

Date: August 22, 2017

The General Manager
The Corporate Relation Department
Bombay Stock Exchange Limited
Phiroza Jeejeebhoy Towers
14TH Floor, Dalal Street
Mumbai 400 001


Dear Sir,

Please find attached the Analyst presentation of the Unaudited Financial Results of CARE Ratings Limited (Formerly known as Credit Analysis and Research Limited) for Q1 FY 2018.

We request you to kindly upload the same.

Thanking you,

Yours faithfully,
For CARE Ratings Limited
(Formerly known as Credit Analysis and Research Limited)


Mahendra Naik
Company Secretary

Encl: As above

Q1-FY18 Financial Results

Rajesh Mokashi
MD & CEO



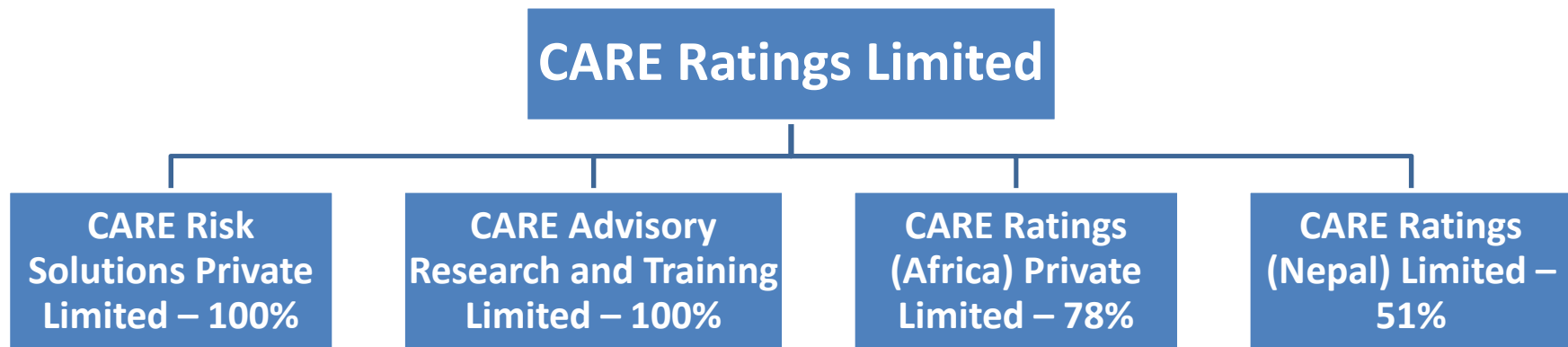
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CARE Ratings Group



Highlights: Q1-FY18

- **Growth in Financial Indicators**

- Growth in Rating income of 8% in Q1-FY18 over Q1-FY17
- Growth in Operating profit of 11.1% over Q1-FY17
- Increase in expenditure by 1.7%
- Operating profit margins at 62.6% in Q1-FY18
- EBITDA margins at 67.3% and PAT margins at 52.3% in Q1-FY18
- 817 new clients added during Q1-FY18

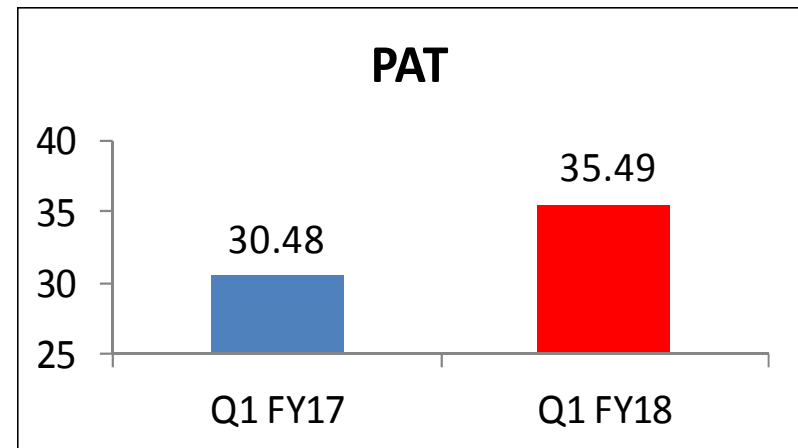
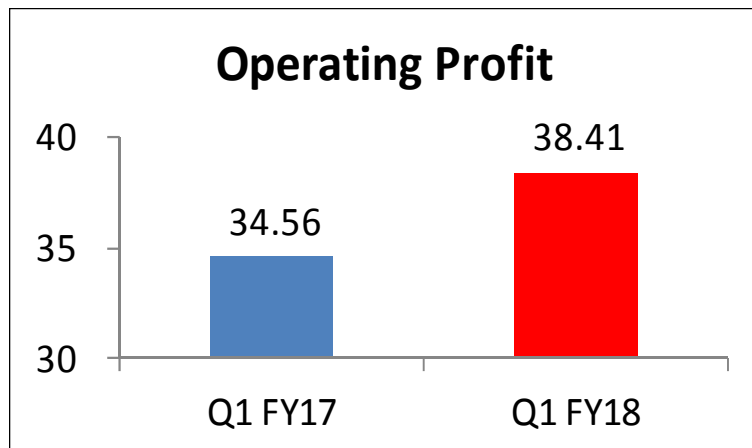
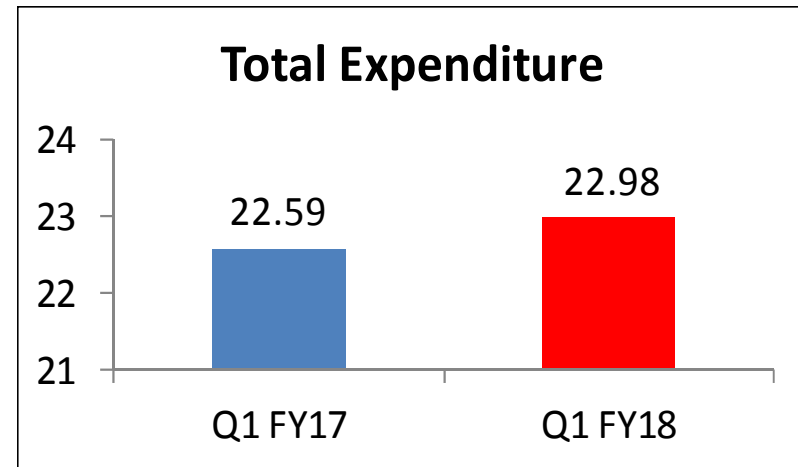
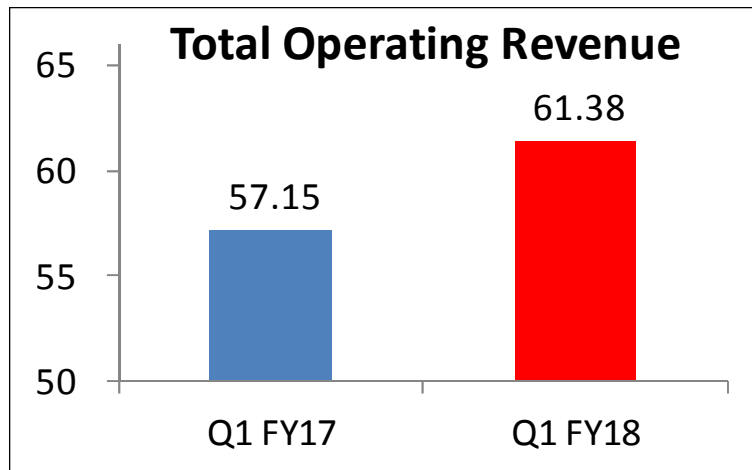
- **Business Profile**

- Total volume of debt rated recorded increase of 3.36% to Rs 3.90 lakh crore in Q1-FY18 as against Rs 3.77 lakh crore in Q1-FY17.
- Total number of instruments rated were 1,774 as against 1,261 in Q1-FY17

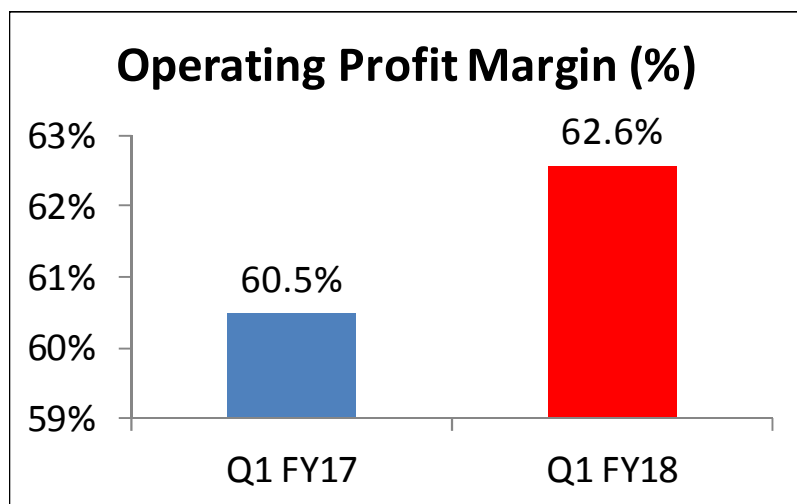
Financial Performance

Particulars	Rs. Lakhs		
	Actual Q1 FY18	Actual Q1 FY17	% Change
Revenue			
Rating fees	6,128	5,675	8.0%
Research & Information	10	40	-73.8%
Investment / Other income	650	992	-34.5%
Total income	6,788	6,707	1.2%
Expenditure	2,298	2,259	1.7%
Operating Profit	3,841	3,456	11.1%
Profit Before Tax	4,491	4,448	1.0%
Provision for Tax	942	1,400	-32.7%
Profit After Tax	3,549	3,048	16.4%
Operating Profit margin(%)	62.6%	60.5%	
Profit Before Tax margin(%)	66.2%	66.3%	
Net Profit margin(%)	52.3%	45.4%	

Financial Performance:Q1-FY18 (Rs cr)

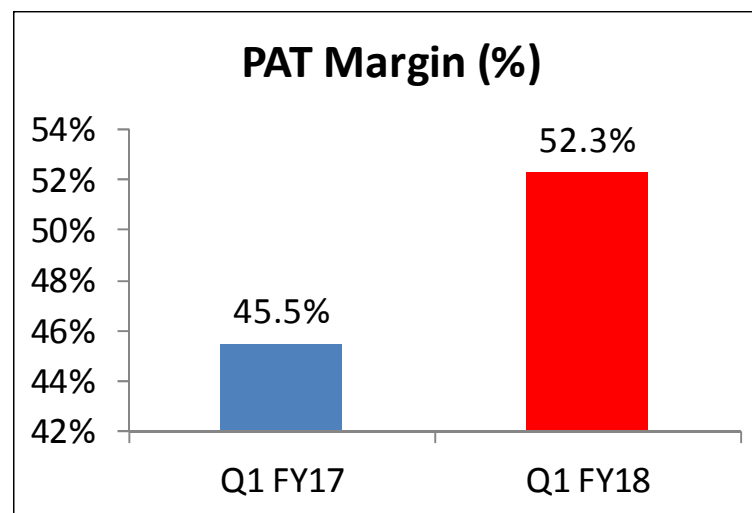


Financial Performance: Q1-FY18

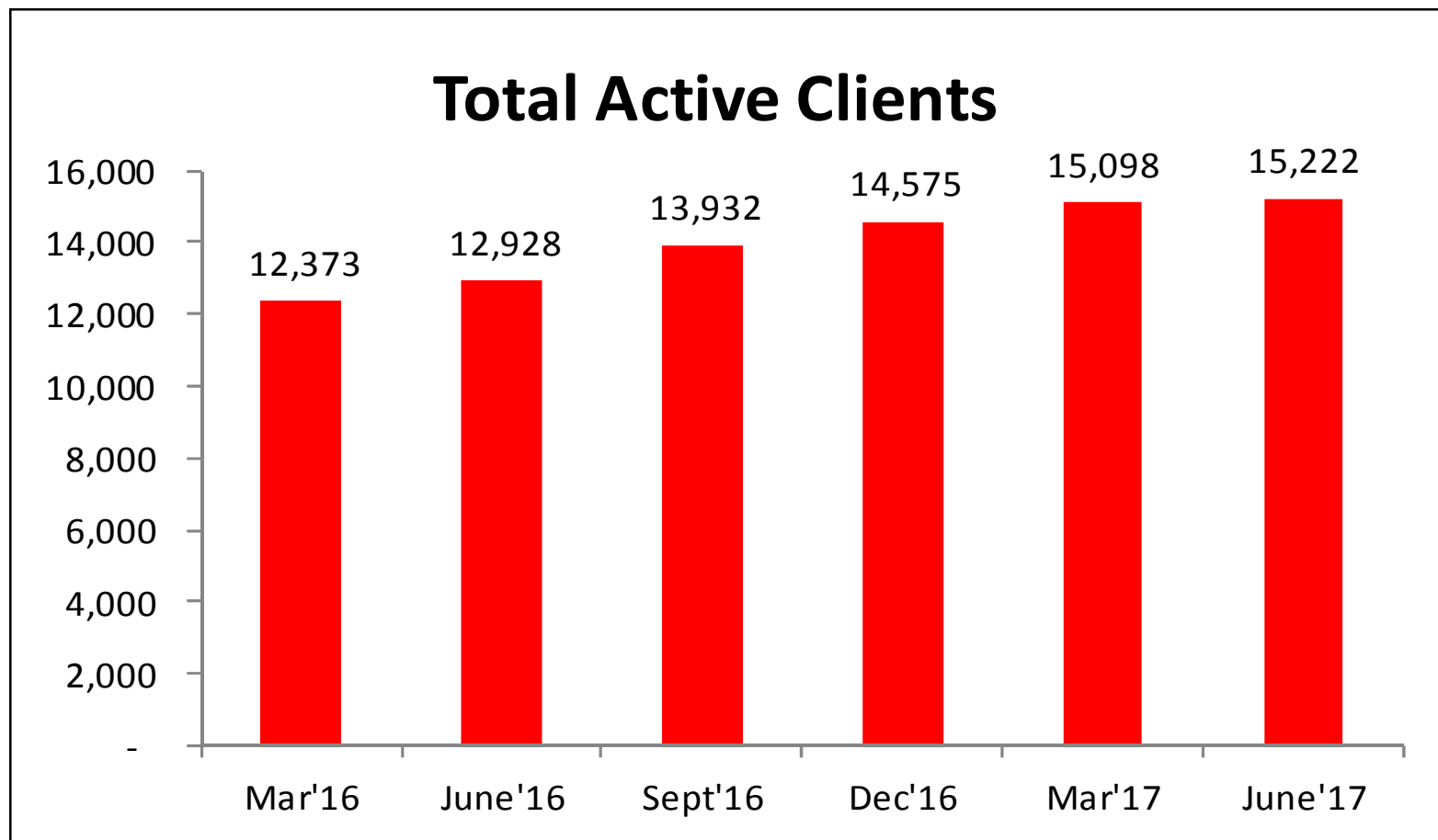


Q1 FY18 Operating profit margin improved to 62.6% mainly due to higher volume of debt rated as well as commensurate increase in the surveillance assignments.

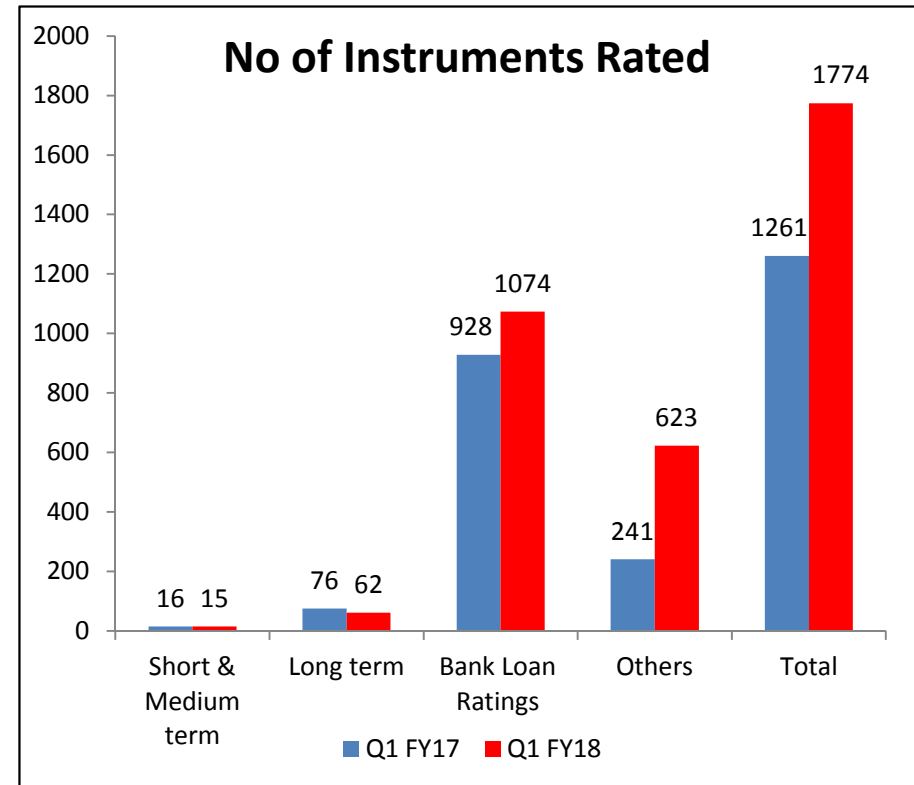
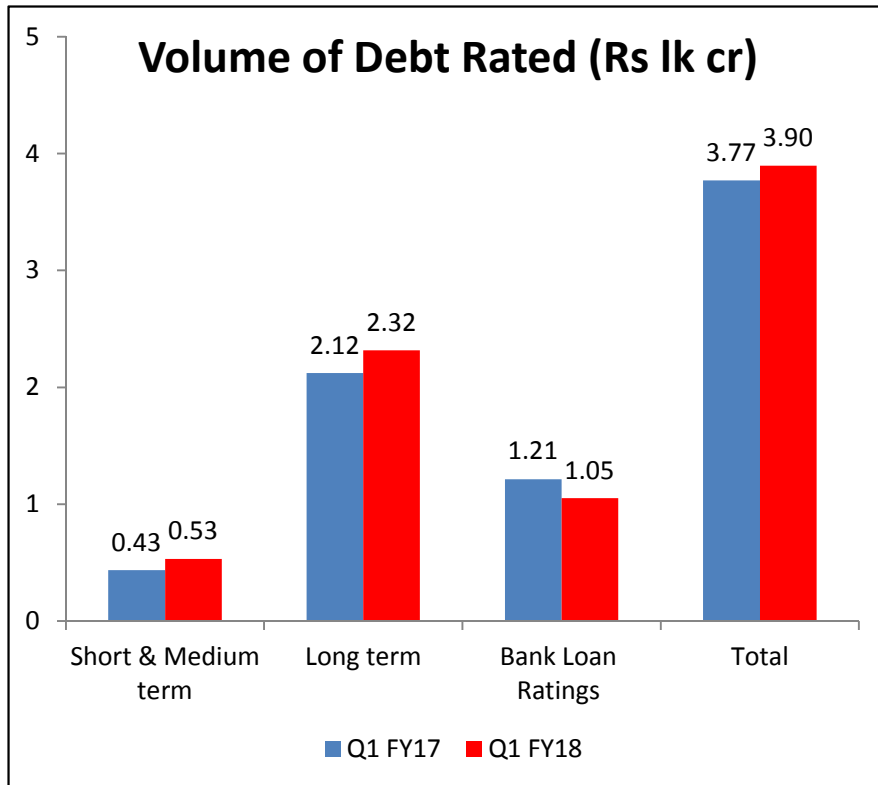
Q1 FY18 PAT margin increased to 52.3% mainly due to higher revenues and lower tax expenses due to deferred tax effect of Ind AS adjustments.



Business Performance

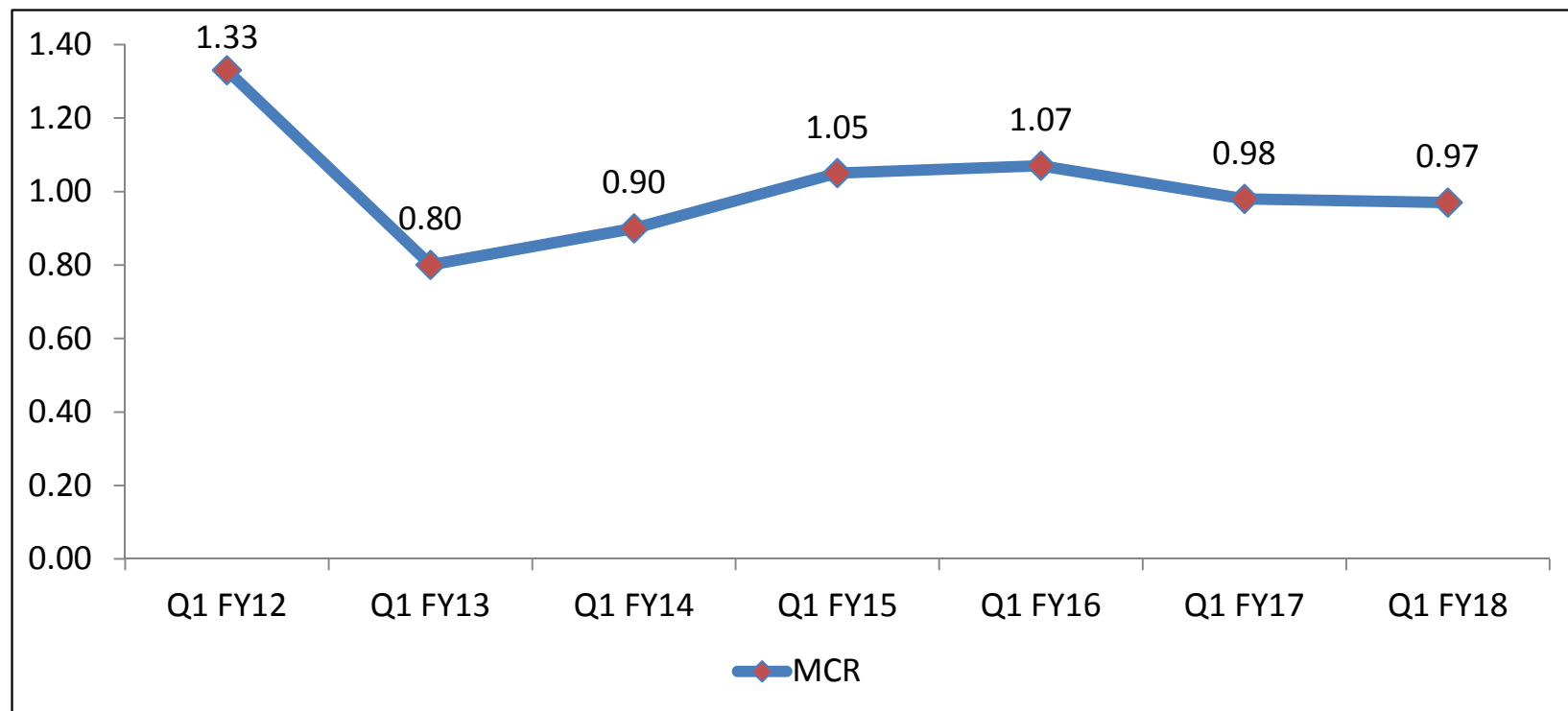


Business Performance: Q1-FY18



Rating Movement

Credit Quality of domestic rated firms/entities has declined in Q1 FY18 as indicated by the MCR. It has come down to less than unity after two quarters.



Thank You