



IPO DETAILS  
**AYE FINANCE  
LIMITED**

#IPOlogy



 **ISSUE OPEN**

**09/02/2026**

 **ISSUE CLOSE**

**11/02/2026**

Min. Lot Size

**116 Shares**

Issue Price Band

**₹122 - ₹129**

**Issue Size**

**Fresh Issue:**

5.50 Cr Eq shares  
(₹710.00 Cr)

**OFS:**

2.33 Cr Eq shares  
(₹300.00 Cr)

**Face Value**

₹2

**Industry**

NBFC

**Listing at**

NSE, BSE

Rating  
**Avoid**

**APPLY NOW**

**Marwadi Shares and Finance Limited**

**Corporate Office:** Marwadi Financial Plaza, Nana Mava Main Road, Off 150ft Ring Road, Rajkot - 360001, Gujarat.

**Registered Office:** X-Change Plaza, Office No. 1201 to 1205, 12th Floor, Building No. - 53E, Zone - 5, Road 5E, Gift City, Gandhinagar - 382355, Gujarat.

0281 7174 100/0281 6192 100 **CIN of MSFL:** U65910GJ1992PLC017544

SEBI Reg. No. of MSFL for NSE, BSE, MCX, NCDEX: INZ000174730 | Membership No.: NSE:08760, BSE:0910, MCX:56410, NCDEX:1280 | SEBI Regn.No. of DP: IN-DP-476-2020 (NSDL DPID:IN300974) (CDSL DPID:12035100) | Research Analyst: INH 000002186 AMFI: ARN-42506 | PFRDA: POP07082018

**Disclaimer:** 'Investment in securities market are subject to market risks, read all the related documents carefully before investing'.

For Facts & Figures



## AYE FINANCE LIMITED

### Rationale

Considering the Book value of ₹ 95.99, Aye Finance Ltd set to list at a P/B of 1.34x with a market cap of ₹3,184 crore, whereas its peers, namely SBFC Finance Limited and Five-Star Business Finance Ltd are trading at P/B ratios of 2.90x and 1.98x, respectively.

We assign an "Avoid" rating to the IPO as weakening asset quality trends and elevated portfolio-at-risk levels beyond 30 days could impact earnings visibility and cash flow stability.

### Objectives of the issue

Their company proposes to utilize the Net Proceeds towards augmenting their capital base to meet their company's future capital requirements arising out of growth of their business and assets.

### Company Overview

Aye Finance Ltd is a non-banking financial company – middle layer ("NBFC-ML") focused on providing loans to micro scale micro, small and medium enterprises ("MSMEs") across India.

They offer a range of business loans for working capital and business expansion needs, against hypothecation of working assets or against security of property to customers across manufacturing, trading, service and allied agriculture sectors.

They are among the leading nonbanking financial companies ("NBFCs") providing business loans to the largely underserved micro scale enterprises in India, with 586,825 active unique customers with assets under management ("AUM") of ₹ 60,276.22 million, as of September 30, 2025.

Talking about their lending products, Secured Hypothecation Loans constituted the largest share at 41% of total AUM, followed by Unsecured Hypothecation Loans at 38%, while Mortgage Loans accounted for 19% and SAR Property Loans formed the remaining ~2% of the total AUM.

They are uniquely positioned in the micro enterprise lending space as one of the only providers among the Peer MSME Focused NBFCs to offer a full product line (secured and unsecured) to serve a large unaddressed customer segment, with a mix of secured and unsecured MSME loans in their portfolio.

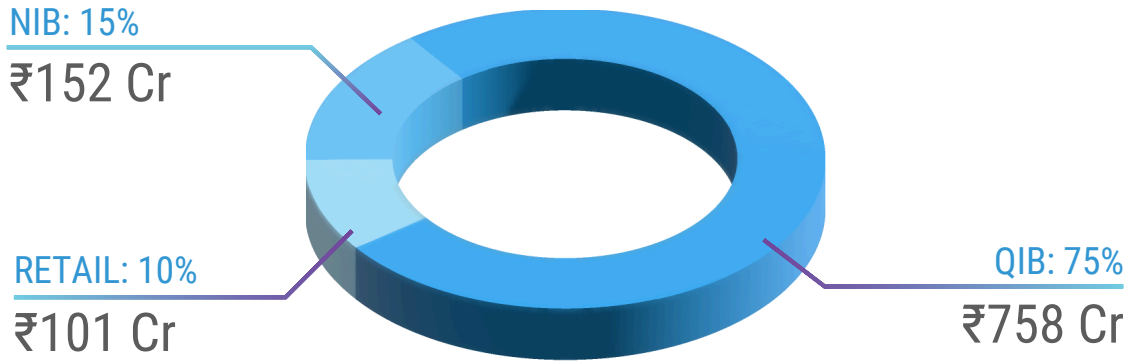
### Well-Distributed Branch Network

As of September 30, 2025, their footprint across India covers 415 districts, spanning 18 states and 3 union territories, with 568 branches across India. Their wide geographic presence enables us to attract new customers from a large catchment geography. All four zones, North, South, East and West, are led by experienced teams, ensuring a mature and well-established business foundation in each region.

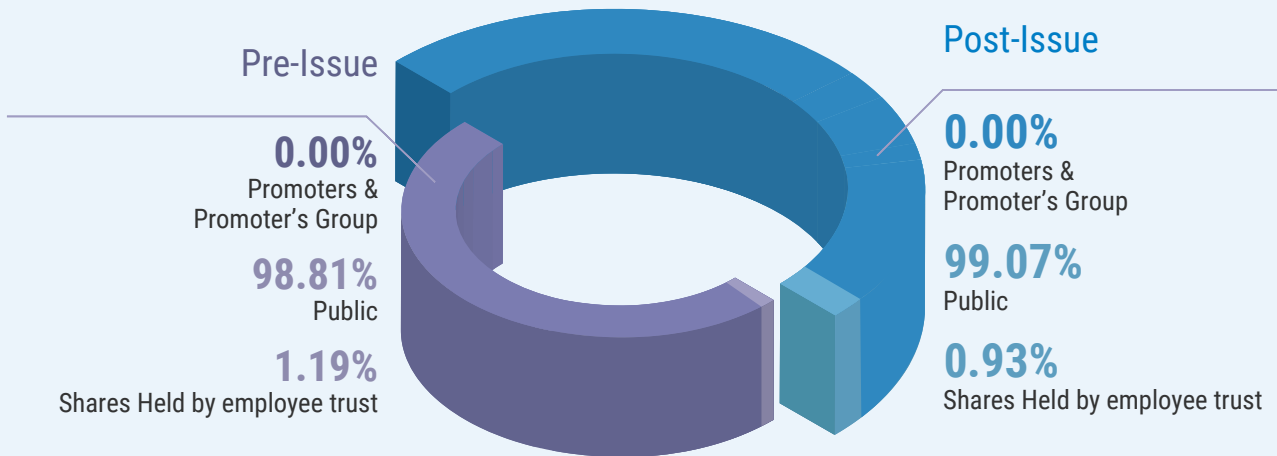


**AYE FINANCE LIMITED**  
Issue Details

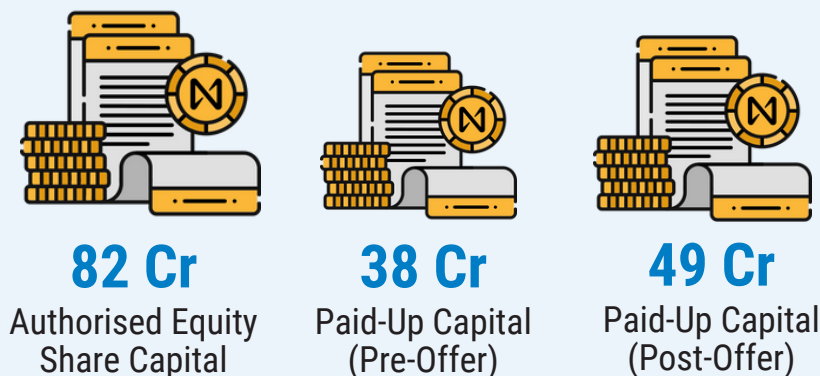
### Issue Break-Up



### Shareholding Pattern



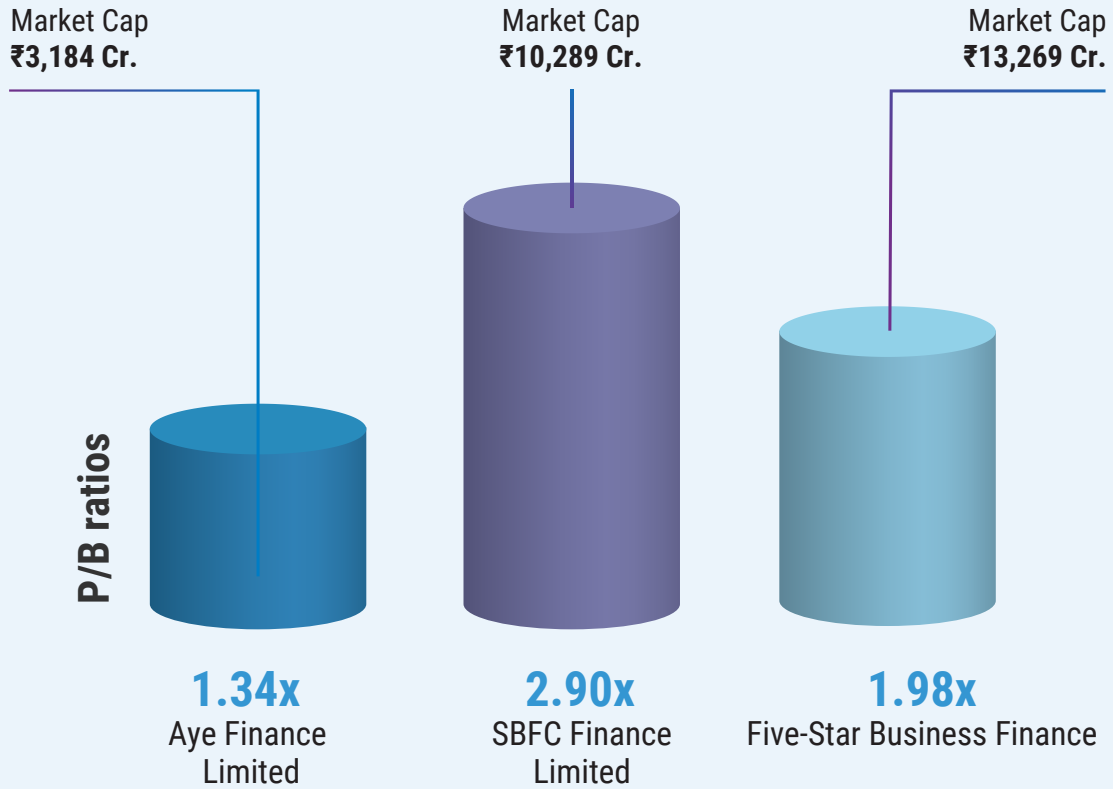
### Capital Structure (in ₹ Cr.)





# AYE FINANCE LIMITED

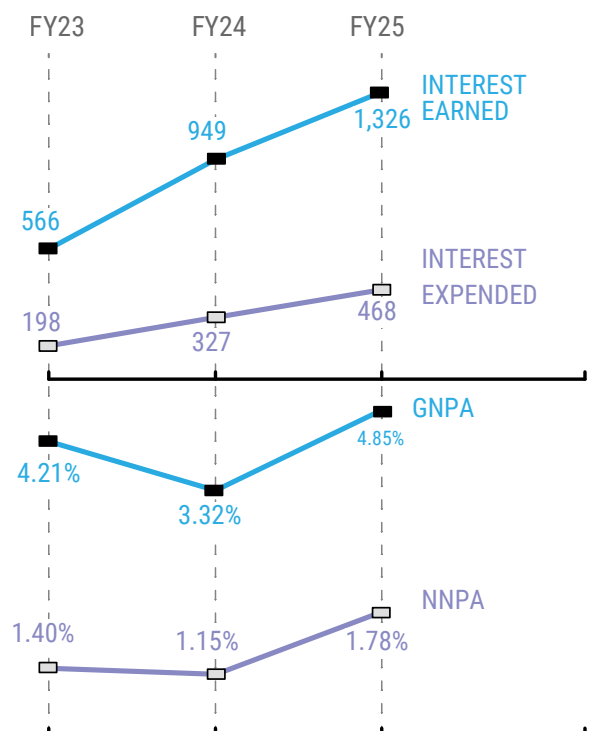
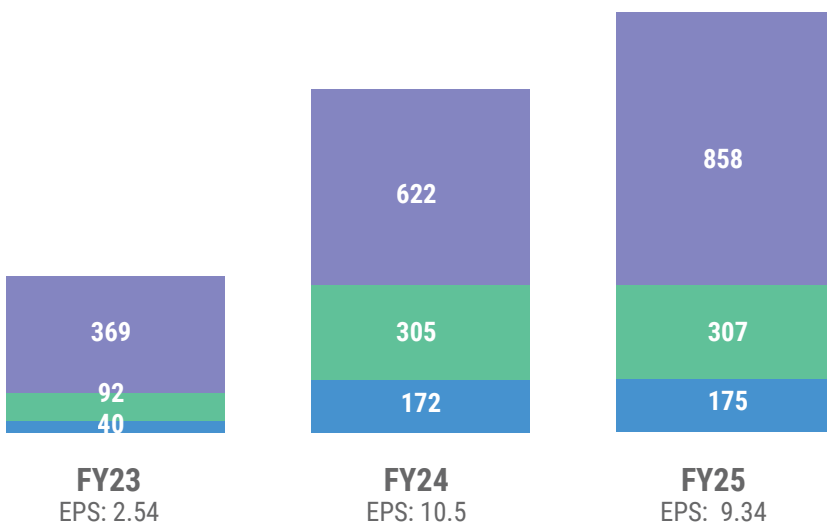
## Valuations and Peer Comparison



Market Cap data of listed securities as on February 06, 2026

## Financial Snapshot (in ₹ Cr.)

- NII
- PPOP
- PAT





## AYE FINANCE LIMITED

### Business Insights



#### Competitive Strengths

- Leading lender of small-ticket loans to micro scale MSMEs with comprehensive product offerings and focus on serving large and unaddressed TAM.
- Strong sourcing capabilities supported by a diversified Pan-India presence and high customer retention.
- Effective underwriting methodology.
- Robust multi-tiered collection capabilities.
- Building resilience through technological prowess.
- Access to diversified lender base and cost-effective financing.
- Experienced and professional management team backed by marquee investors with a committed employee base.



#### Business Strategy

- Increasing AUM per branch by increased penetration in their target segment.
- Growing their mortgage loan portfolio.
- Leveraging technology and data sciences for improving productivity and scalability.
- Improving operating leverage.
- Optimizing borrowing costs and diversifying lender base.



#### Risks

- They are subject to the risk of non-payment or default by their borrowers which may adversely affect their business, results of operations and financial condition. Their Gross NPA ratio has increased from 2.49% as of March 31, 2023 to 4.21% as of March 31, 2025, and was 4.85% as of September 30, 2025.
- In the six months ended September 30, 2025 and September 30, 2024 and Fiscals 2025, 2024 and 2023, unsecured loans comprised 37.97%, 41.47%, 39.68%, 37.91% and 30.26% of their total assets under management, respectively. If they are unable to recover such receivables in a timely manner or at all, their business, results of operations, cash flows and financial condition may be adversely affected.
- They have experienced negative cash flows from operating activities in the past. Any negative cash flows in the future would adversely affect their cash flow requirements, which may adversely affect their ability to operate their business and implement their growth plans, thereby affecting their financial condition.

#### Promoters and Management Details

Govinda Rajulu Chintala - Chairperson and Independent Director

Sanjay Sharma - Managing Director, Executive Director

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