Date: November 12, 2020
SE/2020-21/068

To,

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

Dear Sir/ Madam,

Sub: Clarification for Financial results - CARERATING

This has reference to an email from your good office dated November 12, 2020 on the above caption. We hereby clarify that we had uploaded machine readable / legible copy on November 03, 2020.

For the convenience of clearer copy, we are submitting unsigned Unaudited Financial Results for the Quarter & Half year ended September 30, 2020.

Please take note of the above.

Thanking you,

Yours faithfully,
For CARE Ratings Limited

CARE RATINGS LIMITED MUMBAI INDIA

Navin Kumar Jain
Company Secretary & Compliance Officer

CARE Ratings Limited

CIN-L67190MH1993PLC071691

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 Consolidated Unaudited Financial Results of CARE Ratings Limited and its Subsidiaries for the quarter & half year ended September 30, 2020

(₹ in Lakhs)

SN.	Particulars	Quarter Ended			Half Year Ended		Year ended
		September 30, 2020	June 30, 2020	September 30, 2019	September 30, 2020	September 30, 2019	March 31, 2020
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
I	Revenue from Operations	7,587.94	3,737.90	7,162.88	11,325.84	12,155.16	24,364.03
II	Other Income	799.48	951.41	908.65	1,750.89	1,689.79	3,146.76
III	**TOTAL INCOME (I +II)**	**8,387.42**	**4,689.31**	**8,071.53**	**13,076.73**	**13,844.95**	**27,510.79**
IV	**EXPENSES**						
	Employee Benefits Expense	2,857.52	2,632.53	2,640.82	5,490.05	5,515.83	10,927.37
	Depreciation and Amortisation Expense	202.67	201.23	189.66	403.90	374.15	776.79
	Finance cost	19.02	20.40	22.62	39.42	46.38	92.75
	Other Expenses	538.87	600.72	876.03	1,139.59	1,782.09	5,304.62
	TOTAL EXPENSES (IV)	**3,618.08**	**3,454.88**	**3,729.13**	**7,072.96**	**7,718.45**	**17,101.53**
V	**Profit before Exceptional Items and Tax (III)-(IV)**	**4,769.34**	**1,234.43**	**4,342.40**	**6,003.77**	**6,126.50**	**10,409.26**
VI	Exceptional Items	-		-	-	-	-
VII	**Profit before Tax Expenses (V - VI)**	**4,769.34**	**1,234.43**	**4,342.40**	**6,003.77**	**6,126.50**	**10,409.26**
VIII	Tax Expenses:						
	Current Tax	1,176.54	224.85	858.87	1,401.39	1,322.59	2,213.86
	Deferred Tax	8.48	40.00	(189.19)	48.48	(217.83)	(132.90)
	Adjustment of Tax of Earlier Years	-	-	-	-	-	(19.66)
	Total Tax Expense	**1,185.02**	**264.85**	**669.68**	**1,449.87**	**1,104.76**	**2,061.30**
IX	**Net Profit for the period (VII - VIII)**	**3,584.32**	**969.58**	**3,672.72**	**4,553.90**	**5,021.74**	**8,347.96**
	Profit for the period attributable to:						
	Non-Controlling interest	38.06	34.77	23.44	72.83	54.84	110.95
	Owners of the Parent	3,546.26	934.81	3,649.28	4,481.07	4,966.90	8,237.01
X	**Other Comprehensive Income**						
	A (i) Items that will not be reclassified to profit & Loss	152.84	(29.52)	(142.55)	123.32	(187.96)	(103.36)
	(ii) Income tax relating to items that will not be reclassified to profit or loss	(38.42)	7.49	34.08	(30.93)	47.31	26.26
	B (i) Items that will be reclassified to profit & Loss	(7.92)	(7.88)	1.62	(15.80)	(5.11)	(11.93)
	(ii) Income tax relating to items that will be reclassified to profit or loss	2.00	1.98	(0.67)	3.98	1.29	3.00
	Other Comprehensive Income for the period	**108.50**	**(27.93)**	**(107.52)**	**80.57**	**(144.47)**	**(86.03)**
	Other Comprehensive Income for the period attributable to:						
	Non-Controlling interest	(1.30)	(1.30)	0.21	(2.60)	(0.84)	(1.96)
	Owners of the Parent	109.80	(26.63)	(107.73)	83.17	(143.63)	(84.07)
XI	**Total Comprehensive Income for the period (IX + X)**	**3,692.82**	**941.65**	**3,565.20**	**4,634.47**	**4,877.27**	**8,261.93**
	Total Comprehensive Income for the period attributable to:						
	Non-Controlling interest	36.76	33.47	23.65	70.23	54.00	108.98
	Owners of the Parent	3,656.06	908.18	3,541.55	4,564.24	4,823.27	8,152.95
	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**
	Other Equity						50,380.27
	Earnings Per Equity Share (Face Value ₹ 10 each) (Not Annualised)						
	Basic (₹)	12.04	3.17	12.39	15.21	16.86	27.96
	Diluted (₹)	12.04	3.17	12.39	15.21	16.86	27.96

Limited review report on unaudited consolidated quarterly financial results and consolidated year-to-date financial results of CARE Ratings Limited under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To
The Board of Directors of
CARE Ratings Limited

Introduction

1. We have reviewed the accompanying Statement of unaudited consolidated financial results of **CARE Ratings Limited** ("the Parent") and its subsidiaries (the Parent and its subsidiaries together referred to as "the Group") and its share of the net profit/ (loss) after tax for the quarter ended September 30, 2020 and the year-to-date results for the period from April 01, 2020 to September 30, 2020 ("the Statement"), attached herewith, being submitted by the Parent pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").

2. This Statement, which is the responsibility of the Parent's Management and approved by the Parent's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard ("Ind AS") 34 "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. Our responsibility is to express a conclusion on the Statement based on our review.

Scope of Review

3. We conducted our review of the Statement in accordance with the Standard on Review Engagements ("SRE") 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

   We also performed procedures in accordance with the circular Issued by the SEBI under Regulation 33(8) of the Listing Regulations, to the extent applicable.

4. The Statement includes the result of the following entities:

Name of the Entity	Relationship
CARE Risk Solutions 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

KUNVERJI & CO LLP CHARTERED ACCOUNTANTS MUMBAI

Conclusion

5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review reports of the branch auditors and other auditors referred to in paragraph 8 below, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Ind AS and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

Emphasis of Matter

6. Attention is drawn to Note no. 9 of the Statement which describes the impacts of COVID-19 Pandemic on the unaudited consolidated financial results as also on business operations of the Company, the assessment thereof by the management of the Company based on its internal, external and macro factors, involving certain estimation uncertainties. Our conclusion on the statement is not modified in respect of this matter.

Other Matter

7. Due to lockdown, imposed by the Government, to restrict the spread of COVID19, the processes of quarterly limited review were carried out from remote locations i.e. from other than the Office of the Company, based on the data/details made available and based on financial information/records remitted by the management through digital medium. Our report is not modified in respect of this matter.

8. We did not review the financial results of CARE Risk Solutions Private Limited and CARE Advisory Research and Training Limited, subsidiary companies included in the unaudited consolidated financial results, whose interim financial results reflect total assets of Rs. 2,652.49 Lakhs as at September 30, 2020 and total revenues of Rs. 415.85 Lakhs and Rs. 706.97 Lakhs, total net loss after tax of Rs. 122.38 Lakhs and Rs. 252.18 Lakhs and total comprehensive loss of Rs. 123.41 Lakhs and Rs. 254.92 Lakhs for the quarter ended September 30, 2020 and year to date from April 1, 2020 to September 30, 2020 respectively, and cash inflow (net) of Rs. 431.91 Lakhs for the period April 01, 2020 to September 30, 2020, as considered in the Statement as considered in the unaudited consolidated financial results. These financial results have been reviewed by other auditors whose reports have been furnished to us by the Management and our report on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, is based solely on the reports of the other auditors.

   We did not review the financial results of CARE Ratings (Africa) Private Limited and CARE Ratings (Nepal) Limited, subsidiary companies incorporated in Mauritius & Nepal respectively, whose financial results reflect total assets of Rs. 1,413.73 Lakhs as at September 30,2020 and total revenues of Rs. 267.74 Lakhs and Rs. 472.42 Lakhs, total profit after tax of Rs. 111.21 Lakhs and Rs. 207.19 Lakhs and total comprehensive income (after tax) of Rs. 111.21 Lakhs and Rs. 207.19 Lakhs for the quarter ended September 30, 2020 and year to date from April 1, 2020 to September 30, 2020 respectively, and cash inflow (net) of Rs. 42.82 Lakhs for the period April 01, 2020 to September 30, 2020, as considered in the unaudited consolidated financial results. These financial results have been reviewed/ audited by the other auditor as per the requirement of the applicable accounting standards of the respective countries and have been converted as per the requirements of Ind AS by the management. Our report on the

KHIMJI KUNVERJI & CO LLP CHARTERED ACCOUNTANTS MUMBAI

Statement, 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 results and adjustments thereto.

Our conclusion on the Statement is not modified in respect of the above matters.

For Khimji Kunverji & Co LLP
Chartered Accountants
FRN: 105146W/W100621

KHIMJI KUNVERJI & CO LLP CHARTERED ACCOUNTANTS MUMBAI

Hasmukh B Dedhia
Partner
Membership No: 033494
UDIN: 20033494AAAANH8839

Place: Mumbai
Date: November 03, 2020

Statement of Assets & Liabilities (Consolidated)

(₹ in Lakhs)

SN.	Particulars	As at September 30, 2020 (Unaudited)	As at March 31, 2020 (Audited)
A	**ASSETS**		
1	**Non Current Assets**		
	Property Plant and Equipment	7,195.62	7,356.58
	Right of use assets	906.72	1,074.99
	Capital Work in Progress	-	-
	Goodwill on consolidation	795.03	795.03
	Other Intangible Assets	41.81	84.25
	Intangible Assets under Development	61.60	51.87
	Financial Assets		
	Investments (Non Current)	5,173.17	22,610.32
	Loans	184.89	177.22
	Other Financial Assets	7.74	7.74
	Deferred Tax Assets (Net)	122.42	98.12
	Other Non-Current Assets	0.33	20.17
	Total Non-Current Assets	**14,489.33**	**32,276.29**
2	**Current Assets**		
	Financial Assets		
	Investments (Current)	22,785.74	11,285.46
	Trade Receivables	2,601.44	4,089.38
	Cash and Cash Equivalents	1,361.42	699.47
	Bank Balances other than Cash and Cash Equivalents	18,969.42	10,757.86
	Loans	60.70	70.07
	Other Financial Assets	771.59	332.20
	Contract Assets	2,795.26	867.94
	Current Tax Asset (Net)	930.41	1,221.54
	Other Current Assets	314.62	302.20
	Total Current Assets	**50,590.60**	**29,626.12**
	Total Assets	**65,079.93**	**61,902.41**
B	**EQUITY AND LIABILITIES**		
I	**EQUITY**		
	Equity Share Capital	2,946.12	2,946.12
	Other Equity	54,270.04	50,380.27
	Non-controlling Interest	372.69	324.63
II	**LIABILITIES**		
1	**Non-Current Liabilities**		
	Financial Liabilities		
	Other Non-Current Financial Liabilities	689.09	830.80
	Provisions	884.04	829.09
	Deferred Tax Liabilites (Net)	715.57	609.49
	Total Equity and Non-current Liabilities	**59,877.55**	**55,920.40**
2	**Current Liabilities**		
	Financial Liabilities		
	Total Outstanding Dues of micro and Small enterprises	2.50	6.05
	Total Outstanding Dues of other than micro and Small ente	100.22	149.73
	Other Current Financial Liabilities	778.02	1,039.94
	Contract Liabilities	2,600.79	2,868.21
	Other Current Liabilities	1,244.00	1,443.02
	Provisions	464.08	450.39
	Current Tax Liability (Net)	12.77	24.67
	Total Current Liabilities	**5,202.38**	**5,982.01**
	Total Equity and Liabilities (I & II)	**65,079.93**	**61,902.41**

Statement of Cash Flows (Consolidated)

(₹ in Lakhs)

Particulars	For the period ended September 30, 2020	For the Year ended March 31, 2020
	(Unaudited)	(Audited)
Cash flows from Operating Activities		
Profit before tax	**6,003.77**	**10,409.26**
Adjustments for		
Income from investments	(875.78)	(1,278.51)
Notional Income on Fair Value of Security Deposits	(5.07)	(11.28)
Unrealized Gain on Fair Valuation of Investments through Profit and Loss	(854.27)	(1,761.97)
Provision for doubtful debts	(39.76)	769.24
Bad Debts written off	18.51	262.01
Loss/(Gain) on Sale of Fixed Assets	-	10.03
ESOP Expense	-	534.51
Amortization of Premium	8.55	17.08
Finance cost on Lease Liabilities	39.42	92.75
Depreciation	403.90	776.79
Operating Profit before working capital changes	**4,699.27**	**9,819.91**
Movements in working capital		
Decrease/(Increase) in Trade Receivables	1,527.70	(394.72)
Decrease/(Increase) in Non Financial Assets	7.42	60.21
Decrease/(Increase) in Financial Assets	(10,576.58)	(10,162.76)
(Decrease)/Increase in Non Financial Liabilities	(466.44)	109.10
(Decrease)/Increase in Financial Liabilities	(456.68)	808.02
Increase/(Decrease) in Provisions for Current Liabilities	68.63	231.75
Total Movements in working capital	**(9,895.95)**	**(9,348.40)**
Taxes paid	(1,043.83)	(3,451.87)
Net cash used in operating activities	**(6,240.51)**	**(2,980.36)**
Cash flows from Investing Activities		
Income from investments	875.78	1,278.51
Sale of fixed assets	0.30	22.20
Purchase of fixed assets	(51.54)	(457.91)
Purchase of investments	(3,350.00)	(2,700.00)
Sale of investments	10,281.11	14,250.63
Net cash from investing activities	**7,755.65**	**12,393.43**
Cash flows from Financing Activities		
Dividend and Dividend Tax paid	(674.56)	(10,333.50)
Repayment of Lease Liability	(139.21)	(269.52)
Payment of Interest on Lease Liability	(39.42)	(92.75)
Net cash used in financing activities	**(853.19)**	**(10,695.77)**
Net increase / (decrease) in cash and cash equivalents	**661.95**	**(1,282.70)**
Cash And Cash Equivalents At The Beginning	699.47	1,982.17
Cash And Cash Equivalents At The End	**1,361.42**	**699.47**

Limited review report on unaudited standalone quarterly financial results and standalone year-to-date results of CARE Ratings Limited under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To
The Board of Directors of
CARE Ratings Limited

Introduction

1. We have reviewed the accompanying Statement of unaudited standalone financial results of CARE Ratings Limited ("the Company") for the quarter ended September 30, 2020 and the year-to-date results for the period from April 01, 2020 to September 30, 2020 ("the Statement''), attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").

2. This Statement, which is the responsibility of the Company's Management and approved by the Board of Directors of the Company, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard ("Ind AS") 34 "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. Our responsibility is to issue a report on the Statement based on our review.

Scope of Review

3. We conducted our review in accordance with the Standard on Review Engagements ("SRE") 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the 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 data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

Conclusion

4. 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 Ind AS and other recognized accounting practices and policies, has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

KHIMJI KUNVERJI & CO LLP
CHARTERED ACCOUNTANTS
MUMBAI

Emphasis of Matter

5. Attention is drawn to Note no. 9 of the Statement which describes the impacts of COVID-19 Pandemic on the unaudited standalone financial results as also on business operations of the Company, the assessment thereof by the management of the Company based on its internal, external and macro factors, involving certain estimation uncertainties. Our conclusion on the statement is not modified in respect of this matter.

Other Matter

6. Due to lockdown, imposed by the Government, to restrict the spread of COVID19, the processes of quarterly limited review were carried out from remote locations i.e. from other than the Office of the Company, based on the data/details made available and based on financial information/records remitted by the management through digital medium. Our report is not modified in respect of this matter.

For Khimji Kunverji & Co LLP
Chartered Accountants
FRN: 105146W/W100621

KHIMJI KUNVERJI & CO LLP CHARTERED ACCOUNTANTS MUMBAI

Hasmukh B Dedhia
Partner
ICAI Membership no: 033494
UDIN: 20033494AAAANG1602

Place: Mumbai
Date: November 03, 2020

Statement of Standalone Unaudited Financial Results for the quarter & half year ended September 30, 2020

(₹ in Lakhs)

SN	Particulars	Standalone					
		Quarter Ended			Half Year Ended		Year ended
		September 30, 2020	June 30, 2020	September 30, 2019	September 30, 2020	September 30, 2019	March 31, 2020
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
I	Revenue from Operations	7,139.65	3,304.31	6,642.70	10,443.96	11,165.03	21,910.23
II	Other Income	825.17	944.26	893.12	1,769.43	1,667.25	3,133.60
III	**TOTAL INCOME (I +II)**	**7,964.82**	**4,248.57**	**7,535.82**	**12,213.39**	**12,832.28**	**25,043.83**
IV	**EXPENSES**						
	Employee Benefits Expense	2,397.67	2,283.24	2,339.66	4,680.91	4,956.93	9,669.54
	Depreciation and Amortisation Expense	180.04	179.04	171.50	359.08	339.98	690.75
	Finance cost	14.73	15.84	19.00	30.57	39.00	73.87
	Other Expenses	400.30	530.77	650.27	931.07	1,412.55	4,584.98
	TOTAL EXPENSES (IV)	**2,992.74**	**3,008.89**	**3,180.43**	**6,001.63**	**6,748.46**	**15,019.14**
V	**Profit before Exceptional Items and Tax (III)-(IV)**	**4,972.08**	**1,239.68**	**4,355.39**	**6,211.76**	**6,083.82**	**10,024.69**
VI	Exceptional Items	-	-	-	-		-
VII	**Profit before Tax Expenses (V - VI)**	**4,972.08**	**1,239.68**	**4,355.39**	**6,211.76**	**6,083.82**	**10,024.69**
VIII	**Tax Expenses:**						
	Current Tax	1,144.01	200.62	843.08	1,344.63	1,286.00	2,100.00
	Deferred Tax	28.43	46.18	(186.64)	74.61	(209.88)	(105.83)
	Adjustment of Tax of Earlier Years						(19.66)
	Total Tax Expense	**1,172.44**	**246.80**	**656.44**	**1,419.24**	**1,076.12**	**1,974.51**
IX	**Net Profit for the period (VII - VIII)**	**3,799.64**	**992.88**	**3,698.95**	**4,792.52**	**5,007.70**	**8,050.18**
X	**Other Comprehensive Income**						
	A (i) Items that will not be reclassified to profit & Loss	154.27	(27.15)	(142.55)	127.12	(187.96)	(93.87)
	(ii) Income tax relating to items that will not be reclassified to profit or loss	(38.83)	6.83	34.08	(31.99)	47.31	23.62
	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	**115.44**	**(20.32)**	**(108.47)**	**95.13**	**(140.65)**	**(70.25)**
XI	**Total Comprehensive Income for the period (IX + X)**	**3,915.08**	**972.56**	**3,590.48**	**4,887.65**	**4,867.05**	**7,979.93**
	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**
	Other Equity						**50,211.98**
	Earnings Per Equity Share (Face Value ₹ 10 each) (Not Annualised)						
	Basic (₹)	12.90	3.37	12.56	16.27	17.00	27.32
	Diluted (₹)	12.90	3.37	12.56	16.27	17.00	27.32

Statement of Assets & Liabilities (Standalone)

(₹ in Lakhs)

SN.	Particulars	Standalone	
		As at September 30, 2020 (Unaudited)	As at March 31, 2020 (Audited)
A	**ASSETS**		
1	**Non Current Assets**		
	Property Plant and Equipment	7,127.63	7,283.40
	Right of use assets	723.42	862.71
	Intangible Assets	97.68	117.05
	Intangible Assets under development	81.73	34.14
	Financial Assets		
	Investments (Non Current)	7,734.58	25,154.16
	Loans	552.09	554.94
	Other Financial Assets	7.74	7.74
	Other Non-Current Assets	163.14	29.92
	Total Non-Current Assets	**16,488.01**	**34,044.06**
2	**Current Assets**		
	Financial Assets		
	Investments (Current)	22,785.74	10,785.84
	Trade Receivables	2,095.10	3,601.74
	Cash and Cash Equivalents	544.59	392.70
	Bank Balances other than Cash and Cash Equivalents	17,906.76	9,726.51
	Loans	53.76	63.72
	Other Financial Assets	780.08	356.14
	Contract Assets	1,928.12	30.14
	Current Tax Asset (Net)	764.33	1,090.21
	Other Current Assets	223.76	222.62
	Total Current Assets	**47,082.24**	**26,269.62**
	Total Assets	**63,570.25**	**60,313.68**
B	**EQUITY AND LIABILITIES**		
I	**EQUITY**		
	Equity Share Capital	2,946.12	2,946.12
	Other Equity	54,425.06	50,211.98
II	**LIABILITIES**		
1	**Non-Current Liabilities**		
	Financial Liabilities		
	Other Non-Current Financial Liabilities	530.90	648.90
	Provisions	808.33	764.84
	Deferred Tax Liabilites (Net)	715.57	608.97
	Total Equity and Non-current Liabilities	**59,425.98**	**55,180.81**
2	**Current Liabilities**		
	Financial Liabilities		
	Total Outstanding Dues of micro and Small enterprises	2.50	6.05
	Total Outstanding Dues of other than micro and Small enterprises	28.50	62.49
	Other Current Financial Liabilities	713.70	972.96
	Contract Liabilities	2,009.69	2,430.48
	Other Current Liabilities	977.80	1,229.21
	Provisions	412.08	431.68
	Total Current Liabilities	**4,144.27**	**5,132.87**
	Total Equity and Liabilities	**63,570.25**	**60,313.68**

Statement of Cash Flows (Standalone)

(₹ in Lakhs)

Particulars	For the period ended September 30, 2020 (Unaudited)	For the Year ended March 31, 2020 (Audited)
Cash flows from Operating Activities		
Profit before tax	**6,211.76**	**10,024.69**
Adjustments for		
Income from investments	(824.17)	(1,210.42)
Notional Income on Fair Value of Security Deposits	(5.07)	(9.98)
Unrealized Gain on Fair Valuation of Investments through Profit and Loss	(871.18)	(1,819.47)
Provision for Bad Debts	(71.30)	712.19
Bad Debts written off	18.51	237.38
Loss/(Gain) on Sale of Fixed Assets	-	10.03
ESOP Expense	-	534.51
Amortisation of bonds	8.55	17.09
Finance cost on Lease Liabilities	30.57	73.87
Depreciation	359.08	690.75
Operating Profit before working capital changes	**4,856.75**	**9,260.64**
Movements in working capital		
Decrease/(Increase) in Financial Assets	(7,013.44)	(9,874.97)
Decrease/(Increase) in Other Assets	15.25	30.83
Decrease/(Increase) in Current Financial Assets	(1,897.98)	38.56
Decrease/(Increase) in Other Current Assets	(1.17)	23.67
Decrease/(Increase) in Financial Liabilities	(414.80)	(76.44)
Decrease/(Increase) in Contract Liabilities	(420.79)	736.48
Decrease/(Increase) in Other Liabilities & Provisions	(224.94)	268.23
Total Movements in working capital	**(9,957.87)**	**(8,853.64)**
Taxes paid	(986.76)	(3,344.41)
Net cash from operating activities	**(6,087.88)**	**(2,937.41)**
Cash flows from Investing Activities		
Income from investments	824.17	1,210.42
Sale of fixed assets	0.30	22.20
Purchase of fixed assets & capital advances	(193.11)	(385.80)
Loan Given	-	(300.00)
Purchase of investments	(3,350.00)	(2,700.00)
Redemption of investments	9,779.87	14,252.53
Net cash from investing activities	**7,061.23**	**12,099.35**
Cash flows from Financing Activities		
Dividend and Dividend Tax paid	(674.56)	(10,299.95)
Repayment of Lease Liability	(116.33)	(228.05)
Payment of Interest on Lease Liability	(30.57)	(73.87)
Net cash used in financing activities	**(821.46)**	**(10,601.87)**
Net increase / (decrease) in cash and cash equivalents	**151.89**	**(1,439.93)**
Cash And Cash Equivalents At The Beginning	**392.70**	**1,832.63**
Cash And Cash Equivalents At The End	**544.59**	**392.70**

Notes:-

1 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 November 3, 2020 and have been subjected to limited review by the statutory auditors of the Company.

2 The Board of Directors of the Company have declared interim dividend of ₹8/- per share having a nominal value of ₹ 10 each.

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

4 The accompanying financial results have been prepared as per the format prescribed under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.

5 Based on legal advice, on the outcome of adjudication proceedings initiated by SEBI, during the quarter under review, pertaining to certain Credit ratings assigned by the Company to its client, the Company has decided to contest the order at SAT.

6 The financial results have been prepared in accordance with the applicable accounting standards, as modified under the Companies (Indian Accounting Standards) Rules, 2015 and as specified in section 133 of the Companies Act.

7 (a) 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:

(₹ in Lakhs)

Particulars	**Quarter Ended**			**Half Year Ended**		**Year ended**
	September 30, 2020	**June 30, 2020**	**September 30, 2019**	**September 30, 2020**	**September 30, 2019**	**March 31, 2020**
	Unaudited	**Unaudited**	**Unaudited**	**Unaudited**	**Unaudited**	**Audited**
ESOP Charge	-	-	196.83	-	534.51	534.51

7 (b) ESOS 2020 scheme has been approved by shareholders in the Annual General Meeting held on September 8, 2020. Total 5 Lakhs options has been granted under the scheme by the Nomination and Remuneration Committee. As per Ind AS 102 - Share Based Payment, total cost of ESOS 2020 will be charged over vesting period and accordingly reflect in the Employee Benefit Expenses from Q/E December 2020 onwards.

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

(₹ in Lakhs)

	Particulars	**Quarter Ended**			**Half Year Ended**		**Year ended**
		September 30, 2020	**June 30, 2020**	**September 30, 2019**	**September 30, 2020**	**September 30, 2019**	**March 31, 2020**
		Unaudited	**Unaudited**	**Unaudited**	**Unaudited**	**Unaudited**	**Audited**
a	**Segment Revenue**						
	Ratings and related services	7,391.92	3,487.63	6,797.63	10,879.55	11,483.33	22,602.50
	Others	410.08	277.72	430.08	687.80	750.26	1,881.70
	Total Segmental Revenue	**7,802.00**	**3,765.35**	**7,227.71**	**11,567.35**	**12,233.59**	**24,484.20**
	Less: Inter Segment Revenue	(214.07)	(27.45)	(64.82)	(241.52)	(78.43)	(120.17)
	Total Revenue from Operations (Net)	**7,587.93**	**3,737.90**	**7,162.89**	**11,325.83**	**12,155.16**	**24,364.03**
b	**Segment Results (Profit before Finance Costs and Tax)**						
	Ratings and related services	4,316.85	443.00	3,527.22	4,759.85	4,610.51	7,394.93
	Others	(327.97)	(139.58)	(70.83)	(467.55)	(127.42)	(39.68)
	Total Segment Result	**3,988.88**	**303.42**	**3,456.39**	**4,292.30**	**4,483.09**	**7,355.25**

	Less: Finance Costs	19.02	20.40	22.62	39.42	46.38	92.75
	Add: Other Un-allocable Income - net	799.48	951.41	908.63	1,750.89	1,689.79	3,146.76
	Profit before Tax	**4,769.34**	**1,234.43**	**4,342.40**	**6,003.77**	**6,126.50**	**10,409.26**

(₹ in Lakhs)

	Particulars	As on September 30, 2020	As on June 30, 2020	As on September 30, 2019	As on September 30, 2020	As on September 30, 2019	As on March 31, 2020
c	**Segment Assets**						
	Ratings and related services	33,681.31	28,587.34	22,032.07	33,681.31	22,032.07	25,066.75
	Others	2,644.67	2,593.81	1,893.22	2,644.67	1,893.22	2,144.85
	Unallocated Assets	28,753.93	31,164.70	43,357.40	28,753.93	43,357.40	34,690.81
	Total	**65,079.91**	**62,345.85**	**67,282.69**	**65,079.91**	**67,282.69**	**61,902.41**
d	**Segment Liabilities**						
	Ratings and related services	6,503.68	7,009.48	6,928.09	6,503.68	6,928.09	7,537.25
	Others	987.38	765.66	802.20	987.38	802.20	714.14
	Unallocated	-		-		-	
	Total	**7,491.06**	**7,775.14**	**7,730.29**	**7,491.06**	**7,730.29**	**8,251.39**
e	**Capital Employed**						
	Ratings and related services	27,177.63	21,577.86	15,103.98	27,177.63	15,103.98	17,529.50
	Others	1,657.29	1,828.15	1,091.02	1,657.29	1,091.02	1,430.71
	Unallocated	28,753.93	31,164.70	43,357.40	28,753.93	43,357.40	34,690.81
	Total	**57,588.85**	**54,570.71**	**59,552.40**	**57,588.85**	**59,552.40**	**53,651.02**

9 The Company has assessed the impact of COVID-19 pandemic on its financial results based on the internal and external information upto the date of approval of these financial results and the Company expects to recover the carrying amounts of its investments, intangible assets, trade receivables & other assets. The Company will continue to closely monitor the future economic conditions and assess its impact on its financial results.

Considering the Company’s nature of business, management does not anticipate any serious challenges/ significant impact on continuity of its business.

10 Previous year's/period'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
CARE Ratings Limited

Ajay Mahajan
Managing Director & CEO
DIN: 05108777
Mumbai, November 3, 2020