Press Release

CareEdge-ESG conducts Shree Cement Limited Annual Rating Surveillance

July 31, 2026

CARE ESG Ratings Limited (CareEdge-ESG) completes Annual ESG Rating Surveillance for Shree Cement 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 Shree Cement Limited (SCL).

Shree Cement Limited, one of India's leading cement manufacturers, has improved its ESG performance with a score of 73.8 in FY25, up from 70.8 in the previous year, while maintaining its CareEdge-ESG 1 rating. The company's strengthened ESG score reflects its continued focus on managing environmental, social, and governance risks and opportunities through transparent disclosures, robust sustainability practices, and responsible operational management across its business activities. Please follow the link for Shree Cement Limited detailed ESG rating rationale.

The rating assigned to Shree Cement Limited reflects its strong commitment to sustainable practices in the cement sector. SCL has performed well under key environmental themes, reflecting its focus on environmental stewardship, particularly in carbon and other emissions, effluent and waste, and water usage management. Under the social pillar, the company has shown strong performance in employee health & safety, community support & development, and human rights. 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.

ESG Score

Data Transparency Level: **High**

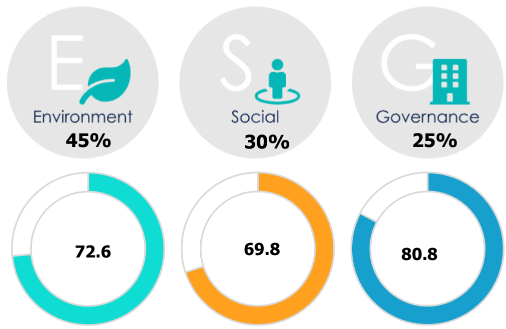
Data Reporting Boundary: **Standalone**

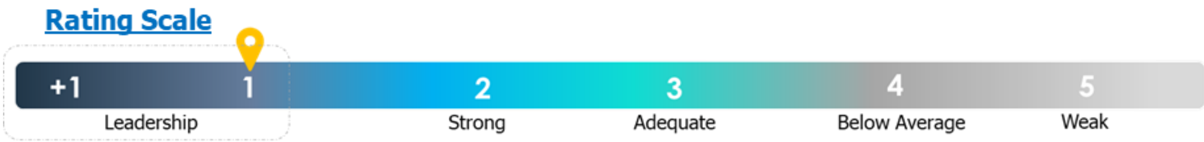
Overall Transition Pathway Trajectory: **Strong**

Environment Transition Pathway Trajectory: **Leadership**

Social Transition Pathway Trajectory: **Adequate**

Pillar Weights and Scores for BFSI





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 Cement sector, CareEdge ESG's methodology comprises around 300 indicators across 17 themes. The environment pillar carries the weight, at 45%, as it covers critical issues such as carbon & other emissions, biodiversity, effluent treatment, and water management, which are central to mitigating the environmental impact of production. The social pillar carries a weightage of 30%, as it covers significant issues such as employee health & safety, community support & development, and human capital which are central to ensuring responsible business practices, stakeholder well-being, and minimizing the social impacts associated with production and operations.

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.

Subhash Jajoo, Chief Finance Officer, Shree Cement Limited, commented, "At Shree Cement, sustainability is not a separate initiative but an integral part of our growth strategy. The CareEdge-ESG assessment reflects our consistent efforts towards decarbonization, resource efficiency, community development and responsible governance. We remain committed to building a greener and more resilient future."

Saikat Roy, Chief Executive Officer, CARE ESG Ratings, commented, "CareEdge ESG's annual surveillance assessment provides an independent perspective on how companies continue to strengthen their ESG performance over time. Shree Cement Limited's ESG rating reflects the company's strong commitment towards sustainable and responsible business practices within the cement sector. The company has demonstrated consistent progress across key environmental and governance parameters through its focus on carbon & other emissions, water conservation, waste management, product stewardship, and operational sustainability initiatives. Supported by robust governance oversight and transparent ESG disclosures, Shree Cement Limited continues to strengthen its long-term sustainability framework. CareEdge-ESG's independent and data-driven assessment approach aims to enhance transparency in sustainable finance and support stakeholders in making informed, sustainability-aligned decisions."

Nikunj Dube, Chief Ratings Officer, CARE ESG Ratings, commented, "With the completion of the annual ESG rating review for Shree Cement Limited, SCL has demonstrated a well-integrated ESG framework supported by strong governance practices, responsible resource management, and a continued focus on sustainable operations within the cement sector. The company's performance across areas such as emissions & waste management and operational efficiency reflects its commitment towards long-term environmental sustainability. In addition, robust governance oversight, business ethics, transparent disclosures, and structured sustainability initiatives continue to strengthen the company's ESG profile. Overall, SCL's ESG rating reflects a balanced combination of sustainability-driven growth, operational resilience, and governance strength, positioning the company as a credible ESG performer within the Indian cement industry."

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 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	Lead Analyst	Sohini.Majumdar@careedge.in	+91 – 22 – 6837 4400
Nidhi Pathak	Analyst	Nidhi.Pathak@careedge.in	+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.