

DATE: MAY 20, 2014

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

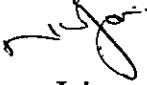
Please find enclosed herewith the Audited Financial Results for the quarter and year ended March 31, 2014 along with Press Release of Credit Analysis and Research Limited for FY 14 as per the requirement of Clause 41 of the Listing Agreement.

Further, the Board of Directors has recommended, subject to the approval of shareholders a final dividend of Rs. 10/- per equity share of face value of Rs. 10/- each for the Financial Year 2013-14.

Please take note of the above.

Thanking you,

Yours faithfully,
For Credit Analysis and Research limited


Navin Kumar Jain
Company Secretary

Encl. : As above

Regd. Office: 4th Floor, Godrej Coliseum, Somaiya Hospital Road,
Off Eastern Express Highway, Sion (East), Mumbai - 400 022.
Website : www.careratings.com
Email: investor.relations@careratings.com

Part I : Statement of Audited Financial Results for the Quarter and Year Ended March 31, 2014

Sr. No.	Particulars	STANDALONE					CONSOLIDATED	
		3 months ended March 31, 2014	3 months ended Dec 31, 2013	3 months ended March 31, 2013	Year ended March 31, 2014	Year ended Mar 31, 2013	Year ended Mar 31, 2014	Year ended Mar 31, 2013
		Unaudited (Refer Note 8)	Unaudited	Unaudited (Refer Note 8)	Audited	Audited	Audited	Audited
1	Income from operations							
	a) Net Income from services	7,566.52	5,383.73	6,330.16	22,946.46	19,876.58	23,558.87	20,303.24
	b) Other Operating Income	-	-	-	-	-	-	-
	Total Income from operations	7,566.52	5,383.73	6,330.16	22,946.46	19,876.58	23,558.87	20,303.24
2	Expenditure							
	a) Employee Benefits Expense	1,833.23	1,539.04	1,555.14	6,059.93	5,078.81	6,324.42	5,234.52
	b) Depreciation	85.27	72.28	53.09	289.13	262.73	292.14	324.74
	c) Other Expenses	607.32	597.65	396.14	2,222.65	1,409.90	2,463.73	1,608.19
	Total Expenditure	2,525.82	2,208.97	2,004.37	8,571.71	6,751.44	9,080.29	7,167.45
3	Profit / (Loss) from operations before other income, finance costs and exceptional items (1-2)	5,040.70	3,174.76	4,325.79	14,374.75	13,125.14	14,478.58	13,135.79
4	Other Income	788.75	671.23	809.32	3,565.72	2,863.05	3,578.56	2,885.93
5	Profit / (Loss) from ordinary activities before finance costs and exceptional items (3 + 4)	5,829.45	3,845.99	5,135.11	17,940.47	15,988.19	18,057.14	16,021.72
6	Finance Cost	-	-	-	-	-	-	-
7	Exceptional Items	-	-	-	-	-	-	-
8	Profit / (Loss) from ordinary activities before tax (5 - 6 - 7)	5,829.45	3,845.99	5,135.11	17,940.47	15,988.19	18,057.14	16,021.72
9	Tax Expense	1,699.12	1,044.32	1,574.22	5,073.21	4,655.21	5,092.11	4,655.21
10	Net Profit (+)/ Loss (-) from Ordinary Activities after tax (8-9)	4,130.33	2,801.67	3,560.89	12,867.26	11,332.98	12,965.03	11,366.51
11	Extraordinary items (net of tax expense)	-	-	-	-	-	-	-
12	Net Profit (+) / Loss(-) for the period (10-11)	4,130.33	2,801.67	3,560.89	12,867.26	11,332.98	12,965.03	11,366.51
13	Minority Interest	-	-	-	-	-	24.32	8.34
14	Net Profit (+)/ Loss (-) after taxes, minority interest and share of profit (+) / (Loss (-) of associates (12+13)	4,130.33	2,801.67	3,560.89	12,867.26	11,332.98	12,940.71	11,358.17
15	Paid-up equity share capital (Face value : Rs. 10 per share)	2,899.91	2,899.91	2,855.28	2,899.91	2,855.28	2,899.91	2,855.28
16	Reserves excluding Revaluation Reserves	-	-	-	45,531.50	39,534.38	45,636.88	39,566.31
17	Basic Earnings Per Share (EPS) of Rs.10/- each	14.24	9.66	12.47	44.71	39.69	44.96	39.78
18	Diluted Earnings Per Share (EPS) of Rs.10/- each	14.21	9.66	12.47	44.68	39.69	44.94	39.78

Part II: Selected Information

Sr. No.	Particulars	3 months ended March 31, 2014 Unaudited	3 months ended Dec 31, 2013 Unaudited	3 months ended March 31, 2013 Unaudited	Year ended March 31, 2014 Audited	Year ended Mar 31, 2013 Audited
	A - Particulars of Shareholding					
1	Public shareholding					
	-Number of shares	28,999,122	28,999,122	28,552,812	28,999,122	28,552,812
	-Percentage of shareholding	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)	-	-	-	-	-

	Pending at the beginning of the quarter	Received during the quarter	Disposed of during the quarter	Remaining unresolved at the end of the quarter	
B - Investor Complaints	-	11	11	-	

Notes:

- 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 May 20, 2014.
- The Board of Directors of the Company have proposed a final dividend of Rs.10/- per share having a nominal value of Rs. 10 each.
- During the year ended March 31, 2013, the Company 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 did not received the IPO proceeds, therefore, Clause 43 of the Listing Agreement does 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.
- During the year pursuant to preferential offer, the Company has 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 utilized 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.
- The Company has along with four partners from Malaysia, Brazil, Portugal and South Africa, launched international credit rating agency named ARC Ratings, SA, in London on January 16, 2014.
- The Company has granted 5,00,000 options on January 01, 2014, to the eligible employees as the Company's Employees Stock Option Scheme (ESOS) 2013. As per SEBI (Employee Stock Option Scheme and Employees Stock Purchase Scheme) Guidelines 1999, total cost of ESOS 2013 will be charged on straight line basis over vesting period, accordingly Rs. 142.87 Lacs has been charged to Statement of Profit and Loss during the quarter ended March 31, 2014.
- The figures for the quarter ended March 31 are the balancing figures between the audited figures in respect of the full financial year and the unaudited year to date figures up to the third quarter ended December 31, which were subjected to limited review.
- The audited consolidated results include accounts of Credit Analysis & Research Limited and its subsidiary CARE Kalypto Risk Technologies and Advisory Services Private Limited, in which the Company holds 75.13% stake.

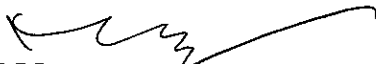
10 Statement of Assets & Liabilities as on March 31, 2014

Rs. in Lakhs

		Standalone		Consolidated	
		As at	As at	As at	As at
		31-March-2014	31-March-2013	31-March-2014	31-March-2013
A	Equity and Liabilities				
1	Shareholders' Funds				
	a) Share Capital	2,899.91	2,855.28	2,899.91	2,855.28
	b) Reserves and Surplus	45,531.50	39,534.38	45,636.88	39,566.31
2	Minority Interest	-	-	91.57	67.25
3	Non Current Liabilities				
	a) Deferred Tax Liability (Net)	392.95	390.50	392.95	390.50
	b) Long Term Provisions	390.54	424.72	407.93	438.96
4	Current Liabilities				
	a) Short Term Provisions	4,380.64	3,402.35	4,382.01	3,403.43
	b) Other Current Liabilities	4,219.86	3,932.61	4,299.07	4,103.41
	Total	57,815.40	50,539.84	58,110.32	50,825.14
B	Assets				
1	Non Current Assets				
	a) Fixed Assets				
	(i) Tangible Assets	5,150.45	5,115.55	5,162.82	5,126.07
	(ii) Intangible Assets	-	-	-	-
	(iii) Capital Work in Progress	-	3.65	-	3.65
	b) Goodwill on Consolidation	-	-	722.75	722.75
	c) Non Current Investments	20,008.06	15,222.94	19,114.08	14,328.95
	d) Long Term Loans and Advances	1,206.13	1,084.23	1,231.52	1,122.47
	e) Other Non Current Assets	-	-	-	-
2	Current Assets				
	a) Current Investments	26,761.60	23,783.00	26,761.60	23,783.00
	b) Trade Receivables	1,417.07	2,188.91	1,479.53	2,224.85
	c) Cash and Bank Balances	2,671.91	2,716.58	2,867.26	2,946.81
	d) Short Term Loans and Advances	210.12	186.03	245.89	204.57
	e) Other Current Assets	390.06	238.95	524.87	362.02
	Total	57,815.40	50,539.84	58,110.32	50,825.14

11 Previous year'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, May 20, 2014



CREDIT ANALYSIS AND RESEARCH LIMITED

Q4 & FY14 Results

- **FY14 Total Income increases by 16.6%**
- **FY14 EBITDA increases by 12.2%; Net profit enhanced by 13.5%**
- **EBITDA Margin of 68.8% and PAT margin 48.5%**
- **Final Dividend of Rs. 10/- per share proposed**
- **Cumulative Debt rated in FY14 at Rs.57 lakh crore**

Mumbai (India), May 20, 2014: Credit Analysis and Research Limited, the second largest full service rating Company in India in terms of rating income in FY13, announced its results for the quarter and full year ended 31 March 2014.

Financial Highlights

FY14 performance overview (Compared with FY13)

- Total income grew by 16.6% to Rs 265.1 crore compared with Rs 227.4 crore
- EBITDA better by 12.2% Rs 182.3 crore compared with Rs 162.5 crore
- Net profit enhanced by 13.5% to Rs 128.6 crore compared with Rs 113.3 crore
- EPS diluted improved by 12.6% at Rs 44.7 compared with Rs 39.7

Q4 FY14 performance overview (Compared with Q4 FY13)

- Total income grew by 17% to Rs 83.6 crore compared with Rs 71.4 crore
- EBITDA better by 14%; Rs 59.1 crore compared with Rs 51.9 crore
- Net profit enhanced by 16% to Rs 41.3 crore compared with Rs 35.6 crore
- EPS diluted improved by 14% at Rs 14.2 compared with Rs 12.5

Performance Review

- In FY14, rating income improved by 15 %. The growth was driven by expansion in the total number of assignments rated from 7,439 to 7,865. Higher rating income was due to a combination of fresh rating assignments as well as ongoing surveillance assignments. In Q4, growth in rating income was 19.7%.

CARE Ratings

Professional Risk Opinion

- 'Other income' includes income from investments in instruments such as FMPs, tax free bonds etc. increased from Rs 28.6 crore in FY13 to Rs 35.7 crore in FY14.
- Profit margins as defined by EBITDA and PAT were at 68.8% (71.5%) and 48.5% (49.8%) respectively in FY14. For Q4, they were 70.8% and 49.4% respectively.

CARE's performance was steady despite low macroeconomic conditions and capital market activity. Low GDP growth of 4.9% and negative industrial growth were accompanied by a decline in the investment rate which dampened activity in the debt market.

Commenting on the performance of Q4 & FY14, D.R. Dogra, Managing Director & CEO Credit Analysis and Research Limited said,

"CARE Ratings has done well under challenging conditions in terms of topline and bottom line growth. This has been a result of fairly aggressive widening of our client base and deepening of business relations with companies. This is manifested in the sharp increase in the number of our active clients from 5,263 in FY13 to 7,754 in FY14 while the volume of debt rated increased from Rs 7.8 lakh crore to Rs 8.9 lakh crore during this period.

We have also created the requisite infrastructure in terms of client-contact points in various locations in the country and scaled up our operations in our CARE Knowledge Centre to prepare ourselves well for the future when conditions improve.

Besides making significant forays into the SME segment in India, we have furthered our global plans, with ARC Ratings being launched in January. This along with our plans to start operations in Mauritius will help in diversification".

– ENDS –