CREDIT ANALYSIS & RESEARCH LTD.

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DATE: JANUARY 28, 2013

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

Dear Sir,

REVISED

Sub: OUTCOME OF THE BOARD MEETING HELD ON JANUARY 28, 2013

Please find enclosed herewith the Unaudited Financial Results for the nine months and quarter ended December 31, 2012, Limited Review Report and the Press Release for Q3 – FY13 of Credit Analysis and Research Limited as per the requirement of Clause 41 of the Listing Agreement.

Thanking you,

Yours faithfully,
For Credit Analysis and Research limited

Navin Kumar Jain
Company Secretary

Encl. : As above

Press Release of CARE's Unaudited Financial Results for Q3-FY13

CARE Ratings announced its third quarter results for FY13 on Monday 28th January, 2013. The results were approved by the board of Directors earlier in the day.

Background

The performance of CARE Ratings was guided to a large extent by the macro economic conditions where the credit and debt markets were subdued. Overall growth in bank credit for the first 9 months of the year between April and December was lower at 9.0% as against 10.8% during the same period of last year. The debt market too was at a lower level with the number of issues coming down to 857 during the first 9 months of FY13 from 1022 during the same period of FY12.

The lower level of activity in the credit market may be attributed to low growth conditions in the economy with GDP growth for the first 6 months being only 5.4% as against 7.3% last year. The lower performance was also reflected in the ratio of upgrades to downgrades which declined from 1.14 in FY12 to 0.29, 0.20 and 0.18 in the first three quarters of FY13. The RBI has also maintained an aggressive inflationary stance and retained the repo rate at 8% after lowering it by 50 bps at the time of the Annual Monetary Policy. The performance of CARE should be viewed against this background.

CARE's Performance

Despite the challenging environment, the total number of new assignments completed was 4,801 during the first 9 months of the year as against 3,179 for the same period last year which reflects both deepening and widening of our business. In fact, in Q3-FY13 there were 1,559 new assignments undertaken as against 1,177 during the same period of last year. Significantly, the company added 1,725 new clients during the nine-month period (626 were added in Q3-FY13).

During Q3-FY13, total income was Rs 53.46 crore of which Rs 45.57 crore was from operations. Total expenditure was Rs 15.17 crore, of which 76% was accounted for by employee cost. Other income was Rs 7.89 crore and net profit Rs 27.82 crore.

For the nine-month period, April-December 2012, income from operations was Rs 135.46 crore and other income Rs 20.53 crore. Total expenditure was Rs 47.47 crore with employee cost accounting for 74% of it. The staff strength had increased from 456 in December 2011 to 500 in March 2012 and further to 546 in December 2012 as part of the overall strategy to expand the business across geographies and focus on both business and ratings through strengthening of human resources as well as opening of branches.Net profit stood at Rs 77.72 crore

Press Release of CARE's Unaudited Financial Results for Q3-FY13

The macroeconomic environment had its impact on behavioral response from clients which affected the company's income from operations at both the initial rating and surveillance stages. At the initial rating level, income was affected even though the number of rating assignments had increased substantially due to smaller ticket sizes being rated and pricing pressure. Surveillance income was affected on account of suspension of ratings as well as rating downgrades.

Other income of the company has been subdued during the year despite an increase in the quantum of financial investments from Rs 340 crore in March 2012 to Rs 406 crore in December 2012. This was so as investments were made in Fixed Maturity Plans (FMPs) and growth oriented schemes of mutual funds where income can be booked only on due date or time of sale respectively.

During the third quarter, the company completed a successful IPO listing of its stock on BSE and NSE on 26th December 2012.

For any other information please contact:
D.R. Dogra, MD & CEO
Phone: 022-6754 3434 Fax: 022-6754 3457

Khimji Kunverji & Co
(Registered)
Chartered Accountants

Limited Review Report

Review Report to
The Board of Directors
Credit Analysis and Research Limited

We have reviewed the accompanying statement of standalone unaudited financial results of Credit Analysis and Research Limited ('the Company') for the quarter and nine months ended December 31, 2012 ('the Statement'), except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the management and have not been reviewed by us. This Statement is the responsibility of the Company's management and has been approved by the Board of Directors. Our responsibility is to issue a report 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 Statement is free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides 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 prepared in accordance with recognition and measurement principles laid down in Accounting Standard 25 Interim Financial Reporting, notified pursuant to the Companies (Accounting Standards) Rules, 2006, (as amended) and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.

For and on behalf of
Khimji Kunverji & Co.
Chartered Accountants
Registration No. 105146W

KHIMJI KUNVERJI & CO CHARTERED ACCOUNTANTS MUMBAI

Gautam V Shah
Partner (F –117348)

Place: Mumbai
Date: January 28, 2013

CARE Ratings
Professional Risk Opinion

Credit Analysis & Research Limited
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Sion (East), Mumbai – 400 022.
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Part I : Statement of Standalone Unaudited Financial Results for the Quarter and Nine Months Ended December 31, 2012

Rs. Lacs

Sr. No.	Particulars	3 months ended Dec 31, 2012	9 months ended Dec 31, 2012	Year ended Mar 31, 2012
		Unaudited	Unaudited	Audited
1	**Income from operations**			
	a) Net Income from services	4,556.88	13,546.42	17,807.50
	b) Other Operating Income	-	-	-
	Total Income from operations	**4,556.88**	**13,546.42**	**17,807.50**
2	**Expenditure**			
	a) Employee Benefits Expense	1,154.27	3,510.26	4,224.09
	b) Depreciation	49.36	209.64	188.14
	c) Other Expenses	313.37	1,026.67	1,265.34
	Total Expenditure	**1,517.00**	**4,746.57**	**5,677.57**
3	**Profit / (Loss) from operations before other income, finance costs and exceptional items (1-2)**	**3,039.88**	**8,799.85**	**12,129.93**
4	Other Income	788.94	2,053.23	2,821.23
5	**Profit / (Loss) from ordinary activities before finance costs and exceptional items (3 + 4)**	**3,828.82**	**10,853.08**	**14,951.16**
6	Finance Cost	-	-	-
7	Exceptional Items	-	-	-
8	**Profit / (Loss) from ordinary activities before tax (5 - 6 - 7)**	**3,828.82**	**10,853.08**	**14,951.16**
9	Tax Expense	1,046.46	3,080.99	4,196.86
10	**Net Profit (+)/ Loss (-) from Ordinary Activities after tax (8-9)**	**2,782.36**	**7,772.09**	**10,754.30**
11	Extraordinary items (net of tax expense)	-	-	-
12	**Net Profit (+) / Loss(-) for the period (10-11)**	**2,782.36**	**7,772.09**	**10,754.30**
13	Paid-up equity share capital (Face value : Rs. 10 per share)	2,855.28	2,855.28	2,855.28
14	Reserves excluding Revaluation Reserves	-	-	34,856.00
15	Basic / Diluted Earnings Per Share (EPS) of Rs.10/- each (not annualized)	9.74	27.22	37.66
Part II: Select Information for the Quarter and Nine months Ended December 31, 2012				
A	**Particulars of Shareholding**			
1	Public shareholding			
	–Number of shares	28,552,812	28,552,812	28,552,812
	–Percentage of shareholding	100%	100%	100%
2	Promoters and Promoter Group Shareholding	-	-	-
	a) Pledged / Encumbered			
	- Number of Shares	-	-	-
	- Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	-	-	-
	- Percentage of Shares (as a % of the total share capital of the Company)	-	-	-
	b) Non – encumbered			
	- Number of Shares	-	-	-
	- Percentage of Shares (as a % of the total shareholding of the Promoter and Promoter group)	-	-	-
	- Percentage of Shares (as a % of the total share capital of the Company)	-	-	-

CREDIT ANALYSIS AND RESEARCH LTD. MUMBAI INDIA

KHIMJI KUNVERJI & CO CHARTERED ACCOUNTANTS MUMBAI

B - Investor Complaints : 3 months ended December 31, 2012			
Pending at the beginning of the quarter	Received during the quarter	Disposed of during the quarter	Remaining unresolved at the end of the quarter
Nil	200	167	33*
*Received in last week of December 2012 and attended on January 1, 2013			

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 January 28, 2013.

2. The Statutory Auditors of the Company have carried out Limited Review as required under Clause 41 of Listing Agreement for the quarter and nine months ended December 31, 2012 and the related report is being submitted to the concerned stock exchanges.

3. Pursuant to Clause 41 of the Listing Agreement, the Company has opted to publish the standalone financial results.

4. The Company primarily operates in single business and geographical segment, hence, no additional disclosures required to be given as per AS 17 - Segmental Reporting other than those already given in the financial results.

5. During the quarter ended December 31, 2012, the Company has completed its Initial Public Offer (IPO) through an Offer for Sale of 7,199,700 equity shares of Rs. 10 each, at a price of Rs. 750 per share. This being an offer for sale, the Company has not received the IPO proceeds, therefore, Clause 43 of the Listing Agreement do not apply to our Company. Since this was an offer for sale, all the share issue expenses relating to IPO are recovered / recoverable from selling shareholders.

6. Provision for tax expenses include current income tax, deferred tax and tax adjustments of earlier years.

7. The Company got listed on December 26, 2012, and this being first quarter of reporting of financial results, figures for the quarter and nine months ended December 31, 2011 and the immediately preceding quarter ended September 30, 2012 have not been presented.

8. Previous year'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
Credit Analysis & Research Limited

D R Dogra
Managing Director and Chief Executive Officer

Mumbai, January 28, 2013