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think wealth creation

September 15, 2026

To,

BSE Limited	National Stock Exchange of India Limited
P. J. Towers,	Exchange Plaza, Plot No. C/1, G Block,
Dalal Street, Fort,	Bandra-Kurla Complex, Bandra (E),
Mumbai – 400001	Mumbai – 400051

Sub.: Upgrade in the Credit Rating of Non-Convertible Debentures and Affirmation of the Commercial Paper Rating by India Ratings and Research Private Limited.

Dear Sir/Madam,

Pursuant to the provisions of Regulation 51(2) read with Para A of Part B of Schedule III of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations") (as amended from to time), we wish to inform the Exchanges that India Ratings and Research Private Limited ("India Ratings") has upgraded the credit rating assigned to the Non-Convertible Debentures ("NCDs") of Motilal Oswal Finvest Limited (the "Company" or "MOFL") from **'IND AA/Positive' to 'IND AA+/Stable'**. Further, India Ratings has affirmed the credit rating of **'IND A1+'** assigned to the Commercial Paper ("CP") of the Company.

The rating rationale as received from India Ratings for the Company is enclosed herewith.

The instrument-wise details of the ratings assigned to the Company are as under:

Instrument	Amount (Rs. in Crore)	Rating	Action
Non-Convertible Debentures ("NCDs") – (Inter-changeable with Principal Protected Market-Linked Debentures)	53.26	IND AA+/Stable	Upgraded
NCDs	50	IND AA+/Stable	Upgraded
Commercial Papers	3150	IND A1+	Affirmed

Kindly take the same on record.

Thanking you,

Yours faithfully,

For Motilal Oswal Finvest Limited

RUCHITA CHANDRAKANT PANCHAL
Digitally signed by RUCHITA CHANDRAKANT PANCHAL
Date: 2026.09.15 19:13:16 +05'30'

Ruchita Panchal
Company Secretary & Compliance Officer
(Membership No. A71570

Encl.: As above

India Ratings & Research
A Fitch Group Company

India Ratings Upgrades Motilal Oswal Finvest's NCDs at 'IND AA+'/Stable; Affirms CP at 'IND A1+'

Sep 15, 2026 | Motilal Oswal Finvest Limited | Non Banking Financial Company (NBFC)

India Ratings and Research (Ind-Ra) has upgraded Motilal Oswal Finvest Limited's (MOFL) non-convertible debentures (NCDs) to 'IND AA+' from 'IND AA' with a Stable Outlook while affirming the commercial paper (CP) rating at 'IND A1+', as follows:

Details of Instruments

Instrument Type	Regulator of Instrument	Date of Issuance	Coupon Rate	Maturity Date	Size of Issue (INR million)	Rating Assigned with Outlook/Watch	Rating Action
Non-convertible debentures (interchangeable with Principal protected market-linked debentures) ##^	SEBI	-	-	-	532.60	IND AA+/Stable	Upgraded
Non-convertible debentures#	Refer ISIN annexure	-	-	-	500	IND AA+/Stable	Upgraded
Commercial paper*	RBI	-	-	Up to 365 days	31,500	IND A1+	Affirmed

#Details in annexure
*Entire CP limit of INR31,500 million pertains to working capital, other lending and investment activities
NCD limit of INR532.6 million stands fungible between NCDs and principal-protected market linked debentures (PP-MLDs) (applicable rating of 'IND PP-MLD AA+'/Stable). The rating of MLDs is an ordinal assessment of the underlying credit risk of the instrument and does not factor in the market risk that investors in such instruments will assume. This market risk stems from the fact that coupon payment on these instruments will be based on the performance of a reference index (to be detailed in the information memorandum of the issue).
PP-MLD refers to full principal protection wherein the issuer is obligated to pay the full principal upon maturity.
^Unutilised

Analytical Approach

Ind-Ra continues to fully consolidate Motilal Oswal Financial Services Limited's (MOFSL; 'IND AA+'/Stable) group companies, including its key subsidiary MOFL while arriving at the ratings, on account of the strong financial, managerial and operational linkages among them.

Detailed Rationale of the Rating Action

The upgrade reflects the strengthening of MOFSL group's business profile, supported by the continued scale-up of its asset and wealth management businesses, increasing contribution from recurring fee-based revenue streams and sustained profitability across key operating segments. The group has continued to expand its customer franchise and assets under management (AUM) while maintaining its position across capital market-related businesses. The improvement in earnings diversification has reduced the relative dependence on transaction-based income and enhanced the stability of the group's overall revenue profile.

The rating action also factors in the continued expansion of the group's lending franchise across capital market-linked lending and housing finance, while maintaining a diversified product offering across broking, wealth management, private wealth, asset management, alternative assets and housing finance. The group's ability to leverage its integrated platform to deepen customer engagement and cross-sell multiple financial products has supported growth across business verticals. Furthermore, the group maintains comfortable capitalisation and liquidity buffers, supported by internal accruals, a sizeable investment portfolio and access to diversified funding sources. The demonstrated fungibility of liquidity across group entities provides additional financial flexibility and supports the group's ability to manage funding requirements across business cycles.

Furthermore, Ind-Ra has high support expectations from the MOFSL group, as MOFL remains core to MOFSL group's strategy. MOFL has adequate capitalisation, which Ind-Ra expects to grow over the medium term. The ratings also factor in the profitable scale-up of the MOFL's loan book during the past three years.

However, The ratings remain constrained by the group's exposure to capital market-linked activities, which could result in earnings volatility during periods of adverse market conditions, as well as the evolving seasoning profile of the housing finance portfolio.

List of Key Rating Drivers

Strengths

- Diversified franchise across capital markets and asset management businesses
- Comfortable capitalisation and sizeable investment book
- High support expectations from MOFSL Group as MOFL remains core to group's strategy
- Improving business scale; performance supported by secured lending franchise

Weaknesses

- Earnings remain susceptible to capital market volatility and evolving regulatory environment

Detailed Description of Key Rating Drivers

Diversified Franchise Across Capital Markets and Asset Management Businesses: MOFSL has evolved from an equity broking franchise established in 1987 into an integrated financial services group with a presence across broking, wealth management, private wealth, asset management, alternatives, investment banking, housing finance and capital market-linked lending businesses. The group has expanded its customer reach across retail, affluent, ultra net-worth Individuals, family office and institutional segments, supported by a customer base of around 15.8 million in 1QFY27 (FY26: 15.6 million; FY25: 14.6 million) in over 2,500 business locations with 7,619 franchise partners and presence across nearly 95% of Indian pin codes. The scale of the franchise is further reflected in an increase in assets under advice to around INR7.9 trillion in 1QFY27 (FY26: INR6.5 trillion; FY25: INR5.5 trillion).

The operating profile has witnessed broad-based growth across business verticals over the last three years. During FY23-FY26, operating profit (excluding treasury investment income) grew at a compounded annual growth rate (CAGR) of around 28.4%, driven by growth in capital markets (59.7% CAGR), asset and private wealth management (37.1% CAGR), wealth management (16.1% CAGR) and housing finance (6.2% CAGR). Asset management AUM increased to around INR2.1 trillion in 1QFY27 (FY26: INR1.76 trillion; FY25: INR1.3 trillion), while private wealth AUM increased to around INR2.4 trillion (INR1.96 trillion; INR1.4 trillion), reflecting growth in customer assets, increasing participation across investment products and expansion of advisory relationships.

The group maintains a meaningful market position across capital market activities, with a retail cash market share of around 6.8% in 1QFY27 (FY26: 7.0%; FY25: 7.8%), and a future & option premium market share of around 7.6% (8.1%; 8.9%). While regulatory changes have affected derivatives volumes across the industry, growth in customer assets, managed assets and participation across multiple operating businesses has supported the overall franchise profile. MOFSL also focuses on cross-selling multiple products to the same customer. Ind-Ra believes MOFSL's diversified presence across capital markets and asset management activities, coupled with continued growth in customer assets and franchise scale, supports its business profile.

Comfortable Capitalisation and Sizeable Investment Book: MOFSL's consolidated net worth increased to around INR144.3 billion in 1QFY27 (FY26: INR127.8 billion; FY25: INR109.7 billion). The consolidated debt-to-tangible equity stood at around 1.51x in 1QFY27 (FY26: 1.66x; FY25: 1.35x) as per Ind-Ra calculations, while leverage excluding the housing finance business remained around 1.33x (1.49x; 1.15x). The group's leverage remains below the management's operational threshold of 2.0x, against a board-approved limit of 3.0x. Capitalisation across key operating entities remained comfortable, with Motilal Oswal Home Finance Limited (MOHFL; 'IND AA+'/Stable) reporting a capital adequacy ratio of around 37.8% in 1QFY27 and a debt/equity of 2.95x, providing growth headroom without any immediate requirement for external capital infusion.

The treasury investment book increased to around INR109.2 billion in 1QFY27 (FY26: INR94.0 billion; FY25: INR84.2 billion), generating an extended internal rate of return of around 17.5% over the last decade, while operating profits and treasury gains together compounded at around 40% CAGR over the same period. Treasury income remained susceptible to market movements, with mark-to-market losses during the 4QFY26 correction affecting FY26 profitability. However, most of the decline was recovered in 1QFY27, resulting in treasury comprehensive income of around INR9.0 billion. Ind-Ra believes the group's moderate leverage, comfortable capital buffers and sizeable treasury investments provide financial flexibility to support growth across operating businesses and withstand market volatility.

High Support Expectations from MOFSL Group as MOFL Remains Core to Group's Strategy: The ratings continue to factor in the high likelihood of support from the MOFSL group, if required, given MOFL's strategic role as the group's lending platform. MOFL has strong operational, managerial and financial linkages with the group through common branding, shared customer franchise and oversight by the parent. The company accounted for around 16.7% of the group's net worth as of 1QFY27 and has received regular capital support from the group, MOFSL invested INR9.05 billion at 1QFYE27, reflecting the group's commitment towards scaling up the lending business.

MOFL remains an important to the group's diversification strategy, supplementing the inherently cyclical capital-market-related businesses with lending income. The company benefits from customer sourcing across the broking and wealth management ecosystem, while the group's strong capitalisation and cash flow generation provide financial flexibility to support MOFL's growth plans. Consequently, any weakening in MOFL's credit profile could have reputational implications on the MOFSL group.

Improving Business Scale; Performance Supported by Secured Lending Franchise: MOFL's business profile continues to benefit from growth in its secured lending business. The company's loan book stood at INR25.9 billion at 1QFYE27 (FYE26: INR28.5 billion; FYE25: INR13.6 billion). The portfolio comprised 75% of loan against securities (LAS), 21% loan against property (LAP) and 4% demand loans as of 1QFY27.

Asset quality remained manageable, with gross non-performing assets at 0.06% and net non-performing asset at nil as of 1QFY27. Capitalisation remained comfortable, supported by a net worth of INR24.1 billion, capital to risk weighted assets ratio (CRAR) of 26.1% and debt/equity of 1.4x. Profitability stood at INR1.3 billion in 1QFY27 (FY26: INR1.95 billion; FY25: INR3.47 billion). MOFL has return on assets and return on equity of 9.1% and 22.0%, respectively, in 1QFY27 (FY26: 3.8% and 9.3%). Operating efficiency remained healthy, with operating expenses at 0.6% of average assets in 1QFY27. However, Ind-Ra opines that profitability is likely to remain sensitive to fair-value movements and capital market conditions, given the nature of the company's business model.

Earnings Remain Susceptible to Capital Market Volatility and Evolving Regulatory Environment: Despite the increasing diversification of earnings, a significant portion of MOFSL's operating performance remains linked to capital market activity, investor participation, fund flows and market valuations. Revenue generation across broking, investment banking, asset management, wealth and alternative asset management businesses is affected by changes in trading volumes, primary market activity, customer investment behaviour and market levels. In addition, the treasury portfolio remains exposed to mark-to-market movements, which can result in volatility in reported profitability across periods.

The group also operates in a highly regulated and competitive environment. The recent regulatory changes in the derivatives segment have affected industry trading volumes and customer activity levels, while competition continues from discount brokers, fintech platforms and bank-led distribution models. Although MOFSL has adapted its business mix over time, further regulatory changes across capital market distribution and investment products could influence business volumes, profitability and growth across operating segments. Ind-Ra believes a sustained moderation in capital market activity or changes in the regulatory framework could affect the group's earnings trajectory.

Liquidity

Adequate: On a consolidated basis, MOFSL had INR7.6 billion in the form of cash and liquid investments at 1QFYE27 and unutilised lines of INR49.2 billion. The group's liquidity is adequate to have met debt repayment obligations over July-August 2026. As of end-June 2026, MOFSL has a total outflow of INR32.8 billion for the next two months. The group's liquidity pool is fungible for the liquidity requirements of the group companies. The consolidated debt stood at INR217.9 billion at 1QFYE27; of this, INR47.8 billion was attributable to MOHFL, while the balance was mainly used to extend loans, which are sufficiently secured (maximum loan to value of 50%) and short-term in nature, such as margin financing and debtors book funding in the broking business and LAS.

Rating Sensitivities

Positive: Following factors could, individually or collectively, lead to a positive rating action are:
- significant scaling of the group franchise and improving leadership position across all businesses;
- maintaining stable profitability despite the volatility in treasury income;
- maintaining asset quality and capital buffers.

Negative: Following factors could, individually or collectively, lead to a negative rating action:
- sharp deterioration in the market share in larger businesses, which could lead to a significant weakening of the group's profitability and/or capital buffers
- a material decline in the credit profile of the group or a dilution of the majority ownership, reduced operational oversight or reduced importance of MOFL to the group,
- signs of sharp deterioration in MOFL's liquidity or group level and/or access to funding due to unexpected market-wide shocks
- any material deterioration in MOFL's standalone credit profile,
- the consolidated gross leverage (ex-housing) exceeding 2.0x on a sustained basis.

Any Other Information

Not applicable

ESG Issues

ESG Factors Minimally Relevant to Rating: Unless otherwise disclosed in this section, the ESG issues are credit neutral or have only a minimal credit impact on MOFL, due to either their nature or the way in which they are being managed by the entity. For more information on Ind-Ra's ESG Relevance Disclosures, please click here. For answers to frequently asked questions regarding ESG Relevance Disclosures and their impact on ratings, please click here.

About the Company

MOFL is the group's non-bank financial company and lending arm, with MOFSL group holding collectively about 83.9% ownership. It focuses on capital market-linked lending products such as LAS, LAP and demand loan. MOFL plays an important role in supporting the group's capital market ecosystem by providing financing to retail, HNI and institutional clients. Its operations are largely distributed through the wider Motilal Oswal network and branch infrastructure.

Key Financial Indicators

Particulars (MOFSL, Consolidated)	FY26	FY25
Total tangible assets (INR million)	4,33,624	3,38,794
Total tangible equity (INR million)	1,27,828	1,09,716

Particulars (MOFSL, Consolidated)	**FY26**	**FY25**
Profit after tax (INR million)	18,654	25,082
Return on average tangible assets (%)	4.8	7.6
Tangible equity/tangible assets (%)	29.5	32.4
Gross debt/tangible equity (x)	1.66	1.35
Source: MOFSL, Ind-Ra calculations		

Particulars (MOFL, Standalone)	**FY26**	**FY25**
Total tangible assets (INR million)	53,851	48,868
Total tangible equity (INR million)	22,455	19,622
Profit after tax (INR million)	1,949	3,471
Return on average tangible assets (%)	3.8	6.6
Tangible equity/tangible assets (%)	42	40
Gross debt/tangible equity (x)	1.3	1.3
Source: MOFL, Ind-Ra		

Status of Non-Cooperation with Previous Rating Agency

Not applicable

Rating History

Instrument Type	**Current Rating/Outlook**			**Historical Rating/Outlook**						
	Rating Type	**Rated Limits (INR million)**	**Rating**	**16 September 2025**	**22 April 2025**	**17 September 2024**	**29 January 2024**	**18 September 2023**	**21 July 2023**	**25 May 2023**
Commercial paper	Short-term	31,500	IND A1+	IND A1+	IND A1+	IND A1+	IND A1+	IND A1+	IND A1+	IND A1+

Instrument Type	Current Rating/Outlook			Historical Rating/Outlook						
	Rating Type	Rated Limits (INR million)	Rating	16 September 2025	22 April 2025	17 September 2024	29 January 2024	18 September 2023	21 July 2023	25 May 2023
Non-convertible debentures (interchangeable with principal protected market-linked debentures)$	Long-term	1,032.6	IND AA+/Stable	IND AA/Positive	IND AA/Positive	IND AA/Positive	IND AA/Stable	IND AA/Stable	IND AA/Stable	IND AA/Stable

Disclosure on instruments / activities and names of regulators:

A list of products/activities or ratings of instruments falling under the purview of various financial sector regulators (FSRs) along with the names of respective FSRs has been duly disclosed by Ind-Ra on its website. A link to the same has been provided below for ready reference:

Rating Activities

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.

Complexity Level of the Instruments

Instrument Type	Complexity Indicator
Commercial paper	Low
Non-convertible debenture	Low
Non-convertible debentures (interchangeable with principal protected market-linked debentures)	High*

* Instrument characterised by underlying market risk

For details on the complexity level of the instruments, please visit https://www.indiaratings.co.in/complexity- indicators.

Annexure

Instrument Type	ISIN	Regulator of Instrument	Date of Issuance	Coupon Rate (%)	Maturity Date	Size of Issue (INR million)	Rating/Outlook
Non-convertible debentures	INE01WN07110	SEBI	14 February 2024	9.20	14 February 2034	500	IND AA+/Stable
Source: NSDL, MOFL							

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About India Ratings

India Ratings and Research (Ind-Ra) is India's SEBI registered credit rating agency committed to providing India's credit markets accurate, timely and prospective credit opinions. Built on a foundation of independent thinking, rigorous analytics, and an open and balanced approach towards credit research, Ind-Ra has grown rapidly during the past decade, gaining significant market presence in India's fixed income market.

Ind-Ra currently maintains coverage of corporate issuers, financial institutions (including banks and insurance companies), finance companies, urban local bodies, and structured finance and project finance companies.

Headquartered in Mumbai, Ind-Ra has seven branch offices located in Ahmedabad, Bengaluru, Chennai, Gurugram, Hyderabad, Kolkata and Pune. Ind-Ra is recognised by the Securities and Exchange Board of India and the Reserve Bank of India.

Ind-Ra is a 100% owned subsidiary of the Fitch Group.

Solicitation Disclosures

Additional information is available at www.indiaratings.co.in. The ratings above were solicited by the issuer, and therefore, India Ratings has been compensated for the provision of the ratings.

Ratings are not a recommendation or suggestion, directly or indirectly, to you or any other person, to buy, sell, make or hold any investment, loan or security or to undertake any investment strategy with respect to any investment, loan or security or any issuer.

APPLICABLE CRITERIA AND POLICIES

Financial Institutions Rating Criteria

Non-Bank Finance Companies Criteria

Securities Firms Criteria

The Rating Process

Evaluating Corporate Governance

DISCLAIMER