

Date: November 12, 2013

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

Dear Sir,

OUTCOME OF THE BOARD MEETING HELD ON NOVEMBER 12, 2013

Please find enclosed herewith the Unaudited Financial Results for the half year and quarter ended September 30, 2013, Limited Review Report and the Press Release for Q2 FY 14 of Credit Analysis and Research Limited as per the requirement of Clause 41 of the Listing Agreement.

Further, the Board of Directors have declared a 2nd Interim Dividend of Rs. 6/- per equity share of Rs. 10/- each for financial year 2013-2014 and has fixed Wednesday, November 27, 2013 as a Record Date for the 2nd Interim Dividend.

Please take note of the above.

Thanking you,

Yours faithfully,
For Credit Analysis and Research limited



Navin Kumar Jain
Company Secretary

Encl. : As above

CREDIT ANALYSIS AND RESEARCH LIMITED

Q2 & H1 FY2014 Results

- H1 FY2014 Total Income grows 18.0% YoY
- H1 FY2014 EBITDA higher by 16.9%; Net profit up 19.0% YoY
- 2nd Interim Dividend of Rs. 6 per share declared
- Cumulative Debt rated in H1 FY14 at Rs. 52.7 lakh crore

Mumbai (India), November 12, 2013: Credit Analysis and Research Limited, the second largest full service rating Company in India*, announced its results for the quarter and half year ended 30 September 2013.

Financial Highlights

H1 FY2014 performance overview (Compared with H1 FY2013)

- Total income increased by 18.0% to INR 121.0 crore as compared to INR 102.5 crore
- EBITDA improved by 16.9% INR 83.9 crore as compared to INR 71.8 crore
- Net profit grew by 19.0% to INR 59.4 crore as compared to INR 49.9 crore
- EPS higher by 18.9% at INR 20.78 per share as compared to INR 17.48 per share

Q2 FY2014 performance overview (Compared with Q2 FY2013)

- Total income increased by 6.3 % to INR 70.7 crore as compared to INR 66.5 crore
- EBITDA improved by 4.9% INR 53.0 crore as compared to INR 50.5 crore
- Net profit grew by 6.0% to INR 35.1 crore as compared to INR 33.1 crore
- EPS higher by 5.9% at INR 12.27 as compared to INR 11.59 per share

Performance Review

- Rating income in Q2FY14 grew by 4.4%. This was aided by an increase in the number of new bank facilities rated from 1,494 in Q2 FY13 to 1,863 in Q2 FY14 and number of new long term debt instruments from 71 in Q2 FY13 to 85 in Q2 FY14 along with ongoing surveillances of ratings. The total number of new assignments grew by 16.6% to 2,188 in Q2 FY14 as against 1,876 in Q2 FY13.
- Other Income which also includes income from investments increased from Rs 4.2 crore in Q2 FY13 to Rs 5.5 crore in Q2 FY14.
- PAT margins maintained at 49.6% in Q2FY14.

 * In terms of FY13 rating income

CARE Ratings

Professional Risk Opinion

Commenting on the performance of Q2 & H1 FY2014, D.R. Dogra, Managing Director & CEO Credit Analysis and Research Limited said,

"Given the rather subdued performance of the Indian economy, volatility in forex markets necessitating affirmative action from the policy makers and resulting subdued credit and debt markets, our performance has been fairly stable with steady growth in income and maintenance of growth in profit and profit margins. We do expect conditions to improve in the economy in the coming months, based on a revival in consumer and investment demand, which should hopefully help us scale up our business lines. Meanwhile we continue to focus on all the three targets segments: debt, bank loans and SMEs, to remain ahead of the curve.

As a Company, we are always looking to introduce new services to our portfolio that add value to the marketplace we operate in. During the quarter, we launched ratings for Infrastructure Debt Funds, which are becoming progressively more vibrant in the market and grading of renewable energy companies/projects. We remain focused on the SME segment which is part of our strategy of growing business.

In Q2 FY2014, we continued to create value for our shareholders. I am pleased to share that the Board has declared an interim dividend of Rs. 6 per share. This amounts to a total dividend of Rs. 12 per share for H1 FY2014, translating to a strong payout ratio of 57.7%.

Our superior business model, growing brand equity, human capital efficiencies, expansive distribution network and strong financial position has placed us on a firm footing to capture emerging sector prospects. We will continue to work through the economic challenges. We do hope that the economic environment improves with credit offtake picking and debt markets improving."

Financial Review

CARE's performance was satisfactory despite the challenging economic environment which was typified by subdued GDP growth in Q1 of just 4.4%. Also there was virtually no growth in industry during the first 5 months of the year. The overall debt raised in the capital market in Q2-FY14 was lower than that in the same period of last year. These developments were contemporaneous with high inflation and resulting hawkish RBI policy stance and considerable volatility in the forex market. Notwithstanding these difficult economic conditions, the company has fared well during the first half of the year.



CARE Ratings

Professional Risk Opinion

ABOUT US

Credit Analysis and Research Limited (CARE Ratings) is the second largest full service rating Company in India. CARE Ratings offers a wide range of rating and grading services across a diverse range of instruments and has over 20 years of experience in the rating of debt instruments and related obligations covering wide range of sectors. The Company's list of clients includes banks and other financial institutions, private sector companies, central public sector undertakings, sub-sovereign entities, small and medium enterprises ("SMEs") and micro-finance institutions, among others. The Company also provides issuer ratings and corporate governance ratings and has rated innovative debt instruments, such as perpetual bonds.*

CARE Ratings is recognized for being knowledge based Company and has continued to work towards deepening the base. The Company provides industry research and economic research where 47 industries are covered under its research services and 116 sectors under CARE Industry Risk Metrics (CIRM). Furthering the knowledge initiatives, the Company has tied up with Knowledge Academy, Ahmedabad to conduct a co-branded certification programme in credit risk assessment. Furthermore, the Company also provides Risk Solutions and Advisory Services through its subsidiary CARE Kalypto.

To enhance its scope of business CARE Ratings has been nurturing global opportunities and made forays in different forms: has a branch in Maldives and MoUs with CRAs in other countries. The Company has also entered into a JV to form a new international credit rating agency 'ARC Ratings' with 4 other CRAs from Brazil, Portugal, Malaysia and South Africa.

The Company has its registered office in Mumbai, and branches in New Delhi, Bengaluru, Chandigarh, Chennai, Hyderabad, Kolkata, Pune, Ahmedabad, Jaipur, Maldives.

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Certain statements in this document may be forward-looking statements. Such forward-looking statements are subject to certain risks and uncertainties like government actions, economic developments, and many other factors that could cause the Company's actual results to differ materially from those contemplated by the relevant forward-looking statements. Credit Analysis and Research Ltd. 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.

* In terms of FY13 rating income



Credit Analysis & Research Limited

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Website : www.careratings.com

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Part I : Statement of Standalone Unaudited Financial Results for the Quarter and Half Year Ended September 30, 2013

Rs. in Lakh

	Particulars	3 months ended 30/09/2013 Unaudited (Refer Note 2)	3 months ended 30/06/2013 Unaudited	3 months ended 30/09/2012 Unaudited (Refer Note 3)	Year to date figures for current period ended 30/09/2013 Unaudited	Year to date figures for Previous Year ended 30/09/2012 Audited	Previous accounting year ended 31/03/2013 Audited
1	Income from operations						
	a) Net Income from operations	6,527.51	3,468.70	6,235.54	9,996.21	8,989.54	19,876.58
	b) Other Operating Income	-	-	-	-	-	-
	Total Income from operations	6,527.51	3,468.70	6,235.54	9,996.21	8,989.54	19,876.58
2	Expenditure						
	a) Employee Benefits Expense	1,171.31	1,516.35	1,166.60	2,687.66	2,362.31	5,065.40
	b) Depreciation	79.06	52.52	114.90	131.58	160.28	262.73
	c) Other Expenses	598.06	419.62	431.50	1,017.68	706.98	1,422.81
	Total Expenditure	1,848.43	1,988.49	1,713.00	3,836.92	3,229.57	6,750.94
3	Profit / (Loss) from operations before other income, finance costs and exceptional items (1-2)	4,679.08	1,480.21	4,522.54	6,159.29	5,759.97	13,125.64
4	Other Income	545.00	1,560.74	419.29	2,105.74	1,264.29	2,862.55
5	Profit / (Loss) from ordinary activities before finance costs and exceptional items (3 + 4)	5,224.08	3,040.95	4,941.83	8,265.03	7,024.26	15,988.19
6	Finance Cost	-	-	-	-	-	-
7	Exceptional Items	-	-	-	-	-	-
8	Profit / (Loss) from ordinary activities before tax (5 - 6 - 7)	5,224.08	3,040.95	4,941.83	8,265.03	7,024.26	15,988.19
9	Tax Expense	1,718.71	611.06	1,632.08	2,329.77	2,034.53	4,655.21
10	Net Profit (+)/ Loss (-) from Ordinary Activities after tax (8-9)	3,505.37	2,429.89	3,309.75	5,935.26	4,989.73	11,332.98
11	Extraordinary items (net of tax expense)	-	-	-	-	-	-
12	Net Profit (+) / Loss(-) for the period (10-11)	3,505.37	2,429.89	3,309.75	5,935.26	4,989.73	11,332.98
13	Paid-up equity share capital (Face value : Rs. 10 per share)	2,899.91	2,855.28	2,855.28	2,899.91	2,855.28	2,855.28
14	Reserves excluding Revaluation Reserves	-	-	-	-	-	39,534.38
15	Basic / Diluted Earnings Per Share (EPS) of Rs.10/- each (not annualized)	12.27	8.51	11.59	20.78	17.48	39.69



Part II: Selected Information

	Particulars	3 months ended 30/09/2013 Unaudited	3 months ended 30/06/2013 Unaudited	3 months ended 30/09/2012 Unaudited	Year to date figures for current period ended 30/09/2013 Unaudited	Year to date figures for Previous Year ended 30/09/2012 Audited	Previous accounting year ended 31/03/2013 Audited
A	Particulars of Shareholding						
1	Public shareholding						
	-Number of shares	28,999,122	28,552,812	28,552,812	28,999,122	28,552,812	28,552,812
	-Percentage of shareholding	100%	100%	100%	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)	-	-	-	-	-	-

B - Investor Complaints	Pending at the beginning of the quarter	Received during the quarter	Disposed of during the quarter	Remaining unresolved at the end of the quarter
Total	NIL	19	19	NIL

Notes:

- The above results have been reviewed by the Audit Committee of the Board and taken on record at the meeting of the Board of Directors of the Company held on November 12, 2013.
- The standalone unaudited financial results of the Company for the quarter ended September 30, 2013 has been subjected to limited review by the auditors as required under Clause 41 of Listing Agreement and the related report is being submitted to the concerned stock exchanges.
- The figures for the quarter ended September 30, 2012 are the balancing figures between audited figures in respect of the six months ended on September 30, 2012 and management certified figures for the quarter ended June 30, 2012.
- The Board has declared interim dividend of Rs.6 per share having nominal value of Rs. 10 per share.
- During the year ended March 31, 2013, 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 the Company. Since this was an offer for sale, all the share issue expenses relating to IPO are recovered / recoverable from selling shareholders.
- The Board of Directors of the Company at their meeting held on September 27, 2013, allotted 446,310 equity shares of Rs. 10 each to Ascent India Fund III at a price of Rs. 560.15 per share (including Rs. 550.15 towards share premium) aggregating to Rs. 25,00,00,547/-, to comply with Reserve Bank of India's norms on minimum capitalization applicable to non-fund based non-banking finance companies in connection with the IPO of the Company undertaken in December 2012. These funds have been utilised for business operations.
- 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.

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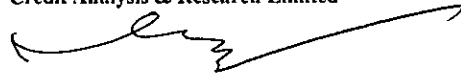
Statement of Assets & Liabilities as on September 30, 2013

Rs. in Lakh

		As on	As on
		30-September-2013	31-March-2013
A	Equity and Liabilities		
1	Shareholders' Funds		
	a) Share Capital	2,899.91	2,855.28
	b) Reserves and Surplus	43,885.02	39,534.38
2	Non Current Liabilities		
	a) Deferred Tax Liability (Net)	417.46	390.50
	b) Long Term Provisions	469.76	424.72
3	Current Liabilities		
	a) Other Current Liabilities	6,390.85	5,101.32
	b) Short Term Provisions	2,778.92	3,402.35
	Total	56,841.92	51,708.55
B	Assets		
1	Non Current Assets		
	a) Fixed Assets		
	(i) Tangible Assets	5,136.32	5,115.55
	(ii) Intangible Assets	-	-
	(iii) Capital Work in Progress	-	3.65
	b) Non Current Investments	16,471.01	15,222.94
	c) Long Term Loans and Advances	1,160.35	1,084.23
	d) Other Non Current Assets	-	-
2	Current Assets		
	a) Current Investments	25,511.20	23,783.00
	b) Trade Receivables	5,165.72	2,930.10
	c) Cash and Bank Balances	2,315.93	2,874.11
	d) Short Term Loans and Advances	539.79	456.03
	e) Other Current Assets	541.60	238.94
	Total	56,841.92	51,708.55

9 Previous year's / 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
Credit Analysis & Research Limited


D R Dogra
Managing Director & Chief Executive Officer

Mumbai, November 12, 2013

