

Rane Holdings Limited



RHL / 2012
February 6, 2012

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 8347 / 48

Code : RANEHOLDIN

Dear Sir,

Sub: Decisions taken at the Board meeting held today

Further to our letter RHL / 2012 dated January 19, 2012, we wish to inform you that:

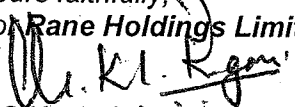
- (a) The **Stand-alone and Consolidated un-audited financial results for the quarter ended December 31, 2011** were reviewed by the audit committee and approved by the board of directors at their respective meetings held today. A copy of the said unaudited financial results is enclosed herewith.
- (b) These results have been subjected to a limited review by the auditors' of the company. A copy of the Limited Review report on the above un-audited financial results is enclosed herewith. [Clause 41 as amended vide SEBI Circular No. CIR/CFD/DIL/7/2011 dated October 5, 2011).
- (c) The company has opted to publish the Consolidated un-audited financial results for the quarter ended December 31, 2011 and the same will be published in News Papers, i.e., '**Business Standard**' and '**Dinamani**'. The stand-alone financial results would be available on the Company's website viz., <http://rane.in> and on the websites of BSE(www.bseindia.com) and NSE (www.nseindia.com) [Clause 41].
- (d) The Board of Directors has declared an **interim dividend of Rs.6/- per equity share** for the year ending **March 31, 2012**, on the paid up equity capital of Rs.14,27,78,090 comprising of 1,42,77,809 equity shares of Rs.10/- each. [Clause 20]
In this connection, we wish to inform that :-
 - (i) Record date for ascertaining the shareholders entitled for this interim dividend has been fixed as **February 17, 2012, Friday**. [Clause 16 and 19(a)]
 - (ii) The interim dividend will be paid / dispatched to the eligible shareholders, on and from **February 23, 2012, Thursday**. [Clause 20]
- (e) Press release for the above results is also enclosed. (Clause 36).

We request you to take on record this intimation made in compliance with the above mentioned provisions of the Listing Agreement.

Please acknowledge receipt.

Thanking you.

Yours faithfully,
For **Rane Holdings Limited**


K S Kasturirangan
Vice-President - Finance

Encl: a/a



RANE HOLDINGS LIMITED

Regd. Office : "MAITHRI", 132, Cathedral Road, Chennai - 600 086
visit us at: <http://rane.in>

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED DECEMBER 31, 2011

Rs. in Lakhs

Particulars	Standalone						Consolidated					
	Quarter ended			Nine Months Ended		Financial year ended	Quarter ended			Nine Months Ended		Financial year ended
	31.12.2011	30.09.2011	31.12.2010	31.12.2011	31.12.2010	31.03.2011	31.12.2011	30.09.2011	31.12.2010	31.12.2011	31.12.2010	31.03.2011
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1. (a) Net Sales/Income from Operations	-	-	-	-	-	-	45,577.33	45,898.13	40,220.57	1,31,909.62	1,15,714.74	1,58,900.12
(b) Dividend Income	659.62	280.67	478.57	1,613.42	1,131.51	1,632.54	13.66	26.63	186.19	61.46	259.87	106.61
(c) Other Operating Income	951.41	944.81	923.62	2,831.10	2,454.35	3,209.55	750.45	673.31	358.22	2,111.07	1,523.60	1,906.62
Total Income	1,611.03	1,225.48	1,402.19	4,444.52	3,585.86	4,842.09	46,341.44	46,598.07	40,764.98	1,34,082.15	1,17,498.21	1,60,913.35
2. Expenditure	-	-	-	-	-	-	(54.86)	(1,381.17)	(263.27)	(2,522.31)	(1,380.68)	(887.84)
(a) (Increase) / decrease in stock in trade and work in progress	-	-	-	-	-	-	-	-	-	-	-	-
(b) Consumption of raw materials (net)	-	-	-	-	-	-	25,693.78	27,252.49	22,916.40	75,800.93	64,719.59	86,976.16
(c) Purchases of Traded goods	-	-	-	-	-	-	160.41	136.05	(270.18)	397.74	-	528.44
(d) Employees cost	195.66	190.47	230.89	591.21	547.57	740.66	5,713.78	5,673.54	4,906.42	16,926.35	14,567.72	19,844.92
(e) Depreciation / Amortisation	10.16	9.84	26.90	33.14	60.82	52.20	1,658.00	1,567.39	1,390.50	4,689.61	3,982.80	5,496.57
(f) Professional charges	164.34	85.81	75.47	379.00	171.59	312.19	272.14	232.75	958.55	904.57	966.48	1,815.65
(g) Other expenditure	267.39	266.86	181.19	765.47	684.74	981.27	9,525.14	9,403.21	7,581.97	27,654.78	25,129.36	34,387.50
Total	637.55	552.98	514.45	1,768.82	1,464.72	2,086.32	42,968.39	42,884.26	37,220.39	1,23,851.67	1,07,985.26	1,48,161.40
3. Profit from Operations before Other Income, Interest & Exceptional Items (1-2)	973.48	672.50	887.74	2,675.70	2,121.14	2,755.77	3,373.05	3,713.81	3,544.59	10,230.48	9,512.95	12,751.95
4. Other Income	-	-	-	-	-	-	405.45	270.05	69.23	831.49	286.87	736.56
5. Profit before Interest & Exceptional Items (3+4)	973.48	672.50	887.74	2,675.70	2,121.14	2,755.77	3,778.50	3,983.86	3,613.82	11,061.97	9,799.82	13,488.51
6. Interest	61.45	65.74	76.71	195.55	237.45	309.88	893.58	874.79	613.16	2,455.03	2,444.45	2,444.45
7. Profit after Interest but before Exceptional Items (5-6)	912.03	606.76	811.03	2,480.15	1,883.69	2,445.89	2,884.92	3,109.07	3,000.66	8,606.94	8,095.88	11,044.06
8. Prior Period Item- Reversal of Depreciation	-	-	-	-	-	21.13	-	-	-	-	-	21.13
9. Profit after Prior Period but before Exceptional Items (7+8)	912.03	606.76	811.03	2,480.15	1,883.69	2,467.02	2,884.92	3,109.07	3,000.66	8,606.94	8,095.88	11,065.19
10. Exceptional Items (Note 5)	-	-	-	-	1,913.69	1,846.69	-	-	-	1,258.80	1,913.69	1,397.22
11. Profit (+)/ Loss (-) from Ordinary Activities before tax (9+10)	912.03	606.76	811.03	2,480.15	3,797.38	4,313.71	4,143.72	3,109.07	3,000.66	9,865.74	10,009.57	12,462.41
12. Tax expense	-	-	-	-	-	-	-	-	-	-	-	-
(a) Current Tax	85.87	120.37	100.86	299.85	263.18	293.67	894.86	990.17	973.32	2,641.74	2,522.74	3,268.61
(b) Relating to Prior years	-	-	-	-	-	-	-	-	-	-	-	(2.35)
(c) Deferred tax liability / (Asset)	(2.49)	0.36	(18.39)	5.54	9.81	17.16	118.63	62.83	(4.23)	214.21	44.30	(206.71)
(d) Fringe benefit tax	-	-	-	-	-	-	-	-	-	-	-	(0.09)
13. Net Profit (+)/Loss(-) from Ordinary Activities after tax (11-12)	826.65	486.03	728.56	2,174.76	3,524.39	4,002.88	3,130.23	2,056.07	2,031.57	7,009.79	7,442.53	9,402.95
14. Extraordinary Item (net of tax expense)	-	-	-	-	-	-	-	-	-	-	-	-
15. Net Profit (+)/Loss(-) for the period (13+14)	826.65	486.03	728.56	2,174.76	3,524.39	4,002.88	3,130.23	2,056.07	2,031.57	7,009.79	7,442.53	9,402.95
16. Minority Interest	-	-	-	-	-	-	(1,027.58)	(790.98)	(719.26)	(2,442.71)	(1,763.55)	(2,521.86)
17. Net Profit (+)/Loss(-) for the period after minority Interest (15+16)	826.65	486.03	728.56	2,174.76	3,524.39	4,002.88	2,102.65	1,265.09	1,312.31	4,567.08	5,678.98	6,881.09
18. Share of profit/loss in Associate Companies	-	-	-	-	-	-	(7.49)	81.64	26.97	102.19	88.34	117.24
19. Consolidated Net Profit (+) / Loss (-) for the year (17+18)	826.65	486.03	728.56	2,174.76	3,524.39	4,002.88	2,095.16	1,346.73	1,339.28	4,669.27	5,767.32	6,998.33
20. Dividend on Own Shares Held Through Trust	-	-	-	-	-	1.00	-	-	-	-	-	1.03
21. Consolidated Net Profit (+) / Loss (-) carried forward	826.65	486.03	728.56	2,174.76	3,524.39	4,003.88	2,095.16	1,346.73	1,339.28	4,669.27	5,767.32	6,999.36
22. Paid-up equity share capital (Face Value of Rs. 10/- per share)	1,427.78	1,427.78	1,427.78	1,427.78	1,427.78	1,427.78	1,427.78	1,427.78	1,427.78	1,427.78	1,427.78	1,427.78
23. Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year	-	-	-	-	-	21,180.78	-	-	-	-	-	36,046.22
24. Basic and diluted Earnings per share (EPS) - Basic and diluted EPS before and after Extraordinary items for the period, for the year to date and for the previous year (not to be annualized) (Amount in Rs.)	5.80	3.40	5.10	15.23	24.68	28.04	14.67	9.43	9.38	32.70	40.39	49.02
25. Public shareholding (Stand-alone)	-	-	-	-	-	-	-	-	-	-	-	-
- Number of shares	78,10,914	78,10,914	81,03,154	78,10,914	81,03,154	81,03,154	78,10,914	78,10,914	81,03,154	78,10,914	81,03,154	81,03,154
- Percentage of shareholding	54.71%	54.71%	56.75%	54.71%	56.75%	56.75%	54.71%	54.71%	56.75%	54.71%	56.75%	56.75%
26. Promoters and Promoter Group shareholding (Stand-alone)	-	-	-	-	-	-	-	-	-	-	-	-
a) Pledged / Encumbered	-	-	-	-	-	-	-	-	-	-	-	-
- Number of shares	5,44,500	4,97,100	-	5,44,500	-	-	5,44,500	4,97,100	-	5,44,500	-	-
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	8.42%	7.69%	-	8.42%	-	-	8.42%	7.69%	-	8.42%	-	-
- Percentage of shares (as a % of the total share capital of the Company)	3.81%	3.48%	-	3.81%	-	-	3.81%	3.48%	-	3.81%	-	-
b) Non - encumbered	-	-	-	-	-	-	-	-	-	-	-	-
- Number of shares	59,22,395	59,69,795	61,74,655	59,22,395	61,74,655	61,74,655	59,22,395	59,69,795	61,74,655	59,22,395	61,74,655	61,74,655
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	91.58%	92.31%	100%	91.58%	100%	100%	91.58%	92.31%	100%	91.58%	100%	100%
- Percentage of shares (as a % of the total share capital of the Company)	41.48%	41.81%	43.25%	41.48%	43.25%	43.25%	41.48%	41.81%	43.25%	41.48%	43.25%	43.25%





RANE HOLDINGS LIMITED
 Regd. Office : " MAITHRI ", 132, Cathedral Road, Chennai - 600 086
 visit us at: <http://rane.in>

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED DECEMBER 31, 2011

Notes:

- The above results were reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on February 6, 2012.
- The above results have been subjected to limited review by the Statutory Auditors.
- The Company holds strategic investments in subsidiaries, joint ventures and associates (collectively called "the Group") all of which operates only in one segment viz., components for transportation industry, and also provides consultancy and other services to the Group.
- Rane Holdings Ltd. (RHL) has invested in Rane Holdings America Inc. (RHAL), a 100% subsidiary and for a 26% stake in SasMos HET Technologies Pvt. Ltd. The results of these Companies have been consolidated in line with Note No.9.
- Item 10-Exceptional Item
 - Standalone:**
 Exceptional item - for the period ended December 31, 2010 and for the year ended March 31, 2011 represents the profit on sale of Company's agricultural land near Chennai.
 - Consolidated:**
 Exceptional item - for the period ended December 31, 2011 represents (i) profit on sale of surplus land near Chennai amounting to Rs.1,626.66 lakhs, and (ii) amount paid to employees under Voluntary Retirement Scheme (VRS) amounting to Rs.367.86 lakhs by Rane Engine Valve Limited, a subsidiary company (REVL). For period ended December 31, 2010, the amount of Rs.1,913.69 lakhs, represents the profit on sale of agricultural land near Chennai by RHL. For the year ended March 31, 2011, the exceptional item of Rs.1,397.22 lakhs is net of Rs.449.47 lakhs paid under VRS to employees of Rane (Madras) Limited, a Subsidiary Company (RML).
- The Statutory Auditors of RML have in their Limited Review Report observed on: (i) Non recognition of mark-to-market gain of Rs.676.76 lakhs relating to swap contracts on outstanding External Commercial Borrowings (ECB) at period end. (ii) Short charging of depreciation of Rs.41.57 lakhs due to non reinstatement of the ECB at exchange rates as at December 31, 2011 due to accounting treatment followed by RML. RML has been consistently treating the ECB and associated swap contracts as a composite transaction since the ECB availed has been effectively hedged through swap contracts. This treatment has been referred to the Expert Advisory Committee of the Institute of Chartered Accountants of India (ICAI) and their opinion is awaited.
- The Statutory Auditors of Rane Brake Lining Limited, a Subsidiary Company (RBL) have in their Limited Review Report drawn attention to long term foreign currency loans aggregating to Rs.5,380.26 lakhs at the quarter end, which were stated at the exchange rate as per the related currency swap agreements instead of the spot rate of exchange at the quarter end in accordance with Accounting Standard (AS) 11 - "The Effects of Changes in Foreign Exchange Rates" - as RBL has not voluntarily adopted Accounting Standard (AS) 30 - "Financial Instruments: Recognition and Measurement" - resulting in non-recognition of exchange rate losses aggregating to Rs.657.59 lakhs
Management Response:- The Statutory Auditors have referred to the long term foreign currency loans not being restated at the spot rate of exchange at the quarter end and resulting in non-recognition of the exchange rate losses aggregating to Rs.657.59 lakhs. As mentioned by the auditors, the long term foreign currency loans are covered by related currency swap agreements. Per management, pursuant to the agreement with the lenders, these loans will be settled at exchange rates as per the currency swap agreement and this rate would be the relevant rate to be used for stating the foreign currency loans. This has been the practice consistently followed by RBL.
- The statutory auditor's of RHL have referred to Note No.6 & 7 in their consolidated Limited Review Report.
- The Consolidated Financial Results in accordance with AS21, AS 23 & AS 27 relate to the Company and its Subsidiaries/ Joint Ventures/Associates.
- During the quarter, REVL has settled quality claim of an earlier year with a customer amounting to Rs.640.28 lakhs and has preferred the claim with the insurance company. Since, the claim is under process, no provision was considered necessary.
- Previous period figures have been regrouped wherever necessary to conform to current year / period's presentation.
- The Company has opted to publish consolidated financial results. The stand-alone financial results are available on the Company's website. Viz., <http://rane.in> and on the website of BSE (www.bseindia.com) and NSE (www.nseindia.com)
- Key Stand-alone financial information is given below:

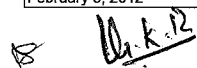
Particulars	Quarter ended			Nine Months ended		Financial year ended
	31.12.2011	30.09.2011	31.12.2010	31.12.2011	31.12.2010	31.03.2011
	(Unaudited)			(Unaudited)		(Audited)
Total Income	1,611.03	1,225.48	1,402.19	4,444.52	3,585.86	4,842.09
Exceptional Items (Refer Note - 5)	-	-	-	-	1,913.69	1,846.69
Profit before tax	912.03	606.76	811.03	2,480.15	3,797.38	4,313.71
Profit after tax	828.65	486.03	728.56	2,174.76	3,524.39	4,002.88

- An interim dividend of Rs.6/- per equity share has been declared by the Board of Directors on the paid-up capital of 1,42,77,809 equity shares of Rs.10/- each, for the year ending March 31, 2012 and the same would be paid to all the eligible shareholders as on the record date viz., February 17, 2012.
- No. of investor complaints for the quarter ended December 31, 2011.
 - Pending at the beginning - Nil
 - Received - 1
 - Resolved - 1
 - Remaining unresolved - Nil

For Rane Holdings Limited


 L Ganesh
 Vice - Chairman

Chennai
 February 6, 2012



Rane Holdings Limited

2011 – 2012 - Q III Press Release

Highlights of Consolidated Financials for the quarter ended 31st December 2011:-

- Sales & Operating Income at Rs.463.41 Crores up by 14% over same quarter last year.
- EBIDTA at Rs.54.36 Crores up by 9% over same quarter last year.
- Profit After Tax at Rs.20.95 Crores up by 56% over same quarter last year.

Rane Holdings Limited, (BSE Code:- 505800, NSE Code:- RANEHOLDIN) the investment arm of the RANE Group of companies leading auto components manufacturers in the country announced its Unaudited Consolidated financial results today for the quarter ended 31st December 2011. The Company registered Sales & Operating Income of Rs.463.41 Crores for the current quarter as against Rs.407.65 Crores for the same quarter of the previous year.

Mr.L.Lakshman, Executive Chairman of Rane Holdings Limited observed that group companies have posted a healthy growth over same quarter of last year although there was significant reduction in demand from the passenger car segment. Increase in cost of raw material, power & fuel, adverse FOREX movement and rise in the interest cost impacted the profit.

The summary of financial performance is given below:-

(Rs. Crores)

	Quarter ended		Nine Months Ended	
	2011-12	2010-11	2011-12	2010-11
Sales and Operating Income	463.41	407.65	1,340.82	1,174.98
Profit before Tax	41.44	30.01	98.66	100.10
Profit After Tax	20.95	13.39	46.69*	57.67**

* Includes an exceptional item of (i) Profit on sale of land of Rs. 16.27 Crores and (ii) amount paid to employees under VRS scheme of Rs.3.68 Crores by Rane Engine Valve Ltd., a subsidiary company .

** Includes an exceptional item of Rs.19.14 Crores from Profit on sale of land by the Company.

Rane Holdings Limited has declared an interim dividend of Rs.6/- per equity share on the paid up capital of 14,27,77,809 equity shares of Rs.10/- each for the year ending March 31, 2012. This would be payable to eligible shareholders as on the Record Date viz., February 17, 2012.

D.K.R.

**AUDITORS' REPORT
TO THE BOARD OF DIRECTORS OF
RANE HOLDINGS LIMITED**

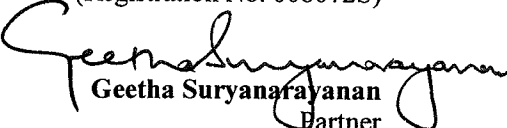
We have reviewed the accompanying statement of Unaudited Stand-alone Financial Results of Rane Holdings Limited ("the Company") for the quarter and nine months ended December 31, 2011 ("the Statement"). This Statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on the Statement based on our review.

We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatements. A review is limited primarily to inquiries of Company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

Based on our review conducted as stated, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the Accounting Standards referred to in Section 211 (3C) of the Companies Act, 1956 and other recognised accounting practices and policies, has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreements with the stock exchanges, including the manner in which it is to be disclosed, or that it contains any material misstatement.

Further, we also report that we have traced the number of shares as well as the percentage of shareholding in respect of the aggregate amount of public shareholding and the number of shares as well as the percentage of shares pledged/encumbered and non-encumbered in respect of the aggregate amount of promoter and promoter group shareholding in terms of Clause 35 of the Listing Agreements and the particulars relating to undisputed investor complaints from the details furnished by the Management.

For Deloitte Haskins & Sells
Chartered Accountants
(Registration No. 008072S)


Geetha Suryanarayanan
Partner
(Membership No. 29519)

CHENNAI, February 6, 2012

AUDITORS' REPORT TO THE BOARD OF DIRECTORS OF RANE HOLDINGS LIMITED

1. We have reviewed the accompanying statement of Unaudited Consolidated Financial Results ("the Statement") of RANE HOLDINGS LIMITED ("the Company"), its subsidiaries and jointly controlled entities (the Company, its subsidiaries and jointly controlled entities constitute "the Group") and its share of the profit of the associate companies for the quarter and nine months ended December 31, 2011. This Statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on these financial results based on our review.
2. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatements. A review is limited primarily to inquiries of Company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.
3. The Statement includes the results of the following entities:

Name of Company	Relationship
Rane Holdings Limited	Holding Company
Rane (Madras) Ltd.	Subsidiary of Rane Holdings Ltd.
Rane Brake Lining Ltd.	Subsidiary of Rane Holdings Ltd.
Rane Engine Valve Ltd.	Subsidiary of Rane Holdings Ltd.
Rane Diecast Ltd.	Subsidiary of Rane Holdings Ltd.
Rane Holdings America Inc	Subsidiary of Rane Holdings Ltd.
Rane TRW Steering Systems Ltd.	Joint Venture of Rane Holdings Ltd.
Rane NSK Steering Systems Ltd.	Joint Venture of Rane Holdings Ltd.
JMA Rane Marketing Ltd.	Joint Venture of Rane Holdings Ltd.
Kar Mobiles Ltd.	Associate of Rane Holdings Ltd.
SasMos HET Technologies Private Limited	Associate of Rane Holdings Ltd.

4. The Statement reflects the Group's share of (i) Revenues of ₹ 33,846.74 lakhs and ₹ 100,859.44 lakhs for the quarter and nine months ended December 31, 2011 respectively and (ii) Net Profit after Tax of ₹ 1,954.07 lakhs and ₹ 4,722.98 lakhs for the quarter and nine months ended December 31, 2011 respectively relating to five subsidiaries whose results have been reviewed by the other auditors and whose reports have been considered by us in submitting our report. The statement also reflects the Group's share of (i) Revenues of ₹ 3,721.84 lakhs and ₹ 8,090.14 lakhs for the quarter and nine months ended December 31, 2011 respectively and (ii) Profit after Tax of ₹ 5.86 lakhs and Loss after Tax of ₹ 603.67 lakhs for the quarter and nine months ended December 31, 2011 respectively relating to a joint venture whose results have been reviewed by other auditors and whose report has been considered by us in submitting our report. The Statement also reflects the Group's share of Loss after Tax amounting to ₹ 7.49 lakhs and Profit after Tax of ₹ 102.19 lakhs for the quarter and nine months ended December 31, 2011 respectively, in respect of two associates whose



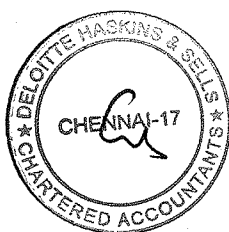
results have been audited by other auditors and whose report has been considered by us in submitting our report. Accordingly, our assurance on the Statement in so far as it relates to the amounts included in respect of these subsidiaries, joint ventures and associates is based solely on the reports of such other auditors which have been furnished to us.

5. The financial results of a Joint Venture which reflect the Company's share of (i) Revenue of ₹ 592.87 lakhs and ₹ 1,915.02 lakhs for the quarter and nine months ended December 31, 2011 respectively and (ii) Profit after Tax of ₹ 40.84 lakhs and ₹ 104.12 lakhs for the quarter and nine months ended December 31, 2011, included in the Statement, is based on management accounts and is not reviewed by their auditors.
6. Attention is invited to Note number 6 of the results relating to the treatment of External Commercial Borrowings in Rane (Madras) Limited. The auditors of Rane (Madras) Limited have commented in their limited review report as follows:

We draw your attention to the Company's treatment of External Commercial Borrowings (the "ECBs") and swaps on a composite basis and capitalisation of the resultant net exchange loss of Rs. 29.17 lakhs as fixed assets, resulting in non-compliance with:

- (a) Accounting Standard (AS) 11- The Effect of Changes in Foreign Exchange Rates- in view of non-restatement of certain foreign currency ECBs as at period end, which were availed for purchase of depreciable fixed assets; and consequent non recognition of the resultant foreign exchange loss of Rs. 786.17 lakhs, which, in line with the accounting policy of the Company, is required to be adjusted to the carrying amount of such assets ; and
 - (b) Accounting Standard (AS) 30- Financial Instruments: Recognition and Measurement- in view of non-recognition of mark to market gain of Rs.676.76 lakhs relating to swaps contracts on the ECBs outstanding at the period end, in the Profit and Loss Account as the aforesaid swap contracts have not been considered for hedge accounting under AS 30, which has been adopted by the Company.
7. Attention is invited to Note number 7 of the results relating to the treatment of long term foreign currency loans in Rane Brake Lining Limited. The auditors of Rane Brake Lining Limited have commented in their limited review report as follows:

We draw your attention to long term foreign currency loans, aggregating Rs. 5,380.26 lakhs at the quarter end, which are stated at exchange rates as per the related currency swap agreements instead of spot rate of exchange at the quarter end in accordance with Accounting Standard 11-The Effects of Changes in Foreign Exchange Rates-as the Company has not voluntarily adopted Accounting Standard 30-Financial Instruments: Recognition and Measurement- resulting in non-recognition of exchange rate losses, aggregating to Rs.657.59 lakhs.

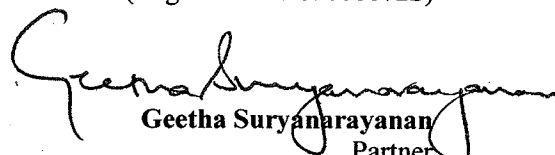


8. The effects of the matters referred to in paragraph 6 and 7 above, as commented in other auditors' limited review report for the quarter and nine months ended December 31, 2011 is summarized below:

Particulars	Consolidated for the quarter ended December 31, 2011		Consolidated for the Nine months ended December 31, 2011	
	Reported as	Should be	Reported as	Should be
	Amount in Rs. In Lakhs			
Other Operating Income	750.45	1,427.21	2,111.07	2,787.83
Total Income	46,341.44	47,018.20	134,082.15	134,758.91
Depreciation	1,658.00	1,699.57	4,689.61	4,731.18
Other Expenditure	9,525.14	10,182.73	27,654.78	28,312.37
Profit from operations before other income	3,373.05	4,008.24	10,230.48	10,865.67
Profit before interest and exceptional items	3,778.50	4,413.69	11,061.97	11,697.16
Profit after interest before exceptional	2,884.92	3,520.11	8,606.94	9,242.13
Current tax	894.86	1,007.66	2,641.74	2,754.54
Deferred tax	118.63	(52.22)	214.21	43.36
Net profit from ordinary activities after tax	3,130.23	3,165.88	7,009.79	7,045.44
Earnings per share	14.67	14.92	32.70	32.95

9. Based on our review and read with our comments in paragraph 4 above and subject to our comments in paragraph 5 and 8 above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the Accounting Standards referred to in Section 211 (3C) of the Companies Act, 1956 and other recognised accounting practices and policies, has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreements with the stock exchanges, including the manner in which it is to be disclosed, or that it contains any material misstatement.
10. Further, we also report that we have traced the number of shares as well as the percentage of shareholdings in respect of the aggregate amount of public shareholdings and the number of shares as well as the percentage of shares pledged/encumbered and non-encumbered in respect of the aggregate amount of promoters and promoter group shareholding in terms of Clause 35 of the Listing Agreements from the details furnished by the Management and the particulars relating to the undisputed investor complaints from the details furnished by the Management.

For Deloitte Haskins & Sells
Chartered Accountants
(Registration No. 008072S)


Geetha Suryanarayanan
Partner
Membership No. 29519

CHENNAI, February 6th, 2012

RANE HOLDINGS LIMITED

Regd. Office : "MAITHRI", 132, Cathedral Road, Chennai - 600 086

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UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED DECEMBER 31, 2011

Particulars	Standalone						Consolidated						Rs. in Lakhs
	Quarter ended			Nine Months Ended		Financial year ended	Quarter ended			Nine Months Ended		Financial year ended	
	31.12.2011	30.09.2011	31.12.2010	31.12.2011	31.12.2010	31.03.2011	31.12.2011	30.09.2011	31.12.2010	31.12.2011	31.12.2010	31.03.2011	
	(Unaudited)			(Unaudited)		(Audited)	(Unaudited)			(Unaudited)		(Audited)	
1. (a) Net Sales/Income from Operations	-	-	-	-	-	-	45,577.33	45,898.13	40,220.57	1,31,909.62	1,15,714.74	1,58,900.12	
(b) Dividend Income	659.62	280.67	478.57	1,613.42	1,131.51	1,632.54	13.66	26.63	186.19	61.46	259.87	106.61	
(c) Other Operating Income	951.41	944.81	923.62	2,831.10	2,454.35	3,209.55	750.45	673.31	358.22	2,111.07	1,523.60	1,906.62	
Total Income	1,611.03	1,225.48	1,402.19	4,444.52	3,585.86	4,842.09	46,341.44	46,598.07	40,764.98	1,34,082.15	1,17,498.21	1,60,913.35	
2. Expenditure	-	-	-	-	-	-	-	-	-	-	-	-	
(a) (Increase) / decrease in stock in trade and work in progress	-	-	-	-	-	-	(54.86)	(1,381.17)	(263.27)	(2,522.31)	(1,380.68)	(887.84)	
(b) Consumption of raw materials (net)	-	-	-	-	-	-	25,893.78	27,252.49	22,916.40	75,800.93	64,719.59	86,976.16	
(c) Purchases of Traded goods	-	-	-	-	-	-	160.41	136.05	(270.18)	397.74	-	528.44	
(d) Employees cost	195.66	190.47	230.89	591.21	547.57	740.66	5,713.78	5,673.54	4,906.42	16,926.35	14,567.72	19,844.92	
(e) Depreciation / Amortisation	10.16	9.84	26.90	33.14	60.82	52.20	1,658.00	1,567.39	1,390.50	4,689.61	3,982.80	5,496.57	
(f) Professional charges	164.34	85.81	75.47	379.00	171.59	312.19	272.14	232.75	958.55	904.57	966.48	1,815.65	
(g) Other expenditure	267.39	266.86	181.19	765.47	684.74	981.27	9,525.14	9,403.21	7,581.97	27,654.78	25,129.36	34,387.50	
Total	637.55	552.98	514.45	1,768.82	1,464.72	2,086.32	42,968.39	42,884.26	37,220.39	1,23,851.67	1,07,985.26	1,48,161.40	
3. Profit from Operations before Other Income, Interest & Exceptional Items (1-2)	973.48	672.50	887.74	2,675.70	2,121.14	2,755.77	3,373.05	3,713.81	3,544.59	10,230.48	9,512.95	12,751.95	
4. Other Income	-	-	-	-	-	-	405.45	270.05	69.23	831.49	286.87	736.56	
5. Profit before Interest & Exceptional Items (3+4)	973.48	672.50	887.74	2,675.70	2,121.14	2,755.77	3,778.50	3,983.86	3,613.82	11,061.97	9,799.82	13,488.51	
6. Interest	61.45	65.74	76.71	195.55	237.45	309.88	893.58	874.79	613.16	2,455.03	1,703.94	2,444.45	
7. Profit after Interest but before Exceptional Items (5+6)	912.03	606.76	811.03	2,480.15	1,883.69	2,445.89	2,884.92	3,109.07	3,000.66	8,606.94	8,095.88	11,044.06	
8. Prior Period Item- Reversal of Depreciation	-	-	-	-	-	21.13	-	-	-	-	-	21.13	
9. Profit after Prior Period but before Exceptional Items (7+8)	912.03	606.76	811.03	2,480.15	1,883.69	2,467.02	2,884.92	3,109.07	3,000.66	8,606.94	8,095.88	11,065.19	
10. Exceptional Items (Note 5)	-	-	-	-	1,913.69	1,846.69	1,258.80	-	-	1,258.80	1,913.69	1,397.22	
11. Profit (+)/ Loss (-) from Ordinary Activities before tax (9+10)	912.03	606.76	811.03	2,480.15	3,797.38	4,313.71	4,143.72	3,109.07	3,000.66	9,865.74	10,009.57	12,462.41	
12. Tax expense	-	-	-	-	-	-	-	-	-	-	-	-	
(a) Current Tax	85.87	120.37	100.86	299.85	263.18	293.67	894.86	990.17	973.32	2,641.74	2,522.74	3,268.61	
(b) Relating to Prior years	-	-	-	-	-	-	-	-	-	-	-	(2.35)	
(c) Deferred tax liability / (Asset)	(2.49)	0.36	(18.39)	5.54	9.81	17.16	118.83	62.83	(4.23)	214.21	44.30	(206.71)	
(d) Fringe benefit tax	-	-	-	-	-	-	-	-	-	-	-	(0.09)	
13. Net Profit (+)/Loss(-) from Ordinary Activities after tax (11-12)	828.65	486.03	728.56	2,174.76	3,524.39	4,002.88	3,130.23	2,056.07	2,031.57	7,009.79	7,442.53	9,402.95	
14. Extraordinary Item (net of tax expense)	-	-	-	-	-	-	-	-	-	-	-	-	
15. Net Profit (+)/Loss(-) for the period (13+14)	828.65	486.03	728.56	2,174.76	3,524.39	4,002.88	3,130.23	2,056.07	2,031.57	7,009.79	7,442.53	9,402.95	
16. Minority Interest	-	-	-	-	-	-	(1,027.58)	(790.98)	(719.26)	(2,442.71)	(1,763.55)	(2,521.86)	
17. Net Profit (+)/Loss(-) for the period after minority Interest (15+16)	828.65	486.03	728.56	2,174.76	3,524.39	4,002.88	2,102.65	1,265.09	1,312.31	4,567.08	5,678.98	6,881.09	
18. Share of profit/loss in Associate Companies	-	-	-	-	-	-	(7.49)	81.64	26.97	102.19	88.34	117.24	
19. Consolidated Net Profit (+) / Loss (-) for the year (17+18)	828.65	486.03	728.56	2,174.76	3,524.39	4,002.88	2,095.16	1,346.73	1,339.28	4,669.27	5,767.32	6,998.33	
20. Dividend on Own Shares Held Through Trust	-	-	-	-	-	1.00	-	-	-	-	-	1.03	
21. Consolidated Net Profit (+) / Loss (-) carried forward	828.65	486.03	728.56	2,174.76	3,524.39	4,003.88	2,095.16	1,346.73	1,339.28	4,669.27	5,767.32	6,999.36	
22. Paid-up equity share capital (Face Value of Rs. 10 /- per share)	1,427.78	1,427.78	1,427.78	1,427.78	1,427.78	1,427.78	1,427.78	1,427.78	1,427.78	1,427.78	1,427.78	1,427.78	
23. Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year	-	-	-	-	-	21,180.78	-	-	-	-	-	-	
24. Basic and diluted Earnings per share (EPS) - Basic and diluted EPS before and after Extraordinary items for the period, for the year to date and for the previous year (not to be annualized) (Amount in Rs.)	5.80	3.40	5.10	15.23	24.68	28.04	14.67	9.43	9.38	32.70	40.39	49.02	
25. Public shareholding (Stand-alone) - Number of shares	78,10,914	78,10,914	81,03,154	78,10,914	81,03,154	81,03,154	78,10,914	78,10,914	81,03,154	78,10,914	81,03,154	81,03,154	
- Percentage of shareholding	54.71%	54.71%	56.75%	54.71%	56.75%	56.75%	54.71%	54.71%	56.75%	54.71%	56.75%	56.75%	
26. Promoters and Promoter Group shareholding (Stand-alone) a) Pledged / Encumbered - Number of shares	5,44,500	4,97,100	-	5,44,500	-	-	5,44,500	4,97,100	-	5,44,500	-	-	
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	8.42%	7.69%	-	8.42%	-	-	8.42%	7.69%	-	8.42%	-	-	
- Percentage of shares (as a % of the total share capital of the Company)	3.81%	3.48%	-	3.81%	-	-	3.81%	3.48%	-	3.81%	-	-	
b) Non - encumbered - Number of shares	59,22,395	59,69,795	61,74,655	59,22,395	61,74,655	61,74,655	59,22,395	59,69,795	61,74,655	59,22,395	61,74,655	61,74,655	
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	91.58%	92.31%	100%	91.58%	100%	100%	91.58%	92.31%	100%	91.58%	100%	100%	
- Percentage of shares (as a % of the total share capital of the Company)	41.48%	41.81%	43.25%	41.48%	43.25%	43.25%	41.48%	41.81%	43.25%	41.48%	43.25%	43.25%	

**RANE HOLDINGS LIMITED**

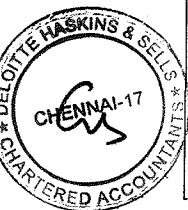
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UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED DECEMBER 31, 2011**Notes:**

- The above results were reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on February 6, 2012.
- The above results have been subjected to limited review by the Statutory Auditors.
- The Company holds strategic investments in subsidiaries, joint ventures and associates (collectively called "the Group") all of which operates only in one segment viz., components for transportation industry, and also provides consultancy and other services to the Group.
- Rane Holdings Ltd. (RHL) has invested in Rane Holdings America Inc. (RHA), a 100% subsidiary and for a 26% stake in SasMos HET Technologies Pvt. Ltd. The results of these Companies have been consolidated in line with Note No.3.
- Item 10-Exceptional Item
 - Standalone:**
Exceptional item - for the period ended December 31, 2010 and for the year ended March 31, 2011 represents the profit on sale of Company's agricultural land near Chennai.
 - Consolidated:**
Exceptional item - for the period ended December 31, 2011 represents (i) profit on sale of surplus land near Chennai amounting to Rs.1,626.66 lakhs, and (ii) amount paid to employees under Voluntary Retirement Scheme (VRS) amounting to Rs.367.86 lakhs by Rane Engine Valve Limited, a subsidiary company (REVL). For period ended December 31, 2010, the amount of Rs.1,913.69 lakhs, represents the profit on sale of agricultural land near Chennai by RHL. For the year ended March 31, 2011, the exceptional item of Rs.1,397.22 lakhs is net of Rs.449.47 lakhs paid under VRS to employees of Rane (Madras) Limited, a Subsidiary Company (RML).
- The Statutory Auditors of RML have in their Limited Review Report observed on: (i) Non recognition of mark-to-market gain of Rs.676.76 lakhs relating to swap contracts on outstanding External Commercial Borrowings (ECB) at period end. (ii) Short charging of depreciation of Rs.41.57 lakhs due to non reinstatement of the ECB at exchange rates as at December 31, 2011 due to accounting treatment followed by RML. RML has been consistently treating the ECB and associated swap contracts as a composite transaction since the ECB availed has been effectively hedged through swap contracts. This treatment has been referred to the Expert Advisory Committee of the Institute of Chartered Accountants of India (ICAI) and their opinion is awaited.
- The Statutory Auditors of Rane Brake Lining Limited, a Subsidiary Company (RBL) have in their Limited Review Report drawn attention to long term foreign currency loans aggregating to Rs.5,380.26 lakhs at the quarter end, which were stated at the exchange rate as per the related currency swap agreements instead of the spot rate of exchange at the quarter end in accordance with Accounting Standard (AS) 11 - "The Effects of Changes in Foreign Exchange Rates" - as RBL has not voluntarily adopted Accounting Standard (AS) 30 - "Financial Instruments: Recognition and Measurement" - resulting in non-recognition of exchange rate losses aggregating to Rs.657.59 lakhs
Management Response:- The Statutory Auditors have referred to the long term foreign currency loans not being restated at the spot rate of exchange at the quarter end and resulting in non-recognition of the exchange rate losses aggregating to Rs.657.59 lakhs. As mentioned by the auditors, the long term foreign currency loans are covered by related currency swap agreements. Per management, pursuant to the agreement with the lenders, these loans will be settled at exchange rates as per the currency swap agreement and this rate would be the relevant rate to be used for stating the foreign currency loans. This has been the practice consistently followed by RBL.
- The statutory auditor's of RHL have referred to Note No.6 & 7 in their consolidated Limited Review Report.
- The Consolidated Financial Results in accordance with AS21, AS 23 & AS 27 relate to the Company and its Subsidiaries/ Joint Ventures/Associates.
- During the quarter, REVL has settled quality claim of an earlier year with a customer amounting to Rs.640.28 lakhs and has preferred the claim with the insurance company. Since, the claim is under process, no provision was considered necessary.
- Previous period figures have been regrouped wherever necessary to conform to current year / period's presentation.
- The Company has opted to publish consolidated financial results. The stand-alone financial results are available on the Company's website. Viz., <http://rane.in> and on the website of BSE (www.bseindia.com) and NSE (www.nseindia.com)
- Key Stand-alone financial information is given below:

Particulars	Rs. in Lakhs					
	Quarter ended			Nine Months ended		Financial year ended
	31.12.2011	30.09.2011	31.12.2010	31.12.2011	31.12.2010	31.03.2011
	(Unaudited)			(Unaudited)		(Audited)
Total Income	1,611.03	1,225.48	1,402.19	4,444.52	3,585.86	4,842.09
Exceptional Items (Refer Note - 5)	-	-	-	-	1,913.69	1,846.69
Profit before tax	912.03	606.76	811.03	2,480.15	3,797.38	4,313.71
Profit after tax	828.65	486.03	728.56	2,174.76	3,524.39	4,002.88

- An interim dividend of Rs.6/- per equity share has been declared by the Board of Directors on the paid-up capital of 1,42,77,809 equity shares of Rs.10/- each, for the year ending March 31, 2012 and the same would be paid to all the eligible shareholders as on the record date viz., February 17, 2012.
- No. of investor complaints for the quarter ended December 31, 2011.
 - Pending at the beginning - Nil
 - Received - 1
 - Resolved - 1
 - Remaining unresolved - Nil



Chennai
February 6, 2012

For Rane Holdings Limited

L. Ganesh
Vice Chairman