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.ranegroup.com

//Online Submission//

REVL / SE / 46 / 2017-18

January 25, 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 January 25, 2018 - under Regulation 30 of SEBI LODR

Ref: Our letter no. REVL / SE / 38 / 2017-18 dated December 28, 2017

This is to inform you that the Board of Directors have, inter alia, approved the un-audited financial results (Ind AS compliant) of the Company for the quarter and nine months ended December 31, 2017, based on the recommendations of the Audit Committee, at their respective meeting(s) held today, i.e. **January 25, 2018.**

The un-audited financial results of the Company for the quarter and nine months ended December 31, 2017, 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 available 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 14:30 hrs (IST).

We request you to take the above on record and note the compliance under relevant provisions 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 & nine months ended December 31, 2017.*
2. *Extract of the un-audited financial results for Newspaper publication.*
3. *Limited Review Report for the quarter & nine months ended December 31, 2017.*
4. *Earnings release for the quarter & nine months ended December 31, 2017.*

Rane Engine Valve Limited

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visit us at: www.ranegroup.com

CIN: L74999TN1972PLC006127

Statement of Unaudited Financial Results for the Quarter and Nine months ended December 31, 2017

Rs. in lakhs

Particulars	Quarter ended			Nine Months ended	
	31.12.2017	30.09.2017	31.12.2016	31.12.2017	31.12.2016
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited
1. Income from Operations					
(a) Revenue from Operations (Refer note 4)	9,102.88	9,179.76	8,664.98	27,811.43	28,148.33
(b) Other Operating Income	167.61	177.78	123.68	488.85	453.46
(c) Other Income	37.47	51.23	58.18	138.37	196.27
Total Revenue	**9,307.96**	**9,408.77**	**8,846.84**	**28,438.65**	**28,798.06**
2. Expenses					
(a) Cost of materials consumed	3,336.72	2,996.44	2,934.49	9,384.24	9,027.86
(b) Purchase of stock-in-trade	167.59	195.67	182.98	575.75	547.56
(c) Changes in inventories of Finished Goods, Work-in-Progress and Stock -in -Trade	(384.49)	193.58	(476.68)	(387.76)	(295.27)
(d) Excise Duty	-	-	781.82	817.51	2,527.80
(e) Employee benefits expenses	2,545.67	2,538.05	2,342.72	7,537.82	7,012.63
(f) Finance Costs	204.38	190.23	186.58	566.12	794.43
(g) Depreciation and amortisation expense	713.98	688.91	676.30	2,103.78	2,085.17
(h) Other Expenses	3,252.33	2,968.20	2,717.95	9,139.54	8,736.58
Total expenses	**9,836.18**	**9,771.08**	**9,346.16**	**29,737.00**	**30,436.76**
3. Profit / (Loss) before Exceptional items (1-2)	**(528.22)**	**(362.31)**	**(499.32)**	**(1,298.35)**	**(1,638.70)**
4. Exceptional Items (Refer note 5)	-	-	-	-	9,401.67
5. Profit / (Loss) before tax (3±4)	**(528.22)**	**(362.31)**	**(499.32)**	**(1,298.35)**	**7,762.97**
6. Tax expense					
(a) Current tax	-	-	(334.46)	-	1,425.68
(b) Deferred tax	(231.73)	(124.30)	0.74	(497.16)	540.83
(c) Relating to Earlier Years	24.74	-	0.48	24.74	-
Total Tax Expenses	**(206.99)**	**(124.30)**	**(333.24)**	**(472.42)**	**1,966.51**
7. Profit / (Loss) for the period (5-6)	**(321.23)**	**(238.01)**	**(166.08)**	**(825.93)**	**5,796.46**
8. Other Comprehensive Income (Net of Tax Expenses)	**(18.24)**	**(19.77)**	**(16.71)**	**(54.72)**	**(50.12)**
9. Total Comprehensive Income for the period (7+8) (Comprising profit / (loss) and other comprehensive income for the period)	**(339.47)**	**(257.78)**	**(182.79)**	**(880.65)**	**5,746.34**
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
Total equity share capital	671.90	671.90	671.90	671.90	671.90
11. Earnings per share (of Rs.10/- each) (not annualised) (in Rs.)					
(a) Basic	(4.78)	(3.54)	(2.47)	(12.29)	86.27
(b) Diluted	(4.78)	(3.54)	(2.47)	(12.29)	86.27

Notes:

1. The above unaudited financial results were reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on January 25, 2018 and have been subjected to limited review by the Statutory Auditors.

2. The company has adopted Indian Accounting Standards ('Ind AS') from April 1, 2017 and these financial results have been prepared in accordance with the recognition and measurement prinicples laid down in the said standards. The date of transition to IND AS is April 1, 2016.

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

4. Consequent to introduction of Goods and Services Tax (GST) w.e.f July 2017, Revenue for the quarter ended September 30, 2017 and December 31, 2017 is presented net of GST in compliance with Indian Accounting Standard (Ind AS) 18 - "Revenue". The revenue from operations for the Quarter and Nine months ended December 31, 2016 are inclusive of excise duty, and are not comparable with the revenue from operations for the quarter and nine months ended December 31, 2017 to that extent.

5. Exceptional item represents Profit on sale of land of Rs.9,401.67 lakhs for the nine months ended December 31, 2016.

VARMA & VARMA CHARTERED ACCOUNTANTS CHENNAI

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

Rane Engine Valve Limited

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visit us at: www.ranegroup.com

CIN: L74999TN1972PLC006127

Statement of Unaudited Financial Results for the Quarter and Nine months ended December 31, 2017

6. Reconciliation of net profit reposted under Indian GAAP for the quarter and nine months ended December 31, 2016 with Ind AS is furnished below

Rs. in Lakhs

Particulars	Quarter Ended 31.12.2016	Nine Months Ended 31.12.2016
Net Profit/(Loss) as per Indian GAAP	**(179.20)**	**5,753.98**
Add:		
Actuarial Loss on employee defined benefit plan recognised in other comprehensive income (net of tax)	16.71	50.12
Deferred tax impact on fair value of financial assets and liabilities	0.27	2.41
	(162.22)	5,806.51
Less:		
Increase in Provision for Receivables	1.48	2.08
Fair valuation of financial assets and liabilities	2.38	7.97
Net Profit/(Loss) under Ind AS (A)	**(166.08)**	**5,796.46**
Other Comprehensive Income (net of tax)		
- Actuarial Loss on employee defined benefit plans	(16.71)	(50.12)
Other Comprehensive income, net of income tax (B)	**(16.71)**	**(50.12)**
Total Comprehensive Income for the period under Ind AS (A+B)	**(182.79)**	**5,746.34**

7. The financial results for the quarter and nine months ended December 31, 2017 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.

For Rane Engine Valve Limited

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

L Ganesh
Chairman & Managing Director

Chennai
Dated: January 25, 2018

VARMA & VARMA CHENNAI CHARTERED ACCOUNTANTS

Format for Newspaper Publishing Purpose

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 Unaudited Financial Results for the Quarter and Nine Months ended December 31, 2017

S.No	Particulars	Quarter ended 31.12.2017	Nine Months ended 31.12.2017	Quarter ended 31.12.2016
1	Total income from operations	9,307.96	28,438.65	8,846.84
2	Net Profit / (Loss) for the period (before tax,Exceptional and/or Extraordinary Items)	(528.22)	(1,298.35)	(499.32)
3	Net Profit / (Loss) for the period before tax(after Exceptional and/or Extraordinary Items)	(528.22)	(1,298.35)	(499.32)
4	Net Profit / (Loss) for the period after tax(after Exceptional and/or Extraordinary Items)	(321.23)	(825.93)	(166.08)
5	Total Comprehensive Income for the period (comprising profit/loss) for the period (after tax) and other Comprehensive Income(after tax))	(339.47)	(880.65)	(182.79)
6	Equity Share Capital	671.90	671.90	671.90
7	Reserves (excluding Revaluation Reserve) as shown in the Audited Balance Sheet of previous year			
8	**Earnings Per Share (of Rs 10/- each)**			
	(for continuing and discountined operations)-			
	(a) **Basic :**	(4.78)	(12.29)	(2.47)
	(b) **Diluted:**	(4.78)	(12.29)	(2.47)

Note:

1. 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- www.ranegroup.com

2. The unaudited financial results were reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on January 25, 2018.The Limited review of the financial results for the Nine months ended December 31, 2016 has been carried out by the statutory auditors of the company.

3. The company has adopted the Indian Accounting Standards (Ind AS) from April 1, 2017 and the above financial results have been prepared in accordance with the recognition and measurement principles laid down in the said standards. The date of transition to Ind AS is April 1, 2016.

4. Consequent to introduction of Goods and Services Tax (GST) w.e.f July 2017, Revenue for the quarter ended 31 December 2017 is presented net of GST in compliance with Indian Accounting Standard (Ind AS) 18 - "Revenue". The revenue from operations for the Quarter and Nine months ended December 31, 2016 are inclusive of excise duty, and are not comparable with the revenue from operations for the quarter and nine months ended December 31, 2017 to that extent.

For Rane Engine Valve Limited

"MAITHRI" 132 CATHEDRAL ROAD CHENNAI-600 006

L Ganesh
Chairman & Managing Director

Chennai
Dated: January 25, 2018

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 of Rane Engine Valve Limited ("the Company") for the quarter and nine months ended 31st December, 2017 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, and 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

P.R. Prasanna Varma

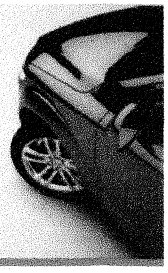
Partner
M No. 025854

VARMA & VARMA * CHENNAI * CHARTERED ACCOUNTANTS

Place: Chennai
Date:25th January, 2018

RANE ENGINE VALVE LIMITED

Q3FY18 Earnings Release



Chennai, India, January 25, 2018 – Rane Engine Valve Limited (NSE: RANEENGINE; BSE Code:532988), a leading manufacturer of Engine Valves and Guides today announced financial performance for the third quarter (Q3 FY18) and nine months (9M FY18) ended December 31st, 2017.

Q3 FY18 Performance

- Total Net Revenue was ₹93.1 Crore for Q3 FY18 as compared to ₹80.7 Crore in Q3 FY17, an increase of 15.4%
- EBITDA stood at ₹3.9 Crore for Q3 FY18 as compared to ₹3.6 Crore in Q3 FY17, an increase of 7.3%
- EBITDA Margin at 4.2% for Q3 FY18 as against 4.5% in Q3 FY17
- Net Loss of ₹3.2 Crore for Q3 FY18 as compared to a loss of ₹1.7 Crore in Q3 FY17

9M FY18 Performance

- Total Net Revenue was ₹276.2 Crore for 9M FY18 as compared to ₹262.7 Crore in 9M FY17, an increase of 5.1%
- EBITDA stood at ₹13.7 Crore as compared to ₹12.4 Crore during 9M FY17, an increase of 10.5%
- EBITDA Margin at 5.0% for 9M FY18 as against 4.7% in 9M FY17
- Net Loss of ₹8.3 Crore for 9M FY18 as compared to a profit of ₹58.0 Crore in 9M FY17

Operating Highlights for Q3 FY18

- Strong demand from Indian OE customers particularly Two-Wheeler segment and higher offtake by International customers
- Continued to experience lower offtake in Indian Aftermarket segment
- EBITDA margin dropped marginally by 32 bps due to increased Repairs & Maintenance spend to improve machine availability, which helped plants to meet delivery requirements
- Focused cost reduction initiatives helped to offset adverse material cost and exchange movement

MANAGEMENT COMMENT

"REVL capitalized on robust demand environment to post revenue growth. Plants have started improving capacity realization and operational performance. We hope to continue this trend to work towards improving profitability. We anticipate positive demand environment from Indian and International OE customers in the upcoming quarters.

L. Ganesh, Chairman, Rane Group

BUSINESS HIGHLIGHTS

Financial Performance

Particulars	Q3 FY18	Q3 FY17	YOY%
Total Net Revenue*	93.1	80.7	15.4%
EBITDA	3.9	3.6	7.3%
Margin (%)	*4.2%*	*4.5%*	*-32 bps*
PAT	-3.2	-1.7	-93.4%

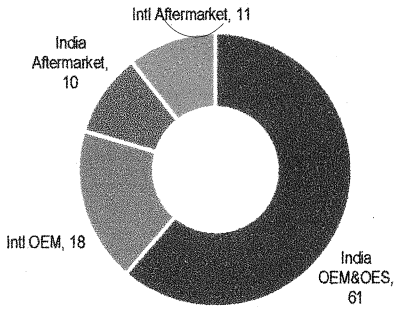
Particulars	9M FY18	9M FY17	YOY%
Total Net Revenue*	276.2	262.7	5.1%
EBITDA	13.7	12.4	10.5%
Margin (%)	*5.0%*	*4.7%*	*24 bps*
PAT	-8.3	58.0	-114.2%

**Revenue excludes excise duty wherever applicable*

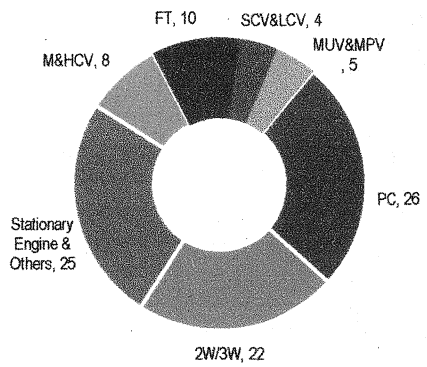
(In ₹ Crore, unless otherwise mentioned)

BUSINESS SPLIT (Q3 FY18)

BY MARKET (%)



BY VEHICLE SEGMENT (%)



RANE ENGINE VALVE LIMITED "MAITHRI" 132 CATHEDRAL ROAD CHENNAI-600 0

PROFIT AND LOSS ACCOUNT

Particulars	Q3 FY18	Q2 FY18	QoQ%	Q3 FY17	YoY%	9M FY18	9M FY17	YoY%
Revenue from Operations	91.0	91.8	-1%	86.6	5%	278.1	281.5	-1%
Other Operating Income	1.7	1.8	-6%	1.2	35%	4.9	4.5	8%
Sale of Services	0.0	-		-		0.0	-	
Other Income	0.4	0.5	-27%	0.6	-36%	1.4	2.0	-30%
Total Revenue	**93.1**	**94.1**	**-1%**	**88.5**	**5%**	**284.4**	**288.0**	**-1%**
Expenses								
-Cost of Material Consumed	33.4	30.0	11%	29.3	14%	93.8	90.3	4%
-Purchase of stock-in-trade	1.7	2.0	-14%	1.8	-8%	5.8	5.5	5%
-Changes in inventories	-3.8	1.9	-299%	-4.8	19%	-3.9	-3.0	-31%
-Excise Duty	-	-		7.8	-100%	8.2	25.3	-68%
-Employee Benefit Expense	25.5	25.4	0%	23.4	9%	75.4	70.1	7%
-Finance Cost	2.0	1.9	7%	1.9	10%	5.7	7.9	-29%
-Depreciation & Amortization	7.1	6.9	4%	6.8	6%	21.0	20.9	1%
-Other Expenditure	32.5	29.7	10%	27.2	20%	91.4	87.4	5%
Total Expenses	**98.4**	**97.7**	**1%**	**93.5**	**5%**	**297.4**	**304.4**	**-2%**
PBT before Exceptional Items	**-5.3**	**-3.6**	**-46%**	**-5.0**	**-6%**	**-13.0**	**-16.4**	**21%**
Exceptional Item	-	-		-		-	94.0	-100%
PBT	**-5.3**	**-3.6**	**-46%**	**-5.0**	**-6%**	**-13.0**	**77.6**	**-117%**
Tax Expense	-2.1	-1.2	-67%	-3.3	38%	-4.7	19.7	-124%
PAT	**-3.2**	**-2.4**	**-35%**	**-1.7**	**-93%**	**-8.3**	**58.0**	**-114%**

(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