

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

Tel : 91 44 2811 2472
URL : www.ranegroup.com

CIN : L35999TN1936PLC002202

Rane Holdings Limited



//Online Submission//

RHL / SE / 52 / 2021-22

February 08, 2022

BSE Limited Listing Centre Scrip Code: 505800	National Stock Exchange of India Ltd. NEAPS Symbol: RANEHOLDIN
---	--

Dear Sir / Madam,

Sub: Outcome of Board Meeting held on February 08, 2022 - under Regulation 30 of SEBI LODR

Ref: Our letter no. RHL / SE / 46 / 2021-22 dated December 30, 2021

This is to inform that the Board of Directors, inter alia, approved the Unaudited Financial Results (Standalone & Consolidated) for the quarter and nine months ended December 31, 2021 of the Company as recommended by the Audit Committee at their respective meeting(s) held today (**February 08, 2022**).

The Unaudited Financial Results (Standalone & Consolidated) of the Company for the quarter and nine months ended December 31, 2021 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**).

The Unaudited Financial Results (Standalone & Consolidated) will be uploaded on the website of the company at www.ranegroup.com and stock exchanges at www.bseindia.com and www.nseindia.com (**Regulation 46**). An 'earnings release' for the above results is also enclosed (**Regulation 30**).

The extract of the Unaudited Financial Results (Consolidated) will be published in newspapers, i.e., 'Business Standard' and 'Dinamani' in the format prescribed (**Regulation 47**).

The meeting of the Board of Directors commenced at **11 : 51** hrs (IST) and concluded at **12 : 36** 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. Unaudited Financial Results (Standalone & Consolidated) for the quarter and nine months ended December 31, 2021.
2. Extract of the Un-audited Financial Results (Consolidated) for Newspaper publication.
3. Limited Review Report (Standalone & Consolidated) for the quarter and nine months ended December 31, 2021.
4. Earnings release for the quarter and nine months ended December 31, 2021.



Statement of unaudited standalone financial results for the Quarter and Nine months ended December 31, 2021

Rs. Lakhs

Particulars	Quarter ended			Nine months ended		Year ended
	31.12.2021	30.09.2021	31.12.2020	31.12.2021	31.12.2020	31.03.2021
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1. Income						
(a) Revenue from operations	1,858	3,334	1,742	6,779	4,819	6,508
(b) Other income	1,986	19	19	2,025	57	91
Total income	3,844	3,353	1,761	8,804	4,876	6,599
2. Expenses						
(a) Employee benefits expense	439	397	378	1,253	1,003	1,309
(b) Finance costs	152	148	55	450	191	309
(c) Depreciation and amortisation expense	77	75	75	230	231	306
(d) Professional charges	150	134	98	370	272	404
(e) Information systems expenses	170	162	163	489	490	654
(f) Other expenses	152	168	210	472	455	562
Total expenses	1,140	1,084	979	3,264	2,642	3,544
3. Profit / (loss) before exceptional items and tax (1-2)	2,704	2,269	782	5,540	2,234	3,055
4. Exceptional Items (Refer Note 7)	(1,781)	-	-	(1,781)	-	(1,557)
5. Profit / (loss) before tax (3+4)	923	2,269	782	3,759	2,234	1,498
6. Tax expense						
Current Tax	576	562	178	1,240	446	589
Current tax for earlier years	-	-	-	-	-	771
Deferred tax (net)	(2)	(7)	(3)	(10)	(7)	2
Total tax expenses	574	555	175	1,230	439	1,362
7. Profit / (loss) for the period / year (5-6)	349	1,714	607	2,529	1,795	136
8. Other comprehensive income						
Items that will not be reclassified to profit or loss and its related income tax effects						
i. Re-measurement losses on defined benefit plans	7	3	5	(29)	16	66
ii. Net gain / (loss) on FVOCI equity instruments	3	406	(22)	1,297	(148)	1,809
iii. Income tax relating to items that will not be reclassified to profit or loss	(2)	(103)	(1)	(319)	(18)	(536)
Total other comprehensive income (net of tax)	8	306	(18)	949	(150)	1,339
9. Total comprehensive income for the period / year (7+8)	357	2,020	589	3,478	1,645	1,475
10. Details of equity share capital						
Paid-up equity share capital (face value of Rs.10/- per share)	1,428	1,428	1,428	1,428	1,428	1,428
11. Other equity	-	-	-	-	-	45,428
12. Earnings per share (EPS) (face value - Rs.10/- each) (amount in Rs.) (not annualised for quarters and nine months)						
(a) Basic	2.44	12.00	4.25	17.71	12.57	0.95
(b) Diluted	2.44	12.00	4.25	17.71	12.57	0.95



Statement of unaudited consolidated financial results for the Quarter and Nine months ended December 31, 2021

Particulars	Rs. Lakhs					
	Quarter ended			Nine months ended		Year ended
	31.12.2021	30.09.2021	31.12.2020	31.12.2021	31.12.2020	31.03.2021
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1. Income						
(a) Revenue from operations	68,144	69,181	66,362	1,89,392	1,36,474	2,03,487
(b) Other income	2,178	549	1,000	3,237	2,698	2,215
Total Income	70,322	69,730	67,362	1,92,629	1,39,172	2,05,702
2. Expenses						
(a) Cost of materials consumed	39,999	40,783	35,879	1,11,639	68,972	1,07,059
(b) Purchases of stock-in-trade	254	228	205	628	400	605
(c) Changes in inventories of finished goods, stock-in-trade and work-in-progress	(1,833)	(2,003)	(32)	(6,654)	4,239	2,982
(d) Employee benefits expense	12,274	12,009	11,276	35,815	29,772	40,145
(e) Finance costs	961	936	961	2,602	3,268	3,971
(f) Depreciation and amortisation expense	3,224	3,202	2,985	9,542	8,903	12,036
(g) Other expenses	13,775	13,989	12,261	38,289	27,612	41,527
Total expenses	68,654	69,144	63,535	1,91,861	1,43,166	2,08,325
3. Profit / (loss) before share of profit / (loss) of joint venture / associate entities and exceptional items (1-2)	1,668	586	3,827	768	(3,994)	(2,623)
4. Share of profit / (loss) of joint venture / associate entities (Includes share of exceptional items, net of taxes) (refer note 6)	(344)	1,303	258	1,597	(1,135)	(2,734)
5. Profit / (loss) before exceptional items and tax (3+4)	1,324	1,889	4,085	2,365	(5,129)	(5,357)
6. Exceptional Items (Refer Note 7)	523	824	2,349	4,154	2,268	2,223
7. Profit / (loss) before tax (5+6)	1,847	2,713	6,434	6,519	(2,861)	(3,134)
8. Tax expense						
Current Tax	1,249	1,225	2,298	2,772	1,608	2,966
Current tax for earlier years	-	17	-	17	-	771
Deferred tax (net)	(458)	(182)	203	(1,053)	(467)	(836)
Total tax expenses	791	1,060	2,501	1,736	1,141	2,901
9. Profit / (loss) for the period / year (7-8)	1,056	1,653	3,933	4,783	(4,002)	(6,035)
10. Other comprehensive income						
(a) Items that will not be reclassified to profit or loss and its related income tax effects						
i. Re-measurement losses on defined benefit plans	75	(104)	37	(188)	47	754
ii. Net gain / (loss) on FVOCI equity instruments	3	406	(22)	1,297	(148)	1,899
iii. Income tax relating to items that will not be reclassified to profit or loss	(22)	(65)	(10)	(263)	(28)	(588)
	56	237	5	846	(129)	1,975
(b) Items that will be reclassified to profit or loss and its related income tax effects						
i. Net movement on cash flow hedges	-	-	49	(193)	436	622
ii. Exchange differences on translation of foreign operations	658	649	(715)	743	(1,469)	(608)
iii. Income tax relating to items that will be reclassified to profit or loss	-	-	(26)	-	(149)	(150)
	658	649	(692)	550	(1,182)	(136)
Total other comprehensive income (net of tax)	714	886	(687)	1,396	(1,311)	1,839
11. Total comprehensive income for the period / year (9+10)	1,770	2,539	3,246	6,179	(5,313)	(4,196)
Profit / (loss) for the period / year attributable to:						
(a) Owners of the company	963	1,505	2,473	4,284	(2,825)	(5,057)
(b) Non-controlling interest	93	148	1,460	499	(1,177)	(978)
	1,056	1,653	3,933	4,783	(4,002)	(6,035)
Other comprehensive income attributable to:						
(a) Owners of the company	498	706	(443)	1,277	(876)	1,722
(b) Non-controlling interest	216	180	(244)	119	(435)	117
	714	886	(687)	1,396	(1,311)	1,839
Total comprehensive income attributable to:						
(a) Owners of the company	1,461	2,211	2,030	5,561	(3,701)	(3,335)
(b) Non-controlling interest	309	328	1,216	618	(1,612)	(861)
	1,770	2,539	3,246	6,179	(5,313)	(4,196)
12. Details of equity share capital						
Paid-up equity share capital (face value of Rs.10/- per share)	1,428	1,428	1,428	1,428	1,428	1,428
13. Other equity	-	-	-	-	-	75,021
14. Earnings per share (EPS) (face value - Rs.10/- each) (amount in Rs.) (not annualised for quarters and nine months)						
(a) Basic	6.74	10.54	17.32	30.00	(19.79)	(35.42)
(b) Diluted	6.74	10.54	17.32	30.00	(19.79)	(35.42)

RANE HOLDINGS LIMITED

CIN : L35999TN1936PLC002202

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

visit us at: www.ranegroup.com**Notes to statement of standalone and consolidated unaudited financial results for the Quarter and Nine months ended December 31, 2021**

- 1 The above financial results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on February 8, 2022.
- 2 A limited review of the unaudited standalone and consolidated financial results of the Company has been carried out by the statutory auditors. The unaudited financial results of the subsidiaries and joint ventures / associate entities were reviewed by the respective statutory auditors, as applicable.
- 3 The above financial results have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standards 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.
- 4 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.
- 5 The Group operates in single segment, namely, manufacture/marketing of components and providing technological services for Transportation industry.
- 6 Share of profit / (loss) of Joint Venture / associate entities disclosed in the consolidated financial results includes the share of exceptional expenditure, recorded by Rane NSK Steering Systems Private Limited ("RNSS") a joint venture company, of Rs. 2,254 Lakhs for the quarter and nine months ended December 31, 2021, Rs NIL for the quarter ended September 30, 2021; Rs. 2,416 Lakhs for the quarter ended December 31, 2020 and Rs. 3,435 Lakhs for nine months ended December 31, 2020 and Rs 8,678 Lakhs for the year ended March 31, 2021. This exceptional expenditure was 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 warranty liability. Based on its assessment and pending final outcome of such discussions and negotiations, RNSS believes that the provision carried by them as at December 31, 2021, is adequate.
- 7 Exceptional items in the above financial results includes the following:
 - a. In respect of Rane t4u Private Limited ('Rt4u') a subsidiary company, the Company had 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. 1,781 Lakhs for the quarter and nine months ended December 31, 2021 and Rs. 1,557 Lakhs for the year ended March 31, 2021 being shown as an exceptional charge in the Standalone Financial Results; and the corresponding effect in the Consolidated Financial Results towards impairment of goodwill was Rs. 162 Lakhs for the quarter and nine months ended December 31, 2021.
 - b. Rane Engine Valve Limited ("REVL"), a subsidiary company incurred VRS expenditure of Rs. 265 Lakhs and Rs. 355 Lakhs for the quarter and nine months ended December 31, 2021; Rs. 46 Lakhs and Rs. 127 Lakhs for the quarter and nine months ended December 31, 2020 and Rs. 90 Lakhs and Rs.172 Lakhs for the quarter ended September 30, 2021 and year ended March 31, 2021. Further, REVL made a Profit on sale of Land of Rs. 2,395 Lakhs for the quarter and nine months ended December 31, 2020 and for the year ended March 31, 2021.
 - c. The Step down subsidiary in the U.S., Rane Light Metal Castings Inc., ('LMCA') was entitled to certain economic relief provided by the U.S. government in order to manage the impact of COVID-19 pandemic. Pursuant to such economic relief schemes, during the nine months ended December 31, 2021, LMCA received an approval for forgiveness of the paycheck protection program loan ('PPP Loan') from the U.S. Small Business Administration (SBA) for an amount of USD 2.63 million (INR 1,945 Lakhs). Further, LMCA was eligible for employee retention credit (ERC), from the U.S. Internal Revenue Service during the nine months ended December 31, 2021 for an amount of USD 3.66 million (INR 2,726 Lakhs) (including USD 1.26 million (INR 950 Lakhs) for the quarter ended December 31, 2021 and USD 1.23 million (INR 914 Lakhs) for the quarter ended September 30, 2021). The aggregate amounts of such relief have been recorded as an exceptional income in the consolidated results for the quarter ended September 30,2021 and for the quarter and nine months ended December 31, 2021.

RANE HOLDINGS LIMITED

CIN : L35999TN1936PLC002202

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

visit us at: www.ranegroup.com

- 8 During the quarter ended December 31, 2021, the company's board approved the divestment of 87,383 (nos.) equity shares representing 1% of the total shareholding in Rane TRW Steering Systems Private Limited ("RTSS") a joint venture company for a consideration of Rs. 2,016 Lakhs. Pursuant to this divestment, the Company holds 49% and ZF Automotive J.V. US LLC holds the remaining 51% shareholding in the RTSS.
- 9 Subsequent to the quarter ended December 31, 2021, the Company acquired 8,49,979 equity shares of Rs.10 each fully paid up in Rane (Madras) Limited ('RML') on January 11, 2022 pursuant to conversion of 8,49,979 warrants for an aggregate consideration of Rs. 2,000 lakhs (including the warrant exercise price of Rs. 1,500 Lakhs). Pursuant to such acquisition, the shareholding of the Company in RML will stand at 71.77 %.
- 10 COVID-19 pandemic has rapidly spread throughout the world, including India. Governments have taken significant measures to curb the spread of the virus including imposing mandatory lockdowns and restrictions on activities. Consequently, the Company's / Group's manufacturing plants and offices had to operate under restrictions for a period of time during the half year ended September 30, 2021. These measures have an impact on matters relating to commodity prices, supply chain matters, customer demand, personnel available for work and for being available to access offices etc.
- The Company / Group has considered the possible effects that may result from the economic and social consequences including the continued effect of the pandemic on the carrying amounts of assets (net of impairment losses), capital and financial resources, profitability, liquidity position, internal financial controls etc. In developing the assumptions relating to the possible future uncertainties, the Company / Group, as at the date of approval of these financial results has used internal and external sources of information and based on current estimates expects that the carrying amount of these assets will be recovered. The impact of COVID-19 on the Company's / Group's financial results may differ from that estimated as at the date of approval of these financial results depending on the circumstances that may evolve in the future. The Company / Group will continue to closely monitor any material changes to future economic conditions.
- 11 During the year ended March 31, 2021, the Company had opted to settle its pending income tax litigations for certain assessment years under the Vivad Se Vishwas scheme. In view of this, the Company had created a provision of Rs. 733 Lakhs towards income-tax in respect of earlier years which has been disclosed separately under the head tax expenses for the year ended March 31, 2021.
- 12 The Group's operations for the quarter ended June 30, 2020 were suspended for part of the quarter on account of the lockdown announced by the Government of India consequent to the outbreak of COVID-19 pandemic. The results for the nine months ended December 31, 2021 are, therefore, not comparable with the nine months ended December 31, 2020.
- 13 The unaudited standalone and consolidated financial results for the quarter and nine months ended December 31, 2021 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 (standalone and consolidated) are also available on the Stock Exchange websites: www.bseindia.com and www.nseindia.com and on the Company's website - www.ranegroup.com.

Chennai
February 8, 2022

For Rane Holdings Limited

LAKSHMINARA Digitally signed by
YAN GANESH Date: 2022.02.08 11:55:41
+05'30'

L. Ganesh
Chairman & Managing Director

RANE HOLDINGS LIMITED

Regd. Office : " MAITHRI ", 132, Cathedral Road, Chennai - 600 086
visit us at: www.ranegroup.com CIN: L35999TN1936PLC002202



Extract of consolidated unaudited financial results for the Quarter and Nine months ended December 31, 2021

S.No	Particulars	Rs. Lakhs			
		Quarter ended		Nine months ended	
		31.12.2021	31.12.2020	31.12.2021	31.12.2020
		Unaudited	Unaudited	Unaudited	Unaudited
1	Total Revenue	70,322	67,362	1,92,629	1,39,172
2	Net Profit / (Loss) for the period (before Tax and Exceptional items)	1,324	4,085	2,365	(5,129)
3	Net Profit / (Loss) for the period before tax (after Exceptional items)	1,847	6,434	6,519	(2,861)
4	Net Profit / (Loss) for the period after tax and Exceptional items	1,056	3,933	4,783	(4,002)
5	Total Comprehensive Income / (Loss) for the period [Comprising Profit / (Loss) for the period (after tax) and Other Comprehensive Income / (Loss) (after tax)]	1,770	3,246	6,179	(5,313)
6	Equity Share Capital	1,428	1,428	1,428	1,428
7	Earnings per share (EPS) (Face Value - Rs.10/- each) (Amount in Rs.) (not annualised for quarters and nine months)				
	1. Basic:	6.74	17.32	30.00	(19.79)
	2. Diluted:	6.74	17.32	30.00	(19.79)

The above is an extract of the detailed format of Consolidated 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 and Consolidated 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

Notes:

- The above financial results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on February 8, 2022.
- Exceptional items in the above financial results includes the following:
 - In respect of Rane t4u Private Limited ('Rt4u') a subsidiary company, the Company had 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. 1,781 Lakhs for the quarter and nine months ended December 31, 2021 and Rs. 1,557 Lakhs for the year ended March 31, 2021 being shown as an exceptional charge in the Standalone Financial Results; and the corresponding effect in the Consolidated Financial Results towards impairment of goodwill was Rs. 162 Lakhs for the quarter and nine months ended December 31, 2021.
 - Rane Engine Valve Limited ("REVL"), a subsidiary company incurred VRS expenditure of Rs. 265 Lakhs and Rs. 355 Lakhs for the quarter and nine months ended December 31, 2021; Rs. 46 Lakhs and Rs. 127 Lakhs for the quarter and nine months ended December 31, 2020 and Rs. 90 Lakhs and Rs.172 Lakhs for the quarter ended September 30, 2021 and year ended March 31, 2021. Further, REVL made a Profit on sale of Land of Rs. 2,395 Lakhs for the quarter and nine months ended December 31, 2020 and for the year ended March 31, 2021.
 - The Step down subsidiary in the U.S., Rane Light Metal Castings Inc., ('LMCA') was entitled to certain economic relief provided by the U.S. government in order to manage the impact of COVID-19 pandemic. Pursuant to such economic relief schemes, during the nine months ended December 31, 2021, LMCA received an approval for forgiveness of the paycheck protection program loan ('PPP Loan') from the U.S. Small Business Administration (SBA) for an amount of USD 2.63 million (INR 1,945 Lakhs). Further, LMCA was eligible for employee retention credit (ERC), from the U.S. Internal Revenue Service during the nine months ended December 31, 2021 for an amount of USD 3.66 million (INR 2,726 Lakhs) (including USD 1.26 million (INR 950 Lakhs) for the quarter ended December 31, 2021 and USD 1.23 million (INR 914 Lakhs) for the quarter ended September 30, 2021). The aggregate amounts of such relief have been recorded as an exceptional income in the consolidated results for the quarter ended September 30, 2021 and for the quarter and nine months ended December 31, 2021.
- The Group's operations for the quarter ended June 30, 2020 were suspended for part of the quarter on account of the lockdown announced by the Government of India consequent to the outbreak of COVID-19 pandemic. The results for the nine months ended December 31, 2021 are, therefore, not comparable with the nine months ended December 31, 2020.

4 Key standalone financial information is given below

S.No	Particulars	Rs. Lakhs			
		Quarter ended		Nine months ended	
		31.12.2021	31.12.2020	31.12.2021	31.12.2020
		Unaudited	Unaudited	Unaudited	Unaudited
1	Total Revenue	3,844	1,761	8,804	4,876
2	Profit Before Tax	923	782	3,759	2,234
3	Profit After Tax	349	607	2,529	1,795
4	Other Comprehensive Income	8	(18)	949	(150)
5	Total Comprehensive Income	357	589	3,478	1,645

For Rane Holdings Limited

LAKSHMINARAYAN
GANESH

Digitally signed by
LAKSHMINARAYAN GANESH
Date: 2022.02.08 11:56:44 +05'30'

L Ganesh

Chairman & Managing Director

Chennai
February 8, 2022

B S R & Co. LLP

Chartered Accountants

KRM Tower, 1st & 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 31 December 2021 and year-to-date results for the period from 1 April 2021 to 31 December 2021 pursuant to Regulation 33 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015

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 ("the Company") for the quarter ended 31 December 2021 and year-to-date results for the period from 01 April 2021 to 31 December 2021 ("the Statement").
2. 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 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. 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. 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.
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 applicable accounting standards and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.
5. We draw attention to Note 10 to the unaudited standalone financial results, which describes the economic and social consequences/disruption the entity is facing as a result of COVID-19 which is impacting matters relating to supply chain and customer demand of subsidiaries and joint venture / associate entities, personnel available for work, being able to access offices, etc.

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

SIVARAMAKRISHNAN

AN SETHURAMAN

Digitally signed by
SIVARAMAKRISHNAN

SETHURAMAN

Date: 2022.02.08 12:45:29 +05'30'

S Sethuraman

Partner

Membership No.: 203491

UDIN: 22203491AAUBNK8503

Chennai
08 February 2022

Registered Office:

B S R & Co. LLP

Chartered Accountants

KRM Tower, 1st & 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 consolidated financial results of Rane Holdings Limited for the quarter ended 31 December 2021 and year-to-date results for the period from 1 April 2021 to 31 December 2021 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 ("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 31 December 2021 and year-to-date results for the period from 1 April 2021 to 31 December 2021 ("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 following entities listed in Annexure I.
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 your attention to:
 - Note 6 to the unaudited consolidated financial results, relating to a joint venture company wherein the component auditor has included an emphasis of matter in their review report regarding the joint venture management's assessment of the special warranty obligations pending the ongoing discussions and negotiations amongst relevant parties.
 - Note 10 to the unaudited consolidated financial results, which describes the economic and social consequences / disruption the Group is facing as a result of COVID-19 which is

Registered Office:

impacting supply chain, customer demand, commodity prices, personnel available for work etc.

Our conclusion is not modified in respect of these matters.

7. We did not review the financial results of three subsidiaries included in the Statement, whose financial results reflect total revenues of Rs. 23,471 lakhs and Rs. 63,026 lakhs, total net profit after tax of Rs. 301 lakhs and total net loss after tax of Rs. 206 lakhs and total comprehensive income of Rs. 326 lakhs and total comprehensive loss of Rs. 283 lakhs. for the quarter ended 31 December 2021 and for the period from 1 April 2021 to 31 December 2021 respectively, as considered in the unaudited consolidated financial results. The unaudited consolidated financial results also include the Group's share of net loss after tax of Rs. 344 lakhs and net profit after tax of Rs. 1,597 lakhs and total comprehensive loss of Rs. 344 lakhs and total comprehensive income of Rs. 1,572 lakhs for the quarter ended 31 December 2021 and for the period from 1 April 2021 to 31 December 2021 respectively as considered in the Statement, in respect of two joint venture / associate entities, whose financial results have not been reviewed by us. These 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 financial information of two subsidiaries which have not been reviewed, whose financial information reflect total revenue of Rs. 155 lakhs and Rs. 439 lakhs, total net profit after tax of Rs. 8 lakhs and Rs. 21 lakhs and total comprehensive income of Rs. 8 lakhs and Rs. 21 lakhs for the quarter ended 31 December 2021 and for the period from 1 April 2021 to 31 December 2021 respectively, as considered in the Statement. According to the information and explanations given to us by the Parent's management, these 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

SIVARAMAKRISHN

AN SETHURAMAN

Digitally signed by
SIVARAMAKRISHNAN SETHURAMAN
Date: 2022.02.08 12:46:17 +05'30'

S Sethuraman

Partner

Membership No.: 203491

UDIN:22203491AAUCIK1309

Chennai
08 February 2022

Annexure I

List of entities included in unaudited consolidated financial results.

Nature of Relationship	Name of the Entity
Parent Company	Rane Holdings Limited
Direct subsidiary of the Parent Company	Rane (Madras) Limited Rane Brake Lining Limited Rane Engine Valve Limited Rane T4U Private Limited Rane Holdings America Inc. Rane Holdings Europe GmbH
Step-down subsidiary of the Parent Company	Rane (Madras) International Holdings B.V. Rane Light Metal Castings Inc.
Joint Venture / Associate entities	Rane NSK Steering Systems Private Limited Rane TRW Steering Systems Private Limited



Expanding Horizons

RANE HOLDINGS LIMITED

Q3 FY22 Earnings Release



Chennai, India, February 08, 2022 – Rane Holdings Limited (NSE: RANEHOLDIN; BSE Code: 505800), the holding Company of Rane group today announced financial performance for the third quarter (Q3FY22) and nine months (9MFY22) ended December 31st, 2021.

Group Aggregate Performance – Q3 FY22

- Total Revenue was ₹1,392.4 Crore in Q3 FY22 compared to ₹1,368.4 Crore in Q3 FY21, an increase of 1.8%
- EBITDA stood at ₹94.0 Crore compared to ₹149.8 Crore during Q3 FY21, a decrease of 37.3%
- EBITDA Margin at 6.7% for Q3 FY22 against 10.9% in Q3 FY21
- Loss before tax stood at ₹15.7 Crore for Q3 FY22 compared to PBT of ₹58.9 Crore in Q3 FY21, a decrease of 126.6%

Consolidated Financials – Q3 FY22

- Total Revenue was ₹703.2 Crore in Q3 FY22 compared to ₹673.6 Crore in Q3 FY21, an increase of 4.4%
- EBITDA stood at ₹58.5 Crore compared to ₹77.7 Crore during Q3 FY21, a decrease of 24.7%
- EBITDA Margin at 8.3% for Q3 FY22 against 11.5% in Q3 FY21
- PBT stood at ₹18.5 Crore for Q3 FY22 compared to ₹64.3 Crore in Q3 FY21, a decrease of 71.3%

Group's Operational Performance – Q3 FY22

- Revenue from Indian OE customers grew 2%. Sales volume declined in passenger vehicle, farm tractor and two wheeler segments and cost recovery through price increase helped to achieve marginal revenue growth.
- Revenues from International customers increased 2%. The demand was partially impacted due to semiconductor shortages.
- Revenue from Indian aftermarket segment grew 7% supported by strong demand across pan India
- Material cost increase and higher employee cost resulted in drop in EBITDA margin by 420 bps
- There was an exceptional expense of ₹ 46 crores made by Rane NSK towards estimated warranty provision in Q3FY22 as against ₹ 49.3 crores in Q3FY21
- PBT includes an exceptional income of ₹9.5 Cr on account of US Federal stimulus benefit received by RML (LMCA) and Voluntary Retirement Expenditure of ₹ 2.7 Cr incurred by REVL

MANAGEMENT COMMENT

"Q3 was a challenging quarter with semiconductor shortage impacting the supply chain and elevated commodity prices reducing the profitability. The Group companies are working on cost reduction initiatives to mitigate the inflationary pressures. We hope the third wave of coronavirus in India does not adversely impact the demand environment."

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

BUSINESS HIGHLIGHTS

GROUP AGGREGATE FINANCIAL PERFORMANCE

Particulars	Q3 FY22	Q3 FY21	YOY%
Total Revenue	1,392.4	1,368.4	1.8%
EBITDA	94.0	149.8	-37.3%
Margin (%)	6.7%	10.9%	-420 bps
PBT*	-15.7	58.9	-126.6%

* PBT includes Exceptional items

CONSOLIDATED FINANCIAL PERFORMANCE

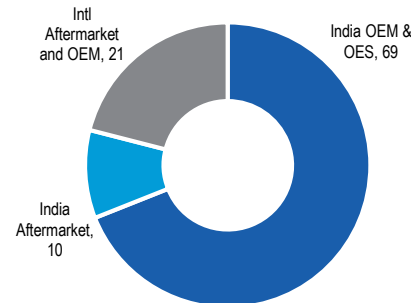
Particulars	Q3 FY22	Q3 FY21	YOY%
Total Revenue	703.2	673.6	4.4%
EBITDA	58.5	77.7	-24.7%
Margin (%)	8.3%	11.5%	-322 bps
PBT*	18.5	64.3	-71.3%

* PBT includes net profit/(loss) from JV and Exceptional items

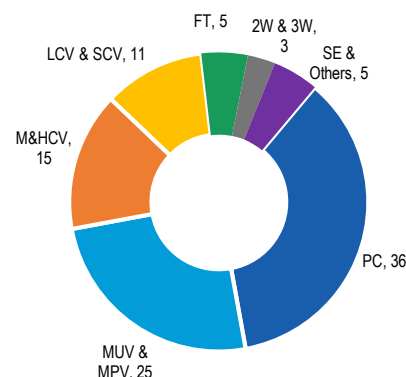
(In ₹ Crore, unless otherwise mentioned)

GROUP AGGREGATE SALES (Q3 FY22)

BY MARKET (%)



BY VEHICLE SEGMENT (%)



CONSOLIDATED STATEMENT OF PROFIT AND LOSS

Particulars	Q3FY22	Q2FY22	QoQ%	Q3FY21	YoY%	9MFY22	9MFY21	YoY%
Revenue from Operations	681.4	691.8	-1.5%	663.6	2.7%	1,893.9	1,364.7	38.8%
Other Income	21.8	5.5	296.7%	10.0	117.8%	32.4	27.0	20.0%
Total Revenue	703.2	697.3	0.8%	673.6	4.4%	1,926.3	1,391.7	38.4%
Expenses								
-Cost of Material Consumed	400.0	407.8	-1.9%	358.8	11.5%	1,116.4	689.7	62%
-Purchase of stock-in-trade	2.5	2.3	11.4%	2.1	23.9%	6.3	4.0	57.0%
-Changes in inventories	-18.3	-20.0	8.5%	-0.3		-66.5	42.4	
-Employee Benefit Expense	122.7	120.1	2.2%	112.8	8.9%	358.2	297.7	20.3%
-Finance Cost	9.6	9.4	2.7%	9.6	0.0%	26.0	32.7	-20.4%
-Depreciation & Amortization	32.2	32.0	0.7%	29.9	8.0%	95.4	89.0	7.2%
-Other Expenditure	137.8	139.9	-1.5%	122.6	12.3%	382.9	276.1	38.7%
Total Expenses	686.5	691.4	-0.7%	635.4	8.1%	1,918.6	1,431.7	34.0%
PBT before share of profit / (loss) of JV & associates	16.7	5.9	184.6%	38.3	-56.4%	7.7	-39.9	119.2%
Share of Profit / (loss) of JV and Associate (includes share	-3.4	13.0		2.6		16.0	-11.4	
PBT before Exceptional items	13.2	18.9	-29.9%	40.9	-67.6%	23.6	-51.3	146.1%
Exceptional Item	5.2	8.2	-37%	23.5	-78%	41.5	22.7	83.2%
PBT	18.5	27.1	-31.9%	64.3	-71.3%	65.2	-28.6	327.9%
Tax Expense	7.9	10.6	-25.4%	25.0	-68.4%	17.4	11.4	52.1%
PAT	10.6	16.5	-36.1%	39.3	-73.2%	47.8	-40.0	219.5%

(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, Light metal casting products and Connected mobility 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.