

## Rane Holdings Limited



**//Online Submission//**

RHL / SE / 1054 / 2023-24

November 09, 2023

<b>BSE Limited</b> Listing Centre Scrip Code: <b>505800</b>	<b>National Stock Exchange of India Limited</b> NEAPS Symbol: <b>RANEHOLDIN</b>
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Dear Sir / Madam,

**Sub: Outcome of Board Meeting held on November 09, 2023 - under Regulation 30 of SEBI LODR**

**Ref: Our letter no. RHL/SE/046/2023-24 dated September 29, 2023**

This is to inform that the Board of Directors, inter alia, approved the un-audited financial results (standalone & consolidated) of the Company for the quarter and half year ended September 30, 2023, along with Cash Flow Statement of the Company for the half year ended September 30, 2023 as recommended by the audit committee at their respective meeting(s) held today (**November 09, 2023**).

The un-audited financial results (standalone & consolidated) of the Company for the quarter and half year ended September 30, 2023 is enclosed along with the Limited Review Report on both standalone & consolidated results issued by M/s. BSR & Co., LLP, Chartered Accountants, Statutory Auditors. (**Regulation 33**). An 'earnings release' for the above results is also enclosed. (**Regulation 30**).

The un-audited financial results (standalone & consolidated) will be uploaded on the website of the company at [www.ranegroup.com](http://www.ranegroup.com) and stock exchanges at [www.bseindia.com](http://www.bseindia.com) and [www.nseindia.com](http://www.nseindia.com) (**Regulation 46**).

The meeting of the Board of Directors commenced at 11:20 hrs (IST) and concluded at 12:01 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 Holdings Limited**

Siva Chandrasekaran

**Secretary**

Encl: a/a

1. Un-audited financial results (standalone & consolidated) for the quarter and half year ended September 30, 2023.
2. Limited Review Report (standalone & consolidated) for the quarter and half year ended September 30, 2023.
3. Earnings release for the quarter and half year ended September 30, 2023.

**RANE HOLDINGS LIMITED**

CIN : L35999TN1936PLC002202  
Registered Office : " Maithri", 132, Cathedral Road, Chennai - 600 086  
Visit us at: www.ranegroup.com



Statement of unaudited standalone financial results for the quarter and half year ended September 30, 2023

Rs. Lakhs

Particulars	Quarter ended			Half Year ended		Year ended
	September 30, 2023	June 30, 2023	September 30, 2022	September 30, 2023	September 30, 2022	March 31, 2023
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
<b>1. Income</b>						
Revenue from operations	6,894	2,554	3,961	9,448	6,873	11,766
Other income	34	18	12	52	22	53
<b>Total income</b>	<b>6,928</b>	<b>2,572</b>	<b>3,973</b>	<b>9,500</b>	<b>6,895</b>	<b>11,819</b>
<b>2. Expenses</b>						
Employee benefits expense	662	716	600	1,378	1,118	2,321
Finance costs	119	129	148	248	286	561
Depreciation and amortisation expenses	122	121	93	243	181	437
Professional charges	204	116	138	320	219	725
Information systems expenses	202	196	184	398	381	774
Other expenses	306	247	256	553	427	806
<b>Total expenses</b>	<b>1,615</b>	<b>1,525</b>	<b>1,419</b>	<b>3,140</b>	<b>2,612</b>	<b>5,624</b>
<b>3. Profit before exceptional item and tax (1-2)</b>	<b>5,313</b>	<b>1,047</b>	<b>2,554</b>	<b>6,360</b>	<b>4,283</b>	<b>6,195</b>
<b>4. Exceptional item (refer note 9)</b>	-	(296)	-	(296)	-	(292)
<b>5. Profit before tax (3+4)</b>	<b>5,313</b>	<b>751</b>	<b>2,554</b>	<b>6,064</b>	<b>4,283</b>	<b>5,903</b>
<b>6. Tax expense</b>						
Current tax	787	155	469	942	786	1,118
Deferred tax	(13)	(2)	(23)	(15)	(38)	(45)
<b>Total tax expense</b>	<b>774</b>	<b>153</b>	<b>446</b>	<b>927</b>	<b>748</b>	<b>1,073</b>
<b>7. Profit for the period (5-6)</b>	<b>4,539</b>	<b>598</b>	<b>2,108</b>	<b>5,137</b>	<b>3,535</b>	<b>4,830</b>
<b>8. Other comprehensive income</b>						
Items that will not be reclassified to profit or loss						
(i) Re-measurement gains / (losses) on defined benefit plans, net	3	(68)	(20)	(65)	(67)	(42)
(ii) Net gain / (loss) on fair value through other comprehensive income equity instruments	180	4	259	184	81	(21)
(iii) Income tax relating to items that will not be reclassified to profit or loss	(45)	15	(61)	(30)	(4)	39
<b>Other comprehensive income / (loss) for the period</b>	<b>138</b>	<b>(49)</b>	<b>178</b>	<b>89</b>	<b>10</b>	<b>(24)</b>
<b>9. Total comprehensive income for the period (7+8)</b> (Comprising profit and other comprehensive income / (loss) for the period)	<b>4,677</b>	<b>549</b>	<b>2,286</b>	<b>5,226</b>	<b>3,545</b>	<b>4,806</b>
<b>10. Paid-up equity share capital (face value of Rs.10/- each fully paid up)</b>	<b>1,428</b>	<b>1,428</b>	<b>1,428</b>	<b>1,428</b>	<b>1,428</b>	<b>1,428</b>
<b>11. Other equity</b>	-	-	-	-	-	52,208
<b>12. Earnings per share (EPS) (face value of Rs.10/- each) (not annualised for quarters and year to date periods)</b>						
Basic (in Rs.)	31.79	4.19	14.77	35.98	24.76	33.82
Diluted (in Rs.)	31.79	4.19	14.77	35.98	24.76	33.82

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**RANE HOLDINGS LIMITED**

CIN : L35999TN1936PLC002202

Registered Office : " Maithri", 132, Cathedral Road, Chennai - 600 086

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Statement of unaudited consolidated financial results for the quarter and half year ended September 30, 2023



Particulars	Quarter ended			Half Year ended		Year ended
	September 30, 2023	June 30, 2023	September 30, 2022	September 30, 2023	September 30, 2022	March 31, 2023
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
<b>1. Income</b>						
Revenue from operations	92,813	89,446	87,929	182,259	169,643	350,833
Other income	240	323	449	563	843	2,913
<b>Total income</b>	<b>93,053</b>	<b>89,769</b>	<b>88,378</b>	<b>182,822</b>	<b>170,486</b>	<b>353,746</b>
<b>2. Expenses</b>						
Cost of materials consumed	53,795	50,869	53,236	104,664	101,151	204,875
Purchases of stock-in-trade	262	278	244	540	475	907
Changes in inventories of finished goods, stock-in-trade and work-in-progress	(743)	(794)	(2,245)	(1,537)	(2,898)	(2,918)
Employee benefits expense	13,686	14,576	13,108	28,262	25,978	52,717
Finance costs	1,712	1,856	1,062	3,568	1,905	4,982
Depreciation and amortisation expenses	3,495	3,535	3,293	7,030	6,620	14,173
Other expenses	18,786	16,749	17,352	35,535	33,299	63,304
<b>Total expenses</b>	<b>90,993</b>	<b>87,069</b>	<b>86,050</b>	<b>178,062</b>	<b>166,530</b>	<b>338,040</b>
<b>3. Profit before share of profit / (loss) of joint venture / associate entities, exceptional items and tax (1-2)</b>	<b>2,060</b>	<b>2,700</b>	<b>2,328</b>	<b>4,760</b>	<b>3,956</b>	<b>15,706</b>
4. Share of profit / (loss) of joint venture / associate entities (includes share of exceptional items, net of taxes) (refer note 8)	1,590	1,040	1,334	2,630	2,877	(92)
<b>5. Profit before exceptional items and tax (3+4)</b>	<b>3,650</b>	<b>3,740</b>	<b>3,662</b>	<b>7,390</b>	<b>6,833</b>	<b>15,614</b>
6. Exceptional item (refer note 9)	(8,217)	(1,988)	(115)	(10,205)	(220)	(1,832)
<b>7. Profit / (loss) before tax (5+6)</b>	<b>(4,567)</b>	<b>1,752</b>	<b>3,547</b>	<b>(2,815)</b>	<b>6,613</b>	<b>13,782</b>
<b>8. Tax expense (refer note 9)</b>						
Current tax	972	537	1,300	1,509	2,649	5,860
Deferred tax	(10,646)	5	(85)	(10,641)	(428)	(809)
<b>Total tax expense</b>	<b>(9,674)</b>	<b>542</b>	<b>1,215</b>	<b>(9,132)</b>	<b>2,221</b>	<b>5,051</b>
<b>9. Profit for the period (7-8)</b>	<b>5,107</b>	<b>1,210</b>	<b>2,332</b>	<b>6,317</b>	<b>4,392</b>	<b>8,731</b>
<b>10. Other comprehensive income</b>						
<b>Items that will not be reclassified to profit or loss</b>						
(i) Re-measurement gains / (losses) on defined benefit plans, net	85	(224)	(129)	(139)	(196)	51
(ii) Net gain / (loss) on fair value through other comprehensive income equity instruments	180	4	260	184	81	(21)
(iii) Income tax relating to items that will not be reclassified to profit or loss	(73)	54	(35)	(19)	26	79
	<b>192</b>	<b>(166)</b>	<b>96</b>	<b>26</b>	<b>(89)</b>	<b>109</b>
<b>Items that will be reclassified to profit or loss</b>						
(i) Exchange differences on translating financial statements of foreign operations	993	152	1,011	1,145	1,740	(1,776)
	<b>993</b>	<b>152</b>	<b>1,011</b>	<b>1,145</b>	<b>1,740</b>	<b>(1,776)</b>
<b>Other comprehensive income / (loss) for the period</b>	<b>1,185</b>	<b>(14)</b>	<b>1,107</b>	<b>1,171</b>	<b>1,651</b>	<b>(1,667)</b>
<b>11. Total comprehensive income for the period (9+10)</b> (Comprising profit and other comprehensive income / (loss) for the period)	<b>6,292</b>	<b>1,196</b>	<b>3,439</b>	<b>7,488</b>	<b>6,043</b>	<b>7,064</b>
<b>Profit for the period attributable to:</b>						
(a) Owners of the Company	4,064	1,277	2,010	5,341	4,015	6,227
(b) Non-controlling interest	1,043	(67)	322	976	377	2,504
	<b>5,107</b>	<b>1,210</b>	<b>2,332</b>	<b>6,317</b>	<b>4,392</b>	<b>8,731</b>
<b>Other comprehensive income / (loss) attributable to:</b>						
(a) Owners of the Company	864	(13)	838	851	1,173	(1,230)
(b) Non-controlling interest	321	(1)	269	320	478	(437)
	<b>1,185</b>	<b>(14)</b>	<b>1,107</b>	<b>1,171</b>	<b>1,651</b>	<b>(1,667)</b>
<b>Total comprehensive income attributable to:</b>						
(a) Owners of the Company	4,928	1,264	2,848	6,192	5,188	4,997
(b) Non-controlling interest	1,364	(68)	591	1,296	855	2,067
	<b>6,292</b>	<b>1,196</b>	<b>3,439</b>	<b>7,488</b>	<b>6,043</b>	<b>7,064</b>
<b>12. Paid-up equity share capital (face value of Rs. 10/- each fully paid up)</b>	<b>1,428</b>	<b>1,428</b>	<b>1,428</b>	<b>1,428</b>	<b>1,428</b>	<b>1,428</b>
<b>13. Other equity</b>	-	-	-	-	-	79,360
<b>14. Earnings per share (EPS) (face value of Rs.10/- each) (not annualised for quarters and year to date periods)</b>						
Basic (in Rs.)	28.46	8.94	14.08	37.40	28.12	43.61
Diluted (in Rs.)	28.46	8.94	14.08	37.40	28.12	43.61



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## 1 Balance Sheet

Rs. Lakhs

Particulars	Standalone		Consolidated	
	As at		As at	
	September 30, 2023	March 31, 2023	September 30, 2023	March 31, 2023
	Unaudited	Audited	Unaudited	Audited
<b>ASSETS</b>				
<b>Non-current assets</b>				
Property, plant and equipment	6,200	10,199	65,443	77,742
Capital work-in-progress	13	-	3,709	3,795
Right-of-use assets	220	249	867	1,239
Goodwill	-	-	6,891	7,093
Other intangible assets	188	140	437	496
Investments accounted for using equity method	-	-	26,638	27,343
Financial assets				
i. Investments	48,133	47,660	5,841	4,658
ii. Other financial assets	63	62	2,023	2,771
Deferred tax assets, net	-	-	14,363	3,943
Income tax assets, net	373	435	4,973	3,204
Other non-current assets	68	14	4,630	3,184
<b>Total non-current assets</b>	<b>55,258</b>	<b>58,759</b>	<b>135,815</b>	<b>135,468</b>
<b>Current assets</b>				
Inventories	-	-	42,503	43,664
Financial assets				
i. Investments	1,907	214	1,908	2,543
ii. Trade receivables	931	1,049	58,191	64,218
iii. Cash and cash equivalents	630	254	5,351	4,714
iv. Bank balances other than (iii) above	37	47	80	96
v. Loans	3	-	38	38
vi. Other financial assets	52	449	4,658	2,283
Current tax assets, net	-	-	-	38
Other current assets	366	402	6,888	6,097
	<b>3,926</b>	<b>2,415</b>	<b>119,617</b>	<b>123,691</b>
Assets classified as held for sale	3,953	-	3,953	-
<b>Total current assets</b>	<b>7,879</b>	<b>2,415</b>	<b>123,570</b>	<b>123,691</b>
<b>TOTAL ASSETS</b>	<b>63,137</b>	<b>61,174</b>	<b>259,385</b>	<b>259,159</b>
<b>EQUITY AND LIABILITIES</b>				
<b>Equity</b>				
Equity share capital	1,428	1,428	1,428	1,428
Other equity	55,007	52,208	83,037	79,360
<b>Equity attributable to owners of the Company</b>	<b>56,435</b>	<b>53,636</b>	<b>84,465</b>	<b>80,788</b>
Non-controlling interest	-	-	24,724	24,307
<b>TOTAL EQUITY</b>	<b>56,435</b>	<b>53,636</b>	<b>109,189</b>	<b>105,095</b>
<b>Liabilities</b>				
<b>Non-current liabilities</b>				
Financial liabilities				
i. Borrowings	3,525	4,491	34,490	33,478
ii. Lease liabilities	113	147	704	944
iii. Other financial liabilities	-	-	152	151
Provisions	330	191	2,846	3,952
Deferred tax liabilities, net	365	334	436	369
Other non-current liabilities	-	-	408	1,297
<b>Total non-current liabilities</b>	<b>4,333</b>	<b>5,163</b>	<b>39,036</b>	<b>40,191</b>
<b>Current liabilities</b>				
Financial liabilities				
i. Borrowings	1,125	1,075	47,772	51,807
ii. Lease liabilities	115	100	255	404
iii. Trade payables				
a. Total outstanding dues of micro enterprises and small enterprises	52	67	2,976	2,411
b. Total outstanding dues of creditors other than micro enterprises and small enterprises	129	254	43,810	46,201
iv. Other financial liabilities	377	616	7,478	8,957
Other current liabilities	511	198	4,935	2,817
Provisions	60	65	3,930	1,275
Current tax liabilities, net	-	-	4	1
<b>Total current liabilities</b>	<b>2,369</b>	<b>2,375</b>	<b>111,160</b>	<b>113,873</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>63,137</b>	<b>61,174</b>	<b>259,385</b>	<b>259,159</b>



## 2 Statement of cash flows

Particulars	Standalone			Consolidated		
	Half Year ended		Year ended	Half Year ended		Year ended
	September 30, 2023	September 30, 2022	March 31, 2023	September 30, 2023	September 30, 2022	March 31, 2023
	Unaudited	Unaudited	Audited	Unaudited	Unaudited	Audited
<b>Cash flows from operating activities</b>						
Profit for the year	5,137	3,535	4,830	6,317	4,392	8,731
<b>Adjustments for:</b>						
Tax expense	927	748	1,073	(9,132)	2,221	5,051
Depreciation and amortisation expenses	243	181	437	7,030	6,620	14,173
Net (gain) / loss on disposal of property, plant and equipment	(3)	(6)	(6)	(51)	(16)	(29)
Government grants	-	-	-	(25)	(73)	(130)
Share of (profit) / loss of joint venture / associate entities	-	-	-	(2,630)	(2,877)	92
Finance costs	248	286	561	3,568	1,905	4,982
Impairment losses on financial assets	-	-	-	28	505	374
Provision / liabilities no longer required written back	-	-	-	(39)	(37)	(682)
Gain on current investments mandatorily measured at FVTPL	(44)	(13)	(38)	(44)	(15)	(68)
Impairment of investment / goodwill / property, plant and equipment	296	-	292	-	-	905
Net unrealised foreign exchange (gain) / loss	-	-	-	238	3,037	(1,481)
Loss on disposal of subsidiary / step-down subsidiary, net	-	-	-	8,208	-	-
Interest income	(1)	-	(3)	(139)	(54)	(156)
<b>Working capital adjustments:</b>						
(Increase) / decrease in inventories	-	-	-	(1,096)	(4,811)	(3,500)
(Increase) / decrease in trade receivables	118	(414)	(581)	2,765	(5,205)	(9,293)
(Increase) / decrease in other assets	86	36	(209)	(837)	3,163	4,462
Increase / (decrease) in trade payables	(140)	(82)	71	772	4,228	(915)
Increase / (decrease) in provisions	69	38	48	2,554	345	107
Increase / (decrease) in other liabilities	234	(20)	140	213	(1,692)	1,992
<b>Cash generated from operating activities</b>	<b>7,170</b>	<b>4,289</b>	<b>6,615</b>	<b>17,700</b>	<b>11,636</b>	<b>24,615</b>
Income taxes paid, net	(864)	(609)	(1,196)	(3,246)	(2,764)	(5,991)
<b>Net cash generated from / (used in) operating activities</b>	<b>6,306</b>	<b>3,680</b>	<b>5,419</b>	<b>14,454</b>	<b>8,872</b>	<b>18,624</b>
<b>Cash flows from investing activities</b>						
(Payment towards purchase) / proceeds from sale of current investments, net	(1,649)	(727)	(175)	680	338	(1,288)
Dividend received from joint venture / associate entities	-	-	-	3,297	1,670	1,670
Payment towards purchase of property, plant and equipment and other intangible assets	(397)	(347)	(373)	(10,661)	(8,299)	(15,820)
Proceeds from disposal of property, plant and equipment	8	6	6	66	19	104
Proceeds from disposal of subsidiary	-	-	-	1,684	-	-
Payment towards purchase of non-current investments	(240)	(40)	(913)	243	-	(124)
Interest received	-	-	-	123	157	290
Bank balances not considered under cash and cash equivalents	-	-	-	1	4	4
<b>Net cash generated from / (used in) investing activities</b>	<b>(2,278)</b>	<b>(1,108)</b>	<b>(1,455)</b>	<b>(4,567)</b>	<b>(6,111)</b>	<b>(15,164)</b>
<b>Cash flows from financing activities</b>						
Proceeds from long-term borrowings	-	872	872	14,014	4,561	12,776
Repayment of long-term borrowings	(916)	(1,360)	(2,224)	(13,801)	(5,637)	(10,757)
Proceeds from short-term borrowings, net	-	-	-	(3,281)	2,983	4,376
Dividends paid to shareholders	(2,427)	(1,713)	(1,713)	(2,427)	(1,713)	(1,713)
Dividends paid to non-controlling interest	-	-	-	(965)	(775)	(775)
Finance costs paid	(242)	(276)	(537)	(3,372)	(2,070)	(4,791)
Payment of lease liabilities	(67)	(38)	(142)	(253)	(201)	(495)
Acquisition of NCI	-	-	-	-	(40)	(39)
<b>Net cash generated from / (used in) from financing activities</b>	<b>(3,652)</b>	<b>(2,515)</b>	<b>(3,744)</b>	<b>(10,085)</b>	<b>(2,892)</b>	<b>(1,418)</b>
Net increase / (decrease) in cash and cash equivalents	376	57	220	(198)	(131)	2,042
Adjustment related to disposal of subsidiary / step-down subsidiary	-	-	-	906	-	-
Cash and cash equivalents at the beginning of the year	254	34	34	4,553	2,511	2,511
<b>Cash and cash equivalents at the end of the period</b>	<b>630</b>	<b>91</b>	<b>254</b>	<b>5,261</b>	<b>2,380</b>	<b>4,553</b>
<b>Reconciliation of cash and cash equivalents to Balance sheet</b>						
Cash and cash equivalents as per Balance sheet	630	91	254	5,351	2,784	4,714
Effects of exchange rate changes on the balance of cash and cash equivalents held in foreign currencies	-	-	-	(90)	(82)	(161)
Bank overdraft availed for cash management purposes	-	-	-	-	(322)	-
<b>Cash and cash equivalents as above</b>	<b>630</b>	<b>91</b>	<b>254</b>	<b>5,261</b>	<b>2,380</b>	<b>4,553</b>



- 3 The above financial results were reviewed and recommended by the Audit Committee and thereafter approved by the Board of Directors of Rane Holdings Limited ('the Company') at their respective meetings held on November 09, 2023.
- 4 The Statutory auditors have carried out a limited review of the above financial results for the quarter and half year ended September 30, 2023. The financial results of the subsidiaries and joint venture / associate entities were reviewed by the respective statutory auditors, as applicable.
- 5 The above financial results have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
- 6 The Company holds strategic investments in subsidiaries (the Company and its subsidiaries collectively referred to as 'the Group') and joint venture / associate entities that are engaged primarily in manufacturing / marketing of components and providing technological services for the transportation industry, mainly the automotive sector. The Company also provides management, information technology and business development services to its subsidiaries and joint venture / associate entities.
- 7 The Group is primarily engaged in manufacture and supply of auto components and providing technological services for transportation industry which in the context of Indian Accounting Standard (Ind AS) 108 Operating Segments, is considered as the only operating segment.
- 8 Share of profit / (loss) of joint venture / associate entities disclosed in the unaudited consolidated financial results includes the share of exceptional item, recorded by Rane NSK Steering Systems Private Limited ("RNSS") towards warranty provision amounting to Rs. 3,626 Lakhs for the year ended March 31, 2023. In the quarter and half year ended September 30, 2023 RNSS, has recorded an exceptional income of Rs. 148 Lakhs in relation to sale of scrapped parts. These claims were incurred by RNSS towards incremental warranty claims with respect to certain specific lots of products sold by RNSS to one of its customers. RNSS has determined the amount based on technical estimates and is currently in discussions with various parties to determine and conclude on certain aspects that may impact the quantum of the final warranty liability to be borne by RNSS. Based on its assessment and pending final outcome of such discussions and negotiations, RNSS believes that the cumulative provision carried by them towards such special warranty obligations as at September 30, 2023, is adequate.
- 9 Exceptional items in the above financial results includes the following:
- a. In respect of, Rane t4u Private Limited ("Rt4u") an erstwhile subsidiary company, the Company assessed the carrying value of its investments and considered the fair value changes thereto resulting in a reduction in the carrying value aggregating to Rs. 296 Lakhs for the quarter ended June 30, 2023 & half year ended September 30, 2023; and Rs. 292 Lakhs for the year ended March 31, 2023 being shown as an exceptional charge in the standalone financial results.
- The Company has sold its entire investment in Rt4u for a consideration of Rs. 850 Lakhs in exchange for allotment of 862,505 equity shares in eTrans Solutions Private Limited ("eTrans") representing 11.94% stake in eTrans and Rt4u ceased to be a subsidiary of the Company effective July 19, 2023. The Group recorded an exceptional income of Rs. 338 Lakhs for the quarter and half year ended September 30, 2023 on account of sale of Rt4u in the consolidated financial results.
- b. Rane Engine Valve Limited ("REVL"), a subsidiary company incurred Voluntary Retirement Scheme ("VRS") expenditure of Rs. 9 Lakhs for the quarter & half year ended September 30, 2023 and Rs. 48 Lakhs for the year ended March 31, 2023.
- Further, REVL has incurred a provision for customer quality claims for Rs. 113 Lakhs for the quarter ended June 30, 2023 & half year ended September 30, 2023, Rs. 115 Lakhs for the quarter ended September 30, 2022, Rs. 220 Lakhs for the half year ended September 30, 2022 and Rs. 619 Lakhs for the year ended March 31, 2023 towards estimated product liability costs, in respect of certain valves supplied to an overseas customer pending finalisation. REVL has initiated insurance claim in respect of the same, which is under process. The management is of the opinion that the provision carried as at September 30, 2023 is adequate to cover the estimated net liability.
- c. As at March 31, 2023, on account of changes in market conditions and rising cost of capital, the Group has assessed the recoverable amount of the net assets of Rane Light Metal Castings Inc., ('LMCA') the step-down subsidiary in the U.S., which represents a single cash generating unit (CGU). Based on such assessment, the Group has recorded an impairment charge of Rs. 904 Lakhs as an exceptional item in the consolidated financial results during the year ended March 31, 2023.
- Pursuant to the approval of the Board of Directors and Shareholders of Rane (Madras) Limited ('RML'), Rane Madras International Holdings B.V. (the Company's step down subsidiary) has sold its entire stake in LMCA (RML's step-down subsidiary) on September 14, 2023 for a consideration of USD 4.9 million. Accordingly, for the quarter and half year ended September 30, 2023, the Group has recorded loss on sale of the aforesaid RML's step down subsidiary aggregating to Rs. 8,546 Lakhs in the consolidated financial results as an exceptional item.
- Consequent to the sale of LMCA, Rane Madras International Holdings B.V., has carried out a reduction of capital in the non-convertible redeemable preference shares issued to the RML. RML has determined that it is eligible to claim the tax benefit arising from such losses and has accordingly recorded a deferred tax asset of Rs. 11,334 Lakhs in the quarter and half year ended September 30, 2023. RML has also obtained legal advice on this matter and believes that it will have sufficient future taxable profits to fully utilize this deferred tax asset.
- RML primarily incurred provision for one time warranty related costs and VRS expenditure of Rs. 1,875 Lakhs for the quarter ended June 30, 2023 & half year ended September 30, 2023, and VRS expenditure of Rs. 261 Lakhs for the year ended March 31, 2023.
- 10 The Group has consolidated the financial performance of Rt4u till July 19, 2023 and the assets / liabilities of Rt4u were de-recognised in the consolidated balance sheet on July 19, 2023.
- 11 The Group has consolidated the financial performance of LMCA till September 14, 2023 and the assets / liabilities of LMCA were de-recognised in the consolidated balance sheet on September 14, 2023.
- 12 During the half year ended September 30, 2023, ZF Rane Occupant Safety Systems Private Limited, a subsidiary of one of the joint venture / associate entity commenced operations.
- 13 During the half year ended September 30, 2023, the Company acquired 171,821 equity shares of Rs.10 each fully paid-up in REVL pursuant to conversion of 171,821 share warrants for an aggregate consideration of Rs.500 Lakhs (including the share warrant exercise price of Rs. 125 Lakhs). Pursuant to such acquisition, the shareholding of the Company in REVL stands at 58.29%.
- 14 The unaudited standalone and consolidated financial results for the quarter and half year ended September 30, 2023, are being published in the newspaper as per the format prescribed under SEBI (Listing Obligations and Disclosure requirements) Regulations, 2015. The financial results are also being made available on the Stock Exchange websites: www.bseindia.com and www.nseindia.com and on the company's website: www.ranegroup.com.

Place : Chennai  
Date : November 09, 2023

For Rane Holdings Limited  
  
 L Ganesh  
 Chairman & Managing Director  


# B S R & Co. LLP

Chartered Accountants

KRM Tower, 1st and 2nd Floors  
No. 1, Harrington Road, Chetpet  
Chennai – 600 031, India  
Telephone: +91 44 4608 3100  
Fax: +91 44 4608 3199

## Limited Review Report on unaudited standalone financial results of Rane Holdings Limited for the quarter ended 30 September 2023 and year- to-date results for the period from 01 April 2023 to 30 September 2023 pursuant to Regulation 33 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

### To the Board of Directors of Rane Holdings Limited

1. We have reviewed the accompanying Statement of unaudited standalone financial results of Rane Holdings Limited (hereinafter referred to as "the Company") for the quarter ended 30 September 2023 and year-to-date results for the period from 01 April 2023 to 30 September 2023 ("the Statement").
2. This Statement, which is the responsibility of the Company's management and approved by its Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013, and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations"). Our responsibility is to issue a report on the Statement based on our review.
3. 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. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. 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, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations including the manner in which it is to be disclosed, or that it contains any material misstatement.

For **B S R & Co. LLP**

Chartered Accountants

Firm's Registration No.:101248WW-100022



**S Sethuraman**

Partner

Chennai

09 November 2023

Membership No.: 203491

UDIN:23203491BGYYAR4836

Registered Office:

B S R & Co. (a partnership firm with Registration No. BA61223) converted into B S R & Co. LLP (a Limited Liability Partnership with LLP Registration No. AAB-8181) with effect from October 14, 2013

14th Floor, Central B Wing and North C Wing, Nesco IT Park 4, Nesco Center, Western Express Highway, Goregaon (East), Mumbai - 400063

# BSR & Co. LLP

Chartered Accountants

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Telephone: +91 44 4608 3100  
Fax: +91 44 4608 3199

## Limited Review Report on unaudited consolidated financial results of Rane Holdings Limited for the quarter ended September 30, 2023 and year to date results for the period from 1 April 2023 to 30 September 2023 pursuant to Regulation 33 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

### To the Board of Directors of Rane Holdings Limited

1. We have reviewed the accompanying Statement of unaudited consolidated financial results of Rane Holdings Limited (hereinafter referred to as "the Parent"), and its subsidiaries (the Parent and its subsidiaries together referred to as "the Group") and its share of the net profit after tax and total comprehensive income of its joint venture / associate entities for the quarter ended 30 September 2023 and year to date results for the period from 1 April 2023 to 30 September 2023 ("the Statement"), being submitted by the Parent pursuant to the requirements of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").
2. This Statement, which is the responsibility of the Parent's management and approved by the Parent's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013, and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. Our responsibility is to express a conclusion on the Statement based on our review.
3. 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. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

We also performed procedures in accordance with the circular issued by the Securities and Exchange Board of India under Regulation 33(8) of the Listing Regulations, to the extent applicable.

4. The Statement includes the results of the entities mentioned in Annexure I to the Statement.
5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review reports of the other auditors referred to in paragraph 7 below, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.
6. We draw attention to note 8 to the unaudited consolidated financial results, relating to one of the joint venture / associate entities, wherein the component auditor has included an emphasis of matter in their review report regarding such entity's management's assessment of the special warranty obligations pending the ongoing discussions and negotiations amongst relevant parties.

Our conclusion is not modified in respect of this matter.

**Limited Review Report (Continued)**

**Rane Holdings Limited**

7. We did not review the interim financial results of one subsidiary included in the Statement, whose interim financial results reflect total assets of Rs. 35,212 lakhs as at 30 September 2023 and total revenues of Rs. 14,216 lakhs and Rs. 27,966 lakhs, total net profit after tax of Rs. 147 lakhs and Rs. 322 lakhs and total comprehensive income of Rs. 210 lakhs and Rs. 391 lakhs, for the quarter ended 30 September 2023 and for the period from 01 April 2023 to 30 September 2023 respectively, and cash outflows (net) of Rs. 119 lakhs for the period from 01 April 2023 to 30 September 2023, as considered in the Statement. The Statement also includes the Group's share of net profit after tax of Rs. 1,590 lakhs and Rs. 2,630 lakhs and total comprehensive income of Rs. 1,554 lakhs and Rs. 2,594 lakhs, for the quarter ended 30 September 2023 and for the period from 01 April 2023 to 30 September 2023 respectively as considered in the Statement, in respect of two joint venture / associate entities, whose interim financial results have not been reviewed by us. These interim financial results have been reviewed by other auditors whose reports have been furnished to us by the Parent's management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries and joint venture/ associate entities, is based solely on the reports of the other auditors and the procedures performed by us as stated in paragraph 3 above.

Our conclusion is not modified in respect of this matter.

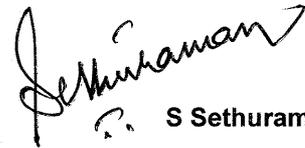
8. The Statement includes the interim financial information of four subsidiaries (including a step-down subsidiary) which have not been reviewed, whose interim financial information reflects total assets of Rs. 4,650 lakhs as at 30 September 2023 and total revenues of Rs. 137 lakhs and Rs. 343 lakhs, total net loss after tax of Rs. 34 lakhs and Rs. 85 lakhs and total comprehensive loss of Rs. 34 lakhs and Rs. 85 lakhs, for the quarter ended 30 September 2023 and for the period from 01 April 2023 to 30 September 2023 respectively, and cash inflows (net) of Rs. 1,639 lakhs for the period from 01 April 2023 to 30 September 2023, as considered in the Statement. According to the information and explanations given to us by the Parent's management, these interim financial information are not material to the Group.

Our conclusion is not modified in respect of this matter.

For **B S R & Co. LLP**

*Chartered Accountants*

Firm's Registration No.:101248W/W-100022



**S Sethuraman**

*Partner*

Chennai

09 November 2023

Membership No.: 203491

UDIN:23203491BGYYAS9216

Limited Review Report (*Continued*)

Rane Holdings Limited

**Annexure I**

List of entities included in unaudited consolidated financial results.

Name of the entity	Nature of relationship
Rane Holdings Limited	Parent Company
Rane (Madras) Limited Rane Brake Lining Limited Rane Engine Valve Limited Rane T4U Private Limited (till July 19, 2023) Rane Holdings America Inc. Rane Holdings Europe GmbH	Direct subsidiary of the Parent Company
Rane (Madras) International Holdings B.V. Rane Light Metal Castings Inc. (till September 14, 2023)	Step-down subsidiary of the Parent Company
Rane NSK Steering Systems Private Limited ZF Rane Automotive India Private Limited (formerly known as Rane TRW Steering Systems Private Limited)	Joint venture/ associate entities
ZF Rane Occupant Safety Systems Private Limited (from June 17, 2022)	Subsidiary of joint venture/ associate entities



Expanding Horizons

# RANE HOLDINGS LIMITED

## Q2 FY24 Earnings Release



**Chennai, India, November 09, 2023** – Rane Holdings Limited (NSE: RANEHOLDIN; BSE Code: 505800), the holding Company of Rane group today announced financial performance for the second quarter (Q2FY24) and half year (H1FY24) ended September 30<sup>th</sup>, 2023.

### Consolidated Q2 FY24 Performance

- Total Revenue was ₹930.5 Crore in Q2 FY24 compared to ₹883.8 Crore in Q2 FY23, an increase of 5.3%
- EBITDA stood at ₹72.7 Crore compared to ₹66.8 Crore during Q2 FY23, an increase of 8.7%
- EBITDA Margin at 7.8% for Q2 FY24 against 7.6% in Q2 FY23
- Net profit stood at ₹51.1 Crore for Q2 FY24 compared to ₹23.3 Crore in Q2 FY23, an increase of 119.0%

### Consolidated H1 FY24 Performance

- Total Revenue was ₹1,828.2 Crore in H1 FY24 compared to ₹1,704.9 Crore in H1 FY23, an increase of 7.2%
- EBITDA stood at ₹153.6 Crore compared to ₹124.8 Crore during H1 FY23, an increase of 23.1%
- EBITDA Margin at 8.4% for H1 FY24 against 7.3% in H1 FY23
- Net profit stood at ₹63.2 Crore for H1 FY24 compared to ₹43.9 Crore in H1 FY23, an increase of 43.8%

### Group's Operational Performance – Q2 FY24

- Revenue from Indian OE customers grew 16% supported by strong growth across vehicle segments
- Revenues from International customers increased 20% driven by higher off-take across steering, valve train, light metal casting and occupant safety products
- Revenue from Indian aftermarket segment increased by 5%
- EBITDA margin increased 25 bps supported by higher volumes and improved operational performance.
- Consequent to divestment of LMCA, during this quarter the group has recorded a loss on sale of LMCA for Rs. 85.5 Crore and also created a Deferred Tax Asset of Rs. 113.3 Crore.

### MANAGEMENT COMMENT

"Rane Group companies continued to benefit on account of favourable demand environment in India and strong pull from export customers. The group companies are working on several operational improvement initiatives to enhance efficiencies. Though we remain positive about the demand environment, given the dynamic macro and geopolitical situation we are working closely with our customers and focusing on operational improvements."

– **L. Ganesh, Chairman & Managing Director, Rane Holdings Ltd.**

### BUSINESS HIGHLIGHTS

#### CONSOLIDATED FINANCIAL PERFORMANCE

Particulars	Q2 FY24	Q2 FY23	YOY%
Total Revenue	930.5	883.8	5.3%
EBITDA	72.7	66.8	8.7%
Margin (%)	7.8%	7.6%	25 bps
PAT	51.1	23.3	119.0%

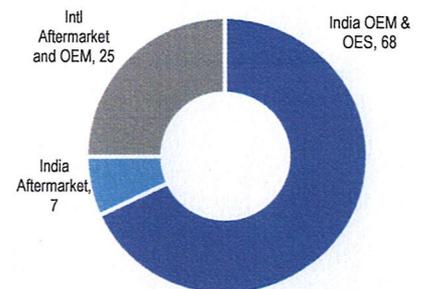
Particulars	H1 FY24	H1 FY23	YOY%
Total Revenue	1,828.2	1,704.9	7.2%
EBITDA	153.6	124.8	23.1%
Margin (%)	8.4%	7.3%	108 bps
PAT	63.2	43.9	43.8%

(In ₹ Crore, unless otherwise mentioned)

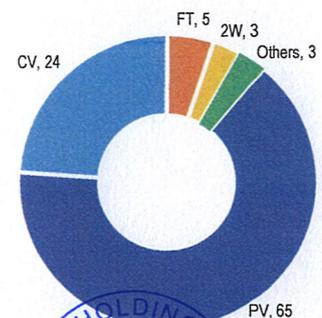
### GROUP AGGREGATE SALES

(Q2 FY24 – ₹1,897.5 Cr, 15.8% YoY)

#### BY MARKET (%)



#### BY VEHICLE SEGMENT (%)



### CONSOLIDATED STATEMENT OF PROFIT AND LOSS

Particulars	Q2FY24	Q1FY24	QoQ%	Q2FY23	YoY%	H1FY24	H1FY23	YoY%
Revenue from Operations	928.1	894.5	3.8%	879.3	5.6%	1,822.6	1,696.4	7.4%
Other Income	2.4	3.2	-25.7%	4.5	-46.5%	5.6	8.4	-33.2%
<b>Total Revenue</b>	<b>930.5</b>	<b>897.7</b>	<b>3.7%</b>	<b>883.8</b>	<b>5.3%</b>	<b>1,828.2</b>	<b>1,704.9</b>	<b>7.2%</b>
<b>Expenses</b>								
-Cost of Material Consumed	538.0	508.7	5.8%	532.4	1.1%	1,046.6	1,011.5	3%
-Purchase of stock-in-trade	2.6	2.8	-5.8%	2.4	7.4%	5.4	4.8	13.7%
-Changes in inventories	-7.4	-7.9	6.4%	-22.5		-15.4	-29.0	
-Employee Benefit Expense	136.9	145.8	-6.1%	131.1	4.4%	282.6	259.8	8.8%
-Finance Cost	17.1	18.6	-7.8%	10.6	61.2%	35.7	19.1	87.3%
-Depreciation & Amortization	35.0	35.4	-1.1%	32.9	6.1%	70.3	66.2	6.2%
-Other Expenditure	187.9	167.5	12.2%	173.5	8.3%	355.4	333.0	6.7%
<b>Total Expenses</b>	<b>909.9</b>	<b>870.7</b>	<b>4.5%</b>	<b>860.5</b>	<b>5.7%</b>	<b>1,780.6</b>	<b>1,665.3</b>	<b>4.0%</b>
<b>PBT before share of profit / (loss) of JV &amp; associates and Exceptional Items and Exceptional Items</b>	<b>20.6</b>	<b>27.0</b>	<b>-23.7%</b>	<b>23.3</b>	<b>-11.5%</b>	<b>47.6</b>	<b>39.6</b>	<b>20.3%</b>
Share of Profit / (loss) of JV and Associate (includes share of exceptional items, net of taxes)	15.9	10.4	52.9%	13.3	19.2%	26.3	28.8	-8.6%
<b>PBT before Exceptional items</b>	<b>36.5</b>	<b>37.4</b>	<b>-2.4%</b>	<b>36.6</b>	<b>-0.3%</b>	<b>73.9</b>	<b>68.3</b>	<b>8.2%</b>
Exceptional Item	-82.2	-19.9		-1.2		-102.0	-2.2	
<b>PBT</b>	<b>-45.7</b>	<b>17.5</b>	<b>-360.7%</b>	<b>35.5</b>	<b>-228.8%</b>	<b>-28.1</b>	<b>66.1</b>	<b>-142.6%</b>
Tax Expense	-96.7	5.4		12.2		-91.3	22.2	
<b>PAT</b>	<b>51.1</b>	<b>12.1</b>	<b>322.0%</b>	<b>23.3</b>	<b>119.0%</b>	<b>63.2</b>	<b>43.9</b>	<b>43.8%</b>

### KEY BALANCE SHEET ITEMS

Particulars	As at 30.09.2023	As at 31.03.2023
<b>Non-current assets</b>	<b>1,358.2</b>	<b>1,354.7</b>
-Property, Plant and Equipment	654.4	777.4
-Financial Assets	78.6	74.3
<b>Current assets</b>	<b>1,235.7</b>	<b>1,236.9</b>
- Inventories	425.0	436.6
-Trade receivables	581.9	642.2
-Cash and cash equivalents	53.5	47.1
<b>Total Assets</b>	<b>2,593.9</b>	<b>2,591.6</b>
<b>Shareholders Fund</b>	<b>844.7</b>	<b>807.9</b>
<b>Minority Interest</b>	<b>247.2</b>	<b>243.1</b>
<b>Non-current liabilities</b>	<b>390.4</b>	<b>401.9</b>
-Long-term borrowings	344.9	334.8
<b>Current liabilities</b>	<b>1,111.6</b>	<b>1,138.7</b>
-Short-term borrowings	477.7	518.1
-Trade payables	467.9	486.1
<b>Total Liabilities</b>	<b>1,502.0</b>	<b>1,540.6</b>
<b>Total Equity and Liabilities</b>	<b>2,593.9</b>	<b>2,591.6</b>

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

### ABOUT RANE HOLDINGS LIMITED

Rane Holdings Limited (RHL) is the holding company of Rane Group. RHL owns the trademark in Rane and provides a wide range of services to group Companies. These include employee training, development, investor services, business development and information system support.

### 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, and Light metal 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](mailto:INVESTORSERVICES@RANEGROUP.COM) OR [DIWAKAR.PINGLE@IN.EY.COM](mailto:DIWAKAR.PINGLE@IN.EY.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.