Date: December 15, 2023
SE/2023-24/84

To,

BSE Limited The General Manager The Corporate Relation Department Phiroze Jeejeebhoy Towers Dalal Street Mumbai 400 001 **Scrip Code: 534804**	**The National Stock Exchange of India Ltd.** Listing Department Exchange Plaza Bandra Kurla Complex Bandra (East) Mumbai 400 051 **Scrip Code: CARERATING**

Dear Sir/ Madam,

Sub: Disclosure under Regulation 30 read with Clause 20 of Para A of Part A of Schedule III of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

This is to inform you that the Securities and Exchange Board of India ("SEBI") has issued a warning to the Company vide its communication ("Letter") dated December 14, 2023.

The details of the same forms part of *Annexure A*.

The Company vide its letter / email dated December 15, 2023 has requested an opportunity to represent before SEBI`s inspection team, to reconsider the observations stated in the Letter.

Notwithstanding the above, there is no impact on financial, operation or other activities of the Company pursuant to the abovementioned Letter.

This will also be hosted on the Company's website i.e. https://www.careratings.com

You are requested to kindly take the above information on records.

Thanking you,

Yours faithfully,

For CARE Ratings Limited
NEHAL NAVINCHANDRA SHAH
Digitally signed by NEHAL NAVINCHANDRA SHAH
Date: 2023.12.15 16:53:53 +05'30'
Nehal Shah
Company Secretary & Compliance Officer

Encl.: As above

Annexure A

Name of the authority(s):	SEBI
Date of receipt of communication from the authority	December 14, 2023
Details of the violation(s)/contravention(s) committed or alleged to be committed:	Following discrepancies were observed in the sample selected during the inspection of the Company as a Credit Rating Agency, conducted by SEBI, for the period December 1, 2021 to April 30, 2023: Non-inclusion of mandatory clauses in rating agreement; Inconsistency in disclosure of applicable criteria in press release and rating note; Incorrect information in rating committee note with respect to rating model output; Delay in periodic review of ratings in case of Matrix Water Management Private Limited; Updation of Rating Information on Centralised Database of corporate bonds jointly created and hosted by the Depositories.
Nature and details of the action(s) taken, initiated or order(s) passed:	The Company is advised to take appropriate corrective steps to rectify the discrepancies/ deficiencies stated in the letter, take corrective steps, wherever required, and send to SEBI the Action Taken Report (ATR) within 30 days of the receipt of this communication. The said Letter along with ATR to be placed before the Board of Directors at its ensuing meeting and their comments on the necessary corrective actions taken by the Company shall be forwarded to SEBI.
Impact on financial, operation or other activities of the listed entity, quantifiable in monetary terms to the extent possible.	None. There is no material impact on financials, operations or other activities of the Company