

## Rane Brake Lining Limited



//Online Submission//

RBL/SE/005/2023-24

May 03, 2023

|                                                                         |                                                                                  |
|-------------------------------------------------------------------------|----------------------------------------------------------------------------------|
| <b>BSE Limited (BSE)</b><br>Listing Centre<br><b>Scrip Code: 532987</b> | <b>National Stock Exchange of India Ltd (NSE)</b><br>NEAPS<br><b>Symbol: RBL</b> |
|-------------------------------------------------------------------------|----------------------------------------------------------------------------------|

Dear Sir / Madam,

**Sub: Outcome of Board Meeting held on May 03, 2023 - under Regulation 30 of SEBI LODR**

**Ref: Our letters no. RBL/SE/048/2022-23 dated March 30, 2023 and RBL/SE/003/2023-24 dated April 27, 2023**

This is to inform that the Board of Directors at their meeting held today, have inter alia, approved:

- (i) the audited financial results of the Company for the quarter and year ended March 31, 2023 (AFR), based on the recommendation of the audit committee at its meeting held earlier today (May 03, 2023). The AFR is enclosed along with the Independent Auditor's Report on results issued by M/s. BSR & Co., Chartered Accountants, Statutory Auditors and a declaration in respect of unmodified opinion on the audited financial results for the year ended March 31, 2023 is enclosed (Regulation 33).

The financial results will be uploaded on the website of the company at [www.ranegroup.com](http://www.ranegroup.com) (**Regulation 46**). The extract of the audited financial results will be published in newspapers, i.e., 'Business Standard' and 'Dinamani' in the format prescribed (**Regulation 47**);

- (ii) convening of the 18<sup>th</sup> Annual General Meeting of the members of the Company to be held on **July 24, 2023 (Monday)** at **14:00 hrs** through Video Conferencing/Other Audio Visual Means (OAVM); and
- (iii) the cut-off date for the purposes of determining eligible shareholders for e-voting shall be **July 17, 2023 (Monday)**.
- (iv) recommended a dividend of **Rs.25/-** per equity share on 77,29,871 equity shares of Rs.10/- each fully paid up, for the financial year 2022-23, subject to approval of members at the ensuing 18<sup>th</sup> AGM of the Company. The dividend, if declared by the shareholders will be paid/dispatched on **August 03, 2023 (Thursday)** to the eligible shareholders.



The meeting of the Board of Directors commenced at 12 : 25 hrs and concluded at 12 : 55 hrs. (IST).

We request you to take the above on record and note the compliance under above referred regulations of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (SEBI LODR).

Thanking you.

Yours faithfully

For **Rane Brake Lining Limited**

  
**Venkatraman**  
**Secretary**

Encl: a/a



1. Audited financial results for the quarter & year ended March 31, 2023
2. Independent Auditor's Report for the quarter & year ended March 31, 2023
3. Declaration under Reg 33(3)(d) of SEBI LODR
4. Earnings release for the year ended March 31, 2023



Expanding Horizons

# RANE BRAKE LINING LIMITED

## Q4 FY23 Earnings Release



**Chennai, India, May 03, 2023** – Rane Brake Lining Limited (NSE: RBL; BSE Code:532987), a leading manufacturer of Brake Linings, Disc Pads and Clutch Facings today announced financial performance for the fourth quarter (Q4FY23) and full year (FY23) ended March 31<sup>st</sup>, 2023.

### Q4 FY23 Performance

- Total Revenue was ₹165.8 Crore for Q4 FY23 compared to ₹157.0 Crore in the Q4 FY22, an increase of 5.7%
- EBITDA stood at ₹21.0 Crore compared to ₹21.9 Crore during Q4 FY22, a decrease of 4.1%
- EBITDA Margin at 12.7% for Q4 FY23 against 14.0% in Q4 FY22
- PAT stood at ₹ 12.0 Crore for Q4 FY23 compared to ₹13.1 Crore in Q4 FY22, a decrease of 8.0%

### FY23 Performance

- Total Revenue was ₹607.1 Crore for FY23 compared to ₹518.2 Crore in the FY22, an increase of 17.2%
- EBITDA stood at ₹64.6 Crore compared to ₹56.8 Crore during FY22, an increase of 13.8%
- EBITDA Margin at 10.6% for FY23 against 11.0% in FY22
- PAT stood at ₹33.5 Crore for FY23 compared to ₹27.1 Crore in FY22, an increase of 23.6%

### Corporate Action

- A dividend of ₹ 25 per equity share has been recommended by the Board of Directors on the paid up capital of 77,29,871 of ₹10/- each

### Operating Performance for Q4 FY23

- Sales to OE customer grew 3%. Though the demand remained strong, there was slightly slower growth due to inventory correction at the customer.
- Sales to Aftermarket customers grew 14%.
- Drop in EBITDA margin by 128 bps due to unfavourable forex and increase in other expenses towards specific initiatives taken up during the quarter towards Energy and Yield improvement projects.

### MANAGEMENT COMMENT

"Demand environment remained favourable and helped RBL post highest quarterly sales in Q4 FY23. The management is working on various cost reduction initiatives to mitigate high material costs. Though we see slowdown in major global economies, the growth momentum across vehicle segments in India continues to remain strong. We navigate this macro environment scenario cautiously prioritizing operational improvement and cost reduction measures."

– L. Ganesh, Chairman, Rane Group

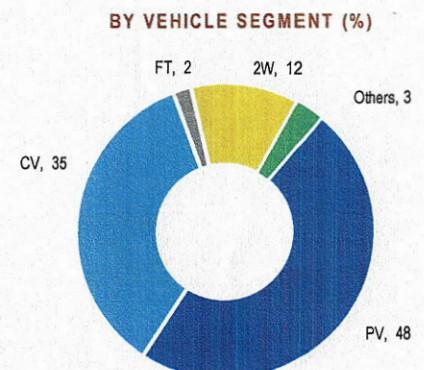
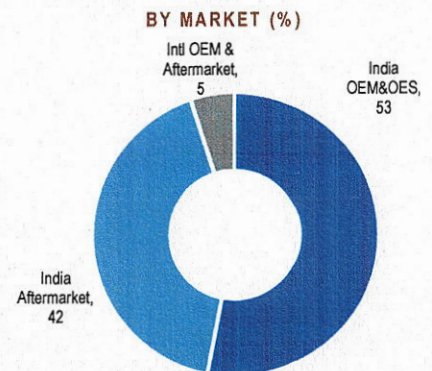
### BUSINESS HIGHLIGHTS

| Particulars   | Q4FY23 | Q4FY22 | YOY%     |
|---------------|--------|--------|----------|
| Total Revenue | 165.8  | 157.0  | 5.7%     |
| EBITDA        | 21.0   | 21.9   | -4.1%    |
| Margin (%)    | 12.7%  | 14.0%  | -128 bps |
| PAT           | 12.0   | 13.1   | -8.0%    |

| Particulars   | FY23  | FY22  | YOY%    |
|---------------|-------|-------|---------|
| Total Revenue | 607.1 | 518.2 | 17.2%   |
| EBITDA        | 64.6  | 56.8  | 13.8%   |
| Margin (%)    | 10.6% | 11.0% | -31 bps |
| PAT           | 33.5  | 27.1  | 23.6%   |

(In ₹ Crore, unless otherwise mentioned)

### BUSINESS SPLIT (Q4 FY23)



# RANE BRAKE LINING LIMITED

## Q4 FY23 Earnings Release

### PROFIT AND LOSS ACCOUNT

| Particulars                         | Q4FY23       | Q3FY23       | QoQ%       | Q4FY22       | YoY%       | FY23         | FY22         | YoY%       |
|-------------------------------------|--------------|--------------|------------|--------------|------------|--------------|--------------|------------|
| Income from Operations              | 164.9        | 153.3        | 8%         | 154.3        | 7%         | 598.8        | 505.6        | 18%        |
| Other Income                        | 1.0          | 1.3          | -26%       | 2.6          | -64%       | 8.3          | 12.6         | -35%       |
| <b>Total Revenue</b>                | <b>165.8</b> | <b>154.6</b> | <b>7%</b>  | <b>157.0</b> | <b>6%</b>  | <b>607.1</b> | <b>518.2</b> | <b>17%</b> |
| <b>Expenses</b>                     |              |              |            |              |            |              |              |            |
| -Cost of Material Consumed          | 85.8         | 87.3         | -2%        | 84.1         | 2%         | 345.1        | 271.7        | 27%        |
| -Purchase of stock-in-trade         | 0.0          | -            |            | 0.1          | -20%       | 0.0          | 0.1          | -20%       |
| -Changes in inventories             | 3.8          | -2.8         | 237%       | -0.2         |            | -15.4        | -2.8         | -443%      |
| -Employee Benefit Expense           | 20.8         | 21.0         | -1%        | 19.9         | 5%         | 83.5         | 78.8         | 6%         |
| -Finance Cost                       | 0.0          | 0.0          | 50%        | 0.0          |            | 0.1          | 0.0          | 150%       |
| -Depreciation & Amortization        | 5.2          | 5.0          | 4%         | 5.5          | -5%        | 20.0         | 21.4         | -7%        |
| -Other Expenditure                  | 34.4         | 31.8         | 8%         | 31.2         | 10%        | 129.2        | 113.7        | 14%        |
| <b>Total Expenses</b>               | <b>150.1</b> | <b>142.3</b> | <b>5%</b>  | <b>140.6</b> | <b>7%</b>  | <b>562.5</b> | <b>482.9</b> | <b>16%</b> |
| <b>PBT before Exceptional Items</b> | <b>15.7</b>  | <b>12.3</b>  | <b>28%</b> | <b>16.4</b>  | <b>-4%</b> | <b>44.6</b>  | <b>35.3</b>  | <b>26%</b> |
| Exceptional Item                    | -            | -            |            | 0.7          |            | -            | 0.7          |            |
| <b>PBT</b>                          | <b>15.7</b>  | <b>12.3</b>  | <b>28%</b> | <b>15.7</b>  | <b>0%</b>  | <b>44.6</b>  | <b>34.7</b>  | <b>29%</b> |
| Tax Expense                         | 3.7          | 3.1          | 19%        | 2.6          | 41%        | 11.1         | 7.6          | 46%        |
| <b>PAT</b>                          | <b>12.0</b>  | <b>9.2</b>   | <b>31%</b> | <b>13.1</b>  | <b>-8%</b> | <b>33.5</b>  | <b>27.1</b>  | <b>24%</b> |

### KEY BALANCE SHEET ITEMS

| Particulars                         | As at<br>31.03.2023 | As at<br>31.03.2022 |
|-------------------------------------|---------------------|---------------------|
| <b>Non-current assets</b>           | <b>136.5</b>        | <b>134.5</b>        |
| -Property, Plant and Equipment      | 117.6               | 113.2               |
| -Financial Assets                   | 5.4                 | 12.0                |
| <b>Current assets</b>               | <b>237.7</b>        | <b>264.5</b>        |
| - Inventories                       | 90.8                | 100.7               |
| -Trade receivables                  | 109.8               | 137.3               |
| -Cash and cash equivalents          | 6.8                 | 21.0                |
| <b>Total Assets</b>                 | <b>374.2</b>        | <b>399.0</b>        |
| <b>Shareholders Fund</b>            | <b>261.2</b>        | <b>242.8</b>        |
| <b>Non-current liabilities</b>      | <b>5.4</b>          | <b>5.8</b>          |
| -Long-term borrowings               | -                   | -                   |
| <b>Current liabilities</b>          | <b>107.6</b>        | <b>150.3</b>        |
| -Short-term borrowings              | -                   | -                   |
| -Trade payables                     | 63.9                | 124.9               |
| <b>Total Liabilities</b>            | <b>113.0</b>        | <b>156.1</b>        |
| <b>Total Equity and Liabilities</b> | <b>374.2</b>        | <b>399.0</b>        |

(In ₹ Crore, unless otherwise mentioned. The sum of the sub-segment amounts may not equal the total amounts due to rounding off)

### ABOUT RANE BRAKE LINING LIMITED

Established in 1964, Rane Brake Lining Limited (RBL) is part of the Rane Group of Companies, a leading auto component group based out of Chennai. RBL manufactures friction material products such as Brake linings, Disc pads, Clutch facings, Clutch buttons, Brake Shoes and Railway brake blocks. RBL is market leader in India and global player in friction material. It has technical collaboration with Nissinbo Brakes Inc., Japan for know-how in brake linings, disc pads & clutch facings. RBL products have application in every segment of automobile industry such as PV, CV and 2W/3W.

### ABOUT RANE GROUP

Headquartered in Chennai, India, Rane Group is engaged primarily in manufacturing auto components for well over five decades. Rane Group is a preferred supplier to major OEMs in India and abroad. Through its group companies, it provides Steering and Suspension systems, Friction materials, Valve train components, Occupant safety systems, Light Metal casting components and Connected mobility solutions. Its products serve a variety of industry segments including Passenger Vehicles, Commercial Vehicles, Farm Tractors, Two-wheelers, Three-wheelers, Railways and Stationary Engines.

IF YOU HAVE ANY QUESTIONS OR REQUIRE FURTHER INFORMATION,  
PLEASE FEEL FREE TO CONTACT: [INVESTORSERVICES@RANEGROUP.COM](mailto:INVESTORSERVICES@RANEGROUP.COM) OR [DIWAKAR.PINGLE@IN.EY.COM](mailto:DIWAKAR.PINGLE@IN.EY.COM)

Certain statements in this document that are not historical facts are forward looking statements. Such forward-looking statements are subject to certain risks and uncertainties like government actions, local, political or economic developments, technological risks, and many other factors that could cause actual results to differ materially from those contemplated by the relevant forward-looking statements. The Company will not be in any way responsible for any action taken based on such statements and undertakes no obligation to publicly update these forward-looking statements to reflect subsequent events or circumstances.