Rane Engine Valve Ltd.

Registered Office:
" Maithri "
132, Cathedral Road,
Chennai 600 086.
India.
CIN : L74999TN1972PLC006127

Tel : 044 - 2811 2472
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URL : www.ranegroup.com

//Online Submission//

REVL / SE / 05 / 2018-19

May 02, 2018

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 May 02, 2018 - under Regulation 30 of SEBI LODR

Ref: Our letter no. REVL / SE / 53 / 2017-18 dated March 30, 2018

This is to inform that the Board of Directors, inter alia, approved the audited financial results of the Company for the quarter and year ended March 31, 2018 as recommended by the audit committee at their respective meeting(s) held today **(May 02, 2018)**.

The audited financial results of the Company for the quarter and year ended March 31, 2018 is enclosed along with the Independent Auditor's Report on results issued by M/s. Varma & Varma, Chartered Accountants, Statutory Auditors. Further, declaration in respect of unmodified opinion on the audited financial results for the year ended March 31, 2018 is enclosed **(Regulation 33)**.

The financial results will be uploaded on the website of the company at 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)**.

The meeting of the Board of Directors commenced at 11:30 hrs and concluded at 15:25 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**

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

Kalidoss S
Secretary

Encl: a/a

1. *Audited financial results for the quarter & year ended March 31, 2018*
2. *Extract of the audited financial results for Newspaper publication*
3. *Independent Auditor's Report for the quarter & year ended March 31, 2018*
4. *Declaration under Reg 33(3)(d) of SEBI LODR*
5. *Earnings release for the year ended March 31, 2018*

Rane
Expanding Horizons

RANE ENGINE VALVE LIMITED

FY18 Earnings Release



Chennai, India, May 2, 2018 – Rane Engine Valve Limited (NSE: RANEENGINE; BSE Code:532988), a leading manufacturer of Engine Valves, Guides and Tappets today announced financial performance for the financial year (FY18) ended March 31st, 2018

FY18 Performance

- Total Net Revenue was ₹377.0 Crore for FY18 as compared to ₹357.6 Crore in FY17, an increase of 5.4%
- EBITDA stood at ₹15.4 Crore for FY18 as compared to ₹24.8 Crore in FY17, a decline of 37.7%
- EBITDA Margin at 4.1% for FY18 as against 6.9% in FY17
- Net loss of ₹17.1 Crore for FY18 as compared to profit of ₹57.7 Crore in FY17

Operating Highlights

- Sales to Indian OEM customers grew by 10% helped by increased share of business with key domestic customers in Two-wheeler and Stationary engines segment
- GST implementation and related stabilization of process in the markets negatively impacted the aftermarket business
- Sales to International customers grew by 6.5%. This was driven by ramp up in business with a major European customer partially offset by lower offtake in International aftermarket business
- EBITDA margin dropped by 284 bps primarily driven by
  - Adverse product mix
  - Additional spend of Rs. 4 crores on Repairs & Maintenance

BUSINESS HIGHLIGHTS

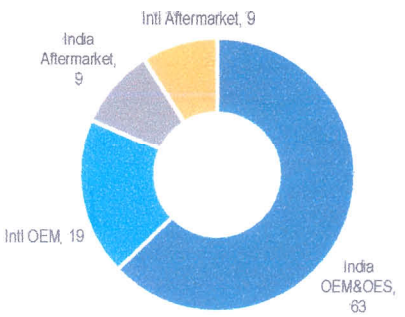
FINANCIAL PERFORMANCE

Particulars	FY18	FY17	YoY%
Total Net Revenue*	377.0	357.6	5.4%
EBITDA	15.4	24.8	-37.7%
Margin (%)	*4.1%*	*6.9%*	*-284bps*
PAT	**-17.1**	**57.7**	**-129.6%**

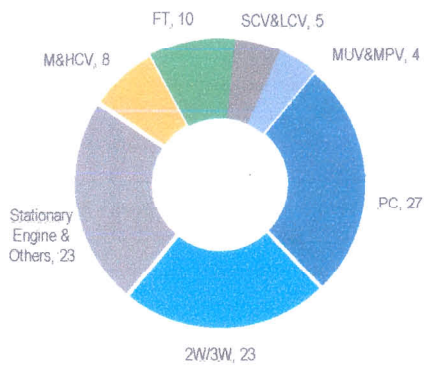
**Revenue excludes excise duty wherever applicable*
(In ₹ Crore, unless otherwise mentioned)

BUSINESS SPLIT (FY18)

BY MARKET (%)



BY VEHICLE SEGMENT (%)



MANAGEMENT COMMENT

*"REVL had favourable revenue growth supported by strong offtake by OE customers. The turnaround of REVL is underway and likely to take another 18 to 24 months. The company management is pursuing series of initiatives to stabilize operations and become profitable." – **L. Ganesh, Chairman, Rane Group***

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

PROFIT AND LOSS ACCOUNT

	FY18	FY17	YoY%
Income from Operations	376.7	382.9	-2%
Other Operating Income	6.7	6.4	6%
Other Income	1.8	2.3	-25%
Total Revenue	**385.2**	**391.6**	**-2%**
Expenses			
-Cost of Material Consumed	127.9	119.3	7%
-Purchase of stock in trade	7.7	8.6	-10%
-Changes in inventories	-2.7	-0.6	-392%
-Excise Duty	8.2	34.0	-76%
-Employee Benefit Expense	101.7	93.7	9%
-Finance Cost	7.6	9.9	-24%
-Depreciation & Amortization	29.0	27.8	4%
-Other Expenditure	127.1	111.8	14%
Total Expenses	**406.3**	**404.5**	**0%**
PBT before Exceptional Items	**-21.1**	**-12.9**	**-64%**
Exceptional Item	-	90.4	-100%
PBT	**-21.1**	**77.6**	**-127%**
Tax Expense	-4.1	19.9	-120%
PAT	**-17.1**	**57.7**	**-130%**

KEY BALANCE SHEET ITEMS

Particulars	FY18	FY17	Change
Non-current assets	**160.9**	**164.1**	**-3.2**
-Property, Plant and Equipment	131.8	140.5	-8.7
-Financial Assets	4.5	5.2	-0.7
Current assets	**159.5**	**141.4**	**18.0**
- Inventories	58.4	48.3	10.1
-Trade receivables	79.3	66.6	12.7
-Cash and cash equivalents	10.6	0.9	9.7
Total Assets	**320.4**	**306.3**	**14.0**
Shareholders Fund	**141.0**	**160.0**	**-19.1**
Non-current liabilities	**44.3**	**36.6**	**7.7**
-Long-term borrowings	33.3	28.8	4.4
Current liabilities	**135.1**	**109.7**	**25.4**
-Short-term borrowings	61.5	38.6	22.8
-Trade payables	49.8	41.0	8.7
Total Liabilities	**179.4**	**146.3**	**33.1**
Total Equity and Liabilities	**320.4**	**306.3**	**14.0**

(In ₹ Crore, unless otherwise mentioned. The sum of 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 provides Steering and Suspension systems, Friction materials, Valve train components, Occupant safety systems, Die-casting products and Telematics solutions. 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 DPINGLE@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