

# Rane Engine Valve Limited

## 2015 – 2016 - Q II Press Release

### Financial Highlights for the quarter ended September 30, 2015:-

- Sales & Operating Income at Rs.87.62 Crores.
- EBIDTA at Rs.1.56 Crores.

Rane Engine Valve Limited, (National Stock Exchange of India Ltd. Listing Code RANEENGINE, Bombay Stock Exchange 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 quarter ended September 30, 2015.

During the second quarter (Jul'15 to Sep'15), the Passenger Car and Multi-Utility Vehicles segment continued to maintain steady growth as against the same period last year, due to improved market sentiments and also supported by some new vehicle launches. In the commercial vehicle segment, while the M&HCV segment continued to register robust growth, the LCV segment grew marginally and the SCV segment remained negative over the same period last year. The two wheeler and three wheeler segments registered a marginal decline and the Farm Tractor segment continued to remain sluggish compared to the corresponding period of the previous year.

The Company registered Sales & Operating Income of Rs.87.62 Crores for the current quarter as against Rs. 68.92 Crores for the same quarter of the previous year. The capacity utilization during the current quarter was very low due to drop in export order from a European customer and slowdown in the domestic business of our two wheeler customers. There has also been delay in some new product launches by OEM customers. Due to the above factors, the company has incurred an operating loss of Rs. 8.96 Crores for the current quarter.

The summary of financial performance is given below:-

(Rs.Crores)

|                                          | Q II       |           | Half Year Ended |           |
|------------------------------------------|------------|-----------|-----------------|-----------|
|                                          | 2015-2016* | 2014-2015 | 2015-2016*      | 2014-2015 |
| Sales and Operating Revenues             | 87.62      | 68.92     | 174.43          | 140.71    |
| Operating PBT (before exceptional items) | (8.96)     | (0.43)    | (15.25)         | (0.59)    |
| Exceptional [(Expenses)/ Income] Items   | (7.64)     | -         | 19.90 #         | -         |
| Profit / (Loss) before Tax               | (16.60)    | (0.43)    | 4.65            | (0.59)    |
| Profit / (Loss) After Tax                | (12.51)    | (0.28)    | 2.58            | (0.39)    |

\* Includes the effects of merger of Kar Mobile Limited (KML) with the Company, hence not comparable.

# Includes an exceptional income through sale of part of the land in Alandur, Chennai amounting to Rs.27.54 Crores and exceptional expenditure of Rs. 7.64 (QII – 2015-16) towards payment made to employees under Voluntary Retirement Scheme (VRS).

