

**Press Release**  
**New Delhi, May 23, 2007**

**ICRA Declares Audited Financial Results for Year Ended March 31, 2007**

The Board of Directors of ICRA Limited at its meeting held today approved the Audited Financial Results for the financial year ended March 31, 2007.

The consolidated Total Income for the year stood at Rs. 765.70 million vis-à-vis Rs. 593.12 million in the previous fiscal, reflecting growth of 29% for the year ended March 31, 2007. Profit after Tax was higher at Rs. 199.93 million for the fiscal year to March 31, 2007 as compared with the previous year's Rs. 142.30 million, showing growth of 41%.

**Some Highlights of Operations**

ICRA's **Rating Services Income** for the financial year 2006-07 grew by 24% as compared with the previous fiscal. This growth is attributable primarily to the increase in Rating income from the Corporate & Infrastructure, Financial, and Structured Finance sectors. ICRA's **Total Operating Income** for fiscal 2006-07 grew by 20% over the previous fiscal (with its BPO Services Income declining following the assignment of the agreements to ICRA Online Limited, an ICRA subsidiary, by Moody's Investors Service) while its **Non-Operating Income** including Dividend and Interest grew by 29% in fiscal 2006-07 as compared with the previous fiscal. ICRA's **Profit before Tax** grew by 28% during fiscal 2006-07 as compared with the previous fiscal, while its **Profit after Tax** for fiscal 2006-07 was higher by 27% over the previous fiscal year's figure.

**Performance of ICRA's Subsidiaries**

▪ **ICRA Management Consulting Services Limited (IMaCS)**

The financial year 2006-07 was the second full year of operations of IMaCS during which period it posted Income from Operations of Rs. 150.47 million as against Rs. 121.33 million in the previous year. The company earned a Net Profit of Rs. 14.89 million for the year to March 31, 2007 as against Rs. 10.77 million for the year ended March 31, 2006. The company has performed well across its various domains and practice areas.

▪ **ICRA Techno Analytics Limited (ICTEAS)**

The Total Income of ICTEAS for the year to March 31, 2007 increased by 43% over the previous year to Rs. 94.94 million from Rs. 66.28 million. Repeat orders received from major existing customers, besides addition of some new customers, helped the company attain this growth. ICTEAS' Profit before Depreciation, Interest and Taxes (PBDIT) increased by 67% during 2006-07 to Rs. 19.05 million, from Rs. 11.38 million in the previous year. For the year ended March 31, 2007, ICTEAS reported a significant increase in Profit after Tax to Rs. 11.31 million, from Rs. 3.11 million in the previous

year. Larger business from existing clients and optimum utilisation of resources/expenses contributed significantly to make this possible.

▪ **ICRA Online Limited**

ICRA Online reported a significant improvement in performance during the year to March 31, 2007 with Income from Operations increasing by 127% to Rs. 66.98 million as compared with Rs. 29.55 million in the previous year. During the financial year 2006-07, Profit after Tax rose to Rs. 12.73 million from Rs. 1.91 million in the previous year, an increase of 566%. The performance of all Divisions of ICRA Online improved significantly during the year 2006-07, in terms of both turnover and profitability.

**About ICRA Limited, an Associate of Moody's Investors Service**

ICRA Limited (formerly, Investment Information and Credit Rating Agency of India Limited) was incorporated on January 16, 1991 and launched its services on August 31, 1991. ICRA is an independent and professional company providing investment information and credit rating services. ICRA's major shareholders include Moody's Investors Service and leading Indian financial institutions and banks. With the growth and globalisation of the Indian capital markets leading to an exponential surge in demand for professional credit risk analysis, ICRA has been proactive in executing assignments including credit ratings, equity gradings, and mandated studies spanning diverse industrial sectors.

For further information, please contact:

Vijay Wadhwa

C.F.O. & Co. Secretary

Phone: 0124-4545300; Fax: 0124-4545350

**Disclaimer**

*This Press Release is being transmitted to you for the sole purpose of dissemination through your newspaper/magazine/agency. The Press Release may be used by you in full or in part without changing the meaning of context thereof, but with due credit to ICRA Limited. However, ICRA Limited alone has the sole right of distribution of its Press Releases for consideration or otherwise through any media including, but not limited to, websites and portals.*