

RANE HOLDINGS LIMITED

CIN : L35999TN1936PLC002202

Regd. Office : " MAITHRI ", 132, Cathedral Road, Chennai - 600 086
visit us at: www.ranegroup.com



Statement of unaudited standalone financial results for the quarter ended June 30, 2021

Rs. Lakhs

Particulars	Quarter ended			Year ended
	30.06.2021	31.03.2021	30.06.2020	31.03.2021
	Unaudited	Audited (refer note 6)	Unaudited	Audited
1. Income				
(a) Revenue from operations	1,587	1,689	908	6,508
(b) Other income	20	34	5	91
Total income	1,607	1,723	913	6,599
2. Expenses				
(a) Employee benefits expense	417	306	313	1,309
(b) Finance costs	150	118	76	309
(c) Depreciation and amortisation expense	78	74	84	306
(d) Professional charges	86	133	90	404
(e) Information systems expenses	157	164	157	654
(f) Other expenses	152	106	132	562
Total expenses	1,040	901	852	3,544
3. Profit / (loss) before exceptional items and tax (1-2)	567	822	61	3,055
4. Exceptional Items (Refer Note 8)	-	(1,557)	-	(1,557)
5. Profit / (loss) before tax (3+4)	567	(735)	61	1,498
6. Tax expense				
Current Tax	102	143	13	589
Current tax for earlier years	-	771	-	771
Deferred tax (net)	(1)	10	-	2
Total tax expenses	101	924	13	1,362
7. Profit / (loss) for the period / year (5-6)	466	(1,659)	48	136
8. Other comprehensive income				
Items that will not be reclassified to profit or loss and its related income tax effects				
i. Re-measurement losses on defined benefit plans	(39)	50	-	66
ii. Net gain / (loss) on FVOCI equity instruments	888	1,958	8	1,809
iii. Income tax relating to items that will not be reclassified to profit or loss	(214)	(519)	(3)	(536)
Total other comprehensive income (net of tax)	635	1,489	5	1,339
9. Total comprehensive income for the period / year (7+8)	1,101	(170)	53	1,475
10. Details of equity share capital				
Paid-up equity share capital (face value of Rs.10/- per share)	1,428	1,428	1,428	1,428
11. Other equity	-	-	-	45,428
12. Earnings per share (EPS) (face value - Rs.10/- each) (amount in Rs.) (not annualised for quarters)				
(a) Basic	3.26	(11.62)	0.34	0.95
(b) Diluted	3.26	(11.62)	0.34	0.95

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	30.06.2021	31.03.2021	30.06.2020	31.03.2021
	Unaudited	Audited (refer note 6)	Unaudited	Audited
1. Income				
(a) Revenue from operations	52,067	67,013	18,511	2,03,487
(b) Other income	1,120	541	902	2,215
Total income	53,187	67,554	19,413	2,05,702
2. Expenses				
(a) Cost of materials consumed	30,857	38,088	7,228	1,07,059
(b) Purchases of stock-in-trade	146	205	72	605
(c) Changes in inventories of finished goods, stock-in-trade and work-in-progress	(2,818)	(1,257)	2,852	2,982
(d) Employee benefits expense	11,532	10,373	8,608	40,145
(e) Finance costs	705	702	1,163	3,971
(f) Depreciation and amortisation expense	3,116	3,134	3,031	12,036
(g) Other expenses	11,135	14,937	5,277	41,527
Total expenses	54,673	66,182	28,231	2,08,325
3. Profit / (loss) before share of profit / (loss) of joint ventures and exceptional items (1-2)	(1,486)	1,372	(8,818)	(2,623)
4. Share of profit / (loss) of joint ventures (Includes share of exceptional items, net of taxes) (refer note 7)	638	(1,599)	(1,793)	(2,734)
5. Profit / (loss) before exceptional items and tax (3+4)	(848)	(227)	(10,611)	(5,357)
6. Exceptional Items (Refer Note 8)	2,807	(46)	-	2,223
7. Profit / (loss) before tax (5+6)	1,959	(273)	(10,611)	(3,134)
8. Tax expense				
Current Tax	298	1,358	15	2,966
Current tax for earlier years	-	771	-	771
Deferred tax (net)	(413)	(369)	(2,222)	(836)
Total tax expenses	(115)	1,760	(2,207)	2,901
9. Profit / (loss) for the period / year (7-8)	2,074	(2,033)	(8,404)	(6,035)
10. Other comprehensive income				
(a) Items that will not be reclassified to profit or loss and its related income tax effects				
i. Re-measurement losses on defined benefit plans	(159)	707	4	754
ii. Net gain / (loss) on FVOCI equity instruments	888	1,958	8	1,809
iii. Income tax relating to items that will not be reclassified to profit or loss	(176)	(561)	(4)	(588)
	553	2,104	8	1,975
(b) Items that will be reclassified to profit or loss and its related income tax effects				
i. Net movement on cash flow hedges	(193)	186	169	622
ii. Exchange differences on translation of foreign operations	(564)	861	(315)	(608)
iii. Income tax relating to items that will be reclassified to profit or loss	-	(1)	(59)	(150)
	(757)	1,046	(205)	(136)
Total other comprehensive income (net of tax)	(204)	3,150	(197)	1,839
11. Total comprehensive income for the period / year (9+10)	1,870	1,117	(8,601)	(4,196)
Profit / (loss) for the period / year attributable to:				
(a) Owners of the company	1,816	(2,232)	(5,715)	(5,057)
(b) Non-controlling interest	258	199	(2,689)	(978)
	2,074	(2,033)	(8,404)	(6,035)
Other comprehensive income attributable to:				
(a) Owners of the company	73	2,597	(126)	1,722
(b) Non-controlling interest	(277)	553	(71)	117
	(204)	3,150	(197)	1,839
Total comprehensive income attributable to:				
(a) Owners of the company	1,890	365	(5,841)	(3,336)
(b) Non-controlling interest	(20)	752	(2,760)	(860)
	1,870	1,117	(8,601)	(4,196)
12. Details of equity share capital				
Paid-up equity share capital (face value of Rs.10/- per share)	1,428	1,428	1,428	1,428
13. Other equity	-	-	-	75,021
14. Earnings per share (EPS) (face value - Rs.10/- each) (amount in Rs.) (not annualised for quarters)				
(a) Basic	12.72	(15.63)	(40.03)	(35.42)
(b) Diluted	12.72	(15.63)	(40.03)	(35.42)

Notes to statement of standalone and consolidated unaudited financial results for the quarter ended June 30, 2021

- 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 August 6, 2021.
- 2 A limited review of the unaudited standalone and consolidated financial results of the Company has been carried out by the statutory auditors. Corresponding figures for the quarter ended June 30, 2020, included in the above results were reviewed by the previous auditors of the Company. The unaudited financial results of the subsidiaries and joint ventures were reviewed by the respective statutory auditors, as applicable.
- 3 The above financial results have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standards 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.
- 4 The Company holds strategic investments in subsidiaries (the company and its subsidiary collectively referred to as 'the Group') and joint ventures that are engaged primarily in manufacturing/marketing of components and providing technological services for the transportation industry, mainly the automotive sector. The Company also provides management, information technology and business development services to its subsidiaries and joint ventures.
- 5 The Group operates in single segment, namely, manufacture/marketing of components and providing technological services for Transportation industry.
- 6 The figures for the quarter ended March 31, 2021 as reported in these financial results are the balancing figures between audited figures in respect of the full financial year and the published unaudited year to date figures up to the end of the third quarter of the relevant financial year which were subject to limited review. The previous period figures have been re-grouped wherever necessary to conform to current period's presentation.
- 7 Share of profit / (loss) of Joint Ventures disclosed in the consolidated financial results includes the Company's share of exceptional expenditure, recorded by Rane NSK Steering Systems Private Limited ('RNSS'), a joint venture company, of Rs. Nil for the quarter ended June 30, 2021; Rs. 5,243 Lakhs for the quarter ended March 31, 2021 and Rs. 8,678 Lakhs for the year ended March 31, 2021. This exceptional expenditure was incurred by RNSS towards incremental warranty claims with respect to certain specific lots of products sold by RNSS to one of its customers. These amounts have been determined by the management of RNSS based on technical estimates.
- 8 Exceptional items in the above financial results includes the following:
 - a. During the year ended March 31, 2021, the Company had assessed the recoverable value of its investments made and loan given to its operating subsidiary company Rane t4u Private Limited and provided for an impairment aggregating to Rs. 1,557 Lakhs being shown as an exceptional charge in the Standalone Financial Results for the quarter and year ended March 31, 2021.
 - b. Rane Engine Valve Limited ('REVL'), a subsidiary company made a Profit on sale of Land of Rs. 2,395 Lakhs for the year ended March 31, 2021. REVL has also incurred VRS expenditure of Rs. 46 Lakhs for the quarter ended March 31, 2021 and Rs. 172 Lakhs for the year ended March 31, 2021.
 - c. The step down 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 mitigate the impact of COVID-19 pandemic. Pursuant to such economic relief schemes, during the quarter ended June 30, 2021, LMCA received an approval for forgiveness of the paycheck protection program loan from the U.S. Small Business Administration (SBA) for an amount of USD 2.63 million (Rs. 1,945 Lakhs). Further, LMCA was eligible for employee retention credit (ERC), which was applied for and received from the U.S. Internal Revenue Service during the quarter for an amount of USD 1.16 million (Rs. 862 Lakhs). The aggregate amount of Rs. 2,807 Lakhs received as relief have been recorded as an exceptional income in the consolidated results for the quarter ended June 30, 2021.

- 9 During the quarter ended June 30, 2021, the company has acquired 1,13,300 shares of Rane t4u Private Limited ('Rt4u'), a subsidiary company from the existing shareholder of Rt4u. Subsequent to the quarter ended June 30, 2021 the company has further acquired 1,32,274 shares. Pursuant to the acquisition, the shareholding of the Company in Rt4u stands at 76.80% as at June 30, 2021 and 84.74% as at the date of approval of these financial results.
- 10 COVID-19 pandemic has rapidly spread throughout the world, including India. Governments have taken significant measures to curb the spread of the virus including imposing mandatory lockdowns and restrictions on activities. Consequently, the Company's / Group's manufacturing plants and offices had to be closed down / operate under restrictions for a period of time during the quarter. These measures have an impact on matters relating to commodity prices, supply chain matters, customer demand, personnel available for work and for being available to access offices etc.

The Company / Group has considered the possible effects that may result from the continued effect of the 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.

- 11 During the year ended March 31, 2021, the Company had opted to settle its pending income tax litigations for certain assessment years under the Vivad Se Vishwas scheme. In view of this, the Company had created a provision of Rs. 733 Lakhs towards income-tax in respect of earlier years which has been disclosed separately under the head tax expenses for the quarter and year ended March 31, 2021.
- 12 The Group's operations for the quarter ended June 30, 2020 were suspended for part of the quarter on account of the lockdown announced by the Government of India consequent to the outbreak of COVID-19 pandemic. The results for the quarter ended June 30, 2021 are, therefore, not comparable with the quarter ended June 30, 2020.
- 13 The unaudited standalone and consolidated financial results for the quarter June 30, 2021 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 (standalone and consolidated) are also available on the Stock Exchange websites: www.bseindia.com and www.nseindia.com and on the Company's website - www.ranegroup.com.

Chennai
August 6, 2021

For Rane Holdings Limited

LAKSHMINARA
YAN GANESH

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L Ganesh
Chairman & Managing Director

RANE HOLDINGS LIMITED

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 visit us at: www.ranegroup.com CIN: L35999TN1936PLC002202

**Extract of consolidated unaudited financial results for the quarter ended June 30, 2021**

S.No	Particulars	Quarter ended		Rs. Lakhs
		30.06.2021	30.06.2020	Year ended
		Unaudited	Unaudited	31.03.2021
				Audited
1	Total Revenue	53,187	19,413	2,05,702
2	Net Profit / (Loss) for the period (before Tax and Exceptional items)	(848)	(10,611)	(5,357)
3	Net Profit / (Loss) for the period before tax (after Exceptional items)	1,959	(10,611)	(3,134)
4	Net Profit / (Loss) for the period after tax and Exceptional items	2,074	(8,404)	(6,035)
	Attributable to:			
	a. Owners of the company	1,816	(5,715)	(5,057)
	b. Non-controlling interest	258	(2,689)	(978)
5	Total Comprehensive Income / (Loss) for the period [Comprising Profit / (Loss) for the period (after tax) and Other Comprehensive Income / (Loss) (after tax)]	1,870	(8,601)	(4,196)
	Attributable to:			
	a. Owners of the company	1,890	(5,841)	(3,336)
	b. Non-controlling interest	(20)	(2,760)	(860)
6	Equity Share Capital	1,428	1,428	1,428
7	Earnings per share (EPS) (Face Value - Rs.10/- each) (Amount in Rs.) (not annualised for quarters and full years)			
	1. Basic:	12.72	(40.03)	(35.42)
	2. Diluted:	12.72	(40.03)	(35.42)

The above is an extract of the detailed format of Consolidated 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 Standalone and Consolidated 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

Notes:

- The above financial results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on August 6, 2021.
- Exceptional items in the above financial results includes the following:
 - During the year ended March 31, 2021, the Company had assessed the recoverable value of its investments made and loan given to its operating subsidiary company Rane t4u Private Limited and provided for an impairment aggregating to Rs. 1,557 Lakhs being shown as an exceptional charge in the Standalone Financial Results for the quarter and year ended March 31, 2021.
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- The Group's operations for the quarter ended June 30, 2020 were suspended for part of the quarter on account of the lockdown announced by the Government of India consequent to the outbreak of COVID-19 pandemic. The results for the quarter ended June 30, 2021 are, therefore, not comparable with the quarter ended June 30, 2020.
- Key standalone financial information is given below

S.No	Particulars	Quarter ended		Rs. Lakhs
		30.06.2021	30.06.2020	Year ended
		Unaudited	Unaudited	31.03.2021
				Audited
1	Total Revenue	1,607	913	6,599
2	Profit Before Tax	567	61	1,498
3	Profit After Tax	466	48	136
4	Other Comprehensive Income	635	5	1,339
5	Total Comprehensive Income	1,101	53	1,475

For Rane Holdings Limited

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 YAN GANESH

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 Date: 2021.08.06 10:52:06
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Chennai
 August 6, 2021

L Ganesh
Chairman & Managing Director