



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 / 2014-15

July 24, 2014

BSE Limited Corporate Relationship Department, 1st Floor, New Trading Ring, Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai 400 001	Listing Department National Stock Exchange of India Ltd. Exchange Plaza, 5 th Floor, Plot No.C/1, 'G' Block, Bandra Kurla Complex Bandra (E), Mumbai - 400 051.
Code No.532988	Code : RANEENGINE

Dear Sirs,

Sub: Decisions taken at the Board meeting held today

Ref: Our letter dated July 3, 2014 intimating the Board meeting date for considering unaudited financial results for the quarter ended June 30, 2014

The un-audited financial results of the Company for the quarter ended June 30, 2014 as reviewed by the audit committee and approved by the board of directors at their respective meetings held today is enclosed herewith along with the Limited Review Report issued by M/s. Brahmayya & Co., Chartered Accountants, Statutory Auditors. We wish to confirm that the above results will be published in News Papers, i.e., '**Business Standard**' and '**Dinamani**' (**Clause 41**). A press release for the above results is also enclosed (**Clause 36**).

Mr. R Jagannath, Director of the company retired at the Annual General Meeting held today and did not seek re-election and his vacancy was not filled. Kindly treat this intimation as compliance under Clause 30(a) of the Listing Agreement. Kindly note that the company continues to comply with the requirement of clause 49 as more than half of the Board comprising of independent directors.

Thanking you,

Yours faithfully,

For Rane Engine Valve Limited


V Subramani
Secretary

Encl.: as above



**Rane Engine Valve Limited**

Regd Office: "Maithri", 132 Cathedral Road, Chennai 600 086

visit us at <http://rane.in>

CIN: L74999TN1972PLC006127

**Unaudited Financial Results for the Quarter ended June 30, 2014**

Part I

Rs. in lakhs

Particulars	Quarter ended			Financial year Ended
	30.06.2014	31.03.2014	30.06.2013	31.03.2014
	Unaudited			Audited
1. Income from Operations				
(a) Net Sales/Income from Operations (net of excise duty)	7,003.78	7,078.86	6,100.55	25,913.63
(b) Other Operating Income	174.86	224.32	124.90	678.09
Total income from operations (net)	7,178.64	7,303.18	6,225.45	26,591.72
2. Expenses				
a. Cost of materials consumed	1,905.42	1,791.21	1,874.44	7,280.95
b. Purchase of stock-in-trade	209.65	323.57	98.63	721.04
c. Changes in inventories of finished goods, work-in-progress and stock-in-trade	237.65	221.45	(40.04)	52.39
d. Employee benefits expenses	1,582.96	1,552.57	1,686.07	6,408.48
e. Depreciation and amortisation expense	487.85	500.09	521.08	2,040.46
f. Other expenses	2,445.77	2,213.03	2,294.35	9,042.02
Total expenses	6,869.30	6,601.92	6,434.53	25,545.34
3. Profit / (Loss) from Operations before Other Income, finance costs & exceptional Items (1-2)	309.34	701.26	(209.08)	1,046.38
4. Other Income	23.95	38.63	19.84	102.87
5. Profit / (Loss) from ordinary activities before finance costs & exceptional Items (3+4)	333.29	739.89	(189.24)	1,149.25
6. Finance Costs	349.92	359.27	358.80	1,477.85
7. Profit / (Loss) from ordinary activities after finance costs but before Exceptional Items (5-6)	(16.63)	380.62	(548.04)	(328.60)
8. Exceptional Items	-	-	(4,076.37)	(4,027.38)
9. Profit / (Loss) from ordinary activities before tax (7+8)	(16.63)	380.62	(4,624.41)	(4,355.98)
10. Tax expense				
a) Current tax (net of MAT credit)	-	-	-	-
b) Deferred tax	(5.65)	133.22	(1,545.38)	(1,446.84)
c) Relating to Earlier Years	-	-	-	-
11. Net Profit / (Loss) from Ordinary Activities after tax (9-10)	(10.98)	247.40	(3,079.03)	(2,909.14)
12. Extraordinary Item (net of tax expense Rs.)	-	-	-	-
13. Net Profit / (Loss) for the period (11-12)	(10.98)	247.40	(3,079.03)	(2,909.14)
14. Paid-up equity share capital (Face Value of Rs.10/- per share)	515.10	515.10	515.10	515.10
15. Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year	-	-	-	5,775.89
16. Earnings Per Share (of Rs.10/- each) (not annualised) (Amount in Rs.)				
(a) Basic	(0.21)	4.80	(59.78)	(56.48)
(b) Diluted	(0.21)	4.80	(59.78)	(56.48)

Part - II Select information for the Quarter ended June 30, 2014**A PARTICULARS OF SHAREHOLDING**

1. Public shareholding				
- Number of shares	23,36,819	23,86,819	23,86,819	23,86,819
- Percentage of shareholding	45.37%	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	28,14,173	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%
- Percentage of shares (as a % of the total share capital of the company)	54.63%	53.66%	53.66%	53.66%

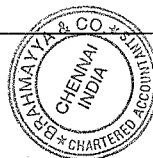
Particulars**3 months ended (30/06/2014)****B INVESTOR COMPLAINTS**

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

Notes:

- The above results were reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on July 24, 2014.
- Exceptional items include the following:
 - Voluntary Retirement Scheme (VRS) expenditure of Rs.4,076.37 lakhs for the year ended March 31, 2014 and quarter ended June 30, 2013.
 - Profit on sale of land of Rs.48.99 lakhs for the year ended March 31, 2014.
- As required under Schedule II of the Companies Act, 2013, the Company has adopted the revised estimates of the useful life of the Tangible Assets w.e.f. 1st April, 2014. Consequent to this change the Depreciation for the Current Quarter is lower by Rs.4.02 lakhs. Further, an amount of Rs.134.23 lakhs has been adjusted against the opening balance of Retained Earnings (net of Deferred Tax Credit of Rs.69.12 lakhs) as on that date, in respect of the residual value of assets wherein the remaining useful life has become 'NIL'.
- Previous year / period figures have been regrouped wherever necessary to conform to current year / periods' presentation.
- The Company operates only in one segment, namely, components for transportation industry.
- The above unaudited financial results have been subjected to limited review by the Statutory Auditors.
- During the quarter, the Board of Directors of the Company has approved a Scheme of Amalgamation in terms of Sections 391 - 394 of the Companies Act, 1956 ("Scheme") to merge Kar Mobiles Limited with the Company with the appointed date as April 1, 2014. The above Scheme shall be subject to approvals and consents of Regulatory authorities concerned, the respective Shareholders/Creditors and that of Hon'ble High Court of Madras.

For Rane Engine Valve Limited

Chennai
Dated : July 24, 2014L Ganesh
Chairman & Managing Director

**Limited Review Report of Unaudited Financial Results
for the quarter ended 30th June, 2014**

To,
The Board of Directors
Rane Engine Valve Limited
132, Cathedral Road,
Chennai - 600086

We have reviewed the accompanying statement of unaudited financial results of **Rane Engine Valve Limited** for the period ended 30th June, 2014 except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the management and have not been audited by us. 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 notice that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable accounting standards, notified pursuant to the Companies (Accounting Standards) Rules, 2006 and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement 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

R. N. Prasad
R. NAGENDRA PRASAD
PARTNER
MEMBERSHIP NO: 203377



Date: 24th July, 2014
Place: Chennai

Rane Engine Valve Limited

2014 – 2015 - Q I Press Release

Financial Highlights for the quarter ended 30th June 2014:-

- Sales & Operating Income at Rs.71.79 Crores up by 15% YoY
- EBIDTA at Rs.8.21 Crores up by 147% YoY

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 30th June 2014.

The Automobile market in India continued to remain weak during this quarter, with the exception of Farm Tractor, Three Wheelers & Two Wheelers and MUV Segment. There was a marginal growth in the Passenger Car segment.

The Company registered Sales & Operating Income of Rs.71.79 Crores for the current quarter as against Rs.62.25 Crores for the same quarter of the previous year. Sales to the domestic OEM, Aftermarket, and Exports market grew by 12%, 30% and 15% respectively compared to the same quarter of last year.

The summary of financial performance is given below:-

(Rs. Crores)

	Q I 2014 – 2015	Q I 2013 – 2014
Sales and Operating Revenues	71.79	62.25
Operating PBT (before exceptional items)	(0.17)	(5.48)
Exceptional Items	-	(40.76)
Profit / (Loss) before Tax	(0.17)	(46.24)*
Profit / (Loss) After Tax	(0.11)	(30.79)*

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