



ICRA

ICRA Limited

October 20, 2022

BSE Limited

Phiroze Jeejeebhoy Towers
Dalal Street
Mumbai 400 001, India
Scrip Code: 532835

National Stock Exchange of India Limited

Exchange Plaza,
Plot no. C/1, G Block
Bandra-Kurla Complex
Bandra (East)
Mumbai - 400 051, India
Symbol: ICRA

Dear Sir/Madam,

Sub: - Investor Presentation, Q2 FY23

Pursuant to the applicable regulations of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, please find enclosed Investor Presentation Q2 FY23.

Kindly take the above on record.

Regards,

Sincerely,

(S. Shakeb Rahman)
Company Secretary & Compliance Officer

Encl.: As Above



Group ICRA






Investor Presentation: Q2 FY23

OCTOBER 2022

ICRA Insights



Macro Outlook

GDP	INFLATION	REPO RATE	FISCAL DEFICIT	EXTERNAL ACCOUNT
				
<p>Real Growth FY2023: 7.2%</p> <p>Nominal Growth FY2023: 15.0%</p>	<p>CPI Inflation FY2023: 6.5%</p> <p>WPI Inflation FY2023: 10.1%</p>	<p>Another rate hike appears likely in the Dec 2022 MPC review, the quantum of which will be influenced by the CPI inflation data for Oct 2022, and GDP growth for Q2 FY2023</p>	<p>FY2023 Budget Estimate to be overshoot by less than ~INR 1.0 trillion; Fiscal Deficit/GDP foreseen at ~6.4-6.5%</p>	<p>Current Account Deficit FY2023: USD 110 -115 bn (3.2% of GDP)</p>

Near-term outlook for economic activity remains uneven



Market issuances

- Growth of 4% YoY* in Q2 FY2023 due to rising yields, cheaper bank credit
- Spurt in debt issuances by banks, tepid growth in NBFCs, de-growth in corporate sector
- CP issuances grew 18% [QoQ]

Bank Credit

- Strong credit offtake in Q2 FY2023 across segments specifically NBFCs
- High global rates and high bond yields coupled with the likelihood of the latter going up further supported the above

Structured Finance

- Securitisation volumes continued to rebound aided by growth in NBFC disbursements and previous year low base due to the pandemic
- Rated volumes also grew strongly in Q2

Ratings market

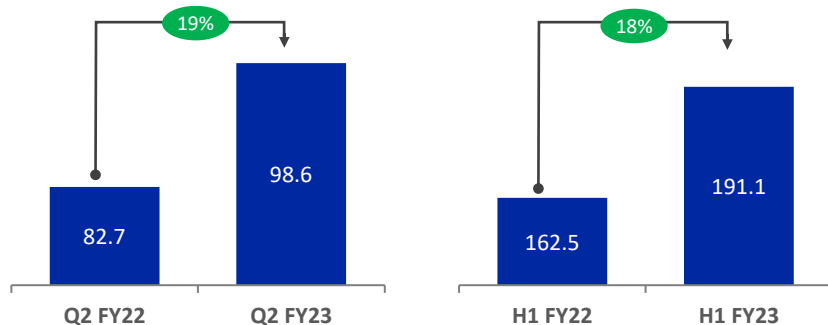
- Industry rating demand grew in Q2 FY2023, although the impact of a weak Q1 for the bond market continued to bear down on overall H1 rating market performance

* Source: Bloomberg

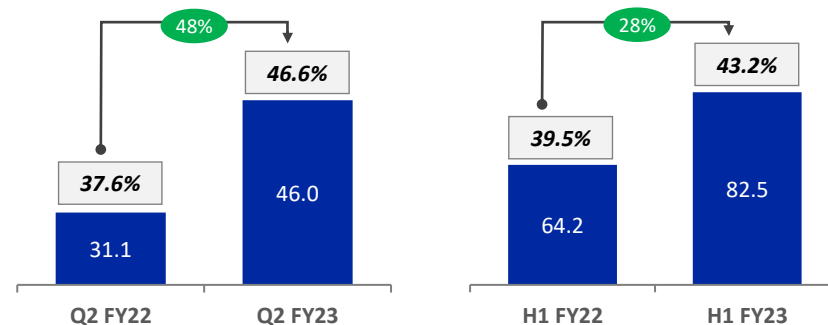
ICRA Consolidated Financial Performance

Strong growth across businesses

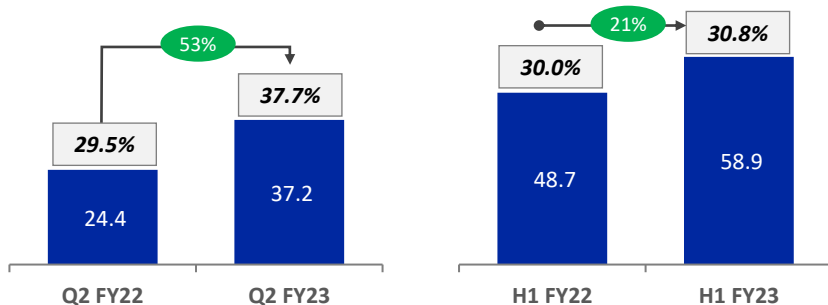
Revenue



Profit before Tax



Profit after Tax



- Revenue growth supported by sustained traction in the ratings business, and expanding scale in the Analytics business, particularly in the Knowledge Services Space
- Controlled cost increase, coupled with strong revenue growth, contributed to margin improvement

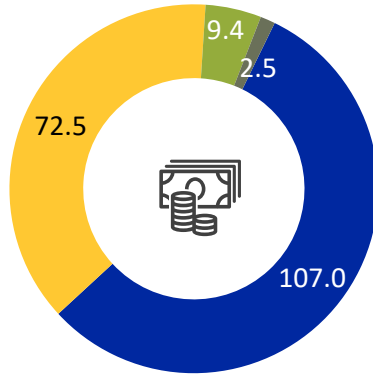
Margins in bold, in white boxes. All numbers except margins in INR crore

Profit before Tax Margin = Profit before Tax/Revenue; Profit after Tax Margin = Profit after Tax/Revenue

Segmental Performance: H1 FY23



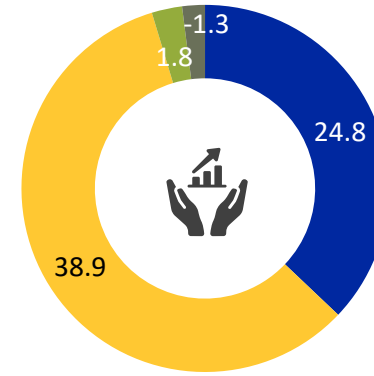
Segment Revenue: INR 191.4 crore



■ Rating, research and other services ■ Knowledge Services ■ Market services ■ Consulting services



Segment Results: INR 64.2 crore



- ICRA Ratings showed robust growth driven by bank loan and structured finance ratings
- Analytics business performance supported by growth in Knowledge services, driven by the expansion of ESG analytical support as well as growth in other value-added financial services segments. The segment also benefited positively from the forex movement
- Launch of new products and product updates in the analytics subsidiary aided domestic market in the current year

Segment Revenue and Segment Results are before inter-segment consolidation adjustments

1 Webinars & Events



MOODY'S INVESTORS SERVICE



Agenda

Invite you to a webinar on

Global Pharmaceutical Industry



16:30 IST | Opening Remarks by
Shamsheer Dewan, Senior Vice President and Group Head, Corporate Ratings, ICRA Limited

MOODY'S INVESTORS SERVICE



Agenda

Invite you to a webinar on

India's Steel Sector:
Is the Cycle Turning for Steelmakers?

India's steel sector is at an inflection point, given the current hawkish monetary policy and slowing economic growth



14:05 IST | *Moody's Sector Outlook* by

2 Research published



INDIAN MICROFINANCE SECTOR

Industry witnessing turnaround; healthy portfolio growth and improved profitability expected in FY2023

SEPTEMBER 2022

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INDIAN AUTO COMPONENT INDUSTRY

Demand for auto components to remain stable, despite slowdown in exports

SEPTEMBER 2022



FINANCIAL MARKETS & BANKING UPDATE Vol. 2: FY2022-23

Corporate bond spreads to widen further with reducing liquidity surpluses

AUGUST 2022



ECONOMIC OUTLOOK AND MACRO TRENDS

GDP growth estimated at 13.0% in Q1 FY2023; services sector to lead India's economic growth in FY2023

AUGUST 2022

3 ICRA in the media

ETPrime Exports of cut and polished diamonds likely to fall by 10% in FY23: ICRA

By Sutanika Choudhury, ET Bureau | Last Updated: Sep 29, 2022, 09:28 PM IST

Synopsis

During FY2022, India exported its decade-high level of CPDs worth \$24.3 billion led by pent-up demand and large stimulus packages in key consuming countries like the US, partly aided by limited avenues of discretionary spending during the pandemic period.

High price of coal to adversely impact profitability of domestic non-ferrous metal cos: ICRA

The high cost of coal remains a concern in the near term.

Written by ETI

September 26, 2022 6:58:09 pm



ICRA keeps 7.2% GDP forecast for FY23, cites revival in services

Citing revival in contact-intensive services and a pick-up in government and private expenditure, rating agency ICRA on Wednesday retained its previous growth forecast of 7.2 per cent for the current fiscal. Growth is expected to pick up to pre-Covid levels on the back of pent-up demand, even though on an annualised basis, the absolute numbers will be falling from Q1 (3.5 per cent) to a much lower level in Q2.

PTI



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Thank You!