

Rajesh Mokashi
Managing Director & CEO

Date: November 02, 2018

To,

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

SUB: OUTCOME OF THE BOARD MEETING HELD ON NOVEMBER 02, 2018.

Please find enclosed herewith the Unaudited Financial Results for the Quarter and Half year ended September 30, 2018, Limited Review Report and the Press Release for Q2 FY2018-19 of CARE Ratings Limited (Formerly known as Credit Analysis and Research Limited) as per the requirement of Regulation 30 and Para A of Part A of Schedule III of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015.

The Board of Directors has declared the 2nd Interim Dividend of Rs. 6/- per equity share of Rs.10/- for the financial year 2018-2019 and has fixed Friday, November 16, 2018 as the Record Date for the 2nd Interim Dividend.

Please also find enclosed the limited review reports submitted by M/s. Khimji Kunverji & Co, Chartered Accountants, (ICAI FRN: 105146W), the Statutory Auditors of the Company.

Mr. Chandresh Shah, Chief Financial Officer (CFO) has resigned from the position of Chief Financial Officer (CFO) and he will be relieved at the close of business hours on December 31, 2018.

The meeting of the Board of Directors of the Company commenced at 12.30 p.m. and concluded at 06.30 p.m.

Kindly take the above on record.

Yours faithfully,

For CARE Ratings Limited
(Formerly known as Credit Analysis and Research Limited)

Rajesh Mokashi
Managing Director & CEO



CARE Ratings Limited
(Formerly known as Credit Analysis & Research Limited)

**Limited Review Report**

To,
Board of Directors of
CARE Ratings Limited (formerly known as 'Credit Analysis and Research Limited')

Introduction

We have reviewed the accompanying statement of unaudited standalone financial results ('the Statement') of CARE Ratings Limited (formerly known as 'Credit Analysis and Research Limited') ('the Company') for the quarter ended 30 September 2018 and the year-to-date results for the period from 1 April 2018 to 30 September 2018 attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('Listing Regulation').

This Statement is the responsibility of the Company's Management and has been approved by the Board of Directors in their meeting held on 02 November 2018. Our responsibility is to issue a report on the Statement based on our review.

Scope of Review

We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial results are free of material misstatement. A review is limited primarily to inquiries of the Company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

Conclusion

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 applicable accounting standards i.e. Ind AS prescribed under Section 133 of the Companies Act, 2013, read with relevant rules issued thereunder and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulation including the manner in which it is to be disclosed, or that it contains any material misstatement.

For Khimji Kunverji & Co.
Chartered Accountants
Firm's Registration No: 105146W

Hasmukh B Dedhia
Partner (F-33494)

Mumbai
02 November 2018

CARE Ratings Limited

(Formerly known as Credit Analysis & Research Limited)

CIN-L67190MH1993PLC071691

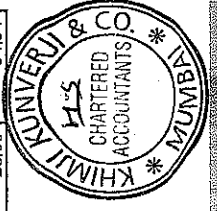
Regd. Office: 4th Floor, Godrej Coliseum, Somaia Hospital Road, Off Eastern Express Highway, Sion (East), Mumbai - 400 022.

Website : www. careratings.com | Email: investor.relations@careratings.com



Statement of Standalone and Consolidated Unaudited Financial Results for the quarter and half year ended September 30, 2018

Statement of Standalone and Consolidated Unaudited Financial Results for the quarter and half year ended September 30, 2018												(₹ in Lakhs)		
SN	Particulars	Standalone						Consolidated						
		Quarter Ended		Half year ended		Year ended March 31, 2018	Quarter Ended		Half year ended		Year ended March 31, 2018			
		September 30, 2018	June 30, 2018	September 30, 2017	September 30, 2018		September 30, 2017	September 30, 2018	September 30, 2017					
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
I	Revenue from Operations	9,359.39	5,741.75	9,096.66	15,101.14	15,234.97	32,161.00							33,268.41
II	Other Income	736.27	424.36	625.27	1,160.63	1,275.06	2,527.23							2,546.66
III	TOTAL INCOME (I + II)	10,095.66	6,166.11	9,721.93	16,261.77	16,510.03	34,688.23							35,815.07
IV	EXPENSES													
	Employee Benefits Expense	2,206.45	2,270.75	1,914.57	4,477.20	3,554.88	8,221.29							8,890.96
	Depreciation and Amortisation Expense	72.42	63.49	79.72	135.91	159.52	296.14							314.91
	Other Expenses	931.71	615.72	552.16	1,547.43	1,129.64	2,995.45							3,301.27
	TOTAL EXPENSES (IV)	3,210.58	2,949.96	2,546.45	6,160.54	4,844.04	11,512.88							12,507.14
V	Profit before Exceptional Items and Tax (III)-(IV)	6,885.08	3,216.15	7,175.48	10,101.23	11,665.99	23,175.35							23,307.93
VI	Exceptional Items	-	-	-	-	-	-							-
VII	Profit before Tax Expenses (V - VI)	6,885.08	3,216.15	7,175.48	10,101.23	11,665.99	23,175.35							23,307.93
VIII	Tax Expenses:													
	Current Tax	2,095.28	1,018.24	2,329.63	3,113.52	3,922.86	7,806.63							7,816.00
	Deferred Tax	150.27	(356.94)	12.20	(206.67)	(639.45)	(734.04)							(742.01)
	Total Tax Expense	2,245.55	661.30	2,341.83	2,906.85	3,283.41	7,072.59							7,073.99
IX	Net Profit for the period (VII - VIII)	4,639.53	2,554.85	4,833.65	7,194.38	8,382.58	16,102.76							16,233.94
	Profit for the period attributable to:													
	Non-Controlling interest	-	-	-	-	-	-							(7.14)
	Owners of the Parent	-	-	-	-	-	-							16,241.08
X	Other Comprehensive Income													
	A (i) Items that will not be reclassified to profit & Loss	6.13	30.83	(27.35)	36.96	(42.31)	532.88							535.66
	(ii) Income tax relating to items that will not be reclassified to profit or loss	(2.14)	(10.77)	9.46	(12.91)	14.64	(122.80)							(122.80)
	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	3.99	20.06	(17.89)	24.05	(27.67)	410.08							412.86
	Other Comprehensive Income for the period attributable to:													
	Non-Controlling interest	-	-	-	-	-	-							-
	Owners of the Parent	-	-	-	-	-	-							412.86
XI	Total Comprehensive Income for the period (IX + X)	4,643.52	2,574.91	4,815.76	7,218.43	8,354.91	16,512.84							16,646.80
	Total Comprehensive Income for the period attributable to:													
	Non-Controlling interest	-	-	-	-	-	-							(7.14)
	Owners of the Parent	-	-	-	-	-	-							16,653.94
	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							2,946.12
	Other Equity	-	-	-	-	-	-							56,737.23
	Earnings Per Equity Share (Face Value ₹ 10 each) (Not Annualised)													
	Basic (₹)	15.75	8.67	16.41	24.42	28.38	54.10							54.54
	Diluted (₹)	15.75	8.67	16.41	24.42	28.38	54.10							54.54



Statement of Assets & Liabilities

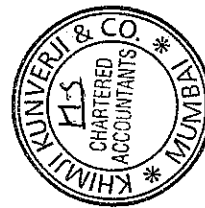
	(₹ in Lakhs)			
	Standalone		Consolidated	
	As at 30-September-2018 (Unaudited)	As at 31-March-2018 (Audited)	As at 30-September-2018 (Unaudited)	As at 31-March-2018 (Audited)
ASSETS				
Non Current Assets				
Property Plant and Equipment	7,109.14	5,086.73	7,141.88	5,109.38
Intangible Assets	84.88	87.71	118.56	116.24
Goodwill on consolidation	-	-	795.03	795.03
Capital Work in Progress	-	-	-	-
Financial Assets				
Investments (Non Current)	28,170.61	27,921.35	25,717.57	25,548.45
Loans	63.59	74.87	75.15	85.37
Other Non Current Financial Assets	10.11	9.72	10.11	9.72
Deferred Tax Assets (Net)	-	-	94.22	93.21
Other Non-Current Assets	81.66	11.37	81.66	12.07
Sub Total Non-Current Assets	35,519.99	33,191.75	34,034.18	31,769.47
Current Assets				
Financial Assets				
Investments (Current)	14,727.87	25,787.93	15,241.08	26,284.46
Trade Receivables	6,154.92	3,718.10	6,574.88	3,924.01
Cash and Cash Equivalents	794.01	2,358.67	1,309.49	2,856.90
Bank Balances other than Cash and Cash Equivalents	233.65	50.64	414.13	59.91
Loans	251.37	126.64	154.97	131.48
Other Current Financial Assets	2,412.39	174.29	2,552.07	563.00
Current Tax Assets (Net)	286.74	177.41	79.44	50.32
Other Current Assets	24,860.95	32,393.68	477.69	221.93
Sub Total Non-Current Assets	24,860.95	32,393.68	26,803.75	34,092.01
Total Assets	60,380.94	65,585.43	60,837.93	65,861.48
EQUITY AND LIABILITIES				
EQUITY				
Equity Share Capital	2,946.12	2,946.12	2,946.12	2,946.12
Other Equity	51,889.12	56,985.54	51,536.02	56,737.23
Non-Controlling interest	-	-	197.00	211.57
LIABILITIES				
Non-Current Liabilities				
Borrowings	459.37	449.12	493.31	473.39
Provisions	337.98	531.74	337.98	531.74
Deferred Tax Liabilities (Net)	797.35	980.86	831.29	1,005.13
Sub Total Non-Current liabilities	1,594.70	1,961.72	1,662.58	2,006.26
Current Liabilities				
Financial Liabilities				
Other Current Financial Liabilities	440.17	966.43	464.32	1,148.80
Other Current Liabilities	3,215.55	2,972.68	3,765.40	3,058.33
Provisions	271.72	421.65	276.87	427.01
Current Tax Liability (Net)	820.91	312.15	820.91	327.29
Sub Total Current liabilities	4,748.35	4,672.91	5,327.50	4,961.43
Total Equity and liabilities	60,380.94	65,585.43	60,837.93	65,861.48

The above results have been reviewed by the Audit Committee and approved by the Board of Directors of the Company at its meeting held on November 2, 2018 and have been reviewed by the statutory auditors of the company.

The Board of Directors have declared interim dividend of ₹ 6/- per share on face value of ₹ 10/- per share fully paid up.

The consolidated financial results include results of CARE Ratings Limited and its subsidiaries namely CARE Risk Solutions Private Limited (Formerly Known As CARE Kalypto Risk Solutions and Advisory Services Private Limited), CARE Advisory Research and Training Limited, CARE Ratings (Africa) Private Limited and CARE Ratings Nepal Limited.

The Company has opted to publish quarterly consolidated financial results for the first time from quarter ended June 30, 2018, accordingly figures for the corresponding quarter and half year ended September 30, 2017 in consolidated financial results are based on management certified unaudited consolidated financial information.



The Company has granted 5,37,908 options on September 01, 2017, to the eligible employees as the Company's Employees Stock Option Scheme (ESOS) 2017. As per Ind AS 102 - Share Based Payment, total cost of ESOS 2017 will be charged over vesting period, accordingly the Employee Benefit Expenses includes ESOP charge under respective periods as under:

Particulars	Quarter Ended				Half year ended		Year ended March 31, 2018 Audited
	September 30, 2018	June 30, 2018	September 30, 2017	September 30, 2017	September 30, 2018	September 30, 2017	
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	
P Charge	350.87	365.96	126.81		716.82	126.81	864.90

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

Particulars	Quarter Ended				Half year ended		Year ended March 31, 2018 Audited
	September 30, 2018	June 30, 2018	September 30, 2017	September 30, 2017	September 30, 2018	September 30, 2017	
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	
Segment Revenue	9,408.80	5,805.43	9,118.57		15,214.23	15,282.71	31,957.87
Ratings and related services	256.56	193.74	171.07		450.30	303.64	1,310.54
Others	9,665.36	5,999.17	9,289.64		15,664.53	15,586.35	33,268.41
Total Segmental Revenue	9,665.36	5,999.17	9,289.64		15,664.53	15,586.35	33,268.41
Total Income from Operations (Net)							
Segment Results (Profit before Finance Costs and Tax)							
Ratings and related services	6,141.33	2,809.63	6,538.64		8,950.96	10,384.04	20,622.32
Others	(94.26)	(73.44)	(31.76)		(169.70)	(103.45)	138.95
Total Segment Result	6,047.07	2,734.19	6,506.88		8,781.26	10,280.59	20,761.27
Less: Finance Costs							
Add: Other Un-allocable Income - net	744.42	457.27	632.87		1,201.69	1,286.64	2,546.66
Profit before Tax	6,791.49	3,191.46	7,139.75		9,982.95	11,567.23	23,307.93
Segment Assets							
Ratings	17,917.13	11,952.83	14,139.41		17,917.13	14,139.41	12,377.59
Others	1,167.11	961.60	917.42		1,167.11	917.42	855.94
Unallocated Assets	41,753.69	55,018.94	45,341.80		41,753.69	45,341.80	52,627.95
Total	60,837.93	67,933.37	60,398.63		60,837.93	60,398.63	65,861.48
Segment Liabilities							
Ratings	5,645.06	4,854.34	4,892.60		5,645.06	4,892.60	5,714.59
Others	513.73	282.14	467.30		513.73	467.30	251.97
Total	6,158.79	5,136.48	5,359.90		6,158.79	5,359.90	5,966.56

Previous year's/period's figures have been regrouped / rearranged wherever necessary to confirm to the figures of the current period.

For and behalf of the Board of Directors
CARE Ratings Limited
(Formerly known as Credit Analysis & Research Limited)



Rajesh Mokashi
Managing Director & Chief Executive Officer
DIN:02781355
Mumbai, November 2, 2018





**Limited Review Report**

To,
Board of Directors of
CARE Ratings Limited (formerly known as 'Credit Analysis and Research Limited')

Introduction

We have reviewed the accompanying consolidated financial results of CARE Ratings Limited (formerly known as 'Credit Analysis and Research Limited') ('the Company') and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group") for the quarter ended 30 September, 2018 and the year-to-date results for the period from 1 April 2018 to 30 September 2018 ('the Statement'), attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('Listing Regulation').

This Statement is the responsibility of the Company's Management and has been approved by the Board of Directors in their meeting held on 02 November 2018. Our responsibility is to issue a report on the Statement based on our review.

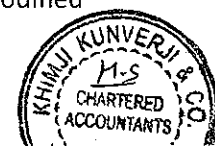
Scope of Review

We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial results are free of material misstatement. A review is limited primarily to inquiries of Company personnel and analytical procedures applied to financial information and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

The Statement includes the unaudited financial information of the following subsidiaries:

Name of the Entity	Relationship
CARE Risk Solutions Private Limited (Formerly known as CARE Kalypso Risk Technologies & Advisory Services Private Limited)	Wholly Owned Subsidiary
CARE Advisory Research and Training Limited	Wholly Owned Subsidiary
CARE Ratings (Nepal) Limited	Subsidiary
CARE Ratings (Africa) Private Limited	Subsidiary

We did not review the financial information of two subsidiaries included in the Statement, whose unaudited financial information reflect, total revenue from operations of Rs. 285.08 Lakh and Rs. 509.25 Lakh for the quarter ended 30 September 2018 and period from 1 April 2018 to 30 September 2018 respectively and total assets of Rs. 1,680.32 Lakh as at 30 September 2018. This unaudited financial information have been reviewed by other auditors whose reports have been furnished to us by the Management of the Company and our conclusion on unaudited consolidated financial information, to the extent they have derived from such unaudited financial information is based solely on the reports of such other auditors. Our conclusion is not modified in respect of this matter.



Khimji Kunverji & Co

(Registered)

Chartered Accountants



The unaudited consolidated financial results include the financial information of two overseas subsidiaries whose unaudited financial information reflects total revenue from operations of Rs. 57.54 Lakh and Rs. 136.35 Lakh for the quarter ended 30 September 2018 and period from 1 April 2018 to 30 September 2018 respectively and total assets of Rs. 579.37 Lakh as at 30 September 2018. The unaudited financial information has been reviewed by the other auditor as per the requirement of the applicable accounting standards of the respective countries and has been converted as per the requirements of Ind AS by the management. Our conclusion, in so far as it relates to the amounts included in respect of these subsidiaries, is based solely on the report of the other auditors and management certified Ind AS financial statements and adjustments thereto. Our conclusion is not modified in respect of this matter.

The Consolidated financial results for the comparative quarter ended 30 September 2017 and year-to-date results for the period from 1 April 2017 to 30 September 2017 were not reviewed or audited by any auditors and are based on management certified unaudited consolidated financial information.

Conclusion

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 the applicable Accounting Standards i.e. Ind AS prescribed under Section 133 of the Companies Act, 2013, and other recognized accounting practices and policies, has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulation including the manner in which it is to be disclosed, or that it contains any material misstatement.

For Khimji Kunverji & Co.

Chartered Accountants

Firm's Registration No: 105146W

H.S

Hasmukh B Dedhia

Partner (F-33494)

Mumbai

02 November 2018

Mumbai, 2nd November 2018

H1-FY19 Results

The Board of Directors of CARE Ratings approved the Q2-FY19 and H1-FY19 results in the Board Meeting held on Wednesday the 2nd of November 2018.

Consolidated Financial Results

CARE Ratings consolidated income from operations for the half year ended Sept 30 2018 is Rs. 156.65 crores as against Rs. 155.86 crores in the corresponding half year of previous financial year. Consolidated total income for the half year ended is Rs 168.66 crores as against Rs. 168.73 crores in the corresponding half year of previous financial year. Profit after tax moderated to Rs. 70.63 crores as against Rs. 82.84 crores in the corresponding H1 of previous financial year.

Standalone Financial Results

CARE Ratings standalone income from operations for the half year ended Sept 30 2018 is Rs. 151.01 crores as against Rs. 152.35 crores in the corresponding half year of previous financial year. Standalone total income for the half year ended is Rs 162.62 crores as against Rs. 165.10 crores in the corresponding half year of previous financial year. Profit after tax moderated to Rs. 71.94 crores as against Rs. 83.83 crores in the corresponding quarter of previous financial year.

The Board of Directors has declared second interim dividend of Rs. 6/- per share (of Rs. 10/- face value) for the quarter ended Sept 30, 2018.

Major factors affecting results of H1-FY19

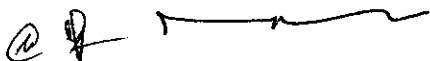
The Company had changed the estimates for revenue recognition prospectively from FY18. Accordingly, some income booked in previous year is not available in the current year. The revenue for H1-FY18 was higher by Rs. 13.87 crore and PAT was higher by Rs. 9.98 crore in H1-FY18 on account of the above.

H1-FY19 includes ESOP charge of Rs. 7.17 crore as against Rs.1.27 crore in H1-FY18 resulting in higher expense.

H1-FY19 mark to market(MTM) gains on FMP's and Duration Product investment were lower as compared to MTM gains in H1-FY18. This has resulted in lower accrual of Other Income in H1-FY19.

Operational Data

The total debt rated by your company was Rs.8.13 Lakh Crores in H1-FY19 as against Rs.7.14 Lakh Crores in corresponding half year of previous financial year. This included Rs 2.75 Lakh Crores in bonds, Rs 3.54 Lakh Crores bank loans and Rs 1.84 Lakh Crores in short term ratings (including CPs) for H1-FY19.



H1FY19 has been characterized by contrasting pictures. While the real economy has shown signs of higher growth as depicted by the IIP which increased by 5.2% (2.3%) during the first 5 months of the year, activity in the debt and credit markets was subdued. Corporate debt issuances were lower while bank credit to manufacturing and services grew at negative rates over March this year. CP issuances were however higher during this period as there was movements from bank borrowings to this segment. CP issuances were Rs 13.6 lakh crore as against Rs 5.6 lakh cr last year. RBI had increased interest rates by 50 bps during this period and given a stance of 'calibrated tightening' for the rest of the year.

Commenting on the results Mr. Rajesh Mokashi, MD & CEO, said, 'The economy is going through challenging times of late and has to be monitored quite closely. The fructification of the consumer demand story this year combined with pick-up in private investment and resolution of the liquidity challenges witnessed of late along with stability in the forex market would hold the clue to future economic growth and hence, the prospects for the rating industry. We would be cautious about the outlook for the second half of the year, which against this backdrop, poses some challenges.

Contact:

Rajesh Mokashi, MD & CEO 022-67543636

Chandresh Shah, CFO 022-67543603

ABOUT US

CARE Ratings (until recently called Credit Analysis and Research Limited), 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 completed 25 years 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 microfinance institutions, among others. The Company also provides issuer ratings and corporate governance ratings and offers rating of innovative debt instruments, such as REITs, expected loss (for infra), perpetual bonds etc. CARE Ratings is recognized for being knowledge based Company and has continued to work towards deepening the base.*

The company has a subsidiary CARE (Ratings) Africa Private Limited (CRAF) in Mauritius and CARE Ratings Nepal Limited in Nepal. The company have two wholly owned subsidiaries in Mumbai, India namely CARE Risk Solutions Private Limited and CARE Advisory Research & Training Limited. The Company has its registered office in Mumbai, and branches in Ahmedabad, Bengaluru, Chandigarh, Chennai, Coimbatore, Hyderabad, Jaipur, Kolkata, New Delhi, and Pune.

** In terms of rating income FY18*

