Rane Engine Valve Ltd.

Registered Office:
" Maithri "
132, Cathedral Road,
Chennai 600 086.
India.
CIN : L744999TN1972PLC006127

Tel : 044 - 2811 2472
Fax : 044 - 2811 2449
URL : www.rane.co.in

//Online Submission//

REVL / SE / 40 / 2016-17

January 25, 2017

BSE Limited Listing Centre Scrip Code: **532988**	**National Stock Exchange of India Ltd.** NEAPS Symbol: **RANEENGINE**

Dear Sir / Madam,

Sub: Outcome of Board Meeting held on January 25, 2017 - under Regulation 30 of SEBI LODR

Ref: Our letter no. REVL / SE / 33 / 2016-17 dated December 08, 2016

This is to inform that the Board of Directors inter alia approved the un-audited financial results of the Company for the quarter and nine months ended December 31, 2016 as recommended by the audit committee at their respective meeting(s) held today **(January 25, 2017)**.

The un-audited financial results of the Company for the quarter and nine months ended December 31, 2016 is enclosed herewith along with the Limited Review Report issued by M/s. Brahmayya & Co., Chartered Accountants, Statutory Auditors **(Regulation 33).**

The extract of the un-audited financial results will be published in newspapers, i.e., 'Business Standard' and 'Dinamani' in the format prescribed **(Regulation 47).** An 'earnings release' for the above results is also enclosed **(Regulation 30)**.

The meeting of the Board of Directors commenced at 11.00 hrs. and concluded at 13:30 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 Engine Valve Limited**

P. Guhanantham

P Guhanantham
Secretary

RANE ENGINE VALVE LIMITED "MAITHRI" 132 CATHEDRAL ROAD CHENNAI-600 086

Encl: a/a

1. *Un- audited financial results for the quarter & nine months ended December 31, 2016.*
2. *Extract of Un-audited financial results for Newspaper publication.*
3. *Limited Review Report for the quarter & nine months ended December 31, 2016.*
4. *Earnings release for the quarter & nine months ended December 31, 2016.*

Rane Engine Valve Limited

Regd Office: "Maithri", 132 Cathedral Road, Chennai 600 086
visit us at: www.rane.co.in
CIN: L74999TN1972PLC006127

Statement of Unaudited Financial Results for the Quarter and Nine Months ended December 31, 2016

Rs. in lakhs

Particulars	Quarter ended			Nine months ended		Financial Year ended
	31.12.2016	30.09.2016	31.12.2015	31.12.2016	31.12.2015	31.03.2016
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1. Income from Operations						
(a) Net Sales/Income from Operations (net of excise duty)	7,999.20	8,928.00	8,044.95	25,997.69	25,118.93	34,244.20
(b) Other Operating Income	115.12	141.63	155.70	417.28	524.64	715.70
Total income from operations (net)	**8,114.32**	**9,069.63**	**8,200.65**	**26,414.97**	**25,643.57**	**34,959.90**
2. Expenses						
(a) Cost of materials consumed	2,934.50	3,071.79	2,745.53	9,027.86	8,950.47	11,880.53
(b) Purchase of stock-in-trade	182.99	213.48	200.37	547.56	621.79	732.94
(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(476.68)	(137.66)	68.55	(295.27)	(140.65)	840.66
(d) Employee benefits expenses	2,357.22	2,424.05	2,374.89	7,089.27	7,104.81	9,579.86
(e) Depreciation and amortisation expense	676.30	702.30	701.48	2,085.17	2,047.88	2,753.82
(f) Other Expenses	2,826.94	3,429.45	2,801.78	9,067.43	8,747.69	11,559.74
Total expenses	**8,501.27**	**9,703.41**	**8,892.60**	**27,522.02**	**27,331.99**	**37,347.55**
3. Profit / (Loss) from Operations before Other Income,finance costs & exceptional Items (1-2)	(386.95)	(633.78)	(691.95)	(1,107.05)	(1,688.42)	**(2,387.65)**
4. Other Income	49.10	126.99	75.01	197.46	262.85	295.02
5. Profit / (Loss) from ordinary activities before finance costs & exceptional Items (3+4)	(337.85)	(506.79)	(616.94)	(909.59)	(1,425.57)	**(2,092.63)**
6. Finance Costs	183.16	280.46	364.98	795.69	1,081.31	1,422.08
7. Profit / (Loss) from ordinary activities after finance costs but before Exceptional Items (5-6)	(521.01)	(787.25)	(981.92)	(1,705.28)	(2,506.88)	**(3,514.71)**
8. Exceptional Items (Refer Note: 2)	-	9,401.67	(241.08)	9,401.67	1,748.71	1,748.71
9. Profit / (Loss) from ordinary activities before tax **(7+8)**	**(521.01)**	**8,614.42**	**(1,223.00)**	**7,696.39**	**(758.17)**	**(1,766.00)**
10. Tax expense						
(a) Current tax (net of MAT credit) (Refer Note : 3)	(334.46)	1,760.14	(91.48)	1,425.68	-	-
(b) Deferred tax	(7.35)	661.48	(284.82)	516.73	(169.14)	(511.96)
(c) Relating to Earlier Years	-	-	-	-	-	0.43
11. Net Profit / (Loss) from Ordinary Activities after tax **(9-10)**	(179.20)	6,192.80	(846.70)	5,753.98	(589.03)	**(1,254.47)**
12. Extraordinary Item (net of tax expense.)	-	-	-	-	-	-
13. Net Profit / (Loss) for the period **(11-12)**	**(179.20)**	**6,192.80**	**(846.70)**	**5,753.98**	**(589.03)**	**(1,254.47)**
14. Paid-up equity share capital (Face Value of Rs.10/- per share)	671.90	671.90	671.90	671.90	671.90	671.90
15. Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year						9,622.54
16. Earnings per share (of Rs.10/- each) (not annualised) (in Rs.)						
i. Earnings (Rs.) Per Share before extraordinary items						
(a) Basic	(2.67)	92.17	(12.60)	85.64	(8.77)	(18.67)
(b) Diluted	(2.67)	92.17	(12.60)	85.64	(8.77)	(18.67)
ii. Earnings (Rs.) Per Share after extraordinary items						
(a) Basic	(2.67)	92.17	(12.60)	85.64	(8.77)	(18.67)
(b) Diluted	(2.67)	92.17	(12.60)	85.64	(8.77)	(18.67)

Notes:

1. The above financial results were reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on January 25, 2017 and have been subjected to limited review by the statutory auditors.
2. Exceptional items include the following:
   (i) Profit on sale of land of Rs.9,401.67 lakhs for the quarter ended September 30, 2016 and for the Nine months ended December 31, 2016.
   (ii) Voluntary Retirement Scheme expenditure of Rs.241.68 lakhs for the Quarter ended December 31, 2015.
   (iii) Profit on sale of land of Rs.2,753.93 lakhs for the Nine months ended December 31, 2015 and for the year ended March 31, 2016.
   (iv) Voluntary Retirement Scheme expenditure of Rs.1005.22 lakhs for the Nine months ended December 31, 2015 and for the year ended March 31, 2016.
3. Current Tax expense includes an amount of Rs.232.26 Lakhs being tax credit recognised in the books, which is arising on account of investment in capital gains scheme pertaining to capital gains in an earlier year and other adjustments, during the current quarter and nine months ended December 31, 2016.
4. Previous year / period figures have been regrouped wherever necessary to conform to current year / periods' presentation.
5. The Company operates only in one segment, namely, components for transportation industry.
6. The above Financial Results are available on the website of the stock exchange(s) viz., www.bseindia.com and www.nseindia.com and on the company's website www.rane.co.in

For Rane Engine Valve Limited

L Ganesh
Chairman & Managing Director

Chennai
Dated : January 25, 2017

BRAHMAYYA & CO. CHENNAI INDIA CHARTERED ACCOUNTANTS

RANE ENGINE VALVE LIMITED "MAITHRI" 132 CATHEDRAL ROAD CHENNAI-600 086

Format for Newspaper Publishing Purpose

Rane Engine Valve Limited

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

visit us at: www.rane.co.in CIN: L74999TN1972PLC006127

Rs.in lakhs

Extract of Standalone Unaudited Financial Results for the Quarter and Nine months ended December 31, 2016

S.No	Particulars	Quarter ended 31.12.2016	Nine Months ended 31.12.2016	Quarter ended 31.12.2015
		Unaudited	Unaudited	Unaudited
1	Total income from operations (net)	8,114.32	26,414.97	8,200.65
2	Net Profit / (Loss) from ordinary activities after tax	(179.20)	5,753.98	(846.70)
3	Net Profit / (Loss) for the period after tax (after Extraordinary items)	(179.20)	5,753.98	(846.70)
4	Equity Share Capital	671.90	671.90	671.90
5	Reserves (excluding Revaluation Reserve as shown in the Balance Sheet of previous year ended 31-03-2016)	-	-	-
6	**Earnings Per Share before extraordinary items (of Rs.10/- each)**			
	(a) **Basic :**	(2.67)	85.64	(12.60)
	(b) **Diluted:**	(2.67)	85.64	(12.60)
7	**Earnings Per Share after extraordinary items (of Rs.10/- each)**			
	(a) **Basic :**	(2.67)	85.64	(12.60)
	(b) **Diluted:**	(2.67)	85.64	(12.60)

Notes:

1 The above financial results were reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on January 25, 2017 and have been subjected to limited review by the statutory auditors.

2 The above is an extract of the detailed format of Quarterly / Annual Financial Results filed with the Stock Exchanges under Regulation 33 of the SEBI (Listing and Other Disclosure Requirements) Regulations, 2015. The full format of the Financial Results are available on the website of the stock exchange(s) viz., www.bseindia.com and www.nseindia.com and on the company's website www.rane.co.in

3 Profit on sale of land of Rs.9,401.67 lakhs has been included for the Nine months ended December 31, 2016.

For Rane Engine Valve Limited

Chennai
Dated : January 25, 2017

BRAHMAYYA & CO. CHENNAI INDIA CHARTERED ACCOUNTANTS

RANE ENGINE VALVE LIMITED "MAITHRI" 132 CATHEDRAL ROAD CHENNAI-600 086

L Ganesh
Chairman & Managing Director

Brahmayya&co.
Chartered Accountants

Limited Review Report of Unaudited Financial Results for the quarter ended 31st December, 2016

To,
The Board of Directors
Rane Engine Valve Limited
Chennai

We have reviewed the accompanying statement of unaudited financial results of **Rane Engine Valve Limited** for the period ended 31st December, 2016. 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 statements based on our review.

We conducted our review in accordance with the Standard on Review Engagement (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 financial statements are free of material misstatement. 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 above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable accounting standards and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

For **BRAHMAYYA & CO.,**
CHARTERED ACCOUNTANTS
Firm Registration No: 000511S

BRAHMAYYA & CO. CHENNAI INDIA CHARTERED ACCOUNTANTS

R.NAGENDRA PRASAD
PARTNER
MEMBERSHIP NO: 203377

Date: 25th January, 2017
Place: Chennai

48, Masilamani Road, Balaji Nagar, Royapettah,
Chennai - 600 014. India.

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Rane
Expanding Horizons

RANE ENGINE VALVE LIMITED

Q3FY17 Earnings Release



Chennai, India, January 25,2017 – Rane Engine Valve Limited (NSE: RANEENGINE; BSE Code:532988), a leading manufacturer of Engine Valves, Guides and Tappets today announced financial performance for the third quarter (Q3 FY17) and nine months (9M FY17) ended December 31st, 2016

Q3 FY17 Performance

- Total Operating Income was ₹81.14 Crore for Q3 FY17 as compared to ₹82.01 Crore in the Q3 FY16, a decline of 1%
- EBITDA stood at ₹3.38 Crore as compared to ₹0.85 Crore during Q3 FY16, an increase of 300%
- EBITDA Margin at 4% for Q3 FY17 as against 1% in Q3 FY16
- Net Loss stood at ₹1.79 Crore for Q3 FY17 as compared to a loss of ₹8.47 Crore in Q3 FY16

9M FY17 Performance

- Total Operating Income was ₹264.15 Crore for 9M FY17 as compared to ₹256.44 Crore in the 9M FY16, an increase of 3%
- EBITDA stood at ₹11.76 Crore as compared to ₹6.22 Crore during 9M FY16, an increase of 89%
- EBITDA Margin at 4% for 9M FY17 as against 2% in 9M FY16
- Net profit (PAT) stood at ₹57.54 Crore for 9M FY17 as compared to loss of ₹5.89 Crore in 9M FY16

Operating Highlights for Q3 FY17

- Sales to India OEMs in 2-Wheelers and Commercial Vehicles segment and India Aftermarket impacted due to demonetization
- Continued focus on operational cost reduction and lower finance costs helped in reducing the loss for the quarter
- REVL won "Best Supplier 2016 - Quality" award from Tata Motors and "Quality Award" from John Deere thereby recognizing its strong quality culture

BUSINESS HIGHLIGHTS

FINANCIAL PERFORMANCE

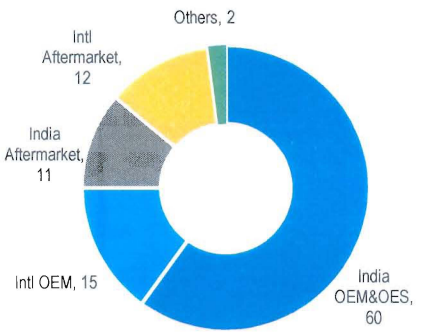
Particulars	Q3FY16	Q3FY17	YoY%
Total Operating Income	82.01	81.14	-1%
EBITDA	0.85	3.38	300%
EBITDA Margins	*1%*	*4%*	*314bps*
PAT	**-8.47**	**-1.79**	

Particulars	9MFY16	9MFY17	YoY%
Total Operating Income	256.44	264.15	3%
EBITDA	6.22	11.76	89%
EBITDA Margins	*2%*	*4%*	*202bps*
PAT	**-5.89**	**57.54**	

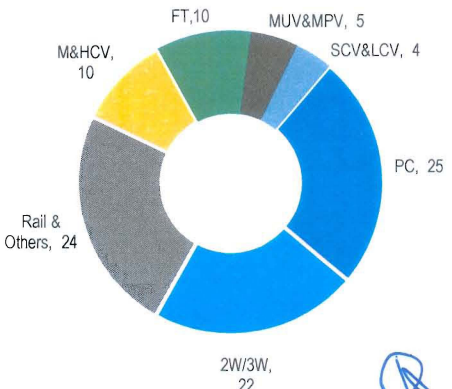
(In ₹ Crore, unless otherwise mentioned)

BUSINESS SPLIT (Q3 FY17)

BY MARKET (%)



BY VEHICLE SEGMENT (%)



MANAGEMENT COMMENT

"We had a challenging Q3 given the impact of demonetization on our business. However, despite lower revenues, our initiatives continued to yield improvement in operating performance as demonstrated in financial results. As we move forward, we anticipate pickup in demand driven by revival of 2-wheeler segment and scheduled new program launches. We remain optimistic on business and would continue to work towards improving our operating performance".

L. Ganesh, Chairman, Rane Group

RANE ENGINE VALVE LIMITED "MAITHRI" 132 CATHEDRAL ROAD CHENNAI-600 086

PROFIT AND LOSS ACCOUNT

Particulars	Q3 FY17	Q2 FY17	QoQ%	Q3 FY16	YoY%	9M FY17	9M FY16	YoY %
Income from Operations	79.99	89.28	-10%	80.45	-1%	259.98	251.19	3%
Other Operating Income	1.15	1.42	-19%	1.56	-26%	4.17	5.25	-20%
Total Operating Income	**81.14**	**90.70**	**-11%**	**82.01**	**-1%**	**264.15**	**256.44**	**3%**
Expenses								
-Cost of Material Consumed	29.34	30.72	-4%	27.46	7%	90.28	89.50	1%
-Purchase of stock-in-trade	1.83	2.13	-14%	2.00	-9%	5.48	6.22	-12%
-Changes in inventories	-4.77	-1.38	-246%	0.69	-791%	-2.95	-1.41	-109%
-Employee Benefit Expense	23.57	24.24	-3%	23.75	-1%	70.89	71.05	0%
-Depreciation & Amortization	6.76	7.02	-4%	7.01	-4%	20.85	20.48	2%
-Other Expenditure	28.27	34.29	-18%	28.02	1%	90.67	87.48	4%
Total Expenses	**85.01**	**97.03**	**-12%**	**88.93**	**-4%**	**275.22**	**273.32**	**1%**
EBIT Before Other Income	**-3.87**	**-6.34**	**39%**	**-6.92**	**44%**	**-11.07**	**-16.88**	**34%**
Other Income	0.49	1.27	-61%	0.75	-35%	1.97	2.63	-25%
Finance Costs	1.83	2.80	-35%	3.65	-50%	7.96	10.81	-26%
Exceptional Item	-	94.02		-2.41		94.02	17.49	
PBT	**-5.21**	**86.14**		**-12.23**		**76.96**	**-7.58**	
Tax Expense	-3.42	24.22		-3.76		19.42	-1.69	
PAT	**-1.79**	**61.93**		**-8.47**		**57.54**	**-5.89**	

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

ABOUT RANE ENGINE VALVE LIMITED

Established in 1959, Rane Engine Valve Limited (REVL) is part of the Rane Group of Companies, a leading auto component group based out of Chennai. REVL manufactures engine valves, valve guides and tappets for various IC engine applications. REVL is market leader in Indian OEM and replacement markets. REVL caters to all segments of automobile industries such as PV, CV, Tractors, 2W, 3W, stationary engines, railways and marine engines.

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 manufactures Steering and Suspension systems, Friction materials, Valve train components, Occupant safety systems and Die-casting products. Its products serve a variety of industry segments including Passenger Vehicles, Commercial Vehicles, Farm Tractors, Two-wheelers, Three-wheelers, Railways and stationery Engines.

IF YOU HAVE ANY QUESTIONS OR REQUIRE FURTHER INFORMATION, PLEASE FEEL FREE TO CONTACT: INVESTORSERVICES@RANEGROUP.COM OR ANKITGUPTA@CHRISTENSENIR.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.

RANE ENGINE VALVE LIMITED "MAITHRI" 132 CATHEDRAL ROAD CHENNAI-600 086