



PRESS RELEASE
NEW DELHI, AUGUST 12, 2010

**ICRA LIMITED: UNAUDITED FINANCIAL RESULTS FOR THE FIRST
QUARTER ENDED JUNE 30, 2010**

The Board of Directors of ICRA Limited (ICRA) at its meeting held today approved the Unaudited Financial Results of the Company for the first quarter ended June 30, 2010.

HIGHLIGHTS

ICRA's Operating Income for the first quarter ended June 30, 2010 (Q1, 2010-11) shows growth of 29% to Rs. 2,707.83 lakh from Rs. 2,091.25 lakh in the corresponding quarter of the previous fiscal. Over the same horizon, ICRA's Total Income shows a decline of 3% from Rs. 3,147.91 lakh to Rs. 3,061.82 lakh, while its Profit after Tax indicates a fall of 18% from Rs. 1,320.43 lakh to Rs. 1,083.43 lakh.

It may be noted that ICRA's Total Income for Q1, 2009-10 had included the figure of Rs. 645.92 lakh, arising from reversal in diminution in the carrying value of investments (as required under Accounting Standard 13). In Q1, 2010-11 however, the reversal in diminution in the carrying value of investments stands at a much lower Rs. 22.67 lakh. Were these figures to be excluded, ICRA's Total Income and Profit after Tax for Q1, 2010-11 would show growth of 21% and 19% respectively, over the corresponding previous.

Group ICRA's[†] consolidated Operating Income for the first quarter ended June 30, 2010 rose by about 24% to Rs. 4,104.29 lakh from Rs. 3,317.63 lakh in the corresponding quarter of the previous fiscal. Group ICRA's consolidated Total Income for the first quarter ended June 30, 2010 stands at Rs. 4,470.91 lakh versus Rs. 4,402.50 lakh in Q1, 2009-10, reflecting growth of 2%. Over the same horizon, Group ICRA's Profit after Tax shows a decline of 14% from Rs. 1,236.48 lakh to Rs. 1,061.80 lakh.

Here too, it may be noted that Group ICRA's consolidated Total Income for Q1, 2009-10 had included the figure of Rs. 663.54 lakh, arising from reversal in diminution in the carrying value of investments (as required under AS 13). In Q1, 2010-11 however, the reversal in diminution in the carrying value of investments stands at a much lower Rs. 26.11 lakh. Were these figures to be excluded, Group ICRA's consolidated Total Income and PAT for Q1, 2010-11 would show growth of 19% and 31% respectively, over the corresponding previous.

[†]Group ICRA consists of ICRA Limited, its subsidiaries, and their subsidiaries.



Rating Services Income

ICRA's Rating Services Income for Q1, 2010-11 stood at Rs. 2,707.53 lakh as against Rs. 2,090.89 lakh for the corresponding quarter of the fiscal year 2009-10, reflecting growth of 29%.

The growth in Rating Services Income during the first quarter ended June 30, 2010 (Q1, 2010-11) is attributable to the increase in income from corporate sector and financial sector ratings. The increase in ratings of debt instruments and expansion of bank loan ratings contributed in the growth of both corporate and financial sectors ratings. Besides rating of debt issuance and bank loans of existing issuers, the Company was also able to add new issuers/borrowers to its list of rating clients during Q1, 2010-11.

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

ICRA 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.

(Naresh Takkar)
Managing Director

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