

RANE HOLDINGS LIMITED

CIN : L35999TN1936PLC002202

Registered Office : " Maithri", 132, Cathedral Road, Chennai - 600 086

Visit us at: www.ranegroup.com



Statement of audited standalone financial results for the quarter and year ended March 31, 2024

Rs. Lakhs

Particulars	Quarter ended			Year ended	
	March 31, 2024	December 31, 2023	March 31, 2023	March 31, 2024	March 31, 2023
	Audited (refer note 8)	Unaudited	Audited (refer note 8)	Audited	Audited
1. Income					
Revenue from operations	2,607	2,631	2,529	14,686	11,766
Other income	139	170	15	361	53
Total income	2,746	2,801	2,544	15,047	11,819
2. Expenses					
Employee benefits expense	614	715	606	2,707	2,321
Finance costs	103	116	127	467	561
Depreciation and amortisation expenses	135	130	128	508	437
Professional charges	143	139	293	602	725
Information systems expenses	217	210	199	825	774
Other expenses	229	252	194	1,034	806
Total expenses	1,441	1,562	1,547	6,143	5,624
3. Profit before exceptional item and tax (1-2)	1,305	1,239	997	8,904	6,195
4. Exceptional item (refer note 10)	-	-	(292)	(296)	(292)
5. Profit before tax (3+4)	1,305	1,239	705	8,608	5,903
6. Tax expense					
Current tax	204	182	161	1,328	1,118
Deferred tax	(14)	3	(5)	(26)	(45)
Total tax expense	190	185	156	1,302	1,073
7. Profit for the period (5-6)	1,115	1,054	549	7,306	4,830
8. Other comprehensive income					
Items that will not be reclassified to profit or loss					
(i) Re-measurement gains / (losses) on defined benefit plans, net	6	15	15	(44)	(42)
(ii) Net gain / (loss) on fair value through other comprehensive income equity instruments	(763)	(371)	115	(950)	(21)
(iii) Income tax relating to items that will not be reclassified to profit or loss	204	90	(10)	264	39
Total other comprehensive income / (loss) for the period	(553)	(266)	120	(730)	(24)
9. Total comprehensive income for the period (7+8)	562	788	669	6,576	4,806
(Comprising profit and other comprehensive income / (loss) for the period)					
10. Paid-up equity share capital (face value of Rs.10/- each fully paid up)	1,428	1,428	1,428	1,428	1,428
11. Other equity				56,357	52,208
12. Earnings per share (EPS) (face value of Rs.10/- each) (not annualised for quarters)					
Basic (in Rs.)	7.82	7.37	3.84	51.17	33.82
Diluted (in Rs.)	7.82	7.37	3.84	51.17	33.82



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Rs. Lakhs

Particulars	Quarter ended			Year ended	
	March 31, 2024	December 31, 2023	March 31, 2023	March 31, 2024	March 31, 2023
	Audited (refer note 8)	Unaudited	Audited (refer note 8)	Audited	Audited
1. Income					
Revenue from operations	87,019	83,704	93,765	3,52,982	3,50,833
Other income	423	430	1,056	1,416	2,913
Total income	87,442	84,134	94,821	3,54,398	3,53,746
2. Expenses					
Cost of materials consumed	47,408	48,518	51,510	2,00,590	2,04,875
Purchases of stock-in-trade	258	253	204	1,051	907
Changes in inventories of finished goods, stock-in-trade and work-in-progress	1,973	(814)	2,364	(378)	(2,918)
Employee benefits expense	11,276	11,594	13,028	51,132	52,717
Finance costs	1,738	1,828	1,705	7,134	4,982
Depreciation and amortisation expenses	3,460	3,210	3,990	13,700	14,173
Other expenses	17,770	15,134	16,284	68,439	63,304
Total expenses	83,883	79,723	89,085	3,41,668	3,38,040
3. Profit before share of profit / (loss) of joint venture / associate entities, exceptional items and tax (1-2)	3,559	4,411	5,736	12,730	15,706
4. Share of profit / (loss) of joint venture / associate entities (includes share of exceptional items, net of taxes) (refer note 9)	1,650	1,467	(4,284)	5,747	(92)
5. Profit before exceptional items and tax (3+4)	5,209	5,878	1,452	18,477	15,614
6. Exceptional items (refer note 10)	(702)	-	(1,103)	(10,907)	(1,832)
7. Profit before tax (5+6)	4,507	5,878	349	7,570	13,782
8. Tax expense (refer note 10)					
Current tax	905	595	1,019	3,009	5,860
Deferred tax	(239)	480	136	(10,400)	(809)
Total tax expense	666	1,075	1,155	(7,391)	5,051
9. Profit / (loss) for the period (7-8)	3,841	4,803	(806)	14,961	8,731
10. Other comprehensive income					
Items that will not be reclassified to profit or loss					
(i) Re-measurement gains / (losses) on defined benefit plans, net	(23)	(50)	233	(161)	131
(ii) Net gain / (loss) on fair value through other comprehensive income equity instruments	(763)	(371)	115	(950)	(21)
(iii) Share of other comprehensive loss of equity accounted investees, net of tax	(65)	-	(25)	(101)	(59)
(iv) Income tax relating to items that will not be reclassified to profit or loss	207	109	2	282	58
	(644)	(312)	325	(930)	109
Items that will be reclassified to profit or loss					
(i) Exchange differences on translating financial statements of foreign operations	44	9	(586)	1,198	(1,776)
	44	9	(586)	1,198	(1,776)
Total other comprehensive income / (loss) for the period	(600)	(303)	(261)	268	(1,667)
11. Total comprehensive income for the period (9+10)	3,241	4,500	(1,067)	15,229	7,064
(Comprising profit / (loss) and other comprehensive income / (loss) for the period)					
Profit / (loss) for the period attributable to:					
(a) Owners of the Company	3,140	3,896	(1,885)	12,377	6,227
(b) Non-controlling interest	701	907	1,079	2,584	2,504
	3,841	4,803	(806)	14,961	8,731
Other comprehensive income / (loss) attributable to:					
(a) Owners of the Company	(588)	(292)	(166)	(29)	(1,230)
(b) Non-controlling interest	(12)	(11)	(95)	297	(437)
	(600)	(303)	(261)	268	(1,667)
Total comprehensive income attributable to:					
(a) Owners of the Company	2,552	3,604	(2,051)	12,348	4,997
(b) Non-controlling interest	689	896	984	2,881	2,067
	3,241	4,500	(1,067)	15,229	7,064
12. Paid-up equity share capital (face value of Rs.10/- each fully paid up)	1,428	1,428	1,428	1,428	1,428
13. Other equity				89,193	79,360
14. Earnings per share (EPS) (face value of Rs.10/- each) (not annualised for quarters)					
Basic (in Rs.)	21.99	27.28	(13.20)	86.67	43.61
Diluted (in Rs.)	21.99	27.28	(13.20)	86.67	43.61

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1 Balance Sheet

Rs. Lakhs

Particulars	Standalone		Consolidated	
	As at		As at	
	March 31, 2024	March 31, 2023	March 31, 2024	March 31, 2023
	Audited	Audited	Audited	Audited
ASSETS				
Non-current assets				
Property, plant and equipment	6,301	10,199	69,592	77,742
Capital work-in-progress	8	-	4,534	3,795
Right-of-use assets	198	249	2,947	1,239
Goodwill	-	-	6,891	7,093
Other intangible assets	218	140	452	496
Investments accounted for using equity method	-	-	29,692	27,343
Financial assets				
i. Investments	47,041	47,660	4,768	4,658
ii. Other financial assets	63	62	1,743	2,771
Deferred tax assets, net	-	-	14,183	3,943
Income tax assets, net	276	435	5,103	3,204
Other non-current assets	936	14	3,980	3,184
Total non-current assets	55,041	58,759	1,43,885	1,35,468
Current assets				
Inventories	-	-	42,135	43,664
Financial assets				
i. Investments	2,417	214	2,823	2,543
ii. Trade receivables	1,079	1,049	60,367	64,218
iii. Cash and cash equivalents	386	254	3,644	4,714
iv. Bank balances other than (iii) above	47	47	98	96
v. Loans	0	-	9	38
vi. Other financial assets	33	449	3,280	2,283
Current tax assets, net	-	-	-	38
Other current assets	573	402	8,400	6,097
Total current assets	4,535	2,415	1,20,756	1,23,691
TOTAL ASSETS	59,576	61,174	2,64,641	2,59,159
EQUITY AND LIABILITIES				
Equity				
Equity share capital	1,428	1,428	1,428	1,428
Other equity	56,357	52,208	89,193	79,360
Equity attributable to owners of the Company	57,785	53,636	90,621	80,788
Non-controlling interest	-	-	26,311	24,307
TOTAL EQUITY	57,785	53,636	1,16,932	1,05,095
Liabilities				
Non-current liabilities				
Financial liabilities				
i. Borrowings	-	4,491	30,499	33,478
ii. Lease liabilities	83	147	2,513	944
iii. Other financial liabilities	-	-	160	151
Provisions	220	191	2,734	3,952
Deferred tax liabilities, net	55	334	177	369
Other non-current liabilities	-	-	379	1,297
Total non-current liabilities	358	5,163	36,462	40,191
Current liabilities				
Financial liabilities				
i. Borrowings	-	1,075	51,748	51,807
ii. Lease liabilities	129	100	576	404
iii. Trade payables				
a. Total outstanding dues of micro enterprises and small enterprises	66	67	2,885	2,411
b. Total outstanding dues of creditors other than micro enterprises and small enterprises	181	254	39,359	46,201
iv. Other financial liabilities	683	616	8,800	8,957
Other current liabilities	209	198	5,035	2,817
Provisions	165	65	2,813	1,275
Current tax liabilities, net	-	-	31	1
Total current liabilities	1,433	2,375	1,11,247	1,13,873
TOTAL LIABILITIES	1,791	7,538	1,47,709	1,54,064
TOTAL EQUITY AND LIABILITIES	59,576	61,174	2,64,641	2,59,159



2 Statement of cash flows

Rs. Lakhs

Particulars	Standalone		Consolidated	
	Year ended		Year ended	
	March 31, 2024	March 31, 2023	March 31, 2024	March 31, 2023
	Audited	Audited	Audited	Audited
Cash flows from operating activities				
Profit for the year	7,306	4,830	14,961	8,731
Adjustments for:				
Tax expense	1,302	1,073	(7,391)	5,051
Depreciation and amortisation expenses	508	437	13,700	14,173
Net (gain) / loss on disposal of property, plant and equipment	(72)	(6)	(90)	(29)
Government grants	-	-	(59)	(130)
Share of (profit) / loss of joint venture / associate entities	-	-	(5,747)	92
Finance costs	467	561	7,134	4,982
Impairment losses on financial assets	-	-	120	374
Provision / liabilities no longer required written back	-	-	(31)	(682)
Gain on current investments mandatorily measured at FVTPL	(249)	(38)	(250)	(68)
Impairment of investment / goodwill / property, plant and equipment / financial assets	296	292	1,805	905
Net unrealised foreign exchange (gain) / loss	-	-	(182)	(1,481)
Interest income	(1)	(3)	(491)	(156)
Gain on sale of subsidiary	-	-	(338)	-
Loss on disposal of step-down subsidiary	-	-	8,546	-
Working capital adjustments:				
(Increase) / decrease in inventories	-	-	(727)	(3,500)
(Increase) / decrease in trade receivables	(30)	(581)	409	(9,293)
(Increase) / decrease in other assets	(149)	(209)	(2,207)	4,462
Increase / (decrease) in trade payables	(74)	71	(3,339)	(915)
Increase / (decrease) in provisions	85	48	1,276	107
Increase / (decrease) in other liabilities	96	140	1,095	1,992
Cash generated from / (used in) operating activities	9,485	6,615	28,194	24,615
Income taxes paid, net	(1,158)	(1,196)	(4,853)	(5,991)
Net cash generated from / (used in) operating activities	8,327	5,419	23,341	18,624
Cash flows from investing activities				
(Payment towards purchase) / proceeds from sale of current investments, net	(1,954)	(175)	(30)	(1,288)
Proceeds from disposal of subsidiary	-	-	1,684	-
Dividend received from joint venture / associate entities	-	-	3,297	1,670
Payment towards purchase of property, plant and equipment and other intangible assets	(1,464)	(373)	(20,906)	(15,820)
Proceeds from disposal of property, plant and equipment	4,034	6	4,155	104
Payment towards purchase of non-current investments	(234)	(913)	184	(124)
Interest received	-	-	218	290
Bank balances not considered under cash and cash equivalents	-	-	1	4
Net cash generated from / (used in) investing activities	382	(1,455)	(11,397)	(15,164)
Cash flows from financing activities				
Proceeds from long-term borrowings	-	872	20,293	12,776
Repayment of long-term borrowings	(5,566)	(2,224)	(23,568)	(10,757)
Proceeds from short-term borrowings, net	-	-	152	4,376
Dividends paid to shareholders	(2,427)	(1,713)	(2,427)	(1,713)
Dividends paid to non-controlling interest	-	-	(965)	(775)
Finance costs paid	(450)	(537)	(6,810)	(4,791)
Payment of lease liabilities	(134)	(142)	(467)	(495)
Acquisition of NCI	-	-	-	(39)
Net cash generated from / (used in) financing activities	(8,577)	(3,744)	(13,792)	(1,418)
Net increase / (decrease) in cash and cash equivalents	132	220	(1,848)	2,042
Adjustment related to disposal of subsidiary / step-down subsidiary	-	-	906	-
Cash and cash equivalents at the beginning of the year	254	34	4,553	2,511
Cash and cash equivalents at the end of the year	386	254	3,611	4,553
Reconciliation of cash and cash equivalents to Balance sheet				
Cash and cash equivalents as per Balance sheet	386	254	3,644	4,714
Effects of exchange rate changes on the balance of cash and cash equivalents held in foreign currencies	-	-	(33)	(161)
Cash and cash equivalents as above	386	254	3,611	4,553



- 3 The above financial results were reviewed and recommended by the Audit Committee and thereafter approved by the Board of Directors of Rane Holdings Limited ('the Company') at their respective meetings held on May 15, 2024.
- 4 The standalone and consolidated financial results for the quarter and year ended March 31, 2024 have been audited by the statutory auditors of the Company. The financial results of the subsidiaries and joint venture / associate entities have been audited by the respective statutory auditors, as applicable.
- 5 The above financial results have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standards, 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, as amended.
- 6 The Company holds strategic investments in subsidiaries (the Company and its subsidiaries collectively referred to as 'the Group') and joint venture / associate entities 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 venture / associate entities.
- 7 The Group is primarily engaged in manufacture and supply of auto components and providing technological services for transportation industry which in the context of Indian Accounting Standard (Ind AS) 108 Operating Segments, is considered as the only operating segment.
- 8 The figures for the quarter ended March 31, 2024, and March 31, 2023, 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
- 9 Share of profit / (loss) of joint venture / associate entities disclosed in the audited consolidated financial results includes the share of exceptional item, recorded by Rane NSK Steering Systems Private Limited ("RNSS") towards warranty provision amounting to Rs. 3,626 Lakhs for the quarter and year ended March 31, 2023. RNSS has recorded an exceptional income of Rs. Nil for the quarter ended March 31, 2024, Rs. 297 Lakhs for the quarter ended December 31, 2023, Rs. Nil Lakhs for the quarter and year ended March 31, 2023 and Rs. 445 Lakhs for the year ended March 31, 2024, in relation to sale of scrapped parts. These claims were incurred by RNSS towards incremental warranty claims with respect to certain specific lots of products sold by RNSS to one of its customers. RNSS has determined the amount based on technical estimates and is currently in discussions with various parties to determine and conclude on certain aspects that may impact the quantum of the final warranty liability to be borne by RNSS. Based on its assessment and pending final outcome of such discussions and negotiations, RNSS believes that the cumulative provision carried by them towards such special warranty obligations as at March 31, 2024, is adequate.
- 10 Exceptional items in the above financial results includes the following:
- a. In respect of, Rane t4u Private Limited ("Rt4u") an erstwhile subsidiary company, the Company assessed the carrying value of its investments and considered the fair value changes thereto resulting in a reduction in the carrying value aggregating to Rs. 296 Lakhs for the year ended March 31, 2024; and Rs. 292 Lakhs for the quarter and year ended March 31, 2023 being shown as an exceptional charge in the audited standalone financial results.
- The Company had sold its entire investment in Rt4u for a consideration of Rs. 850 Lakhs in exchange for allotment of 862,505 equity shares in eTrans Solutions Private Limited ("eTrans") representing 11.94% stake in eTrans and Rt4u ceased to be a subsidiary of the Company effective July 19, 2023. The Group recorded an exceptional income of Rs. 338 Lakhs for the year ended March 31, 2024, on account of sale of Rt4u in the audited consolidated financial results.
- b. Rane Engine Valve Limited ("REVL"), a subsidiary company incurred Voluntary Retirement Scheme ('VRS') expenditure of Rs. 9 Lakhs for the year ended March 31, 2024 and Rs. 48 Lakhs for the year ended March 31, 2023.
- Further, REVL had incurred a provision for customer quality claims for Rs. 300 Lakhs for the quarter ended March 31, 2024, Rs. Nil for the quarter ended December 31, 2023, Rs. 199 Lakhs for the quarter ended March 31, 2023, Rs. 413 Lakhs for the year ended March 31, 2024 and Rs. 619 Lakhs for the year ended March 31, 2023 towards estimated product liability costs, in respect of certain valves supplied to overseas customers pending finalisation. REVL has initiated insurance claim in respect of the same, which is under process. The management is of the opinion that the provision carried as at March 31, 2024, is adequate to cover the estimated net liability.
- c. As at March 31, 2023, on account of changes in market conditions and rising cost of capital, the Group had assessed the recoverable amount of the net assets of Rane Light Metal Castings Inc., ('LMCA') the erstwhile step-down subsidiary in the U.S., which represents a single cash generating unit (CGU). Based on such assessment, the Group had recorded an impairment charge of Rs. 904 Lakhs as an exceptional item in the audited consolidated financial results during the quarter and year ended March 31, 2023.
- Pursuant to the approval of the Board of Directors and Shareholders of Rane (Madras) Limited ('RML'), Rane Madras International Holdings B.V. (the Company's step down subsidiary) had sold its entire stake in LMCA (RML's erstwhile step-down subsidiary) on September 14, 2023 for a consideration of USD 4.9 million. Accordingly, for the year ended March 31, 2024, the Group had recorded loss on sale of the aforesaid RML's erstwhile step down subsidiary aggregating to Rs. 8,546 Lakhs in the audited consolidated financial results as an exceptional item.

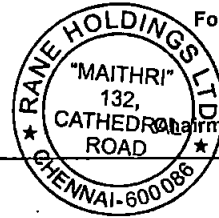


Consequent to the sale of LMCA, Rane Madras International Holdings B.V., had carried out a reduction of capital in the non-convertible redeemable preference shares issued to RML. RML had determined that it is eligible to claim the tax benefit arising from such losses and had accordingly recorded a deferred tax asset of Rs. 11,334 Lakhs in the year ended March 31, 2024. RML had also obtained legal advice on this matter and believes that it will have sufficient future taxable profits to fully utilize this deferred tax asset.

RML primarily incurred provision for one time warranty related costs and VRS expenditure of Rs. 1,875 Lakhs for the year ended March 31, 2024, and VRS expenditure of Rs. 261 Lakhs for the year ended March 31, 2023.

- d. Rane Brake Lining Limited ('RBL'), REVL and RML have incurred an expense of INR 122 Lakhs, INR 120 Lakhs and INR 160 Lakhs respectively towards proposed scheme of amalgamation between and amongst group entities. The same has been disclosed as an exceptional item in the audited consolidated financial results for the quarter and year ended March 31, 2024.
- 11 The Group has consolidated the financial performance of Rt4u till July 19, 2023 and the assets / liabilities of Rt4u were de-recognised in the consolidated balance sheet on July 19, 2023.
- 12 The Group has consolidated the financial performance of LMCA till September 14, 2023 and the assets / liabilities of LMCA were de-recognised in the consolidated balance sheet on September 14, 2023.
- 13 During the year ended March 31, 2024, ZF Rane Occupant Safety Systems Private Limited, a subsidiary of one of the joint venture / associate entity commenced operations. During the quarter and year ended March 31, 2024, ZF Rane Automotive India Private Limited, a joint venture / associate entity, acquired a subsidiary namely 'TRW Sun Steering Wheels Private Limited' on March 28, 2024.
- 14 During the year ended March 31, 2024, RML has set up a new subsidiary namely Rane Automotive Components S. de R.L. de C.V. and is currently in the process of setting up the manufacturing facility. The audited consolidated financial results include the financial performance of this step-down subsidiary effective from the quarter ended December 31, 2023.
- 15 During the year ended March 31, 2024, the Company acquired 171,821 equity shares of Rs.10 each fully paid-up in REVL pursuant to conversion of 171,821 share warrants for an aggregate consideration of Rs.500 Lakhs (including the share warrant exercise price of Rs. 125 Lakhs). Pursuant to such acquisition, the shareholding of the Company in REVL stands at 58.29%.
- 16 The Board of Directors have recommended a dividend of Rs. 25 per equity share for the year ended March 31, 2024.
- 17 The audited standalone and consolidated financial results for the quarter and year ended March 31, 2024, are being published in the newspaper as per the format prescribed under SEBI (Listing Obligations and Disclosure requirements) Regulations, 2015. The financial results are also being made available on the Stock Exchange websites: www.bseindia.com and www.nseindia.com and on the company's website: www.ranegroup.com.

Place : Chennai
Date : May 15, 2024



For Rane Holdings Limited


L Ganesh
Chairman & Managing Director

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