

October 26, 2022

Listing Department  
National Stock Exchange of India Ltd.  
Exchange Plaza, 5<sup>th</sup> floor  
Plot No. C/1, G Block  
Bandra-Kurla Complex  
Bandra (East)  
Mumbai 400 051

Listing Department  
BSE Limited  
P J Towers  
Dalal Street  
Mumbai 400 001

Dear Sirs,

**Sub.: Corporate Presentation Q3 2022**

We are enclosing herewith our corporate presentation updated with the Q3 FY 2022 Financial Results. This presentation will be published on the Company's website - [www.crisil.com](http://www.crisil.com) shortly.

Kindly take this communication on record

Yours faithfully,  
For CRISIL Limited

Minal Bhosale  
Company Secretary  
ACS 12999

Encl.: a/a

**CRISIL Limited**

Corporate Identity Number: L67120MH1987PLC042363

# Q3 2022 Analyst Presentation

October 2022



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# Agenda



## 1. CRISIL Overview



## 2. Business Environment



## 3. Performance Update



## 4. Segment Performance



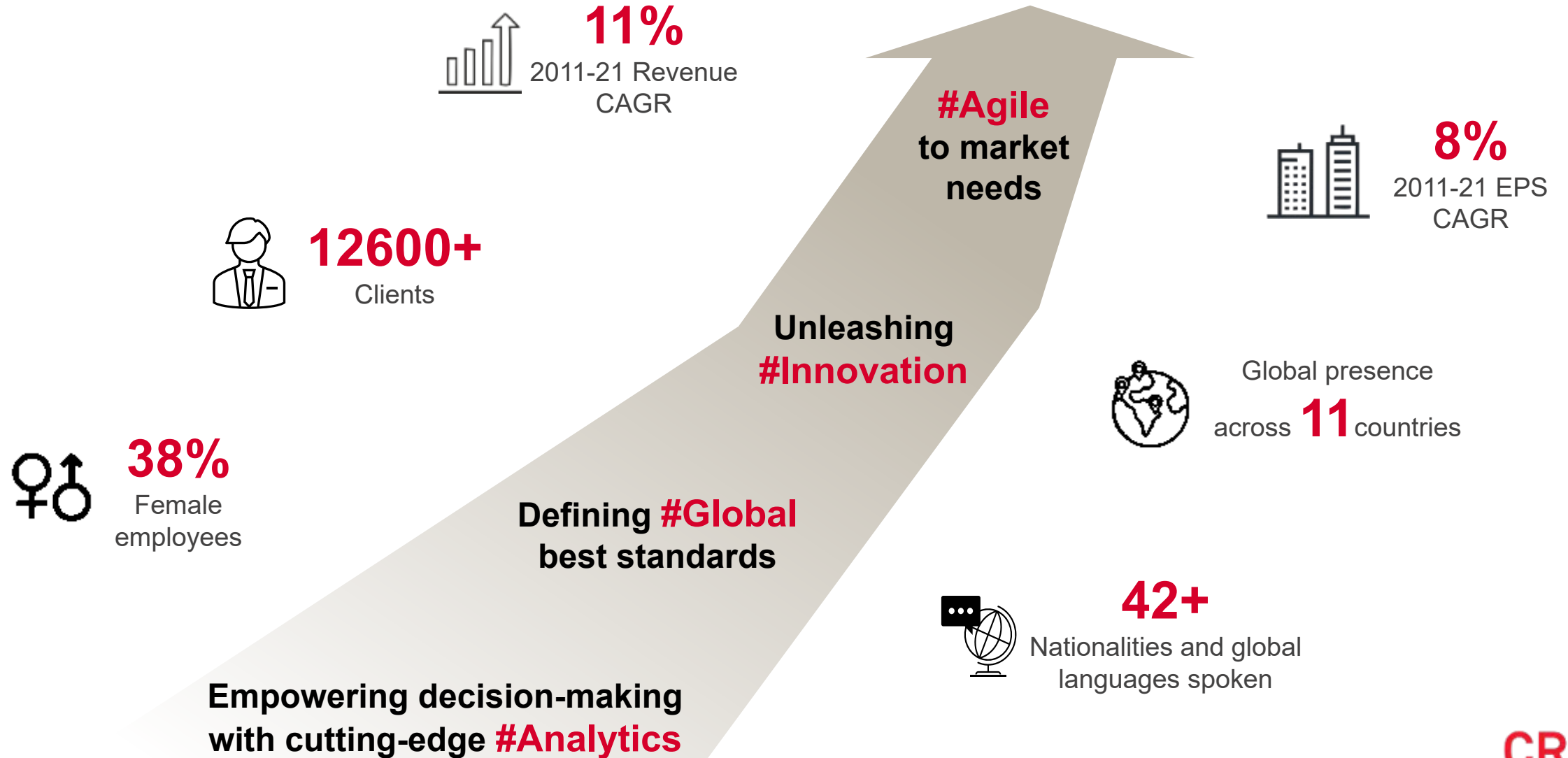
## 5. Thought Leadership









## 6. Corporate Social Responsibility



# CRISIL: Over 30-year journey of innovation and excellence



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# Macroeconomic Indicators



India

Indicator	FY2021	FY2022	FY2023F
GDP (y-o-y %)	-6.6	8.7	7.3*
10-year G-sec yield (% , March)	6.2	6.8	7.5
Fiscal deficit (% of GDP)	9.2	6.9	6.4^
Exchange rate (Re/\$, March avg.)	72.8	75.5	79.0
CPI Inflation (%)	6.2	5.5	6.8
Repo Rate (% , March-end)	4.0	4.0	↑
Credit Growth (%)	~5.0	~10.0-12.0	↑



Global

Indicator	CY2020	CY2021	CY2022F
World GDP (y-o-y %)	-3.3	6.0	3.1
United States of America (y-o-y %)	-3.4	5.7	1.6
Eurozone (Euro Area-19) (y-o-y %)	-6.5	5.2	3.1
China GDP (y-o-y %)	2.3	8.1	2.7

Note: F: Forecast; \*with downside risks; ^upside bias

Source: NSO, RBI, Budget documents, Ministry of Finance, CRISIL, World Bank

Numbers rounded off to first decimal

FY represents the financial year (Apr-Mar period)

CY represents the calendar year (Jan-Dec period)

# Rise in downside risks for global growth

## Macro trends



Slowing global growth projections



Prolonged geopolitical uncertainty



Capex cycle revival anticipated in India



Inflationary pressures



Strengthening US dollar

## Business environment trends



Continuing capital market volatility



Increasing focus on risk management and regulatory compliance



Accelerated ESG spends driven by sustainability goals









Thrust on digital transformation



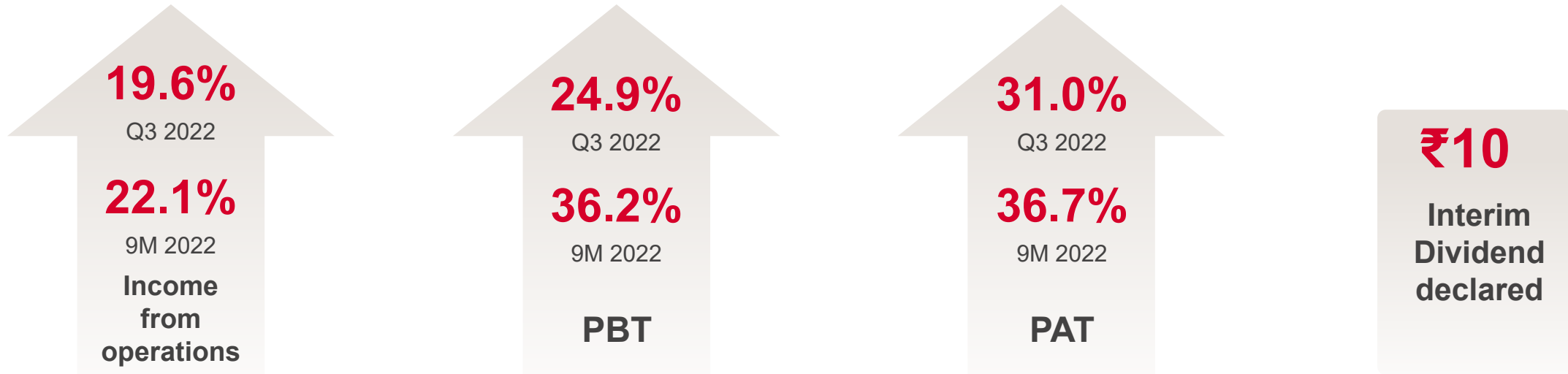
Continued demand for skilled talent



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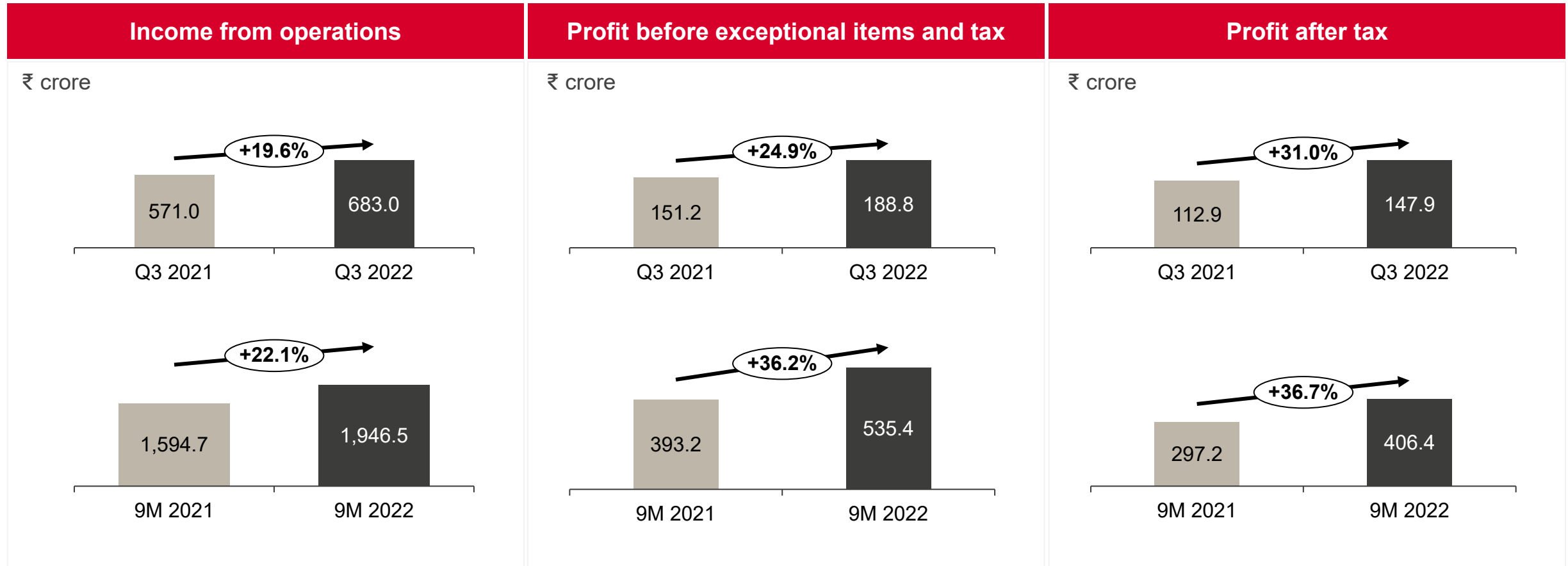
# Q3 Highlights



## Healthy growth despite deteriorating macros

- Ratings business grew on account of new client addition and continued momentum in surveillance revenue
- Research, Analytics and Solutions segment comprises our global businesses - GR&RS, GBA and non-ratings India businesses - Market Intelligence & Analytics (MI&A)
  - Global businesses saw robust growth driven by client renewals; GBA also rolled out Client Intelligence platform
  - MI&A saw traction for credit risk and regulatory reporting solutions
- Sharp foreign exchange movement in dollar versus rupee and British pound supported profitability during Q3 2022 and YTD 2022
- Enhanced engagement with stakeholders through executive leadership conclaves, whitepapers, webinars and events
- Won prestigious National CSR Award, 2020 in the category 'Corporate Awards for Excellence in CSR'







# Robust growth in Q3 2022 and 9M 2022



- Declared interim dividend of ₹10 per share

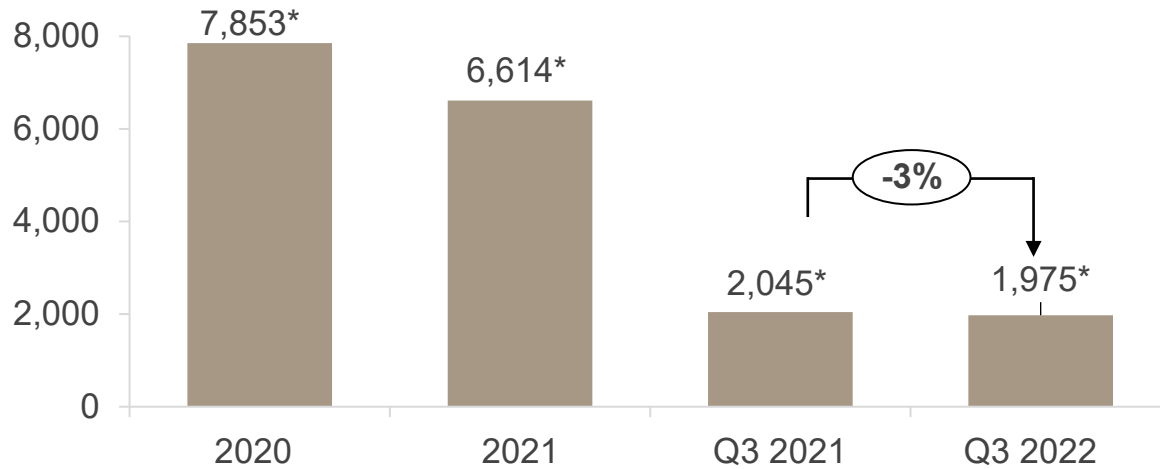
Note: Numbers rounded off to first decimal

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# Corporate bond issuances remain muted; Credit growth on the rise

## Bond Issuance Quantum (₹ billion)



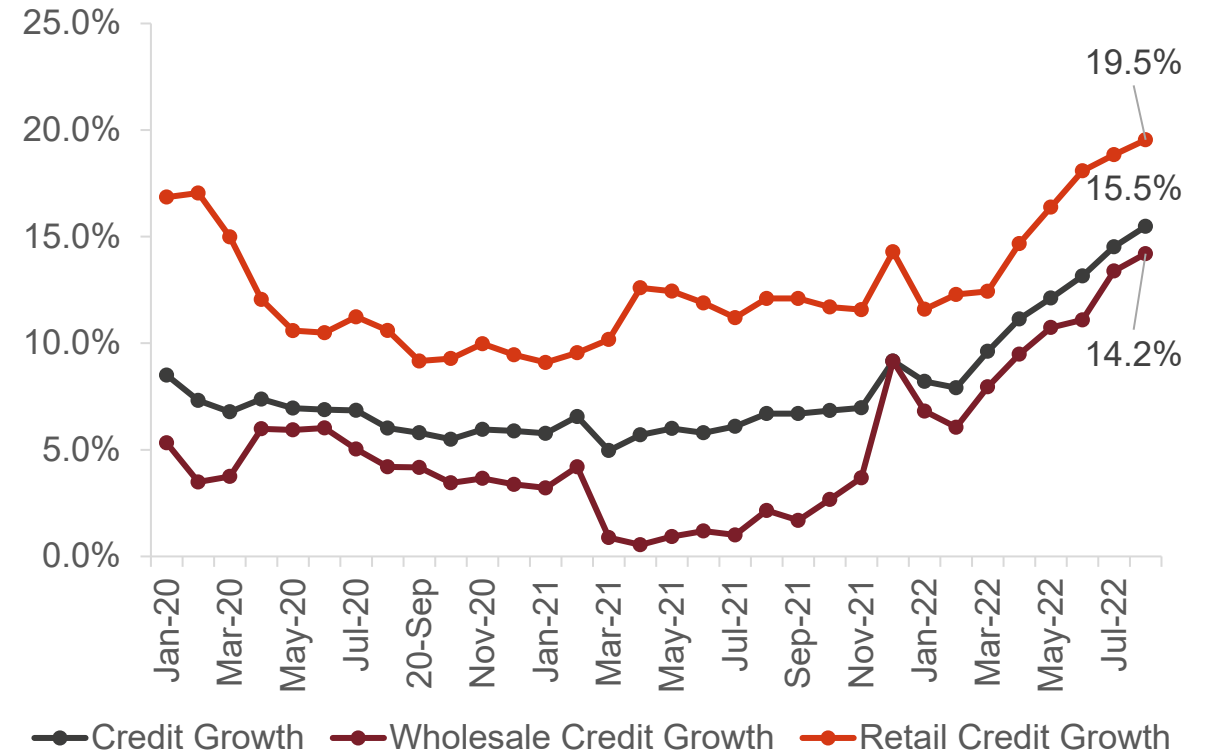
# of Issuers	~450	~530	~280	~240

-14%

Source: Prime Database, RBI

\*Data as on date; may get revised by Prime Database

## Credit Growth (%)



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# Ratings: Highlights



## Financials

Particulars (₹ cr)	Q3 2021	Q3 2022	Growth
Income from Operations	150.7	170.2	<b>12.9%</b>
Segment Profit	64.5	69.8	<b>8.2%</b>
Margin	<b>42.8%</b>	<b>41.0%</b>	

Particulars (₹ cr)	9M 2021	9M 2022	Growth
Income from Operations	430.3	486.2	<b>13.0%</b>
Segment Profit	187.3	207.4	<b>10.7%</b>
Margin	<b>43.5%</b>	<b>42.7%</b>	



## Business update

- CRISIL Ratings business saw 10.9% growth in revenue during the quarter driven by new client additions and continued momentum in surveillance revenue
- The business continues to strengthen its market-leading position in the corporate ratings market driven by investor preference for best-in-class ratings
- Global Analytical Center (GAC) increased support to S&P Global Ratings across surveillance and transformation projects

Note: Numbers rounded off to first decimal

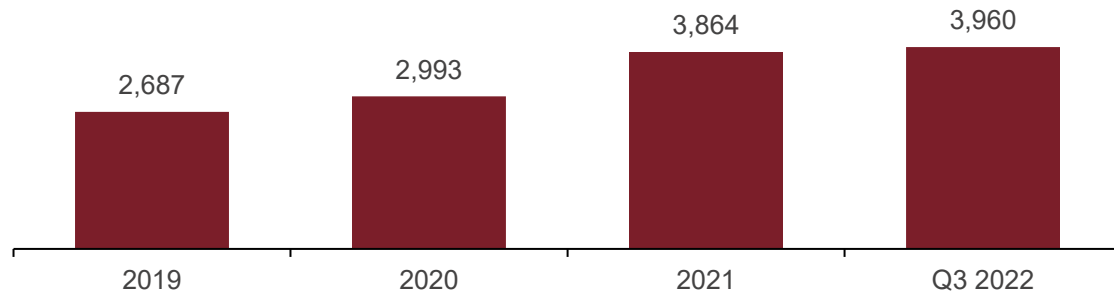
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Research, Analytics & Solutions**
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# CIB revenue normalizes but remains above pre-pandemic levels; Domestic flows in MFs and AIFs increase

₹ '000 crore

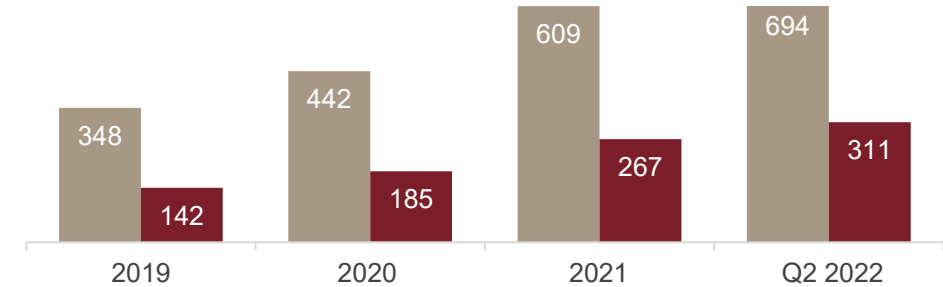
## India mutual fund AUM\*



\*Average AUM for the Quarter; Source: AMFI

₹ '000 crore

## Alternative Investment Funds (AIFs)

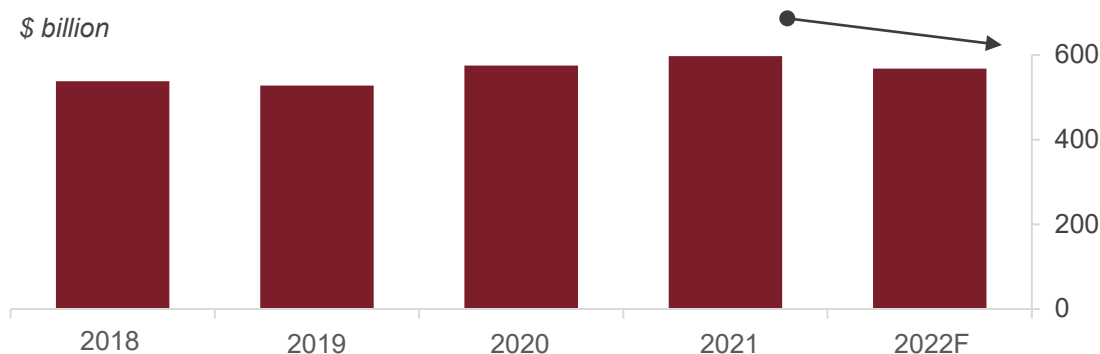


Source: SEBI

■ Commitments ■ Investments

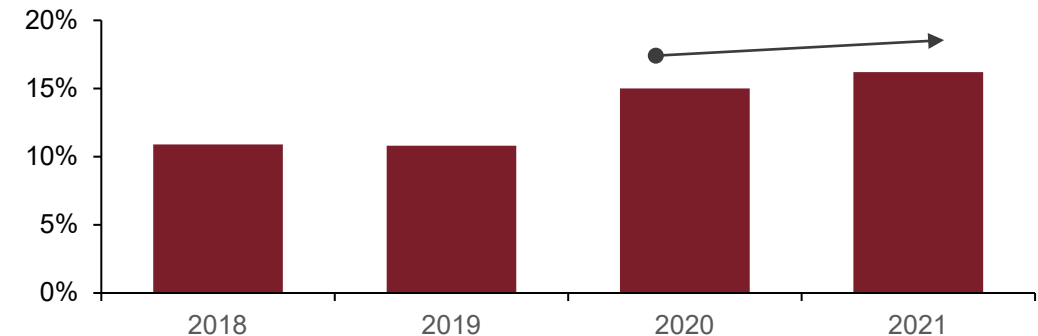
## Global CIB revenue pools

\$ billion



Revenues Pools analysis includes revenues from all Institutional Clients and Corporates with annual sales turnover > \$ 1.5bn; FY22 is as per preliminary estimates. Above analysis is as per Coalition Standard Taxonomy; Source: Coalition Proprietary Analytics

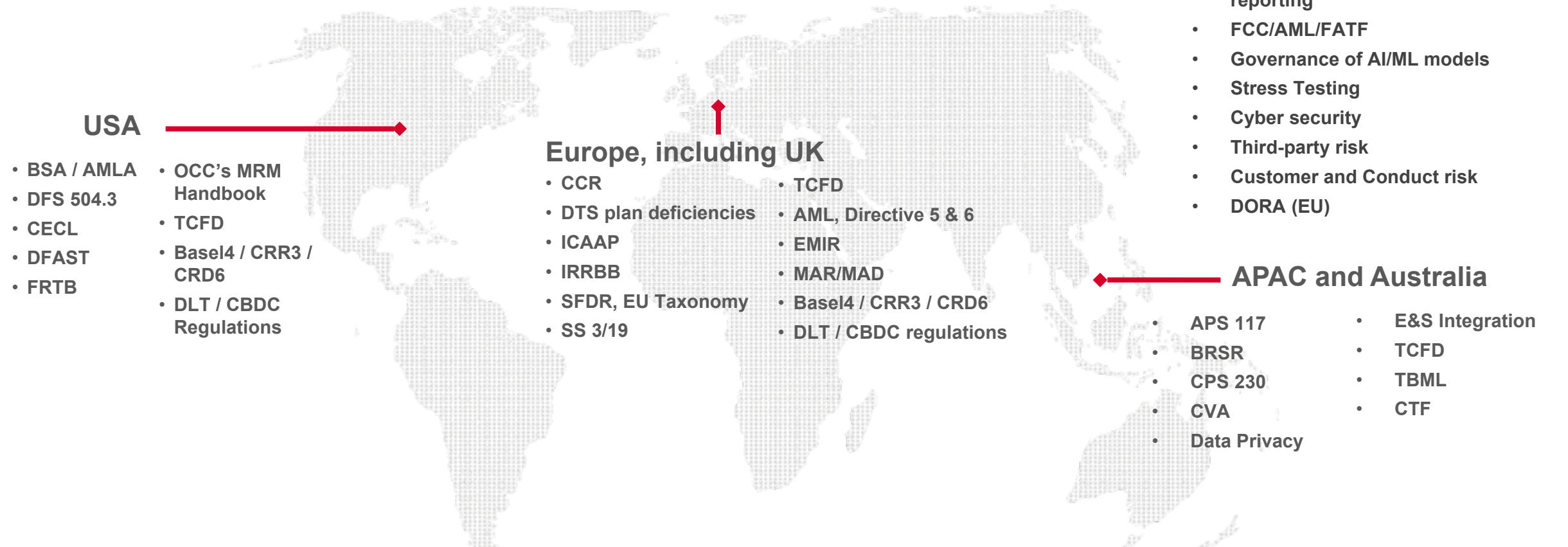
## CIB return on equity (%)



Source: Coalition Proprietary data; ROE calculated based on Coalition Index Universe



# Regulatory focus continue to drive spends



## USA

- BSA / AMLA
- DFS 504.3
- CECL
- DFAST
- FRTB
- OCC's MRM Handbook
- TCFD
- Basel4 / CRR3 / CRD6
- DLT / CBDC Regulations

## Europe, including UK

- CCR
- DTS plan deficiencies
- ICAAP
- IRRBB
- SFDR, EU Taxonomy
- SS 3/19
- TCFD
- AML, Directive 5 & 6
- EMIR
- MAR/MAD
- Basel4 / CRR3 / CRD6
- DLT / CBDC regulations

## Global themes

- ESG & Climate Risk integration and reporting
- FCC/AML/FATF
- Governance of AI/ML models
- Stress Testing
- Cyber security
- Third-party risk
- Customer and Conduct risk
- DORA (EU)

## APAC and Australia

- APS 117
- BRSR
- CPS 230
- CVA
- Data Privacy
- E&S Integration
- TCFD
- TBML
- CTF

**BSA/AMLA:** Banking Secrecy Act, Anti-Money Laundering Act

**CBDC:** Central Bank Digital Currency

**CECL:** Current Expect Credit Loss

**DFS:** Department of Financial Services

**DFAST:** Dodd-Frank Act Stress Tests

**DLT:** Distributed Ledger Technology

**FRTB:** Fundamental review of the Trading Book

**OCC's MRM:** Office of the Comptroller of the Currency; Model Risk Management

**TCFD:** Task Force on Climate-Related Financial Disclosures

**CCR:** Counterparty Credit Risk

**CRR3 :** Capital Requirements Regulation

**CRD6:** Capital Requirements Directive

**DTS:** Digital Transformation Strategy

**EMIR:** European Market Infrastructure Regulation

**ICAAP:** Internal Capital Adequacy Assessment Process

**IRRBB:** Interest Rate Risk in the Banking Book

**SS 3/19:** BOE's Supervisory Standard on Climate Risk

**SFDR:** Sustainable Finance Disclosure Regulation

**APS 117:** APRA's prudential standard for IRRBB

**BRSR:** Business Responsibility and Sustainability Report

**CPS 230:** APRA's new standard for operational risk mgmt.

**CTF:** Counter Terrorist Financing

**CVA:** APRA's Climate Vulnerability Assessment

**TBML:** Trade Based Money Laundering

**TCFD:** Task Force on Climate-Related Financial Disclosures

# Research, Analytics & Solutions: Highlights



## Financials

Particulars (₹ cr)	Q3 2021	Q3 2022	Growth
Income from Operations	420.3	512.8	<b>22.0%</b>
Segment Profit	84.2	97.5	<b>15.8%</b>
Margin	<b>20.0%</b>	<b>19.0%</b>	

Particulars (₹ cr)	9M 2021	9M 2022	Growth
Income from Operations	1,164.4	1,460.2	<b>25.4%</b>
Segment Profit	223.8	313.0	<b>39.9%</b>
Margin	<b>19.2%</b>	<b>21.4%</b>	









## Business update

- The Research, Analytics & Solutions segment continued its strong performance with growth being driven by both global businesses — Global Research & Risk Solutions (GR&RS) and Global Benchmarking Analytics (GBA)
- GR&RS saw several client wins; GBA closed major renewal deals and rolled out the Client Intelligence platform for global banks
- Non-ratings India businesses have been consolidated under CRISIL Market Intelligence and Analytics (MI&A) following the merger of CRISIL Risk and Infrastructure Solutions Ltd and Pragmatix Services Pvt Ltd with CRISIL Ltd
- MI&A business saw traction for its credit risk and regulatory reporting solutions

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# A 'TRUSTED' voice in Media



## Media

**The new growth**  
The next year could be more challenging with growth slowing, biggest impact of interest rate hikes

**We may have to recalibrate the country's decarbonization effort**  
It will be quite a challenge to strike a balance between reducing emissions and achieving a structurally higher growth path

**The digital quotient of our firm is getting elevated: Crisil's Murad**

**Digital lending - back to the drawing board**



## Webinars & Events

**CRISIL findings webinar on the banking sector: Banking on a new note**

**Corporate Debt Market in India: Issues and Challenges**  
Organised by Bombay Chambers of Commerce and Industry

**17th Sustainability Summit**  
Organised by CII

**Podcast: What are the governing practices associated with model risk management?**

**2022 Greenwich Leaders: Asian Large Corporate Trade Finance**



## Reports & Blogs

**Towards sustainable infrastructure**

**Model risk management for the buy-side**

**Navigating the IBOR transition challenges**

**Unlocking value in data and analytics**

**Time to reinforce ringfence around private credit**



## Social Media

**Aluminium prices set to rebound as global deficit looms**

**ESG data analytics use cases**

**Share of large panel TV shipments in 5 years to over 40%**

**Cement sector's profitability to decline 15% on-year in 2023**

**The housing segment will continue to support demand?**

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# Continuing to create social impact through its CSR initiatives

**Two-time winner of the National CSR Awards, 2018 and 2020**

Financial capability building of rural women & communities

 **मैं प्रगती**  
A CRISIL Programme



- Mein Pragati continues to drive outreach and impact through 1,600+ trained Sakhis in 2,400+ villages of Assam and Rajasthan.
- As part of RBI's Scale-up CFL Project, all 429 CFL centres are operationalised and managed by a 1,790+ on-ground team to facilitate community outreach.
- Preparations for Phase II of scale-up initiated – this will cover 118 additional CFLs in 7 existing states by December 2022 (over and above existing 429 CFLs)

Promoting environment conservation and larger social consciousness among employees

CRISIL  
**re** 



- Environment conservation initiatives continued through on-ground partners – covered post-plantation drives at Mumbai, Pune, Gurugram and Hyderabad and water conservation initiatives.
- CRISILites were also engaged through various virtual engagements – like mentoring and virtual volunteering programmes.

**About CRISIL Limited**

CRISIL is a leading, agile and innovative global analytics company driven by its mission of making markets function better.

It is India's foremost provider of ratings, data, research, analytics and solutions, with a strong track record of growth, culture of innovation and global footprint.

It has delivered independent opinions, actionable insights, and efficient solutions to over 100,000 customers.

It is majority owned by S&P Global Inc, a leading provider of transparent and independent ratings, benchmarks, analytics and data to the capital and commodity markets worldwide

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