

CARE Ratings Limited

CIN-L67190MH1993PLC071691

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Statement of Consolidated Unaudited Financial Results for the quarter & nine months ended December 31, 2020

SN.	Particulars	Quarter Ended			Nine months Ended		(₹ in Lakhs)
		December 31,	September 30,	December 31,	December 31,	December 31,	Year ended
		2020	2020	2019	2020	2019	March 31, 2020
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
I	Revenue from Operations	5,560.19	7,587.94	5,611.46	16,886.03	17,766.62	24,364.03
II	Other Income	811.86	799.48	713.57	2,562.75	2,403.36	3,146.76
III	TOTAL INCOME (I +II)	6,372.05	8,387.42	6,325.03	19,448.78	20,169.98	27,510.79
IV	EXPENSES						
	Employee Benefits Expense	3,008.31	2,857.52	2,643.04	8,498.36	8,158.87	10,927.37
	Depreciation and Amortisation Expense	203.22	202.67	201.49	607.12	575.64	776.79
	Finance cost	17.68	19.02	24.64	57.10	71.02	92.75
	Other Expenses	725.69	538.87	1,209.58	1,865.28	2,991.66	5,304.62
	TOTAL EXPENSES (IV)	3,954.90	3,618.08	4,078.75	11,027.86	11,797.19	17,101.53
V	Profit before Exceptional Items and Tax (III)-(IV)	2,417.15	4,769.34	2,246.28	8,420.92	8,372.79	10,409.26
VI	Exceptional Items	-	-	-	-	-	-
VII	Profit before Tax Expenses (V - VI)	2,417.15	4,769.34	2,246.28	8,420.92	8,372.79	10,409.26
VIII	Tax Expenses:						
	Current Tax	427.66	1,176.54	365.04	1,829.05	1,687.64	2,213.86
	Deferred Tax	95.58	8.48	123.27	144.05	(94.56)	(132.90)
	Adjustment of Tax of Earlier Years	-	-	-	-	-	(19.66)
	Total Tax Expense	523.24	1,185.02	488.31	1,973.10	1,593.08	2,061.30
IX	Net Profit for the period (VII - VIII)	1,893.91	3,584.32	1,757.97	6,447.82	6,779.71	8,347.96
	Profit for the period attributable to:						
	Non-Controlling interest	30.57	38.06	16.29	103.41	71.13	110.95
	Owners of the Parent	1,863.34	3,546.26	1,741.69	6,344.41	6,708.58	8,237.01
X	Other Comprehensive Income						
	A (i) Items that will not be reclassified to profit & Loss	(2.02)	152.84	(45.41)	121.30	(233.37)	(103.36)
	(ii) Income tax relating to items that will not be reclassified to profit or loss	0.59	(38.42)	11.43	(30.34)	58.73	26.26
	B (i) Items that will be reclassified to profit & Loss	19.56	(7.92)	3.65	3.76	(1.45)	(11.93)
	(ii) Income tax relating to items that will be reclassified to profit or loss	(4.92)	2.00	(0.92)	(0.95)	0.37	3.00
	Other Comprehensive Income for the period	13.21	108.50	(31.25)	93.77	(175.72)	(86.03)
	Other Comprehensive Income for the period attributable to:						
	Non-Controlling interest	3.23	(1.30)	0.60	0.62	(0.24)	(1.96)
	Owners of the Parent	9.98	109.80	(31.85)	93.15	(175.48)	(84.07)
XI	Total Comprehensive Income for the period (IX + X)	1,907.12	3,692.82	1,726.72	6,541.59	6,603.99	8,261.93
	Total Comprehensive Income for the period attributable to:						
	Non-Controlling interest	33.80	36.76	16.89	104.03	70.89	108.98
	Owners of the Parent	1,873.32	3,656.06	1,709.83	6,437.56	6,533.10	8,152.95
	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
	Other Equity						50,380.27
	Earnings Per Equity Share (Face Value ₹ 10 each) (Not Annualised)						
	Basic (₹)	6.32	12.04	5.91	21.53	22.77	27.96
	Diluted (₹)	6.31	12.04	5.91	21.52	22.77	27.96



Statement of Standalone Unaudited Financial Results for the quarter & nine months ended December 31, 2020

(₹ in Lakhs)

SN	Particulars	Standalone					
		Quarter Ended			Nine months Ended		Year ended
		December 31, 2020	September 30, 2020	December 31, 2019	December 31, 2020	December 31, 2019	March 31, 2020
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
I	Revenue from Operations	4,650.65	7,139.65	4,978.50	15,094.61	16,143.53	21,910.23
II	Other Income	832.45	825.17	744.43	2,601.88	2,411.68	3,133.60
III	TOTAL INCOME (I +II)	5,483.10	7,964.82	5,722.93	17,696.49	18,555.21	25,043.83
IV	EXPENSES						
	Employee Benefits Expense	2,606.36	2,397.67	2,327.35	7,287.28	7,284.28	9,669.54
	Depreciation and Amortisation Expense	178.39	180.04	173.87	537.47	513.85	690.75
	Finance cost	13.61	14.73	17.96	44.17	56.96	73.87
	Other Expenses	579.44	400.30	1,080.93	1,510.51	2,493.48	4,584.98
	TOTAL EXPENSES (IV)	3,377.80	2,992.74	3,600.11	9,379.43	10,348.57	15,019.14
V	Profit before Exceptional Items and Tax (III)-(IV)	2,105.30	4,972.08	2,122.82	8,317.06	8,206.64	10,024.69
VI	Exceptional Items	-	-	-	-	-	-
VII	Profit before Tax Expenses (V - VI)	2,105.30	4,972.08	2,122.82	8,317.06	8,206.64	10,024.69
VIII	Tax Expenses:						
	Current Tax	405.24	1,144.01	352.71	1,749.88	1,638.71	2,100.00
	Deferred Tax	118.80	28.43	122.50	193.41	(87.40)	(105.83)
	Adjustment of Tax of Earlier Years	-	-	-	-	-	(19.66)
	Total Tax Expense	524.04	1,172.44	475.21	1,943.29	1,551.31	1,974.51
IX	Net Profit for the period (VII - VIII)	1,581.26	3,799.64	1,647.61	6,373.77	6,655.33	8,050.18
X	Other Comprehensive Income						
	A (i) Items that will not be reclassified to profit & Loss	1.29	154.27	(45.41)	128.41	(233.37)	(93.87)
	(ii) Income tax relating to items that will not be reclassified to profit or loss	(0.32)	(38.83)	11.43	(32.32)	58.73	23.62
	B (i) Items that will be reclassified to profit & Loss	-	-	-	-	-	-
	(ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-	-
	Other Comprehensive Income for the period	0.97	115.44	(33.98)	96.09	(174.64)	(70.25)
XI	Total Comprehensive Income for the period (IX + X)	1,582.23	3,915.08	1,613.63	6,469.86	6,480.69	7,979.93
	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
	Other Equity						50,211.98
	Earnings Per Equity Share (Face Value ₹ 10 each) (Not Annualised)						
	Basic (₹)	5.37	12.90	5.59	21.63	22.59	27.32
	Diluted (₹)	5.35	12.90	5.59	21.62	22.59	27.32

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 February 6, 2021 and have been subjected to limited review 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 and its subsidiaries namely CARE Risk Solutions 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 33 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 Based on legal advice, on the outcome of adjudication proceedings initiated by SEBI, during the quarter under review, pertaining to certain Credit ratings assigned by the Company to its clients, the Company has filed appeals with SAT.
 - 6 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.
- The Company has granted 5,37,908 options on September 1, 2017, to the eligible employees as the Company's Employees Stock Option Scheme (ESOS) 2017.
- 7 The Company has also granted 5,00,000 options on October 13, 2020 and 3,22,000 options on December 1, 2020 to the eligible employees as the Company's Employees Stock Option Scheme (ESOS) 2020 duly approved by shareholders in AGM and Nomination and Remuneration Committee. As per Ind AS 102 - Share Based Payment, total cost of ESOS 2020 will be charged over vesting period, accordingly the Employee Benefit Expenses includes ESOP charge under respective periods as under:

Particulars	Quarter Ended			Nine Months Ended		Year ended
	December 31, 2020	September 30, 2020	December 31, 2019	December 31, 2020	December 31, 2019	March 31, 2020
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
ESOP Charge	130.06	-	-	130.06	534.51	534.51

8 Segment Information based on Consolidated Financial results of the Group is as follows:

Particulars	Quarter Ended			Nine Months Ended		Year ended
	December 31, 2020	September 30, 2020	December 31, 2019	December 31, 2020	December 31, 2019	March 31, 2020
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
a Segment Revenue						
Ratings and related services	4,832.78	7,391.92	5,132.18	15,712.34	16,615.50	22,602.50
Others	723.89	410.08	510.84	1,411.69	1,261.11	1,881.70
Total Segmental Revenue	5,556.67	7,802.00	5,643.02	17,124.03	17,876.61	24,484.20
Less: Inter Segment Revenue	3.52	(214.07)	(31.56)	(238.00)	(109.99)	(120.17)
Total Revenue from Operations (Net)	5,560.19	7,587.93	5,611.46	16,886.03	17,766.62	24,364.03
b Segment Results (Profit before Finance Costs and Tax)						
Ratings and related services	1,382.70	4,316.85	1,495.93	6,142.56	6,119.01	7,394.93
Others	240.28	(327.97)	61.42	(227.28)	(78.57)	(39.68)
Total Segment Result	1,622.98	3,988.88	1,557.35	5,915.28	6,040.44	7,355.25
Less: Finance Costs	17.68	19.02	24.64	57.10	71.02	92.75
Add: Other Un-allocable Income - net	811.86	799.48	713.57	2,562.75	2,403.36	3,146.76
Profit before Tax	2,417.16	4,769.34	2,246.28	8,420.93	8,372.78	10,409.26



(₹ in Lakhs)

Particulars	As on	As on	As on	As on	As on	As on
	December 31, 2020	September 30, 2020	December 31, 2019	December 31, 2020	December 31, 2019	March 31, 2020
c Segment Assets						
Ratings and related services	34,751.88	33,681.31	23,486.92	34,751.88	23,486.92	25,066.75
Others	2,703.22	2,644.67	2,165.30	2,703.22	2,165.30	2,144.85
Unallocated Assets	27,967.80	28,753.93	36,563.20	27,967.80	36,563.20	34,690.81
Total	65,422.90	65,079.91	62,215.42	65,422.90	62,215.42	61,902.41
d Segment Liabilities						
Ratings and related services	7,436.07	6,503.68	7,249.17	7,436.07	7,249.17	7,537.25
Others	792.03	987.38	848.61	792.03	848.61	714.14
Unallocated						
Total	8,228.10	7,491.06	8,097.78	8,228.10	8,097.78	8,251.39
e Capital Employed						
Ratings and related services	27,315.81	27,177.63	16,237.75	27,315.81	16,237.75	17,529.50
Others	1,911.19	1,657.29	1,316.69	1,911.19	1,316.69	1,430.71
Unallocated	27,967.80	28,753.93	36,563.20	27,967.80	36,563.20	34,690.81
Total	57,194.80	57,588.85	54,117.64	57,194.80	54,117.64	53,651.02

9 The Company has assessed the impact of COVID-19 pandemic on its financial results based on the internal and external information upto the date of approval of these financial results and the Company expects to recover the carrying amounts of its investments, intangible assets, trade receivables & other assets. The Company will continue to closely monitor the future economic conditions and assess its impact on its financial results.

Considering the Company's nature of business, management does not anticipate any serious challenges/ significant impact on continuity of its business.

10 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
CARE Ratings Limited

Ajay Mahajan

Ajay Mahajan
Managing Director & CEO
DIN: 05108777
Mumbai, February 6, 2021

