



Rane Engine Valve Ltd.

Registered Office:
" Maithri "
132, Cathedral Road,
Chennai 600 086.
India.
CIN : L744999TN1972PLC006127

Tel : 044 - 2811 2472
URL : www.ranegroup.com

//Online Submission//

REVL/SE/027/023-24

July 25, 2023

BSE Limited Listing Centre Scrip Code: 532988	National Stock Exchange of India Ltd. NEAPS Symbol: RANEENGINE
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Dear Sir / Madam,

Sub: Outcome of Board Meeting held on July 25, 2023 - under Regulation 30 of SEBI LODR

Ref: Our letter no(s). REVL /SE/022/2023-24 dated June 29, 2023

This is to inform that the Board of Directors, inter alia, approved the un-audited financial results of the Company for the quarter ended June 30, 2023 as recommended by the Audit Committee, at their respective meeting(s) held today (**July 25, 2023**).

The un-audited financial results of the Company for the quarter ended June 30, 2023 is enclosed along with the Limited Review Report issued by M/s. Varma & Varma, Chartered Accountants, Statutory Auditors. (**Regulation 33**). An 'earnings release' for the above results is also enclosed (**Regulation 30**).

The un-audited financial results 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**).

The meeting of the Board of Directors commenced at 11 : 10 hrs (IST) and concluded at 12 : 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 Engine Valve Limited**

Vivekanandaa M
Secretary

Encl: a/a

1. Un-audited financial results for the quarter ended June 30, 2023.
2. Limited Review Report for the quarter ended June 30, 2023.
3. Earnings release for the quarter ended June 30, 2023.

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visit us at: www.ranegroup.com

Statement of Unaudited Financial Results for the Quarter ended June 30, 2023



Particulars	Quarter ended			Year ended
	30.06.2023	31.03.2023	30.06.2022	31.03.2023
	Unaudited	Unaudited	Unaudited	Audited
1. Income				
(a) Revenue from Operations	138.01	135.71	114.91	497.57
(b) Other Income	0.52	0.81	0.10	2.06
Total Income	138.53	136.52	115.01	499.63
2. Expenses				
(a) Cost of materials consumed	56.73	56.45	47.59	209.94
(b) Purchase of stock-in-trade	2.71	1.95	2.23	8.80
(c) Changes in inventories of Finished Goods, Work-in-Progress and Stock -in -Trade	(1.31)	1.25	0.22	(2.63)
(d) Employee benefits expenses	35.89	30.64	30.20	124.50
(e) Finance Costs	2.79	2.84	1.94	10.11
(f) Depreciation and amortisation expense	4.69	5.07	4.85	19.28
(g) Other Expenses	33.38	29.63	31.41	122.81
Total Expenses	134.88	127.83	118.44	492.80
3. Profit / (Loss) before Exceptional items (1-2)	3.65	8.69	(3.43)	6.83
4. Exceptional Items (net) (Refer Note 4)	(1.13)	(1.99)	(1.05)	(6.67)
5. Profit / (Loss) before tax (3±4)	2.52	6.70	(4.48)	0.16
6. Tax expense				
(a) Current tax	0.49	0.33	-	0.33
(b) Deferred tax	0.29	1.51	(1.37)	(0.11)
(c) Relating to Earlier Years	-	-	-	-
Total Tax Expenses	0.78	1.84	(1.37)	0.22
7. Profit / (Loss) for the period (5-6)	1.74	4.86	(3.11)	(0.06)
8. Other Comprehensive Income (Net of Tax Expenses)	0.07	(0.10)	0.03	0.26
9. Total Comprehensive Income for the period (7+8) (Comprising profit / (loss) and other comprehensive income for the period)	1.81	4.76	(3.08)	0.20
10. Details of equity share capital				
Paid-up equity share capital (Face Value of Rs.10/- per share)	7.23	7.06	6.72	7.06
Total equity share capital	7.23	7.06	6.72	7.06
11. Other Equity excluding revaluation reserve	-	-	-	97.80
12. Earnings per share (of Rs.10/- each) (not annualised) (in Rs.)				
(a) Basic	2.47	7.11	(4.63)	(0.09)
(b) Diluted	2.47	7.11	(4.63)	(0.09)

Notes :

- 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 July 25, 2023. The Statutory auditors have carried out limited review of these financial results.
- 2 The Company operates only in one segment, namely, manufacture and marketing of components for the transportation industry.
- 3 The figures for the quarter ended March 31, 2023 are the balancing figures between the audited figures in respect of the full financial year and published unaudited year to date figures upto the third quarter of the respective financial year.
- 4 Exceptional items (net) represents the following:
 - i. Voluntary Retirement Expenditure of Rs.0.48 Crores for the year ended March 31, 2023,
 - ii. Provision for Customer Quality Claims of Rs. 6.19 Crores for the year ended March 31, 2023 (Rs.1.99 Crores and Rs.1.05 Crores respectively for the quarters ended March 31, 2023 and June 30, 2022) and Rs.1.13 Crores for the quarter ended June 30, 2023, towards estimated product liability costs, in respect of certain valves supplied to an overseas customer pending finalisation. The company has initiated insurance claim in respect of the same, which is under process and would be recognised once there is virtual certainty of realization. The management is of the opinion that the provision carried as at June 30, 2023 is adequate to cover the estimated net liability.
- 5 Of the 5,15,463 warrants allotted on preferential basis to Rane Holdings Limited in March 2022, 3,43,642 warrants were converted into equivalent equity shares of Rs.10 each fully paid up during the quarter ended March 31, 2023. The balance 1,71,821 warrants were also converted into equivalent equity shares of Rs.10 each fully paid up during the quarter ended June 30, 2023. The Company has raised an aggregate Rs.15 crores on conversion of the 5,15,463 warrants (Rs.3.75 crores on warrant subscription in March 2022, Rs.11.25 crores and Rs.3.75 crores as warrant exercise price in March 2023 and June 2023 respectively). Consequently, the issued and paid up capital of the Company stands increased to Rs.7.06 crores and Rs.7.23 crores as on March 31, 2023 and June 30, 2023 respectively.
- 6 The previous period figures have been regrouped wherever necessary to conform to current period's presentation.
- 7 The financial results for the quarter ended June 30, 2023 are being published in the newspaper as per the format prescribed under Regulation 33 of SEBI (Listing Obligations and Disclosure requirements) Regulations, 2015. The financial results are also available on the Stock Exchange websites: www.bseindia.com and www.nseindia.com and on the company's website- www.ranegroup.com.

For Rane Engine Valve Limited

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Chennai
Dated : July 25, 2023

**L Ganesh
Chairman**

Limited Review Report

To
The Board of Directors
Rane Engine Valve Limited

We have reviewed the accompanying statement of unaudited standalone financial results of Rane Engine Valve Limited ("the Company") for the quarter ended 30th June 2023 ("the Statement"). The Statement has been prepared by the Company pursuant to Regulation 33 of the Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulations, 2015 (the "Listing Regulations").

The preparation of this Statement in accordance with recognition and measurement principles laid down in Indian Accounting Standard 34, ('Ind AS 34'), "Interim Financial Reporting", prescribed under section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other Accounting Principles generally accepted in India, is the responsibility of the Company's Management and has been approved by the Board of Directors/ Committee of Board of Directors. Our responsibility is to express a conclusion on the Statement based on our review.

We conducted our review in accordance with the Standard on Review Engagements (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statements is free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.



Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited standalone financial results, prepared in all material respects in accordance with 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 Listing Regulations including the manner in which it is to be disclosed, or that it contains any material misstatement.



Place : Bangalore
Date : 25th July,2023

For Varma & Varma
Chartered Accountants
FRN : 004532S

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Georgy Mathew
Partner
M.No.209645
UDIN : 23209645BGXBHR6588



Expanding Horizons

RANE ENGINE VALVE LIMITED

Q1FY24 Earnings Release



Chennai, India, July 25, 2023 – Rane Engine Valve Limited (NSE: RANEENGINE; BSE Code:532988), a leading manufacturer of Engine Valves, Guides and Tappets today announced financial performance for the first quarter (Q1 FY24) ended June 30, 2023.

Q1 FY24 Performance

- Total Revenue was ₹138.5 Crore for Q1 FY24 compared to ₹115.0 Crore in the Q1 FY23, an increase of 20.4%
- EBITDA stood at ₹11.1 Crore for Q1 FY24 compared to ₹3.4 Crore during Q1 FY23, an increase of 230.4%
- EBITDA Margin at 8.0% for Q1 FY24 against 2.9% in Q1 FY23
- Net profit stood at ₹1.7 Crore for Q1 FY24 compared to Loss of ₹3.1 Crore in Q1 FY23

Operating Performance for Q1 FY24

- Sales to India OE customers grew by 19% supported by strong off-take from Passenger Vehicle and Commercial Vehicle customers.
- Export Sales grew by 25%. Demand from International customers remained strong.
- Sales to Indian Aftermarket customers grew by 10%
- Higher volumes and improvement in operational performance helped improve EBITDA margin by 511 bps

MANAGEMENT COMMENT

“REVL continued the growth momentum supported by the favourable demand environment in Q1 FY 24. The operational improvement and cost saving initiatives which resulted in financial turnaround in Q4 of FY 23 were sustained in the quarter delivering improved operational performance. Demand across major vehicle segments continues to remain robust. We are closely monitoring the evolving economic indicators and continuing to prioritise cost reduction and operational improvement programs in the upcoming quarter.”

L. Ganesh, Chairman, Rane Group

BUSINESS HIGHLIGHTS

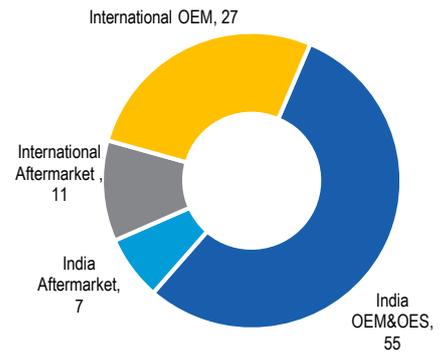
Financial Performance

Particulars	Q1FY24	Q1FY23	YOY%
Total Revenue	138.5	115.0	20.4%
EBITDA	11.1	3.4	230.4%
Margin (%)	8.0%	2.9%	511 bps
PAT	1.7	-3.1	

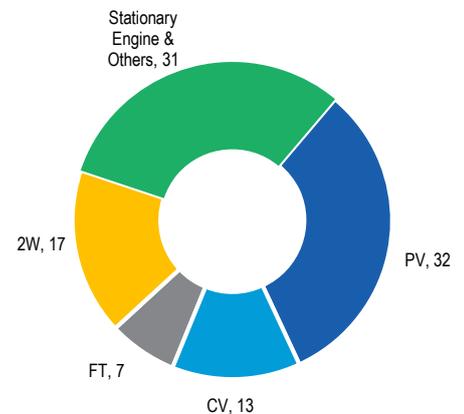
(In ₹ Crore, unless otherwise mentioned)

BUSINESS SPLIT (Q1 FY24)

BY MARKET (%)



BY VEHICLE SEGMENT (%)



PROFIT AND LOSS ACCOUNT

Particulars	Q1FY24	Q4FY23	QoQ%	Q1FY23	YoY%
Income from Operations	138.0	135.7	2%	114.9	20%
Other Income	0.5	0.8	-36%	0.1	398%
Total Revenue	138.5	136.5	1%	115.0	20%
Expenses					
-Cost of Material Consumed	56.7	56.4	1%	47.6	19%
-Purchase of stock-in-trade	2.7	1.9	39%	2.2	21%
-Changes in inventories	-1.3	1.2		0.2	
-Employee Benefit Expense	35.9	30.6	17%	30.2	19%
-Finance Cost	2.8	2.8	-2%	1.9	43%
-Depreciation & Amortization	4.7	5.1	-7%	4.9	-3%
-Other Expenditure	33.4	29.6	13%	31.4	6%
Total Expenses	134.9	127.8	6%	118.4	14%
PBT before Exceptional Items	3.7	8.7		-3.4	207%
Exceptional Item	-1.1	-2.0		-1.1	
PBT	2.5	6.7	-62%	-4.5	156%
Tax Expense	0.8	1.8	-57%	-1.4	157%
PAT	1.7	4.9	-64%	-3.1	

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

ABOUT RANE ENGINE VALVE LIMITED

Established in 1959, Rane Engine Valve Limited (REVL) is part of the Rane Group of Companies, a leading auto component group based out of Chennai. REVL manufactures engine valves, valve guides and tappets for various IC engine applications. REVL is market leader in Indian OEM and replacement markets. REVL caters to all segments of automobile industries such as PV, CV, Tractors, 2W, 3W, stationary engines, railways and marine engines.

ABOUT RANE GROUP

Headquartered in Chennai, India, Rane Group is engaged primarily in manufacturing auto components for well over five decades. Rane Group is a preferred supplier to major OEMs in India and abroad. Through its group companies, it provides Steering and Suspension systems, Friction materials, Valve train components, Occupant safety systems, 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.

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IF YOU HAVE ANY QUESTIONS OR REQUIRE FURTHER INFORMATION,
PLEASE FEEL FREE TO CONTACT: INVESTORSERVICES@RANEGROUP.COM OR 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.