

Rane (Madras) Limited



//Online Submission//

RML / SE / 27 / 2017-18

August 24, 2017

BSE Limited Listing Centre Scrip Code: 532661	National Stock Exchange of India Ltd. NEAPS Symbol: RML
---	---

Dear Sir / Madam,

Sub: Outcome of Board Meeting held on August 24, 2017 - under Regulation 30 of SEBI LODR

Ref: Our letter no. RML/SE /17/2017-18 dated June 29, 2017

This is to inform you that the Board of Directors have at their meeting held today, i.e. **August 24, 2017**, inter alia, approved the un-audited standalone financial results (Ind AS compliant) of the Company for the quarter ended June 30, 2017, based on the recommendations of the audit committee at their meeting held on August 23, 2017.

The un-audited standalone financial results of the Company for the quarter ended June 30, 2017 is enclosed along with the Limited Review Report issued by M/s. Deloitte Haskins & Sells, Chartered Accountants, Statutory Auditors (**Regulation 33**).

The un-audited standalone financial results will be available on the website of the company at www.ranegroup.com (**Regulation 46**).

The extract of the un-audited standalone 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**).

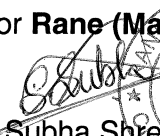
The meeting of the Board of Directors commenced at 13:00 hrs (IST) and concluded at 15:10 hrs (IST).

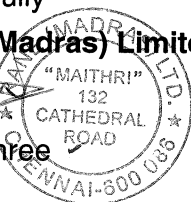
We request you to take the above on record and note the compliance under above referred regulations of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (SEBI LODR).

Thanking you.

Yours faithfully

For **Rane (Madras) Limited**


S. Subha Shree
Secretary



Encl: a/a

1. Un-audited standalone financial results for the quarter ended June 30, 2017.
2. Extract of the un-audited standalone financial results for Newspaper publication.
3. Limited Review Report for the quarter ended June 30, 2017.
4. Earnings release for the quarter ended June 30, 2017.

RANE (MADRAS) LIMITED

CIN L65993TN2004PLC052856

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

visit us at: www.ranegroup.com

**Statement of Unaudited Standalone Financial Results for the Quarter Ended June 30, 2017**

(Rs. in Lakhs)

Particulars	Standalone	
	Quarter ended	
	30.06.2017	30.06.2016
	Unaudited	
1. Revenue		
(a) Revenue from operations (Gross)	26,377.21	24,028.93
(b) Other Operating Income (Gross)	1,110.60	589.17
(c) Other Income	92.48	56.56
Total Revenue	27,580.29	24,674.66
2. Expenses		
(a) Cost of materials consumed	16,033.21	13,806.44
(b) Purchase of stock-in-trade	-	-
(c) Changes in inventories of finished goods, work-in-progress	(364.83)	(897.19)
(d) Excise Duty	2,541.63	2,097.05
(e) Employee benefits expense	3,090.01	2,721.01
(f) Finance costs	833.74	680.42
(g) Depreciation and amortisation expense	1,204.93	1,064.01
(h) Other expenses	3,915.80	4,716.88
Total Expenses	27,254.49	24,188.62
3. Profit / (Loss) before Exceptional Items (1-2)	325.80	486.04
4. Exceptional Items	-	-
5. Profit / (Loss) before tax (3 ± 4)	325.80	486.04
6. Tax expense		
Current Tax (Net of Mat Credit)	74.97	120.13
Tax relating to earlier year	-	-
Deferred Tax	(21.49)	33.36
Total Tax Expenses	53.48	153.49
7. Profit / (Loss) for the period (5-6)	272.32	332.55
8. Other Comprehensive Income (Net of Tax Expenses)	30.71	(7.41)
9. Total Comprehensive Income for the period (7+8)		
(Comprising profit / (loss) and other comprehensive income for the period)	303.03	325.14
10. Details of equity share capital		
Paid-up equity share capital		
(Face Value of Rs.10/- per share)	1,051.07	1,051.07
11. Earnings per share (EPS) (of Rs.10/- each) (Amount in Rs.)		
(a) Basic	2.59	3.16
(b) Diluted	2.59	3.16



RANE (MADRAS) LIMITED

CIN L65993TN2004PLC052856

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

visit us at: www.ranegroup.com**Statement of Unaudited Standalone Financial Results for the Quarter Ended June 30, 2017****Notes:-**

1. The above unaudited financial results were recommended by the Audit Committee at its meeting held on August 23, 2017 and approved by the Board of Directors at its meeting held on August 24, 2017.
2. The company has adopted Indian Accounting Standards (Ind AS) from April 1, 2017 and this 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.
3. In terms of the circular no. CIR/CFD/FAC/62/2016 dated July 05, 2016 issued by the Securities and Exchange Board of India, the Ind AS compliant unaudited financial results for the quarter ended June 30, 2016 have not been subjected to limited review by the statutory auditors. However, the management has exercised necessary due diligence to ensure that the financial results for the said period provide a true and fair view of its affairs.
4. The Company is engaged in the manufacture of components for Transportation industry, which in the context of Indian Accounting Standard (Ind AS) 108 – Operating Segments, is considered as the only operating segment of the Company.
5. Reconciliation of net profit reposted under Indian GAAP for the quarter ended 30th June, 2016 with Ind AS is furnished below:

Particulars	Quarter Ended 30.06.2016 (Rs. in Lakhs)
Net Profit as per Indian GAAP	265.72
Add:	
Actuarial Loss on Employee defined benefit plans reclassified in Other Comprehensive Income	21.35
Reversal of Goodwill amortised under Indian GAAP	51.00
Fair valuation of financial assets and liabilities	26.10
Amortisation of deferred Income relating to Government Grant (EPCG License) - Net of related depreciation on amounts capitalised	11.19
Deferred tax impact on fair value of financial assets and liabilities, amortisation of deferred income and on reversal of Goodwill amortisation	(24.59)
Sub-total	350.77
Less:	
Fair valuation of financial assets and liabilities	18.22
Net Profit under Ind AS (A)	332.55
Other Comprehensive income (net of tax)	
Actuarial loss on employee defined benefit plans	(21.35)
Effective portion of gains and loss on designated portion of hedging instruments in a cash flow hedge reclassified in Other Comprehensive Income	13.94
Other Comprehensive income, net of income tax (B)	(7.41)
Total Comprehensive Income for the period under Ind AS (A+B)	325.14

6. The Company has opted to publish only standalone financial results
7. The standalone financial results for the quarter ended June 30, 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 standalone financial results are available on the Company's website viz., www.ranegroup.com and on the website of BSE (www.bseindia.com) and NSE (www.nseindia.com).

Chennai
August 24, 2017

For Rane (Madras) Limited



RANE (MADRAS) LIMITED

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

visit us at: www.ranegroup.com CIN L65993TN2004PLC052856**Extract of Standalone Unaudited Financial Results for the Quarter ended 30.06.2017**

(Rs. in Lakhs except per share data)

S.No	Particulars	Quarter ended 30.06.2017	Quarter ended 30.06.2016
		Unaudited	
1	Total Income from Operations	27,487.81	24,618.10
2	Net Profit / (Loss) for the period (before Tax, Exceptional items)	325.80	486.04
3	Net Profit / (Loss) for the period before tax (after Exceptional items)	325.80	486.04
4	Net Profit / (Loss) for the period after tax (after Exceptional items)	272.32	332.55
5	Total Comprehensive Income for the period [Comprising Profit / (Loss) for the period (after tax) and Other Comprehensive Income (after tax)]	303.03	325.14
6	Equity Share Capital	1,051.07	1,051.07
7	Earnings Per Share (of Rs. 10/- each) -		
	1. Basic:	2.59	3.16
	2. Diluted:	2.59	3.16

Note:

1. The above standalone unaudited financial results were recommended by the Audit Committee at its meeting held on August 23, 2017 and approved by the Board of Directors at its meeting held on August 24, 2017.

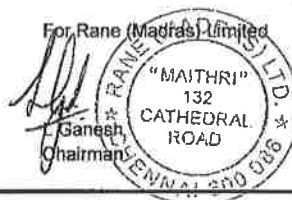
2. The company has adopted Indian Accounting Standards (Ind AS) from April 1, 2017 and this financial results have been prepared in accordance with the recognition and measurement principles laid down in the said standards. The date of transition to Ind AS is April 1, 2016.

3. In terms of the circular no. CIR/CFD/FAC/62/2016 dated July 05, 2016 issued by the Securities and Exchange Board of India, the Ind AS compliant unaudited financial results for the quarter ended June 30, 2016 have not been subjected to limited review by the statutory auditors. However, the management has exercised necessary due diligence to ensure that the financial results for the said period provide a true and fair view of its affairs.

4. The above is an extract of the detailed format of Quarterly Standalone Unaudited Financial Results filed with the Stock Exchanges under Regulation 33 of the SEBI (Listing and Disclosure Requirements) Regulations, 2015. The full format of the Standalone Unaudited Quarterly 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

Chennai
August 24, 2017

For Rane (Madras) Limited



[Signature]
Chairman

[Handwritten signature]

INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF INTERIM FINANCIAL RESULTS

TO THE BOARD OF DIRECTORS OF RANE (MADRAS) LIMITED

1. We have reviewed the accompanying Statement of Standalone Unaudited Financial Results of **RANE (MADRAS) LIMITED** ("the Company"), for the Quarter ended June 30, 2017 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.

This Statement which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on the Statement based on our review.

As stated in Note 3 of the Statement, we have not performed a review or audit of the figures relating to the corresponding quarter ended June 30, 2016, including the reconciliation of net profit for the quarter ended June 30, 2016 between the previous GAAP and the Indian Accounting Standards ("Ind AS").

2. We conducted our review of the Statement 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 the 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 provides less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.



3. Based on our review conducted as stated above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by 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 DELOITTE HASKINS & SELLS

Chartered Accountants
(Firm's Registration No. 008072S)



Ananthi Amarnath

Partner

(Membership No. 209252)

CHENNAI, 24 AUGUST, 2017





Expanding Horizons

RANE (MADRAS) LIMITED

Q1FY18 Earnings Release



Chennai, India, August 24, 2017 – **Rane (Madras) Limited** (NSE: RML; BSE Code:532661), a leading manufacturer of steering and suspension products and die casting components today announced financial performance for the first quarter (Q1 FY18) ended June 30th, 2017

The company has adopted Indian Accounting Standards (Ind AS) from April 1, 2017 and this 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. The figures for the quarter ended June 30, 2016 under IND-AS have not been subjected to limited review by the statutory auditors.

Q1 FY18 Performance

- Total Revenue was ₹250.39 Crore for Q1 FY18 as compared to ₹225.78 Crore in the Q1 FY17, an increase of 11%
- EBITDA stood at ₹23.64 Crore as compared to ₹22.30 Crore during Q1 FY17, an increase of 6%
- EBITDA Margin at 9.4% for Q1 FY18 as against 9.9% in Q1 FY17
- Net profit (PAT) stood at ₹2.72 Crore for Q1 FY18 as compared to ₹3.33 Crore in Q1 FY17, a decrease of 18%

Operating Highlights for Q1 FY18

- Strong demand from Indian OE customers particularly passenger cars and farm tractor segments. Further, commencement of supplies for new passenger car programs supported the strong growth
- Sales to Aftermarket segment was affected as dealers lowered stocking owing to GST implementation
- After significant ramp-up in the previous year, Diecast division experienced lower offtake from international customers
- EBITDA margin declined 44 bps YoY
 - Adverse product mix impacted material cost
 - Stringent cost control initiatives helped to contain inflationary pressures and lower operational cost

MANAGEMENT COMMENT

"The performance in this quarter was mixed as the auto industry witnessed some pullback post BS III ban and in anticipation of GST roll-out. The strong supplies to Indian OEM customers were partially offset by the suppressed demand in the aftermarket segment and lower offtake of Diecast products by international customers. We continue to work on several initiatives to improve our operational performance and drive margin expansion" - **L. Ganesh, Chairman, Rane Group**

BUSINESS HIGHLIGHTS

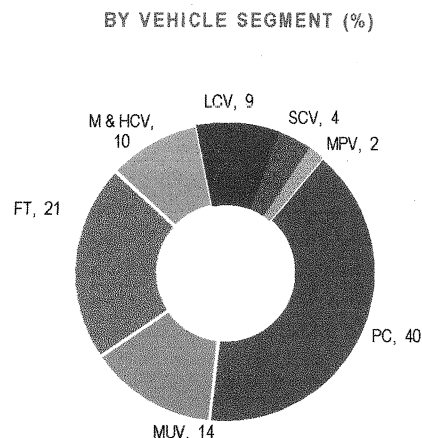
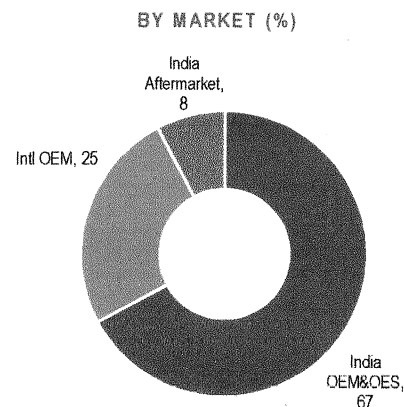
FINANCIAL PERFORMANCE

Particulars	Q1 FY 18	Q1 FY 17	YOY%
Revenue*	250.39	225.78	10.9%
EBITDA	23.64	22.30	6.0%
Margin (%)	9.4%	9.9%	44bps
PBT	3.26	4.86	-33.0%
Margin (%)	1.3%	2.2%	90bps
PAT	2.72	3.33	-18.1%
Margin (%)	1.1%	1.5%	40bps

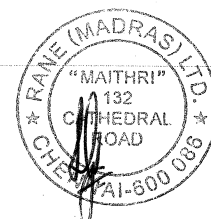
(In ₹ Crore, unless otherwise mentioned)

Note: * Revenue excluding excise duty

BUSINESS SPLIT (Q1 FY18)**



**Standalone RML business only



PROFIT AND LOSS ACCOUNT

	Q1FY18	Q1FY17	YoY%
Revenue from Operations (Gross)	274.88	246.18	11.7%
Other Income	0.92	0.57	63.5%
Total Revenue	275.80	246.75	11.8%
Expenses			
-Cost of Material Consumed	160.33	138.06	16.1%
-Changes in inventories of finished goods, work-in-progress	-3.65	-8.97	59.3%
-Excise Duty	25.42	20.97	21.2%
-Employee Benefit Expense	30.90	27.21	13.6%
-Finance Cost	8.34	6.80	22.5%
-Depreciation & Amortization	12.05	10.64	13.2%
-Other Expenditure	39.16	47.17	-17.0%
Total Expenses	272.54	241.89	12.7%
PBT before Exceptional Items	3.26	4.86	-33.0%
Exceptional Item	-	-	
PBT	3.26	4.86	-33.0%
Tax Expense	0.53	1.53	-65.2%
PAT	2.72	3.33	-18.1%
Other Comprehensive Income (Net of Tax)			
-Items that will not be reclassified to profit or loss	-0.34	-0.33	-3.1%
-Income tax relating to items that will not be reclassified to profit or loss	0.12	0.11	3.1%
-Items that will be reclassified to profit or loss	0.81	0.21	278.1%
-Income tax relating to items that will be reclassified to profit or loss	-0.28	-0.07	-278.0%
Total Other Comprehensive Income (Net of Tax)	0.31	-0.07	514.4%
Total Comprehensive Income	3.03	3.25	-6.8%

(In ₹ Crore, unless otherwise mentioned)

ABOUT RANE (MADRAS) LIMITED

Established in 1960, Rane (Madras) Limited (RML) is part of the Rane Group of Companies, a leading auto component group based out of Chennai. It has two divisions namely Steering gear (SGP), Steering and Suspension Linkage Products (SSLP) division and Die-casting Products division. The Steering division manufactures manual steering gears, hydrostatic steering systems and steering and suspension linkage products. RML holds 39% and 72% market share in India in SGP and SSLP. The Die casting division manufactures low porosity, high-quality aluminum die-castings such as steering housings, engine case covers.

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 and Die-casting products. Its products serve a variety of industry segments including Passenger Vehicles, Commercial Vehicles, Farm Tractors, Two-wheelers, Three-wheelers, Railways and stationary 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.

