

Rane Holdings Limited



//Online Submission//

RHL/SE/061/2023-24

February 08, 2024

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

Sub: Outcome of Board Meeting held on February 08, 2024 - under Regulation 30 of SEBI LODR

Ref: Our letter no(s). RHL/SE/061/2023-24 dated December 29, 2023 & RHL/SE/064/2023-24 dated January 18, 2024

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 nine-months ended December 31, 2023, as recommended by the audit committee at their respective meeting(s) held today (**February 08, 2024**).

The un-audited financial results (standalone & consolidated) of the Company for the quarter and nine-months ended December 31, 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 and stock exchanges at www.bseindia.com and www.nseindia.com (**Regulation 46**).

The meeting of the Board of Directors commenced at **16 : 55** hrs (IST) and concluded at **17 : 27** 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 nine months ended December 31, 2023.
2. Limited Review Report (standalone & consolidated) for the quarter and nine months ended December 31, 2023.
3. Earnings release for the quarter and nine months ended December 31, 2023.

RANE HOLDINGS LIMITED

CIN : L35999TN1936PLC002202

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

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Statement of unaudited standalone financial results for the quarter and nine months ended December 31, 2023



Rs. Lakhs

Particulars	Quarter ended			Nine months ended		Year ended
	December 31, 2023	September 30, 2023	December 31, 2022	December 31, 2023	December 31, 2022	March 31, 2023
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1. Income						
Revenue from operations	2,631	6,894	2,364	12,079	9,237	11,766
Other income	170	34	16	222	38	53
Total income	2,801	6,928	2,380	12,301	9,275	11,819
2. Expenses						
Employee benefits expense	715	662	597	2,093	1,715	2,321
Finance costs	116	119	148	364	434	561
Depreciation and amortisation expenses	130	122	128	373	309	437
Professional charges	139	204	213	459	432	725
Information systems expenses	210	202	194	608	575	774
Other expenses	252	306	185	805	612	806
Total expenses	1,562	1,615	1,465	4,702	4,077	5,624
3. Profit before exceptional item and tax (1-2)	1,239	5,313	915	7,599	5,198	6,195
4. Exceptional item (refer note 7)	-	-	-	(296)	-	(292)
5. Profit before tax (3+4)	1,239	5,313	915	7,303	5,198	5,903
6. Tax expense						
Current tax	182	787	171	1,124	957	1,118
Deferred tax	3	(13)	(2)	(12)	(40)	(45)
Total tax expense	185	774	169	1,112	917	1,073
7. Profit for the period (5-6)	1,054	4,539	746	6,191	4,281	4,830
8. Other comprehensive income						
Items that will not be reclassified to profit or loss						
(i) Re-measurement gains / (losses) on defined benefit plans, net	15	3	10	(50)	(57)	(42)
(ii) Net gain / (loss) on fair value through other comprehensive income equity instruments	(371)	180	(217)	(187)	(136)	(21)
(iii) Income tax relating to items that will not be reclassified to profit or loss	90	(45)	53	60	49	39
Other comprehensive income / (loss) for the period	(266)	138	(154)	(177)	(144)	(24)
9. Total comprehensive income for the period (7+8) (Comprising profit and other comprehensive income / (loss) for the period)	788	4,677	592	6,014	4,137	4,806
10. Paid-up equity share capital (face value of Rs.10/- each fully paid up)	1,428	1,428	1,428	1,428	1,428	1,428
11. Other equity						52,208
12. Earnings per share (EPS) (face value of Rs.10/- each) (not annualised for quarters and year to date periods)						
Basic (in Rs.)	7.37	31.79	5.22	43.35	29.98	33.82
Diluted (in Rs.)	7.37	31.79	5.22	43.35	29.98	33.82

RANE HOLDINGS LIMITED

CIN : L35999TN1936PLC002202

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

Visit us at: www.ranegroup.com

Statement of unaudited consolidated financial results for the quarter and nine months ended December 31, 2023



Particulars	Quarter ended			Nine months ended		Rs. Lakhs
	December 31, 2023	September 30, 2023	December 31, 2022	December 31, 2023	December 31, 2022	Year ended March 31, 2023
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1. Income						
Revenue from operations	83,704	92,813	87,425	265,963	257,068	350,833
Other income	430	240	3,165	993	1,857	2,913
Total income	84,134	93,053	90,590	266,956	258,925	353,746
2. Expenses						
Cost of materials consumed	48,518	53,795	52,214	153,182	153,365	204,875
Purchases of stock-in-trade	253	262	228	793	703	907
Changes in inventories of finished goods, stock-in-trade and work-in-progress	(814)	(743)	(2,384)	(2,351)	(5,282)	(2,918)
Employee benefits expense	11,594	13,686	13,711	39,856	39,689	52,717
Finance costs	1,828	1,712	1,372	5,396	3,277	4,982
Depreciation and amortisation expenses	3,210	3,495	3,563	10,240	10,183	14,173
Other expenses	15,134	18,786	15,872	50,669	47,020	63,304
Total expenses	79,723	90,993	84,576	257,785	248,955	338,040
3. Profit before share of profit / (loss) of joint venture / associate entities, exceptional items and tax (1-2)	4,411	2,060	6,014	9,171	9,970	15,706
4. Share of profit / (loss) of joint venture / associate entities (includes share of exceptional items, net of taxes) (refer note 6)	1,467	1,590	1,315	4,097	4,192	(92)
5. Profit before exceptional items and tax (3+4)	5,878	3,650	7,329	13,268	14,162	15,614
6. Exceptional items (refer note 7)	-	(8,217)	(509)	(10,205)	(729)	(1,832)
7. Profit / (loss) before tax (5+6)	5,878	(4,567)	6,820	3,063	13,433	13,782
8. Tax expense (refer note 7)						
Current tax	595	972	2,192	2,104	4,841	5,860
Deferred tax	480	(10,646)	(517)	(10,161)	(945)	(809)
Total tax expense	1,075	(9,674)	1,675	(8,057)	3,896	5,051
9. Profit for the period (7-8)	4,803	5,107	5,145	11,120	9,537	8,731
10. Other comprehensive income						
Items that will not be reclassified to profit or loss						
(i) Re-measurement gains / (losses) on defined benefit plans, net	(50)	136	46	(138)	(102)	131
(ii) Net gain / (loss) on fair value through other comprehensive income equity instruments	(371)	180	(217)	(187)	(136)	(21)
(iii) Share of other comprehensive loss of equity accounted investees	-	(36)	-	(36)	(34)	(59)
(iv) Income tax relating to items that will not be reclassified to profit or loss	109	(88)	44	75	56	58
	(312)	192	(127)	(286)	(216)	109
Items that will be reclassified to profit or loss						
(i) Exchange differences on translating financial statements of foreign operations	9	993	(2,930)	1,154	(1,190)	(1,776)
	9	993	(2,930)	1,154	(1,190)	(1,776)
Other comprehensive income / (loss) for the period	(303)	1,185	(3,057)	868	(1,406)	(1,667)
11. Total comprehensive income for the period (9+10)	4,500	6,292	2,088	11,988	8,131	7,064
(Comprising profit and other comprehensive income / (loss) for the period)						
Profit for the period attributable to:						
(a) Owners of the Company	3,896	4,064	4,097	9,237	8,112	6,227
(b) Non-controlling interest	907	1,043	1,048	1,883	1,425	2,504
	4,803	5,107	5,145	11,120	9,537	8,731
Other comprehensive income / (loss) attributable to:						
(a) Owners of the Company	(292)	864	(2,237)	559	(1,064)	(1,230)
(b) Non-controlling interest	(11)	321	(820)	309	(342)	(437)
	(303)	1,185	(3,057)	868	(1,406)	(1,667)
Total comprehensive income attributable to:						
(a) Owners of the Company	3,604	4,928	1,860	9,796	7,048	4,997
(b) Non-controlling interest	896	1,364	228	2,192	1,083	2,067
	4,500	6,292	2,088	11,988	8,131	7,064
12. Paid-up equity share capital (face value of Rs.10/- each fully paid up)	1,428	1,428	1,428	1,428	1,428	1,428
13. Other equity						79,360
14. Earnings per share (EPS) (face value of Rs.10/- each) (not annualised for quarters and year to date periods)						
Basic (in Rs.)	27.28	28.46	28.69	64.68	56.81	43.61
Diluted (in Rs.)	27.28	28.46	28.69	64.68	56.81	43.61

- 1 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 February 8, 2024.
- 2 The Statutory auditors have carried out a limited review of the above financial results for the quarter and nine months ended December 31, 2023. The financial results of the subsidiaries and joint venture / 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 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.
- 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 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.
- 6 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. RNSS has recorded an exceptional income of Rs. 297 Lakhs for the quarter ended December 31, 2023, Rs. 148 Lakhs for the quarter ended September 30, 2023, and Rs. 445 Lakhs for the nine months ended December 31, 2023 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 December 31, 2023, is adequate.
- 7 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 nine months ended December 31, 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 had 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 ended September 30, 2023 and nine months ended December 31, 2023 on account of sale of Rt4u in the unaudited 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 ended September 30, 2023 and nine months ended December 31, 2023; and Rs. 48 Lakhs for the quarter & nine months ended December 31, 2022 and year ended March 31, 2023.

Further, REVL had incurred a provision for customer quality claims for Rs. 113 Lakhs for the nine months ended December 31, 2023, Rs. 200 Lakhs for the quarter ended December 31, 2022, Rs. 420 Lakhs for the nine months ended December 31, 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 had initiated insurance claim in respect of the same, which is under process. The management is of the opinion that the provision carried as at December 31, 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 had assessed the recoverable amount of the net assets of Rane Light Metal Castings Inc., ('LMCA') the erstwhile step-down subsidiary in the U.S., which represents a single cash generating unit (CGU). Based on such assessment, the Group had recorded an impairment charge of Rs. 904 Lakhs as an exceptional item in the unaudited 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) had sold its entire stake in LMCA (RML's erstwhile step-down subsidiary) on September 14, 2023 for a consideration of USD 4.9 million. Accordingly, for the quarter ended September 30, 2023 and nine months ended December 31, 2023, the Group had recorded loss on sale of the aforesaid RML's erstwhile step down subsidiary aggregating to Rs. 8,546 Lakhs in the unaudited consolidated financial results as an exceptional item.

Consequent to the sale of LMCA, Rane Madras International Holdings B.V., had carried out a reduction of capital in the non-convertible redeemable preference shares issued to the RML. RML had determined that it is eligible to claim the tax benefit arising from such losses and had accordingly recorded a deferred tax asset of Rs. 11,334 Lakhs in the quarter ended September 30, 2023 and nine months ended December 31, 2023. RML had 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 nine months ended December 31, 2023, and VRS expenditure of Rs. 261 Lakhs for the quarter & nine months ended December 31, 2022 and year ended March 31, 2023.

- 8 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.
- 9 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.
- 10 During the period ended December 31, 2023, ZF Rane Occupant Safety Systems Private Limited, a subsidiary of one of the joint venture / associate entity commenced operations.
- 11 During the quarter ended December 31, 2023, RML has set up a new subsidiary namely Rane Automotive Components S. de R.L. de C.V. and is currently in the process of setting up the manufacturing facility. Accordingly, the consolidated financial results include the financial performance of this step-down subsidiary effective from the quarter ended December 31, 2023.
- 12 During the period ended December 31, 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%.
- 13 The unaudited standalone and consolidated financial results for the quarter and nine months ended December 31, 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.

Limited Review Report on unaudited standalone financial results of Rane Holdings Limited for the quarter ended 31 December 2023 and year to date results for the period from 01 April 2023 to 31 December 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 31 December 2023 and year to date results for the period from 01 April 2023 to 31 December 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.:101248W/W-100022

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S Sethuraman

Partner

Chennai

08 February 2024

Membership No.: 203491

UDIN:24203491BKCCQF1072

Limited Review Report on unaudited consolidated financial results of Rane Holdings Limited for the quarter ended 31 December 2023 and year to date results for the period from 01 April 2023 to 31 December 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 31 December 2023 and year to date results for the period from 01 April 2023 to 31 December 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 6 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 revenues of Rs. 13,569 lakhs and Rs. 41,535 lakhs, total net profit after tax of Rs. 353 lakhs and Rs. 675 lakhs and total comprehensive income of Rs. 331 lakhs and Rs. 722 lakhs, for the quarter ended 31 December 2023 and for the period from 01 April 2023 to 31 December 2023 respectively, as considered in the Statement. The Statement also include the Group's share of net profit after tax of Rs. 1,467 lakhs and Rs. 4,097 lakhs and total comprehensive income of Rs. 1,467 lakhs and Rs. 4,061 lakhs, for the quarter ended 31 December 2023 and for the period from 01 April 2023 to 31 December 2023 respectively as considered in the Statement, in respect of 2 joint ventures/ 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 five subsidiaries (including two step-down subsidiaries) which have not been reviewed, whose interim financial information reflects total revenues of Rs. 141 lakhs and Rs. 484 lakhs, total net loss after tax of Rs. 198 lakhs and Rs. 283 lakhs and total comprehensive loss of Rs. 195 lakhs and Rs. 280 lakhs, for the quarter ended 31 December 2023 and for the period from 01 April 2023 to 31 December 2023 respectively, 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

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S Sethuraman

Partner

Chennai

08 February 2024

Membership No.: 203491

UDIN:24203491BKCCQOG6470

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) Rane Auto Components Mexico S de RL de CV	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



Chennai, India, February 08, 2024 – Rane Holdings Limited (NSE: RANEHOLDIN; BSE Code: 505800), the holding Company of Rane group today announced financial performance for the third quarter (Q3FY24) and nine months (9MFY24) ended December 31st, 2023.

Consolidated Q3 FY24 Performance

- Total Revenue was ₹841.3 Crore in Q3 FY24 compared to ₹905.9 Crore in Q3 FY23, a decrease of -7.1%
- EBITDA stood at ₹94.5 Crore compared to ₹109.5 Crore during Q3 FY23, a decrease of 13.7%
- EBITDA Margin at 11.2% for Q3 FY24 against 12.1% in Q3 FY23
- Net profit stood at ₹48.0 Crore for Q3 FY24 compared to ₹51.5 Crore in Q3 FY23, a decrease of 6.6%

Consolidated 9M FY24 Performance

- Total Revenue was ₹2,669.6 Crore in 9M FY24 compared to ₹2,589.3 Crore in 9M FY23, an increase of 3.1%
- EBITDA stood at ₹248.1 Crore compared to ₹234.3 Crore during 9M FY23, an increase of 5.9%
- EBITDA Margin at 9.3% for 9M FY24 against 9.0% in 9M FY23
- Net profit stood at ₹111.2 Crore for 9M FY24 compared to ₹95.4 Crore in 9M FY23, an increase of 16.6%

Group's Operational Performance – Q3 FY24

- Revenue from Indian OE customers grew by 12% supported by strong growth across passenger vehicle and commercial vehicle segments
- Revenues from International customers decreased by 10% due to divestment of LMCA business. Organic growth is 4%.
- Revenue from Indian aftermarket segment increased by 1%
- EBITDA margin decreased by 86 bps mainly due to adverse product mix.

MANAGEMENT COMMENT

"The group companies continued to benefit on account of positive demand environment in India and worked on operational improvement initiatives. Despite sluggish demand on certain segments and increased risks globally, we remain cautiously optimistic and prioritise on cost savings initiatives."

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

BUSINESS HIGHLIGHTS

CONSOLIDATED FINANCIAL PERFORMANCE

Particulars	Q3 FY24	Q3 FY23	YOY%
Total Revenue	841.3	905.9	-7.1%
EBITDA	94.5	109.5	-13.7%
Margin (%)	11.2%	12.1%	-86 bps
PAT	48.0	51.5	-6.6%

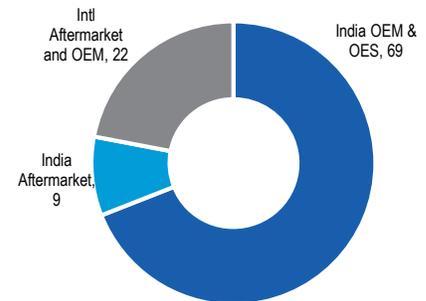
Particulars	9M FY24	9M FY23	YOY%
Total Revenue	2,669.6	2,589.3	3.1%
EBITDA	248.1	234.3	5.9%
Margin (%)	9.3%	9.0%	24 bps
PAT	111.2	95.4	16.6%

(In ₹ Crore, unless otherwise mentioned)

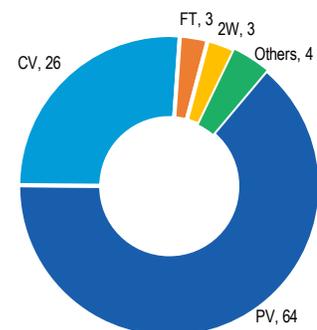
GROUP AGGREGATE SALES

(₹1,749.6 Cr – Q3 FY24)

BY MARKET (%)



BY VEHICLE SEGMENT (%)



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CONSOLIDATED STATEMENT OF PROFIT AND LOSS

Particulars	Q3FY24	Q2FY24	QoQ%	Q3FY23	YoY%	9MFY24	9MFY23	YoY%
Revenue from Operations	837.0	928.1	-9.8%	874.3	-4.3%	2,659.6	2,570.7	3.5%
Other Income	4.3	2.4	79.2%	31.7	-86.4%	9.9	18.6	-46.5%
Total Revenue	841.3	930.5	-9.6%	905.9	-7.1%	2,669.6	2,589.3	3.1%
Expenses								
-Cost of Material Consumed	485.2	538.0	-9.8%	522.1	-7.1%	1,531.8	1,533.7	0%
-Purchase of stock-in-trade	2.5	2.6	-3.4%	2.3	11.0%	7.9	7.0	12.8%
-Changes in inventories	(8.1)	(7.4)	-9.6%	(23.8)		(23.5)	(52.8)	
-Employee Benefit Expense	115.9	136.9	-15.3%	137.1	-15.4%	398.6	396.9	0.4%
-Finance Cost	18.3	17.1	6.8%	13.7	33.2%	54.0	32.8	64.7%
-Depreciation & Amortization	32.1	35.0	-8.2%	35.6	-9.9%	102.4	101.8	0.6%
-Other Expenditure	151.3	187.9	-19.4%	158.7	-4.6%	506.7	470.2	7.8%
Total Expenses	797.2	909.9	-12.4%	845.8	-5.7%	2,577.9	2,489.6	4.0%
PBT before share of profit / (loss) of JV & associates and Exceptional Items and Exceptional Items	44.1	20.6	114.1%	60.1	-26.7%	91.7	99.7	-8.0%
Share of Profit / (loss) of JV and Associate (includes share of exceptional items, net of taxes)	14.7	15.9	-7.7%	13.2	11.6%	41.0	41.9	-2.3%
PBT before Exceptional items	58.8	36.5	61.0%	73.3	-19.8%	132.7	141.6	-6.3%
Exceptional Item	-	(82.2)		(5.1)		(102.0)	(7.3)	
PBT	58.8	(45.7)	228.7%	68.2	-13.8%	30.6	134.3	-77.2%
Tax Expense	10.8	(96.7)		16.8		(80.6)	39.0	
PAT	48.0	51.1	-6.0%	51.5	-6.6%	111.2	95.4	16.6%

(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 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.