

**RANE HOLDINGS LIMITED**

CIN : L35999TN1936PLC002202

Registered 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, 2024



Rs. Lakhs

Particulars	Quarter ended			Half year ended		Year ended
	September 30, 2024	June 30, 2024	September 30, 2023	September 30, 2024	September 30, 2023	March 31, 2024
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
<b>1. Income</b>						
Revenue from operations	3,569	5,720	6,894	9,289	9,448	14,686
Other income	81	61	34	142	52	361
<b>Total income</b>	<b>3,650</b>	<b>5,781</b>	<b>6,928</b>	<b>9,431</b>	<b>9,500</b>	<b>15,047</b>
<b>2. Expenses</b>						
Employee benefits expense	679	636	662	1,315	1,378	2,707
Finance costs	6	3	119	9	248	467
Depreciation and amortisation expenses	155	139	122	294	243	508
Professional charges	330	139	204	469	320	602
Information systems expenses	227	222	202	449	398	825
Other expenses	358	296	306	654	553	1,034
<b>Total expenses</b>	<b>1,755</b>	<b>1,435</b>	<b>1,615</b>	<b>3,190</b>	<b>3,140</b>	<b>6,143</b>
<b>3. Profit before exceptional item and tax (1-2)</b>	<b>1,895</b>	<b>4,346</b>	<b>5,313</b>	<b>6,241</b>	<b>6,360</b>	<b>8,904</b>
<b>4. Exceptional item (refer note 9)</b>	-	-	-	-	(296)	(296)
<b>5. Profit before tax (3+4)</b>	<b>1,895</b>	<b>4,346</b>	<b>5,313</b>	<b>6,241</b>	<b>6,064</b>	<b>8,608</b>
<b>6. Tax expense</b>						
Current tax	320	632	787	952	942	1,328
Deferred tax	(7)	(6)	(13)	(13)	(15)	(26)
<b>Total tax expense</b>	<b>313</b>	<b>626</b>	<b>774</b>	<b>939</b>	<b>927</b>	<b>1,302</b>
<b>7. Profit for the period (5-6)</b>	<b>1,582</b>	<b>3,720</b>	<b>4,539</b>	<b>5,302</b>	<b>5,137</b>	<b>7,306</b>
<b>8. Other comprehensive income</b>						
<b>Items that will not be reclassified to profit or loss</b>						
(i) Re-measurement gains / (losses) on defined benefit plans, net	(11)	(26)	3	(37)	(65)	(44)
(ii) Net gain / (loss) on fair value through other comprehensive income equity instruments	527	(30)	180	497	184	(950)
(iii) Income tax relating to items that will not be reclassified to profit or loss	(72)	63	(45)	(9)	(30)	264
<b>Total other comprehensive income / (loss) for the period</b>	<b>444</b>	<b>7</b>	<b>138</b>	<b>451</b>	<b>89</b>	<b>(730)</b>
<b>9. Total comprehensive income for the period (7+8)</b>	<b>2,026</b>	<b>3,727</b>	<b>4,677</b>	<b>5,753</b>	<b>5,226</b>	<b>6,576</b>
(Comprising profit and other comprehensive income / (loss) for the period)						
<b>10. Paid-up equity share capital (face value of Rs.10/- each fully paid up)</b>						1,428
<b>11. Other equity</b>						56,357
<b>12. Earnings per share (EPS) (face value of Rs.10/- each) (not annualised for quarters and year to date periods)</b>						
Basic (in Rs.)	11.09	26.05	31.79	37.14	35.98	51.17
Diluted (in Rs.)	11.09	26.05	31.79	37.14	35.98	51.17

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Statement of unaudited consolidated financial results for the quarter and half year ended September 30, 2024



Rs. Lakhs

Particulars	Quarter ended			Half year ended		Year ended
	September 30, 2024	June 30, 2024	September 30, 2023	September 30, 2024	September 30, 2023	March 31, 2024
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
<b>1. Income</b>						
Revenue from operations	91,650	83,085	92,813	1,74,735	1,82,259	3,52,982
Other income	351	659	240	1,010	563	1,416
<b>Total income</b>	<b>92,001</b>	<b>83,744</b>	<b>93,053</b>	<b>1,75,745</b>	<b>1,82,822</b>	<b>3,54,398</b>
<b>2. Expenses</b>						
Cost of materials consumed	55,185	48,038	53,795	1,03,223	1,04,664	2,00,590
Purchases of stock-in-trade	294	324	262	618	540	1,051
Changes in inventories of finished goods, stock-in-trade and work-in-progress	(2,612)	(1,005)	(743)	(3,617)	(1,537)	(378)
Employee benefits expense	12,752	12,451	13,686	25,203	28,262	51,132
Finance costs	1,992	1,745	1,712	3,737	3,568	7,134
Depreciation and amortisation expenses	3,512	3,349	3,495	6,861	7,030	13,700
Other expenses	17,908	15,955	18,786	33,863	35,535	68,439
<b>Total expenses</b>	<b>89,031</b>	<b>80,857</b>	<b>90,993</b>	<b>1,69,888</b>	<b>1,78,062</b>	<b>3,41,668</b>
<b>3. Profit before share of profit / (loss) of joint venture / associate entities, exceptional items and tax (1-2)</b>	<b>2,970</b>	<b>2,887</b>	<b>2,060</b>	<b>5,857</b>	<b>4,760</b>	<b>12,730</b>
4. Share of profit / (loss) of joint venture / associate entities (includes share of exceptional items, net of taxes) (refer note 8)	470	359	1,590	829	2,630	5,747
<b>5. Profit before exceptional items and tax (3+4)</b>	<b>3,440</b>	<b>3,246</b>	<b>3,650</b>	<b>6,686</b>	<b>7,390</b>	<b>18,477</b>
6. Exceptional items (refer note 9)	21,350	19	(8,217)	21,369	(10,205)	(10,907)
<b>7. Profit / (loss) before tax (5+6)</b>	<b>24,790</b>	<b>3,265</b>	<b>(4,567)</b>	<b>28,055</b>	<b>(2,815)</b>	<b>7,570</b>
<b>8. Tax expense (refer note 9)</b>						
Current tax	1,859	1,085	972	2,944	1,509	3,009
Deferred tax	4,391	230	(10,646)	4,621	(10,641)	(10,400)
<b>Total tax expense</b>	<b>6,250</b>	<b>1,315</b>	<b>(9,674)</b>	<b>7,565</b>	<b>(9,132)</b>	<b>(7,391)</b>
<b>9. Profit for the period (7-8)</b>	<b>18,540</b>	<b>1,950</b>	<b>5,107</b>	<b>20,490</b>	<b>6,317</b>	<b>14,961</b>
<b>10. Other comprehensive income</b>						
<b>Items that will not be reclassified to profit or loss</b>						
(i) Re-measurement gains / (losses) on defined benefit plans, net	(301)	84	136	(217)	(88)	(161)
(ii) Net gain / (loss) on fair value through other comprehensive income equity instruments	527	(30)	180	497	184	(950)
(iii) Share of other comprehensive loss of equity accounted investees, net	(70)	(6)	(36)	(76)	(36)	(101)
(iv) Income tax relating to items that will not be reclassified to profit or loss	19	33	(88)	52	(34)	282
	<b>175</b>	<b>81</b>	<b>192</b>	<b>256</b>	<b>26</b>	<b>(930)</b>
<b>Items that will be reclassified to profit or loss</b>						
(i) Exchange differences on translating financial statements of foreign operations	(88)	41	993	(47)	1,145	1,198
	<b>(88)</b>	<b>41</b>	<b>993</b>	<b>(47)</b>	<b>1,145</b>	<b>1,198</b>
<b>Total other comprehensive income for the period</b>	<b>87</b>	<b>122</b>	<b>1,185</b>	<b>209</b>	<b>1,171</b>	<b>268</b>
<b>11. Total comprehensive income for the period (9+10)</b> (Comprising profit and other comprehensive income for the period)	<b>18,627</b>	<b>2,072</b>	<b>6,292</b>	<b>20,699</b>	<b>7,488</b>	<b>15,229</b>
<b>Profit for the period attributable to:</b>						
(a) Owners of the Company	17,768	1,312	4,064	19,080	5,341	12,377
(b) Non-controlling interest	772	638	1,043	1,410	976	2,584
	<b>18,540</b>	<b>1,950</b>	<b>5,107</b>	<b>20,490</b>	<b>6,317</b>	<b>14,961</b>
<b>Other comprehensive income attributable to:</b>						
(a) Owners of the Company	180	70	864	250	851	(29)
(b) Non-controlling interest	(93)	52	321	(41)	320	297
	<b>87</b>	<b>122</b>	<b>1,185</b>	<b>209</b>	<b>1,171</b>	<b>268</b>
<b>Total comprehensive income attributable to:</b>						
(a) Owners of the Company	17,948	1,382	4,928	19,330	6,192	12,348
(b) Non-controlling interest	679	690	1,364	1,369	1,296	2,881
	<b>18,627</b>	<b>2,072</b>	<b>6,292</b>	<b>20,699</b>	<b>7,488</b>	<b>15,229</b>
12. Paid-up equity share capital (face value of Rs.10/- each fully paid up)						1,428
13. Other equity						89,193
<b>14. Earnings per share (EPS) (face value of Rs.10/- each) (not annualised for quarters and year to date periods)</b>						
Basic (in Rs.)	124.44	9.19	28.46	133.63	37.40	86.67
Diluted (in Rs.)	124.44	9.19	28.46	133.63	37.40	86.67

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Notes to statement of unaudited standalone and consolidated financial results for the quarter and half year ended September 30, 2024

Rs. Lakhs

1 Balance Sheet

Particulars	Standalone		Consolidated	
	As at		As at	
	September 30, 2024	March 31, 2024	September 30, 2024	March 31, 2024
	Unaudited	Audited	Unaudited	Audited
<b>ASSETS</b>				
<b>Non-current assets</b>				
Property, plant and equipment	6,325	6,301	1,02,854	69,592
Capital work-in-progress	-	8	6,380	4,534
Right-of-use assets	166	198	4,599	2,947
Goodwill	-	-	6,891	6,891
Other intangible assets	249	218	1,357	452
Investments accounted for using equity method	-	-	26,114	29,692
Financial assets	52,063	47,041	5,335	4,768
i. Investments	64	63	2,220	1,743
ii. Other financial assets	-	-	14,308	14,183
Deferred tax assets, net	185	276	5,327	5,103
Income tax assets, net	930	936	6,336	3,980
Other non-current assets	-	-	-	-
<b>Total non-current assets</b>	<b>59,982</b>	<b>55,041</b>	<b>1,81,721</b>	<b>1,43,885</b>
<b>Current assets</b>				
Inventories	-	-	60,017	42,135
Financial assets	668	2,417	668	2,823
i. Investments	1,173	1,079	84,414	60,367
ii. Trade receivables	247	386	4,192	3,644
iii. Cash and cash equivalents	43	47	95	98
iv. Bank balances other than (iii) above	3	-	83	9
v. Loans	5	33	3,064	3,280
vi. Other financial assets	-	-	-	-
Current tax assets, net	495	573	9,843	8,400
Other current assets	-	-	-	-
<b>Total current assets</b>	<b>2,634</b>	<b>4,535</b>	<b>1,62,376</b>	<b>1,20,756</b>
<b>TOTAL ASSETS</b>	<b>62,616</b>	<b>59,576</b>	<b>3,44,097</b>	<b>2,64,641</b>
<b>EQUITY AND LIABILITIES</b>				
<b>Equity</b>				
Equity share capital	1,428	1,428	1,428	1,428
Other equity	58,540	56,357	1,05,178	89,193
<b>Equity attributable to owners of the Company</b>	<b>59,968</b>	<b>57,785</b>	<b>1,06,606</b>	<b>90,621</b>
Non-controlling interest	-	-	26,370	26,311
<b>TOTAL EQUITY</b>	<b>59,968</b>	<b>57,785</b>	<b>1,32,976</b>	<b>1,16,932</b>
<b>Liabilities</b>				
<b>Non-current liabilities</b>				
Financial liabilities	893	-	28,636	30,499
i. Borrowings	86	83	3,829	2,513
ii. Lease liabilities	-	-	163	160
iii. Other financial liabilities	303	220	3,885	2,734
Provisions	61	55	172	177
Deferred tax liabilities, net	-	-	337	379
Other non-current liabilities	-	-	-	-
<b>Total non-current liabilities</b>	<b>1,343</b>	<b>358</b>	<b>37,022</b>	<b>36,462</b>
<b>Current liabilities</b>				
Financial liabilities	107	-	76,572	51,748
i. Borrowings	91	129	1,031	576
ii. Lease liabilities	-	-	-	-
iii. Trade payables	44	66	3,012	2,885
a. Total outstanding dues of micro enterprises and small enterprises	204	181	71,487	39,359
b. Total outstanding dues of creditors other than micro enterprises and small enterprises	443	683	8,347	8,800
iv. Other financial liabilities	276	209	6,581	5,035
Other current liabilities	140	165	6,871	2,813
Provisions	-	-	198	31
Current tax liabilities, net	-	-	-	-
<b>Total current liabilities</b>	<b>1,305</b>	<b>1,433</b>	<b>1,74,099</b>	<b>1,11,247</b>
<b>TOTAL LIABILITIES</b>	<b>2,648</b>	<b>1,791</b>	<b>2,11,121</b>	<b>1,47,709</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>62,616</b>	<b>59,576</b>	<b>3,44,097</b>	<b>2,64,641</b>



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## 2 Statement of cash flows

Particulars	Standalone			Consolidated		
	Half year ended		Year ended	Half year ended		Year ended
	September 30, 2024	September 30, 2023	March 31, 2024	September 30, 2024	September 30, 2023	March 31, 2024
	Unaudited	Unaudited	Audited	Unaudited	Unaudited	Audited
<b>Cash flows from operating activities</b>						
Profit for the year	5,302	5,137	7,306	20,490	6,317	14,961
<b>Adjustments for:</b>						
Tax expense	939	927	1,302	7,565	(9,132)	(7,391)
Depreciation and amortisation expenses	294	243	508	6,861	7,030	13,700
Net (gain) / loss on disposal of property, plant and equipment	-	(3)	(72)	(13)	(51)	(90)
Government grants	-	-	-	(43)	(25)	(59)
Share of (profit) / loss of joint venture / associate entities	-	-	-	(829)	(2,630)	(5,747)
Finance costs	9	248	467	3,737	3,568	7,134
Impairment losses on financial assets	-	-	-	1,423	28	120
Provision / liabilities no longer required written back	-	-	-	83	(39)	(31)
Gain on investments measured at FVTPL, etc.	(138)	(44)	(249)	(3,933)	(44)	(250)
Impairment of investment / goodwill / property, plant and equipment / financial assets	-	296	296	-	-	1,805
Net unrealised foreign exchange (gain) / loss	-	-	-	197	238	(182)
Interest income	(1)	(1)	(1)	(588)	(139)	(491)
Gain on sale of subsidiary	-	-	-	-	(338)	(338)
Loss on disposal of step-down subsidiary	-	-	-	422	-	8,546
Provision for customer quality claims	-	-	-	(425)	-	-
Insurance claims	-	-	-	-	-	-
<b>Working capital adjustments:</b>						
(Increase) / decrease in inventories	-	-	-	(3,477)	(1,096)	(727)
(Increase) / decrease in trade receivables	(94)	118	(30)	(3,280)	2,765	409
(Increase) / decrease in other assets	102	86	(149)	(1,576)	(837)	(2,207)
Increase / (decrease) in trade payables	1	(140)	(74)	2,299	772	(3,339)
Increase / (decrease) in provisions	21	69	85	944	2,554	1,276
Increase / (decrease) in other liabilities	(52)	234	96	(57)	213	1,095
<b>Cash generated from / (used in) operating activities</b>	<b>6,383</b>	<b>7,170</b>	<b>9,485</b>	<b>29,800</b>	<b>17,700</b>	<b>28,194</b>
Income taxes paid, net	(853)	(864)	(1,158)	(2,036)	(3,246)	(4,853)
<b>Net cash generated from / (used in) operating activities</b>	<b>5,530</b>	<b>6,306</b>	<b>8,327</b>	<b>27,764</b>	<b>14,454</b>	<b>23,341</b>
<b>Cash flows from investing activities</b>						
(Payment towards purchase) / proceeds from sale of current investments, net	1,888	(1,649)	(1,954)	2,294	680	(30)
Proceeds from disposal of subsidiary	-	-	-	-	1,684	1,684
Dividend received from joint venture / associate entities	-	-	-	3,586	3,297	3,297
Payment towards purchase of property, plant and equipment and other intangible assets	(392)	(397)	(1,464)	(9,557)	(10,661)	(20,906)
Proceeds from disposal of property, plant and equipment	-	8	4,034	527	66	4,155
Payment towards acquisition of subsidiary / purchase of non-current investments	(4,525)	(240)	(234)	(4,525)	243	184
Interest received	-	-	-	405	123	218
Bank balances not considered under cash and cash equivalents	-	-	-	2	1	1
<b>Net cash generated from / (used in) investing activities</b>	<b>(3,029)</b>	<b>(2,278)</b>	<b>382</b>	<b>(7,268)</b>	<b>(4,567)</b>	<b>(11,397)</b>
<b>Cash flows from financing activities</b>						
Proceeds from long-term borrowings	1,000	-	-	4,998	14,014	20,293
Repayment of long-term borrowings	-	(916)	(5,566)	(5,483)	(13,801)	(23,568)
Proceeds from short-term borrowings, net	-	-	-	(10,926)	(3,281)	152
Dividends paid to shareholders	(3,569)	(2,427)	(2,427)	(3,569)	(2,427)	(2,427)
Dividends paid to non-controlling interest	-	-	-	(1,310)	(965)	(965)
Finance costs paid	-	(242)	(450)	(3,599)	(3,372)	(6,810)
Payment of lease liabilities	(71)	(67)	(134)	(346)	(253)	(467)
<b>Net cash generated from / (used in) financing activities</b>	<b>(2,640)</b>	<b>(3,652)</b>	<b>(8,577)</b>	<b>(20,235)</b>	<b>(10,085)</b>	<b>(13,792)</b>
Net increase / (decrease) in cash and cash equivalents	(139)	376	132	261	(198)	(1,848)
Adjustment related to disposal of subsidiary / step-down subsidiary	-	-	-	-	906	906
Cash and cash equivalents on the date of acquisition of subsidiary	-	-	-	357	-	-
Cash and cash equivalents at the beginning of the year	386	254	254	3,611	4,553	4,553
<b>Cash and cash equivalents at the end of the year</b>	<b>247</b>	<b>630</b>	<b>386</b>	<b>4,229</b>	<b>5,261</b>	<b>3,611</b>
<b>Reconciliation of cash and cash equivalents to Balance sheet</b>						
Cash and cash equivalents as per Balance sheet	247	630	386	4,192	5,351	3,644
Effects of exchange rate changes on the balance of cash and cash equivalents held in foreign currencies	-	-	-	37	(90)	(33)
<b>Cash and cash equivalents as above</b>	<b>247</b>	<b>630</b>	<b>386</b>	<b>4,229</b>	<b>5,261</b>	<b>3,611</b>





Notes to statement of unaudited standalone and consolidated financial results for the quarter and half year ended September 30, 2024



- 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 November 05, 2024.
- 4 The Statutory auditors have carried out a limited review of the above financial results for the quarter and half year ended September 30, 2024. The financial results of the subsidiaries and joint venture / associate entities were reviewed 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 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, 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, mainly in 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 for transportation industry which in the context of Indian Accounting Standard (Ind AS) 108 Operating Segments, is considered as the only operating segment.
- 8 Rane NSK Steering Systems Private Limited ("RNSS") (one of the joint venture / associate entities till September 18, 2024), has been incurring warranty claims with respect to certain specific lots of products sold to one of its customers. RNSS has determined the provision for warranty amount based on technical estimates. Based on its assessment and pending final outcome of various discussions / initiatives, RNSS believes that the cumulative provision carried by them towards such special warranty obligations as at September 30, 2024, is adequate.

Share of profit / (loss) of joint venture / associate entities disclosed in the unaudited consolidated financial results of the Company include the share of exceptional item in relation to such warranty claims in earlier periods and an income of Rs. 445 Lakhs for the year ended March 31, 2024 and Rs. 148 Lakhs for the quarter and half year ended September 30, 2023, in relation to sale of the scrapped parts. Also refer note 9(e).

- 9 Exceptional items in the above financial results include 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 half year ended September 30, 2023 and year ended March 31, 2024 being shown as an exceptional charge in the unaudited 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 quarter and half year ended September 30, 2023 and year ended March 31, 2024, on account of sale of Rt4u in the unaudited consolidated financial results.

- b. Rane Engine Valve Limited (REVL), a subsidiary company incurred Voluntary Retirement Scheme ('VRS') expenditure of Rs. 9 Lakhs for the quarter and half year ended September 30, 2023 and year ended March 31, 2024.

Further, REVL has recorded a provision of Rs. 31 Lakhs for the quarter ended September 30, 2024, Rs. 400 Lakhs for the quarter ended June 30, 2024, Rs. 431 Lakhs for the half year ended September 30, 2024, Rs. 113 Lakhs for the half year ended September 30, 2023 and Rs. 413 Lakhs for the year ended March 31, 2024, towards estimated product liability costs, in respect of certain valves supplied to its customers. REVL has also recognised an income of Rs. 425 lakhs during the quarter ended June 30, 2024 and half year ended September 30, 2024, representing insurance claim receivable towards an overseas customer product liability claim based on the final survey report received by them.

Further, REVL has incurred an expenses of Rs. 2 Lakhs for the quarter and half year ended September 30, 2024 and Rs.120 Lakhs for the year ended March 31, 2024 towards the proposed scheme of amalgamation between and amongst group entities.

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**Notes to statement of unaudited standalone and consolidated financial results for the quarter and half year ended September 30, 2024**



c. 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 Rane Light Metal Castings Inc., ('LMCA') (RML's erstwhile step-down subsidiary) on September 14, 2023 for a consideration of USD 4.9 million. Accordingly, for the for the quarter and half year ended September 30, 2023 and 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 unaudited 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 quarter and half year ended September 30, 2023 and 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 half year ended September 30, 2023 and year ended March 31, 2024. Further, RML had recorded an expenses of Rs. 10 Lakhs for the quarter ended September 30, 2024, Rs. 6 Lakhs for the quarter ended June 30, 2024, Rs. 16 Lakhs for the half year ended September 30, 2024 and Rs.160 Lakhs for the year ended March 31, 2024 as exceptional items towards the proposed scheme of amalgamation between and amongst group entities.

d. Rane Brake Lining Limited had incurred an expense of Rs. 2 Lakhs for the quarter and half year ended September 30, 2024 and Rs. 122 Lakhs for the year ended March 31, 2024 as an exceptional item towards proposed scheme of amalgamation between and amongst group entities.

e. During the quarter and half year ended September 30, 2024, pursuant to a Share Purchase Agreement, Rane Holdings Limited ('RHL') acquired the balance stake of 51% held by NSK Japan in RNSS, and accordingly, RNSS became a wholly owned subsidiary of RHL effective from September 19, 2024. RNSS was thereafter renamed as Rane Steering Systems Private Limited (RSSL). The financial results of RSSL (hitherto accounted by RHL as an equity accounted investee) have been consolidated by RHL on a line by line basis effective September 19, 2024.

Further, upon the completion of the applicable conditions precedent, RSSL received full and final settlement of historical warranty and other claims pursuant to the Settlement agreement from NSK Japan.

Exceptional items aggregating to INR 21,395 lakhs during the quarter and half year ended September 30, 2024, represents the Company's gain arising from the aforesaid step acquisition (i.e. remeasurement of the existing stake at fair value) and the settlement of warranty and other claims

10 The Group had 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.

11 The Group had 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.

12 During the year ended March 31, 2024, RML had 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 unaudited consolidated financial results include the financial performance of this step-down subsidiary effective from the year ended March 31, 2024.

13 RSSL became a wholly owned subsidiary with effect from September 19, 2024. Pursuant to the requirements of Ind AS 103 "Business Combinations", the Company has performed a provisional purchase price allocation by determining the fair value of net assets acquired. The difference between the fair value of net assets acquired over the total purchase consideration paid and fair value of existing stake has been recorded in equity.

14 ZF Rane Automotive India Private Limited (ZRAI) is a joint venture / associate entity of the Company. In this regard:

(i) During the year ended March 31, 2024, ZF Rane Occupant Safety Systems Private Limited, a subsidiary of ZRAI commenced operations.

(ii) ZRAI acquired a subsidiary namely 'TRW Sun Steering Wheels Private Limited' on March 28, 2024.

(iii) On July 4, 2024, ZF Lifetec Rane Automotive India Private Limited was incorporated as a wholly owned subsidiary of ZRAI.

15 Since the financial results of RSSL has been consolidated on a line by line basis effective September 19, 2024, the prior period figures are not comparable.

16 The unaudited standalone and consolidated financial results for the quarter and half year ended September 30, 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 : November 05, 2024



For Rane Holdings Limited

  
L. Ganesh  
Chairman & Managing Director

