

Rane Engine Valve Ltd.

CIN: L74999TN1972PLC006127

Registered Office:

" Maithri "

132, Cathedral Road,

Chennai 600 086.

India.

Tel : 044 - 2811 2472

Fax : 044 - 2811 2449

REVL / 2014

May 20, 2014

Listing Department

National Stock Exchange of India Limited

Exchange Plaza, 5th Floor, Plot No.C/1,

'G' Block, Bandra Kurla Complex

Bandra (E), **Mumbai 400 051.**

Fax No. 2659 8237 / 38

2659 8247 / 48

Code : RANEENGINE

Dear Sir,

**Sub : Decisions taken at the Board Meeting – Approval of Financial Statement
for the year ended March 31, 2014 and the related matters**

The Board of directors of the Company at the meeting held today adopted the audited accounts for the year ended March 31, 2014. The audited financial results for the year ended March 31, 2014 and statement of assets and liabilities is enclosed herewith. We wish to confirm that the results will be published in News Papers, i.e. '**Business Standard**' and '**Dinamani**'. (Clause 41)

The board of directors has decided to close the books of accounts of the Company commencing from **July 19, 2014 to July 24, 2014** (both days inclusive) in connection with the Annual General Meeting of the Company to be held on **July 24, 2014**. (Clause 16)

Press release relating to the audited financial results for the year ended March 31, 2014 is also enclosed. (Clause 36)

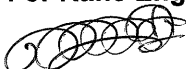
Further we wish to inform you that the Board of directors has appointed Mr. B Suresh Kumar as Chief Financial officer of the Company under Section 203 read with Sections 2(19) & 2(51) of Companies Act, 2013 and the rules made thereunder with immediate effect.

Please treat this intimation as compliance with the provisions of the Listing Agreement.

Thanking you.

Yours faithfully,

For Rane Engine Valve Limited



V Subramani

Secretary

Encl: a/a

Copy to	BSE Limited Corporate Relationship Department, 1st Floor, New Trading Ring, Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai 400 001	Madras Stock Exchange Limited Exchange Building Second Line Beach, Chennai 600 001.
	Code No.532490	Code : RANEENGINE

Audited Financial Results for the financial year ended March 31, 2014

Part I

Rs. in lakhs

Particulars	Quarter ended			Financial Year ended	
	31.03.2014	31.12.2013	31.03.2013	31.03.2014	31.03.2013
	Unaudited			Audited	
1. Income from Operations					
(a) Net Sales/Income from Operations (net of excise duty)	7,078.86	6,323.69	6,391.49	25,913.63	25,465.34
(b) Other Operating Income	224.32	141.04	409.17	678.09	810.90
Total income from operations (net)	7,303.18	6,464.73	6,800.66	26,591.72	26,276.24
2. Expenses					
a. Cost of materials consumed	1,791.21	1,630.90	1,842.37	7,280.95	8,266.58
b. Purchase of stock-in-trade	323.57	159.14	120.79	721.04	404.11
c. Changes in inventories of finished goods, work-in-progress and stock-in-trade	221.45	50.42	583.75	52.39	143.09
d. Employee benefits expenses	1,552.57	1,579.77	1,991.28	6,408.48	7,350.20
e. Depreciation and amortisation expense	500.09	506.38	562.96	2,040.46	2,118.77
f. Other expenses	2,213.03	2,231.05	2,112.30	9,042.02	9,108.68
Total expenses	6,601.92	6,157.66	7,213.45	25,545.34	27,391.43
3. Profit / (Loss) from Operations before Other Income, finance costs & exceptional Items (1-2)	701.26	307.07	(412.79)	1,046.38	(1,115.19)
4. Other Income	38.63	33.61	115.58	102.87	304.45
5. Profit / (Loss) from ordinary activities before finance costs & exceptional Items (3+4)	739.89	340.68	(297.21)	1,149.25	(810.74)
6. Finance Costs	359.27	384.05	225.13	1,477.85	948.35
7. Profit / (Loss) from ordinary activities after finance costs but before Exceptional Items (5-6)	380.62	(43.37)	(522.34)	(328.60)	(1,759.09)
8. Exceptional Items	-	-	-	(4,027.38)	(132.12)
9. Profit / (Loss) from ordinary activities before tax (7+8)	380.62	(43.37)	(522.34)	(4,355.98)	(1,891.21)
10. Tax expense					
a) Current tax (net of MAT credit)	-	-	-	-	-
b) Deferred tax	133.22	(14.96)	(191.76)	(1,446.84)	(630.63)
c) Relating to Earlier Years	-	-	-	-	-
11. Net Profit / (Loss) from Ordinary Activities after tax (9-10)	247.40	(28.41)	(330.58)	(2,909.14)	(1,260.58)
12. Extraordinary Item (net of tax expense Rs.)	-	-	-	-	-
13. Net Profit / (Loss) for the period (11-12)	247.40	(28.41)	(330.58)	(2,909.14)	(1,260.58)
14. Paid-up equity share capital (Face Value of Rs.10/- per share)	515.10	515.10	515.10	515.10	515.10
15. Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year				5,775.89	8,685.03
16. Earnings Per Share (of Rs.10/- each) (not annualised) (Amount in Rs.)					
(a) Basic	4.80	(0.55)	(6.42)	(56.48)	(24.47)
(b) Diluted	4.80	(0.55)	(6.42)	(56.48)	(24.47)
Part - II					
1. Public shareholding					
- Number of shares	23,86,819	23,86,819	23,86,819	23,86,819	23,86,819
- Percentage of shareholding	46.34%	46.34%	46.34%	46.34%	46.34%
2. Promoters and Promoter Group Shareholding					
a) Pledged / Encumbered					
- Number of shares	-	-	-	-	-
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	-	-	-	-	-
- Percentage of shares (as a % of the total share capital of the company)	-	-	-	-	-
b) Non - encumbered					
- Number of shares	27,64,173	27,64,173	27,64,173	27,64,173	27,64,173
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100%	100%	100%	100%	100%
- Percentage of shares (as a % of the total share capital of the company)	53.66%	53.66%	53.66%	53.66%	53.66%
Particulars	3 months ended (31/03/2014)				
B INVESTOR COMPLAINTS					
Pending at the beginning of the quarter	Nil				
Received during the quarter	Nil				
Disposed off during the quarter	Nil				
Remaining unresolved at the end of the quarter	Nil				

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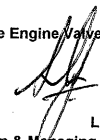
Notes:

1. Statement of Assets and Liabilities

Particulars	Financial Year ended	
	31.03.2014	31.03.2013
	Audited	Audited
A EQUITY AND LIABILITIES		
1 Shareholder's funds		
(a) Share capital	515.10	515.10
(b) Reserves and surplus	5,775.89	8,685.03
(c) Money received against share warrants	-	-
Sub-total - Shareholders' funds	6,290.99	9,200.13
2 Share application money pending allotment	-	-
3 Non-current liabilities		
(a) Long-term borrowings	1,694.44	5,922.70
(b) Deferred tax liabilities (net)	-	330.36
(c) Other long-term liabilities	54.31	-
(d) Long-term provisions	302.22	391.54
Sub-total - Non-current liabilities	8,050.97	6,644.60
4 Current liabilities		
(a) Short-term borrowings	2,358.39	2,933.76
(b) Trade payables	2,733.18	2,718.32
(c) Other current liabilities	5,322.56	3,400.93
(d) Short-term provisions	220.64	210.41
Sub-total - Current liabilities	10,634.77	9,263.42
TOTAL EQUITY AND LIABILITIES	24,976.73	25,108.15
B ASSETS		
1 Non-current assets		
(a) Fixed assets	14,758.87	15,667.18
(b) Non-current investments	55.33	-
(c) Deferred tax assets (net)	1,116.48	-
(d) Long-term loans and advances	954.38	1,036.57
(e) Other non-current assets	-	-
Sub-total - Non-current assets	16,885.06	16,703.75
2 Current assets		
(a) Current Investments	-	-
(b) Inventories	3,482.36	3,632.27
(c) Trade receivables	3,462.03	3,142.32
(d) Cash and cash equivalents	311.37	655.39
(e) Short-term loans and advances	671.32	806.98
(f) Other current assets	164.59	167.44
Sub-total - Current assets	8,091.67	8,404.40
TOTAL ASSETS	24,976.73	25,108.15

2. The above results and the statement of assets and liabilities were reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on May 20, 2014
3. Exceptional items include the following:
- (i) Voluntary Retirement Scheme (VRS) expenditure of Rs.4,076.37 lakhs for the year ended March 31, 2014 and Rs.8.25 lakhs for the year ended March 31, 2013.
- (ii) Profit on sale of land of Rs.48.99 lakhs for the year ended March 31, 2014.
- (iii) Provision towards Fuel Surcharge Adjustment (FSA) of Rs 123.87 Lakhs (net of provision reversed of Rs 45.29 Lakhs made in the earlier year) for the earlier periods - April 2010 to March 2012 in line with the FSA rates approved by Andhra Pradesh Electricity Regulatory Commission (APERC) for the year ended March 31, 2013. The company has filed a suit against the demand raised for the first quarter of 2010-11 and obtained stay in the High Court.
4. The figures for the quarter ended March 31, 2014 and March 31, 2013 are the balancing figures between audited figures in respect of full financial year and the published year to date figures upto the third quarter of the respective financial years.
5. Previous year / period figures have been regrouped wherever necessary to conform to current year / periods' presentation.
6. The Company operates only in one segment, namely, components for transportation industry.

For Rane Engine Valve Limited


L. Ganesh
Chairman & Managing DirectorChennai
Dated : May 20, 2014

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Rane Engine Valve Limited

Press Release

For Immediate Publication

Chennai

20th May, 2014

Financial Highlights for the year 2013-14:-

- Sales & Operating Income at Rs.265.92 Crores
- EBITDA at Rs.31.90 Crores up by 144% YoY.

Rane Engine Valve Limited, (National Stock Exchange of India Ltd. Listing Code RANEENGINE, BSE Ltd. listing code 532988) part of Rane Group and a leading auto components manufacturers of Engine Valves, Guides & Tappets announced its financial results today for the year ended 31st March, 2014. The Company registered Sales & Operating Income of Rs.265.92 Crores for the current fiscal year as against Rs.262.76 Crores for the previous year ended 31st March 2013.

During the financial year 2013-14, the domestic automobile market witnessed negative growth in all the segments except in Farm Tractor and Two-Wheelers.

For the Company, domestic sales declined by 4% while exports grew by 18% over the previous year. The company incurred exceptional expense of VRS for employees amounting to Rs.40.76 Crores during the year which affected the profit for the year. This VRS is the first step towards rationalization of facilities across the Company to become more cost efficient. The Company continues to focus on operational efficiencies and achieved a turnaround and profit before tax of Rs.3.81 Crores in the last quarter of the current year.

The summary of financial performance is given below:-

(Rs. Crores)

	2013-14	2012-13
Sales and Operating Revenues	265.92	262.76
Other Income	1.03	3.49
Operating Loss (before exceptional items)	(3.29)	(17.59)
Exceptional Items	(40.27)	(1.32)
Profit/(Loss) before Tax	(43.56)*	(18.92)
Provision for Tax	(14.47)	(6.31)
Profit/(Loss) after Tax	(29.09)*	(12.61)
Surplus brought forward	13.66	26.27
Amount available for appropriation	(15.43)	13.66
Earnings per share (EPS)	(56.48)	(24.47)

*Includes exceptional item of Rs.40.76 Crores paid to employees under VRS scheme