



ICFL/LS/0036/2026-27

Date: May 28, 2026

BSE Limited

Listing Department, 1st Floor,
P J Towers, Dalal Street, Fort,
Mumbai - 400 001.
Scrip Code: 541336

National Stock Exchange of India Limited

Exchange Plaza, C-1, Block G,
Bandra Kurla Complex,
Bandra (E), Mumbai – 400 051.
Symbol: INDOSTAR

Dear Sir/ Madam,

Subject: Intimation under Regulation 30 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“Listing Regulations”)

Pursuant to Regulation 30 of the Listing Regulations, please find enclosed Press Release to be issued by the Company in connection with the Audited Standalone and Consolidated Financial Results for the quarter and financial year ended March 31, 2026 at **Annexure I**.

Kindly take the above on your records.

Thanking you,

Yours Faithfully,

For IndoStar Capital Finance Limited

Shikha Jain

Company Secretary & Compliance Officer
(Membership No. A59686)

Enclosed: a/a

IndoStar Capital Finance Limited

Registered Office: Silver Utopia, Third Floor, Unit No 301-A, Opposite P & G Plaza, Cardinal Gracious Road, Chakala, Andheri (E), Mumbai - 400099, India. | T +91 22 4315 7000 | contact@indostarcapital.com | www.indostarcapital.com CIN: L65100MH2009PLC268160

IndoStar Capital Finance Limited

Q4FY26 Disbursements ₹ 1,306 crore up 17% vis-à-vis Q3FY26 and 21% vis-à-vis Q4FY25.

Q4FY26 PPOP ₹ 93 crore up 10% vis-à-vis Q3FY26 and 51 % vis-à-vis Q4FY25.

AUM as of March 31, 2026 stood at ₹ 8,056 crore.

Mumbai, May 28th, 2026: IndoStar Capital Finance, a middle-layer non-banking finance company (NBFC) registered with the Reserve Bank of India, announced its financial results for the quarter and the year ended March 31, 2026 on May 27th, 2026.

IndoStar is a retail NBFC focused on secured lending across Vehicle Finance (VF) and Micro Loans Against Property (M-LAP), targeting the credit needs of underserved segments.

Operational and Financial highlights:

Disbursements for the quarter stood at INR 1,306 crore, reflecting a strong 17% sequential growth over Q3FY26 and 21% growth over Q4FY25.

Assets Under Management (AUM) stood at ₹8,056 crore as of March 31, 2026, registering a 5% increase compared to the previous quarter, supported by growth across both Vehicle Finance and M-LAP segments.

On a standalone basis, Net Interest Income grew by 3% QoQ and 20% YoY, supported by a continued reduction in borrowing costs.

Pre-provision operating profit (PPOP) stood at INR 93 crore, reflecting a growth of 10% QoQ and 51% YoY, driven by improved operating efficiencies.

Over the last few quarters, the company has also witnessed a steady improvement in its borrowing profile, with weighted average cost of funds declining to 10.2% in Q4 FY26 from 11.0% in Q4 FY25, representing an improvement of 80 basis points.

The Company's asset quality remains stable with Gross Stage 3 assets at 4.77% and Net Stage 3 assets at 2.09% as at March 31, 2026.

Security Receipts and Provisioning

As a decisive step towards completing its initiative to de-risk the balance sheet from potential future volatility arising from the legacy portfolio of Security Receipts (SRs), the Company made an additional provision of ₹326.13 crore against this portfolio.

As of March 31, 2026, the gross carrying value of SRs stood at ₹1,607.78 crore while the net carrying value reduced to ₹588.63 crore from ₹1,022.60 crore as of March 31, 2025. The provision coverage ratio on SRs increased to 63%, compared to 26% a year ago.

The Company maintains strong visibility on recoveries from its SR portfolio, with the current net carrying value of approximately ₹588.63 crore expected to be realized in due course.

Macroeconomic Developments and Management Overlay

During the quarter, geopolitical developments in West Asia introduced heightened macroeconomic uncertainties, particularly through volatility in energy prices and potential supply chain disruptions. Given the evolving nature of these developments and the limited availability of reliable data, the full impact is not yet captured within the Expected Credit Loss (ECL) framework.

As a prudent measure, the management has undertaken a qualitative assessment of potentially exposed portfolios and recognized an additional management overlay of ₹49.00 crore during the quarter. The Company will continue to closely monitor external developments and reassess the adequacy of this overlay in subsequent reporting periods.

Strategic Initiatives:

IndoStar continued to make progress on its key strategic priorities:

- **Technology Transformation:**
 - Strengthened data science capabilities across sourcing, underwriting, collections, and fraud intelligence. Automated scorecard-based approvals for Cars and Small CVs are now operational, with 44% of disbursements executed through straight-through processing and bounce rates reducing by 15% in last quarter. Scorecard coverage is expected to expand to nearly 70% by March 2027.
 - The Company also rolled out E-application, E-agreement, and E-NACH, improving onboarding efficiency and significantly reducing paperwork.
 - In May 2026, the Company received approval to undertake Aadhaar-based authentication (e-KYC), which is expected to further accelerate its digitalization initiatives and enhance customer onboarding efficiency.
 - **Branch Expansion:**
 - IndoStar now operates through 454 branches across 24 states and union territories, strengthening its distribution reach across India.
 - The Micro LAP business continues to leverage the existing Vehicle Finance branch network, driving cost efficiency and market penetration. The branch count increased from 91 in Q3FY26 to 108 in Q4FY26, with a strong presence across Andhra Pradesh, Gujarat, Tamil Nadu, and Telangana, and since these branches are co-housed with existing CV branches, this expansion involved no incremental infrastructure cost.
 - **Talent Onboarding and Leadership Strengthening:**
 - During the quarter, the Company continued to strengthen its leadership team through the onboarding of key senior professionals across critical functions, reinforcing its growth strategy.
 - The Company onboarded a Head – Analytics to enhance data-driven decision-making and drive portfolio quality and productivity improvements.
 - To further scale its business, the Company appointed National Sales Managers across key segments, including Farm Equipment, Construction Equipment, and Micro LAP, aimed at accelerating business expansion and deepening market penetration.
 - These strategic hires are expected to bolster sales execution, improve customer acquisition, portfolio quality and support the Company's continued focus on scalable, sustainable and profitable growth.
-

Key Performance Highlights (ICF Standalone):

| Particulars (₹ in crore) | FY26 | FY25 | Y-o-Y % | Q4 FY26 | Q4 FY25 | Y-o-Y % | Q3 FY26 | Q-o-Q % |
|--------------------------------|-------|-------|---------|---------|---------|---------|---------|---------|
| Net Interest Income | 771.7 | 663.1 | 16.4% | 214.7 | 179.2 | 19.8% | 209.2 | 2.6% |
| Operating expense | 506.0 | 481.5 | 5.1% | 121.5 | 119.5 | 1.7% | 124.2 | -2.1% |
| Pre-provision operating profit | 266.5 | 190.1 | 40.2% | 93.3 | 61.8 | 51.0% | 85.2 | 9.6% |
| Profit/(loss) after tax | 130.2 | 52.6 | | (424.0) | 12.4 | | 8.3 | |
| CAR (%) Standalone | 36.1% | 28.5% | | 36.1% | 28.5% | | 41.4% | |
| Leverage (D/E) | 1.45 | 2.03 | | 1.45 | 2.03 | | 1.23 | |

About IndoStar Capital Finance Limited

IndoStar is a non-banking finance company (NBFC) registered with the Reserve Bank of India classified as a middle layered NBFC. With Brookfield & Everstone as co-promoters, IndoStar is a professionally managed and institutionally owned entity engaged in providing used and new commercial vehicle financing and providing loans to small business owners. For more information, visit www.indostarcapital.com.

Safe Harbor

This document is to provide general background information about the Company's activities as at the date of the release. The information contained herein is for general information purposes only and based on estimates and should not be considered as a recommendation that any investor should subscribe / purchase the company shares. The Company makes no representation or warranty, express or implied, as to, and does not accept any responsibility or liability with respect to, the fairness, accuracy, completeness or correctness of any information contained herein. This release may include certain forward-looking statements. These statements include descriptions regarding the intent, belief or current expectations of the Company or its directors and officers with respect to the results of operations and financial condition of the Company. These statements can be recognized using words such as "expects", "plans", "will", "estimates", "projects", or other words of similar meaning. Such forward-looking statements do not guarantee future performance and involve risks and uncertainties, and actual results may differ materially from those in such forward-looking statements as a result of various factors and assumptions which the Company believes to be reasonable considering its operating experience in recent years. The risks and uncertainties relating to these statements include, but not limited to, risks and uncertainties, regarding fluctuations in earnings, our ability to manage growth, competition, our ability to manage our international operations, government policies, regulations, etc. The Company does not undertake any obligation to revise or update any forward-looking statement that may be made from time to time by or on behalf of the Company including to reflect actual results, changes in assumptions or changes in factors affecting these statements. Given these risks, uncertainties and other factors, viewers of this release are cautioned not to place undue reliance on these forward-looking statements. This release may contain certain currency exchange rates and the same have been provided only for the convenience of readers.

For further information, please contact us:

| Public Relations: Concept PR | Investor Relations: MUFG Intime |
|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Archana Parthasarathy / Huda Qureshi Email Id: archana@conceptpr.com / huda@conceptpr.com Tel: +91 99209 40003 / +91 77108 23343 | Ms. Mamta Nehra/ Mr. Nikunj Seth Email: mamta.nehra@in.mpms.mufg.com / Nikunj.seth@in.mpms.mufg.com Tel: +91 99879 03500/ +91 9773397958 |