

RATING RATIONALE

19 October 2026

Anand Rathi Global Intermediaries Limited

Brickwork Ratings assigns ratings for the Bank Loan Facilities (Non-Fund Based) of Rs 100.00 crore of Anand Rathi Global Intermediaries Limited

Particulars:

Facilities / Instrument	Tenure	Amount (₹ crore)	Rating	Rating Action	Regulator
Non-Fund Based Bank Guarantee	Short Term	100.00	BWR A1	Assignment	RBI
Total		100.00	Rupees One Hundred Crores Only		

Note:

- *Please refer to the BWR website www.brickworkratings.com/ for the definition of the ratings
- ** Refer to Annexures I, II and III for details of rated bank loan facilities, debt instruments and the List of Entities consolidated

RATING ACTION / OUTLOOK: ASSIGNMENT

Brickwork Ratings (BWR) assigns the short-term rating of BWR A1 for the Non-Fund-Based Bank Loan facilities amounting to Rs. 100 crore of Anand Rathi Global Intermediaries Limited (Company or 'ARGIL').

The rating is derived using a consolidated analytical framework that integrates the business, operational, and financial risk profiles of ARGIL with its ultimate parent holding company, Anand Rathi Financial Services Limited (ARFSL), as well as its key capital market subsidiaries of including Anand Rathi Share and Stock Brokers Limited (ARSSBL) and Anand Rathi Global Finance Limited (ARGFL).

The assignment of the short-term rating at BWR A1 reflects the established market standing of the Anand Rathi Group, its substantial consolidated equity base (Tangible Net Worth of ₹6,815.68 Crore as of March 31, 2026), healthy profitability of 28.27% as on 31 March 2026 (on consolidated basis) supported by proprietary trading, brokerage and interest income on margin trading facility. Additionally, the rated facility is supported by a strong credit enhancement structure, comprising a 50% cash/FD margin (₹50.00 Crore) and an unconditional Corporate Guarantee executed by parent entity ARFSL.

The rating is, however, constrained as a significant portion of income been derived from proprietary trading in derivative instruments, dependence on market-linked trading income, and exposure to regulatory and market volatility risks, and susceptibility in adhering/ adapting with changes in the extant regulatory guidelines

KEY COVENANTS OF THE INSTRUMENT/FACILITY RATED:

For the bank loan facilities, the covenants are standard in terms of sanction

- **Bank Guarantee Limit of Rs 100 Crores:** The said Bank guarantee is sanctioned under a multiple banking arrangement for the purpose of meeting the margin requirement/security deposits with the NSE for F&O segment, currency derivative segment and equity derivative segment, expiring on 15th April 2027.

ANALYTICAL APPROACH & APPLICABLE RATING CRITERIA

Analytical Approach	Comments
Applicable Rating Criteria	• General Criteria • Approach to Financial Ratios • Consolidation of companies • Securities and Broking Firm • Services Sector • Short Term Debt • Rating based on Parent Support
Parent/Group/Government Support	Parent support of Anand Rathi Financial Services Limited
Analytical Approach (Consolidation/ Standalone)	CONSOLIDATED • BWR has considered the consolidated financials of the parent entity viz. Anand Rathi Financial Services Ltd., to arrive at the rating of Anand Rathi Global Market Intermediaries Ltd (ARGIL), given the strong support in the form of financial, operational and managerial synergies • The consolidated financials of its parent entity Anand Rathi Financial Services Limited, which includes the combined business and financial risk profile of Anand Rathi Global Finance Limited (ARGFL) and Anand Rathi Shares and Stock Brokers Limited (ARSSBL). These entities are collectively referred to as the Anand Rathi Financial Services Group, given their operational, financial and managerial synergies and common brand name (Anand Rathi). BWR has also noted the limited standalone financials of ARGIL, which is in its nascent stage, and derives substantial support from the parent

KEY RATING DRIVERS

Credit Strengths:-

- **Established Franchise & Strong Group Integration:** ARGIL is a direct subsidiary of ARFSL (55% equity held directly by ARFSL and 45% by group promoters as of March 31, 2026). Incorporated in GIFT City to handle execution-specialized Futures & Options (F&O) trading, ARGIL operates with complete operational, managerial, and technological integration with the group. The group's listed wealth management arm (*Anand Rathi Wealth Ltd*) and broking entities provide extensive market reach and brand equity.
- **Strong Consolidated Net Worth & Capitalization:** Consolidated Tangible Net Worth (TNW) expanded by 28.3% YoY to ₹6,815.68 Crore as of March 31, 2026 (up from ₹5,310.68 Crore in FY2025). Although consolidated gearing stood at 3.56x as of March 31, 2026 (or 3.91x including contingent bank guarantee liabilities), debt is predominantly deployed toward funding the

asset-backed MTF lending book and clearing house margin deposits. Standalone Net Worth of ARGIL stands at ₹17.38 Crore.

- **Structural Revenue Pivot Toward Predictable Yields:** Consolidated Interest Income scaled by 151.4% YoY to ₹5,823.52 Crore in FY2026, accounting for 40.69% of total operating income. This structural shift toward MTF lending interest and bank yield on clearing deposits cushions the group's top line against trading volume drops in cash and F&O markets.

Credit Weakness

- **Capital Market Volatility & Cyclicalities:** The group's operations involve trading in Index options, futures, and the cash market, which exposes earnings to market volatility. Its performance is also closely linked to capital market conditions, which are inherently volatile and affected by economic trends and investor sentiment. Also, revenues generated from businesses like broking, wealth management, and proprietary trading are directly related to the volume and value of the transactions. Any adverse market movement (downturn) would result in a decline in transaction volumes, leading to a decline in the group's revenues received from such businesses.
- **Regulatory Risk:** The Company remains exposed to regulatory risk, as frequent changes in compliance norms and margin rules, along with recent SEBI circulars mandating higher security cover for MTF funding, new proprietary trading guidelines, and evolving risk-management frameworks, can impact operations and influence industry-wide trading behaviour.

Rating Sensitivities :

Positive:

- Capital Base Expansion: A material and sustained increase in the consolidated net worth of the parent company (Anand Rathi Financial Services Limited - ARFSL), providing a higher capital cushion, and also building/strengthening the networth of ARGIL on standalone basis
- A substantial, sustained reduction in consolidated gearing levels (Total Debt to Tangible Net Worth drops below 2x on a sustained basis).

Negative :

- Material regulatory interventions by SEBI or the RBI—such as further restrictions on derivative trading, additional collateralization hurdles, or compliance breaches—that severely impair trading turnover or liquidity.
- Any dilution in parent ownership, operational integration, or financial support commitment from ARFSL.

LIQUIDITY PROFILE: ADEQUATE

At the consolidated level, the group maintains an adequate liquidity buffer:

- Unutilized Bank Limits: ₹1,297.48 Crore (44% of total sanctioned overdraft/WCDL limits of ₹2,939.27 Crore) as of September 30, 2026.
- Cash & Liquid Investments: Cash, bank balances, and liquid mutual fund investments aggregating ₹1,379 Crore as of September 30, 2026.
- Non-fund-based bank guarantee facilities are supported by cash/FD collateral pledged with clearing corporations or bank lien arrangements.

ESG PROFILE: ENVIRONMENTAL, SOCIAL, GOVERNANCE; Not Applicable

COMPANY PROFILE:

Anand Rathi Group is a reputed Indian financial services conglomerate with over 30+ years of experience in investment services and capital markets. Established in 1994, the group offers a comprehensive suite of services including Investment Services across multiple asset classes, Wealth Management, Institutional Equities & Investment Banking, Insurance Broking, and NBFC solutions, underpinned by rigorous research and client-centric strategies.

Anand Rathi Global Intermediaries Limited (ARGIL) was incorporated on 13th February, 2024, having its registered office in GIFT City, Gujarat. National Stock Exchange of India Limited (NSE) granted approval for admission as a Trading Member of the Exchange in the Capital Market, Futures & Options and Currency Derivatives segments on 26th September, 2024. The Securities and Exchange Board of India (SEBI) has granted approval for ARGIL to operate as a Stock Broker effective 21st May, 2025. ARGIL is a subsidiary of Anand Rathi Financial Services Limited w.e.f. 20th August, 2025.

Industry Classification			
Macroeconomic Indicator	Sector	Industry	Basic Industry
Financial Services	Other Financial Services	Finance	Stock Broker and Allied Services

KEY FINANCIAL INDICATORS OF THE ANAND RATHI FINANCIAL SERVICES LIMITED (CONSOLIDATED)

Consolidated Financials of ARFSL	Units	FY 24 (A)	FY 25 (A)	FY 26 (A)
Gross Income	Rs in Crs	3,874.00	1,838.79	5,837.87
Profit Before Tax (PBT)	Rs in Crs	2,922.00	664	1,961.00
Profit After Tax (PAT)	Rs in Crs	2,535.00	387	1,634.00
TNW	Rs in Crs	4705.38	5310.68	6815.68
D/E	times	2.81x	3.66x	3.56x
D/E (including BG)	times	3.09	4.00	3.91
Return on average net worth	%	77.44%	7.83%	27.06%
Return on Average assets	%	16.00%	1.66%	4.96%

A: Audited; UA: Unaudited.

Note: These are the latest available financial results. Amount in ₹ crore.

KEY FINANCIAL INDICATORS OF ANAND RATHI GLOBAL INTERMEDIARIES LIMITED - (STANDALONE)

Standalone Financials of ARGIL	Units	FY24	FY25	FY26 (A)
TNW	Rs. in Cr.	NA	4.00	17.38
Total Income	Rs. in Cr.	NA	0.38	3.03
PAT	Rs. in Cr.	NA	-	-32.60
Total Assets	Rs in Crs	NA	4.05	181.11

Note: These are the latest available financial results. Amount in ₹ crore.

A: Audited; UA: Unaudited.; NA not applicable

NON-COOPERATION WITH PREVIOUS CREDIT RATING AGENCY IF ANY: None with other CRA

Any Other Information: Not Applicable

RATING HISTORY FOR THE PREVIOUS THREE YEARS [including withdrawal and suspended]

Current Rating				Rating History					
Oct 2026				FY		FY		FY	
Instrument	Type	Amount (₹ crore)	Rating	Date	Rating	Date	Rating	Date	Rating
Non-Fund-Based Bank Guarantee	Short Term	100	BWR A1 (Assignment)	NA	NA	NA	NA	NA	NA
Total	Rupees One Hundred Crores Only								

COMPLEXITY LEVEL OF THE RATED INSTRUMENTS

Instrument	Complexity Indicator
Non Fund-Based	Simple

The Complexity Indicator refers to the ease with which the returns associated with the rated instrument could be estimated. It does not indicate the risk related to the timely payments on the instrument, which is rather indicated by the instrument's credit rating. It also does not indicate the complexity associated with analysing an entity's financial, business, industry risks or complexity related to the structural, transactional or legal aspects. Details on the complexity levels of the instruments are available on BWR's website www.brickworkratings.com/download/ComplexityLevels.pdf

NON-COOPERATION WITH PREVIOUS CREDIT RATING AGENCY (IF ANY): NA

ANY OTHER INFORMATION: None

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Anand Rathi Global Intermediaries Limited

ANNEXURE I

Details of Bank Loan Facilities as of 30 June 2026 rated by BWR:

Sr. No	Name of the bank/ lender	Facilities	Long Term (Rs. Crs)	Short term (Rs. Crs)	Total (Rs. Crs)	Complexity of the Instrument*	Regulator
1	UCO Bank	Bank Guarantee	-	100.00	100.00	Simple	RBI
	Total			100.00		Rs One Hundred Crores Only	

*For more information, visit www.brickworkratings.com/download/ComplexityLevels.pdf

ANNEXURE II

INSTRUMENT (NCD/Bonds/CP/FDs) DETAILS :

S. No	Instrument	Issue Date	Rated Amount (Rs in Crs)	Coupon Rate (%)	Maturity Date	ISIN	Complexity Levels	Regulator
	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil

*For more information, visit www.brickworkratings.com/download/ComplexityLevels.pdf

ANNEXURE- III

List of Entities Consolidated

Name of Entity	% Ownership	Extent of Consolidation	Rationale for Consolidation
Anand Rathi Financial Services Limited	Parent	Full	Parent
Anand Rathi Share and Stock Brokers Limited	100%	Full	100%
Anand Rathi Global Finance Limited	91.89%	Full	91.89%
Anand Rathi Insurance Brokers Limited	100%	Full	100%
Anand Rathi Global Intermediaries Limited	91.89%	Full	91.89%
Anand Rathi Commodities Limited	100%	Full	100%

Annexure IV: List of instruments and names of regulators of the instruments

A.	Rating activities	
Sr. No.	Instrument/activity Name	Regulator of the instruments
1	Listed/Proposed to be listed bonds/debentures/preference shares (all securities)	SEBI
2	Unlisted/Proposed to be unlisted Bonds/Debentures/ Preference share (all securities)	MCA
3	Listed PTCs / Securitisation Notes (originated by entities regulated by RBI)* \$	RBI
4	Listed PTCs / Securitisation Notes (originated by entities not regulated by RBI)*	SEBI
5	Unlisted PTCs / Securitisation Notes (originated by entities regulated by RBI)*	RBI
6	Listed Commercial Paper and NCDs with original maturity less than 1 year	RBI
7	Unlisted Commercial Paper and NCDs with original maturity less than 1 year	RBI
8	Loan Facilities (Fund/Non-Fund Based) from Bank/NBFCs/NHB/FIs ^	RBI
9	External Commercial Borrowings and other similar borrowings	RBI
10	Certificates of Deposit	RBI
11	Fixed Deposits raised by NBFCs,HFCs, FIs	RBI
12	Fixed Deposits raised by corporates other than NBFCs, Banks, HFCs, FIs	MCA
13	Inter Corporate Deposits/Loans extended by Corporates	MCA
14	Borrowing programme ~	-
15	Issuer Ratings #	-
16	Credit Ratings for Capital Protection Oriented Schemes (by Mutual Funds and AIFs)	SEBI
17	Credit quality ratings (CQRs) for Mutual Fund Schemes and Schemes of AIFs	SEBI
18	Listed Security Receipts \$	RBI

*

19	Unlisted Security Receipts	RBI
20	Independent Credit Evaluation (ICE)	RBI
21	Expected Loss Ratings (Listed/Proposed to be listed bonds/debentures/preference share (all securities))	SEBI
22	Expected Loss Ratings (Unlisted/Proposed to be unlisted Bonds/Debentures/ Preference share (all securities))	MCA
23	Unlisted PTCs / Securitisation Notes (originated by entities not regulated by RBI) *	Investor-side regulator such as IRDAI, PFRDA @

Includes securitisation transactions involving assignee payout and acquirer's payout.

~ The rated instrument may involve issuance of different instruments such as debt securities (listed or otherwise), bank loans, commercial paper (listed or otherwise), etc. The regulator of the instrument may accordingly be SEBI, RBI, or MCA, and can only be determined upon issuance. In PRs subsequent to issuance(s), Brickwork Ratings India Private Limited (BWR) shall separately capture the rated quantum details along with the names of respective regulators.

^ Includes bank facilities such as liquidity facility, second loss facility, which are part of securitisation transactions. # There is no instrument being rated, and hence, the Regulator of the Instrument is not applicable. The rating scale and definitions are being followed as stipulated in the SEBI Master Circular for CRAs.

@ These ratings were assigned during the regulatory regime prior to the introduction of SEBI CRA Circular dated Feb 10, 2026, and the investor side regulators have accordingly been included.

\$ By virtue of the instrument being listed, SEBI acts as the regulator for listing and related issues.

Note: Kindly note that for activities or instruments falling under the purview of FSRs other than SEBI, the grievance/dispute redressal mechanisms and investor protection mechanisms provided by SEBI shall not be available.

B	Other Activities	Regulator of the Instruments
1	Monitoring Agencies	SEBI
2	Research activities incidental to rating such as research for Economy, Industries and Companies *	NA

Grievance Management: For any grievances relating to the rating of instruments regulated by SEBI, please contact sebgrievance@brickworkratings.com. Kindly note that for activities or instruments falling under the purview of FSRs other than SEBI, the grievance/dispute redressal mechanisms and investor protection mechanisms provided by SEBI shall not be available

For any grievances relating to the rating of instruments regulated by other FSR (Financial Sector Regulators), please contact grievance@brickworkratings.com

DISCLOSURE ON CONFLICT OF INTEREST

BWR Board of Directors has no influence over rating decisions, nor do they sit on the rating committee or review, discuss, or evaluate any credit rating during the Board meetings.

About Brickwork Ratings

Brickwork Ratings (BWR), a Securities and Exchange Board of India [SEBI] registered Credit Rating Agency and is accredited by the Reserve Bank of India [RBI]. BWR is the 5th agency to get a credit rating registration in India in 2009, and its corporate office is in Bengaluru. It has a country-wide presence with representatives in 150+ locations. Canara Bank is Brickwork's strategic partner.

Brickwork offers credit ratings of Bank Loans, Non-convertible/convertible / partially convertible debentures and other capital market instruments and bonds, Commercial Paper, perpetual bonds, asset-backed and mortgage-backed securities, partial guarantees and other structured / credit enhanced debt instruments, Security Receipts,

Securitisation Products, Municipal Bonds, etc. BWR has also rated NGOs, Educational Institutions, Hospitals, Urban Local Bodies and Municipal Corporations.

Disclaimer

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