

Date: August 05, 2016

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

Dear Sir,

Please find attached the presentation to be made to Analyst with regard to Unaudited Financial Results of Credit Analysis and Research Limited for the quarter ended June 30, 2016.

We request you to kindly upload the same.

Thanking you,

Yours faithfully,
For Credit Analysis and Research Limited


Mahendra Naik
Company Secretary

Encl. : As above

CREDIT ANALYSIS & RESEARCH LTD.

Q1-FY17 Financial Results

D. R. Dogra
MD & CEO

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Highlights: Q1-FY17

- **Growth in Financial Indicators**

- Growth in Rating revenue of 18.1%
- Growth in Operating Profit of 49.0%
- Growth in Total Income of 16.1%
- Reduction in expenditure of 10.3%
- EBITDA margins at 63.3% and PAT margins at 41.4% in Q1-FY17
- 555 new clients added during Q1-FY17
- Interim dividend of Rs. 6/- per share declared

- **Business Profile**

- Total volume of debt rated stood at Rs 3.78 lakh crore in Q1-FY17 as against Rs 2.65 lakh crore in Q1-FY16
- Total number of instruments rated were 1,325

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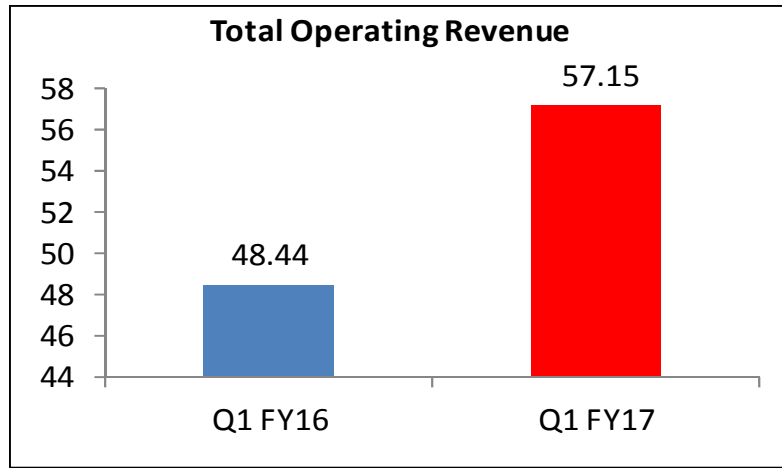
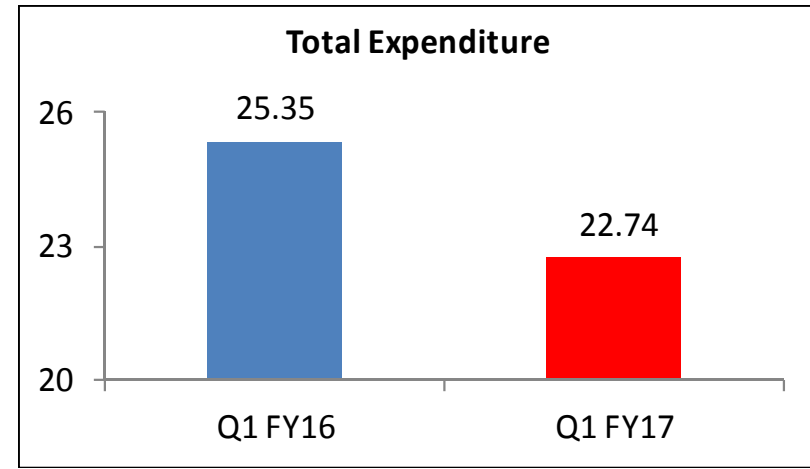
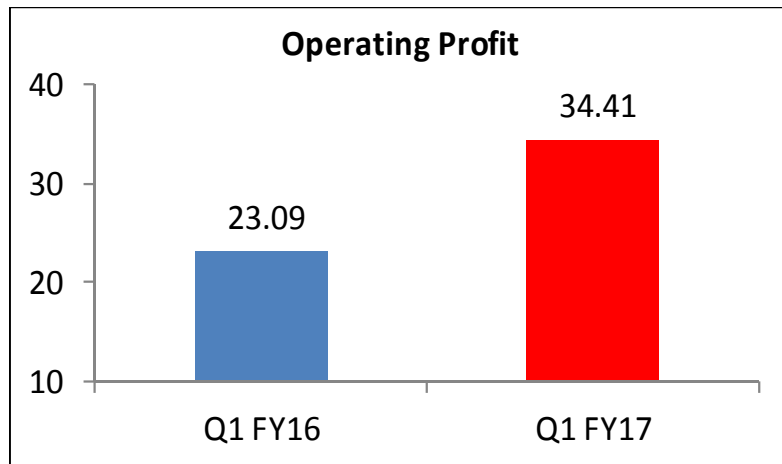
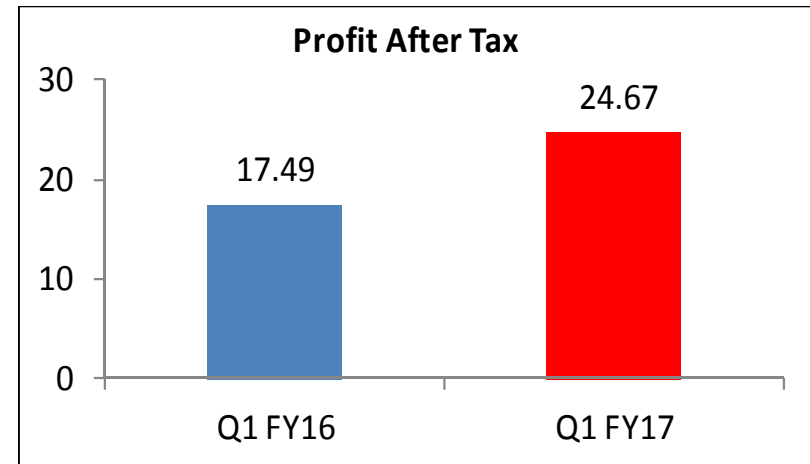
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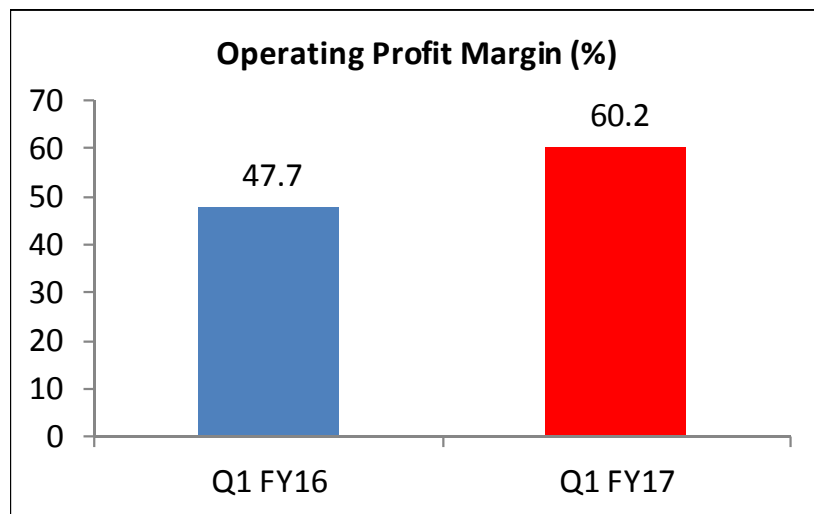
Financial Performance

Rs. crores	Q1-FY16	Q1-FY17	Growth
Rating Revenue	48.04	56.76	18.1%
Information Services Revenue	0.40	0.39	-2.5%
Total Operating Revenue	48.44	57.15	18.0%
Other Income	2.92	2.49	-14.7%
Total Income	51.36	59.64	16.1%
Total Expenses	25.35	22.74	-10.3%
EBITDA	27.08	37.75	39.4%
Operating profit	23.09	34.41	49.0%
Profit After Tax	17.49	24.67	41.1%
EBITDA margin	52.7%	63.3%	
Operating Profit margin	47.7%	60.2%	
Profit After Tax Margin	34.1%	41.4%	

Financial Performance:Q1-FY17 (Rs cr)

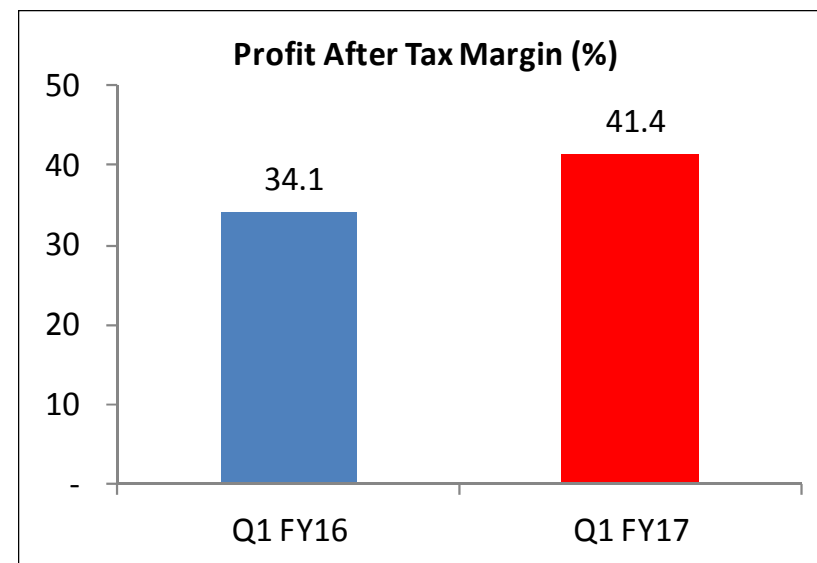


Financial Performance: Q1-FY17

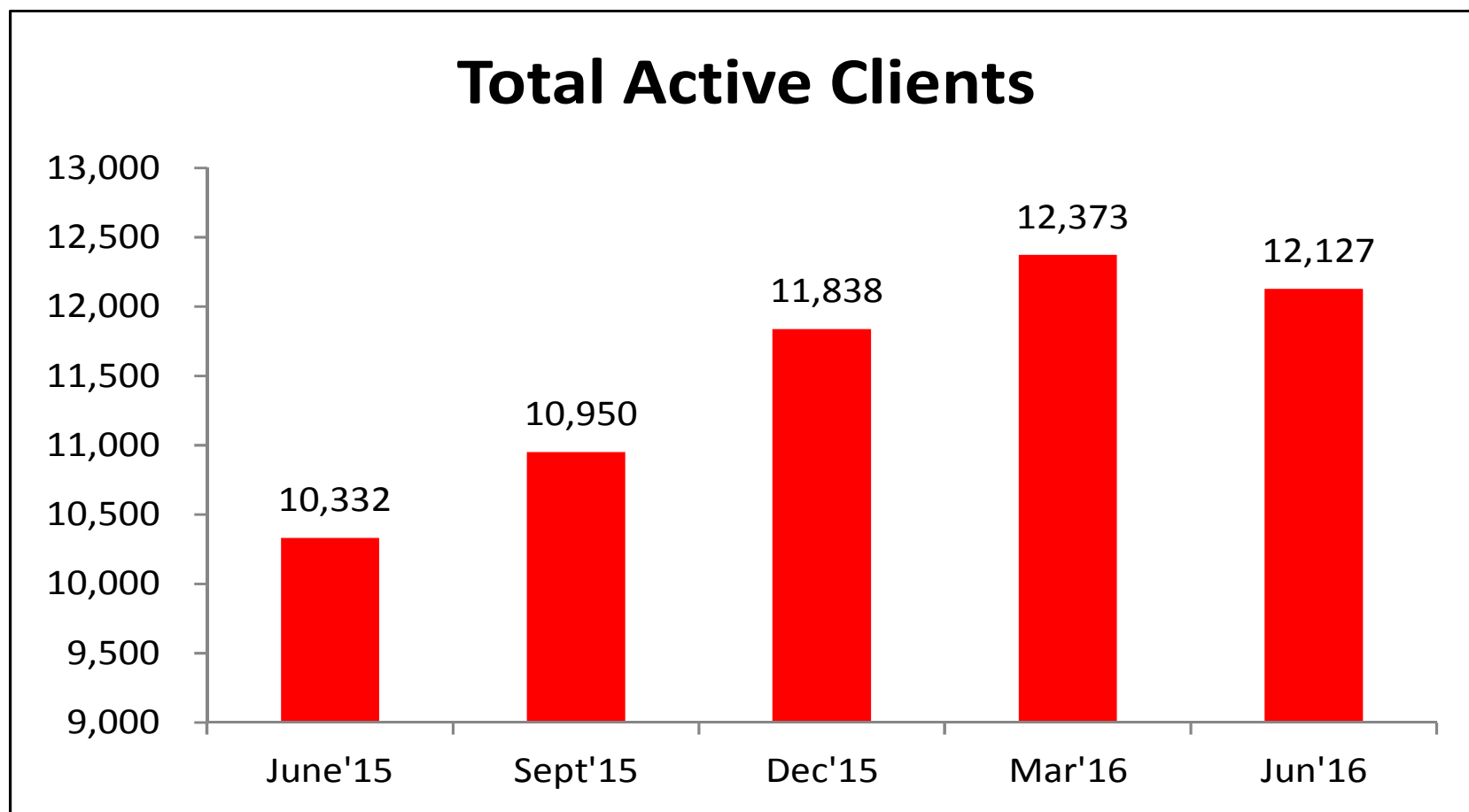


Q1 FY17 PAT margin stood at 41.4% as against 34.1% in Q1 FY16 mainly due to growth in revenue and reduction in expenses.

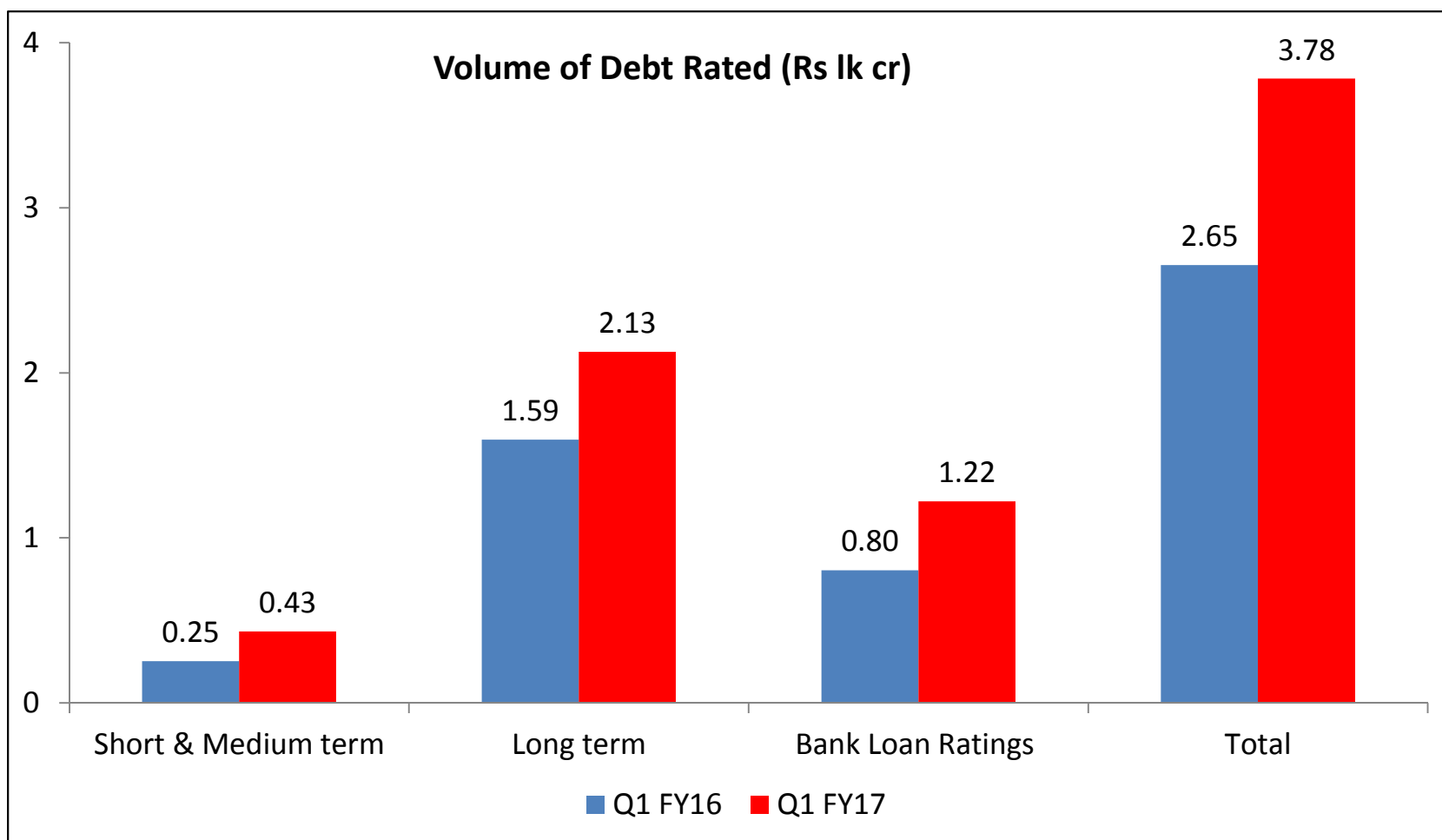
ESOP expense of Rs. 1.34 crore included only in Q1 FY16 and due to expenses relating to SME Biz. Dev. teams in Q1 FY16.



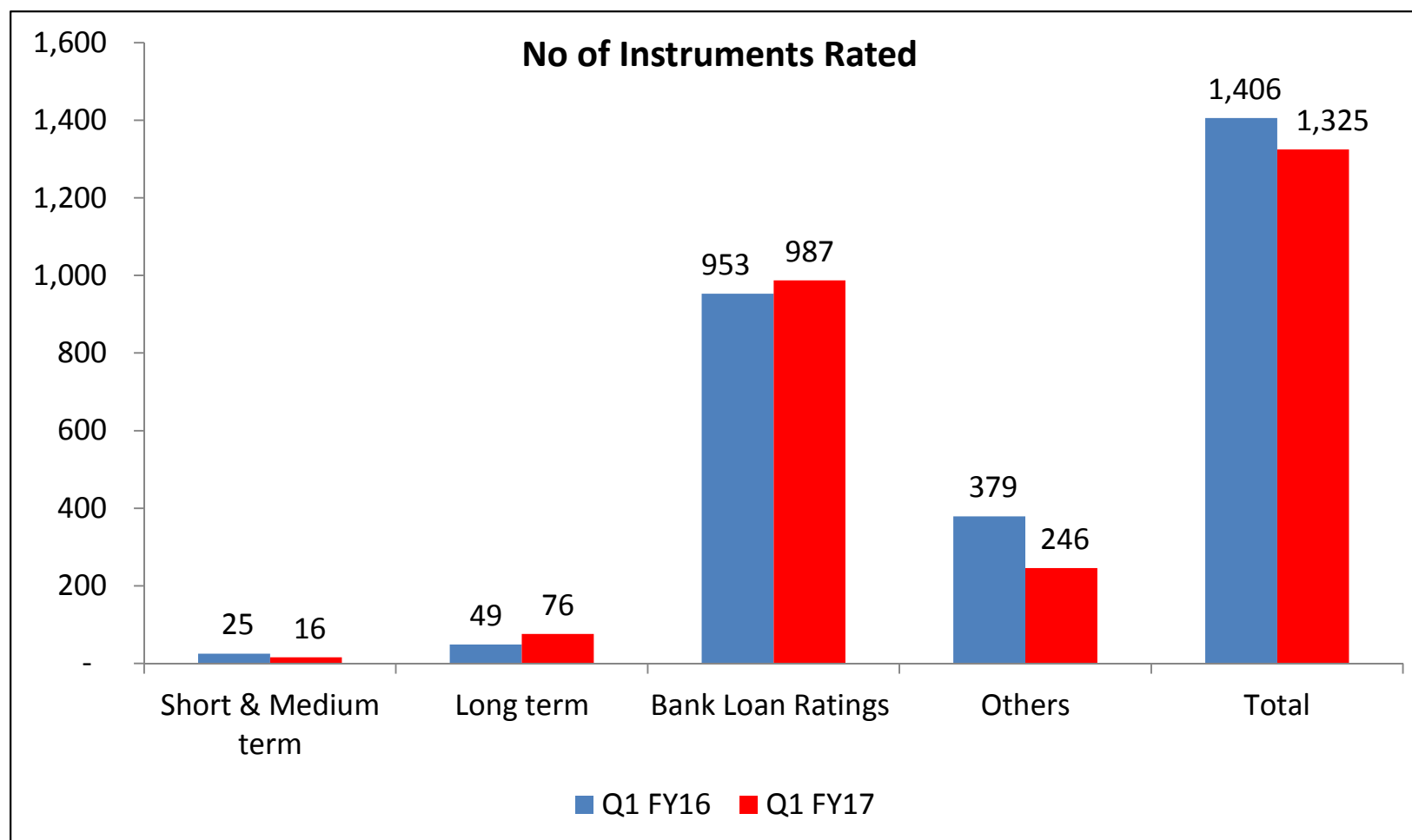
Business Performance



Business Performance: Q1-FY17



Business Performance: Q1-FY17



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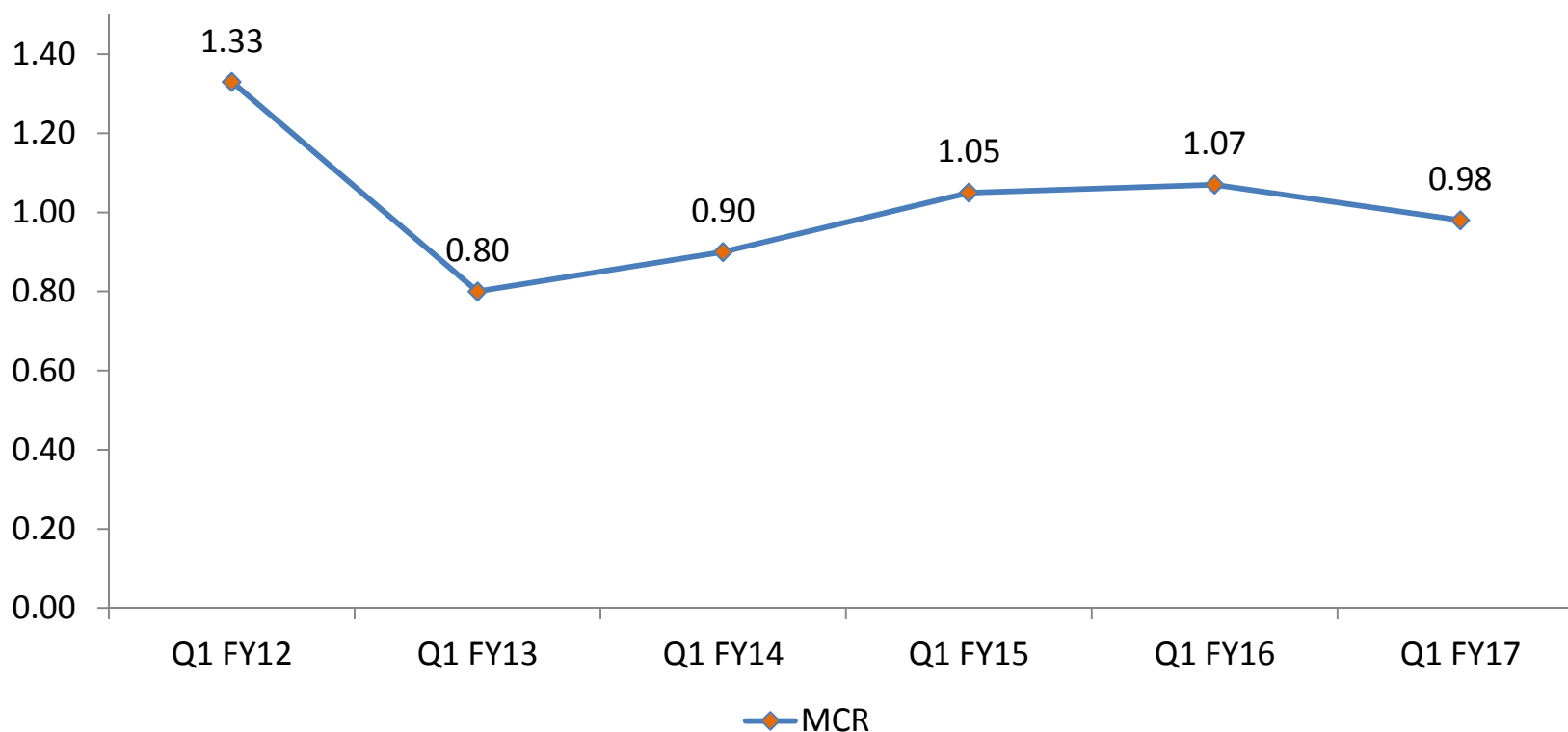
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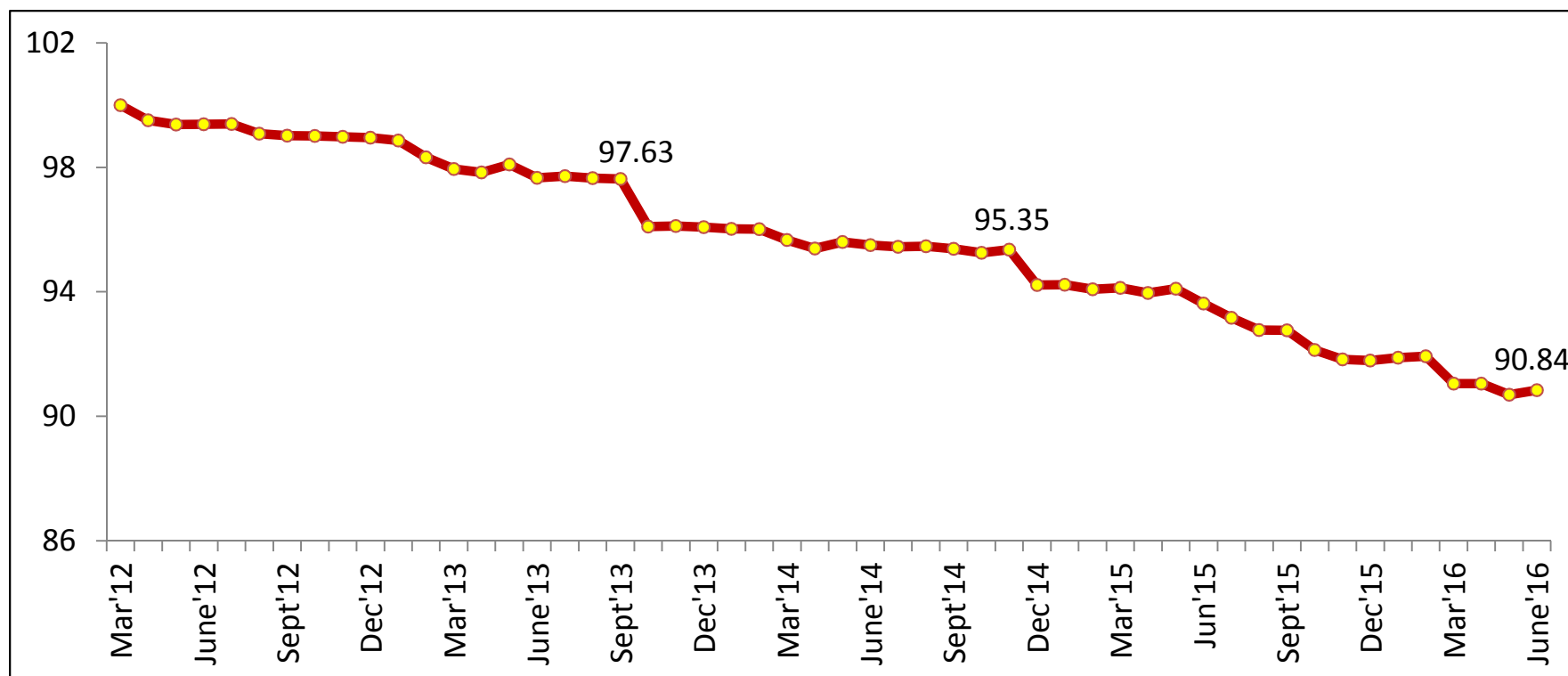
Rating Movement

Credit Quality of domestic rated firms / entities has declined in Q1 FY17 as indicated by the MCR. It has come down to less than unity after two quarters.



CARE Ratings Debt Quality Index (CDQI)

The CDQI has been witnessing a downward movement. After declining in March'16 by 0.88 points, CDQI remained steady in April'16. The fall in CDQI continued in May'16 where it stood at 90.69, 0.36 points below the level of previous month. However, the trend reversed in June'16. The index saw some improvement by 0.15 points and has been recorded at 90.84.



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New Developments

- CARE Ratings was associated as 'knowledge partner' in the 14th edition of Outlook Money Awards 2015, Mumbai.
- CARE Ratings evaluated as per Jury approved Criteria and also validated data on sample basis.

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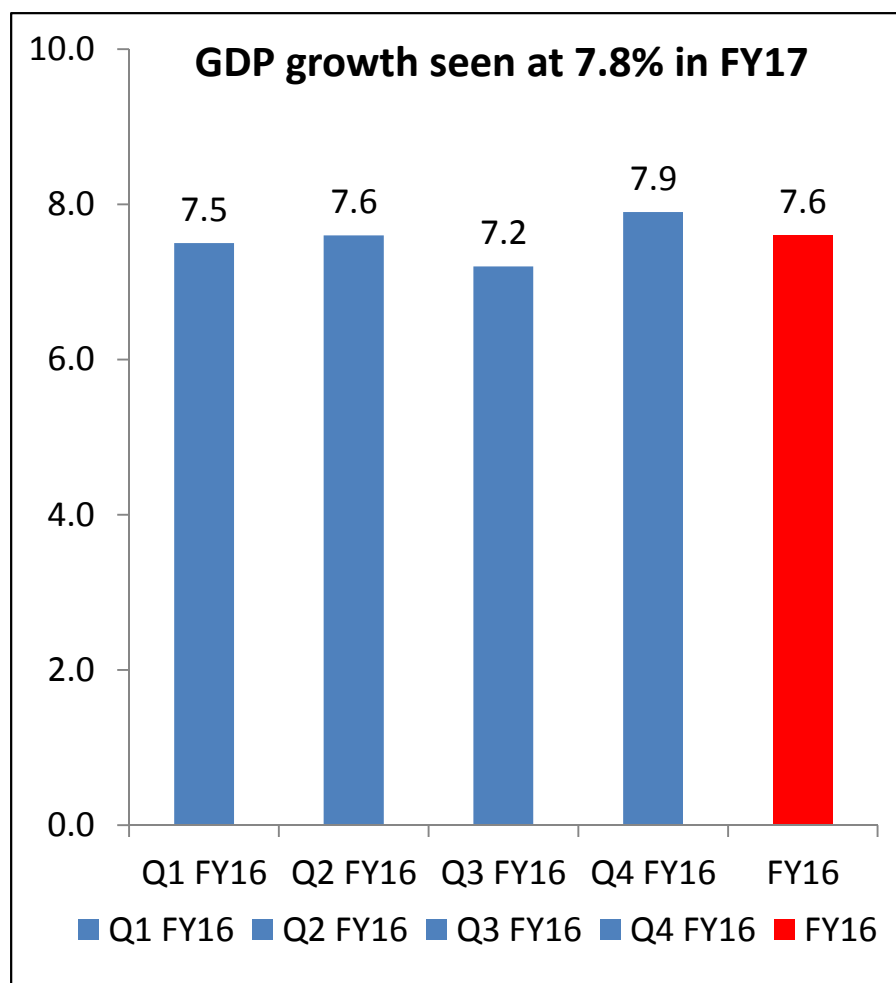
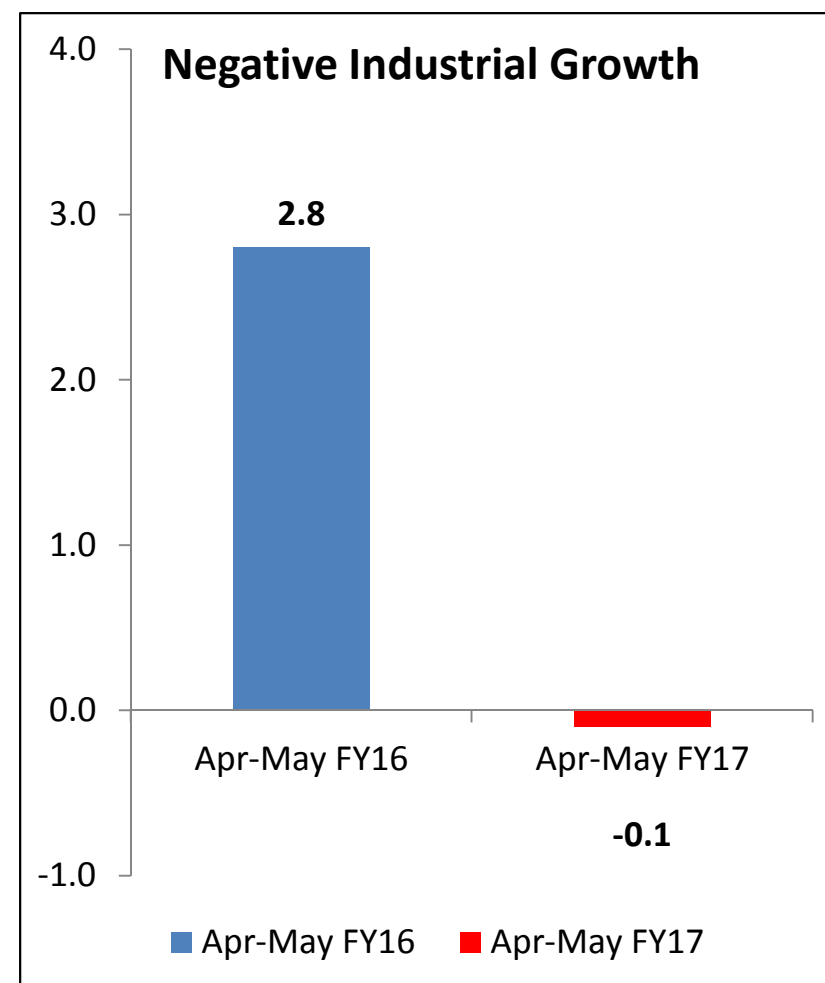
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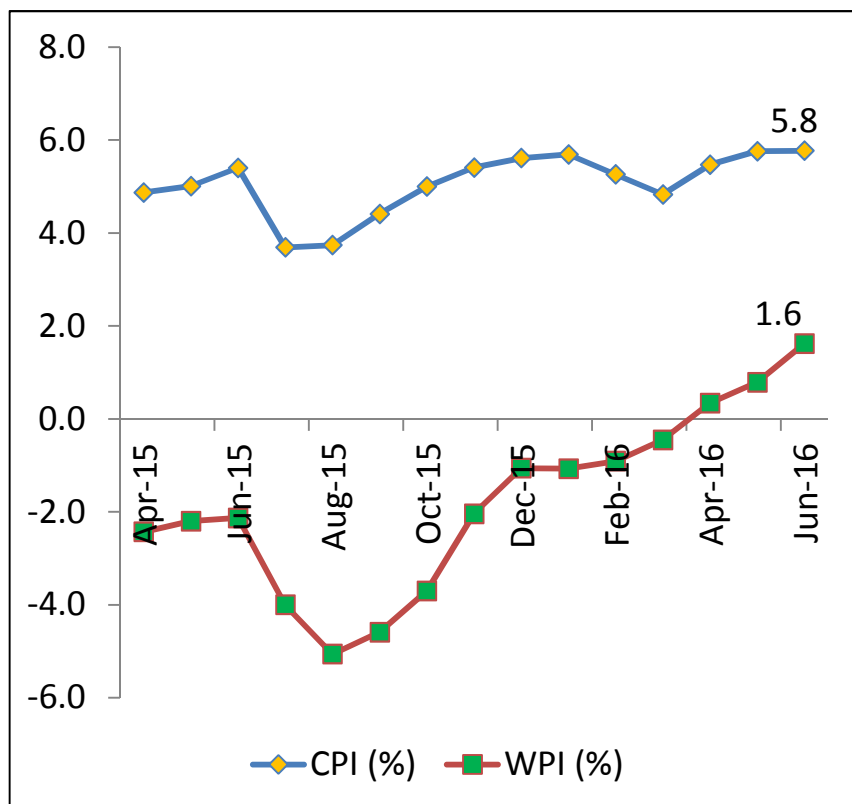
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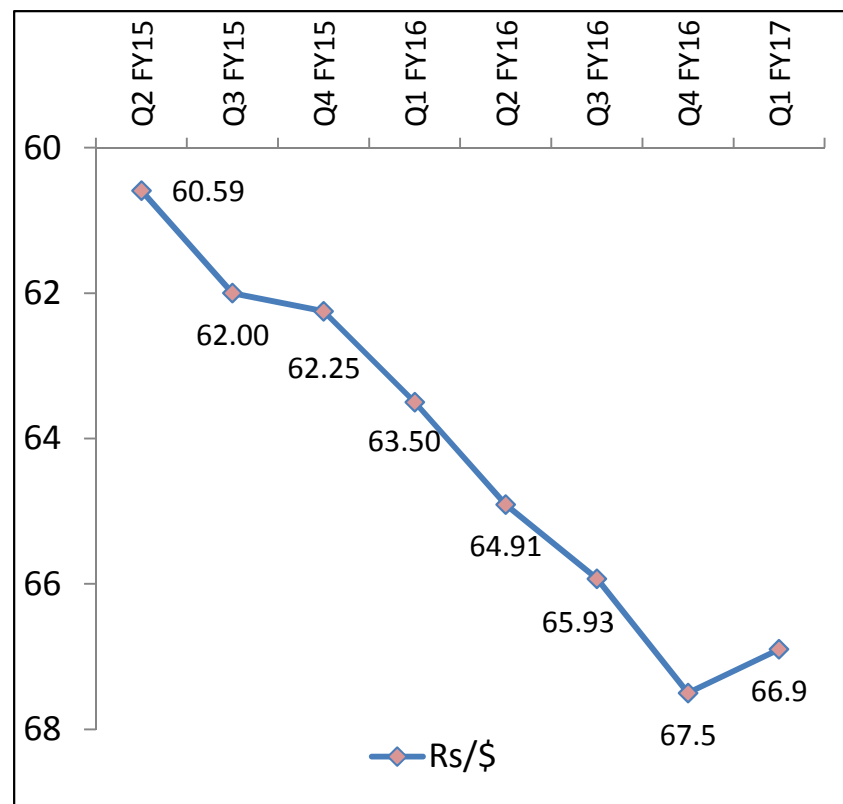
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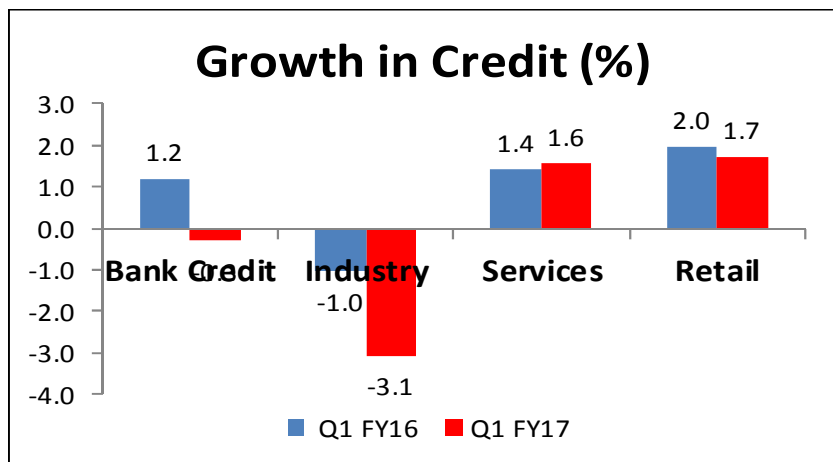
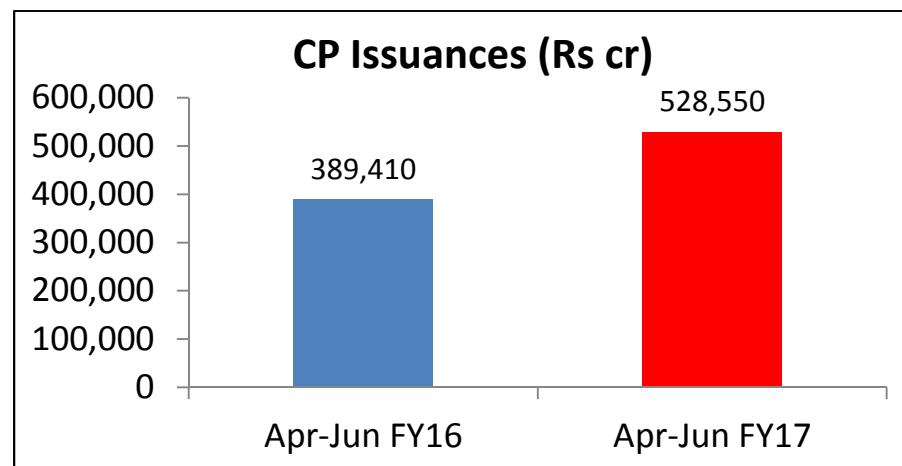


- In Q1 FY17, the inflation in CPI and WPI has picked up. However, with the monsoon on track there would be less pressure on inflation in the coming months.

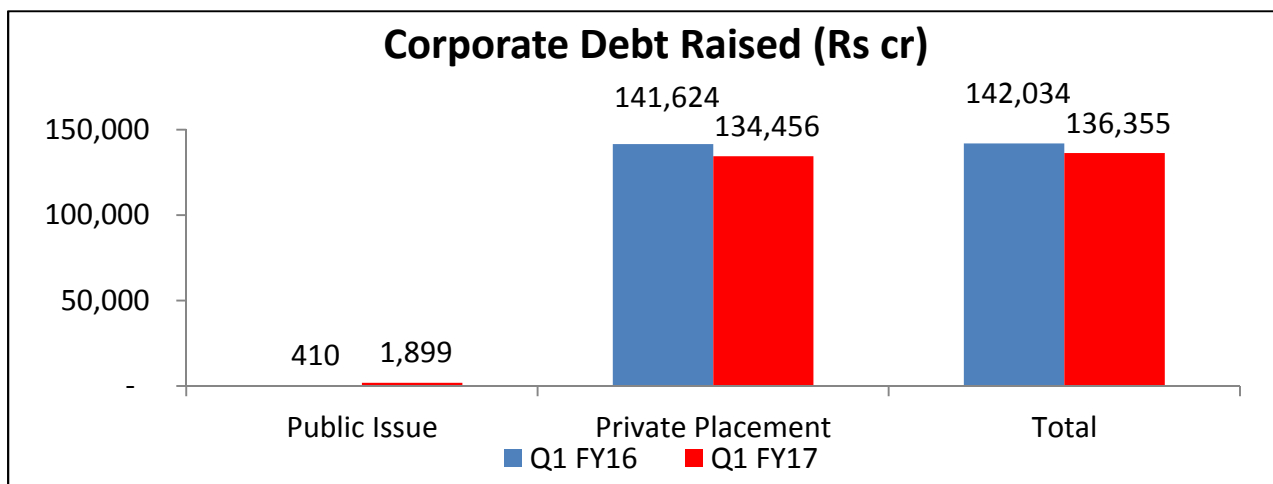


- After depreciating continuously till Q4 FY16, rupee appreciated marginally in Q1 FY17. However, there could be downward pressure due to redemption of FCNR deposits in Q2 FY17.

Economic Backdrop



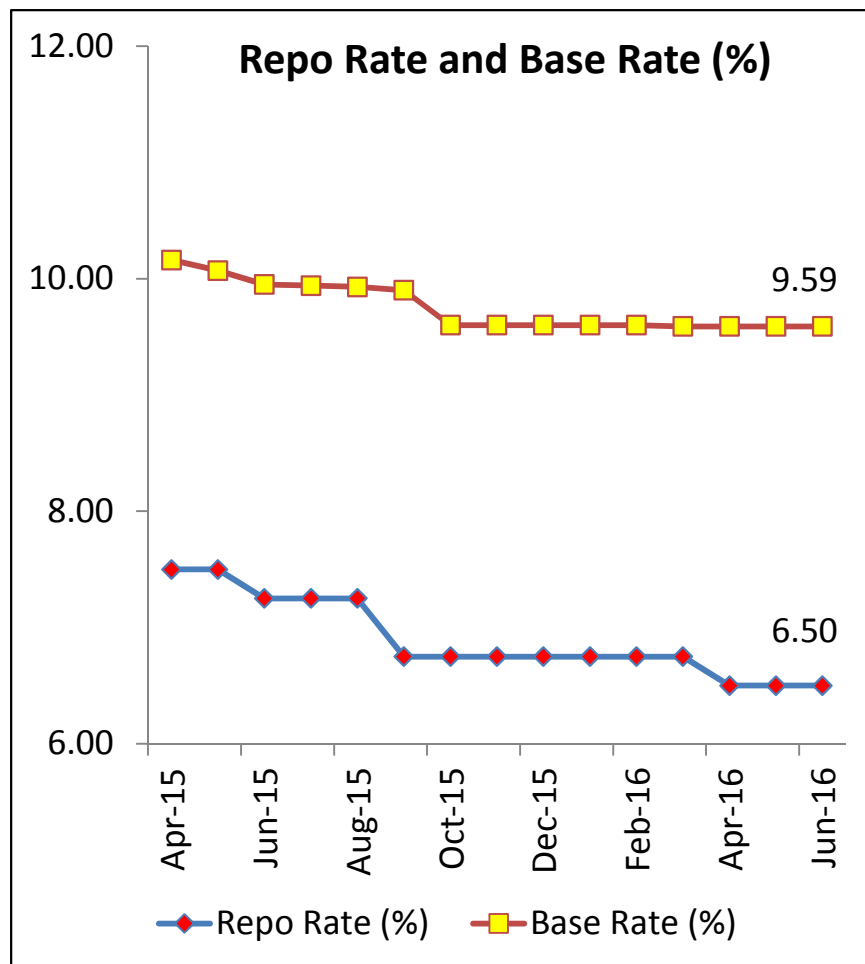
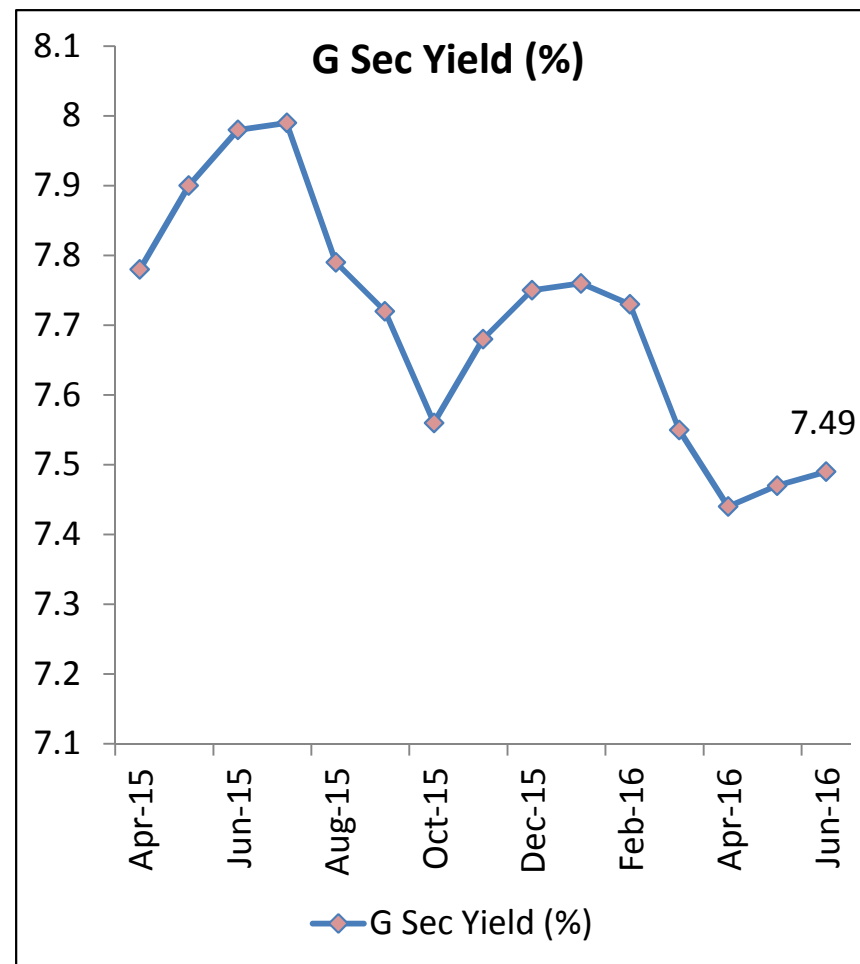
Source: RBI



Source: SEBI

- Nearly 72% of total corporate debt is raised by financial services in Q1 FY17

Economic Backdrop



Economic Outlook for FY17

- GDP growth to improve gradually to 7.8% in FY17
- Inflation expected in the range of 5-5.5%
- Rupee to be in the range of Rs.68-69 post redemption of FCNR deposits
- Marginal increase in capital formation
- RBI to maintain accommodative monetary policy stance
 - easing of interest rate by 25 bps seen this fiscal

Thank You