



ICRA

ICRA Limited

February 13, 2023

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, Q3 FY2023

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 Q3 FY2023.

Kindly take the above on record.

Regards,

Sincerely,

(S. Shakeb Rahman)
Company Secretary & Compliance Officer

Encl.: As Above

Investor Presentation: Q3 FY2023

FEBRUARY 2023

This Investor Presentation contains certain forward-looking statements (including expectations and plans) that may be identified by words, phrases, or expressions such as “expected”, “likely”, “will”, “would”, “continue”, “intend to”, “in future”, “opportunities” or their variations. These forward-looking statements are subject to certain risks and uncertainties that could cause actual results to differ materially from those reflected in the forward-looking statements. Factors that might cause such differences include, but are not limited to, those discussed under the sections titled “Business Outlook” and/or “Challenges/Risk Factors”, which are a part of this review presentation. Readers are cautioned not to place undue reliance on these forward-looking statements, which reflect management’s analysis only as of the date hereof. The Company assumes no obligation to publicly update or otherwise revise any statements reflecting circumstances arising after the date hereof or to reflect the occurrence of underlying events, even if the underlying assumptions do not come to fruition.






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ICRA Insights



Macro Outlook

GDP	INFLATION	REPO RATE	FISCAL DEFICIT	EXTERNAL ACCOUNT
				
<p>Real Growth FY2023: 7.2% FY2024: 6.0%</p> <p>Nominal Growth FY2023: 15.0% FY2024: 10.0%</p>	<p>CPI Inflation FY2023: 6.6% FY2024: 5.2%</p> <p>WPI Inflation FY2023: 9.7% FY2024: 2-3%</p>	<p>MPC to be extremely data dependent. Window remains open for further policy tightening if inflation exceeds MPC's forecasts.</p>	<p>FD/GDP FY2023: 6.4%</p> <p>FY2024: 5.9%</p>	<p>CAD FY2023: -3.2% of GDP FY2024: -3.5% of GDP</p>

Near-term outlook for economic activity remains uneven



External demand is expected to be cautious following the ongoing geopolitical tensions and continuing Monetary Policy tightening by some major advanced economy Central Banks, which could weigh on merchandise and services exports.



Gol has enhanced high-multiplier capital spending in the Union Budget for FY2024. Given the large pipeline of infra projects scheduled to be completed in FY2024, this will aid in pushing project commissioning and thereby support investment demand. Timely execution remains key.



Private sector capex is likely to pick up in FY2024, amidst the rise in value of new project announcements, improving capacity utilisation levels, PLI schemes and Gol initiatives pertaining to clean energy. Besides, the Gol's capex push has the potential to 'crowd-in' private capex.



Consumption of services remains quite robust while demand for goods is somewhat uneven. While inflation has moderated in recent months, a further dip would be key to support consumption of low- and middle-income households.

Ratings: Business Environment



- Strong growth of 63.3% YoY in Q3 FY2023
- All the key segments - Banks, NBFCs and Corporates had strong growth

Market
issuances

- Non-Food credit grew by 15.3% YoY in Q3 FY2023 due to high interest rates globally and for domestic bonds
- Large corporates, NBFCs and retail led the growth

Bank Credit



- Securitisation continued to grow supported by healthy credit growth of NBFC and HFC
- Volumes grew by 37% YoY in Q3 FY2023 to INR 43,000 Cr

Structured
Finance

Ratings
market

- Industry-rated volumes grew by 55% YoY in Q3 FY2023 due to substantial issuances from PSU clients, excluding which rated volumes grew by 19% YoY



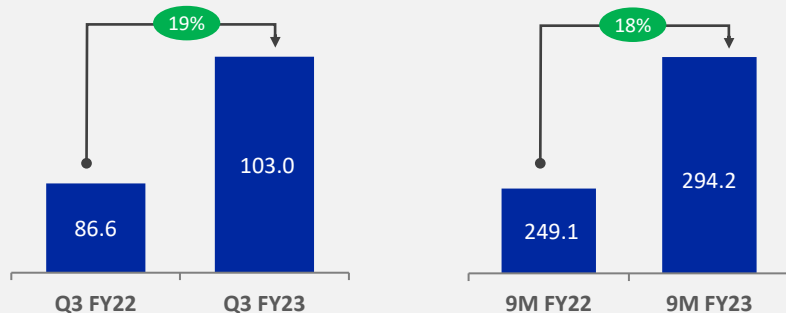
* Source: Bloomberg



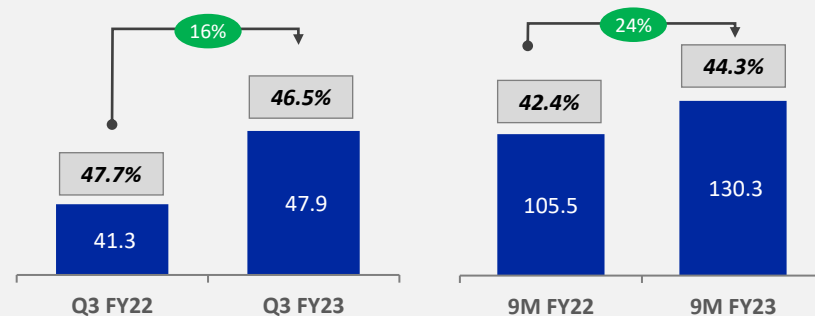
ICRA Consolidated Financial Performance

Strong growth across businesses

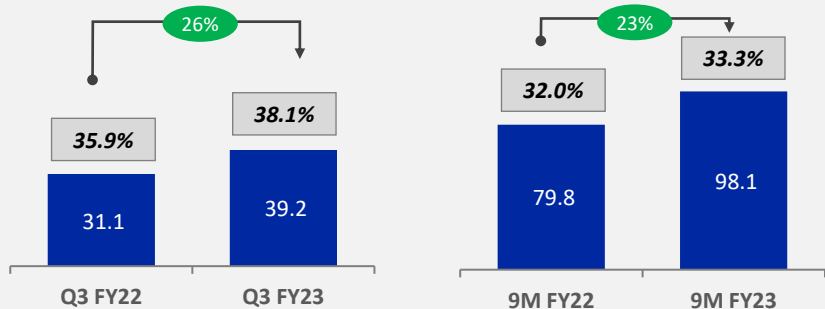
Revenue



Profit before Tax



Profit after Tax

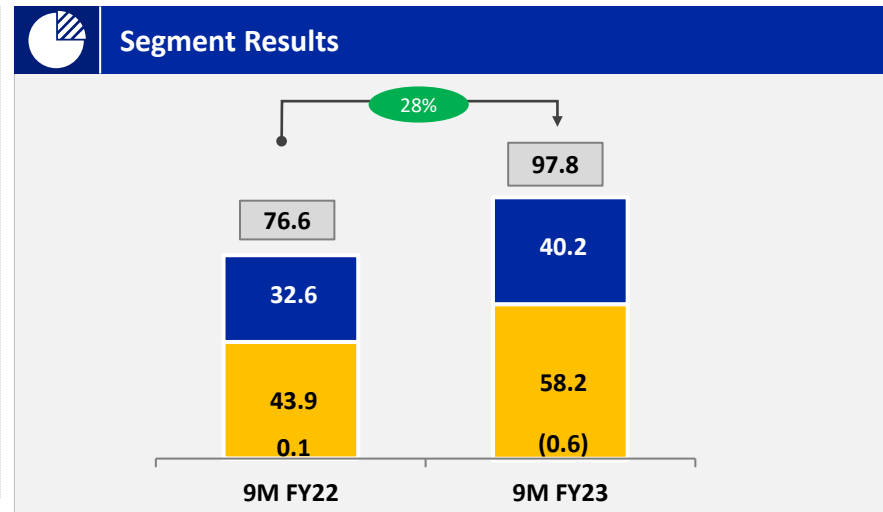
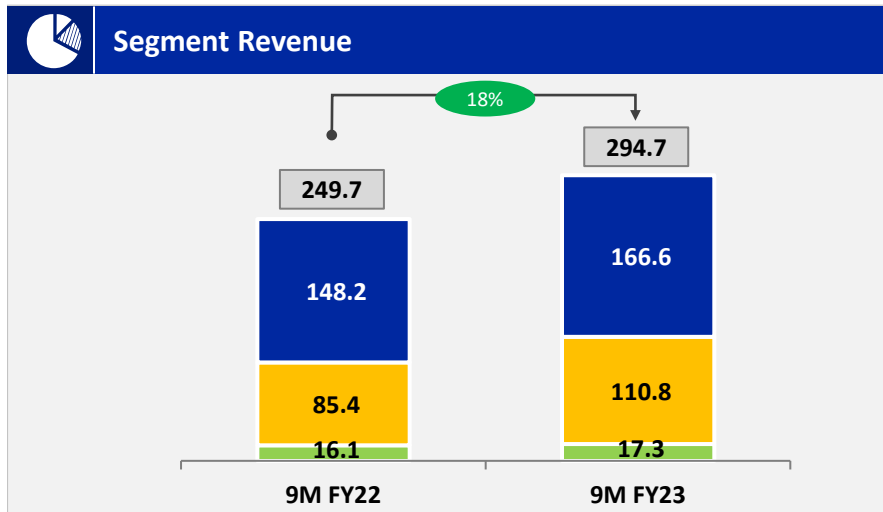


- Q3 FY2023 performance reflects the resurgence of economic confidence, coupled with the fruition of multiple strategic initiatives in the past few quarters
- ICRA's Rating revenue growth continues to benefit from its strong franchise in growth segments led by bonds, bank credit and structured finance
- ICRA Analytics continued its growth journey driven by strong demand for analytical and risk offerings

Margins in bold, in grey 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: 9M FY2023



■ Rating, research and other services ■ Knowledge Services ■ Others

- During Q3 FY2023, Bond issuances registered a robust increase of 63.3% YoY across various segments such as banks, Non-Banking Finance Companies (NBFCs) and corporates, thereby driving revenues. Bank credit segment reported an increase of 15% YoY, owing to credit to large industries, NBFCs and retail segments. Structured Finance volumes continued to grow on expected lines, driven by growth in Asset Under Management (AUMs) of NBFCs, recovering from the pandemic-led stagnation
- ICRA Analytics continued its growth journey driven by strong demand for analytical and risk offerings. ICRA Analytics sustained its efforts towards being a preferred employer brand and was certified as a Great Place to Work for the third consecutive year in April 2022

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

Others includes Market services and Consulting services segments

1 Webinars & Events

2 Research published

3 Media Coverage

MOODY'S INVESTORS SERVICE

Moody's - ICRA Joint Webinar on

Indian Airlines and Airports – Rising traffic but stiff headwinds

Join our analysts and the industry leaders as they discuss the prospects for a sustained recovery for Indian airports and airlines amid stiff macro and competitive headwinds

Opening Remarks:

Mr. Ray Tay, Senior Vice President, Moody's Investors Service

Presentation By:

Mr. Spencer Ng, Senior Credit Officer & Vice President, Moody's Investors Service

Ms. Kinjal Shah, Vice President & Co-Group Head, Corporate Ratings, ICRA Limited

ICRA invites you to a webinar on

ICRA's outlook on Indian Banking Sector

The presentation and Q&A would be addressed by:

Mr. Karthik Srinivasan, Senior Vice President & Group Head, Financial Sector Ratings

Mr. Anil Gupta, Senior Vice President & Co-Group Head, Financial Sector Ratings

Monday, December 19, 2022, 4:00 PM

[REGISTER NOW](#)

MOODY'S INVESTORS SERVICE

Moody's - ICRA Joint Webinar on

Indian Airlines and Airports Industry: Trends & Outlook

SAVE THE DATE

For registration & availability:

DATE	DAY	TIME
23 rd November 2022	Wednesday	2:30 PM IST

[REGISTER NOW](#) Stay Tuned for More Information.

ICRA invites you to a webinar on

Indian Passenger Vehicle Industry

Industry in top gear. Will the momentum sustain?

ICRA's presentation will be followed by a tête-à-tête with the industry expert and a Q&A session for the webinar participants.

Mr. Shashank Srivastava, Senior Executive Director - Marketing & Sales, Maruti Suzuki India Limited

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INDIAN CONSTRUCTION INDUSTRY

Operating leverage benefits and easing commodity prices support profitability

DECEMBER 2022

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INDIAN PORT SECTOR

Healthy cargo growth during 7m FY2023; full-year outlook retained at 6-8%

DECEMBER 2022

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INDIAN AUTO COMPONENT INDUSTRY

Auto component industry gears up for 12-14% growth in FY2023, despite export headwinds

DECEMBER 2022

Agri Update - Rabi Sowing Area In 2022 Season Likely To Surpass Last Year Levels by 1-2%: ICRA

Agricultural GVA growth to remain healthy at 3.0-4.0% in H2 FY2023

ICRA
Published On: 07:33 AM IST, 30 Dec 2022
Last Updated On: 07:33 AM IST, 30 Dec 2022

[Save](#)

India IT Services- Evolving Macroeconomic Headwinds In U.S., Europe May Moderate Growth Over Medium Term: ICRA

we maintain stable outlook on the sector as the credit profile of Indian IT services companies remains comfortable.

ICRA
Published On: 10:42 AM IST, 29 Dec 2022
Last Updated On: 10:42 AM IST, 29 Dec 2022

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Economic Times @EconomicTimes

In April, 2022 ICRA said, "In some of the industries showing healthy capex, include energy, digitalisation, core industries, automotive, pharma -- all of them are seeing healthy capex": FM Nirmala Sitharaman in Rajya Sabha

ICRA revises outlook on banking sector to positive

The headline asset quality and profitability metrics are likely to be the best witnessed during the last decade

[MONEYCONTROL NEWS](#) | DECEMBER 30, 2022 | 08:08 AM IST



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Thank You!