Avanse Financial Services raises ~₹1,200 crores through a rights issue to accelerate its next phase of growth

Mumbai, January 05, 2026: Avanse Financial Services (Avanse), a leading education-focused non-banking financial company (NBFC) in India, today announced that it has raised ~₹1,200 crores from its existing shareholders – Warburg Pincus, a pioneer of global growth investing, through its affiliate Olive Vine Investment Ltd., Kedaara Capital (Kedaara Capital Growth Fund III LLP & Kedaara Pichola Holding Ltd.) and Alpha Investment Company LLC, an affiliate of Mubadala Investment Company, via a rights issue. This capital raise underscores strong shareholder confidence and Avanse's disciplined approach to building a diversified funding base, aligned to its strategy to raise capital in a calibrated manner.

Avanse has consistently delivered sustained growth by focusing on enabling the academic aspirations of Indian students, supported by robust risk management practices and strong execution capabilities across domestic and international education segments.

This fresh capital raised will be utilised to:

- **Scale education loan disbursements** across a wider spectrum of students, courses, and countries.
- **Strengthen the country's education infrastructure** by driving product innovation and launching a new suite of solutions, such as **Flexi-Term Loans** and **Receivable Financing Term Loans.**
- **Identify white spaces** and deploy capital to seed and build businesses.
- **Strengthen digital platforms and analytics**, enhancing speed, transparency, and customer experience.
- **Deepen institutional partnerships** across universities, colleges, and education counsellors.
- **Further reinforce capital adequacy** and **balance sheet strength**, supporting long-term resilience.

Amit Gainda, Managing Director & CEO, Avanse Financial Services, said, "The successful completion of this rights issue reflects the strong confidence our shareholders have in Avanse's strategy, governance, and long-term growth potential. This capital will enable us to scale responsibly, reach more customers, identify white spaces, drive product innovation and continue building an inclusive and robust financing ecosystem."

He added, "India's education financing landscape is supported by favourable demographics, rising aspirations for higher education, and a growing need for structured financial support. Avanse is well-positioned to capture this opportunity through its deep domain expertise, robust underwriting framework, and technology-enabled operating model."

Hemant Mundra, Managing Director, Warburg Pincus, said, "We remain excited about India's education finance segment and believe specialised lenders, like Avanse, will continue to play a pivotal role in meeting the aspirations of young Indians. Over the last six years, we have partnered closely with Amit and the management team to help build Avanse into a strong and differentiated platform as India's second-largest education-focused NBFC. Warburg Pincus has an established track record of partnering with high-quality management teams in the financial services sector, and this investment underscores our continued commitment to support Amit and the leadership team, as

Avanse enters its next phase of growth. The rights issue will meaningfully strengthen the company's net worth and balance sheet, enabling Avanse to further scale its platform."

Sunish Sharma, Founder & Managing Partner at Kedaara Capital, said, "We are delighted to deepen our partnership with Avanse through this rights issue. Avanse, led by a strong management team, has built a differentiated platform characterised by prudent risk management and a technology-driven operating model. This positions the company well to capitalise on the structural growth opportunities within India's education financing ecosystem. We continue to have deep conviction in Avanse's strategic direction and are excited to support the business as it embarks on its next phase of growth."

Avanse remains committed to investing in people, processes, and technology to build a future-ready organisation. By leveraging data-led decision-making and a customer-centric approach, the organisation aims to simplify education and education infrastructure financing, empowering more students to pursue their academic ambitions with confidence. As Avanse enters its next phase of growth, it will continue to uphold responsible lending practices and focus on long-term value creation for all stakeholders.

About Avanse Financial Services

Avanse Financial Services Limited is an education-focused non-banking financial company (NBFC) on a mission to make education financing seamless and affordable for every deserving Indian student. The company offers loans across three key segments:

- **Student Loan - International –** customised education financing solutions for Indian students pursuing undergraduate & postgraduate courses overseas
- **Education Loans Domestic –** customised financing solutions for Indian students seeking higher education at domestic institutions. It also includes loans for professionals engaging in executive learning programs, as well as financing for both curriculum fees for students enrolled in accredited schools and non-curriculum fees associated with skilling programs, executive education, and test preparation courses, all in India.
- **Educational Institution Loans –** collateral-backed financing solutions to private educational institutions, generally K-12 schools, located in peripheral areas of tier I cities and in tier II and beyond cities in India

For more information, please click here.

Media contact:
Koeli Dutta | Rashmi Kotian
E: koeli.dutta@avanse.com | rashmi.kotian@avanse.com | mediarelations@avanse.com
M: +91 8879330544 | +91 7875280634