

Date: May 23, 2018

To,

The General Manager The Corporate Relation Department Bombay Stock Exchange Limited Phiroza Jeejeebhoy Towers 14 TH Floor, Dalal Street Mumbai 400 001	The National Stock Exchange India Ltd. Listing Department Exchange Plaza Bandra Kurla Complex Bandra (East) Mumbai 400 051
--	--

Dear Sir,

REVISED OUTCOME OF THE BOARD MEETING OF THE COMPANY

This is in reference to the submission of outcome of the Board Meeting held on May 22, 2018, we hereby submit the Revised Audited Standalone and Consolidated Financial Results and Press Release as required under regulation 30 and Para A of Part A of Schedule III of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 for the quarter and year ended March 31, 2018, for the following reasons:

Revision in the Consolidated Audited Financial Results of the company for the year ended March 31, 2018 due to some technical error in the excel file, causing the impact on the following items of the results:

Sr. No.	Particulars	Before	After
1.	Total Tax	8577.36	7,073.99
2.	Net profit after tax	14730.56	16,233.94
3.	Total Comprehensive Income	15143.42	16,646.80
4.	EPS		
	Basic (□)	49.49	54.54
	Diluted (□)	49.49	54.54

Please take the note of the above.

Thanking you,

Yours faithfully,

For CARE Ratings Limited

(Formerly known as Credit Analysis and Research Limited)


Chandresh Shah
Chief Financial Officer

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

Mumbai, 22nd May 2018

Q4 -FY18 and FY18 Results

The Board of Directors of CARE Ratings Limited today approved the audited financial results for Q4-FY18 and FY18. The Board of Directors have recommended final dividend of Rs. 37/- per share (it comprises of Rs.12/- normal dividend and Special dividend of Rs.25/- to mark the celebration of successful completion of 25 years of operations of the Company) on face value of Rs. 10/- per share fully paid up

Highlights: Consolidated Results for FY18 vis-à-vis FY17

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

Highlights: Standalone Results for FY18 vis-à-vis FY17

- Rating Revenue increases by 14.5%
- Total Income increased by 10.3%
- Operating profit up by 12.9%, Operating profit margin at 64.2%
- Addition of 4,079 new clients in FY18
- 10,243 instruments rated during the quarter
- 25% increase in volume of fresh debt rated

Highlights: Standalone Results for Q4-FY18 vis-à-vis Q4-FY17

- Rating Revenue increases by 21.4%
- Total income increased by 23.2%
- Operating profit up by 25%, Operating profit margin at 60.4%
- Addition of 1,342 new clients in Q4FY18
- 3,547 instruments rated during the quarter
- 61.9% increase in volume of fresh debt rated

CARE Ratings consolidated Operating revenue for the year ended March 31, 2018, rose 15.7% to Rs.332.68 crore, compared with Rs.287.43 crore in the year ended March 2017.

CARE Ratings standalone Total Income for the year ended March 31, 2018, rose 10.3% to Rs.346.88 crore, compared with Rs. 314.56 crore in the year ended March 2017. Standalone net profit for the year rose 5% to Rs 159.80 crore, compared with Rs 152.25 crore in the corresponding previous year.

The performance of CARE Ratings was good with overall quantum of debt rated increasing by 25% from Rs 13.18 lakh crore to Rs 16.48 lakh crore in FY18 involving 10,243 instruments. This was brought about by an increase of 7.6% in bank loan ratings, 9.4% in long term debt rated

and 175.6% in short term debt rated. The short term debt rated was higher mainly due to the volume of commercial paper which in turn was supported by the new regulation of dual ratings for the same. This performance can be juxtaposed with the macro environment where the total number of debt market issuances was Rs 6.04 lakh crore as against Rs 6.70 lakh crore last year. Growth in bank credit to the sectors relevant for rating i.e. industry and services were 0.7% (-1.9%) and 13.8% (16.9%) respectively.

Total Expenses increased by mainly on account of ESOP charge of Rs.8.65 crore, increase in marketing teams and brand building exercise.

The healthy growth in revenues has resulted in Operating profit margin of 64.2% and Net profit margin of 46.1%.

The Board has announced final dividend of Rs 37/- per share (it comprises of Rs.12/- normal dividend and Special dividend of Rs.25/- to mark the celebration of 25th Anniversary of the Company). Together, with the final dividend amount which when combined with the interim dividend of Rs.6 /- per share for the previous three quarters cumulates to Rs. 55/- per share in the FY18.

Commenting on the results Rajesh Mokashi, MD & CEO, said, 'Compared with the macro indicators for FY18, we have done reasonably well in terms of expanding our business. There are signs of green shoots in the economy and we are sanguine of the investment cycle picking up.

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 of 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 has rated innovative debt instruments, such as perpetual bonds. 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 (Formerly known as CARE Kalypto Risk Technologies and Advisory Services 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 FY17*

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

Statement of Standalone and Consolidated Audited Financial Results for the year ended March 31, 2018							(₹ in Lakhs)	
SN	Particulars	3 Months ended March 31, 2018	3 Months ended December 31, 2017	3 Months ended March 31, 2017	Year ended March 31, 2018	Year ended March 31, 2017	Year ended March 31, 2018	Year ended March 31, 2017
		Audited (Refer Note 11)	Unaudited	Audited (Refer Note 4 & 11)	Audited	Audited (Refer Note 4)	Audited	Audited (Refer Note 4)
I	Revenue from Operations (Refer Note 5)	9,444.42	7,481.61	7,638.26	32,161.00	28,847.96	33,268.41	28,743.19
II	Other income	787.01	465.17	667.95	2,527.23	3,402.33	2,546.66	3,267.01
III	TOTAL INCOME (I + II)	10,231.43	7,946.78	8,306.21	34,688.23	31,456.29	35,815.07	32,110.20
IV	EXPENSES							
	Employee Benefits Expense	2,454.52	2,211.88	1,777.98	8,221.29	6,693.82	8,890.96	7,260.37
	Depreciation and Amortisation Expense	57.24	79.37	76.12	296.14	314.19	314.91	339.34
	Other Expenses	1,232.18	633.62	1,223.79	2,995.45	2,742.18	3,301.27	3,261.88
	TOTAL EXPENSES (IV)	3,743.94	2,924.87	3,077.89	11,512.88	9,750.19	12,507.14	10,861.59
V	Profit before Exceptional Items and Tax (III) - (IV)	6,487.49	5,021.91	5,228.32	23,175.35	21,706.10	23,307.93	21,248.61
VI	Exceptional Items	-	-	-	-	-	-	-
VII	Profit before Tax Expenses (V - VI)	6,487.49	5,021.91	5,228.32	23,175.35	21,706.10	23,307.93	21,248.61
VIII	Tax Expenses:							
	Current Tax	2,585.60	1,298.17	1,542.18	7,806.63	6,345.41	7,816.00	6,349.76
	Deferred Tax	(90.15)	(4.44)	56.01	(734.04)	135.61	(742.01)	137.21
	Total Tax Expense	2,495.45	1,293.73	1,598.19	7,072.59	6,481.02	7,073.99	6,486.97
IX	Net Profit for the period (VII - VIII)	3,992.04	3,728.18	3,630.13	16,102.76	15,225.08	16,233.94	14,761.64
	Profit for the period attributable to:							
	Non-controlling interest	-	-	-	-	-	(7.14)	(2.59)
	Owners of the Parent	-	-	-	-	-	16,241.08	14,764.22
X	Other Comprehensive Income							
	A (i) Items that will not be reclassified to profit & Loss							
	(ii) Income tax relating to items that will not be reclassified to profit or loss	537.89	37.31	(185.24)	532.88	(145.75)	535.66	(146.58)
	B (i) Items that will be reclassified to profit & Loss							
	(ii) Income tax relating to items that will be reclassified to profit or loss	(124.53)	(12.91)	36.64	(122.80)	33.02	(122.80)	33.02
	Other Comprehensive Income for the period	413.36	24.40	(148.60)	410.08	(112.73)	412.86	(113.56)
	Other Comprehensive Income for the period attributable to:							
	Non-controlling interest	-	-	-	-	-	-	-
	Owners of the Parent	-	-	-	-	-	412.86	(113.56)
XI	Total Comprehensive Income for the period (IX + X)	4,405.40	3,752.58	3,481.53	16,512.84	15,112.35	16,646.80	14,648.08
	Total Comprehensive Income for the period attributable to:							
	Non-controlling interest	-	-	-	-	-	(7.14)	(2.59)
	Owners of the Parent	-	-	-	-	-	16,653.94	14,650.66
	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	2,945.12
	Other Equity	-	-	-	56,985.54	49,474.27	56,737.23	49,058.05
	Earnings Per Equity Share (Face Value ₹ 10 each) (Not Annualised)							
	Basic (₹)	13.55	12.65	12.33	54.10	51.73	54.54	50.16
	Diluted (₹)	13.55	12.65	12.32	54.10	51.70	54.54	50.13

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 22, 2018.
- The Board of Directors have recommended final dividend of ₹ 37/- per share on face value of ₹ 10/- per share fully paid up (It comprises of ₹ 12/- normal dividend and Special dividend of ₹ 25/- to mark the celebration of successful completion of 25 years of operations of the Company).
- The audited consolidated results include results of CARE Ratings Limited (Formerly known as Credit Analysis & Research Limited) and its subsidiaries namely CARE Risk Solutions Private Limited (Formerly known as CARE Kalypto Risk Technologies and Advisory Services Private Limited), CARE Advisory Research and Training Limited, CARE Ratings (Africa) Private Limited and CARE Ratings Nepal Limited.
- The Company adopted Indian Accounting Standards (Ind AS) from April 01, 2017. The figures for the quarter ended and year ended March 31, 2017 are also in compliance with Ind AS.

Reconciliation between Net Profit as reported under Previous Indian GAAP and Ind AS for the periods are as follows:

Particulars	Standalone		Consolidated
	3 Months ended March 31, 2017	Year ended March 31, 2017	Year ended March 31, 2017
Net Profit as per Previous Indian GAAP	3,844.82	15,150.98	14,736.18
Adjustments:			
Fair Value measurement of Investments through Profit and Loss A/c	(174.86)	107.05	68.86
Actuarial Gain / (Loss) on defined benefit plans transferred to Other Comprehensive Income	(52.81)	(5.25)	(4.43)
Derecognition of Lease Equalisation Reserve	(3.94)	(6.96)	(9.43)
Other Adjustments	(16.96)	(16.35)	(19.03)
Tax Impact on above adjustments	33.88	(4.39)	(10.52)
	(214.68)	74.10	25.46
Net Profit for the period under IND AS	3,630.14	15,225.08	14,761.64

Reconciliation of Equity as reported under Previous Indian GAAP and Ind AS for the periods are as follows:

Particulars	Standalone	Consolidated
	Year ended March 31, 2017	Year ended March 31, 2017
Equity as on March 31, 2017 under Previous Indian GAAP	49,901.45	49,524.63
Adjustments:		
Fair Value measurement of Investments through Profit and Loss A/c	3,245.58	3,207.37
Derecognition of Lease Equalisation Reserve	28.92	28.92
Other Adjustments	(2.33)	4.82
Tax Impact on above adjustments	(754.23)	(762.57)
	2,517.94	2,478.54
Equity as on March 31, 2017 under Ind AS GAAP	52,419.39	52,003.17

- The Company recognizes portion of rating fee income commensurate with the efforts involved based on percentage completion method. During the period, the Company has reviewed efforts required for completion of various activities in the rating process. Based on review, the Company has changed its effort estimates for rating activities due to change in Regulations, Business-Mix and Technological Enhancements. Accordingly, the revenue recognized for the quarter ended on March 31, 2018 is lower by ₹ 195.87 Lakhs & for the year ended on March 31, 2018 is higher by ₹ 1861.87 Lakhs (For the quarter ended on December 31, 2017 is lower by ₹ 441.68 Lakhs).
- The Company has granted 500,000 options on January 01, 2014, to the eligible employees as per the Company's Employees Stock Option Scheme (ESOS) 2013 - Tranche 1. In the month of July '17, eligible employees have exercised 10,013 options and accordingly the Company has allotted 10,013 equity shares of ₹ 10 each at a premium of ₹ 607/- per share.
- The Company has granted 5,37,908 options on September 01, 2017, to the eligible employees as per the Company's Employees Stock Option Scheme (ESOS) 2013 - Tranche 2. As per Ind AS 102 - Share Based Payments, total cost of ESOS 2013 - Tranche 2 will be charged over vesting period, accordingly ₹ 365.02 Lakhs and ₹ 864.90 Lakhs has been charged to Statement of Profit and Loss during the quarter and year ended March 31, 2018 respectively.



		Standalone		Consolidated	
		As at	As at	As at	As at
		31-March-2018	31-March-2017	31-March-2018	31-March-2017
		(Audited)	(Audited)	(Audited)	(Audited)
A	ASSETS				
I	Non Current Assets				
	Property Plant and Equipment	5,086.73	5,237.34	5,109.38	5,264.53
	Intangible Assets	87.71	27.65	116.24	34.93
	Goodwill on consolidation	-	-	795.03	795.03
	Capital Work in Progress	-	7.46	-	7.46
	Financial Assets				
	Investments (Non Current)	27,921.35	10,333.28	25,548.45	8,092.58
	Loans	74.87	155.88	85.37	155.88
	Other Non Current Financial Assets	9.72	10.26	9.72	10.26
	Deferred Tax Assets (Net)	-	-	93.21	85.24
	Other Non-Current Assets	11.37	19.58	12.07	19.58
	Sub Total Non-Current Assets	33,191.75	15,791.45	31,769.47	14,465.49
2	Current Assets				
	Financial Assets				
	Investments (Current)	25,787.93	38,021.68	26,284.46	38,521.77
	Trade Receivables	3,718.10	2,319.08	3,924.01	2,530.05
	Cash and Cash Equivalents	2,358.67	1,126.50	2,856.90	1,347.32
	Bank Balances other than Cash and Cash Equivalents	50.64	54.41	59.91	62.41
	Loans	126.64	40.38	131.48	41.57
	Other Current Financial Assets	174.29	115.33	563.00	344.74
	Current Tax Assets (Net)	-	753.23	50.32	790.51
	Other Current Assets	177.41	349.52	221.93	397.58
	Sub Total Non-Current Assets	32,393.68	42,780.13	34,092.01	44,035.95
	Total Assets	65,585.43	58,571.58	65,861.48	58,501.44
B	EQUITY AND LIABILITIES				
I	EQUITY				
	Equity Share Capital	2,946.12	2,945.12	2,946.12	2,945.12
	Other Equity	56,985.54	49,474.27	56,737.23	49,058.05
	Non-Controlling interest	-	-	211.57	48.86
II	LIABILITIES				
1	Non-Current Liabilities				
	Borrowings	-	-	-	-
	Provisions	449.12	382.24	473.39	400.52
	Deferred Tax Liabilities (Net)	531.74	1,142.98	531.74	1,142.98
	Sub Total Non-Current liabilities	980.86	1,525.22	1,005.13	1,543.50
2	Current Liabilities				
	Financial Liabilities				
	Other Current Financial Liabilities	966.43	969.19	1,148.80	974.10
	Other Current Liabilities	2,972.68	3,474.92	3,058.33	3,739.10
	Provisions	421.65	182.86	427.01	192.70
	Current Tax Liability (Net)	312.15	-	327.29	-
	Sub Total Current liabilities	4,672.91	4,626.97	4,961.43	4,905.90
	Total Equity and liabilities	65,585.43	58,571.58	65,861.48	58,501.44

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

		Year Ended	
		31-Mar-18	31-Mar-17
		(Audited)	(Audited)
a	Segment Revenue		
	Ratings and related services	31,957.87	27,842.73
	Others	1,310.54	900.47
	Total Segmental Revenue	33,268.41	28,743.20
	Less: Inter Segment Revenue	-	-
	Total Income from Operations (Net)	33,268.41	28,743.20
b	Segment Results (Profit before Finance Costs and Tax)		
	Ratings and related services	20,622.32	18,320.56
	Others	138.95	(396.07)
	Total Segment Result	20,761.27	17,924.49
	Less: Finance Costs	-	-
	Add: Other Un-allocable Income - net	2,546.65	3,324.11
	Profit before Tax	23,307.92	21,248.61
c	Particulars	As on	As on
		31-Mar-18	31-Mar-17
	Segment Assets		
	Ratings	12,377.59	10,342.93
	Others	855.94	759.62
	Unallocated Assets	52,627.94	47,398.88
	Total	65,861.47	58,501.44
	Segment Liabilities		
	Ratings	5,714.58	6,152.58
	Others	251.97	296.82
	Total	5,966.55	6,449.40

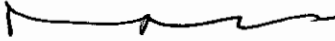


- 10 Previous year's/period's figures have been regrouped / rearranged wherever necessary to conform to the figures of the current period.
- 11 The figure for three months ended March 31,2018 and March 31,2017, are arrived at as a difference between audited figure in respect of the full financial year and the published figure upto nine month of the relevent financial year

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, May 22, 2018

