

Date: May 23, 2018

To,

The General Manager The Corporate Relation Department BSE Limited Phiroza Jeejeebhoy Towers 14th Floor, Dalal Street Mumbai 400 001	The National Stock Exchange India Ltd. Listing Department Exchange Plaza Bandra Kurla Complex Bandra (East) Mumbai 400 051
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Dear Sir/Madam,

REVISED ANALYST PRESENTATION

Please find attached the revised Analyst presentation of the audited Financial Results of CARE Ratings Limited (Formerly known as Credit Analysis and Research Limited) for Q4 & FY 2018.

The changes are made in slide no. 5 and slide no.6.

We request you to kindly upload the same.

Thanking you,

Yours faithfully,

For CARE Ratings Limited

(Formerly known as Credit Analysis and Research Limited)



Chandresh Shah
Chief Financial Officer

Encl.: As above

Q4-FY18 and FY18 Financial Results

Rajesh Mokashi
MD & CEO





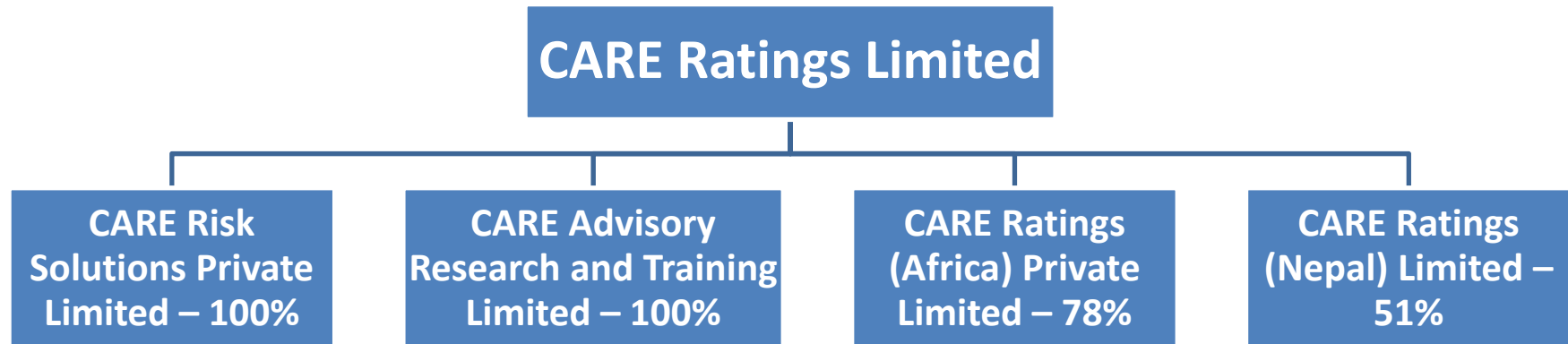
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CARE Ratings Group



Highlights: FY18

- **Growth in Consolidated Financial Indicators**

- Revenue from operation increases by 15.7%
- Total Income increased by 11.5%
- Operating profit increased by 16.1%

- **Growth in Financial Indicators**

- Growth in Rating revenue of 14.5% over FY17
- Growth in total income of 10.3% over FY17
- Growth in operating income of 12.8% in FY18 over FY17
- Growth in expenditure of 18.1% (including ESOP charges)(excluding ESOP charges it is 9.2%)
- EBITDA margins at 67.7% and PAT margins at 46.1% in FY18
- 4,079 new clients added during FY18

- **Business Profile**

- Total volume of debt rated stood at Rs 16.48 lakh crore in FY18 as against Rs 13.19 lakh crore in FY17
- Total number of instruments rated were 10,243

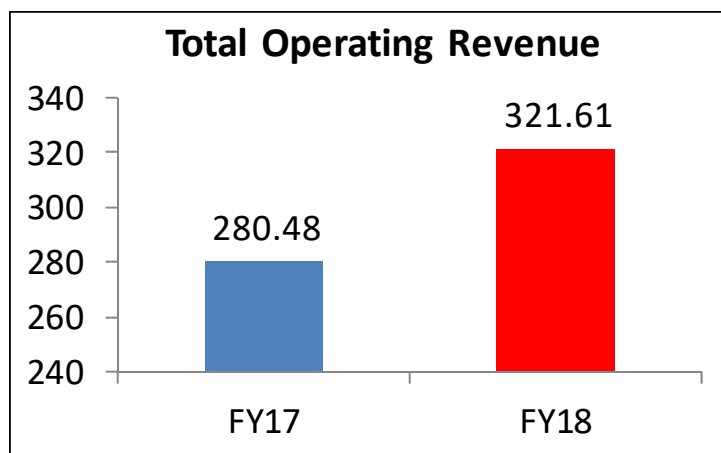
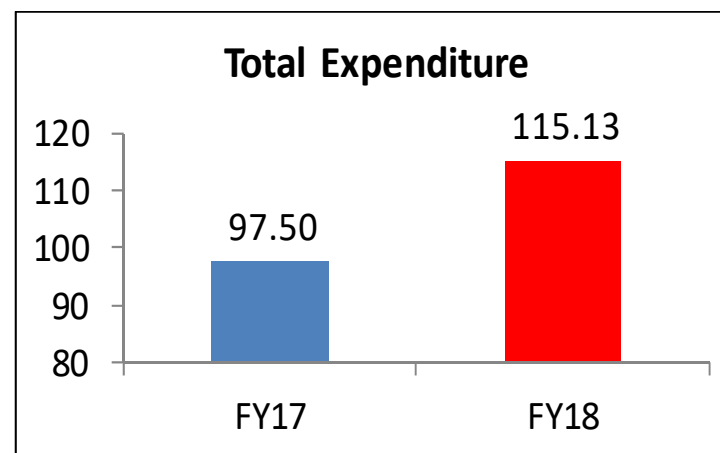
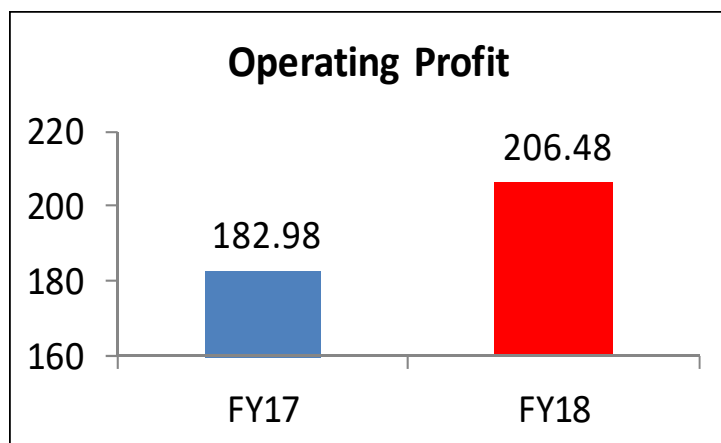
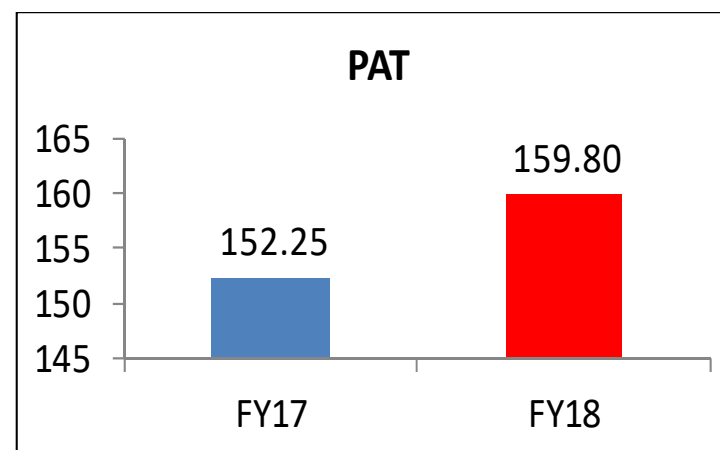
Financial Performance

Rs.in Lakhs

Particulars	Standalone							Consolidated			
	Q4 FY18	Q4 FY17	Growth		FY18	FY17	Growth		FY18	FY17	Growth
Revenue from Operations	9,444.42	7,638.26	23.6%		32,161.00	28,047.96	14.7%		33,268.41	28,743.19	15.7%
Other Income	787.01	667.95	17.8%		2,527.23	3,408.33	-25.9%		2,546.66	3,367.01	-24.4%
Total Income	10,231.43	8,306.21	23.2%		34,688.24	31,456.29	10.3%		35,815.06	32,110.21	11.5%
Total Expenses	3,743.94	3,077.89	21.6%		11,512.88	9,750.19	18.1%		12,507.14	10,861.59	15.2%
Profit Before Tax	6,487.49	5,228.32	24.1%		23,175.35	21,706.10	6.8%		23,307.92	21,248.62	9.7%
Provision for Tax	2,495.45	1,598.19	56.1%		7,072.59	6,481.02	9.1%		7,073.99	6,486.97	9.0%
Profit After Tax	3,992.04	3,630.14	10.0%		16,102.76	15,225.08	5.8%		16,233.93	14,761.65	10.0%
Profit Before Tax margin(%)	63.41%	62.94%			66.81%	69.00%			65.08%	66.17%	
Net Profit margin(%)	37.80%	43.70%			46.07%	48.40%			45.33%	45.97%	
Basic EPS (Rs. per share)	13.55	12.33			54.10	51.73			54.54	50.16	

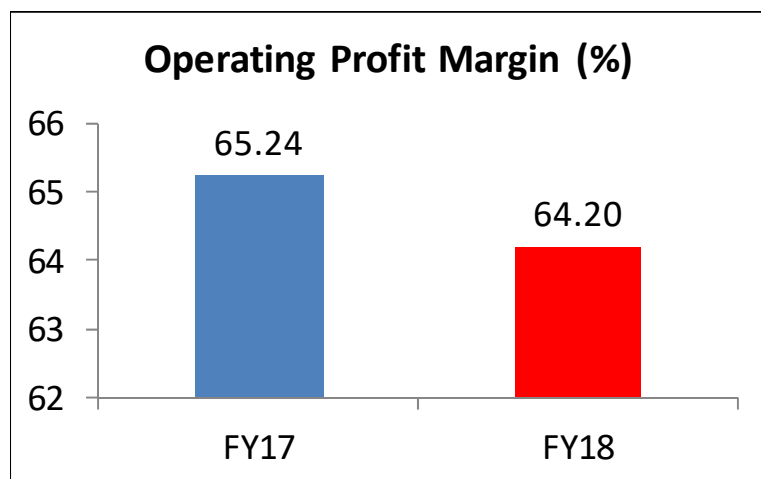
Standalone

Financial Performance: FY18 (Rs cr)



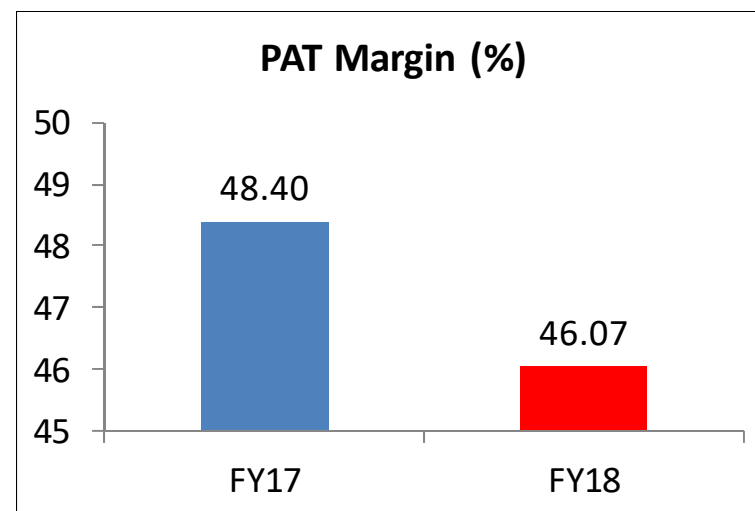
Standalone

Financial Performance: FY18

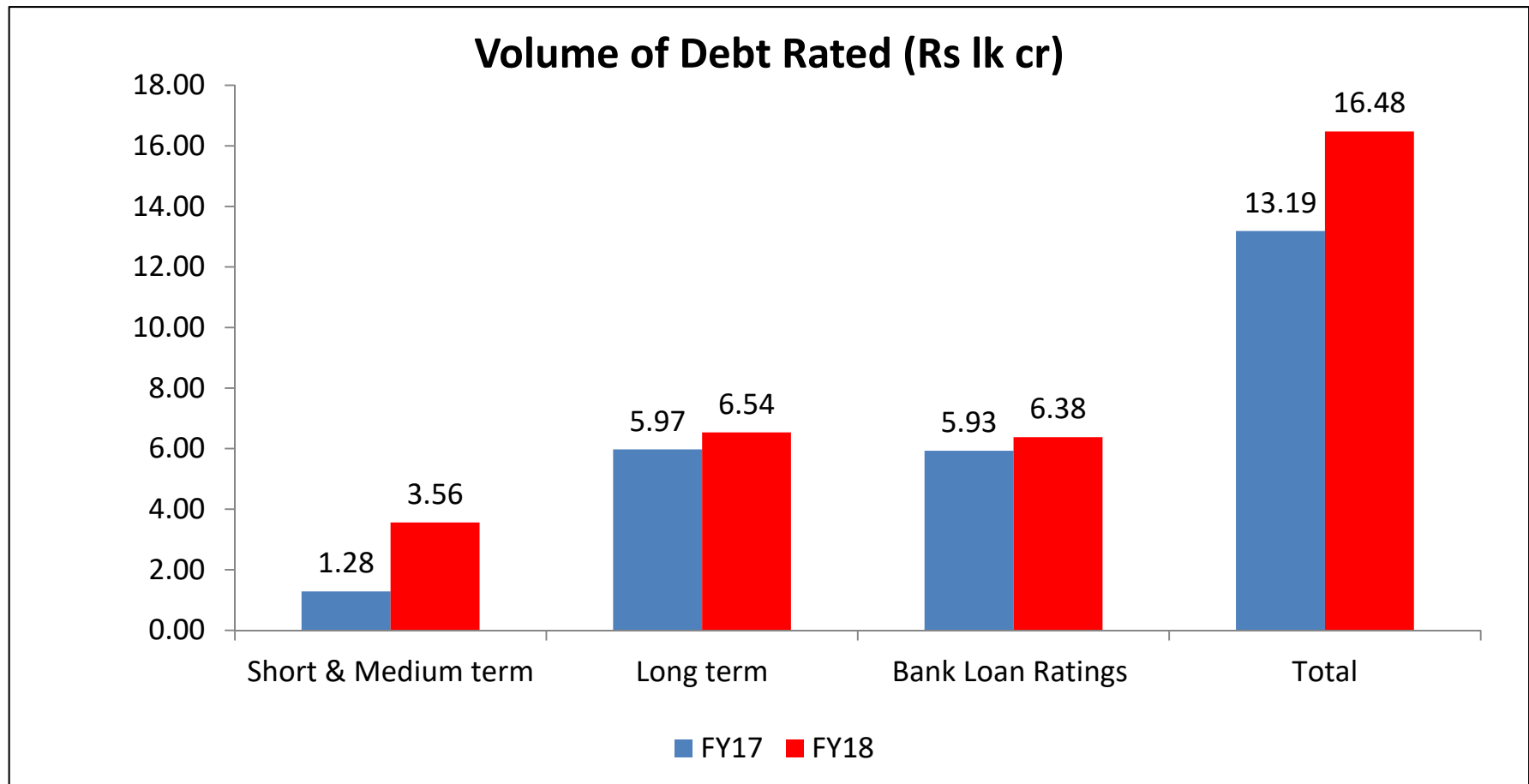


FY18 Operating profit margin stood at 64.20% Mainly due to increase in rating revenue & ESOP charge in FY18

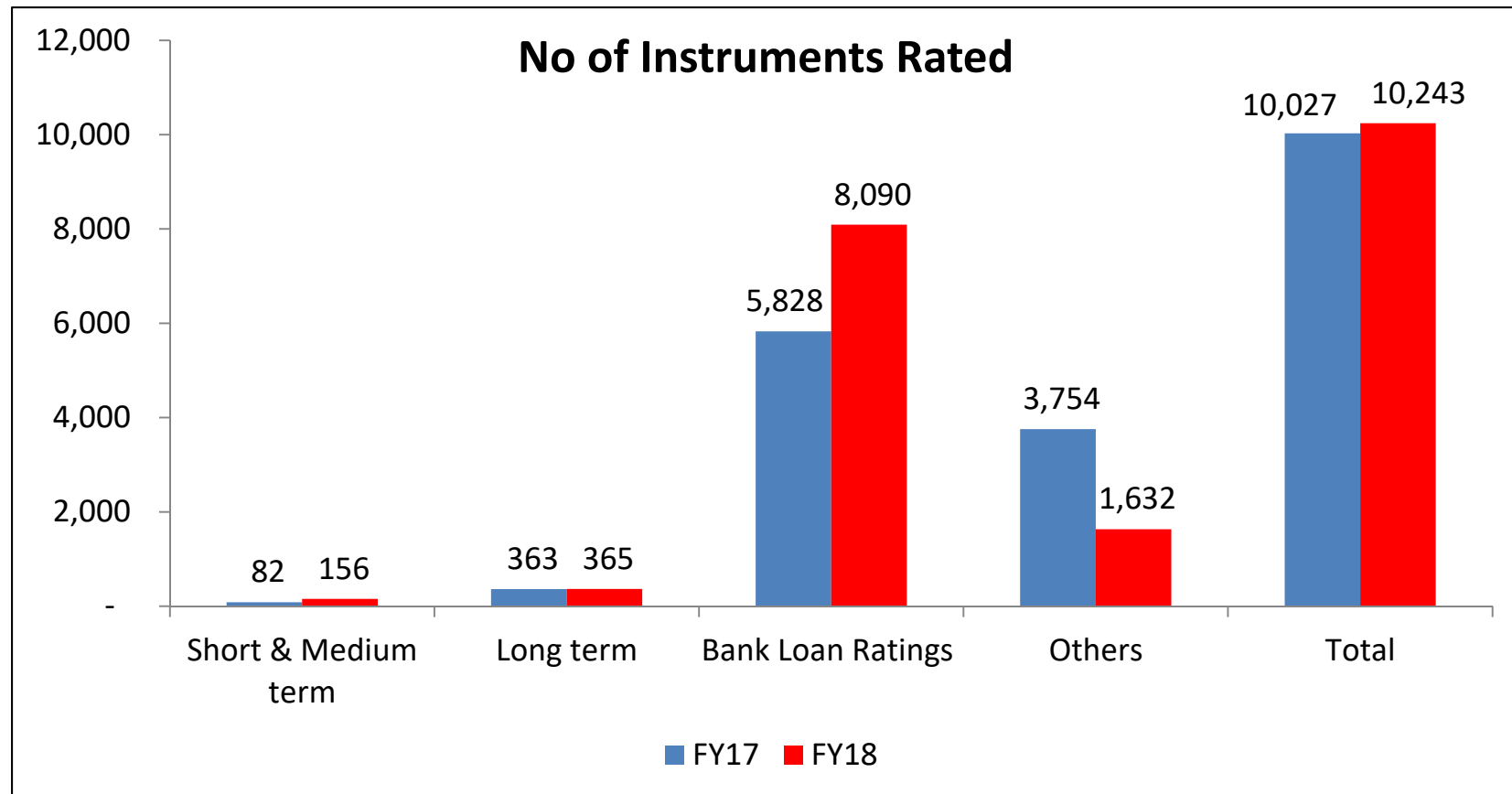
FY18 PAT margin stood at 46.07% mainly due to ESOP charges which was not there in FY17 and decrease in other income



Business Performance: FY18

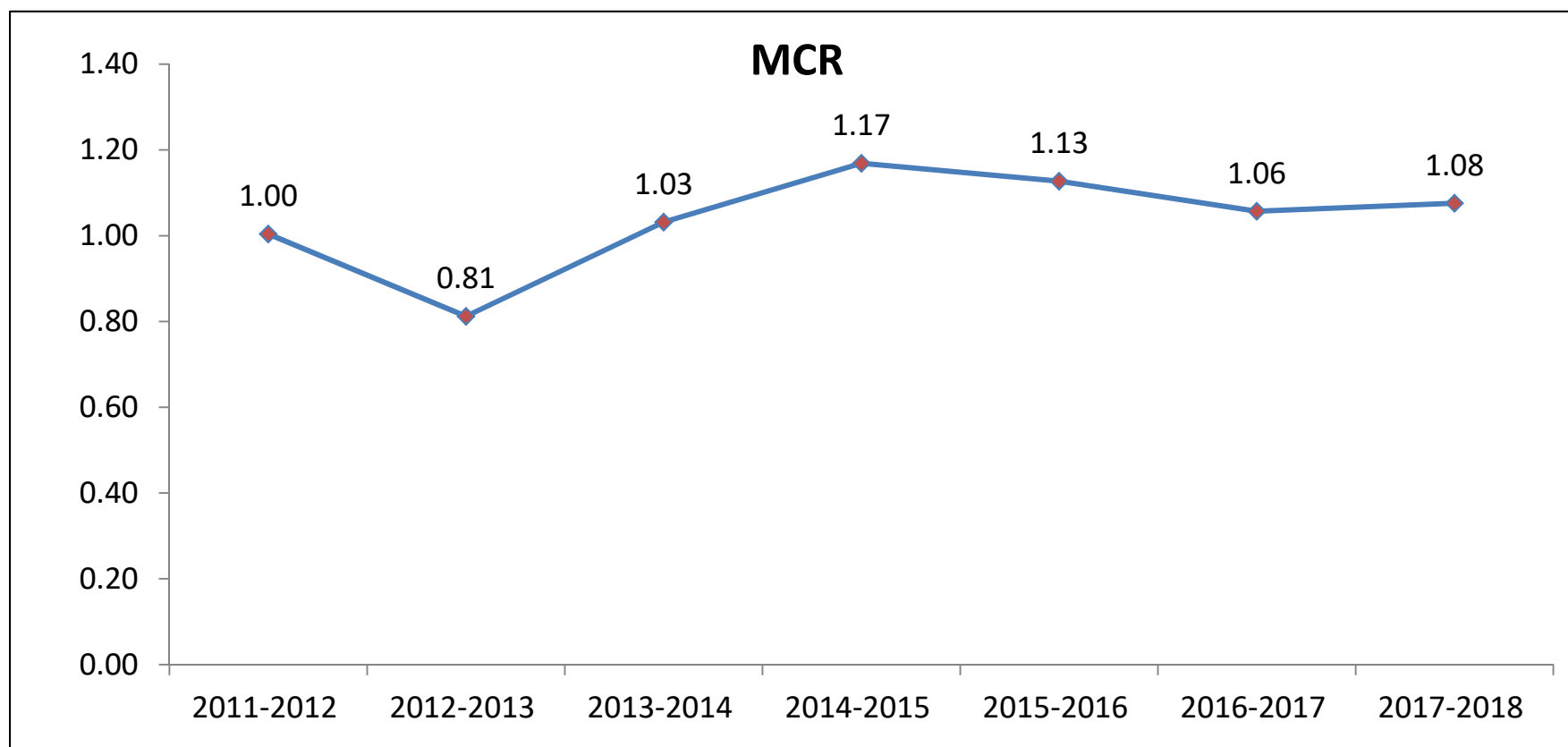


Business Performance: FY18



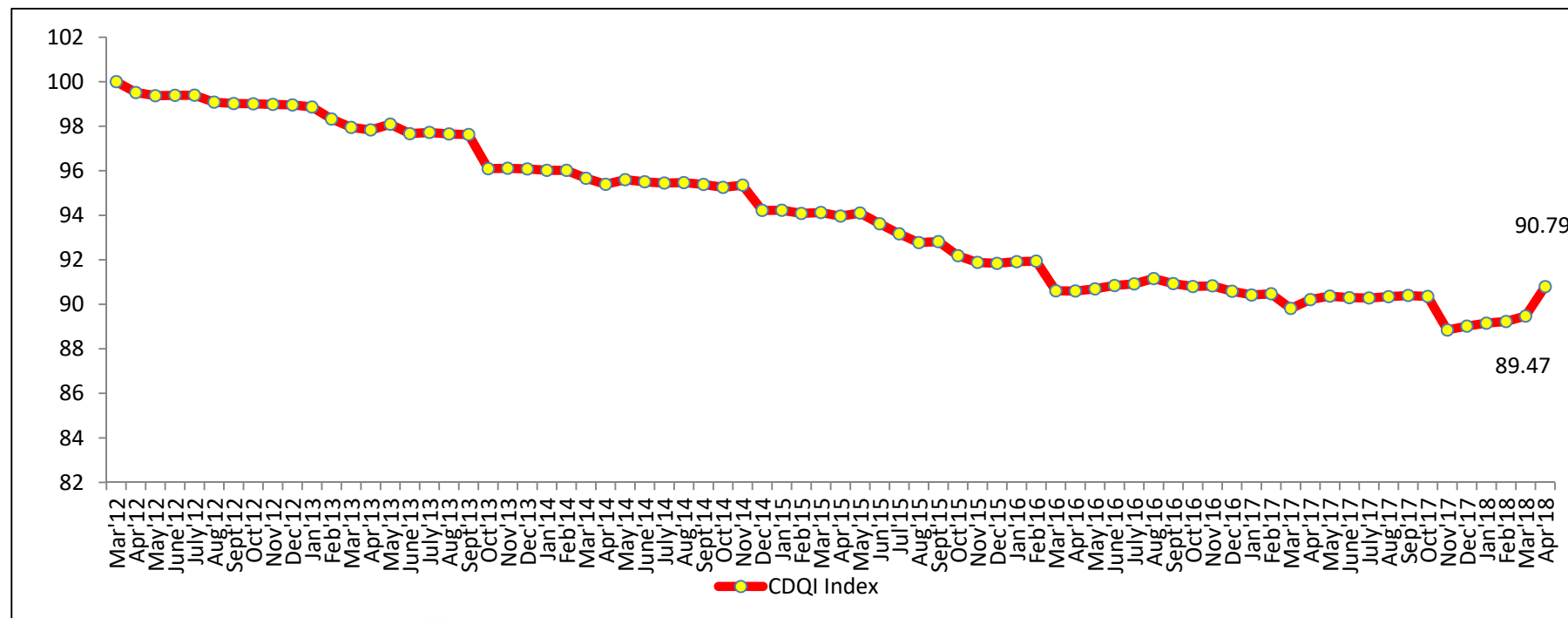
Rating Movement

The MCR for FY18 was 1.08 times, and indicates stability in credit quality.

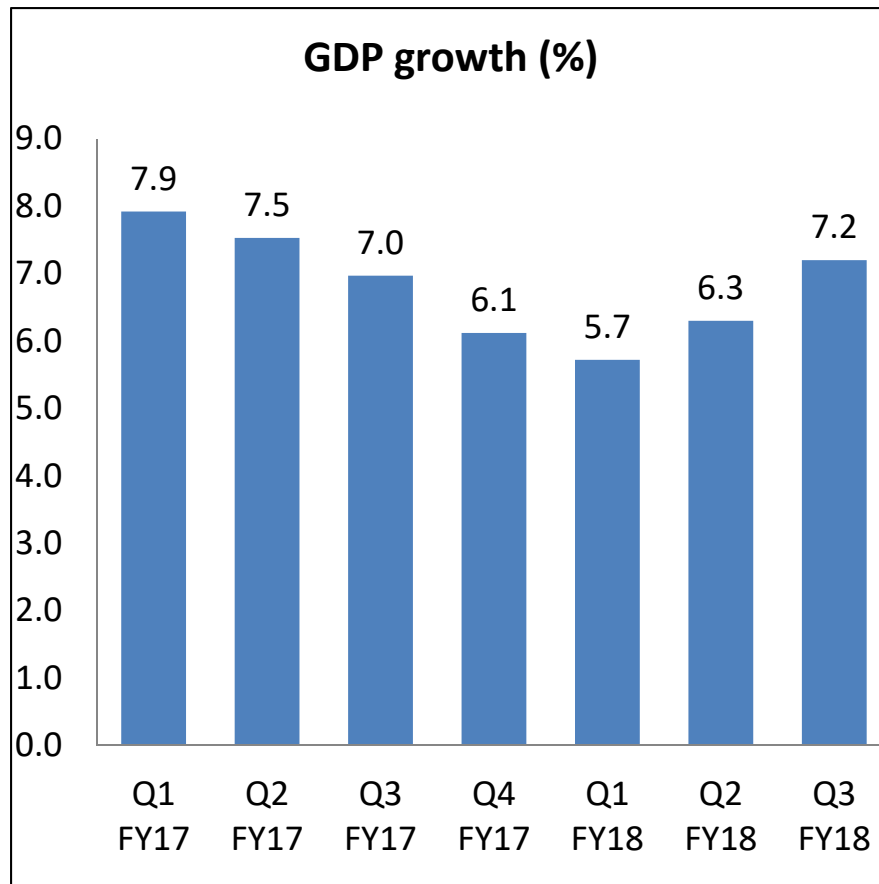
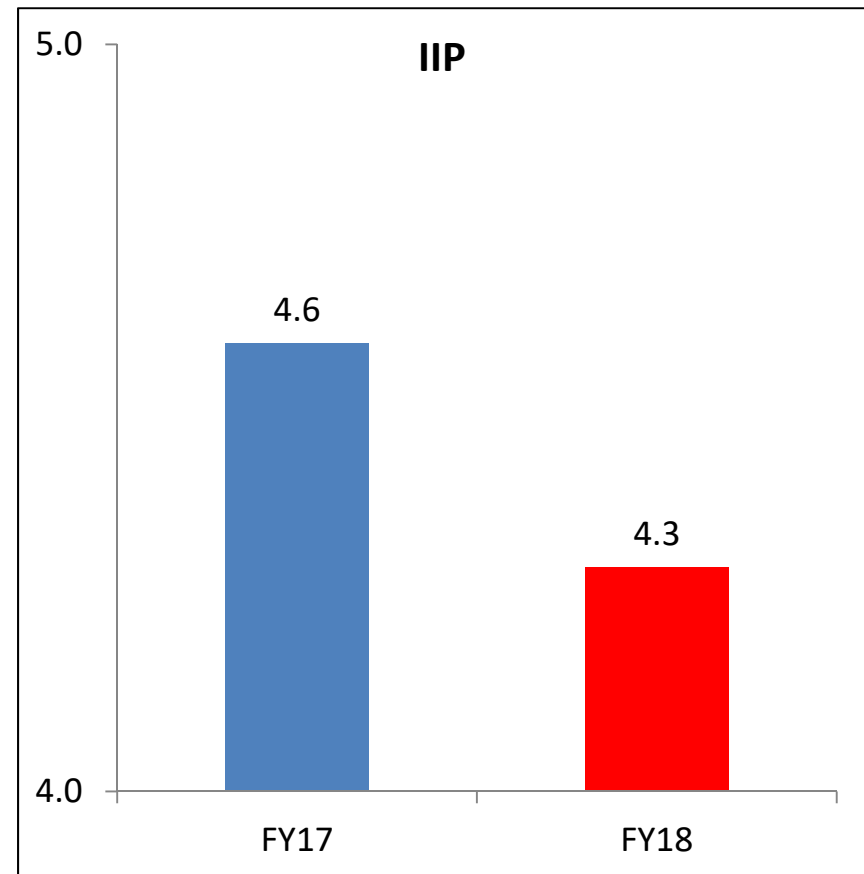


CARE Ratings Debt Quality Index (CDQI)

CDQI largely followed an improving trend in the first half of FY18. It has been improving since the last 5 months i.e., December 2017-April 2018. The rise in index in April'18 can be essentially attributed to large borrowing programmes (PSUS) rated for various Public Sector Undertakings, against which these PSUs would be borrowing in FY19 (refers to period April 1 to March 31) for implementing infrastructure projects in roads, power, rural electrification, etc.

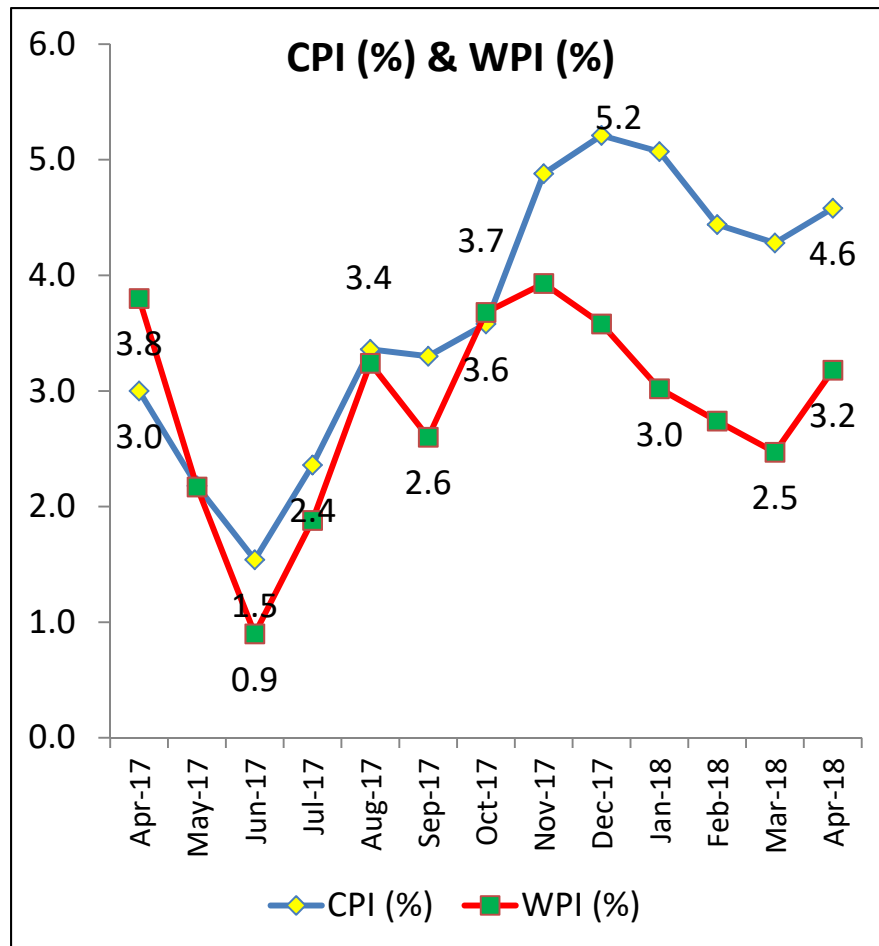
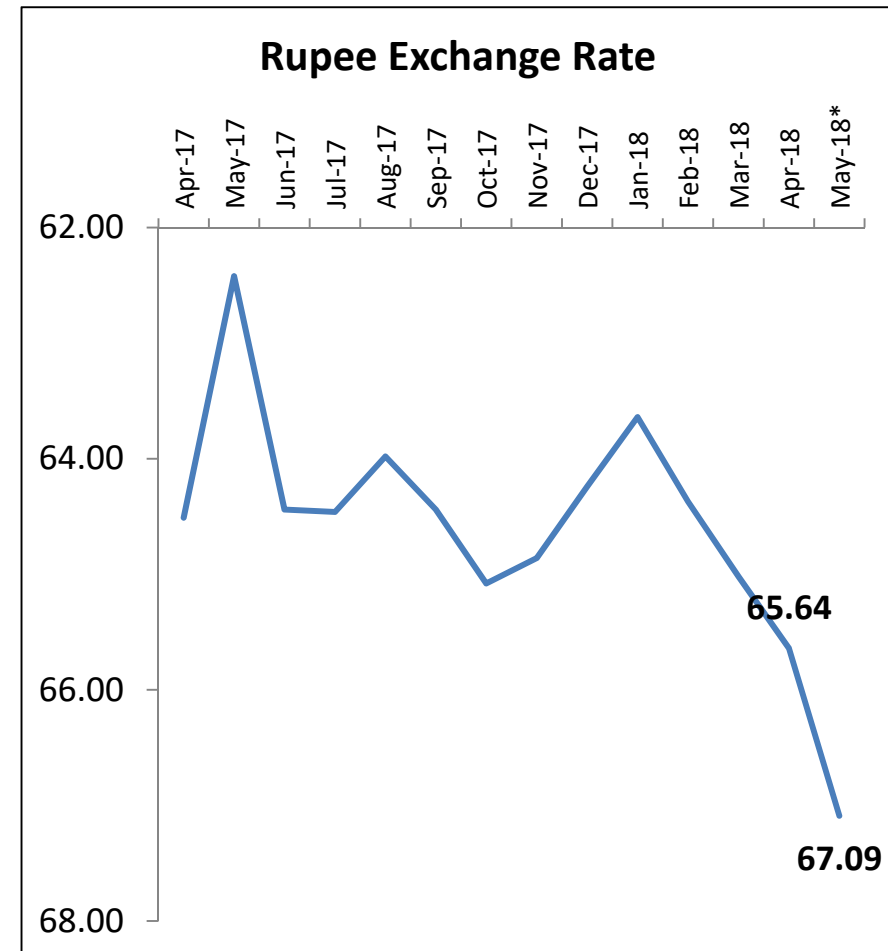


Economic Backdrop



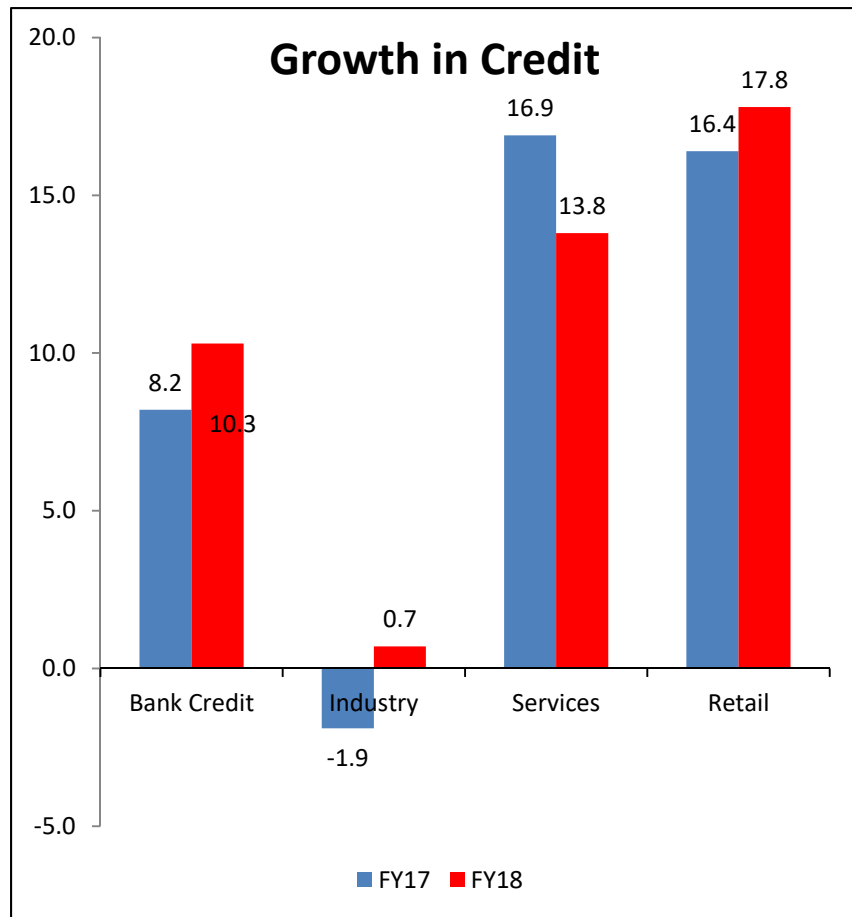
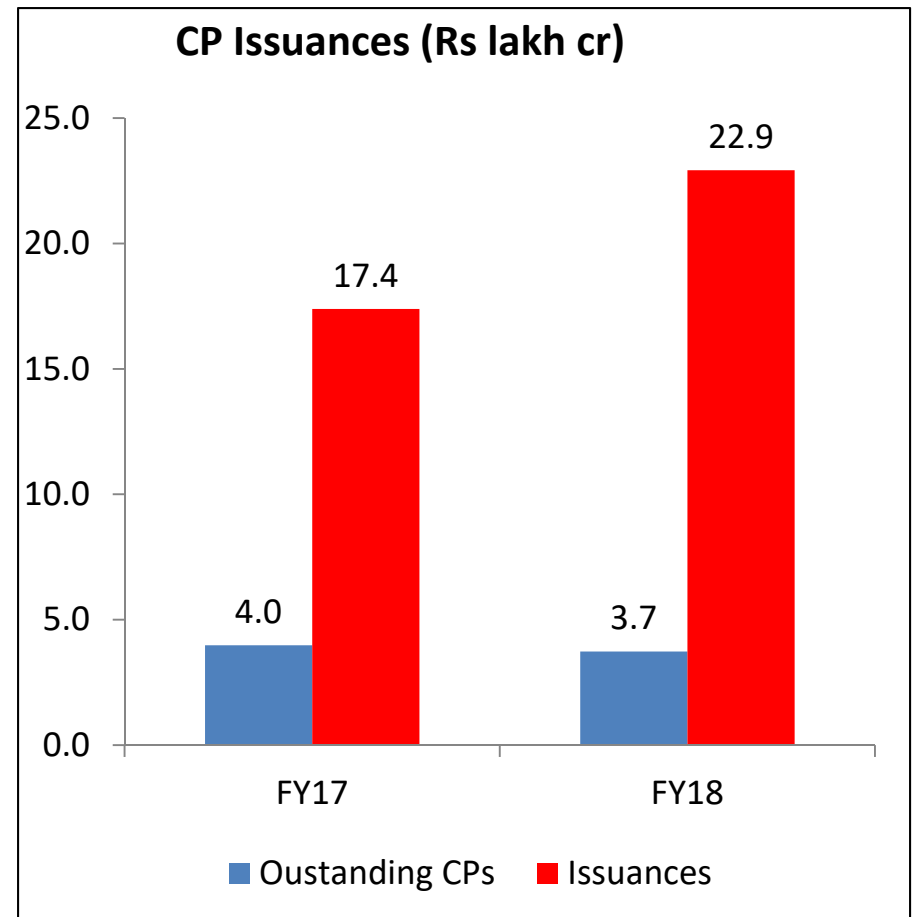
For FY18, CSO has estimated GDP growth at 6.6%

Economic Backdrop

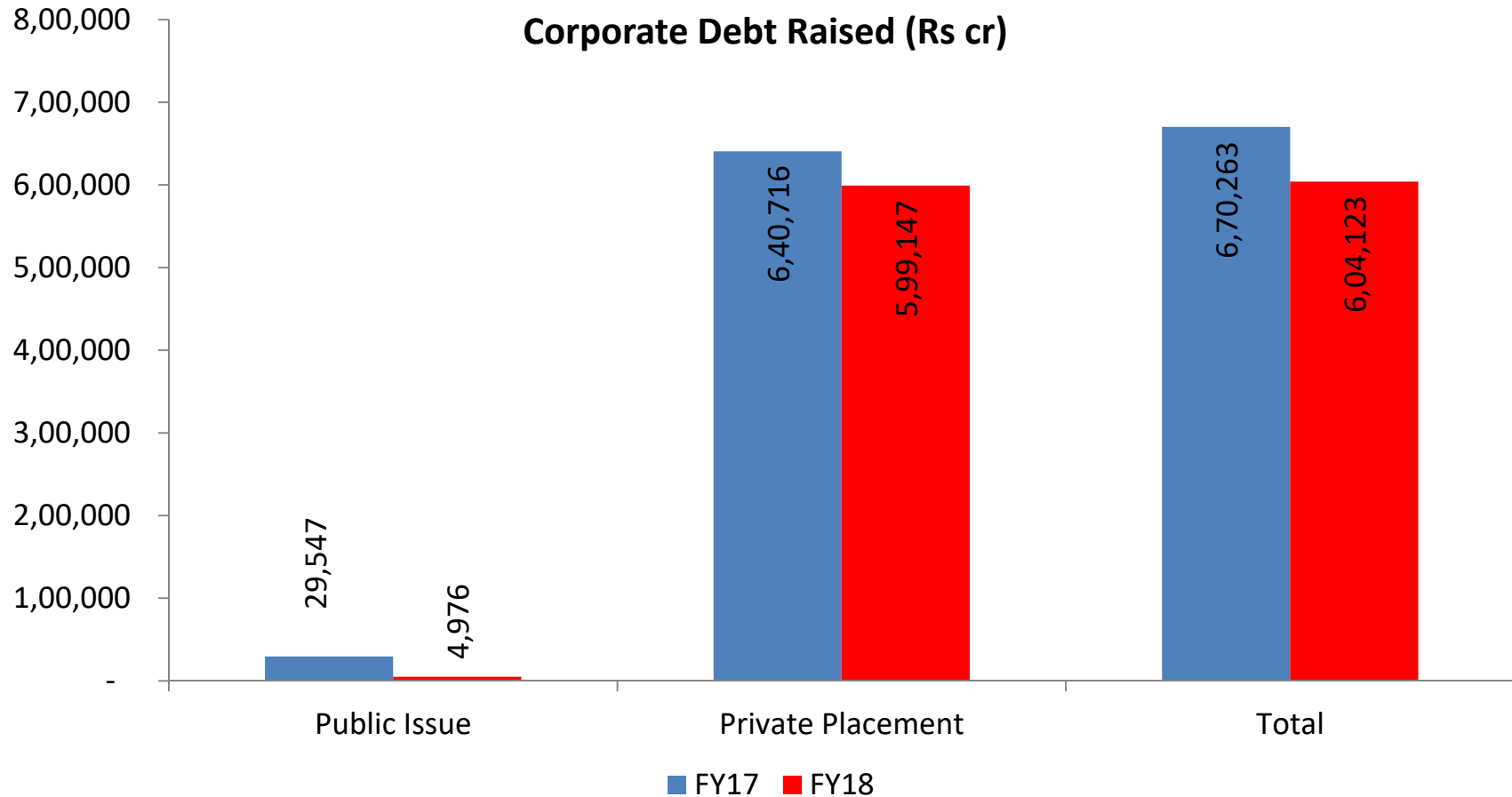


* Till May 14, 2018

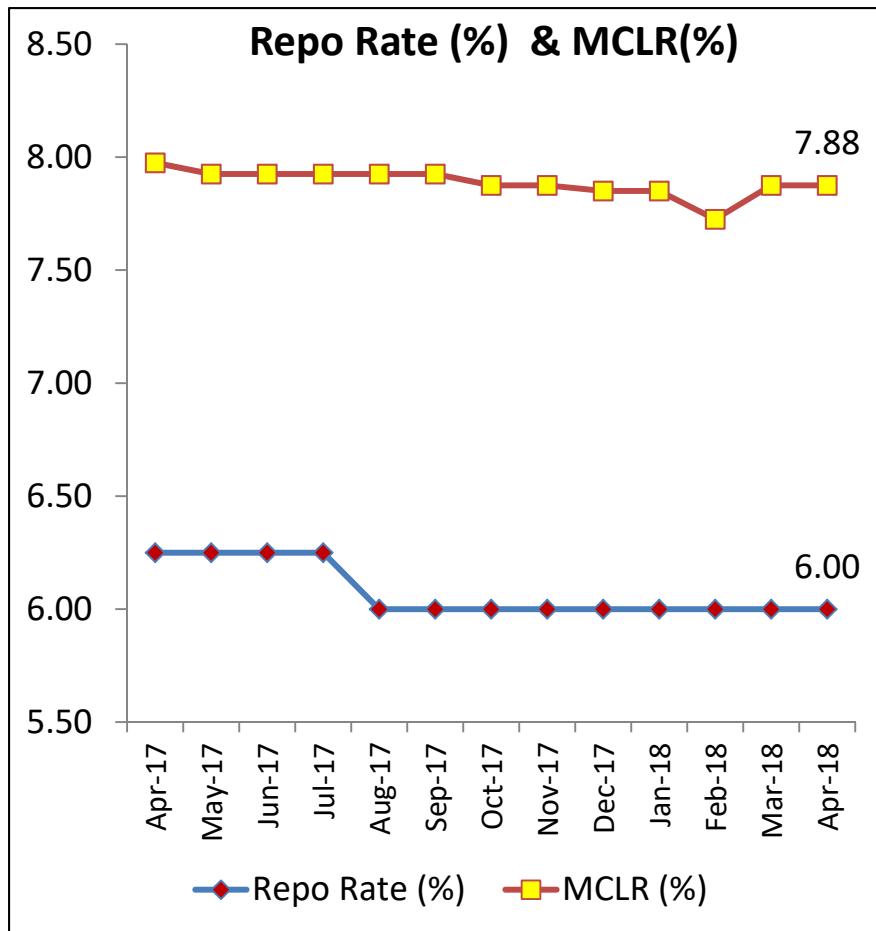
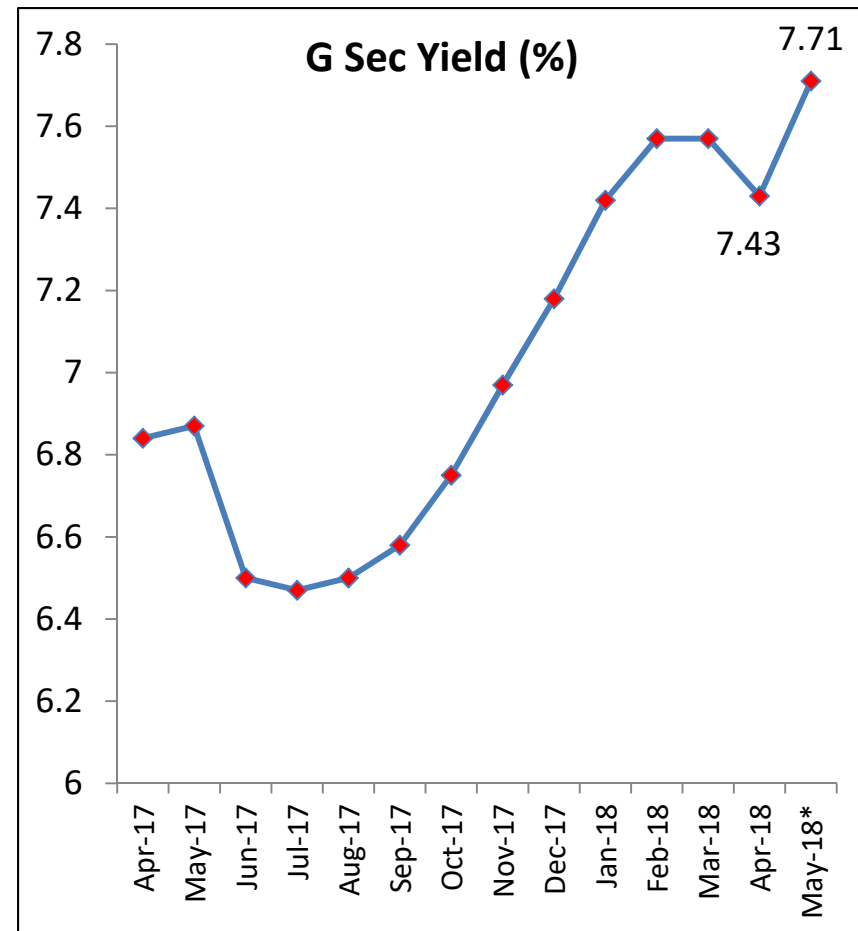
Economic Backdrop



Economic Backdrop



Economic Backdrop



* Till May 14, 2018

Economic Outlook for FY19

- GDP growth is expected to be around 6.7% in FY18 and ~7.5% in FY19
- Inflation expected in the range of 4.5-5% in FY19
- Rupee to be in the range of Rs.67-67.5/\$
- We do not expect any change in policy rates by the RBI in the next month.
- In case, the inflation touches the 5% mark, it could provoke a rate change from the RBI.

Thank You