Rane Engine Valve Ltd.

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

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

REVL / SE/ 28 / 2016-17

October 21, 2016

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

Dear Sir / Madam,

Sub: Outcome of Board Meeting held on October 21, 2016- under Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (SEBI LODR)

Ref: Our letter no. REVL/SE/ 22 / 2016-17 dated September 9, 2016

This is to inform that the Board of Directors inter alia approved the unaudited financial results of the Company for the quarter and half year ended September 30, 2016 as recommended by the audit committee at their respective meeting(s) held today **(October 21, 2016)**.

The unaudited financial results of the Company for the period ended September 30, 2016 is enclosed herewith along with the Limited Review Report issued by M/s. Brahmayya & Co., Statutory Auditors **(Regulation 33).**

The extract of the unaudited financial results will be published in newspapers, i.e., 'Business Standard' and 'Dinamani' in the format prescribed **(Regulation 47).**

An earnings release for the quarter and half year ended September 30, 2016 is also enclosed. **(Regulation 30)**.

The meeting of the Board of Directors commenced at 11:00 am and concluded at 01:15 pm.

We request you to take the above on record and note the compliance under above referred regulations of SEBI LODR.

Thanking you.

Yours faithfully
For **Rane Engine Valve Limited**

P. Guhananthan

P Guhananthan
Secretary
Encl: a/a

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

1. Un-audited financial results for the quarter & half year ended September 30, 2016
2. Limited Review Report for the period ended September 30, 2016
3. Earnings release for the quarter and half year ended September 30, 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 Half Year ended September 30, 2016

Rs. in lakhs

Particulars	Quarter ended			Half Year ended		Financial Year ended
	30.09.2016	30.06.2016	30.09.2015	30.09.2016	30.09.2015	31.03.2016
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1. Income from Operations						
(a) Net Sales/Income from Operations (net of excise duty)	8,928.00	9,070.49	8,579.85	17,998.49	17,073.99	34,244.20
(b) Other Operating Income	141.63	160.53	181.96	302.16	368.95	715.70
Total income from operations (net)	**9,069.63**	**9,231.02**	**8,761.81**	**18,300.65**	**17,442.94**	**34,959.90**
2. Expenses						
(a) Cost of materials consumed	3,071.79	3,021.57	3,057.64	6,093.36	6,204.94	11,880.53
(b) Purchase of stock-in-trade	213.48	151.09	183.56	364.57	421.42	732.94
(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(137.66)	319.07	109.55	181.41	(209.21)	840.66
(d) Employee benefits expenses	2,424.40	2,296.61	2,411.76	4,721.01	4,709.23	9,537.77
(e) Depreciation and amortisation expense	702.30	706.58	679.80	1,408.88	1,346.40	2,753.82
(f) Other Expenses	3,417.43	2,822.43	2,944.74	6,239.86	5,966.62	11,601.83
Total expenses	**9,691.74**	**9,317.35**	**9,387.05**	**19,009.09**	**18,439.40**	**37,347.55**
3. Profit / (Loss) from Operations before Other Income,finance costs & exceptional Items (1-2)	(622.11)	**(86.33)**	(625.24)	(708.44)	(996.46)	**(2,387.65)**
4. Other Income	126.99	21.38	100.99	148.37	187.84	295.02
5. Profit / (Loss) from ordinary activities before finance costs & exceptional Items (3+4)	(495.12)	**(64.95)**	(524.25)	(560.07)	(808.62)	**(2,092.63)**
6. Finance Costs	280.46	332.08	371.67	612.54	716.32	1,422.08
7. Profit / (Loss) from ordinary activities after finance costs but before Exceptional Items (5-6)	(775.58)	**(397.03)**	(895.91)	(1,172.61)	(1,524.94)	**(3,514.71)**
8. Exceptional Items (Refer Note: 4)	9,390.00	-	(764.14)	9,390.00	1,989.79	1,748.71
9. Profit / (Loss) from ordinary activities before tax **(7+8)**	**8,614.42**	**(397.03)**	**(1,660.05)**	**8,217.39**	**464.85**	**(1,766.00)**
10. Tax expense						
(a) Current tax (net of MAT credit)	1,760.14	-	(329.77)	1,760.14	91.48	-
(b) Deferred tax	661.48	(137.40)	(79.17)	524.08	115.68	(511.96)
(c) Relating to Earlier Years	-	(0.48)	-	(0.48)	-	0.43
11. Net Profit / (Loss) from Ordinary Activities after tax **(9-10)**	6,192.80	**(259.15)**	(1,251.11)	5,933.65	257.69	**(1,254.47)**
12. Extraordinary Item (net of tax expense.)	-	-	-	-	-	-
13. Net Profit / (Loss) for the period **(11-12)**	**6,192.80**	**(259.15)**	**(1,251.11)**	**5,933.65**	**257.69**	**(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 Per Share before extraordinary items						
(a) Basic	92.17	(3.86)	(18.62)	88.31	3.84	(18.67)
(b) Diluted	92.17	(3.86)	(18.62)	88.31	3.84	(18.67)
ii. Earnings Per Share after extraordinary items						
(a) Basic	92.17	(3.86)	(18.62)	88.31	3.84	(18.67)
(b) Diluted	92.17	(3.86)	(18.62)	88.31	3.84	(18.67)

For Rane Engine Valve Limited

L Ganesh
Chairman & Managing Director

Chennai
Dated : October 21, 2016

B. PURUSHOTHAMAYYA & CO. CHENNAI INDIA CHARTERED ACCOUNTANTS

Rane Engine Valve Limited

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

Statement of Unaudited Financial Results for the Quarter and Half Year ended September 30, 2016

Rs. in lakhs

Notes:

1. Statement of Assets and Liabilities

Particulars	30.09.2016 Unaudited	31.03.2016 Audited
A EQUITY AND LIABILITIES		
1 Shareholder's funds		
(a) Share capital	671.90	671.90
(b) Reserves and surplus	15,555.71	9,622.54
(c) Money received against share warrants		-
Sub-total - Shareholders' funds	**16,227.61**	**10,294.44**
2 Equty Share Capital pending allotment pursuant to scheme of merger		
3 Non-current liabilities		
(a) Long-term borrowings	3,663.49	6,148.49
(b) Deferred tax liabilities (net)		-
(c) Other long-term liabilities	52.31	52.81
(d) Long-term provisions	781.16	665.95
Sub-total - Non-current liabilities	**4,496.96**	**6,867.25**
4 Current liabilities		
(a) Short-term borrowings	2,748.21	5,506.73
(b) Trade payables	2,706.76	3,663.17
(c) Other current liabilities	3,684.82	4,372.59
(d) Short-term provisions	1,015.78	230.54
Sub-total - Current liabilities	**10,155.57**	**13,773.03**
TOTAL EQUITY AND LIABILITIES	**30,880.14**	**30,934.72**
B ASSETS		
1 Non-current assets		
(a) Fixed assets	14,687.96	16,429.67
(b) Non-current investments	57.73	57.73
(c) Deferred tax assets (net)	161.80	685.88
(d) Long-term loans and advances	1,246.04	1,471.01
(e) Other non-current assets		-
Sub-total - Non-current assets	**16,153.53**	**18,644.29**
2 Current assets		
(a) Current Investments	1,951.05	-
(b) Inventories	4,530.61	4,720.85
(c) Trade receivables	6,482.76	6,028.76
(d) Cash and cash equivalents	335.72	164.22
(e) Short-term loans and advances	855.91	936.08
(f) Other current assets	570.56	440.52
Sub-total - Current assets	**14,726.61**	**12,290.43**
TOTAL ASSETS	**30,880.14**	**30,934.72**

2. The above financial results were reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on October 21, 2016 and have been subjected to limited review by the statutory auditors.

3. The above results has been prepared in accordance with the recognition and measurement principles laid down in Accounting Standards for Interiem Financial Reporting (AS25),prescribed under Section 133 of the Companies Act, 2013 read with relavent rules issued thereunder and other accounting principles generally accepted in India

4. Exceptional items include the following:

   (i) Profit on sale of land of Rs.9,390 lakhs for the quarter ended and half year ended September 30, 2016.

   (ii) Voluntary Retirement Scheme expenditure of Rs 1005.22 lakhs for the year ended March 31,2016.

   (iii) Profit on sale of land of Rs.2,753.93 lakhs for the half year ended September 30, 2015 and for the year ended March 31, 2016.

5. Previous year / period figures have been regrouped wherever necessary to conform to current year / periods' presentation.

6. The Company operates only in one segment, namely, components for transportation industry.

7. The above Financial Results are available on the Stock Exchange websites 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 : October 21, 2016

CHARTERED ACCOUNTANTS * BBRAHMAYYA & CO * CHENNAI INDIA

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 Half year ended September 30, 2016

S.No	Particulars	Quarter ended 30.09.2016	Half Year ended 30.09.2016	Quarter ended 30.09.2015
		Unaudited	Unaudited	Unaudited
1	Total income from operations (net)	9,069.63	18,300.65	8,761.81
2	Net Profit / (Loss) from ordinary activities after tax	6,192.80	5,933.65	(1,251.11)
3	Net Profit / (Loss) for the period after tax (after Extraordinary items)	6,192.80	5,933.65	(1,251.11)
4	Equity Share Capital	671.90	671.90	671.90
	Total 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 :**	92.17	88.31	(18.62)
	(b) **Diluted:**	92.17	88.31	(18.62)
7	**Earnings Per Share after extraordinary items (of Rs.10/- each)**			
	(a) **Basic :**	92.17	88.31	(18.62)
	(b) **Diluted:**	92.17	88.31	(18.62)

Note:

1 The financial results were reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on October 21, 2016 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 Stock Exchange websites www.bseindia.com and www.nseindia.com and on the company's website- www.rane.co.in

3 Net profit includes profit on sale of land of Rs.9,390 lakhs for the quarter ended and half year September 30, 2016.

For Rane Engine Valve Limited

L Ganesh
Chairman & Managing Director

Chennai
Dated : October 21, 2016

Limited Review Report of Unaudited Financial Results for the quarter ended 30th September, 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 30th September, 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

P.S.KUMAR
PARTNER
MEMBERSHIP NO: 15590

Date: 21st October, 2016
Place: Chennai

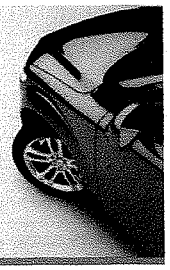
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E: mail@brahmayya.com | www.brahmayya.com

RANE ENGINE VALVE LIMITED

Expanding Horizons

Q2FY17 Earnings Release



Chennai, India, October 21, 2016 – **Rane Engine Valve Limited** (NSE: RANEENGINE; BSE Code:532988), a leading manufacturer of Engine Valves, Guides and Tappets today announced financial performance for the second quarter (Q2 FY17) and six months (H1 FY17) ended September 30th 2016

Q2 FY17 Performance

- Total Operating Income was ₹90.7 Crore for Q2 FY17 as compared to ₹87.6 Crore in the Q2 FY16, an increase of 4%
- EBITDA stood at ₹2.1 Crore as compared to ₹1.6 Crore during Q2 FY16, an increase of 33.2%
- EBITDA Margin at 2.3% for Q2 FY17 as against 1.8% in Q2 FY16
- Net profit (PAT) stood at ₹61.9 Crore for Q2 FY17 as compared to a loss of ₹12.5 Crore in Q2 FY16

H1 FY17 Performance

- Total Operating Income was ₹183.0 Crore for H1 FY17 as compared to ₹174.4 Crore in the H1 FY16, an increase of 5%
- EBITDA stood at ₹8.5 Crore as compared to ₹5.4 Crore during H1 FY16, an increase of 57.8%
- EBITDA Margin at 4.6% for H1 FY17 as against 3.1% in H1 FY16
- Net profit (PAT) stood at ₹59.3 Crore for H1 FY17 as compared to ₹2.6 Crore in H1 FY16

Operating Highlights for Q2 FY17

- REVL experienced strong demand from Indian and International passenger car OEMs
- REVL had lower offtake in both India and International Aftermarket segment
- The increase in other expenses is primarily attributed to asset write-off based on the technical obsolescence and unusable assets arising out of shutting down of Alandur and Peenya plants
- REVL had exceptional income of ₹93.9 Crore on account of profit on sale of remaining portion of Alandur land

MANAGEMENT COMMENT

"REVL continued to improve its operational performance. Our debottlenecking efforts to improve plant production helped us capitalize on strong demand in select market segments. We were able to reduce the operational loss with our focused efforts on material cost reduction, and stringent fixed cost reduction. These initiatives will continue in the upcoming quarters to improve operational efficiency and deliver profitable growth" - ***L. Ganesh, Chairman, Rane Group***

BUSINESS HIGHLIGHTS

FINANCIAL PERFORMANCE

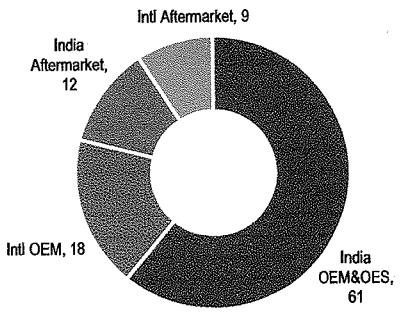
Particulars	Q2FY16	Q2FY17	YoY%
Total Operating Income	87.6	90.7	3.5%
EBITDA	1.6	2.1	33.2%
EBITDA Margins	*1.8%*	*2.3%*	*51 bps*
PAT	**-12.5**	**61.9**	

Particulars	H1FY16	H1FY17	YoY%
Total Operating Income	174.4	183.0	4.9%
EBITDA	5.4	8.5	57.8%
EBITDA Margins	*3.1%*	*4.6%*	*156 bps*
PAT	**2.6**	**59.3**	

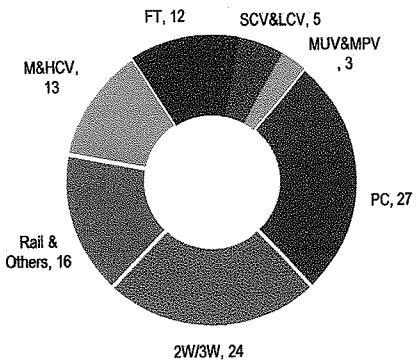
(In ₹ Crore, unless otherwise mentioned)

BUSINESS SPLIT (Q2 FY17)

BY MARKET (%)



BY VEHICLE SEGMENT (%)



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

PROFIT AND LOSS ACCOUNT

Particulars	Q2 FY17	Q1 FY17	QoQ%	Q2 FY16	YoY%	H1 FY17	H1 FY16	YoY%
Income from Operations	89.3	90.7	-2%	85.8	4%	180.0	170.7	5%
Other Operating Income	1.4	1.6	-12%	1.8	-22%	3.0	3.7	-18%
Total Operating Income	**90.7**	**92.3**	**-2%**	**87.6**	**4%**	**183.0**	**174.4**	**5%**
Expenses								
-Cost of Material Consumed	30.7	30.2	2%	30.6	0%	60.9	62.0	-2%
-Purchase of stock-in-trade	2.1	1.5	41%	1.8	16%	3.6	4.2	-13%
-Changes in inventories	-1.4	3.2	-143%	1.1	-226%	1.8	-2.1	187%
-Employee Benefit Expense	24.2	23.0	6%	24.1	1%	47.2	47.1	0%
-Depreciation & Amortization	7.0	7.1	-1%	6.8	3%	14.1	13.5	5%
-Other Expenditure	34.2	28.2	21%	29.4	16%	62.4	59.7	5%
Total Expenses	**96.9**	**93.2**	**4%**	**93.9**	**3%**	**190.1**	**184.4**	**3%**
EBIT Before Other Income	**-6.2**	**-0.9**	**-621%**	**-6.3**	**1%**	**-7.1**	**-10.0**	**29%**
Other Income	1.3	0.2	494%	1.0	26%	1.5	1.9	-21%
Finance Costs	2.8	3.3	-16%	3.7	-25%	6.1	7.2	-14%
Exceptional Item	93.9	-		-7.6		93.9	19.9	
PBT	**86.1**	**-4.0**		**-16.6**		**82.2**	**4.6**	
Tax Expense	24.2	-1.4		-4.1		22.8	2.1	
PAT	**61.9**	**-2.6**		**-12.5**		**59.3**	**2.6**	

(In ₹ Crore, unless otherwise mentioned)

KEY BALANCE SHEET ITEMS

Particulars	H1 FY17	FY16	Change
Shareholders Fund	**162.3**	**102.9**	**59.3**
Non-current liabilities	**45.0**	**68.7**	**-23.7**
-Long-term borrowings	36.6	61.5	-24.9
Current liabilities	**101.6**	**137.7**	**-36.2**
-Short-term borrowings	27.5	55.1	-27.6
-Trade payables	27.1	36.6	-9.6
Total Liabilities	**308.8**	**309.3**	**-0.5**
Non-current assets	**161.5**	**186.4**	**-24.9**
-Fixed assets	146.9	164.3	-17.4
-Non-current investments	0.6	0.6	-0.0
Current assets	**147.3**	**122.9**	**24.4**
- Inventories	45.3	47.2	-1.9
-Trade receivables	64.8	60.3	4.5
-Cash and cash equivalents	3.4	1.6	1.7
Total Assets	**308.8**	**309.3**	**-0.5**

(In ₹ Crore)

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, Die-casting products and Aerospace -grade Wiring harnesses. 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