ACER

Letter reference number: ACER/FCL/NCD/2026-27/1

Mr. Barun More
Managing Director
Finstars Capital Limited
701, 7th Floor, Pinnacle Business Park,
Opposite Royal Orchid, Prahlad Nagar,
Ahmedabad,
Gujarat - 380015

Date: 17 June 2026

Dear Sir,

Re: Rating Letter for the Rs. 55 crore Non-Convertible Debentures (NCD) of Finstars Capital Limited (FCL)

Please refer to the mandate contract dated 05th May 2026 for assigning the rating to the non-convertible debentures (details given in the Annexure) of your company. Further, ACER Credit Rating Private Limited (ACER) has analysed the information shared by your company representatives in accordance with its rating criteria and methodology. The ACER's Rating Committee has taken the following rating action. For the latest outstanding ratings, please refer to the official ACER website at www.acerratings.com.

Instrument	Amount (INR Crore)	Ratings	Rating Action	Regulator^
Non-Convertible Debentures (NCDs)	55.00	ACER BBB- (Stable)	Assigned	SEBI

^Please refer to the website www.acerratings.com for details on instruments regulated by respective regulators

A formal surveillance or review of the rating is normally conducted within 12 months of the initial rating or the last rating review. However, in cases of the occurrence of a material event, or such other circumstances, ACER may conduct an early review, i.e. before the stipulated periodic review timelines.

You shall furnish all material information and any other information called for by ACER in a timely manner, for monitoring the rating assigned by ACER. In the event of your failure to furnish such information, ACER shall conduct the review/annual surveillance based on the best available information throughout the lifetime of such bank facilities, in accordance with its internal policy. Additionally, any new bank facilities and/or any changes in the terms, conditions and/or size of the facilities rated should be informed to ACER. You are required to cooperate and provide ACER with true, adequate, accurate, fair, and timely information for the purpose. In addition, as per the recent regulatory guidelines, you are required to support ACER to know the correct regulatory purview of each rated instrument, so that it gets disseminated correctly in the public domain. ACER reserves the right to withdraw/revise/affirm the rating assigned based on new information. ACER is also entitled to publicise/disseminate such withdrawal/revision in the assigned rating in any manner considered appropriate by it, without reference to you.

In addition, you are required to provide us with a No Default Statement (NDS) on the first working day of every month as a confirmation of no delays/ defaults in the previous month. The NDS is required to be mailed every month to the analysts on the case.

Please note that all instruments where ratings are assigned by ACER and accepted by the issuer, ACER needs to publish the ratings outcome through a press release on its website. In cases where the ratings are not accepted within a period of 5 days from the date of rating communication, the ratings will be disseminated under 'Non-accepted ratings' on ACER's website no later than 30 days from the date of initial communication of the rating.

Further, please note that all outstanding ratings after surveillance/ review should be published on ACER's website no later than 7 working days from the Rating Committee. In case of early rating review, as in case of a material event, the rating outcome must be published on ACER's website within 2 days of the knowledge of the occurrence of the event.

Please note that credit ratings assigned are opinions only and should not be construed as a recommendation or suggestion, whether directly or indirectly, for you or any other party to buy, sell, hold, or otherwise engage in any investment, loan, or security, nor to adopt any particular investment strategy. ACER does not provide advisory services. Investors may regard ratings as useful information, but it remains the responsibility of the issuer to communicate the contents of this letter, along with any subsequent changes in the rating, to relevant stakeholders and investors. Further, please note that in line with the recent regulatory guidelines, ACER needs to disclose the applicable regulator and corresponding grievance redressal mechanism for rated instruments on its website.

In case you require any clarification, you are welcome to communicate with us in this regard.

Thanking you,

With Regards,

Rajat Mehta
Lead Analyst
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Govind Goel
Ratings Analyst
govindg@acerratings.com

Disclaimer
ACER is engaged in the business of providing credit ratings and other permitted services and does not provide investment advice or recommendations, directly or indirectly, with respect to any securities. Ratings are subject to ongoing surveillance, revision or withdrawal, as and when warranted.

Information used in assigning ratings has been obtained from sources believed to be reliable, including the rated entity; however, such information has not been independently audited or verified by ACER. While reasonable care has been exercised to ensure that the information contained herein is true and fair, it is provided "as is". ACER does not make any representation, warranty of any kind, or guarantee the accuracy, adequacy, suitability or completeness of any information or its fitness for a particular purpose.

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About ACER Ratings
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ANNEXURE

Details of Non-Convertible Debentures (Rated on a Long-Term scale)

Facility Type	ISIN	Rated Amount (INR Crore)	Date of Issuance	Coupon Rate (%)	Date of Maturity	Ratings
NCD	INE08XA07029	15.00	13/10/2022	12.06	13/10/2027	ACER BBB- (Stable)
NCD	INE08XA07037	10.00	30/08/2024	12.06	30/08/2027	ACER BBB- (Stable)
NCD	INE08XA07045	15.00	30/08/2024	12.06	30/08/2029	ACER BBB- (Stable)
NCD	INE08XA07052	15.00	09/12/2025	11.07	09/12/2027	ACER BBB- (Stable)
Total of above		**55.00**				