

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: - Outcome of the Board Meeting dated October 20, 2022; commenced at 10:38 am and concluded at 1:10 pm

Pursuant to Regulations 30, 33 and any other applicable regulations of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“**Listing Regulations**”), please find enclosed the Unaudited Financial Results (Standalone & Consolidated) of ICRA Limited (the “**Company**”) for the second quarter and half year ended September 30, 2022, reviewed by the Audit Committee, and approved by the Board of Directors of the Company in its meeting held today. A copy of the press release on the Unaudited Financial Results is also enclosed.

Please also find enclosed Limited Review Reports submitted by M/s. B S R & Co. LLP, Chartered Accountants, (FRN: 101248W/W-100022), the Statutory Auditors of the Company.

Kindly take the above on record.

Regards,

Sincerely,



(Venkatesh Viswanathan)
Group Chief Financial Officer

Encl.: As above

B S R & Co. LLP

Chartered Accountants

Building No.10,12th Floor, Tower-C,
DLF Cyber City, Phase-II,
Gurugram – 122 002, India

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Limited Review Report on unaudited consolidated financial results of ICRA Limited for the quarter ended 30 September 2022 and year-to-date results for the period from 1 April 2022 to 30 September 2022 pursuant to Regulation 33 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

To the Board of Directors of ICRA Limited

1. We have reviewed the accompanying Statement of unaudited consolidated financial results of ICRA Limited ("the Parent") and its subsidiaries (the Parent and its subsidiaries together referred to as "the Group") for the quarter ended 30 September 2022 and year-to-date results for the period from 1 April 2022 to 30 September 2022 ("the Statement"), being submitted by the Parent pursuant to the requirements of Regulation 33 of the Securities and Exchange Board of India (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 Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), 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.
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 Securities and Exchange Board of India under Regulation 33(8) of the Listing Regulations, to the extent applicable.

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

Parent:

ICRA Limited

Subsidiaries:

ICRA Analytics Limited (formerly known as ICRA Online Limited)

Pragati Development Consulting Services Limited

ICRA Nepal Limited

ICRA Lanka Limited

PT ICRA Indonesia

ICRA Employees Welfare Trust

MK

Registered Office:

B S R & Co. LLP

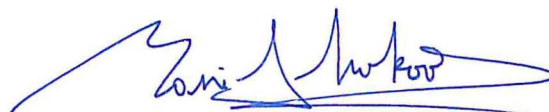
5. Based on our review conducted and procedures performed as stated in paragraph 3 above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard 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.
6. The Statement includes the interim financial information/ financial results of four Subsidiaries which have not been reviewed, whose interim financial information/ financial results reflect total assets (before consolidation adjustments) of Rs. 1,944.63 lakhs as at 30 September 2022 and total revenues (before consolidation adjustments) of Rs. 227.52 lakhs and Rs. 440.78 lakhs, total net profit after tax (before consolidation adjustments) of Rs. 65.23 lakhs and Rs. 160.60 lakhs and total comprehensive income (before consolidation adjustments) of Rs. 78.91 lakhs and 159.56 lakhs for the quarter ended 30 September 2022 and for the period from 01 April 2022 to 30 September 2022 respectively, and net cash flows (before consolidation adjustments) of Rs. 181.80 lakhs for the period from 1 April 2022 to 30 September 2022 as considered in the Statement. According to the information and explanations given to us by the Parent's management, these interim financial information/ financial results are not material to the Group.

Our conclusion is not modified in respect of this matter.

For **B S R & Co. LLP**

Chartered Accountants

Firm's Registration No.:101248W/W-100022



Manish Kapoor

Partner

Gurugram

20 October 2022

Membership No.: 510688

UDIN:22510688BAJTPF1741



ICRA

ICRA Limited
 Corporate Identity Number (CIN): L74999DL1991PLC042749
 Registered Office: B-710, Statesman House, 148, Barakhamba Road, New Delhi-110001
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STATEMENT OF CONSOLIDATED UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND SIX MONTHS ENDED SEPTEMBER 30, 2022							
(Rupees in lakhs, except share data, per share data and where otherwise stated)							
S. No.	Particulars	Quarter ended	Quarter ended	Quarter ended	Six months ended	Six months ended	Year ended
		30/09/2022	30/06/2022	30/09/2021	30/09/2022	30/09/2021	31/03/2022
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
I	Revenue from operations	9,859.54	9,251.95	8,267.65	19,111.49	16,254.23	34,280.52
II	Other income	1,324.89	711.00	1,062.59	1,891.64	2,128.42	4,087.55
III	Total income (I+II)	11,184.43	9,962.95	9,330.24	21,003.13	18,382.65	38,368.07
	Expenses						
IV	Employee benefit expenses	5,133.98	4,786.44	5,045.52	9,920.42	9,553.60	17,924.81
V	Finance costs	34.58	34.35	39.45	68.93	79.90	156.14
VI	Depreciation, amortisation and impairment expense	241.80	199.10	180.12	440.90	357.21	781.21
VII	Other expenses	1,176.30	1,295.67	955.94	2,327.72	1,968.46	4,297.28
VIII	Total expenses (IV to VII)	6,586.66	6,315.56	6,221.03	12,757.97	11,959.17	23,159.44
IX	Profit before tax (III-VIII)	4,597.77	3,647.39	3,109.21	8,245.16	6,423.48	15,208.63
	Tax expense:						
	Current tax	855.64	1,470.53	612.39	2,326.17	1,521.71	3,738.45
	Deferred tax	21.10	12.10	59.62	33.20	30.82	116.94
X	Total tax expense	876.74	1,482.63	672.01	2,359.37	1,552.53	3,855.39
XI	Profit after tax (IX-X)	3,721.03	2,164.76	2,437.20	5,885.79	4,870.95	11,353.24
	Other comprehensive income/ (loss)						
A	(i) Items that will not be reclassified to profit or loss	(1.29)	(146.21)	(19.27)	(147.50)	(42.66)	(10.61)
	(ii) Income tax relating to items that will not be reclassified to profit or loss	0.33	36.79	4.85	37.12	10.74	2.86
B	(i) Items that will be reclassified to profit or loss	13.68	(14.72)	(0.31)	(1.04)	1.66	(29.95)
	(ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-	-
XII	Total Other comprehensive income/ (loss), net of income tax (A+B)	12.72	(124.14)	(14.73)	(111.42)	(30.26)	(37.70)
XIII	Total comprehensive income for the period (XI+XII)	3,733.75	2,040.62	2,422.47	5,774.37	4,840.69	11,315.54
XIV	Profit attributable to:						
	(a) Owners of the company	3,672.99	2,125.08	2,405.62	5,798.07	4,800.98	11,229.07
	(b) Non-controlling interests	48.04	39.68	31.58	87.72	69.97	124.17
		3,721.03	2,164.76	2,437.20	5,885.79	4,870.95	11,353.24
XV	Other comprehensive income attributable to:						
	(a) Owners of the company	12.69	(124.01)	(14.73)	(111.32)	(30.26)	(43.53)
	(b) Non-controlling interests	0.03	(0.13)	-	(0.10)	-	5.83
		12.72	(124.14)	(14.73)	(111.42)	(30.26)	(37.70)
XVI	Total comprehensive income attributable to:						
	(a) Owners of the company	3,685.68	2,001.07	2,390.89	5,686.75	4,770.72	11,185.54
	(b) Non-controlling interests	48.07	39.55	31.58	87.62	69.97	130.00
		3,733.75	2,040.62	2,422.47	5,774.37	4,840.69	11,315.54
XVII	Paid up equity share capital (Face value : Rs. 10 per share)	965.12	965.12	965.12	965.12	965.12	965.12
XVIII	Other equity	-	-	-	-	-	83,395.91
XIX	Earnings per equity share (Rs.) (Face value of Rs. 10 per share):						
	Basic	38.19	22.09	25.01	60.28	49.91	116.74
	Diluted	38.19	22.09	25.01	60.28	49.91	116.74

See accompanying notes to the consolidated unaudited financial results.

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Notes:

1 Consolidated Statement of Assets and Liabilities as at September 30, 2022 is given below:

S. No.	Particulars	(Rupees in lakhs)	
		As at	As at
		30/09/2022	31/03/2022
		Unaudited	Audited
A. ASSETS			
1 Non-current assets			
(a) Property, plant and equipment		2,742.27	2,538.20
(b) Right-of-use assets		1,351.37	1,396.94
(c) Capital work-in-progress		112.89	-
(d) Goodwill		122.53	122.53
(e) Intangible assets		571.02	502.25
(f) Intangible assets under development		132.43	155.20
(g) Financial assets			
(i) Investments		40,610.50	39,165.67
(ii) Loans		4.50	5.73
(iii) Other financial assets		13,807.90	8,251.10
(h) Deferred tax assets (net)		478.97	462.72
(i) Non-current tax assets (net)		2,017.49	1,536.31
(j) Other non-current assets		123.90	116.27
Total non-current assets		62,075.77	54,252.92
2 Current assets			
(a) Financial assets			
(i) Investments		10,000.00	6,215.00
(ii) Trade receivables		4,751.97	2,649.59
(iii) Cash and cash equivalents		4,071.08	2,192.03
(iv) Bank balances other than (iii) above		20,248.96	28,821.44
(v) Loans		2.43	2.39
(vi) Other financial assets		1,916.82	1,987.59
(b) Other current assets		1,463.19	1,726.49
Total current assets		42,454.45	43,594.53
Total assets		104,530.22	97,847.45
B EQUITY AND LIABILITIES			
1 Equity			
(a) Equity share capital		965.12	965.12
(b) Other equity		86,389.26	83,395.91
Equity attributable to equity shareholders of parent		87,354.38	84,361.03
Non-controlling interests		499.04	411.42
Total equity		87,853.42	84,772.45
Liabilities			
2 Non-current liabilities			
(a) Financial liabilities			
(i) Lease liabilities		1,110.17	1,122.79
(ii) Other financial liabilities		223.58	92.11
(b) Provisions		442.88	311.00
Total non-current liabilities		1,776.63	1,525.90
3 Current liabilities			
(a) Financial liabilities			
(i) Lease liabilities		274.30	279.81
(ii) Trade payables			
(A) Total outstanding dues of micro and small enterprises		-	52.37
(B) Total outstanding dues of creditors other than micro and small enterprises		832.63	871.58
(iii) Other financial liabilities		604.18	530.76
(b) Provisions		2,380.78	3,650.91
(c) Current tax liabilities (net)		344.13	74.75
(d) Other current liabilities		10,464.15	6,088.92
Total current liabilities		14,900.17	11,549.10
Total liabilities		16,676.80	13,075.00
Total equity and liabilities		104,530.22	97,847.45

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ICRA

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2 Statement of Consolidated Cash Flows for the six months ended September 30, 2022:

Particulars	(Rupees in lakhs)	
	Six months ended	Six months ended
	30/09/2022	30/09/2021
	Unaudited	Unaudited
A. Cash flow from operating activities		
Profit before tax	8,245.16	6,423.48
Adjustments for:		
Depreciation, amortisation and impairment expense	440.90	357.21
Bad debts/ advances written off (net of provisions)	124.43	87.03
Interest on lease liabilities	68.93	79.90
Short term lease rental	10.06	34.65
Unrealised foreign exchange loss/ (gain) (net)	(42.36)	(5.22)
Interest income on fixed deposits	(901.60)	(1,324.53)
Interest income on investments carried at amortised cost	(321.70)	(161.33)
Gain on financial assets carried at fair value through profit and loss ('FVTPL') (net)	(494.84)	(577.34)
Advances received from customers written back	(130.93)	(98.78)
(Profit)/ loss on sale of property, plant and equipment (net)	(5.67)	10.83
Bad debts recovered	(3.28)	(5.92)
Operating cash flow before changes in operating assets and liabilities	6,989.10	4,819.98
Adjustments for changes in operating assets and liabilities		
(Increase)/ decrease in trade receivables	(2,181.52)	525.65
(Increase)/ decrease in loans	1.19	11.48
(Increase)/ decrease in other financial assets	(331.24)	(902.23)
(Increase)/ decrease in other assets	246.00	285.55
Increase/ (decrease) in trade payables	(91.35)	61.82
Increase/ (decrease) in other financial liabilities	176.13	133.04
Increase/ (decrease) in other liabilities	4,506.16	2,781.02
Increase/ (decrease) in provisions	(1,273.29)	(98.92)
Cash generated from operations before tax	8,041.18	7,617.39
Taxes paid, net of refund	(2,537.97)	(1,965.40)
Net cash generated from operating activities (A)	5,503.21	5,651.99
B. Cash flow from investing activities		
Purchase of property, plant and equipment and intangible assets	(606.50)	(253.62)
Sale proceeds from property, plant and equipment and intangible assets	12.16	3.16
Sale proceeds from redemption/ disposal of mutual funds	-	2,509.78
Investment in mutual funds	(10,952.01)	(12,300.00)
Investments (made in)/ redemption in corporate deposits (net)	6,215.00	(6,215.00)
Interest received on investments	325.83	16.13
(Increase)/ decrease in fixed deposits (having maturity of more than three months), net	3,009.77	11,904.10
Interest received on fixed deposits	1,295.71	1,283.59
Net cash generated/ (used) in investing activities (B)	(700.04)	(3,051.86)
C. Cash flow from financing activities		
Payment of lease liabilities	(150.60)	(193.72)
Interest paid on lease liabilities	(68.93)	(79.90)
Payment of short term leases	(10.06)	(34.65)
Dividend paid	(2,693.39)	(2,597.20)
(Decrease)/ increase in unclaimed dividend	(0.09)	(0.80)
Net cash generated/ (used) in financing activities (C)	(2,923.07)	(2,906.27)
Net increase/ (decrease) in cash and cash equivalents (A+B+C)	1,880.10	(306.14)
Add: Net foreign exchange difference	(1.04)	-
Add: Cash and cash equivalents at the beginning of period	2,192.02	2,844.73
Cash and cash equivalents at the end of the period	4,071.08	2,538.59

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3 Segment information

During the quarter ended 31 March 2022, the Chief Operating Decision Maker ('CODM') of the Group has changed the review of operating segments and accordingly, the Group has realigned its operating segments. The previous period segment disclosures have been reclassified accordingly.

The Group has determined following reporting segments:

- a) Rating, research and other services – Rating, grading and industry research services.
- b) Consulting services – Management consulting which includes risk management, financial advisory, outsourcing and policy advisory.
- c) Knowledge Services – KPO services
- d) Market services- financial information product and services.

a. Segment wise revenue, results, asset and liabilities:

S. No.	Particulars	(Rupees in lakhs)					
		Quarter ended 30/09/2022 Unaudited	Quarter ended 30/06/2022 Unaudited	Quarter ended 30/09/2021 Unaudited	Six months ended 30/09/2022 Unaudited	Six months ended 30/09/2021 Unaudited	Year ended 31/03/2022 Audited
(i)	Segment revenue:						
	(a) Rating, research and other services	5,563.49	5,141.70	4,956.88	10,705.19	9,759.69	20,252.03
	(b) Consulting services	141.37	107.69	119.60	249.06	214.04	622.28
	(c) Knowledge Services	3,674.96	3,575.97	2,790.27	7,250.93	5,502.41	11,774.29
	(d) Market services	489.35	449.80	422.11	939.15	814.57	1,710.62
	Total segment revenue	9,869.17	9,275.16	8,288.86	19,144.33	16,290.71	34,359.22
	Less: Inter-segment revenue	(9.63)	(23.21)	(21.21)	(32.84)	(36.48)	(78.70)
	Total revenue	9,859.54	9,251.95	8,267.65	19,111.49	16,254.23	34,280.52
(ii)	Segment results:						
	(Profit before tax and other income from each segment)						
	(a) Rating, research and other services	1,400.88	1,080.20	685.63	2,481.08	1,730.16	5,206.46
	(b) Consulting services	(41.43)	(92.41)	(99.49)	(133.84)	(246.66)	(312.43)
	(c) Knowledge Services	1,998.39	1,898.41	1,414.17	3,896.80	2,775.77	6,027.01
	(d) Market services	94.26	84.85	85.46	179.11	115.66	354.73
	Total segment results	3,452.10	2,971.05	2,085.77	6,423.15	4,374.93	11,275.77
	Less: Finance costs	(34.58)	(34.35)	(39.45)	(68.93)	(79.90)	(156.14)
	Add: Unallocable income net of unallocable expenses	1,180.25	710.69	1,062.89	1,890.94	2,128.45	4,089.00
	Profit before tax	4,597.77	3,647.39	3,109.21	8,245.16	6,423.48	15,208.63
(iii)	Segment assets:						
	(a) Rating, research and other services	7,420.30	11,797.82	6,917.08	7,420.30	6,917.08	5,254.39
	(b) Consulting services	326.50	553.20	765.68	326.50	765.68	619.17
	(c) Knowledge Services	3,959.13	3,814.24	3,571.56	3,959.13	3,571.56	3,605.92
	(d) Market Services	862.94	955.64	705.22	862.94	705.22	623.54
	(e) Unallocable	91,961.35	87,543.87	82,611.49	91,961.35	82,611.49	87,744.43
	Total segment assets	104,530.22	104,664.77	94,571.03	104,530.22	94,571.03	97,847.45
(iv)	Segment liabilities:						
	(a) Rating, research and other services	14,710.67	15,869.43	14,244.69	14,710.67	14,244.69	11,136.22
	(b) Consulting services	274.11	291.97	170.66	274.11	170.66	302.02
	(c) Knowledge Services	915.13	853.16	770.13	915.13	770.13	1,151.04
	(d) Market Services	420.72	462.75	832.29	420.72	832.29	416.41
	(e) Unallocable	356.17	373.25	207.70	356.17	207.70	69.31
	Total segment liabilities	16,676.80	17,850.56	16,225.47	16,676.80	16,225.47	13,075.00

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b. Reconciliation of reclassification of segment information as reported in the previous periods:

For the six months ended Sep 30, 2021

(Rupees in lakhs)

Particulars	As reported in the consolidated financial results for the six months ended Sep 30, 2021					Reclassified from			Reclassified segment information for the six months ended Sep 30, 2021					
	Rating, research and other services	Outsourced and Information services	Consultancy services	Unallocable	Total	Outsourced and Information services to Market services	Outsourced and Information services to Knowledge Services	Consultancy services to Market services	Rating, research and other services	Consultancy services	Knowledge Services	Market services	Unallocable	Total
Total segment revenue	9,759.69	5,784.52	746.50	-	16,290.71	282.11	5,502.41	532.46	9,759.69	214.04	5,502.41	814.57	-	16,290.71
Total segmental results	1,730.16	2,721.89	(77.12)	-	4,374.93	(53.88)	2,775.77	169.54	1,730.16	(246.66)	2,775.77	115.66	-	4,374.93
Segment assets	6,917.08	4,017.75	1,024.71	82,611.49	94,571.03	446.19	3,571.56	259.03	6,917.08	765.68	3,571.56	705.22	82,611.49	94,571.03
Segment liabilities	14,244.69	1,107.81	665.27	207.70	16,225.47	337.68	770.13	494.61	14,244.69	170.66	770.13	832.29	207.70	16,225.47

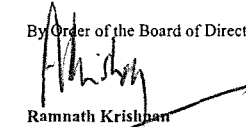
For the quarter ended Sep 30, 2021

(Rupees in lakhs)

Particulars	As reported in the consolidated financial results for the quarter ended Sep 30, 2021					Reclassified from			Reclassified segment information for the quarter ended Sep 30, 2021					
	Rating, research and other services	Outsourced and Information services	Consultancy services	Unallocable	Total	Outsourced and Information services to Market services	Outsourced and Information services to Knowledge Services	Consultancy services to Market services	Rating, research and other services	Consultancy services	Knowledge Services	Market services	Unallocable	Total
Total segment revenue	4,956.88	2,936.95	395.03	-	8,288.86	146.68	2,790.27	275.43	4,956.88	119.60	2,790.27	422.11	-	8,288.86
Total segmental results	685.63	1,408.44	(8.30)	-	2,085.77	(5.73)	1,414.17	91.19	685.63	(99.49)	1,414.17	85.46	-	2,085.77
Segment assets	6,917.08	4,017.75	1,024.71	82,611.49	94,571.03	446.19	3,571.56	259.03	6,917.08	765.68	3,571.56	705.22	82,611.49	94,571.03
Segment liabilities	14,244.69	1,107.81	665.27	207.70	16,225.47	337.68	770.13	494.61	14,244.69	170.66	770.13	832.29	207.70	16,225.47

- 4 The above Statement of consolidated unaudited financial results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on October 20, 2022.
- 5 The financial results have been prepared in accordance with the applicable accounting standards, as notified under the Companies (Indian Accounting Standards) Rules, 2015 and as specified in Section 133 of the Companies Act, 2013.
- 6 The Statutory Auditors of the Company have carried out limited review of the consolidated financial results for the quarter and six months ended September 30, 2022. The review report of the Statutory Auditor is being filed with the BSE and National Stock Exchange. For more details on consolidated financial results, visit Investors relations section of our website at www.icra.in and financial results under Corporates section of www.bseindia.com and www.nseindia.com.
- 7 During the quarter and six months ended September 30, 2022, ICRA Lanka Limited ('ICRA Lanka'), a credit rating subsidiary of the Company, has applied for surrendering its credit rating license. Accordingly, the Company has made a provision of Rs. 2.57 Crore towards the cost of investment in the standalone financial results. ICRA Lanka's contribution to Group ICRA's revenue and profit after tax was less than 0.5% as per the audited statement of profit and loss for the previous year ended March 31, 2022.

By Order of the Board of Directors


Ramnath Krishnan
 Managing Director & Group C.E.O.
 (DIN: 09371341)

Place: Gurugram
 Dated: October 20, 2022

(Handwritten initials and marks)

B S R & Co. LLP

Chartered Accountants

Building No.10,12th Floor, Tower-C,
DLF Cyber City, Phase-II,
Gurugram – 122 002, India

Telephone: +91 124 719 1000
Fax: +91 124 235 8613

Limited Review Report on unaudited standalone financial results of ICRA Limited for the quarter ended 30 September 2022 and year-to-date results for the period from 01 April 2022 to 30 September 2022 pursuant to Regulation 33 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015

To the Board of Directors of ICRA Limited

1. We have reviewed the accompanying Statement of unaudited standalone financial results of ICRA Limited ("the Company") for the quarter ended 30 September 2022 and year-to-date results for the period from 01 April 2022 to 30 September 2022 ("the Statement").
2. This Statement, which is the responsibility of the Company's management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), 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 Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015. Our responsibility is to issue a report on the Statement based on our 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. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is 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.
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 applicable accounting standards and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

For **B S R & Co. LLP**

Chartered Accountants

Firm's Registration No.:101248W/W-100022



Manish Kapoor

Partner

Gurugram

20 October 2022

Membership No.: 510688

UDIN:22510688BAJSQE2140

Registered Office:



STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND SIX MONTHS ENDED SEPTEMBER 30, 2022							
(Rupees in lakhs, except share data, per share data and where otherwise stated)							
S. No.	Particulars	Quarter ended	Quarter ended	Quarter ended	Six months ended	Six months ended	Year ended
		30/09/2022	30/06/2022	30/09/2021	30/09/2022	30/09/2021	31/03/2022
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
I	Revenue from operations	5,335.97	4,927.55	4,757.51	10,263.52	9,363.85	19,473.14
II	Other income	1,036.63	3,104.71	873.46	3,997.09	3,025.73	4,542.19
III	Total income (I+II)	6,372.60	8,032.26	5,630.97	14,260.61	12,389.58	24,015.33
	Expenses						
IV	Employee benefit expenses	3,128.88	2,844.76	3,379.58	5,973.64	6,284.34	11,144.96
V	Finance costs	34.12	33.78	38.64	67.90	78.20	150.76
VI	Depreciation and amortisation expense	174.37	144.95	119.65	319.32	236.70	534.35
VII	Other expenses (refer note 7)	1,106.42	949.02	648.89	1,911.19	1,268.05	2,850.39
VIII	Total expenses (IV to VII)	4,443.79	3,972.51	4,186.76	8,272.05	7,867.29	14,680.46
IX	Profit before tax (III-VIII)	1,928.81	4,059.75	1,444.21	5,988.56	4,522.29	9,334.87
	Tax expense:						
	Current tax	267.88	868.08	222.63	1,135.96	732.00	1,993.24
	Deferred tax	(5.94)	0.49	22.22	(5.45)	(9.79)	10.70
X	Total tax expense	261.94	868.57	244.85	1,130.51	722.21	2,003.94
XI	Profit after tax (IX-X)	1,666.87	3,191.18	1,199.36	4,858.05	3,800.08	7,330.93
	Other comprehensive income/ (loss)						
A	(i) Items that will not be reclassified to profit or loss	(3.41)	(27.23)	(3.93)	(30.64)	39.89	63.07
	(ii) Income tax relating to items that will not be reclassified to profit or loss	0.86	6.85	0.99	7.71	(10.04)	(15.87)
B	(i) Items that will be reclassified to profit or loss	-	-	-	-	-	-
	(ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-	-
XII	Other comprehensive income/ (loss), net of income tax (A+B)	(2.55)	(20.38)	(2.94)	(22.93)	29.85	47.20
XIII	Total comprehensive income for the period (XI+XII)	1,664.32	3,170.80	1,196.42	4,835.12	3,829.93	7,378.13
XIV	Paid up equity share capital (Face value : Rs. 10 per share)	965.12	965.12	965.12	965.12	965.12	965.12
XV	Other equity	-	-	-	-	-	65,513.30
XVI	Earnings per equity share (Rs.) (Face value of Rs. 10 per share):						
	Basic	17.33	33.17	12.46	50.50	39.50	76.21
	Diluted	17.33	33.17	12.46	50.50	39.50	76.21

See accompanying notes to the standalone unaudited financial results.

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Notes:

1 Standalone Statement of Assets and Liabilities as at September 30, 2022 is given below:




S. No.	Particulars	(Rupees in lakhs)	
		As at	As at
		30/09/2022	31/03/2022
		Unaudited	Audited
A. ASSETS			
1 Non-current assets			
(a)	Property, plant and equipment	1,029.35	815.40
(b)	Right-of-use assets	1,334.31	1,374.24
(c)	Capital work-in-progress	108.54	-
(d)	Intangible assets	334.09	363.80
(e)	Intangible assets under development	125.60	54.59
(f) Financial assets			
(i)	Investments	43,046.01	41,857.76
(ii)	Loans	4.50	5.73
(iii)	Other financial assets	6,859.33	568.26
(g)	Deferred tax assets (net)	313.89	300.73
(h)	Non-current tax assets (net)	1,644.64	1,163.30
(i)	Other non-current assets	45.20	41.27
	Total non-current assets	54,845.46	46,545.08
2 Current assets			
(a) Financial assets			
(i)	Investments	10,000.00	6,215.00
(ii)	Trade receivables	2,888.22	1,020.56
(iii)	Cash and cash equivalents	2,284.45	691.08
(iv)	Bank balances other than (iii) above	10,650.72	20,031.16
(v)	Loans	2.43	2.39
(vi)	Other financial assets	896.02	1,215.56
(b) Other current assets			
		848.26	974.54
	Total current assets	27,570.10	30,150.29
	Total assets	82,415.56	76,695.37
B. EQUITY AND LIABILITIES			
1 Equity			
(a)	Equity share capital	965.12	965.12
(b)	Other equity	67,808.59	65,513.30
	Total equity	68,773.71	66,478.42
Liabilities			
2 Non-current liabilities			
(a) Financial liabilities			
(i)	Lease liabilities	1,108.10	1,115.15
(b)	Provisions	155.56	122.18
	Total non-current liabilities	1,263.66	1,237.33
3 Current liabilities			
(a) Financial liabilities			
(i)	Lease liabilities	261.51	266.02
(ii)	Trade payables		
	(A) Total outstanding dues of micro and small enterprises	-	51.07
	(B) Total outstanding dues of creditors other than micro and small enterprises	501.56	585.43
(iii)	Other financial liabilities	332.00	268.82
(b)	Provisions	1,726.95	2,614.58
(c)	Current tax liabilities (net)	64.46	64.47
(d)	Other current liabilities	9,491.71	5,129.23
	Total current liabilities	12,378.19	8,979.62
	Total liabilities	13,641.85	10,216.95
	Total equity and liabilities	82,415.56	76,695.37

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2 Statement of Standalone Cash Flows for the six months ended September 30, 2022:

Particulars	(Rupees in lakhs)	
	Six months ended 30/09/2022	Six months ended 30/09/2021
	Unaudited	Unaudited
A. Cash flow from operating activities		
Profit before tax	5,988.56	4,522.29
Adjustments for:		
Depreciation and amortisation expense	319.32	236.70
Bad debts/ advances written off (net of provisions)	132.99	66.85
Interest on lease liabilities	67.90	78.20
Short term lease rentals	10.06	7.76
Long term individual payout funded through Trust	162.51	159.74
Interest income on fixed deposits	(427.46)	(961.35)
Interest income on investments carried at amortised cost	(321.70)	(161.33)
Gain on financial assets carried at fair value through profit and loss ('FVTPL') (net)	(494.84)	(577.34)
Advances received from customers written back	(130.93)	(98.78)
Dividend from subsidiary company	(2,686.89)	(1,293.69)
(Profit) / loss on sale of property, plant and equipment (net)	(5.75)	0.76
Impairment loss on investments in subsidiary company	256.58	-
Bad debts recovered	(2.39)	(5.92)
Operating cash flow before changes in operating assets and liabilities	2,867.96	1,973.89
Adjustments for changes in operating assets and liabilities		
(Increase)/ decrease in trade receivables	(1,998.27)	(896.39)
(Increase)/ decrease in loans	1.19	5.54
(Increase)/ decrease in other financial assets	(53.17)	(850.77)
(Increase)/ decrease in other assets	112.96	174.40
Increase/ (decrease) in trade payables	(134.94)	99.91
Increase/ (decrease) in other financial liabilities	32.39	(51.64)
Increase/ (decrease) in other liabilities	4,493.43	2,602.62
Increase/ (decrease) in provisions	(872.44)	201.11
Cash generated from operations before tax	4,449.11	3,258.67
Taxes paid, net of refund	(1,616.32)	(1,288.80)
Net cash generated from operating activities (A)	2,832.79	1,969.87
B. Cash flow from investing activities		
Purchase of property, plant and equipment and intangible assets	(488.24)	(126.40)
Sale proceeds from property, plant and equipment and intangible assets	11.10	3.13
Investment in mutual funds	(10,951.00)	(12,300.00)
Sale proceeds from redemption/ disposal of mutual funds	-	2,509.78
Investment (made in)/ redemption in corporate deposits (net)	6,215.00	(6,215.00)
Interest received on investments	325.83	16.13
(Increase)/ decrease in fixed deposits (having maturity of more than three months), (net)	3,080.06	14,125.24
Interest received on fixed deposits	851.15	1,140.43
Dividend received from subsidiary company	2,641.10	1,320.07
Net cash generated from investing activities (B)	1,685.00	473.38
C. Cash flow from financing activities		
Payment of lease liabilities	(144.03)	(126.86)
Interest paid on lease liabilities	(67.90)	(78.20)
Short term lease rentals	(10.06)	(7.76)
Dividend paid	(2,702.34)	(2,605.83)
(Decrease)/ increase in unclaimed dividend	(0.09)	(0.80)
Net cash used in financing activities (C)	(2,924.42)	(2,819.45)
Net increase/ (decrease) in cash and cash equivalents (A+B+C)	1,593.37	(376.20)
Add: Cash and cash equivalents at the beginning of period	691.08	1,251.87
Cash and cash equivalents at the end of the period	2,284.45	875.67

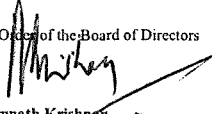
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- 3 The above Statement of standalone unaudited financial results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on October 20, 2022.
- 4 The financial results have been prepared in accordance with the applicable accounting standards, as notified under the Companies (Indian Accounting Standards) Rules, 2015 and as specified in Section 133 of the Companies Act, 2013.
- 5 The Statutory Auditors of the Company have carried out limited review of the standalone financial results for the quarter and six months period ended September 30, 2022. The review report of the Statutory Auditor is being filed with the BSE and National Stock Exchange. For more details on standalone financial results, visit Investors relations section of our website at www.icra.in and financial results under Corporates section of www.bseindia.com and www.nseindia.com.
- 6 Other income for the quarter ended June 30, 2022 and six months ended September 30, 2022 includes dividend income of Rs. 2,686.89 lakhs (quarter ended September 30, 2022 and quarter ended September 30, 2021: Nil, six months ended September 30, 2021 and financial year ended March 31, 2022: Rs. 1,293.69 lakhs) from ICRA Analytics Limited, a wholly-owned subsidiary of the Company.
- 7 During the quarter and six months ended September 30, 2022, ICRA Lanka Limited ('ICRA Lanka'), a credit rating subsidiary of the Company, has applied for surrendering its credit rating license. Accordingly, the Company has made a provision of Rs. 2.57 Crore towards the cost of investment. ICRA Lanka's contribution to Group ICRA's revenue and profit after tax was less than 0.5% as per the audited statement of profit and loss for the previous year ended March 31, 2022.
- 8 The Company's business activity falls within a single primary operating segment viz. "Rating, research and other services". The operating segment has been defined based on regular review by the Company's Chief Operating Decision Maker to assess the performance of the Company and to make decisions about allocation of resources. The Company renders its services to customers located in India and does not have any operations in economic environment with different risks and returns. Hence, it is considered as operating in a single geographical segment.

By Order of the Board of Directors


Ramnath Krishnan
Managing Director & Group C.E.O.
(DIN: 09371341)

Place: Gurugram
Dated: October 20, 2022

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Press Release
Q2 FY'2023 Results
October 20, 2022

Operating revenue for the quarter up by 19.2% to Rs. 98.6 crore

Profit after tax for the quarter up by 52.5% to Rs. 37.2 crore

Gurugram: ICRA Limited on October 20, 2022, announced its results for the second quarter and half year ended September 30, 2022.

Consolidated revenue from operations increased by 19.2% to Rs. 98.6 crore for the second quarter ended September 2022, from Rs. 82.7 crore in the corresponding quarter of the previous year. Profit after tax increased by 52.5% to Rs. 37.2 crore from Rs. 24.4 crore for the corresponding quarter of the previous year.

Consolidated revenue from operations increased by 17.6% to Rs. 191.1 crore for the half year ended September 30, 2022, from Rs. 162.5 crore in the previous year. Profit after tax increased by 20.9% to Rs. 58.9 crore for the half year ended September 30, 2022, from Rs. 48.7 crore in the previous year.

Commenting on the results, **Mr. Ramnath Krishnan, MD & Group CEO, ICRA**, said: "While the overall credit quality showed signs of improvement, the bond market issuances continued to remain tepid due to continued uncertainty around yields as the inflation-led hawkish outlook prevailed. Against this background, ICRA's Ratings revenue showed robust growth, driven by increased demand in bank loan and market issuances, the latter benefitting from a pick-up in structured finance ratings. Knowledge services, a part of ICRA Analytics, continued its strong growth momentum, driven by the expansion of ESG analytical support as well as growth in other value-added financial services segments".

ICRA Ratings

Revenue growth for the quarter 12.1%; Half-year: 9.7%

ICRA Ratings showed robust growth driven by bank loan and structured finance ratings.

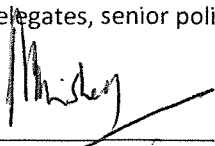
While bank credit continued to drive overall credit growth, market issuances showed signs of recovery in the period, after declining for the last few quarters. Commercial paper outstanding at the end of September 2022 crossed the Rs. 4 trillion mark after over 10 quarters, achieving a sharp increase of 18% YoY. Debt market issuances also increased by ~4%, reflecting the improving market sentiments as yields picked up, following the repo rate revisions by the RBI.

ICRA Analytics

Revenue growth for the quarter 29.4%; Half-year: 29.2%

Knowledge services, forming a part of ICRA Analytics, continued its strong growth momentum 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.

The company focused on extensive market and media outreach initiatives on sector views and rating-led updates during this quarter. ICRA organised a market event in Mumbai and discussed the trends, prospects, challenges, and possible solutions to the multiple issues around credit/lending with regard to the Indian Infrastructure and Renewable Energy sector. Several industry delegates, senior policymakers, thought leaders, and financial institutions participated and attended the event.



Ramnath Krishnan
Managing Director and Group C.E.O.

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About ICRA Limited:

ICRA Limited was set up in 1991 by leading financial/investment institutions, commercial banks and financial services companies as an independent and professional investment Information and Credit Rating Agency. Today, ICRA and its subsidiaries together form the ICRA Group of Companies (Group ICRA). ICRA is a Public Limited Company, with its shares listed on the Bombay Stock Exchange and the National Stock Exchange. The international Credit Rating Agency Moody's Investors Service is ICRA's largest shareholder.

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