

CareEdge-ESG conducts Annual Thermax Limited Rating Surveillance

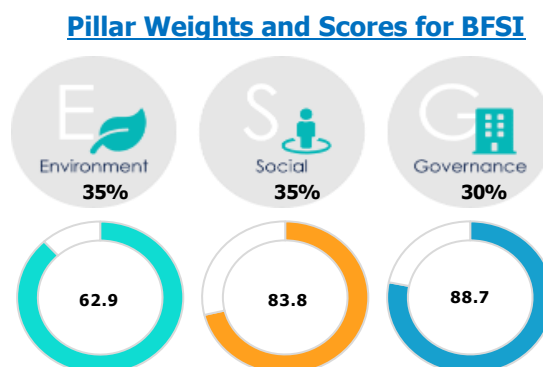
May 29, 2026

CARE ESG Ratings Limited (CareEdge-ESG) completes Annual ESG Rating Surveillance for Thermax Limited

CARE ESG Ratings Limited (CareEdge-ESG), a Securities & Exchange Board of India (SEBI)-registered ESG Rating Provider (ERP) and a wholly owned subsidiary of CARE Ratings Limited, has completed the annual surveillance ESG rating for Thermax Limited.

Thermax Limited, a leading provider of energy and environmental solutions specialising in boilers, heating, cooling, water treatment, air pollution control, and renewable energy solutions, has improved its ESG performance with a score of 78.0, up from 72.5 in the previous year, while maintaining its CareEdge-ESG 1 rating. The company's strengthened ESG score reflects its leadership in managing environmental, social, and governance risks and opportunities through transparent disclosures, robust board-approved sustainability policies, and consistent implementation of responsible practices across its operations. Please follow the [link](#) for Thermax's detailed ESG rating rationale.

The rating assigned to Thermax Limited reflects its strong commitment to sustainable practices in the energy and environmental solutions sector. Thermax has demonstrated leadership across key environmental areas, including biodiversity, carbon & other emissions, raw material sourcing, and the adoption of clean and renewable technologies. Under the social pillar, the company has shown strong performance in employee health & safety, value chain, and product safety & quality. Further, the company's ESG materiality assessment, structured prioritization framework, and comprehensive enterprise risk management practices strengthen its governance profile, collectively supporting the assigned rating.



Rating Scale



For CareEdge ESG Rating scale and definitions, refer to www.careedgeesg.com

CareEdge-ESG's ratings are determined through a comprehensive analysis of the environmental, social, and governance risks and opportunities associated with a company. A composite score is calculated based on the company's performance across key indicators spanning the three pillars of ESG. For the Capital Goods sector, CareEdge-ESG's methodology comprises of 350 indicators across 20 themes. The Environmental and Social pillars carry equal weightage of 35% each for this sector, reflecting the deliberate emphasis placed on both dimensions. Environmental aspects such as biodiversity, effluent treatment, and carbon emissions management are considered equally critical as social aspects including product safety, employee health and safety, and value chain responsibility within this industry.

ESG performance is dynamic and can change significantly due to policy enhancements, operational improvements, emerging risks, regulatory developments, or shifts in stakeholder expectations. Conducting annual ESG rating surveillance ensures that the company's ESG performance remains current, credible, and aligned with evolving standards. It captures year-on-year improvements in disclosures, risk management and sustainability practices, while highlighting areas that need strengthening. This process enhances transparency for stakeholders and helps companies to identify areas for improvement, motivating them to design sustainable transitions and fostering responsible business practices.

Rajendran A., Executive Vice President & Group CFO, Thermax Limited, commented, "Environmental, Social, and Governance (ESG) is important for organizations that want to operate in a responsible and sustainable way. It helps companies understand and manage risks related to the environment, people, and business practices. By following ESG principles, organizations can reduce their environmental impact by using resources efficiently, controlling emissions, and adopting sustainable methods. At the same time, ESG encourages companies to create inclusive workplaces and follow ethical practices in their operations. Strong governance ensures that the organization works with transparency, takes accountability for its actions, and makes fair and well-informed decisions. It also strengthens corporate reputation, helping build trust with customers, employees, and the wider community. The ESG rating score of 78 with a rating symbol of "CareEdge-ESG 1" reflects a strong and well-balanced performance across sustainability, ethical practices, and corporate governance. A score at this level typically indicates that the organization is effectively managing material ESG risks while demonstrating responsible business conduct and long-term resilience."

Saikat Roy, Chief Executive Officer, CareEdge-ESG, commented, "CareEdge ESG's annual surveillance assessment provides an independent perspective on how companies continue to strengthen their ESG performance over time. Thermax Limited's improved ESG score reflects sustained progress in embedding sustainability into its core operations, supported by robust policies, focused environmental and social initiatives, and enhanced transparency in reporting key ESG metrics. As ESG performance becomes increasingly linked to industrial resilience, stakeholder trust, and even access to capital - with stronger ESG profiles often helping companies secure more competitive funding - our assessments offer transparent insights to track this progress. CareEdge ESG remains committed to delivering reliable evaluations that drive measurable and lasting impact."

Nikunj Dube, Chief Ratings Officer, CareEdge-ESG, commented, "With the completion of the annual ESG rating review for Thermax Limited, CareEdge-ESG reaffirms its commitment to advancing sustainable and responsible business practices through rigorous, transparent, and impartial ESG assessments that enable stakeholders to effectively track corporate sustainability progress. The surveillance exercise highlights Thermax Limited's continued progress in strengthening its ESG framework across environmental, social, and governance dimensions. The company has demonstrated notable efforts in advancing energy-efficient and clean technologies, strengthening environmental management practices, and integrating sustainability considerations into its operational approach. In addition, the company continues to maintain strong performance in areas such as employee health & safety, human capital development, and stakeholder engagement, supported by a robust governance structure and well-defined risk management processes. Overall, these developments reflect Thermax Limited's continued focus on embedding sustainability within its business strategy, positioning it as a credible benchmark among industry peers and supporting the long-term resilience of its ESG initiatives."

About CARE ESG Ratings Limited

CareEdge-ESG is a category I ERP, registered with SEBI and a wholly owned subsidiary of CARE Ratings Limited. With over thirty years of experience as an Indian credit rating agency, CARE Ratings' move to expand into ESG ratings through its subsidiary would help to enhance investor confidence while promoting accountability and transparency in businesses. Through our comprehensive and nuanced ESG assessments, CareEdge-ESG enables stakeholders to make informed decisions regarding sustainability, thereby fostering positive transformation and enhancing stakeholder trust.

For more information, visit www.careedgeesg.com | click on  to browse CareEdge-ESG's LinkedIn profile

Analytical Contact

Nikunj Dube	Chief Ratings Officer	Nikunj.dube@careedge.in	+91 – 72191 09995
Sohini Majumdar	Analyst		+91 – 22 – 6837 4400
Nidhi Pathak	Analyst		+91 – 22 – 6837 4400

Media Contact

Mradul Mishra	Director	Mradul.mishra@careedge.in	+91 – 22 – 6754 3596
---------------	----------	---------------------------	----------------------

Relationship Contact

Saikat Roy	Chief Executive Officer	Saikat.roy@careedge.in	+91 – 84528 15872
------------	-------------------------	------------------------	-------------------

CARE ESG Ratings Limited

Corporate Office: A Wing – 1102 / 1103, Kanakia Wall Street, Andheri Kurla Road, Chakala, Andheri (East), Mumbai – 400 093
Phone: +91 - 22 - 6837 4400 | CIN: U66190MH2016PLC285575

About Us:

CareEdge is a knowledge based analytical group that aims to provide superior insights based on technology, data analytics and detailed research. CARE ESG Ratings Limited (CareEdge-ESG) is one of the India's pioneer ESG rating provider fostering sustainability with ESG insights. With an aim of being a catalyst of change for a sustainable future with the most credible ESG assessments, CareEdge-ESG provides a 360-degree appraisal for the ESG performance benchmarking cum transition enabling ESG risk mitigation and enhanced decision-making capabilities for all stakeholders.

Disclaimer:

The ratings issued by CARE ESG Ratings Ltd (CareEdge-ESG) are opinions about an issuer, regarding its ESG profile and relative position in managing ESG Risk through disclosures, policies and performance and are not recommendations or suggestion, directly or indirectly to any user, to buy, sell, make or hold any investment, loan or security or to undertake any investment strategy with respect to any investment, loan or security or any issuer. These ratings do not convey suitability of an investment or adequacy of market price for the investor. They shall not form the basis for any investment decisions or analysis and shall not be substitute for the skill, judgement and caution to be exercised by the user of such ratings while making business and investment decisions. CareEdge- ESG gives no representations or warranties regarding the use of these ESG Scores and related materials and/or their fitness for a particular purpose. The agency does not constitute an audit on the rated entity. CareEdge-ESG has based its ESG ratings/score based on information obtained from reliable and credible sources. CARE-ESG does not, however, guarantee the accuracy, adequacy, or completeness of any information and is not responsible for any errors or omissions and the results obtained from the use of such information. CARE ESG reserves the right to change the ESG ratings/ score from time to time in accordance with the methodologies, policies and procedures. CareEdge ESG rating/ scoring report and any related material are meant for informational and reference purpose only and shall not be modified, reverse engineered, reproduced, or distributed, in whole or in part, for commercial purpose, in any form or by any means, or stored in a database or retrieval system. No part of the ESG rating/ score report or any other related material shall be quoted or used without CareEdge ESG's prior written consent, as an input or constituent for deriving results, outputs, inferences which have not been independently verified or validated by CareEdge, for commercial purpose or otherwise. The ESG scores / ratings have been issued by CareEdge ESG for use by users in the jurisdiction of India in accordance with the applicable regulations. Any usage of the ESG rating by the entity rated shall be for internal reference purpose, reference of investors or for usage on the webpage of the rated entity and / or in the annual report or similar usage, however in each case with appropriate source credit to CareEdge ESG. Most entities who are rated by CareEdge-ESG have paid a fee, based on the complexity of rating assignment. CareEdge-ESG or its subsidiaries/associates/promoter may also be involved with other commercial transactions with the entity. CareEdge-ESG is not responsible for any errors and states that it has no financial liability whatsoever to the users of the ratings of CareEdge-ESG.