMITED

## Q3 FY21 Earnings Release



Chennai, India, February 1, 2021 – 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 third quarter (Q3FY21) and nine months (9MFY21) ended December 31<sup>st</sup>, 2020.

### Q3 FY21 Performance

- Total Net Revenue was ₹133.6 Crore for Q3 FY21 compared to ₹130.6 Crore in the Q3 FY20, an increase of 2.3%
- EBITDA stood at ₹24.9 Crore compared to ₹18.2 Crore during Q3 FY20, an increase of 36.8%
- EBITDA Margin at 18.7% for Q3 FY21 against 13.9% in Q3 FY20, an increase of 470 basis point (bps)
- Net profit (PAT) stood at ₹12.9 Crore for Q3 FY21 compared to ₹10.2 Crore in Q3 FY20, an increase of 25.9%

### 9M FY21 Performance

- Total Net Revenue was ₹282.4 Crore for 9M FY21 compared to ₹361.6 Crore in the 9M FY20, a decrease of 21.9%
- EBITDA stood at ₹43.9 Crore compared to ₹49.2 Crore during 9M FY20, a decrease of 10.7%
- EBITDA Margin at 15.6% for 9M FY21 against 13.6% in 9M FY20
- Net profit (PAT) stood at ₹17.5 Crore for 9M FY21 compared to ₹25.0 Crore in 9M FY20, a decrease of 29.9%

### Operating Performance for Q3 FY21

- Sales to OE customer grew 7%.
- Sales to Aftermarket customers grew 3%.
- EBITDA margin improved 470 bps
  - Lower employee costs and savings in Fixed cost resulted in margin improvement
  - There was also a provision reversal on account of better collection in Q3 FY21 whereas there was an one off provision for bad debts during Q3 FY20.

### MANAGEMENT COMMENT

"The favourable demand environment and stringent cost control measures helped RBL post strong Q3 results. The demand environment remains robust though we are seeing some volatility in the customer schedules owing to supply constraints on certain components."

– L. Ganesh, Chairman, Rane Group

### BUSINESS HIGHLIGHTS

#### Financial Performance

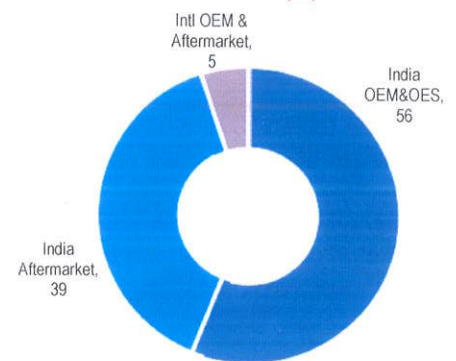
Particulars	Q3 FY 21	Q3 FY 20	YOY%
Total Revenue	133.6	130.6	2.3%
EBITDA	24.9	18.2	36.8%
Margin (%)	18.7%	13.9%	470 bps
PAT	12.9	10.2	25.9%

Particulars	9M FY 21	9M FY 20	YOY%
Total Revenue	282.4	361.6	-21.9%
EBITDA	43.9	49.2	-10.7%
Margin (%)	15.6%	13.6%	195 bps
PAT	17.5	25.0	-29.9%

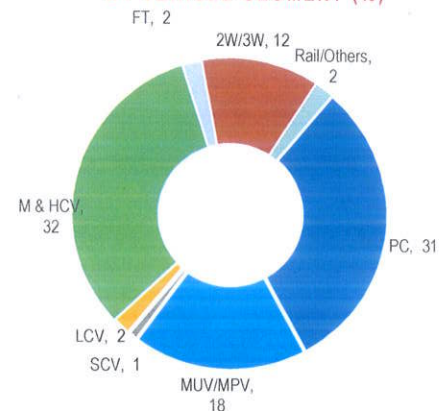
(In ₹ Crore, unless otherwise mentioned)

### BUSINESS SPLIT (Q3 FY21)

#### BY MARKET (%)



#### BY VEHICLE SEGMENT (%)



### PROFIT AND LOSS ACCOUNT

Particulars	Q3FY21	Q2FY21	QoQ%	Q3FY20	YoY%	9MFY21	9MFY20	YoY%
Income from Operations	132.4	105.3	26%	126.3	5%	274.6	351.5	-22%
Other Operating Income	0.1	0.1	-31%	0.3	-71%	0.2	0.8	-69%
Other Income	1.1	2.2	-52%	4.0	-74%	7.6	9.3	-18%
<b>Total Revenue</b>	<b>133.6</b>	<b>107.7</b>	<b>24%</b>	<b>130.6</b>	<b>2%</b>	<b>282.4</b>	<b>361.6</b>	<b>-22%</b>
<b>Expenses</b>								
-Cost of Material Consumed	63.6	48.3	32%	60.7	5%	121.1	171.1	-29%
-Purchase of stock-in-trade	-	-		-		-	-	
-Changes in inventories	-0.5	-1.8		1.3		8.1	1.1	
-Employee Benefit Expense	17.5	15.8	11%	18.7	-6%	47.5	58.4	-19%
-Finance Cost	0.0	0.0		0.0		0.0	0.0	
-Depreciation & Amortization	5.8	6.0	-2%	6.2	-6%	18.1	18.8	-4%
-Other Expenditure	28.1	22.8	23%	31.7	-11%	61.8	81.9	-24%
<b>Total Expenses</b>	<b>114.5</b>	<b>91.0</b>	<b>26%</b>	<b>118.6</b>	<b>-3%</b>	<b>256.7</b>	<b>331.3</b>	<b>-23%</b>
<b>PBT</b>	<b>19.1</b>	<b>16.7</b>	<b>14%</b>	<b>12.0</b>	<b>59%</b>	<b>25.8</b>	<b>30.3</b>	<b>-15%</b>
Tax Expense	6.2	5.1	20%	1.8	247%	8.2	5.3	55%
<b>PAT</b>	<b>12.9</b>	<b>11.5</b>	<b>12%</b>	<b>10.2</b>	<b>26%</b>	<b>17.5</b>	<b>25.0</b>	<b>-30%</b>

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



### 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 components 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](mailto:INVESTORSERVICES@RANEGROUP.COM) OR [DPINGLE@CHRISTENSENIR.COM](mailto: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.