

Through BSE's online portal for Corporate Compliances & Listing Centre

Ref. No. AFSL/SECL/2025-26/049

August 13, 2025

The Manager
Listing Department
BSE Limited, P.J. Towers,
Dalal Street, Mumbai – 400 001

Dear Sir/Madam,

Sub: Outcome of meeting of the Board of Directors of Avanse Financial Services Limited (“the Company”) held on August 12, 2025 and reconvened on August 13, 2025

Pursuant to the applicable provisions of the Securities and Exchange Board of India (“SEBI”) (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“**Listing Regulations**”) read with the applicable Master Directions, Circulars, Guidelines, as may be issued by the SEBI from time to time, we wish to inform that the Board of Directors of the Company (“**the Board**”) at their reconvened meeting held today i.e. Wednesday, August 13, 2025 has *inter-alia*, considered and approved, based on the recommendation of the Audit Committee,

- i. Unaudited standalone financial results of the Company for the quarter ended June 30, 2025 (“**Financial Results**”) and took note of the limited review report thereon in terms of Regulation 52 of the Listing Regulations; and
- ii. The appointment of Makarand M. Joshi & Co., Practicing Company Secretaries as the Secretarial Auditors of the Company for FY 2025-26.

Please find enclosed herewith the following:

- i. Financial Results along with the limited review report thereon;
- ii. Disclosure of ratios and prescribed line items, as a part of the Financial Results, pursuant to Regulation 52(4) of the Listing Regulations;
- iii. Disclosure as to the extent and nature of security created and maintained by the Company, with respect to its secured listed non-convertible debt securities, as a part of notes to the Financial Results, pursuant to Regulation 54(2) of the Listing Regulations; and
- iv. Disclosures of security cover pursuant to Regulation 54(3) of the Listing Regulations in **Annexure A**.

The Financial Results have also been uploaded on the website of the Company i.e. www.avanse.com. The abstracts of the Financial Results will also be published in a newspaper, in the format prescribed by the SEBI within the prescribed time limit.

Further, the Company is proposing to make a public issue of its equity shares and has filed its draft red herring prospectus dated July 31, 2024 with the SEBI and the same is available on the website of the SEBI at www.sebi.gov.in, the Company at www.avanse.com, its book running lead managers at their respective websites at www.kotak.com, www.avendus.com, www.jpmorgan.com, www.nomura.com, www.nuvama.com, and www.sbicaps.com and also on the websites of the National Stock Exchange of India Limited at www.nseindia.com and the BSE Limited at www.bseindia.com.

Avanse Financial Services Ltd.
Registered & Corporate Office:
Times Square Building, E wing, 4th Floor,
Opp. Mittal Industrial Estate, Gamdevi,
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Andheri (East), Mumbai 400 059 Maharashtra.

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ASPIRE WITHOUT BOUNDARIES

The Board Meeting commenced at 4:40 PM (IST) on August 12, 2025, which was reconvened at 4:20 PM (IST) on August 13, 2025 and concluded at 7:50 PM (IST) on August 13, 2025.

We request you to take the above on record.

Thanking you.

Yours faithfully,

For Avanse Financial Services Limited

Rajesh Gandhi
Company Secretary
ICSI Membership No.: A-19086

Encl.: as above

Walker Chandiok & Co LLP
Chartered Accountants
16th Floor, Tower III, One International Centre
Senapati Bapat Marg, Prabhadevi (W)
Mumbai - 400 013

Kirtane & Pandit LLP
Chartered Accountants
601, 6th Floor, Earth Vintage
Senapati Bapat Marg, Dadar (W)
Mumbai - 400 028

Independent Auditor's Review Report on Unaudited Standalone Quarterly Financial Results of Avanse Financial Services Limited pursuant to the Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)

To the Board of Directors of Avanse Financial Services Limited

1. We have reviewed the accompanying statement of unaudited standalone financial results ('the Statement') of **Avanse Financial Services Limited** ('the NBFC') for the quarter ended **30 June 2025**, being submitted by the NBFC pursuant to the requirements of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended) ('Listing Regulations').
2. The Statement, which is the responsibility of the NBFC's management and approved by the NBFC's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, Interim Financial Reporting ('Ind AS 34'), prescribed under section 133 of the Companies Act, 2013 ('the Act'), the circulars, guidelines and directions issued by the Reserve Bank of India ('the RBI') from time to time, applicable to NBFCs ('the RBI guidelines'), and other accounting principles generally accepted in India, and is in compliance with the presentation and disclosure requirements of Regulation 52 of the Listing Regulations. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410, Review of Interim Financial Information Performed by the Independent Auditor of the Entity, issued by the Institute of Chartered Accountants of India. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with the Standards on Auditing specified under section 143(10) of the Act, and consequently, does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in Ind AS 34, prescribed under section 133 of the Act, the RBI guidelines, and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in accordance with the requirements of Regulation 52 of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement, or that it has not been prepared in accordance with the relevant prudential norms issued by the RBI in respect of income recognition, asset classification, provisioning and other related matters.



Walker Chandiok & Co LLP

Chartered Accountants

16th Floor, Tower III, One International Centre

Senapati Bapat Marg, Prabhadevi (W)

Mumbai - 400 013**Kirtane & Pandit LLP**

Chartered Accountants

601, 6th Floor, Earth Vintage

Senapati Bapat Marg, Dadar (W)

Mumbai - 400 028

5. The review of unaudited standalone financial results for the quarter ended 30 June 2024 and the audit of standalone financial results for the year ended 31 March 2025, included in the Statement, were carried out and reported by Walker Chandiok & Co. LLP, who have expressed an unmodified conclusion vide their review report dated 12 August 2024 and an unmodified opinion vide their audit report dated 30 April 2025, respectively, whose reports have been furnished to Kirtane & Pandit LLP and which have been relied upon by them for the purpose of their review of the Statement. Our conclusion is not modified in respect of this matter.

For Walker Chandiok & Co LLP

Chartered Accountants

Firm Registration No:001076N/N500013

**Manish Gujral**

Partner

Membership No:105117

UDIN:25105117BMOLLP4567

Place: Mumbai

Date: 13 August 2025

For Kirtane & Pandit LLP

Chartered Accountants

Firm Registration No:105215W/W100057

**Pinky Nagdev**

Partner

Membership No:130815

UDIN:25130815BNFXPM2064

Place: Mumbai

Date: 13 August 2025

Avanse Financial Services Limited

CIN : U67120MH1992PLC068060

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STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2025

(Rs. in Lakhs)

Sr. No.	Particulars	Quarter ended			Year ended
		June 30, 2025	March 31, 2025	June 30, 2024	March 31, 2025
		Unaudited	Audited (Refer note 11)	Unaudited	Audited
1	Revenue from operations				
(a)	Interest income	58,016.33	56,529.90	43,194.95	2,01,300.23
(b)	Fee and commission income	3,832.38	4,113.59	4,873.32	22,705.16
(c)	Net gain on fair value changes	448.98	610.16	216.32	1,466.76
(d)	Net gain on derecognition of financial instrument on amortised cost basis	1,864.36	3,630.23	1,464.63	9,092.07
	Total revenue from operations	64,162.05	64,883.88	49,749.22	2,34,564.22
	Other income	162.64	178.99	165.29	515.51
	Total income	64,324.69	65,062.87	49,914.51	2,35,079.73
2	Expenses				
(a)	Finance costs	35,607.67	34,480.12	25,491.27	1,21,699.73
(b)	Impairment on financial instruments	2,689.55	2,666.37	900.63	6,469.22
(c)	Employee benefits expense	4,378.00	4,851.30	3,746.04	16,919.56
(d)	Depreciation and amortisation	1,009.56	998.92	719.26	3,473.28
(e)	Other expenses	4,800.13	4,179.83	4,701.79	19,028.02
	Total expenses	48,484.91	47,176.54	35,558.99	1,67,589.81
3	Profit before tax (1-2)	15,839.78	17,886.33	14,355.52	67,489.92
4	Tax expense				
(a)	Current tax	4,155.91	4,532.52	3,742.47	16,218.63
(b)	Deferred tax	(100.12)	(39.33)	(103.54)	848.61
	Total tax expenses	4,055.79	4,493.19	3,638.93	17,067.24
5	Net profit after tax for the period/year (3-4)	11,783.99	13,393.14	10,716.59	50,422.68
6	Other comprehensive income				
	(A) Items that will not be reclassified to profit or loss				
	(i) Remeasurement (loss) / gain on post retirement benefit plans	(89.58)	9.22	(27.67)	(88.55)
	(ii) Income tax on above	22.55	(2.32)	6.96	22.29
	Subtotal (A)	(67.03)	6.90	(20.71)	(66.26)
	(B) Items that will be reclassified to profit or loss				
	(i) Change in cash flow hedge reserve	(1,008.22)	(6,988.38)	63.19	(6,153.17)
	(ii) Income tax on above	253.75	1,758.84	(15.90)	1,548.63
	Subtotal (B)	(754.47)	(5,229.54)	47.29	(4,604.54)
	Total other comprehensive income (A+B)	(821.50)	(5,222.64)	26.58	(4,670.80)
7	Total comprehensive Income (5+6)	10,962.49	8,170.50	10,743.17	45,751.88
8	Earnings per equity share (not annualised for the quarters)				
(a)	Basic EPS (in Rs.)	4.68	5.32	4.26	20.02
(b)	Diluted EPS (in Rs.)	4.57	5.13	4.15	19.33
(c)	Face value per share (in Rs.)	5.00	5.00	5.00	5.00



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Notes:

- 1 The Company is a Non-Deposit taking Non-Banking Financial Company registered with the Reserve Bank of India ('RBI'), classified as a NBFC - Middle Layer as per the Master Direction - Reserve Bank of India (Non-Banking Financial Company Scale Based Regulation) Directions, 2023.
- 2 The above standalone financial results for the quarter ended June 30, 2025 have been reviewed by the Audit Committee and subsequently approved by the Board of Directors of the Company at their respective meetings held on August 13, 2025.
- 3 The above standalone financial results for the quarter ended June 30, 2025 have been subjected to limited review by the Joint Statutory Auditors of the Company. The Joint Statutory Auditors have expressed an unmodified conclusion thereon.
- 4 The standalone financial results of the Company have been prepared in accordance with the Indian Accounting Standards ('Ind AS') notified under the Companies (Indian Accounting Standards) Rules, 2015 as amended. Accordingly, these standalone financial have been prepared in accordance with recognition and measurement principles laid down in Indian Accounting Standard 34, "Interim Financial Reporting" ("Ind AS 34"), prescribed under section 133 of the Companies Act 2013 ('the Act'), and other recognised accounting practices generally accepted in India, in compliance with Regulation 52 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('Listing Regulations') pursuant to circular SEBI/HO/DDHS/DDHS_Div/P/CIR/2022/0000000103 dated July 29, 2022.
- 5 The Company is primarily engaged in the business of financing and accordingly, there are no separate reportable segments as per Ind AS 108 dealing with operating segments.
- 6 The secured, listed, non convertible debentures of the Company are secured by way of first pari passu charge on loan receivables of the Company with an asset cover to the extent of 100% and above as on June 30, 2025, as required under Debenture Trust Deed.
- 7 The Company has filed a Draft Red Herring Prospectus (DRHP) dated June 20, 2024 with the Securities and Exchange Board of India (SEBI), BSE Limited and National Stock Exchange of India Limited in connection with its Initial Public Offering (IPO) of equity shares of face value of Rs 5 each comprising of a fresh issue of Equity Shares aggregating up to Rs 1,000 crore and an offer for sale of Equity Shares aggregating up to Rs 2,500 crore by existing shareholders, subject to receipt of regulatory approvals, market conditions and other considerations. Pursuant to letter dated July 25, 2024 from SEBI, the Company re-filed the DRHP on July 31, 2024 with SEBI, BSE Limited and National Stock Exchange of India Limited. Further, the Company received observations on the DRHP from SEBI vide its letter dated October 23, 2024.
- 8 Disclosures pursuant to RBI Notification - RBI/DOR/2021-22/86 DOR.STR.REC.51/21.04.048/2021-22 dated September 24, 2021.
(a) Details of transfer through assignment / co-lending in respect of loans not in default during the quarter ended June 30, 2025

Particulars	Quarter ended June 30, 2025	
	Secured	Unsecured
Count of loan accounts	-	485
Amount of loan transferred through assignment/ co-lending (Rs in Lakhs)	-	8,688.66
Aggregate consideration received (Rs in Lakhs)	-	8,688.66
Retention of beneficial economic interest (MRR)	-	10.00%
Weighted Average Maturity (Residual Maturity) (in months)	-	78
Weighted Average Holding Period (in months)	-	45
Coverage of tangible security	-	NA [#]
Rating-wise distribution of rated loans	NA	Unrated

[#]Includes loans which are secured by lien over balance in bank accounts of the borrower, and fixed deposits.

(b) The Company has not acquired, any loan not in default, through assignment during the quarter ended June 30, 2025

(c) The Company has not acquired or sold any stressed loans during the quarter ended June 30, 2025.

- 9 Disclosure in compliance with Regulation 52(4) of the SEBI (Listing Obligation and Disclosure requirements) Regulation, 2015 for the quarter ended June 30, 2025 is attached in Annexure A.
- 10 The Nomination, Remuneration and Compensation Committee of Directors of the Company had approved the grant of 3,55,000 stock options during the quarter ended June 30, 2025 to eligible employees.
- 11 The figures for the quarter ended March 31, 2025 represents the balancing figures between audited figures for the year ended March 31, 2025 and the reviewed figures for the nine months ended December 31, 2024.
- 12 Figures for the previous year/periods have been regrouped and/or reclassified wherever considered necessary in conformity with the current period's classification / grouping. The impact, if any, are not material to financial results.

For and on behalf of the Board of Directors of
Avanse Financial Services Limited



Amit Gaiinda
Managing Director & CEO
DIN - 09494847

Place : Mumbai
Date : August 13, 2025



Avanse Financial Services Limited

CIN : U67120MH1992PLC068060

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Annexure A**Disclosure in compliance with Regulation 52(4) of the SEBI (Listing Obligation and Disclosure Requirements) Regulation, 2015 for the quarter ended June 30, 2025**

Sr. No.	Particulars	Quarter ended			Year ended
		June 30, 2025	March 31, 2025	June 30, 2024	March 31, 2025
1	Debt-Equity ratio	3.67	3.49	2.68	3.49
2	Outstanding redeemable preference shares (quantity and value)	-	-	-	-
3	Capital redemption reserve	-	-	-	-
4	Debenture redemption reserve (Refer Note 1)	-	-	-	-
5	Net worth (Refer Note 2)	4,19,345.15	4,08,261.61	3,74,811.95	4,08,261.61
6	Total debt to total assets (%)	76.89%	76.14%	70.01%	76.14%
7	Net profit margin (%) (Refer Note 3)	18.37%	20.64%	21.54%	21.50%
8	Sector specific equivalent ratios				
	(a) Gross Stage 3 (%)	0.32%	0.26%	0.35%	0.26%
	(b) Net Stage 3 (%)	0.06%	0.04%	0.11%	0.04%
	(c) Capital Risk Adequacy Ratio (%)	22.09%	22.44%	25.54%	22.44%
	(d) Liquidity Coverage Ratio (%)	268.65%	224.88%	191.77%	230.17%

Notes:

1. The Company is not required to create debenture redemption reserve in terms of the Companies (Share Capital and Debenture) Rules, 2014 read with the Companies (Share Capital and Debenture) Amendments Rules, 2019.

2. Net worth is equal to paid up equity share capital plus other equity less deferred tax assets and intangible assets.

3. Net profit margin is net profit after tax divided by revenue from operations.

4. Debt service coverage ratio, Interest service coverage ratio, Current ratio, Long term debt to working capital ratio, Bad debts to account receivable ratio, Current liability ratio, Debtors turnover, Inventory turnover and Operating margin (%) are not applicable.



Annexure A to the Outcome of the Board meeting

To,
BSE Limited
Dept, of Corporate Services
Phiroze Jeejeebhoy Towers,
Dalal Street, Fort,
Mumbai - 400001

Dear Sir/Madam,

Sub: Security Cover Declaration under Regulation 54 of Listing Regulations

Pursuant to the above-referred regulations read with SEBI Circular No. SEBI/HO/MIRSD/MIRSD_CRADT/CIR/P/2022/67 dated May 19, 2022 (“**SEBI Circular**”), it is hereby declared that all the secured NCDs issued by the Company are secured by way of first ranking pari-passu charge by way of hypothecation over present and future receivables of the Company to the extent of at least 100% of outstanding secured NCDs or higher security cover as per the terms of Offer Document / Information Memorandum for the quarter ended June 30, 2025.

Details of Security Cover for the period ended June 30, 2025 is enclosed herewith in the format prescribed under the aforementioned SEBI Circular.

You are requested to take the same on your records.

Thanking You,
For Avanse Financial Services Limited

Rajesh Gandhi
Company Secretary
ICSI Membership No.: A-19086

Table 1 - Statement of security cover as on June 30, 2025

Column A	Column B	Column C	Column D	Column E	Column F	Column G	Column H	Column I	Column J	Column K	Column L	Column M	Column N	Column O
Particulars	Description of asset for which this certificate relate	Exclusive Charge	Exclusive Charge	Pari-Passu Charge	Pari-Passu Charge	Pari-Passu Charge	Assets not offered as security	Elimination on (account in negative)	(Total C to H)	Related to only those items covered by this Certificate				
		Debt for which this certificate being issued	Other Secured Debt	Debt for which this certificate being issued	Assets shared by pari passu debt holder (includes debt for which this is issued & other debt with pari-passu charge)	Other assets on which there is pari-passu charge (excluding items covered in column F)		Debt amount considered more than once (due to exclusive plus pari passu charge)		Market Value (if Asset charged on Exclusive basis)	Carrying /book value for exclusive charge assets where market value is not ascertainable or applicable (For Eg. Bank Balance, DSRA market value is not applicable)	Market Value for Pari passu charge Assets	Carrying value/book value for pari passu charge assets where market value is not ascertainable or applicable (For Eg. Bank Balance, DSRA market value is not applicable)	Total Value (K+L+M+N)
		Book Value	Book Value	Yes/No	Book Value	Book Value								
Assets														
Property, Plant and Equipment	Freehold Land	-	-	Yes	7.50	-	-	4,057.67	-	4,065.17	-	-	-	7.50
Capital Work in Progress		-	-	-	-	-	-	-	-	-	-	-	-	-
Right of use Assets		-	-	-	-	-	-	4,006.75	-	4,006.75	-	-	-	-
Goodwill		-	-	-	-	-	-	-	-	-	-	-	-	-
Intangible Assets		-	-	-	-	-	-	1,976.38	-	1,976.38	-	-	-	-
Intangible Assets under development		-	-	-	-	-	-	297.93	-	297.93	-	-	-	-
Investments		-	-	-	-	-	-	30,152.34	-	30,152.34	-	-	-	-
Loans	Receivables	-	-	Yes	16,86,937.01	-	-	1,45,165.54	-	18,32,102.55	-	-	16,86,937.01	16,86,937.01
Inventories		-	-	-	-	-	-	-	-	-	-	-	-	-
Trade Receivables		-	-	-	-	-	-	3,248.93	-	3,248.93	-	-	-	-
Cash and Cash Equivalents		-	-	-	-	-	-	1,35,332.34	-	1,35,332.34	-	-	-	-
Bank Balances other than Cash and Cash Equivalents		-	2,985.67	-	-	-	-	4,378.70	-	7,364.37	2,985.67	-	-	2,985.67
Others		-	-	-	-	-	-	12,235.09	-	12,235.09	-	-	-	-
Total		-	2,985.67	-	16,86,944.51	-	-	3,40,851.67	-	20,30,781.85	-	2,985.67	-	16,86,944.51
LIABILITIES														
				Yes	3,05,255.48					3,05,255.48				
Debt securities to which this certificate pertains														
				Yes	12,43,641.98					12,43,641.98				
Other debt sharing pari passu charge with above debt														
Other debt								7,034.67		7,034.67				
Subordinated debt								5,176.25		5,176.25				
Borrowings			4,873.65											
Bank								1,559.77		1,559.77				
Debt Securities														
Others														
Trade payables								11,440.93		11,440.93				
Lease liabilities								4,320.06		4,320.06				
Provisions								887.60		887.60				
Others								20,804.23		20,804.23				
Total			4,873.66		15,48,897.47			51,223.01		16,04,994.12				
Covered on Book value								1.09						
Covered on Market value														
		Exclusive Security Cover Ratio			Pari-Passu Security Cover Ratio			1.09						

Notes:

- The Security Cover ratio pertains to only listed secured debt securities.
- IND AS adjustment for effective interest rate on listed debt securities are excluded from assets cover computation being an accounting adjustment and accordingly the asset cover is computed on a gross basis.
- Loan amount represents loan as per financial results for the period ended June 30, 2025 (net off provision).
- The amount has been extracted from the financial results for the year ended June 30, 2025.
- Security cover is calculated only on debt for which this certificate is being issued.
- Assets considered for pari passu charge and exclusive charge is calculated based on asset cover requirement as per respective placement memorandum/term sheets for securities.



Avanse Financial Services Ltd.
Registered & Corporate Office:
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ASPIRE WITHOUT BOUNDARIES

CIN : U67120MH1992PLC068060 - Formerly known as Avanse Financial Services Pvt. Ltd. & Abhivruddhi Holdings Private Limited

