

Date: July 31, 2019
SE/2019-20/030

To,

The National Stock Exchange India Ltd.
Listing Department
Exchange Plaza
Bandra Kurla Complex
Bandra (East)
Mumbai 400 051

The General Manager
The Corporate Relation Department
BSE Limited
Phiroza Jeejeebhoy Towers
14th Floor, Dalal Street
Mumbai 400 001

Dear Sir/ Madam,

SUB: OUTCOME OF THE BOARD MEETING HELD ON JULY 31, 2019.

Please find enclosed herewith the Unaudited Financial Results for the Quarter ended June 30, 2019, Limited Review Report submitted by M/s. Khimji Kunverji & Co. LLP, Chartered Accountants, (ICAI FRN: 105146W), the Statutory Auditors of the Company of CARE Ratings Limited (Formerly known as Credit Analysis and Research Limited) as per the requirement of Regulation 30 and Para A of Part A of Schedule III of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015.

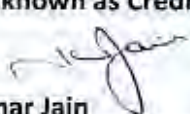
The Board of Directors has declared the 1st Interim Dividend of Rs. 3/- per equity share of face value of Rs.10/- for the financial year 2019-2020 and has fixed Tuesday, August 20, 2019 as the Record Date for the 1st Interim Dividend.

The meeting of the Board of Directors of the Company commenced at 01.00 p.m. and concluded at 08:30 p.m.

Kindly take the above on record.

Yours faithfully,

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


Navin Kumar Jain
Company Secretary & Compliance Officer



CARE Ratings Limited
(Formerly known as Credit Analysis & Research Limited)

Khimji Kunverji & Co LLP

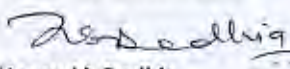
Chartered Accountants

Limited Review Report on Unaudited Standalone Financial Results

To,
Board of Directors of
CARE Ratings Limited

1. We have reviewed the accompanying statement of unaudited standalone financial results of CARE Ratings Limited ('the Company') for the quarter ended June 30, 2019 ('the Statement'), attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended. Attention is drawn to the fact that the figures for the quarter ended March 31, 2019 as reported in this Statement are the balancing figures between audited figures in respect of full previous financial year and the published year to date figures up to the end of third quarter of the previous financial year. The figures up to the end of third quarter of the previous financial year had only been reviewed and not subject to audit.
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. 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.
4. Based on our review conducted as above and procedures performed as stated in paragraph 3, 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 SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For Khimji Kunverji & Co LLP
(Formerly Khimji Kunverji & Co – FRN 105146W)
Chartered Accountants


Hasmukh Dedhia
Partner (F-33494)
UDIN: 19033494AAAAES7937
Mumbai
July 31, 2019



Limited Review Report on Unaudited Consolidated Financial Results

To,
Board of Directors of
CARE Ratings Limited

1. We have reviewed the accompanying Statement of unaudited consolidated financial results of CARE Ratings Limited ('the Company') and its subsidiaries (the Company and its subsidiaries together referred to as 'the Group'), and its share of the net profit after tax for the quarter ended June 30, 2019 ('the Statement'), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended. Attention is drawn to the fact that the figures for the quarter ended March 31, 2019 as reported in this Statement are the balancing figures between audited figures in respect of full previous financial year and the published year to date figures up to the end of third quarter of the previous financial year. The figures up to the end of third quarter of the previous financial year had only been reviewed and not subject to audit.
2. This Statement, which is the responsibility of the Company's Management and approved by the Company'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. 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 SEBI under Regulation 33 (8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, to the extent applicable

4. The Statement includes the results of the following entities:

Name of the Entity	Relationship
CARE Risk Solutions Private Limited (Previously known as CARE Kalypso Risk Technologies & Advisory Services Private Limited)	Wholly Owned Subsidiary
CARE Advisory Research and Training Limited	Wholly Owned Subsidiary
CARE Ratings (Nepal) Limited	Subsidiary
CARE Ratings (Africa) Private Limited	Subsidiary

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 6 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 SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.



Khimji Kunverji & Co LLP

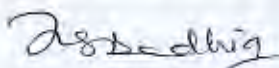
Chartered Accountants

6. We did not review the financial results of CARE Risk Solutions Private Limited (Previously known as CARE Kalypto Risk Technologies & Advisory Services Private Limited) and CARE Advisory Research and Training Limited, subsidiary companies included in the unaudited consolidated financial results, whose interim financial results reflect, total revenues of Rs. 331.07 Lakhs for the three months ended June 30, 2019, total profit / (loss) after tax of Rs. (53.06 Lakhs) for the three months ended June 30, 2019 and total comprehensive income (after tax) of Rs. (53.06 Lakhs) for the three months ended June 30, 2019 as considered in the unaudited consolidated financial results. These financial results have been reviewed by other auditors whose reports have been furnished to us by the Management and our report on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, is based solely on the reports of the other auditors.

We did not review the financial results of CARE Ratings (Africa) Private Limited and CARE Ratings (Nepal) Limited, subsidiary companies incorporated in Mauritius & Nepal respectively, whose financial results reflect total revenues of Rs. 181.12 Lakhs for the three months ended 30 June 2019, total profit after tax of Rs. 85.52 Lakhs for the three months ended June 30, 2019 and total comprehensive income (after tax) of Rs. 85.52 Lakhs for the three months ended June 30, 2019 as considered in the unaudited consolidated financial results. These financial results have been audited by the other auditor as per the requirement of the applicable accounting standards of the respective countries and have been converted as per the requirements of Ind AS by the management. Our opinion, in so far as it relates to the amounts included in respect of these subsidiaries, is based solely on the report of the other auditors and management certified Ind AS financial results and adjustments thereto.

Our opinion is not modified in respect of above matter.

For Khimji Kunverji & Co LLP
(Formerly Khimji Kunverji & Co – FRN 105146W)
Chartered Accountants

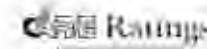


Hasmukh Dedhia
Partner (F-33494)
UDIN: 19033494AAAAET1172
Mumbai
July 31, 2019



CARE Ratings Limited
(Formerly known as Credit Analysis & Research Limited)
CIN: L67190MH1993PL1071691

Regd. Office: 4th Floor, Ginning Coliseum, Smarthy Hospital Road, Off Eastern Express Highway, Sion (East), Mumbai - 400 022.
Website: www.careratings.com | Email: investorrelations@careratings.com



Statements of Standalone and Consolidated Unaudited Financial Results for the quarter ended June 30, 2019

(₹ in Lakhs)

(₹ in Lakhs)

Sl.	Particulars	Standalone				Consolidated			
		Quarter Ended		Year ended		Quarter Ended		Year ended	
		June 30, 2019	March 31, 2019	June 30, 2018	March 31, 2019	June 30, 2019	March 31, 2019	June 30, 2018	March 31, 2019
		Unaudited	Audited (Refer Note 5)	Unaudited	Audited	Unaudited	Audited (Refer Note 5)	Unaudited	Audited
I	Revenue from Operations	4,522.33	8,148.95	3,741.75	29,735.74	4,592.27	8,941.47	5,098.17	31,896.91
II	Other Income	778.13	946.91	424.36	2,083.40	781.34	951.21	459.27	3,039.21
III	TOTAL INCOME (I + II)	5,294.46	9,095.86	4,166.11	32,719.14	5,373.41	9,902.68	5,557.44	34,936.12
IV	EXPENSES								
	Employee Benefits Expense	2,617.27	2,566.53	2,270.73	8,354.03	2,875.01	2,802.46	2,463.97	10,280.67
	Depreciation and Amortisation Expense	168.48	85.16	65.47	966.39	184.49	94.09	58.80	431.04
	Finance cost	20.03	-	-	-	23.75	-	-	-
	Other Expenses	782.28	894.17	615.71	3,254.23	900.05	1,224.71	150.23	4,149.63
	TOTAL EXPENSES (IV)	3,568.03	3,546.86	2,949.96	12,914.65	3,989.30	4,121.26	3,264.98	14,763.34
V	Profit before Exceptional Items and Tax (III)-(IV)	1,728.43	5,546.86	3,216.15	19,804.49	1,784.09	5,781.42	3,191.46	20,172.78
VI	Exceptional Items	-	-	-	-	-	-	-	-
VII	Profit before Tax Expenses (V + VI)	1,728.43	5,546.86	3,216.15	19,804.49	1,784.09	5,781.42	3,191.46	20,172.78
VIII	Tax Expenses								
	Current Tax	142.01	1,671.21	1,018.25	5,989.04	461.72	1,679.48	1,023.68	6,024.03
	Deferred Tax	(23.28)	(410.02)	(356.94)	310.16	(28.64)	433.00	(187.84)	341.87
	Total Tax Expense	419.67	2,083.23	661.30	6,305.80	435.08	2,112.48	675.84	6,366.00
IX	Net Profit for the period (VII - VIII)	1,308.76	3,463.63	2,554.85	13,498.69	1,349.01	3,668.94	2,515.62	13,806.78
	Profit for the period attributable to:								
	Non-Controlling interest	-	-	-	-	11.40	24.12	13.08	54.55
	Owners of the Parent	-	-	-	-	1,337.61	3,644.82	2,502.54	13,752.23
X	Other Comprehensive Income:								
	W (i) Items that will not be reclassified to profit & Loss	(15.11)	(125.00)	(40.84)	(313.39)	(45.81)	(314.88)	74.17	(315.74)
	(ii) Income tax relating to items that will not be reclassified to profit or loss	(1.25)	(13.59)	(10.77)	309.48	(1.22)	(14.27)	(10.93)	110.16
	W (i) Items that will be reclassified to profit & Loss	-	-	-	-	(0.73)	(1.44)	2.29	0.15
	(ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-	1.96	-	-	-
	Other Comprehensive Income for the period	(32.18)	(211.47)	20.66	(203.81)	(36.96)	(225.05)	29.43	(105.39)
	Other Comprehensive Income for the period attributable to:								
	Non-Controlling interest	-	-	-	-	(1.05)	-	-	-
	Owners of the Parent	(32.18)	(211.47)	20.66	(203.81)	(35.91)	(225.05)	29.43	(105.39)
XI	Total Comprehensive Income for the period (IX + X)	1,276.58	3,252.16	2,574.91	13,294.88	1,312.05	3,443.89	2,545.05	13,601.39
	Total Comprehensive Income for the period attributable to:								
	Non-Controlling interest	-	-	-	-	80.85	24.32	13.08	54.55
	Owners of the Parent	1,276.58	3,252.16	2,574.91	13,294.88	1,281.90	3,419.57	2,522.97	13,546.84
	Paid up Equity Share Capital (Face Value ₹ 10 per share)	2,946.12	2,946.12	2,946.12	2,946.12	2,946.12	2,946.12	2,946.12	2,946.12
	Other Equity	-	-	-	-	-	-	-	52,051.30
	Earnings Per Equity Share (Face Value ₹ 10 each) (Not Annualized)								
	Basic (₹)	4.44	11.96	8.67	45.62	4.47	12.37	3.49	30.66
	Diluted (₹)	4.44	11.96	8.67	45.62	4.47	12.37	3.49	30.66



Notes

1. The above results have been reviewed by the Audit Committee of the Board and approved by the Board of Directors of the Company at its meeting held on July 11, 2019 and have been reviewed by the statutory auditors of the Company.
2. The Board of Directors of the Company have declared interim dividend of ₹ 3/- per share having a nominal value of ₹ 10 each.
3. The consolidated financial results include results of CARE Ratings Limited (formerly known as Credit Analysis and Research Limited) and its subsidiaries namely CARE Risk Solutions Private Limited (formerly known as CARE Kalyan Risk Solutions and Advisory Services Private Limited), CARE Advisory Research and Training Limited, CARE Ratings (Africa) Private Limited and CARE Ratings Nepal Limited.
4. The accompanying financial results have been prepared as per the format prescribed under Regulation 32 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.
5. The figure for three months ended March 31, 2019 are arrived at as a difference between year to date figures of that financial year and the published figure for previous reporting period of the same financial year.
6. The Company is undergoing some adjudication/proceedings pertaining to some credit ratings assigned by it to clients, the necessary responses are being furnished to the regulatory authorities. Pending outcome of these adjudication and/or regulatory matters and based on the developments thereof, the Company has provided, for each such matter, on prudent basis most likely amount that the regulator can levy.
7. The financial results have been prepared in accordance with the applicable accounting standards, as modified under the Companies (Indian Accounting Standards) Rules, 2015 and as specified in section 133 of the Companies Act.
8. The Company has granted 5,37,908 option on September 01, 2017, to the eligible employees as the Company's Employee Stock Option Scheme (ESOS) 2017. As per Ind AS 102 - Share Based Payment, total cost of ESOS 2017 will be charged over vesting period, accordingly the Employee Benefit Expenses includes ESOP charge under respective periods as under:

Particulars	Quarter Ended				Year ended
	June 30, 2018	March 31, 2019	June 30, 2018	March 31, 2019	March 31, 2019
	Unaudited	Audited	Unaudited	Audited	Audited
ESOP Charge	117.68	288.64	161.96	1,275.73	



3 Segment information based on Consolidated Financial results of the Group is as follows:

(₹ in Lakhs)

SN	Particulars	Quarter Ended			Year ended
		June 30, 2019	March 31, 2019	June 30, 2018	March 31, 2019
		Unaudited	Audited (Refer Note 5)	Unaudited	Audited
a	Segment Revenue				
	Ratings and related services	4,655.59	4,284.00	3,805.43	39,117.29
	Others	820.19	509.92	193.74	1,873.07
	Total Segmental Revenue	5,475.78	4,793.92	3,999.17	41,990.36
	Less: Inter Segment Revenue	(13.51)	(42.51)	-	(93.45)
	Total Revenue from Operations (Net)	4,962.27	4,751.41	3,999.17	41,896.91
b	Segment Results (Profit before Finance Costs and Tax)				
	Ratings and related services	(1,081.29)	4,413.83	2,809.63	(6,755.38)
	Others	(56.58)	804.78	(75.44)	358.13
	Total Segment Result	(1,137.87)	4,328.21	2,734.19	(6,397.25)
	Less: Finance Costs	23.76	-	-	-
	Add: Other Unallocable Income - net	781.14	961.21	437.27	3,039.21
	Profit before Tax	1,748.09	5,781.42	3,191.46	20,172.78

(₹ in Lakhs)

SN	Particulars	As on	As on	As on	As on
		June 30, 2019	March 31, 2019	June 30, 2018	March 31, 2019
c	Segment Assets				
	Ratings and related services	16,133.22	15,399.61	11,852.83	15,399.61
	Others	2,822.04	2,452.89	863.68	2,452.89
	Unallocated Assets	45,704.01	44,661.23	35,018.94	44,661.23
	Total	64,659.27	62,513.73	47,735.45	62,513.73
d	Segment Liabilities				
	Ratings and related services	6,497.52	5,807.12	4,834.34	5,807.12
	Others	778.61	471.05	282.14	471.05
	Unallocated	-	-	-	-
	Total	7,276.13	6,278.18	5,116.48	6,278.18
e	Capital Employed				
	Ratings and related services	9,635.70	9,392.49	7,098.49	9,392.49
	Others	1,543.43	981.25	679.45	981.25
	Unallocated	45,704.01	44,661.23	35,018.94	44,661.23
	Total	56,883.14	55,034.97	42,796.88	55,034.97



- 10 From April 1, 2019, the new accounting standard i.e. Ind AS 116 "Leases" became effective. The Company has adopted the new standard with modified approach in accordance with para C8(b)(ii) of IND AS 116 and recognized asset in the form of 'Right of use' (representing its right to use the leased asset over the lease term) and also liability towards present value of the balance of future lease payments) for the lessee where lease agreements exceeds twelve months. The difference between 'Right of use' and Lease liability has been adjusted in Opening Retained Earnings which amounted to Rs. 22.29 Lakhs.

In the statement of profit and loss for the quarter ended June 30, 2019 (period), the nature of expenses in respect of operating leases has changed from lease rent in previous periods to depreciation cost for the right-of-use asset and finance cost for interest accrued on lease liability. Due to said change, profit is reduced by Rs. 14.57 lakhs for the period.

- 11 Previous year/period's figures have been regrouped / rearranged wherever necessary to conform to the figures of the current period.

For and behalf of the Board of Directors
CARE Ratings Limited



T N Arunkumar
Chief Executive Officer
DIN: 07558952
Mumbai, July 31, 2019

