



**Press Release**  
**ASHV FINANCE LIMITED**  
**June 10, 2025**  
**Rating Downgraded and Issuer not co-operating**

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	70.00	ACUITE B   Downgraded   Issuer not co-operating*	-
Non Convertible Debentures (NCD)	165.00	ACUITE B   Downgraded   Issuer not co-operating*	-
Total Outstanding Quantum (Rs. Cr)	235.00	-	-
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-

\* The issuer did not co-operate; based on best available information.

**Rating Rationale**

Acuite has downgraded the long-term rating of ‘**ACUITE BBB-**’ (read as **ACUITE Triple B minus**) to ‘**ACUITE B**’ (read as **ACUITE B**) on the Rs. 70.00 crore bank facilities of Ashv Finance Limited (AFL).

Acuite has downgraded the long-term rating of ‘**ACUITE BBB-**’ (read as **ACUITE Triple B minus**) to ‘**ACUITE B**’ (read as **ACUITE B**) on the Rs. 165.00 crore non-convertible debentures of Ashv Finance Limited (AFL).

The rating is now flagged as “Issuer Not-Cooperating” on account of information risk and is based on the best available information. The rating has been downgraded on account of information risk.

**About the Company**

Incorporated in February 1998, Mumbai based Ashv Finance Limited (AFL) is registered as nondeposit taking systemically important non-banking financial company. AFL is engaged in funding the MSME sector through various products both secured and unsecured financing. On October 08, 2020, the company had received the approval from Registrar of Companies for change in the name of the company from “Jain Sons Finlease Ltd” to “Ashv Finance Limited”.

**About the Group**

The company is promoted by the Aavishkaar group since 2011 which is focused on developing the impact ecosystem in the continents of Asia and Africa. The group is led by Mr. Vineet Rai who is the founder and Chairman of the group. The promoter group hold 26 percent of the equity shareholding in AFL as on March 31, 2024. The company started its lending operations in 2013 with venture-debt financing. In FY19, the revamping of the business model was done from venture debt financing to small ticket size business loan. AFL currently has customer presence in 6 states with a branch network of 38 branches as on March 31, 2024.

**Unsupported Rating**

Not Applicable

**Non-cooperation by the issuer/borrower**

Acuité has been requesting for data, information and undertakings from the rated entity for conducting surveillance & review of the rating. However, the issuer/borrower failed to submit such information before the due date. Acuité believes that information risk is a critical component in such ratings, and non-cooperation by the issuer along with unwillingness to provide information could be a sign of potential deterioration in its overall credit quality. This rating is, therefore, being flagged as “Issuer not-cooperating”, in line with prevailing SEBI regulations and Acuité’s policies.

**Limitation regarding information availability**

This rating is based on information available from sources other than the issuer / borrower (in the absence of information provided by the issuer / borrower) . Acuite endeavoured to gather information about the entity/industry from the public domain. Any rating with the suffix 'Issuer not cooperating' is assigned without any management interaction with the issuer entity or any data / information from the entity. Sometimes this non co-operation by a rated entity may be due to a result of deterioration in the credit risk profile of the entity. Therefore, Acuite cautions lenders and investors regarding the use of such information, on which the indicative credit rating is based.

### Rating Sensitivities

No information provided by the issuer / available for Acuite to comment upon

### All Covenants

1. Total Debt/Equity ratio to be within 3.75x (excluding securitization transactions)
2. Capital Adequacy Ratio (CAR) of at least 18% or as per applicable RBI regulation, whichever is higher, Of the above CAR, Tier-1 CAR to remain at minimum of 15%.
3. PAR > 90 days (of the Issuer's entire portfolio, including receivables sold or discounted on a non-recourse basis) not to exceed 8% of Gross Loan Portfolio (excluding-off balance sheet portfolio and PTCs issued by the Issuer)
4. Net NPA (excluding-off balance sheet portfolio and PTCs issued by the Issuer) to Tangible Net Worth shall not exceed 10%.
5. Issuer to maintain a minimum Net-worth of Rs. 230 crores
6. Earnings: After-tax Net Income (excluding extraordinary income) to remain positive. The said covenant to be tested on a quarterly basis starting from March 31, 2023 and on Annual basis thereafter.
7. Issuer to maintain minimum liquidity amount equivalent to next 2 month liabilities (excluding securitization obligations) after including Put Options/interest reset on liabilities (assuming 100% haircut in collections) in the form of unencumbered Cash and Cash equivalents.
8. No Loans exceeding 5% of Net-worth to any single party and/or guarantees on behalf of third parties.
9. There shall not be any negative mismatches on cumulative basis in any of the buckets till the next one year of ALM statement after incorporating all the liabilities of the company incorporating Put Options/ Reset Options etc. (in any form). The asset will also include all the unencumbered Cash and Cash equivalent maturing across all the buckets of the ALM as part of the opening asset balance. Unutilized bank lines and cash credit limits shall not be taken into account while testing the same.
10. In case Intellectap and /or Avishkar Group extends any comfort /guarantee in respect of any indebtedness of the Company (except in case of Banks/ FPIs/ Impact Funds) at any point in time during tenor of this NCDs Issue, the same shall be deemed to be applicable to this NCD Issue. The Issuer shall ensure that Intellectap and /or Avishkar Group forthwith executes all the necessary documents as may be required by the Debenture Holder in this regard and failure to do so shall be an event of default.
11. Any other additional covenant as may be mutually agreed and shall form a part of the transaction documents.

### Liquidity Position

No information provided by the issuer / available for Acuite to comment upon

### Outlook

Not Applicable

### Other Factors affecting Rating

None

### Key Financials:

Particulars	Unit	FY 2025 (Actual)	FY 2024 (Actual)
Total Assets*	Rs. Cr.	188.65	896.89
Total Income**	Rs. Cr.	12.22	74.59
PAT	Rs. Cr.	(226.63)	(110.14)
Net Worth	Rs. Cr.	90.20	316.98
Return on Average Assets (RoAA)	(%)	(41.75)	(10.87)
Return on Average Net Worth (RoNW)	(%)	(111.32)	(33.56)
Debt/Equity	Times	0.42	1.74
Gross NPA	(%)	N/A	4.44
Net NPA	(%)	N/A	2.00

\*Total assets exclude deferred tax assets

\*\*Total income equals to Net Interest Income plus other income

**Status of non-cooperation with previous CRA**

Not Applicable

**Interaction with Audit Committee anytime in the last 12 months (applicable for rated-listed / proposed to be listed debt securities being reviewed by Acuite)**

**Not applicable**

**Any other information**

Provisions of Chapter IV, Regulations 15 to 27 of SEBI (LODR) Regulations, 2015 apply to a listed entity which has listed its non-convertible debt securities and has an outstanding value of listed non-convertible debt of Rupees Five Hundred Crore and above.

**Applicable Criteria**

- Application Of Financial Ratios And Adjustments: <https://www.acuite.in/view-rating-criteria-53.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.htm>
- Non-Banking Financing Entities: <https://www.acuite.in/view-rating-criteria-44.htm>

**Note on complexity levels of the rated instrument**

In order to inform the investors about complexity of instruments, Acuité has categorized such instruments in three levels: Simple, Complex and Highly Complex. Acuite's categorisation of the instruments across the three categories is based on factors like variability of the returns to the investors, uncertainty in cash flow patterns, number of counterparties and general understanding of the instrument by the market. It has to be understood that complexity is different from credit risk and even an instrument categorized as 'Simple' can carry high levels of risk. For more details, please refer Rating Criteria "Complexity Level Of Financial Instruments" on [www.acuite.in](http://www.acuite.in).

## Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
10 Jun 2024	Term Loan	Long Term	7.29	ACUITE BBB-   Stable (Reaffirmed)
	Non-Convertible Debentures (NCD)	Long Term	30.00	ACUITE BBB-   Stable (Reaffirmed)
	Term Loan	Long Term	2.50	ACUITE BBB-   Stable (Reaffirmed)
	Term Loan	Long Term	12.00	ACUITE BBB-   Stable (Reaffirmed)
	Proposed Term Loan	Long Term	1.09	ACUITE BBB-   Stable (Reaffirmed)
	Non-Convertible Debentures (NCD)	Long Term	17.00	ACUITE BBB-   Stable (Reaffirmed)
	Non-Convertible Debentures (NCD)	Long Term	37.00	ACUITE BBB-   Stable (Reaffirmed)
	Non-Convertible Debentures (NCD)	Long Term	21.00	ACUITE BBB-   Stable (Reaffirmed)
	Non-Convertible Debentures (NCD)	Long Term	30.00	ACUITE BBB-   Stable (Reaffirmed)
	Non-Convertible Debentures (NCD)	Long Term	20.00	ACUITE BBB-   Stable (Reaffirmed)
	Non-Convertible Debentures (NCD)	Long Term	10.00	ACUITE BBB-   Stable (Reaffirmed)
	Proposed Long Term Bank Facility	Long Term	20.00	ACUITE BBB-   Stable (Reaffirmed)
	Term Loan	Long Term	3.79	ACUITE BBB-   Stable (Reaffirmed)
	Term Loan	Long Term	23.33	ACUITE BBB-   Stable (Reaffirmed)
15 Feb 2024	Term Loan	Long Term	12.00	ACUITE BBB-   Stable (Downgraded from ACUITE BBB   Stable)
	Proposed Term Loan	Long Term	1.09	ACUITE BBB-   Stable (Downgraded from ACUITE BBB   Stable)
	Term Loan	Long Term	7.29	ACUITE BBB-   Stable (Downgraded from ACUITE BBB   Stable)
	Term Loan	Long Term	3.79	ACUITE BBB-   Stable (Downgraded from ACUITE BBB   Stable)
	Non-Convertible Debentures (NCD)	Long Term	30.00	ACUITE BBB-   Stable (Downgraded from ACUITE BBB   Stable)
	Non-Convertible Debentures (NCD)	Long Term	20.00	ACUITE BBB-   Stable (Downgraded from ACUITE BBB   Stable)
	Non-Convertible Debentures (NCD)	Long Term	10.00	ACUITE BBB-   Stable (Downgraded from ACUITE BBB   Stable)
	Proposed Non Convertible Debentures	Long Term	5.00	ACUITE BBB-   Stable (Downgraded from ACUITE BBB   Stable)
	Term Loan	Long Term	23.33	ACUITE BBB-   Stable (Downgraded from ACUITE BBB   Stable)
	Proposed Long Term Bank Facility	Long Term	20.00	ACUITE BBB-   Stable (Downgraded from ACUITE BBB   Stable)
	Non-Convertible Debentures (NCD)	Long Term	25.00	ACUITE BBB-   Stable (Downgraded from ACUITE BBB   Stable)
	Non-Convertible Debentures (NCD)	Long Term	17.00	ACUITE BBB-   Stable (Downgraded from ACUITE BBB   Stable)
	Non-Convertible Debentures (NCD)	Long Term	37.00	ACUITE BBB-   Stable (Downgraded from ACUITE BBB   Stable)
	Non-Convertible Debentures (NCD)	Long Term	21.00	ACUITE BBB-   Stable (Downgraded from ACUITE BBB   Stable)
	Term Loan	Long Term	2.50	ACUITE BBB-   Stable (Downgraded from ACUITE BBB   Stable)

07 Nov 2023	Term Loan	Long Term	23.33	ACUITE BBB   Stable (Downgraded from ACUITE BBB+   Stable)
	Proposed Long Term Bank Facility	Long Term	20.00	ACUITE BBB   Stable (Assigned)
	Non-Convertible Debentures (NCD)	Long Term	25.00	ACUITE BBB   Stable (Downgraded from ACUITE BBB+   Stable)
	Non-Convertible Debentures (NCD)	Long Term	17.00	ACUITE BBB   Stable (Downgraded from ACUITE BBB+   Stable)
	Non-Convertible Debentures (NCD)	Long Term	37.00	ACUITE BBB   Stable (Downgraded from ACUITE BBB+   Stable)
	Non-Convertible Debentures (NCD)	Long Term	21.00	ACUITE BBB   Stable (Downgraded from ACUITE BBB+   Stable)
	Term Loan	Long Term	2.50	ACUITE BBB   Stable (Downgraded from ACUITE BBB+   Stable)
	Term Loan	Long Term	12.00	ACUITE BBB   Stable (Downgraded from ACUITE BBB+   Stable)
	Proposed Term Loan	Long Term	1.09	ACUITE BBB   Stable (Downgraded from ACUITE BBB+   Stable)
	Term Loan	Long Term	7.29	ACUITE BBB   Stable (Downgraded from ACUITE BBB+   Stable)
	Term Loan	Long Term	3.79	ACUITE BBB   Stable (Downgraded from ACUITE BBB+   Stable)
	Non-Convertible Debentures (NCD)	Long Term	30.00	ACUITE BBB   Stable (Downgraded from ACUITE BBB+   Stable)
	Non-Convertible Debentures (NCD)	Long Term	20.00	ACUITE BBB   Stable (Downgraded from ACUITE BBB+   Stable)
	Non-Convertible Debentures (NCD)	Long Term	10.00	ACUITE BBB   Stable (Downgraded from ACUITE BBB+   Stable)
	Proposed Non Convertible Debentures	Long Term	5.00	ACUITE BBB   Stable (Downgraded from ACUITE BBB+   Stable)
28 Jun 2023	Term Loan	Long Term	7.00	ACUITE BBB+   Stable (Reaffirmed)
	Non-Convertible Debentures (NCD)	Long Term	30.00	ACUITE BBB+   Stable (Reaffirmed)
	Non-Convertible Debentures (NCD)	Long Term	20.00	ACUITE BBB+   Stable (Reaffirmed)
	Non-Convertible Debentures (NCD)	Long Term	10.00	ACUITE BBB+   Stable (Assigned)
	Proposed Non Convertible Debentures	Long Term	5.00	ACUITE BBB+   Stable (Assigned)
	Non-Convertible Debentures (NCD)	Long Term	25.00	ACUITE BBB+   Stable (Reaffirmed)
	Non-Convertible Debentures (NCD)	Long Term	17.00	ACUITE BBB+   Stable (Reaffirmed)
	Non-Convertible Debentures (NCD)	Long Term	37.00	ACUITE BBB+   Stable (Reaffirmed)
	Non-Convertible Debentures (NCD)	Long Term	21.00	ACUITE BBB+   Stable (Reaffirmed)
	Term Loan	Long Term	10.00	ACUITE BBB+   Stable (Reaffirmed)
	Term Loan	Long Term	16.89	ACUITE BBB+   Stable (Reaffirmed)
	Proposed Term Loan	Long Term	6.59	ACUITE BBB+   Stable (Reaffirmed)
	Term Loan	Long Term	9.52	ACUITE BBB+   Stable (Reaffirmed)
	Non-Convertible Debentures (NCD)	Long Term	25.00	ACUITE BBB+   Stable (Reaffirmed)
	Non-Convertible Debentures (NCD)	Long Term	17.00	ACUITE BBB+   Stable (Reaffirmed)
	Non-Convertible Debentures (NCD)	Long Term	37.00	ACUITE BBB+   Stable (Reaffirmed)
	Non-Convertible Debentures	Long		

28 Jun 2022	(NCD)	Term	21.00	ACUITE BBB+   Stable (Reaffirmed)
	Term Loan	Long Term	15.00	ACUITE BBB+   Stable (Reaffirmed)
	Term Loan	Long Term	20.00	ACUITE BBB+   Stable (Reaffirmed)
	Proposed Long Term Loan	Long Term	15.00	ACUITE BBB+   Stable (Reaffirmed)
	Proposed Non Convertible Debentures	Long Term	50.00	ACUITE BBB+   Stable (Assigned)



**Annexure - Details of instruments rated**

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Complexity Level	Rating
Not Applicable	INE411R07103	Non-Convertible Debentures (NCD)	12 Nov 2021	13.45	25 Oct 2024	30.00	Simple	ACUITE B   Downgraded   Issuer not co-operating* ( from ACUITE BBB- )
Not Applicable	INE411R07111	Non-Convertible Debentures (NCD)	21 Dec 2021	13.30	20 Dec 2024	12.00	Simple	ACUITE B   Downgraded   Issuer not co-operating* ( from ACUITE BBB- )
Not Applicable	INE411R07129	Non-Convertible Debentures (NCD)	23 Dec 2021	12.30	23 Dec 2024	37.00	Simple	ACUITE B   Downgraded   Issuer not co-operating* ( from ACUITE BBB- )
Not Applicable	INE411R07137	Non-Convertible Debentures (NCD)	31 Mar 2022	12.75	07 Mar 2025	21.00	Simple	ACUITE B   Downgraded   Issuer not co-operating* ( from ACUITE BBB- )
Not Applicable	INE411R07152	Non-Convertible Debentures (NCD)	01 Jul 2022	12.90	30 Jun 2025	30.00	Simple	ACUITE B   Downgraded   Issuer not co-operating* ( from ACUITE BBB- )
Not Applicable	INE411R07194	Non-Convertible Debentures (NCD)	29 Mar 2023	12.50	29 Mar 2026	20.00	Simple	ACUITE B   Downgraded   Issuer not co-operating* ( from ACUITE BBB- )
Not Applicable	INE411R07186	Non-Convertible Debentures (NCD)	26 Sep 2022	13.25	31 Jul 2025	10.00	Simple	ACUITE B   Downgraded   Issuer not co-operating* ( from ACUITE BBB- )
Not Applicable	INE411R07111	Non-Convertible Debentures (NCD)	21 Dec 2021	13.30	20 Dec 2024	5.00	Simple	ACUITE B   Downgraded   Issuer not co-operating* ( from ACUITE BBB- )
Not Applicable	Not avl. / Not appl.	Proposed Long Term Bank Facility	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	20.00	Simple	ACUITE B   Downgraded   Issuer not co-operating* ( from ACUITE BBB- )
Not Applicable	Not avl. / Not appl.	Proposed Term Loan	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	1.09	Simple	ACUITE B   Downgraded   Issuer not co-operating* ( from ACUITE BBB- )
Indian Overseas Bank	Not avl. / Not appl.	Term Loan	Not avl. / Not appl.	Not avl. / Not appl.	17 Oct 2026	7.29	Simple	ACUITE B   Downgraded   Issuer not co-operating* ( from ACUITE BBB- )
* The issuer did not co-operate; based on best available information. AU Small Finance	Not avl. / Not appl.	Term Loan	Not avl. / Not appl.	Not avl. / Not appl.	31 Oct 2024	3.79	Simple	ACUITE B   Downgraded   Issuer not co-



Bank				appl.				operating* ( from ACUITE BBB- )
State Bank of India	Not avl. / Not appl.	Term Loan	Not avl. / Not appl.	Not avl. / Not appl.	10 Mar 2027	23.33	Simple	ACUITE B   Downgraded   Issuer not co-operating* ( from ACUITE BBB- )
A U Small Finance Bank	Not avl. / Not appl.	Term Loan	29 Oct 2021	Not avl. / Not appl.	03 Nov 2023	2.50	Simple	ACUITE B   Downgraded   Issuer not co-operating* ( from ACUITE BBB- )
State Bank of India	Not avl. / Not appl.	Term Loan	29 Mar 2022	Not avl. / Not appl.	29 Jan 2026	12.00	Simple	ACUITE B   Downgraded   Issuer not co-operating* ( from ACUITE BBB- )

\* The issuer did not co-operate; based on best available information.

## Contacts

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### About Acuité Ratings & Research

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