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.ranegroup.com

//Online Submission//

REVL / SE / 33 / 2018-19

October 24, 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 October 24, 2018 - under Regulation 30 of SEBI LODR

Ref: Our letter no. REVL / SE / 27 / 2018-19 dated September 28, 2018

This is to inform that the Board of Directors, inter alia, approved the un-audited financial results of the Company for the quarter and half year ended September 30, 2018 as recommended by the audit committee at their respective meeting(s) held today **(October 24, 2018)**.

The un-audited financial results of the Company for the quarter and half year ended September 30, 2018 is enclosed along with the Limited Review Report issued by M/s. Varma & Varma, Chartered Accountants, Statutory Auditors. **(Regulation 33)**.

The financial results will be uploaded on the website of the company at www.ranegroup.com **(Regulation 46)**.

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 (IST) and concluded at 12:50hrs (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. *Un-audited financial results for the quarter and half year ended September 30, 2018.*
2. *Extract of the un-audited financial results for Newspaper publication.*
3. *Limited Review Report for the quarter and half year ended September 30, 2018.*
4. *Earnings release for the quarter and half year ended September 30, 2018.*

Rane Engine Valve Limited

CIN: L74999TN1972PLC006127

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

visit us at: www.ranegroup.com

Statement of Unaudited Financial Results for the Quarter and Half Year ended September 30, 2018

Rs. in lakhs

Particulars	Quarter ended			Half Year ended		Year ended
	30.09.2018	30.06.2018	30.09.2017	30.09.2018	30.09.2017	31.03.2018
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1. Income from Operations						
(a) Revenue from Operations (Refer note 4)	10,521.98	10,067.30	9,179.76	20,589.28	18,708.55	37,665.76
(b) Other Operating Income	243.97	183.16	177.78	427.13	321.24	674.94
(c) Other Income	13.31	58.74	51.23	72.05	100.90	176.75
Total Revenue	**10,779.26**	**10,309.20**	**9,408.77**	**21,088.46**	**19,130.69**	**38,517.45**
2. Expenses						
(a) Cost of materials consumed	4,660.50	4,450.65	3,424.77	9,111.15	6,871.08	14,644.60
(b) Purchase of stock-in-trade	292.43	291.80	195.67	584.23	408.16	767.83
(c) Changes in inventories of Finished Goods, Work-in-Progress and Stock -in -Trade	(276.45)	(341.73)	193.58	(618.18)	(3.27)	(273.10)
(d) Excise Duty (refer note 4)	-	-	-	-	817.51	817.51
(e) Employee benefits expenses	2,867.42	2,785.64	2,538.05	5,653.06	4,992.15	10,168.57
(f) Finance Costs	207.06	242.54	190.23	449.60	361.74	758.31
(g) Depreciation and amortisation expense	763.81	760.52	688.91	1,524.33	1,389.80	2,899.94
(h) Other Expenses	2,900.15	2,786.05	2,539.87	5,686.20	5,063.65	10,847.47
Total expenses	**11,414.92**	**10,975.47**	**9,771.08**	**22,390.39**	**19,900.82**	**40,631.13**
3. Profit / (Loss) before Exceptional items (1-2)	**(635.66)**	**(666.27)**	**(362.31)**	**(1,301.93)**	**(770.13)**	**(2,113.68)**
4. Exceptional Items	-	-	-	-	-	-
5. Profit / (Loss) before tax (3±4)	**(635.66)**	**(666.27)**	**(362.31)**	**(1,301.93)**	**(770.13)**	**(2,113.68)**
6. Tax expense						
(a) Current tax	-	-	-	-	-	-
(b) Deferred tax	(224.37)	(230.58)	(124.30)	(454.95)	(265.43)	(404.43)
(c) Relating to Earlier Years				-		(2.96)
Total Tax Expenses	**(224.37)**	**(230.58)**	**(124.30)**	**(454.95)**	**(265.43)**	**(407.39)**
7. Profit / (Loss) for the period (5-6)	**(411.29)**	**(435.69)**	**(238.01)**	**(846.98)**	**(504.70)**	**(1,706.29)**
8. Other Comprehensive Income (Net of Tax Expenses)	**(28.60)**	**0.20**	**(19.77)**	**(28.40)**	**(36.48)**	**0.78**
9. Total Comprehensive Income for the period (7+8) (Comprising profit / (loss) and other comprehensive income for the period)	**(439.89)**	**(435.49)**	**(257.78)**	**(875.38)**	**(541.18)**	**(1,705.51)**
10. Details of equity share capital						
Paid-up equity share capital (Face Value of Rs.10/- per share)	671.90	671.90	671.90	671.90	671.90	671.90
Total equity share capital	671.90	671.90	671.90	671.90	671.90	671.90
11. Other Equity excluding revaluation reserve						**13,425.11**
12. Earnings per share (of Rs.10/- each) (not annualised) (in Rs.)						
(a) Basic	(6.12)	(6.48)	(3.54)	(12.61)	(7.51)	(25.40)
(b) Diluted	(6.12)	(6.48)	(3.54)	(12.61)	(7.51)	(25.40)

VARMA & VARMA CHARTERED ACCOUNTANTS CHENNAI

For Rane Engine Valve Limited

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

L Ganesh
Chairman & Managing Director

Chennai
Dated : October 24, 2018

Rane Engine Valve Limited

CIN: L74999TN1972PLC006127

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

visit us at https://www.ranegroup.com

Statement of Unaudited Financial Results for the Quarter and Half Year ended September 30, 2018

Rs. in lakhs

Notes:

1. Balance Sheet

Particulars	As at 30.09.2018 Unaudited	As at 31.03.2018 Audited
ASSETS		
Non-Current Assets		
(a) Property, Plant and Equipment	12,494.72	13,179.34
(b) Capital Work-In-Progress	867.00	414.94
(c) Investment property	31.33	31.33
(d) Intangible Assets	12.72	14.86
(e) Financial Assets		
(i) Investments	4.37	4.32
(ii) Other Financial Assets	468.99	449.09
(f) Deferred tax assets (net)	1,429.52	959.32
(g) Tax Assets	728.03	916.43
(h) Other non-current assets	236.52	118.74
Total Non-Current Assets	**16,273.20**	**16,088.37**
Current Assets		
(a) Inventories	6,474.85	5,836.19
(b) Financial Assets		
(i) Trade Receivables	8,457.52	7,925.83
(ii) Cash and cash equivalents	101.99	1,055.48
(iii) Bank balances other than (ii) above	21.05	21.05
(v) Other Financial Assets	168.92	259.04
(c) Other Current Assets	1,060.95	849.20
Total Current Assets	**16,285.28**	**15,946.79**
TOTAL ASSETS	**32,558.48**	**32,035.16**
EQUITY AND LIABILITIES		
Equity		
(a) Equity Share Capital	671.90	671.90
(b) Other Equity	12,549.72	13,425.11
Total Equity	**13,221.62**	**14,097.01**
Liabilities		
(1) Non-Current liabilities		
(a) Financial Liabilities		
(i) Borrowings	3,658.46	3,325.08
(b) Provisions	1,323.83	1,104.90
(2) Current Liabilities		
(a) Financial Liabilities		
(i) Borrowings	6,245.08	6,145.18
(ii) Trade Payables		
- Micro & Small Enterprises	238.69	70.15
- Others	5,536.65	4,905.38
(iii) Other Financial Libilities	2,120.03	2,155.78
(b) Other Current Liabilities	110.95	140.57
(c) Provisions	103.17	91.11
Total Liabilities	**19,336.86**	**17,938.15**
TOTAL EQUITY AND LIABILITIES	**32,558.48**	**32,035.16**

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 24, 2018. The Statutory auditors have carried out limited review of these financial results.

3 The Company operates only in one segment, namely, manufacture and marketing of components for the transportation industry.

4 The revenue from operations for the half year ended September 30, 2017 and year ended March 31, 2018 are inclusive of excise duty up to the period June 30, 2017 and are therefore not comparable with the revenue from operations of other periods, which are presented net of GST consequent to introduction of Goods and Services Tax (GST) w.e.f July 1, 2017, in compliance with relevant Indian Accounting Standards.

5 The previous period figures have been re-grouped wherever necessary to conform to current period's presentation.

6 The financial results for the quarter and half year ended September 30, 2018 are being published in the newspaper as per the format prescribed under Regulation 33 of SEBI (Listing Obligations and Disclosure requirements) Regulations, 2015. The financial results are also available on the Stock Exchange websites: www.bseindia.com and www.nseindia.com and on the company's website- www.ranegroup.com.

VARMA & VARMA CHENNAI CHARTERED ACCOUNTANTS

For Rane Engine Valve Limited

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

L Ganesh
Chairman & Managing Director

Chennai
Dated : October 24, 2018

Rane Engine Valve Limited

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

visit us at: www.ranegroup.com CIN: L74999TN1972PLC006127

Rs.in lakhs except per share data

Extract of Standalone Unaudited Financial Results for the Quarter and Half year ended September 30, 2018

S.No	Particulars	Quarter ended 30.09.2018	Quarter ended 30.09.2017	Half Year ended 30.09.2018	Half Year ended 30.09.2017
1	Total income from operations	10,779.26	9,408.77	21,088.46	19,130.69
2	Net Profit / (Loss) for the period (before tax and Exceptional Items)	(635.66)	(362.31)	(1,301.93)	(770.13)
3	Net Profit / (Loss) for the period before tax (after Exceptional Items)	(635.66)	(362.31)	(1,301.93)	(770.13)
4	Net Profit / (Loss) for the period after tax (after Exceptional Items)	(411.29)	(238.01)	(846.98)	(504.70)
5	Total Comprehensive Income for the period (comprising profit/loss) for the period (after tax) and other Comprehensive Income(after tax))	(439.89)	(257.78)	(875.38)	(541.18)
6	Equity Share Capital	671.90	671.90	671.90	671.90
7	**Earnings Per Share (of Rs 10/- each) (for continuing and discountined operations)-**				
	(a) **Basic :**	(6.12)	(3.54)	(12.61)	(7.51)
	(b) **Diluted:**	(6.12)	(3.54)	(12.61)	(7.51)

The above is an extract of the detailed format of Quarterly Results filed with the Stock Exchanges under Regulation 33 of the SEBI (Listing and Disclosure Requirements) Regulations, 2015. The full format of the unaudited financial results are available on the Stock Exchange websites: www.bseindia.com and www.nseindia.com and on the company's website-

Note:

1 The unaudited financial results were reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on October 24, 2018.

2 The revenue from operations for the half year ended September 30, 2017 and year ended March 31, 2018 are inclusive of excise duty up to the period June 30, 2017 and are therefore not comparable with the revenue from operations of other periods, which are presented net of GST consequent to introduction of Goods and Services Tax (GST) w.e.f July 1, 2017, in compliance with relevant Indian Accounting Standards.

For Rane Engine Valve Limited

Chennai
Dated : October 24, 2018

L Ganesh
Chairman & Managing Director

Varma & Varma
Chartered Accountants

"Sreela Terrace"
Level-4, Unit-D, 105, First Main Road
Gandhi Nagar, Adyar
Chennai – 600 020
Ph: +91 44 2445 2239, 2442 3496
E-mail : chennai@varmaandvarma.com

Limited Review Report

To
The Board of Directors
Rane Engine Valve Limited

1. We have reviewed the accompanying statement of unaudited standalone financial results ("the Statement") of Rane Engine Valve Limited ("the Company") for the quarter and half yearended 30thSeptember, 2018, attached herewith being submitted by the company pursuant to the requirements of Regulation 33 of the Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulations, 2015 (the "Listing Regulations,2015"), read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.

2. The 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 this statement based on our review

3. We conducted our review in accordance with the Standard on Review Engagements (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 this statement is free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited standalone financial results prepared in all material respects in accordance with Indian Accounting Standards prescribed under Section 133 of the Companies Act, 2013, read with relevant rules issued thereunder and other recognised 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,read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016 including the manner in which it is to be disclosed, or that it contains any material misstatement.

For Varma & Varma
Chartered Accountants
F.R.N. 004532S

Arjun R
Partner
M No. 226775

Place: Chennai
Date:24th October, 2018

VARMA & VARMA CHENNAI CHARTEREDACCOUNTANTS

Rane
Expanding Horizons

RANE ENGINE VALVE LIMITED

Q2FY19 Earnings Release



Chennai, India, October 24, 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 second quarter (Q2 FY19) and six months (H1 FY19) ended September 30th, 2018.

Q2 FY19 Performance

- Total Net Revenue was ₹107.8 Crore for Q2 FY19 as compared to ₹94.1 Crore in Q2 FY18, an increase of 14.6%
- EBITDA stood at ₹3.4 Crore as compared to ₹5.2 Crore during Q2 FY18, a decline of 35.1%
- EBITDA Margin at 3.1% for Q2 FY19 as against 5.5% in Q2 FY18
- Net Loss of ₹4.1 Crore for Q2 FY19 as compared to a loss of ₹2.4 Crore in Q2 FY18

H1 FY19 Performance

- Total Net Revenue was ₹210.9 Crore for H1 FY19 as compared to ₹183.1 Crore in H1 FY18, an increase of 15.2%
- EBITDA stood at ₹6.7 Crore as compared to ₹9.8 Crore during H1 FY18, a decline of 31.5%
- EBITDA Margin at 3.2% for H1 FY19 as against 5.4% in H1 FY18
- Net Loss of ₹8.5 Crore for H1 FY19 as compared to a loss of ₹5.0 Crore in H1 FY18

Operating Highlights for Q2 FY19

- Strong demand from Indian OE customers across segments and higher offtake by International customers
- The domestic Aftermarket Sales declined by about 6%
- EBITDA margin declined by 238 bps
  - — Adverse forex movement, unfavourable product mix, increase in raw material / employee cost mainly contributed for the drop in the EBITDA margin
  - — Better operational performance helped to partially offset the inflationary pressure

MANAGEMENT COMMENT

"REVL capitalized on robust demand environment to post strong revenue growth. We experienced inflationary pressure on commodity and employee cost. The plants improved the operational performance particularly on delivery and lower internal rejections. We continue to work on operational improvement initiatives and mitigate margin pressure through improved operational performance in the upcoming quarters."

L. Ganesh, Chairman, Rane Group

BUSINESS HIGHLIGHTS

Financial Performance

Particulars	Q2 FY 19	Q2 FY 18	YOY
Total Net Revenue*	107.8	94.1	14.6
EBITDA	3.4	5.2	-35.1
Margin (%)	*3.1%*	*5.5%*	*-238 bp*
PAT	-4.1	-2.4	-72.8

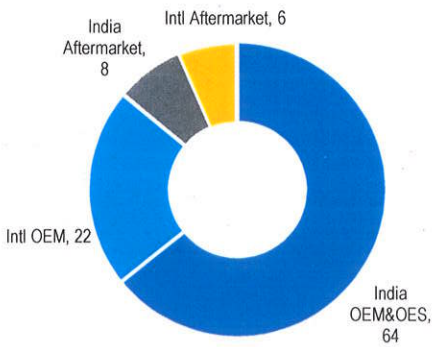
Particulars	H1 FY 19	H1 FY 18	YOY
Total Net Revenue*	210.9	183.1	15.2
EBITDA	6.7	9.8	-31.5
Margin (%)	*3.2%*	*5.4%*	*-217 bp*
PAT	-8.5	-5.0	-67.8

**Revenue excludes excise duty wherever applicable*

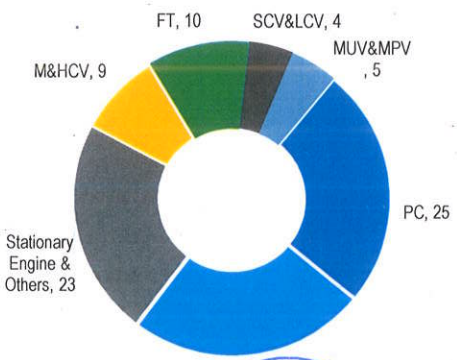
(In ₹ Crore, unless otherwise mentioned)

BUSINESS SPLIT (Q2 FY19)

BY MARKET (%)



BY VEHICLE SEGMENT (%)



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

PROFIT AND LOSS ACCOUNT

	Q2FY19	Q1FY19	QoQ%	Q2FY18	YoY%	H1FY19	H1FY18	YoY%
Income from Operations	105.2	100.7	5%	91.8	15%	205.9	187.1	10%
Other Operating Income	2.4	1.8	33%	1.8	37%	4.3	3.2	33%
Other Income	0.1	0.6	-77%	0.5	-74%	0.7	1.0	-29%
Total Revenue	**107.8**	**103.1**	**5%**	**94.1**	**15%**	**210.9**	**191.3**	**10%**
Expenses								
-Cost of Material Consumed	46.6	44.5	5%	34.2	36%	91.1	68.7	33%
-Purchase of stock-in-trade	2.9	2.9	0%	2.0	49%	5.8	4.1	43%
-Changes in inventories	-2.8	-3.4	19%	1.9	-243%	-6.2	-0.0	
-Excise Duty	-	-		-		-	8.2	
-Employee Benefit Expense	28.7	27.9	3%	25.4	13%	56.5	49.9	13%
-Finance Cost	2.1	2.4	-15%	1.9	9%	4.5	3.6	24%
-Depreciation & Amortization	7.6	7.6	0%	6.9	11%	15.2	13.9	10%
-Other Expenditure	29.0	27.9	4%	25.4	14%	56.9	50.6	12%
Total Expenses	**114.1**	**109.8**	**4%**	**97.7**	**17%**	**223.9**	**199.0**	**13%**
PBT before Exceptional Items	**-6.4**	**-6.7**	**5%**	**-3.6**	**-75%**	**-13.0**	**-7.7**	**-69%**
Exceptional Item	-	-		-		-	-	
PBT	**-6.4**	**-6.7**	**5%**	**-3.6**	**-75%**	**-13.0**	**-7.7**	**-69%**
Tax Expense	-2.2	-2.3	3%	-1.2	-80%	-4.5	-2.7	-71%
PAT	**-4.1**	**-4.4**	**6%**	**-2.4**	**-73%**	**-8.5**	**-5.0**	**-68%**

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

KEY BALANCE SHEET ITEMS

Particulars	As at 30.09.2018
Non-current assets	**162.7**
-Property, Plant and Equipment	124.9
-Financial Assets	4.7
Current assets	**162.9**
- Inventories	64.7
-Trade receivables	84.6
-Cash and cash equivalents	1.0
Total Assets	**325.6**
Shareholders Fund	**132.2**
Non-current liabilities	**49.8**
-Long-term borrowings	36.6
Current liabilities	**143.5**
-Short-term borrowings	62.5
-Trade payables	57.8
Total Liabilities	**193.4**
Total Equity and Liabilities	**325.6**

(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 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

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

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, an any 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 t publicly update these forward-looking statements to reflect subsequent events or circumstances.